BRITAM HOLDINGS PLC
AUDITED SUMMARY CONSOLIDATED RESULTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021
The Board of Directors is pleased to announce the Group's audited results for the financial year ended 31 December 2021

Summary consolidated statement of profit or loss and other comprehensive income

	Audited 31-Dec-21 Shs'000	Audited 31-Dec-20 Shs'000
Gross earned premium and fund management fees	32,523,890	28,821,159
Less: Reinsurance premium ceded	(6,823,395)	(5,053,986)
Net earned revenue	**25,700,495**	**23,767,173**
Interest and dividend income	10,872,447	9,397,384
Net loss from investment property	(206,410)	(1,470,336)
Gains/(losses) on financial assets at fair value through profit or loss	1,799,672	(2,537,790)
Commissions earned	1,459,547	1,218,404
Other income/(losses)	602,224	(221,887)
Total income	**40,227,975**	**30,152,948**
Expenses		
Net insurance claims, increase in policyholders' benefis and loss adjustment expenses	17,840,426	18,649,372
Interest payments/increase in unit value	5,230,998	2,759,170
Operating and other expenses	11,327,916	13,455,260
Finance costs	413,989	361,547
Commissions expense	4,117,100	3,802,160
Total expenses	**38,930,429**	**39,027,509**
Profit/(loss) before share of loss of associate	1,297,546	(8,874,561)
Share of loss of associate	(286,085)	(823,049)
Profit/(loss) before tax	**1,011,461**	**(9,697,610)**
Income tax (expense)/credit	(939,337)	586,071
Profit/(loss) for the year	**72,124**	**(9,111,539)**
Gains/(losses) on revaluation of financial assets at fair value through other comprehensive income	1,932,232	(2,056,183)
Other adjustments	12,329	(511,400)
Total other comprehensive income/(loss)	**1,944,561**	**(2,567,583)**
Comprehensive income/(loss) for the year	**2,016,685**	**(11,679,122)**
Basic and diluted earnings/(losses) per share (Shs)	0.02	(3.62)

Summary consolidated statement of financial position

	Audited 31-Dec-21 Shs'000	Audited 31-Dec-20 Shs'000
Share capital	252,344	252,344
Share premium	13,237,451	13,237,451
Other reserves	16,394,912	13,352,432
Accumulated losses	(10,943,574)	(9,891,877)
Shareholders funds	**18,941,133**	**16,950,350**
Non-controlling interest	142,384	116,482
Total equity	**19,083,517**	**17,066,832**
Assets		
Fixed and intangible assets	2,672,572	2,776,377
Investment assets	130,376,533	117,332,824
Insurance assets	13,396,109	10,220,989
Cash and cash equivalents	1,862,538	1,558,646
Other assets	5,119,584	5,073,635
Total assets	**153,427,336**	**136,962,471**
Liabilities		
Insurance liabilities	114,676,009	103,008,343
Borrowings	4,227,825	4,854,923
Provisions and other payables	15,439,985	12,032,373
Total liabilities	**134,343,819**	**119,895,639**
Net assets	**19,083,517**	**17,066,832**

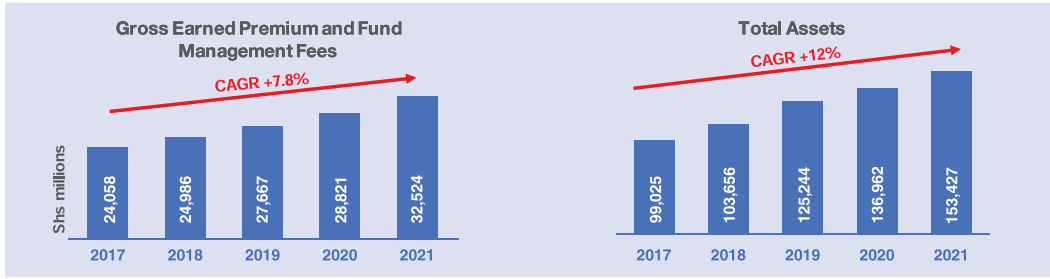
Summary consolidated statement of cashflows

	Audited 31-Dec-21 Shs'000	Audited 31-Dec-20 Shs'000
Operating activities		
Cash generated from operations	1,510,052	(1,186,802)
Income tax paid	(246,521)	(447,388)
Net cash generated from operating activities	**1,263,531**	**(1,634,190)**
Net cash used in investing activities	(230,102)	(255,891)
Net cash (used in)/generated from financing activities	(1,031,944)	1,812,770
Net increase/(decrease) in cash and cash equivalents	**1,485**	**(77,311)**
Movement in cash and cash equivalents		
At the start of the year	7,498,000	7,575,311
Increase/(decrease)	1,485	(77,311)
At end of the year	**7,499,485**	**7,498,000**

Summary consolidated statement of changes in equity

	Share capital	Share premium	Retained earnings and other reserves	Total equity
	Shs'000	Shs'000	Shs'000	Shs'000
At 1 January 2021	**252,344**	**13,237,451**	**3,577,037**	**17,066,832**
Profit for the year	-	-	72,124	72,124
Other comprehensive income	-	-	1,944,561	1,944,561
At 31 December 2021	**252,344**	**13,237,451**	**5,593,722**	**19,083,517**

2021 Performance Highlights



The Group has reported a profit before tax of Shs 1.0 billion for the financial year ended 31 December 2021. This is a significant improvement compared to a loss before tax of Shs 9.70 billion reported in the financial year ended 31 December 2020.

The improved performance is attributed to a growth in Gross earned premiums from new business and investment income from the group's investments. Additionally, the business also recorded fair value gains from its investments in listed equities. This followed an improvement in the operating environment.

The Group registered significant growth in interest and dividend income as it continues with the re-allocation of its investment portfolio to grow yields. The Group's investment income grew by 15.7 percent to Shs 10.9 billion from Shs 9.4 billion recorded in the previous financial year ended 2020.

The business continued to experience growth from both the local and regional businesses. Overall, the Group's Gross earned premiums and management fees grew by 12.8 percent to Shs 32.5 billion with the regional units continuing to significantly contribute to revenue growth and profitability. The regional general insurance business recorded an increase in Gross earned premiums (GEP) of 3.3 percent to Shs 8.1 billion, from Shs 7.9 billion reported in 2020. This business now contributes 25.5 percent of the Group's Gross earned premiums.

The Group's total operating costs were down 15.8 percent to Shs 11.3 billion. This is despite the business incurring a one-off business transformation expense as part of implementing its new transformational strategy.

The life assurance business continues to grow with embedded value as at 31 December 2021 of Shs 17.2 billion, representing a return of 6.6 percent as the business continues to underwrite profitable new business coupled with an improving operating environment.

Other Matters

Dividends

The Board of Directors do not recommend the payment of a dividend for the year ended 31 December 2021. The Annual General Meeting is scheduled to be held on or about 24 June 2022.

The above summary Consolidated Statement of Profit or Loss and Other Comprehensive Income, Summary Consolidated Statement of Financial Position, Summary Consolidated Statement of Cash Flows and other disclosures are extracted from the 2021 Audited Consolidated Financial Statements which were approved by the Board of Directors on 29 March 2022 and signed on its behalf by:

By Order of the Board

Mr. Kuria Muchiru
Chairman

Ms. Caroline Kigen
Director

Independent Auditor's Report on the Summary Financial Statements to the Shareholders of Britam Holdings Plc

Opinion

We have audited the summary financial statements of Britam Holdings Plc, which comprise the summary consolidated statement of financial position at 31 December 2021 and the summary consolidated statement 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 Britam Holdings Plc and its subsidiaries (together, the "Group") for the year ended 31 December 2021. 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.

Summary financial statements

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.

Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements. The summary financial statements 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 29 March 2022. 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 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 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.

CPA Bernice Kimacia, Practising certificate No. 1457
Engagement partner responsible for the audit

For and behalf of PricewaterhouseCoopers LLP
Certified Public Accountants
Nairobi
29 March 2022