



PRIME INSURANCE LTD

Unaudited financial statement-quarter 1,2024

STATEMENT OF FINANCIAL POSITION

	March 2024 Rwf "000"	December 2023 Rwf "000"
Cash and deposit balances	7,379,971	6,473,506
Cash at hand	1,637,722	431,258
Term deposits	5,742,248	6,042,248
Investments in securities/equities	17,085,736	16,442,834
-Unlisted equities	15,891	15,891
Gov't securities	16,348,765	15,768,088
Debt securities (non-gov't)	721,081	658,856
Loans and receivables	8,225,368	6,214,913
Premium receivables	7,093,437	5,060,328
Reins. and Coins. receivables	130,378	182,251
Other receivables	268,559	287,649
Interest receivables	851,188	785,149
<i>Intercompany-Finafrica</i>	3,260	3,260
<i>Intercompany-Prime Life Insurance</i>	(121,454)	(103,724)
<i>Coins. and Reins. share of ins. liabilities</i>	6,434,389	5,356,574
Property and Equipment	172,712	157,472
Intangible assets	303,387	303,387
Deferred acquisition costs	(369,878)	(168,000)
Other assets	1,383,433	1,077,282
Total assets	40,615,118	35,857,969
Insurance liabilities	19,459,329	17,072,766
UPR	11,423,697	9,663,176
Outstanding claims reserves	6,882,670	6,594,832
IBNR	1,152,962	814,758
Other liabilities	7,418,084	6,228,845
Reins. and Coins. payables	1,749,874	1,678,282
Other liabilities	5,668,210	4,550,562
Total Liabilities	26,877,413	23,301,610
Paid-up capital	7,358,200	7,358,200
Retained earnings	5,102,924	2,230,729
Profit/Loss summary	1,181,346	2,872,195
Other Reserves	95,235	95,235
Total equity	13,737,705	12,556,359
Total liabilities and equity	40,615,118	35,857,969

These financial statements were approved by the Board of Directors on 6th June 2024 and signed on its behalf by:

Col (Rtd) Eugene M. HAGUMA
Chief Executive Officer

Camile KARAMAGA
Board Chairman

Signature

Signature

STATEMENT OF COMPREHENSIVE INCOME

	March 2024 Rwf "000"	March 2023 Rwf "000"
GWP	7,359,859	5,435,115
Premium ceded	(2,374,788)	(2,060,718)
NWP	4,985,071	3,374,398
Net UPR change	(1,413,460)	(27,323)
NEP	3,571,611	3,347,074
Claims paid	1,890,200	1,879,017
Coins./Reins. recoveries	(624,732)	(644,968)
Net O/C reserves change	500,760	297,323
Miscellaneous claims expenses	91,604	59,346
Net claims incurred	1,857,832	1,590,718
Commissions expenses paid	345,051	448,053
Change in DAC	114,625	118,134
Other underwriting Expenses	165,544	52,957
Net Commission Paid	625,219	619,143
Net commission Received	(555,844)	(348,926)
Net Commission	69,376	270,217
Operating expenses	717,544	665,823
Total expenses	786,919	936,040
Investment income	679,232	293,778
Other	81,546	60,790
Other income	760,778	354,568
PBT	1,687,638	1,174,885
Income Tax	(506,291)	(352,470)
Deferred Tax charge		
PAT	1,181,346	822,415

STATEMENT OF CHANGES IN EQUITY

	Share capital	Retained Earnings	Statutory Reserve	Other reserve	Total Equity
January1, 2023	Frw 000	Frw 000	Frw 000	Frw 000	Frw 000
Other comprehensive income for the year	7,358,200	2,230,729	91,815	3420	9,684,164
Profit for the period	-	2,936,798	-	-	2,936,798
December 31, 2023	7,358,200	5,167,527	91,815	3,420	12,620,962
January1, 2024	Frw 000	Frw 000	Frw 000	Frw 000	Frw 000
Other comprehensive income for the year	7,358,200	2,230,729	91,815	3420	9,684,164
Profit for the period	-	506,291	-	-	506,291
March 31, 2024	7,358,200	2,737,020	91,815	3,420	10,190,455

STATEMENT OF CASH FLOWS

	March 2024 Rwf'000	December 2023 Rwf'000
Profit/(loss) before income tax	1,687,638	4,089,921
Adjustments for:	-	-
Depreciation on property and equipment	9,508	16,245
Tax paid	(506,291)	(1,217,726)
Operating loss before changes in working capital	1,190,854	2,888,440
Changes in working capital:		
(Increase)/decrease in Reinsurance share of technical provisions and reserves	(1,077,814)	(858,140)
(Increase)/decrease in receivables arising out of direct insurance arrangements	(2,033,109)	(1,690,607)
(Increase)/decrease in receivables arising out of reinsurance arrangements	51,873	177,973
(Increase)/decrease in deferred acquisition costs	201,878	200,837
Increase in other assets	(353,099)	(263,949)
Increase/(decrease) in unearned premiums	1,760,521	1,646,866
Increase/(decrease) in intercompany	17,730	201,634
Increase/(decrease) in insurance contract liabilities	626,043	1,977,872
Increase/(decrease) in other payables and provisions	1,117,648	1,172,894
(Decrease)/increase in creditors arising from reinsurance arrangements	71,592	(488,010)
Net cash generated/(used in) from operating activities	1,574,115	4,965,811
Investing activities		
Purchase of property and equipment	(24,748)	(35,352)
Investments in Deposits placed with financial institutions	300,000	(312,247)
Investment in corporate bonds	(62,225)	(56,856)
Investment in government bonds	(580,678)	(5,651,788)
Net cash generated from investing activities	(367,651)	(6,056,242)
Net cash generated from financing activities	-	-
Increase/(decrease) in cash and cash equivalents	1,206,465	(1,090,431)
Cash and cash equivalents at start of the year	431,258	1,521,689
Cash and cash equivalents at end of the year	1,637,723	431,258
Represented by		
Cash and bank balances	1,637,722	431,258

CALCULATION OF SOLVENCY MARGIN

Required Solvency Margin		Amount Rwf "000"
1	Gross premium less reinsurance ceded last preceding year	12,337,661
2	Solvency margin Required:20% of NWP or Rwf 500 million whichever is greater	2,467,532
<i>Compliance with Solvency Margin</i>		
3	Total Assets	40,615,118
4	Less:Non-Admitted Assets as per II,a,7	2,868,642
5	less:Deductions for assets subject to maximum admissible %as per 11,B,5	4,479,301
6	Admitted Assets I,3 less I,4 and I,5	33,267,175
7	Less Admitted Liabilities as per III,C,3	28,823,346
8	Solvency margin Available (1,6 less 1,7)	4,443,829
9	Excess or Deficiency of solvency required(I,8 less I,2)	1,976,297
10	Solvency Coverage Ratio (I,8 divided by I,2)	180%

II. A. Non Admitted Assets

	Amount Rwf "000"
1	Intangible Assets
2	Exposures (loans & Investments) to connected persons
3	Loans to insurance intermediaries overdue for more than 6 months
4	Reinsurance receivables overdue for more than 6 months
5	Loans and other receivables overdue for more than 6 months
6	Deferred expenses,deferred taxes and prepayments
7	Total Non-Admitted Assets (add II,A,1 to 7)

II.B. Assets Subject to Maximum Admissible Percentages

	Amount A	Admissible Percentage	Deductions
1	Investment in equities, listed	-	90%
2	Investment in equities, unlisted	-	70%
3	Investment in properties	-	80%
4	Investments in debt securities	721,081	70%
5	Receivables from reinsurers which are not over due	224,750	90%
6	5a) All other Assets (Total assets less II.A,II.B 1,2,3,4,5)	36,800,645	
	Less:		
	(-) Cash	1,637,722	
	(-) Deposit Balances	5,742,248	
	(-) Government securities	16,348,765	
	(b) All other assets subject to maximum %	8,481,004	50%
7	Total Deductions(add II,B,1,2,3 and 4e)		4,479,301

III.C. Admitted Liabilities				
		Amount on B/sheet A	Aditionl percentage factor B	Admitted liabilities
1	<i>Technical Provisions</i>	19,459,329	1,945,933	21,405,262
	Unearned premium	11,423,697	1,142,370	12,566,067
	Unexpired risk		-	-
	Outstanding claims	6,882,670	688,267	7,570,937
	IBNR	1,152,962	115,296	1,268,258
2	All other liabilities (Total liabilities-less Technical provisions)	7,418,084		7,418,084
3	Total Admitted Liabilities	26,877,413	1,945,933	28,823,346