

Nest Investments (Holdings) Ltd



NEST INVESTMENTS (HOLDINGS) LIMITED

**INTERIM CONDENSED
PRIMARY
CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2016**



NEST INVESTMENTS (HOLDINGS) LIMITED

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2016

	Six month period ended 30 June	
	2016 US\$ '000	2015 US\$ '000
Transfer from consolidated insurance revenue account	9,231	15,159
Interest income - banking operations	10,548	13,174
Interest expense - banking operations	(474)	(432)
Fee and commission income - banking operations	4,911	6,807
Fee and commission expense - banking operations	(9)	(216)
Net Income and gains from investments	3,137	4,522
Other income	5,801	8,958
Credit loss (expense)/ income - banking operations	(1,243)	5,438
Administrative expenses	(24,181)	(22,613)
Net finance income/ (expense)	1,178	(2,397)
Loss/ (Profit) from operations	8,831	28,399
Share of profit of associate's	6,661	10,438
Profit for the year before tax	15,492	38,838
Income tax expenses	(2,750)	(3,864)
Net profit for the year	12,742	34,973
Other comprehensive income		
<i>To be reclassified to profit or loss in subsequent periods:</i>		
Available for sale investments fair value gain, net of tax	3,623	(1,620)
Exchange difference	(9,174)	(42,300)
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	(5,550)	(43,920)
<i>Not to be reclassified to profit or loss in subsequent</i>		
Revaluation of property, net of tax	-	-
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	-	-
Other comprehensive income	(5,550)	(43,920)
Total comprehensive income for the year	7,192	(8,947)
Total Comprehensive income for the year attributable to:		
Equity holders of the parent	8,076	(185)
Non-controlling interest	(884)	(8,762)
	7,192	(8,947)



NEST INVESTMENTS (HOLDINGS) LIMITED

INTERIM CONSOLIDATED INSURANCE REVENUE ACCOUNT FOR THE PERIOD ENDED 30 JUNE 2016

	Six month period ended 30 June	
	2016 US\$ '000	2015 US\$ '000
Gross written premium	368,825	442,470
Outward reinsurance premium	(119,603)	(172,546)
Retained premium	249,222	269,924
Change in unearned premiums	(71,465)	(68,813)
Net earned premium	177,757	201,111
Gross claims paid	(134,675)	(155,909)
Claims recovered from reinsurers	42,078	51,482
Change in provision for outstanding claims - gross	(4,086)	(26,027)
Change in provision for outstanding claims - reinsurance	3,653	8,594
Change in IBNR	(14,018)	(7,758)
Claims and related expenses	(107,049)	(129,618)
Commissions and taxes paid	(58,973)	(83,547)
Commissions and taxes received from reinsurers	24,094	35,069
Interest on premium reserve	-	137
Interest on premium reserve - reinsurance	(14)	(24)
Change in deferred acquisition cost – gross	(915)	17,826
Change in deferred acquisition cost – reinsurance	(5,694)	(6,881)
Change in unexpired risk reserves	(112)	1
Acquisition costs, commissions and taxes	(41,614)	(37,418)
Gross underwriting profit	29,094	34,075
Operating expenses	(21,032)	(20,948)
Technical Income	1,169	2,032
Transfer to consolidated statement of comprehensive	9,231	15,159



NEST INVESTMENTS (HOLDINGS) LIMITED

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2016

	Unaudited 30 June 2016 US\$ '000	Audited 31 December 2015 US\$ '000	Unaudited 30 June 2015 US\$ '000
Assets			
Goodwill	19,862	19,862	20,907
Intangible assets	5,562	5,659	5,979
Property and equipment	232,781	236,767	199,872
Properties Held For Trading	21,163	21,477	25,608
Investment properties	1,913,968	1,861,228	1,716,155
Investment in associates	520,626	522,429	485,712
Loans and advances to banking customers	319,134	336,775	360,883
Other financial assets	211,134	203,280	132,462
Reinsurance assets	388,877	374,108	397,620
Insurance receivables	27,548	18,527	31,367
Gross deferred acquisition cost	68,678	57,413	70,443
Other assets	222,265	211,743	262,035
Accounts receivable	406,265	279,081	376,763
Due from banks - banking operations	23,187	46,950	51,154
Cash and cash equivalents	562,970	572,634	659,983
Total assets	4,944,020	4,767,935	4,796,941
Equity			
Share capital	400,000	400,000	17
Reserves	1,458,367	1,450,292	1,667,712
Contribution from Shareholder	-	-	75,000
Equity attributable to equity holders of the parent	1,858,367	1,850,292	1,742,729
Non-controlling interest	703,407	708,678	641,869
Total equity	2,561,774	2,558,970	2,384,598
Liabilities			
Bank Loans	582,793	561,710	518,702
Banking customer deposits	240,100	247,840	289,251
Due to banks	1,109	1,328	1,735
Insurance contract liabilities	1,038,562	935,143	1,028,127
Reinsurance balances payable	31,619	36,530	42,495
Trade creditors and other liabilities	442,994	388,351	488,268
Bank overdraft	17,364	16,059	16,797
Income received in advance	-	-	2,133
Reinsurers' share of deferred acquisition costs	27,704	22,004	24,834
Total Liabilities	2,382,246	2,208,965	2,412,343
Total equity and liabilities	4,944,020	4,767,935	4,796,941



NEST INVESTMENTS (HOLDINGS) LIMITED

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2016

	Equity attributable to equity holders of the parent											Total equity US\$ '000
	Share capital	Contribution from Shareholder	Statutory reserve	Optional reserve	General banking risks reserve	Property revaluation reserve	Investment revaluation reserve	Exchange difference reserve	Retained earnings	Total	Non-controlling interest	
	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	
At 1 January 2015	17	75,000	32,587	2,977	2,473	99,445	(8,077)	(49,514)	1,587,806	1,742,714	654,505	2,397,219
Profit for the year	-	-	-	-	-	-	-	-	157,806	157,806	47,078	204,884
Other comprehensive income / (loss)	-	-	-	-	-	39,678	2,538	(35,055)	-	7,161	(7,168)	(7)
Total comprehensive income	17	75,000	32,587	2,977	2,473	139,123	(5,540)	(84,568)	1,745,612	1,907,681	694,415	2,602,096
Increase in share capital	399,983	(75,000)	-	-	-	-	-	-	(324,983)	-	-	-
Increase in subsidiary's share capital	-	-	-	-	-	-	-	-	-	-	16,830	16,830
Dividends paid	-	-	-	-	-	-	-	-	(55,000)	(55,000)	(4,957)	(59,957)
Transfer to statutory and optional reserve	-	-	4,206	5,544	-	(5,063)	73	(93)	(4,667)	-	-	-
Transfer to general banking risks reserve	-	-	-	-	174	-	-	-	(174)	-	-	-
Acquisition of share in subsidiary	-	-	-	-	-	-	-	-	(2,389)	(2,389)	2,389	-
At 31 December 2015	400,000	-	36,793	8,522	2,647	134,060	(5,467)	(84,661)	1,358,398	1,850,292	708,678	2,558,970
At 1 January 2016	400,000	-	36,793	8,522	2,647	134,060	(5,467)	(84,661)	1,358,398	1,850,292	708,678	2,558,970
Prior year adjustments	-	-	-	-	-	-	-	-	-	-	-	-
Revised opening balance 1 January 2015	400,000	-	36,793	8,522	2,647	134,060	(5,467)	(84,661)	1,358,398	1,850,292	708,678	2,558,970
Profit for the year	-	-	-	-	-	-	-	-	9,775	9,775	2,968	12,742
Other comprehensive income / (loss)	-	-	-	-	-	-	3,324	(5,023)	-	(1,699)	(3,851)	(5,550)
Total comprehensive income	400,000	-	36,793	8,522	2,647	134,060	(2,143)	(89,684)	1,368,173	1,858,367	708,021	2,566,388
Increase in subsidiary's share capital	-	-	-	-	-	-	-	-	-	-	227	227
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(4,613)	(4,613)
Transfer to statutory and optional reserve	-	-	477	1,017	-	-	-	-	(1,494)	-	-	-
Transfer to general banking risks reserve	-	-	-	-	81	-	-	-	(81)	-	-	-
At 30 June 2016	400,000	-	37,270	9,538	2,728	134,060	(2,143)	(89,684)	1,366,598	1,858,367	703,407	2,561,774