

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

|   | GROUP             |                   | COMPANY          |                  |
|---|-------------------|-------------------|------------------|------------------|
|   | 2014<br>=N='000   | 2013<br>=N='000   | 2014<br>=N='000  | 2013<br>=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)      |
| <b>Net insurance premium revenue</b>  | <b>10,306,446</b> | <b>10,390,470</b> | <b>8,951,950</b> | <b>9,634,226</b> |
| <b>Insurance benefits</b>   |                   |                   |                  |                  |
| 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           |
| <b>Net insurance benefits and claims</b>  | <b>5,098,120</b>  | <b>4,972,676</b>  | <b>4,410,682</b> | <b>4,652,381</b> |
| Underwriting expenses   | 4,191,911         | 4,091,124         | 3,651,654        | 3,740,402        |
| <b>Insurance benefits and underwriting expenses</b>                             | <b>9,290,031</b>  | <b>9,063,800</b>  | <b>8,062,336</b> | <b>8,392,783</b> |
| <b>Underwriting profit</b>  | <b>1,016,415</b>  | <b>1,326,670</b>  | <b>889,614</b>   | <b>1,241,443</b> |
| 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)        |
| <b>Profit before taxation</b>   | <b>1,691,789</b>  | <b>1,696,692</b>  | <b>1,516,895</b> | <b>1,525,835</b> |
| Income tax expense  | (327,644)         | (343,868)         | (303,379)        | (305,167)        |
| <b>Profit after taxation</b>  | <b>1,364,145</b>  | <b>1,352,824</b>  | <b>1,213,516</b> | <b>1,220,668</b> |
| Profit for the year   | 1,364,145         | 1,352,824         | 1,213,516        | 1,220,668        |
| <b>Attributable to:</b>   |                   |                   |                  |                  |
| - Equity Shareholders   | 1,308,092         | -                 | -                | -                |
| - Non Controlling Interest  | 56,053            | -                 | -                | -                |
|   | <b>1,364,145</b>  |                   |                  |                  |
| <b>Other comprehensive income:</b>  |                   |                   |                  |                  |
| <b>Net gains on available-for-sale financial assets:</b>                        |                   |                   |                  |                  |
| Net unrealised gains/(losses) arising during the year                           | 35,938            | -                 | 8,111            | -                |
| Exchange difference on translation of foreign operations                        | (13,320)          | -                 | -                | -                |
| <b>Other comprehensive income for the year, net of tax</b>                      | <b>22,618</b>     | <b>-</b>          | <b>8,111</b>     | <b>-</b>         |
| <b>Total Comprehensive Income for the year</b>                                  | <b>1,386,763</b>  | <b>1,352,824</b>  | <b>1,221,627</b> | <b>1,220,668</b> |
| <b>Attributable to:</b>   |                   |                   |                  |                  |
| - Equity Shareholders   | 1,330,710         | 1,352,824         |                  |                  |
| - Non Controlling Interest  | 56,053            | -                 |                  |                  |
| <b>Total Comprehensive Income for the year</b>                                  | <b>1,386,763</b>  | <b>1,352,824</b>  |                  |                  |
| <b>Earnings per share</b>   |                   |                   |                  |                  |
| Basic (kobo)  | 13                | 13                | 12               | 12               |

**Continental Reinsurance Plc**  
**Consolidated Statement of Financial Position**

As at 30 September 2014

|   | GROUP                           |                                | COMPANY                         |                                |
|---|---------------------------------|--------------------------------|---------------------------------|--------------------------------|
|   | 30 September<br>2014<br>=N='000 | 31 December<br>2013<br>=N='000 | 30 September<br>2014<br>=N='000 | 31 December<br>2013<br>=N='000 |
| <b>Assets</b>                             |                                 |                                |                                 |                                |
| 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                      |
| <b>Total assets</b>                       | <b>27,113,091</b>               | <b>26,125,410</b>              | <b>24,608,654</b>               | <b>25,042,296</b>              |
| <b>Liabilities</b>                        |                                 |                                |                                 |                                |
| 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                         |
| <b>Total liabilities</b>                  | <b>11,707,894</b>               | <b>11,839,917</b>              | <b>10,380,692</b>               | <b>10,894,961</b>              |
| <b>Equity</b>                             |                                 |                                |                                 |                                |
| 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                         | -                              | -                               | -                              |
| <b>Total equity</b>                       | <b>15,405,197</b>               | <b>14,285,493</b>              | <b>14,227,962</b>               | <b>14,147,335</b>              |
| <b>Total equity and liabilities</b>       | <b>27,113,091</b>               | <b>26,125,410</b>              | <b>24,608,654</b>               | <b>25,042,296</b>              |