



**ASSURIA
LIFE (GY) INC.
FINANCIAL REPORT 2020**



Assuria 

LIFE – PENSIONS – FIRE & GENERAL INSURANCE

Solid & Secure

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INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Assuria Life (GY) Inc

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of Assuria Life (GY) Inc, which comprise the statement of financial position as at December 31, 2020, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies as set out on pages 1 to 34.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Assuria Life (GY) Inc, as at December 31, 2020 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Guyana, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identified during our audit.

Report on Other Legal and Regulatory Requirements

The financial statements comply with the requirements of the Companies Act 1991 and those of the Insurance Act 2016 and its Regulations.

HLB, R. Seebarran & Co

HLB, R. Seebarran & Co

Chartered Accountants

73 Canje Street & Stone Avenue,

Section 'K', Campbellville,

Georgetown

March 17, 2021

Assuria Life (GY) Inc.
 (Subsidiary of Assuria N.V)
 Statement of Financial Position
 As at December 31, 2020

| | Notes | 2020 G\$ | 2019 G\$ |
|--|-------|-----------------------------|-----------------------------|
| ASSETS | | | |
| Non current assets | | | |
| Financial investments | 4 | 622,149,819 | 477,981,624 |
| Property, office furniture & equipment | 5 | 107,032,665 | 96,174,295 |
| Rights to use assets | 6 | 3,645,504 | 4,445,522 |
| Intangible assets | 7 | 19,262,494 | 12,038,046 |
| | | <u>752,090,482</u> | <u>590,639,487</u> |
| Current assets | | | |
| Related parties | I6 | 7,055,598 | - |
| Trade and other receivables | 8 | 29,158,097 | 24,512,939 |
| Cash and cash equivalents | 9 | 519,871,338 | 410,422,198 |
| | | <u>556,085,033</u> | <u>434,935,137</u> |
| TOTAL ASSETS | | <u><u>1,308,175,515</u></u> | <u><u>1,025,574,624</u></u> |
| EQUITY AND LIABILITIES | | | |
| Equity and reserves | | | |
| Share capital | I0 | 409,750,000 | 376,750,000 |
| Revaluation reserve | II | 21,105,760 | 21,105,760 |
| Investment reserve | I2 | 34,745,415 | 37,038,161 |
| Accumulated (deficit) | | (39,076,814) | (107,310,225) |
| | | <u>426,524,361</u> | <u>327,583,696</u> |
| Non-current liabilities | | | |
| Actuarial liabilities | I3 | 286,694,916 | 235,058,110 |
| Administration of pension fund | I4 | 353,366,603 | 225,198,742 |
| Lease liability | I5 | 2,679,195 | 2,963,681 |
| Related parties | I6 | 181,926,652 | 192,063,675 |
| | | <u>824,667,366</u> | <u>655,284,208</u> |
| Current liabilities | | | |
| Related parties | I6 | 10,014,905 | 10,014,905 |
| Trade and other payables | I7 | 40,133,296 | 29,893,154 |
| Claims/maturities payable | I8 | 4,543,035 | - |
| Lease liability | I5 | 1,209,623 | 1,481,841 |
| Tax payable | I9 | 1,082,929 | 1,316,820 |
| | | <u>56,983,788</u> | <u>42,706,720</u> |
| TOTAL EQUITY AND LIABILITIES | | <u><u>1,308,175,515</u></u> | <u><u>1,025,574,624</u></u> |

These financial statements were approved for issue on March 17, 2021

On behalf of the Board:



Director



Director

"The accompanying notes form an integral part of these financial statements".

Assuria Life (GY) Inc.
(Subsidiary of Assuria N.V)
Statement of Comprehensive Income
For the year ended December 31, 2020

| | Notes | 2020 G\$ | 2019 G\$ |
|--|-------|--------------|--------------|
| Income | | | |
| Gross premium | 20 | 260,248,554 | 198,662,391 |
| Re-insurance premium | 20 | (25,088,671) | (16,210,082) |
| Premium tax | 20 | (1,354,788) | (875,344) |
| Net premium | | 233,805,095 | 181,576,965 |
| Investment income | 21 | 27,205,854 | 18,196,665 |
| Other income | 22 | 5,429,254 | 8,090,544 |
| Total income | | 266,440,203 | 207,864,174 |
| Expenditure | | | |
| Commissions | 23 | 42,489,260 | 41,564,347 |
| Management expenses | 24 | 62,148,349 | 72,327,024 |
| Claims expense | 25 | 12,854,866 | 4,504,832 |
| Surrenders/Maturities | 26 | 26,845,945 | 22,798,266 |
| | | 144,338,420 | 141,194,469 |
| Net before actuarial liabilities | | 122,101,783 | 66,669,705 |
| Provision for actuarial liabilities | 27 | (51,199,033) | 9,884,663 |
| Net after actuarial liabilities | | 70,902,750 | 76,554,368 |
| Taxation | 28 | (2,669,339) | (2,903,228) |
| Net surplus after taxation | | 68,233,411 | 73,651,140 |
| STATEMENT OF OTHER COMPREHENSIVE INCOME | | | |
| Revaluation of investment property | | - | (7,806,240) |
| Fair value adjustments for investments | | (2,292,746) | 10,615,543 |
| Total other comprehensive income | | (2,292,746) | 2,809,303 |
| Total comprehensive income for the year | | 65,940,665 | 76,460,443 |
| Basic earnings per share | 29 | 343 | 377 |

"The accompanying notes form an integral part of these financial statements".

Assuria Life (GY) Inc.
 (Subsidiary of Assuria N.V)
 Statement of Changes in Equity
 For the year ended December 31, 2020

| | Share capital G\$ | Revaluation reserve G\$ | Investment reserve G\$ | Accumulated (deficit) G\$ | Total G\$ |
|-------------------------------------|-------------------------|-------------------------------|------------------------------|---------------------------------|--------------|
| Balance at December 31, 2018 | 288,750,000 | 28,912,000 | 26,422,618 | (180,961,365) | 163,123,253 |
| Operating profit for the year | - | - | - | 73,651,140 | 73,651,140 |
| Increase during the year | 88,000,000 | (7,806,240) | 10,615,543 | - | 90,809,303 |
| Balance at December 31, 2019 | 376,750,000 | 21,105,760 | 37,038,161 | (107,310,225) | 327,583,696 |
| Operating profit for the year | - | - | - | 68,233,411 | 68,233,411 |
| Increase/(Decrease) during the year | 33,000,000 | - | (2,292,746) | - | 30,707,254 |
| Balance at December 31, 2020 | 409,750,000 | 21,105,760 | 34,745,415 | (39,076,814) | 426,524,361 |

"The accompanying notes form an integral part of these financial statements".

Assuria Life (GY) Inc.
 (Subsidiary of Assuria N.V)
 Statement of Cash Flows
 For the year ended December 31, 2020

| | 2020 G\$ | 2019 G\$ |
|--|----------------------|---------------------|
| <u>Operating activities</u> | | |
| Operating profit for the year | 70,902,750 | 76,554,368 |
| Adjustments for: | | |
| Increase/(Decrease) in actuarial liabilities | 51,636,806 | (9,884,662) |
| Increase in pension funds | 128,167,861 | 78,860,505 |
| Depreciation/lease | 933,312 | 198,447 |
| Operating profit before working capital changes | 251,640,729 | 145,728,658 |
| <u>Working capital changes</u> | | |
| (Increase) in trade and other receivables | (4,645,158) | (5,107,766) |
| Increase in trade and other payables | 10,240,142 | 17,377,555 |
| Increase/(Decrease) in claims payable | 4,543,035 | (8,703,534) |
| (Decrease) in lease liability | (556,704) | - |
| Increase/(Decrease) in investment reserve | (2,292,746) | 10,615,543 |
| | 258,929,298 | 159,910,456 |
| Taxes paid | (2,903,230) | (4,274,091) |
| Net cash flow generated from operations | 256,026,068 | 155,636,365 |
| <u>Investing activities</u> | | |
| (Increase) in financial investments | (144,168,195) | (106,374,016) |
| Acquisition of tangible fixed assets | (11,123,782) | (96,126,099) |
| (Increase) in intangible assets | (7,224,448) | (3,795,171) |
| Decrease in investment property | - | 122,193,760 |
| Disposal of assets | 132,118 | - |
| Net cash used in investing activities | (162,384,307) | (84,101,526) |
| <u>Financing activities</u> | | |
| Share capital issued | 33,000,000 | 88,000,000 |
| Increase/(Decrease) in due to related parties | (17,192,621) | (7,415,591) |
| Net cash provided by financing activities | 15,807,379 | 80,584,409 |
| Net increase in cash and cash equivalents | 109,449,140 | 152,119,248 |
| Cash and cash equivalents at beginning of year | 410,422,198 | 258,302,950 |
| Cash and cash equivalents at end of year | 519,871,338 | 410,422,198 |
| Cash and cash equivalents as shown in the statement of financial position | | |
| Cash and cash equivalents | 519,871,338 | 410,422,198 |
| | 519,871,338 | 410,422,198 |

"The accompanying notes form an integral part of these financial statements".