

ROYAL EXCHANGE PLC

Consolidated and Separate Statement of Financial Position

		31-Dec-12	31-Dec-11	1-Jan-11		31-Dec-12	31-Dec-11	1-Jan-11
		GROUP				COMPANY		
	Note	N	N	N		N	N	N
ASSETS								
Cash and Cash Equivalents	1	1,338,057	1,266,680	1,123,235		579	2,669	13,696
Loans and Advances	2	435,830	285,401	136,681				
Advances under finance lease	3	412,961	240,639	295,785		-	-	-
Financial Assets:	4	2,937,965	2,789,403	3,021,115		-	-	-
Investment in Subsidiaries	5	-	-	-		7,620,464	7,620,464	13,638,644
Deferred Acquisition Cost	6	171,965	110,156	84,019		-	-	-
Trade Receivables	7	418,381	327,406	250,294		-	-	-
Other Receivables	8	188,533	363,918	287,323		46,135	47,128	134,379
Reinsurance Assets	9	1,584,733	1,590,172	557,250		-	-	-
Statutory Deposits	10	555,000	555,000	555,000		-	-	-
Intangible Assets:	11	38,035	41,210	65,882		1,875	3,750	5,625
Investment Properties	12	6,356,474	6,169,307	5,728,940		-	-	-
Property, Plant and Equipment	13	1,379,719	1,438,620	1,039,584		20,641	16,193	461,487
Employees Retirement Benefits/LSA	14	49,370	26,839	26,002		-	-	-
Deferred Tax Assets	22.b	434,772	301,320	252,228		-	-	-
		16,301,795	15,506,071	13,423,338		7,689,694	7,690,204	14,253,831
Non-current Assets held-for-sale							-	-
Total Assets		16,301,795	15,506,071	13,423,338		7,689,694	7,690,204	14,253,831
EQUITY & LIABILITIES								
<i>Share Capital & Reserves:</i>								
Ordinary Share Capital	24	2,572,685	2,572,685	2,286,831		2,572,685	2,572,685	2,286,831
Share Premium	24	2,690,936	2,690,936	2,976,790		2,690,936	2,690,936	2,976,790
Contingency Reserve	25.a	722,231	525,193	787,307		-	-	445,786
Treasury Shares	25.b	(500,000)	(500,000)	(500,000)		-	-	-
Retained Earnings (General Reserve)	25.c	2,695,350	2,474,267	2,717,694		1,606,162	1,647,142	7,140,726
Other Component of Equity	25.d	(52,538)	87,770	-		(2,200)	4,367	-
Equity attributable to parent's shareholders		8,128,664	7,850,851	8,268,622		6,867,583	6,915,130	12,850,133
Non-controlling interests							-	-
Total Equity		8,128,664	7,850,851	8,268,622		6,867,583	6,915,130	12,850,133
<i>Liabilities:</i>								
Borrowings	15	-	-	152,137		1,688	-	-
Deferred Income	16	48,192	67,194	8,071		-	-	-
Trade Payables	17	369,863	641,530	78,130		-	-	-
Provisions and Other Payables	18	635,069	754,108	724,231		436,014	463,003	1,337,271
Depositors' funds	19	593,225	403,231	274,697		-	-	-
Insurance Contract Liabilities	20	4,878,504	4,387,131	2,645,664		-	-	-
Investment Contract Liabilities	21	573,494	530,960	591,603		-	-	-
Income Tax	22	519,109	501,333	213,376		289,039	300,603	53,282
Dividend Payable	23	80,525	-	-		80,525	-	-
Employees Retirement Benefit Obligation	14b	475,150	369,732	466,807		14,845	11,468	13,145
		8,173,131	7,655,219	5,154,716		822,111	775,074	1,403,698
Non-current Liabilities held-for-sale							-	-
Total Liabilities		8,173,131	7,655,219	5,154,716		822,111	775,074	1,403,698
Total Equity & Liabilities		16,301,795	15,506,071	13,423,338		7,689,694	7,690,204	14,253,831

ROYAL EXCHANGE PLC
Consolidated Statement of Profit or Loss and Other Comprehensive Income
for the year-ended 31 December

	Note	GROUP		COMPANY	
		31-Dec-12 N'000	31-Dec-11 N'000	31-Dec-12 N'000	31-Dec-11 N'000
Gross Premium Written:		7,614,209	6,822,383	228,548	1,085,575
Gross Premium Income	26.a	7,123,538	6,476,253	-	-
Reinsurance Expenses	26.a	(1,755,446)	(1,793,000)	-	-
Net Premium Income		5,368,092	4,683,253	-	-
Fees and commission income	26.b	195,973	394,132	-	-
Underwriting Income		5,564,065	5,077,385	-	-
Insurance claims and benefits incurred - Gross	27.a	2,246,100	2,797,271	-	-
Insurance claims and benefits incurred - Recoverable from reinsurers	27.b	(613,774)	(1,153,283)	-	-
Claims Expense	27	1,632,326	1,643,988	-	-
Underwriting Expenses	28	2,128,016	1,852,575	-	-
Total Underwriting Expenses		3,760,342	3,496,563	-	-
Underwriting Profit	29.a	1,803,723	1,580,822	-	-
Earned Interest Income	29.b	110,331	23,004	-	-
Investment and other income	29.c	642,027	475,219	133,800	-
Net fair value gain or (loss) on financial assets	29.d	732,753	(56,745)	-	-
Other operating income	29.e	241,089	1,144,752	228,548	1,085,575
Foreign Exchange Gains/(Losses)	29.f	13,967	(292)	-	-
Net Income		3,543,890	3,166,760	362,348	1,085,575
Allowance for impairment	30	896,821	799,351	-	80,923
Management expenses	31	1,903,861	2,156,981	152,373	379,445
Total Expenses		2,800,682	2,956,332	152,373	460,368
Results of operating activities		743,208	210,428	209,975	625,207
Finance costs		-	-	-	-
Profit before tax		743,208	210,428	209,975	625,207
Income Taxes	22	(119,273)	(259,895)	(45,140)	(90,321)
Profit after Taxation		623,935	(49,467)	164,835	534,886
Other Comprehensive Income:					
<i>Items that will not be reclassified subsequently to profit or loss:</i>					
Revaluation Surplus on PPE			-		-
Net Actuarial Gains/Losses of Defined Benefit Obligations	14	(140,308)	87,770	(6,567)	4,367
Tax Effects on Other Comprehensive Income			-		-
<i>Items that may be reclassified subsequently to profit or loss:</i>					
Changes in fair value of AFS Investments			-		-
Tax Effects on Other Comprehensive Income			-		-
Other Comprehensive Income, net of taxes		(140,308)	87,770	(6,567)	4,367
Total Comprehensive Income for the year		483,627	38,303	158,268	539,253
Earnings Per Share- Basic (kobo)	33	0.12	(0.01)	0.03	0.10

Royal Exchange Plc
Statement of Cash Flow

	GROUP		COMPANY	
	2012	2011	2012	2011
	N'000	N'000	N'000	N'000
Note				
Cash flows from Operating Activities				
Premium income	6,987,926	6,050,609	-	-
Interest received	251,748	187,969	-	-
Interest paid	(51,637)	(19,114)	-	-
Claims recovered from reinsurance	588,504	147,345	-	-
Depositors Fund Increase	287,865	126,963	-	-
Commission income	190,217	245,388	-	-
Commission expense	(767,774)	(520,384)	-	-
Reinsurance premium paid	(1,755,447)	(1,107,898)	-	-
Net VAT input/output	(16,152)	(69,340)	-	-
Other operating cash payments	(3,338,421)	(3,026,753)	(217,364)	(235,586)
Loans and Advances	(192,261)	(307,688)	-	-
Claims paid	(2,185,511)	(1,789,874)	-	-
Other income	233,452	294,749	260,855	226,988
Cash flows from Operating Activities	232,510	211,971	43,491	(8,598)
Tax paid	(234,949)	(178,030)	(56,704)	-
Net cash flows provided by Operating Activities	34	(2,439)	(13,213)	(8,598)
Cash flows from Investing Activities:				
Proceeds from disposal of fixed assets	2,444	10,022	1,566	-
Investment properties additions	(7,990)	(3,100)	-	-
Purchase of fixed assets	(153,852)	(126,021)	(641)	(2,429)
Proceeds from disposal of investments	467,948	274,467	-	-
Dividend income	97,023	241,397	133,800	-
Rental income from investment properties	34,563	81,568	-	-
Interest income	90	2,532	-	-
Financial assets investment	(241,119)	(219,225)	-	-
Net cash flows from investing activities	199,107	261,640	134,725	(2,429)
Cash flows from Financing Activities:				
Issues of Shares	-	-	-	-
Dividend Paid	(125,290)	-	(125,290)	-
Net cash flows from Financing activities	(125,290)	-	(125,290)	-
Net increase in cash and cash equivalents	71,378	295,581	(3,778)	(11,027)
Cash and cash equivalents at beginning of the year	1,266,679	971,098	2,669	13,696
Cash and cash equivalents at end of the year	1,338,057	1,266,679	(1,109)	2,669

ROYAL EXCHANGE PLC								
Consolidated Statement of Changes in Equity								
for the year ended 31 December 2012 (Group)								
	Share Capital	Share Premium	Contingency Reserve	Retained Earnings	Treasury Shares	Other Component of Equity Actuarial Gains/Loss Reserve	Other Component of Equity (Total)	Total Equity
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
As at 1 January 2012	2,572,685	2,690,936	525,193	2,474,268	(500,000)	87,770	87,770	7,850,852
Profit for the year				623,935	-	-	-	623,935
Other Comprehensive Income:								
Net Actuarial Gains/Losses						(140,308)	(140,308)	(140,308)
Total Comprehensive Income	-	-	-	623,935	-	(140,308)	(140,308)	483,627
Transactions within Equity:								
Dividend paid				(205,815)			-	(205,815)
Transfer to Contingency Reserve			197,038	(197,038)			-	-
Transfer to Regulatory Reserve							-	-
As at 31 December 2012	2,572,685	2,690,936	722,231	2,695,350	(500,000)	(52,538)	(52,538)	8,128,664

ROYAL EXCHANGE PLC								
Consolidated Statement of Changes in Equity								
for the year ended 31 December 2011								
	Share Capital	Share Premium	Contingency Reserve	Retained Earnings	Treasury Shares	Other Component of Equity Actuarial Gains/Loss Reserve	Other Component of Equity (Total)	Total Equity
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
As at 1 January 2011	2,286,831	2,976,790	787,307	2,717,694	(500,000)	-	-	8,268,622
Profit for the year				(49,466)	-	-	-	(49,466)
Other Comprehensive Income:								
Net Actuarial Gains/Losses						87,770	87,770	87,770
Total Comprehensive Income	-	-	-	(49,466)	-	87,770	87,770	38,304
Transactions within Equity:								
Dividend paid							-	-
Transfer to Contingency Reserve			183,672	(183,672)			-	-
Arising from the capital reduction of subsidiaries			(445,786)	445,786			-	-
Transfer of portion of Revaluation Reserve to Retained				(456,074)			-	(456,074)
Bonus Capitalisation Issue	285,854	(285,854)					-	-
As at 31 December 2011	2,572,685	2,690,936	525,193	2,474,268	(500,000)	87,770	87,770	7,850,852

ROYAL EXCHANGE PLC
Consolidated Statement of Changes in Equity
for the year ended 31 December 2012 (Company)

	Share Capital	Share Premium	Contingency Reserve	Retained Earnings	Other Component of Equity Actuarial Gain/Loss Reserve	Other Component of Equity (Total)	Equity attributable to Parent's Shareholders
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
As at 1 January 2012	2,572,685	2,690,936	-	1,647,142	4,367	4,367	6,915,130
Profit for the year				164,835	-	-	164,835
Other Comprehensive Income:							
Net Actuarial Gains/Losses					(6,567)	(6,567)	(6,567)
Total Comprehensive Income	-	-	-	164,835	(6,567)	(6,567)	158,268
Transactions within Equity:							
Dividend paid				(205,815)		-	(205,815)
As at 31 December 2012	2,572,685	2,690,936	-	1,606,162	(2,200)	(2,200)	6,867,584

ROYAL EXCHANGE PLC
Consolidated Statement of Changes in Equity
for the year ended 31 December 2011

	Share Capital	Share Premium	Contingency Reserve	Retained Earnings	Other Component of Equity Actuarial Gain/Loss Reserve	Other Component of Equity (Total)	Equity attributable to Parent's Shareholders
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
As at 1 January 2011	2,286,831	2,976,790	445,786	7,140,726	-	-	12,850,133
Profit for the year				534,886	-	-	534,886
Other Comprehensive Income:							
Net Actuarial Gains/Losses					4,367	4,367	4,367
Total Comprehensive Income	-	-	-	534,886	4,367	4,367	539,253
Transactions within Equity:							
Dividend paid						-	-
Arising from the capital reduction of subsidiaries			(445,786)	(6,028,470)		-	(6,474,256)
Bonus Capitalisation Issue	285,854	(285,854)				-	-
As at 31 December 2011	2,572,685	2,690,936	-	1,647,142	4,367	4,367	6,915,130