



## TANZANIA REINSURANCE COMPANY LIMITED (TAN-RE)

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 TZS	2022 restated TZS
Reinsurance contract revenue	208,694,220,326	169,921,772,317
Reinsurance service expense	(130,617,929,474)	(110,108,538,994)
<b>Reinsurance results held before reinsurance contracts held</b>	<b>78,076,290,852</b>	<b>59,813,233,323</b>
Allocation of retrocession premium	(103,600,659,798)	(94,577,159,603)
Retrocession service expense	36,974,301,094	41,743,318,928
<b>Net expenses from reinsurance contracts held</b>	<b>(66,626,358,704)</b>	<b>(52,833,840,675)</b>
<b>Reinsurance service results</b>	<b>11,449,932,148</b>	<b>6,979,392,648</b>
Investment income	4,002,794,988	3,884,018,616
Fair value gain	931,950,063	2,967,985,413
Other operating revenue	1,287,873,885	871,243,279
<b>Net Investment income</b>	<b>6,222,618,936</b>	<b>7,723,247,308</b>
Finance expenses from reinsurance contracts issued	(1,865,715,804)	(1,413,028,785)
Finance income from retrocession contracts held	899,428,251	407,673,161
<b>Net reinsurance finance expenses</b>	<b>(966,287,553)</b>	<b>(1,005,355,624)</b>
Share of net profit of associates accounted for using the equity method	580,030,489	268,539,071
<b>Net reinsurance and investment results</b>	<b>17,286,294,020</b>	<b>13,965,823,403</b>
Other operating and administration expenses	(1,066,577,478)	(1,104,715,790)
<b>Profit before tax</b>	<b>16,219,716,542</b>	<b>12,861,107,613</b>
Income tax expense	(3,378,510,025)	(1,836,194,107)
<b>Profit for the year</b>	<b>12,841,206,517</b>	<b>11,024,913,506</b>
<i>Other comprehensive income, net of taxes:</i> Exchange differences on translation of investment in foreign associate	(157,127,435)	(732,895,266)
<b>Total comprehensive income for the year</b>	<b>12,684,079,082</b>	<b>10,292,018,240</b>

### STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2023

	Share capital TZS	Retained earnings TZS	Contingency reserve TZS	Share buyback reserve TZS	Foreign currency translation reserve TZS	Advance towards share capital TZS	Share premium TZS	Total TZS
At 1 January 2023	46,509,001,389	13,862,844,887	37,890,395,257	995,089,619	(732,895,266)	9,378,228,000	348,613,700	108,251,277,586
<b>Transactions with owners</b>								
Paid up share capital	26,000,000	-	-	-	-	-	-	26,000,000
Advance towards share capital	-	-	-	-	-	-	-	-
Dividend paid	-	(2,000,000,000)	-	-	-	-	-	(2,000,000,000)
Shares in lieu of cash dividend	1,784,320,000	(1,982,575,000)	-	-	-	-	-	(198,255,000)
Share buyback reserve	-	(1,268,407,908)	-	1,268,407,908	-	-	-	-
<b>Comprehensive income</b>								
Profit for the year	-	12,841,206,517	-	-	-	-	-	12,841,206,517
Contingency reserve	-	(5,942,087,916)	5,942,087,916	-	-	-	-	-
<b>Other comprehensive income</b>								
Currency translation - associate	-	-	-	-	(157,127,435)	-	-	(157,127,435)
<b>At 31 December 2023</b>	<b>48,319,321,389</b>	<b>15,510,980,580</b>	<b>43,832,483,173</b>	<b>2,263,497,527</b>	<b>(890,022,701)</b>	<b>9,378,228,000</b>	<b>348,613,700</b>	<b>118,763,101,668</b>
At 1 January 2022	40,752,993,389	13,663,607,769	32,917,164,898	-	-	-	348,613,700	87,682,379,756
<b>IFRS 17 &amp; IFRS Transition adjustments</b>								
Impact of initial recognition of IFRS 17	-	(781,754,460)	-	-	-	-	-	(781,754,460)
Impact of initial recognition of IFRS 9	-	(233,855,120)	-	-	-	-	-	(233,855,120)
<b>Restated At 1 January 2022</b>	<b>40,752,993,389</b>	<b>12,647,998,189</b>	<b>32,917,164,898</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>348,613,700</b>	<b>86,666,770,176</b>
<b>Transactions with owners</b>								
Paid up share capital	2,299,271,726	-	-	-	-	-	-	2,299,271,726
Advance towards share capital	-	-	-	-	-	9,378,228,000	-	9,378,228,000
Shares in lieu of cash dividend	3,456,736,274	(3,840,818,116)	-	-	-	-	-	(384,081,842)
Share buyback reserve	-	(995,089,619)	-	995,089,619	-	-	-	-
<b>Comprehensive income</b>								
Profit for the year as previously reported	-	10,883,791,459	-	-	-	-	-	10,883,791,459
Impact on application of IFRS 17	-	465,343,490	-	-	-	-	-	465,343,490
Impact on application of IFRS 9	-	(124,221,438)	-	-	-	-	-	(124,221,438)
Contingency reserve	-	(4,973,230,359)	4,973,230,359	-	-	-	-	-
<b>Other comprehensive income</b>								
Currency translation - associate	-	-	-	-	(732,895,266)	-	-	(732,895,266)
<b>Restated Balance At 31 December 2022</b>	<b>46,509,001,389</b>	<b>13,862,844,887</b>	<b>37,890,395,257</b>	<b>995,089,619</b>	<b>(732,895,266)</b>	<b>9,378,228,000</b>	<b>348,613,700</b>	<b>108,251,277,586</b>

### STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Dec, 2023 TZS	Restated Dec, 2022 TZS	Restated January 01 2022 TZS
<b>Assets</b>			
Property and equipment	744,057,395	946,196,255	736,114,895
Intangible assets	55,015,828	77,928,034	74,446,490
Investment Property	27,645,000,000	27,645,000,000	25,014,999,999
Deferred tax asset	3,121,310,367	2,134,992,811	2,438,800,946
Other receivables	6,596,511,663	5,242,577,781	6,045,149,307
Investment in Government securities at amortised costs	7,277,626,263	7,480,349,816	6,767,744,844
Financial assets at fair value through profit or loss	10,081,577,714	9,136,546,361	8,798,277,439
Investments accounted for using the equity method	4,719,053,900	4,296,150,845	4,760,507,040
Retrocession Contract assets	57,720,652,420	47,165,230,716	41,818,578,582
Deposits with Financial institutions	51,636,991,320	47,163,438,614	28,143,752,238
Cash and cash equivalent	1,097,490,512	2,510,956,533	4,311,964,834
<b>Total Assets</b>	<b>170,695,287,382</b>	<b>153,799,367,766</b>	<b>128,910,336,614</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Issued share capital	48,319,321,389	46,509,001,389	40,752,993,389
Share premium	348,613,700	348,613,700	348,613,700
Advance towards share capital	9,378,228,000	9,378,228,000	-
Retained earnings	15,510,980,580	13,862,844,887	12,647,069,470
Share buyback reserve	2,263,497,527	995,089,619	-
Foreign currency translation reserve	(890,022,701)	(732,895,266)	-
Contingency reserve	43,832,483,173	37,890,395,257	32,917,164,898
<b>Total equity</b>	<b>118,763,101,668</b>	<b>108,251,277,586</b>	<b>86,666,841,457</b>
<b>Liabilities</b>			
Reinsurance Contract Liabilities	40,239,963,754	34,899,958,353	29,938,347,069
Other payables	3,764,002,283	3,895,050,524	5,317,716,381
Current tax payable	7,928,219,677	6,753,081,303	6,988,431,707
<b>Total liabilities</b>	<b>51,932,185,714</b>	<b>45,548,090,180</b>	<b>42,244,495,157</b>
<b>Total equity and liabilities</b>	<b>170,695,287,382</b>	<b>153,799,367,766</b>	<b>128,910,336,614</b>

### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2023

	2023 TZS	2022 TZS
<b>Operating activities</b>		
Cash generated from operations	4,261,748,137	5,180,111,741
Tax paid	(2,963,975,100)	(1,000,000,000)
Withholding tax deducted at source	(225,714,107)	(767,736,376)
Withholding tax - shares in lieu of dividend	(198,255,000)	(384,081,842)
<b>Cash generated from operating activities</b>	<b>873,803,930</b>	<b>3,028,293,523</b>
<b>Investing activities</b>		
Proceeds from/(purchase of) Government securities	202,723,553	(713,638,189)
Purchase of deposits with financial institutions (maturing over three months) *	(8,931,009,827)	(18,584,162,589)
Purchase of shares	(1,756,023)	(283,510)
Purchase of property and equipment	(122,505,830)	(587,350,852)
Proceeds from sale of property and equipment	53,035,005	-
Purchase of intangible assets	(24,253,377)	(56,737,997)
Investment income	4,002,794,988	3,884,018,616
<b>Net cash flows used in investing activities</b>	<b>(4,820,971,511)</b>	<b>(16,058,154,521)</b>
<b>Financing activities</b>		
Proceeds from issue of shares	26,000,000	2,299,271,726
Advance towards share capital	-	9,378,228,000
Dividend paid	(2,000,000,000)	-
<b>Net cash flows (used in)/generated from financing activities</b>	<b>(1,974,000,000)</b>	<b>11,677,499,726</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(5,921,167,581)</b>	<b>(1,352,361,272)</b>
Cash and cash equivalents at the beginning of the year	7,302,906,372	8,643,925,199
Effect of exchange rate change on cash and cash equivalents	3,263,960	11,342,445
<b>Cash and cash equivalents at the end of the year</b>	<b>1,385,002,751</b>	<b>7,302,906,372</b>

These financial statements were approved by the Board of Directors and authorised for issue on 19<sup>th</sup> April 2024 and were signed on their behalf by:

Name: Wilson Ndesanjo  
Name: Khamis Suleiman  
Name: Rajab Kakusa

Title: Chairman of the Board  
Title: Chairman Audit & Risk committee  
Title: Chief Executive Officer