



SACOS GROUP LIMITED

ABRIDGED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2021

SACOS GROUP LIMITED
MISSION, VISION AND VALUES

Mission:

Provide market leading insurance solutions by leveraging our financial strength and world class reinsurers, optimising investments to strengthen our financial position, by remaining committed to innovation and service excellence, in partnership with our valued employees and partners.

Vision:

To inspire our employees to deliver an effortless customer experience and innovative insurance solutions that meet our customers' needs for continued loyalty and profitable growth.

Values:

- Service excellence
- Trust
- Accountability
- Innovation
- Respect
- Stewardship

SACOS GROUP LIMITED
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	2021		2020 (Restated*)	
	Company SCR	Consolidated SCR	Company SCR	Consolidated SCR
ASSETS				
<i>Non-current assets</i>				
Equipment	19,005,708	19,021,231	36,161,141	37,238,258
Investments	168,599,464	609,981,963	170,142,394	574,292,882
Intangible assets	20,376,329	20,596,367	11,983,229	12,394,526
Total non-current Assets	207,981,501	649,599,561	218,286,764	623,925,666
<i>Current assets</i>				
Investments	-	65,154,832	-	76,859,036
Trade and other receivables	141,255,682	154,223,363	115,779,635	131,105,055
Cash and cash equivalents	25,004,122	63,578,891	21,354,546	34,595,408
Tax Asset	6,476,682	6,476,682	8,137,282	8,137,282
Total current Assets	172,736,486	289,433,768	145,271,463	250,696,781
Total assets	380,717,987	939,033,329	363,558,227	874,622,447
EQUITY				
Share capital	70,000,000	70,000,000	70,000,000	70,000,000
Retained earnings	71,531,951	92,239,545	68,714,025	72,613,500
Revaluation reserve	8,374,919	8,374,919	17,893,413	17,893,413
Total equity	149,906,870	170,614,464	156,607,438	160,506,913
Total Technical provisions	173,809,571	702,979,677	144,552,173	640,943,591
LIABILITIES				
<i>Non-current liabilities</i>				
Retirement benefit obligations	4,102,751	4,946,816	4,029,354	4,820,354
Funds Under Management	2,375,678	2,375,678	2,371,652	2,371,652
Total non-current liabilities	6,478,429	7,322,494	6,401,006	7,192,006
Total current liabilities	50,523,117	58,116,694	55,997,610	65,979,937
Total liabilities	57,001,546	65,439,188	62,398,616	73,171,943
Total equity and liabilities	380,717,987	939,033,329	363,558,227	874,622,447

* Certain amounts shown here do not correspond to the 2020 financial statements and reflect adjustments made, refer to note 2.

STATEMENT OF PROFIT AND LOSS	2021		2020 (Restated*)	
	Company	Consolidated	Company	Consolidated
	SCR	SCR	SCR	SCR
Turnover	173,082,691	245,818,464	172,847,685	241,445,236
Operating Profit	32,264,776	92,558,394	27,982,911	54,794,971
Depreciation & Amortisation charges	(12,287,952)	(13,589,220)	(12,753,195)	(13,526,905)
Finance Charges	(1,989,403)	(2,396,956)	(1,999,959)	(2,262,474)
Profit / (loss) before taxation	17,987,421	76,572,218	13,229,757	39,005,592
Taxation	(5,169,495)	(5,169,495)	(695,759)	(695,759)
Profit / (loss) for the year	12,817,926	71,402,723	12,533,998	38,309,833
STATEMENT OF OTHER COMPREHENSIVE INCOME				
Fair-value and foreign exchange changes on available for sale assets	(9,518,494)	(18,509,001)	12,836,282	29,394,445
Total comprehensive income / (loss) for the year	3,299,432	52,893,722	25,370,280	67,704,278

* Certain amounts shown here do not correspond to the 2020 financial statements and reflect adjustments made, refer to note 2.

a) STATEMENT OF CHANGES IN EQUITY

CONSOLIDATED

	Share capital SCR	Retained earnings SCR	Fair value reserve SCR	Total SCR
Balance at 1 January 2020	70,000,000	56,180,027	5,057,131	131,237,158
Share of profit attributed to shareholders fund	-	3,899,475	-	3,899,475
Total comprehensive income for the year	-	24,226,711	1,143,569	25,370,280
Dividends	-	-	-	-
At 31 December 2020 (previously reported)	70,000,000	84,306,213	6,200,700	160,506,913
Adjustment on correction of error (note 2)	-	(11,692,713)	11,692,713	-
At 31 December 2020 (Restated*)	70,000,000	72,613,500	17,893,413	160,506,913
Share of profit attributed to shareholders fund	-	16,808,119	-	16,808,119
Total comprehensive income for the year	-	12,817,926	(9,518,494)	3,299,432
Dividends	-	(10,000,000)	-	(10,000,000)
Balance at 31 December 2021	70,000,000	92,239,545	8,374,919	170,614,464

THE COMPANY

	Share capital SCR	Retained earnings SCR	Fair value reserve SCR	Total SCR
Balance at 1 January 2020	70,000,000	56,180,027	5,057,131	131,237,158
Adjustment on correction of error (note 2)	-	(11,692,713)	11,692,713	-
Total comprehensive income for the year	-	24,226,711	1,143,569	25,370,280
Dividends	-	-	-	-
At 31 December 2020 (Restated*)	70,000,000	68,714,025	17,893,413	156,607,438
Total comprehensive income for the year	-	12,817,926	(9,518,494)	3,299,432
Dividends	-	(10,000,000)	-	(10,000,000)
Balance at 31 December 2021	70,000,000	71,531,951	8,374,919	149,906,870

* Certain amounts shown here do not correspond to the 2020 financial statements and reflect adjustments made, refer to note 2

SACOS GROUP LIMITED
CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE YEAR ENDED 31 DECEMBER 2021

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	CONCOLIDATED		THE COMPANY	
	2021	2020 (Restated*)	2021	2020 (Restated*)
	SCR	SCR	SCR	SCR
Cash generated from operating activities	74,079,596	76,456,993	49,594,237	16,784,369
Net tax paid	(3,508,894)	(6,010,517)	(3,508,891)	(6,010,515)
Interest received	9,094,433	(101,207)	-	-
Retirement benefit obligation paid	(315,769)	(1,337,935)	(315,769)	(1,272,173)
Net cash inflow / (outflow) from operating activities	79,349,366	69,007,334	45,769,577	9,501,681
Net cash inflow from investing activities	(40,365,883)	(68,431,365)	(32,120,001)	(4,615,432)
Dividends paid	(10,000,000)	-	(10,000,000)	-
Net increase/ (decrease) in cash and cash equivalents	28,983,483	575,969	3,649,576	4,886,249
Cash and cash equivalents at January	34,595,408	34,019,439	21,354,546	16,468,297
At 31 December	63,578,891	34,595,408	25,004,122	21,354,546

* Certain amounts shown here do not correspond to the 2020 financial statements and reflect adjustments made, refer to note 2.

1. GENERAL INFORMATION

SACOS Group Limited (collectively "the Group" and referred to as "The Company" for its separate financial statements here-after) was incorporated under the Companies Act, 1972 on 22 November 2005. Pursuant to order dated 23rd January 2019 of the Supreme Court of Seychelles, Sacos Insurance Company Limited and Sun Investment Limited have been amalgamated with the Company with effective 1st January 2017.

Consequently, Sacos Insurance Company Limited and Sun Investment Limited have been amalgamated into Sacos Group Limited with the principal activity of the Company is that of Short-term Insurance Business. These activities have remained unchanged during the year under review. Activities of its 100% owned subsidiary SACOS Life Assurance Company Limited (hereafter referred as 'SLACL') is to underwrite life assurance policies.

The Group is domiciled in Republic of Seychelles and its registered office is Maison Esplanade, Francis Rachel Street, Victoria, Mahe, Seychelles.

These consolidated and separate financial statements will be submitted for approval at the forthcoming Annual General Meeting of the shareholders of the Group.

2 Correction of prior period errors (Restatement)

Certain amounts relating to 31 December 2020 has been reclassified as per IAS 39 "Financial Instruments; Recognition and Measurement"

Details of errors relates to;

- (a) Foreign Exchange gains and losses arising on investments available-for-sale has been reclassified from the statement of profit and Loss to the statement of other comprehensive income
- (b) Fair value gains and losses arising on held to maturity investments has been reclassified from the statement of other comprehensive income to the statement of profit and loss

Impact on Equity

Consolidated

	Share capital SCR	Retained earnings SCR	Fair value reserve SCR	Total SCR
At 1 January 2020	70,000,000	56,180,027	5,057,131	131,237,158
Share of surplus to shareholders	-	2,479,462	-	2,479,462
Share of profit attributed to shareholders fund (i)	-	1,420,013	-	1,420,013
Total comprehensive income for the year	-	24,226,711	1,143,569	25,370,280
Dividends (note 36)	-	-	-	-
At 31 December 2020 (previously reported)	70,000,000	84,306,213	6,200,700	160,506,913
Adjustment on correction of error (note 2.5 & note 10)	-	(11,692,713)	11,692,713	-
At 31 December 2020 (Restated*)	70,000,000	72,613,500	17,893,413	160,506,913

Company

	Share capital SCR	Retained earnings SCR	Fair value reserve SCR	Total SCR
At 1 January 2020	70,000,000	56,180,027	5,057,131	131,237,158
Total comprehensive income for the year	-	24,226,711	1,143,569	25,370,280
Dividends (note 36)	-	-	-	-
At 31 December 2020 (previously reported)	70,000,000	80,406,738	6,200,700	156,607,438
Adjustment on correction of error (note 2.5 and note 10)	-	(11,692,713)	11,692,713	-
At 31 December 2020 (Restated*)	70,000,000	68,714,025	17,893,413	156,607,438

3 CURRENT TAX ASSETS / (LIABILITIES)

(a) Current Tax Assets

(i) Statement of financial position

At January 1,
Paid/(Refund) during the year
Charge for the year
(Under)/Over provision for prior year

At December 31,

ABRIDGED FINANCIAL STATEMENTS

FC Current tax assets

Current tax liability

CONSOLIDATED		THE COMPANY	
2021	2020	2021	2020
SCR	SCR	SCR	SCR
7,090,179	4,366,092	7,090,179	4,366,092
3,508,894	6,010,516	3,508,894	6,010,516
(4,985,139)	(3,521,170)	(4,985,139)	(3,521,170)
-	234,741	-	234,741
5,613,935	7,090,179	5,613,935	7,090,179
5,613,935	7,090,179	5,613,935	7,090,179
-	-	-	-
5,613,935	7,090,179	5,613,935	7,090,179

(ii) Statement of profit or loss

Tax charge on the adjusted profit for the year (note 18(b))
(Under)/Over provision for prior year
Deferred tax (charge) / credit (note 12)

CONSOLIDATED		THE COMPANY	
2021	2020	2021	2020
SCR	SCR	SCR	SCR
(4,985,139)	(3,521,170)	(4,985,139)	(3,521,170)
-	234,741	-	234,741
(184,356)	2,590,670	(184,356)	2,590,670
(5,169,495)	(695,759)	(5,169,495)	(695,759)

(b) Applicable tax rates for 2021 and 2020 tax years are as follows:

Taxable income threshold

Less than or equal to SCR. 1,000,000
More than or equal to SCR. 1,000,000

CONSOLIDATED	THE COMPANY
%	%
25%	0%
33%	25%

4 DEFERRED TAX ASSETS / (LIABILITIES)

(a) Deferred income tax is calculated on all temporary differences under the liability method:

At January 1,
(Charge) / credit for the year

At December 31,

CONSOLIDATED		THE COMPANY	
2021	2020	2021	2020
SCR	SCR	SCR	SCR
1,047,103	(1,543,567)	1,047,103	(1,543,567)
(184,356)	2,590,670	(184,356)	2,590,670
862,747	1,047,103	862,747	1,047,103

(b) Deferred tax assets and liabilities are offset for the income taxes related to the same fiscal authority of the same entity. The following amounts are shown in the consolidated statements of financial position:

Deferred tax assets
Deferred tax liability

CONSOLIDATED		THE COMPANY	
2021	2020	2021	2020
SCR	SCR	SCR	SCR
5,892,800	5,560,151	5,892,800	5,560,151
(5,030,053)	(4,513,048)	(5,030,053)	(4,513,048)
862,747	1,047,103	862,747	1,047,103

(c) Deferred tax assets and liabilities during the year are attributable to the following items:

(i) Deferred tax assets:

At January 1, 2020
Charge to consolidated statement of profit or loss and other comprehensive income
At December 31, 2020

At January 1, 2021
Charge to consolidated statement of profit or loss and other comprehensive income
At December 31, 2021

CONSOLIDATED	THE COMPANY
Retirement benefit obligations	Retirement benefit obligations
SCR	SCR
154,213	154,213
5,405,938	5,405,938
5,560,151	5,560,151
5,560,151	5,560,151
332,649	332,649
5,892,800	5,892,800

(ii) Deferred tax liability:

At January 1, 2020
Charge to consolidated statement of profit or loss and other comprehensive income
At December 31, 2020

At January 1, 2021
Charge to consolidated statement of profit or loss and other comprehensive income
At December 31, 2021

CONSOLIDATED	THE COMPANY
Accelerated tax depreciation	Accelerated tax depreciation
SCR	SCR
(3,018,679)	(3,018,679)
(1,494,369)	(1,494,369)
(4,513,048)	(4,513,048)
(4,513,048)	(4,513,048)
(517,005)	(517,005)
(5,030,053)	(5,030,053)

5. CASH AND CASH EQUIVALENTS

Cash in hand
Call account balances
Bank balances
Cash and bank balances

CONSOLIDATED		THE COMPANY	
2021	2020	2021	2020
SCR	SCR	SCR	SCR
19,600	19,600	18,300	18,300
302,227	301,703	302,227	301,703
63,257,064	34,274,105	24,683,595	21,034,543
63,578,891	34,595,408	25,004,122	21,354,546