

THE DIRECTORS OF CIC INSURANCE GROUP PLC ARE PLEASED TO ANNOUNCE THE SUMMARY AUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER 2022

SUMMARY CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	2022 KShs'000	2021 KShs'000
Gross written premiums	23,679,562	19,689,202
Gross earned premiums	22,685,957	19,535,577
Less: Reinsurance premiums ceded	(5,216,665)	(4,832,849)
Net earned premiums	17,469,292	14,702,728
Fees and commission income	2,387,467	2,137,010
Interest revenue calculated using the effective interest method	1,850,882	1,472,883
Other investment income	204,355	193,524
Other gains	422,709	263,652
Foreign exchange gain	174,165	398,308
Total income	22,508,870	19,168,105
Net claims and policyholders benefits payable	(11,666,684)	(10,528,550)
Commission expense	(2,865,424)	(2,480,013)
Operating and other expenses	(5,532,681)	(4,742,963)
Allowance for expected credit losses	8,828	(40,089)
Gain on monetary position	12,895	14,297
Total benefits and other expenses	(20,043,066)	(17,777,318)
Operating profit	2,465,804	1,390,787
Finance cost	(440,305)	(431,075)
Share of profit of associate company	4,670	-
Profit before income tax	2,030,169	959,712
Income tax expense	(936,784)	(291,275)
Profit for the year	1,093,385	668,437
OTHER COMPREHENSIVE INCOME		
Fair value (loss) / gain on equity instruments at fair value through other comprehensive income	(426)	639
Gain on revaluation of building	100,028	3,242
Foreign exchange currency translation differences	(234,224)	(116,057)
Fair value loss on debt instruments at fair value through OCI	(442,397)	(236,752)
Deferred tax thereon	66,547	36,153
Total other comprehensive loss for the year (net of tax)	(510,472)	(312,775)
Total comprehensive income for the year	582,913	355,662
Basic and diluted earnings per share (Kshs)	0.40	0.23

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	2022 KShs'000	2021 KShs'000
Assets		
Property and equipment	987,924	923,753
Investment properties	7,761,640	7,477,939
Other Investments	28,821,963	23,771,158
Other Assets	8,716,859	9,145,997
Cash and bank balances	416,570	221,989
Total assets	46,704,956	41,540,836
Equity		
Share capital	2,615,578	2,615,578
Share Premium	162,179	162,179
Retained earnings and other reserves	5,774,098	5,192,210
Non-controlling interest	15,189	14,164
Total equity	8,567,044	7,984,131
Liabilities		
Insurance liabilities	30,984,376	26,890,377
Borrowings	4,571,600	4,363,600
Other payables	2,581,936	2,302,728
Total liabilities	38,137,912	33,556,705
Total equity and liabilities	46,704,956	41,540,836

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

	2022 KShs'000	2021 KShs'000
Net cash generated from operating activities	500,778	1,901,920
Net cash used in investing activities	(72,669)	(133,524)
Net cash used in financing investments	(53,429)	(78,443)
Effect of foreign exchange translations	(213,576)	(116,395)
Cash and cash equivalents at 1 January	3,642,860	2,069,302
Cash and cash equivalents at 31 December	3,803,964	3,642,860

SUMMARY DIRECTORS' REMUNERATION REPORT

	2022 KShs'000	2021 KShs'000
Aggregate directors' emoluments	98,334	113,529

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital KShs'000	Share Premium KShs'000	Retained earnings and other Reserves KShs'000	Due to Equity holders KShs'000	Non-controlling interest KShs'000	Total KShs'000
At 1 January 2022	2,615,578	162,179	5,192,210	7,969,967	14,164	7,984,131
Profit for the year	-	-	1,057,933	1,057,933	35,452	1,093,385
Other comprehensive loss	-	-	(476,045)	(476,045)	(34,427)	(510,472)
At 31 December 2022	2,615,578	162,179	5,774,098	8,551,855	15,189	8,567,044
At 1 January 2021	2,615,578	162,179	4,881,966	7,659,723	(31,254)	7,628,469
Profit for the year	-	-	589,380	589,380	79,057	668,437
Other comprehensive loss	-	-	(279,136)	(279,136)	(33,639)	(312,775)
At 31 December 2021	2,615,578	162,179	5,192,210	7,969,967	14,164	7,984,131

INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF THE CIC INSURANCE GROUP PLC

Opinion

We have audited the summary financial statements of The CIC Insurance Group Plc, which comprise the summary consolidated statement of financial position at 31 December 2022 and the summary consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended which are derived from the audited financial statements of The CIC Insurance Group Plc and its subsidiaries (together, the "Group") for the year ended 31 December 2022. The Group's financial statements are prepared in accordance with International Financial Reporting Standards and the Companies Act, 2015.

In our opinion the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements of the Group which are prepared in accordance with International Financial Reporting Standards (IFRS) and the Companies Act, 2015.

The summary directors' remuneration report is derived from the directors' remuneration report for the year ended 31 December 2022.

Summary financial statements and directors' remuneration report

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards and in the manner required by the Companies Act, 2015. In addition, the summary directors' remuneration report does not contain all the disclosures required by the Companies (General) (Amendment) (No. 2) Regulations, 2017.

Reading the summary financial statements, the summary directors' remuneration report and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements, the directors' remuneration report and the auditor's report thereon. The summary financial statements, the summary directors' remuneration report 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 audited financial statements in our audit report dated 21 March 2023 and also confirmed that the auditable part of the directors' remuneration report was prepared in accordance with the Companies Act, 2015. That audit 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 financial statements of the current period.

Directors' responsibility for the summary financial statements

The directors are responsible for the preparation of the summary financial statements and the summary directors' remuneration report in accordance with

the International Financial Reporting Standards and Companies Act, 2015.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements and the summary directors' remuneration report 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*.

Richard Njoroge

FCPA Richard Njoroge, Practicing Certificate Number 1244
Engagement partner responsible for the audit

For and on behalf of PricewaterhouseCoopers LLP
Certified Public Accountants
Nairobi
12 April 2023

KEY AUDIT MATTERS

- i. Valuation of insurance contract liabilities.
- ii. Valuation of receivables arising out of direct insurance arrangements and reinsurance arrangements.

DIVIDENDS

The directors recommend payment of dividends for the year 2022 of KShs 345 million (2021: Nil).

MESSAGE FROM THE DIRECTORS

The above summary consolidated statement of profit or loss and other comprehensive income, summary consolidated statement of financial position, summary consolidated statement of changes in equity, summary consolidated statement of cashflows and summary directors' remuneration report are extracts from the group financial statements.

A full set of these financial statements will be available at our registered office at CIC Plaza II, Mara Road, Upper Hill and online at www.cic.co.ke.

The financial statements were approved by the board of directors on 21st March 2023 and signed on its behalf by:

Dr. Nelson Kuria, OGW, MBS
Group Chairman

Patrick Nyaga
Group Chief Executive Officer

Julius Mwatu
Director