

FORECAST

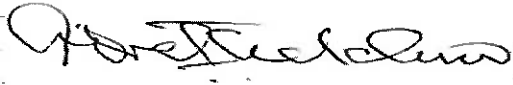
FOR THE PERIOD ENDING

31ST MARCH, 2026



NEM HOUSE
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Tope Smart (Chairman), Papa Ndiaye (Non-Executive), Kelechi Okoro (Non-Executive), Yakasai Ahmed (Independent), Anthony Aletor (Non- Executive), Joy Teluwo (Non-Executive)
Dr. Daphne Dafinone (Non-Executive), Abisola Giwa-Osagie (Non-Executive), Idowu Semowo (Executive) Adeyemi Mayadenu (Executive), Andrew Ikekhua (Managing)

NEM INSURANCE PLC		
FORECAST STATEMENT OF FINANCIAL POSITION -		
31ST MARCH 2026		
		2026
ASSETS	NOTES	N'000
Cash and Cash equivalents	3	17,768,287
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	83,127,092
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		177,279,642
LIABILITIES		
Insurance Contract Liabilities	14	63,607,040
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	8,529,605
Deferred tax liability	20	4,822,816
		85,946,764
Share capital	21	5,016,477
Share Premium		-
Statutory contingency reserves	22	23,061,861
Retained earnings	23	60,475,080
FVOCI reserves	24	(10,341)
Asset revaluation reserve	25	2,789,801
Total equity		91,332,878
Total Equity and Liabilities		177,279,642
The financial forecast was approved by the Board of Directors		
on 09/12/2025 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		
31ST MARCH 2026		
	Notes	2026
		N'000
Insurance Revenue	26	65,256,088
Insurance service expenses	27	(41,355,441)
Net Expenses on Reinsurance Contract	28	(10,239,082)
Insurance Service Result		<u>13,661,566</u>
Interest revenue calculated using effective interest me	29	2,330,175
Dividend Income		419,825
Foreign Exchange gain / (loss)		(295,800)
Fair value gain/ (loss)		1,856,250
Net Insurance finance expenses		(13,354)
Gain /(Loss) on disposal of Asset		504
other income	30	283,824
Other Operating expenses	31	(4,754,467)
Finance cost		(38,852)
Allowances for credit losses		<u>(291,578)</u>
Profit before taxation		13,158,093
Income taxes		<u>(1,447,390)</u>
Profit after tax		11,710,702
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NEM INSURANCE PLC
NOTES TO THE FORECAST

	2026
	N'000
3. CASH AND CASH EQUIVALENTS	
Cash - Petty cash	2,468
Balances with Local banks	1,791,041
Domiciliary accounts with local banks	6,593,925
Domiciliary accounts with foreign banks	137,249
Placement with banks	8,293,903
Placement with other financial institutions	1,050,000
Interest Receivable	191,278
	18,059,865
Allowance for credit loss	(291,578)
Total Cash and Cash equivalents	17,768,287

Short-term deposits are made for varying 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 through 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 fair value since the prices of the shares are quoted in an active market . The instruments are measured and evaluated on a fair value basis and the fair value is determined by reference to published prices quotations in an active market.

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 elected at initial recognition to recognise as FVOCI.	
The components	N'000
CSCS	69,282
WAMCO	21,767
Alpha Morgan Bank Ltd	2,150,000
Addition	1,562,230
	<u>3,803,278</u>
Fair value at amortised cost	N'000
Balance as at 1st January, 2021	75,978,500
Addition	7,148,592
	<u>83,127,092</u>
5. Trade Receivable	1,050,000
6. Reinsurance contract Assets	N'000
Asset for remaining Coverage	16,594,841
Amount recoverable from incurred claim	8,837,635
	<u>25,432,477</u>
Reinsurance assets are subject to Actuarial Valuation by EY- a professional valuers. This is 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	-
	<u>11,356,947</u>
8. Investment in Subsidiaries:	
Investment in Nem Health	N'000
Balance at the beginning of the year	285,000
During the year impairment	249,375
	<u>-</u>
Balance at the year end	<u>534,375</u>
Investment in NEM Asset Management Ltd.	N'000
Opening	150,000
Addition	-
	<u>150,000</u>
Total investmety in Subsidiaries	<u>684,375</u>
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	<u>3,950,585</u>
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 Deposit	N'000
Deposit with the Central Bank of Nigeria in accordance with the provisions of Insurance Act, 2003	1,500,000
Addition	
Total	1,500,000
11. INTANGIBLE ASSET	N'000
Balance at the beginning of the year	39,374
During the year	102,249
Impairment	-
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	37,006,640
Liability for Incured Claim	26,600,400
Total	63,607,040
15. Deferred 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	1,447,390
Education tax for the period	263,162
Prior year over-provision (Note 19(b))	-
Information technology levy (Note 19(b))	328,952
Police Trust Fund Levy	-
Paid during the period	(1,550,000)
Balance at the end of the period	8,529,605
Per Income Statement	N'000
Income tax	1,447,390
Education tax	263,162
Prior year over-provision	-
Information technology levy	328,952
	2,039,504
Deferred tax asset (Note 20 (i))	-
Deferred tax liabilities (Note 20 (ii))	-
	4,822,816
20. Deferred tax liability	N'000
Balance at the beginning of the year	2,722,816
Change during the year	2,100,000
Revaluation Surplus	-
Balance at the year end	4,822,816
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 contingency reserve	N'000
Balance at the beginning of the year	20,719,721
Transfer from revenue	2,342,140
Balance at the year end	23,061,861
23. Retain earnings	N'000
Balance at the beginning of the year	54,304,356
Profit for the year	11,710,702
Transfer to contingency reserve	(2,342,140)
Dividend	(3,197,838)
	-
	-
	60,475,080

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	17,586,464
Marine	8,375,938
Fire	11,481,309
General Accident	6,489,592
Engineering	3,483,828
Bond	806,142
Oil and Gass	16,913,619
Agric	119,196
	65,256,088
27. Insurance service expenses	N'000
Incured Claim	(21,930,048)
Amortization insurance acquisition cash flow	(19,425,393)
	(41,355,441)
28. Net gain / loss on expenses Reinsurance	
Reinsurance expenses	19,011,101
Reinsurance recovery	(8,772,019)
	10,239,082
	N'000
Reinsurance expenses	20,342,568
Fee & Com. Income	(1,331,467)
	19,011,101

29. Investment Income	N'000
CBN Interest	15,530
Others	2,314,646
	<u>2,330,175</u>
Dividend Income	<u>419,825</u>
30. Other Income	N'000
Rental income	28,140
Sundry Income	67,650
Others	188,034
	<u>-</u>
	<u>283,824</u>
31. Other Operating Expenses	4,754,467
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NEM INSURANCE PLC REVENUE FORECAST FOR THE PERIOD ENDING 31ST MARCH, 2026									
	MOTOR	MARINE	FIRE	GENERAL ACCIDENT	OIL & GASS	ENGINEERING	BOND	AGRIC	TOTAL
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Insurance Revenue	17,586,464	8,375,938	11,481,309	6,489,592	16,913,619	3,483,828	806,142	119,196	65,256,088
	17,586,464	8,375,938	11,481,309	6,489,592	16,913,619	3,483,828	806,142	119,196	65,256,088
Insurance Service Expenses									
Incurred claim expenses	(5,656,492)	(2,362,859)	(3,807,182)	(1,978,489)	(6,803,119)	(1,077,309)	(210,869)	(33,629)	(21,930,048)
Amortization of acquisition expenses	(4,705,609)	(2,358,342)	(3,796,741)	(1,860,109)	(5,414,007)	(1,021,117)	(242,144)	(27,323)	(19,425,393)
	(10,362,101)	(4,721,201)	(7,603,924)	(3,838,599)	(12,217,126)	(2,098,426)	(453,113)	(60,951)	(41,355,441)
	7,224,363	3,654,737	3,877,385	2,650,993	4,696,494	1,385,402	353,029	58,244	23,900,647
Net expenses on reinsurance contract									
Reinsurance premium	5,887,000	1,578,100	3,029,400	1,391,280	7,800,682	522,000	108,300	25,806	20,342,568
Reinsurance recoveries	2,262,597	945,144	1,522,873	791,396	2,721,248	430,924	84,387	13,452	8,772,019
Commission Received	343,430	143,459	231,150	120,123	413,047	65,408	12,809	2,042	1,331,467
	3,280,973	489,497	1,275,377	479,762	4,666,388	25,668	11,104	10,313	10,239,082
Insurance service result	3,943,389	3,165,240	2,602,009	2,171,232	30,106	1,359,733	341,926	47,932	13,661,566
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NEM INSURANCE PLC										
STATEMENT OF CHANGES IN EQUITY FORECAST - 31ST MARCH, 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		-	-		-		11,710,702	11,710,702		
Transfer to Contingency reserves		-	2,342,140	-	-		(2,342,140)	-		
Other Comprehensive Income							(3,197,838)	(3,197,838)		
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 31st March, 2026	5,016,477	-	23,061,861	-	(10,341)	2,789,801	60,475,080	91,332,878		
			10							