

AIICO INSURANCE PLC
GROUP FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2014

Group Statements of Financial Position

	Notes	Group				Parent	
		30 June 2014 N'000	31 Dec. 2013	30 June 2013 N'000	30 June 2014 N'000	31 Dec. 2013	30 June 2013 N'000
Assets							
Cash and Cash Equivalents	4	10,216,332	8,541,729	10,602,989	8,837,026	7,700,467	9,032,021
Trade Receivable	5	630,261	35,772	2,123,143	218,845	35,772	2,123,143
Reinsurance Assets	6	2,255,232	2,255,233	666,901	2,255,232	2,255,233	666,901
Deferred acquisition cost	7	853,569	285,133	2,142,355	853,569	285,133	2,142,355
Financial Assets:							
Available For Sale Financial Assets	8a	7,418,560	15,331,653	11,076,019	7,211,443	15,328,322	11,059,483
Loans and Receivables	8b	1,553,260	1,143,928	1,244,441	1,553,260	1,143,928	1,244,441
Held To Maturity Financial Assets	8c	17,249,444	2,569,958	2,185,965	17,249,444	2,064,562	2,185,965
Deferred Tax Asset	9c	2,907,535	2,907,536	1,515,452	2,741,784	2,741,784	1,299,117
Investment In Subsidiaries	10	-	-	-	2,119,479	1,619,479	1,557,945
Investment Properties	11	1,165,515	1,190,000	760,000	1,165,515	1,190,000	760,000
Property and Equipment		4,579,648	4,657,122	4,700,154	4,364,631	4,493,862	4,531,674
Other Receivables and Prepayments	12	1,712,999	1,804,167	3,184,045	1,507,874	1,495,485	2,897,582
Statutory Deposit	13	500,000	500,000	500,000	500,000	500,000	500,000
Goodwill and Other Intangible Assets	14	905,505	878,603	872,779	868,997	864,914	860,618
Total Assets		51,947,861	42,100,833	41,574,243	51,447,097	41,718,941	40,861,244
Liabilities and Equity							
Liabilities							
Trade Payables	15	618,374	58,792	215,083	326,866	58,792	252,939
Other Payables and Accruals	16	3,519,825	1,776,463	1,752,214	3,429,272	1,491,267	1,178,222
Book Overdraft	17	-	11,489	931,469	-	-	931,469
Current Tax Payable	9a	1,100,878	690,564	545,746	1,088,514	665,405	487,847
Dividend Payable	18	0	34,154	34,131	0	10,041	10,018
Deferred Tax Liability	9d	151,780	151,780	57,513	144,416	144,416	37,117
Retirement Benefit Obligations	19	528,022	528,021	656,142	528,022	528,021	656,142
Investment Contract Liabilities	20	6,395,845	6,356,398	4,906,521	6,395,845	6,356,398	4,906,521
Insurance Contract Liabilities	21	27,637,689	21,870,036	17,709,895	27,590,092	21,822,439	17,665,900
Total liabilities		39,952,413	31,477,696	26,808,715	39,503,028	31,076,778	26,126,175
Equity							
Issued Share Capital	22	3,465,103	3,465,102	3,465,102	3,465,103	3,465,102	3,465,102
Share Premium	23	2,824,389	2,824,389	2,824,389	2,824,390	2,824,389	2,824,389
Revaluation Reserves	24	1,029,008	1,029,009	1,029,009	1,029,008	1,029,009	1,029,009
Irredeemable Preference Share	25	50,000	50,000	-	-	-	-
Available-For-Sale Reserve	26	2,179,496	1,913,995	3,240,242	2,179,281	1,913,424	3,238,204
Contingency Reserve	27	2,741,169	2,506,774	2,296,153	2,737,558	2,481,129	2,296,152
Retained Earnings	28	(582,240)	(1,407,214)	1,735,398	(291,270)	(1,070,890)	1,882,213
Total equity shareholders of the Group		11,706,925	10,382,053	14,590,294	11,944,069	10,642,163	14,735,068
	10d	288,523	241,086	175,234	-	-	-
Total liabilities and equity		51,947,861	42,100,833	41,574,243	51,447,097	41,718,941	40,861,244

AIICO INSURANCE PLC
GROUP FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2014

Group Statements of Comprehensive Income

	Notes	Group		Parent	
		2014 N'000	2013 N'000	2014 N'000	2013 N'000
Gross Premium Written	29	14,612,757	12,430,453	14,298,693	11,729,539
Gross Premium Income	30a	12,958,896	11,791,641	12,644,832	11,090,727
Reinsurance Expenses	30b	(1,926,618)	(1,512,089)	(1,926,618)	(1,512,089)
Net Premium Income	30	11,032,278	10,279,552	10,718,214	9,578,638
Fees and Commission Income					
Insurance contract	31	642,911	913,286	291,079	435,315
Net Underwriting Income		11,675,189	11,192,838	11,009,293	10,013,953
Claims Expenses:					
Claims expenses (Gross)	32	3,428,432	4,864,095	3,428,432	4,864,095
Claims expenses recovered from reinsurer	32c	(980,190)	(563,082)	(980,190)	(563,082)
Claims expenses (Net)	32c	2,448,242	4,301,013	2,448,242	4,301,013
Underwriting Expenses	33	2,147,969	2,547,214	2,066,785	1,616,843
Increase in life fund during the year	30ai	5,139,290	1,135,017	5,139,290	1,135,017
Total underwriting expenses		9,735,501	7,983,244	9,654,316	7,052,873
Underwriting Profit		1,939,688	3,209,594	1,354,977	2,961,080
Investment Income	34	2,041,751	600,135	2,031,685	534,057
Net Realised Gains/(Losses)	35	44,418	158,459	44,418	158,059
Net Fair Value Gains/(Losses) on Financial Assets		-	-	-	-
Other Operating Income	36	(21,491)	104,570	71,854	104,570
Depreciation and Amortisation	37	(192,694)	(168,042)	(165,944)	(147,680)
Management Expenses	38	(2,207,048)	(1,623,777)	(1,713,208)	(1,462,842)
Finance cost		(13,835)	-	-	-
Impairment Loss on Investments	39a	-	(214,930)	-	(214,930)
Impairment Provision on Trade & Reinsurance Receivables	39b	-	(350,000)	-	(350,000)
(Loss)/ Profit Before share of associate profit		1,590,789	1,716,009	1,480,074	1,582,314
Share of associate profit		-	-	-	-
(Loss) / Profit Before Taxation		1,590,789	1,716,009	1,480,074	1,582,314
Income Taxes	40a	(452,213)	(249,313)	(444,022)	(215,680)
(Loss) /Profit After Taxation		1,138,576	1,466,696	1,036,054	1,366,636
Attributable to Shareholders		1,098,200	1,437,437	1,036,054	1,366,636
Attributable to Non-Controlling Interest		40,376	29,259	-	-
		1,138,576	1,466,696	1,036,054	1,366,636
Other Comprehensive Income, Net of Tax					
Items within OCI that may be reclassified to the P&L					
* Net gain/(loss) on available-for-sale asset	43	265,857	1,778,559	265,857	1,778,559
* Actuarial loss on defined benefit plan		-	-	-	-
* Income tax relating to other comprehensive income		-	-	-	-
Total Other Comprehensive Income	43	265,857	1,778,559	265,857	1,778,559
Total Comprehensive Income/(Loss) for the year		1,404,433	3,245,255	1,301,910	3,145,195
Attributable to Shareholders		1,364,056	3,215,996	1,301,910	3,145,195
Attributable to Non-Controlling Interest		40,376	29,259	-	-
		1,404,433	3,245,255	1,301,910	3,145,195
Earnings per share					
Basic Earnings Per Share (Kobo)	44	16.43	21.16	14.95	19.7
Diluted Earnings Per Share (Kobo)	44	16.43	21.16	14.95	19.7

AIICO INSURANCE PLC
GROUP FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2014

Group Statement of Changes in Equity

For the year ended 30 June 2014	Notes	Issued Share Capital	Share Premium	Retained Earnings	Contingency Reserve	Available-for-Sale Reserve	Revaluation Reserve	Irredeemable Preference Share	Minority Interest	Total equity
		N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
At January 1 2014		3,465,102	2,824,389	(1,407,214)	2,506,775	1,913,995	1,029,009	50,000	241,086	10,623,142
Adjustments in opening reserves		-	-	(16,796)	(22,035)	-	-	-	-	(38,831)
Profit/Loss for the year		-	-	1,098,200	-	-	-	-	47,437	1,145,637
Negative Goodwill on consolidation		-	-	-	-	-	-	-	-	-
Other comprehensive income		-	-	-	-	265,501	-	-	-	265,501
Total Comprehensive Income for the year		-	-	1,081,404	22,035	265,501	-	-	47,437	1,372,306
Transfer		-	-	(256,429)	256,429	-	-	-	-	-
Share Capital Expenses		-	-	-	-	-	-	-	-	-
Dividend paid		-	-	-	-	-	-	-	-	-
At 30 June 2014		3,465,102	2,824,389	(582,240)	2,741,169	2,179,496	1,029,009	50,000	288,523	11,995,448

Parent Statement of Changes in Equity

For the period ended 30 June 2014	Issued Share Capital	Share Premium	Retained Earnings	Contingency Reserve	Available-for- Sale Reserve	Revaluation Reserve	Total equity
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
At January 1 2014	3,465,102	2,824,389	(1,070,890)	2,481,128	1,913,424	1,029,009	10,642,161
Profit / Loss for the year	-	-	1,036,054	-	-	-	1,036,054
Other comprehensive income	-	-	-	-	265,857	-	265,857
Total Comprehensive Income for the year	-	-	1,036,054	-	265,857	-	1,301,910
Transfer	-	-	(256,429)	256,429	-	-	-
Share Capital Expenses	-	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-
At 30 June 2014	3,465,102	2,824,389	(291,270)	2,737,558	2,179,281	1,029,009	11,944,069

Group Statement of Cash Flows

	Group		Parent	
	30 Jun. 2014	31 Dec.2013	30 Jun. 2014	31 Dec.2013
	N'000	N'000	N'000	N'000
Operating activities:				
Total premium received	14,018,268	24,826,911	14,115,620	24,054,858
Commission received	642,911	1,514,722	291,079	874,108
Commission paid	(2,553,495)	(3,202,131)	(2,472,311)	(3,202,131)
Reinsurance premium paid	(1,926,617)	(6,653,310)	(1,926,617)	(6,346,104)
Gross benefits and claim paid net of recoveries	(2,727,803)	(6,784,084)	(2,846,653)	(6,784,084)
Payments to employees	(840,241)	(2,618,247)	(594,213)	(2,061,225)
Other operating cash payments	(274,886)	(5,822,564)	(243,930)	(5,287,596)
Other income received	21,491	413,776	71,854	324,904
Tax paid	-	(637,521)	(20,913)	(618,382)
Net cashflow from operating activities	44 6,316,646	1,037,551	6,374,031	954,348
Investing activities:				
Investment income received	2,041,751	2,589,224	2,031,685	2,533,676
Purchase of property and equipment	(112,495)	(345,781)	(84,909)	(271,615)
Proceed from sale of property and equipment	-	9,906	-	9,906
Purchase of investments	(6,741,908)	(6,572,886)	(7,043,518)	(5,618,698)
Disposals of investments in associates	-	(537,250)	-	(537,250)
Purchase of Investments in Subsidiaries	-	-	(500,000)	(61,534)
Proceed from sale of investments	182,099	3,369,412	359,270	2,848,447
Proceed from sale of investment property	-	-	-	-
Net cash flows from investing activities	(4,630,553)	(1,487,375)	(5,237,472)	(1,097,068)
Financing activities:				
Share raising expenses	-	-	-	-
Dividend paid to equity holders	-	(554,416)	-	(554,416)
Net cash flows from financing activities	-	(554,416)	-	(554,416)
Net increase/(decrease)in cash and cash equivalents	1,686,093	(1,004,241)	1,136,559	(697,136)
Cash and cash equivalents at 1 January	8,530,240	9,534,481	7,700,466	8,397,603
Cash and cash equivalents at 30 June, 2014	10,216,332	8,530,240	8,837,026	7,700,466
	Group		Parent	
Summary of Cash & Cash Equivalent	30 Jun. 2014	31 Dec.2013	30 Jun. 2014	31 Dec.2013
	N'000	N'000	N'000	N'000
Cash and Cash Equivalent as per Financial Position	10,216,332	8,541,729	8,837,026	7,700,467
Book overdraft	-	(11,489)	-	-
	10,216,332	8,530,240	8,837,026	7,700,467