

**JUBILEE HOLDINGS  
LIMITED**

**2021 HALF YEAR  
UNAUDITED FINANCIAL  
STATEMENTS**

**JUBILEE HOLDINGS LIMITED**  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

<b>Unaudited Consolidated Statement of Profit or Loss and Other Comprehensive Income</b>			
<b>For the six months ended 30 June 2021</b>			
	<b>Jun-21</b>	<b>Jun-20</b>	<b>Dec-20</b>
	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>
			<b>Audited</b>
Gross earned premium	15,903,849	15,518,621	29,815,118
Reinsurance	(4,739,869)	(5,368,637)	(9,674,721)
<b>Net earned premium</b>	<b>11,163,980</b>	<b>10,149,984</b>	<b>20,140,397</b>
Claims and policy holder's benefits payable	(12,234,158)	(8,611,781)	(20,401,864)
Commission paid	(1,845,171)	(1,894,964)	(3,583,737)
Commission earned	1,065,616	1,099,033	2,328,166
Management expenses	(2,611,247)	(2,470,542)	(5,380,386)
Net fair value (loss)/ gain through profit or loss	(394,337)	(1,173,908)	(650,422)
Investment Income	7,101,620	4,976,430	11,295,345
<b>Result of operating activities before disposal of subsidiary</b>	<b>2,246,303</b>	<b>2,074,252</b>	3,747,499
Gain on disposal of subsidiary	2,073,744	-	-
<b>Result of operating activities after disposal of subsidiary</b>	<b>4,320,047</b>	<b>2,074,252</b>	<b>3,747,499</b>
Share of results of associates	885,931	302,536	1,329,396
<b>Group profit before income tax</b>	<b>5,205,978</b>	<b>2,376,788</b>	<b>5,076,895</b>
Income tax expense	(699,871)	(546,313)	(989,309)
<b>Net profit</b>	<b>4,506,107</b>	<b>1,830,475</b>	<b>4,087,586</b>
Non-controlling interest	180,370	240,454	459,675
Profit attributable to shareholders	4,325,737	1,590,021	3,627,911
<b>Other Comprehensive Income</b>			
Change in fair value of financial assets at fair value through other comprehensive income	(77,832)	(347,607)	(343,924)
Net translation gain	(179,152)	303,012	1,557,172
Associate share of other comprehensive income	(12,614)	(17,117)	400,277
Deferred income tax relating to other comprehensive income	870	648	54,731
<b>Total other comprehensive income</b>	<b>(268,728)</b>	<b>(61,064)</b>	<b>1,668,256</b>
<b>Total comprehensive income</b>	<b>4,237,379</b>	<b>1,769,411</b>	<b>5,755,842</b>
Non-controlling interest	179,650	238,518	629,315
Profit attributable to shareholders	4,057,729	1,530,893	5,126,527
Earnings per share (Kes)-basic and diluted	<b>59.69</b>	<b>21.94</b>	<b>50.09</b>
Dividends:			
Dividend proposed	<b>72,473</b>	<b>72,473</b>	<b>579,784</b>

**JUBILEE HOLDINGS LIMITED**  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

<b>Unaudited Consolidated Statement of Financial Position as at 30 June 2021</b>			
	<b>Jun-21</b>	<b>Jun-20</b>	<b>Dec-20</b>
	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>
			<b>Audited</b>
<b>CAPITAL AND RESERVES</b>			
Share capital	362,365	362,365	362,365
Fair value reserves	(345,902)	(296,892)	(268,940)
General reserves	70,000	70,000	70,000
Contingency reserves	1,690,564	1,509,194	1,612,126
Translation reserves	733,765	(666,393)	912,860
Statutory Reserve	2,042,638	2,042,638	2,042,638
Retained earnings	31,573,580	26,037,217	27,411,368
Proposed dividends	652,257	652,257	579,784
Equity attributable to owners of the company	<b>36,779,267</b>	<b>29,710,386</b>	<b>32,722,201</b>
Non-controlling interest	2,993,493	2,580,655	2,813,180
Total equity	<b>39,772,760</b>	<b>32,291,041</b>	<b>35,535,381</b>
<b>ASSETS</b>			
Intangible asset	130,620	119,005	70,790
Property and equipment	62,196	273,757	145,025
Investment properties	6,731,651	6,598,106	6,713,857
Right of use asset	249,763	443,478	165,059
Investment in associates	17,033,819	14,489,137	15,902,572
Deferred income tax asset	506,513	611,515	421,736
Unquoted equity investments	6,126,487	6,409,859	6,713,628
Quoted equity investments	3,873,859	3,979,273	3,434,041
Mortgage loans	75,309	93,027	35,721
Loans on life insurance policies	1,225,628	1,015,751	1,223,521
Government securities at amortized cost	85,956,370	74,080,882	77,082,506
Receivables arising out of direct insurance arrangements	2,553,107	5,365,273	551,636
Receivables arising out of reinsurance arrangements	105,738	1,474,326	476,309
Reinsurers' share of insurance contract liabilities	1,823,049	7,595,560	1,961,314
Deferred acquisition costs	318,584	68,848	411,243
Other receivables	2,804,269	2,150,935	1,472,184
Current income tax recoverable	373,869	585,126	447,042
Deposits with financial institutions	7,513,122	6,831,458	6,333,068
Cash and bank balances	1,985,212	7,923,715	3,020,993
Assets classified as held for sale	12,274,952	-	19,281,339
Total assets	<b>151,724,117</b>	<b>140,109,031</b>	<b>145,863,584</b>
<b>LIABILITIES</b>			
Deferred income tax liability	1,080,367	925,457	758,198
Insurance contract liabilities	28,641,441	31,590,435	26,538,331
Payable under deposit administration contracts	61,896,574	57,309,597	60,131,333
Lease liability	209,581	318,187	125,541
Unearned premium reserve	6,365,398	9,861,103	4,131,997
Creditors arising out of direct insurance arrangements	153,753	230,045	204,987
Creditors arising out of reinsurance arrangements	697,761	1,045,186	92,788
Other payables	1,845,994	3,399,257	2,103,742
Dividends payable	387,886	455,810	404,330
Borrowings	1,969,046	2,418,880	2,268,399
Current income tax payable	-	264,033	32,475
Liabilities directly associated with assets classified as held for sale	8,703,556	-	13,536,082
Total liabilities	<b>111,951,357</b>	<b>107,817,990</b>	<b>110,328,203</b>

**JUBILEE HOLDINGS LIMITED**  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

<b>Unaudited Consolidated Statement of Changes in Equity for the six months ended 30 June 2021</b>											
	<b>Share Capital</b>	<b>Fair Value Reserves</b>	<b>General Reserves</b>	<b>Translation Reserves</b>	<b>Contingency Reserves</b>	<b>Statutory Reserves</b>	<b>Retained Earnings</b>	<b>Proposed Dividends</b>	<b>Equity Attributable to Owners</b>	<b>Non-Controlling Interest</b>	<b>Total Equity</b>
	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>
<b>Six months ended 30 June 2021</b>											
At start of year	362,365	(268,940)	70,000	912,860	1,612,126	2,042,638	27,411,368	579,784	<b>32,722,201</b>	2,813,180	<b>35,535,381</b>
<b>Profit for the period</b>	-	-	-	-	-	-	4,325,737	-	<b>4,325,737</b>	180,370	<b>4,506,107</b>
<b>Other comprehensive income</b>											
Share of OCI from associates	-	-	-	-	-	-	(12,614)	-	<b>(12,614)</b>	-	<b>(12,614)</b>
Change in fair value of FVTOCI	-	(77,832)	-	-	-	-	-	-	<b>(77,832)</b>	-	<b>(77,832)</b>
Net translation gain	-	-	-	(179,095)	-	-	-	-	<b>(179,095)</b>	(57)	<b>(179,152)</b>
Deferred income tax relating OCI	-	870	-	-	-	-	-	-	<b>870</b>	-	<b>870</b>
Transfer to contingency reserves	-	-	-	-	78,438	-	(78,438)	-	-	-	-
<b>Total comprehensive income for the period</b>	-	(76,962)	-	(179,095)	78,438	-	(91,052)	-	<b>(268,671)</b>	(57)	<b>(268,728)</b>
<b>Transactions with owners:</b>											
Dividends: Proposed 2021 interim dividend	-	-	-	-	-	-	(72,473)	72,473	-	-	-
<b>Total transactions with owners:</b>	-	-	-	-	-	-	<b>(72,473)</b>	<b>72,473</b>	-	-	-
<b>At end of the period</b>	<b>362,365</b>	<b>(345,902)</b>	<b>70,000</b>	<b>733,765</b>	<b>1,690,564</b>	<b>2,042,638</b>	<b>31,573,580</b>	<b>652,257</b>	<b>36,779,267</b>	<b>2,993,493</b>	<b>39,772,760</b>

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<b>Unaudited Consolidated Statement of Changes in Equity for the six months ended 30 June 2020</b>											
	<b>Share Capital</b>	<b>Fair Value Reserves</b>	<b>General Reserves</b>	<b>Translation Reserves</b>	<b>Contingency Reserves</b>	<b>Statutory Reserves</b>	<b>Retained Earnings</b>	<b>Proposed Dividends</b>	<b>Equity Attributable to Owners</b>	<b>Non-Controlling Interest</b>	<b>Total Equity</b>
	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>	<b>Kes'000</b>
<b>Six months ended 30 June 2020</b>											
At start of year	362,365	49,847	70,000	(902,683)	1,427,497	2,042,638	24,618,483	579,784	28,247,931	2,273,699	30,521,630
<b>Profit for the period</b>	-	-	-	-	-	-	1,590,021	-	<b>1,590,021</b>	240,454	<b>1,830,475</b>
<b>Other comprehensive income</b>											
Share of OCI from associates	-	-	-	-	-	-	(17,117)	-	<b>(17,117)</b>	-	<b>(17,117)</b>
Change in fair value of FVTOCI	-	(347,293)	-	-	-	-	-	-	<b>(347,293)</b>	(314)	<b>(347,607)</b>
Net translation gain	-	-	-	236,290	-	-	-	-	<b>236,290</b>	66,722	<b>303,012</b>
Deferred income tax relating OCI	-	554	-	-	-	-	-	-	<b>554</b>	94	<b>648</b>
Transfer to contingency reserves	-	-	-	-	81,697	-	(81,697)	-	-	-	-
<b>Total comprehensive income for the period</b>	-	<b>(346,739)</b>	-	<b>236,290</b>	<b>81,697</b>	-	<b>(98,814)</b>	-	<b>(127,566)</b>	<b>66,502</b>	<b>(61,064)</b>
<b>Transactions with owners:</b>											
Dividends: Proposed 2020 interim dividend	-	-	-	-	-	-	(72,473)	72,473	-	-	-
<b>Total transactions with owners:</b>	-	-	-	-	-	-	<b>(72,473)</b>	<b>72,473</b>	-	-	-
<b>At end of the period</b>	<b>362,365</b>	<b>(296,892)</b>	<b>70,000</b>	<b>(666,393)</b>	<b>1,509,194</b>	<b>2,042,638</b>	<b>26,037,217</b>	<b>652,257</b>	<b>29,710,386</b>	<b>2,580,655</b>	<b>32,291,041</b>

**JUBILEE HOLDINGS LIMITED**  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

<b>Unaudited Consolidated Statement of Cash Flows for the six months ended 30 June 2021</b>			
	<b>Jun-21</b>	<b>Jun-20</b>	<b>Dec-20</b>
	<b>Kshs'000</b>	<b>Kshs'000</b>	<b>Kshs'000</b>
			<b>Audited</b>
<b>Cash flow from operating activities</b>			
Profit before income tax	5,205,977	2,376,788	5,076,895
<b>Adjustments for: -</b>			
Depreciation	85,139	103,805	290,745
Fair value gain on investment properties	-	1,178,824	(15,118)
Fair value gains on equity investments at fair value through profit or loss	394,337	-	650,422
Rental income	-	-	(528,594)
Dividend receivable	-	(321,218)	(305,239)
Net fair value gains/(losses) on disposal	-	-	1,341,370
Investment income	(9,175,363)	(4,976,429)	(10,461,512)
Share of result of associates after income tax	(885,931)	(302,536)	(1,329,396)
<b>Operating profit before working capital changes</b>	<b>(4,375,841)</b>	<b>(1,940,766)</b>	<b>(5,280,427)</b>
Change in premium, reinsurance and other receivables	4,053	1,836,524	(1,512,156)
Change in reinsurance and other payables	1,595,182	5,299,475	9,154,001
<b>Cash generated from operations</b>	<b>(2,776,606)</b>	<b>5,195,233</b>	<b>2,361,418</b>
Income tax paid	(870,361)	(245,114)	(871,094)
<b>Net cash inflow from operating activities</b>	<b>(3,646,967)</b>	<b>4,950,119</b>	<b>1,490,324</b>
<b>Cash flow from investing activities</b>			
Rent, interest and dividend received	7,101,619	4,323,588	11,255,794
Dividends received from associates	56,794	16,981	406,086
Proceeds from sale of quoted shares	-	122,570	499,785
Proceeds from disposal of property and equipment	-	-	472
Proceeds from part redemption of shares in subsidiary	3,191,597	-	-
Purchase of property and equipment	(58,171)	(49,603)	(85,525)
Additions of investment properties	(150)	-	(8,334)
Purchase of unquoted shares	-	-	24,369
Purchase of quoted shares	(22,277)	(10,733)	(460,670)
Additional investment in subsidiary	-	-	-
Additional investment in associate	-	(4,440,721)	(3,882,968)
Mortgage loans advanced/(redeemed)	1,830	(16,925)	3,400
Loans on life insurance policies advanced/(redeemed)	(80,454)	(76,286)	(207,030)
Purchase of government securities	(6,671,499)	(8,153,785)	(14,105,991)
Redemption of commercial bonds	-	613,245	579,736
<b>Net cash (outflow)/inflow from investing activities</b>	<b>3,519,289</b>	<b>(7,671,669)</b>	<b>(5,980,876)</b>
<b>Cash flow from financing activities</b>			
Settlement of borrowings	(268,803)	2,418,880	2,181,045
Dividends paid	(16,444)	(17,224)	(674,367)
<b>Net cash outflow from financing activities</b>	<b>(285,247)</b>	<b>2,401,656</b>	<b>1,506,678</b>
(Decrease)/increase in cash and cash equivalents	(412,925)	(319,894)	(2,983,874)
Cash and cash equivalents at start of year	12,123,476	15,019,997	15,019,997
Exchange gain/(loss) on translation	(124,709)	55,070	87,353
<b>Cash and cash equivalents at end of the period</b>	<b>11,585,842</b>	<b>14,755,173</b>	<b>12,123,476</b>