

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	2020 Kes '000	2019 Kes '000
Gross Written Premium	6 (i)	29,971,547	29,812,194
Gross earned premium	6 (ii)	29,815,118	29,119,931
Insurance revenue ceded to reinsurers	6 (ii)	(9,674,721)	(9,630,273)
Net insurance premium revenue		20,140,397	19,489,658
Investment income	7	11,295,345	10,026,814
Net fair value (loss) /gain on financial assets at fair value through profit or loss	8	(650,422)	1,031,682
Commission income	9	2,328,166	2,281,181
Total income less reinsurance		33,113,486	32,829,335
Claims and policy holders' benefits expense	10	(20,948,226)	(20,536,551)
Reinsurer's share of claims and policy holders' benefits expense	10	5,282,713	5,340,543
Return to holders of investment contracts liabilities	27	(4,736,351)	(4,530,923)
Net insurance benefits and return to holders of investment contracts		(20,401,864)	(19,726,931)
Operating and other expenses	11 (i)	(5,272,524)	(5,446,599)
Commission expense	9	(3,583,737)	(3,637,104)
Total expenses and commissions		(8,856,261)	(9,083,703)
Result of operating activities		3,855,361	4,018,701
Finance cost	38 (ii)	(107,862)	-
Share of associates profit	15 (i)	1,329,396	988,521
Group profit before income tax		5,076,895	5,007,222
Income tax expense	16 (i)	(989,309)	(989,535)
Profit for the year		4,087,586	4,017,687
Attributable to:			
Equity holders of the company		3,627,911	3,556,468
Non-controlling interest	15 (iii)	459,675	461,219
Total		4,087,586	4,017,687
Earnings Per Share (Kes) Basic and diluted	12	50.06	49.07

**CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	2020 Kes '000	2019 Kes '000
Profit for the year		4,087,586	4,017,687
Other comprehensive income			
<i>Items that will not be reclassified to profit or loss</i>			
Net fair value (loss) on equity investment	8 (ii)	(346,725)	(373,867)
Deferred tax on other comprehensive income	16 (iii)	54,731	101,889
Gain on valuation of retirement benefits		2,801	-
<i>Items that may be reclassified subsequently to profit or loss</i>			
Net translation gain/loss	31 (c) & 15 (iii)	1,980,007	52,639
Associate share of other comprehensive income	15 (i)	(22,558)	104,807
Total other comprehensive income, net of tax		1,668,256	(114,532)
Total comprehensive income for the year		5,755,842	3,903,155
Attributable to:			
Equity holders of the Company		5,126,527	3,432,389
Non-controlling interest	15 (iii)	629,315	470,766
Total comprehensive income for the year		5,755,842	3,903,155

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020**

	Note	2020 Kes '000	2019 Restated Kes '000
ASSETS			
Investment in associates	15 (i)	15,902,572	10,161,518
Investment properties	14	6,713,857	6,524,969
Property and equipment	13 (i)	145,025	287,574
Right of use assets	37 (i)	165,059	450,533
Intangible assets	13 (ii)	70,790	147,680
Deferred tax asset	16 (iii)	421,736	605,026
Unquoted equity investments	17	6,713,628	6,434,667
Mortgage loans	20 (i)	35,721	49,663
Loans on life insurance policies	20 (ii)	1,223,521	1,004,928
Quoted equity investments	21	3,434,041	5,364,632
Government securities	18	77,082,506	67,096,380
Commercial bonds at amortised cost	19 (i)	-	579,736
Receivables arising out of direct insurance arrangements	22	551,636	4,013,290
Receivables arising out of reinsurance arrangements	22	476,309	2,334,250
Reinsurers' share of insurance contract liabilities	23 (i)	1,961,314	7,131,813
Deferred acquisition costs	23 (ii)	411,243	447,631
Other receivables	24	1,472,183	1,874,749
Current income tax asset	16 (ii)	447,042	547,902
Assets classified as held for sale	39	19,281,339	-
Deposits with financial institutions	25 (i)	6,333,068	9,496,402
Cash and bank balances	25 (ii)	3,020,993	5,523,595
Total assets		145,863,583	130,076,938
LIABILITIES			
Lease Liability	37 (ii)	125,541	284,765
Investment contract liabilities	27	60,131,333	54,893,923
Deferred tax liability	16 (iii)	758,198	748,496
Insurance contract liabilities	26	26,538,331	29,729,180
Provision for unearned premium	28	4,131,997	8,414,682
Dividends payable	33 (ii)	404,330	473,034
Current income tax liability	16 (ii)	32,475	87,759
Creditors arising out of direct insurance arrangements		204,987	278,157
Creditors arising out of reinsurance arrangements		92,788	1,607,549
Liabilities directly associated with assets classified as held for sale	39	13,536,082	-
Other payables	29	2,103,741	3,037,763
Borrowings	38 (i)	2,268,399	-
Total liabilities		110,328,202	99,555,308
EQUITY			
Share capital	30	362,365	362,365
Reserves	31	4,368,684	2,687,299
Retained earnings	32	27,411,368	24,618,483
Proposed Dividends	32	579,784	579,784
Equity attributable to owners of the company		32,722,201	28,247,931
Non-controlling interest	15 (iii)	2,813,180	2,273,699
Total equity		35,535,381	30,521,630
Total liabilities and equity		145,863,583	130,076,938



**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020**

		Share Capital	Reserves					Retained Earnings	Proposed dividend	Equity Attributable to Owners	Non- Controlling Interest	Total Equity
			Fair Value Reserves	General Reserves	Translation Reserves	Contingency Reserves	Statutory Reserve					
			Kes '000	Kes '000	Kes '000	Kes '000	Kes '000					
Year ended 31 December 2020												
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
Profit for the year		-	-	-	-	-	-	3,627,911	-	3,627,911	459,675	4,087,586
Other comprehensive income												
Net translation loss	31 (c) & 15 (iii)	-	-	-	1,815,543	-	-	-	-	1,815,543	164,464	1,980,007
Other comprehensive income		-	(318,787)	-	-	-	-	1,860	-	(316,927)	5,176	(311,751)
Total comprehensive income for the year		-	(318,787)	-	1,815,543	-	-	3,629,771	-	5,126,527	629,315	5,755,842
Transfers												
Transfer to contingency	32	-	-	-	-	184,629	-	(184,629)	-	-	-	-
Transfer to Statutory reserve	31 (e)	-	-	-	-	-	-	-	-	-	-	-
Total transfers		-	-	-	-	184,629	-	(184,629)	-	-	-	-
Transactions with owners:												
Dividends: Final for 2019 paid	33 (ii)	-	-	-	-	-	-	-	(579,784)	(579,784)	-	(579,784)
Dividend approved for payment - non-controlling interest	15 (iii)	-	-	-	-	-	-	-	-	-	(89,834)	(89,834)
Interim for 2020 paid	33 (i)	-	-	-	-	-	-	(72,473)	-	(72,473)	-	(72,473)
Proposed final for 2020		-	-	-	-	-	-	(579,784)	579,784	-	-	-
Total transactions with owners		-	-	-	-	-	-	(652,257)	-	(652,257)	(89,834)	(742,091)
At end of year		362,365	(268,940)	70,000	912,860	1,612,126	2,042,638	27,411,368	579,784	32,722,201	2,813,180	35,535,381

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020**

		2020	2019
	Note	Kes '000	Kes '000
Cash flow from operating activities			
Cash generated from operations	25 (iii)	2,361,418	320,127
Income tax paid	16 (ii)	(871,094)	(911,021)
Net cash (outflow)/ inflow from operating activities		1,490,324	(590,894)
Cash flow from investing activities			
Rent, interest and dividend received		11,255,794	9,795,940
Dividends received from associates	15 (i)	406,086	557,318
Proceeds from sale of quoted shares		499,785	-
Proceeds from disposal of property and equipment		472	(5,321)
Net proceeds from additional investments and part redemptions of shares in associate	15 (i)	(3,882,968)	362,830
Purchase of property and equipment and intangible assets	13	(85,525)	(249,732)
Net additions of investment properties	14	(8,334)	(30,014)
Additional investment in subsidiary		-	-
Purchase of quoted equity investments	21	(460,670)	-
Purchase of unquoted equity investments	17	24,369	(202,203)
Mortgage loans advanced	20 (i)	(3,778)	(6,990)
Mortgage loans repaid	20 (i)	7,178	22,843
Loans on life insurance policies advanced	20 (ii)	(353,625)	(284,964)
Loans on life insurance policies repaid	20 (ii)	146,595	211,355
Net purchase of government securities	18	(14,105,991)	(11,459,014)
Net proceeds of commercial bonds	19	579,736	271,120
Net cash (outflow)/ inflow from investing activities		(5,980,876)	(1,016,832)
Cash flow from financing activities			
Dividends paid		(674,367)	(564,371)
Borrowings		2,181,045	-
Net cash outflow from financing activities		1,506,678	(564,371)
(Decrease)/increase in cash and cash equivalents		(2,983,874)	(2,172,097)
Cash and cash equivalents at start of year	25 (ii)	15,019,997	17,187,969
Exchange gain on translation of cash and cash equivalents	31 (c)	87,353	4,125
Cash and cash equivalents at end of year	25 (ii)	12,123,476	15,019,997