



**ENTERPRISE GROUP LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED**  
**DECEMBER 31, 2018**

ENTERPRISE GROUP LIMITED  
UN-AUDITED INCOME STATEMENT  
FOR THE PERIOD ENDED 31 DECEMBER 2018

	Un-audited 2018 GH¢'000	Audited 2017 GH¢'000
Investment income	94,107	112,603
Fair value gains on investment properties	15,178	22,433
<b>Net Investment income</b>	<b>109,285</b>	<b>135,036</b>
Gross insurance premium revenue	537,787	462,985
Insurance premium ceded to reinsurers	(87,045)	(80,367)
Net premium written	450,742	382,618
Unearned premium	(2,043)	(1,912)
<b>Net insurance premium revenue</b>	<b>448,699</b>	<b>380,706</b>
Gain on disposal of 30% share in subsidiary	28,406	
Other income	46,485	26,909
<b>Net income</b>	<b>632,875</b>	<b>542,651</b>
Insurance benefits and claims	(221,511)	(181,310)
Change in insurance contract liabilities-Life fund	(59,922)	(94,389)
<b>Net benefits and claims</b>	<b>(281,433)</b>	<b>(275,699)</b>
Operating expenses	(149,389)	(117,264)
Commission expense	(69,287)	(55,817)
Net finance cost	(7,472)	(3,467)
<b>Net expenses</b>	<b>(507,581)</b>	<b>(452,247)</b>
<b>Profit before national fiscal stabilisation levy and income tax</b>	<b>125,294</b>	<b>90,404</b>
National fiscal stabilisation levy	(4,544)	(3,877)
Income tax expense	(24,382)	518
<b>Profit for the year</b>	<b>96,368</b>	<b>87,045</b>
<i>Attributable to:</i>		
Owners of the parent	62,634	53,137
Non-Controlling Interest	33,734	33,908
	<b>96,368</b>	<b>87,045</b>
Basic earnings per share for profit attributable to the equity holders of the Company during the year	0.367	0.397
Diluted earnings per share for profit attributable to the equity holders of the Company during the year	0.367	0.394

**ENTERPRISE GROUP LIMITED**  
**UN-AUDITED STATEMENT OF FINANCIAL POSITION**  
**FOR THE PERIOD ENDED 31 DECEMBER 2018**

	Un-audited 2018 GH¢'000	Audited 2017 GH¢'000
<b>ASSETS</b>		
Property and equipment	53,046	37,964
Intangible assets	1,087	2,111
Investment properties	221,329	217,239
Deferred tax assets	12,854	10,192
Investment securities	826,269	568,875
Inventories	238	168
Loans and receivables	29,311	19,704
Prepayments	351	3,678
Deferred commission income	8,558	7,544
Due from re-insurers	19,960	18,839
National fiscal stabilisation levy receivable	555	283
Current income tax assets	766	767
Cash and bank balances	152,059	147,603
<b>Total Assets</b>	<b><u>1,326,383</u></b>	<b><u>1,034,967</u></b>
<b>Capital and reserves</b>		
Stated capital	258,886	37,268
Contingency reserve	42,010	32,945
Other reserves	958	2,584
Income surplus account	153,684	147,478
Non-controlling interest	101,721	88,504
<b>Total equity</b>	<b><u>557,259</u></b>	<b><u>308,779</u></b>
<b>Liabilities</b>		
Deferred tax liabilities	-	2,097
Life fund - insurance contract liabilities	492,481	432,404
Unearned premiums and unexpired risk provision	35,255	33,212
Outstanding Claims	32,091	24,615
Loans and borrowings	75,154	68,372
Trade and other payables	74,396	56,346
Policy holder retention scheme	1,963	859
Deferred commission income	6,224	4,222
Due to re-insurers	21,873	15,519
Due to related parties	5,029	82,328
National fiscal stabilization levy payable	523	100
Current tax liabilities	24,135	6,114
<b>Total liabilities</b>	<b><u>769,124</u></b>	<b><u>726,188</u></b>
<b>Total equity and liabilities</b>	<b><u>1,326,383</u></b>	<b><u>1,034,967</u></b>

The financial statements do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge.

  
**Seth Gatsahopu**  
**GROUP CHIEF EXECUTIVE OFFICER**

  
**Merlin Eson-Benjamin**  
**DIRECTOR**

**ENTERPRISE GROUP LIMITED**  
**UN-AUDITED STATEMENT OF FINANCIAL POSITION**  
**FOR THE PERIOD ENDED 31 DECEMBER 2018**

	Un-audited 2018 GH¢'000	Audited 2017 GH¢'000
<b>Cash flows from operating activities</b>		
Cash (used in)/generated from operations	53,102	80,368
Investment income received	116,022	86,033
National fiscal stabilisation levy paid	(3,964)	(8,196)
Current income tax paid	(6,784)	(4,384)
Net cash generated from operating activities	<u>158,376</u>	<u>153,821</u>
<b>Cash flows from Investing Activities</b>		
Purchase of equity securities	(14,337)	(19,329)
Proceeds from sale of equity securities	-	31
Net purchase of unlisted debt securities	(242,622)	(82,110)
Acquisition of investment property	(8,737)	(10,987)
Acquisition of property and equipment	(18,926)	(8,235)
Proceeds from sale of property and equipment	595	603
Purchase of intangible assets	(371)	(611)
Net proceeds from sale and buyback of shares	3,955	-
Net increase in cash used in investing activities	<u>(280,443)</u>	<u>(120,638)</u>
<b>Cash flow from financing activities</b>		
Rights issue transaction costs	(4,702)	-
Dividends paid	(23,000)	(7,840)
Proceeds from issue of ordinary shares	229,770	-
Payment for buyback of shares from NCI	(82,328)	-
Net movement in loans and borrowings	6,783	17,668
Net cash used in financing activities	<u>126,523</u>	<u>9,828</u>
Net (decrease)/increase in cash and cash equivalents	4,456	43,011
Cash and Cash equivalents at beginning of year	<u>147,603</u>	<u>130,632</u>
Cash and cash equivalents at end of year	<u><u>152,059</u></u>	<u><u>173,643</u></u>

**ENTERPRISE GROUP LIMITED**  
**UN-AUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 31 DECEMBER 2018**

(All amounts are in thousands of Ghana Cedis)

	Stated capital	Income surplus account reserve	Currency translation reserve	Share option scheme	Contingency reserve	Non controlling Interest	Total
Balance at 1 January 2017	37,268	172,263	818	352	25,146	82,327	318,174
Total comprehensive income	-	53,137	-	-	-	33,908	87,045
Profit	-	-	(70)	-	-	(86)	(156)
Other comprehensive income	-	53,137	(70)	-	-	33,822	86,889
Transfer to contingency reserve	-	(7,799)	-	-	7,799	-	-
Transactions with owners of the Company	-	-	-	-	-	-	-
Contributions and distributions	-	-	-	-	-	-	-
Dividend:	-	-	-	-	-	(15,440)	(15,440)
- Dividends to non-controlling interest	-	-	-	-	-	(15,440)	(15,440)
Share option scheme:	-	-	-	1,484	-	-	1,484
- Value of employee services	-	(70,123)	-	-	-	(12,205)	(82,328)
Acquisition of NCI without a change in control	-	(70,123)	-	1,484	-	(27,645)	(96,284)
Total transactions with owners of the Company	37,268	147,478	748	1,836	32,945	88,504	308,779
Balance at 31 December 2017	37,268	147,478	748	1,836	32,945	88,504	308,779
Balance at 1 January 2018	37,268	147,478	748	1,836	32,945	88,504	308,779
Total comprehensive income	-	62,634	-	-	-	33,734	96,368
Profit	-	62,634	68	-	-	23	91
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income	-	62,634	68	-	-	33,757	96,459
Transfer to contingency reserve	-	(9,065)	-	-	9,065	-	-
Transactions with owners of the Company	-	-	-	-	-	-	-
Contributions and distributions	-	-	-	-	-	-	-
Dividend:	-	-	-	-	-	(15,800)	(15,800)
- Dividends to non-controlling interest	-	-	-	-	-	(15,800)	(15,800)
Transactions cost for right issue	-	(4,702)	-	-	-	-	(4,702)
Share option scheme:	-	-	-	(1,694)	-	-	(1,694)
- Value of employee services	-	-	-	-	-	-	-
- Transfer to stated capital for share options exercised	219,721	-	-	-	-	-	219,721
Proceeds from Rights Issue	1,898	-	-	-	-	-	1,898
Proceeds from vested share option	-	(42,661)	-	-	-	(4,741)	(47,402)
Acquisition of NCI without a change in control	-	(47,363)	-	(1,694)	-	(20,541)	(152,021)
Total transactions with owners of the Company	221,619	(47,363)	-	(1,694)	-	(20,541)	152,021
Balance at 31 December 2018	258,887	153,684	816	142	42,010	101,720	557,259

**ENTERPRISE GROUP LIMITED**  
**NOTES FORMING PART OF THE UN-AUDITED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31 DECEMBER 2018**

**1 General information**

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

**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, 1963 (Act 179). The financial statements have been prepared under the historical cost conversion, 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**

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Ghana Cedi (GHC), 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 applied in the preparation of these un-audited financial statements are the same accounting policies used for the most recent audited financial statements of the Company. These policies have been consistently applied. Notable among them are the following:

**3.1 Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less.

**3.2 Stated Capital**

Ordinary shares are classified as equity. All shares are issued at no par value.

**3.3 Trade and other payables**

Trade and other payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

Trade and other payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

**3.4 Provisions**

Provisions are recognised when the Group have a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

**3.5 Dividend Distribution**

Dividend distribution to the Company's shareholders is recognised as a liability in the financial statements in the period in which the dividends are approved by the shareholders.

**4 Critical accounting estimates and judgements**

The Group makes estimates and assumptions concerning the future. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The resulting accounting estimates will, by definition, seldom equal the related actual results.