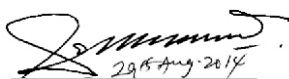


Statement of Financial Position

As at 31 December 2013

	31-Dec-13 N'000	31-Dec-12 N'000
ASSETS		
Cash and Cash Equivalents	2,477,424	2,635,238
Financial Assets	376,170	280,639
Deferred Acquisition cost	97,429	102,612
Trade Receivables	15,858	94,408
Other Receivables and Prepayment	27,517	13,407
Reinsurance Assets	148,833	307,257
Investment Properties	1,713,000	1,427,600
Property, Plant and Equipment	62,820	87,587
Statutory Deposits	300,000	300,000
Total Assets	5,219,051	5,248,748
LIABILITIES:		
Trade Payables	82,026	31,056
Provisions and Other Payables	53,211	43,258
Insurance Contract Liabilities	1,166,246	1,387,885
Income Tax Payable	22,838	42,093
Deferred Tax Liabilities	7,058	-
Employees Retirement Benefit Obligations	227,065	232,077
Total Liabilities	1,558,444	1,736,369
EQUITY		
Share Capital & Reserves:		
Issued and Paid Share Capital	3,586,051	3,586,051
Contingency Reserve	685,298	639,314
Retained Earnings	(657,156)	(701,883)
Other Component of Equity	46,414	(11,103)
Total Equity	3,660,607	3,512,379
Total Equiti & Liabilities	5,219,051	5,248,748

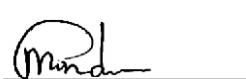
These financial statements were approved by the Board of Directors and authorized for issue on 25 June, 2014 and signed on its behalf by:



Dr. Shehu K. Muhammad
Chairman
FRC/2013/CIIN/00000003894



Mrs. Ukachi Orji
Managing Director/CEO
FRC/2013/CIIN/00000003235



Mr. Godwin Monwuba
Chief Finance Officer
FRC/2013/ICAN/00000002808

Statement of Profit or Loss and Other Comprehensive Income

	31-Dec-13 N'000	31-Dec-12 N'000
Premium Written:		
Gross premium income	1,532,791	1,805,175
Changes in unexpired premium	11,186	113,982
Premium income	1,543,977	1,919,157
Reinsurance premium expense	{308,387}	(282,189)
Net premium income	1,235,590	1,636,968
Fees and commission income	79,986	54,870
Net underwriting income	1,315,576	1,691,838
Insurance claims and claims expenses	403,724	941,863
Insurance claims and Claims expenses recovered and recoverable from reinsurers	(22,245)	(253,360)
Net insurance benefits and claims	381,479.	688,503
Underwriting Expenses	715,563	791,132
Total underwriting expenses	1,097,042	1,479,635
Profit before tax	226,631	705,348
Income tax expense	(135,920)	(28,209)
Profit for the year	90,711	677,139

Members of KBL INSURANCE LIMITED (Formerly Insurance PHB Limited)

Report on the Financial Statements

We have audited the accompanying financial statements of KBL Insurance Limited (formerly Insurance PHB Limited) which comprise the statement of financial position as at 31 December 2013, the statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows for the year ended 31 December 2013, a summary of significant accounting policies and other explanatory information.

Directors' responsibility for the financial statements

The Directors are responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standards, Companies and Allied Matters Act CAP C20 LFN 2004, the Insurance Act CAP 117 LFN 2004, the Financial Reporting Council of Nigeria Act No 6, 2011 and for such internal control as the Directors determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Directors, as we" as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.


Opinion

In our opinion, the financial statements present fairly, in a" material respects, the financial position of KBL Insurance Limited (formerly Insurance PHB Limited) as at 31 December 2013 and the financial performance and cash flows for the year then ended 31 December 2013 in accordance with the International Financial Reporting Standards, Companies and A"ied Matters Act Cap C20 LFN 2004, the Insurance Act CAP 117 LFN 2004, the Financial Reporting Council of Nigeria Act No 6, 2011.

Report on Other Legal and Regulatory Requirements

We confirm that our examination of outstanding premium was carried out in accordance with the Guidelines for Insurance Companies issued by the National Insurance Commission (NAICOM).

The Company contravened section 24 (1) and (2) and certain other sections of the Insurance Act CAP 117 LFN 2004 and the NAICOM Guidelines. Details of the Contraventions and related penalties paid have been disclosed in notes 32 and 39 to the financial statements.



Michael Daudu FCA FRC/2013/TCAN/00000000845
For: Akintola Williams Deloitte
Chartered Accountants
Lagos, Nigeria
1 August, 2014

