

Consolidated Statements of Financial Position
for the year ended 31 December 2013

<i>In thousands of Naira</i>	Note	Group 31-Dec-13	Group 31-Dec-12 Restated	Group 1-Jan-12 Restated	Company 31-Dec-13	Company 31-Dec-12 Restated
ASSETS						
Cash and cash equivalents	5	1,810,882	1,338,057	1,266,680	35,595	579
Loans and advances to customers	6	812,571	435,830	285,401	-	-
Advances under finance lease	7	218,585	412,961	240,639	-	-
Financial assets	8	3,558,965	2,908,585	2,760,023	-	-
Investment in subsidiaries	9	-	-	-	7,620,464	7,620,464
Trade receivables	10	421,637	418,381	327,406	-	-
Reinsurance assets	11	2,044,041	1,584,733	1,590,172	-	-
Deferred acquisition cost	12	469,160	216,448	182,453	-	-
Other receivables and prepayments	13	482,025	188,533	363,918	76,384	46,135
Investment in associates	14	213,694	220,734	188,002	-	-
Investment properties	15	7,092,569	6,356,474	6,169,307	-	-
Property and equipment	16	1,690,707	1,379,719	1,438,620	16,852	20,641
Intangible assets	17	37,418	38,035	41,210	-	1,875
Employees retirement benefit asset (Net)	18(a)	166,963	49,370	26,839	-	-
Statutory deposits	19	555,000	555,000	555,000	-	-
Deferred tax assets	20	699,334	523,150	378,652	-	-
Total Assets		20,273,551	16,626,010	15,814,322	7,749,295	7,689,694
LIABILITIES						
Bank borrowing	5	114	-	-	-	1,688
Deferred Income	21	84,797	92,675	139,491	-	-
Trade Payables	22	528,509	369,863	641,530	-	-
Other liabilities	23	1,170,110	635,069	754,108	452,819	436,014
Depositors' funds	24	595,449	593,225	403,231	-	-
Insurance Contract Liabilities	25	6,973,096	4,878,504	4,387,131	-	-
Investment Contract Liabilities	26	599,106	573,494	530,960	-	-
Dividend Payable	27	80,525	80,525	-	80,525	80,525
Current income tax liabilities	28	494,388	519,109	501,333	254,373	289,039
Employees benefit liability	18(b)	550,660	475,150	369,732	20,139	14,845
Deferred tax liabilities	20	167,931	88,378	77,332	-	-
Total Liabilities		11,244,685	8,305,992	7,804,848	807,856	822,111
EQUITY						
Share capital	29	2,572,685	2,572,685	2,572,685	2,572,685	2,572,685
Share premium	30	2,690,936	2,690,936	2,690,936	2,690,936	2,690,936
Contingency reserve	31	947,734	722,231	525,193	-	-
Treasury shares	32	(500,000)	(500,000)	(500,000)	-	-
Retained earnings	33	3,096,193	2,803,330	2,632,890	1,677,257	1,601,795
Other component of equity	34	221,318	30,836	87,770	561	2,167
Total Equity		9,028,866	8,320,018	8,009,474	6,941,439	6,867,583
Total Equity & Liabilities		20,273,551	16,626,010	15,814,322	7,749,295	7,689,694

The financial statements was approved by the board of directors on 31 July 2014 and signed on its behalf by:

Kenneth Odogwu
Chairman
(FRC/2013/NBA/00000004195)

Chike Mokwunye
Managing Director
(FRC/2013/IODN/00000004071)

Additionally certified by:

Philip Ashinze
Chief Financial Officer
(FRCN/2012/ICAN/00000000394)

The statement of significant accounting policies and the accompanying notes form an integral part of these financial statements.

Consolidated Statement of Profit or Loss and Other Comprehensive Income
for the year-ended 31 December 2013

		Group	Group	Company	Company
<i>In thousands of Naira</i>	Note	31-Dec-13	31-Dec-12 Restated	31-Dec-13	31-Dec-12 Restated
Gross premium written:		9,083,092	7,614,209	-	-
Unearned premium		(1,880,482)	(490,671)		
Gross Premium Income		7,202,610	7,123,538	-	-
Reinsurance Expenses	35	(1,949,568)	(1,755,446)	-	-
Net Premium Income		5,253,042	5,368,092	-	-
Fees and commission income	36	331,400	195,973	-	-
Net Underwriting Income		5,584,442	5,564,065	-	-
Insurance claims and benefits incurred	37	(2,844,787)	(2,246,100)	-	-
Insurance claims and benefits incurred - recoverable from reinsurers	38	360,593	613,774	-	-
Net claims expenses		(2,484,194)	(1,632,326)	-	-
Underwriting Expenses	39	(2,200,527)	(2,128,016)	-	-
Total Underwriting Expenses		(4,684,721)	(3,760,342)	-	-
Underwriting Profit		899,721	1,803,723	-	-
Net Interest Income	40	162,171	110,331	-	-
Investment and other income	41	398,226	628,563	297,333	133,800
Share of profit/loss on investment in associate	14(a)	12,342	46,196	-	-
Net fair value gain or loss on financial assets	42	1,511,555	732,753	-	-
Write-back/(charge) of impairment allowance	43	134,414	(896,821)	-	-
Other operating income	44	285,566	241,089	262,388	228,548
Net Income		3,403,995	2,665,834	559,721	362,348
Foreign Exchange Gains/(Losses)	45	(43,949)	13,967	-	-
Management expenses	46	(2,531,833)	(1,976,707)	(247,918)	(156,740)
Total Expenses		(2,575,782)	(1,962,740)	(247,918)	(156,740)
Profit before minimum tax and income tax		828,213	703,094	311,803	205,608
Minimum tax	28(a)	(69,275)			
Income taxes	28(a)	47,346	(129,801)	(30,526)	(45,140)
Profit after Taxation		806,284	573,293	281,277	160,468
Other Comprehensive Income, net of tax					
<i>Items that will never be reclassified subsequently to profit or loss:</i>					
Revaluation Surplus on PPE		-	-	-	-
Net Actuarial Gains/Losses of Defined Benefit Obligations	18(c)	111,523	(67,462)	(1,606)	(2,200)
Tax Effects on Other Comprehensive Income	18(c)	1,066	10,528	-	-
<i>Items that are or may be reclassified subsequently to profit or loss:</i>					
Changes in fair value of AFS Investments		(4,210)	-	-	-
Total other comprehensive income, net of tax		108,379	(56,934)	(1,606)	(2,200)
Total comprehensive income for the period		914,663	516,359	279,671	158,268
Total comprehensive income attributable to shareholders					
Earnings per share - Basic and diluted (kobo)	47	31	22	11	6

The statement of significant accounting policies and the accompanying notes form an integral part of these financial statements.

Statement of Changes in Equity
as at 31 December 2013

Group
In thousands of Naira

	Share Capital	Share Premium	Contingency Reserve	Retained Earnings	Treasury Shares	Other component of equity				Equity attributable to Parent's Shareholders	Non-controlling Interests	Total Equity
						Regulatory risk reserve	Actuarial Gain/Loss Reserve	Fair value reserve	Other Component of Equity (Total)			
As at 1 January 2013 (Restated)	2,572,685	2,690,936	722,231	2,803,330	(500,000)	-	30,836	-	30,836	8,320,018	-	8,320,018
Profit for the year	-	-	-	806,284	-	-	-	-	-	806,284	-	806,284
Other Comprehensive Income:												
Changes in fair value of AFS Investments	-	-	-	-	-	-	-	(4,210)	(4,210)	(4,210)	-	(4,210)
Revaluation Surplus on PPE	-	-	-	-	-	-	-	-	-	-	-	-
Net Actuarial Gains/Losses	-	-	-	-	-	-	111,523	-	111,523	111,523	-	111,523
Tax Effects on Other Comprehensive Income	-	-	-	-	-	-	1,066	-	1,066	1,066	-	1,066
Total Comprehensive Income	2,572,685	2,690,936	722,231	3,609,614	(500,000)	-	143,425	(4,210)	139,215	9,234,681	-	9,234,681
Transactions within Equity:												
Dividend paid	-	-	-	(205,815)	-	-	-	-	-	(205,815)	-	(205,815)
Transfer to Contingency Reserve	-	-	225,503	(225,503)	-	-	-	-	-	-	-	-
Transfer to Regulatory Reserve	-	-	-	(82,103)	-	82,103	-	-	82,103	-	-	-
As at 31 December 2013	2,572,685	2,690,936	947,734	3,096,193	(500,000)	82,103	143,425	(4,210)	221,318	9,028,866	-	9,028,866

Statement of Changes in Equity
as at 31 December 2012

Group
In thousands of Naira

	Share Capital	Share Premium	Contingency Reserve	Retained Earnings	Treasury Shares	Other component of equity				Equity attributable to Parent's Shareholders	Non-controlling Interests	Total Equity
						Regulatory risk reserve	Actuarial Gain/Loss Reserve	Fair value reserve	Other Component of Equity (Total)			
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	-	7,850,852
Prior year adjustment	-	-	-	158,622	-	-	-	-	-	158,622	-	158,622
As at 1 January 2012 (Restated)	2,572,685	2,690,936	525,193	2,632,890	(500,000)	-	87,770	-	87,770	8,009,474	-	8,009,474
Profit for the year	-	-	-	573,293	-	-	-	-	-	573,293	-	573,293
Other Comprehensive Income:												
Net Actuarial Gains/Losses	-	-	-	-	-	-	(67,462)	-	(67,462)	(67,462)	-	(67,462)
Tax Effects on Other Comprehensive Income	-	-	-	-	-	-	10,528	-	10,528	10,528	-	10,528
Total Comprehensive Income	2,572,685	2,690,936	525,193	3,206,183	(500,000)	-	30,836	-	30,836	8,525,833	-	8,525,833
Transactions within Equity:												
Dividend paid	-	-	-	(205,815)	-	-	-	-	-	(205,815)	-	(205,815)
Transfer to Contingency Reserve	-	-	197,038	(197,038)	-	-	-	-	-	-	-	-
Equity Component of a Compound Instrument	-	-	-	-	-	-	-	-	-	-	-	-
As at 31 December 2012	2,572,685	2,690,936	722,231	2,803,330	(500,000)	-	30,836	-	30,836	8,320,018	-	8,320,018

Statement of Changes in Equity

as at 31 December 2013

Company

	Share Capital	Share Premium	Retained Earnings	Other Component of Equity		Equity attributable to Parent's Shareholders	Non-controlling Interests	Total Equity
				Actuarial Gain/Loss Reserve	Other Component of Equity (Total)			
In thousands of Naira								
As at 1 January 2013 (Restated)	2,572,685	2,690,936	1,601,795	2,167	2,167	6,867,583	-	6,867,583
Profit for the year	-	-	281,277	-	-	281,277	-	281,277
Net Actuarial Gains/Losses	-	-	-	(1,606)	(1,606)	(1,606)	-	(1,606)
Total Comprehensive Income	2,572,685	2,690,936	1,883,072	561	561	7,147,254	-	7,147,254
Transactions within Equity:								
Dividend paid	-	-	(205,815)	-	-	(205,815)	-	(205,815)
As at 31 December 2013	2,572,685	2,690,936	1,677,257	561	561	6,941,439	-	6,941,439

Statement of Changes in Equity

as at 31 December 2012

Company

Company	Share Capital	Share Premium	Retained Earnings	Other Component of Equity		Equity attributable to Parent's Shareholders	Non-controlling Interests	Total Equity
				Actuarial Gain/Loss Reserve	Other Component of Equity (Total)			
In thousands of Naira								
As at 1 January 2012	2,572,685	2,690,936	1,647,142	4,367	4,367	6,915,130	-	6,915,130
Profit for the year	-	-	160,468	-	-	160,468	-	160,468
Net Actuarial Gains/Losses	-	-	-	(2,200)	(2,200)	(2,200)	-	(2,200)
Total Comprehensive Income	2,572,685	2,690,936	1,807,610	2,167	2,167	7,073,398	-	7,073,398
Transactions within Equity:								
Dividend paid	-	-	(205,815)	-	-	(205,815)	-	(205,815)
As at 31 December 2012	2,572,685	2,690,936	1,601,795	2,167	2,167	6,867,583	-	6,867,583

Consolidated Statements of Cashflows

For the year ended 31 December 2013

In thousands of Naira

	Notes	Group 31-Dec-13	Group 31-Dec-12	Company 31-Dec-13	Company 31-Dec-12
			Restated		Restated
Operating profit for the year		806,284	573,293	281,277	160,468
Adjustments for:					
Impairment allowance on loans and advances to customers	43	8,152	20,697	-	-
Impairment / (write-back) of allowance on advance under lease	43	29,143	(14,173)	-	-
Impairment allowance on financial assets	43	5,343	38,500	-	-
Impairment / (write-back) of impairment allowances on trade receivable	43	(194,705)	801,596	-	-
Impairment allowance on other receivables and prepayments	43	17,653	57,999	-	-
(Profit)/loss on investment properties	41	(49,153)	(24,476)	-	-
Fair value gain on investment properties	42	(816,095)	(277,410)	-	-
Depreciation on property and equipment	16	152,401	186,591	10,527	12,586
Amortization of intangible assets	17	13,372	21,877	1,875	1,875
Profit on disposal of property and equipment	44	(5,812)	(788)	-	-
Loss on revaluation of property and equipment	16	-	24,928	-	-
Increase/ (decrease) in unearned premium		1,880,482	490,671	-	-
Increase/ (decrease) in provision for outstanding claims		214,110	702	-	-
Increase/ (decrease) in provision for employees retirement benefits	18(b)	136,415	82,998	3,779	3,750
Contribution to employees retirement benefits	18(a)(i)	-	(41,945)	-	-
Dividend income on equity investments		(73,658)	(83,558)	-	-
Rental income	44	(61,541)	(34,563)	-	-
Interest Income	41	(301,675)	(7,604)	-	-
Fair value gain on financial assets through profit or loss	42	(695,460)	(453,448)	-	-
		1,065,256	1,361,887	297,458	178,679
Changes in working capital:					
Loans and advances to customers		(384,893)	(171,126)	-	-
Advance under lease		165,233	(158,149)	-	-
Trade receivables		191,449	(892,571)	-	-
Re-insurance asset		(459,308)	5,439	-	-
Deferred acquisition cost		(252,712)	(33,995)	-	-
Other receivables and prepayment		(311,145)	117,386	(30,249)	993
Deferred Income		(7,878)	(46,816)	-	-
Trade and other payables		158,646	(271,667)	-	-
Other liabilities		535,041	(38,514)	16,805	53,536
Depositors' funds		2,224	189,994	-	-
Investment Contract Liabilities		25,612	42,534	-	-
Tax expense	28(a)	21,929	129,801	30,526	45,140
		749,454	234,203	314,540	278,348
Income tax paid	28(b)	(112,482)	(234,949)	(35,459)	(56,704)
Gratuity and Long service award paid	18	(66,975)	(25,628)	(91)	(2,573)
Withholding tax expense	28(a)	(29,733)	-	(29,733)	-
Net cash provided by operating activities		540,264	(26,374)	249,257	219,071
Cash flows from investing activities:					
Purchases of property and equipment	16	(428,307)	(153,852)	(6,738)	(17,975)
Purchases of intangible assets	17	(13,041)	(18,702)	-	-
Purchase of investment properties	15	(1,788)	(250,660)	-	-
Proceed from disposal of investment properties		90,941	365,379	-	-
Proceed from disposal of property and equipment		11,016	2,022	-	941

Net purchase of financial assets		35,527	266,386	-	-
Dividend received		73,658	83,558	-	-
Rent received	44	61,541	34,563	-	-
Interest received		301,675	7,604	-	-
Dividend received from associate	14(a)	19,382	13,464	-	-
Share of profit of associate	14(a)	(12,342)	(46,196)	-	-
Net cash provided by investing activities		138,262	303,566	(6,738)	(17,034)

Cash flows from financing activities:

Dividend paid		(205,815)	(205,815)	(205,815)	(205,815)
Net used in financing activities		(205,815)	(205,815)	(205,815)	(205,815)
Cash and cash equivalent at beginning of year		1,338,057	1,266,680	(1,109)	2,669
Net increase in cash and cash equivalent		472,711	71,377	36,704	(3,778)
Cash and cash equivalent at end of year		1,810,768	1,338,057	35,595	(1,109)