

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2021

	GROUP		COMPANY	
	TOTAL 2021	TOTAL 2020	TOTAL 2021	TOTAL 2020
	Kshs "000"	Kshs "000"	Kshs "000"	Kshs "000"
<b>INCOME</b>				
Gross written premium	7,148,276	6,677,610	6,331,150	6,057,394
Gross Earned premium	7,130,989	6,535,040	6,371,575	5,988,397
Outward Reinsurance Premium	(3,541,306)	(3,133,755)	(3,128,218)	(2,832,160)
<b>Net earned premium</b>	<b>3,589,683</b>	<b>3,401,285</b>	<b>3,243,357</b>	<b>3,156,237</b>
Investment income	1,125,017	809,159	1,074,226	766,747
Commission Earned	569,984	485,671	482,502	405,626
Finance income	6,496	6,838	6,496	6,838
Foreign exchange gains	8,721	9,469	7,132	7,493
<b>Total Income</b>	<b>5,299,901</b>	<b>4,712,422</b>	<b>4,813,713</b>	<b>4,342,941</b>
<b>OUTGO</b>				
Claims & policyholder benefits	2,546,884	2,409,818	2,261,249	2,076,851
Less: Reinsurers' share of claims	836,592	851,142	694,665	596,458
<b>Net claims</b>	<b>1,710,292</b>	<b>1,558,676</b>	<b>1,566,584</b>	<b>1,480,393</b>
Commission payable	776,137	690,089	658,993	601,079
Operating & other expenses	1,522,761	1,491,345	1,319,002	1,312,866
<b>Total outgo</b>	<b>4,009,190</b>	<b>3,740,110</b>	<b>3,544,579</b>	<b>3,394,338</b>
Profit before tax	1,290,711	972,312	1,269,134	948,603
Income tax expense	(344,818)	(289,791)	(334,072)	(275,716)
<b>Profit for the year</b>	<b>945,893</b>	<b>682,521</b>	<b>935,062</b>	<b>672,887</b>
<b>OTHER COMPREHENSIVE INCOME, NET OF TAX</b>				
Items that may not be subsequently classified to profit or loss	235	484	-	-
Items that may be subsequently classified to profit or loss	(191)	7,261	(11,192)	(8,054)
<b>Other comprehensive income for the year, net of tax</b>	<b>44</b>	<b>7,745</b>	<b>(11,192)</b>	<b>(8,054)</b>
<b>Total comprehensive income for the year</b>	<b>945,937</b>	<b>690,266</b>	<b>923,870</b>	<b>664,833</b>

### STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

	GROUP		COMPANY	
	TOTAL 2021	TOTAL 2020	TOTAL 2021	TOTAL 2020
	Kshs "000"	Kshs "000"	Kshs "000"	Kshs "000"
<b>SHAREHOLDERS FUNDS</b>				
Share capital	1,000,000	1,000,000	1,000,000	1,000,000
Other reserve	(31,056)	(19,988)	(32,464)	(21,272)
Contingency reserve	57,511	56,058	-	-
Currency translation reserve	(28,500)	(34,330)	-	-
Retained earnings	5,040,426	4,364,821	4,977,487	4,292,425
Proposed dividends	200,000	150,000	200,000	150,000
Non controlling interest	127,003	102,886	-	-
<b>TOTAL SHAREHOLDERS FUNDS</b>	<b>6,365,384</b>	<b>5,619,447</b>	<b>6,145,023</b>	<b>5,421,153</b>

	GROUP		COMPANY	
	TOTAL 2021	TOTAL 2020	TOTAL 2021	TOTAL 2020
	Kshs "000"	Kshs "000"	Kshs "000"	Kshs "000"
<b>ASSETS</b>				
Intangible assets	30,819	14,252	23,929	13,176
Property and equipment	73,447	70,909	64,749	64,322
Right-of-use asset	169,826	219,111	163,679	205,363
Investment in subsidiaries at cost	-	-	50,147	50,147
Investment properties	2,710,000	2,710,000	2,710,000	2,710,000
Investments in Real Estate Investment Trusts	20,488	-	20,488	-
Other receivables	202,215	237,385	164,405	210,819
Due from subsidiary company	-	-	758	1,878
Kenya Motor Insurance Pool	52,087	75,867	52,087	75,867
Investment in sub-lease	51,629	55,298	51,629	55,298
Deferred income tax	26,088	24,811	-	-
Current tax recoverable	35,174	24,879	6,108	-
Deferred acquisition costs	294,067	261,444	244,525	219,767
Reinsurance share of technical provisions and reserves	2,472,694	2,997,945	2,065,775	2,575,311
Receivables arising out of direct insurance arrangements	494,933	505,117	486,338	502,373
Receivables arising out of reinsurance arrangements	218,257	194,017	169,724	147,183
Corporate bonds at amortised cost	58,973	96,318	58,973	96,318
Debt securities at amortised cost	4,768,216	4,728,165	4,624,873	4,621,980
Debt securities held at fair value through other comprehensive income	1,346,639	615,822	1,346,639	615,822
Equity securities held at fair value through other comprehensive income	8,161	7,493	-	-
Equity securities held at fair value through profit or loss	1,124,639	1,008,252	1,012,524	911,629
Deposits with financial institutions at amortised cost	1,027,395	682,604	710,529	426,896
Cash and bank balances	85,182	84,091	22,938	56,445
<b>TOTAL ASSETS</b>	<b>15,270,929</b>	<b>14,613,780</b>	<b>14,050,817</b>	<b>13,560,594</b>

	GROUP		COMPANY	
	TOTAL 2021	TOTAL 2020	TOTAL 2021	TOTAL 2020
	Kshs "000"	Kshs "000"	Kshs "000"	Kshs "000"
<b>LIABILITIES</b>				
Deferred income tax	292,608	258,324	292,608	258,324
Other payables	572,529	526,602	508,190	473,510
Current tax payable	-	30,947	-	30,947
Lease Liability	399,558	460,120	393,626	446,835
Deferred reinsurance commissions	163,617	163,121	130,846	137,300
Unearned premiums reserve	2,792,478	2,738,102	2,470,720	2,486,880
Payables arising from reinsurance arrangements	488,878	376,840	316,357	280,178
Outstanding claims provision	4,195,877	4,440,277	3,793,447	4,025,467
<b>Total Liabilities</b>	<b>8,905,545</b>	<b>8,994,333</b>	<b>7,905,794</b>	<b>8,139,441</b>
<b>Net assets</b>	<b>6,365,384</b>	<b>5,619,447</b>	<b>6,145,023</b>	<b>5,421,153</b>

<b>KEY RATIOS (%)</b>			
Capital Adequacy Ratio			284%
Claim Ratio	36%	36%	34%
Expense Ratio	19%	19%	18%

The above Statement of Profit or Loss and Other Comprehensive Income and Statement of Financial Position are extracts from the Group and Company's financial statements which were audited by KPMG Kenya and received an unqualified opinion.

The financial statements were approved by the board of directors on 18 March 2022 and signed on its behalf by:

P.R. Lopokoiyit - Chief Executive Officer      J.K. Muiruri - Director      J.K. Kimeu - Director

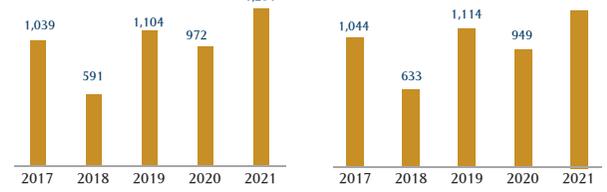
### Gross Written Premium (GWP) Kshs Millions

The Group and Company gross written premium grew by 7% and 5% respectively over 2020 to stand at Kshs 7.1 billion (Company Kshs 6.3 billion). Our Tanzania subsidiary GWP grew by 28%.



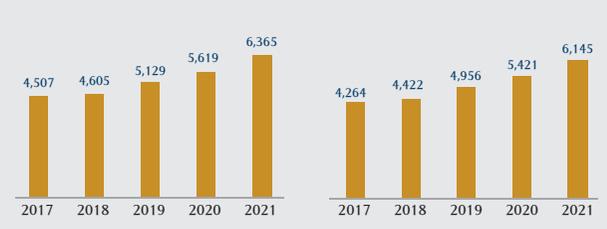
### Profit Before Tax Kshs Millions

The Group and Company reported its highest profit before tax at Kshs 1.291 billion and Kshs 1.269 billion respectively. This was driven by improved investment income supported by stable underwriting performance.



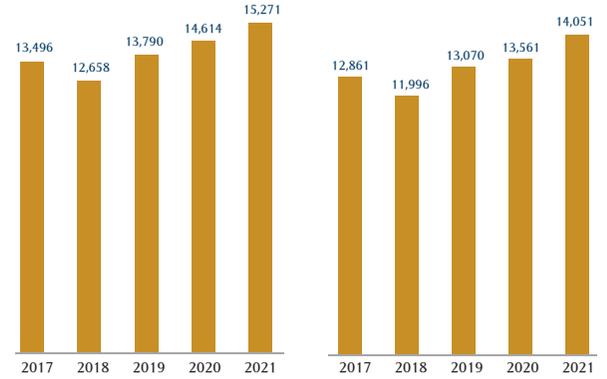
### Shareholders' Funds Kshs Millions

Total shareholders' funds grew by 13.3% for both Group and Company largely due to the improved profit during the year. The Company reported a robust Capital Adequacy Ratio of 316%, up from 284% the year before, exceeding the minimum Risk Based Capital requirements of 200%. Our Tanzania subsidiary also complied with the Capital and Margin of Solvency requirements.



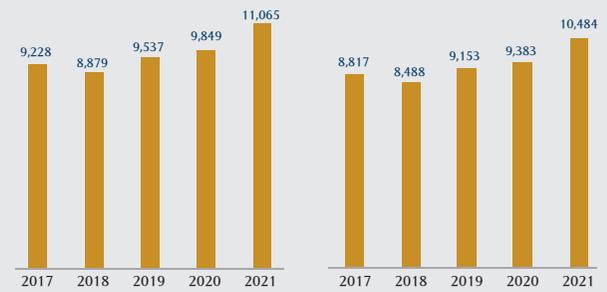
### Total Assets Kshs Millions

Total assets increased by 4.5% and 3.6% at the Group and Company level respectively. The increase was principally due to higher investment assets. The Group and Company has a good mix of assets for returns and liquidity.



### Total Investment Assets Kshs Millions

The Group and Company Investment Assets grew strongly by 12.3% and 11.7% respectively compared to a growth of 3.3% and 2.5% in 2020. Our investment assets at the Group and Company crossed the Kshs 10billion mark during the year. The group and the company retains good quality assets & diverse investment strategies for investment income and is thus uniquely positioned to continue offering superior insurance services to its policyholders.



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