



# ALLIANCE AFRICA GENERAL INSURANCE LIMITED

## SUMMARY STATEMENT OF COMPREHENSIVE INCOME (NON - LIFE) FOR THE YEAR ENDED 31 DECEMBER 2019

	2019 (Ushs'000)	2018 (Ushs'000)
Gross Premium written	15,263,610	12,529,388
Premium ceded to reinsurers	(6,799,583)	(5,769,389)
Net premiums written	8,464,027	6,759,999
Provision for unearned premiums	(1,437,521)	(14,299)
<b>NET PREMIUMS EARNED</b>	<b>7,026,506</b>	<b>6,745,700</b>
Investment income	382,116	357,683
Commission earned	1,584,065	1,792,658
Foreign exchange gains	72,627	49,451
<b>TOTAL INCOME</b>	<b>9,065,314</b>	<b>8,945,492</b>
Net claims incurred	(2,137,903)	(1,899,279)
Commission expenses	(2,207,946)	(2,587,784)
Management expenses	(4,220,919)	(3,370,900)
<b>TOTAL EXPENSES</b>	<b>(8,566,768)</b>	<b>(7,857,963)</b>
<b>PROFIT BEFORE TAX *</b>	<b>498,546</b>	<b>1,087,529</b>
Income tax credit	(123,018)	(280,926)
<b>PROFIT FOR THE YEAR</b>	<b>375,528</b>	<b>806,603</b>

\* Reduced Due To Change In Unearned Premium Reserve Computation Method

### RATIOS:

Solvency ratio	237%	130%
Claims ratio	30%	28%
Management expenses ratio	28%	27%

## SUMMARY STATEMENT OF FINANCIAL POSITION (NON - LIFE) AS AT 31ST DECEMBER 2019

	2019 Ushs'000	2018 Ushs'000
<b>ASSETS</b>		
Property and Equipment	389,911	221,917
Statutory deposit	488,331	480,574
Right - of - use asset - IFRS 16	539,455	-
Deferred income tax asset	291,405	224,093
Premium receivables	6,814,794	6,444,926
Reinsurers share of insurance liabilities and reserves	5,945,918	3,414,845
Other receivables	341,672	225,759
Investment in Government securities	1,107,295	894,814
Investment in fixed deposits with financial institutions in Uganda	5,672,697	5,394,919
Investment in Oil Pool Consortium	75,460	-
Deferred acquisition costs	1,035,381	582,892
Cash and Deposits	92,805	354,352
Total assets	22,795,124	18,239,091
<b>LIABILITIES</b>		
Outstanding claims	2,791,723	2,283,280
Unearned premium	8,366,929	5,011,755
IBNR Provision	468,215	342,492
Payables arising out of reinsurance arrangements	168,439	1,608,696
Current income tax payable	23,669	8,826
Operating lease liability - IFRS 16	583,704	-
Other payables	4,444,027	3,411,202
Total liabilities	16,846,756	12,666,251
<b>NET ASSETS</b>	<b>5,948,368</b>	<b>5,572,840</b>
	-	-
<b>CAPITAL AND RESERVES</b>		
Share capital	5,030,000	5,030,000
Accumulated losses	(107,147)	(158,627)
Contingency reserves	964,085	658,813
Other reserves	61,430	42,654
Total Capital and reserves	5,948,368	5,572,840

## REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF ALLIANCE AFRICA GENERAL INSURANCE LIMITED

### The Opinion

In our opinion, the accompanying summary financial statements of Alliance Africa General Insurance Limited ("the Company") are consistent, in all material respects, with the audited financial statements in accordance with the Ugandan Insurance Act 2017 and the Insurance Regulatory Authority of Uganda circular number 41 of August 2013.

### Summary financial statements

The summary financial statements, derived from the Company's audited financial statements for the year ended December 31, 2019, comprise: the summary statement of financial position as at December 31, 2019, the summary statement of comprehensive income for the year then ended, and other disclosures.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards, the Ugandan Insurance Act and the Ugandan Companies Act. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

### The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the Company's audited financial statements in our report dated May 14, 2020. The report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the audited financial statements of the current period.

### Directors' responsibility for the summary financial statements

The Company's directors are responsible for the preparation of the summary financial statements in accordance with the Ugandan Insurance Act 2017 and the Insurance Regulatory Authority of Uganda circular number 41 of August 2013.

### Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

  
Mr. Shaffin Jamal  
Board Chairman

  
Mr. Yogesh M. Manek  
Director

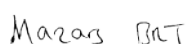
  
Mr. Joseph Baliddawa  
Director

  
Mr. Phillip Karugaba  
Director

  
Mr. K.V.A. Krishnan  
Director

  
Mrs. Norah Njuba Bwaya  
Director

  
Mr. Ashok Mishra  
CEO

  
Mazars  
Certified Public Accountant (Firm No. AF0277)  
June 06, 2020

Date: 28th February, 2020

 MAZARS