

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

| | 2021 | 2020 | 2019 |
|--|------------------|--------------------|--------------------|
| | R '000 | Restated R '000 | Restated R '000 |
| Assets | | | |
| Deferred tax asset | 18 857 | - | 1 560 |
| Intangible assets | 17 252 | 26 337 | 36 991 |
| Equipment and right-of-use asset | 27 232 | 33 809 | 2 082 |
| Reinsurance assets | 1 588 046 | 1 562 489 | 973 298 |
| Financial assets at amortised cost | 1 071 684 | 1 011 104 | 1 001 979 |
| Receivables including reinsurance receivables | 358 981 | 431 502 | 469 044 |
| Current tax receivable | 7 634 | 7 169 | - |
| Financial assets at fair value through profit or loss | 1 550 534 | 1 134 932 | 810 182 |
| Cash and cash equivalents | 659 089 | 477 786 | 430 281 |
| Total assets | 5 299 309 | 4 685 128 | 3 725 417 |
| Equity and Liabilities | | | |
| Equity | | | |
| Share capital | 189 050 | 189 050 | 189 050 |
| Retained income | 648 998 | 576 912 | 538 206 |
| | 838 048 | 765 962 | 727 256 |
| Liabilities | | | |
| Deferred tax liability | - | 1 756 | - |
| Unsecured borrowings | 302 853 | 303 085 | 202 995 |
| Lease liabilities | 21 582 | 26 205 | - |
| Insurance liabilities | 2 341 402 | 2 264 276 | 1 600 415 |
| Employee benefit provisions | 87 946 | 54 474 | 42 161 |
| Payables including reinsurance payables | 1 703 325 | 1 269 370 | 1 131 843 |
| Financial liabilities at fair value through profit or loss | 4 153 | - | 16 434 |
| Current tax payable | - | - | 4 313 |
| Total liabilities | 4 461 261 | 3 919 166 | 2 998 161 |
| Total Equity and Liabilities | 5 299 309 | 4 685 128 | 3 725 417 |



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | 2021 R '000 | 2020 Restated R '000 |
|---|--------------------|----------------------------|
| Insurance premium revenue | 2 543 554 | 2 154 880 |
| Insurance premium revenue ceded to reinsurers | (1 591 858) | (1 298 987) |
| Net insurance premium revenue | 951 696 | 855 893 |
| Investment income | 57 858 | 76 403 |
| Interest income using the effective interest rate method | 59 463 | 88 373 |
| Reinsurance commission | 556 136 | 495 946 |
| Net realised gains on financial assets at fair value through profit or loss | 28 660 | 13 717 |
| Revenue from contracts with customers | 14 859 | 8 787 |
| Other income | 1 923 | 5 134 |
| Total other income | 718 899 | 688 360 |
| Insurance claims incurred | (364 390) | (1 585 458) |
| Insurance claims recovered from reinsurers | 69 788 | 1 165 685 |
| Net Insurance claims | (294 602) | (419 773) |
| Impairment of financial assets | (17 863) | (26 129) |
| Expenses for marketing and administration | (1 660) | (2 304) |
| Expenses for the acquisition of insurance contracts | (617 205) | (516 618) |
| Other operating expenses | (607 135) | (483 972) |
| Expenses | (1 243 863) | (1 029 023) |
| Operating profit | 132 130 | 95 457 |
| Finance costs | (25 375) | (31 105) |
| Profit before taxation | 106 755 | 64 352 |
| Taxation | (34 669) | (25 646) |
| Profit for the year | 72 086 | 38 706 |
| Other comprehensive income | - | - |
| Total comprehensive income for the year | 72 086 | 38 706 |



LOMBARD INSURANCE COMPANY LIMITED

(Registration number 1990/001253/06)

Extract of Audited Annual Financial Statements for the year ended 30 June 2021

**STATEMENT
OF CHANGES IN EQUITY**

| | Share capital R '000 | Share premium R '000 | Total share capital R '000 | Retained income R '000 | Total equity R '000 |
|--|----------------------------|----------------------------|----------------------------------|------------------------------|---------------------------|
| Balance at 01 July 2019 | 47 | 189 003 | 189 050 | 538 206 | 727 256 |
| Profit for the year | - | - | - | 38 706 | 38 706 |
| Other comprehensive income | - | - | - | - | - |
| Total comprehensive income for the year | - | - | - | 38 706 | 38 706 |
| Balance at 01 July 2020 | 47 | 189 003 | 189 050 | 576 912 | 765 962 |
| Profit for the year | - | - | - | 72 086 | 72 086 |
| Other comprehensive income | - | - | - | - | - |
| Total comprehensive income for the year | - | - | - | 72 086 | 72 086 |
| Balance at 30 June 2021 | 47 | 189 003 | 189 050 | 648 998 | 838 048 |

STATEMENT OF CASH FLOWS

| | 2021 R '000 | 2020 Restated R '000 |
|---|----------------|----------------------------|
| Cash flows from operating activities | | |
| Cash generated from/(used in) operations | 4 947 | (194 597) |
| Interest received | 115 995 | 127 773 |
| Investment income | 22 138 | (5 317) |
| Dividend income | 693 | 3 490 |
| Interest paid | (41 917) | (53 493) |
| Tax paid | (55 747) | (33 812) |
| Net cash from/(used in) operating activities | 46 109 | (155 956) |
| Cash flows from investing activities | | |
| Payments for acquisition of equipment | (1 618) | (10 404) |
| Proceeds from sale of equipment | - | 165 |
| Payments for acquisition of intangible assets | (105) | - |
| Payments for financial assets | (1 366) | (73 510) |
| Proceeds from sale of financial assets | 129 892 | 177 696 |
| Net cash from investing activities | 126 803 | 93 947 |
| Cash flows from financing activities | | |
| Payment of lease liability | (7 227) | (6 225) |
| Proceeds on issue of unsecured borrowings | - | 200 000 |
| Redemption of unsecured borrowings | - | (100 000) |
| Net cash (used in)/ from financing activities | (7 227) | 93 775 |
| Total cash and cash equivalents movement for the year | 165 685 | 31 766 |
| Cash and cash equivalents at the beginning of the year | 477 786 | 430 281 |
| Effect of foreign exchange rate changes on the balance of cash held in foreign currencies | 15 618 | 15 739 |
| Total cash and cash equivalents at end of the year | 659 089 | 477 786 |

