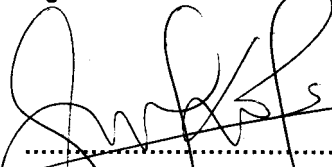


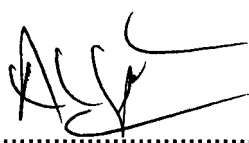
AFRICAN ALLIANCE INSURANCE PLC
STATEMENTS OF FINANCIAL POSITION
As at 30 June 2013

	NOTES	COMPANY	
		30-Jun-13	31-Dec-12
Assets		N'000	N'000
Cash and Cash Equivalents	6	1,706,003	879,308
Financial Assets	7	2,793,372	2,237,893
Trade Receivables	8	-	-
Reinsurance Assets	9	43,000	27,710
Deferred Acquisition Cost	10	596	444
Other Receivables	11	338,156	309,459
Investment in subsidiaries	12	4,013,053	4,013,053
Investment in Associates	13	949,330	849,061
Investment Properties	14	5,927,000	5,927,000
Deferred Tax Assets	25	38,024	38,024
Intangible Asset	15	12,292	13,331
Property Plant and Equipment	16	372,255	340,501
Statutory Deposits	17	200,000	200,000
Total Assets		16,393,080	14,835,783
Liabilities			
Insurance Contract Liabilities	18	3,618,305	2,948,308
Investment Contracts Liabilities	19	3,285,931	3,313,719
Borrowings	20	-	116,308
Trade Payable	21	107,283	95,567
Other payables	22	168,594	153,917
Employee Benefit Liability	23	159,034	142,715
Income Tax liabilities	24	328,282	150,318
Deferred tax liabilities	25	320,631	320,631
Total Liabilities		7,988,060	7,241,485
Equity			
Issued and paid Share capital	26 (i)	10,292,500	10,292,500
Share Premium	26 (ii)	14,365,133	14,365,133
Contingency Reserves	26 (iii)	193,881	112,808
Retained earnings	26 (iv)	(16,613,565)	(17,343,214)
Assets Revaluation reserves	26 (v)	167,071	167,071
Shareholders funds		8,405,020	7,594,298
Total liabilities & Reserves		16,393,080	14,835,783

Signed on behalf of the Board of Directors



Mrs. Olabisi Adekola
FRC/ICAN/00000001179
Chief Finance Officer



Mr. Alphonse O. Okpor
FRC/2013/CIIN/00000003868
Chief Executive Officer

African Alliance Insurance Plc

Statements of Comprehensive Income For the period ended 30 June 2013

	Notes	COMPANY	
		30-June-2013	30-June-2012
		N'000	N'000
Gross Premium written		2,930,240	1,616,827
Gross Premium Income	28	2,914,486	1,546,880
Reinsurance Expense	29	(30,384)	(63,203)
Net Premium Income		2,884,103	1,483,677
Fees and Commission income	30	12,360	17,182
NET UNDERWRITING INCOME		2,896,463	1,500,860
<i>Insurance benefits</i>			
Claims expenses	31	(861,555)	(492,224)
Reinsurance claims	31	14,705	-
Changes in contract liabilities	31	(364,173)	(515,715)
Net insurance benefit and claims		(1,211,023)	(1,007,939)
Underwriting Expenses			
Acquisition expenses		(110,785)	(51,661)
Maintenance expenses		(228,882)	(206,064)
Total underwriting expenses		(339,666)	(257,724)
Underwriting Profit/(Loss)		1,345,774	235,196
Investment income	32	83,309	108,757
Other operating income	33	-	-
Total Investment income		83,309	108,757
Impairment charges	34	-	4,968
Net fair value gain/(loss) on financial assets at fair value through profit or loss	35	47,949	6,822
Fair value gain/(loss) on investment properties	35	-	161,500
Net Operating Income		131,258	282,046
Share of profit of equity accounted investee	33	100,269	80,276
		231,527	362,321
Administrative Expense	36	(212,251)	(204,430)
Other operating Expenses	37	(371,340)	(295,570)
Total Expenses		(583,591)	(500,000)
Result of operating activities		993,709	97,518
Interest Expense	37	(5,024)	(17,685)
Profit or (Loss) before Taxation		988,685	79,832
Income Tax Expense/ (Credit)	38	(177,963)	(127,035)
Profit or (Loss) after Taxation		810,722	(47,203)
Profit attributable to:			
Equity holders of the Company		810,722	(47,203)
Non-controlling interest		-	-
Profit/(loss) for the period		810,722	(47,203)
Other Comprehensive income			
<i>Items within OCI that will not be reclassified to the profit or loss;</i>			
PPE revaluation gains	26(v)	-	13,171
Other comprehensive income for the period		-	13,171
Total comprehensive income		810,722	(34,032)
Total comprehensive income attributable to:			
Equity holders of the company		810,722	(34,032)
Non-controlling interests		-	-
Total comprehensive income for the period		810,722	(34,032)
Earnings per share-basic	39	3.94	(0.23)

African Alliance Insurance Plc
Statements of Changes in Equity (COMPANY)
for the period ended 30 June 2013

	Share Capital	Share Premium	Revaluation reserve	Investment Property reserves	Contingency reserve	Retained earnings	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 January 2013	10,292,500	14,365,133	167,071	-	112,808	(17,343,214)	7,594,298
Total comprehensive income							-
Profit and loss	-	-	-	-	-	810,722	810,722
Other comprehensive income							-
Transfer to contingency reserve					81,072	(81,072)	-
Other comprehensive income for the period	-	-	-	-	81,072	(81,072)	-
Total comprehensive income for the period	-	-	-	-	81,072	729,649	810,722
Balance at 30 June 2013	10,292,500	14,365,133	167,071	-	193,880	(16,613,565)	8,405,020

African Alliance Insurance Plc

Statement Of Cash Flows

For the period ended 30 June 2013

COMPANY	
30-June-2013	31-Dec-2012
N'000	N'000

Cash flows from operating activities

Insurance premium received from policy holders,Brokers & Agents,Cedants	2,914,486	3,332,966
Commission received	12,360	17,675
Reinsurance receipts in respect of claims	14,705	27,916
Reinsurance premium paid	(30,384)	(42,657)
Other operating cash payments	(213,566)	(699,578)
Insurance benefits and Claims paid	(861,555)	(1,387,379)
Investment Contracts Receipts	580,937	1,373,036
Investment Contracts Benefits paid	(688,344)	(1,597,797)
Payments to intermediaries to acquire insurance and investment contracts	(419,285)	(545,168)
Interest Received	58,545	64,587
Dividend Income Received	10,331	9,602
Cash generated from operations	1,378,230	553,204
Interest Paid	(5,024)	(36,373)
Company Income Tax paid	-	(2,880)

Net cash provided by operating activities	1,373,206	513,951
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Cash Flows from Investing Activities

Purchase of property, plant and equipment	(53,414)	(52,471)
Proceeds from sale of property, plant and equipment	-	1,593
Purchase of investments	(4,261)	(215,556)
Sales of investments	-	99,808
Purchase of investment property	-	(1,589)
Purchase of HTM investment	(503,269)	-
Investment incomes and other receipts	14,434	32,021

Net Cash provided by investing activities	(546,511)	(136,194)
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Cash Flows from Financing Activities

Proceeds from borrowings		116,308
Net cash provided by financing activities	-	116,308

Net Increase/(decrease) in cash and cash equiv.

Cash and Cash equivalent at the beginning	879,308	385,243
Net increase/decrease in cash and cash equivalents	826,695	494,065
Cash and Cash equivalent at the end of period	1,706,003	879,308