

Continental Reinsurance Plc
Consolidated Statement of Comprehensive Income
For the Half year ended 30 June 2014

	GROUP		COMPANY	
	2014 =N='000	2013 =N='000	2014 =N='000	2013 =N='000
Insurance premium revenue	7,877,509	7,375,751	7,062,436	6,841,080
Insurance premium ceded to retrocessionaires	(851,927)	(880,396)	(760,414)	(807,816)
Net insurance premium revenue	7,025,582	6,495,355	6,302,022	6,033,264
Insurance benefits				
Insurance claims and loss adjustment expenses	3,857,949	3,091,841	3,570,515	2,896,441
Insurance claims and loss adjustment expenses recoverable from retrocessionaire	(333,083)	(203,177)	(333,083)	(203,177)
Net insurance benefits and claims	3,524,866	2,888,664	3,237,432	2,693,264
Underwriting expenses	2,713,955	2,503,432	2,396,650	2,298,176
Insurance benefits and underwriting expenses	6,238,821	5,392,096	5,634,082	4,991,440
Underwriting profit	786,761	1,103,259	667,940	1,041,824
Net Interest income	482,236	488,150	429,871	441,099
Net gains on financial assets designated at fair value through profit or loss	12,534	25,105	12,534	25,105
Other income	3,651	131,495	2,286	130,653
Administration expenses	(162,913)	(109,551)	(148,152)	(104,050)
Impairment of financial assets	2,982	(273,943)	2,982	(273,943)
Profit before taxation	1,125,251	1,364,515	967,461	1,260,688
Income tax expense	(217,756)	(271,597)	(193,492)	(252,138)
Profit after taxation	907,495	1,092,918	773,969	1,008,550
Profit for the year	907,495	1,092,918	773,969	1,008,550
Other comprehensive income:				
Net gains on available-for-sale financial assets:				
Net unrealised gains/(losses) arising during the year	20,327	-	21,119	-
Exchange difference on translation of foreign operations	(13,320)	-	-	-
Other comprehensive income for the year, net of tax	7,007	-	21,119	-
Total Comprehensive Income for the year	914,502	1,092,918	795,088	1,008,550
Earnings per share				
Basic (kobo)	9	11	7	10

Continental Reinsurance Plc
Consolidated Statement of Financial Position

As at 30 June 2014

	GROUP		COMPANY	
	30 June 2014 =N='000	31 December 2013 =N='000	30 June 2014 =N='000	31 December 2013 =N='000
Assets				
Cash and cash equivalents	6,480,323	5,673,748	5,080,387	5,605,227
Financial assets				-
-Financial asset designated as fair value	182,820	170,285	182,820	170,285
-Loans and other receivables	354,909	379,174	334,059	370,833
-Available-for-sale investments	2,255,719	2,259,534	2,209,329	2,213,919
-Held to maturity investments	4,507,254	5,830,270	4,220,731	4,732,522
Reinsurance receivables	6,217,317	6,292,066	5,481,244	5,613,677
Retrocession assets	466,829	358,106	371,377	279,247
Deferred acquisition costs	1,646,762	1,428,293	1,367,634	1,213,441
Investment in Subsidiary	-		1,022,858	987,405
Other assets	809,022	365,839	797,264	546,073
Investment properties	2,843,314	1,746,800	2,843,314	1,746,800
Intangible assets	4,420	9,667	4,420	9,667
Property, plant and equipment	620,567	611,628	567,128	553,200
Statutory deposits	1,000,000	1,000,000	1,000,000	1,000,000
Total assets	27,389,255	26,125,410	25,482,566	25,042,296
Liabilities				
Insurance contract liabilities	10,753,494	9,873,379	9,754,097	8,961,159
Reinsurance creditors	302,243	1,169,024	302,243	1,169,024
Other liabilities	415,842	311,142	177,286	288,057
Retirement benefit obligations	1,659	45,900	1,659	45,900
Current income tax	265,594	391,381	250,490	388,875
Deferred taxation	53,942	49,091	46,971	41,946
Total liabilities	11,792,774	11,839,917	10,532,746	10,894,961
Equity				
Share capital	5,186,372	5,186,372	5,186,372	5,186,372
Share premium	3,915,451	3,915,451	3,915,451	3,915,451
Contingency reserve	2,653,261	2,420,096	2,588,792	2,349,131
Retained earnings	3,171,214	2,519,174	2,964,900	2,423,196
Available-for-sale reserve	297,121	276,794	294,304	273,185
Foreign currency translation reserve	(45,714)	(32,394)	-	-
Non-Controlling Interest	418,776			
Total equity	15,596,481	14,285,493	14,949,819	14,147,335
Total equity and liabilities	27,389,255	26,125,410	25,482,566	25,042,296

Continental Reinsurance Plc
Consolidated Statement of Changes in Equity
For the first quarter ended 30 June 2014

	Attributable to equity holders						
	Share capital	Share premium	Retained earnings	Contingency reserve	Available for sale reserve	Foreign Exchange Translation Reserve	Total equity
	=N='000	=N='000	=N='000	=N='000	=N='000	=N='000	=N='000
Balance at 1 January 2014	5,186,372	3,915,451	2,519,174	2,420,096	276,794	(32,394)	14,285,493
Profit or loss for the period	-	-	907,495	-	-	-	907,495
Transfer of contingency reserve	-	-	(233,165)	233,165	-	-	-
Other comprehensive income	-	-	-	-	-	-	-
Fair value of equity financial assets	-	-	-	-	20,327	(13,320)	7,007
Foreign exchange translation reserve	-	-	-	-	-	-	-
Total comprehensive income or loss	-	-	674,330	233,165	20,327	(13,320)	914,502
Transaction with owners	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-
Total Transactions with owners	-	-	-	-	-	-	-
At 30 June 2014	5,186,372	3,915,451	3,193,504	2,653,261	297,121	(45,714)	15,199,995
Balance at 1 January 2013	5,186,372	3,915,451	2,344,587	1,873,319	(84,362)	-	13,235,367
Profit or loss for the year	-	-	1,753,400	-	-	-	1,753,400
Transfer of contingency reserve	-	-	(546,777)	546,777	-	-	-
Other comprehensive income	-	-	5,211	-	-	-	5,211
Fair value of equity financial assets	-	-	-	-	361,156	-	361,156
Foreign exchange translation reserve	-	-	-	-	-	(32,394)	(32,394)
Total comprehensive income or loss	-	-	1,211,834	546,777	361,156	(32,394)	2,087,373
Transaction with owners	-	-	-	-	-	-	-
Dividend	-	-	(1,037,247)	-	-	-	(1,037,247)
Total Transactions with owners	-	-	(1,037,247)	-	-	-	(1,037,247)
At 31 December 2013	5,186,372	3,915,451	2,519,174	2,420,096	276,794	(32,394)	14,285,493

Continental Reinsurance Plc
Statement of Cash flows
For the period ended 30 June, 2014

	30-June-2014	31-Dec-2013
	N' 000	N' 000
Cash flows from operating activities		
Premium received from policy holders	7,724,174	12,621,228
Retrocession receipts in respect of claims	240,953	103,537
Acquisition costs paid	(1,826,399)	(3,036,060)
Retrocession premium paid	(848,506)	(1,590,406)
Cash paid to and on behalf of employees	(1,213,414)	(694,310)
Other operating cash receipts/payments	(37,013)	(1,242,158)
Claims paid	(4,020,942)	(5,479,466)
Income taxes paid	(331,877)	(391,642)
Net cashflows (outflow)/inflow from operating activities	(313,024)	290,723
Cash flows from investing activities		
Purchase of property, plant and equipment	(59,679)	(532,738)
Purchase of intangible assets	0	(4,364)
Investment in subsidiary	(35,453)	0
Proceeds from disposal of property, plant and equipment	2,651	6,929
Purchase of investment securities	(62,834)	(856,273)
Proceeds on redemption /sales of investments	100,066	666,287
Purchase of investment property	(1,096,514)	0
Proceeds from sale of investment property	0	0
Interest received	452,962	735,880
Dividend received	42,023	96,223
Net cash generated/(used) in investing activities	(656,779)	111,944
Cash flows from financing activities		
Dividend expense	0	(1,021,857)
Net cash used in financing activities	0	(1,021,857)
Net increase in cash and cash equivalents	(969,803)	(619,190)
Cash and cash equivalents at start of year	6,571,674	7,192,699
Effect of exchange rate changes on cash and cash equivalents	0	(1,835)
Cash and cash equivalents at end of year	5,601,871	6,571,674

Cash and cash Equivalent	2013	2012
Balances held with other banks:	N' 000	N' 000
Cash in hand	638	281
Current account	133,185	306,580
Domiciliary account	310,074	225,555
Balances held with foreign banks:	187,027	285,172
Placements with banks and other financial institutions	4,449,463	4,787,639
Treasury bill	521,484	966,447
Cash and Cash Equivalent at end	5,601,871	6,571,674