

CAMBODIAN REINSURANCE COMPANY
“CAMBODIA RE”

(Registration No.: Co - 6992/04M)

Report of the Board of Directors
and
Audited financial statements

as at 31 December 2021 and for the year then ended

Cambodian Reinsurance Company “Cambodia Re”

(Registration No.: Co - 6992/04M)

STATEMENT OF FINANCIAL POSITION as at 31 December 2021

	Notes	2021		2020	
		US\$	KHR'000 equivalent (Note 2.4)	US\$	KHR'000 equivalent (Note 2.4)
ASSETS					
Statutory deposit	5	1,400,000	5,703,600	1,400,000	5,663,000
Intangible asset	6	52,805	215,128	56,756	229,578
Property and equipment	7	6,221,386	25,345,927	979,185	3,960,803
Investments	8	26,200,026	106,738,906	26,669,345	107,877,501
Insurance receivables	9	4,714,105	19,205,264	6,796,628	27,492,360
Reinsurance assets	10	2,676,708	10,904,908	4,460,945	18,044,523
Other assets	11	18,568	75,646	44,716	180,876
Cash and cash equivalents	12	469,281	1,911,851	526,124	2,128,172
TOTAL ASSETS		41,752,879	170,101,230	40,933,699	165,576,813
EQUITY AND LIABILITIES					
EQUITY					
Share capital	13	14,000,000	56,000,000	14,000,000	56,000,000
Reserves	14	5,264,919	21,196,460	4,842,836	19,476,893
Revaluation reserve	15	246,062	999,772	271,669	1,103,941
Retained earnings		6,833,095	27,919,762	5,139,690	21,033,740
Cumulative exchange differences on translation		-	1,209,772	-	493,645
Total equity		26,344,076	107,325,766	24,254,195	98,108,219
LIABILITIES					
Insurance contract liabilities	16	10,441,115	42,537,103	10,937,209	44,241,011
Insurance payables	17	4,791,714	19,521,443	5,539,617	22,407,751
Other liabilities	18	61,519	250,628	172,253	696,763
Provision for income tax	19	114,455	466,290	30,425	123,069
Total liabilities		15,408,803	62,775,464	16,679,504	67,468,594
TOTAL EQUITY AND LIABILITIES		41,752,879	170,101,230	40,933,699	165,576,813

The accompanying notes 1 to 32 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 2021

	Notes	2021			KHR'000 equivalent (Note 2.4)
		Non-life US\$	Life US\$	Total US\$	
Gross premiums	29	17,074,689	665,005	17,739,694	72,165,075
Premiums ceded to reinsurers	20	(3,972,304)	(126,481)	(4,098,785)	(16,673,857)
Change in unearned premiums reserve	16	(1,561,118)	(15,196)	(1,576,314)	(6,412,445)
Net premiums revenue		11,541,267	523,328	12,064,595	49,078,773
Commission income	21	1,185,158	14,378	1,199,536	4,879,712
Total underwriting income		12,726,425	537,706	13,264,131	53,958,485
Gross claims paid		(4,181,075)	(586,310)	(4,767,385)	(19,393,722)
Claims ceded to reinsurers		811,503	106,151	917,654	3,733,016
Gross change in other insurance contract liabilities	16	1,373,202	349,558	1,722,760	7,008,188
Change in other insurance contract liabilities to reinsurers	16	(1,292,911)	(141,678)	(1,434,589)	(5,835,908)
Net claims		(3,289,281)	(272,279)	(3,561,560)	(14,488,426)
Commission expense	23	(4,747,191)	(8,692)	(4,755,883)	(19,346,932)
Contribution fees		(83,980)	(3,325)	(87,305)	(355,157)
Total underwriting expenses		(8,120,452)	(284,296)	(8,404,748)	(34,190,515)
Underwriting profit		4,605,973	253,410	4,859,383	19,767,970
Finance and other income	22			1,671,747	6,800,667
General and administrative expenses	24			(1,517,584)	(6,173,532)
Profit before tax				5,013,546	20,395,105
Income tax expense	19			(931,985)	(3,791,315)
Profit for the year				4,081,561	16,603,790
Other comprehensive income					
Fair value loss on available-for- sale financial asset	15			(25,607)	(104,169)
Exchange difference on translation				-	716,127
Total comprehensive income				4,055,954	17,215,748

The accompanying notes 1 to 32 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 2021

	Notes	2020			KHR'000 equivalent (Note 2.4)
		Non-life US\$	Life US\$	Total US\$	
Gross premiums	29	13,787,114	612,043	14,399,157	58,705,363
Premiums ceded to reinsurers	20	(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
Net premiums revenue		9,618,775	541,363	10,160,138	41,422,883
Commission income	21	1,517,840	489	1,518,329	6,190,227
Total underwriting income		11,136,615	541,852	11,678,467	47,613,110
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
Gross change in other insurance contract liabilities	16	(753,404)	(361,572)	(1,114,976)	(4,545,757)
Change in other insurance contract liabilities to reinsurers	16	924,882	142,262	1,067,144	4,350,746
Net claims		(3,087,019)	(739,339)	(3,826,358)	(15,600,061)
Commission expense	23	(4,166,162)	(214)	(4,166,376)	(16,986,315)
Contribution fees		(68,678)	(3,060)	(71,738)	(292,476)
Total underwriting expenses		(7,321,859)	(742,613)	(8,064,472)	(32,878,852)
Underwriting profit		3,814,756	(200,761)	3,613,995	14,734,258
Finance and other income	22			1,429,967	5,829,975
General and administrative expenses	24			(1,326,892)	(5,409,739)
Profit before tax				3,717,070	15,154,494
Income tax expense	19			(723,794)	(2,950,908)
Profit for the year				2,993,276	12,203,586
Other comprehensive income					
Fair value loss on available-for- sale financial asset	15			(156,021)	(636,098)
Exchange difference on translation				-	(733,044)
Total comprehensive income				2,837,255	10,834,444

The accompanying notes 1 to 32 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 2021

	<i>Share capital</i>		<i>Reserves</i>		<i>Revaluation reserve</i>		<i>Retained earnings</i>		<i>Cumulative</i>	<i>Total</i>	
	<i>(Note 13)</i>		<i>(Note 14)</i>		<i>(Note 15)</i>				<i>exchange</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>differences</i>	<i>US\$</i>	<i>KHR'000</i>
									<i>on</i>		
									<i>translation</i>		
As at 1 January 2021	14,000,000	56,000,000	4,842,836	19,476,893	271,669	1,103,941	5,139,690	21,033,740	493,645	24,254,195	98,108,219
Net profit for the year	-	-	-	-	-	-	4,081,561	16,603,790	-	4,081,562	16,603,790
Fair value loss on available-for-sale financial asset	-	-	-	-	(25,607)	(104,169)	-	-	-	(25,607)	(104,169)
Exchange difference on translation	-	-	-	-	-	-	-	-	716,127	-	716,127
Total comprehensive income for the year	-	-	-	-	(25,607)	(104,169)	4,081,561	16,603,790	716,127	4,055,954	17,215,748
Transfer to catastrophe reserve	-	-	458,156	1,866,528	-	-	(458,156)	(1,866,528)	-	-	-
Use of social reserve fund	-	-	(36,073)	(146,961)	-	-	-	-	-	(36,072)	(146,961)
Dividends	-	-	-	-	-	-	(1,680,000)	(6,834,240)	-	(1,680,000)	(6,834,240)
Employees' incentive fund	-	-	-	-	-	-	(250,000)	(1,017,000)	-	(250,000)	(1,017,000)
As at 31 December 2021	14,000,000	56,000,000	5,264,919	21,196,460	246,062	999,772	6,833,095	27,919,762	1,209,772	26,344,076	107,325,766

Cambodian Reinsurance Company “Cambodia Re”

(Registration No.: Co - 6992/04M)

STATEMENT OF CHANGES IN EQUITY (continued)

for the year ended 31 December 2021

	Share capital (Note 13)		Reserves (Note 14)		Revaluation reserve (Note 15)		Retained earnings		Cumulative exchange differences on translation	Total	
	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	US\$	KHR'000	KHR'000	US\$	KHR'000
	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
Net profit for the year	-	-	-	-	-	-	2,993,276	12,203,586	-	2,993,276	12,203,586
Fair value loss on available-for-sale financial asset	-	-	-	-	(156,021)	(636,098)	-	-	-	(156,021)	(636,098)
Exchange difference on translation	-	-	-	-	-	-	-	-	(733,044)	-	(733,044)
Total comprehensive income for the year	-	-	-	-	(156,021)	(636,098)	2,993,276	12,203,586	(733,044)	2,837,255	10,834,444
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)
Dividends	-	-	-	-	-	-	(840,000)	(3,424,680)	-	(840,000)	(3,424,680)
As at 31 December 2020	14,000,000	56,000,000	4,842,836	19,476,893	271,669	1,103,941	5,139,690	21,033,740	493,645	24,254,195	98,108,219

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Cambodian Reinsurance Company “Cambodia Re”

(Registration No.: Co - 6992/04M)

STATEMENT OF CASH FLOWS for the year ended 31 December 2021

	Notes	2021		2020	
		US\$	KHR'000 equivalent (Note2.4)	US\$	KHR'000 equivalent (Note2.4)
OPERATING ACTIVITIES					
Profit before tax		5,013,546	20,395,105	3,717,070	15,154,494
<i>Adjustments for:</i>					
Interest income	22	(1,659,742)	(6,751,830)	(1,420,370)	(5,790,848)
Depreciation and amortization	24	73,551	299,205	58,988	240,494
<i>Changes in working capital:</i>					
Decrease (increase) in:					
Insurance receivables		2,082,523	8,471,704	345,807	1,409,855
Reinsurance assets		1,784,237	7,258,276	(1,633,716)	(6,660,660)
Other receivables		26,148	106,370	3,705	15,105
Increase (decrease) in:					
Insurance payables		(747,904)	(3,042,473)	(434,705)	(1,772,292)
Insurance contract liabilities		(496,094)	(2,018,110)	1,675,291	6,830,161
Other liabilities		(110,734)	(450,466)	(1,870,052)	(7,624,202)
		5,965,531	24,267,781	442,018	1,802,107
Employees' incentive paid		(250,000)	(1,017,000)	-	-
Income tax paid	19	(847,955)	(3,449,481)	(712,777)	(2,905,992)
Net cash provided by (used in) operating activities		4,867,576	19,801,300	(270,759)	(1,103,885)
INVESTING ACTIVITIES					
Purchase of:					
Property and equipment	7	(5,311,801)	(21,608,406)	(24,794)	(101,085)
Placements with financial institutions		(12,263,500)	(49,887,918)	(10,805,373)	(44,053,506)
Corporate bonds		-	-	(488,043)	(1,989,751)
Proceeds from disposal/maturity of:					
Placements with financial institutions		11,822,329	48,093,234	9,518,078	38,805,204
Corporate bonds		707,662	2,878,769	-	-
Government bonds		-	-	1,640,052	6,686,492
Interest received		1,836,964	7,472,770	975,717	3,977,998
Net cash (used in) provided by investing activities		(3,208,346)	(13,051,551)	815,637	3,325,352
FINANCING ACTIVITIES					
Dividends paid		(1,680,000)	(6,834,240)	(840,000)	(3,424,680)
Use of social reserve fund	14	(36,073)	(146,745)	(47,503)	(193,670)
Cash used in financing activities		(1,716,073)	(6,980,985)	(887,503)	(3,618,350)
Net decrease in cash and cash equivalents		(56,843)	(231,236)	(342,625)	(1,396,883)
Cash and cash equivalents at beginning of the year		526,124	2,128,172	868,749	3,540,152
Exchange difference on translation		-	14,915	-	(15,097)
Cash and cash equivalents at end of the year	12	469,281	1,911,851	526,124	2,128,172

The accompanying notes 1 to 32 form an integral part of these financial statements.