

Audited results for the financial year ended 31 December 2016

In compliance with the requirements of the Securities Act, Cap 354 of the Laws of Zambia, Professional Insurance Corporation Zambia PLC announces the audited results for the year ended 31 December 2016.

Year end key figures (comparison between 2016 and 2015)

- Turnover increased by 13% to 353 million.
- Net premium increased by 7% to K168 million.
- Profit after tax increased from K26 million to K27 million.
- Statutory solvency margin of 89%.
- Total assets increased from K202 million to K221 million.

Inonge Susan Wambulawae, Board Chairperson said:

I wish to earnestly thank all our partners including brokers, agents, reinsurers, adjusters and valued clients for the unwavering support we received during the year. The year 2016 was a good year for the Corporation despite many economic challenges faced by the country including high inflation rate, high interest rates, increased cost of doing business and uncertainty stemming from the Presidential elections held in August 2016. We have maintained our A+ rating by Global Credit Rating Company for the seventh year – confirmation of our strong claims paying ability and good management practices.

Moses Siame, Managing Director and CEO said:

For over two decades and as a result of our founders' great vision— as well as the dedicated leadership of some extraordinary men and women, Professional Insurance has continued to create an engaging, respectful and trusting workplace culture. The results presented herein bear testimony to that. Clearly Professional Insurance is leading in its competitive race, largely because our culture is in sync with our strategy. This has made it possible to deliver consistent and attractive profitability and growth results.

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Kwacha Thousands

	Year ended 31-Dec-16	Year ended 31-Dec-15
Gross written premium	353,071	313,075
Net premium income	168,123	156,924
Underwriting surplus	92,897	86,442
Profit before interests and tax	31,163	31,830
Investment revenue and other income	10,534	7,822
Profit before tax	41,697	39,652
Income tax expense	(14,142)	(13,561)
Profit for the year	27,555	26,091

Earnings per share **ZMW 2.76** **ZMW 10.44**

During the year the authorised, issued and paid share capital was increased from 2,500,000 shares of K1 each to 10,000,000 shares of K1 each.

CONDENSED STATEMENT OF FINANCIAL POSITION

	31-Dec-16	31-Dec-15
Plant and equipment	11,242	11,847
Investment property	24,550	19,200
Held to maturity investments	27,111	32,980
Net current assets	158,231	138,828
Total assets	221,134	202,855

Equity and liabilities

Total equity	120,736	117,946
Insurance contract liabilities	35,876	25,380
Current liabilities	64,522	59,529
Total equity and liabilities	221,134	202,855



Moses Siame
Chief Executive Officer



Christopher N. Aongola
Head - Finance