

Continental Reinsurance Plc
Consolidated Statement of Comprehensive Income
For the Third Quarter ended 30 September 2014

	GROUP		COMPANY	
	2014 =N='000	2013 =N='000	2014 =N='000	2013 =N='000
Insurance premium revenue	11,693,346	11,794,626	10,147,313	10,919,247
Insurance premium ceded to retrocessionaires	(1,386,900)	(1,404,156)	(1,195,363)	(1,285,021)
Net insurance premium revenue	10,306,446	10,390,470	8,951,950	9,634,226
Insurance benefits				
Insurance claims and loss adjustment expenses	5,487,138	4,937,001	4,799,700	4,616,706
Insurance claims and loss adjustment expenses recoverable from retrocessionaire	(389,018)	35,675	(389,018)	35,675
Net insurance benefits and claims	5,098,120	4,972,676	4,410,682	4,652,381
Underwriting expenses	4,191,911	4,091,124	3,651,654	3,740,402
Insurance benefits and underwriting expenses	9,290,031	9,063,800	8,062,336	8,392,783
Underwriting profit	1,016,415	1,326,670	889,614	1,241,443
Net Interest income	740,490	679,703	635,137	596,662
Net gains on financial assets designated at fair value through profit or loss	18,221	21,702	18,221	21,702
Income from investment in subsidiary	-	-	55,923	-
Other income	265,649	177,923	224,987	175,334
Administration expenses	(245,182)	(224,845)	(217,219)	(224,845)
Impairment of financial assets	(103,804)	(284,461)	(89,769)	(284,461)
Profit before taxation	1,691,789	1,696,692	1,516,895	1,525,835
Income tax expense	(327,644)	(343,868)	(303,379)	(305,167)
Profit after taxation	1,364,145	1,352,824	1,213,516	1,220,668
Profit for the year	1,364,145	1,352,824	1,213,516	1,220,668
Attributable to:				
- Equity Shareholders	1,308,092	-	-	-
- Non Controlling Interest	56,053	-	-	-
	1,364,145			
Other comprehensive income:				
Net gains on available-for-sale financial assets:				
Net unrealised gains/(losses) arising during the year	35,938	-	8,111	-
Exchange difference on translation of foreign operations	(13,320)	-	-	-
Other comprehensive income for the year, net of tax	22,618	-	8,111	-
Total Comprehensive Income for the year	1,386,763	1,352,824	1,221,627	1,220,668
Attributable to:				
- Equity Shareholders	1,330,710	1,352,824		
- Non Controlling Interest	56,053	-		
Total Comprehensive Income for the year	1,386,763	1,352,824		
Earnings per share				
Basic (kobo)	13	13	12	12

Continental Reinsurance Plc
Consolidated Statement of Financial Position

As at 30 September 2014

	GROUP		COMPANY	
	30 September 2014 =N='000	31 December 2013 =N='000	30 September 2014 =N='000	31 December 2013 =N='000
Assets				
Cash and cash equivalents	4,685,795	5,673,748	3,217,227	5,605,227
Financial assets				-
-Financial asset designated as fair value	188,507	170,285	188,507	170,285
-Loans and other receivables	371,391	379,174	351,525	370,833
-Available-for-sale investments	3,328,364	2,259,534	2,296,405	2,213,919
-Held to maturity investments	4,373,058	5,830,270	4,056,816	4,732,522
Reinsurance receivables	6,449,515	6,292,066	5,719,506	5,613,677
Retrocession assets	378,622	358,106	295,799	279,247
Deferred acquisition costs	1,501,351	1,428,293	1,257,398	1,213,441
Investment in Subsidiary	-	-	1,722,632	987,405
Other assets	1,354,736	365,839	1,096,694	546,073
Investment properties	2,843,314	1,746,800	2,843,314	1,746,800
Intangible assets	2,751	9,667	2,751	9,667
Property, plant and equipment	635,688	611,628	560,080	553,200
Statutory deposits	1,000,000	1,000,000	1,000,000	1,000,000
Total assets	27,113,091	26,125,410	24,608,654	25,042,296
Liabilities				
Insurance contract liabilities	10,106,861	9,873,379	9,126,795	8,961,159
Reinsurance creditors	914,102	1,169,024	914,102	1,169,024
Other liabilities	503,087	311,142	180,460	288,057
Retirement benefit obligations	2,289	45,900	(2,289)	45,900
Current income tax	132,745	391,381	119,678	388,875
Deferred taxation	48,810	49,091	41,946	41,946
Total liabilities	11,707,894	11,839,917	10,380,692	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	2,747,403	2,420,096	2,675,073	2,349,131
Retained earnings	2,358,957	2,519,174	2,169,770	2,423,196
Available-for-sale reserve	312,732	276,794	281,296	273,185
Foreign currency translation reserve	(45,714)	(32,394)	-	-
Non-Controlling Interest	929,996	-	-	-
Total equity	15,405,197	14,285,493	14,227,962	14,147,335
Total equity and liabilities	27,113,091	26,125,410	24,608,654	25,042,296

Continental Reinsurance Plc
Consolidated Statement of Changes in Equity
For the Third Quarter ended 30 September 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	-	-	1,308,092	-	-	-	1,308,092
Transfer of contingency reserve	-	-	(327,307)	327,307	-	-	-
Other comprehensive income							-
Fair value of equity financial assets	-	-	-	-	35,938	(13,320)	22,618
Foreign exchange translation reserve							-
Total comprehensive income or loss	-	-	980,785	327,307	35,938	(13,320)	1,330,710
Transaction with owners							
Dividend	-	-	(1,141,002)	-	-	-	(1,141,002)
Total Transactions with owners	-	-	(1,141,002)	-	-	-	(1,141,002)
At 30 September 2014	5,186,372	3,915,451	2,358,957	2,747,403	312,732	(45,714)	14,475,201
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 Third Quarter ended 30 September 2014

	30-September-2014	31-Dec-2013
	N' 000	N' 000
Cash flows from operating activities		
Premium received from policy holders	10,165,871	12,621,228
Retrocession receipts in respect of claims	372,466	103,537
Acquisition costs paid	(2,651,534)	(3,036,060)
Retrocession premium paid	(1,559,251)	(1,590,406)
Cash paid to and on behalf of employees	(1,870,139)	(694,310)
Other operating cash receipts/payments	130,839	(1,242,158)
Claims paid	(4,726,925)	(5,479,466)
Income taxes paid	(572,576)	(391,642)
Net cashflows (outflow)/inflow from operating activities	(711,249)	290,723
Cash flows from investing activities		
Purchase of property, plant and equipment	(72,250)	(532,738)
Purchase of intangible assets	0	(4,364)
Investment in subsidiary	(735,227)	0
Proceeds from disposal of property, plant and equipment	7,017	6,929
Purchase of investment securities	(154,440)	(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
Income received from investment in subsidiary	55,923	
Interest received	621,886	735,880
Dividend received	52,436	96,223
Net cash generated/(used) in investing activities	(1,221,103)	111,944
Cash flows from financing activities		
Dividend expense	(1,124,042)	(1,021,857)
Net cash used in financing activities	(1,124,042)	(1,021,857)
Net increase in cash and cash equivalents	(3,056,394)	(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	3,515,280	6,571,674

Cash and cash Equivalent	2013	2012
Balances held with other banks:	N' 000	N' 000
Cash in hand	592	281
Current account	22,394	306,580
Domiciliary account	92,913	225,555
Balances held with foreign banks:	290,903	285,172
Placements with banks and other financial institutions	2,810,425	4,787,639
Treasury bill	298,053	966,447
Cash and Cash Equivalent at end	3,515,280	6,571,674