

**CAMBODIAN REINSURANCE COMPANY**  
**“CAMBODIA RE”**

(Registration No.: Co – 6992/04M)

Report of Board of Directors  
and  
Audited financial statements

as at 31 December 2020 and for the year then ended

# Cambodian Reinsurance Company “Cambodia Re”

(Registration No.: Co – 6992/04M)

## STATEMENT OF FINANCIAL POSITION as at 31 December 2020

	Notes	2020		2019	
		US\$	KHR '000 equivalent (Note 2.4)	US\$	KHR '000 equivalent (Note 2.4)
<b>ASSETS</b>					
Statutory deposit	5	1,400,000	5,663,000	1,400,000	5,705,000
Government bonds	6	-	-	1,640,052	6,683,212
Intangible asset	7	56,756	229,578	61,145	249,166
Property and equipment	8	979,185	3,960,803	1,008,990	4,111,634
Investments	9	26,669,345	107,877,501	24,605,374	100,266,899
Insurance receivables	10	6,796,628	27,492,360	7,142,435	29,105,423
Other assets	11	44,716	180,876	48,421	197,316
Cash and cash equivalents	12	526,124	2,128,172	868,749	3,540,152
<b>TOTAL ASSETS</b>		<b>36,472,754</b>	<b>147,532,290</b>	<b>36,775,166</b>	<b>149,858,802</b>
<b>EQUITY AND LIABILITIES</b>					
<b>EQUITY</b>					
Share capital	13	14,000,000	56,000,000	14,000,000	56,000,000
Reserves	14	4,842,836	19,476,893	4,541,010	18,256,007
Revaluation reserve	15	271,669	1,103,941	427,690	1,740,039
Retained earnings		5,139,690	21,033,740	3,335,743	13,667,870
Cumulative exchange differences on translation		-	493,645	-	1,226,689
<b>Total equity</b>		<b>24,254,195</b>	<b>98,108,219</b>	<b>22,304,443</b>	<b>90,890,605</b>
<b>LIABILITIES</b>					
Insurance contract liabilities	16	6,476,264	26,196,488	6,434,689	26,221,358
Insurance payables	17	5,539,617	22,407,751	5,974,321	24,345,358
Other liabilities	18	172,253	696,763	2,042,305	8,322,393
Provision for income tax	19	30,425	123,069	19,408	79,088
<b>Total liabilities</b>		<b>12,218,559</b>	<b>49,424,071</b>	<b>14,470,723</b>	<b>58,968,197</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>36,472,754</b>	<b>147,532,290</b>	<b>36,775,166</b>	<b>149,858,802</b>

The accompanying notes 1 to 31 form an integral part of these financial statements.

# Cambodian Reinsurance Company “Cambodia Re”

(Registration No.: Co – 6992/04M)

## STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2020

	Notes	2020			KHR '000 equivalent (Note 2.4)
		Non-life US\$	Life US\$	Total US\$	
Gross premiums	28	13,787,114	612,043	14,399,157	58,705,363
Premiums ceded to reinsurers	28	(4,125,335)	(119,941)	(4,245,276)	(17,307,990)
Change in unearned premiums reserve	16	(43,004)	49,261	6,257	25,510
<b>Net premiums revenue</b>		<b>9,618,775</b>	<b>541,363</b>	<b>10,160,138</b>	<b>41,422,883</b>
Commission income	20	1,517,840	489	1,518,329	6,190,227
<b>Total underwriting income</b>		<b>11,136,615</b>	<b>541,852</b>	<b>11,678,467</b>	<b>47,613,110</b>
Gross claims paid		(4,181,267)	(663,737)	(4,845,004)	(19,753,081)
Claims ceded to reinsurers		922,770	143,708	1,066,478	4,348,031
Change in other insurance contract liabilities	16	171,478	(219,310)	(47,832)	(195,011)
<b>Net claims</b>		<b>(3,087,019)</b>	<b>(739,339)</b>	<b>(3,826,358)</b>	<b>(15,600,061)</b>
Commission expense	22	(4,166,162)	(214)	(4,166,376)	(16,986,315)
Contribution fees		(68,678)	(3,060)	(71,738)	(292,476)
<b>Total underwriting expenses</b>		<b>(7,321,859)</b>	<b>(742,613)</b>	<b>(8,064,472)</b>	<b>(32,878,852)</b>
<b>Underwriting profit</b>		<b>3,814,756</b>	<b>(200,761)</b>	<b>3,613,995</b>	<b>14,734,258</b>
Finance and other income	21			1,429,967	5,829,975
General and administrative expenses	23			(1,326,892)	(5,409,739)
<b>Profit before tax</b>				<b>3,717,070</b>	<b>15,154,494</b>
Income tax expense	19			(723,794)	(2,950,908)
<b>Profit for the year</b>				<b>2,993,276</b>	<b>12,203,586</b>
<b>Other comprehensive income</b>					
Fair value gain on available-for- sale financial asset	15			(156,021)	(636,098)
Exchange difference on translation				-	(733,044)
<b>Total comprehensive income</b>				<b>2,837,255</b>	<b>10,834,444</b>

The accompanying notes 1 to 31 form an integral part of these financial statements.

# Cambodian Reinsurance Company “Cambodia Re”

(Registration No.: Co – 6992/04M)

STATEMENT OF COMPREHENSIVE INCOME (continued)  
for the year ended 31 December 2020

	Notes	2019			KHR '000 equivalent (Note 2.4)
		Non-life US\$	Life US\$	Total US\$	
Gross premiums	28	12,869,975	619,018	13,488,993	54,657,400
Premiums ceded to reinsurers	28	(4,068,018)	(97,376)	(4,165,394)	(16,878,176)
Change in unearned premiums reserve	16	(888,234)	(260,265)	(1,148,499)	(4,653,718)
<b>Net premiums revenue</b>		<b>7,913,723</b>	<b>261,377</b>	<b>8,175,100</b>	<b>33,125,506</b>
Commission income	20	1,758,027	4,232	1,762,259	7,140,674
<b>Total underwriting income</b>		<b>9,671,750</b>	<b>265,609</b>	<b>9,937,359</b>	<b>40,266,180</b>
Gross claims paid		(3,490,820)	(473,976)	(3,964,796)	(16,065,353)
Claims ceded to reinsurers		594,455	107,748	702,203	2,845,327
Change in other insurance contract liabilities	16	(872,329)	(20,000)	(892,329)	(3,615,717)
<b>Net claims</b>		<b>(3,768,694)</b>	<b>(386,228)</b>	<b>(4,154,922)</b>	<b>(16,835,743)</b>
Commission expense	22	(3,778,390)	-	(3,778,390)	(15,310,036)
Contribution fees		(45,224)	(2,608)	(47,832)	(193,815)
<b>Total underwriting expenses</b>		<b>(7,592,308)</b>	<b>(388,836)</b>	<b>(7,981,144)</b>	<b>(32,339,594)</b>
<b>Underwriting profit</b>		<b>2,079,442</b>	<b>(123,227)</b>	<b>1,956,215</b>	<b>7,926,586</b>
Finance and other income	21			1,202,368	4,871,995
General and administrative expenses	23			(1,188,925)	(4,817,524)
<b>Profit before tax</b>				<b>1,969,658</b>	<b>7,981,057</b>
Income tax expense	19			(474,754)	(1,923,703)
<b>Profit for the year</b>				<b>1,494,904</b>	<b>6,057,354</b>
<b>Other comprehensive income</b>					
Fair value gain on available-for- sale financial asset	15			276,908	1,122,031
Exchange difference on translation				-	1,317,175
<b>Total comprehensive income</b>				<b>1,771,812</b>	<b>8,496,560</b>

The accompanying notes 1 to 31 form an integral part of these financial statements.

# Cambodian Reinsurance Company “Cambodia Re”

(Registration No.: Co – 6992/04M)

## STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2020

	<i>Share capital</i> <i>(Note 13)</i>		<i>Reserves</i> <i>(Note 14)</i>		<i>Revaluation reserve</i> <i>(Note 15)</i>		<i>Retained earnings</i>		<i>Cumulative</i> <i>exchange</i> <i>differences on</i> <i>translation</i>	<i>Total</i>	
	<i>US\$</i>	<i>KHR'000</i>	<i>US\$</i>	<i>KHR'000</i>	<i>US\$</i>	<i>KHR'000</i>	<i>US\$</i>	<i>KHR'000</i>	<i>KHR'000</i>	<i>US\$</i>	<i>KHR'000</i>
As at 1 January 2020	14,000,000	56,000,000	4,541,010	18,256,007	427,690	1,740,039	3,335,743	13,667,870	1,226,689	22,304,443	90,890,605
Transfer to catastrophe reserve	-	-	349,329	1,413,036	-	-	(349,329)	(1,413,036)	-	-	-
Use of social reserve fund	-	-	(47,503)	(192,150)	-	-	-	-	-	(47,503)	(192,150)
Net profit for the year	-	-	-	-	-	-	2,993,276	12,203,586	-	2,993,276	12,203,586
Dividends	-	-	-	-	-	-	(840,000)	(3,424,680)	-	(840,000)	(3,424,680)
Fair value gain on available-for-sale financial asset	-	-	-	-	(156,021)	(636,098)	-	-	-	(156,021)	(636,098)
Exchange difference on translation	-	-	-	-	-	-	-	-	(733,044)	-	(733,044)
<b>As at 31 December 2020</b>	<b>14,000,000</b>	<b>56,000,000</b>	<b>4,842,836</b>	<b>19,476,893</b>	<b>271,669</b>	<b>1,103,941</b>	<b>5,139,690</b>	<b>21,033,740</b>	<b>493,645</b>	<b>24,254,195</b>	<b>98,108,219</b>

The accompanying notes 1 to 31 form an integral part of these financial statements.

# Cambodian Reinsurance Company “Cambodia Re”

(Registration No.: Co – 6992/04M)

## STATEMENT OF CHANGES IN EQUITY (continued)

for the year ended 31 December 2020

	<i>Share capital</i>		<i>Other capital</i>		<i>Reserves</i>		<i>Revaluation reserve</i>		<i>Retained earnings</i>		<i>Cumulative exchange differences on translation</i>	<i>Total</i>	
	<i>US\$</i>	<i>KHR'000</i>	<i>US\$</i>	<i>KHR'000</i>	<i>US\$</i>	<i>KHR'000</i>	<i>US\$</i>	<i>KHR'000</i>	<i>US\$</i>	<i>KHR'000</i>	<i>KHR'000</i>	<i>US\$</i>	<i>KHR'000</i>
As at 1 January 2019	7,000,000	28,000,000	750,000	3,037,500	4,361,556	17,524,732	150,782	618,008	6,753,136	27,351,921	(127,986)	19,015,474	76,404,175
Transfer to share capital	750,000	3,000,000	(750,000)	(3,037,500)	-	-	-	-	-	-	37,500	-	-
Issue of new shares	3,027,262	12,109,048	-	-	-	-	-	-	-	-	-	3,027,262	12,109,048
Capitalized from retained earnings	3,222,738	12,890,952	-	-	-	-	-	-	(3,222,738)	(12,890,952)	-	-	-
Transfer to catastrophe reserve	-	-	-	-	189,559	772,453	-	-	(189,559)	(772,453)	-	-	-
Use of social reserve fund	-	-	-	-	(10,105)	(41,178)	-	-	-	-	-	(10,105)	(41,178)
Net profit for the year	-	-	-	-	-	-	-	-	1,494,904	6,057,354	-	1,494,904	6,057,354
Dividends	-	-	-	-	-	-	-	-	(1,500,000)	(6,078,000)	-	(1,500,000)	(6,078,000)
Fair value gain on available-for-sale financial asset	-	-	-	-	-	-	276,908	1,122,031	-	-	-	276,908	1,122,031
Exchange difference on translation	-	-	-	-	-	-	-	-	-	-	1,317,175	-	1,317,175
<b>As at 31 December 2019</b>	<b>14,000,000</b>	<b>56,000,000</b>	<b>-</b>	<b>-</b>	<b>4,541,010</b>	<b>18,256,007</b>	<b>427,690</b>	<b>1,740,039</b>	<b>3,335,743</b>	<b>13,667,870</b>	<b>1,226,689</b>	<b>22,304,443</b>	<b>90,890,605</b>

The accompanying notes 1 to 31 form an integral part of these financial statements.