

SOVEREIGN TRUST INSURANCE PLC
UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH, 2014

	MAR.2014	MAR.2013	% CHANGE
	N'000	N'000	
Assets			
Cash and cash equivalents	1,255,359	2,465,775	(96.4)
Financial assets :			
- Available for sale	422,024	370,620	12.2
- Fair value through profit & loss	355,818	484,441	(36.1)
- Held to maturity	20,000	20,000	-
- Loans and receivable	55,547	137,184	(147.0)
Trade receivables	313,560	992,046	(216.4)
Reinsurance assets	2,498,057	1,212,411	51.5
Deferred acquisition costs	498,295	515,233	(3.4)
Other receivables and prepayment	160,979	134,967	16.2
Investment properties	1,230,663	1,053,030	100.0
Investment in associate	74,200	-	100.0
Property and equipment	745,917	523,427	29.8
Intangible Assets	10,612	-	100.0
Statutory deposits	315,000	315,000	-
Total assets	7,956,032	8,224,134	
Liabilities			
Insurance contract liabilities	3,001,131	2,146,095	(28.5)
Debt securities in issue	894,588	1,042,549	16.5
Trade payables	179,700	1,230,715	584.9
Other payables & accruals	21,380	35,967	68.2
Retirement benefit obligations	240,091	271,640	13.1
Current tax payable	23,435	63,925	172.8
Deferred tax liabilities	35,187	35,187	-
Total liabilities	4,395,512	4,826,078	
Equity			
Issued share capital	3,435,879	3,435,879	-
Share premium	116,843	116,843	-
Contingency reserve	1,455,374	1,192,422	18.1
Retained earnings	(1,447,116)	(1,346,628)	(6.9)
Available for Sale Reserve	(460)	(460)	0
Total equity	3,560,520	3,398,057	
Total equity and liabilities	7,956,032	8,224,135	(3.4)

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD
ENDED 31ST MARCH, 2014**

	MAR.2014	MAR. 2013	% CHANGE
	N'000	N'000	
Gross premiums written	2,933,574	2,316,850	21.0
(Increase) in unearned premium	(240,582)	(240,582)	
Gross premium income	2,578,465	1,950,102	24.4
Reinsurance expenses	(872,543)	(583,296)	(33.1)
Net premiums earned	1,705,922	1,366,806	19.9
Fee and commission income	193,870	251,608	(29.8)
Net underwriting income	1,899,792	1,618,414	14.8
Claims expenses	(871,244)	(420,370)	(51.8)
Underwriting expenses	(434,849)	(425,057)	(2.3)
Underwriting profit	593,699	772,987	(30.2)
Investment income	21,027	130,329	(519.8)
Other income	-	6,210	-
Bad debt recovered	-	74,814	-
Foreign exchange differences	-	(1,144)	-
Prior year adjustment	-	(127,784)	-
Management expenses	(394,959)	(488,282)	23.6
	219,767	367,130	67.1
Finance Cost	(59,298)	(58,494)	1.4
Profit before tax	160,469	308,636	(92.3)
Income taxes	(20,058)	(49,381)	146.2
Profit after tax	140,411	259,255	(84.6)
Other Comprehensive Income			-
Actuarial gains/(losses) in defined gratuity scheme	-	-	-
- Unrealised net gains/(losses) arising during the period	-	-	-
- Net reclassification adjustment for realised net losses	-	-	-
Other comprehensive income for the year, net of tax	-	-	-
Total Comprehensive Income for the Year	140,411	259,255	(84.6)

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH, 2014

	Share capital	Share premium	Retained earnings	Fair value reserve	Contingency reserve	Total equity
	N	N	N	N	N	N
Balance at 1 January 2014	3,435,879	116,843	(1,548,875)	27,018	1,452,632	3,483,497
Profit or loss for the period	-	-	140,410	-	-	140,410
Other comprehensive Income	-	-	-	-	-	-
Total comprehensive income or loss	3,435,879	116,843	140,410	27,018	1,452,632	3,623,907
Issue of new shares	-	-	-	-	-	-
Capital raising expenses	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Transfer to Contingency Reserve	-	-	-	-	260,210	-
At 31 March 2014	3,435,879	116,843	(1,408,465)	27,018	1,712,842	7,107,404
Balance at 1 January 2013	3,435,879	116,843	(1,605,880)	(460)	1,192,422	3,138,804
Profit or loss for the period	-	-	346,930	-	-	346,930
Other comprehensive Income	-	-	(29,715)	27,478	-	(2,237)
Total comprehensive income or loss	3,435,879	116,843	317,215	27,018	1,192,422	3,483,497
Issue of new shares	-	-	-	-	-	-
Capital raising expenses	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Transfer to Contingency Reserve	-	-	(260,210)	-	260,210	-
At 31 December 2013	3,435,879	116,843	(1,548,875)	27,018	1,452,632	3,483,497

STATEMENT OF CASHFLOWS FOR THE PERIOD ENDED 31ST MARCH 2014

	Mar-14	Mar-13	% CHANGE
	N'000	N'000	
Operating activities			
Net cash provided by operating activities	(354,480)	1,261,514	(455.9)
Net cash inflow/(outflow) in investing activities	95,960	95,960	-
Net cash (outflow)/inflow from financing activities	(121,938)	(58,494)	(52.0)
(Decrease)/Increase in cash and cash equivalents	(566,452)	1,298,980	(329.3)
Cash and cash equivalents at Beginning of the Year 2014	1,932,889	1,166,795	39.6
Cash and cash equivalents at end March 2014	1,255,358	2,465,775	(96.4)