NEM
...together to succeed

FORECAST

FOR THE SECOND QUARTER ENDING

30TH JUNE, 2026

MEMBER
NIA
NIGERIAN INSURERS ASSOCIATION

NEM HOUSE
199, Ikorodu Road, Obanikoro, Lagos
P.O.Box 654, Marine, Tel: 02014489560-
NEM Support Centre: 02014489570-
Email: nem@nem-insurance.com
Website: www.nem-insurance.com

NEM INSURANCE PLC
FORECAST STATEMENT OF FINANCIAL POSITION -
30TH JUNE 2026

		2026
ASSETS	**NOTES**	**N'000**
Cash and Cash equivalents	3	23,625,669
Financial Assets:		
Fair value through profit or loss	4	21,971,871
Fair value through other comprehensive Income	4	3,803,278
Amortised cost	4	83,127,093
Trade Receivable	5	1,050,000
Reinsurance Contract Assets	6	25,432,477
Insurance Contract assets		-
Other Receivables & Prepayments	7	11,356,947
Investment in Subsidiaries	8	684,375
Investment Property	9	3,950,585
Statutory Deposit	10	1,500,000
Intangible Assets	11	141,623
Property Plant and equipment	12	5,576,555
Right of use Aseet	13	916,552
Deferred Tax Asset	15	-
Total Assets		**183,137,025**
LIABILITIES		
Insurance Contract Liabilities	14	63,416,547
Reinsurance Contract Liabilities		-
Other Insurance Contract Liabilities	16	3,300,000
Borrowings		-
Other Payables	17	5,327,472
Lease Liability	18	359,831
Income tax liability	19	9,937,841
Deferred tax liability	20	4,574,291
		86,915,982
Share capital	21	5,016,477
Share Premium		-
Statutory contigency reserves	22	24,679,062
Retained earnings	23	63,746,044
FVOCI reserves	24	(10,341)
Asset revaluation reserve	25	2,789,801
Total equity		96,221,043
Total Equity and Liabilities		**183,137,025**
		0

The financial forecast was approved by the Board of Directors on 11/3/2026 and signed on behalf by:

MR. ANDREW IKEKHUA (MD/CEO)	MR. IDOWU SEMOWO (CFO)
FRC/2018/CIIN/00000018245	FRC/2013/ICAN/00000001466

NEM INSURANCE PLC		
FORECAST INCOME STATEMENT		
3OTH JUNE 2026		
	Notes	**2026**
		N'000
Insurance Revenue	26	102,472,181
Insurance service expenses	27	(62,765,130)
Net Expenses on Reinsurance Contract	28	(17,152,320)
Insurance Service Result		22,554,731
Interest revenue calculated using effective interest me	29	4,660,350
Dividend Income		839,650
Foreign Exchange gain / (loss)		(591,600)
Fair value gain/ (loss)		1,856,250
Net Insurance finance expenses		(26,708)
Gain /(Loss) on disposal of Asset		1,007
other income	30	567,648
Other Operating expenses	31	(7,287,411)
Finance cost		(38,852)
Allowances for credit losses		(291,578)
Profit before taxation		22,243,488
Income taxes		(2,446,784)
Profit after tax		19,796,704

NEM INSURANCE PLC

NOTES TO THE FORECAST

		2026
3.	**CASH AND CASH EQUIVALENTS**	**N'000**
	Cash - Petty cash	2,820
	Balances with Local banks	2,302,767
	Domiciliary accounts with local banks	7,535,914
	Domiciliary accounts with foreigh banks	184,306
	Placement with banks	12,650,161
	Placement with other financial institutions	1,050,000
	Interest Receivable	191,278
		23,917,247
	Allowance for credit loss	(291,578)
	Total Cash and Cash equivalents	23,625,669

Short-term deposits are made for varrying periods averaging between 1- 90days depending on the immediate cash requirements of the Company .
.The carrying amounts disclosed above are reasonably appropriate fair value at the reporting date.

4.	**Financial Assets**	
		N'000
	Fair value thruogh profit or loss	21,971,871
	Fair value through other comprehensive income	3,803,278
	Financial asset at amortised cost	83,127,092
		108,902,241
	Fair value through profit or loss	
	Balance at the beginning of the year	16,726,627
	Reclassified from FVOCI	-
	Purchases	5,245,244
	Fair value gain	-
	Disposal	-
	Balance at the end of the year.	21,971,871

Management valued the company's quoted investments at the market value which is reasonable measurement of of fair value since the prices of the shares are quoted in an active market . The instruments are measued and evaluated on a fair value basis and the fair value is determined by reference to published prices quotations in an active mark

Fair value through other comprehensive income.

Financial assets at fair value through other comprehensive income (FVOCI) comprise:

Equity securities which are not held for trading, and which the Company has irrevocably elect at innitial recorgnition to recorgnise as FVOCI.

The components	**N'000**
CSCS	69,282
WAMCO	21,767
Alpha Morgan Bank Ltd	2,150,000
Addition	1,562,230
	3,803,278

Fair value at amortised cost	**N'000**
Balance as at 1st January, 2021	75,978,500
Addition	7,148,592
	83,127,092

5. Trade Receivable	1,050,000

6 . Reinsurance contract Assets	**N'000**
Asset for remaining Coverage	16,594,841
Amount recoverable from incured claim	8,837,635
	25,432,477

Reinsurance assets are subject to Acturial Valuation by EY- a professional valuers. This is us yearly and is the year end. The next one will be by the end of this year

7. Prepayments & other receivables	**N'000**
Prepayments	110,644
Accounts receivable	-
Staff loans and advances	83,417
Intercompany receivable	-
Withholding Tax Receivable	709,312
Deposit for shares in NEM Asset Management Coy Ltd	82,500
Receivables from NEM Health Ltd	178,576
Nem Life Company Ltd	10,181,010
Stock brokers' current accounts	11,487
Receivable on disposed equity holding	-
Deposit for shares in Alpha Morgan Bank Ltd	-
	11,356,947

8. Investment in Subsidiaries:	
Investment in Nem Health	**N'000**
Balance at the beginning of the year	285,000
During the year	249,375
Imparment	-
Balance at the year end	**534,375**
	N'000
Investment in NEM Asset Management ltd.	
Opening	150,000
Addition	-
	150,000
Total investmenty in Subsidiaries	684,375

9. Investment Property	**N'000**
Balance at the beginning of the year	3,840,585
Addition during the year	10,000
Reclassified from PPE	-
Revaluation gain	100,000
Balance at the year end	**3,950,585**

This is building under construction which has now been completed and even rented out to generate rental income for the company. Since this is not put into use by the company but rented out to generate income, it must be reclassified from PPE to Investment property.

10. **Statutory Deeposit**	**N'000**
Deposit with the Central Bank of	1,500,000
Nigeria in accordance with the provisions	
of Insurance Act, 2003	
Addition	
Total	1,500,000

11. INTANGIBLE ASSET	**N'000**
Balance at the beginning of the year	39,374
During the year	102,249
Imparment	-
Balance at the year end	**141,623**

13. **Right of Use Asset**	**N'000**
Cost	
At 1 January	**1,352,378**
Additions during the year	**375,000**
Reclassification (Note 14(a)(ii)	**(145,000)**
As at	**1,582,378**
Accumulated depreciation	
At 1 January	**518,826**
Charge for the year	**205,000**
Reclassification (Note 14(a)(ii)	**(58,000)**
As at	**665,826**
Carrying amounts at:	
As at	**916,552**

14. **Insurance Contract Liability**	**N'000**
Liability for remaining coverage	40,816,147
Liability for Incured Claim	22,600,400
Total	63,416,547

15. Defered Tax Asset	
Opening	-
Changes	-
	-

16. **Other Technical liabilities**	**N'000**
Premium Deposit	1,200,000
Trade payables (Scib & OAN)	2,100,000
	3,300,000

17. **Other Payables**	**N'000**
Accruals	1,716,104
Other creditors	2,722,864
Dividend payable	888,504
	5,327,472

18. Lease Liability	
Balance at the beginning of the year	426,931
Additions during the period	204,000
Interest charged during the period (Note 30)	73,900
Lease initial deposit requirement	-
Lease payment during the period	(345,000)
Balance as at the end of the period	
	359,831

19. Taxation	**N'000**
Per financial position	
Balance at the beginning of the year	8,040,101
Income tax for the period	2,446,784
Education tax for the period	**444,870**
Prior year over-provision (Note 19(b))	-
Information technology levy (Note 19(b))	556,087
Police Trust Fund Levy	-
Paid during the period	(1,550,000)
Balance at the end of the period	9,937,841
Per Income Statement	N'000
Income tax	2,446,784
Education tax	444,870
Prior year over-provision	-
Information technology levy	556,087
	3,447,741
Deferred tax asset (Note 20 (i))	-
Deferred tax liabilities (Note 20 (ii))	-
	4,574,291
20. Deferred tax liability	**N'000**
Balance at the beginning of the year	2,722,816
Change during the year	1,851,475
Revaluation Surplus	
Balance at the year end	**4,574,291**
21. Issued Share Capital	**N'000**
Authorised Share Capital	
	5,200,000
Ordinary share capital of 100k issued and fully paid.	
	5,016,477
22. Statutory contigency reserve	**N'000**
Balance at the beginning of the year	20,719,721
Transfer from revenue	3,959,341
Balance at the year end	**24,679,061**
23. Retain earnings	**N'000**
Balance at the beginning of the year	54,304,356
Profit for the year	19,796,704
Transfer to contigency reserve	(3,959,341)
Dividend	(6,395,675)
	-
	-
	63,746,044

24. FVOCI reserve	**N'000**
Balance at the beginning of the year	(20,203)
Movement during the year	**9,862**
Balance at the year end	**(10,341)**
25. Asset revaluation reserve	N'000
Balance at the beginning of the year	2,789,801
Additions during the year:Cost- revaluation surplus	
Accumulated depreciation	
Total revaluation surplus	
	2,789,801
Balance at the end of the year	
26. Insurance Revenue	
Motor	27,261,585
Marine	12,418,470
Fire	18,148,608
General Accident	9,927,728
Engineering	5,315,704
Bond	1,180,973
Oil and Gass	28,040,490
Agric	178,623
	102,472,181
27. Insurance service expenses	N'000
Incured Claim	(33,417,216)
Amortization insurance acquisition cash flow	(29,347,914)
	(62,765,130)
28. Net gain / loss onexpenses Reinsurance	
Reinsurance expenses	30,519,206
Reinsurance recovery	(13,366,886)
	17,152,320
	N'000
Reinsurance expenses	32,548,109
Fee & Com. Income	(2,028,902)
	30,519,206

29. Investment Income	N'000
CBN Interest	31,059
Others	4,629,291
	4,660,350
Dividend Income	839,650
30. Other Income	N'000
Rental income	56,280
Sundry Income	135,300
Others	376,068
	-
	567,648
31. Other Operating Expenses	7,287,411

NEM INSURANCE PLC

REVENUE FORECAST FOR THE PERIOD ENDING 30TH JUNE, 2026

	MOTOR	MARINE	FIRE	GENERAL ACCIDENT	OIL & GASS	ENGINEERING	BOND	AGRIC	TOTAL	TOTAL 2,025
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Insurance Revenue	27,261,585	12,418,470	18,148,608	9,927,728	28,040,490	5,315,704	1,180,973	178,623	102,472,181	122,841,899
	27,261,585	12,418,470	18,148,608	9,927,728	28,040,490	5,315,704	1,180,973	178,623	102,472,181	122,841,899
Insurance Service Expenses										
Incured claim expenses	(8,619,416)	(3,600,547)	(5,801,421)	(3,014,841)	(10,366,657)	(1,641,614)	(321,476)	(51,244)	(33,417,216)	(41,061,703)
Armotization of acquisition expenses	(6,915,559)	(3,359,839)	(5,777,009)	(2,830,626)	(8,501,193)	(1,553,753)	(368,344)	(41,592)	(29,347,914)	(37,682,889)
	(15,534,975)	(6,960,386)	(11,578,430)	(5,845,467)	(18,867,850)	(3,195,366)	(689,820)	(92,836)	(62,765,130)	(78,744,592)
	11,726,610	5,458,084	6,570,178	4,082,261	9,172,640	2,120,338	491,154	85,787	39,707,051	44,097,307
Net expenses on reinsurance contract										
Reinsurance premium	9,419,200	2,524,960	4,847,040	2,226,048	12,481,091	835,200	173,280	41,290	32,548,109	40,344,562
Reinsurance recoveries	3,447,766	1,440,219	2,320,568	1,205,936	4,146,663	656,645	128,590	20,498	13,366,886	16,014,064
Commission Received	523,322	218,605	352,229	183,044	629,404	99,669	19,518	3,111	2,028,902	2,493,032
	5,448,112	**866,136**	**2,174,243**	**837,068**	**7,705,024**	**78,885**	**25,171**	**17,681**	**17,152,320**	**21,837,466**
Insurance service result	6,278,498	4,591,948	4,395,936	3,245,193	1,467,616	2,041,452	465,982	68,107	22,554,731	22,259,842

NEM INSURANCE PLC

STATEMENT OF CHANGES IN EQUITY FORECAST - 30TH JUNE, 2026

	Issued Share Capital	Share Premium	Contingency Reserves	Gratuity Valuation	FVOCI Reserve	Asset Revaluation Reserve	Retain Earnings	2026 Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
At January 1, 2026	5,016,477	-	20,719,721	-	(10,341)	2,789,801	54,304,356	82,820,014
Additions		-				-		-
Profit for the period		-	-		-		19,796,704	19,796,704
Transfer to Contingency reserves	-	-	3,959,341	-	-		(3,959,341)	-
Other Comprehensive Income							(6,395,675)	(6,395,675)
Actuarial gain on defined benefit plan								-
Gains on the listing of MTN on the floor NSE	-	-	-	-			-	-
Distribution to owners								-
Dividend paid during the year							-	-
As at 30th June, 2026	5,016,477	-	24,679,061	-	(10,341)	2,789,801	63,746,044	96,221,043

NEM INSURANCE PLC

PROPERTY PLANT AND EQUIPMENT FORECAST

	Land	Building	Machinery & Equipment	Motor Vehicle	Furniture & Fittings	Office Equipment	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
At 1st January 2026	763,430	2,717,633	25,163	316,299	40,826	134,681	3,998,032
Additions	-	10,000	50,000	1,075,000	500,000	742,520	2,377,520
Revaluation	-	-			-	-	-
Disposal	-	-		-	-	-	-
At 31st December, 2026	763,430	2,727,633	75,163	1,391,299	540,826	877,201	6,375,552
Depreciation/Amortisation							
At 1st January 2026	-	54,353	5,033	63,260	8,165	26,936	157,746
Charge for the year		64,353	15,033	278,260	108,165	175,440	641,250
Depreciation on Dispoal	-	-	-	-	-	-	-
At 31st December, 2026	-	118,705	20,065	341,520	116,330	202,376	798,997
Net Book Value							
At 31st December, 2026	**763,430**	**2,608,928**	**55,098**	**1,049,779**	**424,496**	**674,825**	**5,576,555**