

MUA INSURANCE RWANDA LTD - UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2023		
	SEPT 2023	SEPT 2022
	Frw'000	Frw'000
<b>Gross written premiums</b>	<b>10,391,355</b>	<b>6,647,999</b>
Change in unearned premium	1,182,928	(134,464)
Gross earned premium	9,208,427	6,782,463
Less premium ceded to reinsurers	3,695,686	2,429,380
<b>Net premium revenue</b>	<b>5,512,742</b>	<b>4,353,083</b>
Commission earned	966,254	663,542
Commission paid	(1,014,386)	(744,792)
<b>Net Earned Commission</b>	<b>(48,132)</b>	<b>(81,250)</b>
Gross claims paid	2,084,319	3,211,884
Less: Amount recoverable from re-insurers	(267,541)	(1,356,891)
change in outstanding claims	747,200	433,148
<b>Net insurance claims incurred</b>	<b>2,563,979</b>	<b>2,288,141</b>
Management expenses	2,253,386	1,577,716
<b>Net Underwriting profit/loss</b>	<b>647,245</b>	<b>405,976</b>
Investment income	1,109,325	885,942
other operating income	158,426	33,512
<b>Total operating income</b>	<b>1,267,752</b>	<b>919,455</b>
<b>Profit before income tax</b>	<b>1,914,997</b>	<b>1,325,431</b>
Income tax expense/(charge)	(577,881)	(426,994)
<b>Net Profit or loss for the year</b>	<b>1,337,116</b>	<b>898,436</b>
Other comprehensive income (Specify)		
Change in fair value on available-for-sale financial assets	7,407	19,586
<b>Total Comprehensive income for the year</b>	<b>1,344,523</b>	<b>918,022</b>

**MUA INSURANCE RWANDA LTD - UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023**

	SEPT 2023	DEC 2022
	Frw'000	Frw'000
<b>Assets</b>		
<b>Non- current assets</b>		
Property and equipment	69,914	54,094
Right of use of asset	170,035	206,471
Other Intangible assets	45,626	39,827
Held to maturity investments	9,189,243	7,576,412
Investment in quoted shares	146,909	139,502
Investment in deposits and investment funds	398,000	
<b>Total non -current assets</b>	<b>10,019,727</b>	<b>8,016,306</b>
<b>Current assets:</b>		
Deferred acquisition costs	692,042	450,871
Deferred tax asset	243,330	243,330
Premium Receivables	1,783,767	1,299,785
Reinsurance Assets	3,238,838	4,744,497
Other receivables	370,801	182,083
Held to maturity investments	886,052	1,010,201
Term deposits	5,456,122	2,140,106
Cash and bank balances	949,684	826,950
<b>Total current assets</b>	<b>13,620,636</b>	<b>10,897,823</b>
<b>Total assets</b>	<b>23,640,363</b>	<b>18,914,129</b>
<b>Equity and Liabilities</b>		
Share capital	3,000,000	3,000,000
Capital reserve	73,947	66,540
Profit/loss for the Year	1,337,116	1,295,278
Accumulated loss/ Retained earnings	3,494,776	2,199,500
<b>Total Equity</b>	<b>7,905,839</b>	<b>6,561,318</b>
Liabilities		
<b>Total Technical Provisions</b>	<b>10,717,009</b>	<b>8,288,139</b>
Insurance contract liabilities	5,479,244	2,961,736
Provision for Incurred but Not Reported claims (IBNR)	4,207,679	1,030,087
Provision for unearned premium	1,030,087	4,296,316
Reinsurance payable	1,129,434	471,618
Amount due to related parties	27,890	46,542
Current tax payable	94,942	307,642
Other payables	3,765,249	3,238,870
<b>Total liabilities</b>	<b>15,734,524</b>	<b>12,352,811</b>
<b>Total equity and liabilities</b>	<b>23,640,363</b>	<b>18,914,129</b>

These unaudited financial statements were approved by the Board of Directors on 7<sup>th</sup> November 2023 and signed on its behalf by:



Herbert Gatsinzi  
Director



Mireille Umwali  
Director

**MUA INSURANCE RWANDA LTD - UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2023**

	Share capital	Available for sale	Accumulated losses/Retained earnings	TOTAL
At 1st January 2022	1,000,000	51,571	4,199,500	5,251,071
Profit for the year	-	-	1,295,278	1,295,278
Other comprehensive income	-	14,969	-	14,969
Recapitalization of retained earnings	2,000,000	-	(2,000,000)	-
<b>At 31 December 2022</b>	<b>3,000,000</b>	<b>66,540</b>	<b>3,494,778</b>	<b>6,561,318</b>
At 1st January 2023	<b>3,000,000</b>	<b>66,540</b>	<b>3,494,778</b>	<b>6,561,318</b>
Profit for the year	-	-	1,337,116	1,337,116
Other comprehensive income	-	7,405	-	7,405
Recapitalization of retained earnings	-	-	-	-
<b>At 30 September 2023</b>	<b>3,000,000</b>	<b>73,945</b>	<b>4,831,894</b>	<b>7,905,839</b>

MUA INSURANCE(RWANDA) LTD - UNAUDITED STATEMENT OF CASH FLOWS OF AS AT 30 SEPTEMBER 2023		
	SEPT 2023	DEC 2022
	Frw'000	Frw'000
<b>Profit before tax</b>	<b>1,914,997</b>	<b>1,858,924</b>
Adjustments for:		-
Depreciation properties of properties and equipment	24,678	28,225
Amortisation	11,738	33,443
Impairment provision	-	14,312
Change in provision bad debt	136,428	19,689
Depreciation of right-of-use assets	36,437	48,581
Interest income/expense	(1,100,407)	(1,184,293)
Dividend received	(17,256)	(14,143)
lease modification	-	(3,978)
Interest expense on lease liabilities	39,437	44,783
<b>Operating profit before changes in working capital</b>	<b>1,046,052</b>	<b>845,543</b>
Changes in working capital		
Increase of premium outstanding	(483,982)	(312,174)
Increase in deferred acquisition cost	(241,171)	(20,433)
Decrease of reinsurance assets	1,505,659	1,666,750
Increase/(Decrease) in commission income	132,615	(102,943)
(Decrease)/Increase in due to related parties	(18,652)	13,399
Increase/(decrease) in other payable	393,764	(72,755)
Increase/(decrease) in reinsurance payable	657,816	(158,270)
Increase/(decrease) in technical reserves	2,428,871	(3,392,963)
Decrease/(increase) of other receivables	(188,718)	(77,846)
(Increase)/decrease of Due from related parties	-	28,627
<b>Cash generated from operating activities</b>	<b>5,232,253</b>	<b>(1,583,065)</b>
Interest paid	(39,437)	(44,783)
Tax paid in the year	(790,581)	(374,693)
<b>Net cash flows generated from operating activities</b>	<b>4,402,235</b>	<b>(2,002,541)</b>
<b>Investment activities</b>		
Purchase of property equipment	(40,525)	(44,686)
Purchase of intangible assets	(17,537)	(4,800)
Investment in government securities	(1,684,080)	(964,794)
Purchase of the investment in short term deposits	(5,128,945)	(550,863)
Proceeds from investment in short term deposits at amortized cost	1,600,000	2,351,558
Dividend Received	17,256	14,143
Interests received	943,231	1,184,293
<b>Net cash generated from investment activities</b>	<b>(4,310,600)</b>	<b>1,984,851</b>
<b>Cash flows from financing activities</b>		
Repayment of finance lease	31,099	(36,472)
<b>Net cashflow from financing activities</b>	<b>31,099</b>	<b>(36,472)</b>
Net(decrease)/increase in cash and cash equivalents	122,734	(54,162)
<b>Cash and cash equivalents at the beginning of the year</b>	<b>829,726</b>	<b>883,888</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>952,460</b>	<b>829,726</b>

**MUA INSURANCE(RWANDA) LTD - PRODUCT PERFORMANCE ACCOUNT FOR THE PERIOD ENDED 30 SEPTEMBER 2023**

Product type	Gross premium written	Ceded premium	Net premium written	Change in unearned premium	Net earned premium	Net commission income	Net claims incurred	Management expense	Technical profit/loss
Motor	4,456,608	(176,419)	4,280,189	(575,785)	3,704,404	(336,925)	(1,858,474)	(1,640,781)	(131,776)
Property	2,319,027	(1,632,906)	686,121	(118,986)	567,135	138,074	(275,817)	(151,255)	278,137
Liability	420,184	(188,350)	231,834	7,039	238,873	(3,743)	(117,412)	(32,391)	85,327
Transportation	191,515	(76,710)	114,805	(8,744)	106,061	8,564	(21,443)	(37,776)	55,406
Accident & health	911,730	(443,287)	468,443	(24,829)	443,614	14,943	(118,014)	(206,173)	134,370
Engineering	1,924,756	(1,590,327)	334,429	57,632	392,061	107,859	(167,238)	(28,333)	304,349
Guarantee	167,535	(126,720)	40,815	19,778	60,593	23,096	(5,581)	(156,677)	(78,569)
<b>Total</b>	<b>10,391,355</b>	<b>(4,234,719)</b>	<b>6,156,637</b>	<b>(643,895)</b>	<b>5,512,742</b>	<b>(48,132)</b>	<b>(2,563,979)</b>	<b>(2,253,386)</b>	<b>647,245</b>

**Key highlights for the Financial Period**

GWP was up in Q3 2023 by 56% compared to same period in Q3 2022 and above the budget by 27% with fire & engineering, accident and motor registering high increase by 105%, 71% and 30% respectively.

Loss ratio for the period ended September 2023 improved by 6% compared to September 2022 and 3% below the budget with engineering, accident and bond registering improvement by 15%, 44% and 6% respectively.

Expense ratio excluding depreciation, provisions & IFRS 17 was up by 4% in Q3 2023 and above the budget for Q3 2023 by 4% largely due to increase in operating and marketing costs

Underwriting profit increased by 45% owing largely due to significant increase in earned premium by 27% at a moderate increase in claims incurred by 12%

PAT: Frw 1,337 million for Q3 2023 against 898 million for Q3 2022 reflecting an increase of 49% attributed largely to increase in underwriting profit and investment income

MUA INSURANCE (RWANDA) LTD - QUANTITATIVE DISCLOSURES FOR THE PERIOD ENDED 30 SEPTEMBER 2023			
Item	Formula/ description	Amount/ Ratio	
		2023	2022
		Frw'000	Frw'000
<b>A. Solvency coverage</b>			
a. Solvency required		1,331,248	1,085,644
b. Admitted assets		19,577,229	15,785,982
c. Admitted liabilities		16,806,225	13,181,627
d. Solvency available		2,771,004	2,604,355
e. Solvency surplus (gap)		1,439,756	1,518,711
f. Solvency coverage ratio		208%	240%
<b>B. Capital Strength</b>			
a. TAC (Total Available Capital)		6,763,181	5,641,269
b. RCR (Risk Based Capital Required)		4,871,197	3,921,198
c. CAR (Capital Adequacy ratio)		139%	144%
a. Claims Ratio	Net Claims Incurred/ Net Earned Premiums	46.5%	52.6%
b. Management Expenses Ratio	Management expenses/ Net Earned Premiums	40.9%	36.2%
c. Underwriting expenses ratio	Net commission expenses/ net earned Premiums	0.9%	1.9%
d. Combined Ratio (For General insurance Only)	Claims ratio+ Management expenses ratio+ Underwriting expenses ratio	88%	91%
<b>D. INVESTMENT EXPOSURE</b>			
a. Earning assets ratio	Earning Assets/ total assets	68%	57%
b. Equities assets ratio	Investment Equities/ total assets	1%	1%
<b>E. Liquidity Risk</b>			
a. Liquidity Ratio (LCR)	Liquid assets/ current liabilities	108%	97%
<b>F. Exposures to related parties</b>			
a. Loans to employees/ staff		148,045	7,353
<b>F. Business composition</b>			
a. Number of policyholders		8,340	8,964
b. Number of policies in force		18,885	15,398
<b>G. Management and Board Composition</b>			
a. Number of Board members (Independent and non-independent)		7	6
b. Number of Board committees		3	3
c. Number of senior management staff by gender		8 males	7 males
<b>H. Staff</b>			
a. Total Number of non-managerial Staff by gender		19 Males and 16 females	17 Males and 16 females
<b>I. Insurance Intermediaries</b>			
a. Number of insurance agents		79	77
b. Number of loss adjusters/ assessors		14	9
<b>L. Branches</b>			
a. Number of Branches by Province including Kigali City		21	12