

**UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2017**

INCOME STATEMENT

FOR THE THREE MONTHS ENDED MARCH 31, 2017

	2017 Gh¢'000	2016 Gh¢'000
Investment income	26,719	19,014
Net investment income	26,719	19,014
Gross insurance premium revenue	121,740	94,710
Insurance premium ceded to reinsurers	(24,330)	(21,020)
Net premium written	97,410	73,690
Unearned premiums	(10,423)	(10,380)
Net insurance premiums revenue	86,987	63,310
Other income	6,709	3,315
Net income	120,415	85,639
Insurance benefits and claims	(47,133)	(29,085)
Change in insurance contract liabilities - Life fund	(25,869)	(17,749)
Net benefits and claims	(73,002)	(46,834)
Operating expenses	(25,918)	(21,996)
Commission expense	(13,062)	(10,944)
Net expenses	(111,983)	(79,774)
Profit before national fiscal stabilisation levy and income tax	8,432	5,865
National fiscal stabilisation levy	(559)	(391)
Income tax expense	(366)	(735)
Profit for the year	7,507	4,739
Attributable to:		
Owners of the parent	34,439	1,352
Non-Controlling Interest	33,562	3,387
	7,507	4,739
Earnings per share for the profit attributable to equity holders of the Company during the period		
Basic (GH¢ per share)	0.257	0.010

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2017

	2017 Gh¢'000	2016 Gh¢'000
Assets		
Property & equipment	39,240	31,175
Intangible Assets	707	290
Investment properties	178,446	133,664
Deferred tax asset	2,597	3,907
Investment securities	462,915	367,439
Inventories	260	-
Loans and receivables	25,046	19,722
Deferred acquisition costs	3,012	-
Due from re-insurers	17,198	28,419
Current income tax assets	137	965
Cash and cash equivalents	130,918	70,242
Total assets	860,474	655,822
EQUITY AND LIABILITIES		
Capital and reserve		
Stated capital	37,268	35,920
Contingency reserve	26,739	20,204
Other reserves	1,170	518
Income surplus account	173,372	150,832
Non-controlling interest	87,132	72,592
Total equity	325,681	280,066

THE GROUP

2017
Gh¢'000

2016
Gh¢'000

Liabilities	2017	2016
Deferred tax liabilities	2,535	11,606
Life fund-insurance contract liabilities	363,589	282,167
Unearned premiums and unexpired risk provision	41,723	34,940
Outstanding claims	14,200	1,833
Loans and borrowings	49,458	-
Trade and other payables	44,435	28,356
Deferred commission income	1,421	-
Due to re-insurers	12,650	10,546
Due to related parties	331	5,076
Current income tax liability	4,452	1,231
Total liabilities	534,794	375,756
Total equity and liabilities	860,474	655,822

STATEMENT OF CHANGES IN EQUITY

	2017 GH ¢'000	2016 Gh¢'000
At 1 January	318,174	276,137
Profit for the year	7,507	4,739
Other comprehensive income	-	(810)
Total comprehensive income	7,507	3,929
Transaction with owners		
At DECEMBER 31	325,681	280,066

STATEMENT OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2017

THE GROUP

2017
GH ¢'000

2016
Gh¢'000

	2017	2016
Cash flows from operating activities		
Cash (used in)/generated from operations	(1,108)	(1,736)
Investment income received	27,403	19,161
Current Income tax paid	(814)	(251)
National fiscal stabilisation levy paid	(1,817)	(1,660)
Net cash generated from operating activities	(25,880)	15,514
Cash flow from investing activities		
Purchase of property and equipment	(3,015)	(2,739)
Proceeds from sale of property and equipment	275	21
Purchase of investment properties	(2,209)	-
Purchase of investment securities	3	-
Net increase in cash used in investing activities	(4,946)	(2,718)
Cash flow from financing activities		
Net movement in loans and borrowings	9,033	-
Net cash used in financing activities	9,033	-
Net increase in cash and cash equivalents	29,967	12,796
Cash and cash equivalents at beginning of the period	100,951	57,445
Cash and cash equivalents at end of period	130,918	70,241

(Sgd) Keli Gadzekpo
GROUP CEO

(Sgd) Martin Eson-Benjamin
DIRECTOR

To the best of our knowledge, the unaudited consolidated financial statements do not contain untrue statements, misleading facts or omissions of material facts.

COMMENTARY

Net income for the period grew by 40.6% over the same period last year. This growth was driven by a 37.4% growth in Insurance revenue and 40.5% increase in investment income. Improvement in net income was influenced by good yields on fixed deposits compensating for the low performance of equities the stock market. The improved collection rates in the insurance businesses also contributed to the growth.

Net Expenses went up by 40.4% over the prior year. This growth was influenced by a 62% in increase claims, 45.7% increase in Life Insurance fund and 17.8% growth in operating expenses. The growth in Life insurance fund reflects the improved yield on Policyholder Investments held by the Life Company. Higher claims payments compared to the prior year also impacted the growth in expenses

Profit after tax of GHS7.5m (a growth of 58.4%) is a reflection of the growth in income

Group Total Assets increased by 31% from GH¢ 656m to GH¢ 861m in the current period. This growth is attributable to growth in investment securities and investment properties.

We are optimistic about the stable macro environment which we believe will translate positively for business operations