

TANGERINE LIFE INSURANCE LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

ASSETS	Notes	Company	Group	Parent
		31-Dec-21 N'000	31-Dec-20 N'000	31-Dec-20 N'000
Cash and cash equivalents	6	8,195,129	8,313,229	2,289,495
Financial assets at amortised cost	7	2,003,295	2,079,970	448,735
Financial assets at fair value through profit or loss	8	34,348,451	46,581,813	2,381,575
Financial assets at fair value through other comprehensive income	9	3,865,332	-	-
Pledged assets	10	-	589,379	589,379
Trade receivables	11	69,510	8,422	5,961
Other receivables and prepayment	12	2,389,168	467,016	241,897
Reinsurance assets	13	444,238	551,735	256,661
Investment in subsidiaries	15	-	-	4,708,048
Investment in associates	16	279,812	331,839	360,000
Investment properties	17	946,250	2,270,783	-
Property, plant and equipment	18	242,492	198,967	90,929
Intangible assets subject to amortisation	19	41,949	47,482	40,919
Goodwill on consolidation	20	-	518,676	-
Statutory deposit	21	400,000	400,000	200,000
TOTAL ASSETS		53,225,626	62,359,311	11,613,599
LIABILITIES				
Insurance contract liabilities	22	38,738,035	44,349,331	1,544,154
Investment contract liabilities	23	3,140,380	4,300,490	659,719
Trade payables	24	1,611,402	808,738	345,635
Other payables and accruals	26	773,918	1,051,993	308,572
Current income tax liabilities	27	132,874	154,452	79,839
Deferred tax liabilities	28	-	111,478	-
TOTAL LIABILITIES		44,396,609	50,776,482	2,937,919
EQUITY				
Share capital	29	8,000,000	1,724,681	1,724,681
Share premium	29	-	6,229,796	6,229,796
Contingency reserves	30a	727,544	588,064	382,498
Fair value reserve		(311,509)	-	-
Retained earnings	31	412,982	1,535,398	338,705
TOTAL OWNERS' EQUITY		8,829,017	10,077,939	8,675,680
Non controlling interest	32	-	1,504,890	-
TOTAL EQUITY		8,829,017	11,582,829	8,675,680
TOTAL EQUITY AND LIABILITIES		53,225,626	62,359,311	11,613,599

These financial statements were authorised for issue by the board of directors on the 29 April 2022 and were signed on its behalf by:



Eric Idiahi (Chairman)
FRC/2014/IODN/00000006218



Livingstone Magorimbo
FRC/2013/CIIN/00000002611



Olawale Bakir
FRC/2013/ICAN/00000002055

The statement of significant accounting policies and the accompanying notes form an integral part of these financial statements.

TANGERINE LIFE INSURANCE LIMITED
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2021

		Company	Group	Parent
		31-Dec-21	31-Dec-20	31-Dec-20
	Notes	N'000	N'000	N'000
Gross premium income written		13,948,045	15,440,282	3,867,562
Gross premium income	33	13,713,166	15,682,765	4,052,572
Reinsurance expenses	34	(860,327)	(780,010)	(490,128)
Net premium income		12,852,839	14,902,755	3,562,444
Fess and commission income	38	265,444	70,282	-
Change in annuity contract liabilities	22h	2,340,489	(16,579,396)	-
Changes in individual life fund	22d	(518,809)	(3,036,164)	6,427
Claims expenses	35	(3,035,211)	(2,176,874)	(2,079,301)
Claims recoveries from reinsurance companies	36	306,765	468,436	321,517
Underwriting expenses	37	(1,253,095)	(1,186,060)	(432,928)
Net underwriting income		10,958,422	(7,537,019)	1,378,159
Investment income	39b	4,498,969	3,524,630	524,771
Profit on investment contracts	40	958,438	48,785	39,261
Fair value (loss)/gains	41	(13,031,198)	8,883,927	94,422
Other operating income	42	319,882	88,111	773
Goodwill impairment	20a	(518,675)	-	-
Net expected credit loss	43a	(435,981)	(32,786)	8,785
Other impairments	43b	(5,957)	-	-
Interest expenses on lease liability		-	(4,002)	(4,002)
Management expenses	44	(3,728,435)	(3,417,209)	(2,325,456)
Operating profit/(loss)		(984,536)	1,554,437	(283,287)
Loss from Associate accounted for using equity method	16	(52,027)	(28,161)	-
(Loss)/ Profit before tax		(1,036,563)	1,526,276	(283,287)
Income tax expense	27	109,094	(68,730)	(12,475)
(Loss)/ Profit for the year		(927,469)	1,457,546	(295,762)
Other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods net of tax:-		27,619	-	-
Fair value loss on FA@FVTOCI		(339,128)	-	-
Total other comprehensive income/(loss) for the year net of tax		(311,510)	-	-
Total comprehensive income/(loss) for the year		(1,238,979)	1,457,546	(295,762)
Profit/(loss) for the year attributable to:				
Non controlling interest		-	348,841	-
Owners of parent equity		(927,469)	1,108,705	(295,762)
		(927,469)	1,457,546	(295,762)
Total comprehensive income/(loss) attributable to:				
Non controlling interest	32	-	348,841	-
Owners of parent equity		(1,238,979)	1,108,705	(295,762)
		(1,238,979)	1,457,546	(295,762)
Earnings per share - basic/diluted (kobo)	45	(11.59)	84.51	(17.15)

The statement of significant accounting policies and the accompanying notes form an integral part of these financial statements.

TANGERINE LIFE INSURANCE LIMITED
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

STATEMENT OF CHANGES IN EQUITY

Company/Parent	Share capital	Share Premium	Contingency Reserve	Fair value Reserve	Retained earnings	Total owners' equity	Non controlling interest	Total equity
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
29b Balance at 1 January 2021	1,724,681	6,229,796	382,497	-	338,706	8,675,680	-	8,675,680
Upon merger	-	-	205,567	-	1,196,692	1,402,259	1,504,891	2,907,150
Revised Balance at 1 January 2021	1,724,681	6,229,796	588,064	-	1,535,398	10,077,939	1,504,891	11,582,830
Reversal of share issue expense upon merger	-	45,523	-	-	-	45,523	-	45,523
Converting share premium	6,275,319	(6,275,319)	-	-	-	-	-	-
ECL Impairment (loss) on financial assets through OCI	-	-	-	-	-	-	-	-
Fair value loss through OCI	-	-	-	27,619	-	27,619	-	27,619
Loss for the year	-	-	-	(339,128)	-	(339,128)	-	(339,128)
Changes in proportionate interest of NCI	-	-	-	-	(927,469)	(927,469)	-	(927,469)
Payment to NCI	-	-	-	-	(55,467)	(55,467)	55,467	-
Total comprehensive income for the year	8,000,000	-	588,064	(311,509)	552,462	8,829,017	(1,560,358)	(1,560,358)
Transfer to contingency reserves	-	-	139,480	-	(139,480)	-	-	-
Balance at 31 December 2021	8,000,000	-	727,544	(311,509)	412,982	8,829,017	-	8,829,017
29b Balance at 1 January 2020	1,724,681	6,319,796	343,822	-	673,141	9,061,440	-	9,061,440
Profit for the year	-	-	-	-	(295,760)	(295,760)	-	(295,760)
Issue of shares	-	(90,000)	-	-	-	(90,000)	-	(90,000)
Dividend paid	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	(90,000)	-	-	(295,760)	(385,760)	-	(385,760)
Transfer to contingency reserves	-	-	38,676	-	(38,676)	-	-	-
Balance at 31 December 2020	1,724,681	6,229,796	382,498	-	338,706	8,675,680	-	8,675,680

TANGERINE LIFE INSURANCE LIMITED
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

2020	Share capital	Share Premium	Contingency Reserve	Other comprehensive income Reserve	Retained earnings	Total owners' equity	Non controlling interest	Total equity
Notes	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 January 2020	1,724,681	6,319,796	343,822	-	673,141	9,061,440	-	9,061,440
Day 1 IFRS 9 adjustment (ECL impairment)	-	-	-	-	-	-	-	-
Day 1 tax impact of IFRS adoption (see note 20a)	-	-	-	-	-	-	-	-
Adjusted 1 January 2020	1,724,681	6,319,796	343,822	-	673,141	9,061,440	-	9,061,440
Profit for the year	-	-	-	-	1,108,704	1,108,704	348,841	1,457,546
Issue of shares	-	(90,000)	-	-	-	(90,000)	-	(90,000)
Acquisition of subsidiaries	-	-	-	-	-	-	1,217,184	1,217,184
Payment to Non controlling interest	-	-	-	-	-	-	(61,135)	(61,135)
Excess of consideration paid recognised in the transactions with non-controlling interests reserve within equity	-	-	-	-	(2,205)	(2,205)	-	(2,205)
Dividend paid	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	(90,000)	-	-	1,106,499	1,016,499	1,504,891	2,521,390
Transfer to contingency reserves	-	-	244,242	-	(244,242)	-	-	-
Balance at 31 December 2020	1,724,681	6,229,796	588,064	-	1,535,398	10,077,939	1,504,891	11,582,830

STATEMENT OF CASH FLOWS

	Note	Company 31-Dec-21 N'000	Group 31-Dec-20 N'000	Parent 31-Dec-20 N'000
Cash flows from operating activities:				
Premium received from policyholders	52a	13,180,681	14,706,195	3,657,629
Deposit for premium in advance	24	1,550,762	706,275	327,430
Cash received from investment contract liabilities	23a	1,046,522	985,614	27,414
Cash withdrawals from investment contract liabilities	23a	(1,737,201)	(1,960,813)	(275,214)
Re-insurance premium paid		(988,720)	(694,831)	(414,806)
Acquisition expenses		(1,237,762)	(1,071,262)	(320,469)
Maintenance expenses		(4,908)	(114,798)	(112,459)
Claims recovered from reinsurance		422,866	641,680	485,798
Claims paid	35	(2,767,452)	(3,848,449)	(2,280,918)
Payments to annuitants	22h	(4,292,254)	(2,007,549)	-
Payment to employees		(861,816)	(1,334,121)	(577,313)
Net other Operating cash payments		(1,060,451)	(1,538,992)	(1,764,620)
Financing cost paid on lease liability		-	(22,435)	(22,435)
Tax paid	27	(23,962)	(27,184)	(8,551)
Net cash from/(used in) operating activities		3,226,305	4,419,331	(1,278,514)
Cash flows from investing activities:				
Purchase of treasury bills		(702,279)	(1,304,398)	(1,304,398)
Proceeds from liquidation of treasury bills		4,533,550	4,003,413	4,003,413
Purchase of bond investment		(12,160,915)	(192,466)	(192,466)
Purchase of equity securities		(1,121,166)	(922,296)	(801,051)
Purchase of mutual fund		-	(135,013)	(135,013)
Proceeds from bonds redemption		8,506,325	(366,821)	366,821
Proceeds from mutual funds redemption		142,652	-	-
Net money market placements with banks		454,257	(3,171,274)	(311,658)
Purchase of property & equipment	18	(189,504)	(113,998)	(42,401)
Purchase of intangible assets	18	(32,239)	(58,037)	(58,037)
Rental income	39b	115,925	94,856	-
Deposit in Escrow for acquisition of subsidiaries	12	-	473,924	473,924
Payment for acquisition of subsidiaries net of cash acquired		-	(4,708,048)	(4,708,048)
Cash and cash equivalent upon merger / on acquisition of subsidiaries	(a)	-	4,017,126	-
Acquisition of Associates	16	-	(253,000)	(253,000)
Deposit for shares		664,224	(104,000)	(104,000)
Proceeds from disposal of property and equipment	42	6,741	782	773
Sales proceed of investment properties		1,192,000	-	-
Interest received from investments		2,620,793	414,295	414,295
Dividend received		209,326	58,376	58,376
Net cash from/(used in) investing activities		4,239,689	(2,266,579)	(2,592,469)
Cash flows from financing activities:				
Share increase expenses	29c	-	(90,000)	(90,000)
Payment to ARM Minority Shareholders (NCI)		(1,560,358)	-	-
Net cash from/(used in) financing activities		(1,560,358)	(90,000)	(90,000)
Net increase/(decrease) in cash and cash equivalents	6	5,905,635	2,062,752	(3,960,983)
Cash and cash equivalents at beginning of year	6	2,289,494	6,250,477	6,250,477
Cash and cash equivalents at end of year		8,195,129	8,313,229	2,289,494

Summary of Cash and cash equivalents

For the purposes of the statement of cash flow, cash and cash equivalents is as follows:

		Company 31-Dec-21 N'000	Group 31-Dec-20 N'000	31-Dec-20 N'000
Cash in hand and at bank	6	1,510,354	2,894,230	1,836,106
Placements with financial institutions (less than 90day maturity)	6	6,684,775	5,418,999	453,389
		8,195,129	8,313,229	2,289,495

The statement of significant accounting policies and the accompanying notes form an integral part of these financial statements.