



Reinsurance at its best

TANZANIA NATIONAL REINSURANCE CORPORATION LIMITED (TAN-RE)

TAN-RE's Financial statements for the year 2013

Statement of comprehensive income For the year ended 31 December 2013

	Notes	2013	2012
		TZS	TZS
Gross Premiums	3	62,692,677,913	69,252,392,218
Premiums ceded to retrocessions		(8,121,800,492)	(8,416,990,278)
Net Premiums		54,570,877,421	60,835,401,940
Fees and commission income	4	2,713,226,848	2,519,748,722
Investment income	5	1,749,508,278	1,935,546,298
Fair value gains	6	1,353,023,199	273,523,040
Other operating revenue	7	12,256,846	43,471,095
Other revenue		5,828,015,171	4,772,289,155
Total revenue		60,398,892,592	65,607,691,095
Gross benefits and claims paid	8	(39,149,297,256)	(37,396,516,030)
Claims ceded to reinsurers	8	6,696,547,622	2,913,377,953
Gross change in contract liabilities	8	1,406,926,553	(1,648,346,096)
Gross change in contract liabilities ceded to retrocessioners	8	(702,052,089)	734,924,222
Net benefits and claims		(31,747,875,170)	(35,396,559,951)
Operating and administration expenses	9	(8,786,180,981)	(7,060,149,647)
Fees and commission expense	10	(16,243,574,082)	(17,325,237,499)
Total other expenses		(25,029,755,063)	(24,385,387,146)
Total claims and other expenses		(56,777,630,233)	(59,781,947,097)
Profit before tax		3,621,262,359	5,825,743,998
Income tax expense	11	(1,384,242,408)	(1,709,505,499)
Profit for the year		2,237,019,951	4,116,238,499
Other comprehensive income, net of taxes		-	-
Total comprehensive income for the year		2,237,019,951	4,116,238,499
Earnings per share (Basic and diluted)	12	79.87	200.80

Statement of financial position As at 31 December 2013

	Notes	2013	2012
		TZS	TZS
Assets			
Property, plant and equipment	13	212,610,405	295,995,646
Intangible assets	15	4,719,198	7,292,885
Investment Property	14	10,777,941,144	5,219,022,690
Deferred tax asset	11	664,083,141	492,640,180
Financial instruments			
Held-to-maturity financial assets	16	22,518,614,311	23,552,181,462
At fair value through profit or loss	16	3,970,394,202	2,152,709,760
Reinsurance assets	17	23,728,645,664	21,772,281,885
Income tax recoverable	11	946,827,976	400,109,770
Other receivables	18	1,376,100,866	1,440,641,318
Cash and cash equivalent	19	571,515,275	670,859,445
Total Assets		64,771,452,182	56,003,735,041
Equity and Liabilities			
Equity			
Issued share capital	20	28,007,500,000	20,498,832,000
Retained earnings		659,467,167	2,659,573,539
Share Premium	20	348,758,700	348,613,700
Contingency reserve	21	8,796,263,609	7,159,137,286
Total equity		37,811,989,476	30,666,156,525
Liabilities			
Insurance contract liabilities on unearned premiums	22	19,753,227,350	21,160,153,903
Insurance contract liabilities on outstanding claims	22	2,986,994,935	2,284,942,846
Amount payable to reinsurance companies		3,766,382,648	1,572,746,482
Other payables	23	452,857,773	319,735,285
Total liabilities		26,959,462,706	25,337,578,516
Total equity and liabilities		64,771,452,182	56,003,735,041

These financial statements were approved by the Board of Directors and authorised for issue on

15th April 2014 and were signed on their behalf by:

Name: Dr. Ramadhani K. Dau Title: Chairman of the Board Signature:

Name: Wilson Ndesanjo Title: Vice Chairman Signature:

Name: Rajab S. Kakusa Title: Chief Executive Officer Signature:

Statement of changes in equity For the year ended 31 December 2013

	Note 20	Note 21	Note 20	Total	
					Share capital
	TZS	TZS	TZS	TZS	
At 1 January 2013	20,498,832,000	2,659,573,539	7,159,137,286	348,613,700	30,666,156,525
Paid up share capital	5,783,702,000	-	-	145,000	5,783,847,000
Bonus issue	1,724,966,000	(1,724,966,000)	-	-	-
Cash dividend	-	(875,034,000)	-	-	(875,034,000)
Profit for the year	-	2,237,019,951	-	-	2,237,019,951
Contingency reserve	-	(1,637,126,323)	1,637,126,323	-	-
At 31 Dec 2013	28,007,500,000	659,467,167	8,796,263,609	348,758,700	37,811,989,476
At 1 January 2012	18,921,439,000	3,866,385,105	5,334,075,228	346,360,380	28,468,259,713
Paid up share capital	57,914,000	-	-	2,253,320	60,167,320
Bonus issue	1,519,479,000	(1,519,479,000)	-	-	-
Cash dividend	-	(1,978,509,007)	-	-	(1,978,509,007)
Profit for the year	-	4,116,238,499	-	-	4,116,238,499
Contingency reserve	-	(1,825,062,058)	1,825,062,058	-	-
At 31 Dec 2012	20,498,832,000	2,659,573,539	7,159,137,286	348,613,700	30,666,156,525

Statement of cash flows As at 31 December 2013

	Notes	2013	2012
		TZS	TZS
Operating activities			
Profit before tax from continuing operations		3,621,262,359	5,825,743,998
Adjustment to reconcile profit before tax to the net cash flows			
Non-cash:			
Depreciation of property, plant and equipment	13	98,172,441	75,678,324
Amortisation of intangible assets	14	2,573,687	428,948
Gain on disposal of property and equipment		(100,000)	-
Loss/(Gain) on financial instruments at fair value through profit or loss	16	(1,237,670,266)	63,391,680
Movement in operating items in the statement of financial position:			
Increase in reinsurance assets		(1,956,363,779)	(3,687,619,620)
Decrease/(Increase) in other receivables		64,540,452	(345,460,043)
(Decrease)/Increase in unearned premium reserves		(1,406,926,553)	1,648,346,096
Increase/(Decrease) in outstanding claims		702,052,089	(734,924,222)
Increase in amount payable to reinsurance companies		2,193,636,166	901,466,546
Increase in other payables		133,122,488	82,770,432
Income tax paid		(2,102,403,576)	(2,824,431,155)
Cash generated from operating activities		111,895,508	1,005,390,984
Investing Activities			
Realisation of held-to-maturity financial assets	16	2,395,547,089	4,776,734,440
Purchase of at fair value through profit or loss financial assets	16	(580,014,176)	-
Purchase of investment property	14	(5,558,918,454)	(3,839,889,205)
Purchase of property and equipment	13	(14,787,200)	(281,641,318)
Purchase of intangible assets	15	-	(7,721,833)
Proceeds from sale of assets		99,001	26,555,500
Net cash flows (used in) /from investing activities		(3,758,073,740)	674,037,584
Financing activities			
Proceeds from issue of shares	20	5,783,847,000	60,167,320
Dividend paid		(875,034,000)	(1,978,509,007)
Net cash flows from financing activities		4,908,813,000	(1,918,341,687)
Net decrease in cash and cash equivalents		1,262,634,768	(238,913,119)
Cash and cash equivalent at start of the year		4,629,539,189	4,868,452,308
Cash and cash equivalents at end of the year	19	5,892,173,957	4,629,539,189