

Unaudited Quarterly financial statement for the period ended as 31 March 2024

BK General Insurance Company (BKGI) was incorporated as a Limited Liability Company on 16th September 2015 by Rwanda Development Board and was licensed by the National Bank of Rwanda to transact general insurance business on 22nd March 2016.

The rationale behind the establishment of the company was to emphasize BK Group Plc commitment of financially transforming the lives of Rwandans through the provision of innovative insurance services. Investment in insurance business was also viewed by the BK Group Ltd as a strategy to achieve bank portfolio diversification.

To the estimated stakeholder, we are pleased to publish BK General Insurance Ltd Unaudited Quarterly Financial Statements for the period ended 31 March 2024.

Unaudited Statement of Comprehensive income for the Period ended 31 March 2024

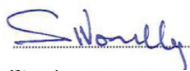
	Notes	Mar-24 Frw'000	Mar-23 Frw'000
Gross written premium		3,060,932	2,523,528
Change in unearned premium		828,930	447,218
Gross earned premiums		3,889,863	2,970,745
Less: insurance premium ceded to reinsurers		(1,322,068)	(1,053,359)
Net insurance premium revenue		2,567,795	1,917,386
Add Commissions earned		794,525	254,691
Less Underwriting expenses		(191,613)	(205,799)
Net underwriting income		3,170,708	1,966,279
Net claims incurred		(1,200,735)	(631,093)
Management expenses		(696,711)	(665,576)
Underwriting profit		1,273,262	669,609
Interest income calculated using effective interest rate		552,274	432,160
Revenue from contracts with customers		43,232	37,450
Profit before income tax		1,868,768	1,139,219
Income tax expense		(523,255)	(341,766)
Profit for the period		1,345,513	797,454
Other comprehensive income, net of tax		-	-
Total comprehensive income for the year		1,345,513	797,454

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Unaudited Quarterly Statement of Financial Position as at 31 March 2024

	Notes	Mar-23 Frw'000	Mar-23 Frw'000
Assets			
Non-current assets			
Equipment and motor vehicles	25	352,114	248,632
Intangible assets	25	230,700	203,599
Right-of-use assets	25	421,429	543,254
Deferred Tax	13	<u>160,790</u>	<u>133,333</u>
Total non-current assets		1,165,034	1,128,818
Current assets			
Receivables arising out of direct insurance arrangements	14	4,709,397	2,791,601
Reinsurers share of insurance liabilities	15	3,092,927	2,381,055
Receivable arising from coinsurance & Subrogation arrangement	16	181,816	117,824
Deferred acquisition costs	17	421,543	264,333
Other receivables	18	369,284	401,517
Deposits with financial institutions	19(a)	9,108,793	5,458,003
Investment in securities	19(b)	12,354,326	11,048,007
Cash and bank balances	20	<u>628,498</u>	<u>903,901</u>
Total current assets		30,866,583	23,366,239
Total assets		<u>32,031,616</u>	<u>24,495,057</u>
Liabilities			
Insurance contract liabilities	21	10,820,350	7,782,313
Creditors arising from reinsurance arrangements	22	1,488,305	1,075,752
Income tax payable	13	523,255	243,999
Lease liabilities		504,561	595,930
Other payables	23	<u>2,122,518</u>	<u>1,308,368</u>
Total liabilities		15,458,989	11,006,362
Equity			
Share capital	24	3,000,000	3,000,000
Retained earnings		<u>13,572,627</u>	<u>10,488,694</u>
Total Equity		16,572,627	13,488,694
Total equity and liabilities		<u>32,031,616</u>	<u>24,495,057</u>

The Unaudited financial statements were approved for issue by the Board of Directors and signed on its behalf by:



Director



Director



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Statement of changes in Equity as at 31 March 2024

	Share Capital	Retained earnings and others reserves	Total Equity
	Frw'000	Frw'000	Frw'000
Balance as at 1 January 2024	3,000,000	12,228,019	15,228,019
Prio Year Adjustments	-	(905)	(905)
Profit for the period	-	1,345,513	1,345,513
Balance as at 31 March 2024	3,000,000	13,572,627	16,572,627
Balance at 31 December 2021	3,000,000	6,924,938	9,924,938
Adjustments of initial application of IFRS 17	-	34,489	34,489
Restated Balance at 1 January 2022	3,000,000	6,959,427	9,959,427
Profit for the year(Restated)	-	2,897,794	2,897,794
Other Comprehensive income for the period	-	-	-
Restated Balance at 31 December 2022	3,000,000	9,857,221	12,857,221
Profit for the period	-	3,161,064	3,161,064
Dividend payable	-	(790,266)	(790,266)
Balance as at 31 December 2023	3,000,000	12,228,019	15,228,019

Statement of Cash flows as at 31 March 2024

	Notes	Marc-24 Frw '000	Dec-23 Frw '000
Profit before Income tax		1,868,768	4,568,854
Adjust for:			
Depreciation of Tangible assets		7,355	127,797
Amortization of intangible assets		4,363	26,181
Depreciation on ROA		28,095	112,381
Impairments provisions on premium debtor		-	118,755
Write off of premium debtors		-	188,950
Impairments provisions other receivable		-	-
Movement into expected credit loss on financial assets		-	27,331
Financial interest expense on lease liability		23,402	103,265
Interest income earned		- 552,274	(1,969,660)
		1,379,709	3,303,854
Changes in working capital:			
Increase / decrease in other receivables		127,201	333,034
Increase/decrease in reinsurance assets	-	161,530	(312,340)
Increase/ decrease in insurance contract assets		87,911	(2,018,762)
Increase /decrease in insurance contact liabilities	-	261,633	2,645,395
Increase / decrease in reinsurance payable	-	615,150	94,728
Increase / decrease in other payables		247,423	55,545
Tax paid in the year	-	52,089	(1,353,755)



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Cash flows generated from operations	751,843	2,747,700
Cash flows from investing activities		
Purchases of property and equipment	- 93,237	(127,296)
Purchases of intangible assets	0	(51,100)
Term deposits with financial institutions	- 1,000,000	(2,255,583)
Interests received from Bank deposits	296,111	534,245
Investment in securities	65,132	(2,045,012)
Interests received on investments	428,709	1,352,545
Net cash generated from investing activities	- 303,285	(2,592,201)
Cash flows from financing activities		
Issue of new shares	-	-
Repayment of principal lease liabilities	- 45,000	(186,000)
Net cash flows from financing activities	- 45,000	(186,000)
Net (decrease)/increase in cash and cash equivalents	403,559	(30,501)
Cash and cash equivalents at year start	224,939	255,440
Cash and cash equivalents at period end	628,498	224,939

Quantitative disclosures				
Item	Formula/ description	Amount/ Ratio		
		Current period	Previous Period	Required
A. Solvency coverage				
a. Solvency required	Solvency margin Required:20% of previous year net premium or Rwf 1 000 million whichever is greater	2,184,605	1,462,450	
b. Admitted assets		24,365,235	19,036,481	
c. Admitted liabilities		16,443,459	11,784,563	
d. Solvency available		7,921,775	7,251,919	
e. Solvency surplus (gap)		5,737,170	5,789,469	
f. Solvency coverage ratio		362.6%	495.9%	
B. Capital Strength				
a. TAC (Total Available Capital)		14,909,706	12,750,459	
b. RCR (Risk Based Capital Required)		7,940,459	5,308,652	
c. CAR (Capital Adequacy ratio)		188%	240%	
C. Earnings risk				
a. Claims/Loss Ratio	Net Claims Incurred/ Net Earned Premiums	47%	33%	
b. Management Expenses Ratio	Management expenses/ Net Earned Premiums	27%	35%	
c. Underwriting expenses ratio	Commission expenses/ net earned Premiums	7%	-3%	



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d. Combined Ratio (For General insurance Only)	Claims ratio+ Management expenses ratio+ Underwriting expenses ratio/ Net Earned Premium	81%	65%	
D. INVESTMENT EXPOSURE				
a. Investment Exposure (s)	Any investment above ten percent of total assets (name and amount)	None	None	
b. Earning assets ratio	Earning Assets/ total assets	67%	67%	
c. Investment property ratio	Investment property/ total assets	0%	0%	
d. Equities assets ratio	Investment Equities/ total assets	0%	0%	
E. Liquidity Risk				
a.Liquidity Ratio (LCR)	Liquid assets/ current liabilities	132%	133%	100%
b. Liquidity stress test ratio				
F. Exposures to related parties				
a. Loans to Directors and senior management		0%	0%	
b. Loans to employees/ staff		0%	0%	
c. Loans to subsidiaries and affiliates		0%	0%	
d. Loans to shareholders/ holding company		0%	0%	
e. Investments in related parties		0%	0%	
G. Operational Risk				
a. Number and types of frauds and their corresponding amount		0	0	
H. Business composition				
Number of policyholders per branch	DP WORLD BRANCH	-	1	
	BURERA	30		
	GAKENKE AGENCY	566	277	
	GATSIBO	1	-	
	GICUMBI AGENCY	493	188	
	HEAD OFFICE - KIGALI	4,689	3,249	
	HUYE AGENCY	10	-	
	KABARORE AGENCY	171	169	
	KANOMBE	5	-	
	KARONGI	216	-	
	KAYONZA AGENCY	581	351	
	KICUKIRO AGENCY	234	141	
	KICUKIRO CENTRE	56	34	
	KISIMENTI-REMERA	37	-	
	MASAKA	34	-	
	MUHANGA AGENCY	59	36	
	MUHANGA AGENCY 2	897	241	
	MUHIMA AGENCY	22	44	
	MUSANZE AGENCY 2	1,314	596	
	NYAGATARE 3	68	161	
	NYAGATARE TOWN	13	-	
	NYAGATARE 4	85	-	



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	NYAMAGABE	82	-	
	NYAMAGABE3	58	-	
	NYAMASHEKE		75	
	NYANZA AGENCY	93	93	
	NYARUGURU	397		
	REMER AGENCY	4	3	
	RUBAVU AGENCY	2	1	
	RULINDO	62	-	
	RUZENZI AGENCY	208	61	
	ZION INSURANCE BR	3	-	
	RWAMAGANA	-	1	
	ZION TEMPLE	9	-	
Number of policies in force per branch	DP WORLD BRANCH	-	1	
	GIKONDO AGENCY 1	-	-	
	HEAD OFFICE - KIGALI	5,689	4,249	
	HUYE AGENCY	10	-	
	KICUKIRO AGENCY	334	280	
	KICUKIRO CENTRE	86	72	
	MUHANGA AGENCY	59	109	
	MUHIMA AGENCY	22	165	
	NYAGATARE 3	68	512	
	NYAGATARE TOWN	13	-	
	REMER A	-	1,134	
	REMER AGENCY	4	20	
	RUBAVU AGENCY	2	45	
	GAKENKE AGENCY	766		
	GICUMBI AGENCY	493	707	
	KABARORE AGENCY	-	305	
	KAYONZA AGENCY	581	669	
	MUHANGA AGENCY 2	607	607	
	MUSANZE AGENCY 2	2,715	1,714	
	NYAMASHEKE	-	285	
	NYANZA AGENCY	1	219	
	RUBAVU AGENCY 2	-	87	
	RUZENZI AGENCY	208	102	
	RWAMAGANA	-	109	
I. Management and Board Composition				
a. Number of Board members (Independent and non-independent)		7	7	
b. Number of Board committees		4	3	
c. Number of senior management staff by gender		3 M & 2F EXCO	2 M & 1 F EXCO	
J. Staff				
a. Total Number of non-managerial Staff by gender		Mid Manager: 5F & 8M Non Manager: 11F & 16M	Mid Manager: 6F & 9M Non Manager: 9F & 12M	
K. Insurance Intermediaries				
a. Number of insurance agents		115	119	



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b. Number of loss adjusters/ assessors		1 internal staff, 4 motor, 3 Non motor, 1 bodily injuries, 3 Agribusiness	1 internal staff, 4 motor, 3 Non motor, 1 bodily injuries, 3 Agribusiness	
L. Branches				
a. Number of Branches by Province including Kigali City				
	KIGALI CITY	8	6	
	Eastern Province	5	5	
	Nothern Province	3	3	
	Southern Province	3	3	
	Western Province	3	3	
M. Reinsurance				
Retention ratio	Gross written premium-Ceded premium/GWP	67%	68%	80%-70%
Cession ratio	Ceded premium/Gross written premium	43%	42%	20%-30%