

CONSOLIDATED HALLMARK INSURANCE PLC

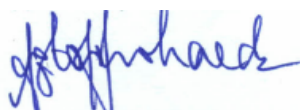
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT YEAR ENDED 31 DECEMBER 2014

	Notes	Group		Company	
		31 December	31 December	31 December	31 December
		2014	2013	2014	2013
		N	N	N	N
Assets					
Cash and cash equivalents	2.	2,299,949,368	2,275,501,790	2,268,572,191	2,232,194,169
Financial assets:					
-At fair value through profit or loss	3.1	343,086,193	174,453,485	331,557,775	156,076,887
-Loans and receivables	3.2	34,221,228	68,342,353	19,379,021	42,254,826
-Available for sale assets	3.3	2,000,000	2,000,000	2,000,000	2,000,000
-Held to maturity	3.4	133,173,401	65,783,151	133,173,401	65,783,151
Deposit for shares	4.	50,250,000	-	50,250,000	-
Finance lease receivables	5.	128,423,469	82,093,614	-	-
Trade receivables	6.	69,245,808	51,398,187	69,245,808	51,398,187
Reinsurance assets	7.	651,767,868	981,521,500	651,767,868	981,521,500
Deferred acquisition cost	8.	194,835,265	204,941,728	194,835,265	204,941,728
Other receivables & prepayments	9.	141,675,841	125,024,460	141,704,560	118,125,644
Investment in subsidiaries	10.	-	-	250,000,000	226,407,680
Inventories	11.	2,888,332	-	-	-
Investment properties	12.1	877,960,682	874,278,600	793,460,682	789,778,600
Property and equipment	12.2	909,148,547	964,104,610	905,899,680	959,875,246
Statutory deposits	13.	300,000,000	300,000,000	300,000,000	300,000,000
Total assets		6,138,626,002	6,169,443,478	6,111,846,251	6,130,357,618
Liabilities					
Insurance contract liabilities	14.	1,974,439,083	2,124,258,116	1,974,439,083	2,124,258,116
Trade payables	15.	7,829,896	26,056,310	7,829,896	26,056,310
Other payables and provision	16.	146,105,612	67,042,956	171,622,017	62,509,495
Retirement benefit obligations	17.	137,815	4,104,330	-	3,920,476
Income tax liabilities	18.2	72,341,424	145,018,810	47,695,854	130,138,787
Deferred tax liabilities	18.3	95,460,524	153,728,093	95,460,524	153,728,093
Total liabilities		2,296,314,354	2,520,208,615	2,297,047,374	2,500,611,277
Equity and reserves					
Issued and paid up share capital	19.1	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000
Contingency reserve	20.1.	882,516,340	742,159,644	882,516,340	742,159,644
Statutory reserve	20.2	8,477,548	6,690,382	-	-
Retained earnings	21.	(48,682,240)	(99,615,163)	(67,717,463)	(112,413,303)
Total equity and reserves		3,842,311,648	3,649,234,863	3,814,798,877	3,629,746,341
Total liabilities and equity and reserves		6,138,626,002	6,169,443,478	6,111,846,251	6,130,357,618

The consolidated financial statements were approved by the Board of Directors on **March 9, 2015** and signed on its behalf by:



Anthony Aletor
Vice Chairman
FRC/2013/CISN/00000003344



Eddie A. Efekoha
Managing Director
FRC/2013/CIIN/00000002189



Babatunde Daramola
Chief Financial Officer
FRC/2013/ICAN/00000000564

CONSOLIDATED HALLMARK INSURANCE PLC

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	Group		Company	
		31 December 2014 N	31 December 2013 N	31 December 2014 N	31 December 2013 N
Gross premium written		4,614,438,482	4,153,820,829	4,614,438,482	4,153,820,829
Gross premium income	23.	4,678,556,485	4,151,298,704	4,678,556,485	4,151,298,704
Reinsurance premium expenses	24.	(2,148,244,817)	(1,582,605,604)	(2,148,244,817)	(1,582,605,604)
Net premium income		2,530,311,668	2,568,693,100	2,530,311,668	2,568,693,100
Fee and commission income	25.	207,872,453	203,633,369	207,872,453	203,633,369
Net underwriting income		2,738,184,121	2,772,326,469	2,738,184,121	2,772,326,469
Claims expenses	25a	(1,234,297,773)	(965,106,416)	(1,234,297,773)	(965,106,416)
Claims recoveries from reinsurers	25b.	267,243,023	314,751,829	267,243,023	314,751,829
Claims incurred		(967,054,750)	(650,354,587)	(967,054,750)	(650,354,587)
Underwriting expenses	26.	(907,885,365)	(1,064,854,654)	(946,945,126)	(1,082,304,654)
Underwriting profit		863,244,006	1,057,117,228	824,184,245	1,039,667,228
Investment income	27.	329,369,606	299,470,299	299,595,699	270,979,045
Other operating income	28.	36,973,619	21,756,651	32,848,143	24,256,702
Impairment charge	29.	(20,767,457)	(550,641,729)	(17,402,910)	(544,652,983)
Net fair value gains on financial assets at fair value through profit or loss	30.	32,307,258	16,100,005	32,912,258	12,856,767
Management expenses	31.	(1,035,505,853)	(1,024,904,284)	(984,089,670)	(996,255,298)
Profit/(loss) before taxation		205,621,179	(181,101,830)	188,047,765	(193,148,539)
Income tax expense	18.1	(12,544,394)	(19,453,205)	(2,995,231)	(13,963,167)
Profit/(loss) after taxation		193,076,785	(200,555,035)	185,052,534	(207,111,706)
Total comprehensive income/(loss) for the year		193,076,785	(200,555,035)	185,052,534	(207,111,706)
Profit/(loss) attributable to:					
Equity holders of the parents'		193,076,785	(200,555,035)	185,052,534	(207,111,706)
Non-controlling interest		-	-	-	-
		193,076,785	(200,555,035)	185,052,534	(207,111,706)
Basic and diluted earnings/(loss) per share (Kobc 32.		3.22	(3.34)	3.08	(3.45)

CONSOLIDATED HALLMARK INSURANCE PLC

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	Group		Company	
		31 December	31 December	31 December	31 December
		2014	2013	2014	2013
		N	N	N	N
Cash flows from operating activities					
Premium received from policy holders		4,596,590,853	4,679,725,496	4,596,590,853	4,679,725,496
Reinsurance receipts in respect of claims	25b.	413,664,449	245,903,277	413,664,449	245,903,277
Commission received	25.	207,872,453	193,177,814	207,872,453	193,177,814
Other operating receipts	28.	36,973,619	32,212,207	32,848,143	34,712,257
Cash paid to and on behalf of employees	33.	(392,487,514)	(376,631,950)	(374,854,931)	(363,141,249)
Reinsurance premium paid		(1,983,139,025)	(1,775,512,376)	(1,983,139,025)	(1,775,512,376)
Claims paid	25a	(1,319,998,793)	(887,764,410)	(1,319,998,793)	(887,764,410)
Underwriting expenses	26.	(907,885,365)	(1,064,854,654)	(946,945,126)	(1,082,304,654)
Other operating cash payments		(597,867,814)	(550,576,615)	(502,804,877)	(461,193,217)
Company income tax paid	18.2	(104,747,997)	(42,772,005)	(104,964,382)	(42,772,005)
Net cash (used in)/ from operating activities		(51,025,134)	452,906,784	18,268,764	540,830,933
Cash flows from investing activities					
Purchase of property and equipment	12.2	(17,147,906)	(115,344,884)	(17,147,906)	(110,677,134)
Fair value change and additions to investment properties	12.	(3,682,082)	(3,947,000)	(3,682,082)	(3,947,000)
Increase in investment in subsidiaries	10.	-	(3,010,000)	(23,592,320)	-
Proceeds from sale of property and equipment	12.2	8,092,467	9,808,410	8,092,468	9,808,410
Purchase of financial assets	3.	(310,628,923)	(94,485,179)	(310,628,923)	(93,375,647)
Proceeds from sale of financial assets	3.1	72,642,951	53,583,259	68,645,724	52,850,759
Dividend received	27.	9,910,822	6,029,802	9,797,800	6,029,802
Interest received	27.	316,285,383	292,657,347	286,624,498	264,166,092
Net cash from investing activities		75,472,712	145,291,755	18,109,258	124,855,282
Cash flows from financing activities					
Dividend paid	21.	-	(180,000,000)	-	(180,000,000)
Net cash used in financing activities		-	(180,000,000)	-	(180,000,000)
Increase in cash and cash equivalents		24,447,578	418,198,539	36,378,022	485,686,215
Cash and cash equivalents at 1 January 2014		2,275,501,790	1,857,303,251	2,232,194,169	1,746,507,954
Cash and cash equivalent at 31 December 2014	2	2,299,949,368	2,275,501,790	2,268,572,191	2,232,194,169

The accompanying notes form an integral part of this statement of cash flows.