

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2021

	GROUP		COMPANY	
	TOTAL 2021 Kshs '000'	TOTAL 2020 Kshs '000'	TOTAL 2021 Kshs '000'	TOTAL 2020 Kshs '000'
INCOME				
Gross written premium	9,034,863	6,405,833	7,055,718	4,835,074
Outward reinsurance premium	(957,026)	(878,414)	(306,447)	(361,360)
Net written premium	8,077,837	5,527,419	6,749,271	4,473,714
Gross earned premium	9,031,079	6,393,025	7,055,718	4,835,074
Net earned premium	8,074,053	5,514,611	6,749,271	4,473,714
Investment income	12,736,387	9,325,532	12,016,412	8,708,042
Commission earned	284,040	863,143	88,068	159,624
Other income	59,030	63,466	24,823	39,682
Total income	21,153,510	15,766,752	18,878,574	13,381,062
OUTGO				
Gross claims & policyholder benefits	14,587,623	11,036,639	13,293,224	10,087,691
Less: Reinsurers' share of claims	(378,328)	(551,073)	(70,079)	(281,114)
Net claims and policyholders benefits	14,209,295	10,485,566	13,223,145	9,806,577
Commissions payable	1,268,931	1,154,860	935,109	857,233
Operating & other expenses	1,823,497	2,049,142	1,280,219	1,199,854
Total outgo	17,301,723	13,689,568	15,438,473	11,863,664
Profit from operations	3,851,787	2,077,184	3,440,101	1,517,398
Share of profit from associate, net of tax	42,465	126,529	-	-
Profit before income tax	3,894,252	2,203,713	3,440,101	1,517,398
Income tax (expense)/credit	(1,061,520)	(127,892)	(935,292)	64,453
Profit for the year after tax	2,832,732	2,075,821	2,504,809	1,581,851
OTHER COMPREHENSIVE INCOME				
Other comprehensive income/(loss) net of tax	16,736	(26,274)	-	-
Total comprehensive income for the year	2,849,468	2,049,547	2,504,809	1,581,851
DIVIDENDS:				
Proposed dividend	700,000	435,000	700,000	435,000
Earnings per share (Basic and Diluted)	50.36	92.26	44.53	70.30

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

	GROUP		COMPANY	
	2021	2020	2021	2020
SHAREHOLDERS FUNDS				
Share capital	1,125,000	450,000	1,125,000	450,000
Share premium	1,125,000	-	1,125,000	-
Statutory reserve	12,412,185	10,474,537	11,735,162	9,960,168
Retained earnings	1,925,419	4,324,829	721,830	2,518,262
Proposed dividends	700,000	435,000	700,000	435,000
Other reserves	(341,950)	(358,686)	-	-
TOTAL SHAREHOLDERS FUNDS	16,495,654	15,325,680	15,406,992	13,363,430
ASSETS				
Property & equipment	126,525	171,811	75,491	99,609
Right-of-use-assets	457,143	620,262	288,589	339,327
Intangible assets	13,049	107,056	3,069	6,356
Investment property	9,963,000	10,610,000	9,963,000	10,610,000
Investment in equity securities	9,527,877	7,766,052	9,345,877	7,665,131
Other investments	1,671,710	1,659,845	1,373,221	1,246,846
Loans receivable	1,516,313	1,301,204	1,330,256	1,148,717
Receivables arising out of reinsurance arrangements	130,703	97,910	9,469	-
Receivables arising out of direct insurance arrangements	18,483	29,525	-	-
Reinsurers' share of insurance contract liabilities	522,572	370,259	64,834	7,528
Deferred acquisition costs	55,573	49,284	-	-
Deferred tax asset	97,619	102,566	97,291	97,291
Other receivables	896,623	1,071,032	770,830	768,974
Tax recoverable	183,631	91,781	131,894	19,381
Investment in government securities	97,716,765	82,354,254	92,546,532	78,160,387
Deposits with financial institutions	4,460,186	4,326,576	3,691,010	3,391,008
Investment in REIT	150,000	-	150,000	-
Cash & bank balances	552,753	190,210	441,254	90,823
TOTAL ASSETS	128,060,525	110,919,627	120,282,617	103,651,378
LIABILITIES				
Insurance contract liabilities	30,212,706	26,144,974	27,498,229	23,939,432
Payable under unit linked policies	198,734	208,208	198,734	208,208
Payable under deposit administration contracts	75,519,507	64,439,693	72,876,041	62,603,711
Lease liabilities	708,962	892,321	506,781	541,203
Provision for unearned premium	176,200	161,538	-	-
Payables arising out of reinsurance arrangements	155,575	176,116	3,981	59,286
Payables arising out of direct insurance arrangements	51,187	51,187	51,187	51,187
Deferred tax liability	2,565,471	1,963,519	2,565,471	1,954,612
Tax payable	248,261	6,911	248,262	5,860
Other payables	1,278,268	1,549,480	926,939	924,449
TOTAL LIABILITIES	111,114,871	95,593,947	104,875,625	90,287,948
NET ASSETS	16,945,654	15,325,680	15,406,992	13,363,430

STATEMENT OF MOVEMENT IN DEPOSIT ADMINISTRATION FOR THE YEAR ENDED 31 DECEMBER 2021

	2021		2020	
	2021	2020	2021	2020
AMOUNTS PAYABLE UNDER DEPOSIT ADMINISTRATION CONTRACTS				
At 1 January	64,439,693	57,284,548	62,603,711	56,111,116
Pension fund deposits received	13,799,669	10,818,453	12,930,263	9,967,190
Withdrawals and benefits paid	(8,820,771)	(8,215,418)	(8,416,143)	(7,775,420)
Interest payable to policyholders	5,968,439	4,439,100	5,758,210	4,300,825
Other adjustments	132,477	113,010	-	-
As at 31 December	75,519,507	64,439,693	72,876,041	62,603,711
KEY RATIOS (%)				
Capital Adequacy Ratio			316%	318%
Claims Ratio	53%	58%	55%	64%
Expense Ratio (inclusive of commission expenses)	14%	19%	11%	14%

In the year 2021, the Group registered solid performance in terms of business growth and profitability.

Group Profit Before Tax stood at Kshs 3.9 billion compared to Kshs 2.2 billion in 2020. The increase was largely on account of revenue and investment income growth coupled with a low expense ratio. This robust financial performance is a testament to the success of our business model and the attendant business strategy.

The Company's strong balance sheet grew by 16% to Kshs 120 billion (USD 1.1 billion) as at the end of 2021. This size of balance sheet set both an industry and a regional record, as ICEA LION Life Assurance Company Limited became the first insurance company in Eastern and Central Africa to cross the USD 1 billion milestone. The Group balance sheet stood at Kshs 128 billion.

The above Statement of Financial Position and Statement of Comprehensive Income are extracts from the Group's financial statements which were audited by KPMG Kenya and received an unqualified opinion.

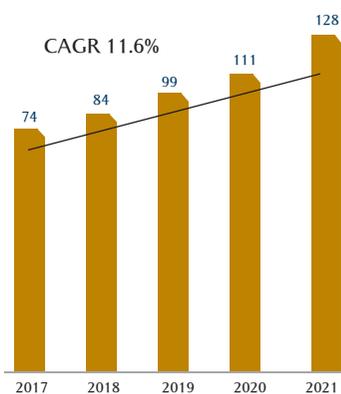
The financial statements were approved by the board of directors on 18 March 2022 and signed on its behalf by:

Joseph W. Wangai - Chairman

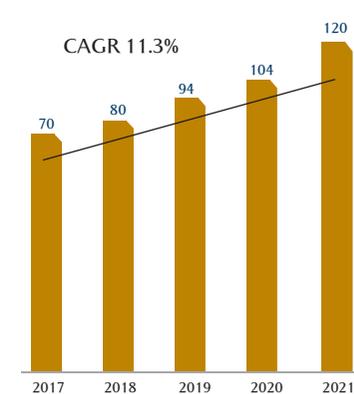
Dr. Caesar J.M. Mwangi - Director

George G. Nyakundi - Chief Executive Officer

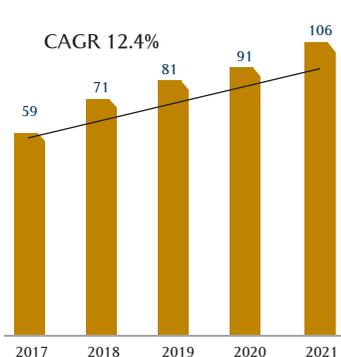
Group Total Assets - Kshs Billion



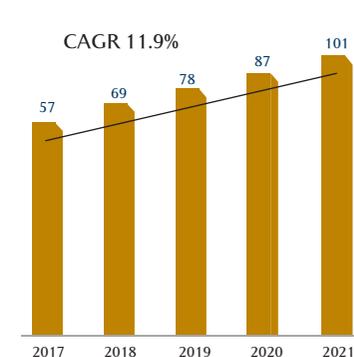
Company Total Assets - Kshs Billion



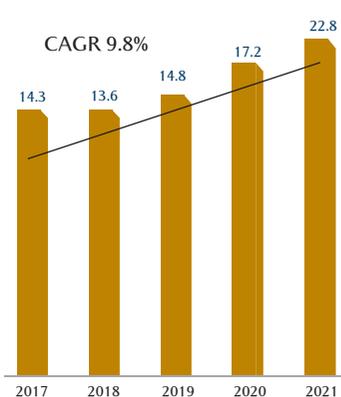
Group Life Fund - Kshs Billion



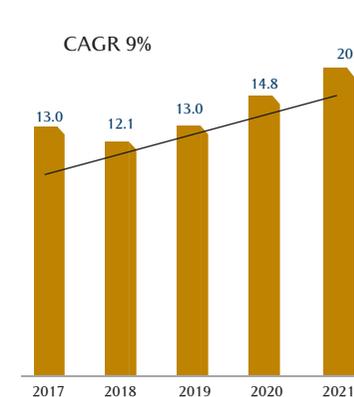
Company Life Fund - Kshs Billion



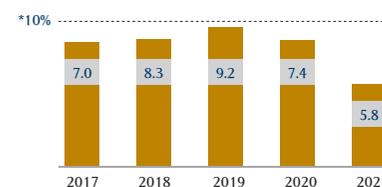
Group GWP & Deposit Administration Contributions (Kshs Billion)



Company GWP & Deposit Administration Contributions (Kshs Billion)



Company Expense Ratio (%)



* Maximum corporate expense ratio ceiling - 10%



ICEA LION LIFE ASSURANCE

Talk to us about Education Insurance

To help your child get the best education

LIFE ASSURANCE | ICEALION.CO.KE | 0719 071999