

AICO INSURANCE PLC
GROUP FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2013

Group Statements of Financial Position

		Group		Parent	
		31 Dec. 2013	31 Dec. 2012	31 Dec. 2013	31 Dec. 2012
Assets	Notes	N'000	N'000	N'000	N'000
Cash and Cash Equivalents	4	8,541,729	9,721,659	7,700,467	8,584,780
Trade Receivable	5	35,772	2,184,434	35,772	2,184,434
Reinsurance Assets	6	2,255,233	689,735	2,255,233	689,735
Deferred acquisition cost	7	285,133	508,137	285,133	508,137
Financial Assets:					
Available For Sale Financial Assets	8a	15,331,653	9,465,000	15,328,322	9,448,439
Loans and Receivables	8b	1,143,928	1,191,337	1,143,928	1,297,113
Held To Maturity Financial Assets	8c	2,569,958	1,787,288	2,064,562	1,787,288
Deferred Tax Asset	9c	2,907,536	1,502,062	2,741,784	1,305,111
Investment In Subsidiaries	10	-	-	1,619,479	1,557,945
Investment Properties	11	1,190,000	760,000	1,190,000	760,000
Property, Plant and Equipment	12	4,657,122	4,745,310	4,493,862	4,582,294
Other Receivables and Prepayments	13	1,804,167	1,105,714	1,495,485	776,376
Statutory Deposit	14	500,000	500,000	500,000	500,000
Goodwill and Other Intangible Assets	15	878,603	894,005	864,914	886,436
Total Assets		42,100,835	35,054,680	41,718,941	34,868,088
Liabilities and Equity					
Liabilities					
Trade Payables	16	58,792	387,047	58,792	308,620
Other Payables and Accruals	17	1,776,463	969,394	1,491,267	905,894
Book Overdraft	18	11,489	187,177	-	187,177
Current Tax Payable	9a	690,564	648,089	665,405	623,542
Dividend Payable	19	34,154	10,041	10,041	10,041
Deferred Tax Liability	9d	151,780	34,957	144,416	31,917
Retirement Benefit Obligations	20	528,021	695,303	528,021	695,303
Investment Contract Liabilities	21	6,356,398	4,983,089	6,356,398	4,983,089
Insurance Contract Liabilities	22	21,870,036	15,576,898	21,822,439	15,532,629
Irredeemable Preference Share	26	50,000	50,000	-	-
Total liabilities		31,527,696	23,541,995	31,076,778	23,278,212
Equity					
Issued Share Capital	23	3,465,102	3,465,102	3,465,102	3,465,102
Share Premium	24	2,824,389	2,824,389	2,824,389	2,824,389
Revaluation Reserves	25	1,029,009	1,029,009	1,029,009	1,029,009
Available-For-Sale Reserve	27	1,913,995	1,461,683	1,913,424	1,459,645
Contingency Reserve	28	2,506,775	2,065,726	2,481,129	2,065,726
Retained Earnings	29	(1,407,214)	528,387	(1,070,890)	746,005
Total equity shareholders of the Group		10,332,056	11,374,297	10,642,163	11,589,876
Non-Controlling Interest	10d	241,086	138,387	-	-
Total liabilities and equity		42,100,835	35,054,680	41,718,941	34,868,088

These Financial Statements were approved by the Board on..... and signed on its behalf by:

Chief Dele Fajemirokun
Chairman

Mr. Edwin Igbiti
Group MD/CEO

Mr. Ayodele Alonge
Ag. CFO

FRC/2013/ODN/00000003604 FRC/2013/CIIN/00000005551

FRC/2014/ICAN/0000007002

The accounting policies on pages 18 to 55 and the accompanying notes on pages 63 to 118 form an integral part of these Financial Statements.

AIICO INSURANCE PLC
GROUP FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2013

Group Statement of Comprehensive Income

		Group		Parent	
	Notes	2013 N'000	2012 N'000	2013 N'000	2012 N'000
Gross Premium Written	30	23,602,618	21,273,100	22,830,564	20,716,780
Gross Premium Income	31a	23,316,026	21,070,249	22,543,972	20,513,929
Reinsurance Expenses	31b	(5,087,812)	(4,986,323)	(4,780,606)	(4,986,323)
Net Premium Income	31	18,228,214	16,083,926	17,763,366	15,527,606
Fees and Commission Income					
Insurance contract	32	1,514,722	983,493	874,108	522,755
Net Underwriting Income		19,742,936	17,067,419	18,637,474	16,050,361
Claims Expenses:					
Claims expenses (Gross)	33	10,187,515	7,053,259	10,187,515	7,053,259
Claims expenses recovered from reinsurer	33c	(3,403,431)	(2,114,668)	(3,403,431)	(2,114,668)
Claims expenses (Net)	33c	6,784,084	4,938,591	6,784,084	4,938,591
Underwriting Expenses	34	4,077,883	3,758,083	4,077,883	3,507,263
Change in Life Fund Estimate	31	6,150,308	4,015,907	6,150,308	4,015,907
Total underwriting expenses		17,012,275	12,712,581	17,012,275	12,461,761
Underwriting Profit		2,730,661	4,354,839	1,625,199	3,588,600
Investment Income	35	2,589,224	1,899,677	2,533,676	1,815,635
Net Realised Gains	36	272,815	1,201,487	272,814	1,200,800
Net Fair Value (Losses) / Gains on Financial Assets	37	(107,250)	52,000	(107,250)	52,000
Other Operating Income	38	413,776	538,501	324,904	531,899
Depreciation and Amortisation	39	(405,639)	(361,925)	(352,740)	(325,197)
Management Expenses	40	(4,338,477)	(3,900,013)	(3,389,593)	(3,225,061)
Finance cost		(16,691)	(28,822)	-	-
Impairment Loss on Investments	41a	(1,278,914)	(394,617)	(1,278,914)	(383,884)
Impairment Provision on Trade & Reinsurance Receivable	41b	(1,139,060)	(1,277,039)	(1,139,060)	(1,277,039)
(Loss)/ Profit Before profit		(1,279,555)	2,084,087	(1,510,963)	1,977,754
Income Taxes	42a	540,329	(763,424)	580,805	(729,791)
(Loss) /Profit After Taxation		(739,226)	1,320,663	(930,158)	1,247,963
Attributable to Shareholders		(800,463)	1,305,625	(930,158)	1,247,963
Attributable to Non-Controlling Interest		61,237	15,038	-	-
		(739,226)	1,320,663	(930,158)	1,247,963
Other Comprehensive Income, Net of Tax					
Items within OCI that may be reclassified to the P&L					
* Net gain on available-for-sale asset	45	452,312	983,928	453,779	984,139
* Actuarial gain/(loss) on defined benefit plan	45	118,689	(244,476)	118,689	(244,476)
* Income tax relating to other comprehensive income	42b	(35,607)	73,343	(35,607)	73,343
Total Other Comprehensive Income	45	535,394	812,795	536,861	813,006
Total Comprehensive (Loss) /Income for the year		(203,832)	2,133,458	(393,297)	2,060,969
Attributable to Shareholders		(203,832)	2,118,420	(393,297)	2,060,969
Attributable to Non-Controlling Interest		-	15,038	-	-
		(203,832)	2,133,458	(393,297)	2,060,969
Earnings per share					
(Loss) Basic Earning Per Share (Kobo)	44	(11.55)	18.84	(13.42)	18.00
Diluted (Loss)/Earning Per Share (Kobo)	44	(11.55)	18.84	(13.42)	18.00

The accounting policies on pages 18 to 55 and the accompanying notes on pages 63 to 118 form an integral part of these Financial Statements.

AIICO INSURANCE PLC
GROUP FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2013

Group Statement of Changes in Equity
For the year ended 31 December, 2013.

Notes	Issued Share Capital	Share Premium	Retained Earnings	Contingency Reserve	Available- for-Sale Reserve	Revaluation Reserve	Owner's equity	Non- Controlling Interest	Total equity
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
As at Jan 1 2013	3,465,102	2,824,389	528,387	2,065,726	1,461,683	1,029,009	11,374,296	138,387	11,512,683
Adjustment (Note 29)	-	-	(102,637)	-	-	-	(102,637)	84,928	(17,709)
Loss for the year	-	-	(863,809)	-	-	-	(863,809)	17,770	(846,038)
Negative Goodwill on consolidation	-	-	(56,772)	-	-	-	(56,772)		(56,772)
Other comprehensive income	-	-	83,082	-	452,312	-	535,394		535,394
Total Comprehensive Income for the year	-	-	(940,135)	-	452,312	-	(487,823)	102,698	(385,125)
Transfer	-	-	(441,049)	441,049	-	-	-	-	-
Share Capital Expenses			-	-	-	-	-		-
Dividend paid	43	-	(554,416)		-	-	(554,416)	-	(554,416)
At December 31 2013		3,465,102	2,824,389	(1,407,214)	2,506,775	1,913,995	10,332,056	241,086	10,573,142

AIICO INSURANCE PLC
GROUP FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2013

Group Statement of Cash Flows

	Group		Parent	
	2013	2012	2013	2012
	N'000	N'000	N'000	N'000
Operating activities:				
Total premium received	24,826,911	19,957,158.32	24,054,858	19,400,838
Commission received	1,514,722	983,493	874,108	522,755
Commission paid	(3,202,131)	(3,089,790)	(3,202,131)	(2,838,969)
Reinsurance premium paid	(6,653,310)	(5,568,234)	(6,346,104)	(5,568,234)
Gross benefits and claim paid net of recoveries	(6,784,084)	(3,991,769)	(6,784,084)	(3,991,768)
Payments to employees	(2,618,247)	(1,617,050)	(2,061,225)	(1,231,141)
Other operating cash payments	(5,822,564)	(2,972,888)	(5,287,596)	(2,758,289)
Other income received	413,776	538,501	324,904	531,900
Tax paid	(637,521)	(587,920)	(618,382)	(584,461)
Net cash inflow from operating activities	46 1,037,551	3,651,501	954,348	3,482,631
Investing activities:				
Investment income received	2,589,224	1,899,677	2,533,676	1,802,062
Purchase of property and equipment	(345,781)	(1,052,053)	(271,615)	(891,535)
Proceed from sale of property and equipment	9,906	6,143	9,906	2,941
Purchase of investments	(6,572,886)	(3,175,721)	(5,618,698)	(3,078,281)
Purchases of Investment Properties	(537,250)	-	(537,250)	-
Purchase of Investments in Subsidiaries	-	-	(61,534)	(1,072,406)
Proceed from sale of investments	3,369,412	213,655	284,847.03	217,282.6
Net cash outflows from investing activities	(1,487,375)	(188,299)	(1,097,068)	(1,064,393)
Financing activities:				
Dividend paid to equity holders	(554,416)	(415,812)	(554,416)	(415,812)
Net cash outflows from financing activities	(554,416)	(415,812)	(554,416)	(415,812)
Net (decrease) / increase in cash and cash equivalents	(1,004,241)	3,047,390	(697,136)	2,002,427
Cash and cash equivalents at 1 January	9,534,481	6,487,091	8,397,603	6,395,176
Cash and cash equivalents at 31 December	8,530,240	9,534,481	7,700,466	8,397,603
	Group		Parent	
Summary of Cash & Cash Equivalent	2013	2012	2013	2012
	N'000	N'000	N'000	N'000
Cash and Cash Equivalent as per Financial Position	8,541,729	9,721,658	7,700,467	8,584,780
Book overdraft	(11,489)	(187,177)	-	(187,177)
	8,530,240	9,534,481	7,700,467	8,397,603

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