

AICO INSURANCE PLC 2016 FULL YEAR AUDITED FINANCIALS

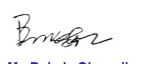
CONSOLIDATED & SEPARATE STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER, 2016

	Group		Parent	
	2016	2015	2016	2015
<i>In thousands of Naira</i>				
Gross premium written	27,064,365	32,918,820	26,428,519	32,449,276
Gross premium income	30,029,334	10,410,650	29,507,169	9,941,106
Net premium income	(3,341,764)	(3,662,162)	(3,341,764)	(3,662,162)
Net premium income	26,687,570	6,748,488	26,165,405	6,278,944
Fees and Commission income				
Insurance contract	782,349	744,069	782,349	744,069
Pension and other contracts	1,334,953	1,355,846	-	-
Net underwriting income	28,804,872	8,848,403	26,947,754	7,023,013
Claim expenses				
Claims expenses (Gross)	14,940,358	13,045,452	14,571,206	13,045,452
Claims expenses recovered from reinsurer	(1,844,168)	(2,377,750)	(1,844,168)	(2,377,750)
Claims expenses (Net)	13,096,190	10,667,702	12,727,038	10,667,702
Underwriting Expenses	3,260,449	3,679,535	3,205,041	3,293,569
Total Underwriting expenses	16,356,639	14,347,237	15,932,079	13,961,271
Underwriting profit/(loss)	12,448,233	(5,498,834)	11,015,675	(6,938,258)
Investment income	7,249,662	5,717,056	6,952,345	5,500,982
Profit from deposit administration	141,091	147,772	141,091	147,772
Net realised gains	335,799	7,630,227	318,161	7,585,119
Net fair value (losses)/gains	176,548	(88,000)	176,548	(88,000)
Other operating income	103,984	569,965	47,358	532,103
Personnel expenses	(2,617,932)	(3,039,353)	(1,818,582)	(2,280,601)
Other operating expenses	(5,119,079)	(3,540,411)	(4,758,088)	(2,913,959)
Finance cost	(836,571)	(87,121)	(836,571)	(85,072)
Impairment loss on financial assets	(46,499)	(12,007)	(42,151)	(12,007)
Profit before taxation	11,835,236	1,799,294	11,195,786	1,448,079
Income taxes	(1,533,494)	(557,680)	(1,450,341)	(435,610)
Minimum taxes	(63,331)	(46,008)	(63,331)	(46,008)
Profit after taxation	10,238,411	1,195,606	9,682,114	966,461
Attributable to shareholders	10,209,378	1,220,000	9,682,114	966,461
Attributable to non-controlling interest holders	29,033	(24,394)	-	-
	10,238,411	1,195,606	9,682,114	966,461
Other comprehensive income (OCI), net of tax				
<i>Items within OCI that may be reclassified to profit or loss:</i>				
Net loss on available for sale financial assets	(11,341,921)	(3,305,507)	(11,295,895)	(3,304,936)
Exchange gains on available-for-sale financial assets	496,451	212,173	496,451	212,173
Income tax relating to other comprehensive income	(47,995)	(63,652)	(47,995)	(63,652)
Total other comprehensive loss	(10,893,465)	(3,156,986)	(10,847,439)	(3,156,415)
Total comprehensive (loss) for the year	(655,054)	(1,961,380)	(1,165,325)	(2,189,954)
Attributable to shareholders	(681,689)	(1,936,963)	(1,165,325)	(2,189,954)
Attributable to non-controlling interest	26,635	(24,417)	-	-
	(655,054)	(1,961,380)	(1,165,325)	(2,189,954)
Basic Earnings Per Share (kobo)	147	18	140	14
Diluted earnings per share (Kobo)	105	14	100	11


CONSOLIDATED & SEPARATE STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2016

	Group		Parent	
	2016	2015	2016	2015
<i>In thousands of Naira</i>				
ASSETS				
Cash and cash equivalents	7,491,178	8,451,795	4,335,655	6,437,403
Financial assets	56,556,261	58,269,318	54,677,784	57,903,833
Trade receivables	411,969	296,514	133,022	123,848
Reinsurance assets	2,816,503	2,479,069	2,816,503	2,479,069
Deferred acquisition costs	285,232	264,842	285,232	264,842
Other receivables and prepayments	324,457	447,467	230,217	282,805
Deferred tax asset	1,088,677	1,775,779	978,114	1,707,077
Investment in subsidiaries	-	-	2,308,690	2,308,690
Investment property	990,000	1,115,000	990,000	1,115,000
Goodwill & intangible assets	1,092,031	1,142,720	1,080,821	1,120,871
Property and equipment	5,915,891	5,353,657	5,546,924	5,111,828
Statutory deposits	530,000	530,000	530,000	530,000
Total assets	77,502,199	80,126,161	73,912,962	79,385,266
LIABILITIES				
Investment contract liabilities	49,987,894	55,548,154	49,805,659	55,379,977
Insurance contract liabilities	10,061,636	8,295,046	10,061,636	8,295,046
Trade payables	1,599,841	1,547,548	1,599,841	1,547,548
Other payables and accruals	1,787,068	2,489,333	1,738,392	2,432,087
Fixed income liabilities	2,531,870	165,838	-	-
Current tax payable	623,761	592,961	572,513	518,443
Deferred tax liability	270,408	269,133	265,237	263,422
Finance lease obligation	7,368	49,854	7,368	49,854
Borrowings	1,785,650	1,134,840	1,785,650	1,134,840
Derivative liabilities	143,725	319,274	143,725	319,274
Total liabilities	68,799,221	70,411,981	65,980,021	69,940,491
EQUITY				
Issued share capital	3,465,102	3,465,102	3,465,102	3,465,102
Share premium	2,824,389	2,824,389	2,824,389	2,824,389
Revaluation reserves	1,221,707	1,221,707	1,221,707	1,221,707
Available for sale reserves	(14,065,457)	(2,723,536)	(14,019,431)	(2,723,536)
Exchange gains/(loss) reserve	596,977	148,521	596,977	148,521
Statutory reserve	96,688	55,240	-	-
Contingency reserve	4,703,531	3,482,076	4,703,531	3,482,076
Retained earnings	9,498,054	898,089	9,140,666	1,026,516
Total equity	8,340,991	9,371,588	7,932,941	9,444,775
Non controlling interest	361,987	342,592	-	-
Total liabilities and equity	77,502,199	80,126,161	73,912,962	79,385,266

These financial statements were approved by the Board on March 14, 2017 and signed on its behalf by:


 Mr. Bukola Oluwadiya
 Chairman
 FRC/2013/CISN/00000005132


 Mr. Edwin Igbiti
 Group MD/CEO
 FRC/2013/CISN/00000005551


 Mr. Ayodele Bamidele
 CFO
 FRC/2013/CAN/00000004332

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INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL INFORMATION

To the Members of AICO Insurance PLC:

Report on the Summary Financial Information Opinion

The summary financial information, which comprise the statement of financial position as at 31 December, 2016, and the statement of profit or loss and other comprehensive income, are derived from the audited financial statements of AICO Insurance PLC ("the Company") and its subsidiary companies (together, "the Group") for the year ended 31 December 2016.

In our opinion, the accompanying summary financial information are consistent, in all material respects, with the audited financial statements, in accordance with the Companies and Allied Matters Act, Cap C.20, Laws of the Federation of Nigeria, 2004 and the Insurance Act, 2003.

Summary Financial Information

The summary financial information do not contain all the disclosures required by the International Financial Reporting Standards, the Companies and Allied Matters Act of Nigeria, Cap C.20, Laws of the Federation of Nigeria 2004, the Financial Reporting Council of Nigeria Act, 2011, the Insurance Act of Nigeria, 2003 and relevant National Insurance Commission of Nigeria (NAICOM) guidelines and circulars. Reading the summary financial information and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 20 March 2017. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period.

Directors' Responsibility for the Summary Financial Information

The Directors are responsible for the preparation of the summary financial information in accordance with the Companies and Allied Matters Act, Cap C.20, Laws of the Federation of Nigeria, 2004, and the Insurance Act, 2003.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial information are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

Signed:


 Kabir O. Okunlola, FCA
 FRC/2012/ICAN/0000000428
 For: KPMG Professional Services
 Chartered Accountants
 20 March 2017
 Lagos, Nigeria

