

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

		GROUP			COMPANY		
	Notes	September 30, 2014	September 30, 2013	DECEMBER 31 2013	September 30, 2014	September 30, 2013	DECEMBER 31 2013
Assets							
		N	N	N	N	N	N
Cash and cash equivalents	2	2,413,752,717	2,419,987,054	2,275,501,790	2,379,813,302	2,368,438,101	2,232,194,169
Financial assets:		-	-	-	-	-	-
Trading Securities	3.1	189,516,761	169,371,016	174,453,485	171,513,235	152,032,455	156,076,887
Loans and receivables	3.2	43,698,746	53,180,047	68,342,354	24,468,387	31,692,710	42,254,826
Available for sale	3.3	199,400,000	2,000,000	2,000,000	199,400,000	2,000,000	2,000,000
Held to maturity	3.4	133,330,064	-	65,783,151	133,330,064	-	65,783,151
Finance lease receivables	4	119,523,102	73,782,950	85,000,120			
Trade receivables	5	71,878,481	276,821,378	51,398,187	71,878,481	276,821,378	51,398,187
Reinsurance assets	6	721,232,910	1,133,070,688	981,521,500	721,232,910	1,133,070,688	981,521,500
Deferred acquisition cost	7	234,950,523	138,133,558	204,941,728	234,950,523	138,133,558	204,941,728
Other receivables & prepayments	8	192,593,259	105,276,840	125,024,460	158,424,363	87,719,709	118,125,644
Investment in subsidiaries	9				226,407,680	226,407,680	226,407,680
Investment properties	10	877,960,682	872,631,600	874,278,600	793,460,682	788,131,600	789,778,600
Property and equipment	11	925,314,599	936,262,997	964,104,610	921,166,939	931,785,530	959,875,245
Statutory Deposits	12	300,000,000	300,000,000	300,000,000	300,000,000	300,000,000	300,000,000
Total Assets		6,423,151,844	6,480,518,128	6,172,349,984	6,336,046,566	6,436,233,409	6,130,357,618
Liabilities							
Insurance Contract Liabilities	13	2,143,307,390	1,869,276,907	2,124,258,116	2,143,307,390	1,869,276,907	2,124,258,116
Trade payables	14	79,205,874	47,857,271	26,056,310	79,205,874	47,857,271	26,056,310
Provision and other payables	15	102,825,245	60,843,759	67,042,956	80,398,293	52,151,294	62,509,495
Borrowings		-	-	-			
Retirement benefit obligations	18	10,229,429	5,608,355	4,104,330	10,045,575	5,429,492	3,920,476
Income tax liabilities	21.2	104,933,215	210,452,267	145,018,810	81,946,293	198,009,939	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		2,594,229,245	2,320,974,570	2,520,208,615	2,548,631,518	2,299,660,914	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	858,381,485	725,035,396	742,159,644	858,381,485	723,192,082	742,159,644
Statutory Reserves		6,690,382	-	6,690,382			
Retained earnings	25	(36,149,268)	434,508,162	(96,708,657)	(70,966,437)	413,380,413	(112,413,303)
		-	-	-	-		-
Shareholders' Fund		3,828,922,599	4,159,543,558	3,652,141,369	3,787,415,048	4,136,572,495	3,629,746,341
Total Liabilities and equity		6,423,151,844	6,480,518,128	6,172,349,984	6,336,046,566	6,436,233,409	6,130,357,618

CONSOLIDATED HALLMARK INSURANCE PLC

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

	Notes	GROUP			COMPANY		
		September 30, 2014 N	September 30, 2013 N	DECEMBER 31 2013 N	September 30, 2014 N	September 30, 2013 N	DECEMBER 31 2013 N
Gross premium written		3,872,133,111	3,521,568,749	4,153,820,829	3,872,133,111	3,521,568,749	4,153,820,829
Gross premium income	28	3,725,370,074	3,443,947,481	4,151,298,704	3,725,370,074	3,443,947,481	4,151,298,704
Reinsurance premium expenses	29	(1,893,494,701)	(1,086,743,009)	(1,582,605,604)	(1,893,494,701)	(1,086,743,009)	(1,582,605,604)
Net premium earned		1,831,875,373	2,357,204,472	2,568,693,100	1,831,875,373	2,357,204,472	2,568,693,100
Fee and commission income	30	181,958,772	186,196,642	203,633,369	181,958,772	186,196,642	203,633,369
Net underwriting income		2,013,834,145	2,543,401,114	2,772,326,469	2,013,834,145	2,543,401,114	2,772,326,469
		-	-	-			-
Gross Claims expenses		(826,149,943)	(620,047,297)	(965,106,416)	(826,149,943)	(620,047,297)	(965,106,416)
Claims recoveries		295,005,385	35,198,347	314,751,829	295,005,385	35,198,347	314,751,829
Underwriting Expenses	31	(714,380,420)	(860,049,975)	(1,064,854,654)	(714,380,420)	(860,049,975)	(1,082,304,654)
		-	-	-			-
Underwriting Profit		768,309,168	1,098,502,189	1,057,117,228	768,309,168	1,098,502,189	1,039,667,228
Investment income	32.1	241,196,020	202,590,437	299,470,300	241,196,020	202,590,437	270,979,045
Underwriting results		1,009,505,188	1,301,092,626	1,356,587,528	1,009,505,188	1,301,092,626	1,310,646,273
		-	-	-			-
Other operating income	33	71,535,415	65,637,218	21,756,652	19,836,975	28,976,075	24,256,702
Impairment on financial assets	34	-	(334,549,031)	(547,735,224)	-	(334,549,031)	(544,652,983)
Net fair value gains/(losses) on financial assets at fair value through profit or loss	35	(2,647,994)	12,977,144	16,100,005	(2,647,994)	12,977,144	12,856,767
Management Expenses		(817,176,112)	(819,754,918)	(1,024,904,284)	(793,862,415)	(796,724,301)	(996,255,298)
Results of operating activities		261,216,498	225,403,039	(178,195,323)	232,831,754	211,772,512	(193,148,539)
Finance cost		-	-	-			-
Profit/(loss) before taxation		261,216,498	225,403,039	(178,195,323)	232,831,754	211,772,512	(193,148,539)
Income tax (expenses)/credit	21.1	(84,435,268)	(71,984,869)	(19,453,205)	(75,163,047)	(67,767,204)	(13,963,167)
Profit/(loss) after taxation		176,781,230	153,418,170	(197,648,528)	157,668,707	144,005,308	(207,111,706)
Other comprehensive income(loss) net of tax							
Contingency reserve		(116,221,841)	(105,647,062)	(124,614,625)	(116,221,841)	(105,647,062)	(124,263,803)
Net fair value gains/(losses) on available for sale financial assets		-	-	-			-
Total other comprehensive income		(116,221,841)	(105,647,062)	(124,614,625)	(116,221,841)	(105,647,062)	(124,263,803)
		-	-	-			-
Total comprehensive income/(loss) for the year		60,559,388	47,771,108	(336,685,711)	41,446,866	38,358,246	(331,375,509)
		-	-	-			-
Attributable to shareholders		60,559,388	47,771,108	(336,685,711)	41,446,866	38,358,246	(331,375,509)
Basic earnings per share (Kobo)	36	2.95	2.56	(3.29)	2.63	2.40	(3.45)
Diluted Earnings Per Share		2.95	2.56	(3.29)	2.63	2.40	(3.45)

CONSOLIDATED HALLMARK INSURANCE PLC

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

	Group		Company	
	September 30, 2014	2013	September 30, 2014	2013
	N	N	N	N
Cash flows from operating activities				
Premium received from policy holders	3,816,139,798	4,679,725,496	3,816,139,798	4,679,725,496
Reinsurance receipts in respect of claims	295,005,385	245,903,277	295,005,385	245,903,277
Commission received	195,217,609	193,177,814	189,002,192	193,177,814
Other operating receipts	17,739,175	32,212,207	19,836,975	34,712,257
Cash paid to and on behalf of employees	(402,170,626)	(376,631,950)	(397,041,627)	(363,141,249)
Reinsurance premium paid	(1,580,056,551)	(1,775,512,376)	(1,580,056,551)	(1,775,512,376)
Claims paid	(983,872,505)	(887,764,410)	(983,872,505)	(887,764,410)
Underwriting expenses	(714,380,420)	(1,064,854,654)	(714,380,420)	(1,082,304,654)
Other operating cash payments	(388,884,461)	(550,576,615)	(358,430,801)	(461,193,217)
Company income tax paid	(127,573,204)	(42,772,005)	(123,355,539)	(42,772,005)
Net cash provided by operating activities	127,164,201	452,906,784	162,846,907	540,830,933
Cash flows from investing activities				
Purchase of fixed assets	(16,767,705)	(115,344,884)	(16,582,205)	(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	9,668,975	9,808,410	9,668,975	9,808,410
Purchase of financial assets	(264,946,913)	(94,485,179)	(264,946,913)	(93,375,647)
Proceeds from sale of financial assets	15,436,348	53,583,259	15,436,348	52,850,759
Dividend received	-	6,029,802	-	6,029,802
Interest received	267,696,020	292,657,347	241,196,020	264,166,092
Net cash provided by investing activities	11,086,726	145,291,755	(15,227,774)	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	138,250,926	418,198,539	147,619,133	485,686,215
Cash and cash equivalent at 01 January 2014	2,275,501,790	1,857,303,251	2,232,194,169	1,746,507,954
Cash and cash equivalent at 30 SEPTEMBER 2014	2,413,752,716	2,275,501,790	2,379,813,302	2,232,194,169

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