

Law Union & Rock Insurance Plc
Statement of Comprehensive Income
for the Three month ended 31st March, 2014

	Notes	31st March 2014 N'000	31st March 2013 N'000
Gross premium written	2 (a)	1,760,069	1,193,055
Gross premium income	2 (a)	1,042,393	900,442
Premiums ceded to reinsurers	2 (b)	(293,718)	(227,511)
Net premiums Income		748,675	672,930
Fees and commission income	3	52,949	50,520
Net Underwriting income		801,624	723,450
Net benefits and claims	8	(106,181)	(187,812)
Underwriting expenses	11a	(228,131)	(151,454)
Underwriting profit		467,311	384,184
Investment income	4	76,743	65,577
Fair value gains and losses	5	-	-
Net realised gains and losses	6	-	-
Other operating revenue	7	5,230	2,038
Management expenses	11b	(321,039)	(375,602)
Result of operating activities		228,246	76,197
Finance costs	9	(445)	(753)
Profit before taxation		227,801	75,444
Income tax expense	12 (a)	(34,170)	(22,633)
Profit for the period		193,631	52,811
Other comprehensive income /(loss)			
Profit for the period		193,631	52,811
Net Gain/Loss on available-for-sale assets	15	(43,687)	90,665
Income tax relating to Other comprehensive income		-	-
Other comprehensive income net of tax		(43,687)	90,665
Total comprehensive income for the period		149,944	143,476
Earnings per share			
Basic and Diluted	14	6	1.54

Law Union & Rock Insurance Plc
Statement of Profit or Loss and Other Comprehensive Income
for the month of March, 2014

	Notes	Mar-14 N'000
Gross premium written	2 (a)	599,759.24
		-
Gross premium income	2 (a)	471,026.20
Premiums ceded to reinsurers	2 (b)	(106,734.18)
Net premiums Income		364,292.02
Fees and commission income	3	19,593.95
Net Underwriting income		383,885.98
Net benefits and claims	8	(59,906.54)
Underwriting expenses	11a	(63,524.15)
Underwriting profit		260,455.28
Investment income	4	23,111.00
Fair value gain	5	-
Net realised gains and losses	6	-
Other operating revenue	7	2,950.19
Management expenses	11b	(143,816.47)
Result of operating activities		142,700.00
Finance costs	9	(155.45)
Profit before taxation		142,544.56
Income tax expense	12 (a)	(25,644.51)
Profit for the period		116,900.04
		-
		-
Other comprehensive income /(loss)		-
Profit for the period		116,900.04
		-
Net Gain/Loss on available-for-sale asset:	15	10,212.72
Income tax relating to Other comprehensive income		-
Other comprehensive income net of tax		10,212.72
Total comprehensive income for the period		127,112.76
		-
Earnings per share		-
Basic and Diluted	14	3.40

Mar-13
N'000
473,812.42
-
319,355.02
(1,508.50)
317,846.52
27,641.89
345,488.41
58,253.46
(56,725.99)
347,015.88
13,632.10
-
-
2.09
(106,317.42)
254,332.65
(428.26)
253,904.38
(22,633.15)
231,271.23
-
-
-
231,271.23
-
7,668.23
-
7,668.23
238,939.47
-
-
6.73

Law Union & Rock Insurance Plc
Statement of Profit or Loss and Other Comprehensive Income
for the Three month ended 31st March, 2014
in Common Size format

	Notes	Income statement
	Notes	31st March 2014
		N'000
	0 2 (a)	1,760,069
Gross premium income	2 (a)	1,042,393
Premiums ceded to reinsurers	2 (b)	(293,718)
Net premiums Income		748,675
Fees and commission income	3	52,949
Net Underwriting income		801,624
Net benefits and claims	8	(106,181)
Underwriting expenses	11a	(228,131)
Underwriting profit		467,311
Investment income	4	76,743
Fair value gain	5	-
Net realised gains and losses	6	-
Other operating revenue	7	5,230
Management expenses	11b	(321,039)
Result of operating activities		228,246
Finance costs	9	(445)
Profit before taxation		227,801
Income tax expense	12 (a)	(34,170)
Profit for the period		193,631
Other comprehensive income /(loss)		
Profit for the period		193,631
Net Gain/Loss on available-for-sale asse	15	(43,687)
Income tax relating to Other comprehensive income		-
Other comprehensive income net of tax		
Total comprehensive income for the period		149,944

Common-Size 31st March 2014 N'000	Income statement 31st March 2013 N'000	Common-Size 31st March 2013 N'000
100%	1,193,055	100%
59%	900,442	75%
-17%	(227,511)	-19%
43%	672,930	56%
3%	50,520	4%
46%	723,450	61%
-6%	(187,812)	-16%
-13%	(151,454)	-13%
27%	384,184	32%
4%	65,577	5%
	-	
0%	-	
0%	2,038	0%
-18%	(375,602)	-31%
13%	76,197	6%
0.0%	(753)	-0.1%
13%	75,444	6%
-2%	(22,633)	-2%
11%	52,811	4%
11%	52,811	4%
-2%	90,665	8%
	-	
9%	143,476	12%

(0.30)

(0.43)

Law Union & Rock Insurance Plc
Statement of financial position
as at 31st March 2014

	Notes	31st March 2014 N'000	31st March 2013 N'000
Assets			
Cash and cash equivalents	16	2,370,880	1,154,061
Financial assets:			
Available-for-sale financial assets	19	1,247,530	1,653,206
Loan and receivables	19	335,648	136,128
Trade receivables	17	207,347	636,642
Investment Properties Receivables	21b	-	-
Reinsurance assets	18	931,052	716,279
Deferred acquisition cost	24	297,787	228,322
Other receivables and prepayments	23	101,967	139,687
Investment properties	21	1,228,883	1,295,745
Intangible asset	26	58,364	78,440
Property,Plant and equipment	22	637,139	691,870
Statutory deposit	25	315,000	315,000
Total Assets		7,731,597	7,045,380
Liabilities and Equity			
Liabilities			
Insurance contract liabilities	33	2,360,484	1,783,327
Trade payables	28	503,504	705,259
Other payables and accruals	27	282,747	329,540
Other financial liabilities	29	-	778
Borrowings		-	-
Book overdraft		9,648	-
Employee benefit obligations	31	126,498	123,589
Current tax payable	20 (a)	127,436	102,485
Deferred tax liability	20 (b)	169,822	203,154
Total liabilities		3,580,139	3,248,132
Equity			
Issued share capital	34	1,718,665	1,718,665
Share premium	35	1,363,034	1,363,034
Contingency reserve		931,301	810,984
Retained earnings		(611,010)	(867,776)
Revaluation reserves		551,025	551,025
Available-for-sale reserve		198,444	221,317
Total equity		4,151,459	3,797,249
Total equity and Liabilities		7,731,597	7,045,381
		(0.08)	0.68

Law Union & Rock Insurance Plc
Statement of changes in equity

For Three month ended 31st March, 2014	Notes	Issued share capital N'000	
As at January 1, 2014		1,718,665	-
Profit for the Period		-	
Transfer			
Other comprehensive income			
As at 31st March, 2014		<u>1,718,665</u>	<u>-</u>

For Twelve months ended 31 December, 2013	Notes	Issued share capital N'000	
As at January 1, 2013		1,718,665.25	
Profit for the Period		-	
Transfer			
Other comprehensive income			
As at 31st December, 2013		<u>1,718,665.25</u>	<u>-</u>

Retained earnings N'000		Share premium N'000		Contingency reserve N'000	
(751,838)	-	1,363,034	-	878,499	-
193,631					
(52,802)				52,802	
		-			
(611,010)	-	1,363,034	-	931,301	-

Retained earnings N'000		Share premium N'000		Contingency reserve N'000	
(954,545.42)		1,363,033.60		775,192.00	
306,014.18					
(103,307.24)				103,307.24	
		-			
(751,838.47)	-	1,363,033.60	-	878,499.24	-

Available-for-sale financial as		Revaluation revaluation		Total equity
N'000		N'000		N'000
242,131	-	551,025	-	4,001,515
				193,631
				-
(43,687)		-		(43,687)
198,444	-	551,025	-	4,151,459

Available-for-sale financial as		Revaluation revaluation		Total equity
N'000		N'000		N'000
130,651.69		551,024.50		3,584,021.62
				306,014.18
				-
111,479.17		-		111,479.17
242,130.86	-	551,024.50	-	4,001,514.97

Law Union & Rock Insurance Plc

Statement of financial position as at 31st March ,2014 in Common Size Format

	Statement of Financial Position 31st March 2014 N'000	Common-Size 31st March 2014 N'000
Assets		
Cash and cash equivalents	2,370,880	31%
Financial assets:		0%
Available-for-sale financial assets	1,247,530	16%
Loans and Receivables	335,648	4%
Trade receivables	207,347	3%
Investment Properties Receivables	-	0%
Reinsurance assets	931,052	12%
Deferred acquisition cost	297,787	4%
Other receivables and prepayments	101,967	1%
Investment properties	1,228,883	16%
Intangible asset	58,364	1%
Property,Plant and equipment	637,139	8%
Statutory deposit	315,000	4%
Total Assets	7,731,597	100%
Liabilities and Equity		
Liabilities		
Insurance contract liabilities	2,360,484	31%
Trade payables	503,504	7%
Other payables and accruals	282,747	4%
Other financial liabilities	-	0%
Borrowings	-	0%
Book overdraft	9,648	
Employee benefit obligations	126,498	2%
Current tax payable	127,436	2%
Deferred tax liability	169,822	2%
Total liabilities	3,580,139	46%
Equity		
Issued share capital	1,718,665	22%
Share premium	1,363,034	18%
Contingency reserve	931,301	12%
Retained earnings	(611,010)	-8%
Revaluation reserves	551,025	7%
Available-for-sale reserve	198,444	3%
Total equity	4,151,459	54%

Total Liabilities and equity

7,731,597	100%
(0)	0%

Statement of Financial Position	Common-Size
31st March 2013 N'000	31st March 2013 N'000
1,154,061	16%
-	0%
1,653,206	23%
136,128	2%
636,642	9%
-	0%
716,279	10%
228,322	3%
139,687	2%
1,295,745	18%
78,440	1%
691,870	10%
315,000	4%
7,045,380	100%
1,783,327	25%
705,259	10%
329,540	5%
778	0%
-	0%
-	
123,589	2%
102,485	1%
203,154	3%
3,248,132	46%
1,718,665	24%
1,363,034	19%
810,984	12%
(867,776)	-12%
551,025	8%
221,317	3%
3,797,249	54%

7,045,381	100%
	0%

Law Union & Rock Insurance Plc
Statement of cash flows
for the Three month ended 31st March 2014

	Notes	31st March 2014 N'000
Operating activities:		
Premium received		1,855,471
Commission received		52,949
Commission paid		(156,305)
Reinsurance premium paid		(296,548)
Gross claim paid net of recoveries		(184,737)
Payments to employees		(145,304)
Other operating cash payments		(135,740)
Other income received		5,230
Interest paid		(445)
Tax paid		-
Net cashflow from operating activities	37	994,572
Investing activities:		
Investment income received		76,743
Purchase of property and equipment		(2,160)
Proceed from sale of property and equipment		-
Purchase of intangible assets		(3,490)
Purchase of investments	19 (c)	(386,050)
Proceed from sale of investments		-
Additions to investment properties		685
Net cash flows from investing activities		(314,272)
Financing activities:		
Dividend paid to equity holders		-
Net cash flows from financing activities		-
Net(decrease)/increase in cash and cash equivalents		680,300
Cash and cash equivalents at 1 January	36	1,680,932
Cash and cash equivalents at 31st March 2014	36	2,361,232
		(0)

31st March 2013

N'000

1,190,004

22,878

(78,874)

(178,956)

(246,066)

(104,379)

(224,478)

2,036

(2,473)

379,693.29

51,945.08

(799.00)

(809.78)

(5,137.05)

-

45,199

-

-

424,892.53

729,168.00

1,154,060.53

(0.00)

Monthly Trend analysis of Statement of Profit

	Notes	Janaury
Gross premium written	2 (a)	838,540.78
Gross premium income	2 (a)	287,923.21
Premiums ceded to reinsurers	2 (b)	(92,834.20)
Net premiums Income		195,089.01
Fees and commission income	3	18,165.49
Net Underwriting income		213,254.50
Net benefits and claims	8	(7,930.69)
Underwriting expenses	11a	(84,845.09)
Underwriting profit		120,478.72
Investment income	4	12,201.93
Fair value gain	5	-
Net realised gains and losses	6	-
Other operating revenue	7	20.00
Management expenses	11b	(83,649.59)
Result of operating activities		49,051.06
Finance costs	9	(96.95)
Profit before taxation		48,954.11
Income tax expense	12 (a)	
Profit for the Period		48,954.11
Other comprehensive income /(loss)		
Profit for the Period		48,954.11
Net Gain/Loss on available-for-sale assets	15	(25,732.42)
Income tax relating to Other comprehensive income		-
Other comprehensive income net of tax		(25,732.42)
Total comprehensive income for the period		23,221.69
Earnings per share		
Basic(kobo)	14	1.4

or Loss and Other Comprehensive Income as at 31st Ma

February	March	April	May	June
321,768.60	599,759.24			
-	-			
283,443.26	471,026.20			
(94,149.36)	(106,734.18)			
189,293.90	364,292.02			
15,189.86	19,593.95			
204,483.76	383,885.98			
(38,344.22)	(59,906.54)			
(79,762.11)	(63,524.15)			
86,377.44	260,455.28			
41,430.05	23,111.00			
-	-			
-	-			
2,260.04	2,950.19			
(93,572.69)	(143,816.47)			
36,494.84	142,700.00			
(192.34)	(155.45)			
36,302.50	142,544.56			
(8,525.66)	(25,644.51)			
27,776.84	116,900.04			
-	-			
-	-			
-	-			
27,776.84	116,900.04			
-	-			
(28,167.64)	10,212.72			
-	-			
(28,167.64)	10,212.72			
(390.80)	127,112.76			
	-			
	-			
0.8	3.4			

arch ,2014

July	August	September	October	November

December

Stateement of Comprehensive
as at 31st March 2014

1,760,068.62

-

1,042,392.66

(293,717.73)

748,674.93

52,949.30

801,624.23

(106,181.45)

(228,131.35)

467,311.44

76,742.98

-

-

5,230.23

(321,038.75)

228,245.90

(444.73)

227,801.17

(34,170.18)

193,630.99

-

-

-

193,630.99

-

(43,687.34)

-

(43,687.34)

149,943.66

-

-

5.63

Quarterly Trend analysis of Statement of

Notes

Gross premium written	2 (a)
Gross premium income	2 (a)
Premiums ceded to reinsurers	2 (b)
Net premiums Income	
Fees and commission income	3
Net Underwriting income	
Net benefits and claims	8
Underwriting expenses	11a
Underwriting profit	
Investment income	4
Fair value gain	5
Net realised gains and losses	6
Other operating revenue	7
Management expenses	11b
Result of operating activities	
Finance costs	9
Profit before taxation	
Income tax expense	12 (a)
Profit for the Period	
Other comprehensive income /(loss)	
Profit for the Period	
Net Gain/Loss on available-for-sale assets	15
Income tax relating to Other comprehensive income	
Other comprehensive income net of tax	
Total comprehensive income for the period	
Earnings per share	
Basic(kobo)	14

Profit or Loss and Other Comprehensive Income as at

Quarter 1	Quarter 2	Quarter 3	Quarter 4
1,760,068.62			
1,042,392.66			
(293,717.73)			
748,674.93			
52,949.30			
801,624.23			
(106,181.45)			
(228,131.35)			
467,311.44			
76,742.98			
-			
-			
5,230.23			
(321,038.75)			
228,245.90			
(444.73)			
227,801.17			
(34,170.18)			
193,630.99			
193,630.99			
(43,687.34)			
-			
(43,687.34)			
149,943.66			
5.6			

: 31st March ,2014

Stateement of Comprehensive as at 31st March 2014	
	1,760,068.62
	-
1,042,392.66	
(293,717.73)	
748,674.93	
52,949.30	
801,624.23	
(106,181.45)	
(228,131.35)	
467,311.44	
76,742.98	
-	
-	
5,230.23	
(321,038.75)	
228,245.90	
(444.73)	
227,801.17	
(34,170.18)	
193,630.99	
-	
-	
-	
193,630.99	
-	
(43,687.34)	
-	
(43,687.34)	
149,943.66	
-	
-	
5.63	

Law Union & Rock Insurance Plc
Notes to the financial statements

2 Net premiums

(a) Gross premiums on insurance contracts

Premiums written in the year
Change in unearned premiums provision
Total gross premiums

(b) Premiums ceded to reinsurers on insurance contracts

Premiums ceded to reinsurers
Change in unearned premiums provision - reinsurers
Total premiums ceded to reinsurers
Total net premiums

3 Fees and commission income

Reinsurance commission income
Total fees and commission income

4 Investment income

Rental income from investment properties
Available-for-sale financial assets:
Interest income
Dividend income
Interest income on statutory deposit
Loans and receivables interest income
Cash and cash equivalents interest income
Total investment income

5 Fair value gains and losses

Fair value gains on investment properties

22.00

6 Net realised gains and losses

Property and equipment:

Realised gains

Available-for-sale financial assets:

Realised gains on equity securities

Realised losses on equity securities

Total net realised gains and losses

Total net realised gains and losses

7 Other operating revenue

Sundry income

Exchange gains/loss

8 Net claims

Gross claims paid

Claims ceded to reinsurers

Change in outstanding claims provision

Change in outstanding claims provision ceded to reinsurers

Net claims

9 Finance cost

Current borrowing:

Interest expense on bank overdraft

Total finance cost

10 Other operating and administrative expenses

Notes

Amortisation of intangible assets

Impairment loss on insurance receivable
 Impairment loss on available for sale financial assets
 Impairment loss on loans and receivables
 Impairment loss on other receivables
 Depreciation on property and equipment
 Directors Fees and Allowance
 Investment property related expenses
 Fees and commission expenses
 Amortisation of deferred acquisition costs
 Auditors' remuneration
 Employee benefits expense
 Other expenses
 Total other operating and administrative expenses

11 Employee benefits expense

-

Wages and salaries
 Defined contribution pension costs
 Total employee benefits expense

11a Underwriting Expenses

Amortisation of deferred acquisition costs
 Maintenance costs
 other underwriting Expenses

11b Management Expenses

12 Income tax expense

Notes

Current tax
 Company income tax
 Education tax
 Total current tax

Deferred tax
 Origination of temporary differences

Total deferred tax

Total income tax expense

(b)

Reconciliation of tax charge

Notes

Profit before tax

Tax at Nigerian's statutory income tax rate of 30%

Disallowable expenses

Investment allowance

Tax effect of capital allowance

Education tax @ 2% of assessable profit

Tax rate differential on fair value gains

Tax effect of IFRS adjustments to investment income

Tax rate differential on tax calculated based on local GAAP profit

Tax effect of IFRS adjustments to other operating and administrative expenses

Total tax charge for the year

13 Dividends paid and proposed

Declared and paid during the year

Equity dividends on ordinary shares:

14 Earnings per share

Basic earnings per share amounts is calculated by dividing the net profit for the year attri

The following reflects the income and share data used in the basic earnings per share cor

Net profit attributable to ordinary shareholders for basic earnings

Weighted average number of ordinary shares for basic earnings per share

Basic earnings per ordinary share (kobo)

There have been no other transactions involving ordinary shares or potential ordinary shares from the date of completion of these financial statements.

15 Components of other comprehensive income

Available-for-sale financial assets:

Gains/loss arising during the year

Reclassification adjustments for gains included in the income statement

Income tax relating to components of other comprehensive income

Other comprehensive income for the year, net of tax

16 Cash and cash equivalents

Cash at hand

Short-term deposits (including demand and time deposits)

Total cash and cash equivalents

Short-term deposits are made for varying periods of between one day and three months.

The carrying amounts disclosed above reasonably approximate fair value at the reporting date.

17 Insurance receivables

Due from Insurance brokers

Due from Insurance companies

Due from Agents

Total insurance receivables

18 Reinsurance Asset

Reinsurance of insurance contract

Total reinsurance asset

At 1 January

Arising during the current accident year

Adjustment to amounts receivables in the prior accident years due to changes in assump

Claims recovered during the year

At the end of the period

At 31 December 2013, the Company conducted an impairment review of the reinsurance

19 Financial assets

The Company's financial assets are summarised by categories as follows:

Available-for-sale financial assets

Loan and receivables

Total financial instruments

(a) Available-for-sale financial assets

Equity securities

Debt securities

Total available-for-sale financial assets at fair value

Equity securities at cost

Total available-for-sale financial assets

(b) Loans and Receivables

Amortised cost

Loans to related parties

Receivables under finance lease

Fixed term deposit

Other loans

Allowance for impairment losses

Total loans and advances at amortised cost

20 Taxation

Notes

- (a) **Current tax payable**
At the beginning of the period
Amounts recorded in the income statements
Reclassification
Payments made on-account during the year
Provision
At the end of the period

- (b) **Deferred tax expense** **Notes**

Fair value gains on investment properties
Fair value loss on investment properties
Accelerated capital allowance
Total deferred tax expense

Deferred tax liability **Notes**

Fair value gains/losses on investment properties
Accelerated capital allowance
Reclassification
Deferred tax liability

Reconciliation of deferred tax liability is as shown below **Notes**

At the beginning of the period
Amounts recorded in the income statement
Amounts recorded in other comprehensive income
At the end of the period

21 Investment properties

Notes

At the beginning of the period
Additions
Transfer from available for sale investment
Disposal
Fair value gains and losses
At the end of the period

There are no restrictions on the realisability of investment property or the remittance of

21 b Investment properties receivables

Notes

At the beginning of the period
Investment Properties Receivables
Provision
At the end of the period

22 Property and equipment

Cost
At 1 January 2013
Additions
Disposals
Transfer
At 31 December 2013
Additions
Disposals
Transfer
AS At 31st March 2014

Accumulated depreciation
At 1 January 2013
Depreciation for the year 10
Disposals
Transfer
At 31 December 2013
Reclassification
Depreciation for the period 10
Disposals
Transfer
AS At 31st March 2014

Carrying amount
 At 1 January 2012
 At 31 December 2013
 AS At 31st March 2014

23 Other receivables and prepayment **Notes**

Other receivables
 Prepayments

24 Deferred expenses
 The analysis of deferred acquisition costs (DAC) which r **Notes**

At 1 January 2013	
Expenses deferred	
Amortisation	10.00
At 31 December 2013	
Expenses deferred	
Amortisation	10.00
At 31st March 2014	

25 Statutory deposit

Interest income is earned at an average rate of 5.6% (2011:5.6%) and this is included within i

26 Intangible asset

Cost:

At 31 December 2012

Cost capitalised

At 31 December 2013

Cost capitalised

At 31 January 2014

Accumulated amortisation and impairment:

At 1 January 2013

Amortisation

10.00

Impairment loss

At 31 December 2013

At 1 JANUARY 2014

Amortisation

10.00

Impairment loss

At 31 March 2014

Carrying amount

At 31 December 2013

At 31 March, 2014

27 Other payables and accruals

Notes

Trade payables

Accrued expenses

Other payables

The carrying amounts disclosed above reasonably approximate fair value at the reporting

All amounts are payable within one year.

28 Insurance payable

This represents the amount payable to insurance and resinsurance companies

29 Other financial liabilities

This represents deposit received as collateral in respect of a finance lease transaction for

The carrying amounts disclosed above approximate fair value at the reporting date.

30.1 Borrowings

Notes

Bank overdrafts

Total borrowings

All borrowing are current and are expected to be settled within 12 months of the reporting date

90days; 1 January 2011:90days). The bank overdraft is secured by a charge over fixed deposits

30.2 Book Overdraft

Notes

Book overdrafts

31 Employee benefit obligations

Investment risk is fully borne by employees. The Company contributes 5% of employee basic

32 Insurance contract liabilities

Notes

Insurance contract liabilities consist of the following:

Provision for reported claims by policyholders

Provisions for claims incurred but not reported (IBNR)

Outstanding claims provisions

Provision for unearned premiums

Total insurance contract liabilities

(a)	Outstanding claims provision	Notes
-----	------------------------------	-------

At 1 January	
Claims incurred in the current accident period/year	
Claims paid during the year	
At the end of the period	

(b)	Provision for unearned premiums	Notes
-----	---------------------------------	-------

At 1 January	
Premiums written in the year	2
Premiums earned during the year	2
At the end of the period	

33 Issued share capital

Authorised and issued share capital	Notes
-------------------------------------	-------

Authorised share capital	
Ordinary shares of N0.50k each	

Ordinary shares issued and fully paid	
---------------------------------------	--

At 1 January	
Issued during the year	
At the end of the period	

All ordinary shares issued are fully paid. All ordinary shares are held by external, non-rela

34 Share premium

At 1 January	
Issued during the year	

At 31 March 2014

35 Cash and cash equivalents for the purpose of statements of cash flows consist of the following

Cash and cash equivalents per statement of financial position	
Bank overdraft	31
Book Overdraft	
Cash and cash equivalents per statements of cash flows	

36 Reconciliation of profit before tax to cash flows provided by operating activities

Profit before taxation	
Adjustments for non-cash items:	
Depreciation of property and equipment	10
Amortisation of intangible	10
Profit from sale of property and equipment	6
Loss on sale of investments	6
Investment income	4
Fair value gains	5
Impairment loss on insurance receivables	10
Impairment loss on available-for-sale financial asset	10
Impairment loss on other receivables	
Decrease/(increase) in loans and advances	
Increase in provision for unearned premium	
Increase in employee benefit obligation	
(Increase)/decrease in other receivables and prepayment	
Increase in deferred expenses	
(Decrease)/Increase in trade and other payables	
Increase in insurance receivables	
Decrease/(increase) in reinsurance asset	
(Decrease)/Increase in insurance payables	
Increase/(decrease) in other financial liabilities	
Decrease in provision for outstanding claim	
Tax paid	
Net cash flows from operating activities	

31st March, 2014		31st March, 2013
N'000		N'000
1,760,069		1,193,055
(717,676)		(292,613)
1,042,393	#	900,442

31st March, 2014		31st March, 2013
N'000		N'000
(452,419)		(304,946)
158,701		77,434
(293,718)		(227,511)
748,675		672,930

31st March, 2014		31st March, 2013
N'000		N'000
52,949		50,520
52,949		50,520

31st March, 2014		31st March, 2013
N'000		N'000
6,700		7,057
-		
2,041		3,259
326		6,847
-		-
21,884		9,278
45,793		25,504
76,743		51,945

31st March, 2014		31st March, 2013
N'000		N'000
		-

31st March, 2014	31st March, 2013
N'000	N000
5,141.59	2,035.63
88.64	-
5,230.23	2,035.63

31st March, 2014	31st March, 2013
N'000	N'000
281,219.94	296,798
(96,483.41)	(98,340)
(289,143.53)	12,602
210,588.45	(23,248)
106,181.45	187,812

31st March, 2014	31st March, 2013
N'000	N'000
444.73	-
444.73	-

31st March, 2014	#	31st March, 2013
N'000		N'000
6,825.00		2,833

75,456.15		110,000
-		-
-		-
-		-
24,220.78		30,769
9,768.54		5,495
886.22		330
3,405.49		93
140,245.32		106,493
3,750.00		2,875
148,213.11		163,369
136,399.49		104,799
549,170.10	#	527,056

31st March, 2014 N'000		31st March, 2013 N'000
141,007		160,846
7,206		2,523
148,213	#	163,369

27,343.78

140,245	#	106,493
62,690		17,616
25,196		27,344
228,131		151,454

321,039 375,602

-

31st March, 2014 N'000	#	31st March, 2013 N'000
34,170.18		-
		-
34,170.18		-
		-
-		-

-	-
34,170.18	-

31st March, 2014 N'000	#	31st March, 2013 N'000
227,801.17		75,443.83
(34,170.18)	#	22,633.15

-	-
-	-
-	-
-	-
-	-
0.30	-
-	-
-	-
(34,169.88)	22,633.15

31st March, 2014 N'000	31st March, 2013 N'000
---------------------------	---------------------------

-	-	-
-	-	-
-	-	-

attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding at the

computations:

31st March, 2014 N'000	#	31st March, 2013 N'000
193,630.99		52,810.68
3,437,331		3,437,351

5.63 1.54

ares between the reporting

31st March, 2014 N'000	#	31st March, 2013 N'000
(43,687.34)		94,362
-		-
(43,687.34)		94,362
-		-
(43,687.34)		94,362

31st March, 2014 N'000	#	31st March, 2013 N'000
38.06		93
2,370,841.52		729,075
2,370,879.58		729,168

s, depending on the immediate cash requirements of the Company. All deposits are subject to an average 3 date.

31st March, 2014 N'000	#	31st March, 2013 N'000
165,877.68		301,884
31,102.06		176,504
10,367.35		37,486
207,347.10		515,874

31st March, 2014 N'000	#	31st March, 2013 N'000
931,052.47		716,278.77

931,052.47	716,278.77
-------------------	-------------------

31st March, 2014	31st March, 2013
N'000	N'000
716,278.77	700,479.00
(114,105.04)	121,588.18
425,362.15	(7,448.27)
(96,483.41)	(98,340.13)
931,052.47	716,278.77

assets but no impairment loss resulted from this exercise. The carrying amounts disclosed above approxi

31st March, 2014	#	31st March, 2013
N'000		N'000
1,247,530.41		1,653,206
335,647.90		241,463
1,583,178.31		1,894,669

31st March, 2014	#	31st March, 2013
N'000		N'000
1,068,885		1,257,622
119,325		183,902
1,188,210		1,441,524
59,320		157,445
1,247,530		1,598,969

31st March, 2014	#	31st March, 2013
N'000		N'000
-		-
76,521.00		84,917.00
-		108,653.00
292,519.90		78,614.00
(33,393.01)		(30,721.00)

335,647.90	241,463.00
-------------------	-------------------

31st March, 2014	#	31st March, 2013
N'000		N'000
93,266.31		90,808.04
34,170.18		24,339.13
-		-
-		(35,295.41)
-		
127,436.49		79,851.77

Income Statement

31st March, 2014	#	31st March, 2013
N'000		N'000
-		-
		-
		-
-		-

Statement of financial position

31st March, 2014	#	31st March, 2013
N'000		N'000
169,821.96		20,824.96
		148,997.00
		-
169,821.96		169,821.96

31st March, 2014	#	31st March, 2013
N'000		N'000
169,822.00		47,781.29
-		122,040.67
-		-
169,822.00		169,821.96

31st March, 2014	#	31st March, 2013
N'000		N'000
1,706,382.00		1,706,382.00
685.00		
(478,184.21)		-
-		-
1,228,882.79		1,706,382.00

income and proceeds of disposal. The Company has no contractual obligations to purchase, construct or

(293,717.73)	#	(227,511.28)
N'000		N'000
-		-
-		-
-		-
-		-

Leasehold Land & Buildings		Furniture and fittings		Plant and Machinery	
N'000		N'000		N'000	
560,000.00	#	148,722.98	#	289,518.00	-
		3,971.82		480.60	
-		-		-	
-		-		-	
560,000.00	#	152,694.79	#	289,998.60	-
-		-		-	
-		-		-	
-		-		-	
560,000.00		152,694.79		289,998.60	
38,706.00	#	117,717.19	#	231,117.77	-
11,200.48		11,259.45		27,754.84	
-		-		-	
49,906.48	#	128,976.64	#	258,872.61	-
-		-		-	
2,800.00		2,643.55		5,674.87	
-		-		-	
52,706.48		131,620.19		264,547.48	

521,294.00	31,005.78	58,400.23
510,093.52	23,718.15	31,125.99
507,293.52	21,074.60	25,451.11

31st March, 2014 N'000	#	31st March, 2013 N'000
2,964.33		42,133.47
99,002.79		129,843.53
101,967.11		171,977.00

Fire N'000	Motor N'000	General accident N'000
40,763.00	71,934.00	13,935.00
111,866.00	113,376.00	79,379.00
(123,604.00)	(143,980.00)	(75,531.00)
29,025.00	41,330.00	17,783.00
27,717.46	51,970.63	47,580.25
(19,499.99)	(42,294.93)	(18,925.98)
37,242.46	51,005.70	46,437.26

Investment income.

Computer software
N'000

163,498.11
9,068.42
172,566.53
3,425.84
<u>175,992.37</u>

82,225.00
28,578.60
-
110,803.60
110,803.60
6,825.00
-
<u>117,628.60</u>

61,762.94
<u>58,363.77</u>

31st March, 2014	#	31st March, 2013
N'000		N'000
-		-
93,046.09		129,732
186,219.69		125,298
<u>279,265.79</u>		<u>255,030</u>

3 date.

which the Company is a lessor

31st March, 2014 N'000	#	31st March, 2013 N'000
-		-
-		-

e. The carrying value of bank overdrafts approximate their fair value.

it of N35m.

31st March, 2014 N'000	#	31st March, 2013 N'000
-		-
-		-

salary, housing and transport allowance annually.

31st March, 2014 N'000	#	31st March, 2013 N'000
486,014.84		278,577
-	#	144,274
486,014.84		422,851
1,874,468.71		1,345,063
2,360,483.55		1,767,914

31st March, 2014 N'000	#	31st March, 2013 N'000
491,236.24		405,198
100,960.05		1,723,471
(106,181.45)		(1,637,433)
486,014.84		491,236

31st March, 2014 N'000	#	31st March, 2013 N'000
1,345,062.00		1,215,644.28
1,760,068.62		1,193,054.70
(1,230,661.91)		(1,063,635.98)
1,874,468.71		1,345,063.00

31st March, 2014 N'000	#	31st March, 2013 N'000
3,600,000.00		3,600,000.00

31st March, 2014 N'000	#	31st March, 2013 N'000
1,718,665.25		1,718,665.25
-		-
1,718,665.25		1,718,665.25

ated parties and companies to the Company

1,363,034	1,363,034
-	-

1,363,033.60

1,363,033.60

31st March, 2014	#	31st March, 2013
N'000		N'000
2,370,879.58		1,154,060.53
-		-
(9,647.70)		-
2,361,231.88		1,154,060.53

31st March, 2014	#	31st March, 2013
N'000		N'000
227,801.17		(201,520.48)
24,220.78		134,978.00
6,825.00		31,338.00
-		(45.00)
-		9,447.00
(76,742.98)		(200,578.00)
-		-
75,456.15		139,500.00
-		(59,100.00)
(350,454.00)		55,875.00
199,519.65		88,566.00
474,919.10		37,797.00
126,498.27		9,194.00
37,720.07		(49,167.00)
149,738.42		38,109.00
(46,792.38)		37,146.00
(41,215.54)		38,714.38
(119,120.68)		-
301,755.21		91,476.00
(777.77)		-
5,221.40		7,110.00
-		(35,295.00) #
994,571.88		173,544.89

(0.00)

reporting date.

: variable interest rate of 6.5% (2011: 6.5%) (1 January, 2011:6.5%)

imate fair value at the reporting date

develop investment prope

Motor vehicles		Computer hardware and equipment	
N'000		N'000	
235,777.21		0	106,691.40
5,800.00			4,680.60
(6,050.00)			-
-			-
242,287.73		0	111,372.00
-			2,160.00
-			-
-			-
242,287.73			113,532.00
150,500.81		0	86,424.41
8,660.20			13,812.32
-			-
-			-
159,161.01		0	100,236.74
-			-
10,222.25			2,880.10
-			-
169,383.27		0	103,116.84

85,276.40		20,266.99
83,126.72	0	11,135.26
72,904.46	0	10,415.16

**Engineering
N'000**

12,826.00
29,238.00
(29,602.00)
12,462.00
15,889.01
(10,111.41)

18,239.61

**Marine and aviation
N'000**

26,983.00
65,680.00
(72,894.00)
19,769.00
11,055.02
(13,610.98)

17,213.03

Total
N'000

1,340,709.59
14,933.01
(6,050.00)

-

1,356,353.12
2,160.00

-

-

1,358,513.12

624,466.19
72,687.30

-

-

697,153.49

-

24,220.78

-

-

721,374.27

716,243.40

659,199.63

637,138.85

**Bond and Credit
N'000**

13,305.00

23,335.00

(27,695.00)

8,945.00

6,983.82

(7,119.89)

8,808.93

Oil and Gas

6,412.00

55,738.00

(43,415.00)

18,735.00

128,787.56

(28,682.14)

118,840.43

Total

N'000

186,158.00

(38,109.00)

-

148,049.00

289,983.75

(140,245.32)

297,787.42

OPERATING ACTIVITIES WORKINGS

- 1.00 Premium received
 - Gross written premium per income statement
 - Less increase in insurance receivables
 - Impairment of insurance receivable charged during the year
- 2.00 Commission received
 - Fees and commission income per income statement
- 3.00 Commission paid
 - Fees and commission expense per note 10
 - Acquisition cost per note 10
 - Increase in deferred expenses
- 4.00 Reinsurance premium paid
 - Reinsurance premium per income instatement
 - Change in contract liabilities ceded to insurance company per income s
 - (Decrease)/increase in reinsurance asset
- 5.00 Gross claims paid net of recoveries
 - Gross claims paid per income statement
 - Reinsurance recoveries
- 6.00 Payments to employees
 - Employee benefits expenses per note 10
 - Decrease/(Increase) in employee benefit obligations
- 7.00 Other operating cash payments
 - Investment property related expenses
 - Auditors' remuneration
 - Other expenses
 - (Decrease)/Increase in loans and advances
 - Impairment of loans and advances charged during the period
 - (Decrease)/Increase in other receivables and prepayments
 - (Increase)/Decrease in trade and other payables
 - (Increase)/Decrease in insurance payables

Decrease/(Increase) in other financial liabilities

Investing activities:

Investment income received

Purchse of property and equipment

Proceed from sale of property and equipment

Purchse of intangible assets

Purchase of investments

Proceed from sale of investments

Addtions to investment properties

102703000

102704000

102705000

102706000

102708000

102709000

102900200

102900200

102900300

105205000

accrued income

201130101

201130104

201130110

28th February 2014

N'000

1,760,068.62

7,488.16

87,914.00

1,855,470.79

52,949.30

52,949.30

3,405.49

(90,245.32)

(69,465.42)

(156,305.26)

452,419.18

(183,701.45)

24,773.69

3,056.66

296,548.08

281,219.94

(96,483.41)

184,736.53

148,213.11

(2,909.22)

145,303.89

886.22

3,750.00

136,399.49

199,519.65

(37,720.07)

(166,792.38)

(201,755.21)

201,452.26
135,739.95

10,107,364	
34,106,517	
4,373	
74,951	
1,167,479	
6,055,620	
835,127	
835,127	
1,468,591	
22,571,490	
77,226,639	28,440,603.42

935,848	
836,344	
57,828,360	
59,600,552	71,232,368.92

LAW UNION AND ROCK INSURANCE PLC

**NON LIFE BUSINESS REVENUE ACCOUNT
FOR THREE MONTH ENDED 31ST MARCH, 2014**

	FIRE	GENERAL ACCIDENT
INCOME		
GROSS WRITTEN PREMIUM	197,114,056.07	356,339,386.87
DECREASE/(INCREASE) IN UNEXPIRED PREMIUM	(9,052,530.67)	(215,444,451.45)
GROSS PREMIUM EARNED	188,061,525.40	140,894,935.42
OUTWARD REINSURANCE PREMIUM	(85,592,469.48)	(59,988,564.02)
DECREASE/(INCREASE) IN UNEXPIRED risk ceded	3,403,354.42	31,719,314.87
NET PREMIUM EARNED	105,872,410.33	112,625,686.27
COMMISSION RECEIVED	18,333,447.29	6,953,858.04
TOTAL INCOME	124,205,857.63	119,579,544.31
GROSS CLAIMS PAID	67,260,362.30	29,570,104.90
OUTSTAND CLAIMS WITH IBNR- 31ST March 2014	103,770,958.75	82,801,179.97
OUTSTAND CLAIMS AS @ 31/12/2013	171,031,321.05	112,371,284.87
	(98,153,340.00)	(120,021,675.00)
	72,877,981.04	(7,650,390.13)
OUTWARD REINSURANCE RECOVERIES	20,440,176.72	13,426,914.77
REINSURANCE SHARE OF O/S CLAIMS @ 31st March 2014	45,481,833.87	31,376,525.26
	65,922,010.59	44,803,440.03
REINSURANCE SHARE OF O/S CLAIMS@31/12/2013	(75,737,271.00)	(66,883,417.00)
	(9,815,260.41)	(22,079,976.97)
NET CLAIMS INCURRED	82,693,241.45	14,429,586.84
NET INCOME	41,512,616.18	105,149,957.47
UNDERWRITING EXPENSES		
Amortised deferred acquisition costs	19,499,994.00	18,925,982.81
Other underwriting expenses	8,745,782.83	15,810,475.18
UNDERWRITING PROFIT	13,266,839.35	70,413,499.49

MOTOR	MARINE & AVIATION	ENGINE- ENGINEERING	BOND & CREDIT & BOND	OIL & OIL & ENERGY
375,415,124.21	97,875,246.81	74,229,480.52	36,994,969.27	622,100,359.42
35,442,442.60	1,063,406.51	(83,156,938.09)	(1,124,599.13)	(445,403,289.36)
410,857,566.81	98,938,653.32	(8,927,457.57)	35,870,370.14	176,697,070.06
(23,214,921.18)	(24,174,696.96)	(14,997,903.66)	(7,373,664.09)	(237,076,963.06)
(7,058,446.69)	(20,645,324.24)	(8,208,586.14)	(1,192,668.83)	160,683,807.60
380,584,198.94	54,118,632.12	(32,133,947.37)	27,304,037.22	100,303,914.61
11,394,837.98	8,559,461.81	4,764,091.07	2,243,815.65	699,789.28
391,979,036.92	62,678,093.94	(27,369,856.30)	29,547,852.87	101,003,703.89
109,021,555.55	48,714,503.51	11,732,094.96	-	14,921,319.54
123,552,462.49	82,869,033.09	39,888,132.85	10,524,463.40	42,608,610.00
232,574,018.04	131,583,536.60	51,620,227.81	10,524,463.40	57,529,929.54
(199,975,436.00)	(137,799,854.00)	(78,829,243.00)	(25,282,487.00)	(115,096,334.00)
32,598,582.04	(6,216,317.40)	(27,209,015.19)	(14,758,023.60)	(57,566,404.46)
21,289,273.39	31,042,177.80	8,669,101.59	-	1,615,768.63
11,402,711.55	29,279,453.78	24,080,226.71	5,051,587.44	7,316,240.38
32,691,984.94	60,321,631.58	32,749,328.30	5,051,587.44	8,932,009.01
(16,318,724.00)	(79,199,188.00)	(54,315,168.00)	(7,403,878.00)	(64,719,383.00)
16,373,260.93	(18,877,556.42)	(21,565,839.70)	(2,352,290.56)	(55,787,373.99)
16,225,321.10	12,661,239.02	(5,643,175.49)	(12,405,733.04)	(1,779,030.47)
375,753,715.81	50,016,854.91	(21,726,680.81)	41,953,585.91	102,782,734.36
42,294,928.04	13,610,983.73	10,111,408.27	7,119,888.98	28,682,139.05
21,588,109.60	9,204,657.36	27,602,063.24	3,293,498.85	1,641,435.29
311,870,678.17	27,201,213.82	(59,440,152.31)	31,540,198.09	72,459,160.03

TOTAL	
2014	2013
1,760,068,623.17	1,193,054,705
(717,675,959.59)	(292,613,135)
1,042,392,663.58	900,441,570
-	
(452,419,182.45)	(304,945,748)
158,701,451.00	77,434,465
748,674,932.13	672,930,287
-	
52,949,301.13	50,520,125
801,624,233.25	723,450,412
-	
281,219,940.76	296,798,192
486,014,840.54	415,750,112
767,234,781.30	712,548,304
(775,158,369.01)	(405,503,429)
(7,923,587.71)	307,044,875
96,483,412.90	98,123,747
153,988,578.99	141,152,279
250,471,991.89	239,276,025
(364,577,029.01)	(120,043,615)
(114,105,037.12)	119,232,410
106,181,449.41	187,812,464
695,442,783.84	535,637,947.33
-	
140,245,324.87	106,493,336
87,886,022.35	44,960,195
-	
467,311,436.63	384,184,416.07