KAPITAL ASSURANCE PLC

RC 11785

VERITAS KAPITAL ASSURANCE PLC

CONSOLIDATED AND SEPARATE UNAUDITED FINANCIAL STATEMENTS (UFS)

FOR THE PERIOD ENDED 30 SEPTEMBER 2026

TABLE OF CONTENTS **PAGE**

Corporate Information 3

Results at a glance 4

Vision, Mission and Values 5

Our Commitments 6

Consolidated and Separate Statement of Financial Position 8
Consolidated and Separate Statements Profit or Loss and Other Comprehensive Income 9

Consolidated and Separate Statements of Changes in Equity 10

Consolidated and Separate Statements of Cash Flows 12

Notes to the Consolidated and Separate Financial Statements 13

Other National Disclosures:

Value Added Statement 74

Five-Year Financial Summary 75

CORPORATE INFORMATION

DIRECTORS

Mr. Babatunde Ayokunle Irukera	Non-Executive Director - Chairman (Appointed 31 July, 2025)
Dr. Oluwafunsho A. Obasanjo	Non-Executive Director
Mr. Aminu Babangida	Non-Executive Director
Hajia Yabawa Lawan Wabi (MNI)	Non-Executive Director
Mrs Priya Heal (British)	Non-Executive Director
Emmanuel Etuh	Non-Executive Director
Mr. Paul Oki	Independent Non-Executive Director
Dr. Adaobi Nwakuche	Managing Director/CEO
Mr. Sunkanmi Adekeye	Executive Director, Operations

COMPANY SECRETARY
Ms. Saratu Umar Garba
FRC/2019/NBA/00000019159

REGISTERED OFFICE
Plot 497, Abogo Largema Street,
Off Constitution Avenue,
Central Business District
Abuja.

www.veritaskapital.com
RC NO: 11785

FRC REGISTRATION NO:
FRC/2013/0000000000717

RE-INSURERS
African Reinsurance Corporation
Continental Reinsurance Corporation
WAICA Reinsurance Corporation
Nigerian Reinsurance Corporation
CK Reinsurance Limited
Score Re.
CICA Re.

ACTUARIES
O & A Hedge Actuarial Consulting
(Consulting Actuaries & Chartered Insurers)
Suite 28, Motorways Centre
(Opposite 7UP Bottling Plant)
1 Motorways Avenue
Alausa Ikeja – Lagos, Nigeria

BANKERS
Unity Bank Plc
Guaranty Trust Bank Ltd.
First Bank Limited
Fidelity Bank Plc
Keystone Bank Limited
Sterling Bank Plc
Access Bank Plc
Zenith Bank Plc

REGISTRARS
Unity Registrars Limited
25 Ogunlana Drive
Surulere Lagos.

AUDITORS
Ernst & Young Nigeria
(Chartered Accountants)
10th & 13th Floor, UBA House,
57 Marina, Lagos, Nigeria

PROPERTY VALUERS
Jide Taiwo & Co
No 70 Abidjan street wuse zone 3
Abuja-FCT

TAX CONSULTANTS
Kreston Pedabo Professional Services
67 Norman Williams Street, Ikoyi, Lagos

REGULATORY AUTHORITY
National Insurance Commission

Tax Identification Number **01129230-0001**

OUR COMMITMENTS

Customers
A satisfied and loyal customer base is core to our business.

We are committed to:
- Delivering the consistent and reliable levels of customer service.
- Acting with integrity, due care and diligence.
- Communicating openly, honestly and with sensitivity and understanding.
- Listening to our customers.
- Handling complaints fairly and promptly.
- Respecting our customers' rights to privacy and confidentiality.
- Protecting our customers and our business from fraud.

Business Partners
We demand high standards from the companies we work with and believe that they should expect the same from us.

We are committed to:
- Carrying out our business with fairness and integrity.
- Being reliable and quick to respond.
- Awarding contracts and selecting business partners solely on the basis of fair and objective business criteria and having regards to high ethical standards.
- Respecting all obligations and confidentiality.
- Protecting our customers and our business from fraud.

Employees
Motivated and skilled employees are critical to our success.

We are committed to:
- Fostering a positive and challenging high performance culture.
- Rewarding superior performance.
- Encouraging personal development.
- Encouraging a culture of frank and honest communication.
- Encouraging teamwork and strong leadership.
- Providing a safe and secure working environment.
- Encouraging diversity and equal opportunities.
- Ensuring that grievances and unethical behaviour can be raised without fear of discrimination.

In return we expect our employees to:
- Act with integrity.
- Take responsibility and accountability for their own actions.
- Show support and commitment for change.
- Focus their energy in getting the best from themselves and others.
- Have the confidence and courage to act with conviction.
- Show understanding for and meet external and internal customers needs.
- Show a relentless desire for success.
- Create positive and effective working relationships.

OUR COMMITMENTS - CONTINUED

Regulators

We have an open, cooperative and transparent relationship with our regulators.

We are committed to:

- Dealing with our regulators in an open, cooperative and transparent manner.
- Managing our business with appropriate standards of risk management and controls.
- Preventing and reporting any instances of significant financial crime.
- Preventing breaches of relevant regulatory requirements.
- Complying with all set standards.

Community & Environment

We believe in continuous improvement of our environmental performance and in taking action around emerging environmental issues. Whenever we operate, we will seek positive engagement with local communities.

We are committed to:

- As a business, we have a responsibilty to manage our impacts on the environment through appropriate use of resources such as energy, paper and water and the investment of our assets.
- We also have a responsibility to take proactive action on environmental issues that are likely to affect our business and community at large.
- In each of these areas, we will look to make continuous improvement and actively monitor our performance.

Shareholders

We are committed to fufilling the aspirations of our shareholders through a commitment to business performance, and high standards of transparency, communication and corporate governance.

We are committed to:

- A culture of business performance, focused on delivering returns to shareholders.
- Comprehensive and transparent disclosure.
- Aiding Shareholder's understanding through the disclosure of relevant financial and non-financial information.
- Listening to the views of our shareholders.
- Managing our business with appropriate standards of risk and control.
- Ensuring due care in the selection of our third party advisers, including our auditors.
- Preventing and reporting any market abuse.
- Acting with due sense of responsibilty on confidence entrusted to us.

FINANCIAL RESULT AT A GLANCE

RESULT AT A GLANCE (GROUP)				
Figure in thousands of naira	**2026**	**2025**	**Changes**	
Gross premium	15,867,985	18,679,649	(2,811,664)	-15%
Insurance revenue	15,410,099	16,309,925	(899,826)	-6%
Insurance service expense	(10,707,274)	(5,329,490)	(5,377,784)	-101%
Insurance service result before reinsurance contracts held	4,702,825	10,980,436	(6,277,611)	-57%
Net expenses from reinsurance contracts held	(7,387,691)	(4,403,488)	(2,984,203)	-68%
Profit before taxation	(3,641,906)	4,883,464	(8,525,370)	-175%
Taxation	(200,775)	(759,525)	558,750	74%
Profit after taxation	(3,842,681)	4,123,939	(7,966,620)	-193%

RESULT AT A GLANCE (COMPANY)				
Figure in thousands of naira	**2026**	**2025**	**Changes**	
Gross premium	15,044,291	18,246,461	(3,202,170)	-18%
Insurance revenue	14,586,405	15,876,737	(1,290,332)	-8%
Insurance service expense	(10,165,451)	(5,066,835)	(5,098,616)	-101%
Insurance service result before reinsurance contracts held	4,420,954	10,809,902	(6,388,948)	-59%
Net expenses from reinsurance contracts held	(7,387,694)	(4,403,488)	(2,984,206)	-68%
Profit before taxation	(4,776,987)	4,123,646	(8,900,633)	-216%
Taxation	(139,791)	(732,646)	592,855	-81%
Profit after taxation	(4,916,777)	3,391,000	(8,307,777)	-245%

VISION, MISSION AND VALUES

MISSION
To help our Stakeholders have peace of mind

VISION
To be one of the top Insurance Companies of choice in Africa

PRINCIPLES

Integrity

We will act with openness, fairness, integrity and diligence. We will always adhere to the applicable laws, regulations and standards of doing business.

Performance

We will promote a positive and challenging high performance culture. We will do this by encouraging personal accountability, development and measuring, reward and recognizing success.

Responsibilty

We will act responsibly as individuals and as a Company. This applies to the management of our business, our approach to corporate interaction with key external stakeholders.

Values

Working in teams
Servicing our Customers
Respecting each other
Being proactive
Growing our people
Delivering to our Shareholders
Guarding against arrogance
Upholding the highest levels of integrity

CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION
AS AT 30TH SEPTEMBER, 2026

	Notes	2026 Group N'000	2025 Group N'000	2026 Company N'000	2025 Company N'000
Assets					
Cash and cash equivalents	3	10,170,167	7,975,130	7,773,563	7,179,475
Investment securities:					
Fair value through profit or loss	4	463,659	173,376	463,659	173,376
Amortised cost	4	25,635,861	12,451,756	20,917,013	6,148,171
Fair value through OCI	4	607,208	607,208	607,208	607,208
Trade receivables	5	1,307,499	2,321,542	1,307,498	2,321,542
Reinsurance contract assets	17	4,699,926	3,279,213	4,699,923	3,279,213
Other receivables and prepayments	6	2,305,329	1,217,355	666,577	237,277
Investment in subsidiaries	7	-	-	4,026,300	4,026,300
Property, plant and equipment	9	6,838,432	6,288,073	5,385,107	5,149,831
Goodwill	10	316,884	316,884	-	-
Intangible assets	11	358,732	411,196	296,674	400,006
Statutory deposits	12	1,855,000	355,000	1,855,000	355,000
Deferred tax asset	16.1	-	-	-	-
Total assets		**54,558,697**	**35,396,733**	**47,998,522**	**29,877,399**
Liabilities:					
Insurance contract liabilities	17	16,113,960	9,706,533	16,113,960	9,706,533
Other contract liabilities	25	40,588	6,389	-	-
Trade payables	13	2,399,471	2,505,585	2,399,471	2,505,585
Employees retirement benefit obligations	14	8,911	28,401	-	-
Provision and other payables	15	4,732,532	3,277,614	3,790,961	2,081,705
Income tax liabilities	16	192,294	275,050	157,632	130,294
Deferred tax liabilities	16.2	481,729	481,729	292,095	292,095
Total liabilities		**23,969,484**	**16,281,300**	**22,754,121**	**14,716,212**
Share capital & reserves:					
Share capital	18	14,433,333	6,933,333	14,433,333	6,933,333
Share premium	19	8,163,600	663,600	8,163,600	663,600
Statutory contingency reserves	20	3,774,661	3,323,290	3,774,661	3,323,290
Retained earnings	21	(2,733,493)	1,560,560	(5,339,136)	29,019
Other components of equity:		-		-	
Asset revaluation reserve	22	4,095,433	4,095,432	3,856,642	3,856,647
Fair value reserve	23	351,610	351,610	355,299	355,300
Equity attributable to equity holders of the parent		**28,085,145**	**16,927,826**	**25,244,399**	**15,161,188**
Non Controlling interest (NCI)	37	2,504,068	2,187,606	-	-
Total Equity		**30,589,213**	**19,115,432**	**25,244,399**	**15,161,187**
Total Equity & Liabilities		**54,558,697**	**35,396,732**	**47,998,522**	**29,877,399**

These financial statements were approved by the Board on 15/10/2026 and signed on its behalf by:

.....
Mojeed Somorin
Chief Financial Officer
FRC/2017/PRO/ICAN/001/00000016849

.....
Dr. Adaobi Nwakuche
Managing Director
FRC/2021/003/00000023865

The statement of material accounting policies and the accompanying notes to the consolidated and separate financial statements form an integral part of these financial statements.

CONSOLIDATED AND SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR 30 SEPTEMBER 2026

		Group		Company	
	Notes	YTD 2026 N'000	FY 2025 N'000	YTD 2026 N'000	FY 2025 N'000
Insurance revenue	26	15,410,099	16,309,925	14,586,405	15,876,737
Insurance service expenses	27	(10,707,274)	(5,329,490)	(10,165,451)	(5,066,835)
Insurance service result before reinsurance contracts held		4,702,825	10,980,436	4,420,954	10,809,902
Net expenses from reinsurance contracts held	28	(7,387,691)	(4,403,488)	(7,387,694)	(4,403,488)
Insurance service result		**(2,684,866)**	**6,576,948**	**(2,966,740)**	**6,406,414**
Interest income calculated using the effective interest method	31a	764,285	745,396	342,357	321,556
Net fair value gains on financial assets at fair value through profit or loss	31c	290,283	35,660	290,283	35,660
Net foreign exchange (loss)/gain	32	(493,082)	(362,414)	(493,082)	(362,414)
Credit impairment (charge)/reversal	34	-	(5,740)	-	-
Finance cost	14a(i)	-	-	-	-
Other investment income	31b	2,951,258	2,200,034	775,947	521,909
Net investment income		**3,512,744**	**2,612,936**	**915,505**	**516,711**
Finance expenses from insurance contracts issued	29	-	-	-	-
Finance income from reinsurance contracts held	30	-	-	-	-
Net insurance finance income		**-**	**-**	**-**	**-**
Net insurance and investment result		**827,878**	**9,189,884**	**(2,051,235)**	**6,923,125**
Other operating income	33	687,048	542,596	2,833	30,561
Other operating expenses	35	(5,156,832)	(4,849,016)	(2,728,585)	(2,830,040)
Profit before income tax		**(3,641,906)**	**4,883,464**	**(4,776,987)**	**4,123,646**
Tax expense	36	(200,775)	(759,525)	(139,791)	(732,646)
Profit/ (Loss) for the period		(3,842,681)	4,123,939	(4,916,777)	3,391,000
Other comprehensive income:					
Items that may be reclassified subsequently to profit or loss					
Items that will not be reclassified subsequently to profit or loss(net of tax):					
Net acturial gains/(loss) on retirement benefit obligation	50a	-	-	-	-
Gain on revaluation of property, plant and equipment (net of tax)	50b	-	-	-	-
Fair value gain on financial asset at FVOCI(net of tax)	50c	-	-	-	-
Other comprehensive income, Net of tax		**-**	**-**	**-**	**-**
Total comprehensive (loss)/income		**(3,842,681)**	**4,123,939**	**(4,916,777)**	**3,391,000**
Profit for the period, attributable to:					
* Non-controlling interests		265,013	202,135		
* Owners' of the Parent		(4,107,694)	3,921,803	-	
		(3,842,681)	**4,123,939**	**-**	**-**
Total Comprehensive Income, attributable to:					
* Non-controlling interests		265,013	202,135	-	-
* Owners' of the Parent		(4,107,694)	3,921,803	-	-
		(3,842,681)	**4,123,939**	**-**	**-**
Basic Earnings per Share	**24**	**(0.28)**	**0.30**	**(0.35)**	**0.24**

CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR 30 SEPTEMBER 2026

Group

	Share Capital N'000	Share Premium N'000	Asset revaluation reserve N'000	Fair value reserve N'000	Contingency Reserve N'000	Retained Earnings mponent of Equity N'000	N'000	Total N'000	Non-Controlling Interest N'000	Total N'000
At 1 January 2026	6,933,333	663,600	4,095,433	351,610	3,323,290	1,560,560		16,927,827	2,187,606	19,115,433
Profit for the year	-	-	-	-	-	(3,842,682)		(3,842,682)	261,049	(3,581,633)
Other Comprehensive Income:								-		
Gain on revaluation of properties, plant and equipment	-	-	-	-	-	-		-	-	-
Fair value gain on financial asset at FVOCI	-	-	-	-	-	-		-	-	-
Transfer to statutory reserve						-		-	55,413	55,413
Transfer of revaluation gain on disposal of PPE	-	-	-	-	-	-		-	-	-
Acturial gain on retirement benefit obligation	-	-	-	-	-	-		-	-	-
Total Comprehensive Income	**-**	**-**	**-**	**-**	**-**	**(3,842,682)**		**(3,842,682)**	**316,462**	**(3,526,220)**
Transfer to Contingency Reserve	-	-	-	-	451,371	(451,371)		-	-	-
Transactions with owners of equity	7,500,000	7,500,000				0		15,000,000		15,000,000
Dividends to equity holders	-	-	-	-	-	-		-	-	-
Deposits For Shares							-	-		-
At 30 September 2026	**14,433,333**	**8,163,600**	**4,095,433**	**351,610**	**3,774,661**	**(2,733,493)**	**-**	**28,085,145**	**2,504,068**	**30,589,213**

	Share Capital N'000	Share Premium N'000	Asset revaluation reserve N'000	Fair value reserve N'000	Contingency Reserve N'000	Retained Earnings mponent of Equity N'000	N'000	Total N'000	Non-Controlling Interest N'000	Total N'000
At 1 January 2025	6,933,333	663,600	3,974,282	275,880	2,611,284	(1,189,506)		13,268,874	2,016,863	15,285,737
Profit for the year	-	-	-	-	-	3,745,037		3,745,037	290,951	4,035,988
Other Comprehensive Income:								-		-
Gain on revaluation of properties, plant and equipment	-	-	121,151	-	-	-		121,151	-	121,151
Fair value gain on financial asset at FVOCI	-	-	-	75,730	-	-		75,730	-	75,730
Transfer of revaluation gain on disposal of PPE	-	-	-	-	-	-		-	-	-
Actua										
rial gain on retirement benefit obligation			-			1,045		1,045	73	1,118
Total Comprehensive Income	**-**	**-**	**121,151**	**75,730**	**-**	**3,746,082**		**3,942,963**	**291,024**	**4,233,987**
Transfer to Contingency Reserve	-	-	-	-	712,006	(712,006)		-	-	-
Transactions with owners of equity:										
Dividends to equity holders	-	-	-	-	-	(284,010)		(284,010)	(120,281)	(404,291)
At 31 December 2025	**6,933,333**	**663,600**	**4,095,433**	**351,610**	**3,323,290**	**1,560,560**		**16,927,827**	**2,187,606**	**19,115,433**

CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR 30 SEPTEMBER 2026

7,342

Company

	Share Capital N'000	Share Premium N'000	Asset revaluation reserve N'000	Fair value reserve N'000	Contingency Reserve N'000	Retained Earnings N'000	Other Components of Equity N'000	Total N'000
At 1 January 2026	6,933,333	663,600	3,856,647	355,299	3,323,290	29,018	-	15,161,187
Profit for the year	-	-	-	-	-	(4,916,778)		(4,916,778)
Other Comprehensive Income:			-	-				-
Gain on revaluation of properties, plant and equipment	-	-	-	-	-	-		-
Fair value gain on financial asset at FVOCI	-	-	-	-	-	-		-
Transfer of revaluation gain on disposal of PPE	-	-	-	-	-	-		-
Total Comprehensive Income	**-**	**-**	**-**	**-**	**-**	**(4,916,778)**		**(4,916,778)**
Transfer to Contingency Reserve	-	-	-	-	451,371	(451,371)		-
Private Placement	7,500,000	7,500,000						15,000,000
Deposits For Shares							-	-
At 30 September 2026	**14,433,333**	**8,163,600**	**3,856,647**	**355,299**	**3,774,661**	**(5,339,131)**	**-**	**25,244,409**

	Share Capital N'000	Share Premium N'000	Asset revaluation reserve N'000	Fair value reserve N'000	Contingency Reserve N'000	Retained Earnings N'000	Total N'000
At 1 January 2025	6,933,333	663,600	3,735,496	279,569	2,611,284	(2,305,749)	11,917,532
Profit for the year	-	-	-	-	-	3,046,773	3,046,773
Other Comprehensive Income:							
Gain on revaluation of properties, plant and equipment	-	-	121,151	-	-	-	121,151
Fair value gain on financial asset at FVOCI	-	-	-	75,730	-	-	75,730
Transfer of revaluation gain on disposal of PPE	-	-	-	-	-	-	-
Total Comprehensive income	**-**	**-**	**121,151**	**75,730**	**-**	**3,046,773**	**3,243,654**
Transfer to Contingency Reserve	-	-	-	-	712,006	(712,006)	-
At 31 December 2025	**6,933,333**	**663,600**	**3,856,647**	**355,299**	**3,323,290**	**29,018**	**15,161,187**

The statement of material accounting policies and the accompanying notes to the Consolidated and separate financial statements form an integral part of these financial statements.

CONSOLIDATED AND SEPARATE STATEMENT OF CASHFLOWS
FOR 30 SEPTEMBER 2026

Cash flows from operating activities:	Notes	2026 Group N'000	2025 Group N'000	2026 Company N'000	2025 Company N'000
Premium received	17a	16,904,321	22,934,220	16,058,334	22,957,609
Amount received in respect of claims	17b	754,043	8,730,592	754,043	8,730,592
Other operating income	33	687,048	1,336,358	1,624	34,169
Cash paid to and on behalf of employees	35	(2,264,264)	(1,815,382)	(878,794)	(1,675,504)
Reinsurance premium paid	17b	(9,562,448)	(16,428,402)	(9,562,448)	(16,428,402)
Insurance benefits and claims paid	17a	(2,429,656)	(10,929,498)	(1,887,835)	(10,723,245)
Acquisition costs paid	17a	(2,544,338)	(3,114,727)	(2,544,338)	(3,114,727)
Other directly attributable expenses paid			(84,836)		(84,836)
Other acqusition (Maintenance expense) paid during the year	17a	(110,507)	(293,838)	(110,507)	(293,838)
Exchange loss	32	(493,082)	-	(493,082)	-
Cash paid to intermediaries and other suppliers		(1,561,869)	(2,018,654)	(2,272,634)	(1,977,866)
Company income tax paid	16	(483,531)	(267,588)	(112,453)	(152,958)
Net cashflow from operating activites		**(1,104,283)**	**(1,951,754)**	**(1,048,089)**	**(2,729,005)**
Cash flow from investing activities:					
Purchase of property, Plant and equipment	9	(468,733)	(392,290)	(730,807)	(93,800)
Purchase of intangible assets	11	(64,271)	(6,960)	-	-
Proceed from sale of property and equipment	49a	(317,396)	27,100	382,135	11,789
Proceed from disposal of investment property	9	-	-	-	-
Dividend income	31	14,382	28,901	14,382	312,911
Interest received	31	3,701,161	1,438,774	1,394,205	787,833
Purchase of financial assets at FVPL	4a		(5,350)	-	(5,350)
Purchase of amortised cost investment	4v	(15,232,490)	(3,321,393)	(15,150,745)	(1,730,337)
Investment in subsidiary	7	-	-	-	-
Purchase of financial assets at FVOCI	4c		-		-
Redemption/repayment on amortised cost investments	4v	665,740	1,262,267	733,005	688,127
Net cashflows used in investing activites		**(11,701,607)**	**(968,951)**	**(13,357,825)**	**(28,827)**
Cash flow from financing activities:					
Investment in subsidiary	7	-	-	-	-
Deposit for shares	38	15,000,000	-	15,000,000	-
Dividend paid	21&37	-	-	-	-
Net cashflows used in financing activites		**15,000,000**	**-**	**15,000,000**	**-**
Net increase in cash and cash equivalents		2,194,110	(3,324,996)	594,086	(2,757,832)
Cash and cash equivalents at the 1 January		7,984,913	11,258,477	7,183,915	9,890,315
Effects of exchange rate changes on cash and cash equivalents		-	51,432	-	51,432
Cash and cash equivalents at the 30 September	3	**10,179,023**	**7,984,913**	**7,778,001**	**7,183,915**

The statement of material accounting policies and the accompanying notes to the Consolidated and separate financial statements form an integral part of these financial statements.

3 Cash and cash equivalents

	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
This comprises of :				
Cash on hand	1,467	5,037	1,136	862
Cash at Banks	2,041,095	1,562,547	1,724,733	1,445,514
Short term deposit (Staff gratuity fund assets)	2,465	3,823	2,465	3,823
Short term deposit (note 3.2)	8,133,996	6,413,506	6,049,667	5,733,716
	10,179,023	7,984,913	7,778,001	7,183,915
Adjustment for ECL on fixed deposit and bank balances (note 3.1)	(8,856)	(9,783)	(4,439)	(4,440)
Total	10,170,167	7,975,130	7,773,562	7,179,475

*Staff gratuity fund assets relates to fund set aside for staff of the parent who were still in service when the gratuity scheme was discontinued in July 2016. The intention of management is to keep the funds and make it available to the beneficiaries on exit.

3.1 Movement in Adjustment ECL

	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
At 1 January	8,856	61,734	4,440	59,454
Charge/(Write back)	-	(51,951)	-	(55,014)
At 30 September 2026	8,856	9,783	4,440	4,440

3.2 Financed by:
In compliance with section 19(3) of Insurance Act 2003, the short term deposit is financed as follows:

	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Financed by Insurance fund	6,049,667	5,733,716	6,049,667	5,733,716
Financed by other funds	2,084,329	679,790	-	-
	8,133,996	6,413,506	6,049,667	5,733,716

Short term deposits consist of placements with commercial banks with contractual maturity date of less than 3 months

3.3 A reconciliation of gross carrying amount and corresponding allowance for ECL

	STAGE 1	
Group	**Gross carrying amount N'000**	**ECL N'000**
At 1 January 2026	7,979,876	9,783
New assets originated or purchased	8,136,461	8,856
Assets derecognized	(7,979,876)	(9,783)
At 30 September 2026	8,136,461	8,856
At 1 January 2025	11,257,687	61,734
New assets originated or purchased	7,928,444	7,826
Assets derecognized	(11,257,687)	(61,734)
Foreign exchange adjustments	51,432	1,957
At 31 December 2025	7,979,876	9,783

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

3.3 A reconciliation of gross carrying amount and corresponding allowance for ECL - Continued

	STAGE 1	
Company	**Gross carrying amount**	**ECL**
	N'000	**N'000**
At 1 January 2026	7,183,053	4,440
New assets originated or purchased	6,052,132	4,439
Assets derecognized	(7,183,053)	(4,440)
At 30 September 2026	6,052,132	4,439
At 1 January 2025	9,889,764	59,454
New assets originated or purchased	7,131,621	3,552
Assets derecognized	(9,889,764)	(59,454)
Foreign exchange adjustments	51,432	888
At 31 December 2025	7,183,053	4,440

4 **Investment securities**	**Group 2026 N'000**	**Group 2025 N'000**	**Company 2026 N'000**	**Company 2025 N'000**
Equity instruments at fair value through profit or loss (note 4a)	463,659	173,376	463,659	173,376
Debt instuments at armotised cost (Note 4b)	25,635,861	12,451,756	20,917,013	6,148,171
Fair value through OCI (Note 4c)	607,208	607,208	607,208	607,208
	26,706,728	13,232,340	21,987,880	6,928,755
Current	571,659	142,513	312,626	141,255
Non-current	26,135,069	13,089,827	21,675,254	6,787,500
	26,706,728	13,232,340	21,987,880	6,928,755

a These are quoted equities on the Nigerian Stock Exchange. The fair value is determined by reference to the quoted closing bid price at the end of the reporting period and are derived as follows:

Movement in FVTPL during the period	**Group 2026 N'000**	**Group 2025 N'000**	**Company 2026 N'000**	**Company 2025 N'000**
Fair value at 1 January	173,376	138,264	173,376	138,264
Addition	5,765	5,350	-	5,350
Reclassification		-	-	-
Fair value gain	284,518	30,171	290,283	30,171
Fair value at 30 September	463,659	173,376	463,659	173,376

a(i) **Historical movement in FVTPL**				
Cost at initial recognition	152,278	152,278	152,278	152,278
Accumulated fair value gains/(losses) to date	311,381	21,098	311,381	21,098
Fair value at 30 September	463,659	173,376	463,659	173,376

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

		Group 2026	Group 2025	Company 2026	Company 2025
b	**Amortised Cost**	**N'000**	**N'000**	**N'000**	**N'000**
	FGN treasury bills see note (i) below	571,659	142,513	312,626	141,255
	State/FGN government bonds see note (ii) belo	24,869,201	12,078,605	20,604,387	6,006,916
	Corporate bond see note (iii) below	195,001	230,638	-	-
		25,635,861	12,451,756	20,917,013	6,148,171
	Balance at 1 January	12,505,417	10,226,801	6,192,481	5,113,348
	Additions	14,838,119	3,321,393	15,150,745	1,730,337
	Disposal	-	-	-	-
	Redemption/repayment during the year	(665,740)	(1,262,267)	(733,005)	(688,127)
	Accrued interest	394,371	388,221	351,102	192,869
	Balance at 30 September	27,072,165	12,505,417	20,961,323	6,348,427
	Expected credit loss	(53,661)	(53,661)	(44,311)	(44,311)
		27,018,504	12,451,756	20,917,012	6,148,171
i	**FGN Treasury Bills**				
	Balance at 1 January	142,636	681,948	141,377	142,606
	Additions		-	312,626	-
	Redemption/repayment during the year	29,898	(567,110)	(150,000)	(29,027)
	Accrued interest	29,463	27,798	8,745	27,798
	Balance at 30 September	201,996	142,636	312,748	141,377
	ECL	(122)	(122)	(122)	(122)
		201,874	142,514	312,626	141,255
ii	**FGN Bonds and State Bonds**				
	Balance at 1 January	12,130,991	9,289,793	6,051,105	4,970,742
	Additions	14,838,119	3,321,393	14,838,119	1,730,337
	Disposal	-	-	-	-
	Redemption/repayment during the year	(640,876)	(659,100)	(583,005)	(659,100)
	Accrued interest	344,565	334,850	342,357	165,071
	Exchange (loss)/gain		(155,945)		(155,945)
	Balance at 30 September	26,672,799	12,130,991	20,648,576	6,051,105
	ECL	(52,386)	(52,386)	(44,189)	(44,189)
		26,620,413	12,078,605	20,604,387	6,006,916
iii	**Corporate Bonds**				
	Balance at 1 January	231,791	255,060	-	-
	Additions	-	-	-	-
	Redemption/repayment during the year	(54,762)	(36,055)	-	-
	Accrued interest	20,341	12,786	-	-
	Exchange difference			-	-
	Balance at 30 September	197,370	231,791	-	-
	ECL	(1,153)	(1,153)	-	-
		196,217	230,638	-	-
iv	**Movement in expected credit losses (ECL) during the year**				
	Balance at 1 January	53,661	29,583	44,311	29,280
	Charge during the year	-	24,078	-	15,031
	Balance at 30 September	**53,661**	**53,661**	**44,311**	**44,311**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

v A reconciliation of gross carrying amount and corresponding allowance for ECL

Group	**STAGE 1**	
	Gross carrying amount	**ECL**
	N'000	**N'000**
At 1 January 2026	12,505,417	53,661
New assets originated or purchased	15,232,490	-
Assets derecognized	(665,740)	-
At 30 September 2026	**27,072,167**	**53,661**
At 1 January 2025	10,226,801	29,583
New assets originated or purchased	3,321,393	26,373
Assets derecognized	(1,262,267)	(2,295)
Accrued interest	388,221	-
At 31 December 2025	**12,505,417**	**53,661**
Company		
At 1 January 2026	6,348,427	29,280
New assets originated or purchased	15,501,847	-
Assets derecognized	(733,005)	
At 30 September 2026	**21,117,270**	**29,280**
At 1 January 2025	5,113,348	29,280
New assets originated or purchased	1,730,337	-
Assets derecognized	(688,127)	
Accrued interest	192,869	
At 31 December 2025	**6,348,427**	**29,280**

c Fair value through other comprehensive income

	Group 2026 N'000	**Group 2025 N'000**	**Company 2026 N'000**	**Company 2025 N'000**
Fair value at 1 January	607,207	492,056	607,207	492,056
Additions	-	-	-	-
Fair value gain	-	114,743	-	114,743
Balance at 30 September	**607,207**	**607,208**	**607,207**	**607,208**

Fair value through other comprehensive income consists of equity investment in Waica RE and Systemspec.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

		Group	Group	Company	Company
5	Trade Receivables	**2026**	**2025**	**2026**	**2025**
a	This comprises of:	**N'000**	**N'000**	**N'000**	**N'000**
	Due from insurance brokers	1,781,265	2,801,158	1,781,265	2,801,158
	Due from insurance agents	55,270	55,270	55,270	55,270
	Due from policy holders	33,158	33,158	33,158	33,158
	Due From Insurance Companies	175,791	169,941	175,791	169,941
		2,045,484	3,059,527	2,045,484	3,059,527
	Impairment of trade receivables	(737,985)	(737,985)	(737,985)	(737,985)
		1,307,499	2,321,542	1,307,499	2,321,542
	b. Movement in impairment is as follow:				
	At 1 January	737,985	737,985	737,985	737,985
	Charge for the period	-	-	-	-
	At 30 September 2026	737,985	737,985	737,985	737,985
b	Age analysis of gross premium receivables are as follows:				
	0-30 days	1,307,499	2,321,542	1,307,499	2,321,542
		1,307,499	2,321,542	1,307,499	2,321,542

c Analysis of movement in impairment

	Balance at 1		Provision no	Balance at 30
2026	**January**	**Adjustment**	**longer required**	**September**
Group	**N'000**	**N'000**	**N'000**	**N'000**
Premium receivable from insurance brokers	490,626	-	-	490,626
Premium receivable from insurance agents	55,270	-	-	55,270
Premium receivable from policy holders	33,158	-	-	33,158
Premium receivable from insurance companies	158,911	-	-	158,911
	737,965	-	-	737,965
Company				
Premium receivable from insurance brokers	490,626	-	-	490,626
Premium receivable from insurance agents	55,270	-	-	55,270
Premium receivable from policy holders	33,158	-	-	33,158
Premium receivable from insurance companies	158,911		-	158,911
	737,965	-	-	737,965
2025				
Group				
Premium receivable from insurance brokers	490,626	-	-	490,626
Premium receivable from insurance agents	55,270	-	-	55,270
Premium receivable from policy holders	33,158	-	-	33,158
Premium receivable from insurance companies	158,931	-	-	158,911
	737,985	**-**	**-**	**737,985**
Company				
Premium receivable from insurance brokers	490,626	-	-	490,626
Premium receivable from insurance agents	55,270	-	-	55,270
Premium receivable from policy holders	33,158	-	-	33,158
Premium receivable from insurance companies	158,931		-	158,911
	737,985	**-**	**-**	**737,965**

		Group	Group	Company	Company
d	Movement in premium receivables	**2026**	**2025**	**2026**	**2025**
		N'000	**N'000**	**N'000**	**N'000**
	Opening balance	3,059,527	2,283,601	3,059,527	2,283,601
	Gross written premium during the year	15,044,291	23,710,146	15,044,291	23,733,535

Premium received during the year	(16,058,334)	(22,934,220)	(16,058,334)	(22,957,609)
	2,045,484	3,059,527	2,045,484	3,059,527
Impairment during the year	(737,985)	(737,985)	(737,985)	(737,985)
Balance at 30 September	**1,307,499**	**2,321,542**	**1,307,499**	**2,321,542**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

6 **Other receivables and prepayments**	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Receivables from staff (Note 6a)	206	206	206	206
Deposit for investment (Note 6b)	28,347	28,347	28,347	28,347
Commercial papers (Note 6c)	217,459	217,459	217,459	217,459
Prepayment	421,636	213,057	28,390	49,694
Inventory	580	296	580	296
Receivables from Related parties (Note 6i)	62,033	62,033	62,033	62,033
Fees receivables and other receivables (Note 6d)	1,348,610	943,893	147,275	127,178
Prepaid recapitalisation expenses (Note 6e)	507,169	83,050	507,169	83,050
Witholding tax receivable(Note 6f)	122,141	71,866	77,969	71,866
	2,708,181	1,620,207	1,069,428	640,129
Impairment of other receivables and prepayment (Note 6g)	(402,852)	(402,852)	(402,852)	(402,852)
	2,305,329	**1,217,355**	**666,576**	**237,277**
Current	2,305,326	1,217,355	666,576	237,277
Non-current	-	-	-	-
	2,305,326	1,217,355	666,576	237,277

a Receivables from staff consist of amount due from staff in respect of unutilized upfront allowances.

	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Balance at 1 January	206	8,330	206	8,332
Addition	-	206	-	206
Utilised during the year	-	(8,330)	-	(8,332)
	206	**206**	**206**	**206**

b Included in deposit for investment is the amount with Chapel Hill and Planet Capital Ltd. for purchase of quoted equities on the Nigeria Exchange (NGX) and investment in other financial instruments.

c Commercial papers represents receivables from the following entities

	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
a) TKM Mestro Nigeria Ltd	131,649	131,649	131,649	131,649
b) Off-shore Intergrated Concession Ltd	39,711	39,711	39,711	39,711
c) Kruger Brent Global Services Ltd	46,099	46,099	46,099	46,099
	217,459	217,459	217,459	217,459

ci These commercial papers have been impaired by the company as they are in doubt of recovery.

d Fee receivables includes fees receivable on RSA assets and administrative fees as at year end.

e This represents amount paid to consultants with respect to proposed preference shares to be issued by the company. This was classified as prepaid expense pending the conclusion of the process. On completion, this will be applied against the share premium.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

f **Witholding tax receivables**	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
At 1 January	86,712	55,389	71,866	30,529
Additions	17,395	16,477	6,104	41,337
Utilised during the period(see note 17)	-	-	-	-
Balance at 30 September	104,107	71,866	77,969	71,866

g The movement in impairment charge is as follows:	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Balance at 1 January	402,852	402,852	402,852	402,852
Impairment charge/(write-back) during the year	-	-	-	-
Balance at 30 September	402,852	402,852	402,852	402,852

Group	**Balance at 1 Jan 2026**	**Addition**	**Provision no longer required**	**Adjustment**	**Balance at 30 September 2026**
Commercial papers	217,459	-	-	-	217,459
Receivables from staff	1,369	-	-	-	1,369
Receivables from Related Party (Goldlink)	62,033	-	-	-	62,033
Fees receivable and other receivables	121,991	-	-	-	131,416
	402,852	-	-	-	402,852
Company					
Commercial papers	217,459	-	-	-	217,459
Receivables from staff	1,369	-	-	-	1,369
Receivables from Goldlink	62,033	-	-	-	62,033
Fees receivable and other receivables	131,416	-	-	-	131,416
	412,277	-	-	-	412,277

Group	**Balance at 1 Jan 2025**	**Addition**	**Provision no longer required**	**Adjustment**	**Balance at 31 December 2025**
Commercial papers	217,459	-	-	-	217,459
Receivables from staff	1,369	-	-	-	1,369
Receivables from Related Party (Goldlink)	62,033	-	-	-	62,033
Fees receivable and other receivables	121,991	-	-	-	121,991
	402,852	**-**	**-**	**-**	**402,852**
Company					
Commercial papers	217,459	-	-	-	217,459
Receivables from staff	1,369	-	-	-	1,369
Receivables from Goldlink	62,033	-	-	-	62,033
Fees receivable and other receivables	121,991	-	-	9,425	131,416
	402,852	**-**	**-**	**9,425**	**412,277**

i This relates to amount recoverable from :1.Associates- Goldlink Insurance Plc. As at 30 September 2025, the amount relates to various expenses incurred on their behalf amounting to N62.033 million (2024, N62.033 milion).

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

7 Investment in Subsidiaries

Veritas Kapital has 2 subsidiaries as at 30 November 2025. The details of the subsidiaries and principal activities are detailed below:

	Company 2026 N'000	Company 2025 N'000
Veritas Glanvills Pension Limited at cost(a)	3,610,000	3,610,000
Veritas Health Care Limited at cost (b)	416,300	416,300
	4,026,300	**4,026,300**

a Veritas Glanvills Pension Limited has issued ordinary share capital of 5 billion units of N1 each.

Veritas Kapital holds 3.5 billion (70%): The company was incorporated on 20 April 2005, and licenced by National Pension Commission to carry on business of a Pension Fund Administrator on 19 June 2007. Its principal place of business is Lagos.

b Veritas HealthCare Limited has issued ordinary share capital of 429,075,000 units of N1 each Veritas Kapital holds 401,000,000 units (93.5%): The company carries on the business of a health maintenance organisation, and its principal place of business is Abuja.

Management tested investment in subsidiaries for impairment and concluded that there was no indication of impairment. Summarized financial information in respect of each of the Group's subsidiaries is set out below. The summarized financial information below represents amounts before intragroup eliminations.

	Veritas Glanvill Pension		Veritas Healthcare Limited	
	2026 N'000	2025 N'000	2026 N'000	2025 N'000
Total revenue	3,206,741	3,318,913	938,036	618,225
Profit before tax	839,332	953,711	203,279	74,433
Other comprehensive (loss)/income		-		1,118
Total comprehensive income		953,711		76,669
Total assets	9,095,786	8,322,650	1,015,932	908,150
Total liabilities	1,378,825	1,198,696	(120,269)	213,565
Shareholders fund	7,716,961	7,123,954	(897,865)	694,585

c Movement in Investment in Subsidiaries

	Group		Company	
	2026	2025	2026	2025
Veritas Glanvills Pensions Ltd	N'000	N'000	N'000	N'000
Balance at January 1	-	-	3,610,000	3,610,000
Balance at 30 September	-	-	3,610,000	3,610,000
Investment in Veritas Healthcare Ltd	N'000	N'000	N'000	N'000
Balance at January 1	-	-	416,300	416,300
Balance at 30 September	-	-	416,300	416,300

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

		Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
8	**Investment in Associates**	1,010,650	1,010,650	1,010,650	1,010,650
	Share of associate loss	(1,010,650)	(1,010,650)	(1,010,650)	(1,010,650)
		-	-	-	-

GOLDLINK Insurance Plc

Veritas Kapital holds 1,268,064,351 (2024:1,268,314,351) ordinary shares representing 51.53% (2024:51.53%) holdings in Goldlink Insurance Plc as at 31 December 2025.

Goldlink Insurance Plc became associate company of Veritas Kapital in 2011 but was taken over by the regulatory authority - National Insurance Commission (NAICOM) for infraction of insurance regulations and its Board of Directors was dissolved in 2012.

Though Veritas Kapital holds majority shares in Goldlink Insurance Plc. (51.53%) the investment has been treated as an associate and accounted for using equity method at both the Company and Group level.
In arriving at the decision to treat the investment as an associate, the Board of Directors considered if Veritas Kapital has control over Goldlink Insurance Plc based on the requirements of IFRS 10. IFRS 10.5 states that an investor regardless of the nature of its involvement with an entity is required to determine whether it is a parent by assessing whether it controls the investee.

Specifically, IFRS 10 states that an investor controls an investee if and only if the investor has the following:

- Power over the investee;
- Exposure, or rights, to variable returns from its involvement with the investee; and
- The ability to use its power over the investee to affect the amount of the investor’s returns.

Based on assessment carried out, Directors concluded that Veritas Kapital does not have the power over the investee because the relevant activities of Goldlink Insurance Plc are subject to direction of the NAICOM instituted Board of Directors. The Board of Directors report directly to NAICOM on all its activities and resolutions are subject to the NAICOM

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

9 Property, plant and equipment

Group

Cost/valuation	**Leasehold land N'000**	**Building N'000**	**Office computer equipment N'000**		**Motor vehicles N'000**	**Office furniture and fittings N'000**	**Work in progress N'000**	**Total N'000**
At 1 January	2,070,500	3,704,877	1,015,213		998,017	266,357	157,589	8,212,552
Additions	-	5,726	324,888	-	105,150	7,921	25,048	468,733
Revaluation adjustments	-	-	-	-	-	-	-	-
Transfer/ reclassification	-	5,108	-	-	-	-	-	5,108
Disposals	-	-	-	-	343,654	-	(25,049)	318,605
At 30 September 2026	**2,070,500**	**3,715,711**	**1,340,101**		**1,446,821**	**274,278**	**157,588**	**9,004,998**
Accumulated depreciation								
At 1 January	-	279,291	664,493		766,186	214,510	-	1,924,479
Depreciation	-	42,532	77,499	-	107,173	14,883	-	242,087
Disposals	-	-	-	-	-	-	-	-
At 30 September 2026	**-**	**321,823**	**741,992**		**873,359**	**229,393**	**-**	**2,166,566**
Carrying amount at 30 September 2026	**2,070,500**	**3,393,888**	**598,109**		**573,462**	**44,885**	**157,588**	**6,838,432**

Cost/valuation	**Leasehold land N'000**	**Building N'000**	**Office computer equipment N'000**		**Motor vehicles N'000**	**Office furniture and fittings N'000**	**Work in progress N'000**	**Total N'000**
At 1 January	2,028,100	3,640,946	771,924		1,004,894	249,768	4,950.00	7,700,581
Additions	-	21,556	142,755		50,350	20,040	157,589.00	392,290
Revaluation adjustments	42,400	141,162	-		-	-	-	183,562
Transfer/ reclassification	-	(98,787)	103,737		-	-	(4,950.00)	-
Disposals	-	-	(3,203)	-	(57,227)	(3,451)	-	(63,881)
At 31 December 2025	2,070,500	3,704,877	1,015,213		998,017	266,357	157,589	8,212,552
Accumulated depreciation								
At 1 January	-	202,942	590,144		690,765	196,397	-	1,680,247
Depreciation expenses	-	79,086	73,957	-	118,010	21,564	-	292,617
Transfer/ Reclassification	-	(2,737)	2,737		-	-	-	-
Disposals	-	-	(2,345)	-	(42,589)	(3,451)	-	(48,385)
At 31 December 2025	-	279,291	664,493	-	766,186	214,510	-	1,924,479
Carrying amount as at 31 December 2025	**2,070,500**	**3,425,586**	**350,720**	**-**	**231,831**	**51,847**	**157,589**	**6,288,073**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

9 Property, plant and equipment - Continued (113)

Company

Cost/valuation	**Leasehold land N'000**	**Building N'000**	**Office computer equipment N'000**		**Motor vehicles N'000**	**Office furniture and fittings N'000**	**Work in progress N'000**	**Total N'000**
At 1 January	2,070,500	2,925,369	543,491	-	389,627	156,057	-	6,085,045
Additions	-	-	-	-	343,654	-	387,153	730,807
Revaluation adjustments	(42,400)	42,399	21,248	-	-	(458)	-	20,788
Transfer/ Reclassification	-	5,108	-	-	-	-	-	5,108
Disposals	-	-	(18,971)	-	-	-	(387,153)	(406,124)
At 30 September 2026	2,028,100	2,972,877	545,768		733,281	155,599	(0)	6,435,624
Accumulated depreciation								
At 1 January	-	197,268	324,592	-	280,789	132,564	-	935,213
Depreciation expenses	-	30,859	35,951	-	65,376	8,316	-	140,502
Disposals	-		(22,063)	-	-	(3,135)	-	(25,198)
At 30 September 2026	-	228,127	338,480	-	346,165	137,746	-	1,050,517
Carrying amount at 30 September 2026	**2,028,100**	**2,744,750**	**207,288**		**387,116**	**17,853**	**(0)**	**5,385,107**

Cost/valuation	**Leasehold land N'000**	**Building N'000**	**Office computer equipment N'000**	**Motor vehicles N'000**	**Office furniture and fittings N'000**	**Work in progress N'000**	**Total N'000**
At 1 January	2,028,100	2,861,816	371,504	395,645	157,394	4,950	5,819,409
Additions	-	21,178	70,508	-	2,114	-	93,800
Revaluation adjustments	42,400	141,162	-	-	-	-	183,562
Transfer/ Reclassification	-	(98,787)	103,737	-	-	(4,950)	-
Disposals	-	-	(2,258)	(6,018)	(3,451)	-	(11,727)
At 31 December	2,070,500	2,925,369	543,491	389,627	156,057	-	6,085,045
Accumulated depreciation							
At 1 January	-	136,417	287,011	237,009	125,073	-	785,510
Depreciation expenses	-	63,590	37,102	47,291	10,941	-	158,924
Transfer/ Reclassification	-	(2,737)	2,737	-	-		-
Disposals	-	-	(2,258)	(3,511)	(3,451)	-	(9,220)
At 31 December	-	197,270	324,592	280,789	132,563	-	935,214
Carrying amount as at 31 December 2025	**2,070,500**	**2,728,099**	**218,899**	**108,838**	**23,494**	**-**	**5,149,831**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

9 Property, plant and equipment - Continued

a Land and Building were independently valued by Jide Taiwo & Co, Real Estate survayors (FRC/2012/00000000254) and signed by Apeh Jeremiah (FRC/2019/NIESV/00000019829), in 2025 to ascertain the open market value of land and building .The open market value of land and building as at 31 December 2025 was N5,496; company N4,798 million (2024: N5,466; Company N4,754 million)

b Valuation technique and significant unobservation inputs

The following table shows the valuation technique used in measuring the value of the land & building, as well as the significant unobservable inputs used.

Valuation technique	Significant Observable Input	Sensitivity
The fair values are determined by applying market value approach. This valuation model reflects the current price on actual transaction for similar properties in the neighbourhood in recent time. References were made to prices of land and comparable properties in the neighbourhood.The data obtained were analysed and adjustments was made to reflect differences in site area and the actual location, quality of construction and off-site facilities.	-Price PER square meter. -Rate of development in the area. -Location of the building. -Commercial neighbourhood. -Specialised nature of the building -Accessibilty to transport links. - Physical condition	The estimated fair value would increase/ (decrease) if the rate of development in the area increases/ (decreases), quality of the building increases / (decreases), influx of people and/or business to the area increases/ (decreases)

c Leasehold land and building Comprises:

	2026			2025		
	Leasehold Land N'000	Building N'000	Total N'000	Leasehold Land N'000	Building N'000	Total N'000
Group						
Plot 1698 C and D Oyin Jolayemi St. V.I. Lagos	-	702,394	702,394	-	697,486	697,486
Plot 497 Abogo Largema Street. Off Const. Ave. CBD	1,816,900	2,362,298	4,179,198	1,854,700	2,494,600	4,349,300
Plot 173 Oshodi-Gbagada express way, opp. UPS, Gbagada, Lagos.	211,200	233,000	444,200	215,800	233,500	449,300
	2,028,100	3,297,692 -	5,325,792	2,070,500	3,425,586	5,496,086
Company						
Plot 497 Abogo Largema Street. Off Const. Ave. CBD	1,816,900	2,362,753	4,179,653	1,854,700	2,494,600	4,349,300
Plot 173 Oshodi-Gbagada express way, opp. UPS, Gbagada, Lagos.	211,200	233,000	444,200	215,800	233,500	449,300
	2,028,100	2,595,753 -	4,623,853	2,070,500	2,728,100	4,798,600

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

9 Property, plant and equipment - Continued

d Movement in leasehold land and building is as follows:

Group	**1-Jan-26**	**Addition**	**Disposals**		**Transfer**	**Depreciation**	**Revaluation adjustment**	**30-Sep-26**
Property Location/Description	**N'000**	**N'000**	**N'000**		**N'000**	**N'000**	**N'000**	**N'000**
Plot 1698 C and D Oyin Jolayemi St. V.I. Lagos	697,487	-	-		-	-	-	697,487
Plot 497 Abogo Largema Street. Off Const. Ave. CBD	4,349,300	-	-		5,108	(42,156)	-	4,312,252
Plot 173 Oshodi-Gbagada express way, opp. UPS, Gbagada, Lagos.	449,299	-	-		-	-	-	449,299
	5,496,086	**-**	**-**	**-**	**5,108**	**(42,156)**	**-**	**5,459,038**

	1-Jan-25	**Addition**	**Disposals**		**Transfer**	**Depreciation**	**Revaluation adjustment**	**31-Dec-25**
Property Location/Description	**N'000**	**N'000**	**N'000**		**N'000**	**N'000**	**N'000**	**N'000**
Plot 1698 C and D Oyin Jolayemi St. V.I. Lagos	712,606	378	-		-	(15,453)	(44)	697,487
Plot 497 Abogo Largema Street. Off Const. Ave. CBD	4,309,301	15,637	-		(83,208)	(58,077)	165,647	4,349,300
Plot 173 Oshodi-Gbagada express way, opp. UPS, Gbagada, Lagos.	444,199	5,541	-		(12,842)	(5,556)	17,958	449,299
	5,466,105	21,556	-	-	(96,050)	(79,086)	183,561	5,496,086

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

9 Property, plant and equipment - Continued

d Movement in leasehold land and building is as follows:

Company Property Location/Description	1-Jan-26 N'000	Addition N'000	Disposals N'000	Transfer/Adjustment N'000	Depreciation N'000	Revaluation adjustment N'000	30-Sep-26 N'000
Plot 497 Abogo Largema Street. Off Const. Ave. CBD	4,349,302	-	-	5,108	(27,576)	-	4,326,833
Plot 173 Oshodi-Gbagada Express way, opp. UPS, Gbagada, Lagos.	449,298	-	-	-	(2,604)	-	446,693
	4,798,599	-	-	5,108	(30,181)	-	4,773,527

Property Location/Description	1-Jan-25 N'000	Addition N'000	Disposals N'000		Transfer N'000	Depreciation N'000	Revaluation adjustment N'000	31-Dec-25 N'000
Plot 497 Abogo Largema Street. Off Const. Ave. CBD	4,309,302	15,637	-		(83,208)	(58,034)	165,604	4,349,302
Plot 173 Oshodi-Gbagada Express way, opp. UPS, Gbagada, Lagos.	444,197	5,541	-		(12,842)	(5,556)	17,958	449,298
	4,753,499	21,178	-	-	(96,050)	(63,590)	183,562	4,798,599

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

		Company 2026 N'000	Company 2025 N'000
10	**Goodwill**		
	Balance at 1 January	316,884	316,884
	Adjustment	-	-
	Balance at 30 September	316,884	316,884
	The goodwill is arising on acquisitions in the following subsidiaries:		
	VG Pension	316,884	316,884
	Veritas Health Care Limited	-	-
		316,884	316,884
a	Analysis of movement		
	Balance at 1 January	316,884	316,884
	Balance at 30 September	316,884	316,884

The goodwill recognised on acquisition of Veritas Healthcare Limited (N69.56 million) has been fully impaired.

The calculation of value-in-use was based on the following key assumptions
- The cashflows were projected based on the company's approved budget. The cashflows were based on past experiences and were adjusted to reflect expected future performances of the company .

The key assumptions described above may change as economic and market conditions change. The company estimates that reasonably possible changes in these assumptions would not cause the recoverable Amount of either CGU to decline below The carrying amount.

Assessment of impairment on goodwill was developed by the management of the company.

11 Intangible assets

This comprises of acquired computer software which does not form part of a related hardware.

Computer software	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Cost				
Balance, at 1 January	1,155,667	1,148,707	999,590	999,590
Additions	64,271	6,960	-	
Balance at 30 September	**1,219,938**	**1,155,667**	**999,590**	**999,590**
Accumulated amortisation				
Balance, at 1 January	744,471	596,918	599,584	460,424
Amortisation	116,735	147,553	103,332	139,160
Balance at 30 September	**861,206**	**744,471**	**702,916**	**599,584**
Carrying amount at 30 September 2026	**358,732**	**411,196**	**296,674**	**400,006**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

		Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
12	**Statutory deposit**	1,855,000	355,000	1,855,000	355,000

This represent amount deposited with the Central Bank of Nigeria (CBN) as at 30 November, 2025 in pursuant to section 9(1) and section 10(3) of insurance Act 2003. Interest income earned on this deposit is included in investment income. (See note 34)

13 Other technical liabilities

Trade payables represent amounts payable to reinsurance, co-insurers, agents and brokers at period end. The carrying amounts disclosed below approximate the fair values at the reporting date.

This is analysed as follows:	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Commission payable	193,830	-	193,830	-
Co-insurance premium payable	2,205,641	2,505,585	2,205,641	2,505,585
	2,399,471	**2,505,585**	**2,399,471**	**2,505,585**

a Movement on commission (Acquisition cost) payable

Balance at 1 january	-	-	-	-
Acquisition cost during the year	193,830	-	193,830	-
Acqusition cost paid during the year		-	-	-
Balance at 30 September	**193,830**	**-**	**193,830**	**-**

b Movement in co-insurance premium payable

Balance at 1 january	2,505,586	2,367,916	2,505,585	2,367,915
Addition during the year	2,205,641	2,505,585	2,205,641	2,505,585
Co-insurance premium owing paid	(2,505,586)	(2,367,916)	(2,505,585)	(2,367,915)
Balance at 30 September	**2,205,641**	**2,505,586**	**2,205,641**	**2,505,585**

14 Retirement benefit obligation	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Gratuity scheme	8,911	12,622	-	-
Balance at 1 january	12,622	27,712	-	-
Contributions in the period	-	-	-	-
Payments during the year	(3,711)	(15,090)	-	-
Balance at 30 September	8,911	12,622	-	-

a Defined Benefit Scheme

Veritas Healthcare Limited has a non-contributory defined gratuity scheme whereby on separation, staff who have spent a minimum of five (5) years are paid a sum based on their qualifying emoluments and the number of years spent in service of the Company. The actuarial valuation of the scheme for 31 December 2024 was performed by PENMED Actuarial Consultants FRC/2014/NAS/0000000953 and signed by Bode Olajumoke (FRC/2014/NAS/0000000953).

Summary of membership data	**2026**	**2025**
Active Members	8	9
Total annual emoluments	N108.8mn	N97.8mn
Average Liability duration over future service	18	17

Underlying assumptions

The rate used to discount Pre-retirement employment benefit obligations is determined in line with IAS19, with reference to market yields at the balance sheet date on high quality corporate bonds. The following are the significant assumptions adopted in the computations.

Valuation interest rate	22.0%
Salary increase rate	25.0%

Benefit Liability	**Group 2026 N'000**	**Group 2025 N'000**
(Deficit) / Surplus of Funded Plans	8,911	28,401
Liability Recognized	8,911	28,401

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

14 Retirement benefit obligation - Continued

(i) Reconciliation of Defined Benefit Obligation

Changes in the present value of the defined benefit obligation are as follows;

	Group 2026 N'000	Group 2025 N'000
At 1 January	28,401	27,710
Current service cost*	-	4,319
Interest Cost	-	4,987
Benefit paid	(3,709)	(10,309)
Actuarial (gains) due to change in financial assumptions	-	1,694
Balance at 30 September	24,692	28,401

*Current service cost was included as part of staff cost in note 36.

Pension scheme

The employees of the Company are members of a state arranged Pension scheme (Pension Reform Act, 2004) which is managed by several Pension Funds Administrators. The only obligation of the Company with respect to this pension plan is to make the specified contributions.

15 Provisions and other payables	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Life insurance fund (Note 15a)	131,417	131,417	131,417	131,417
PAYE tax, VAT, NHF and other remitable deductions	936,157	638,589	861,957	427,303
Staff accounts (Note 15b)	339,226	541,242	339,226	314,661
Accrued professional fees (Note 15c)	260,208	144,530	114,246	143,530
Accrued NAICOM levy	377,406	242,336	377,406	242,336
Supplies & Services Bills Payables (Note 15e)	1,590,725	210,391	1,590,725	210,268
Other accruals and payables (Note 15f)	470,770	546,129	367,051	223,843
Commission payable (Note)	-	223,843	-	377,827
Unclaimed dividends	6,468	6,468	6,468	6,468
Due to employees	145,856	4,051	2,465	4,052
Pension protection fund(Note 15d)	742,483	588,618	-	-
	5,000,716	3,277,614	3,790,961	2,081,705

a Life insurance fund arose from the business of the defunct Kapital Insurance Company Limited that ceased life business in 2007 because the emerged Unity Kapital and then Veritas Kapital is not licensed to carry on life business. The fund was kept in abeyance pending transfer to a Life Assurance Company.

b Staff account balance is in respect, unremitted amount on behalf of staff to various PFAs for the month of December 2025 and deductions from staff salary to be remitted to their co-operative scheme administrator. As at January 2026, staff related benefits have been fully settled.

c Accrued professional fees include accrual for audit fees, tax review and actuarial fees.

d Pension protection fund represents pension protection fund maintained by the pension fund administrators as a cushion to Pensioner whose pension balance is not enough to guarantee at least 2/3 of the Federal Government minimum wage bill on retirement based on section 82 of the Pension Reform Act, 2014

e Suppliers and service bills payables relates to outstanding payments due to vendors and suppliers for services rendered.

f Other accruals and payables are made up of the following

	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Unmatched inflows	162,430	338,924	**162,430**	338,924
Retention fee to contractors	421	1,984	**421**	1,984

Unpresented cheques	13,046	-	13,046	-
Accruals	127,947	220,844	24,228	36,919
	303,844	**561,752**	**200,125**	**377,827**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

		Group 2026	Group 2025	Company 2026	Company 2025
15	**Provisions and other payables - Continued**	**N'000**	**N'000**	**N'000**	**N'000**
	Current	4,120,348	2,327,268	3,653,076	1,719,977
	Non-Current	880,368	950,346	137,885	137,885
		5,000,716	**3,277,614**	**3,790,961**	**1,857,862**

		Group 2026	Group 2025	Company 2026	Company 2025
16	**Income tax liabilities**	**N'000**	**N'000**	**N'000**	**N'000**
	Company income tax	200,775	27,905	139,791	-
	Development levy		110,042		110,042
	Education tax	-	-	-	-
	Information technology levy	-	-	-	-
	Police Trust Fund	-	-	-	-
	Under provision in prior years	-	-	-	-
	Deferred tax expense or write back	-	6,992	-	-
	Per income statement	200,775	144,939	139,791	110,042
	Balance at beginning of the year	275,050	404,691	130,294	173,210
	Witholding tax utilsed (Note 6f)	-	-	-	-
	Payments	(483,531)	(274,580)	(112,453)	(152,958)
	Per statement of financial position	**(7,706)**	**275,050**	**157,632**	**130,294**
16.1	**Deferred tax asset**				
	At 1 January	21,745	21,745	21,745	21,745
	Write back to income statement	-	-	-	-
	Balance at 30 September	**21,745**	**21,745**	**21,745**	**21,745**
16.2	**Deferred tax liability**				
	At 1 January	503,474	394,482	313,840	212,416
	Charges for the year	-	6,992	-	-
	Other comprehensive income	-	102,000	-	101,424
	Balance at 30 September	**503,474**	**503,474**	**313,840**	**313,840**
	Movements in deferred tax liabilities during the year:				
	Recognised in other comprehensive income during the year:				
	Net acturial gains on retirement benefit obligation	-	952	-	-
	Gain on revaluation of property, plant and equipment	-	(415,959)	-	(225,374)
	Fair value gain on financial asset at FVOCI	-	(88,467)	-	(88,466)
	Recognised in profit or loss during the year:	-		-	
	Propety and equipment	-	-	-	-
	Intangible assets	-	-	-	-
		-	**(503,474)**	**-**	**(313,840)**
	Movement in deferred tax asset				
	Recognized in profit or loss during the year				
	Property and equipment	**-**	**(39,109)**	**-**	**-**
		-	**(39,109)**	**-**	**-**
	Deferred tax assets are attributable to the following item:				
	Property and equipment		**21,745**		**21,745**
	Cash and cash equivalents		**-**		**-**
		-	**21,745**	**-**	**21,745**
	Deferred tax liabilities are attributable to the following items:				
	Net acturial gains on retirement benefit obligation	-	952	-	-
	Fair value gains on PPE	-	(415,959)	-	(225,374)
	Fair value gains on equity instruments at FVOCI	-	(88,467)	-	(88,466)
		-	**(503,474)**	**-**	**(313,840)**

16.3 Net deferred tax liability

Deferred tax asset	503,474	503,474	313,840	313,840
Deferred tax liability	(21,745)	(21,745)	(21,745)	(21,745)
Net deferred tax liability	**481,729**	**481,729**	**292,095**	**292,095**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

17 Insurance and reinsurance contracts

The breakdown of groups of insurance contracts issued and reinsurance contracts held, that are in an asset position and those in a liability position is set out in the table below:

	Group 2026	Group 2025	Company 2026	Company 2025
Insurance contract liabilities	**N'000**	**N'000**	**N'000**	**N'000**
Insurance contract liabilities (excluding insurance acquisition cash flows assets and other pre-recognition cash flows)	16,882,565	10,405,779	16,882,565	10,405,779
Insurance acquisition cash flows	(768,605)	(699,246)	(768,605)	(699,246)
Other pre-recognition cash flows	-	-	-	-
Insurance contract liabilities	**16,113,960**	**9,706,533**	**16,113,960**	**9,706,533**
Reinsurance contract assets				
Insurance contract assets (excluding reinsurance deferred acquisition income cash flows, other pre recognition cash flows and reinsurance payables)	4,953,869	3,660,724	4,953,869	3,660,724
Reinsurance deferred acquisition income cash flows	(253,943)	(381,511)	(253,943)	(381,511)
Other pre-recognition cash flows	-	-	-	-
Reinsurance payables	-	-	-	-
	4,699,926	**3,279,213**	**4,699,926**	**3,279,213**
Assets for remainging coverage (ARC)				
Excluding loss component	2,510,399	2,001,062	2,510,399	2,001,062
Loss component	-	-	-	-
	2,510,399	**2,001,061**	**2,510,398**	**2,001,061**
Assets for Incurred Claims (AIC)				
Estimate of present value of future cashflows	2,067,539	1,186,112	2,067,539	1,186,112
Risk Adjustment	121,988	92,039	121,988	92,039
	2,189,527	**1,278,151**	**2,189,527**	**1,278,151**
	4,699,926	**3,279,212**	**4,699,925**	**3,279,212**

Insurance contract liabilities	Group 2026	Group 2025	Company 2026	Company 2025
Liabilities for remaining coverage (LRC)	**N'000**	**N'000**	**N'000**	**N'000**
Excluding loss component	4,472,604	3,881,780	4,472,604	3,881,780
Loss component	-	-	-	-
	4,472,604	**3,881,780**	**4,472,604**	**3,881,780**
Liability for Incurred Claims				
Estimate of present value of future cash flows	11,172,975	5,429,336	11,172,975	5,429,336
Risk adjustment for non-financial risk	468,381	395,417	468,381	395,417
	11,641,356	**5,824,753**	**11,641,356**	**5,824,753**
Insurance contract liabilities	**16,113,960**	**9,706,533**	**16,113,960**	**9,706,533**

Group

	2026			2025		
	Asset	Liabilities	Net	Asset	Liabilities	Net
	₦'000	**₦'000**	**₦'000**	**₦'000**	**₦'000**	**₦'000**
Insurance contact issued						
General Accident	-	604,267	604,267	-	462,454	462,454
Agriculture	-	391,359	391,359	-	327,607	327,607
Aviation	-	1,797,397	1,797,397	-	2,185,450	2,185,450
Bond	-	(112,634)	(112,634)	-	18,563	18,563
Engineering	-	356,605	356,605	-	544,875	544,875
Fire	-	898,607	898,607	-	1,025,614	1,025,614
Marine	-	762,708	762,708	-	528,631	528,631
Motor	-	1,850,019	1,850,019	-	603,767	603,767
Oil & Gas	-	9,565,632	9,565,632	-	4,009,572	4,009,572
	-	**16,113,960**	**16,113,960**	**-**	**9,706,533**	**9,706,533**
Reinsurance contracts held						
General Accident	(156,260)	-	(156,260)	(83,654)	-	(83,654)

Agriculture	(184,363)	-	(184,363)	(196,288)	-	(196,288)
Aviation	(1,329,535)	-	(1,329,535)	(1,496,677)	-	(1,496,677)
Bond	(65,311)	-	(65,311)	(3,254)	-	(3,254)
Engineering	(156,022)	-	(156,022)	(157,398)	-	(157,398)
Fire	(303,470)	-	(303,470)	(354,574)	-	(354,574)
Marine	(175,424)	-	(175,424)	(186,182)	-	(186,182)
Motor	(250,035)	-	(250,035)	(97,912)	-	(97,912)
Oil & Gas	(2,079,506)	-	(2,079,506)	(703,274)	-	(703,274)
	(4,699,926)	**-**	**(4,699,926)**	**(3,279,213)**	**-**	**(3,279,213)**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

17 The breakdown of groups of insurance contracts issued and reinsurance contracts held, that are in an asset position and those in a liability position is set out in the table below:

Company

	2026			2025		
	Asset	Liabilities	Net	Asset	Liabilities	Net
	₦'000	**₦'000**	**₦'000**	**₦'000**	**₦'000**	**₦'000**
Insurance contact issued						
Accident	-	604,267	604,267	-	462,454	462,454
Agriculture	-	391,359	391,359	-	327,607	327,607
Aviation	-	1,797,397	1,797,397	-	2,185,450	2,185,450
Bond	-	(112,634)	(112,634)	-	18,563	18,563
Engineering	-	356,605	356,605	-	544,880	544,880
Fire	-	898,607	898,607	-	1,025,611	1,025,611
Marine	-	762,708	762,708	-	528,631	528,631
Motor	-	1,850,019	1,850,019	-	603,765	603,765
Oil & Gas	-	9,565,632	9,565,632	-	4,009,572	4,009,572
	-	**16,113,960**	**16,113,960**	**-**	**9,706,533**	**9,706,533**
Reinsurance contracts held						
Accident	(156,260)	-	(156,260)	(83,654)	-	(83,654)
Agriculture	(184,363)	-	(184,363)	(196,288)	-	(196,288)
Aviation	(1,329,535)	-	(1,329,535)	(1,496,678)	-	(1,496,678)
Bond	(65,311)	-	(65,311)	(3,254)	-	(3,254)
Engineering	(156,022)	-	(156,022)	(157,397)	-	(157,397)
Fire	(303,470)	-	(303,470)	(354,574)	-	(354,574)
Marine	(175,424)	-	(175,424)	(186,182)	-	(186,182)
Motor	(250,035)	-	(250,035)	(97,912)	-	(97,912)
Oil & Gas	(2,079,506)	-	(2,079,506)	(703,274)	-	(703,274)
	(4,699,926)	**-**	**(4,699,926)**	**(3,279,213)**	**-**	**(3,279,213)**

The subsequent individual portfolio roll forward for insurance contract liabilities and reinsurance contract assets represents both group and company.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

17a **Reconciliation of insurance contract liabilities (Extended roll forward)**

Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims

The Company disaggregates information to provide disclosure in respect of major product lines separately This disaggregation has been determined based on how the company is managed.

The roll forward presented below shows a summarized position of all the portfolios.

Company

Reconciliation of 2026

	Liabilities for remaining coverage		Liability for Incurred Claims		
	Excluding loss component	Loss component	Estimate of present value of future cashflows	Risk Adjustment	Total
	₦'000	₦'000	₦'000	₦'000	₦'000
Opening insurance contract liabilities	3,881,780	-	5,429,336	395,418	9,706,534
Opening insurance contract assets	-	-	-	-	-
Net Insurance contract liabilities	3,881,780	-	5,429,336	395,418	9,706,534
Insurance revenue	**(14,586,407)**	**-**	**-**	**-**	**(14,586,407)**
Insurance service expense:	-	-	-	-	-
Incurred claims	-	-	7,631,472	72,964	7,704,436
Amortisation of insurance acquisition cash flows	2,350,508	-	-	-	2,350,508
Other acquisition (Maintenamce expense) expensed during the year	110,507	-	-	-	110,507
Changes related to past service ie changes in fulfilment cash flows relating to incurred claims	-	-	-	-	-
Total Insurance service expenses	**2,461,015**	**-**	**7,631,472**	**72,964**	**10,165,451**
Investment components	-	-	-	-	-
Insurance service result	**(12,125,392)**	**-**	**7,631,472**	**72,964**	**(4,420,956)**
Insurance finance expenses	-	-	-	-	-
Total change in comprehensive income	**(12,125,392)**	**-**	**7,631,472**	**72,964**	**(4,420,956)**
Cashflows					
Premiums received	16,058,334	-	-	-	16,058,334
Claims and expenses paid	-	-	(1,887,835)	-	(1,887,835)
Other directly attributable expenses paid	-	-	-	-	-
Acquisition costs paid on policies initially recognized during the year	(2,544,338)	-	-	-	(2,544,338)
Other acqusition (Maintenance expense) paid during the year	(110,507)	-	-	-	(110,507)
Total cashflows	**13,403,489**	**-**	**(1,887,835)**	**-**	**11,515,654**
Items reported in SOFP (Non-cashflows items)					
Impact of commission payable on policies initially recognized	193,830	-	-	-	193,830
Impact of changes in LRC	132,936	-	-	-	132,936
Impact of trade receivables on policies initially recognized	(1,014,043)	-	-	-	(1,014,043)
Total cashflows	**(687,277)**	**-**	**-**	**-**	**(687,277)**
Closing insurance contract liabilities	4,472,600	-	11,172,973	468,382	16,113,955
Closing insurance contract assets	-	-	-	-	-
Net closing balance	**4,472,600**	**-**	**11,172,973**	**468,382**	**16,113,955**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

17b Reconciliation of reinsurance contract assets (Extended roll forward)

The roll-forward of the net asset or liability for reinsurance contracts held showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to reinsurers is disclosed in the table below:

	2026				
	Asset for remaining coverage		Amount recoverable on Incurred Claims		
	Excluding loss comonent	Loss component	Estimate of present value of future cashflows	Risk Adjustment	Total
	₦'000	₦'000	₦'000	₦'000	₦'000
Opening re-insurance contract assets	2,001,066	-	1,186,110	92,039	3,279,215
Opening re-insurance contract liabilities	-				
Net re-insurance contract assets	2,001,066	-	1,186,110	92,039	3,279,215
Allocation of reinsurance premium	(9,053,111)		-	-	(9,053,111)
Amounts recoverable from reinsurers for incurred claims	-	-	1,635,472	29,949	1,665,421
Other incurred directly attributable expenses	-	-	-	-	-
Changes to amounts recoverable for incurred claims	-	-	-	-	-
Reinsurance Investment components	-	-		-	-
Net income or expense from reinsurance contracts held	**(9,053,111)**	**-**	**1,635,472**	**29,949**	**(7,387,690)**
Reinsurance finance income	-	-	-	-	-
Total change in comprehensive income	**(9,053,111)**	**-**	**1,635,472**	**29,949**	**(7,387,690)**
Cashflows					
Premiums and similar expense paid	9,562,448	-	-	-	9,562,448
Amounts received	-	-	(754,043)	-	(754,043)
	9,562,448	**-**	**(754,043)**	**-**	**8,808,405**
Items reported in SOFP (Non-cashflows items)					
Impact of changes in ARC					-
	-	**-**	**-**	**-**	**-**
Closing re-insurance contract assets	2,510,403	-	2,067,539	121,988	4,699,930
Closing re-insurance contract liabilities	-	-	-	-	-
Net closing balance	**2,510,403**	**-**	**2,067,539**	**121,988**	**4,699,930**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

17a Reconciliation of insurance contract liabilities (Extended roll forward)

Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claims

The Company disaggregates information to provide disclosure in respect of major product lines separately This disaggregation has been determined based on how the company is managed.

The roll forward presented below shows a summarized position of all the portfolios.

Company

Reconciliation of 2025

	Liabilities for remaining coverage		Liability for Incurred Claims		
	Excluding loss component	Loss component	Estimate of present value of future cashflows	Risk Adjustment	Total
	₦'000	₦'000	₦'000	₦'000	₦'000
Opening insurance contract liabilities	2,751,065	-	12,992,734	559,828	16,303,626
Opening insurance contract assets	-	-	-	-	-
Net Insurance contract liabilities	2,751,065	-	12,992,734	559,828	16,303,626
Insurance revenue	(22,579,472)	-	-	-	(22,579,472)
Insurance service expense	-	-	-	-	-
Incurred claims and other expenses	-	-	6,373,972	24,757	6,398,730
Other directly attributable expenses			293,838		293,838
Amortisation of insurance acquisition cash flows	2,921,081	-	-	-	2,921,081
Other acquisition (Maintenamce expense) expensed during the year	84,836	-	-	-	84,836
Changes related to future service	-	-			-
Changes related to past service	-	-	(6,067,369)	(189,169)	(6,256,538)
Total Insurance service expenses	**3,005,917**	**-**	**600,441**	**(164,412)**	**3,441,947**
Investment components	-	-	-	-	-
Insurance service result	**(19,573,555)**	**-**	**600,441**	**(164,412)**	**(19,137,525)**
Insurance finance expenses			2,853,243	-	2,853,243
Total change in comprehensive income	**(19,573,555)**	**-**	**3,453,684**	**(164,412)**	**(16,284,282)**
Cashflows					
Premiums received	22,934,220	-	-	-	22,934,220
Claims and expenses paid	-	-	(10,929,498)	-	(10,929,498)
Other directly attributable expenses paid	-		(293,838)		(293,838)
Acquisition costs paid on policies initially recognized during the year	(3,114,727)	-	-	-	(3,114,727)
Other acqusition (Maintenance expense) paid during the year	(84,836)		-		(84,836)
Total cashflows	**19,734,657**	**-**	**(11,223,336)**	**-**	**8,511,321**
Items reported in SOFP (Non-cashflows items)					
Impact of commission payable on policies initially recognized	399,940	-	-	-	399,940
Impact of trade receivables on policies initially recognized	775,926	-	-	-	775,925
Total cashflows	**1,175,866**	**-**	**-**	**-**	**1,175,866**
Closing insurance contract liabilities	4,088,033	-	5,223,083	395,418	9,706,533
Closing insurance contract assets	-	-	-	-	-
Net closing balance	**4,088,033**	**-**	**5,223,083**	**395,418**	**9,706,533**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

17b Reconciliation of reinsurance contract assets (Extended roll forward)

The roll-forward of the net asset or liability for reinsurance contracts held showing assets for remaining coverage and amounts recoverable on incurred claims arising from business ceded to reinsurers is disclosed in the table below:

2025

	Asset for remaining coverage		Amount recoverable on Incurred Claims		
	Excluding loss comonent	Loss component	Estimate of present value of future cashflows	Risk Adjustment	Total
	₦'000	₦'000	₦'000	₦'000	₦'000
Opening re-insurance contract assets	605,685	236,490	4,875,529	123,969	5,841,671
Opening re-insurance contract liabilities	-	-	-	-	
Net re-insurance contract assets	605,685	236,490	4,875,529	123,969	5,841,671
An allocation of reinsurance premiums	(15,044,041)	(225,470)	-	-	(15,269,511)
Amounts recoverable from reinsurers for incurred claims	-	-	6,283,269	31,732	6,315,001
Amounts recoverable for other directly attributable expenses	-	-			-
Changes to amounts recoverable for incurred claims	-	-	(2,156,660)	(63,662)	(2,220,322)
Reinsurance Investment components	-	-	-	-	-
Net income or expense from reinsurance contracts held	(15,044,041)	(225,470)	4,126,609	(31,930)	(11,174,832)
Reinsurance finance income	-	-	914,565	-	914,565
Total change in comprehensive income	**(15,044,041)**	**(225,470)**	**5,041,174**	**(31,930)**	**(10,260,267)**
Cashflows					
Premiums and similar expense paid	16,428,402	-	-	-	16,428,402
Amounts received	-	-	(8,730,592)	-	(8,730,592)
	16,428,402	**-**	**(8,730,592)**	**-**	**7,697,809**
Closing re-insurance contract assets	1,990,046	11,020	1,186,110	92,039	3,279,213
Closing re-insurance contract liabilities	-	-	-	-	-
Net closing balance	**1,990,046**	**11,020**	**1,186,110**	**92,039**	**3,279,213**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

		Group 2026	Group 2025	Company 2026	Company 2025
18	**Share capital**	**N'000**	**N'000**	**N'000**	**N'000**
	Issued and fully paid				
	At 30 September 2026	6,933,333	6,933,333	6,933,333	6,933,333

13,866,666 units (2024 - 13,866,666 units) of shares at 50k each were issued and fully paid as at 31 December 2025. All shares rank equally with regard to the Company's residual assets.

The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at the meetings of the Company.

		Group 2026	Group 2025	Company 2026	Company 2025
19	**Share premium**	**N'000**	**N'000**	**N'000**	**N'000**
	Balance at 30 September	8,163,600	663,600	8,163,600	663,600

Share premium comprises additional paid-in capital in excess of their per value.

20 Statutory contingency reserve

In compliance with Section 21 (1) of Insurance Act 2003, the contingency reserve for non-life insurance business is credited with the greater of 3% of total premiums, or 20% of the net profits and the amount shall accumulate until it reaches the amount of greater of minimum paid-up capital or 50 percent of net premium. The movement in the account is as follows:-

	Group 2026	Group 2025	Company 2026	Company 2025
	N'000	**N'000**	**N'000**	**N'000**
Balance at 1 January	3,323,290	2,611,284	3,323,290	2,611,284
Transfer from retained earnings	451,371	712,006	451,371	712,006
Balance at 30 September	3,774,661	3,323,290	3,774,661	3,323,290

21 Retained earnings

The retained earning are carried forward recognised income net of expenses plus current period profit attributable to shareholders.

See statement of changes in equity for movement in retained earnings.

	Group 2026	Group 2025	Company 2026	Company 2025
	N'000	**N'000**	**N'000**	**N'000**
Balance at 1 January	1,560,415	(1,189,506)	29,012	(2,305,749)
Profit for the year	(3,842,682)	3,745,037	(4,916,774)	3,046,773
On disposal of property	-	-	-	-
Transfer to contingency reserve	(451,371)	(712,006)	(451,371)	(712,006)
Net actuarial gain /(loss) on retirement benefit obligations	-	1,045	-	-
Transfer of revaluation gain on disposal of PPE	-		-	
Dividend paid to equity holders	-	(284,010)	-	-
Balance at 30 September	(2,733,638)	1,560,560	(5,339,132)	29,019

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

22 Assets revaluation reserve

Assets revaluation reserve represents the net accumulated change in the fair value of land and buildings until the asset is derecognized or impaired.

	Group 2026	Group 2025	Company 2026	Company 2025
Land	**N'000**	**N'000**	**N'000**	**N'000**
Balance at 1 January	2,012,896	2,012,895	2,012,896	2,012,896
Revaluation surplus	(42,400)	42,400	(42,400)	42,400
Balance at 30 September	1,970,496	2,055,295	1,970,496	2,055,296
Building				
Balance at 1 January	1,950,191	2,188,977	1,950,191	1,950,191
Revaluation (deficit)/surplus	42,399	141,162	42,399	141,162
Balance at 30 September	1,992,590	2,330,139	1,992,590	2,091,353
Opening balance deferred tax impact	(315,397)	(227,591)	(227,591)	(227,591)
Disposal	-	-	-	-
Deferred tax impact	-	(62,411)	-	(62,411)
Transfer to NCI	-	-	-	-
Carrying amount	3,647,689	4,095,432	3,735,495	3,856,647

	Group 2026	Group 2025	Company 2026	Company 2025
	N'000	**N'000**	**N'000**	**N'000**
23 FVOCI reserve				
Balance at 1 January	356,199	275,880	359,888	279,569
Net actuarial gains on retirement benefit obligation	-	-	-	-
Fair value gain on FVOCI financial	-	75,730	-	75,730
Balance at 30 September	351,610	351,610	355,299	355,300

24 Earnings per share

Basic (loss)/earnings per share (kobo)

The calculation of basic earnings per share was based on the profit after tax attributable to ordinary shareholders, and a weighted average number of ordinary shares outstanding on that date calculated as follow:

	Group 2026	Group 2025	Company 2026	Company 2025
	N'000	**N'000**	**N'000**	**N'000**
Profit/(Loss) after tax attributable to equity holders N'000	(3,842,681)	4,123,939	(4,916,777)	3,391,000
Weighed average no. of ordinary shares at end of year '000	13,866,666	13,866,666	13,866,666	13,866,666
Basic (loss)/ earnings per share (kobo)	(0.28)	0.30	(0.35)	0.24

The Company does not have any instrument with a dilutive effect on its capital,Hence, the basic earnings per share is same as diluted earnings per share

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

25 Other contract liabilities	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Provisions for claims	-	-	-	-
Unearned/deferred premium	40,588	6,389	-	-
	40,588	**6,389**	**-**	**-**

Other contract liabilities includes the outstanding claims provision and the provision for unearned premium. The outstanding claims provision is based on the estimated ultimate cost of all claims incurred but not settled at the reporting date, whether reported or not, together with related claims handling. The provision for unearned premiums represents that portion of premiums received or receivable that relates to risks that have not yet expired at the reporting date.

26 Insurance revenue

	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Accident	685,025	709,314	686,403	710,340
Agriculture	38,630	34,522	38,630	34,522
Aviation	9,523,173	8,989,341	9,523,173	8,989,341
Bond	22,538	16,942	22,538	16,942
Engineering	835,735	639,205	836,066	639,359
Fire	1,388,609	1,516,984	1,390,268	1,520,457
Marine	468,320	449,194	468,320	449,194
Motor	590,873	1,218,947	601,544	1,236,927
Oil & Gas	1,019,465	2,279,655	1,019,465	2,279,655
PHI Premium	837,732	455,821	-	-
	15,410,099	**16,309,925**	**14,586,407**	**15,876,737**

The revenue was measured and released based on effluxion of time .

27 Insurance service expense

	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Incurred claims	8,246,257	2,784,435	7,704,436	2,521,780
Amortization of insurance aquistion cashflows	2,461,017	2,545,055	2,461,015	2,545,055
	10,707,274	**5,329,490**	**10,165,451**	**5,066,835**

28 Net expense from reinsurance contract held

	Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Allocation of reinsurance premium	9,053,111	8,397,935	9,053,111	8,397,935
Amount recovered for claims and other expenses	(1,665,420)	(3,994,447)	(1,665,421)	(3,994,447)
Net expense from reinsurance contract held	**7,387,691**	**4,403,488**	**7,387,690**	**4,403,488**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

		Group 2026	Group 2025	Company 2026	Company 2025
29	**Finance expenses from insurance contracts issued**	**N'000**	**N'000**	**N'000**	**N'000**
	Finance expense	-	-	-	-
30	**Finance income from reinsurance contracts held**				
	Finance income	-	-	-	-

		Group 2026	Group 2025	Company 2026	Company 2025
31	**Investment income**	**N'000**	**N'000**	**N'000**	**N'000**
	Interest income calculated using effective interest rate (Note 31a)	764,285	745,396	342,357	321,556
	Other investment income (Note 31b)	2,951,258	2,200,034	775,947	521,909
	Total Investment income	**3,715,543**	**2,945,430**	**1,118,304**	**843,465**
31a	**Interest income calculated using effective interest rate**				
	Interest income on bonds	764,285	745,396	342,357	321,556
		764,285	**745,396**	**342,357**	**321,556**
31b	**Other investment income**				
	Interest income-FGN Treasury bills	8,745	26,448	8,745	20,614
	Interest income -Short term deposits	437,147	618,642	275,564	414,757
	Dividends from equity investments	14,382	9,425	14,382	13,437
	Profit on Disposal of Assets	-	-	-	-
	RSA asset based fee	2,013,728	1,472,418	-	-
	Interest income on Statutory deposit	477,256	73,101	477,256	73,101
		2,951,258	**2,200,034**	**775,947**	**521,909**
	Further analysed as follows:				
	Attributable to policy holders fund	130,074	98,106	130,074	98,106
	Attributable to shareholders funds.	3,585,469	2,847,324	988,230	745,359
		3,715,543	**2,945,430**	**1,118,304**	**843,465**
31c	**Net fair value gains/(losses) on financial assets at fair value through profit or loss**				
	Fair value gain/(loss) on financial assets	290,283	35,660	290,283	35,660
		290,283	**35,660**	**290,283**	**35,660**

		Group 2026	Group 2025	Company 2026	Company 2025
		N'000	**N'000**	**N'000**	**N'000**
32	**Foreign Exchange gain**				
	Exchange gain/(loss) (Note 32a)	(493,082)	(362,414)	(493,082)	(362,414)
		(493,082)	**(362,414)**	**(493,082)**	**(362,414)**

32a Exchange gain relates to translation of transactions in foreign currency for oustanding claims, bank balances and foriegn currency investments as at end of the year to naira.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

		Group 2026	Group 2025	Company 2026	Company 2025
33	**Other operating income**	**N'000**	**N'000**	**N'000**	**N'000**
	Rental income	959	-	6,384	7,596
	Profit on sale of PPE	1,209	-	1,209	0
	Staff mortgage loan-interest	-	232	-	232
	RSA administrative fee income	50,782	37,807	-	-
	PHI Premium	(8,255)	-	-	-
	Admin charges- formal sector	655,095	484,219	-	-
	Sundry income	(12,742)	20,338	(4,760)	22,733
		687,048	**542,596**	**2,833**	**30,561**

Sundry income relates to income received in the current year as a result of transactions which were not earlier accrued for due to insufficient information.

		Group 2026	Group 2025	Company 2026	Company 2025
34	**Credit loss expense/(reversal) on financial asset**	**N'000**	**N'000**	**N'000**	**N'000**
	Impairment charge/(reversal) on other asset (note 6)	-	-	-	-
	Impairment (reversal)/charge on financial asset (note 4(iv))	-	-	-	-
	Impairment charge/ (reversal) on placement (note 3.1)	-	5,740	(1)	-
	Impairment charge on trade receivable (note 5c)	-	-	-	-
		-	**5,740**	**(1)**	**-**

35	**Other operating expenses**				
	Staff costs	2,264,264	2,305,610	878,794	1,164,011
	Directors' allowances and expenses	435,738	542,619	204,166	314,911
	Depreciation and amortisation (Note 36.1)	362,170	283,639	241,973	204,351
	Professional fees	134,369	106,488	93,604	96,122
	Audit fees	39,706	66,637	17,500	41,832
	Marketing and advertisement	608,227	575,906	476,873	523,668
	Administrative expenses	341,525	393,437	213,715	211,945
	Amortization-monetized benefit	-	-	-	-
	Repairs and maintenance	140,987	100,807	28,848	23,695
	Travel costs and allowances	79,310	58,489	37,143	17,858
	NAICOM Levy	229,420	78,733	229,420	78,733
	Donation	8,680	28,398	-	-
	Electricity and power	102,605	85,299	71,735	54,348
	Penalty charge (Note 42)	26,819	-	26,819	-
	Subscription	81,061	43,410	61,820	29,807
	Printing and stationeries	13,770	10,711	5,032	2,603
	Information technology expenses	173,961	89,220	141,139	66,156
	Pension protection fund levy	79,624	58,296	-	-
	Rent and rate	34,596	21,317	-	-
	PHI claims paid	-	-	-	-
		5,156,832	**4,849,016**	**2,728,581**	**2,830,040**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

		Group 2026	Group 2025	Company 2026	Company 2025
35	**Breakdown of depreciation and amortisation**	**N'000**	**N'000**	**N'000**	**N'000**
	Depreciation (Note 9)	242,087	187,022	140,502	100,846
	Amortisation (Note 11)	116,735	110,793	103,332	103,505
		358,822	**297,815**	**243,834**	**204,351**
36	**Income tax expense**				
	Company income tax	200,775	759,525	139,791	732,646
	Education tax	-	-	-	-
	Minimum tax	-	-	-	-
	Police trust fund	-	-	-	-
	Information technology levy	-	-	-	-
	Deferred tax (write-back)/expense	-	-	-	-
		200,775	**759,525**	**139,791**	**732,646**

37 Non-controlling interest

The movement in non-controlling interest during the year is shown below:

	Group 2026	Group 2025
	N'000	**N'000**
Balance, beginning of year	2,187,606	2,016,863
Share of profit for the period	261,049	290,951
Share of other comprehensive income	-	-
Dividend Paid	-	(120,207)
Acturial gain on retirement benefit obligation	-	-
Statutory reserves fund	55,413	-
	2,504,067	2,187,606

38 Proposed dividend

There was no proposed dividend during the year (2025: Nil)

39 Contingent liabilities

There were claims and litigations against the company as at 31 December 2025, amounting to ₦6,169,352,357.47 (2024: ₦5,183,344,729). No provision is made in respect of this, as our legal team is of the opinion that it is not certain an outflow of economic resources will be required to settle this amount in the future.

40 Contraventions

At 30 September 2026 Nature of contraventions	Group N'000	Company N'000
No contravention dwas incurred or paid during the year	-	-
	-	-

31 December 2025 Nature of contraventions	Group N'000	Company N'000
Pencom penalty on KYC and single obligor limit	22,869	22,869
	22,869	22,869

41 Related Parties Transactions

a Transactions between the company, and the subsidiaries also meet the definition of related party transactions where these are eliminated on consolidation, they are not disclosed in the consolidated financial statements. Details of transactions between the group and other related parties are disclosed below:

The Company enters into transactions with its subsidiaries, major shareholders and its key management personnel in the normal course of business of providing insurance cover on Motor,Fire,and General accidents. The transactions with related parties are made at normal market prices and conducted at arm's lenght.

	Relationship	Premium written N'000	Claims paid N'000
Veritas Glanvills Pensions Limted	Subsidiary	13,542	1,252
Veritas Health Care Ltd	Subsidiary	495	-
Gold links insurance plc	Associates	-	-

b Included in Note 8 is the sum of N62.03m recoverable from related entities during the year under review. The breakdown and nature of transactions are included below:

	Relationship	Amount N'000	Nature of transaction
Goldlink Insurance Plc	Associate	62,033	This relates to the amount receivable on various expenses incurred on behalf of the entity in year 2019.

c Compensation of key management personnel

Key management personnel refers to those persons having authority and responsibility for planning, directing and controlling the activities of the company. It comprises executive and non-executive directors and senior management.

The summary of compensation of key management personnel for the year is as follows:

	2026	2025
Salaries (senior management and executive directors)	-	375,086
Total compensation to key management personnel	-	375,086
Directors cost (Non-Executive)	-	252,000
Salaries and wages (Executive)	-	163,842
Pension cost (Executive)	-	20,182
Total Directors cost	-	436,024
Remuneration of highest paid Director/Chairman	-	42,000

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

42 Information regarding employees

The table below shows the number of staff whose emoluments during the year excluding pension contributions were within the ranges stated:

			2026	2025	2026	2025
			Number	Number	Number	Number
Below	-	500,000		-		-
500,001	-	1,500,000		1		-
1,500,001	-	2,500,000		45		-
2,500,001	-	3,500,000		51	9	9
3,500,001	-	4,500,000		21	-	-
4,500,001	-	5,500,000		59	17	17
5,500,001	-	6,500,000		31	16	16
6,500,001	-	7,500,000		13	1	1
7,500,001	-	8,500,000		18	13	13
8,500,001	-	9,500,000		9	-	-
9,500,001	-	10,500,000		7	2	2
10,500,001	-	and above		34	25	25
			-	289	83	83

43 Hypothecation

The Company is exposed to a range of financial risks through its financial assets, financial liabilities, reinsurance assets and insurance liabilties. In particular, the key financial risk is that in the long term its investment proceeds will not be sufficient to fund the obligations arising from its insurance and investment contracts. In response to the risk, the Company's assets and liabilities at 30 September 2025 were allocated as follows:

	Shareholders fund N'000	Policy Holders N'000	Total N'000
Insurance Contract Liabilities - Liability for Incurred Claims	-	11,641,356	11,641,356
Insurance Contract Liabilities - Liability for Remaining Coverage	-	4,472,604	4,472,604
Gross Insurance Funds	**-**	**16,113,960**	**16,113,960**
Less			
Reinsurance Contract Assets			
Assets for Incurred Claims	-	(2,189,527)	(2,189,527)
Assets for Remaining Coverage	-	(2,510,398)	(2,510,398)
Net Insurance Funds	**-**	**11,414,035**	**11,414,035**
Admissible Assets:			
Cash and Cash Equivalents	1,725,869	-	1,725,869
Placement with Financial Insititutions	-	6,047,693	6,047,693
Treasury bills and Government Bonds	-	20,917,013	20,917,013
Quoted Shares	463,659	-	463,659
Premium receivables	1,307,499	-	1,307,499
Statutory deposits	1,855,000	-	1,855,000
Total Admissible Assets	**5,352,027**	**26,964,706**	**32,316,733**
SURPLUS(DEFICIT) IN ASSETS COVER	**5,352,027**	**15,550,671**	**20,902,698**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

44 Capital Management

Nigerian Insurance Industry Reform Act (NIIRA) 2025

The Federal Government of Nigeria, by Federal Republic of Nigeria Official Gazette, dated 29 August 2025, enacted the Nigerian Insurance Industry Reform Act, 2025. The NIIRA 2025 repealed the Insurance Act 2004, the Marine Insurance Act 2004, the Motor Vehicles (Third Party Insurance) Act, 2004, the National Insurance Corporation of Nigeria Act, 2004 and the Nigeria Reinsurance Corporation Act 2004. The Nigerian Insurance Industry Reform Act, 2025 was enacted to provide for a comprehensive legal and regulatory framework for insurance business in Nigeria; and for related matters.The words “Minimum Capital” was introduced in Section 15 of the Act. Section 15(1)(a) stipulates that A person shall not carry on insurance business in Nigeria unless the insurer has and maintains, while carrying on that business, a minimum capital, in the case of non-life insurance business, the higher of;

(i) NGN15billion or
(ii) Risk-based capital determined by the Commission ;

By the provision of section 15(5), minimum capital requirement means -
(a) (a) in the case of existing company -
(i) the excess of admissible assets over liabilities, less the amount of own shares held by the company,
(ii) subordinated liabilities subject to approval by the Commission, and
(iii) any other financial instrument as prescribed by the Commission.

(b) In the case of a new company - Section 15(4) -
(i) Government Bonds and Treasury Bills; or
(ii) Cash and cash equivalents.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

45 Segment reporting

Identification of reportable segments

The business activities of Veritas Kapital Plc Group are first organized by product and type of service: insurance activities, asset management activities and Health Management activities.
Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit (or loss) before income taxes, as included in the internal management reports that are reviewed by the Group's CEO.

Information reported to the chief operating decision maker (the CEO) for the purposes of resource allocation and assessment of segment performance focuses on types of goods or services delivered or provided. The Company's reportable segments under IFRS 8 are therefore as follows:

- Non-life business
- Pension Administration
- Health Care

Non-Life Business

The non -life reportable segment offers a wide variety of insurance products for both personal and corporate customers. The products offer range from engineering, aviation, marine liability, motor liability, oil and energy, bond, fire and property. The main source of income in this segment is the premium received from the insured on risk covered by the entity and the investment income earned on placements and deposit with financial institutions.

Pension Administration

This reportable segment include the administration and management of the retirement benefits of members. The administration includes making investment decisions, collection of contribution and making payment to retirees in-line with provisions of Pension Reform Act 2014. The revenue earned includes administration and management fees received and receivable on members' contributions and the Net Asset value of Funds under Management respectively.

Health Care

This reportable segment is a National Health Maintenance Organization (HMO) duly licenced and accredited by the National Health Insurance Scheme which provide Health Insurance Services to individuals and organizations in both the private sector and the formal sector under the National Health Insurance Scheme (NHIS).

Business Segment Information- Consolidated statement of financial position

	Non-life		Pension administrator		Healthcare		Elimination		Group	
	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025
Assets:	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000
Cash and cash equivalents	7,773,563	7,179,475	1,693,809	1,870,683	702,797	654,275	-	-	10,170,167	11,196,743
Financial assets	21,987,880	6,928,755	4,718,848	4,639,841	-	-	-	-	26,706,728	10,827,538
Trade receivable	1,307,498	2,321,542	-	-	-	-	-	-	1,307,499	1,545,616
Reinsurance assets	4,699,923	3,279,213	-	-	-	-	-	-	4,699,926	5,841,670
Other receivables and prepayment	666,577	237,277	1,345,524	944,214	293,230	144,801	-	-	2,305,329	884,869
Investment in subsidiaries	4,026,300	4,026,300	-	-	-	-	(4,026,300)	(4,026,300)	-	-
Goodwill	-	-	-	-	-	-	316,884	316,884	316,884	316,884
Intangible assets	296,674	400,006	62,059	12,295	-	-	-	-	358,732	551,789
Property, Plant and Equipment	5,385,107	5,149,831	1,275,547	962,596	19,906	24,183	157,875	284	6,838,432	6,020,334
Statutory deposit	1,855,000	355,000	-	-	-	-	-	-	1,855,000	355,000
Deferred tax asset	-	-	-	-	-	-	-	-	-	-
Total Assets	**47,998,522**	**29,877,399**	**9,095,787**	**8,429,629**	**1,015,933**	**823,259**	**(3,551,541)**	**(3,709,133)**	**54,558,697**	**37,540,443**
Liabilities:										
Insurance contract liabilities	16,113,960	9,706,533	-	-	-	-	-	-	16,113,960	9,706,533
Other contract liabilities	-	-	-	-	40,588	53,558	-	-	40,588	6,389
Trade payables	2,399,471	2,505,585	-	-	-	-	-	-	2,399,471	2,729,426
Employees retirement benefit obligations	-	-	-	-	24,691	12,620	-	-	8,911	28,401
Provision and other payables	3,790,961	2,081,705	1,179,674	938,313	30,080	11,152	-	-	4,780,655	3,054,056
Income tax liabilities	157,632	130,294	4,995	131,145	48,601	18,040	(250,838)	-	144,171	275,050
Deferred tax liabilities	292,095	292,095	197,860	140,938	34,091	27,099	(30,384)	-	481,729	469,729
Equity:										
Issued and paid up share capital	14,433,333	6,933,333	5,000,000	5,000,000	429,075	429,075	(5,429,075)	(5,429,075)	14,433,333	6,933,333
Share premium	8,163,600	663,600	-	-	8,946	8,946	(8,946)	(8,946)	8,163,600	663,600
Statutory contingency reserves	3,774,661	3,323,290	1,028,781	498,944	-	-	(1,028,781)	(498,944)	3,774,661	3,323,290
Retained earnings	(5,339,136)	29,018	1,684,477	1,393,698	398,859	262,769	522,159	5,683	(2,733,493)	1,560,415
Other components of equity:										
Asset revaluation reserve	3,856,642	3,856,647	-	326,592	-	-	(87,806)	(87,806)	4,095,433	4,102,776
Fair value reserve	355,299	355,299	-	-	-	-	(3,688)	(3,688)	351,610	356,200
Non controlling interest(NCI)	-	-	-	-	-	-	2,503,995	2,262,319	2,504,068	2,187,533
	47,998,518	**29,877,400**	**9,095,787**	**8,429,629**	**1,014,933**	**823,260**	**(3,813,363)**	**(3,760,457)**	**54,558,694**	**35,396,731**

Business Segment Information- Consolidated statement of Comprehensive Income

	Non-life		Pension administrator		Healthcare		Consolidation Adjustments		Group	
	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025
	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000	=N= '000
Insurance service result	(2,966,740)	6,406,414	-	-	302,914	193,793	(22,292)	(11,481)	(2,684,866)	1,845,673
Profit before income tax	(4,776,987)	4,123,646	839,331	398,902	203,279	152,634	92,465	(124)	(3,641,906)	1,659,170
Profit after tax	(4,916,777)	3,391,000	839,331	398,902	142,295	122,107	92,465	(124)	(3,842,681)	1,617,842

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

46 Risk management framework

(a) Capital management objectives, policies and approach

The Company has established the following capital management objectives, policies and approach to managing the risks that affect its capital position:

(i) To maintain the required level of stability of the Company thereby providing a degree of security to policy holders.

(ii) To allocate capital efficiently and support the development of business by ensuring that returns on capital employed meet the requirements of its capital providers and of its shareholders.

(iii) To retain financial flexibility by maintaining strong liquidity and access to a range of capital markets.
(iv) To align the profile of assets and liabilities taking account of risks inherent in the business.

(v) To maintain financial strength to support new business growth and to satisfy the requirements of the policyholders, regulators and stakeholders.

(vi) To maintain strong credit ratings and healthy capital ratios in order to support its business objectives and maximise shareholders value.
In reporting financial strength, capital and solvency are measured using the rules prescribed by the National Insurance Commission (NAICOM). These regulatory capital tests are based upon required levels of solvency, capital and a series of prudent assumptions in respect of the type of business written. The Company's capital management policy for its insurance and non-insurance business is to hold sufficient capital to cover the statutory requirements based on the NAICOM directives, including any additional amounts required by the regulator.

(b) Approach to capital management

The Company seeks to optimise the structure and sources of capital to ensure that it consistently maximises returns to shareholders and policyholders. The Company's approach to managing capital involves managing assets, liabilities and risks in a coordinated way, assessing shortfalls between reported and required capital levels on a regular basis and taking appropriate actions to influence the capital position of the Group in the light of changes in economic conditions and risk characteristics.

The primary source of capital used by the Company is equity shareholders' funds.

The Group has had no significant changes in its policies and processes to its capital structure during the past quarter from previous quarters.

The table below shows the available capital resources as at 30 September:

	2026 N'000	2025 N'000
Total shareholders' funds	25,244,399	19,115,432
Regulatory required capital	3,000,000	3,000,000
Excess capital reserve	22,244,399	16,115,432

(c) Regulatory framework

The insurance industry regulator measures the financial strength of Non-Life Insurers using a Minimum Capital Requirement (MCR) or Risk Based Capital benchmark. The NAICOM generally expects non-life insurers to comply with the minimum capital requirement as stipulated in the Nigerian Insurance Industry Reform Act (NIIRA) 2025. Section 15 of the NIIRA 2025 defines the MCR of a non-life insurer as the higher of N15billion or risk based capital as maybe determined by NAICOM.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

47 Minimum Capital Requirement

The Minimum Capital Requirement (MCR) for the company as at 30 September 2026 is as follows:

			2026	2025
	Carrying Amount N'000	Inadmisible N'000	Admissible N'000	Admissible Assets N'000
Cash and cash equivalents	1,725,869	-	1,725,869	1,446,376
Tenored Deposit with Financial Institutions	6,047,693	-	6,047,693	5,733,099
Government Bonds	20,604,387	-	20,604,387	6,006,916
Treasury Bills	312,626	-	312,626	141,255
Quoted Shares	463,659	-	463,659	173,376
Reinsurance contract assets	4,699,923	-	4,699,923	3,279,213
Premium receivables	1,307,498	-	1,307,498	2,321,542
Statutory deposits	1,855,000	-	1,855,000	355,000
Others:				
Unquoted Shares	607,208	607,208	-	-
Other receivables and prepayments	666,577	666,577	-	-
Investment in subsidiaries	4,026,300	4,026,300	-	-
Intangible assets - Software	296,674	296,674	-	-
Property, plant and equipment	5,385,107	5,385,107	-	-
Total Assets (a)	**47,998,521**	**10,981,866**	**37,016,655**	**19,456,777**
Insurance contract liabilities	16,113,960	-	16,113,960	9,706,533
Trade payables	2,399,471	-	2,399,471	2,505,585
Provision and other payables	3,790,961	-	3,790,961	2,081,705
Income tax liabilities	157,632	-	157,632	130,294
Deferred tax liabilities	292,095	-	292,095	292,095
Total liabilities (b)	**22,754,120**	**-**	**22,754,120**	**14,716,212**
Minimum Capital Requirement (MCR) = (a)-(b) i.e. Admissible Assets less Admissible Liabilities			**14,262,535**	**4,740,565**
Minimum Capital Requirement (MCR)	3,000,000		3,000,000	3,000,000
MCR SURPLUS/(DEFICIT)			11,262,535	1,740,565

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

48 Financial instruments - Fair values and risk management

Group

(a) Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.
It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

30 September 2026	**Carrying amount**					**Fairvalue**			
In thousands of naira	**Designated at fair value**	**Armotised cost**	**Fair value through OCI**	**Other Financial liabilities**	**Total**	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets measured at fair value	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Fair value through OCI	-	-	607,208	-	607,208	607,208	-	-	607,208
Fair Value through Profit or Loss	463,659	-	-	-	463,659	463,659	-	-	463,659
	463,659	-	607,208	-	1,070,867	1,070,867	-	-	1,070,867
Financial assets not measured at fair value									
Cash and cash equivalents	-	2,042,562	-	-	2,042,562	-	2,042,562	-	2,042,562
Trade Receivable*	-	1,307,499	-	-	1,307,499	-	1,307,499	-	1,307,499
Placements	-	8,127,605	-	-	8,127,605	-	8,127,605	-	8,127,605
Statutory deposit	-	1,855,000	-	-	1,855,000	-	1,855,000	-	1,855,000
	-	13,332,666	-	-	13,332,666	-	13,332,666	-	13,332,666
Financial liabilities not measured at fair value									
Other payables*	-	-	-	5,000,716	5,000,716	-	5,000,716	-	5,000,716
Trade payables*	-	-	-	2,399,471	2,399,471	-	2,399,471	-	2,399,471
	-	**-**	**-**	**7,400,187**	**7,400,187**	**-**	**7,400,187**	**-**	**7,400,187**

The Company has disclosed the fair value of each class of financial assets and liabilities in a way that permits the information to be compared with the carrying amounts. In addition, it has reconciled the assets and liabilities to the different categories of financial instruments as defined in IFRS 9 Financial instruments: Recognition and Measurement.

* The Company has not disclosed the fair values for financial instruments such as receivables, payables and reinsurance assets because their carrying amounts are a reasonable approximation of fair value.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

Group

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

31 December 2025	**Carrying amount**					**Fairvalue**			
In thousands of naira	**Designated at fair value**	**Armotised cost**	**Fair value through OCI**	**Other Financial liabilities**	**Total**	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets measured at fair value	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Fair value through OCI	-	-	607,208	-	607,208	607,208	-	-	607,208
Fair Value through Profit or Loss	173,376	-	-	-	173,376	173,376	-	-	173,376
	173,376	-	607,208	-	780,584	780,584	-	-	780,584
Financial assets not measured at fair value									
Cash on hand and cash at bank	-	1,567,584	-	-	1,567,584	-	1,567,584	-	1,567,584
Trade Receivable*	-	2,321,542	-	-	2,321,542	-	2,321,542	-	2,321,542
Placements	-	6,407,546	-	-	6,407,546	-	6,407,546	-	6,407,546
Statutory deposit	-	355,000	-	-	355,000	-	355,000	-	355,000
Debt instuments at armotised cost		12,451,756			12,451,756	-	12,076,322	-	12,076,322
	-	12,451,756	-	-	12,451,756	-	22,727,994	-	22,727,994
Financial liabilities not measured at fair value									
Other payables*	-	-	-	3,054,056	3,054,056	-	3,054,056	-	3,054,056
Trade payables*	-	-	-	2,729,426	2,729,426	-	2,729,426	-	2,729,426
	-	**-**	**-**	**5,783,482**	**5,783,482**	**-**	**5,783,482**	**-**	**5,783,482**

The Company has disclosed the fair value of each class of financial assets and liabilities in a way that permits the information to be compared with the carrying amounts. In addition, it has reconciled the assets
* The Company has not disclosed the fair values for financial instruments such as receivables, payables and reinsurance assets because their carrying amounts are a reasonable approximation of fair value.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

Company

(a) Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.
It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

30 September 2026	**Carrying amount**					**Fairvalue**			
In thousands of naira	**Designated at fair value**	**Armotised cost**	**Fair value through OCI**	**Other Financial liabilities**	**Total**	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets measured at fair value	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Fair value through OCI	-	-	607,208	-	607,208	607,208	-	-	607,208
Fair Value through Profit or Loss	463,659	-	-	-	463,659	463,659	-	-	463,659
	463,659	-	607,208	-	1,070,867	1,070,867	-	-	1,070,867
Financial assets not measured at fair value									
Cash and cash equivalents	-	1,725,869	-	-	1,725,869	-	1,725,869	-	1,725,869
Trade Receivable*	-	1,307,499	-	-	1,307,499	-	1,307,499	-	1,307,499
Placements	-	6,047,693	-	-	6,047,693	-	6,047,693	-	6,047,693
Statutory deposit	-	1,855,000	-	-	1,855,000	-	1,855,000	-	1,855,000
	-	10,936,061	-	-	10,936,061	-	10,936,061	-	10,936,061
Financial liabilities not measured at fair value									
Other payables*	-	-	-	3,790,961	3,790,961	-	3,790,961	-	3,790,961
Trade payables*	-	-	-	2,399,471	2,399,471	-	2,399,471	-	2,399,471
	-	**-**	**-**	**6,190,432**	**6,190,432**	**-**	**6,190,432**	**-**	**6,190,432**

The Company has disclosed the fair value of each class of financial assets and liabilities in a way that permits the information to be compared with the carrying amounts. In addition, it has reconciled the assets and liabilities to the different categories of financial instruments as defined in IFRS 9 Financial instruments: Recognition and Measurement.

* The Company has not disclosed the fair values for financial instruments such as receivables, payables and reinsurance assets because their carrying amounts are a reasonable approximation of fair value.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

Company

(a) Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.
It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

31 December 2025	**Carrying amount**					**Fairvalue**			
In thousands of naira	**Designated at fair value**	**Armotised cost**	**Fair value through OCI**	**Other Financial liabilities**	**Total**	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets measured at fair value	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Fair value through OCI	-	-	607,208	-	607,208	607,208	-	-	607,208
Fair Value through Profit or Loss	173,376	-	-	-	173,376	173,376	-	-	173,376
	173,376	-	607,208	-	780,584	780,584	-	-	780,584
Financial assets not measured at fair value									
Cash in hand and cash at bank	-	1,446,376	-	-	1,446,376	-	2,424,082	-	2,424,082
Trade Receivable*	-	2,321,542	-	-	2,321,542	-	1,545,616	-	1,545,616
Placements	-	5,733,099	-	-	5,733,099	-	7,406,779	-	7,406,779
Statutory deposit	-	355,000	-	-	355,000	-	355,000	-	355,000
Debt instuments at armotised cost		6,148,171	-	-	6,148,171		5,084,068	-	5,084,068
	-	16,004,188	-	16,004,188	16,004,188	-	16,815,545	-	16,815,545
Financial liabilities not measured at fair value									
Other payables*	-	-	-	1,857,862	1,857,862	-	1,857,862	-	1,857,862
Trade payables*	-	-	-	2,729,428	2,729,428	-	2,729,428	-	2,729,428
	-	**-**	**-**	**4,587,290**	**4,587,290**	**-**	**4,587,290**	**-**	**4,587,290**

The Company has disclosed the fair value of each class of financial assets and liabilities in a way that permits the information to be compared with the carrying amounts. In addition, it has reconciled the assets
* The Company has not disclosed the fair values for financial instruments such as receivables, payables and reinsurance assets because their carrying amounts are a reasonable approximation of fair value.

Financial risk management

The Company has exposure to the following risks arising from financial instruments
Credit risk
Liquidity risk
Market risk

(b)(i) Risk management framework

The company has an Enterprise -wide Risk Management (ERM) Frame work that is responsible for identifying and managing the inherent and residual risks facing the Company. The Company's board of directors has the overall responsibility for the establishment of oversight of the Company's risk management framework. The board of directors has established the Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities.

The Company's risk management policies are established to identify and analyse the risk faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and Company activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Company audit committee oversees how management monitors compliance with the Company's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The Company Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the result of which are reported to the audit committee.

(b)(ii) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment in debt securities. The carrying amount of financial assets represents the maximum credit exposure. In addition to credit risks arising out of investments and transactions with clients, Veritas Kapital Assurance actively assumes Credit Risk through the writing of insurance business. Credit Risk can arise when a client defaults on settlement of premium payments and can also arise when its own repayment capability decreases (as reflected in a rating downgrade).

Veritas Kapital Assurance's strategy as Insurance Company does not entail the elimination of Credit Risk but rather to take on Credit Risk in a well-controlled, planned and targeted manner pursuant to its business objectives. Its approach to measuring Credit Risk is therefore designed to ensure that it is assessed accurately in all its forms, and that relevant, timely and accurate Credit Risk information is available to the relevant decision makers at an operational and strategic level at all times.

At a strategic level, Veritas Kapital Assurance manages its credit risk profile within the constraints of its overall Risk Appetite and structured its portfolio so that it provides optimal returns for the level of risk taken. Operationally, the Insurance Company Credit Risk Management is governed by the overall risk appetite framework and aims to ensure that the risk inherent to individual exposures or certain business portfolios are appropriately managed through the economic cycle.

The organization is committed to:

a) Create, and manage credit risk in a manner that complies with all applicable laws and regulations.
b) Identify Credit Risk in each investment, loan or other activity of the Insurance Company.
c) Utilize appropriate, accurate and timely tools to measure credit risk.
d) Set acceptable risk parameters.
e) Maintain acceptable levels of credit risk for existing individual credit exposures.
f) Maintain acceptable levels of overall credit risk for Veritas Kapital Assurance's Portfolio; and
g) Coordinate Credit Risk Management with the

Unsecured exposures to high risk obligors, transactions with speculative cash flows, loans in which the insurance Company will hold an inferior or subordinate position are some of the credit exposures that are considered undesirable by the organization.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

(b)(ii) Credit risk - continued

The Company's credit risk can be analysed as follows:

	Group		Company	
	2026	2025	2026	2025
	N'000	N'000	N'000	N'000
Reinsurance receivables (see note (a) below)	4,699,926	3,279,213	4,699,923	3,279,213
Cash and cash equivalents (see note (b) below)	10,170,167	7,975,130	7,773,563	7,179,475
Debt Instruments (see note (c) below)	25,635,861	12,451,756	20,917,013	6,148,171
Statutory deposit	1,855,000	355,000	1,855,000	355,000
	42,360,954	**24,061,099**	**35,245,499**	**16,961,859**

Reinsurance receivables
The Company insures its liabilities with reputable reinsurance companies with which it has a right of set-off. None of its receivables from reinsurance companies was impaired as at 30 September 2025 (2024: Nil).

Cash and cash equivalents
The Company's cash and cash equivalents are held with reputable banks and financial institutions.

Armotized cost
The Company's Debt instruments are investment in bonds with Government and reputable financial institutions. None of its investment was impaired as at 30 November 2025 (2024: Nil)

The Company did not have any debt securities that were past due but not impaired as at 30 November 2025 (2024: Nil)

Veritas Kapital Assurance Plc is exposed to risk relating to its investment securities (Fixed deposits and receivables). Its receivables comprise trade receivables from customers, reinsurers and coinsurers recoverable and other receivables.

Collateral held and other credit enhancements, and their financial effect
The Company does not hold collateral or any other enhancements against any of its receivables as at 30 September 2025.

Trade receivables
The Company has placed more responsiveness on effective management of credit risk exposure that relates to trade receivables. In general, the regulator has laid great emphasis on "No Premium, No Cover" and this has positively changed the phase of credit management within the industry. The Company defines credit risk as the risk of counterparty's failure to meet its contractual obligations. Credit risk arises from insurance cover granted to parties with payment instruments or payments plan issued by stating or implying the terms of contractual agreement.

The Company has placed stringent measures to guard against credit default. Credit risk exposure operates from the level of brokered transactions with little emphasis placed on direct business. The Company's credit risk exposure to brokered business is very low as the Company requires brokers to provide payment within 30 days after which impairment trigger is identified and the receivable is assessed for impairment.

Sources of credit risk:

· Direct default risk: risk that the Company will not receive the cash flows or assets to which it is entitled because a party with which the Company has a bilateral contract defaults on one or more obligations.

· Downgrade Risk: risk that changes in the possibility of a future default by an obligor will adversely affect the present value of the contract with the obligor today.

· Settlement Risk: risk arising from the lag between the value and settlement dates of securities transactions.

Management of credit risk due to trade receivables
The Company constantly reviews brokers' contribution to ensure that adequate attention is paid to high premium contributing brokers.

The Company credit risk is constantly reviewed and approved during the Management Committee meetings. It also ensured that adequate provisions are taken in line with IFRS 9. Other credit risk management includes:

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

(b)(ii) Credit risk - continued

· Formulating credit policies with strategic business units, underwriters, brokers, covering brokers grading, reporting, assessment, legal procedures and compliance with regulatory and statutory bodies.

· Identification of credit risk drivers within the Company in order to coordinate and monitor the probability of default that could have an unfortunate impact.

· Developing and monitoring credit limits. The Company is responsible for setting credit limits through grading in order to categorize risk exposures according to the degree of financial loss and the level of priority expected from management.

· Assessment of credit risk. All first-hand assessment and review of credit exposures in excess of credit limits, prior to granting insurance cover are subject to review process and approval given during MC meetings.

· Continuous reviewing of compliance and processes in order to maintain credit risk exposure within acceptable parameters.

Impairment model

Premium debtors are measured at amortized cost, less provision for impaired receivables. Under IFRS, an asset is impaired if the carrying amount is greater than the recoverable amount. The standard favours the use of the incurred loss model in estimating the impairment of its receivables. However, with the inception of IFRS 9 which becomes effective for annual periods beginning on/after 1 January 2018, the Expected Credit Losses (ECL) method of impairment calculation will be in force.

The Company uses the aging of receivables as the major parameter in calculating impairment. However, based on NAICOM's "No Premium No Cover" guidelines which state that "all insurance covers shall be provided on a strict 'no premium no cover' basis", only cover for which payment has been received shall be booked. However, brokers have a 30 day period to make payments from the date of the credit notes. The Company uses the aging of receivables as the major parameter in calculating impairment.

The impairment requirements of IFRS 9 apply to all debt instruments that are measured at amortised cost or FVOCI, and to off-balance sheet lending commitments such as loan commitments and financial guarantees (hereafter collectively referred to as financial assets). This contrast to the IAS 39 impairment model which was not applicable to loan commitments and financial guarantee contracts, as there were instead covered by International Accounting standards 37: ""Provisions, contingent liabilities and contingent assets (IAS 37).

The determination of impairment loss and allowance moves from the incurred credit loss model whereby credit losses are recognized when a defined loss event occurs under IAS 39, to expected credit loss model under IFRS 9, where provisions are recognised upon initial recognition of the financial asset based on expectation of potential credit losses at the time of initial recognition. Under IFRS 9, The Company first evaluates individually whether objective evidence of impairment exists for loans that are individually significant and then collectively assess the loan and other receivables that are not significant and those which are significant but for which there is no objective evidence of impairment available under the individual assessment.

Staged Approach to the Determination of Expected Credit Losses

IFRS 9 outlines a three-stage model for impairment based on changes in credit quality since initial recognition. These stages are as outlined below:

Stage 1: The Company recognises a credit loss allowance at an amount equal to the 12 month expected credit losses. This represents the portion of lifetime expected credit losses from default events that are expected within 12 months of the reporting date, assuming that credit risk has not increased significantly after the initial recognition.

Stage 2: The Company recognises a credit loss allowance at an amount equal to the lifetime expected credit losses (LTECL) for those financial assets that are considered to have experienced a significant increase in credit risk since initial recognition. This requires the computation of ECL based on Lifetime probabilities of default that represents the probability of a default occurring over the remaining lifetime of the financial assets. Allowance for credit losses is higher in this stage because of an increase in credit risk and the impact of a longer time horizon being considered compared to 12 months in stage 1.

Stage 3: The Company recognises a loss allowance at an amount equal to life-time expected credit losses, reflecting a probability of default (PD) of 100% via the recoverable cash flows for the asset. For those financial assets that are credit impaired. The Company's definition of default is aligned with the regulatory definition. The treatment of the loans and other receivables in stage 3 remains substantially the same as the treatment of impaired financial assets under IFRS 39 except for the portfolios of assets purchased or originated as credit impaired.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

(b)(ii) Credit risk - continued

The Company does not originate or purchase credit impaired loans or receivables

Impairment Methodology

Calculation of Expected Credit Losses

Calculation of the expected credit loss is based on the key risk parameters of PD, LGD and ED according to the formular set below:

The calculation of ECL incorporates forward-looking information in all the ECL components. This forward-looking information will impact the various ECL components as follows:

ECL	=	PD	X	EAD	X	LGD
12 -month / lifetime Expected Credit Loss (ECL)		Probability of default		Exposure at default		Loss Given Default (after consideration of collaterals and recoveries)

Probability of default – The PDs will vary during various stages of an economic cycle. It is based on the likelihood that a borrower will default within one year (PD), assessment of the creditworthiness of the counterparty and transformation of 1 Year horizon into lifetime of the asset.

Loss Given Default – Collateral values will vary based on the stage of an economic cycle.
Exposure at default – Change in interest rates may affect the EAD e.g. higher interest rates may result in longer terms for loans causing a change in the EAD.

Loss Given Default

The Company applies historical experience to determine the expected loss given default ratios for each class of financial instruments. Where internal historical experience is not available, other sources, e.g. data available from rating companies as well as professional judgments are used to determine the LGD ratios that will apply. Collateral that is held against the financial assets is also considered in determining the LGD.

The Company management has resolved to use the recovery rates as published by Moodys credit analytics for all credit exposures to sovereign denominated in foreign currencies and all corporate exposures.

For sovereign exposures denominated in Naira which are assessed as low credit risk exposures, we have resolved to use LGDs within the rage of 5-10% based on the Central banks of Nigeria's Revised Guidance Notes on Credit risk. Section 3.1 of the document addresses exposure to sovereigns and Central banks and states that financial institutions should assign a risk weight of 0% to the following:

- Exposures to Federal Government of Nigeria (FGN) and Central Bank of Nigeria (CBN);
- Instruments issued by other entities backed by express guarantee of the FGN;
- Inter-bank transactions guaranteed by the FGN or CBN; and
- Inter-bank transactions among supervised institutions collateralized by FGN Bonds,
- Treasury Bills or other similar sovereign bills.

Treatment of loans and other receivables

All loans issued fall within the scope of debt instruments as financial assets. This covers e.g. Inter-company loans, staff loans and mortgages etc.

Estimation of impairment on the loans based on expected loss is done in the three-stage approach with specific consideration for change in credit risk and forward-looking assumptions.

Intercompany loans are considered low credit risk if it meets the required conditions. Estimation and provision for impairment is based on simplified one stage approach. Loans are put in one bucket e.g. stage 1 and assess the 12 month ECL as long as there are no assets for assessed to have had significant increase in credit risk or the initial criteria for categorizing the asset as low risk has changed.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

(b)(ii) Credit risk - continued

Significant increase in credit risk, default and cure

The Company continuously monitors all assets subject to ECLs. In order to determine whether an instrument or a portfolio of instruments is subject to 12mECL or LTECL, the Company assesses whether there has been a significant increase in credit risk since initial recognition. The Company considers that there has been a significant increase in credit risk when any contractual payments are more than 30 days past due, In addition, the Company also considers a variety of instances that may indicate unlikeliness to pay by assessing whether there has been a significant increase in credit risk. Such events include:

- Internal rating of the counterparty indicating default or near-default
- The counterparty having past due liabilities to public creditors or employees
- The counterparty (or any legal entity within the debtor's group) filing for bankruptcy application/protection
- Counterparty's listed debt or equity suspended at the primary exchange because of rumours or facts about financial difficulties.

The Company considers a financial instrument defaulted and, therefore, credit-impaired for ECL calculations in all cases when the counterparty becomes 90 days past due on its contractual payments. The Company may also consider an instrument to be in default when internal or external information indicates that the Company is unlikely to receive the outstanding contractual amounts in full. In such cases, the Company recognises a lifetime ECL. In rare cases when an instrument identified as defaulted, it is the Company's policy to consider a financial instrument as 'cured' and therefore re-classified out of credit-impaired when none of the default criteria have been present for at least twelve consecutive months.

There has been no significant increase in credit risk or default for financial assets during the year.

Expected credit loss

The Company assesses the possible default events within 12 months for the calculation of the 12mECL. Given the investment policy, the probability of default for new instruments acquired is generally determined to be minimal and the expected loss given default ratio assumed to be 100%. In rare cases where a lifetime ECL is required to be calculated, the probability of default is estimated based on economic scenarios.

Impairment losses on financial investments subject to impairment assessment

Debt instruments measured at amortised cost

The table below shows the credit quality and the maximum exposure to credit risk per based on the Company's internal/Moody's credit rating system and year-end stage classification. The amounts presented are gross of impairment allowances. Details of the Company's internal grading system are also provided.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

(b)(ii) Credit risk - continued

		2026			2025		
Internal rating grade	Moody's rating	12mECL	LTECL	Total	12mECL	LTECL	Total
Performing		₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
Cash and cash equivalents							
High grade	AAA-A+	-	-	-	-	-	-
Standard grade	BBB-B+	10,179,023	-	10,179,023	7,984,913	-	7,984,913
Past due but not impaired	C-CCC	-	-	-	-	-	-
Default	D	-	-	-	-	-	-
Total Gross Amount		10,179,023	-	10,179,023	7,984,913	-	7,984,913
ECL		(8,856)	-	(8,856)	(9,783)	-	(9,783)
Total Net Amount		10,170,167	-	10,170,167	7,975,130	-	7,975,130
				-			-
Amortised cost				-			-
High grade	AAA-A+	-	-	-	-	-	-
Standard grade	BBB-B+	27,072,165	-	27,072,165	12,505,417	-	12,505,417
Past due but not impaired	C-CCC	-	-	-	-	-	-
Default	D	-	-	-	-	-	-
Total Gross Amount		27,072,165	-	27,072,165	12,505,417	-	12,505,417
ECL		(53,661)	-	(53,661)	(53,661)	-	(53,661)
Total Net Amount		27,018,504	-	27,018,504	12,451,756	-	12,451,756

As at 30 November 2025, the Group had no asset reposed as security against asset. The group policy is to pursue timely realisation of collateral in an orderly manner in the case of default. The company does not generally use the non cash collateral for its own operations.

As at 30 November 2025, the Company has not pledged any of its assets as collateral for any liability or payable balance (2024: nil)

Amounts arising from ECL

Inputs, assumptions and techniques used for estimating impairment.

When determining whether the credit risk (i.e. Risk of default) on a financial instrument has increased significantly since initial recognition, the Company considers reasonable and supportable information that is relevant and available without undue cost of effort, This includes both qualitative and quantitative information analysis based on the Company's experience, expert credit assessment and forward looking information. The Company primarily identifies whether a significant increase in credit risk has occurred for an exposure by comparing the remaining life time probability of default (PD) as at reporting date with the remaining Life time PD for this point in time that was estimated on initial recognition of the exposure.

Whenever available, the Company monitors changes in credit risk by tracking published external credit ratings. To determine whether published ratings remain p to date and to assess whether there has been a significant increase in credit risk at the reporting date that has not been reflected in the published rating, the group also reviews changes in Bond yields together with available press and regulatory information about issuers.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

(b)(ii) Credit risk - continued

Where external credit ratings are not available, the Company allocates each exposure to a credit risk grade based on data that is determined to be predictive of the risk of default (including but not limited to the audited financial statement, management accounts and cashflow projections, available regulatory and press information about the borrowers and apply experienced credit judgement. Credit risk grades are defined by using qualitative and quantitative factors that are indicative of the risk of default and are aligned with the external credit rating definition from Moody's and standards and Poor.

The Company has assumed that the credit risk of a financial asset has not increased significantly since the initial recognition if the financial asset has low credit risk at reporting date. The company considers a financial asset to have low credit risk when its credit risk rating is equivalent to the globally understood definition of "investment grade". The Company considers this to be B- or higher based on the Moody rating which is equivalent to an internal risk grade of standard grade or higher.

As a back stop, the Company considers that a significant increase in credit risk occurs no later than when the asset is more than 30 days past due. Days past due are determined by counting the numbers of days since the earliest elapsed due date in respect of which full payments has not been received. Due dates are determined without considering any grace period that might be available to the borrower. The Company monitors the effectiveness of the criteria used to identify significant increase in credit risk by regular reviews to confirm that:

-The criteria are capable of identifying significant increase in credit risk before an exposure is in default;
-The criteria do no align with the point in time when the asset becomes 30 days past due;
-The average time between the identification of a significant increase in credit risk and default appears reasonable

-Exposures are not generally transferred from 12- month ECL measurement to credit impaired and
-There is no unwarranted volatility in loss allowance from transfers between 12-month ECL and Lifetime ECL measurement.

Definition of default
The Company considers a financial asset to be in default when the borrower is unlikely to pay its credit obligations to the company in full, without recourse by the company to actions such as realizing security (if any is held); or the financial asset Is more than 90 days past due.

In assessing whether a borrower is in default, the Company considers indicators that are:

-qualitative: e.g. breaches of covenant and the other indicators of financial distress;
-quantitative: e.g. overdue status and non-payment of another obligation of the same issuer to the company; and
-based on data developed internally and obtained from external sources.

Inputs into the assessment of whether a financial instrument is in default and their significance may vary over time to reflect changes in circumstances.

Incorporation of Forward looking information
The Company incorporates forward-looking information into both its assessment of whether the credit risk of an instrument has increased significantly since initial recognition and its measurement of ECL. It formulates a ‘base case’ view of the future direction of relevant economic variables and a representative range of other possible forecast scenarios based on advice from the Company's Investment and risk committee, economic experts and consideration of a variety of external actual and forecast information. This process involves developing three additional economic scenarios and considering the relative probabilities of each outcome. External information includes economic data and forecasts published by governmental bodies and monetary authorities in the Nigeria, supranational organizations such as the Organisation for Economic Cooperation and Development and the International Monetary Fund, and selected private-sector and academic forecasters.

The base case represents a best estimate and is aligned with information used by the Company for other purposes such as strategic planning and budgeting. The other scenarios represent more optimistic and pessimistic outcomes."

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

(b)(ii) Credit risk - continued

Measurement of ECL

The calculation of the expected credit loss is based on the key risk parameters of Probability of default (PD), Loss given default (LGD) and Exposure at default (EAD)

To determine the Lifetime and 12-month PDs, the Company uses the PD tables supplied by Moody's based on the default history of sovereign and corporate obligors with the same credit rating. The Company adopts the same approach for unrated investments by mapping its internal risk grades to the equivalent external credit ratings. The PDs are recalibrated and adjusted to reflect forward looking information as described below. Changes in the rating for counterparties and exposure lead to a change in estimate of the associated PD.

Loss Given Default is the magnitude off the likely loss if there is a default. The Company estimates LGD parameters based on the history of recovery rates of claims against the defaulted counterparties. The LGD for sovereign fixed income exposures are based on publications by Moody's and the models consider the structure, collateral, seniority of claims and recovery cot of any collateral that is integral to the financial asset. For loans secured with properties or asset, loan to value ratios are key parameter in determining LGD. LGDs are calculated on discounted cash flow basis using effective interest rate as the discounting factor.

EAD represents the expected exposure in the event of a default. The Company deprives the EAD from the current exposure to the counterparty and potential changes to the current amount allowed under the contract, including amortisation, and prepayments. The EAD of a financial asset is its gross carrying amount. As described in the accounting policy, and subject to using a maximum of a 12-month PD for financial assets for which credit risk has not significantly increased, the Company measures ECL considering the risk of default over the maximum contractual period (including any borrower's extension options over which it is exposed to credit risk, even if, for risk management purposes, the Company considers a longer period. The modelling of parameter is carried out on an individual basis or collective basis where the assets share same risk characteristics like instrument type, credit risk rating and grading, collateral type, date of initial recognition or remaining term to maturity or industry. The groupings are subject to regular review to ensure that exposures within a particular group remain appropriately homogeneous.

When ECL are measured using parameters based on collective modelling, a significant input into the measurement of ECL is the external benchmark information that the Company uses to derive the default rates of its portfolios. This includes the PDs provided in the Moody's or Standards and Poor default study and the LGDs provided in the recovery studies reports provided by the same rating agencies.

An overview of the approach to estimating ECLs is set out in Note 3 Summary of material accounting policies. To ensure completeness and accuracy, the Company obtains the data used from third party sources (Moody's, Standards and Poor, Economist associate etc.) and its investment team verifies the accuracy of inputs to the Company's ECL models including determining the weights attributable to the multiple scenarios.

(c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset.

The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptables losses or risking damage to the Company's reputation.

The Company uses activity-based costing to cost its products and services, which assists it in monitoring cash flow requirements and optimising its cash return on investments.

The Company aims to maintain the level of its cash and cash equivalents at an amount in excess of expected cash outflows on financial liabilities over the next 60 days.

The Company also monitors the level of expected cash inflows on trade and other receivables togther with expected cash outflows on trade and other payables.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date.

The amounts are gross and undiscounted, include contractual interest payments and exclude the impact of netting agreements.

Group

30-Sep-26			Contractual cash flows				
	Note	**Carrying amount**	**3 month or less**	**3 - 12 months**	**1-2 years**	**2-5 years**	**More than 5 years**
Non-derivative finacial assets							
Cash and cash equivalents	3	10,170,167	10,170,167	-	-	-	-
Fair value through profit or loss	4a	463,659	-	-	-	463,659	-
Armotised Cost	4b	25,635,861	-	571,659	-	25,064,202	-
Fair Value through OCI	4c	607,208	-	-	-	607,208	-
Trade receivables	5	1,307,499	1,307,499	-	-	-	-
Other receivables	6	2,305,329	2,305,329	-	-	-	-
		40,489,723	**13,782,995**	**571,659**	**-**	**26,135,069**	**-**
Non-derivative financial liabilities							
Trade payables	13	2,399,471	2,399,471	-	-	-	-
Other payables	15	5,000,716	5,000,716	-	-	-	-
		7,400,187	**7,400,187**	**-**	**-**	**-**	**-**
Liquidity gap		**33,089,536**	**6,382,808**	**571,659**	**-**	**26,135,069**	**-**

Company

30-Sep-26			Contractual cash flows				
	Note	**Carrying amount**	**3 month or less**	**3 - 12 months**	**1-2 years**	**2-5 years**	**More than 5 years**
Non-derivative finacial assets							
Cash and cash equivalents	3	7,773,562	7,773,562	-	-	-	-
Fair value through profit or loss	4a	463,659	-	-	-	463,659	-
Armotised Cost	4b	20,917,013	-	312,626	-	20,604,387	-
Fair Value through OCI	4c	607,208	-	-	-	607,208	-
Trade receivables	5	1,307,499	1,307,499	-	-	-	-
Other receivables	6	666,576	666,576	-	-	-	-
		31,735,517	**9,747,637**	**312,626**	**-**	**21,675,254**	**-**
Non-derivative financial liabilities							
Trade payables	13	2,399,471	2,399,471	-	-	-	-
Other payables	15	3,790,961	3,790,961	-	-	-	-
		6,190,432	**6,190,432**	**-**	**-**	**-**	**-**
Liquidity gap		**25,545,085**	**3,557,205**	**312,626**	**-**	**21,675,254**	**-**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

Group

31-Dec-25			Contractual cash flows				
	Note	**Carrying amount**	**3 month or less**	**3 - 12 months**	**1-2 years**	**2-5 years**	**More than 5 years**
Non-derivative finacial assets							
Cash and cash equivalents	3	7,975,130	7,975,130	-	-	-	-
Fair value through profit or loss	4a	173,376	-	69,350	-	104,026	-
Reinsurance contract assets	4b	3,279,214	1,311,685	1,967,528			
Armotised Cost	4c	12,451,756	622,588	1,245,176	1,867,763	2,490,351	6,225,878
Fair Value through OCI	5	607,208	-	242,883		364,325	-
Trade receivables	6	2,321,542	2,321,542	-	-	-	-
Other receivables		1,134,303	1,134,303	-	-	-	-
		27,942,529	**13,365,248**	**3,524,937**	**1,867,763**	**2,958,702**	**6,225,878**
Non-derivative financial liabilities							
Trade payables	13	2,729,426	2,729,426		-	-	-
Insurance contract liabilities		9,706,538	3,882,615	5,823,923			
Other payables	15	2,415,467	2,415,467		-	-	-
		14,851,431	**9,027,508**	**5,823,923**	**-**	**-**	**-**
Liquidity gap		**13,091,098**	**4,337,740**	**(2,298,985)**	**1,867,763**	**2,958,702**	**6,225,878**

Company

31-Dec-25			Contractual cash flows				
	Note	**Carrying amount**	**3 month or less**	**3 - 12 months**	**1-2 years**	**2-5 years**	**More than 5 years**
Non-derivative finacial assets							
Cash and cash equivalents	3	7,179,475	7,179,475				
Fair value through profit or loss	4a	173,376				173,376	
Reinsurance contract assets		3,279,214	1,311,685	1,967,528			
Armotised Cost	4b	6,148,171	307,409	614,817	922,226	1,229,634	3,074,086
Fair Value through OCI	4c	607,208				607,208	
Trade receivables	5	2,321,542	2,321,542				
Other receivables	6	154,224	154,224				
		19,863,210	**11,274,335**	**2,582,345**	**922,226**	**2,010,218**	**3,074,086**
Non-derivative financial liabilities							
Trade payables	13	2,729,428	2,729,428		-	-	-
Insurance contract liabilities		9,706,538	3,882,615	5,823,923			
Other payables	15	1,430,559	1,430,559		-	-	-
		13,866,525	**8,042,602**	**5,823,923**	**-**	**-**	**-**
Liquidity gap		**5,996,685**	**3,231,733**	**(3,241,577)**	**922,226**	**2,010,218**	**3,074,086**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

Maturity analysis

The table below summarises the expected utilisation or settlement of assets and liabilities as at 30 September:

Group		**2026**			**2025**	
	Current	**Non-current**	**Total**	**Current**	**Non-current**	**Total**
Financial assets	10,741,826	26,135,069	36,876,895	8,117,643	13,089,827	21,207,470
Reinsurance assets	4,699,926	-	4,699,926	3,279,213	-	3,279,213
Trade debtors	1,307,499	-	1,307,499	2,321,542	-	2,321,542
Other receivables and prepayments	2,305,329	-	2,305,329	1,217,353	-	1,217,353
Statutory deposit	-	1,855,000	1,855,000	-	355,000	355,000
PPE and intangible assets	-	7,197,164	-	-	6,699,269	6,699,269
Other assets	-	316,884.00	-	-	316,884	316,884
	19,054,580	**35,504,117**	**47,044,649**	**14,935,751**	**20,460,980**	**35,396,731**
Insurance contract liabilities	16,113,960	-	16,113,960	9,706,533	-	9,706,533
Trade payables	2,399,471	-	2,399,471	2,729,426	-	2,729,426
Other payables and accruals	4,780,655	-	4,780,655	3,060,445	-	3,060,445
Current tax payable	144,171	-	144,171	275,050	-	275,050
Deferred Tax	-	481,729	481,729	-	469,729	469,729
Retirement benefit obligation	-	8,911	8,911	-	28,401	28,401
Total liabilities	**23,438,257**	**490,640**	**23,928,897**	**15,771,454**	**498,130**	**16,269,584**

Company		**2026**			**2025**	
	Current	**Non-current**	**Total**	**Current**	**Non-current**	**Total**
Financial assets	8,086,189	21,675,254	29,761,443	7,320,730	6,787,500	14,108,230
Reinsurance assets	4,699,923	-	4,699,923	3,279,213	-	3,279,213
Trade debtors	1,307,498	-	1,307,498	2,321,542	-	2,321,542
Other receivables and prepayments	666,577	-	666,577	237,275	-	237,275
Statutory deposit	-	1,855,000	1,855,000	-	355,000	355,000
PPE		5,681,781	5,681,781		5,549,837	5,549,837
Other assets		4,026,300	4,026,300		4,026,300	4,026,300
	14,760,187	**33,238,335**	**47,998,522**	**13,158,760**	**16,718,637**	**29,877,397**
Insurance contract liabilities	16,113,960	-	16,113,960	9,706,533	-	9,706,533
Trade payables	2,399,471	-	2,399,471	2,729,428	-	2,729,428
Other payables and accruals	3,790,961	-	3,790,961	1,857,862	-	1,857,862
Current tax payable	157,632	-	157,632	130,294	-	130,294
Deferred Tax	-	292,095	292,095	-	280,162	280,162
Total liabilities	**22,462,024**	**292,095**	**22,754,120**	**14,424,117**	**280,162**	**14,704,279**

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

Market risk
Market risk is the risk that changes in market prices - such as foreign exchange rates, interest rates and equity prices - will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the returns.

Currency risk
The Company is exposed to currency risk to the extent that there is a mismatch between the currencies in which premium and claims are denominated and the respective functional currencies of the Company. The functional currency of the Company is the Nigerian naira.

The currencies in which these transactions are primarily denominated are the Nigerian naira.

However, the Company receives some premium in foreign currencies and also pays some claims in foreign currencies. The foreign currencies the Company transacts in include euro, british pounds and united states dollars.

Exposure to currency risk

The summary quantitative data about the Company's exposure to currency risk as reported to the management of the Company is as follows:

	30 September 2026			31 December 2025		
In Thousands of	**Carrying value**	**USD**	**NGN**	**Carrying value**	**USD**	**NGN**
Cash and cash equivalent	10,170,167		10,170,167	7,975,130	3,968	7,971,162
Financial assets	-		-	-		-
Net statements of financial position exposure	10,170,167	-	10,170,167	7,975,130	3,968	7,971,162

The following significant exchange rates have been applied.

	Period- end spot rate	
	2026	**2025**
Naira		
USD 1	1422	1435

Sensitivity analysis
A reasonably possible strengthening (weakening) of the US dollar against all other currencies at 31 December would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts show below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

	Profit or Loss		**Equity, net of tax**	
Effects in thousand of naira	**Strengthening**	**Weakening**	**Strengthening**	**Weakening**
30 September 2026				
USD (10% movement)	0	0	0	0
31 December 2025				
USD (10% movement)	794	(794)	794	(794)

(c)(v) Interest rate risk
The Company adopts a policy of ensuring that all its interest rate risk exposure is at a fixed rate.
This eliminates the variability in the risks and returns on the Company's interest bearing assets and liabilities.

Exposure to interest rate risk
The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

The Company purchases reinsuranceas part of its risks mitigation programme. Reinsurance ceded is placed on both aproportional and non–proportional basis.The majority of proportional reinsurance is quota–sharere insurance which is taken out to reduce the overall exposure of the Company to certain classes of business.Non–proportional reinsurance is primarily excess–of–loss reinsurance designed to mitigate the Company’s net exposure to catastrophe losses. Retention limits for the excess–of–loss reinsurance vary by product line and territory.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

Amounts recoverable from reinsurers are estimated in a manner consistent with the outstanding claims provision and are in accordance with the reinsurance contracts.Although the Company has reinsurance arrangements,it is not relieved of its direct obligations to its policyholders and thus a credit exposure exists with respect to ceded insurance,tothe extent that any reinsurer is unable to meet its obligations assumed under such reinsurance agreements. The Company's placement of reinsurance is diversified such that it is neither dependent on a single reinsurer nor are the operations of the Company substantially dependent upon any singlere insurance contract.

The Company principally issues the following types of general insurance contracts: fire, motor, bond, personal accident, aviation, marine and oil and gas. Risks under non–life insurance policies usually cover twelve months duration. For general insurance contracts, the most significant risks arise from climate changes, natural disasters and terrorist activities. For longer tail claims that take some years to settle, there is also inflation risk. The above risk exposure is mitigated by diversification across a large portfolio of insurance contracts and geographical areas.The variability of risks is improved by careful selection and implementation of underwriting strategies,which are designed to ensure tha trisks are diversified in terms o ftype of risk and level of insured benefits.This is largely achieved through diversification across industry sectors and geography.

Furthermore,strict claim review policies and procedures exist to assess all new and on-going claims, regular detailed review of claims handling procedure sand frequent investigation of possible fraudulent claims are all policies and procedures put in place to reduce the risk exposure of the Company.The Company further enforces a policy of actively managing and promptly pursuing claims, inorder to reduce its exposure to unpredictable future developments that can negatively impact the business. Inflation risk is mitigated by taking expected inflation into account when estimating insurance contract liabilities.

The Company has also limited its exposure by imposing maximum claim amounts on certain contracts as well as the use of reinsurance arrangements inorder to limit exposure to catastrophic events (e.g.,hurricanes,earthquakes and flood damage).

The purpose of these underwriting and reinsurance strategiesis to limit exposure to catastrophes based on the Company's risk appetite as decided by management.The overall aim is currently to restrict the impact of a single catastrophic even to approximately 50% of shareholders'equity on a gross basis and 10% on a net basis.In the event of such acatastrophe, counterparty exposure to a single reinsurer is estimated not to exceed2% of shareholders'equity. The Board may decide to increase or decrease the maximum tolerances based on market conditions and other factors.

Key assumptions
The principal assumption underlying the liability estimates is that the Company's future claims development will follow a similar pattern to past claims development experience. This includes assumptions in respect of average claim costs, claim handling costs,claim inflation factors and claim numbers for each accident year.

We have adopted actuarial methods and assumptions that are consistent with those used in prior years. The level of reserve was deternined after data cleasing by using our internationally accepted actuarial models

The calculation of the reserves was conducted on both deterministic (assuming average historic experience would be reflected in the future experience without attaching probability or level of uncertainty of variations arround such experince) and stochastic(allowing for likely future variation arround the average expected experince) and stochastic approach uses Bootstrap-Mark method

Chain Ladder Method (CL)
We have used the Chain Ladder method which is the most widely used method in loss reserving, and it is the starting point of the other reserving methods described in this report. The Chain Ladder also called Loss development triangle method uses statistical projection technique that relies on the setting of past known claim payments by year of origin (accident year) and year of payment (development year). Using historical claims paid for each class, we grouped the claims into 10 years cohorts, considering the age-age-claim amounts paid. These cohorts are called loss development triangles. Each left - right diagonal represents the total loss amounts paid in that year for losses reported in each accident year. The age-to-age claim amounts are then accumulated from the origin year to the valuation date. The cumulated incremental paid claims (2008-2017) to the valuation date are then projected to their expected ultimate claim estimate, using factors called link ratios or development factors. The gross claim reserves are then derived from the difference between the cumulated actual paid claims and the estimated ultimate claim. Variants of the chain ladder method were exploited to reflect adequately the key characteristics of the risks being reserved for by the company.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

The IACL is a variant of the chain ladder method and it could be used with allowance for time value of money (discounting or no discounting). Under this method, the historical age -to- age paid claims are increased in line with relevant inflation index from their accident year of or payment to the valuation year before being cumulated. The cumulated payments in money terms of the valuation year are projected into the future. The decumulated payments are then projected forward to their expected year of payment and ultimate claim estimate, allowing for future inflation. Published year - to - year inflation factors used in our projection is as stated in the assumptions section of this report. We have calculated for two types of this

Expected Loss Ratio Method
We estimated the ultimate loss ratio from historical data for each class of business and multiplied this by the earned premium for that class in each accident year to obtain the ultimate claim for each accident year. In arriving at the historical loss ratio, we considered the underwriter's views. We then deducted the actual paid claim amount to date to give the required outstanding claim reserve. This approach is considered appropriate for as it is not affected by distortions in data and although it is simplistic but gives an approximate estimate. We applied this method for classes where there is no sufficient mass of data to generate credible results using other more sophisticated methods.

Claims development table
The following tables show the estimates of cumulative incurred claims,including both claims notified and IBNR for each successive accident year at each reporting date, together with cumulative payments to date.The estimated technical reserves are derived statiscally through analysing the company's non-life policy data for policies underwritten and emerging claims over each of the past 6 (six) underwriting years.

In general,the uncertainty associated with the ultimate claims experience in an accident year is greatest when the accident year is at an early stage of development and the margin necessary to provide the necessary confidence in the provisions adequacy is relatively at its highest.As claims develop,and the ultimate cost of claims becomes more certain,the relative level of margin maintained should decrease.However,due to the uncertainty inherited in the estimation process,the actual overall claim provision may not always be in surplus.

In Thousands of naira	31-Mar-26	31-Dec-25
Fixed-rate instruments		
Cash deposit	2,042,562	1,567,584
Money market placement	8,136,461	6,417,329
Armotized	25,635,861	12,451,756
	35,814,884	20,436,669

Cashflow sensitivity analysis for fixed-rate instruments

	Profit or	loss	Equity,	net of tax
Effect in thousands of naira	100bp increase	100bp decrease	100bp increase	100bp decrease
31 March 2026				
Financial instruments	3,581,488	(3,581,488)		
	3,581,488	(3,581,488)	-	-
31 December 2025				
Financial instruments	2,043,667	(2,043,667)		
	2,043,667	(2,043,667)	-	-

The analysis assumes that all other variables, in particular, foreign currency exchange rates remain constant.

Fair value sensitivity analysis for fixed-rate instruments
The Company does not account for any fixed-rate financial assets and financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

Other market price risk
The Company is exposed to equity price risk, which arises from available-for-sale equity securities held for partially meeting the claims and benefits obligations.

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

The management of the Company monitors the proportion of equity securities in its investment prortfolio based on market indices.

Material investments within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the Risk Management Committee.

The primary goal of the Company's investment strategy is to maximise investment returns, both to partially meet the Company's claims and benefits obligations and to improve its returns in general.

49 For the purpose of statement of cashflows

a **Proceed from sale of property and equipment**

		Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
Cost	9	(318,605)	63,881	406,124	11,727
Accumulated depreciation	9	-	(48,385)	(25,198)	(9,220)
Net book value		**(318,605)**	**15,496**	**380,926**	**2,506**
Profit on sale of PPE	33	1,209	-	1,209	-
		(317,396)	**15,496**	**382,135**	**2,506**

50 **Other comprehensive income net of tax**

		Group 2026 N'000	Group 2025 N'000	Company 2026 N'000	Company 2025 N'000
a Net acturial gains/(loss) on retirement benefit obligation	14(i)	-	-	-	-
Income tax effect	16.2	-	-	-	-
		-	**-**	**-**	**-**
b Gain on revaluation of property, plant and equipment	9	-	-	-	-
Income tax effect	16.2	-	-	-	-
		-	**-**	**-**	**-**
c Fair value gain on financial asset at FVOCI	4c	-	-	-	-
Income tax effect	16.2	-	-	-	-
		-	**-**	**-**	**-**

OTHER NATIONAL DISCLOSURES

Value Added Statement

	Group 2026	%	Group 2025	%	Company 2026	%	Company 2025	%
Gross premium income	15,867,985		23,733,535		15,044,291		23,733,535	
Investment Income	2,951,258		3,565,624		775,947		942,684	
Other income	193,966		738,932		(490,249)		(562,324)	
Reinsirance claims, commission and operating expenses	(19,800,933)		(20,422,471)		(18,984,347)		(19,212,821)	
Value added	**(787,724)**	**100**	**7,615,620**	**100**	**(3,654,358)**	**100**	**4,901,073**	**100**
Applied to pay								
Staff cost	2,264,264	-287%	2,775,315	36%	878,794	-24%	1,455,459	30%
Government as tax	200,775	-25%	144,939	2%	139,791	-4%	110,042	2%
To provider finance								
Shareholders as dividend								
Retained in the business								
Deferred Tax	231,096	-29%	231,096	3%	-	-	-	-
Depreciation and amortisation	358,822	-46%	440,172	6%	243,834	-7%	298,084	6%
Retained profit for the year	(3,842,681)	488%	4,024,098	53%	(4,916,777)	135%	3,037,489	62%
	(787,724)	**100%**	**7,615,620**	**100%**	**(3,654,358)**	**100%**	**4,901,074**	**100%**

FIVE YEAR FINANCIAL SUMMARY

STATEMENT OF FINANCIAL POSITION

	Group 2026 N'000	Group 2025 N'000	Group 2024 N'000	Restated Group 2023 N'000	Group 2022 N'000
ASSETS					
Cash and cash equivalents	10,170,167	7,975,130	11,196,743	6,564,667	4,408,793
Financial assets	-	-	-	-	-
Fair value through profit or loss	463,659	173,376	138,264	113,615	68,090
Amortised cost	25,635,861	12,451,756	10,197,218	7,472,050	5,192,133
Fair value through OCI	607,208	607,208	492,056	433,485	92,575
Trade receivables	1,307,499	2,321,542	1,545,616	1,029,780	738,347
Reinsurance assets	4,699,926	3,279,213	5,841,670	1,647,856	812,061
Deferred acquisition cost	-	-	-	-	-
Other receivables and prepayments	2,305,329	1,217,353	884,869	826,508	535,433
Investment properties	-	-	-	-	45,000
Goodwill	316,884	316,884	316,884	316,884	316,884
Intangible assets- Software	358,732	411,196	552,526	422,753	68,114
Property, plant and equipment	6,838,432	6,288,073	6,018,546	5,436,390	4,556,848
Statutory deposits	1,855,000	355,000	355,000	355,000	355,000
Deferred tax asset	-	-	-	60,854	60,854
Total assets	54,558,697	35,396,731	37,539,392	24,679,842	17,250,133
LIABILITIES					
Insurance contract liabilities	16,113,960	9,706,533	16,303,627	4,539,202	3,217,225
Other contract liabilities	40,588	6,389	8,899	15,539	15,912
Trade payables	2,399,471	2,729,426	2,785,404	2,105,972	548,733
Employees retirement benefit obligations	8,911	28,401	27,712	23,933	22,187
Provision and other payables	4,780,655	3,054,056	2,346,751	1,254,607	850,252
Income tax liabilities	144,171	275,050	191,446	187,033	109,064
Deferred tax liabilities	481,729	469,729	282,351	184,753	27,459
Total liabilities	23,969,485	16,269,584	21,946,190	8,311,039	4,790,831
EQUITY					
Issued and paid up share capital	14,433,333	6,933,333	6,933,333	6,933,333	6,933,333
Share premium	8,163,600	663,600	663,600	663,600	663,600
Statutory contingency reserves	3,774,661	3,323,290	2,611,284	1,900,456	1,434,593
Retained earnings	(2,733,493)	1,560,415	(975,271)	1,008,862	(985,525)
Other components of equity:	-				
Asset revaluation reserve	4,095,433	4,102,776	3,974,282	3,634,971	2,572,253
Fair value reserve	351,610	356,200	275,880	235,984	(50,953)
Non Controlling interest(NCI)	2,504,068	2,187,533	2,110,094	1,991,597	1,892,000
Shareholders fund	30,589,213	19,127,147	15,593,202	16,368,802	12,459,302
TOTAL LIABILITIES AND EQUITY	54,558,697	35,396,731	37,539,392	24,679,842	17,250,133
Gross premium written	15,867,985	23,733,535	23,694,266	7,563,210	4,670,162
Insurance service result	(2,684,866)	7,962,692	(4,202,280)	(217,739)	972,734
Profit(loss) before taxation	(3,641,906)	4,169,037	(627,547)	2,982,272	782,672
Profit/(loss) after taxation	(3,842,681)	4,024,098	(1,092,866)	2,750,288	712,432

FIVE YEAR FINANCIAL SUMMARY

STATEMENT OF FINANCIAL POSITION

	Company 2026 N'000	Company 2025 N'000	Company 2024 N'000	Restated Company 2023 N'000	Company 2022 N'000
ASSETS					
Cash and cash equivalents	7,773,563	7,179,475	9,830,861	4,718,745	2,337,933
Financial assets	-	-	-	-	-
Fair value through profit or loss	463,659	173,376	138,264	113,615	68,090
Amortised cost	20,917,013	6,148,171	5,084,068	3,161,226	1,481,075
Fair value through OCI	607,208	607,208	492,056	433,485	92,574
Trade receivables	1,307,498	2,321,542	1,545,616	1,029,780	738,347
Reinsurance assets	4,699,923	3,279,213	5,841,670	1,647,858	812,061
Deferred acquisition cost	-	-	-	-	
Other receivables and prepayments	666,577	237,275	174,054	352,853	197,154
Investment in subsidiaries	4,026,300	4,026,300	4,026,300	4,026,300	4,026,300
Investment properties	-	-	-	-	45,000
Intangible asset	296,674	400,006	539,166	401,541	48,162
Property, plant and equipment	5,385,107	5,149,831	5,033,899	4,391,555	3,495,489
Statutory deposits	1,855,000	355,000	355,000	355,000	355,000
Deferred tax asset	-	-	-	21,745	21,745
Total assets	47,998,522	29,877,397	33,060,954	20,653,703	13,718,930
LIABILITIES					
Insurance contract liabilities	16,113,960	9,706,533	16,303,627	4,539,202	3,217,225
Trade payables	2,399,471	2,729,428	2,785,404	2,105,972	548,733
	-	-	-	-	-
Provision and other payables	3,790,961	1,857,862	1,690,510	597,590	488,843
Income tax liabilities	157,632	130,294	173,210	80,876	34,807
Deferred tax liabilities	292,095	280,162	190,671	157,143	-
Total liabilities	22,754,120	14,704,279	21,143,422	7,480,783	4,289,608
EQUITY					
Issued and paid up share capital	14,433,333	6,933,333	6,933,333	6,933,333	6,933,333
Share premium	8,163,600	663,600	663,600	663,600	663,600
Statutory contingency reserves	3,774,661	3,323,290	2,611,284	1,900,456	1,434,593
Retained earnings	(5,339,136)	29,016	(2,305,750)	39,673	(1,888,408)
Other components of equity:	-				
Asset revaluation reserve	3,856,642	3,863,989	3,735,496	3,396,185	2,333,468
Fair value reserve	355,299	359,889	279,569	239,673	(47,264)
Shareholders fund	25,244,399	15,173,117	11,917,532	13,172,921	9,429,322
TOTAL LIABILITIES AND EQUITY	47,998,518	29,877,396	33,060,954	20,653,703	13,718,930
Gross premium written	15,044,291	23,733,535	23,694,266	7,298,401	4,369,573
Insurance service result	(2,966,740)	7,986,040	(4,182,925)	(217,739)	972,734
Profit(loss) before taxation	(4,776,987)	3,147,531	(1,485,504)	2,405,607	221,552
Profit/(loss) after taxation	(4,916,777)	3,037,489	(1,634,596)	2,317,819	193,925