

## A. STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2023

	FRW 000 Sep-23 2023	FRW 000 Sep-22 2022
Gross written premiums	4,777,623	4,023,454
Change in unearned premium	(209,269)	35,146
<b>Gross earned premium</b>	<b>4,568,354</b>	<b>4,058,600</b>
Less premium ceded to reinsurers	(2,146,464)	(1,572,264)
<b>Net premium revenue</b>	<b>2,421,890</b>	<b>2,486,336</b>
Add: commission earned	477,428	440,520
<b>Net Earned premium Revenue</b>	<b>2,899,318</b>	<b>2,926,856</b>
Gross claims paid	1,608,557	2,126,065
Less: Amount recoverable from re-insurers	(860,599)	(839,458)
change in outstanding claims	235,314	(206,987)
change in Reserve for Incurred But Not Reported claims (IBNR)claims	1,243	37,210
<b>Net insurance claims incurred</b>	<b>984,515</b>	<b>1,116,830</b>
Commission expenses	(571,590)	(546,889)
Management expenses	(1,226,559)	(1,617,507)
<b>Net Underwriting profit/loss</b>	<b>116,655</b>	<b>(354,370)</b>
Investment income	461,904	428,405
other operating income	162,526	122,925
interest income	173	672
other income	-	-
<b>Total operating income</b>	<b>624,604</b>	<b>552,002</b>
operating expenses other than management	(506,460)	-
other expenses	(71,763)	-
<b>Profit before income tax</b>	<b>163,035</b>	<b>197,631</b>
Net Profit or loss for the year	(86,740)	-
<b>Total Comprehensive income for the year</b>	<b>76,295</b>	<b>197,631</b>

## B. STATEMENT OF FINANCIAL POSITION FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2023

	FRW '000 Sep-23	FRW' 000 Sep-22
<b>ASSETS</b>		
<b>Non -Current Assets:</b>		
<b>Property and equipment</b>	<b>82,987</b>	<b>111,569</b>
Property and equipment	82,987	111,569
Intangible assets	293,800	332,995
Investment in properties	236,046	67,071
Held to maturity investment	4,102,557	3,030,117
<b>Total non- current assets</b>	<b>4,715,391</b>	<b>3,541,752</b>
<b>Current Assets:</b>		
Premium Receivables	1,069,957	422,254
Reinsurance Receivables	2,105,386	1,914,152
other receivables	82,293	129,757
Deferred tax assets	287,743	173,670
Deferred acquisition costs	28,367	-
income tax recoverable	46,849	92,227
Financial assets - Term deposits	2,993,286	2,869,541
cash and bank balances	-	356,672
<b>Total current assets</b>	<b>6,722,193</b>	<b>5,958,273</b>
<b>Total assets</b>	<b>11,329,271</b>	<b>9,500,025</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	6,544,443	6,544,443
Other reserves	99,998	99,998
Profit/loss for the year	76,296	197,631
Retained earnings/Accumulated losses	(2,897,669)	(3,119,054)
<b>Total equity</b>	<b>3,823,068</b>	<b>3,723,018</b>
<b>LIABILITIES</b>		
<b>Technical provisions:</b>		
Outstanding claims / claims payable	1,523,285	1,214,394
<b>Provision for Incurred But Not Reported claims (IBNR)</b>	<b>456,164</b>	<b>417,786</b>
Provision for unearned premium	3,342,565	2,605,885
Deferred acquisition costs	-	-
<b>Total technical provision</b>	<b>5,322,015</b>	<b>4,238,065</b>
<b>Other liabilities:</b>		
Reinsurance payable	(18,240)	240,059
Due to related parties	97,632	97,632
Other payables and accruals	2,104,780	1,201,250
<b>Total liabilities</b>	<b>7,506,187</b>	<b>5,777,007</b>
<b>Total equity and liabilities</b>	<b>11,329,254</b>	<b>9,500,025</b>

## C. STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2023

	Share capital Frw 000	Share premium Frw 000	Available for sale Frw 000	Property Revaluation Reserve Frw 000	Fair value reserve Frw 000	Other reserve Frw 000	Accumulat-ed losses/ Retained earnings Frw 000	Total Frw 000
At 1st January 2022	6,544,443	-	-	-	-	100,000	(3,119,055)	3,525,388
Profit /loss for the year	-	-	-	-	-	-	221,385	221,385
Dividend	-	-	-	-	-	-	-	-
<b>At 31 December 2022</b>	<b>6,544,443</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>100,000</b>	<b>(2,897,671)</b>	<b>3,746,772</b>
Period ended 30TH SEPTEMBER 2023								
At 1st January 2023	6,544,443	-	-	-	-	100,000	(2,897,671)	3,746,772
At 1st January 2023	6,544,443	-	-	-	-	100,000	(2,897,671)	3,746,772
Profit/loss for the year	-	-	-	-	-	-	76,295	76,295
Dividend	-	-	-	-	-	-	-	-
<b>At 30th September 2023</b>	<b>6,544,443</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>100,000</b>	<b>(2,821,375)</b>	<b>3,823,068</b>

## Appendix i: QUANTITATIVE DISCLOSURES 30<sup>TH</sup> SEPTEMBER 2023

Item	Amount/Ratio SEPT 2023	Amount/Ratio SEPT 2022
<b>A.Solvency Coverage</b>		
a. Solvency required	582,792	804,351
b. Admitted assets	9,011,326	7,525,178
c. Admitted liabilities	8,146,701	<b>6,200,813</b>
d. Solvency available	864,625	1,324,365
e. Solvency surplus (gap)	281,833	<b>520,014</b>
F. Solvency coverage ratio	148%	165%
<b>B. Capital strength</b>		
a. TAC (Total Available Capital)	3,046,068,897	2,935,890,413
b. RCR (Risk Based Capital Required)	3,000,000,000	3,000,000,000
c. CAR (Capital Adequacy Ratio)	102%	98%
<b>C. Earnings Risk</b>		
a. Claims Ratio (Net claims incurred / Net earned premiums)	41%	45%
b. Management Expenses Ratio (Management expenses / Net earned premiums)	75%	65%
c. Underwriting Expenses Ratio (Commissions expenses / Net earned premiums)	4%	4%
d. Combined Ratio (Claims ratio + Management epenses ratio + Underwriting expenses ratio)	119%	114%
<b>D. Investment Exposure</b>		
a. Investment Expousure (s) (Any investment above 10% of total assets (Name & Amount))	Nil	Nil
b. Earning asset ratio (Earning Assets / total assets)	62%	72%
c. Investment property ratio (Investment property / total assets)	0%	0%
d. Equities assets ratio (Investment equities / total assets)	0%	0%
<b>E. Liquidity Risk</b>		
a. Liquidity Ratio (LCR) (Liquid assets / current liabilities)	95%	108%
b. Liquidity stress test ratio (Poor total book claims experience)	0%	92%
<b>F. Expousures to related parties</b>		
a. Loans to Directors and Senior management	-	-
b. Loans to employees/staff	-	-
c. Loans to subsidiaries and affiliates	-	-
d. Loans to shareholders / holding company	-	-
e. Investments in related parties	-	-
<b>G. Operational Risk</b>		
a. Number and types of frauds and their corresponding amount	-	-
<b>H. Business Composition</b>		
a. Number of policyholders per branch	3,892	2,240
b. Number of policies in force per branch	8,090	8,920
<b>I. Management and Board Composition</b>		
a. Number of Board members ( Independent and Non-independent)	6	5
b. Number of Board committees	2	2
c. Number of senior management staff by gender	Male:5 Female:1	Male:4 Female:1
<b>J. Staff</b>		
a. Total number of non-manegerial Staff by gender	Male:34 Female:15	Male:36 Female:14
<b>K. Insurance intermediaries</b>		
a. Number of insurance agents	71	68
b. Number of loss adjusters / assessors	4	4
<b>L. Branches</b>		
a. Total number of branches by province including Kigali city	3	3

## Appendix ii: PRODUCT PERFORMANCE ACCOUNT

Product type	Gross premium written (1)	Premiums ceded (2)	Net premium written (3)	Change in Un-earned Premium (4)	Net earned Premium (5)	Net Commission income or expenses (6)	Net Claims incurred (7)	Management expense (8)	Technical Profit or Loss (9)
					(3-4)				(5-6-7-8)
Motor	1,481,374	41,244	1,440,130	464,482	975,648	112,589	589,562	721,913	(448,416)
Property	875,282	753,356	121,926	17,556	104,370	(56,419)	55,564	180,478	(75,253)
Liability	139,907	33,231	106,676	(22,345)	129,021	18,930	42,051	36,096	31,944
Transportation	85,762	74,114	11,648	236	11,412	(6,440)	1,555	45,120	(28,822)
Accident & health	193,580	55,766	137,814	51,692	86,122	8,630	8,625	45,120	23,747
Engineering	436,013	398,928	37,086	4,776	32,310	(28,550)	(134,120)	22,560	172,419
Guarantee	286,057	213,738	72,319	28,812	43,507	(36,160)	8,878	54,143	16,645
Medical	1,071,628	321,488	750,139	(134,604)	884,744	66,822	394,353	631,674	(208,105)
Miscellaneous(AV,- Theft,WCC)	208,021	9,390	198,631	43,874	154,756	14,757	18,046	67,679	54,274
<b>TOTAL</b>	<b>4,777,623</b>	<b>1,901,255</b>	<b>2,876,368</b>	<b>245,825</b>	<b>2,421,890</b>	<b>94,161</b>	<b>984,514</b>	<b>1,804,782</b>	<b>(461,567)</b>

## Explanatory notes to the audited financial statements

1. The company recorded a profit before tax of Frw 163 million in the period to 30 September 2023 compared to a profit before tax of Frw 197 million in the same period last year.
2. Our gross earned premium was up 19 percent from Frw 4 billion for the period ended 30 September 2022 to Frw 4.7 billion for the period ended 30 September 2023.
3. The Company's net claims incurred costs decreased by 12 percent on the back of strict underwriting measures and claims control strategies.
4. Our total assets increased to Frw 11.4 billion, representing a growth of 12 percent from 31st December 2022

The above summary of statement of profit or loss and other comprehensive income, statement of financial position, statement of changes in equity, and other disclosures are extracted from the audited financial results of the company which were approved by the Board of Directors on 10th November 2023