



PRIME INSURANCE LTD

Unaudited financial statement-quarter 2 ended 30 June 2024

STATEMENT OF FINANCIAL POSITION

	June 2024 RWF "000"	December 2023 RWF "000"
Cash and deposit balances	8,292,222	6,473,506
Cash at hand	770,222	431,258
Term deposits	7,522,000	6,042,248
Investments in securities/equities	16,455,250	16,447,701
Unlisted equities	20,758	20,758
Gov't securities	15,713,411	15,768,088
Debt securities (non-gov't)	721,081	658,856
Loans and receivables	6,668,001	6,094,484
Premium receivables	5,365,638	4,898,920
Reins. and Coins. receivables	77,175	223,229
Other receivables	326,787	287,649
Interest receivables	988,665	785,149
<i>Intercompany-Finafrica</i>	3,260	3,260
<i>Intercompany-Prime Life Insurance</i>	(93,525)	(103,724)
<i>Coins. and Reins. share of ins. liabilities</i>	5,561,888	5,414,686
Property and Equipment	167,108	157,472
Intangible assets	314,078	303,387
Deferred acquisition costs	(115,409)	(168,000)
Other assets	1,339,104	1,109,969
Total assets	38,682,240	35,833,204
Insurance liabilities	18,320,045	17,452,213
UPR	10,124,253	9,663,176
Outstanding claims reserves	7,042,830	6,974,279
IBNR	1,152,962	814,758
Other liabilities	5,322,405	5,808,818
Reins. and Coins. payables	616,954	1,801,752
Other liabilities	4,705,451	4,007,066
Total Liabilities	23,642,450	23,261,031
Paid-up capital	7,358,200	7,358,200
Retained earnings	5,114,272	2,230,729
Profit/Loss summary	2,467,616	2,883,543
Other Reserves	99,702	99,702
Total equity	15,039,790	12,572,174
Total liabilities and equity	38,682,240	35,833,204

These financial statements were approved by the Board of Directors on 6th August 2024

STATEMENT OF COMPREHENSIVE INCOME

	June 2024 RWF "000"	June 2023 RWF "000"
GWP	11,695,775	9,676,840
Premium ceded	(3,719,352)	(3,034,696)
NWP	7,976,424	6,642,143
Net UPR change	(832,523)	(1,398,634)
NEP	7,143,901	5,243,509
Claims paid	3,666,213	3,622,795
Coins. /Reins. recoveries	(1,288,836)	(1,127,454)
Net O/C reserves change	539,582	631,647
Miscellaneous claims expenses	141,990	86,877
Net claims incurred	3,058,950	3,213,865
Commissions expenses paid	931,739	763,041
Change in DAC	51,139	209,851
Other underwriting Expenses	254,746	132,284
Net Commission Paid	1,237,624	1,105,176
Net commission Received	(1,121,271)	(1,192,561)
Net Commission	116,352	(87,385)
Operating expenses	1,949,495	1,577,548
Total expenses	2,065,847	1,490,163
Investment income	1,258,382	1,073,061
Other	150,235	147,591
Other income	1,408,617	1,220,651
PBT	3,427,722	1,760,133
Income Tax	(960,106)	(528,040)
PAT	2,467,616	1,232,093

STATEMENT OF CHANGES IN EQUITY

		Share capital	Retained Earnings	Statutory Reserve	Other reserve	Total Equity
		Frw 000	Frw 000	Frw 000	Frw 000	Frw 000
01-Jan-23		7,358,200	2,230,729	91,815	3,420	9,684,164
Profit for the period		-	2,883,543	4,467	-	2,888,010
31-Dec-23		7,358,200	5,114,272	96,282	3,420	12,572,174
		Frw 000	Frw 000	Frw 000	Frw 000	Frw 000
01-Jan-24		7,358,200	5,114,272	96,282	3,420	12,572,174
Profit for the period		-	2,467,616	-	-	2,467,616
30-Jun-24		7,358,200	7,581,888	96,282	3,420	15,039,790

STATEMENT OF CASH FLOWS

	June 2024	December 2023
	Rwf'000	Rwf'000
Profit/(loss) before income tax	3,427,722	4,089,921
Adjustments for:		
Depreciation on property and equipment	9,508	16,245
Tax paid	(960,106)	(1,217,726)
Operating loss before changes in working capital	2,477,124	2,888,440
Changes in working capital:		
(Increase)/decrease in Reinsurance share of technical provisions and reserves	(147,202)	(858,140)
(Increase)/decrease in receivables arising out of direct insurance arrangements	(466,718)	(1,690,607)
(Increase)/decrease in receivables arising out of reinsurance arrangements	146,054	177,973
(Increase)/decrease in deferred acquisition costs	(52,591)	200,837
Increase in tax recoverable		
Increase in other assets	(471,789)	(263,949)
Increase/(decrease) in unearned premiums	461,077	1,646,866
Increase/(decrease) in intercompany	(10,199)	201,634
Increase/(decrease) in insurance contract liabilities	406,756	1,977,872
Increase/(decrease) in other payables and provisions	698,385	1,172,894
(Decrease)/increase in creditors arising from reinsurance arrangements	(1,184,798)	(488,010)
Net cash generated/(used in) from operating activities	1,856,099	4,965,811
Investing activities		
Purchase of property and equipment	(29,834)	(35,352)
Investments in Deposits placed with financial institutions	(1,479,752)	(312,247)
Investment in corporate bonds	(62,225)	(56,856)
Investment in government bonds	54,676	(5,651,788)
Net cash generated from investing activities	(1,517,135)	(6,056,242)
Net cash generated from financing activities	-	-
Increase/(decrease) in cash and cash equivalents	338,964	(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	770,222	431,258
Represented by		
Cash and bank balances	770,222	431,258

CALCULATION OF SOLVENCY MARGIN

SOLVENCY MARGIN REPORT			
Name of insurer: Prime Insurance			
Report as at: 30/06/2024			
I. Calculation of Solvency Margin			
Required Solvency Margin	Amount		
Gross premium less reinsurance ceded last year	12,338		
Solvency Margin Required: 20% of I.1	2,468		
Compliance with Solvency Margin			
Total Assets	38,682		
Less: Non-Admitted Assets as per II.A.7	4,056		
Less: Deductions for assets subject to maximum admissible % as per	4,450		
Admitted Assets I.3 less I.4 and I.5	30,176		
Less Admitted Liabilities as per III.C.3	25,474		
Solvency Margin Available (I.6 less I.7)	4,702		
Excess or Deficiency of solvency required (I.8 less I.2)	2,234		
Solvency Coverage Ratio (I.8 divided by I.2)	191%		
II. A. Non-Admitted Assets			
Intangible assets	314		
Exposures (Loan & Investments) to connected persons	50		
Loans to insurance intermediaries overdue for more than 6 months			
Receivables from reinsurers overdue for more than 6 months			
Loans and other receivables overdue for more than 6 months	3,667		
Deferred expenses, deferred taxes and prepayments	25		
Total Non-Admitted Assets (add II.A.1 to 6)	4,056		
II.B. Deductions for Assets Subject to Maximum Admissible Percentages			
	Amount (A)	Maximum admissible percentages (B)	Deductions A- (AxB)
Investment in equities, listed	-	90%	-
Investment in equities, unlisted	21	70%	6
Investments in debt securities	721	70%	216
Investments in properties	-	80%	-
Receivables from reinsurers which are not overdue	77	90%	8
(a) All other assets (Total assets less II.A.7 and II.B.A 1,2,3,4	33,807		
Less:			
(-) Cash(CURRENT AC)	770		
(-) Deposit Balances	7,522		
(-) Government securities	15,713		
(b) All other assets subject to maximum %	8,439	50%	4,220
Total Deductions (add II.B 1,2,3,4,5 and 6b)			4,450
III.C. Admitted Liabilities			
	Amount on B/Sheet (A)	Additional percentage factor (B)	Admitted liabilities (A+AxB)
Technical Provisions	18,320		
Unearned premium	10,124	10%	11,137
Unexpired risk	-	10%	-
Outstanding claims	7,043	10%	7,747
IBNR	1,153	10%	1,268
All other liabilities (Total liabilities less Technical Provisions	5,322	0%	5,322
Total Admitted Liabilities			25,474