

CONSOLIDATED HALLMARK INSURANCE PLC
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT PERIOD ENDED 30 JUNE 2014**

		GROUP			COMPANY		
	Notes	JUNE 30 2014	JUNE 30 2013	DECEMBER 31 2013	JUNE 30 2014	JUNE 30 2013	DECEMBER 31 2013
Assets							
		N	N	N	N	N	N
Cash and cash equivalents	2	2,620,130,946	2,509,472,307	2,275,501,790	2,570,184,579	2,436,029,452	2,232,194,169
Financial assets:		-	-	-		-	
Trading Securities	3.1	195,785,291	171,835,706	174,453,485	177,637,929	153,936,534	156,076,887
Loans and receivables	3.2	51,695,660	90,656,020	68,342,354	38,028,868	76,443,761	42,254,826
Available for sale	3.3	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Held to maturity	3.4	65,774,795	-	65,783,151	65,774,795	-	65,783,151
Finance lease receivables	4	100,814,647	48,243,657	85,000,120			
Trade receivables	5	78,740,517	646,533,847	51,398,187	78,740,517	646,533,847	51,398,187
Reinsurance assets	6	850,772,142	1,068,907,833	981,521,500	850,772,142	1,068,907,833	981,521,500
Deferred acquisition cost	7	204,941,728	273,169,558	204,941,728	204,941,728	273,169,558	204,941,728
Other receivables & prepayments	8	173,764,819	110,533,009	125,024,460	166,764,085	91,597,911	118,125,644
Investment in subsidiaries	9				226,407,680	226,407,680	226,407,680
Investment in properties	10	874,278,600	870,331,600	874,278,600	789,778,600	785,831,600	789,778,600
Property plant and equipment	11	934,277,800	937,220,694	964,104,610	930,130,141	932,414,457	959,875,246
Statutory Deposits	12	300,000,000	300,000,000	300,000,000	300,000,000	300,000,000	300,000,000
Total Assets		6,452,976,944	7,028,904,231	6,172,349,984	6,401,161,064	6,993,272,633	6,130,357,618
Liabilities							
Insurance Contract Liabilities	13	2,143,915,194	2,213,479,105	2,124,258,116	2,143,915,194	2,213,479,105	2,124,258,116
Trade payables	14	103,439,642	119,102,138	26,056,310	103,439,639	119,102,136	26,056,310
Provision and other payables	15	69,563,559	80,582,954	67,042,956	57,568,345	74,022,464	62,509,495
Borrowings		-	-	-			
Retirement benefit obligations	18	4,455,771	5,603,043	4,104,330	4,271,917	5,332,621	3,920,476
Income tax liabilities	21.2	136,810,035	186,873,409	145,018,810	120,660,362	176,698,199	130,138,787
Deferred tax liabilities	21.3	153,728,093	126,936,011	153,728,093	153,728,093	126,936,011	153,728,093
Total Liabilities		2,611,912,295	2,732,576,660	2,520,208,615	2,583,583,550	2,715,570,536	2,500,611,277
Equity							
Issued and paid share capital	23	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000
Contingency Reserve	24	828,980,288	691,329,764	742,159,644	828,980,288	690,267,846	742,159,644
Statutory Reserves		6,690,382	-	6,690,382			
Retained earnings	25	5,393,979	604,997,807	(96,708,657)	(11,402,774)	587,434,251	(112,413,303)
		-	-	-	-		-
Shareholders' Fund		3,841,064,649	4,296,327,571	3,652,141,369	3,817,577,514	4,277,702,097	3,629,746,341
Total Liabilities and equity		6,452,976,944	7,028,904,231	6,172,349,984	6,401,161,064	6,993,272,633	6,130,357,618

CONSOLIDATED HALLMARK INSURANCE PLC

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE,2014

	Notes	GROUP			COMPANY		
		JUNE 30 2014 N	JUNE 30 2013 N	DECEMBER 31 2013 N	JUNE 30 2014 N	JUNE 30 2013 N	DECEMBER 31 2013 N
Gross premium written		2,894,021,466	2,424,094,238	4,153,820,829	2,894,021,466	2,424,094,238	4,153,820,829
Gross premium income	28	2,716,641,829	2,157,132,773	4,151,298,704	2,716,641,829	2,157,132,773	4,151,298,704
Reinsurance premium expenses	29	(1,288,124,874)	(534,847,827)	(1,582,605,604)	(1,288,124,874)	(534,847,827)	(1,582,605,604)
Net premium earned		1,428,516,955	1,622,284,946	2,568,693,100	1,428,516,955	1,622,284,946	2,568,693,100
Fee and commission income	30	98,192,703	53,053,200	203,633,369	98,192,703	53,053,200	203,633,369
Net underwriting income		1,526,709,658	1,675,338,146	2,772,326,469	1,526,709,658	1,675,338,146	2,772,326,469
		-	-	-			-
Gross claims expenses		(476,126,523)	(426,094,426)	(965,106,416)	(476,126,523)	(426,094,426)	(965,106,416)
Claims recoverable		129,342,298	27,474,963	314,751,829	129,342,298	27,474,963	314,751,829
Underwriting Expenses	31	(558,476,284)	(607,458,171)	(1,064,854,654)	(558,476,284)	(607,458,171)	(1,082,304,654)
		-	-	-			-
Underwriting Profit		621,449,149	669,260,512	1,057,117,228	621,449,149	669,260,512	1,039,667,228
Investment income	32.1	152,626,136	129,708,170	299,470,300	152,626,136	129,708,170	270,979,045
Underwriting results		774,075,285	798,968,682	1,356,587,528	774,075,285	798,968,682	1,310,646,273
		-	-	-			-
Other operating income	33	2,987,578	43,930,010	21,756,652	(914,757)	23,773,585	24,256,702
Impairment on financial assets	34	-	(169,686,597)	(547,735,224)	-	(169,686,597)	(544,652,983)
Net fair value gains/(losses) on financial assets at fair value through profit or loss	35	3,476,700	14,881,223	16,100,005	3,476,700	14,881,223	12,856,767
Management Expenses		(502,890,238)	(526,943,728)	(1,024,904,284)	(500,414,915)	(513,326,730)	(996,255,298)
Results of operating activities		277,649,325	161,149,590	(178,195,323)	276,222,313	154,610,162	(193,148,539)
Finance cost		-	-	-			-
Profit/(loss) before taxation		277,649,325	161,149,590	(178,195,323)	276,222,313	154,610,162	(193,148,539)
Income tax (expenses)/credit	21.1	(88,726,045)	(51,600,264)	(19,453,205)	(88,391,140)	(49,475,252)	(13,963,167)
Profit/(loss) after taxation		188,923,280	109,549,326	(197,648,528)	187,831,173	105,134,910	(207,111,706)
Other comprehensive income(loss) net of tax							
Contingency reserve		(86,820,644)	(72,722,827)	(124,614,625)	(86,820,644)	(72,722,827)	(124,263,803)
Net fair value gains/(losses) on available for sale financial assets		-	-	-			-
Total other comprehensive income		(86,820,644)	(72,722,827)	(124,614,625)	(86,820,644)	(72,722,827)	(124,263,803)
Total comprehensive income/(loss) for the year		102,102,636	36,826,499	(336,685,711)	101,010,529	32,412,083	(331,375,509)
		-	-	-			-
Attributable to shareholders		102,102,636	36,826,499	(336,685,711)	101,010,529	32,412,083	(331,375,509)
Basic earnings per share (Kobo)	36	3.15	1.83	(3.29)	3.13	1.75	(3.45)
Diluted Earnings Per Share		3.15	1.83	(3.29)	3.13	1.75	(3.45)

CONSOLIDATED HALLMARK INSURANCE PLC

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE,2014

	Group		Company	
	JUNE 30 2014 N	2013 N	JUNE 30 2014 N	2013 N
Cash flows from operating activities				
Premium received from policy holders	2,842,815,658	4,679,725,496	2,842,815,658	4,679,725,496
Reinsurance receipts in respect of claims	129,342,298	245,903,277	129,342,298	245,903,277
Commission received	104,408,120	193,177,814	98,192,703	193,177,814
Other operating receipts	(3,012,557)	32,212,207	(914,757)	34,712,257
Cash paid to and on behalf of employees	(247,866,848)	(376,631,950)	(242,737,849)	(363,141,249)
Reinsurance premium paid	(1,157,375,519)	(1,775,512,376)	(1,157,375,519)	(1,775,512,376)
Claims paid	(633,849,086)	(887,764,410)	(633,849,086)	(887,764,410)
Underwriting expenses	(558,476,284)	(1,064,854,654)	(558,476,284)	(1,082,304,654)
Other operating cash payments	(228,991,618)	(550,576,615)	(214,544,910)	(461,193,217)
Company income tax paid	(102,087,230)	(42,772,005)	(97,869,565)	(42,772,005)
Net cash provided by operating activities	144,906,936	452,906,784	164,582,690	540,830,933
Cash flows from investing activities				
Purchase of fixed assets	(9,379,933)	(115,344,884)	(9,194,433)	(110,677,134)
Fair value change and addition to investment properties	-	(3,947,000)	-	(3,947,000)
Additional investment in subsidiaries	-	(3,010,000)	-	-
Proceeds from sale of fixed assets	8,414,975	9,808,410	8,414,975	9,808,410
Purchase of financial assets	-	(94,485,179)	-	(93,375,647)
Proceeds from sale of financial assets	21,561,042	53,583,259	21,561,042	52,850,759
Dividend received	-	6,029,802	-	6,029,802
Interest received	179,126,136	292,657,347	152,626,136	264,166,092
Net cash provided by investing activities	199,722,220	145,291,755	173,407,720	124,855,282
Cash flows from financing activities				
Dividend paid	-	(180,000,000)	-	(180,000,000)
Payment of borrowings	-	-	-	-
Net cash provided by financing activities	-	(180,000,000)	-	(180,000,000)
Increase in cash and cash equivalents	344,629,156	418,198,539	337,990,410	485,686,215
Cash and cash equivalent at 01 January	2,275,501,790	1,857,303,251	2,232,194,169	1,746,507,954
Cash and cash equivalent at the end	2,620,130,946	2,275,501,790	2,570,184,579	2,232,194,169

The accompanying notes on pages 22 to 50 form an integral part of this statement of cash flows.