

**ETHIO LIFE AND GENERAL INSURANCE SHARE COMPANY**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2019**

**Currency:- Ethiopian Birr**

ASSETS	Notes	30-Jun-19	30-Jun-18
		Birr	Birr
Cash and bank balances	5	221,798,266.44	184,314,976.91
Other receivables	9	28,787,473.86	22,882,479.30
Related party receivables	9.1	493,480.07	206,977.22
Deferred acquisition costs	14	5,280,881.00	4,293,181.65
Policyholder loans	13	167,092.67	150,518.10
Reinsurer share of technical provisions and reserves	8	2,260,990.00	2,749,153.00
Receivables arising out of reinsurance arrangements	10	115,915,595.39	109,985,118.76
Government securities held to maturity	11	5,158,190.49	5,202,144.16
Equity Investments	12	27,754,381.88	22,771,305.00
Statutory Deposit	6	14,002,579.40	9,225,782.86
Property, plant and equipment	37	56,720,613.34	18,570,444.39
investment properties	26	14,438,918.63	19,645,481.57
<b>Total Assets</b>		<b>492,778,461.18</b>	<b>399,997,562.92</b>
<b>LIABILITIES</b>			
Insurance contract liabilities	7	181,431,869.00	163,636,786.98
Deferred reinsurance commission	16	6,011,500.00	2,080,673.00
Payables arising from reinsurance arrangements	17	47,339,105.99	53,188,595.49
Current Income tax liabilities	19	2,051,047.54	1,801,787.93
Deferred tax liability	18	897,420.32	-
Financial liability	15	30,362,500.00	-
Retirement benefits obligations	20	728,640.00	691,803.00
Other liabilities	21	37,385,365.69	31,998,465.24
Life fund reserve	25	38,780,626.86	29,320,206.86
<b>Total liabilities</b>		<b>344,988,075.40</b>	<b>282,718,318.50</b>
<b>EQUITY</b>			
Share capital	22	122,020,622.18	89,916,719.01
Retained earnings	23	17,276,830.06	20,946,999.33
Legal reserve	24	8,492,933.54	6,415,525.09
<b>Total equity</b>		<b>147,790,385.78</b>	<b>117,279,243.43</b>
<b>Total equity and liability</b>		<b>492,778,461.18</b>	<b>399,997,562.92</b>

The notes to the financial reports are an integral part of these financial statements.

Ato Yosef Endeshaw  
 (Chairman, Board of Directors)

Ato Shimelis G/Giorgis  
 Chief Executive Officer



**ETHIO LIFE AND GENERAL INSURANCE SHARE COMPANY**  
**CONSOLIDATED STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2019**

Currency:- Ethiopian Birr

	Notes	General Business 30-Jun-19 Birr	Long Term Business 30-Jun-19 Birr	Total 30-Jun-19 Birr	General Business 30-Jun-18 Birr	Long Term Business 30-Jun-18 Birr	Total 30-Jun-18 Birr
<b>Gross Premium Income</b>	29 a	127,613,615.50	32,640,863.95	160,254,479.45	110,577,488.23	21,327,096.42	131,904,584.65
Changes in unearned premium reserve		(7,385,877.02)	-	(7,385,877.02)	(677,271.00)	-	(677,271.00)
<b>Gross earned premium</b>		120,227,738.48	32,640,863.95	152,868,602.43	109,900,217.23	21,327,096.42	131,227,313.65
<b>Less: Premium ceded to Reinsurers</b>	29 b	(41,006,313.74)	(2,328,008.60)	(43,334,322.34)	(33,619,335.65)	(2,628,722.35)	(36,248,058.00)
Fee and commission income							
<b>Net underwriting income</b>		79,221,424.74	30,312,855.35	109,534,280.09	76,280,881.58	18,698,374.07	94,979,255.65
Commission Income	30	13,357,668.06	646,218.10	14,003,886.16	11,211,430.24	1,510,052.86	12,721,483.10
Other underwriting technical income							
Investment income	31	11,781,245.23	6,844,020.26	18,625,265.49	13,398,333.38	5,909,971.21	19,308,304.59
other income	33	1,232,149.30	119,910.92	1,352,060.22	723,664.07	-	723,664.07
<b>Net income</b>		105,592,487.33	37,923,004.63	143,515,491.96	101,614,309.27	26,118,398.14	127,732,707.41
Claims & policyholder benefits payable	32	(36,119,167.15)	(11,066,602.87)	(47,185,770.02)	(43,272,913.51)	(8,684,722.20)	(51,957,635.71)
Change in contract liabilities	32	(9,538,897.00)	-	(9,538,897.00)	(6,221,439.78)	(1,593,216.00)	(7,814,655.78)
Less: Claims recoveries from reinsurers	32	11,844,977.55	354,132.71	12,199,110.26	9,224,063.37	1,315,900.16	10,539,963.53
<b>Net claims and benefits</b>		71,779,400.73	27,210,534.47	98,989,935.20	61,344,019.35	17,156,360.10	78,500,379.45
Other operating and administrative expenses	34	(47,576,103.64)	(2,692,274.88)	(50,268,378.52)	(36,426,450.86)	(4,318,494.72)	(40,744,945.58)
Commission expense	36	(8,268,360.50)	(3,057,834.16)	(11,326,194.66)	(5,983,792.16)	(1,816,248.39)	(7,800,040.55)
Transfer to Life fund			(9,460,420.00)	(9,460,420.00)		(5,210,620.49)	(5,210,620.49)
<b>Profit before income tax</b>		15,934,936.59	12,000,005.43	27,934,942.02	18,933,776.33	5,810,996.50	24,744,772.83
Income tax expense	28	(2,051,047.54)	-	(2,051,047.54)	(1,125,581.93)	-	(1,125,581.93)
<b>Profit after tax for the year</b>		13,883,889.05	12,000,005.43	25,883,894.48	17,808,194.40	5,810,996.50	23,619,190.90
Transfer to legal reserve		(1,388,388.90)	(1,200,000.54)	(2,588,389.45)	(1,780,819.44)	(581,099.65)	(2,361,919.09)
<b>Other Comprehensive income</b>							
<b>Items that will not be subsequently reclassified into</b>							
Re-measurement gain/(loss) on retirement benefits obligation		55,773.90	-	55,773.90	(116,044.00)	-	(116,044.00)
Deferred tax (liability)/asset on re-measurement gain or loss		-	-	-	-	-	-
		(1,332,615.00)	(1,200,000.54)	(2,532,615.55)	(1,896,863.44)	(581,099.65)	(2,477,963.09)
<b>Total Comprehensive income for the year</b>		12,551,274.04	10,800,004.89	23,351,278.93	15,911,330.96	5,229,896.85	21,141,227.81

Basic and diluted earning per share (ETB)

214.16

235.10

Basic and diluted earning per share (%)

21.42%

23.51%

The notes to the financial reports are an integral part of these financial statements.

