

NIC HOLDINGS LIMITED

(Formerly National Insurance Corporation Limited)

Insurance revenue

Insurance services expense

PUBLICATION OF SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS OF NIC HOLDINGS LIMITED FOR THE YEAR ENDED 31 DECEMBER 2023

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY CONSLIDATED AND SEPARATE FINANCIAL STATEMENTS TO THE MEMBERS OF NIC HOLDINGS LIMITED

The summary consolidated and separate financial statements which comprise the summary consolidated and separate statement of financial position as at 31 December 2023 and the statement of financial position as at 31 December 2023 and the summary consolidated and separate statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated and separate statement of cash flows for the year then ended (together "the summary consolidated and separate financial statements"), are derived from the audited consolidated and separate financial statements of NIC Holdings Limited for the year ended 31 December 2023. our oninion the accompanying sum nary consolidated and separate financial statements are consistent, in all material respects, with the audited consolidated and separate financial statements as at year end 31 December 2023, in accordance with the Uganda Securities Exchange Rules 2021

Summary Consolidated and Separate Financial Statements

The summary consolidated and separate financial statements do not contain all the disclosures required by IFRS Accounting Standards as issued by the International Accounting Standards Board, the Insurance Act, 2017 Laws of Uganda and the Companies Act, CAP 106 Laws of Uganda. Reading the summary consolidated and separate financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated and separate financial statements and the auditor's report thereon. The summary consolidated and separate financial statements and the audited consolidated and

separate financial statements do not reflect the effects of events that occured subsequent to the date of our report on the audited consolidated and separate financial statements

The Audited Consolidated and Separate Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 17 September, 2024.

That report also includes:

· An emphasis of matter section which draws attention to Note 5(d)(i) of the consolidated financial statements which notice stuffing of the consolidated inflancal statements which indicates that NIC Life Assurance Company Limited's Capital Adequacy Ratio (CAR) as at 31 December 2023 was 111% which is below the 200% threshold required by the Capital Adequacy and Prudential Requirements, 2020.

- The report on other legal and regulatory requirements draws attention to Note5(d)(i) in respect of the CAR of the subsidiary entities.
- The communication of key audit matters. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current period.

Directors' Responsibility for the Summary Consolidated and Separate Financial Statements

The directors are responsible for the preparation of the summary consolidated and separate financial statements in accordance with the Uganda Securities Exhange Listing Rules, 2021.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary consolidated and separate financial statements are consistent, in all material respects, with the audited consolidated and separate 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.

Group

2023

lish

29.983.893

(26 600 118)

KPMG Certified Public Accountants 3rd Floor, Rwenzori Courts, Plot 2& 4A, Nakasero Road P.O. Box 3509, Kampala, Uganda

2022

Ushs'000

29.271.029

(21 847 695)

Company

2022

2023

can opinion, the accompanying commany concentrated is separate infamiliar statements and the adulted consolidated and is								
SUMMARY CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION								
AS AT 31 DECEMBER 2023								
		Group		Company				
		Restated	Restated					
	31 December, 2023	31 December, 2022	1 January, 2022	31 December, 2023	31 December, 2022			
	Ushs'000	Ushs'000	Ushs'000	Ushs'000	Ushs'000			
ASSETS								
Cash and bank balances	2,468,364	1,133,233	608,195	11,214	2,248			
Other receivables and prepayments	2,508,725	3,283,978	2,606,211	1,729,440	2,476,802			
Reinsurance contract assets	843,886	90,896	679,539		-			
Statutory deposits at amortised cost	1,207,865	1,301,428	1,209,287		-			
Financial Assets:					-			
-At fair value through Profit or loss	2,571,831	3,201,687	2,782,855		-			
-At fair value through other comprehensive income	6,259,772	6,318,913	5,502,620	-	-			
-At amortized cost	11,505,384	23,740,800	9,776,662	-	-			
Investment in subsidiaries		-	-	10,685,765	10,685,765			
Investment properties	55,735,099	54,718,749	52,149,999	7,350,000	10,677,966			
Property and equipment and right of use asset	13,403,939	12,517,001	11,493,525	-	-			
Intangible assets	62,028	95,364	126,624	-	-			

-At fair value through Profit or loss -At fair value through tother comprehensive income -At fair value through other comprehensive income -At amortized cost Investment in subsidiaries Investment properties 55,735,099 54,718,749 52,149,999 7,350,000 10,685,76 Interstment properties 55,735,099 Froperty and equipment and right of use asset Intangible assets 62,028 95,364 126,624 Total Assets 96,566,893 106,402,049 86,935,517 19,776,419 23,842,78 EQUITY Authorized 3,000,000,000 ordinary shares of Ushs5 each. 15,000,000 Issued and fully paid shares 10,618,348 3,000,000,000 ordinary shares of Ushs5 each. 15,000,000 Issued and fully paid shares 10,618,348 3,000,000,000 ordinary shares 67,417 67,417 67,417 3,600,866 67,417 67,417 67,417 3,600,866 67,417 67,417 67,417 3,600,866 67,417 67,417 67,417 67,417 67,418 Contingency reserve - 6,888,97 5,223,930 - 1,555,000 Cher capital contribution 1,555,000 The capital contribution 1,60,767 944,355 330,441 - 1,640,340 40,890,904 44,197,487 38,803,730 10,576,548 10,136,04 IABILITIES Bank overfart 517,173	ASSETS Cash and bank balances Other receivables and prepayments Reinsurance contract assets Statutory deposits at amortised cost Financial Assets:	2,468,364 2,508,725 843,886 1,207,865	1,133,233 3,283,978 90,896 1,301,428	608,195 2,606,211 679,539 1,209,287	11,214 1,729,440 - -	2,248 2,476,802 - -
EQUITY Authorized 3,000,000 ordinary shares of Ushs5 each. 15,000,000 15,	-At fair value through Profit or loss -At fair value through other comprehensive income -At amortized cost Investment in subsidiaries Investment properties Property and equipment and right of use asset	6,259,772 11,505,384 - 55,735,099 13,403,939	6,318,913 23,740,800 54,718,749 12,517,001	5,502,620 9,776,662 - 52,149,999 11,493,525		10,685,765 10,677,966
Authorized 3,000,000,000 ordinary shares of Ushs5 each. 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 15,000,000 10,618,348 10,618,348 7,078,899 10,618,348 10,618,348 10,618,348 7,078,899 10,618,348 10,618,348 7,078,899 10,618,348 10,618,348 7,078,899 10,618,348 10,618,348 10,618,348 7,078,899 10,618,348 10,618,348 7,078,899 10,618,348 10,618,348 7,078,899 10,618,348 10,618,348 7,074,100 67,417 67	Total Assets	96,566,893	106,402,049	86,935,517	19,776,419	23,842,781
Issued and fully paid shares	Authorized	15 000 000	15 000 000	10,000,000	15 000 000	15 000 000
Share premium	5,000,000,000 ordinary shares or usinso each.	15,000,000	13,000,000	10,000,000	13,000,000	15,000,000
Other capital contribution 1,555,000 Retained earnings 27,388,404 22,316,022 18,895,221 (1,664,217) 1,555,000 (549,722 fair value reserve 100,968 10,866 566,544 - 34,355 330,441 10,666 566,544 - 34,355 330,441 10,136,04 Shareholders equity 40,890,904 44,197,487 38,803,730 10,576,548 10,136,04 10,136,04 LIABILITIES Bank overdraft 517,173 517,173 517,173 517,173 517,173 517,173 517,173 517,173 517,173 517,174 517	Share premium Contingency reserve		67,417	3,606,866		10,618,348 67,417
Assets revaluation reserve 1,160,767 944,355 330,441 - Shareholders equity 40,890,904 44,197,487 38,803,730 10,576,548 10,136,04 LIABILITIES Bank overdraft 517,173	Other capital contribution		710,000	-		- (549,722)
Clabilities Sank overdraft S17,173 S17,174 S17,175 S17					-	-
Bank overdraft	Shareholders equity	40,890,904	44,197,487	38,803,730	10,576,548	10,136,043
Income tax payable		517,173	-	-		-
Investment contract liabilities	Income tax payable	4,640,340	4,622,631	5,688,894		1,919,254 8,760
Loans and borrowing Deferred tax liabilities 5,022,387 2,609,370 11,184,732 3,103,914 5,022,387 3,103,914 11,184,732 3,985,370	Investment contract liabilities Reinsurance contract liabilities	4,768,589 402,240	5,124,518 526,851	5,466,329 377,517	-	-
	Loans and borrowing	5,022,387	11,184,732	-		593,992 11,184,732 -
	Total liabilities	55,675.989	62,204.562	48,131,787	9,199.871	13,706,738
	Total equity and liabilities					23,842,781

SUMMARY CONSOLIDATED	AND SEPARATE STATEMENT OF CASH FLOWS
FOR THE VE	AD ENDED OF DECEMBED 0000

Group

Operating activities: Net cash flows generated from operating activities
Investing activities:
Net cash flows from investing activities
Financial activities:
Net cash flows from financing activites
Net increase in cash and cash equivalents
Movement in cash and cash equivalents:
At start of the year
Net increase in cash and cash equivalents

1111161, 2023	31 December, 2022	of Decelliner, 2025	31 December, 2022
Ushs'000	Ushs'000	Ushs'000	
(5,138,189)	2,061,746	2,706,852	(502,146)
13,006,310	(12,792,823)	3,205,729	(10,677,966)
(7,050,583)	11,261,409	(5,903,615)	11,182,360
817,538	530,332	8,966	2,248
1,133,233	608,195	2,248	
817,538	530,332	8,966	2,248
420	(5,294)	-	-
1,951,191	1,133,233	11,214	2,248
	Ushs'000 (5,138,189) 13,006,310 (7,050,583) 817,538 1,133,233 817,538 420	Ushs'000 (5,138,189) Ushs'000 2,061,746 13,006,310 (12,792,823) (7,050,583) 11,261,409 817,538 1,133,233 608,195 817,538 817,538 530,332 420 (5,294)	Ushs'000 (5,138,189) Ushs'000 2,061,746 Ushs'000 2,706,852 13,006,310 (12,792,823) 3,205,729 (7,050,583) 11,261,409 (5,903,615) 817,538 530,332 8,966 1,133,233 608,195 2,248 817,538 530,332 8,966 420 (5,294) -

	mourance our vices expense	(20,000,110)	(21,041,000)		
	Insurance service results before reinsurance contracts held	3,383,775	7,423,334	-	-
	Expenses from reinsurance contracts held	(11,526,152)	(11,382,730)	_	_
	Income from reinsurance contracts held	3,390,923	1,678,888	_	_
	Net expense from reinsurance contracts held	(8,135,229)	(9,703,842)		
	Insurance service result	(4,751,454)	(2,280,508)		-
		(, - , -)	(, ==,==,		
	Investment income	2,866,903	2,558,976	2,703,859	133,350
	Interest income calculated using the effective interest method	2,074,197	1,939,836	408	
	Net impairment (loss)/gain on financial assets	(399,810)	352,636	(1,220)	(62,480)
	Fair value (loss)/gain on financial assets through profit or loss	(629,856)	418,832	1	-
	Fair value gain/(loss) on investment properties	682,134	2,286,298	(122,237)	-
	Investment return	4,593,568	7,556,578	2,580,810	70,870
	Insurance finance expenses	(502,210)	(536,471)	-	-
.	Reinsurance finance income	56,513	76,845	-	-
	Net Insurance services expense	(445,697)	(459,626)	-	-
	Net investment and financial result	4,147,871	7.096.952	2.580.810	70.870
	Not invostment and imanotal result	4,147,071	7,000,002	2,000,010	70,070
	Other income/(expense)	995.209	411.665	(2,260)	-
	Finance cost	(1,472,589)	(650,360)	(1,347,638)	(538,934)
	Net foreign exchange difference	7,424	(42,692)	653	153
	Other expenses – non attributable	(1,273,313)	(1,594,801)	(128,246)	(73,051)
	Net investment, finance and other income	2,404,602	5,220,764	1,103,319	(540,962)
	(Loss)/profit before taxation	(2,346,852)	2,940,256	1,103,319	(540,962)
	Taxation (charge)/credit	(32,105)	412,993	(94,144)	(8,760)
	(Loss)/profit after taxation	(2,378,957)	3,353,249	1,009,175	(549,722)
	Other comprehensive income				
	Items within OCI that may not be reclassified to Profit or Loss:				
	Fair value gain on financial assets, gross of tax	144.703	450,959		
	Deferred tax on fair value through OCI	(10,071)	265.635	-	-
	Deletted tax oil tall value tillough ool	134,632	716,594		
	Revaluation gain on property and equipment	309,161	877,020	-	_
	Deferred tax on revaluation gain on property and equipment	(92,749)	(263,106)	_	
		216,412	613,914	-	-
	Other comprehensive income net of tax	351,044	1,330,508	-	-
	Total comprehensive income for the year	(2,027,913)	4,683,757	1,009,175	(549,722)

SUMMARY CONSOLIDATED AND SEPARATE STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2023

	SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2023									
		Share Capital Ushs '000	Share Premium Ushs '000	Capital Reserve Ushs '000	Retained Earnings Ushs '000	Fair Value Reserve Ushs '000	Revaluation Reserve Ushs '000	Contingency Reserve Ushs '000	Other capital contribution Ushs '000	Total Ushs '000
1	At 1 Jan 2023- restated	10,618,348	67,417	2,661,522	22,316,022	10,866	944,355	6,868,957	710,000	44,197,487
	Loss for the Year Other Comprehensive Income	-	-	-	(2,378,957)	134,632	216,412	-		(2,378,957) 351,044
1	Total comprehensive income	-			(2,378,957)	134,632	216,412	-	-	(2,027,913)
	Fair value on Disposed shares	-	-	-	44,530	(44,530)	-	-	-	(0.400.670)
1	Dividend declared Transfer- Capital reserves			(2,661,522)	(2,123,670) 2,661,522	-	-	-	-	(2,123,670)
	Transfer- Contingency reserves	-	-	(2,001,322)	6,868,957	-	-	(6,868,957)	-	-
1	Deposit for shares		-	_	_		_	_	845.000	845,000
1			-	(2,661,522)	7,451,339	(44,530)	-	(6,868,957)	845,000	(1,278,670)
.										
1	At 31 Dec 2023	10,618,348	67,417		27,388,404	100,968	1,160,767		1,555,000	40,890,904

The consolidated financial statements were approved by the Board of Directors on 16th September, 2024 and were signed on behalf of the Board by:



Foreign exchange difference At end of the year

Dr Alan Shonuhi

ımary Consolidated The above summary Consolidated and Separate Statement of Financial Position and sum and Separate Statement of Comprehensive Income are derived from the Consolidated and Separate financial statements of NIC Holdings Limited for the year ended 31 December 2023 which were audited by KPMG Certified Public Accountants and received an unqualified opinion. NOTICE OF THE 23RD ANNUAL GENERAL

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NOTICE IS HEREBY GIVEN that the 23rd virtual Annual General Meeting of NIC Holdings Limited ("the Company") will be held on Thursday. 17th October, 2024 at 2.00 pm prompt to

2. To re-elect or elect Directors in place of the

1. To lay before the members the financial

nents for the year ended 31st Decem

2023 together with the reports of the Directors

ORDINARY BUSINESS

3. To ratify the appointment of Air Vice Marshal Walter Ogujiofor (Rtd) and Mr. Kabir Tukur as Directors of the Company.

4. To appoint/reappoint External Auditors of the Company for the year ending 31st December, 2024 and to authorize Directors to determine

5. To approve the remuneration of Directors. Dated this 16th day of September, 2024

BY ORDER OF THE BOARD Do FLIAS FDIL ESO

COMPANY SECRETARY

NOTES:
i) The Board of Directors has approved that the 23rd Annual General Meeting of the Company shall be convened virtually in line with Article 33, Articles of Association of the Company.
ii) Any shareholder wishing to participate in the meeting should register for the Annual General Meeting (AGM) by dialing *284*31# (Uganda networks) and *483*819# (Kenya networks) on their mobile telephones and following the various prompts until they are registered to attend. To be registered for the AGM, shareholders may also seed email to nicagm@image.co.ke. A shareholder/proxy will require the ID/Passport number which was used to nurchase shares and/or their SCDA Account integrine image.co.e. A state intoler ploxy win regular die ID/rasopia number which was used to purchase shares and/or their SCD Account number. A link to the registration portal shall also be emailed to every shareholder using the email addresses or sent by sms to the telephone numbers already registered in the database of the Company and/or

its Registrars. For assistance, shareholders should call the following helplines (256 762 260 804/+256 758 336 660) between 9.00 am and 5.00pm EAT Monday to Friday or send email to nicagm@image.co.ke;

- 5.00pm EAT Monday to Friday or send email to nicagm@image.co.ke; eedu@nic.co.ug.
 iii) Registration for the AGM opens on 23rd September, 2024 and will close on 15th October, 2024 at 5.00pm (Kampala time).
 iv) All shareholders and proxies who have successfully registered to attend the AGM will be able to follow the meeting proceedings and participate using the live stream platform.
 v) By registering to attend the virtual AGM, shareholders consent to receive all messages about the meeting.
 vi) Shareholders are encouraged to update their contact details on the register. For assistance in this regard, shareholders may contact the Company's share registrar, SGD Registrars on telephones: +256-312-370815/17/18 and / or email: registry@use.or.ug

| vii) PROXY

(a) A Member of the Company entitled to attend and vote at the General Meeting is entitled to appoint a proxy to attend and vote instead of him/her. A proxy need not also be a Member. For the appointment to be valid, a completed proxy form must be deposited or emailed to the Company Secretary, NIC Holdings Limited, Plot 3 Pilkington Road, P. O. Box 7134, Kampala, Uganda (Email: edu@Ric.co.ug), not less than 48 hours before the time fixed for holding the meeting.

(b) The Proxy form and other documents for the AGM may be downloaded from the Company's website wown his cour.

paded from the Company's website www.nic.co.ug

viii) CLOSURE OF REGISTER OF MEMBERS

accordance with Rule 36(2)(b) Uganda Securities Exchange Listing Rules, 2021 the Register of Members and Transfer Books of the

Company will be closed from 10th October, 2024 – 11th October, 2024 (both dates inclusive) to enable the Registrars update the records in preparation for the AGM.

3 The Notice of the AGM, annual report, and proxy form will be uploaded on the Company website, www.nic.co.ug. The reports will also be accessible via the live stream link or the USSD codes for the AGM.

4 The Notice of the AGM, annual report, and proxy form will be uploaded on the Company website, www.nic.co.ug. The reports will also be accessible via the live stream link or the USSD codes for during the meeting, shareholders will receive an SMS prompt with instructions on their registered mobile phone are solution authorizing the directors to increase the Company's are updated. As parate and stream to the Lordon and the company share capital from Ushs 10,618,347,885/- to any amount to Ushs 30,226,191,025/-. However, the Rights Issue process, nich effectively commenced in October, 2022 with the appointment Messrs Crested Capital as lead transaction adviser, has not been medium and the company share to the Company website, www.nic.co.ug. The reports will also be accessible via the live stream link or the USSD codes for during the meeting, shareholders will receive an SMS prompt with instructions on their registered mobile phone day and provided and the Company website, www.nic.co.ug. The reports will also be accessible via the live stream link or the USSD codes for during the meeting, shareholders will receive an SMS prompt with instructions on their registered mobile phone day provided in the year ended 31st December, 2023.

(5) For general enquiries including any question regarding dividend apyments, shareholders are please requested to call the Company Secretary on +25641711990 or seed end end it on inc@nic.co.ug.

(6) Asserted the AGM.

(8) The Notice of the AGM.

(9) The Notice of the AGM, annual report, and proxy in the Helphone Company website, www.nic.co.ug. Company will be closed from 10th October, 2024 – 11th October, 2024 (both dates inclusive) to enable the Registrars update the records in preparation for the AGM.

(ix) DIVIDEND

The Board of Directors has not recommended dividend in the year ended 31st December, 2023.

X) RIGHTS ISSUE

At the 21st AGM held on 14th July, 2022 shareholders approved the resolution authorizing the directors to increase the Company's paid-up share capital from Ushs 10,618,347,885/- to any amount up to Ushs 30,226,191,025/-. However, the Rights Issue process, which effectively commenced in October, 2022 with the appointment of Messrs Crested Capital as lead transaction adviser, has not been concluded. A separate announcement on the Rights Issue process providing the timelines for completion will be issued in due course.

- registered stockbroker to fully participate in share transactions