

NIC HOLDINGS LIMITED

**MANAGEMENT ACCOUNTS
AS AT 30 JUNE 2021**

NIC HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021**

	General Insurance	Long-term Insurance	Un-audited 30 Jun 2021 Total	General Insurance	Long-term Insurance	Audited 31 Dec 2020 Total
	Ushs'000	Ushs'000	Ushs'000	Ushs'000	Ushs'000	Ushs'000
ASSETS						
Cash and Cash equivalent	999,759	331,251	1,331,010	1,019,483	142,370	1,161,853
Other receivables and prepayments	2,423,611	298,245	2,721,857	1,934,562	265,975	2,200,537
Premium receivables	3,654,841	-	3,654,841	6,407,632	-	6,407,632
Deferred acquisition costs	502,311	-	502,311	404,851	-	404,851
Financial Assets;						
Fair value through Profit or loss	728,186	1,380,853	2,109,039	724,962	1,344,647	2,069,609
Fair value through OCI	5,232,535	-	5,232,535	5,223,276	-	5,223,276
At amortized cost	7,153,161	1,166,901	8,320,063	6,996,135	1,120,190	8,116,325
Reinsurance Assets	4,987,114	-	4,987,114	9,634,357	-	9,634,357
Held for sale properties	20,150,000	15,641,250	35,791,250	20,150,000	18,551,250	38,701,250
Investment Properties	19,144,999	-	19,144,999	19,144,999	-	19,144,999
Property and equipment	10,086,822	645,503	10,732,325	6,875,337	689,990	7,565,327
Intangible Assets	152,367	-	152,367	203,672	-	203,672
Statutory deposits	462,871	340,665	803,536	440,509	319,879	760,388
TOTAL ASSETS	75,678,577	19,804,669	95,483,247	79,159,774	22,434,301	101,594,075
LIABILITIES						
Insurance Contract Liabilities	9,759,198	2,807,319	12,566,517	15,606,871	2,746,131	18,353,003
Investment Contract Liabilities	-	6,352,588	6,352,588	-	7,351,680	7,351,680
Payable arising from Reinsurance Contracts	7,175,866	361,277	7,537,144	6,555,280	210,392	6,765,672
Other payables and Accruals	20,974,966	2,105,889	23,080,854	19,873,659	4,649,710	24,523,369
Income tax payable	4,974,613	698,482	5,673,095	4,876,064	698,482	5,574,546
Dividend payable	596,473	-	596,473	599,039	-	599,039
Deferred tax liabilities	2,097,969	975,405	3,073,374	2,097,968	975,399	3,073,367
TOTAL LIABILITIES	45,579,085	13,300,960	58,880,045	49,608,882	16,631,795	66,240,677
NET ASSETS	30,099,492	6,503,710	36,603,202	29,550,893	5,802,506	35,353,398
EQUITY						
Share capital	4,043,899	3,035,000	7,078,899	4,043,899	3,035,000	7,078,899
Share premium	1,820,758	1,786,108	3,606,866	1,820,758	1,786,108	3,606,866
Contingency reserve	5,228,739	211,733	5,440,472	5,228,739	197,320	5,426,059
Capital Reserves	2,305,151	-	2,305,151	2,282,393	-	2,282,393
Retained earnings	15,838,992	1,470,868	17,309,861	15,406,605	784,078	16,190,683
Fair value reserve	598,126	-	598,126	504,670	-	504,670
Assets revaluation reserves	263,829	-	263,829	263,829	-	263,829
SHAREHOLDERS' FUNDS	30,099,493	6,503,710	36,603,203	29,550,893	5,802,506	35,353,398

NIC HOLDINGS LIMITED

CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2021

	General Insurance Business Ushs'000	Long-term Insurance Business Ushs'000	Un-audited 30 Jun 2021 Ushs'000	General Insurance Business Ushs'000	Long-term Insurance Business Ushs'000	Un-audited 30 Jun 2020 Ushs'000
Gross premium written	9,295,367	1,441,292	10,736,659	8,633,609	692,505	9,326,114
Changes in unearned premium	1,328,172	-	1,328,172	1,458,813	-	1,458,813
Gross Premium Income	10,623,540	1,441,292	12,064,831	10,092,423	692,505	10,784,928
Reinsurance cost	(4,066,283)	(188,574)	(4,254,857)	(3,895,038)	(114,277)	(4,009,314)
Net Premium Income	6,557,256	1,252,718	7,809,974	6,197,385	578,228	6,775,613
Fees and commission income	625,349	37,686	663,035	585,489	22,699	608,187
Deferred acquisition cost	97,460	-	97,460	326,772	-	326,772
Net underwriting income	7,280,065	1,290,404	8,570,469	7,109,646	600,927	7,710,573
Claims expenses (Gross)	277,998	(316,329)	(38,331)	(1,401,186)	(234,174)	(1,635,360)
Recovered & recoverable from reinsurers	(1,123,073)	-	(1,123,073)	421,430	-	421,430
Net claims incurred	(845,075)	(316,329)	(1,161,404)	(979,755)	(234,174)	(1,213,930)
Commission	(1,178,548)	(164,492)	(1,343,040)	(960,019)	(78,967)	(1,038,986)
Life Fund surplus/(deficit)		(109,123)	(109,123)		(40,603)	(40,603)
Maintenance and management expenses	(4,607,856)	(791,285)	(5,399,141)	(4,311,998)	(704,445)	(5,016,442)
	(6,631,479)	(1,381,229)	(8,012,708)	(6,251,771)	(1,058,189)	(7,309,961)
Underwriting Profit	648,586	(90,825)	557,761	857,875	(457,263)	400,612
Investment income	842,054	294,726	1,136,780	918,910	290,126	1,209,036
Interest income	419,584	66,871	486,454	374,024	70,735	444,759
Other income	(99,827)	591,800	491,973	251,100	157,007	408,108
Fair value gain through Profit or loss	3,225	36,206	39,431	(16,297)	(86,857)	(103,153)
Net operating income	1,813,621	898,778	2,712,400	2,385,613	(26,251)	2,359,362
DAP Fund surplus/(deficit)	-	(197,574)	(197,574)	-	(153,898)	(153,898)
Impairment loss on receivables	(1,259,927)	-	(1,259,927)	(644,447)	-	(644,447)
Profit/(loss) before taxation	553,694	701,204	1,254,898	1,741,167	(180,149)	1,561,018
Taxation	(98,549)	-	(98,549)	(360,286)	-	(360,286)
Profit / (loss) after taxation	455,145	701,204	1,156,349	1,380,880	(180,149)	1,200,731
Other comprehensive income (net of tax)						
Items within OCI that may not be reclassified to Profit or Loss:						
Fair value gain /(loss) on financial assets through OCI	93,456	-	93,456	-	-	-
Fair value gain on property, plant and equipment.	-	-	-	-	-	-
Total other comprehensive income for the period	93,456	-	93,456	-	-	-
Total comprehensive income/(loss) for the period	548,601	701,204	1,249,805	1,380,880	(180,149)	1,200,731
Earnings per share						
Basic			0.9			0.8

NIC HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2021**

	Share capital Ushs'000	Share Premium Ushs'000	Revenue reserve Ushs'000	Fair value reserve Ushs'000	Assets Revaluation reserve Ushs'000	Capital reserve Ushs'000	Contingency reserve Ushs'000	Total Ushs'000
At 1 January 2020	7,078,899	3,606,866	16,190,683	504,670	263,829	2,282,393	5,426,059	35,353,398
Profit for the year	-	-	1,156,349	-	-	-	-	1,156,349
Transfer to contingency reserve	-	-	(14,413)	-	-	-	14,413	-
Transfer to capital reserve	-	-	(22,758)	-	-	22,758	-	-
Other Comprehensive Income	-	-	-	93,456	-	-	-	93,456
At 30 June 2021	7,078,899	3,606,866	17,309,861	598,126	263,829	2,305,151	5,440,472	36,603,203
At 1 January 2019	7,078,899	3,606,866	14,983,948	175,461	299,390	2,110,250	4,895,964	33,150,778
IFRS 16 impact on adoption	-	-	-	-	-	-	-	-
Profit for the year	-	-	1,908,972	-	-	-	-	1,908,972
Dividends declared during the year	-	-	-	-	-	-	-	-
Transfer to contingency reserve	-	-	(530,095)	-	-	-	530,095	-
Transfer to capital reserve	-	-	(172,143)	-	-	172,143	-	-
Other Comprehensive Income	-	-	-	329,209	(35,561)	-	-	293,648
At 31 December 2020	7,078,899	3,606,866	16,190,683	504,670	263,829	2,282,393	5,426,059	35,353,398

NIC HOLDINGS LIMITED

CONSOLIDATED STATEMENT OF CASHFLOW FOR THE PERIOD ENDED 30 JUNE 2021

NOTES TO THE STATEMENT OF CASHFLOWS	General Insurance Business Ushs'000	Long term Insurance Business Ushs'000	Total 30 JUN 2021 Ushs'000	General Insurance Business Ushs'000	Long term Insurance Business Ushs'000	Total 31 DEC 2020 Ushs'000
CASH FLOWS FROM OPERATING ACTIVITIES						
Profit/(loss) before taxation	553,694	701,204	1,254,898	2,508,733	177,335	2,686,069
Adjustments for:						
Increase in insurance funds						
Depreciation	376,468	44,486	420,954	802,659	90,016	892,675
Fair value (gains)/losses on financial sssets at FVTPL	(3,225)	(36,206)	(39,431)	21,650	246,167	267,817
Fair value gains on investment properties	-	-	-	(2,049,000)	(1,372,550)	(3,421,550)
(Profit) / Loss on disposal of Held for sale properties	-	(591,500)	(591,500)	(2,858)	(102,610)	(105,468)
Exchange (gain) / loss	114,491	-	114,491	22,929	-	22,929
	1,041,429	117,984	1,159,413	1,304,114	(961,642)	342,472
Movements in working capital						
Decrease/(increase) in premiums outstanding	2,752,792	-	2,752,792	(393,790)	-	(393,790)
(Increase)/decrease in sundry debtors	(853,020)	(22,908)	(875,928)	(580,376)	37,712	(542,664)
Movement in related party balances	(141,422)	-	(141,422)	240,987	-	240,987
Movement in reinsurers' balances	5,267,829	150,888	5,418,717	(3,670,540)	109,583	(3,560,957)
Movement in sundry creditors	(592,999)	(344,130)	(937,129)	476,404	433,691	910,095
Movement in amounts payable under deposit administration contracts	-	(988,955)	(988,955)	-	(1,495,854)	(1,495,854)
Movement in managed funds	-	(10,126)	(10,126)	-	9,683	9,683
Change in Inter division balances	2,199,698	(2,199,698)	(0)	(651,994)	648,850	(3,144)
Change in deferred acquisition cost (DAC)	(97,460)	-	(97,460)	136,161	-	136,161
Change in insurance contract liabilities & unearned premium reserves	(5,847,673)	61,186	(5,786,487)	3,860,203	(450,239)	3,409,964
Cash (used) / generated in operations	3,729,173	(3,235,758)	493,416	721,170	(1,668,216)	(947,046)
Tax paid	-	-	-	(570,963)	(128,098)	(699,061)
Net cash used by operating activities	3,729,173	(3,235,758)	493,416	150,207	(1,796,314)	(1,646,107)
CASH FLOWS FROM INVESTING ACTIVITIES						
Movement in policy loans	-	13,813	13,813	-	-	-
Disposal of Held for sale properties	-	3,501,500	3,501,500	822,858	350,000	1,172,858
Purchase of Fixed assets	(32,482)	-	(32,482)	(499,392)	(2,914)	(502,306)
Purchase of Unquoted shares	(30,294)	-	(30,294)	(67,380)	-	(67,380)
Purchase of Property	(3,504,167)	-	(3,504,167)	-	-	-
Movement in financial assets at amortized cost	(179,388)	(90,675)	(270,062)	(342,437)	(37,380)	(379,817)
Net cash used in investing activities	(3,746,331)	3,424,639	(321,692)	(86,352)	309,706	223,354
CASH FLOWS FROM FINANCING ACTIVITIES						
Dividend paid	(2,566)	-	(2,566)	(362)	-	(362)
Net cash generated from/(used in) financing activities	(2,566)	-	(2,566)	(362)	-	(362)
Net movement in cash and cash equivalents	(19,724)	188,881	169,157	63,493	(1,486,608)	(1,423,115)
Cash and cash equivalents at the beginning of the year	1,019,483	142,370	1,161,853	955,990	1,628,978	2,584,968
ECL movement in cash and cash equivalent	-	-	-	-	-	-
Cash and cash equivalents at the end of the period/year	999,759	331,251	1,331,010	1,019,483	142,370	1,161,853
Represented by;						
Cash and cash equivalents	999,759	331,251	1,331,010	1,019,483	142,370	1,161,853