



# NIC HOLDINGS LIMITED

## UNAUDITED RESULTS FOR THE HALF YEAR TO 30 JUNE 2016

The Board of Directors of NIC Holdings Limited are pleased to announce the following unaudited results for the six months period ended 30 June 2016.

### 1. CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Un-audited 30 June 2016 Ushs.'000	Un-audited 30 June 2015 Ushs.'000
Gross Premium	5,998,764	4,077,572
<b>Profit Before Taxation</b>	<b>5,226,949</b>	<b>2,217,921</b>
Provision for Taxation	(783,052)	(309,101)
<b>Profit After Taxation</b>	<b>4,443,897</b>	<b>1,908,820</b>
<b>Other comprehensive income (net of tax)</b>		
Fair value loss on available for sale assets	(80,659)	-
	(80,659)	-
<b>Total comprehensive income for the period</b>	<b>4,363,238</b>	<b>1,908,820</b>
Basic Earnings Per Share	3.08	1.35

### 2. CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 June 2016	31 December 2015
Equity	37,805,626	33,437,418
Non Current Liabilities	25,718,599	25,851,852
Non Current Assets	70,150,886	70,192,611
Current Assets	21,841,254	23,800,533
Current Liabilities	28,467,915	34,703,874
Net Current assets	(6,626,661)	(10,903,341)

### 3. CONSOLIDATED STATEMENT OF CASH FLOW

	30 June 2016	31 December 2015
<b>Operating activities</b>		
Net Cash flows generated from operating activities	728,434	1,090,196
<b>Investing activities</b>		
Net Cash flows generated from / (used in) investing activities	195,679	(1,038,013)
<b>Financing activities</b>		
Net cash flow used in financing activities	(776,132)	(635,107)
Net increase / (decrease) in cash and cash equivalent	<b>147,981</b>	<b>(582,924)</b>
<b>Movement in cash and cash equivalent</b>		
At start of the period	543,196	1,126,120
Net increase / (decrease) in cash and cash equivalent	147,981	(582,924)
<b>At the end of the period</b>	<b>691,177</b>	<b>543,196</b>

### 4. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital Ushs.'000	Share Premium Ushs.'000	Revenue Reserve Ushs.'000	Fair Value & Revaluation Reserves Ushs.'000	Capital Reserve Ushs.'000	Contingency Reserves Ushs.'000	Total Ushs.'000
At 31 December 2015	7,078,899	3,606,866	16,748,010	310,229	1,838,531	3,854,883	33,437,418
Profit for the year	-	-	4,443,897	-	-	-	4,443,897
To capital reserve	-	-	(221,865)	-	221,865	-	-
To contingency reserve	-	-	(653,496)	-	-	653,496	-
To contingency reserve- Life Fund	-	-	-	-	-	4,970	4,970
Other Comprehensive Income	-	-	-	(80,659)	-	-	(80,659)
<b>At the end of the period</b>	<b>7,078,899</b>	<b>3,606,866</b>	<b>20,316,546</b>	<b>229,570</b>	<b>2,060,396</b>	<b>4,513,349</b>	<b>37,805,626</b>

The unaudited results for the six months period ended 30 June 2016 was approved by the Board on 18th August 2016.

DR. MARTIN ALIKER  
CHAIRMAN

BAYO FOLAYAN  
MANAGING DIRECTOR

### PERFORMANCE REVIEW

The group recorded a 47% growth in gross premium written as measures put in place to improve service delivery started yielding desired results in the second quarter of 2016. The growth in premium as well as the 2015 unearned income which were earned in 2016 largely accounted for the 132% growth in profit after tax for the period as at 30th June, 2016. Similarly, Shareholders equity grew by 13% from Ushs 33.437 billion as at 31 December 2015 to Ushs 37.806 billion as at 30th June 2016. The net current assets of the group improved by 39.2% [2015: 17.4%].

### CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company continued the ongoing support for sports development in Uganda with the increased sponsorship package [insurance protection and sundry support] provided to the Uganda National Football team, the Uganda Cranes, which for the first time in 38 years qualified for the African Cup of Nations [AFCON 2017] to be held in Gabon. The support for the Cranes is in addition to the Company's historical support to the all-conquering NIC Netball team. The Company plans to continue supporting Government's efforts in youth and girl child development through sports in order to provide good foundation for the future generation of Ugandans.

### FUTURE OUTLOOK

With the complete turnaround of the Company in the direction of consistent profit growth, efforts will be geared towards implementing the next growth phase involving the restructuring of business processes and improvement in the IT infrastructure. With focus on new business areas, the Company will invest massively in staff training and technology to increase capacity and support efficient service delivery. The launch of NIC Life's new product for boda boda riders proved successful.

The Company also hopes to launch complementary general business products in the coming period focusing on the grassroots in support of the drive for financial inclusion and insurance penetration whilst retaining the competitive advantage as the most widely spread insurance company in Uganda.