

## Audited Financial Statements of Radiant Insurance Company Ltd

For the year ended 31  
December 2021

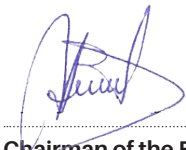
### A. Statement of Comprehensive Income as at 31 December 2021

Figures in RWF''000''	2021	2020
<b>Gross written premiums</b>	<b>13,773,910</b>	<b>12,454,735</b>
Change in unearned premium	(62,709)	275,561
Gross earned premium	13,711,201	12,730,296
Less premium ceded to reinsurers	(3,033,818)	(2,016,264)
<b>Net premium revenue</b>	<b>10,677,383</b>	<b>10,714,031</b>
Add: commission earned	528,817	304,111
less: commission paid	-	-
<b>Net Earned premium Revenue</b>	<b>11,206,200</b>	<b>11,018,142</b>
Gross claims paid	9,805,715	9,820,974
Less: Amount recoverable from re-insurers	(1,015,865)	(1,862,839)
Change in outstanding claims	(79,171)	(121,642)
Change in Reserve for Incurred But Not Reported claims (IBNR)	-	-
<b>Net insurance claims incurred</b>	<b>8,710,679</b>	<b>7,836,493</b>
Commission expenses	(847,683)	(1,117,106)
Management expenses	(3,132,182)	(3,139,267)
Net Underwriting profit/loss	(1,484,344)	(1,074,724)
Investment income	1,104,626	1,009,301
Other operating income	1,456,570	874,882
Interest income	-	-
Other income	54,439	69,136
<b>Total operating income</b>	<b>2,615,635</b>	<b>1,953,319</b>
Operating expenses other than management		
Interest expenses/finance costs		
Other expenses		
Profit before income tax	1,131,291	878,595
Income tax expense/(charge)	(408,346)	(304,101)
<b>Net Profit for the year</b>	<b>722,945</b>	<b>574,494</b>
Other comprehensive income (Specify)	-	0
<b>Total Comprehensive income for the year</b>	<b>722,945</b>	<b>574,494</b>



Director

Date: 30<sup>th</sup> March 2022



Chairman of the Board of Directors

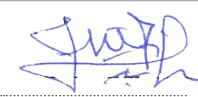
Date: 30<sup>th</sup> March 2022

### B. Statement of financial position as at 31 December 2021

Figures in RWF''000''	2021	2020
<b>ASSETS</b>		
<b>Non - Current Assets:</b>		
Property and equipment	1,327,367	830,625
Intangible assets	10,470	965
Investment in properties	1,779,361	1,188,737
Investment in associates		
Investment in unquoted shares	360,000	260,000
Held to maturity investment	3,500,100	2,550,100
Investment in quoted shares		
Financial assets- at amortized cost		
Financial assets- at FVPL		
salvage and subrogation assets		
<b>Total non- current assets</b>	<b>6,977,298</b>	<b>4,830,427</b>
<b>Current Assets:</b>		
Premium Receivables	518,675	413,681
Reinsurance Receivables	5,868,255	4,212,169
Other receivables	6,072,158	4,778,416
Deferred tax assets	-	44,082
Deferred acquisition costs	350,473	236,348
Income tax recoverable	-	310,965
Financial assets - Term deposits	906,000	1,550,000
Cash and bank balances	1,827,699	1,503,634
Total current assets	<b>15,543,260</b>	<b>13,049,295</b>
<b>Total Assets</b>	<b>22,520,558</b>	<b>17,879,722</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	4,000,000	4,000,000
Share holders' funds	200,000	-
Property revaluation reserve		
Fair value reserve		
Other reserves	1,329,419	
Profit for the year	722,945	574,499
Retained earnings/Accumulated losses	468,849	(105,650)
<b>Total equity</b>	<b>6,721,213</b>	<b>4,468,849</b>
<b>Liabilities</b>		
<b>Technical provisions:</b>		
Outstanding claims / claims payable	3,905,495	4,110,834
Provision for Incurred But Not Reported claims (IBNR) xxx xxx	2,547,562	1,480,119
Provision for unearned premium	4,641,215	4,471,881
Unexpired Risks Reserve (URR)	-	-
Total technical provision	<b>11,094,272</b>	<b>10,062,834</b>
<b>Other liabilities:</b>		
Reinsurance payable	2,662,396	2,024,872

Figures in RWF''000''	2021	2020
Commission payable	-	2,899
Lease liability	758,884	197,352
Due to related parties		
Deferred income tax payable	255,311	224,292
Current income tax payable	333,245	304,101
Other payables and accruals	695,237	594,524

Figures in RWF''000''	2021	2020
<b>Total liabilities</b>	<b>4,705,073</b>	<b>3,348,040</b>
<b>Total equity and liabilities</b>	<b>22,520,558</b>	<b>17,879,722</b>



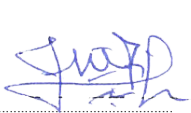
Director  
Date: 30<sup>th</sup> March 2022



Chairman of the Board of Directors  
Date: 30<sup>th</sup> March 2022

### C. Statement of Changes in equity as at 31 December 2021

Figures in RWF''000''	Share capital	Revaluation reserve	Contribution pending allotment	Retained earnings	Fair value reserve	Total Equity
As at 1 January 2020	4,000,000			(105,650)	-	3,894,350
Adjustment	-			5	-	5
Total comprehensive income				574,494		574,494
<b>Total comprehensive income</b>	<b>4,000,000</b>			<b>468,849</b>	-	<b>4,468,849</b>
<b>As at 31<sup>st</sup> December 2020</b>	<b>4,000,000</b>	-	-	<b>468,849</b>	-	<b>4,468,849</b>
As at 1 January 2021	4,000,000			468,849	-	4,468,849
		1,329,419	200,000			1,529,419
Total comprehensive income	-			722,945	-	722,945
<b>Total comprehensive income</b>	<b>4,000,000</b>	<b>1,329,419</b>	<b>200,000</b>	<b>1,191,794</b>	-	<b>6,721,213</b>
<b>As at 31<sup>st</sup> December 2020</b>	<b>4,000,000</b>	<b>1,329,419</b>	<b>200,000</b>	<b>1,191,794</b>	-	<b>6,721,213</b>



Director  
Date: 30<sup>th</sup> March 2022



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### D. Statement of Cash Flows as at 31 December 2021

Figures in RWF''000''	2021	2020
Cash flow from operating activities		
Profit before tax	1,131,291	878,595
<b>Adjustment for;</b>		
Depreciation property and equipment	355,485	308,612
Adjustment in PP&E	198,769	(350,576)
Adjustment in investment property	723,892	
Revaluation on investment property	(1,329,419)	
Prior year adjustment	-	5
Depreciation investment property	14,902	56,670
Amortization of intangible assets	10,470	965
Deferred tax movement	75,101	-
Income tax expense	(408,346)	
Investment income	-	-

Figures in RWF''000''	2021	2020
<b>Change in working capital</b>		
Increase/ Decrease in outstanding premium	(104,995)	(133,779)
Increase/ Decrease in other receivables	(400,020)	(15,720)
Increase/ decrease in Inventory	7,296	(18,483)
Increase/ decrease in amount due from connected persons	(590,051)	(1,215,582)
Increase/ decrease in insurance contract liabilities	1,031,439	(940,971)
Increase/ decrease in re- insurance share o technical provision and reserves	(1,257,592)	(667,043)
Increase/decrease in deered acquisition costs	(114,124)	122,158
Decrease/ increase in other payable	753,891	(417,087)
Increase in receivables arising from insurance arrangements	(398,494)	647,579
Increase/{decrease} in payable arising from insurance arrangements	637,525	846,459
<b>Cash generated from operating activities</b>	<b>337,020</b>	<b>(898,199)</b>

Figures in RWF''000''	2021	2020
Income tax paid	-	-
<b>Net cash flow from operating activities</b>		
<b>Investing activities</b>		
Purchase of property and equipments	(1,050,996)	(73,572)
Purchase of intangible assets	(19,975)	-
Purchase of unquoted securities	(950,000)	500,000
Proceeds on maturity of treasury bonds	(100,000)	591,250
Proceeds on maturity short term deposits	644,000	(349,761)
Net cash used generated from/{utilised in} investing activities	<b>(1,476,971)</b>	<b>667,917</b>
<b>Financing activities</b>		
Grant received	(65,401)	(7,840)
Share holders' funds	200,000	-
Revaluation reserve	1,329,419	-
Cash flows {utilised in}/generated from financing activities	<b>1,464,018</b>	<b>(7,840)</b>
Increase in cash and cash equivalents	324,067	(238,121)
Cash and cash equivalents at January	1,503,634	1,741,756
Cash and cash equivalents as at December	<b>1,827,701</b>	<b>1,503,635</b>
<b>Represented by:</b>		
Bank and cash balances	<b>1,827,701</b>	<b>1,503,634</b>



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## E. Disclosures as at 31 December 2021

Figures in RWF''000''	Amount/Ratio	
ITEM	2021	2020
<b>A. Solvency coverage</b>		
a. Solvency required	2,087,694	1,995,196
b. Admitted assets	14,765,287	10,922,564
c. Admitted liabilities	16,149,887	14,417,157
d. Solvency available e.	(1,384,600)	(3,494,593)
e. Solvency surplus (gap)	(3,472,294)	(5,489,789)
f. Solvency coverage ratio	-66%	-175%
<b>B. Capital Strength</b>		
a. TAC (Total Available Capital)	3,667,479	2,553,095
b. RCR (Risk Based Capital Required)	4,690,362	4,435,772
c. CAR (Capital Adequacy ratio)	78%	58%
<b>C. Earnings risk</b>		
Claims Ratio	72%	73%
Management Expenses Ratio	29%	29%

Figures in RWF''000''		
Underwriting expenses ratio	7%	0.75%
Combined Ratio	108%	103%
<b>D. Investment Exposure</b>		
a. Investment Exposure (s)/Government bonds	3,500,100	2,550,100
b. Earning assets ratio	25%	22%
c. Investment property ratio	8%	7%
d. Equities assets ratio	2%	1%
<b>E. Liquidity Risk</b>		
a. Liquidity Ratio (LCR)	74%	70%
b. Liquidity stress test ratio		
<b>F. Exposures to related parties</b>		
a. Loans to Directors and senior management	None	None
b. Loans to employees/ staff	None	None
c. Loans to subsidiaries and affiliates	None	None
d. Loans to shareholders/ holding company	None	None
e. Investments in related parties	None	None
<b>G. Operational Risk</b>		
a. Number and types of frauds and their corresponding amount	None	None
<b>H. Business composition</b>		
a. Number of policyholders per branch		
Motor	76,006	222,571
Property	7,281	22,293
Liability	403	1,536
Transportation	181	1,828
Accident & health	391	10,001
Engineering	71	1,178
Guarantee	1,875	63,057
Medical	638	235
Miscellaneous	2,820	6,969
b. Number of policies in force per branch		
Motor	66,960	84,111
Property	7,747	9,508
Liability	458	533
Transportation	269	358
Accident & health	321	962
Engineering	86	222
Guarantee	4,542	5,586
Medical	612	180
Miscellaneous	333	4,060
<b>I. Management and Board Composition</b>		
a. Number of Board members (Independent and non-independent)		
Independent	4	4
non-independent	3	3
b. Number of Board committees	3	3
c. Number of senior management staff by gender		
male	4	5
female	3	4

## Figures in RWF''000''

**J. Staff**

## a. Total Number of non-managerial Staff by gender

male	55	64
female	51	57

**K. Insurance Intermediaries**

a. Number of insurance agents	88	123
b. Number of loss adjusters/ assessors	7	6

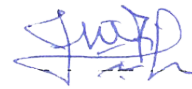
**L. Branches**

## a. Number of Branches by Province including Kigali City

Kigali City	31	47
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## Figures in RWF''000''

North	4	4
East	10	13
South	7	6
West	6	6



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## F. Product performance account as at 31 December 2021

## Figures in RWF''000''

Product type	Gross premium written (1)	Ceded premium (2)	Net premium written (3)	Change in unearned premium (4)	Net earned premium (5) (3-4)	Net commission income or expenses (6)	Net claims incurred (7)	Management expense (8)	Technical profit/loss (9) (5-6-7-8)
ACCIDENT & HEALTH	275,267	5,611	269,656	(15,388)	285,044	6,372	(2,816)	67,692	213,796
PROPERTY	1,179,922	459,145	720,777	87,541	633,236	27,315	91,215	160,447	354,258
ENGINEERING	644,519	439,961	204,558	(52,122)	256,680	14,921	121,397	44,621	75,742
GUARANTEE	815,733	252,615	563,118	98,782	464,336	18,884	781,246	98,484	(434,278)
MOTOR	7,118,268	315,208	6,803,060	43,807	6,759,253	183,302	5,888,110	1,994,278	(1,306,437)
TRANSPORT	172,672	18,574	154,098	(8,140)	162,238	3,997	1,464	44,595	112,181
MEDICAL	1,845,774	29,494	1,816,280	(105,952)	1,922,232	42,730	1,658,234	535,608	(314,340)
LIABILITY	399,870	347,822	52,048	(4,555)	56,603	(9,257)	134,661	12,776	(81,577)
AGRICULTURE	526,526	505,590	20,936	(8,813)	29,749	12,189	37,135	24,493	(44,068)
TRAVEL	795,358	659,797	135,561	27,549	108,012	18,413	33	149,187	(59,620)
<b>TOTAL</b>	<b>13,773,909</b>	<b>3,033,817</b>	<b>10,740,092</b>	<b>62,709</b>	<b>10,677,383</b>	<b>318,866</b>	<b>8,710,679</b>	<b>3,132,181</b>	<b>(1,484,342)</b>



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