




ENTERPRISE GROUP PLC

Q3 2020 UNAUDITED FINANCIAL STATEMENTS

ENTERPRISE GROUP PLC
CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2020

(All amounts are in thousands of Ghana cedis)

	The Company		The Group	
	2020	2019	2020	2019
ASSETS				
Deferred tax assets	733	578	11,207	15,457
Investment in subsidiaries	164,400	164,400	-	-
Investment property	-	-	270,951	250,068
Property and equipment	17,439	8,016	67,739	59,989
Intangible assets	-	-	189	778
Investment securities	2,451	99,865	923,375	833,969
Inventories	-	-	213	297
Loans and receivables	2,653	2,500	22,100	28,787
Prepayments	1,006	351	7,717	6,689
Deferred commission expense	-	-	17,184	11,294
Due from re-insurers	-	-	7,592	10,999
Due from related party	125,766	110,197	-	-
Current tax assets	-	-	766	2,297
Cash and bank balances	157,649	56,099	365,618	210,728
Total Asset	472,097	442,006	1,694,651	1,431,352
EQUITY AND LIABILITIES				
Capital and reserves				
Stated capital	258,886	258,886	258,886	258,886
Deposit for shares	-	-	996	996
Retained earnings	169,966	150,558	261,652	187,160
Foreign currency translation reserve	-	-	1,074	814
Share option reserve	-	142	-	142
Contingency reserve	-	-	58,776	46,714
Equity attributable to owners of the company	428,852	409,586	581,384	494,712
Non-controlling interest	-	-	167,067	123,869
Total equity	428,852	409,586	748,451	618,581
Liabilities				
Life fund	-	-	626,414	540,495
Lease liability	13,210	-	6,548	-
Deferred tax liabilities	-	-	-	2,557
Loans and borrowings	-	-	36,047	53,449
Policy holder retention scheme	-	-	2,235	2,500
Unearned premiums and unexpired provision	-	-	66,617	46,780
Outstanding claims	-	-	43,446	38,238
Trade and other payables	5,435	7,820	92,940	71,878
Deferred commission income	-	-	10,439	7,443
Due to re-insurers	-	-	11,676	10,381
Due to related parties	21,933	21,933	44,951	35,885
National fiscal stabilization levy payable	-	-	1,018	91
Current tax liabilities	2,667	2,667	3,869	3,074
Total liabilities	43,245	32,420	946,200	812,771
Total equity and liabilities	472,097	442,006	1,694,651	1,431,352



Keli Gadzekpo
Group Chief Executive Officer



Fiifi Kwakye
Director

ENTERPRISE GROUP PLC
CONSOLIDATED AND SEPARATE STATEMENTS OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

(All amounts are in thousands of Ghana cedis)

	The Company		The Group	
	2020	2019	2020	2019
Investment income	29,038	27,232	88,414	74,102
Investment expenses	-	-	(3,049)	-
Net investment income	29,038	27,232	85,365	74,102
Gross insurance premium	-	-	598,226	469,961
Insurance premium ceded to reinsurers	-	-	(95,150)	(70,737)
Net insurance premium	-	-	503,076	399,224
Change in unearned premium	-	-	(26,617)	(11,525)
Net insurance premium revenue	-	-	476,459	387,699
Other income	(752)	688	36,177	25,108
	(752)	688	36,177	25,108
Net income	28,286	27,920	598,001	486,909
Insurance benefits and claims	-	-	(210,789)	(187,728)
Change in life fund	-	-	(57,162)	(48,014)
Net benefits and claims	-	-	(267,951)	(235,742)
Finance cost	(1,258)	-	(10,027)	(5,679)
Operating expenses	(14,041)	(14,834)	(122,525)	(116,784)
Commission expense	-	-	(72,268)	(57,596)
Net expenses	(15,299)	(14,834)	(472,771)	(415,801)
Profit before national fiscal stabilisation levy and income tax	12,987	13,086	125,230	71,108
National fiscal stabilisation levy	-	-	(6,184)	(3,722)
Income tax expense	-	-	(10,163)	(6,471)
Profit for the period	12,987	13,086	108,883	60,915
Other comprehensive income				
<i>Items that may be reclassified to profit or loss:</i>				
Foreign operations - translation difference	-	-	-	-
	-	-	-	-
Total comprehensive income for the period	12,987	13,086	108,883	60,915
Profit Attributable to:				
Owners of the parent	12,987	13,086	63,946	37,294
Non-controlling interest	-	-	44,937	23,621
	12,987	13,086	108,883	60,915
Total comprehensive income attributable to:				
Owners of the parent	12,987	13,086	63,946	37,294
Non-controlling interest	-	-	44,937	23,621
	12,987	13,086	108,883	60,915
Earnings per share for profit attributable to the equity holders of the company during the period				
Basic (GH¢ per share)	0.076	0.077	0.374	0.218
Diluted (GH¢ per share)	0.076	0.077	0.374	0.218

ENTERPRISE GROUP PLC
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

(All amounts are in thousands of Ghana cedis)

	Stated capital	Deposit for shares	Retained earnings	Foreign currency translation reserve	Share option reserve	Contingency reserve	Total	Non- controlling interests	Total Equity
Balance at 1 January 2019	258,886	996	162,214	814	142	42,053	465,105	111,448	576,553
<i>Total comprehensive income</i>									-
Profit for the period	-	-	37,294	-	-	-	37,294	23,621	60,915
Total comprehensive income	-	-	37,294	-	-	-	37,294	23,621	60,915
Transfer to contingency reserve	-	-	(4,661)	-	-	4,661	-	-	-
<i>Transactions with owners of the company</i>									
- Dividends to non-controlling interest	-	-	-	-	-	-	-	(11,200)	(11,200)
- Dividend declared	-	-	(7,687)	-	-	-	(7,687)	-	(7,687)
Total Transactions with owners of the company	-	-	(7,687)	-	-	-	(7,687)	(11,200)	(18,887)
Balance at 30 September 2019	258,886	996	187,160	814	142	46,714	494,712	123,869	618,581

ENTERPRISE GROUP PLC
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

(All amounts are in thousands of Ghana cedis)

	Stated capital	Deposit for shares	Retained earnings	Foreign currency translation reserve	Contingency reserve	Total	Non-controlling interests	Total Equity
Balance at 1 January 2020	258,886	996	213,284	1,074	52,426	526,666	140,229	666,895
<i>Total comprehensive income</i>								
Profit for the period	-	-	63,946	-	-	63,946	44,937	108,883
Total comprehensive income	-	-	63,946	-	-	63,946	44,937	108,883
Transfer to contingency reserve	-	-	(6,350)	-	6,350	-	-	-
<i>Transactions with owners of the company</i>								
- Dividends to non-controlling interest	-	-	-	-	-	-	(18,099)	(18,099)
- Dividend declared	-	-	(9,228)	-	-	(9,228)	-	(9,228)
Total Transactions with owners of the company	-	-	(9,228)	-	-	(9,228)	(18,099)	(27,327)
Balance at 30 September 2020	258,886	996	261,652	1,074	58,776	581,384	167,067	748,451

ENTERPRISE GROUP PLC
SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2020

(All amounts are in thousands of Ghana cedis)

	Stated capital	Retained earnings	Share option reserve	Total Equity
Balance at 1 January 2019	258,886	145,159	142	404,187
<i>Total comprehensive income</i>				
Profit for the year	-	13,086	-	13,086
Total comprehensive income	-	13,086	-	13,086
<i>Transactions with owners of the company</i>				
Dividend declared for 2018	-	(7,687)	-	(7,687)
Total Transactions with owners of the company	-	(7,687)	-	(7,687)
Balance at 30 September 2019	258,886	150,558	142	409,586
Balance at 1 January 2020	258,886	166,207	-	425,093
<i>Total comprehensive income</i>				
Profit for the period	-	12,987	-	12,987
Total comprehensive income	-	12,987	-	12,987
<i>Transactions with owners of the company</i>				
Dividend declared for 2019	-	(9,228)	-	(9,228)
Total Transactions with owners of the company	-	(9,228)	-	(9,228)
Balance at 30 September 2020	258,886	169,966	-	428,852

ENTERPRISE GROUP PLC
CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2020

(All amounts are in thousands of Ghana cedis)

	Note	The Company 2020	2019	The Group 2020	2019
Cash flows from operating activities					
Cash (used in)/generated from operations		(23,686)	(30,249)	169,698	75,037
Investment income received		(160)	10,432	85,365	74,103
Interest paid on lease liabilities		(349)	-	(4,395)	-
Income tax paid		(79)	(4,497)	(11,297)	(12,976)
National fiscal stabilisation levy paid		-	-	(5,911)	(4,317)
Net cash (used in)/generated from operating activities		<u>(24,274)</u>	<u>(24,314)</u>	<u>233,460</u>	<u>131,847</u>
Cash flows from investing activities					
Purchases of equity securities		-	-	21,360	-
Net purchase of unlisted debt securities		225	38,027	(150,582)	(42,360)
Acquisition of investment property		-	-	(458)	(3,545)
Acquisition of property and equipment		(551)	(3,180)	(5,359)	(17,099)
Proceeds from sale of property and equipment		-	-	(320)	167
Purchase of intangible assets		-	-	-	(102)
Dividend received from subsidiaries		29,198	16,800	-	-
Net cash generated from /(used in) investing activities		<u>28,872</u>	<u>51,647</u>	<u>(135,359)</u>	<u>(62,939)</u>
Cash flows from financing activities					
Dividends paid to non-controlling interest		-	-	(18,099)	(26,319)
Dividends paid to equity shareholders		(9,228)	(7,687)	(9,228)	-
Repayments of loans and borrowings		-	-	(7,089)	(21,705)
Principal lease payments		(925)	-	(671)	-
Net cash used in financing activities		<u>(10,153)</u>	<u>(7,687)</u>	<u>(35,087)</u>	<u>(48,024)</u>
Net increase in cash and cash equivalents		(5,555)	19,646	63,014	20,884
Cash and cash equivalents at beginning of period		163,204	36,453	302,604	189,844
Cash and cash equivalents at end of period		<u><u>157,649</u></u>	<u><u>56,099</u></u>	<u><u>365,618</u></u>	<u><u>210,728</u></u>

ENTERPRISE GROUP PLC
NOTES FORMING PART OF THE UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2020

1 General Information

Enterprise Group PLC is a Company registered and domiciled in Ghana with a registered office address of Advantage Place, Mayor Road, Ridge West, PMB GP150, Accra. Enterprise Group PLC and its subsidiaries (collectively the Group) undertakes the business of investments, life and non-life insurance underwriting, pensions funds management, provision of funeral services and real estate development and management.

2 Basis of Preparation

2.1 Basis of accounting

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and in the manner required by the Companies Act, 2019 (Act 992). The financial statements have been prepared under the historical cost convention, except for investment properties, insurance contract liabilities and financial assets held at fair value through profit or loss which have been measured at fair value.

2.2 Functional and presentation currency

The financial statements are presented in Ghana Cedi (GH¢), which is the functional currency of the Company. All financial information presented in Ghana cedis have been rounded to the nearest thousand, except when otherwise stated.

3 Summary of significant accounting policies

The principal accounting policies used for the most recent audited financial statements have been consistently applied in the preparation of these un-audited financial statements except for IFRS 16 Leases which has been applied to the current period.

4 Critical accounting estimates and judgements

In the preparation of the financial statements, management is required to make judgements, estimates and assumptions that affect reported income, expenses, assets and liabilities. Use of available information and the application of judgement is inherent in the formation of estimates. Actual results in the future could differ from these estimates, which may be material to the financial statements within the next financial period. The impact of such revisions is recognised in the period in which the estimates are revised and any future period impacted.