

ROYAL EXCHANGE PLC

Unaudited Statement of Financial Position As At 30th September 2013

GROUP			COMPANY		
		30-Sep-2013	31-Dec-2012	30-Sep-2013	31-Dec-2012
	Note	N'000	N'000	N'000	N'000
ASSETS					
Cash and Cash Equivalents	1	2,421,627	1,338,057	33,064	579
Loans and Advances	2	737,929	435,830	-	-
Advances under finance lease	3	352,351	412,961	-	-
Financial Assets:	4	3,160,527	2,937,965	-	-
Investment in subsidiaries	5	-	-	7,620,464	7,620,464
Deferred Acquisition Cost	6	238,606	171,965	-	-
Trade Receivables	7	500,239	418,381	-	-
Other Receivables	8	380,550	188,533	38,637	46,135
Reinsurance Assets	9	1,724,392	1,584,733	-	-
Statutory Deposits	10	555,000	555,000	-	-
Intangible Assets	11	33,936	38,035	1,250	1,875
Investment Properties	12	6,356,974	6,356,474	-	-
Property, Plant and Equipment	13	1,517,882	1,379,719	26,617	20,641
Employees Retirement Benefits/LSA	14a	49,370	49,370	-	-
Deferred Tax Assets	22a	434,772	434,772	-	-
Total Assets		18,464,155	16,301,795	7,720,032	7,689,694
EQUITY & LIABILITIES					
Share Capital & Reserves:					
Ordinary Share Capital	24	2,572,685	2,572,685	2,572,685	2,572,685
Share Premium	24	2,690,936	2,690,936	2,690,936	2,690,936
Contingency Reserve	25a	863,468	722,231	-	-
Retained Earnings (General Reserve)	25b	2,934,925	2,695,350	1,607,321	1,606,162
Treasury shares	25c	(500,000)	(500,000)	-	-
Other component of equity	25d	(52,538)	(52,538)	(2,200)	(2,200)
Total Equity		8,509,476	8,128,664	6,868,742	6,867,583
Liabilities:					
Borrowings	15	204,335	-	-	1,688
Deferred Income	16	48,192	48,192	-	-
Trade Payables	17	241,771	369,863	-	-
Provisions and Other Payables	18	717,395	635,069	581,023	436,014
Depositors' fund	19	946,674	593,225	-	-
Insurance Liabilities	20	6,068,519	4,878,504	-	-
Investment contract liabilities	21	567,712	573,494	-	-
Income Tax	22b	684,931	519,109	255,422	289,039
Dividend Payable	23	-	80,525	-	80,525
Employees Retirement Benefit Obligations	14b	475,150	475,150	14,845	14,845
Liabilities		9,954,679	8,173,131	851,290	822,111
Total Equity & Liabilities		18,464,155	16,301,795	7,720,032	7,689,694

ROYAL EXCHANGE PLC

Unaudited IFRS Financial Results For
FOR THE 3RD QUARTER ENDED 30TH SEPTEMBER 2013

INCOME STATEMENT

	Note	Group		Company	
		30-Sep-2013	30-Sep-2012	30-Sep-2013	30-Sep-2012
		N'000	N'000	N'000	N'000
Gross Written Premium		6,429,725	5,975,581	194,950	296,181
Gross premium income	26a	5,558,478	5,497,492	-	-
Reinsurance expenses	26a	(1,406,998)	(1,361,576)	-	-
Net premium income		4,151,480	4,135,916	-	-
Fees and commission income	26b	270,914	284,608	-	-
Total underwriting income		4,422,394	4,420,524	-	-
Insurance claims and benefits incurred - Gross	27	2,230,954	1,649,676	-	-
Insurance claims and benefits incurred - Recoverable from reinsurers		(550,756)	(168,647)	-	-
Claims expenses		1,680,198	1,481,029	-	-
Underwriting expenses		1,553,613	1,276,975	-	-
		3,233,811	2,758,004		
Underwriting profit		1,188,583	1,662,520	-	-
Net Interest income		111,087	100,695	-	-
Investment & other income	24	412,548	533,674	194,950	296,181
Other operating income		63,605	44,385	-	-
Net fair value gain or (loss)		356,975	16,006	-	-
Foreign exchange gains/(loss)		(479)	(930)	-	-
NET INCOME		2,132,319	2,356,350	194,950	296,181
Allowance for impairment		123,604	(234,142)	-	-
Management expenses		(1,695,904)	(1,402,594)	(193,791)	(106,409)
Total expenses		(1,572,300)	(1,636,736)	(193,791)	(106,409)
Profit Before Tax		560,019	719,614	1,159	189,772
Taxation expenses	23	(179,206)	(230,276)	-	-
PROFIT AFTER TAXATION		380,813	489,338	1,159	189,772
Other comprehensive income					
		-	-	-	-
Net Actuarial Gains/Losses of Defined Benefit Obligations		-	-	-	-
Other Comprehensive Income, net of taxes		-	-	-	-
Total Comprehensive Income for the year		380,813	489,338	1,159	189,772

Earnings Per Share- Basic (kobo)

ROYAL EXCHANGE PLC

Consolidated Statement of Changes in Equity-Group FOR THE PERIOD ENDED 30TH SEPTEMBER 2013

	Share Capital N'000	Share Premium N'000	Contingency Reserve N'000	Retained Earnings N'000	Treasury Shares N'000	Actuarial gain/(loss) reserve N'000	Other Component of N'000	Total N'000
As at 1 January 2013	2,572,685	2,690,936	722,231	2,695,350	(500,000)	(52,538)	(52,538)	8,128,664
Profit for the year				380,813				380,813
Dividend paid								-
Transfer to contingency reserves			141,237	(141,237)				-
Revaluation Surplus/(Deficits)								-
Changes in fair value of AFS Investments							-	-
As at 30 September 2013	2,572,685	2,690,936	863,468	2,934,926	(500,000)	(52,538)	(52,538)	8,509,477
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
Dividend paid			-	(205,815)				(205,815)
Net actuarial gains/(losses)						(140,308)	(140,308)	(140,308)
Transfer from share premium								-
Transfer to contingency reserves		-	197,038	(197,038)				-
As at 30 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-Company FOR THE PERIOD ENDED 30TH DSEPTEMBER 2013

	Share Capital N'000	Share Premium N'000	Contingency Reserve N'000	Retained Earnings N'000	Treasury Shares	Actuarial gain/(loss) reserve	Other Component of	Total N'000
As at 1 January 2013	2,572,685	2,690,936	-	1,606,162	-	(2,200)	(2,200)	6,867,583
Profit for the year			-	1,159				1,159
Dividend paid				-				-
Transfer to contingency reserves								-
Revaluation Surplus/(Deficits)								-
Changes in fair value of AFS Investments							-	-
As at 30 September 2013	2,572,685	2,690,936	-	1,607,321		(2,200)	(2,200)	6,868,742
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
Dividend paid				(205,815)				(205,815)
Net actuarial gains/(losses)						(6,567)	(6,567)	(6,567)
As at 30 December 2012	2,572,685	2,690,936	-	1,606,162	-	(2,200)	(2,200)	6,867,583

ROYAL EXCHANGE PLC

STATEMENT OF CASH FLOWS

FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2013

		Group		Company	
	Note	30-Sep-2013 N'000	31-Dec-12 N'000	30-Sep-2013 N'000	31-Dec-12 N'000
Cash flows from operating activities					
Premium income		6,325,429	6,987,926	-	-
Interest received		177,049	251,748	-	-
Interest paid		(65,960)	(51,637)	-	-
Claims recovered from reinsurance		550,756	588,504	-	-
Depositors Fund Increase		(353,449)	287,865	-	-
Commission income		270,914	190,217	-	-
Commission expense		(791,367)	(767,774)	-	-
Reinsurance premium paid		(1,267,339)	(1,755,447)	-	-
Net VAT input/output		-	(16,152)	-	-
Other operating cash payments		(2,301,804)	(3,338,421)	(160,133)	(200,030)
Loans and Advances		(241,489)	(192,261)	-	-
Claims paid		(2,230,954)	(2,185,511)	-	-
Other income		63,126	233,452	194,950	260,855
		134,912	232,510	34,817	60,825
Tax paid	22	(33,616)	(234,949)	-	(56,704)
Net cash (used in)/provided by operating activities		101,296	(2,439)	34,817	4,121
Cash flows from investing activities:					
Proceeds from disposal of fixed assets	13	11,576	2,444	-	1,566
Investment properties additions		(500)	(7,990)	-	-
Purchase of fixed assets	13	(304,211)	(153,852)	(644)	(17,975)
Proceeds from disposal of investments		617,015	467,948	-	-
Dividend income		111,475	97,023	-	133,800
Rental income from investment properties		38,300	34,563	-	-
Interest income		162,247	90	-	-
Financial assets investment		222,562	(241,119)	-	-
		858,464	199,107	(644)	117,391
Net cash provided by/(used in) investing activities		858,464	199,107	(644)	117,391
Cash flows from financing activities:					
Dividend paid		(80,525)	(125,290)	-	(125,290)
Net cash (used in)/from financing activities:		(80,525)	(125,290)	-	(125,290)
Net(decrease)/increase in cash & cash equivalents		879,234	71,378	34,173	(3,778)
Cash and cash equivalents at the beginning of the year		1,338,057	1,266,679	(1,109)	2,669
Cash and cash equivalents at the end of the period	42	2,217,292	1,338,057	33,064	(1,109)