

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	2020 KShs	2019 KShs
Gross written premium		2,812,085,471	2,810,253,425
Net (Increase)/decrease in unearned premium reserves	26	(45,943,294)	12,355,717
Gross earned premiums	5	2,766,142,177	2,822,609,142
Less: reinsurance premium ceded		(714,293,831)	(725,737,548)
Net earned premiums		2,051,848,346	2,096,871,594
Investment and other income	6	249,403,002	340,211,386
Gain on revaluation of investment properties	15	-	40,000,000
Commissions earned		187,053,553	206,232,647
Net income		2,488,304,901	2,683,315,627
Claims payable	7	1,930,393,154	1,718,219,803
Less: amounts recoverable from reinsurers		(362,479,911)	(390,597,368)
Net claims payable		1,567,913,243	1,327,622,435
Operating and other expenses	8	(674,593,508)	(650,014,880)
Commissions payable		(401,395,366)	(398,595,549)
(Loss)/Profit before tax		(155,597,216)	307,082,763
Income tax credit/(expense)	10	74,643,907	(58,963,976)
(Loss)/Profit for the year after tax		(80,953,309)	248,118,787
Other comprehensive income:			
Items that will not be reclassified to profit or loss			
Change in fair value of quoted shares	22(a)	(44,007,855)	64,378,103
Items that are or may be reclassified subsequently to profit or loss			
Change in fair value of government securities (FVOCI)	21(b)	33,474,914	8,405,991
Gain on Sale of government securities (FVOCI) recycled to P&L		(6,188,446)	-
Deferred tax on fair value loss/(gain)	23	(10,042,476)	(2,521,797)
Total other comprehensive income		(26,763,863)	70,262,297
Total comprehensive income for the year attributable to shareholders of the Company		(107,717,172)	318,381,084
Earnings per share	30	(116.82)	358.04
Interim dividend proposed for the year	32	-	-
Final dividend proposed for the year	32	-	85,010,310

The notes on pages 14 to 53 form an integral part of these financial statements.


STATEMENT OF FINANCIAL POSITION

	Note	2020 KShs	2019 KShs
CAPITAL EMPLOYED			
Share capital	11	693,000,000	693,000,000
Retained earnings	12	649,476,708	730,430,017
Revaluation reserve	13	24,701,169	51,465,032
Proposed dividend	32	-	85,010,310
Shareholders' funds		1,367,177,877	1,559,905,359
REPRESENTED BY:			
Assets			
Vehicles and equipment	14	66,498,622	69,257,088
Investment properties	15	410,000,000	410,000,000
Intangible assets	16	39,199,334	39,199,334
Deferred acquisition cost	17	144,152,533	130,791,945
Kenya Motor Insurance Pool	18	9,513,090	9,074,691
Reinsurers' share of technical provisions and reserves	19	660,161,790	427,939,228
Other receivables and prepayments	20	48,788,376	206,204,171
Right of use assets	31(a)	155,737,001	173,173,887
Current tax recoverable	10	3,687,202	-
Government securities at amortised cost	21(a)	600,333,872	569,667,662
Government securities at FVOCI	21(b)	1,238,576,711	915,980,670
Corporate bonds at amortised cost	21(c)	7,256,150	7,250,700
Equity investments at FVOCI:-			
- Listed securities	22(a)	248,163,118	262,421,436
- Unlisted securities	22(b)	-	824,875
Receivables arising out of reinsurance arrangements	4(b)(ii)	215,224,805	184,122,068
Receivables arising out of direct insurance arrangements	4(b)(i)	537,885,551	555,211,786
Deferred tax asset	23	109,551,432	5,900,781
Deposits with financial institutions	24	193,357,691	238,943,231
Cash and cash equivalents	24	94,545,953	108,790,361
TOTAL ASSETS		4,782,633,231	4,314,753,914
Liabilities			
Current tax payable	10	-	43,913,086
Bank overdraft	24	160,344,893	-
Insurance contract liabilities	25	1,725,559,234	1,355,006,089
Unearned premium reserve	26	1,023,882,927	942,821,362
Creditors arising from reinsurance arrangements		269,388,278	165,023,820
Lease liabilities	31(b)	184,121,887	188,279,539
Other payables	27	52,158,135	59,804,660
Total liabilities		3,415,455,354	2,754,848,556
NET ASSETS		1,367,177,877	1,559,905,359

The financial statements on pages 10 to 53 were approved and authorised for issue by the Board of Directors on 24 March, 2021, and were signed on its behalf by:


Dipak Shah
Director


Mayank Patel
Director


Asok Ghosh
Principal Officer

The notes on pages 14 to 53 form an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY

	Share capital KShs	Retained earnings KShs	Fair value reserve KShs	Proposed dividends KShs	Total KShs
Year ended 31 December 2020					
At 1 January 2020	693,000,000	730,430,017	51,465,032	85,010,310	1,559,905,359
Total comprehensive income:					
Profit for the year	-	(80,953,309)	-	-	(80,953,309)
Other comprehensive income:					
Change in fair value of equity investment shares (Note 22(a))	-	-	(44,007,855)	-	(44,007,855)
Change in fair value of government securities (FVOCI) (Note 21(b))	-	-	33,474,914	-	33,474,914
Gain on Sale of government securities (FVOCI) recycled to P& L	-	-	(6,188,446)	-	(6,188,446)
Deferred income tax relating to components of other comprehensive income (Note 23)	-	-	(10,042,476)	-	(10,042,476)
Total comprehensive income for the year	-	(80,953,309)	(26,763,863)	-	(107,717,172)
Transaction with owners					
Dividends:					
- Final dividend paid for 2019 (Note 32)	-	-	-	(85,010,310)	(85,010,310)
- Interim dividend paid 2019 (Note 32)	-	-	-	-	-
- Final dividend proposed 2020 (Note 32)	-	-	-	-	-
Total transaction with owners	-	-	-	(85,010,310)	(85,010,310)
At 31 December 2020	693,000,000	649,476,708	24,701,169	-	1,367,177,877
Year ended 31 December 2019					
At 1 January 2019	693,000,000	567,321,540	(18,797,265)	58,004,100	1,299,528,375
Total comprehensive income:					
Profit for the year	-	248,118,787	-	-	248,118,787
Other comprehensive income:					
Change in fair value of FVOCI investments (Note 22(a))	-	-	64,378,103	-	64,378,103
Change in fair value of government securities (FVOCI) (Note 21(b))	-	-	8,405,991	-	8,405,991
Deferred income tax relating to components of other comprehensive income (Note 23)	-	-	(2,521,797)	-	(2,521,797)
Total comprehensive income for the year	-	248,118,787	70,262,297	-	318,381,084
Transaction with owners					
Dividends:					
- Final dividend paid for 2018 (Note 32)	-	-	-	(6,029,100)	(6,029,100)
- Interim dividend paid 2018 (Note 32)	-	-	-	(51,975,000)	(51,975,000)
- Final dividend proposed 2019 (Note 32)	-	(85,010,310)	-	85,010,310	-
Total transaction with owners	-	(85,010,310)	-	27,006,210	(58,004,100)
At 31 December 2019	693,000,000	730,430,017	51,465,032	85,010,310	1,559,905,359

The notes on pages 14 to 53 form an integral part of these financial statements.

STATEMENT OF CASH FLOWS

	Note	2020 KShs	2019 KShs
Operating activities			
Cash from operations	28	155,992,604	(82,193,282)
Tax paid	10	(86,649,508)	(17,555,489)
Net cash from operations		69,343,096	(99,748,771)
Investing activities			
Net purchase in government securities		(325,975,784)	(87,455,058)
Interest received from current bank accounts	6	2,403,028	11,857,082
Interest income from fixed deposits	6	16,956,649	15,307,238
Interest income from government securities	6	185,326,511	210,434,447
Proceeds from disposal of vehicles and equipment		1,023,000	34,000
Purchase of vehicles and equipment	14	(26,811,390)	(17,154,100)
Disposal of investment property - proceeds due		-	170,000,000
Proceeds on disposal of shares	22(a)	1,700,860	9,735,450
Proceeds from disposal of investment property		-	50,602,000
Net movement in corporate bonds	21(b)	(5,450)	3,712,222
Purchase of quoted shares	22(a)	(32,589,314)	(31,102,252)
Net cash from investing activities		(177,971,890)	335,971,029
Financing activities			
Dividend paid	32	(85,010,310)	(58,004,100)
Lease payments	31(b)	(26,535,737)	(24,875,487)
Lease prepayments	31(b)	-	(237,480)
Net cash (used in) financing activities		(111,546,047)	(83,117,067)
Net increase in cash and cash equivalents		(220,174,841)	153,105,191
Movement in cash and cash equivalents			
At start of year		347,733,592	194,628,401
Increase/(decrease)		(220,174,841)	153,105,191
At end of year	24	127,558,751	347,733,592

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