

Regency Alliance Insurance Plc
Consolidated and Separate Financial Statements
for the Year Ended December 31, 2012

STATEMENT OF FINANCIAL POSITION

Note		THE GROUP			THE COMPANY		
		31 Dec. 2012 =N='000	31 Dec. 2011 =N='000	1 Jan. 2011 =N='000	31 Dec. 2012 =N='000	31 Dec. 2011 =N='000	1 Jan. 2011 =N='000
ASSETS							
Cash and Cash equivalents	4	1,534,299	1,383,029	1,360,479	1,220,264	1,260,829	1,177,829
<i>Financial Assets:</i>							
- Held-to-maturity	5.1	59,266	55,366	50,577	59,266	55,366	50,577
- At fair value through profit or loss	5.2	965,914	694,671	704,829	963,292	692,069	703,776
- Available-for-sale	5.3	5,942	6,887	7,540	5,692	6,887	7,540
- Loan and receivable	5.4	78,895	65,635	42,597	1,186	4,063	1,736
Trade Receivables	6	359,939	369,896	324,619	127,017	146,213	151,813
Reinsurance assets	7	507,337	308,196	210,742	492,076	281,463	210,742
Deferred Acquisition Cost	8	125,026	91,658	68,264	95,548	62,359	51,094
Other Receivables and prepayments	9	80,498	40,953	46,701	20,105	15,528	9,590
Inventory	10	5,853	4,940	3,897	-	-	-
Investment in subsidiaries	11	-	-	-	609,033	609,033	605,683
Intangible Assets	12	5,923	6,716	15,094	2,749	2,031	5,724
Assets held for sale	13	-	-	1,900	-	-	-
Property, Plant and Equipment	14	1,356,295	1,292,767	1,293,967	1,293,849	1,228,504	1,228,326
Statutory Deposits	15	318,699	320,212	318,585	300,000	300,000	300,000
Total Assets		5,403,886	4,640,927	4,449,790	5,190,077	4,664,346	4,504,429
LIABILITIES							
Insurance Contract Liabilities	16	1,320,051	1,157,043	811,355	1,063,434	970,986	706,410
Borrowings	17	-	-	2,520	-	-	-
Trade Payables	18	33,469	53,139	84,240	-	35,838	11,422
Provision and Other trade payables	19	62,775	49,727	32,932	43,066	34,269	17,400
Retirement benefit obligation	20	7,636	11,232	15,629	7,636	10,454	14,951
Provision for Current Income Tax Liabilities	21	249,985	109,099	93,886	215,621	97,705	86,040
Deferred income tax liabilities	22	121,378	43,439	33,847	122,645	35,125	33,847
Total Liabilities		1,795,295	1,423,678	1,074,409	1,452,402	1,184,377	870,071
EQUITY							
<i>Total equity attributable to owners of the parent:</i>							
Issued and Paid up share capital	23	3,334,375	3,334,375	3,334,375	3,334,375	3,334,375	3,334,375
Contingency Reserve	24	645,671	557,643	485,240	613,549	535,333	474,631
Retained Earnings	25	(1,207,196)	(1,278,237)	(1,058,139)	(937,133)	(926,767)	(723,383)
Asset Revaluation Reserve	26	403,434	403,434	403,434	403,434	403,434	403,434
Fair Value Reserves	27	323,707	133,594	145,301	323,450	133,594	145,301
Other Reserves -translation difference	28	9,818	3,298	-	-	-	-
Subtotal		3,509,810	3,154,107	3,310,212	3,737,675	3,479,969	3,634,359
Non-controlling Interest in Equity		98,782	63,142	65,169	-	-	-
Equity and Liability		5,403,886	4,640,927	4,449,790	5,190,077	4,664,346	4,504,429

Signed on behalf of the Board of Directors on August 12, 2013



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MR KEHINDE OYADIRAN
FRC/2013/ICAN/00000003559
(Chief Finance Officer)



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MR BIYI OTEGBEYE
FRC/2013/NBA/00000003749
(Managing Director/Chief Executive Officer)

Page 46



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HON. JUSTICE A.G. KARIBI-WHYTE, CFR
FRC/2013/NBA/00000003949
(Chairman)

Regency Alliance Insurance Plc
Consolidated and Separate Financial Statements
for the Year Ended December 31 2012
STATEMENT OF COMPREHENSIVE INCOME

	Note	THE GROUP		THE COMPANY	
		31 Dec. 2012 =N='000	31 Dec. 2011 =N='000	31 Dec. 2012 =N='000	31 Dec. 2011 =N='000
Gross Premium Written	1	2,857,523	2,413,418	2,280,469	2,023,382
Gross Premium Income	2	2,624,123	2,174,312	2,118,399	1,848,046
Reinsurance Expenses	3	(553,941)	(473,988)	(459,393)	(439,051)
Net Premium Income		2,070,182	1,700,324	1,659,006	1,408,995
Fees and Commission Income	4	70,310	53,428	43,187	34,131
Net Underwriting Income		2,140,493	1,753,752	1,702,192	1,443,127
Claims Expenses Incurred (net)	5	(425,231)	(405,211)	(312,799)	(336,143)
Underwriting Expenses	6	(417,469)	(376,196)	(329,055)	(320,840)
Underwriting Profit		1,297,792	972,345	1,060,338	786,143
Net Interest Income	7	42,444	28,008	-	-
Interest Expense	1	-	-	-	-
Net trading income	8	37,067	31,195	-	-
Cost of sales	2	-	-	-	-
Investment Income	9	97,846	72,757	69,659	65,824
Other Operating Income	10	36,769	26,441	21,348	9,282
Management Expenses	11	(801,096)	(741,458)	(526,271)	(498,805)
Net realised gain/(loss) on financial assets	12	1,685	(3,481)	(1,195)	(653)
Impairment of unquoted investments		-	-	-	-
	13	-	-	-	-
Unrealised fair value gain/(loss) on equities		271,545	(11,708)	271,223	(11,708)
Impairment on trade receivables	40(c)	(241,034)	(335,074)	(241,034)	(335,074)
Result of Operating Activities		743,017	39,026	654,068	15,011
Finance Cost	13	(3,157)	-	-	-
Profit Before Tax		739,860	39,026	654,068	15,011
Income Tax Expense	21(a)	(295,263)	(46,794)	(262,987)	(36,026)
Profit/(Loss) After Taxation		444,597	(7,768)	391,081	(21,015)
Contingency Reserve	35				
Appropriated as follows					
Transfer to Contingency Reserve					
Transfer to General Reserve		-	-	-	-
Retained Profit for the Year		444,597	(7,768)	391,081	(21,015)
Other comprehensive income, net of tax		-	-	-	-
		-	-	-	-
		-	-	-	-
Total comprehensive income/(loss) for the year		444,597	(7,768)	391,081	(21,015)
Profit After Taxation					
Atributable:					
to Owner's of parent		429,766	(11,663)	391,081	(21,015)
to Non Controlling Interest		14,831	3,895	-	-
		444,597	(7,768)	391,081	(21,015)
Total comprehensive income for the year		-	-	-	-
Atributable:					
to Owner's of parent		429,766	(11,663)	391,081	(21,015)
to Non Controlling Interest		14,831	3,895	-	-
		444,597	(7,768)	391,081	(21,015)
Earnings per share					
Basic and Diluted (in kobo)		6.67	(0.12)	5.86	(0.32)
Diluted earnings per share (in kobo)					
Dividend per share (in kobo)		2		0	2

Regency Alliance Insurance Plc
Consolidated and Separate Financial Statements
for the Year Ended December 31 2012

THE GROUP

STATEMENT OF CHANGES IN EQUITY

	Share Capital =N=000	Contingency Reserve =N=000	Retained Earnings =N=000	Asset Revaluation =N=000	Fair Value Reserves =N=000	Other Reserves =N=000	Foreign Exchange Translation Reserves	Total =N=000	Non Controlling Interest =N=000	NCI PI =N=000	NCI TECH =N=000	NCI GHANA =N=000	NCI MFB =N=000	Total Equity =N=000
At 1 January 2011	3,334,375	485,240	(1,058,139)	403,434	145,301	-	-	3,310,212	65,169	11,284	1,324	40,441	12,120	3,375,381
Total comprehensive income for the year	-	-	(11,663)	-	-	-	-	(11,663)	3,895	202	78	3,856	(240)	(7,768)
Profit after tax for the year	-	-	(11,663)	-	-	-	-	(11,663)	3,895	202	78	3,856	(240)	(7,768)
Transfer to Contingency Reserves	-	72,403	(72,403)	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of unrealised gain/(loss) to FV reserves	-	-	11,708	-	(11,708)	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	-	-	-	(3,129)	-	-	-	(3,129)	(3,129)
Foreign exchange translation	-	-	(3,001)	-	-	-	3,298	297	(1,531)	-	-	(1,531)	-	(1,234)
Total comprehensive income for the year	-	72,403	(75,359)	-	(11,708)	-	3,298	(11,366)	(764)	202	78	2,325	(3,369)	(12,130)
Transaction with owner's of equity, recorded directly in equity distribution to owners	-	-	(133,375)	-	-	-	-	(133,375)	-	-	-	-	-	(133,375)
Dividend to Equity Owners	-	-	(133,375)	-	-	-	-	(133,375)	-	-	-	-	-	(133,375)
Changes in value of subsidiaries	-	-	(11,364)	-	-	-	-	(11,364)	(1,263)	335	-	-	(1,598)	(12,627)
Total Transaction with owners	-	-	(144,739)	-	-	-	-	(144,739)	(1,263)	335	-	-	(1,598)	(146,002)
At 31 December 2011	3,334,375	557,642	(1,278,237)	403,434	133,594	-	3,298	3,154,107	63,142	11,821	1,402	42,766	7,153	3,217,249
Changes in equity for 2012:														
Total comprehensive income for the year	-	-	429,766	-	-	-	-	429,766	14,831	307	102	14,219	202	444,597
Profit after tax for the year	-	-	429,766	-	-	-	-	429,766	14,831	307	102	14,219	202	444,597
Transfer to Contingency Reserves	-	91,933	(91,933)	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of unrealised gain/(loss) to FV reserves	-	-	(190,113)	-	190,113	-	-	-	-	-	-	-	-	-
Prior year adjustment - understatement of tax liability	-	-	(130)	-	-	-	-	(130)	(14)	-	(14)	-	-	(145)
Foreign exchange translation	-	(3,904)	-	-	-	-	-	(3,904)	-	-	-	-	-	(3,904)
Total comprehensive income for the year	-	88,029	147,589	-	190,113	-	-	425,731	14,816	307	88	14,219	202	440,548
Transaction with owner's of equity, recorded directly in equity distribution to owners	-	-	(133,375)	-	-	-	-	(133,375)	-	-	-	-	-	(133,375)
Dividend to equity owners	-	-	(133,375)	-	-	-	-	(133,375)	-	-	-	-	-	(133,375)
Share of additional paid-in-capital	-	-	56,827	-	-	-	-	56,827	20,824	-	-	19,196	1,628	77,650
Changes in ownership interest of subsidiary-Ghana	-	-	-	-	-	-	6,520	6,520	-	-	-	-	-	6,520
	-	-	(76,548)	-	-	-	6,520	(70,029)	20,824	-	-	19,196	1,628	(49,205)
At 31 December 2012	3,334,375	645,671	(1,207,196)	403,434	323,707	-	9,818	3,509,810	98,782	12,129	1,490	76,181	8,983	3,608,592

The company at the AGM, held on 12th July 2012, approved that a dividend of 2 kobo be paid to all shareholders whose names appear on the register of the member at close of business on Tuesday the 28th Day of June 2012 (i.e 6,668,750,000 Ordinary Shares @ 2 kobo each) in respect of 2011 accounting year end.

THE COMPANY

STATEMENT OF CHANGES IN EQUITY

	Share Capital =N=000	Contingency Reserve =N=000	Retained Earnings =N=000	Asset Revaluation =N=000	Fair Value Reserves =N=000	=N=000	Foreign Exchange Translation Reserves	Total =N=000	NCI =N=000	=N=000	=N=000	=N=000	=N=000	Total Equity =N=000
At 1 January 2011	3,334,375	474,631	(723,383)	403,434	145,301	-	-	3,634,359	-	-	-	-	-	3,634,359
Total comprehensive income for the year														
Profit/Loss after tax for the year	-	-	(21,015)	-	-	-	-	(21,015)	-	-	-	-	-	(21,015)
Transfer to Contingency Reserves	-	60,701	(60,701)	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income														
Transfer of unrealised gain/(loss) to FV reserves	-	-	11,708	-	(11,708)	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	60,701	(70,009)	-	(11,708)	-	-	(21,015)	-	-	-	-	-	(21,015)
Transaction with owner's of equity, recorded directly in equity distribution to owners														
Dividend to equity owners	-	-	(133,375)	-	-	-	-	(133,375)	-	-	-	-	-	(133,375)
Total Transaction with owners	-	-	(133,375)	-	-	-	-	(133,375)	-	-	-	-	-	(133,375)
At 31 December 2011	3,334,375	535,332	(926,766)	403,434	133,594	-	-	3,479,969	-	-	-	-	-	3,479,969
Changes in equity for 2012:														
Total comprehensive income for the year														
Profit after tax for the year	-	-	391,081	-	-	-	-	391,081	-	-	-	-	-	391,081
Transfer to Contingency Reserves	-	78,216	(78,216)	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of unrealised gain/(loss) to FV reserves	-	-	(189,856)	-	189,856	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	78,216	123,009	-	189,856	-	-	391,081	-	-	-	-	-	391,081
Transaction with owner's of equity, recorded directly in equity distribution to owners														
Dividend to equity owners	-	-	(133,375)	-	-	-	-	(133,375)	-	-	-	-	-	(133,375)
Total Transaction with owners	-	-	(133,375)	-	-	-	-	(133,375)	-	-	-	-	-	(133,375)
At 31 December 2012	3,334,375	613,549	(937,133)	403,434	323,450	-	-	3,737,675	-	-	-	-	-	3,737,675

The company at the AGM, held on 12th July 2012, approved that a dividend of 2 kobo be paid to all shareholders whose names appear on the register of the member at close of business on Tuesday the 28th Day of June 2012 (i.e 6,668,750,000 Ordinary Shares @ 2 kobo each) in respect of 2011 accounting year end.

	31 Dec. 2012	31 Dec. 2011	31 Dec. 2012	31 Dec. 2011
CASH FLOW FROM OPERATING ACTIVITIES				
	=N='000	=N='000	=N='000	=N='000
PREMIUM RECEIVED	2,102,299	1,637,991	1,645,045	1,310,092
COMMISSION & INTEREST RECEIVED	127,527	80,512	79,580	35,869
COMMISSION & INTEREST PAID	(90,163)	(80,593)	(43,981)	(46,352)
CASH RECEIVED FROM CUSTOMERS	25,128	40,183	-	-
REINSURANCE PREMIUM PAID	(610,261)	(362,834)	(568,808)	(334,192)
CASH PAID TO SUPPLIER/CREDITORS	(18,903)	(18,875)	-	-
LOAN AND ADVANCES	(13,240)	(19,769)	-	-
CASH PAID FOR AND ON BEHALF OF EMPLOYEES	(257,907)	(274,017)	(141,090)	(164,414)
OTHER OPERATING EXPENSES	(474,578)	(465,100)	(337,386)	(316,418)
CLAIMS PAID NET OF RECOVERIES	(530,032)	(326,374)	(478,290)	(287,472)
OTHER UNDERWRITING EXPENSES	(8,674)	(8,071)	(8,117)	(7,719)
TAX PAID	(65,108)	(28,661)	(57,551)	(23,083)
NET CASHFLOW FROM OPERATING ACTIVITIES	186,087	174,392	89,402	166,311
CASHFLOW FROM INVESTING ACTIVITIES				
DECREASE/(INCREASE) IN INVESTMENTS	-	-	-	-
INVESTMENT IN SUBSIDIARY	-	-	-	-
PROCEEDS ON PROPERTY, PLANT & EQUIP. DISPOSED	420	357	420	297
INVESTMENT INCOME	95,072	72,712	69,659	65,824
OTHER OPERATING INCOME	28,471	11,368	20,934	9,046
DIVIDEND PAID	-	-	-	-
PURCHASE OF PROPERTY, PLANT & EQUIP.	(103,798)	(31,881)	(81,901)	(16,343)
PURCHASE OF INTANGIBLE ASSETS	(1,892)	(619)	(1,806)	(619)
PURCHASE OF INVESTMENTS	(4,149)	(9,689)	(3,899)	(8,139)
PURCHASE OF TREASURY BILLS	(737,150)	(9,996)	(733,726)	-
FINANCE LEASES	-	(2,691)	-	-
STATUTORY DEPOSIT	(2,025)	(1,627)	-	-
NET CASHFLOW FROM INVESTING ACTIVITIES	(725,050)	27,933	(730,319)	50,064
CASHFLOW FROM FINANCING ACTIVITIES				
DEPOSIT FOR SHARE REFUND	-	-	-	-
DIVIDEND PAID	(133,375)	(133,375)	(133,375)	(133,375)
SHARES ISSUE/DEPOSIT	86,459	13,350	-	-
NET CASHFLOW FROM FINANCING ACTIVITIES	(46,916)	(120,025)	(133,375)	(133,375)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT	(585,879)	82,299	(774,291)	83,000
CASH AND CASH EQUIVALENTS AT 1ST JANUARY	1,373,033	1,290,734	1,260,829	1,177,829
CASH AND CASH EQUIVALENTS AT 31ST DECEMBER	787,153	1,373,033	486,538	1,260,829