

NEM INSURANCE PLC

FORECAST

FOR THE FOURTH QUARTER ENDING

31ST DECEMBER, 2025

NEM INSURANCE PLC
STATEMENT OF FINANCIAL POSITION FORECAST-
31ST DECEMBER 2025

		2025
ASSETS	NOTES	N'000
Cash and Cash equivalents	3	13,891,836
Financial Assets:		
Fair value through profit or loss	4	14,001,571
Fair value through other comprehensive Income	4	2,214,477
Amortised cost	4	74,583,158
Premium Receivable	5	1,361,591
Reinsurance Contract Assets	6	23,899,271
Insurance Contract assets		-
Other Receivables & Prepayments	7	2,749,705
Investment in Subsidiaries	8	435,000
Investment Property	9	3,840,585
Statutory Deposit	10	320,000
Intangible Assets	11	224,161
Property Plant and equipment	12	4,874,487
Right of use Aseet	13	460,902
Deferred Tax Asset	15	-
Total Assets		142,856,743
LIABILITIES		
Insurance Contract Liabilities	14	48,661,618
Reinsurance Contract Liabilities		-
Other Insurance Contract Liabilities	16	1,523,027
Borrowings		-
Other Payables	17	3,401,967
Lease Liability	18	635,471
Income tax liability	19	8,276,691
Deferred tax liability	20	2,722,816
		<u>65,221,591</u>
Share capital	21	5,016,477
Share Premium		-
Statutory contingency reserves	22	20,411,637
Retained earnings	23	49,474,614
FVOCI reserves	24	(68,877)
Asset revaluation reserve	25	2,801,301
Total equity		<u>77,635,152</u>
Total Equity and Liabilities		142,856,743

The forecast was approved by the Board of Directors
on 04/09/2025 and signed on behalf by:



MR. ANDREW IKEKHUA (MD/CEO)

FRC/2018/CIIN/00000018245



MR. IDOWU SEMOWO (CFO)

FRC/2013/ICAN/00000001486

NEM INSURANCE PLC		
INCOME STATEMENT FORECAST		
31ST DECEMBER 2025		
	Notes	2025
		N'000
Insurance Revenue	26	106,047,619
Insurance service expenses	27	(64,193,195)
Net Expenses on Reinsurance Contract	28	(18,802,610)
Insurance Service Result		23,051,815
Interest revenue calculated using effective interest me	29	7,911,312
Dividend Income		1,088,690
Exchange gain		950,000
Fair value gain/ (loss)		1,199,731
Net Insurance finance expenses		(26,707)
Gain /(Loss) on disposal of Asset		1,119
other income	30	916,080
Other Operating expenses	31	(9,157,766)
Finance cost		(141,281)
Allowances for credit losses		(197,102)
Profit before taxation		25,595,889
Income taxes		(3,839,383)
Profit after tax		21,756,506

NEM INSURANCE PLC
NOTES TO THE FORECAST

	2025
	N'000
3. CASH AND CASH EQUIVALENTS	
Cash - Petty cash	3,226
Balances with Local banks	2,800,745
Domiciliary accounts with local banks	3,402,485
Domiciliary accounts with foreign banks	124,198
Placement with banks	5,621,459
Placement with other financial institutions	2,136,824
Interest Receivable	-
	14,088,938
Allowance for credit loss	(197,102)
Total Cash and Cash equivalents	13,891,836

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	14,001,571
Fair value through other comprehensive income	2,214,477
Financial asset at amortised cost	74,583,158
	90,799,206
Fair value through profit or loss	
Balance at the beginning of the year	10,895,994
Reclassified from FVOCI	-
Purchases	3,105,577
Fair value gain	-
Disposal	-
Balance at the end of the year.	14,001,571

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
Opening	64,477
Fair Value Gain/Loss	-
Reclassification	2,150,000
	<u>2,214,477</u>
	29
Fair value at amortised cost	N'000
Balance as at 1st January, 2025	57,750,871
Addition	16,832,287
	<u>74,583,158</u>
5. Trade Receivable	1,361,591
6. Reinsurance contract Assets	N'000
Asset for remaining Coverage	15,980,802
Amount recoverable from incurred claim	7,918,469
	<u>23,899,271</u>
Reinsurance assets are subject to Actuarial Valuation by EY- a professional valuers. This is usual yearly and is the year end. The next one will be by the end of this year	
7. Prepayments & other receivables	N'000
Interest Receivable	139,744
Rent & Prepaid commission	51,695
Withholding tax receivable	26,705
Stock brokers	4,289
Other receivables	2,527,273
	<u>2,749,705</u>
8. Investment in Subsidiaries:	
Investment in Nem Health	N'000
Balance at the beginning of the year	285,000
During the year impairment	-
	<u>-</u>
Balance at the year end	<u>285,000</u>
	N'000
Investment in NEM Asset Management Ltd.	
Opening	150,000
Addition	-
	<u>150,000</u>
Total investment in Subsidiaries	435,000
9. Investment Property	N'000
Balance at the beginning of the year	3,730,585
Addition during the year	10,000
Reclassified from PPE	-
Revaluation gain	100,000
Balance at the year end	<u>3,840,585</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	320,000
11. INTANGIBLE ASSET	N'000
Balance at the beginning of the year	122,161
During the year	102,000
Imparment	-
Balance at the year end	<u>224,161</u>
13. Right of Use Asset	
Opening	300,402
Addition	160,500
	<u>460,902</u>
14. Insurance Contract Liability	N'000
Liability for remaining coverage	35,914,748
Liability for Incured Claim	12,746,870
Total	<u>48,661,618</u>
15. Deferred Tax Asset	
Opening	-
Changes	-
	<u>-</u>
16. Other insurance contract liabilities	N'000
Premium Deposit	946,520
Trade payables (Scib & OAN)	576,507
	<u>1,523,027</u>
17. Other Payables	N'000
Other creditor	930,232
Unclaimed Dividend/payable	1,271,731
Accruals	1,200,004
	<u>3,401,967</u>
18. Lease Liability	
Balance at the beginning	570,356
Changes during the year	65,115
	<u>635,471</u>

19. Taxation	N'000
Per financial position	6,947,308
Income tax for the year	3,839,383
	-
	-
Paid during the year	(2,510,000)
	8,276,691
20. Deferred tax liability	N'000
Balance at the beginning of the year	2,722,816
Change during the year	
Revaluation Surplus	
Balance at the year end	<u>2,722,816</u>
21. Issued Share Capital	N'000
Authorised Share Capital	
	<u>5,200,000</u>
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	16,060,336
Transfer from revenue	4,351,301
Balance at the year end	<u>20,411,637</u>
23. Retain earnings	N'000
Balance at the beginning of the year	37,085,886
Profit for the year	21,756,506
Transfer to contingency reserve	(4,351,301)
	-
	-
Dividend	(5,016,477)
	49,474,614

24. FVOCI reserve	N'000
Balance at the beginning of the year	(57,577)
Movement during the year	(11,300)
Balance at the year end	<u>(68,877)</u>
25. Asset revaluation reserve	N'000
Balance at the beginning of the year	2,789,801
Addition	
Revaluatin amount -gain	11,500
Transfer to deferred tax liability	
Balance at the year end	<u>2,801,301</u>
This represent the revaluation of our head office Property by Jide Taiwo -an estate	
26. Insurance Revenue	
Motor	26,734,594
Marine	10,129,622
Fire	14,283,019
General Accident	9,591,836
Engineering	4,819,545
Bond	1,045,548
Oil and Gass	39,224,156
Agric	219,300
	<u>106,047,619</u>
27. Insurance service expenses	N'000
Incured Claim	(33,448,250)
Amortization insurance acquisition cash flow	(30,744,945)
	<u>(64,193,195)</u>
28. Net gain / loss on expenses Reinsurance	

Reinsurance expenses	28,506,050
Reinsurance recovery	(9,703,440)
	<u>18,802,610</u>
	N'000
Reinsurance expenses	30,330,500
Fee & commission income	(1,824,450)
	<u>28,506,050</u>
29. Investment Income	N'000
CBN Interest	37,562
Others	7,873,750
	<u>7,911,312</u>
Dividend Income	<u>1,088,690</u>
30. Other Income	N'000
Rental income	63,800
Sundry Income	225,500
Others	626,780
	<u>-</u>
	<u>916,080</u>
31. Other Operating Expenses	9,157,766
Exchange Gain	<u>950,000</u>