

Jaiz Takaful Insurance Plc

Financial Statements for the year ended
31st December, 2021

Jaiz Takaful Insurance Plc
Financial Statements for the Year Ended 31st December, 2021

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Corporate Information

About Jaiz Takaful Insurance Plc

Jaiz Takaful Insurance Plc was incorporated as a Public Liability Company with the Corporate Affairs Commission (CAC) in January 2014 and got operational License with National Insurance Commission (NAICOM) in August 2016. The Company in January 2017 got approval of its products and commences business in the Abuja Head office same year.

Jaiz Takaful Insurance Plc is a premier Shariah compliant General and Family (Life) Insurance Operator. Jaiz Takaful Insurance Plc was established to provide Takaful insurance in Nigeria with the insight of expansion in West Africa as an international leader in Takaful.

The Contract of Takaful as a business venture is based on the Islamic profit sharing of Mudarabah principle. In this regard, clients of Takaful known as Participants shall be entitled to earn returns on the Contributions (premium) paid in consideration for their participation in Takaful products provided by Jaiz Takaful Insurance Plc subject to the declaration of profit at the end of the financial year.

Mission

Jaiz Takaful Insurance Plc - Providing a Bond beyond Insurance - A Company that cares, shares and above all grows with its Employees and Stakeholders; ethically covering all insurable risks and basis of mutual benefits.

Vision

Jaiz Takaful Insurance Plc is striving to be the Leader in Ethical Finance and Wealth Management.

RC:	-	1167843
Tax Identification No. (TIN):	-	18113287 - 0001
Website	-	www.jaiztakafulinsurance.com
E-mail	-	info@jaiztakafulinsurance.com
Phone	-	+2349037754004/+2348095522144
Corporate Head Office:	-	Plot 1054, O.P. Fingesi Street, Off Obafemi Awolowo Way, Cadastral Zone B05, Utako District, Abuja

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Corporate Information

Branch Offices	<ul style="list-style-type: none">- KADUNA NO. 20 A Bank Road Kaduna, Kaduna State.- LAGOS No. 91 Obafemi Awolowo Way Ikeja, Lagos State.- KANO No. 15 Bank Road, Nasarawa District, Kano, Kano State.
Independent Auditors:	<ul style="list-style-type: none">- Sada, Idris & Co. Chartered Accountants, 2nd Floor, B Wing, FMBN Building, Central Business District, Abuja.
Bankers:	<ul style="list-style-type: none">- Jaiz Bank Plc Harbert Marculey Way, Zone 5, Wuse, Abuja- Sterling Bank Plc Plot 990, Sterling Bank Boulevard, Central Business District, Wuse, Abuja- Taj Bank Plc Plot 72, Ahmadu Bello Way, Central Business District, Wuse, Abuja- Suntrust Bank Ltd 50, Kumasi Crescent, Off Aminu Kano Crescent, Wuse II, Abuja- Lotus Bank Ltd 30 A, Ademola Adetokumbo Street, Victoria Island, Lagos,
Regulatory Authority	<ul style="list-style-type: none">- National Insurance Commission (NAICOM) Plot 1239, Ladoke Akintola Boulevard, Garki II, Abuja.

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Corporate Information

Tax Authority	<ul style="list-style-type: none">- Federal Inland Revenue Service Large Tax Office, 1st Floor, Revenue House Annex 4, No. 12 Sokode Crecent, Wuse Zone 5, Abuja
Actuary	<ul style="list-style-type: none">- Ernst & Young 10th & 13th Floors, UBA House, 57, Marina, P.O.Box 2442, Lagos, Nigeria
Retakaful Companies	<ul style="list-style-type: none">- African Reinsurance Corporation Africa Re Building, 4E, Service Center, 1st Instalment, New Cairo, Cairo, Egypt.- ZEP-RE-Retakaful Window Reinsurance Co. House, P. O. Box 3224 - 11111 Khatoum, Sudan- WAICA Re (WAICA Reinsurance Corporation Plc) 30 Junction Hill Station, Freetown, Sierra Leone

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Board of Directors

Alhaji Abidu R. Yazid (OON)	- Chairman
Ibrahim Usman Shehu	- Managing Director/Chief Executive Officer
Hajiya Zainab Abdurrahman	- Member
Garba Abubakar Muhammad	- Member
Dr. Imam Abdullahi Shuaib	- Member
Alhaji Ahmadu Hamman Sambo	- Member
Muhammad Haroun Eze	- Member (Appointed 12th April, 2021)

Advisory Council Of Experts (ACE) Members

Prof. Mohammad Nasiruddin Maiturare	- Chairman
Prof. Muhammad Bello Uthman	- Member
Prof. Sulaiman Abdullahi Karwai.	- Member

Management Team:

Ibrahim Usman Shehu	- Managing Director/CEO
Shehu Mustapha	- Head of Marketing
Abdulrahman Abubakar	- Head of Finance and Accounts
Raji Isiaka	- Head of General Takaful
Abdulkarim Yahya	- Head of Audit/Chief Compliance Officer
Anas Ibrahim Zango	- Head of Corporate Services
Omenka Daniel Okache	- Head of Information Technology
Abiodun Aliu Agbabiaka	- Head of Family Takaful
Umar Jibril	- Company Secretary/Legal Adviser

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Chairman's Statement

Dear Shareholders and Invited Guests,

It gives me great pleasure to welcome you to the 5th Annual General Meeting of our company, and to present to you our statement of affairs and reports for the year ended 31st December, 2021.

Global Economy

The unrolling of Covid-19 vaccines in the United States and Europe in the first quarter of 2021 signaled the start of economic activity, which in turn circulated a wave of optimism across markets globally and an upsurge in value of goods. In the United States, the long-awaited stimulus bill worth \$1.9 trillion was signed into law, boosting confidence in US markets.

The global market rhetoric was influenced by progress in Covid-19 vaccination and the resulting economic recovery as evidenced by favorable macro data from the United States. Discussion also centered on infrastructure stimulus, expected inflationary pressure, and the possibility of raising the Fed rate from 0.25 percent to upwards of 0.6 percent by 2023.

Insurance Industry

The Nigerian Insurance Industry's gross premium income (GPI) ₦630.3 billion in the financial year ending 31st December 2021 a huge increase from the ₦592.3 billion recorded in the year 2020. Some of the GPI growth drivers for the financial year include technological innovation in product distribution prompted by the pandemic, regulatory-backed opportunities like as the digitalization of maritime insurance certificates, and increased knowledge of the benefits of insurance.

Between 2019 to 2021, the Nigerian insurance industry has metamorphosed as a result of ongoing recapitalization, development of distribution channels, and the COVID-19 pandemic, among other factors. The impact of the EndSARS protest, the introduction of new players, and the financial inclusion campaign will all transform the industry's structure in the near future. The impact of the ongoing recapitalisation exercise on ownership structure, number of operators, and investment structure. may linger till the medium term.

Future Outlook

Whilst we brace up for developmental changes both within and outside the regulatory atmosphere, our Company is steadily growing and all the indices point towards profitability. The Commitment to our vision and mission remains on course whilst sound fiscal discipline which will enhance our profitability will be pursued.

The Company produced a total of **₦1,813,519,531.04** in the year 2021 compared to **₦940,992,253.32** in the year 2020 representing 92.72% increase.

SUMMARY	YEAR 2021 (‘000)	YEAR 2020 (‘000)	% INCREASE
General Takaful	786,554	751,550	4.7
Family Takaful	1,026,966	189,442	442
TOTAL	1,813,520	940,992	92.72

From the table above, it could be seen that both the General and family takaful classes of insurance recorded geometric growth from the performance recorded in 2021 when compared to 2020.

Chairman's Statement

Overall, the company has recorded remarkable increase in performance in 2021 when compared to 2020 revenue generation. An increase of 4.67% and 442% for General and Family Takaful businesses respectively.

Board Developments

The Company operates an unwavering stance on corporate governance compliance whilst ensuring that our core values are consistent with statutory requirements by regulators.

In the reporting year, One Board appointment was made of Muhammad Haroun Eze, Esq effective from 12th April, 2021.

Conclusion

I wish to conclude by expressing our appreciation to our esteemed participants, brokers, agents and every other stakeholder who has contributed immensely to our growth.

I thank and commend the supportive Management team and the entire staff of this great Company for their resilience and commitment in the achievement of these positive results.

Lastly, to God be all the Glory. He has kept us all through the years by His grace; He will continue to keep us all.

God bless you all.

Jaiz Takaful Insurance Plc
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Report of the Board of Directors

The Directors have the pleasure in presenting their report on the affairs of Jaiz Takaful Insurance Plc together with the audited financial statement and auditors' report for the year ended 31st December, 2021.

1 Legal form

Jaiz Takaful Insurance Plc was incorporated 31st January, 2014 by the Corporate Affairs Commission. On 19 August 2016, the National Insurance Commission granted the company license to engage in composite TAKAFUL operations. Furthermore, on 9th January, 2017 and 10th July 2017, it was granted approval to commence business on the following general and family products respectively.

GENERAL PRODUCTS:

Marine cargo Takaful	Machinery breakdown Takaful
Burglary Takaful	Group prosomal accident Takaful
Fidelity guarantee Takaful	Public liability Takaful
Professional indemnity Takaful	Money Takaful
Employers liability Takaful	All risk Takaful
Fire & allied perils Takaful	Erection all risk Takaful
Motor (commercial) Takaful	Contractors plant machinery Takaful
Motor (private) Takaful	Consequential loss Takaful

FAMILY PRODUCTS:

Jaiz Group Family Takaful Plan
Jaiz Educational Takaful Plan
Jaiz Non-Interest Loan Protection Plan
Jaiz Group Mortgage Family Takaful

During the course of business, the Company saw the need to introduce additional products to the market, thus, the approval for the following products was sought and granted by the National Insurance Commission (NAICOM) on the 17th May, 2018:

GENERAL PRODUCT:

Jaiz Household Takaful Plan

FAMILY PRODUCTS:

Jaiz Comfort-Plus Family Takaful Plan
Jaiz Comfort Family Takaful Plan
Jaiz Hajj and Umrah Family Takaful Plan
Jaiz Comflux Family Takaful Plan
Jaiz Comfort-Save Family Takaful Plan
Jaiz Mortgage Family Takaful Plan
Jaiz Hajj and Umrah Travel Policy

2 Operating results:

The highlights of the Consolidated and Shareholder's operating results for the year ended 31 December 2021 is as follows:

	Shareholder 2021	Shareholder 2020	Consolidated 2021	Consolidated 2020
Gross Contribution Written	0	0	1,813,520	940,992
	===	===	=====	=====
Profit before tax	229,169	37,820	519,118	159,229
Income tax expense	(31,120)	(8,165)	(31,120)	(8,165)
Profit after tax	198,049	29,655	487,998	151,064
Other Comprehensive Income	0	0	(2,000)	0
Total Comprehensive Income	198,049	29,655	485,998	151,064
	-----	-----	-----	-----
Earning per share	8	1	20	6

Jaiz Takaful Insurance Plc
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Report of the Board of Directors

3 Statement of Director's Responsibility on the Financial Statements

Section 377 and 378 of the Companies and Allied Matters Act 2020; require the directors to prepare financial statements for each financial year that give a true and fair view of the state of the financial affairs of the company at the end of each financial year and its profit or loss and cash flows.

The directors are also to ensure that the statements comply with the provision of the Insurance Act 2003 and the Companies and Allied Matter Act 2020.

These responsibilities include ensuring that the company:

- a. Keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the company and comply with requirements of the Companies and Allied Matters Act of 2020.
- b. Establishes adequate internal controls to safeguard its assets and to prevent fraud and other irregularities.
- c. Prepares its financial statements using suitable accounting policies supported by the reasonable and prudent judgments.

The directors accept responsibility for the annual statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with:

- International Accounting Standard
- Relevant guideline issued by NAICOM
- The requirement of Insurance Act 2003
- The requirements of the Companies and Allied Matters Act

The directors are of the opinion that the financial statement gives a true and fair view of the state of the financial affairs of the company and of its profit for the year. The directors also accept responsibility of the maintenance of accounting records that may be relied upon in the preparation of financial statements as well as adequate systems of internal control.

Nothing has come to the attention of the directors to indicate that the company will not remain a going concern for at least the next twelve months from the date of this statement.

4 Directors/Advisers

The following directors served during the year ended 31st December, 2020:

Alhaji Abidu R. Yazid, (OON)	-	Chairman
Ibrahim Usman Shehu	-	Managing Director/CEO
Garba Abubakar Muhammad	-	Non-Executive Director
Hajiya Zainab Abdurrahman	-	Non-Executive Director
Imam Abdullahi Shuaib, PhD	-	Non-Executive Director
Alhaji Ahmadu Hamman Sambo	-	Non Executive Director
Muhammad Haruna Eze	-	Non Executive Director (Appointed - 12th April, 2021)

Changes on the Board

A new Director, Mr. Muhammad Haruna Eze was appointed on 12th April, 2021

Advisory Council of Experts (ACE) members:

Prof. Mohammad Nasiruddeen Maiturare	Chairman
Prof. Muhammed Bello Uthman	Member
Prof. Sulaiman Abdullahi Karwai	Member

Umar Jibril

Company Secretary/Legal adviser:

Registered Office:

Plot 1054, O.P Fingesi Street,
Off Obafemi Awolowo Way,
Utako District, Abuja.

Auditors:

Sada, Idris & Co.
Chartered Accountants,
2nd Floor, B Wing, FMBN Building,
Central Business District, Abuja

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Report of the Board of Directors

5 Directors' Interests

a Directors Shareholding

The direct and indirect interest of the directors in the issued share capital of the company as recorded in the register of directors' shareholding and/or as notified by the directors for the purpose of section 301 and 302 of the Companies and Allied Matters Act 2020 and listing requirements of the Nigerian stock exchange as of 31 December, 2021 are as follows:

S/N	DIRECTORS	2021	2020
		No of Shareholders	No. of Shares
1	Garba Abubakar Muhammad	1	1
	TOTAL	1	1

b Ownership Structure

The called-up and fully paid-up shares of the Company as at 31 December 2021 were beneficially held as follows:

	2021	2021	2020	2020
	No of Shareholders	% Holding	No of Shareholder	% Holding
Jaiz Charity & Development Foundation	2,460,579,971	100%	2,460,579,971	100%
Garba Abubakar Muhammad	1	0%	1	0%
	2,460,579,972	100%	2,460,579,972	100%

c Analysis of Shareholding

The analysis of the distribution of the shares of the Company at the end of the financial year is as follows:

31 December, 2021

Share Range	No. of Shares	% Holding	No. of Holding
Local Shareholder			
1-1,000,000,000	1	0%	1
1,000,000,001-3,000,000,000	1	100%	2,460,579,971
	2	100%	2,460,579,972

31 December, 2020

Share Range	No. of Shares	% Holding	No. of Holding
Local Shareholder			
1-1,000,000,000	1	0%	1
1,000,000,001-3,000,000,000	1	100%	2,460,579,970
	2	100%	2,460,579,972

d Share Capital History

As at December, 2021, the Company Authorized Share Capital was ₦1,300,000,000.00 divided into 2,600,000,000 ordinary shares of 50k each. The initial capital upon incorporation and subsequent changes therein are as follows:

		Cumulative
2014	300,000,000	300,000,000
2017	700,000,000	1,000,000,000
2017	1,600,000,000	2,600,000,000

6 Directors Interest in Contracts

None of the directors has notified the company of the purpose of section 303 of the Companies and Allied Matter Act, 2020 of any declarable interest in contracts in which the company was involved during the year ended 31st December, 2021

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Report of the Board of Directors

7 Acquisition of Own Shares

The company did not acquire any of its shares during the year ended 31st December, 2021

8 Human Resources

a Employment of Disabled Persons

It is the policy of the company that there is no discrimination in considering applications for employment including those of physically challenged persons. All employees whether physically challenged or not are given equal opportunities to develop their knowledge and to qualify for promotion in furtherance of their careers.

b Employees Involvement and Training

The company is committed to keeping employees fully informed as much as possible regarding the company's performance and progress. Views of employees are sought, where practicable, on matters which particularly affect them as employees. The company runs an open door management policy.

Management, professional and technical expertise are the company's major assets and investment in developing such skills is continuous.

c Gender Analysis

The average number and percentage of male and female employees during the year ended 31st December, 2021 vis-à-vis total work force is provided below:

	Number			Percentage	
	Male	Female	Total	Male	Female
Executive Director	1	0	1	100%	0%
Management Staff	10	0	10	100%	0%
Non-Management	18	7	25	72%	28%
Total	29	7	36	81%	19%

Gender Analysis of the Board for the year ended 31st December, 2021 is as follows:

	Number			Percentage	
	Male	Female	Total	Male	Female
Board	6	1	7	86%	14%

The average number and percentage of male and female employees during the year ended 31st December, 2020 vis-à-vis total work force is provided below:

	Number			Percentage	
	Male	Female	Total	Male	Female
Executive Director	1	0	1	100%	0%
Management Staff	8	1	9	89%	11%
Non-Management	18	7	25	72%	28%
Total	27	8	35	77%	23%

Gender Analysis of the Board for the year ended 31st December, 2020 is as follows:

	Number			Percentage	
	Male	Female	Total	Male	Female
Board	5	1	6	83%	17%

d Employees' Health, Safety and Welfare at Work

The company maintains business premises designed with a view to guaranteeing the safety and healthy living conditions of its employees and customers alike. Employees are adequately insured against occupational and other hazards. Financial provision is also made for all employees in respect of transportation, housing, medical expenses and meals.

The company operates a contributory pension plan for the benefit of its employees.

9 Directors' interests in contracts

In compliance with Section 303 of the Companies and Allied Matters Act of Nigeria (CAMA) 2020, none of the directors has notified the Company of any declarable interest in contracts deliberated by the Company during the year under review.

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Report of the Board of Directors

10 Property, Plant and Equipment

- a. Movements in property, plant and equipment are shown in note 9 on page 60 of the financial statements
- b. Intangible assets – Computer Software
Movements in intangible assets-computer software are shown in note 8 on page 59 of the financial statements.

11 Audit Committee

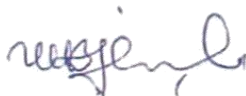
In accordance with section 404(2) of the companies and allied matters Act, 2020 the audit committee members of the company are as follows:

Hajiya Zainab Abdurrahman	-	Chairman
Imam Abdullahi Shuaib, PhD	-	Non-Executive Director
Garba Abubakar Muhammad	-	Non-Executive Director
Ahmadu Hamman Sambo	-	Non-Executive Director

The function of the audit committee is as stated in section 404(7) of the Companies and Allied Matters Act, 2020.

12 Auditors

Messrs' Sada, Idris & Co. (Chartered Accountants) have been re-appointed as statutory auditors in 2021 as required by the relevant section of the company and allied matters Act 2020.



Umar Jibril
Company Secretary
FRC/2017/NBA/00000015983

Corporate Governance Report

Introduction

The Board of directors have pleasure in presenting the Corporate Governance Report of Jaiz Takaful Insurance Plc together with the audited financial statements and the auditor's report for the year ended 31st December, 2021. Jaiz takaful Insurance is dedicated to maintaining high standards of good corporate governance throughout its activities. The Board of Directors has established and maintained a policy of adherence to implementation governance principles that symbolizes equality, accountability and transparency in all of its internal and external businesses.

Board Composition

As at 31st December, 2021, Jaiz Takaful's Board of directors comprises of a total of seven directors (7). The Chairman, the Managing Director/CEO and five (5) other Non-Executive Directors. The board of directors is trustworthy, competent and brings decades of experience to the board as well as experience and know-how that have a positive impact on supervision responsibility of the board of directors. This is reflected in the strategic direction of the company and value of strong policies implemented. The position of the Chairman and MD/CEO are separated and held by different persons.

S/N	Names	Designation
1	Alhaji Abidu R. Yazid (OON)	Chairman
2	Engr. Garba Abubakar Muhammad	NED
3	Hajiya Zainab Abdurrahman	NED
4	Imam Abdullahi Shuaib (PhD)	NED
5	Ibrahim Usman Shehu	MD/CEO
6	Alhaji Ahmadu Hamman Sambo	NED
7	Muhammad Haroun Eze	NED

Board Appointment, Induction and Training

The Board Finance, General Purpose and Governance Committee is charged with the responsibility of leading the process for Board appointments and for identifying and nominating suitable candidates for the approval of the Board. With respect to new appointments, the Board Finance, General Purpose and Governance Committee identifies, reviews and recommends candidates for potential appointment as Directors to the Board. The Committee evaluates candidates on their merits against objective criteria, taking into account the benefits of diversity on the Board, such as gender, as well as the balance and mix of acceptable skills and experience. As a policy, shareholding in the company is not a requirement for appointment on the Board of the Company. However, the appointment of Directors is subject to approval by the shareholders and the National Insurance Commission (NAICOM).

A letter of appointment is issued to all new non-executive Directors appointed to the Board which contains their fiduciary duties as Directors, their roles and responsibilities, remuneration and information on Board meetings among other things. On appointment, Directors receive information about Jaiz Takaful Insurance including financial data and key policies supporting the Company's business practices. They also receive copies of Company's Memorandum and Articles of Association as well as the Board Charter and Terms of Reference of the Board committees to which they have been appointed. All new Directors are required to disclose their memberships on other Boards and any real or potential conflict of interest situations

Board members were trained on "Accelerating Business Growth and market Penetration: Leadership Imperatives for the Insurance Industry Post COVID-19" and "Anti-Money Laundering (AML) Training.

Corporate Governance Report

Tenure of Directors

In line with the provisions of corporate governance and in order to safeguard continuity, the tenure of Non-Executive Directors is three (3) terms of three (3) years each while the tenure for Executive Directors is a maximum of two (2) terms of five (5) years each.

Cummulative Years of Service

S/N	Names	Date Appointed	Years in Service
1	Alhaji Abidu R. Yazid (OON)	January 9th, 2019	3 Years
2	Engr. Garba Abubakar Muhammad	March 7th, 2016	5 Years, 10 Months
3	Hajiya Zainab Abdurrahman	March 7th, 2016	5 Years, 10 Months
4	Imam Abdullahi Shuaib (PhD)	October 17th, 2018	3 Years, 3 Months
5	Ibrahim Usman Shehu	January 9th, 2019	3 Years
6	Alhaji Ahmadu Hamman Sambo	September 15, 2020	1 Year, 4 Months
7	Muhammad Haroun Eze	April 12th, 2021	9 Months

Meetings of the Board

In 2021, the Board formally met four (4) times. The Board meets at least once every quarter to perform its oversight function and to monitor the performance of management. Emergency Board meetings are scheduled whenever business exigencies arise which require the urgent attention of the Board. In addition, the Board maintains regular contact with management between meeting dates.

Attendance by each Director is as presented in the table below:

S/N	Directors	26th January, 2021	12th April, 2021	13th October, 2021	20th December, 2021
1	Alhaji Abidu R. Yazid (OON)	✓	✓	✓	✓
2	Engr. Garba Abubakar Muhammad	✓	✓	✓	✓
3	Hajiya Zainab Abdurrahman	✓	✓	✓	✓
4	Imam Abdullahi Shuaib (PhD)	✓	✓	✓	✓
5	Ibrahim Usman Shehu	✓	✓	✓	✓
6	Alhaji Ahmadu Hamman Sambo	x	✓	✓	✓
7	Muhammad Haroun Eze	N/A	N/A	✓	✓

Changes on the Board

- A new Director, Muhammad Haroun Eze was appointed on the 12th April, 2021.

Responsibilities of the Board

Jaiz Takaful Insurance Plc. Is governed by the board of directors and they have the ultimate responsibility to provide entrepreneurial leadership for the company within a framework of prudent and effective controls, sets the company's strategic direction, objectives, values and standards and ensure that the necessary financial, material and human resources are in place for the company to meet its objectives and review management performance and ensure that its obligations to shareholders and other stakeholders are understood and met.

- Determine board structure, size and composition, including appointment and removal of directors, succession planning for the board
- Approval of resolutions and corresponding documentation for shareholders in general meeting(s), shareholders circulars, prospectus and principal

Corporate Governance Report

- Approval of the company's strategy, medium and short term plan
- Approval of mergers and acquisitions, branch expansion and establishment of subsidiaries
- Approval of policy documents on significant issues including enterprise risk management, human resources, corporate governance
- Approval of remuneration policy and packages of the company
- Approval of quarterly, half-yearly and full year financial statements (whether audited or unaudited) and any significant change in accounting senior management and board committee membership; anti – money laundering; regulatory filings with the regulators; structure or its status as a public limited company; policies and/or practices,
- Recommendation to shareholders of the appointment, removal and the remuneration of auditors.

The above responsibilities of the board of directors are discharged primarily through committees of the board, namely:

Board Committee on Finance, General Purpose & Governance;
Board Committee on Audit and Compliance

i. Committee on Finance, General Purpose & Governance

- Alhaji Abidu R. Yazid - Chairman
- Imam Abdullahi Shuaib (PhD)
- Garba Abubakar Muhammad

The functions of the **FINANCE, GENERAL PURPOSE & GOVERNANCE COMMITTEE** include

- a) Setting the long-term financial objectives of the Company.
- b) Advising the Board on all aspects of the Company's finances.
- c) Reviewing the annual budget and making recommendations to the Board.
- d) Reviewing the Management of the Company's exposure to financial risk.
- e) Reviewing and approving all capital expenditure of the Company subject to ratification by the Board.
- f) Considering, in depth, any other matter referred to it by the Board of Directors.
- g) Consideration, review and report on the periodic management accounts of the Company.
- h) Overseeing and recommending all recruitments into senior positions within the Company subject to ratification by the Board.
- i) Advising the Board of Directors on the company's policy related to grants, loans or other payments to staff within limit to be agreed.
- j) Consideration and recommendation on financial procedures, capitalization and treasury management policies.
- k) Review, consideration and recommendation on employment policy, personnel policies, etc.
- l) Advising the Board generally on borrowings.

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Corporate Governance Report

Attendance for the Board Finance, General Purpose & Governance Committee in the year 2021 was as follows:

S/N	Directors	18th February 2021	6th April, 2021	16th September, 2021	7th October, 2021	14th December, 2021
1	Alhaji Abidu R. Yazid (OON)	✓	✓	✓	✓	✓
2	Engr. Garba Abubakar Muhammad	✓	✓	✓	✓	✓
3	Imam Abdullahi Shuaib (PhD)	✓	✓	✓	✓	✓
4	Ibrahim Usman Shehu	✓	✓	✓	✓	✓

ii. Committee on Audit & Compliance

- Hajiya Zainab Abdurrahman - Chairman
- Ahmadu Hamman Sambo
- Garba Abubakar Muhammad
- Imam Abdullahi Shuaib (PhD)

The functions to be managed by the **AUDIT & COMPLIANCE COMMITTEE** include

- a) Be responsible for the review of the integrity of the data and information provided in the Audit and /or Financial Reports.
- b) Provide oversight functions with regard to both the Company's Financial Statements and its internal Control and risk management functions.
- c) Review the terms of engagement and recommend the appointment or re-appointment and compensation of External Auditors to the Board and the Shareholders.
- d) Review the procedures put in place to encourage honest Whistle blowing.
- e) Meet at least once with the External Auditors.
- f) Investigate the circumstance relating to the resignation or removal of an External Auditor and ensure prompt actions are taken to mitigate any identified risks to the integrity of the Financial Reporting process.
- g) At least on an annual basis, obtain and review a report by the Internal Auditor stating the strength and quality of internal controls including any issue or recommendations for improvement, raised by the most recent internal control review of the Company.
- h) Review with the External Auditor, any audit scope, limitations or problems encountered and Management responses to same.
- i) Review the independence of the External Auditors and ensure that where non-audit services are provided by the External Auditors, there is no conflict of interest.
- j) Consider any related party transactions that may arise within the Company.
- k) Invoke its authority to investigate any matter within its terms of reference for which purpose the Company must make available the resources to the Internal Auditors with which to carry out this function, including access to external advice where necessary.
- l) Report regularly to the Board.
- m) Evaluating, approving and monitoring the adequacy of the company's internal and external audit processes, functions and related programs;

Jaiz Takaful Insurance Plc
Financial Statements for the Year Ended 31st December, 2021

Corporate Governance Report

- n) Making recommendations to the Board on the appointment, remuneration and monitoring of the effectiveness and independence of the internal and external auditor;
- o) Reviewing any significant disagreement between Management and the external auditors or the Internal Audit department;
- p) Reviewing and approving the internal audit plans and internal audit reports/conclusions with regard to internal controls.
- q) Advising the company in maintaining adequate internal control measures and procedures;
- r) Participating, together with the Human Resources, in the selection, appointment and or removal of the Company's Internal Auditor;
- s) Participating, together with the Human Resources, in the design and periodic review of the responsibilities of the Internal Auditor;
- t) Preparing and reviewing along with the Board, an annual performance evaluation of the Committee, which evaluation shall include a comparison of the performance of the Committee with the requirements of this document; and
- u) Carrying out such other functions as the Board of the company may from time to time determine.

Attendance for the Board Audit & Compliance Committee in the year 2021 was as follows:

S/N	Directors	18th May, 2021	7th October, 2021	16th November, 2021
1	Engr. Garba Abubakar Muhammad	✓	✓	✓
2	Hajiya Zainab Abdurrahman	✓	✓	✓
3	Imam Abdullahi Shuaib (PhD)	✓	✓	✓
4	Ibrahim Usman Shehu	✓	✓	✓
5	Ahmadu Hamman Sambo	N/A	N/A	✓

Without prejudice to the roles of these committees, the full board retains ultimate responsibility for the management of risks of the organization and the committees meet at least once in a quarter and present their reports to the board.

Board Evaluation and Appraisal

The Board engaged an Independent Consultant, Corporate Mission Consultants, to carry out the annual Board Evaluation for the 2021 financial year. The Board Evaluation covered all aspects of the Board's structure, composition, responsibilities, processes, relationships, individual members' competencies and respective roles in the Board performance, as well as the Company's compliance status with the provisions of the NAICOM and NCCG Codes of Corporate Governance. The Board Evaluation and Appraisal Report for the 2021 financial year will be presented to shareholders at the Annual General Meeting of the Company.

Directors' Remuneration

The Company's policy on remuneration of Non-Executive Directors is guided by the provisions of extant laws and relevant Codes. However, for the time being, remuneration of Non-Executive Directors is limited to sitting allowances.

Corporate Governance Report

Code of Ethics

Jaiz Takaful has a Code of Business Conduct and Ethics Policy and all Directors, senior management and employees are required to abide by it. All stakeholders are expected to maintain high ethical standards in all aspect of their professional life. The Policy also makes provision for appropriate disciplinary measures to be adopted in cases of non-compliance.

Internal Control

The board of directors is responsible for reviewing the effectiveness of the company's internal controls and ensuring that the controls are functional and effective.

Diversity and Inclusion

It is a strict policy in Jaiz Takaful that all employees, employee candidates, participants and customers fairly and equally, regardless of their gender, sexual orientation, family status, race, colour, nationality, ethnic or national origin, religious belief, age, physical or mental disability, or any such factor.

Whistle Blowing

Jaiz Takaful has established a strong whistle blowing procedure which covers internal whistle blowers and extends to the conduct of the stakeholder. Jaiz takaful has a direct link on its investors' portal to enable stakeholders to report any allegations they want the Company to investigate. In addition, unethical practices can be reported via the email address: whistleblowing@jaiztakafulinsurance.com.

Human Resources Policy

The Human Resources policy of the Company is contained in the Directors' Report on page 10 of this Financial Statements.

Financial Reporting

The Board of Directors is responsible for the preparation of financial statements of the company and ensures that the financial statements are prepared in accordance with statutory requirements and applicable financial reporting standards. They also ensure timely publication of the financial statements to enhance accurate and continuous disclosure of information to all stakeholders.

Management provides the board of directors with regular financial updates to enable them give a balanced and understandable assessment of the company's position.

The Company Secretary

The Company Secretary serves as a point of reference and support for all Directors. The Company Secretary also consults regularly with Directors to ensure that they receive required information promptly. The Board may obtain information from external sources, such as consultants and other advisers, if there is a need for outside expertise, via the Company Secretary or directly. The Company Secretary is also responsible for assisting the Board and Management in the implementation of the Code of Corporate Governance of the Company, coordinating the orientation and training of new Directors and the continuous education of Non-Executive Directors; assisting the Chairman and MD/CEO to formulate an annual Board Plan and with the administration of other strategic issues at the Board level; organizing Board meetings and ensuring that the minutes of Board meetings clearly and properly capture Board discussions and decisions.

Corporate Governance Report

The secretary plays a role in the company's corporate governance and is responsible to the board of directors in respect of compliance with the board procedures and ensuring good information flows within and between the board members and management.

Management Committee

The management Committee comprise the senior management of the company and has been established to identify, analyse, and make recommendation on risks arising from day-to-day activities. The also ensure that risk limit as contained in the Board and Regulatory policies are complied with. Members of the management committee make contributions to the respective Board Committee and also ensure that recommendation of the Board Committee are effectively and efficiently implemented. They meet Quaterly and frequently as the need arises.

Advisory Council of Experts (ACE)

The Advisory Council of Experts reviews the Company's operations to confirm that activities were carried out in accordance with the Shariah. The ACE has the responsibility of providing assurances that the Company's funds are not invested in prohibited activities or transactions, and also certify that all the Company's products and services are in compliance with Shariah. The members of the ACE are a mixture of Islamic scholars well versed in Islamic laws, principles and traditions relating to trade, finance and economics, auctorial science as well as financial experts.

External Auditors

Messrs. Sada Idris & Co was appointed on 10th November, 2017 as the External Auditors of Jaiz Takaful Insurance Plc. The maximum tenure of ten (10) years for the retention of External Auditors has not been exceeded in line the provisions of the National Code of Corporate Governance 2018.

Certification

The Board of Directors accepts responsibility for the annual financial statements which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates in conformity with the Accounting & Auditing Organization for Islamic Financial Institutions Standard (AAOIFI), International Financial Reporting Standards (IFRS), National Insurance Act, 1997 and the Insurance Act, 2003.

The Board of Directors also accepts responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements as well as adequate system of internal financial control.

The board of directors are of the opinion that the financial statements give a true and fair view of the state of the financial position of the company and of its statement of incorporation and pre-operational cost.

Nothing has come to the attention of the board of directors to indicate that the company will not remain a going concern for at least twelve months from the date of this statement.

Internal Management Structure



Risk Management Framework

Jaiz Takaful uses a risk governance policy and an enterprise risk management framework that are supported by a robust governance structure that includes Board-level and senior management committees. Through its committees, the Board directs the risk governance and compliance process. Internal control, financial reporting, and compliance are all overseen by the Board Audit and Compliance Committee. The Board Investment & Risk Management Committee establishes the risk philosophy, policies, and strategies, as well as providing advice on risk factors and management. Risk Management on the Board assist in the development and implementation of various risk strategies. It ensures that the company's risk management policies and procedures are consistent with its business objectives and strategies. The Board Investment & Risk Management Committee is in charge of managing financial risks (market, liquidity, and credit risk), operational risks, and strategic and reputational risks.

Furthermore, through its enterprise risk management policy that embeds comprehensive risk management processes into the organizational structure, risk measurement, and monitoring activities, the Company manages its risks in a structured, systematic, and transparent manner. This structure ensures that the Company's overall risk exposures remain within the Board's risk tolerances.

Communication Policy

The Policy's primary goal is to assist the Jaiz Takaful in achieving its goals in pursuit of best corporate governance practices. The Company ensures that information is communicated and disseminated in a language that is clear, relevant, objective, easy to understand, and useful. The Policy also requires the provision of prompt, polite, and responsive service that is sensitive to the needs and concerns of customers and other stakeholders.

Corporate Governance Report

Related Party Transaction Policy

The Company's policy on related party transactions applies to any transaction in which the Company is a participant and there is a transfer of resources, services, or obligations in which a Related Party has or will have a direct or indirect interest. Parties are considered related if one party has the ability to control the other party or exert influence over the other party in making financial and operational decisions, or if another party controls both.

Fines and Penalties

Fines and penalties have been disclosed in page 86 & 87 under note 29 to the accounts.

Sustainability: Environmental, Social & Governance (ESG)

Jaiz Takaful is committed to creating creative projects that suit the demands of all of our stakeholders. We will continue to undertake stakeholder analysis and develop strategies to meet our stakeholders' expectations. We constantly increase access to our services and produce affordable services through access and affordability. In order to improve access to the Company's Takaful services, we started creating The Jaiz Takaful App, among other initiatives. We also continue to train our personnel and offer a competitive benefits package. This is due to our recognition of the importance of our employees in attaining our strategic business goals. Furthermore, our ICT has established a strong data security system that has allowed us to implement advanced solutions to avoid cyber-attacks and ensure data protection. We also follow best international practice when it comes to client privacy. To combat fraud, we continue to educate all of our employees, customers, and vendors. Environmental and social factors have been thoroughly integrated into all of the Company's commercial activities and operations in terms of product creation. This is done to verify that our lending activities have no negative environmental or social consequences. We operate with high business ethics and competence. Our Code of Business Conduct and Ethics, and Communications Policy, which helps to control employee contacts with internal and external parties, help to promote our core values to employees.

Statement of Compliance

Jaiz Takaful complies with the relevant provisions of the NAICOM and Nigerian Code of Corporate Governance issued by the Financial Reporting Council of (FRCN). In the event of any conflict between the two Codes regarding any matter, the Company would refer to the provision of NAICOM Code being its main Regulator.

Jaiz Takaful Insurance Plc
Financial Statements for the Year Ended 31st December, 2021

Statement of Directors' Responsibilities

The Directors accept responsibility for the preparation of the annual consolidated financial statements that give a true and fair view of the statement of financial position of the company at the end of the year and of its comprehensive income as required by the Company and Allied Matter Act Nigeria and Insurance Act of Nigeria. The responsibilities include ensuring that the Group:

- 1 Keep proper accounting records that disclose with reasonable accuracy, the financial position
- 2 Establishes adequate internal controls to safeguard its assets and to prevent and detect fraud and other irregularities
- 3 Prepares its financial statements using suitable accounting policies supported by reasonable and prudent judgements and estimates, which are all consistently applied.
- 4 The Directors accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates in conformity With:
 - Accounting & Auditing Organization for Islamic Financial Institutions Standard (AAOIFIs)
 - International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board
 - The requirements of the Insurance Act:
 - Relevant guidelines and circulars issued by the National Insurance Commission (NAICOM)
 - The requirements of the Companies and Allied Matters Act.
 - Financial Reporting Council Act of Nigeria

The Directors further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements. As well as adequate systems of internal control.

Nothing has come to the attention of the directors to indicate that the company will not remain a going concern for at least twelve months from the date of this statement.

By order of the Board



Alhaji Abidu R. Yazid (OON)
Chairman
FRC/2020/003/00000020934



Ibrahim Usman Shehu
Managing Director/CEO
FRC/2018/CIIN/00000018368

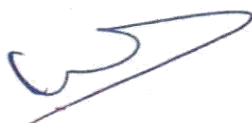
Jaiz Takaful Insurance Plc

Financial Statements for the Year Ended 31st December, 2021

Report of the Statutory Audit Committee

We have examined the Auditor's Report for the year ended 31st December, 2021 in accordance with the provisions of Section 404(7) of the Companies and Allied Matters Act 2020.

It is our opinion that the Audit report is consistent with our view and scope of planning of the Audit. The Management Letter prepared by the External Auditors has received adequate and satisfactory responses from the Company's Management. Furthermore, we are satisfied that the Company's Accounting Policies are in conformity with the statutory requirement and agreed ethical practices.



Garba Abubakar Muhammad
FRC/2017/IODN/00000017242
For: Chairman, Board Audit Committee

Members of the Statutory Audit Committee

Hajiya Zainab Abdurrahman	- Chairman
Alhaji Ahmadu Hamman Sambo	- Member
Garba Abubakar Muhammad	- Member
Imam Abdullahi Shuaib, PhD	- Member

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Report of the Advisory Council of Experts

We, the members of Jaiz Takaful Insurance Advisory Committee of Experts (ACE) hereby witness that in line with the code of conduct guiding our advisory function, we have reviewed all the activities, policies and transactions made by Jaiz Takaful Insurance Plc during the year ending 31st December, 2021 and confirm same to be in compliance with Shariah principles. Jaiz Takaful Insurance has committed itself to the principles and rules of the Sharia in their decisions, directives and management.

Discharge of Management Responsibility

Furthermore, we hereby affirm that the Jaiz Insurance Management has discharged their responsibilities towards ACE as enshrined in the NAICOM Takaful Operational Guidelines 2013.

Work carried out during the year

We have carried out the following assignments during the year under review and resolved as follows:

- i The Approval of 2020 Audited Financial Statements
- ii Approval of Enterprise Risk Management Policies
- iii Approval of Jaiz Takaful Surplus and Deficit Policies
- iv Approval of Jaiz Takaful 3rd Party Gold Policy
- v Ensured that activities of Jaiz Takaful Insurance Plc were carried out in line with the Takaful Guideline issued by the National Insurance Commission
- vi The ACE reiterated the need to translate the Takaful Fatwa's book from Arabic to English Language

The Internal (Sharia) Compliance Unit of Jaiz Takaful had given us all the information and explanation which we considered necessary to provide us with sufficient evidence and reasonable assurance that all transactions by Jaiz Takaful Insurance did not violate the provisions of the rules and principles of Islamic Sharia.

The ACE wishes to thank the Board of Directors, Management and Staff of Jaiz Takaful for their co-operation with the ACE, and their commitment to the ideals of Takaful practices. The ACE prays to Almighty Allah to grant Jaiz Takaful Insurance Plc every success.

Dated: 31st December, 2021

Prof. Muhammad Nasirudeen Maiturare

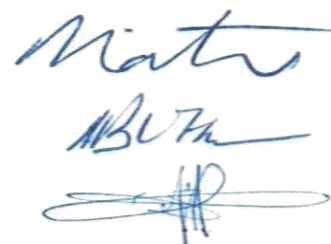
Chairman

Prof. Muhammad Bello Uthman

Member

Prof. Sulaiman Abdullahi Karwai

Member



Jaiz Takaful Insurance Plc

Financial Statements for the Year Ended 31st December, 2021

Management's Discussion and Analysis

The following Management's Discussion and Analysis ("MD&A") of the consolidated operating performance and financial condition of Jaiz Takaful Insurance Plc ("Jaiz Takaful", the "Company", "we", "us", or "our") for the year ended December 31, 2021, should be read in conjunction with the December 31, 2021 Financial Statement and related notes thereto, the December 31, 2020 Financial Statement and related notes thereto. Additional information relating to Jaiz Takaful is available in the Company's website at www.jaiztakafulinsurance.com. The information presented in this MD&A, including information relating to comparative period in 2020, is presented in accordance with Sharia Principles and various Accounting Standards.

Management's Discussion and Analysis is provided to assist readers in understanding our financial performance during the periods presented and significant trends which may impact our future performance. This discussion should be read in conjunction with our Financial Statements and the related notes thereto included elsewhere in this Annual Report.

It is intended to enhance the understanding of the audited financial statements and accompanying notes and should therefore be read in conjunction with these documents.

Business Objective and Strategy

The Company is registered and incorporated in Nigeria as a Takaful Insurance which is based on the Islamic profit sharing of Mudarabah principles. The Company provides both General and Family Takaful Products in Nigeria with the insight of expansion in West Africa as International Leader in Takaful insurance. To achieve this, it is the company's wish to strengthen service delivery through the deployment of modern Information Technology techniques and branch/agency network expansion. Intensification of direct and indirect marketing activities by awareness creation amongst others will also contribute to the achievement of target.

Our Vision Statement

To be the Leader in Ethical and Wealth Management

Our Mission Statement

Providing a Bond beyond Insurance - A Company That Cares, Shares and above all grows with its employees and stakeholders; Ethically covering all Insurable risks and basis of mutual benefits.

Core Values

i	Ethical	vi	Responsibility
ii	Prudence	vii	Transparency
iii	Mutuality	viii	Cordially
iv	Integrity	ix	Partnership
v	Accountability		

Jaiz Takaful Insurance Plc

Financial Statements for the Year Ended 31st December, 2021

Management's Discussion and Analysis

Operating Results

Items	Current Period 2021 N'000	Prior Period 2020 N'000	% Change
Gross Contribution Written	1,813,520	940,992	93
Gross Contribution Earned	1,550,165	806,595	92
Retakaful Expenses	(192,397)	(168,147)	14
Net Contribution Income	1,357,768	635,107	114
Fees & Commission Income	52,869	47,856	10
Claims Expenses	(344,983)	(201,262)	71
Net Underwriting Income	842,627	378,579	123
Underwriting Expenses	(194,067)	(109,146)	78
Investment Income	56,712	28,428	99
Management Expenses	(357,353)	(277,168)	29
Participants' Surplus/Deficit	305,194	121,410	151
Profit or loss	198,049	29,655	568
Earnings Per Share (In Kobo)	20	6	231

Financial Position

	2021 N'000	2020 N'000	Changes %
ASSETS			
Cash and Cash Equivalent	1,736,222	904,549	92
Investment in Sukuk	198,000	100,000	98
Trade Receivable	50,409	59,285	(15)
Retakaful Asset	122,871	115,716	6
Deffered Acquisition Cost	108,154	62,871	72
Other Receivables & Prepayment	3,900	2,092	86
Intangible Assets	15,182	28	54,121
Property, Plant & Equipment	17,554	11,215	57
Statutory Deposits	200,000	200,000	0
TOTAL ASSETS	2,452,291	1,455,756	68
LIABILITIES			
Takaful Contract Liabilities	1,019,926	615,454	66
Investment Contract Liabilities	462,012	357,866	29
Trade Payables	75,841	81,734	(7)
Provisions & Other Payables	980	30,986	(97)
Income Tax Liabilities	32,238	9,665	234
TOTAL LIABILITIES	1,590,997	1,095,705	45

Jaiz Takaful Insurance Plc
Financial Statements for the Year Ended 31st December, 2021

Management's Discussion and Analysis

Performance Ratios	%	%
Underwriting Expenses ratio	11	12
Claims ratio	19	21
Management Expenses ratio	20	29
Combined ratio	49	62
Underwriting profit ratio	46	40
Profitability ratio	28	16

For the year ended December 31, 2021, we generated Gross Contribution (written) of ₦ 1.8 billion, as compared to ₦940 million in December 31, 2020 or 93% increased in gross contribution written. This increased was achieved by the retention of substantial numbers of old policyholders and addition of new policyholders in the year.

The investment income for the year amounted to ₦ 56 million with a prior year performance of ₦ 28 million which translates to a 99% increase over previous year. Mudarabah investment income dominte our investment income.

We achieved a Participants' Surplus of ₦305 million in 2021, compared to a surplus of ₦121 million in 2020. Participants' Surplus improved by ₦184 million or 151%. Profit after tax also increased by 568% from a profit of ₦29 million in 2020 to a profit of ₦198 million in 2021.

Total assets at December 31, 2021, increased by ₦997 million, or 68%, this is primarily due to increases in cash & cash equivalent, Retakaful Asset, Deffered Acquisition Cost and investment in FGN Sukuk.

Cash and cash equivalents as at December 31, 2021 were ₦ 1.74 billion, reflecting a ₦ 831 million or 92% increase from the ₦904 million held as at December 31, 2020. Please refer to the Statement of Cash Flows sections of this document for a detailed explanation of the change in cash working capital.

Total liabilities increased by ₦495 million, or 45% in 2021 primarily due to increases in Participants' reserves partially offset by decreases in separate account liabilities.

In 2021, participants' reserves (Takaful Contract Liabilities & Investment Contract Liabilities) increased by ₦508 million primarily due to normal business growth and expansion.

Liquidity, Capital Resources & Risk Factors

Our objectives in managing capital are to ensure that we have sufficient liquidity to pursue growth objectives, while maintaining a prudent amount of financial leverage. Capital is composed of equity of the Jaiz Takaful as well as the Participants Risks Funds. Our primary uses of capital are to finance operations, execute growth strategies and fund capital expenditure programs.

Jaiz Takaful Insurance Plc

Financial Statements for the Year Ended 31st December, 2021

Management's Discussion and Analysis

The Company's cash investment continues to be in accordance with its investment policy and complies with the regulatory requirements. The Company's investment strategy is supported by a focus on highly liquid Islamic financial instrument such as mudarabah term deposit. We expect our investment income to grow considerably in the coming years as we are poised to taken advantage of the other investment product in Islamic financing such as sukuk etc. We expect our investment income to grow considerably in the coming years as we are poised totake advantage of the other investment product in Islamic financing

Internal Control over Financial Reporting

Management is also responsible for establishing and maintaining adequate internal controls over financial reporting to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with International Financial Reporting Standard (IFRS).

It should be recognized that due to inherent limitations, any controls, no matter how well designed and operated, can provide only reasonable assurance of achieving the desired control objectives and may not prevent or detect misstatements. Projections of any evaluations of effectiveness to future periods are subject to the risks that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate. Additionally, management is required to use judgement in evaluating controls and procedures.

Risk Analysis and Evaluation

Risk analysis helps in making informed decisions with respect to which risk response to adopt and what method to use. The Company consider risks based on the combination of the consequence of occurrence (severity) and likelihood of occurrence (frequency), respectively. Risk evaluation involves comparing the level of risk found during the analysis process with the risk criteria established.

The Company Audit Committee oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The Company Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

The Company has exposure to the following risks from its use of financial instruments:

- i Insurance risk
- ii Credit risk
- iii Liquidity risk
- iv Market risk
- v Operational risk
- vi Sharia risk
- vii Compliance risk

Accounting Policies

The discussion and analysis of financial condition and results of operations are based upon our consolidated financial statements, which have been prepared in accordance with International Financial Accounting Standards (IFRS) & Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI). The preparation of these financial statements requires us to make estimates and judgments that affect the reported amounts of assets, liabilities, contributions and expenses, and related disclosures. We evaluate our estimates on an on-going basis, based on historical experience and on various other assumptions that are believed to be reasonable under the circumstances. Actual results may differ from these estimates under different assumptions or conditions.

Forward Looking Statements

Certain information contained in this discussion is or may be considered forward-looking. Forward-looking statements are those not based on historical information, but rather, relate to future operations, strategies, financial results, or other developments, and contain terms such as "may," "expects," "should," "believes," "anticipates," "intends," "estimates," "projects," "goals," "objectives" or similar expressions.

Forward-looking Statements are based upon estimates and assumptions. These statements may change due to business uncertainties, economic uncertainties, competitive uncertainties and other factors, many of which are beyond our control. Additionally, our business decisions are also subject to change. We do not publicly update or revise any forward-looking statements as a result of new information, future developments or otherwise.

Performance Management

The company will continue with its quarterly nationwide performance review as a means of focusing and driving marketing activities. This will also aid in monitoring and matching actual performance with budget.

**Independent Auditors' Report
to the Members of Jaiz Takaful Insurance Plc
Report on the Audit of the Financial Statements**

Opinion

We have audited the accompanying financial statements of Jaiz Takaful Insurance Plc, which comprise the statements of financial position as at 31st December 2021, the statements of financial performance and other comprehensive income and statement of cash flows for the year ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the financial statements give a true and fair view of the financial position of Jaiz Takaful Insurance Plc as at 31st December 2021, and its financial performance and cash flows for the year then ended in accordance with the International Accounting Standards as issued by the International Accounting Standards Board (IASB), Companies and Allied Matters Act CAP C20 LFN 2004 and the Financial Reporting Council of Nigeria Act No. 6, 2011.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities to the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and other independence requirements applicable to performing audits of Jaiz Takaful Insurance Plc. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code, and in accordance with other ethical requirements applicable to performing the audit of Jaiz Takaful Insurance Plc. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters (KAM)

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement in the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.



Key Audit Matters	How the matters was addressed in the audit
	Our audit procedures amongst others include:
The Company purchased additional property, plant and equipment and a software during the year	♦ We requested for the supporting documents backing these purchases and satisfied ourselves that they were posted correctly.

Other Information

The directors are responsible for the other information. The other information comprises the Directors' Report, Corporate Governance Report, and Report of the Audit Committee as required by the Companies and Allied Matters Act, CAP C20, Laws of the Federation of Nigeria 2004, which we obtained prior to the date of this report, and the Annual Report, which is expected to be made available to us after that date. Other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Directors' Responsibility for the Financial Statements

The Directors are responsible for the preparation and fair presentation of these financial statements in accordance with the relevant standards issued by the Financial Reporting Council of Nigeria, the provisions of the Companies and Allied Matters, CAP C20 Laws of the Federation of Nigeria 2004 and for such internal control as the Directors determine necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- ☐ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ☐ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.



Sada, Idris & Co.
Chartered Accountants

- ☐ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- ☐ Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.
- ☐ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ☐ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the funds audit. We remain solely responsible for our audit opinion

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

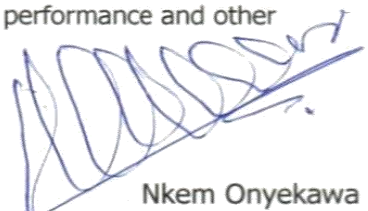
Report on other legal and regulatory requirements

In accordance with the requirement of Schedule 6 of the Companies and Allied Matters Act, CAP C20 Laws of the Federation of Nigeria 2004, we confirm that:

- i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- ii. In our opinion, proper books of account have been kept by the Fund, so far as appears from our examination of those books;
- iii. The Company's statements of financial position and statement of financial performance and other comprehensive income are in agreement with the books of account.

Date: 28/06/2027




Nkem Onyekawa
FRC/2013/ICAN/00000001804
Sada, Idris & Co.
Chartered Accountants
Abuja, Nigeria

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Statement of Significant Accounting Policies

1.0 Reporting Entity

Jaiz Takaful Insurance Plc ('The Company') is a Public Liability Company incorporated in January 31, 2014 with Corporate Affairs Commission (CAC) to carry out the business of Takaful Insurance operations. The Company on August 19, 2016, was given approval by National Insurance Commission (NAICOM) as composite Takaful Operator to transact both Family & General insurance businesses.

The Company however, commenced business activities after receiving approval of its general takaful products in January 09, 2017 and introduced nineteen general takaful insurance products into the Nigeria market. The Commission after reviewing the Company submission on Family products, approved four products on July 10, 2017.

The Head office of the company is situated at Plot 1054 Fingesi Street, off Obafemi Awolowo Way, Utako district, Federal Capital Territory, Abuja.

The principal activities of the Company include the provision of both General & Family Takaful Insurance services, claim settlement, undertaking investment activities as well as profit sharing to the participants.

The Contract of Takaful as a business venture is based on the Islamic profit sharing of Mudarabah principle. In this regard, clients of Takaful known as Participants shall be entitled to earn returns on the Contributions (premium) paid in consideration for their participation in takaful products provided by Jaiz Takaful Insurance Plc subject to the declaration of profit at the end of the financial year.

The following is a summary of the significant accounting policies adopted by the Company in the preparation of its financial statements.

1.1 Basis of Accounting

The financial statements have been prepared in accordance with:

- International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB).
- Financial Reporting Council of Nigeria Act,
- The Insurance Act of Nigeria
- National Insurance Commission (NAICOM) guidelines and circulars.

- Accounting and Auditing Organization for Islamic Financial Institution Standards (AAOIFI)
- The Requirements of the Companies and Allied Matters Act.

1.2 Going Concern

These financial statements have been prepared using appropriate accounting policies, supported by reasonable judgments and estimates. The directors have a reasonable expectation, based on an appropriate assessment of a comprehensive range of factors, that the Company has adequate resources to continue as going concern for the foreseeable future.

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Statement of Significant Accounting Policies

1.3 Reporting Currency

These financial statements are presented in Nigerian Naira (₦), which is the Company's functional and presentation currency.

1.4 Basis of Measurement

These financial statements have been prepared under the historical cost convention, as modified by the valuation of investment property, available-for-sale financial assets, insurance liabilities, and financial assets and liabilities designated at fair value.

1.5 Takaful Insurance Model and Contract Adopted

The Company chosen model is hybrid which is based on Al-Mudarabah (Partnership) and Al-Wakalah (Agency). This model promotes the cooperative risk sharing among Participants whilst the Company earns a fee for the services provided as agent or "Wakil" of participant. In other words, the Company derives part of its revenue from upfront deductible fee on the contributions.

In addition, there is profit sharing on Al-Mudarabah on the investment of the Takaful fund between the Company and the Participants. Underwriting surplus of the Takaful pool will be shared among Participants that have not incurred any losses.

The Following are the sharing ratio of contributions received Wakala (agency agreement) and investment income Al-Mudarabah (partnership agreement) between Operator and participants (participants risks fund and participants investment fund) in line with the hybrid model of Takaful Insurance operations:

Product Class	Contribution Income		Investment Income	
	Operator	Participants	Operator or	Participants
1 Motor Takaful	30%	70%	50%	50%
2 General Accidents Takaful	30%	70%	50%	50%
3 Agricultural Takaful	30%	70%	50%	50%
4 Marine Takaful	30%	70%	50%	50%
5 Fire Takaful	30%	70%	50%	50%
6 Engineering Takaful	30%	70%	50%	50%
7 Group Family	30%	70%	50%	50%
8 Group Mortgage Family	30%	70%	50%	50%
9 Education Takaful	10%	90%	30%	70%
10 Jaiz Comfort	5%	95%	10%	90%
11 Non- Interest Loan Protection	30%	70%	50%	50%
12 Jaiz Comfort Save	2.5%	97.5%	10%	90%
13 Hajj & Umrah	2.5%	97.5%	10%	90%
14 Jaiz Group Mortgage	30%	70%	50%	50%
15 Jaiz Comfort Plus	10%	90%		70%

Statement of Significant Accounting Policies

1.6 Use of Estimates and Judgement

The preparation of financial statements is in conformity with IFRSs & AAOIFIs which requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources.

Actual results may differ from these estimates. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods. Information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are described in note to the financial statements.

1.7 Property, Plant and Equipment

i Recognition and Measurement

Items of property and equipment are carried at cost less accumulated depreciation and impairment losses. Cost includes expenditures that are directly attributable to the acquisition of the asset.

Any gain or loss on disposal of an item of property and equipment is recognised in profit or loss.

ii Depreciation

Depreciation is calculated to write off the cost of items of property and equipment less their estimated residual value using the straight-line method over the estimated useful lives, and is generally recognised in profit or loss. The estimated useful lives of significant items of property and equipment for current and comparative periods are as follows:

Category	Depreciable Life (%)
Vehicles	4 Years (25%)
Computer Equipments	3 Years (33 1/3%)
Building	50 Years (2%)
Furniture & Fittings	7 Years (14%)
Plant and Equipment	7 Years (14%)

Statement of Significant Accounting Policies

iii De-recognition

An item of property and equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

iv Reclassification to Investment Property

When the use of a property changes from owner-occupied to investment property, the property is remeasured to fair value and reclassified accordingly. Any gain arising on this remeasurement is recognised in profit or loss to the extent that it reverses a previous impairment loss on the specific property, with any remaining gain recognised in OCI and presented in the revaluation reserve. Any loss is recognised in profit or loss.

1.8 Intangible Assets

Intangible assets comprise computer software (including cost of software underdevelopment) and are stated at cost less accumulated amortisation and any accumulated impairment losses.

Intangible assets are amortised from the date that they are available for use. Software under development is not amortised until the assets are ready for its intended use.

Amortisation is recognised in profit and loss on a straight-line basis over the expected useful economic life of computer software of between 1 to 3 years.

Amortisation methods, useful lives and residual values are reviewed at the end of each period and adjusted, as appropriate.

1.9 Takaful Receivables

Takaful receivables are recognized when due and measured on initial recognition at the fair value of the consideration received or receivable. Subsequently to initial recognition, takaful receivables are measured at amortized cost, using the effective profit method.

1.10 Deferred Acquisition Costs (DAC)

Commissions and other acquisition costs that vary with and are related to securing new contracts and renewing existing contracts are capitalized as an intangible asset (DAC). All other costs are recognized as expenses when incurred. The DAC is subsequently amortized over the life of the contracts as follows:

For long-term insurance contracts with fixed and guaranteed terms, DAC is amortized in line with premium revenue using assumptions consistent with those used in calculating future policy benefit liabilities; and

For long-term insurance contracts without fixed terms, DAC is amortized over the expected total life of the contract Company as a constant percentage of estimated gross profit margins (including investment income) arising from these contracts. The pattern of expected profit margins is based on historical and anticipated future experience and is updated at the end of each accounting period. The resulting change to the carrying value of the DAC is charged to revenue.

Statement of Significant Accounting Policies

1.11 Liability Adequacy Test

At each end of the reporting period, liability adequacy tests are performed to ensure the adequacy of the contract liabilities net of related Deferred Acquisition Cost (DAC) and Value of Business Acquisition (VOBA) assets. In performing these tests, current best estimates of future contractual cash flows and claims handling and administration expenses, as well as investment income from the assets backing such liabilities, are used. Any deficiency is immediately charged to profit or loss initially by writing off DAC or VOBA and by subsequently establishing a provision for losses arising from liability adequacy tests (the unexpired risk provision).

As set out in above, long-term insurance contracts with fixed terms are measured based on assumptions set out at the inception of the contract. When the liability adequacy test requires the adoption of new best estimate assumptions, such assumptions (without margins for adverse deviation) are used for the subsequent measurement of these liabilities.

1.12 Other Assets

Receivables and other sundry debtors are classified as other assets and are stated at cost less allowances for doubtful amounts. Allowances and write offs are recognized when a receivable is deemed not collectable based on the original terms of the contract. Subsequent recoveries are credited to the statement of comprehensive income. Prepayments are stated at cost net of amortization.

1.13 Cash and Cash Equivalent

Cash and cash equivalents consist of cash on hand, balances and deposits with banks and highly liquid investments which have an insignificant risk of changes in fair value with original maturities of three months or less, and are used by the Company in the management of their short term commitments.

1.14 Investments

Investments comprise of investments carried at amortized cost, investments carried at fair value through profit or loss and investments at fair value through equity.

All investments, are initially recognised at cost, being the fair value of the consideration given including acquisition charges associated with the investment, except in the case of investments carried at fair value through profit or loss.

Investments carried at amortized cost

Investments which have fixed or determinable payments and where the Window has both the intent and ability to hold to maturity are classified as investments carried at amortized cost. Such investments are carried at amortised cost, less provision for impairment in value. Amortised cost is calculated by taking into account any premium or discount on acquisition. Any gain or loss on such instruments is recognised in the statement of comprehensive income when the instruments are de-recognised or impaired.

Statement of Significant Accounting Policies

Investments at fair value through equity

Subsequent to acquisition, equity type instruments are remeasured at fair value, with unrealized gains and losses recognised in a separate component of equity until the investment is derecognized or the investment is determined to be impaired. On derecognition or impairment, the cumulative gain or loss previously recorded in equity is recognised in the statement of comprehensive income for the year.

Impairment losses on equity type instruments carried at fair value through equity are not reversed through the statement of comprehensive income and increases in their fair value after impairment are recognised directly in owners' equity.

Investments carried at fair value through profit or loss

These are subsequently re-measured at fair value. All related realised and unrealized gains or losses are included in the statement of comprehensive income.

Fair values

Fair value is determined for each financial asset individually in accordance with the valuation policies set out below:

- (i) For investments that are traded in organized financial markets, fair value is determined by reference to the quoted market bid prices prevailing on the statement of financial position date.
- (ii) For unquoted investments, fair value is determined by reference to recent significant buy or sell transactions with third parties that are either completed or are in progress. Where no recent significant transactions have been completed or are in progress, fair value is determined by reference to the current market value of similar investments. For others, the fair value is based on the net present value of estimated future cash flows, or other relevant valuation methods.
- (iii) For investments that have fixed or determinable cash flows, fair value is based on the net present value of estimated future cash flows determined by the Window using current profit rates for investments with similar terms and risk characteristics.
- (iv) Investments which cannot be remeasured to fair value using any of the above techniques are carried at cost, less accumulated impairment, if any.

1.15 Statutory Deposit

Statutory deposit represent a minimum deposit maintained by Takaful Operator, Jaiz Takaful Insurance Plc. The amount is held by CBN (Central Bank of Nigeria) pursuant to Section 10(3) of the Insurance Act 2003. Statutory deposit is measured at cost.

1.16 Takaful Product Classification

Takaful contracts are contracts under which the General Takaful Fund and Family Takaful Fund (collectively referred to as "the fund") underwrite/accept significant risks (by pooling the risks in a risk fund) from Participants of the funds ("the participant") by agreeing to compensate the participant or other beneficiary if a specified uncertain future event ("the insured event") adversely affects the participant or other beneficiary. Takaful risk is risk other than financial risk. Financial risk is the risk of possible future change in one or more of a specified financial or non-financial variable. The takaful operator does not sell financial risk contracts.

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Statement of Significant Accounting Policies

Contracts where insignificant takaful risks are accepted by the funds are classified as either investment contracts or service contracts.

Once a contract has been classified as a takaful risk contract, it remains a takaful contract for the remainder of its lifetime, even if the takaful risk reduces significantly during this period, unless all rights and obligations are extinguished or expired.

1.17 i. General Takaful Fund

The General Takaful Fund is maintained in accordance with the requirement of the NAICOM guideline and consists of accumulated surplus/deficit and actuarial reserves. Any actuarial deficit in the General Takaful Fund will be made good by the Takaful Operator via a Qard. Surplus arising in each financial year is distributable in accordance with the terms and conditions prescribed by the surplus distribution policy, endorsed by the Shariah Committee and Board of Directors and approved by NAICOM.

The General Takaful underwriting results are determined for each class of the business after taking into account retakaful, contributions liabilities, claims liabilities and wakalah fees. To determine the surplus distributable from risks fund, the Qard repayment as well as Deficit Reserve is taken into consideration.

ii Contribution Income

Contribution for direct and co-takaful business is recognised in respect of risk assumed during the particular financial year as soon as the amount can be reliably measured, based on issuance of certificates, and in accordance with the principles of Shariah as advanced by the Company's Shariah Committee. Contributions in respect of risks incepted before the reporting date for which accrued for at the reporting date.

Inward retakaful contributions are accounted for upon notification by the ceding companies or upon receipts of the statement of accounts.

Outward retakaful contributions are recognised in the same financial year as the original certificate to which the retakaful relates

1.18 Family Takaful Fund

The family takaful underwriting results are determined after taking into account contributions, retakaful costs, net benefits incurred and wakalah fees.

The family takaful fund is maintained in accordance with the requirements of the NAICOM Takaful guidelines 2013 and includes the amount attributable to participants.

The family takaful fund surplus/deficit is determined by an annual actuarial valuation of the family takaful fund. Any actuarial deficit in the family takaful fund will be made good by the shareholder's fund via a benevolent loan or Qard.

Surplus distributable to the participants is determined after deducting benefits paid and payable, retakaful, provisions, reserves, wakalah fees, taxation and surplus administration charge transferred to the shareholder's fund. The surplus may be distributed to the shareholder and participants in accordance with the terms and conditions prescribed by the Company's ACE.

Statement of Significant Accounting Policies

Family takaful revenue consists of gross contributions and investment income. Revenue is accounted for on cash basis and as approved by the Company Shariah Committee.

i. Contribution Recognition

Contribution is recognised as soon as the amount of contribution is received from the participants in accordance with the principles of Shariah. First year contribution is recognised on assumption of risks and subsequent contributions are recognised on payment of the amount.

ii. Provision for Outstanding Claims

Claims and settlement costs that are incurred during the financial year are recognised when a claimable event occurs and/or the Company is notified.

Claims and provisions for claims arising on family takaful certificates, including settlement costs, are accounted for using the case basis method, and for this purpose, the benefits payable under a takaful certificates are recognised as follows:

- a. Maturity or other certificate benefit payments due on specified dates are treated as claims payable on those due dates; and
- b. Death, surrender and other benefits without due dates are treated as claims payable on receipt of intimation of death of the certificate holder or occurrence of contingency covered.

1.19 Qard

Any deficits arising in the Takaful funds are made good via a benevolent loan, or Qard, granted by the Takaful Operator to the Takaful funds. Qard is stated at cost less any provision for impairment losses. In the Takaful funds, the Qard is stated at cost. The Qard shall be repaid from future surpluses of the Takaful funds.

Qard receivables are assessed by Takaful Operator at each reporting date whether there is any indication of impairment. An impairment loss of Qard is recognised if it carrying amount exceeds its recoverable amount. Qard is recoverable within five years and any amount that cannot be recovered will be written off.

The recoverable amount is the net surplus of the Participants' Risk Fund (PRF) or part of the Participants' Risk Fund where the Participants' Risk Fund is managed under smaller sub-funds (PRF). The net surplus of the PRF is the amount of the PRF less the best estimate value of liabilities calculated according to valuation methods prescribed via Guidelines on Valuation Basis of Liabilities for General Takaful Business and Guidelines on Valuation Basis of Liabilities for Family Takaful Business). In deriving the net surplus of the PRF, the value of the PRF should be as at that point in time and there should not be assumption of growth of the PRF.

Impairment losses are recognised in profit or loss. Impairment losses are subsequently reversed in profit or loss if objective evidence exists that the Qard receivable is no longer

Statement of Significant Accounting Policies

1.20 Provision for Outstanding Claims

A liability for outstanding claims is recognised in respect of direct takaful business. The amount of outstanding claims is the best estimate of the expenditure required together with related expenses less recoveries, if any, to settle the present obligation at the end of the reporting period. Any difference between the current estimated cost and subsequent settlement is dealt with in the takaful statement of profit or loss and other comprehensive income of the Company in the year in which the settlement takes place.

Provision is also made for the cost of claims (together with related expenses) and Incurred But Not Reported Claims (IBNR) at the end of the reporting period, by adding 10% of outstanding claims amount.

1.21 Contribution Liabilities

The unearned contribution reserves ("UCR") represent contributions received after wakalah fee deduction for risks that have not yet expired. Generally, the reserve is released over the term of the contract and is recognized in the statement of profit and loss and other comprehensive income of General Takaful Fund.

In determining the UCR at the reporting date, the most prevalent method, 1/365 method, is used. At each reporting date, the Company reviews its unexpired risk reserve to determine whether there is any overall excess of expected claims over unearned contributions at portfolio level. This calculation uses current estimation of future contractual losses (taking into consideration current loss ratios) prior to taking account of the investment return expected to arise on assets relating to the relevant General Takaful technical provisions.

1.22 Investment Contracts

Investment contracts are those contracts that transfer financial risk with insignificant insurance risk. Investment contracts are measured at fair value through profit or loss.

The Participants Investment Funds (PIF) refers to the fund in which a portion of the contributions paid by takaful participants for a takaful certificate is allocated for the purpose of saving and/or investment. The PIF is individually owned by the participants. In managing the PIF, the Company adopted the appropriate investment and management strategies to achieve returns that are inline with the participants' reasonable expectations and where relevant, to ensure the availability of funds for future tabarru' apportionment into the PRF. The investment risk exposures for the PIF are borne by the participants.

1.23 Commission and Acquisition Cost

Commission and acquisition costs are borne by the Takaful Participants in their statement of comprehensive income for each certificate underwritten. This is in accordance with the principles of wakalah as approved by the shariah Committee and is as agreed between the Participants and the Company.

Gross commission and agency expenses, which are costs directly incurred in securing contributions on takaful certificates, and income derived from retakaful companies in the course of ceding contributions to retakaful are charged to participant account in the period in which they are incurred.

Statement of Significant Accounting Policies

1.24 Wakalah Fee

The wakalah fee is an income to the Takaful Operator and is charged to the General and Family Takaful Funds and correspondingly recognized as an expense in the respective funds' profit or loss at an agreed percentage for each takaful certificate underwritten. This is in accordance with the principles of the Shariah Committee and is agreed between the participants and the Company.

1.25 Mudarib Share

The Investment of participants are managed by the Company for a mudarib share in the investment income on the basis of mudaraba model. Mudarib share is recognised as expenses in the statement of participants' statement of income and as income in shareholders' statement of income.

1.26 Retakaful

The Company enters into retakaful treaties in the normal course of business for the purpose of limiting its net loss potential and to reduce significantly the new business strain of the credit-related block of business. Retakaful arrangements do not relieve the Company from its obligations to participants. Retakaful contributions and claim recoveries are presented in profit or loss and statement of financial position.

The company also assumes co-takaful risk in the normal course of business for its General Takaful contracts. Contributions and claims on assumed co-takaful are recognized as revenue or expenses in the same manner as they would be if the co-takaful were considered direct business, taking into account the product classification of the business undertaken. Retakaful assets comprise of the retakaful share of contributions and claims obligations. The assets are subject to impairment test.

1.27 Re-takaful Claims Recoveries

Re-takaful recoverable are estimated in manner consistent with the outstanding claims provision and claims incurred associated with the re-insurer's policies and are in accordance with the related insurance contract. They are measured at their carrying amount less impairment charges. Amounts recoverable under re-takaful contracts are assessed for impairment at each reporting date. If there is objective evidence of impairment, the company reduces the carrying amount of its insurance assets to its recoverable amount.

1.28 Trade Payables

Trade payables are recognised when due and measured on initial recognition at the fair value of the consideration received less directly attributable transaction costs. Subsequent to initial recognition, they are measured at amortized cost using the effective interest rate method. Trade payables are recognised as financial liabilities.

1.29 Impairments

Financial Assets (including receivables)

A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

Statement of Significant Accounting Policies

Objective evidence that financial assets (including equity securities) are impaired can include default or delinquency by a debtor, restructuring of an amount due to the Company on terms that the Company would not consider otherwise, indications that a debtor or issuer will enter bankruptcy, or the disappearance of an active market for a security. In addition, for an investment in an equity security, a significant or prolonged decline in its fair value below its cost is objective evidence of impairment.

In assessing collective impairment the Company uses historical trends of the probability of default, timing of recoveries and the amount of loss incurred, adjusted for management's judgment as to whether current economic and credit conditions are such that the actual losses are likely to be greater or less than suggested by historical trends.

An impairment loss in respect of a financial asset measured at amortized cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. Losses are recognized in profit or loss and reflected in an allowance account against receivables. Interest on the impaired asset continues to be recognized through the unwinding of the discount. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit or loss.

1.30 Actuarial Valuation

Actuarial valuation of the Participants' Risk Funds (Family Takaful fund & General Takaful Fund) are conducted annually to determine the net liabilities on the existing policies and the adequacy of the assets representing the respective funds as at the date of valuation. All deficits arising there from are charged to the statement of profit or loss and other comprehensive income while the surplus is credited to the statement of profit or loss and other comprehensive income.

1.31 Employee Benefits/Personnel Expenses

i Short-term Benefits

Short-term employee benefit obligations include wages, salaries and other benefits which the company has a present obligation to pay, as a result of employees' services provided up to the reporting date. The accrual is calculated on an undiscounted basis, using current salary rates. A provision is recognized for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

ii Post Employment Benefits

The company operates a defined contributory retirement scheme as stipulated in the pension reform act 2014. Under the defined contribution scheme, the company pays fixed contributions of 10% to a separate entity – pension fund administrators; employees also pay a fixed contribution of 8% to the same entity. Once the contributions have been paid, the company retains no legal or constructive obligation to pay further contributions if the fund does not hold enough assets to finance benefits accruing under the retirement benefit plan. The company's obligations are recognized in the statement of Profit or Loss and Other Comprehensive Income.

Statement of Significant Accounting Policies

- 1.32

Payables & Accruals

Liabilities are recognised for amounts to be paid in the future for services received, whether billed by the provider or not
- 1.33

Profit & Investment Income

Profit & investment income is recognized on a time proportion basis.
- 1.34

Earnings Prohibited by Sharia’a

The Company is committed to avoid recognizing any income generated from non-Sharia’a Compliant. Accordingly, all non-Sharia’a Compliant income is credited to a charity account where the Company uses these funds for charitable purposes.
- 1.35

Management Expenses

Management expenses are expenses other than claims, investments and underwriting expenses. They include salaries and wages, depreciation charges and other non-operating expenses. Management expenses are charged to the Takaful Operator Statement of Comprehensive Incomes in the accounting period in which they are incurred.
- 1.36

Risk Management Framework

The Board of Directors has overall responsibility for the establishment and oversight of the Company’s risk management framework. The Board has established the Risk Management Committee, which is responsible for developing and monitoring the Company’s risk management policies. The committee reports regularly to the Board of Directors on its activities.

The Company’s risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company’s activities. The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Company Audit Committee oversees how management monitors compliance with the Company’s risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The Company Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

The Company has exposure to the following risks from its use of financial instruments:

 - Insurance risk
 - Credit risk
 - Liquidity risk

Statement of Significant Accounting Policies

- Market risk
- Operational risk
- Shariah risk
- Compliance risk

i Insurance Risk

The risk under any one insurance contract is the possibility that the insured event occurs and the uncertainty of the amount of the resulting claim. By the very nature of an insurance contract, this risk is random and therefore unpredictable.

For a portfolio of insurance contracts where the theory of probability is applied to pricing and provisioning, the principal risk that the Company faces under its insurance contracts is that the actual claims and benefit payments exceed the carrying amount of the insurance liabilities. This could occur because the frequency or severity of claims and benefits are greater than estimated. Insurance events are random, and the actual number and the amount of claims and benefits will vary from year to year from the level established using statistical techniques.

Experience shows that the larger the portfolio of similar insurance contracts, the smaller the relative variability about the expected outcome will be. In addition, a more diversified portfolio is less likely to be affected by a change in any subset of the portfolio. The Company has developed its insurance underwriting strategy to diversify the type of insurance risks accepted and within each of these categories to achieve a sufficiently large population of risks to reduce the variability of the expected outcome.

Factors that aggravate insurance risk include lack of risk diversification in terms of type and amount of risk, geographical location and type of industry covered.

ii Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Key areas where the Company is exposed to credit risk are:

- i Retakaful Company's share of insurance liabilities;
- ii Amounts due from reinsurers in respect of claims already paid;
- iii Amounts due from insurance contract holders;
- iv Amounts due from insurance intermediaries;
- v Amounts due from loans and receivables;
- vi Amounts due from investment securities; and
- vii Amounts due from money market and cash positions.

Statement of Significant Accounting Policies

The Company structures the levels of credit risk it accepts by placing limits on its exposure to a single counterparty, or Company of counterparties, and to geographical and industry segments. Such risks are subject to an annual or more frequent review. Limits on the level of credit risk by category and territory are approved quarterly by the Board of Directors.

iii Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Typically, the Company ensures that it has sufficient cash on demand to meet expected operational expenses for a period of 60 days, including the servicing of financial obligations; this excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters. The Company does not maintain any lines of credit as it does not envisage any liquidity stress that would stretch its liquidity position:

iv Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

v Operational Risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Company's processes, personnel, technology and infrastructure, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of corporate behavior.

Operational risks arise from all of the Company's operations. The Company's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the Company's reputation with overall cost effectiveness and to avoid control procedures that restrict initiative and creativity.

The primary responsibility for the development and implementation of controls to address operational risk is assigned to senior management within each business unit. This responsibility is supported by the development of overall Company standards for the management of operational risk in the following areas:

- requirements for appropriate segregation of duties, including the independent authorization of transactions

Statement of Significant Accounting Policies

- requirements for the reconciliation and monitoring of transactions
- compliance with regulatory and other legal requirements
- documentation of controls and procedures
- requirements for the periodic assessment of operational risks faced, and the adequacy of controls and procedures to address the risks identified
- requirements for the reporting of operational losses and proposed remedial action
- development of contingency plans
- training and professional development
- ethical and business standards
- risk mitigation, including insurance when this is effective.

Compliance with Company standards is supported by a programmed of periodic reviews undertaken by Internal Audit. The results of Internal Audit reviews are discussed with the management of the business unit to which they relate, with summaries submitted to the Audit Committee and senior management of the Company.

vi Shariah Risk

Shariah risk is defined as potential Shariah non-compliance that contributes to adverse reputation, financial losses and opportunity costs resulting from ineffective governance, incompetent employees and improper transactional and operational execution. The Company mitigates such risk by initiating, monitoring and responding to a robust Shariah control framework which includes the establishment of a Shariah Compliance unit and/or Shariah Compliance Officer/ACE Secretary for monitoring and oversight purpose.

vii Compliance Risk

Compliance risk is the risk of legal or regulatory sanctions, financial loss or reputational damage which a financial institution may suffer as a result of its failure to comply with legal and regulatory requirements applicable to its activities.

Consequently, the exposure to this risk can damage the Company's reputation, lead to legal or regulatory sanctions and/or financial loss.

The Company has employed a Chief compliance officer to oversee and monitor all compliance aspects in observing the regulatory requirements. In this respect, the Company has developed a Compliance framework and other relevant internal policies and procedures to ensure compliance with all applicable laws and guidelines issued by the regulatory authorities.

1.37 Capital Management

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board of Directors monitors the return on capital, which the company defines as result from operating activities divided by total shareholders' equity. The Board of Directors also monitors the level of dividends to ordinary shareholders.

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Statement of Significant Accounting Policies

The consolidated solvency margin for the company as at 31st December, 2021 is as follows:

	31st December, 2021	31st December, 2020
	₹ (000)	₹ (000)
Assets		
Cash and cash equivalents	1,736,222	904,549
Investment in Sukuk	198,000	100,000
Trade Receivable	50,409	59,285
Retakaful Asset	122,871	115,715
Deferred Acquisition Cost	108,154	62,871
Other Receivables & Prepayment	3,900	2,092
Intangible Assets	15,182	28
property, Plant & Equipment	17,554	11,215
Statutory Deposits	200,000	200,000
Total Assets	2,452,291	1,455,756
	=====	=====
Liabilities		
Takaful Contract Liabilities	1,019,926	615,454
Investment Contract Liabilities	462,012	357,866
Trade Payables	75,841	81,734
Provisions & Other Payables	980	30,986
Income Tax Liabilities	32,238	9,665
Total Liabilities	1,590,997	1,095,704
	=====	=====
Excess of admissible assets over liabilities:	861,294	360,052

1.38 Segment Reporting

A segment is a distinguishable component of the Company that is engaged in providing products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments. The Company's primary format for segment reporting is based on business segments.

1.39 Related Parties

These represent transactions with related parties, i.e. parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions and directors of the Company and companies of which they are key management personnel. Related parties comprise the shareholders, directors, key management personnel and business entities in which they are interested or have the ability to control or exercise significant influence in financial and operating decisions. The transactions are entered into on terms and conditions which the directors consider to be comparable with those adopted for arm's length transactions with third parties.

Statement of Significant Accounting Policies

1.40 Sharia Supervisory Board

The Company business activities are subject to the supervision of a Sharia supervisory Board consisting of three members appointed by the Board of Directors. The Sharia Supervisory Board performs a supervisory role in order to determine whether the operations of the Company are conducted in accordance with Islamic Sharia rules and principles.

1.41 Events Occuring After the Reporting Period

There were no events that occurred subsequent to the reporting date that require adjustment or disclosures in the financial statements.

1.42 Deficit Reserve

This is the amount set aside from surplus before it is allocated to policyholders to provide a cushion against any deficit which may occur in future financial period.

1.43 Income Tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year, and any adjustment to tax payable or receivable in respect of previous years. The amount of current tax payable or receivable is the best estimate of the tax amount expected to be paid or received that reflects uncertainty related to income taxes, if any. It is measured using tax rates enacted or follows: substantively enacted at the reporting date and is assessed as:

- Company income tax is computed on taxable profits
- Tertiary education tax is computed on assessable profits
- National Information Technology Development Agency levy is computed on profit before tax

1.44 Fair Value Reserve

Fair value reserves represents the fair value gains or losses on valuation of financial assets measured at fair value through equity.

1.45 Earnings Per Share

Basic earnings per share are calculated by dividing the profit attributable to ordinary shareholders of the company by the number of shares outstanding during the year.

1.46 Surplus Distribution


This is the process of sharing the underwriting profit of the Takaful Fund to the participants. Distribution of surplus can only occur if:


- It is recommended by the fund actuary and approved by the Board
- It has a written approval of the Commission
- It does not lead to a deficit arising in the Participants risk Fund (PRF)
- There is no Qard Hassan (Interest Free Loan) balance due to Shareholder


Jaiz Takaful Insurance Plc
Financial Statements for the year ended 31st December, 2021
Statement of Financial Position

	Notes	SHARE HOLDER FUNDS		GENERAL TAKAFUL FUNDS		FAMILY TAKAFUL FUNDS		CONSOLIDATED	
		DEC. 31, 2021	DEC. 31, 2020	DEC. 31, 2021	DEC. 31, 2020	DEC. 31, 2021	DEC. 31, 2020	DEC. 31, 2021	DEC. 31, 2020
ASSETS		N' 000	N' 000	N'000	N' 000	N'000	N' 000	N'000	N' 000
Cash and cash Equivalents	2	180,323	3,137	595,106	466,716	960,793	434,696	1,736,222	904,549
Investment in Sukuk	3	0	0	49,000	50,000	149,000	50,000	198,000	100,000
Trade Receivable	4	50,409	59,285	0	0	0	0	50,409	59,286
Retakaful Asset	5	0	0	110,611	110,772	12,259	4,942	122,871	115,714
Deferred Acquisition Cost	6	0	0	59,422	52,722	48,732	10,149	108,154	62,871
Other Receivables & Prepayment	7	3,900	2,092	0	0	0	0	3,900	2,092
Intangible Assets	8	15,182	28	0	0	0	0	15,182	28
Property, Plant & Equipment	9	17,554	11,214	0	0	0	0	17,554	11,214
Statutory Deposits	10	200,000	200,000	0	0	0	0	200,000	200,000
TOTAL ASSETS		467,368	275,757	814,140	680,210	1,170,784	499,788	2,452,291	1,455,755
LIABILITIES									
Takaful Contract Liabilities	11	0	0	596,194	565,268	423,732	50,186	1,019,926	615,454
Investment Contract Liabilities	12	0	0	0	0	462,012	357,865	462,012	357,865
Trade Payables	13	0	0	32,252	63,258	43,589	18,475	75,841	81,734
Provisions & Other Payables	14	349	29,361	592	1,521	39	104	980	30,986
Income Tax Liabilities	15	32,238	9,665	0	0	0	0	32,238	9,665
TOTAL LIABILITIES		32,588	39,026	629,038	630,047	929,372	426,631	1,590,997	1,095,704
PARTICIPANT'S FUND									
General Takaful Fund	16.1	0	0	158,914	50,163	208,561	73,157	367,475	123,320
Fair Value Reserve	16.2	0	0	(1,000)	0	(1,000)	0	(2,000)	0
Deficit Reserve	16.3	0	0	27,188	0	33,851	0	61,039	0
		0	0	185,102	50,163	241,412	73,157	426,514	123,320
EQUITY									
Issued and Paid Up Share Capital	17	1,230,290	1,230,290	0	0	0	0	1,230,290	1,230,290
Retained Earnings	18	(795,510)	(993,559)	0	0	0	0	(795,510)	(993,559)
TOTAL EQUITY		434,780	236,731	0	0	0	0	434,780	236,731
TOTAL LIABILITIES, EQUITY & PARTICIPANT'S FUNDS		467,368	275,757	814,140	680,210	1,170,784	499,788	2,452,291	1,455,755

The Financial Statements were approved by the Board of Directors at their meeting on 27th June, 2022 and signed on its behalf by:


Ibrahim Usman Shehu
Managing Director/CEO
FRC/2018/CIIN/00000018368


Alhaji Abidu R. Yazid (OON)
Chairman
FRC/2020/003/00000020934


Abdulrahman Abubakar, FCA
Ag. Chief Finance Officer
FRC/2013/ICAN/00000000949

The statement of significant accounting policies and the accompanying notes to the accounts form an integral part of these financial statements

Jaiz Takaful Insurance Plc
Financial Statements for the year ended 31st December, 2021

Statement of Profit or Loss And Other Comprehensive Income

	Notes	SHARE HOLDER FUNDS		GENERAL TAKAFUL FUNDS		FAMILY TAKAFUL FUNDS		CONSOLIDATED	
		DEC. 31, 2021	DEC. 31, 2020	DEC. 31, 2021	DEC. 31, 2020	DEC. 31, 2021	DEC. 31, 2020	DEC. 31, 2021	DEC. 31, 2020
		N' 000	N' 000	N'000	N' 000	N'000	N' 000	N'000	N' 000
Gross Contribution Written	19.1	0	0	786,554	751,550	1,026,966	189,442	1,813,520	940,992
Gross Contribution Earned	19.3	0	0	719,039	619,069	831,126	180,842	1,550,165	799,911
Retakaful Expenses	20	0	0	(161,925)	(138,151)	(30,472)	(29,996)	(192,397)	(168,147)
Net Contribution		0	0	557,114	480,918	800,654	150,846	1,357,768	631,764
Fee & Commission Income	21	0	0	43,585	42,015	9,284	5,841	52,869	47,856
Underwriting Income		0	0	600,699	522,933	809,938	156,687	1,410,637	679,621
Acquisition Expenses	22	0	0	(117,648)	(94,477)	(53,815)	(8,645)	(171,463)	(103,121)
Claim Expenses Incurred	23	0	0	(116,028)	(162,704)	(228,955)	(38,559)	(344,983)	(201,263)
Changes in Individual Family Reserve	19.4	0	0	0	0	(907)	3,342	(907)	3,342
Increases in Investment Contract Liabilities	12.1	0	0	0	0	(50,658)	0	(50,658)	0
Underwriting Profit		0	0	367,023	265,753	475,604	112,825	842,627	378,578
Investment Income	24	31,992	15,858	15,968	9,770	8,752	2,799	56,712	28,427
Other Income	25	0	4,658	0	3,107	0	1,129	0	8,894
Wakalah Fee Income	26	554,793	294,736	0	0	0	0	554,793	294,736
Wakalah Fee Expense (Agency Fee)	27	0	0	(235,966)	(225,465)	(303,582)	(42,486)	(539,548)	(267,951)
Amortisation of other receivables	28	(264)	(264)	0	0	0	0	(264)	(264)
Management Expenses	29	(357,353)	(277,168)	0	0	0	0	(357,353)	(277,168)
Other Expenses	30	0	0	(11,086)	(4,375)	(11,518)	(1,650)	(22,604)	(6,024)
Profits/(Loss) before Taxation		229,169	37,820	135,938	48,791	169,255	72,618	534,362	159,228
Taxation	15	(31,120)	(8,165)	0	0	0	0	(31,120)	(8,165)
Profits/(Loss) after Taxation		198,049	29,655	135,938	48,791	169,255	72,618	503,242	151,063
Profit for the year from continuing operations		198,049	29,655	135,938	48,791	169,255	72,618	487,998	151,064
Other Comprehensive Income:									
Items that may be reclassified subsequently to profit or loss:		0	0	0	0	0	0	0	0
Fair value adjustment on FVOCI Sukuk instruments		0	0	(1000)	0	(1000)	0	(2000)	0
		198,049	29,655	134,938	48,791	168,255	72,618	485,998	151,064
Items that will not reclassified subsequently to profit or loss:									
Gain on revaluation of property, plant and equipment		0	0	0	0	0	0	0	0
Fair value adjustment on equities at FVOCI		0	0	0	0	0	0	0	0
		0	0	0	0	0	0	0	0
Total Comprehensive Income for the year		198,049	29,655	134,938	48,791	168,255	72,618	485,998	151,064
Profit for the year, attributable to:									
Non-controlling interests		0	0	0	0	0	0	0	0
Owners' of the Company		198,049	29,655	0	0	0	0	485,998	151,064
		198,049	29,655	0	0	0	0	485,998	151,064
Total Comprehensive Income, attributable to:									
Non-controlling interests		0	0	0	0	0	0	0	0
Owners' of the Company		198,049	29,655	0	0	0	0	487,998	151,064
		198,049	29,655	0	0	0	0	487,998	151,064
Earning Per Share	31	8	1	0	0	0	0	20	6

The statement of significant accounting policies and the accompanying notes to the accounts form an integral part of these financial statements

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Statement of Change in Equity

	Share Capital	Retained Earnings	Total Operator's Funds
	₦' 000	₦' 000	₦' 000
Balance as at January 1, 2021	1,230,290	(993,558)	236,732
Surplus/Deficit for the period	0	0	0
Other Comprehensive Income:			
Changes in Fair Value of Sukuk	0	0	0
Transfer to Deficit Reserves	0	0	0
Profit/(Loss) for the Period	0	198,049	198,049
Balance at December 31st, 2021	<u>1,230,290</u>	<u>(795,510)</u>	<u>434,780</u>
Balance as at January 1, 2020	1,230,290	(1,023,213)	207,077
Surplus/Deficit for the period	0	0	0
Transfer to Deficit Reserves	0	0	0
Profit/(Loss) for the Period	0	29,655	29,655
Balance at December 31st, 2020	<u>1,230,290</u>	<u>(993,558)</u>	<u>236,732</u>

The statement of significant accounting policies and the accompanying notes to the accounts form an integral part of these financial statements

Jaiz Takaful Insurance Plc
Financial Statements for the year ended 31st December, 2021

Statement of Cash Flow

	SHARE HOLDER FUNDS		GENERAL TAKAFUL FUNDS		FAMILY TAKAFUL FUNDS		CONSOLIDATED	
	DEC. 31, 2021	DEC. 31, 2020	DEC. 31, 2021	DEC. 31, 2020	DEC. 31, 2021	DEC. 31, 2020	DEC. 31, 2021	DEC. 31, 2020
	N' 000	N' 000	N'000	N' 000	N'000	N' 000	N'000	N' 000
CASH FLOW FROM OPERATING ACTIVITIES.								
Contribution Received from Participants	0	0	786,554	751,550	1,026,966	189,442	1,813,520	940,992
Fee & Commission Received	0	0	46,576	43,891	9,664	6,702	56,240	50,593
Re-takaful Received in respect of Claims	0	0	88,110	68,285	13,135	4,479	101,245	72,764
Contribution received on Investment Contract	0	0	0	0	191,794	191,050	191,794	191,050
Wakalah Fee Received	563,669	262,866	0	0	0	0	0	0
Wakalah Fee Paid	0	0	(266,576)	(194,427)	(297,093)	(68,439)	0	0
Claims Paid on Investment Contract (Withdrawal)	0	0	0	0	(132,431)	(93,125)	(132,431)	(93,125)
Other operating Cash Receipts	31,992	15,858	15,968	9,770	23,188	13,504	71,148	39,132
Retakaful Contribution Paid	0	0	(172,120)	(151,992)	(34,951)	(30,269)	(207,070)	(182,261)
Payments to Intermediaries to Acquire Takaful	0	0	(126,463)	(120,843)	(93,677)	(22,053)	(220,140)	(142,896)
Insurance Benefits and Claims Paid	0	0	(232,571)	(210,091)	(68,980)	(166,735)	(301,550)	(376,826)
Cash paid to and on behalf of Employees	(210,473)	(181,079)	0	0	0	0	(210,473)	(181,079)
Other Operation Cash payment	(148,595)	(88,093)	(11,086)	(4,375)	(11,518)	(1,650)	(171,201)	(102,185)
Tax Paid	(8,546)	0	0	0	0	0	(8,546)	0
NET CASH FLOW FROM OPERATING ACTIVITIES	228,047	9,552	128,390	191,770	626,096	116,032	982,534	309,286
CASH FLOW FROM INVESTING ACTIVITIES								
Disposal of Property Plant & Equipment	0	1,350	0	0	0	0	0	1,350
Purchase of Property Plant & Equipment	(12,745)	0	0	0	0	0	(12,745)	0
Purchase of Intangible Asset	(18,812)	0	0	0	0	0	(18,812)	0
Investment in Sukuk	0	0	0	0	(100,000)	0	(100,000)	0
NET CASH FLOW FROM INVESTING ACTIVITIES	(31,557)	1,350	0	0	(100,000)	0	(131,557)	1,350
CASH FLOW FROM FINANCING ACTIVITIES								
Qard Hassan	(19,304)	(9,418)	0	0	0	0	(19,304)	(9,418)
Proceeds from issuance of Shares	0	0	0	0	0	0	0	0
NET CASH FLOW FROM FINANCING ACTIVITIES	(19,304)	(9,418)	0	0	0	0	(19,304)	(9,418)
NET INCREASE IN CASH AND CASH EQUIVALENTS	177,186	1,484	128,390	191,770	526,096	116,032	831,672	309,286
Cash & Cash Equivalents as at 31st December	3,137	1,653	466,716	274,946	434,696	318,664	904,549	595,263
Cash & Cash Equivalents At 31st December, 2021	180,323	3,137	595,106	466,716	960,793	434,696	1,736,222	904,549
Cash and Cash Equivalents is represented by:								
Bank and cash balances	17,825	3,137	41,534	39,716	6,729	19,816	66,088	62,669
Mudarabah Bank deposits	162,497	0	553,573	427,000	954,064	414,880	1,670,134	841,880
	180,323	3,137	595,106	466,716	960,793	434,696	1,736,222	904,549

The statement of significant accounting policies and the accompanying notes to the accounts form an integral part of these financial statements

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2021</u>				
2 Cash & Cash equivalent				
This Comprises of:				
Cash balances	28	0	0	28
Bank Balances	17,797	41,534	6,729	66,060
Mudaraba Deposits	162,497	553,573	954,064	1,670,134
	180,323	595,106	960,793	1,736,222

Mudarabah Deposits are form of partnership investment where the Company (Rabb-ul-maal) owner of the funds, provide funds to Islamic Financial Institutions (Mudarib) managers of funds in which profit are shared based on the agreed proportion. The Mudaraba Deposit is usual a short term investment with a maturity period within 90 days from the date of investment.

December, 2020

Cash & Cash equivalent

This Comprises of:

Cash balances	213	0	0	213
Bank Balances	2,924	39,716	19,816	62,456
Mudaraba Deposits	0	427,000	414,880	841,880
	3,137	466,716	434,696	904,549

3 December, 2021

The Company invested additional One Hundred Million =N= 100,000,000.00 of Family Takaful Funds on =N= 250 billion 10 years 12.8% FGN Sovereign Sukuk. The carrying amount at as December, 2021 is as follows:

Balance as at January, 1st	0	50,000	50,000	100,000
Addition during the year	0	0	100,000	100,000
	0	50,000	150,000	200,000
Fair Value Changes	0	(1,000)	(1,000)	(2,000)
Carrying Amount	0	49,000	149,000	198,000

December, 2020

The Company Invested the sum of One Hundred Million Naira, =N= 50 Million Each of Family & General Takaful Funds in =N= 150 Billion 7-years 11.20% FGN Sovereign Ijara Sukuk. The Sukuk was issued on June 16, 2020 and the Maturity date is June 16, 2027 with a Bi- annual Rental Income payment at the rate of 11.20%. The carrying amount as at December 31, 2021 is as follows:

Investment in Sukuk	0	50,000	50,000	100,000
Fair Value Gain or (Loss)	0	0	0	0
Carrying Amount	0	50,000	50,000	100,000

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2021</u>				
4 Trade Receivable				
This comprises of contribution/fee receivable from the following;				
Wakala Receivable from Family Takaful Fund	33,937	0	0	33,937
Wakala Receivable from General Takaful Fund	16,472	0	0	16,472
Due from Insurance Brokers	0	0	0	0
Due From Retakaful companies	0	0	0	0
	50,409	0	0	50,409
Impairment	0	0	0	0
	50,409	0	0	50,409

The age analyses of Trade Receivable as at the end of the year December 31, 2021 is as follows:

0 - 30 Days	50,409	0	0	50,409
Above 30 Days	0	0	0	0
Above 180 Days	0	0	0	0
	50,409	0	0	50,409

The Company trade receivables are to be settled on demand and the carrying amount is not significantly different from the fair value. As at December 31st, 2021 the Company had no insurance receivable that were past due or impaired.

<u>December, 2020</u>				
4 Trade Receivable				
This comprises of contribution/fee receivable from the following;				
Wakala Receivable from Family Takaful Fund	12,204	0	0	12,204
Wakala Receivable from General Takaful Fund	47,082	0	0	47,082
Due from Insurance Brokers	0	0	0	0
Due from Retakaful companies	0	0	0	0
	59,286	0	0	59,286
Impairment	0	0	0	0
	59,286	0	0	59,286

The age analyses of Trade Receivable as at the end of the year December 31, 2020 is as follows:

0 - 30 Days	59,286	0	0	59,286
Above 30 Days	0	0	0	0
Above 180 Days	0	0	0	0
	59,286	0	0	59,286

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2021</u>				
5 Retakaful Asset				
This is analysed as follows:				
Prepaid Retakaful	0	63,200	6,825	70,026
Claims Recovery	0	45,346	5,434	50,780
Due from Retakaful Companies	0	2,065	0	2,065
	0	110,611	12,259	122,871
5.(a) Movement in Retakaful Prepaid Retakaful as follows				
Balance as at January 1	0	57,271	3,198	60,469
Changes during the year (Note 20.2)	0	5,929	3,627	9,556
Balance as at December 31	0	63,200	6,825	70,025
5.(b) Movement in Retakaful share of Claims reserves:				
Balance as at January 1	0	53,501	1,744	55,245
Changes during the year (Note 23. e)	0	(8,155)	3,690	(4,466)
Balance as at December 31	0	45,346	5,434	50,779
<u>December, 2020</u>				
5 Retakaful Asset				
This is analysed as follows:				
Prepaid Retakaful	0	57,271	3,198	60,469
Claims Recovery	0	53,501	1,744	55,245
	0	110,772	4,942	115,714
5.(a) Movement in Retakaful Prepaid Retakaful as follows				
Balance as at January 1	0	42,409	10,293	52,702
Changes during the year (Note 20.2)	0	14,862	(7,095)	7,768
Balance as at December 31	0	57,271	3,198	60,470
5.(b) Movement in Retakaful share of Claims reserves:				
Balance as at January 1	0	63,176	0	63,176
Changes during the year (Note 23. e)	0	(9,675)	1,745	(7,930)
Balance as at December 31	0	53,501	1,745	55,246
<u>December, 2021</u>				
6. Deferred Acquisition Cost	0	59,422	48,731	108,154
The movement in deferred acquisition costs is as follows:				
Movement in DAC during the year				
Balance as at January 1	0	52,722	10,149	62,871
6. (i) Changes during the year (Note 22. b)	0	6,700	38,583	45,283
Balance as at December 31	0	59,422	48,731	108,154

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
Deferred Acquisition Cost				
Deferred acquisition costs represent commissions on unearned contribution relating to the unexpired period of risks and comprises:				
General Takaful				
This is analysed as follows:				
Agric	0	1,887	0	1,887
Fire	0	6,105	0	6,105
G/Accident	0	34,296	0	34,296
Engineering	0	2,151	0	2,151
Marine	0	6,170	0	6,170
Motor	0	8,813	0	8,813
Group Family	0	0	45,579	45,579
Individual Family	0	0	3,152	3,152
	0	59,422	48,731	108,154

December, 2020

6	Deferred Acquisition Cost	0	52,722	10,149	62,871
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The movement in deferred acquisition costs is as follows:

Movement in DAC during the year

Balance as at January 1 0 29,313 5,596 34,909

6. (i) Changes during the year(Note 22. b) 0 23,409 4,552 27,961

Balance as at December 31 0 52,722 10,149 62,871

December, 2020

Deferred acquisition costs represent commissions on unearned contribution relating to the unexpired risk and comprises:

Deferred Acquisition Cost

General Takaful

This is analysed as follows:

Agric	0	663	0	663
Fire	0	12,238	0	12,238
G/Accident	0	12,306	0	12,306
Engineering	0	8,104	0	8,104
Marine	0	4,211	0	4,211
Motor	0	15,200	0	15,200
Group Family	0	0	6,452	6,452
Individual Family	0	0	3,697	3,697
	0	52,722	10,149	62,871

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2021</u>				
7 Other Receivables & Prepayment				
The Balance is analysed as:				
Prepayment	0	0	0	0
7.1 Staff Loans & Advances	3,900	0	0	3,900
7.2 Sundry Debtors	1,716	0	0	1,716
7.3 Inventory	264	0	0	264
Balance as at December 31, 2021	5,879	0	0	5,879
Addition during the Period	0	0	0	0
Recovery during the period	(1,716)	0	0	(1,716)
Amortisation Charges	(264)	0	0	(264)
Balance as at December 31, 2021	3,900	0	0	3,900
The movement in impairment charge is as follow;				
7.1 Staff Loans & Advances				
Balance as at January 1	113	0	0	113
Additional	4,908			4,908
Repayment During the year	(1,121)	0	0	(1,121)
Balance as at December 31	3,900	0	0	3,900
Staff Loans & advances represent amount owed by the staff of the Company				
7.2 Sundry Debtors				
Balance as at January 1	1,716	0	0	1,716
Repayment During the year	(1,716)	0	0	(1,716)
Balance as at December 31	0	0	0	0
Sundry Debtors Represent the amount of vehicle taken over by our former ED Corporate Services which had been fully settled.				
7.3 Inventory				
Balance as at January 1	264	0	0	264
Amortisation during the year	(264)	0	0	(264)
Balance as at December 31	0	0	0	0
Inventory represent stock of stationaries				

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2020</u>				
7 Other Receivables & Prepayment				
The Balance is analysed as:				
Prepayment	0	0	0	0
7.2 Staff Loans & advances	113	0	0	113
7.3 Sundry Debtors	1,716	0	0	1,716
7.4 Inventory	528	0	0	528
Balance as at December 31, 2020	2,356	0	0	2,356
Amortisation Charges	(264)	0	0	(264)
Balance as at December 31, 2020	2,092	0	0	2,092
The movement in impairment charge is as follow;				
Balance, as at the beginning of the period	0	0	0	0
Amortisation during the period	264	0	0	264
Balance, end of period	264	0	0	264
7.2 Staff Debtors				
Balance as at January 1	222	0	0	222
Repayment During the year	(109)	0	0	(109)
Balance as at December 31	113	0	0	113
7.3 Sundry Debtors				
Balance as at January 1	4,640	0	0	4,640
Impairment Charges	(3,248)	0	0	(3,248)
Reversal of Impairment	3,248	0	0	3,248
Repayment During the year	(2,925)	0	0	(2,925)
Balance as at December 31	1,716	0	0	1,716
Sundry Debtors Represent the carrying amount of vehicle taken over by our former ED Corporate Services				
7.4 Inventory				
Balance as at January 1	528	0	0	528
Amortisation during the year	(264)	0	0	(264)
Balance as at December 31	264	0	0	264
7.5 Recoveries				
Staff Debtors	109	0	0	109
Sundry Debtors	2,925	0	0	2,925
	3,034	0	0	3,034

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
The movement in impairment charge is as follow;				
Balance as at January 1	3,248	0	0	3,248
Write Back	(3,248)	0	0	(3,248)
Balance, end of period	0	0	0	0
<u>December, 2021</u>				
8 Intangible Assets				
Cost				
As at January 1, 2021	111,309	0	0	111,309
Addition during the period	18,812	0	0	18,813
As as December 31, 2021	130,122	0	0	130,122
Accumulated Amortisation				
As at January 1, 2021	111,281	0	0	111,281
Amortisation charges	3,659	0	0	3,659
As as December 31, 2021	114,940	0	0	114,940
Carrying Amount December 31, 2021	15,182	0	0	15,182

The Intangible Asset represents computer software licences acquired and cost of wide and local area network (WAN & LAN) as part of the total asset of the Company.

December, 2020

8 Intangible Assets				
Cost				
As at January 1, 2020	111,309	0	0	111,309
Addition during the period	0	0	0	0
As as December 31, 2020	111,309	0	0	111,309
Accumulated Amortisation				
As at January 1, 2020	105,660	0	0	105,660
Amortisation charges	5,621	0	0	5,621
As as December 31, 2020	111,281	0	0	111,281
Carrying Amount December 31, 2020	28	0	0	28

The Intangible Asset represents computer software licences acquired and cost of wide and local area network (WAN & LAN) as part of the total intangible asset of the Company.

Jaiz Takaful Insurance Plc
Financial Statements for the year ended 31st December, 2021
Notes to the Financial Statements

9 PROPERTY, PLANT & EQUIPMENT

	Motor Vehicles	Office Equipment	Computer Equipment	Furniture & Fittings	Total
Cost	N'000	N'000	N'000	N'000	N'000
At as January 1, 2021	77,981	7,379	28,927	17,460	131,747
Additions	5,560	3,052	1,783	2,350	12,745
Disposals	0	0	0	0	0
As at December 31, 2021	83,541	10,430	30,710	19,810	144,492
Depreciation					
At as January 1, 2021	76,791	4,831	28,704	10,207	120,533
Charges during the period	1,877	1,223	818	2,486	6,404
As at December 31, 2021	78,669	6,054	29,522	12,693	126,937
Net Book Value:					
As at December 31, 2021	4,872	4,376	1,188	7,118	17,554
At as December 31, 2020	1,190	2,548	223	7,254	11,214

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2021</u>				
10 Statutory Deposit	200,000	0	0	200,000
This represent amount deposited with the Central Bank of Nigeria (CBN) pursuant to Section 10(3) of the Insurance Act 2003. The deposit is not available for the use by the Company on a normal day-to-day business in the working capital of the Company and so it is excluded from cash and cash equivalents				
<u>December, 2020</u>				
Statutory Deposit	200,000	0	0	200,000
<u>December, 2021</u>				
11 Takaful Contract Liabilities				
11.1 Unearned Contributions Reserve (UCR)	0	379,451	214,224	593,675
11.2 Outstanding Claims Reported (OCR)	0	111,449	8,387	119,837
11.3 Claims Incurred But Not Reported (IBNR)	0	75,525	191,271	266,796
11.4 Individual Family Unearned Contribution(UCR)	0	0	9,850	9,850
11.5 Additional Unexpired Risk Reserves (AURR)	0	29,768	0	29,768
General Takaful Contract Liabilities	0	596,194	423,732	1,019,926
Movement in Takaful Contract Liabilities for the year is as follows:				
11.1 Movement in Unearned Contribution Reserve (UCR) is as follows:				
Balance as at January 1	0	341,704	18,384	360,088
Changes in UCR (Note 19.2)	0	37,747	195,840	233,586
Balance as at December 31	0	379,451	214,224	593,675
11.2 Movement in Outstanding Claims Reported is as follows:				
Balance as at January 1	0	160,725	694	161,419
Changes in OCR (Note 23b)	0	(49,276)	7,693	(41,582)
Balance as at December 31	0	111,449	8,387	119,837
Outstanding claims represents the estimated cost of settling all claims arising from incidents occurring as at the reporting date. The liability adequacy test for outstanding claims liability as at 31 December 2021 and the comparative periods were done by O.O Okapise for Ernst &Young Nigeria Limited (FRC/2012/NAS/00000000738).				
11.3 Movement in Claims Incurred but not Reported is as follows:				
Balance as at January 1	0	62,838	22,165	85,003
Changes in IBNR (Note 23c)	0	12,687	169,106	181,793
Balance as at December 31	0	75,525	191,271	266,796

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
11.4 Movement in Individual Family Takaful UCR is as follows:				
Balance as at January 1	0	0	8,944	8,944
Changes in Individual Family Takaful (19.4)	0	0	907	907
Balance as at December 31	0	0	9,850	9,850
11.5 Movement in Additional Unexpired Risk Reserves (AURR) is as follows:				
Balance as at January 1	0	0	0	0
Changes in AURR (19.3)	0	29,768	0	29,768
Balance as at December 31	0	29,768	0	29,768

The aging analysis of the outstanding claims for the Family & General Takaful Business for the Period ended December, 2021 is as follows

Days	General Takaful	Family Takaful	Consolidated
0 - 90 days	40,334	8,387	48,721
91 - 180 days	15,575	0	15,575
181 - 360 days	24,414	0	24,414
360 days above	31,126	0	31,126
Total	111,449	8,387	119,837

Outstanding claims above 90 days are those that are awaiting relevant documentations to facilitate settlement. Sufficient funds has been set aside to meet those obligations

For The Period Ended December 31, 2021

Summary analysis of claims reported and IBNR by class for general takaful business

	Claim Reported	IBNR	Total
General Accident Takaful	72,047	18,404	90,451
Fire Takaful	27,616	6,388	34,004
Motor Takaful	11,786	37,829	49,615
Engineering Takaful	0	6,762	6,762
Marine Cargo Takaful	0	5,397	5,397
Agric Takaful	0	746	746
Total	111,449	75,525	186,974

For The Period Ended December 31, 2021

Summary analysis of claims reported and IBNR by class for family takaful business

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
		Claim Reported	IBNR	Total
Group Family Takaful		8,387	191,271	199,658
Individual Family Takaful		0	0	0
Total		8,387	191,271	199,658

11.1 Unearned Contribution

The analysis of unearned contribution by class of takaful business is as follows:

Agric Takaful	0	14,288	0	14,288
Motor Takaful	0	102,796	0	102,796
General Accident Takaful	0	162,015	0	162,015
Engineering Takaful	0	10,757	0	10,757
Fire Takaful	0	54,811	0	54,811
Marine Takaful	0	34,784	0	34,784
Group Family Takaful	0	0	214,224	214,224
Individual Family Takaful	0	0	9,850	9,850
	0	379,451	224,074	603,525

11.2 Outstanding Claims Provision

The analysis of Outstanding Claims by class of takaful business is as follows:

Agric	0	0	0	0
General Accident	0	72,047	0	72,047
Fire	0	27,616	0	27,616
Engineering	0	0	0	0
Marine	0	0	0	0
Motor	0	11,786	0	11,786
Group Family Takaful	0	0	8,387	8,387
Individual Family Takaful	0	0	0	0
	0	111,449	8,387	119,837

11.3 Claims Incurred But Not Reported

The analysis of Claims Incurred But Not Reported by class of takaful business is as follows:

Agric	0	746	0	746
General Accident	0	18,404	0	18,404
Fire	0	6,388	0	6,388
Engineering	0	6,762	0	6,762
Marine	0	5,397	0	5,397
Motor	0	37,829	0	37,829
Group Family Takaful	0	0	191,271	191,271
Individual Family Takaful	0	0	0	0
	0	75,525	191,271	266,796

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
11.4 Movement in Individual Family Takaful UCR is as follows:				
Balance as at January 1	0	0	12,285	12,285
Changes in Individual Family Takaful (19.4)	0	0	(3,342)	(3,342)
Balance as at December 31	0	0	8,944	8,944
11.5 Additional Unexpired Risk Reserve (AURR)				
General Accident	0	29,768	0	29,768
	0	29,768	0	29,768
Takaful Contract Liabilities	0	596,194	423,732	1,019,926
December, 2020				
11 Takaful Contract Liabilities				
Takaful Contract Liabilities				
11.1 Unearned Contributions Reserve (UCR)	0	341,705	18,384	360,089
11.2 Outstanding Claims Reported (OCR)	0	160,725	694	161,419
11.3 Claims Incured But Not Reported (IBNR)	0	62,838	22,165	85,003
11.4 Individual Family Unearned Contribution(UCR)	0	0	8,944	8,944
General Takaful Contract Liabilities	0	565,268	50,186	615,454
Movement in Takaful Contract Liabilities for the year is as follows:				
11.1 Movement in Unearned Contribution Reserve (UCR) is as follows:				
Balance as at January 1	0	209,224	9,785	219,008
Changes in UCR (Note 19.2)	0	132,481	8,599	141,080
Balance as at December 31	0	341,705	18,384	360,089
11.2 Movement in Outstanding Claims Reported is as follows:				
Balance as at January 1	0	122,704	2,588	125,292
Changes in OCR (Note 23b)	0	38,021	(1,894)	36,127
Balance as at December 31	0	160,725	694	161,419

Outstanding claims represents the estimated cost of settling all claims arising from incidents occurring as at the reporting date. The liability adequacy test for outstanding claims liability as at 31 December 2020 and the comparative periods were done by O.O Okapise for Ernst &Young Nigeria Limited (FRC/2012/NAS/00000000738).

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
11.3 Movement in Claims Incurred but not Reported is as follows:				
Balance as at January 1	0	42,743	10,039	52,782
Changes in IBNR (Note 23c)	0	20,095	12,126	32,221
Balance as at December 31	0	62,838	22,165	85,003

11.4 Movement in Individual Family Takaful UCR is as follows:				
Balance as at January 1	0	0	12,285	12,285
Changes in Individual Family Takaful (19.4)	0	0	(3,342)	(3,342)
Balance as at December 31	0	0	8,944	8,944

The aging analysis of the outstanding claims for the General & Family Takaful Business for the year ended December 31, 2020 is as follows:

Days	General Takaful	Family Takaful	Consolidated
0 - 90 days	64,977	694	65,671
91 - 180 days	24,828	0	24,828
181 - 360 days	46,311	0	46,311
360 days above	24,608	0	24,608
Total	160,725	694	161,419

Outstanding claims above 90 days are those that are awaiting relevant documentations to facilitate settlement. Sufficient funds has been set aside to meet those obligations

For The Year Ended December 31, 2020

Summary analysis of claims reported and IBNR by class for general takaful business

	Claim Repo	IBNR	Total
Agric Takaful	0	613	613
General Accident Takaful	94,104	17,783	111,887
Fire Takaful	5,669	9,563	15,232
Motor Takaful	56,009	27,677	83,686
Engineering Takaful	0	3,498	3,498
Marine Cargo Takaful	4,943	3,705	8,648
	160,725	62,838	223,563

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
For The Year Ended December 31, 2020				
Summary analysis of claims reported and IBNR by class for general takaful business				
Individual Family Takaful		694	0	694
Group Family Takaful		0	22,165	22,165
		694	22,165	22,859

11.1 Unearned Contribution

The analysis of unearned contribution by class of takaful business is as follows:

Agric Takaful	0	6,354	0	6,354
Motor Takaful	0	131,752	0	131,752
General Accident Takaful	0	78,049	0	78,049
Engineering Takaful	0	40,493	0	40,493
Fire Takaful	0	63,706	0	63,706
Marine Takaful	0	21,351	0	21,351
Group Family Takaful	0	0	18,384	18,384
Individual Family Takaful	0	0	8,944	8,944
	0	341,704	27,328	369,032

11.2 Outstanding Claims Provision

The analysis of Outstanding Claims by class of takaful business is as follows:

Agric	0	0	0	0
General Accident	0	94,104	0	94,104
Engineering	0	0	0	0
Fire	0	5,669	0	5,669
Marine	0	4,943	0	4,943
Motor	0	56,009	0	56,009
Group Family Takaful	0	0	0	0
Individual Family Takaful	0	0	694	694
	0	160,725	694	161,419

11.3 Claims Incurred But Not Reported

The analysis of Claims Incurred But Not Reported by class of takaful business is as follows:

Agric	0	613	0	613
General Accident	0	17,783	0	17,783
Engineering	0	3,498	0	3,498
Fire	0	9,563	0	9,563
Marine	0	3,705	0	3,705
Motor	0	27,677	0	27,677
Group Family Takaful	0	0	22,165	22,165
Individual Family Takaful	0	0	0	0
	0	62,838	22,165	85,003

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2021</u>				
12 Investment Contract Liabilities				
Movement in investment contract liabilities is as shown below:				
Balance, at the beginning of the year	0	0	357,865	357,865
Contribution Received during the year	0	0	191,794	191,794
Wakala Fee	0	0	(15,245)	(15,245)
Underwriting expenses	0	0	(5,065)	(5,065)
Mudarabah Investment Income	0	0	14,436	14,436
Withdrawal (Maturity, Surrender etc.)	0	0	(132,431)	(132,431)
12.1 Actuarial Valuation Adjustment	0	0	50,658	50,658
Balance, end of the year	0	0	462,012	462,012

12.1 Actuarial Valuation Adjustment

This is an additional liabilities on investment contract based on matured policies but not yet settle as at the period ended December 31, 2021.

Life saving plans are received from individual of a savings in nature. They are treated as liabilities in the Funds' Statement of Financial Position.

The maturity profile of the Investment Contract Liabilities for the period ended December 31st, 2021 is as follows:

Within 12 Months	161,704
After 12 Months	300,308
	<u>462,012</u>

December, 2020

12 Investment Contract Liabilities

Movement in investment contract liabilities is as shown below

Balance, at the beginning of the year	0	0	282,341	282,341
Contribution Received during the year	0	0	191,050	191,050
Wakala fee	0	0	(26,785)	(26,785)
Underwriting expenses	0	0	(6,321)	(6,321)
Mudarabah Investment Income	0	0	10,704	10,704
Withdrawal (Maturity, Surrender etc.)	0	0	(93,125)	(93,125)
Balance, end of the year	0	0	357,865	357,865

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
Life saving plans are received from individual of a savings in nature. They are treated as liabilities in the Funds' Statement of Financial Position.				
The maturity profile of the Investment Contract Liabilities for the year ended December 31st, 2020 is as follows:				
Witthin 12 Months			139,255	
After 12 Months			218,611	
			<u>357,866</u>	
<u>December, 2021</u>				
13 Trade Payables				
13.1 Wakala Payable to Shareholders	0	16,472	33,937	50,409
13.2 Deferred Commission Income	0	15,693	3,866	19,559
13.3 Commission Payable	0	87	3,941	4,028
Retakaful Payables	0	0	1,846	1,846
Retakaful Recoveries	0	0	0	0
	<u>0</u>	<u>32,252</u>	<u>43,589</u>	<u>75,841</u>
13.1 Wakala payable relate to wakala due to shareholder (Operator) on the contribution written as at December 31, 2021.				
13.2 Movement in Deffered Commission Income (DCI)				
Balance as at January 1	0	12,702	3,485	16,187
Changes in DCI (See note 21.2)	0	2,990	380	3,371
Balance as at December 31	<u>0</u>	<u>15,692</u>	<u>3,866</u>	<u>19,558</u>
13.3 Commission Payable relate to agents commission due which had been fully settled.				
<u>December, 2020</u>				
13 Trade Payables				
13.1 Wakala Payable to Shareholders	0	47,082	12,204	59,285
13.2 Deferred Commission Income	0	12,702	3,485	16,187
13.3 Commission Payable	0	137	90	227
Retakaful Payables	0	3,338	2,697	6,034
Retakaful Recoveries	0	0	0	0
	<u>0</u>	<u>63,258</u>	<u>18,475</u>	<u>81,734</u>

Jaiz Takaful Insurance Plc

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Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
13.1 Wakala payable relate to wakala due to shareholder (Operator) on the contribution written for the year.				
13.2 Movement in Deffered Commission Income (DCI)				
Balance as at January 1	0	10,826	2,624	13,450
Changes in DCI (See note 21.2)	0	1,876	861	2,738
Balance as at December 31	0	12,702	3,485	16,187
13.3 Commission Payable relate to agents commission due which had been fully settled.				
December, 2021				
14 Provision & Other Payables				
'14.1 Accrued Expense	0	0	0	0
Due to Charity	10	0	0	10
Withholding Tax	339	592	39	970
Staff Wages	0	0	0	0
14.2 Qard Hassan	0	0	0	0
Other Creditors	0	0	0	0
National Housing Fund	0	0	0	0
Staff Individual Life Contribution	0	0	0	0
Staff Gratuity scheme	0	0	0	0
Staff Pension	0	0	0	0
Staff PAYE	0	0	0	0
	349	592	39	980
14.1 Accrued Expenses relate to Advisory Council of Expert outstanding payment. The outstanding liabilities had been fully settle during the year.				
Balance as at January 1	8,578	0	0	8,578
payment during the year	(8,578)	0	0	(8,578)
Balance as at December 31	0	0	0	0
14.2 The Movement in Qard Hassan for the year 2021 is as follows:				
Balance as at January 1	19,304	0	0	19,304
payment during the year	(19,304)	0	0	(19,304)
Balance as at December 31	0	0	0	0

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2020</u>				
14 Provision & Other Payables				
Accrued Expense	8,578	0	0	8,578
Due to Charity	10	0	0	10
Withholding Tax	254	1,521	104	1,879
Staff Wages	0	0	0	0
Other Creditors	19,304	0	0	19,304
National Housing Fund	43	0	0	43
Staff Individual Life Contribution	0	0	0	0
Staff Gratuity scheme	0	0	0	0
Staff Pension	124	0	0	124
Staff PAYE	1,047	0	0	1,047
	<u>29,361</u>	<u>1,521</u>	<u>104</u>	<u>30,986</u>
Qard Hassan is the amount granted by the Parent Company, Jaiz Charity & Foundation Development in				
14.1 2019 for the payment of outstanding liabilities. The Movement in Qard Hassan for the year 2020 is as follows:				
Balance as at January 1	28,722	0	0	28,722
payment during the year	(9,418)	0	0	(9,418)
Balance as at December 31	<u>19,304</u>	<u>0</u>	<u>0</u>	<u>19,304</u>
<u>December, 2021</u>				
15 Income Tax Liabilities				
The movement on current income tax liabilities during the year was as follows:				
As at January 1st, 2021	9,665	0	0	9,665
15(a) Charges for the year	31,120	0	0	31,120
15(b) Payment during the year	(8,546)	0	0	(8,546)
As at December 31st, 2021	<u>32,238</u>	<u>0</u>	<u>0</u>	<u>32,238</u>
15(a) Charged for the period:				
Company Income Tax	24,023	0	0	24,023
Education Tax	4,805	0	0	4,805
Information Tech Levy	2,292	0	0	2,292
	<u>31,120</u>	<u>0</u>	<u>0</u>	<u>31,120</u>

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2020</u>				
15 Provision For Tax Payable				
Balance at the beginning of the year	1,500	0	0	1,500
15(a) Charged for the period	8,165	0	0	8,165
15(b) Payment during the year	0	0	0	0
	<u>9,665</u>	<u>0</u>	<u>0</u>	<u>9,665</u>
<u>December, 2020</u>				
15(a) Charged for the period				
Company Income Tax	6,489	0	0	6,489
Education Tax	1,298	0	0	1,298
Information Tech Levy	378	0	0	378
	<u>8,165</u>	<u>0</u>	<u>0</u>	<u>8,165</u>
<u>December, 2021</u>				
16.1 Participants' Funds				
As at January 1, 2021	0	50,163	73,157	123,320
Surplus received from Retakaful	0	0	0	0
Surplus/deficit during the period	0	135,938	169,255	305,194
Transfer to deficit reserves	0	(27,188)	(33,851)	(61,039)
As at December 31, 2021	<u>0</u>	<u>158,914</u>	<u>208,561</u>	<u>367,475</u>
Participants' funds is the carried forward recognised surplus net of underwriting expenses plus current surplus attributable to participants. It is the amount available for surplus distribution to the takaful participants of the company. See statement of changes in equities for movement in participants funds.				
<u>December, 2021</u>				
16.2 Fair Value Reserve				
Fair value reserves includes the net accumulated changes in the fair value of sukuk until the investment is derecognized or impaired				
As at January 1, 2021	0	0	0	0
Fair Value Changes during the year	0	(1,000)	(1,000)	(2,000)
As at December 31, 2021	<u>0</u>	<u>(1,000)</u>	<u>(1,000)</u>	<u>(2,000)</u>
16.3 Deficit Reserves				
As at January 1, 2021	0	0	0	0
Transfer from Surplus during the year	0	27,188	33,851	61,039
	<u>0</u>	<u>27,188</u>	<u>33,851</u>	<u>61,039</u>

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
Distribution of Surplus				
The Board of Directors, in compliance with sections 5.9 and 5.10 proposed a 50% surplus distribution to qualifying participants based on the surplus declared in the financial year on each portfolio and the remaining 50% in each portfolio will be retained as reserves to provide a cushion against any deficit which may occur in future financial period. Below are the summary details of proposed surplus distribution:				
Surplus Declared during for the year	0	135,938	169,255	305,194
Proposed surplus distribution for the period	0	(67,969)	(84,628)	(152,597)
Surplus Retained in PRF	0	67,969	84,628	152,597
<u>December, 2020</u>				
16.1 Participants' Funds				
As at January 1, 2020	0	1,372	538	1,910
Surplus received from Retakaful	0	0	0	0
Surplus/deficit during the period	0	48,791	72,619	121,410
Transfer to Deficit Reservers	0	0	0	0
As at December 31, 2020	0	50,163	73,157	123,320
Distribution of Surplus				
The Board of Directors, in compliance with sections 5.9 and 5.10 proposed an 80% surplus distribution to qualifying participants based on the surplus declared in the financial year on each portfolio and the remaining 20% in each portfolio will be retained as reserves to provide a cushion against any deficit which may occur in future financial period. Below are the summary details of proposed surplus distribution:				
Surplus Declared during for the year	0	48,375	72,618	120,993
Proposed surplus distribution for the period	0	(38,700)	(58,094)	(96,794)
Surplus Retained in PRF	0	9,675	14,524	24,199
<u>December, 2021</u>				
17 Share Capital				
a Authorised				
As at January 1, 2021	1,300,000	0	0	1,300,000
Addition during the Period	0	0	0	0
Ordinaray Shares at =N= 0.50k/share	1,300,000	0	0	1,300,000

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
b Issued & Fully Paid Share Capital				
As at January 1, 2020	1,230,290	0	0	1,230,290
Addition during the Period	0	0	0	0
Ordinary Shares at =N= 0.50k/share	1,230,290	0	0	1,230,290
<u>December, 2020</u>				
17 Share Capital				
a Authorised				
As at January 1, 2020	1,300,000	0	0	1,300,000
Addition during the Period	0	0	0	0
Ordinary Shares at =N= 0.50k/share	1,300,000	0	0	1,300,000
<u>December, 2020</u>				
b Issued & Fully Paid Share Capital				
As at January 1, 2020	1,230,290	0	0	1,230,290
Share Allotted	0	0	0	0
Ordinary Shares at =N= 0.50k/share	1,230,290	0	0	1,230,290
<u>December, 2021</u>				
18 Retained Earning				
Balance as at Beginning of the period	(993,558)	0	0	(993,558)
Adjustment	0	0	0	0
Profit and loss for the period	198,049	0	0	198,049
Balance as at the end of period	(795,510)	0	0	(795,510)
Retained earnings is the carried forward recognised income net of expenses plus current profit attributable to shareholders. It is the amount available for dividend distribution to the equity shareholders of the company. See statement of changes in equities for movement in retained earnings.				
<u>December, 2020</u>				
18 Retained Earning/Participant Surplus or Deficit				
Balance as at Beginning of the period	(1,023,213)	0	0	(1,023,213)
Adjustment	0	0	0	0
Profit and loss for the period	29,654	0	0	29,654
Balance as at the end of period	(993,559)	0	0	(993,559)

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2021</u>				
19 Gross Contribution Earned				
19.1 Gross Contribution Written	0	786,554	1,026,966	1,813,520
19.2 Changes in Unearned Contribution	0	(37,747)	(195,840)	(233,586)
19.3 Changes in AURR	0	(29,768)	0	(29,768)
Gross Contribution Earned	0	719,039	831,126	1,550,165
Breakdown of Contribution written by class of takaful business is analysed as follows:				
19.1 Agric Takaful Contribution	0	24,626	0	24,626
Motor Takaful Contribution	0	264,782	0	264,782
Fire Takaful Contribution	0	100,918	0	100,918
Engineering Takaful Contribution	0	18,312	0	18,312
General Accident Takaful Contribution	0	293,441	0	293,441
Marine Takaful Contribution	0	84,474	0	84,474
Group FamilyTakaful	0	0	954,155	954,155
Individual Family Takaful	0	0	72,811	72,811
	0	786,554	1,026,966	1,813,520
Inward Contribution				
Agric Takaful Contribution	0	0	0	0
Motor Takaful Contribution	0	0	0	0
Fire Takaful Contribution	0	0	0	0
General Accident Takaful Contribution	0	0	0	0
Engineering Takaful Contribution	0	0	0	0
Marine Takaful Contribution	0	0	0	0
Group FamilyTakaful	0	0	0	0
Individual Family Takaful	0	0	0	0
	0	0	0	0
	0	786,554	1,026,966	1,813,520
19.2 Breakdown of changes in unearned contribution is analysed as follows:				
Agric Takaful Contribution	0	7,935	0	7,935
Motor Takaful Contribution	0	(28,956)	0	(28,956)
Fire Takaful Contribution	0	(8,894)	0	(8,894)
Engineering Takaful Contribution	0	(29,736)	0	(29,736)
General Accident Takaful Contribution	0	83,966	0	83,966
Marine Takaful Contribution	0	13,433	0	13,433
Group FamilyTakaful	0	0	195,840	195,840
	0	37,747	195,840	233,586

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
19.3 Breakdown of changes in AURR is analysed as follows:				
General Accident	0	(29,768)	0	(29,768)
	0	(29,768)	0	(29,768)
	0	719,039	831,126	1,550,165
Changes in Individual Family Unearned Contribution				
19.4 Individual Family Takaful	0	0	907	907
	0	0	907	907
<u>December, 2020</u>				
19 Gross Contribution Earned				
19.1 Gross Contribution Written	0	751,550	189,441	940,991
19.2 Changes in Unearned Contribution	0	(132,481)	(8,599)	(141,080)
Gross Contribution Earned	0	619,069	180,842	799,911
19.1 Breakdown of Contribution written by class of takaful business is analysed as follows:				
Agric Takaful Contribution	0	15,997	0	15,997
Motor Takaful Contribution	0	307,304	0	307,304
Fire Takaful Contribution	0	126,721	0	126,721
Engineering Takaful Contribution	0	67,160	0	67,160
General Accident Takaful Contribution	0	181,215	0	181,215
Marine Takaful Contribution	0	51,217	0	51,217
Group FamilyTakaful	0	0	125,627	125,627
Individual Family Takaful	0	0	63,814	63,814
	0	749,613	189,441	939,055
Inward Contribution				
Agric Takaful Contribution				
Motor Takaful Contribution	0	0	0	0
Fire Takaful Contribution	0	0	0	0
Engineering Takaful Contribution	0	1,460	0	1,460
Engineering Takaful Contribution	0	0	0	0
Marine Takaful Contribution	0	477	0	477
Group FamilyTakaful	0	0	0	0
Individual Family Takaful	0	0	0	0
	0	1,937	0	1,937
Gross Contribution written	0	751,550	189,441	940,991

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
19.2 Breakdown of changes in unearned contribution is analysed as follows:				
Agric Takaful Contribution	0	3,745	0	3,745
Motor Takaful Contribution	0	49,290	0	49,290
Fire Takaful Contribution	0	44,030	0	44,030
Engineering Takaful Contribution	0	37,418	0	37,418
General Accident Takaful Contribution	0	(11,321)	0	(11,321)
Marine Takaful Contribution	0	9,318	0	9,318
Group FamilyTakaful	0	0	8,599	8,599
	0	132,481	8,599	141,080
	0	619,069	180,842	799,911
19.4 Changes in Unearned Contribution				
Individual Family Takaful	0	0	(3,342)	(3,341)
	0	0	(3,342)	(3,341)
<u>December, 2021</u>				
20 Retakaful Expenses				
20.1 Retakaful Contribution	0	167,853	34,100	201,953
20.2 Changes in Retakaful Contribution	0	(5,929)	(3,627)	(9,556)
	0	161,925	30,472	192,397
20.1 Breakdown of Retakaful Contribution paid by class of takaful business is analysed as follows:				
Motor Re-Takaful	0	13,597	0	13,597
Agric Re-Takaful	0	2,990	0	2,990
Fire Re-Takaful	0	62,398	0	62,398
Engineering Re-Takaful	0	16,223	0	16,223
Marine Re-Takaful	0	36,837	0	36,837
General Accident Re-Takaful	0	35,808	0	35,808
Individual Family	0	0	6,994	6,994
Group Family	0	0	27,105	27,105
	0	167,853	34,100	201,953
20.2 Breakdown of changes in unexpired retakaful contribution is analysed as follows:				
Motor Re-Takaful	0	1,840	0	1,840
Agric Re-Takaful	0	1,106	0	1,106
Fire Re-Takaful	0	(9,831)	0	(9,831)
Engineering Re-Takaful	0	5,948	0	5,948
Marine Re-Takaful	0	(6,949)	0	(6,949)
General Accident Re-Takaful	0	1,957	0	1,957
Individual Family	0	0	0	0
Group Family	0	0	(3,627)	(3,627)
	0	(5,929)	(3,627)	(9,556)
	0	161,925	30,472	192,397

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2020</u>				
20 Retakaful Expenses				
20.1 Retakaful Contribution	0	153,013	22,901	175,914
20.2 Changes in Retakaful Contribution	0	(14,862)	7,095	(7,767)
	0	138,151	29,996	168,147
20.1 Breakdown of Retakaful Contribution paid by class of takaful business is analysed as follows:				
Motor Re-Takaful	0	5,040	0	5,040
Agric Re-Takaful	0	3,831	0	3,831
Fire Re-Takaful	0	43,172	0	43,172
Engineering Re-Takaful	0	22,364	0	22,364
Marine Re-Takaful	0	30,553	0	30,553
General Accident Re-Takaful	0	48,053	0	48,053
Individual Family	0	0	6,665	6,665
Group Family	0	0	16,236	16,236
	0	153,013	22,901	175,914
20.2 Breakdown of changes in unexpired retakaful contribution is analysed as follows:				
Motor Re-Takaful	0	(1,140)	0	(1,140)
Agric Re-Takaful	0	(2,023)	0	(2,023)
Fire Re-Takaful	0	(1,301)	0	(1,301)
Engineering Re-Takaful	0	(9,216)	0	(9,216)
Marine Re-Takaful	0	(3,058)	0	(3,058)
General Accident Re-Takaful	0	1,875	0	1,875
Individual Family	0	0	6,252	6,252
Group Family	0	0	843	843
	0	(14,862)	7,095	(7,767)

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
21.1 Commission Income breakdown is as follows:				
Agric Commission Income	0	598	0	598
Fire Commission Income	0	21,509	0	21,509
General Accident Commission Income	0	8,952	0	8,952
Motor Commission Income	0	0	0	0
Marine Commission Income	0	10,649		10,649
Engineering Commission Income	0	4,867	0	4,867
Individual Family Takaful	0	0	2,872	2,872
Group Family Takaful	0	0	6,792	6,792
	0	46,576	9,664	56,240
21.2 Movement in deferred commission income is as follow:				
Agric Commission Income	0	221	0	221
Fire Commission Income	0	(2,742)	0	(2,742)
General Accident Commission Income	0	241	0	241
Motor Commission Income	0	0	0	0
Marine Commission Income	0	(765)	0	(765)
Engineering Commission Income	0	54	0	54
Individual Family Takaful	0	0	(1,149)	(1,149)
Group Family Takaful	0	0	768	768
	0	(2,990)	(380)	(3,371)
	0	43,585	9,284	52,869
<u>December, 2020</u>				
21 Fee & Commssion Income				
Fee & Commssion Income comprises commission received & receivable from Retakaful Companies for the ceded business during the financial year				
21.1 Commission Income	0	43,891	6,702	50,594
21.2 Movement in deferred commission income	0	(1,876)	(861)	(2,737)
	0	42,015	5,841	47,856
21.1 Commission Income breakdown is as follows:				
Agric Commission Income	0	766	0	766
Fire Commission Income	0	15,141	0	15,141
General Accident Commission Income	0	12,522	0	12,522
Motor Commission Income	0	0	0	0
Marine Commission Income	0	8,753	0	8,753
Engineering Commission Income	0	6,709	0	6,709
Individual Family Takaful	0	0	2,893	2,893
Group Family Takaful	0	0	3,809	3,809

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Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
0	43,891	6,702	50,594

21.2 Movement in deferred commission income is as follow:

Agric Commission Income	0	(405)	0	(405)
Fire Commission Income	0	(244)	0	(244)
General Accident Commission Income	0	695	0	695
Motor Commission Income	0	0	0	0
Marine Commission Income	0	(910)	0	(910)
Engineering Commission Income	0	(1,013)	0	(1,013)
Individual Family Takaful	0	0	(36)	(36)
Group Family Takaful	0	0	(825)	(825)
	0	(1,876)	(861)	(2,737)
	0	42,015	5,841	47,856

December, 2021

22 Acquisition Cost

22.(a) Acquisition cost paid during the period are analysed as follows:

Agric Takaful	0	4,733	0	4,733
Motor Takaful	0	25,534	0	25,534
Fire Takaful	0	12,262	0	12,262
G/Accident Takaful	0	63,561	0	63,561
Marine Takaful	0	14,595	0	14,595
Engineering Takaful	0	3,662	0	3,662
Group Family	0	0	91,158	91,158
Individual Family	0	0	1,239	1,239
	0	124,348	92,398	216,746

22.(b) Movement in deferred acquisition cost

Agric Takaful	0	(1,225)	0	(1,225)
Motor Takaful	0	6,387	0	6,387
Fire Takaful	0	6,134	0	6,134
G/Accident Takaful	0	(21,990)	0	(21,990)
Marine Takaful	0	(1,958)	0	(1,958)
Engineering Takaful	0	5,952	0	5,952
Group Family	0	0	(39,128)	(39,128)
Individual Family	0	0	545	545
	0	(6,700)	(38,583)	(45,283)
Acquisition cost expenses	0	117,648	53,815	171,463

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	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2020</u>				
22 Acquisition Cost				
22.(a) Acquisition cost paid during the period are analysed as follows:				
Agric Takaful	0	2,527	0	2,527
Motor Takaful	0	35,885	0	35,885
Fire Takaful	0	24,451	0	24,451
G/Accident Takaful	0	31,032	0	31,032
Marine Takaful	0	10,289	0	10,289
Engineering Takaful	0	13,702	0	13,702
Group Family	0	0	12,407	12,407
Individual Family	0	0	790	790
	0	117,885	13,197	131,082
22.(b) Movement in deferred acquisition cost				
Agric Takaful	0	(476)	0	(475)
Motor Takaful	0	(10,272)	0	(10,272)
Fire Takaful	0	(8,662)	0	(8,662)
G/Accident Takaful	0	5,490	0	5,490
Marine Takaful	0	(1,993)	0	(1,993)
Engineering Takaful	0	(7,496)	0	(7,496)
Group Family	0	0	(5,048)	(5,048)
Individual Family	0	0	496	496
	0	(23,409)	(4,552)	(27,961)
Acquisition cost expenses	0	94,477	8,645	103,121

December, 2021

23 Claims Expense

This is analysed as follows:

Direct Claim Paid:

Motor Takaful	0	71,005	0	71,005
Fire Takaful	0	1,985	0	1,985
Engineering Takaful	0	6,427	0	6,427
G/Accident Takaful	0	137,529	0	137,529
Marine Takaful	0	4,917	0	4,917
Agric Takaful	0	10,709	0	10,709
Individual Family Takaful	0	0	9,601	9,601
Group Family	0	0	59,379	59,379

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
b Breakdown of Changes in Outstanding Claims:				
Motor Takaful	0	(44,223)	0	(44,223)
Fire Takaful	0	21,947	0	21,947
Engineering Takaful	0	(0)	0	0
G/Accident Takaful	0	(22,057)	0	(22,057)
Marine Takaful	0	(4,943)	0	(4,943)
Agric Takaful	0	(0)	0	0
Group Family	0	0	8,387	8,387
Individual Family	0	0	(694)	(694)
	0	(49,276)	7,693	(41,582)
c Breakdown of Changes in IBNR Claims:				
Motor Takaful	0	10,152	0	10,152
Fire Takaful	0	(3,175)	0	(3,175)
Engineering Takaful	0	3,265	0	3,265
G/Accident Takaful	0	621	0	621
Marine Takaful	0	1,691	0	1,691
Agric Takaful	0	133	0	133
Group Family	0	0	169,106	169,106
Individual Family	0	0	0	0
	0	12,687	169,106	181,793
d Breakdown of Claims Recovery:				
Motor Takaful	0	(5,842)	0	(5,842)
Fire Takaful	0	(707)	0	(707)
Engineering Takaful	0	0	0	0
G/Accident Takaful	0	(81,020)	0	(81,020)
Marine Takaful	0	0	0	0
Agric Takaful	0	(540)	0	(540)
Group Family	0	0	(13,135)	(13,135)
Individual Family	0	0	0	0
	0	(88,110)	(13,135)	(101,245)
e Breakdown of Changes in Retakaful recoverable on outstanding Claims & IBNR:				
General Accident	0	26,366	0	26,366
Motor Takaful	0	(6,069)	0	(6,069)
Engineering Takaful	0	(2,869)	0	(2,869)
Fire Takaful	0	(7,319)	0	(7,319)
Marine Takaful	0	(1,692)	0	(1,692)
Agric Takaful	0	(261)	0	(261)
Family Takaful	0	0	(3,690)	(3,690)
	0	8,155	(3,690)	4,466
Claims Recoveries	0	(79,955)	(16,825)	(96,779)

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2020</u>				
23 Claims Expense				
This is analysed as follows:				
Direct Claim Paid:				
Motor Takaful	0	41,972	0	41,972
Fire Takaful	0	8,394	0	8,394
Engineering Takaful	0	0	0	0
G/Accident Takaful	0	121,971	0	121,971
Marine Takaful	0	112	0	112
Agric Takaful	0	424	0	424
Group Family	0	0	34,550	34,550
23(a) Direct Claims Paid	0	172,872	34,550	207,423
23(b) Changes in Outstanding claims	0	38,021	(1,894)	36,127
23.(c) Changes in IBNR claims	0	20,095	12,126	32,221
23(d) Claims recoverable	0	(77,959)	(4,479)	(82,438)
23(e) Changes in Recoverable Claims	0	9,675	(1,745)	7,930
Claims Expenses	0	162,704	38,559	201,263
b Braekdown of Changes in Outstanding Claims:				
Motor Takaful	0	14,898	0	14,898
Fire Takaful	0	3,669	0	3,669
Engineering Takaful	0	0	0	0
G/Accident Takaful	0	14,511	0	14,511
Marine Takaful	0	4,943	0	4,943
Agric Takaful	0	0	0	0
Group Family	0	0	(2,588)	(2,588)
Individual Family	0	0	694	694
	0	38,021	(1,894)	36,127
c Braekdown of Changes in IBNR Claims:				
Motor Takaful	0	11,121	0	11,121
Fire Takaful	0	3,759	0	3,759
Engineering Takaful	0	1,204	0	1,204
G/Accident Takaful	0	2,499	0	2,499
Marine Takaful	0	1,052	0	1,052
Agric Takaful	0	459	0	459
Group Family	0	0	12,126	12,126
Individual Family	0	0	0	0
	0	20,095	12,126	32,221

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
d Breakdown of Claim Recovery:				
Motor Takaful	0	(13,874)	0	(13,874)
Fire Takaful	0	(3,000)	0	(3,000)
Engineering Takaful	0	(2,320)	0	(2,320)
G/Accident Takaful	0	(58,511)	0	(58,510)
Marine Takaful	0	0	0	0
Agric Takaful	0	(254)	0	(254)
Individual Family	0	0	0	0
Group Family	0	0	(4,479)	(4,479)
	0	(77,959)	(4,479)	(82,438)
e Breakdown of Changes in recoverable claims				
Motor Takaful	0	6,101	0	6,101
Fire Takaful	0	(336)	0	(336)
Engineering Takaful	0	(404)	0	(403)
G/Accident Takaful	0	4,512	0	4,512
Marine Takaful	0	(45)	0	(45)
Agric Takaful	0	(153)	0	(153)
Individual Family	0	0	0	0
Group Family	0	0	(1,745)	(1,745)
	0	9,675	(1,745)	7,930

December, 2021

24 Investment Income

Investment Income Received	2,748	31,935	22,029	56,712
Share of Investment Income	29,245	(15,968)	(13,277)	0
Profit on Investment Income	31,992	15,968	8,752	56,712

December, 2020

24 Investment Income

Investment Income Received	0	19,540	8,887	28,427
Share of Investment Income	15,858	(9,770)	(6,088)	0
Profit on Investment Income	15,858	9,770	2,799	28,427

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2020</u>				
25 Other Income				
25.1 Profit Commission	0	3,107	1,129	4,236
25.2 Profit from Disposal of Assets	1,350	0	0	1,350
25.3 Reversal of Impairment	3,248	0	0	3,248
25.4 Other Income	60	0	0	60
	<u>4,658</u>	<u>3,107</u>	<u>1,129</u>	<u>8,894</u>
25.1 This is profit commission received from our Retakaful Company for having good and profitable underwriting year on the risks ceded to the Retakaful.				
25.2 Profit on Disposal of Assets this is analysed as follows: Cost: Motor Vehicle Computer Equipment (Laptop) Total Cost Less Accumulated Depreciation Sales Proceed Profit from Disposal	 11,500 442 <u>11,942</u> <u>(11,942)</u> 0 <u>1,350</u> <u>1,350</u>			
This Includes Motor Vehicle and Laptop sold to our Former staff in which the amount was netted off from his final entitlement				
25.3 Reversal of Impairment Balance as at January 1 written Back Balance as at December 31	 3,248 <u>(3,248)</u> <u>0</u>			
25.4 Other Income This represent amount recovered by the Company.				
<u>December, 2021</u>				
26 Wakalah Fee Income The Wakala fee received from general Takaful is as follows:				
Agric Takaful Contribution	7,388	0	0	7,388
Motor Takaful Contribution	79,435	0	0	79,435
Fire Takaful Contribution	30,275	0	0	30,275
Engineering Takaful Contribution	5,494	0	0	5,494
General Accident Takaful Contribution	88,032	0	0	88,032
Marine Takaful Contribution	25,342	0	0	25,342
Group Family Takaful	286,246	0	0	286,246
Individual Family Takaful	32,580	0	0	32,580
Wakalah Fee Income	<u>554,793</u>	<u>0</u>	<u>0</u>	<u>554,793</u>

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
Wakalah fee is 30% & 10% of Gross Contribution for general and family takaful respectively as agreed between the participants and the operator at the inception of the Takaful contract.				
<u>December, 2020</u>				
26 Wakalah Fee Income				
The Wakala fee received from general Takaful is as follows:				
Agric Takaful Contribution	4,799	0	0	4,799
Motor Takaful Contribution	92,191	0	0	92,191
Fire Takaful Contribution	38,016	0	0	38,016
Engineering Takaful Contribution	20,586	0	0	20,586
General Accident Takaful Contribution	54,364	0	0	54,364
Marine Takaful Contribution	15,508	0	0	15,508
Group Family Takaful	37,688	0	0	37,688
Individual Family Takaful	31,583	0	0	31,583
Wakalah Fee Income	294,736	0	0	294,736

Wakalah fee is 30% & 10% of Gross Contribution for general and family takaful respectively as agreed between the participants and the operator at the inception of the Takaful contract.

December, 2021

27 Wakalah Fee Expenses (Agency Fee)				
The wakalah fee charged in respect to the takaful contract is analyzed below:				
Agric Takaful Contribution	0	7,388	0	7,388
Motor Takaful Contribution	0	79,435	0	79,435
Fire Takaful Contribution	0	30,275	0	30,275
Engineering Takaful Contribution	0	5,494	0	5,494
General Accident Takaful Contribution	0	88,032	0	88,032
Marine Takaful Contribution	0	25,342	0	25,342
Group Family Takaful	0	0	286,246	286,246
Individual Family Takaful	0	0	17,336	17,336
	0	235,966	303,582	539,548

December, 2020

27 Wakalah Fee Expenses (Agency Fee)				
The wakalah fee charged in respect to the general takaful contract is analyzed below:				
Agric Takaful Contribution	0	4,799	0	4,799
Motor Takaful Contribution	0	92,191	0	92,191
Fire Takaful Contribution	0	38,016	0	38,016
Engineering Takaful Contribution	0	20,586	0	20,586
General Accident Takaful Contribution	0	54,364	0	54,364
Marine Takaful Contribution	0	15,508	0	15,508
Group Family Takaful	0	0	37,688	37,688
Individual Family Takaful	0	0	4,798	31,583
	0	225,465	42,486	294,736

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2021</u>				
28 Amotisation and Impairment Charges				
Amortisation & Impairment Charges for the year is as follow:				
Prepayment (note 7.3)	264	0	0	264
Balance, end of period	264	0	0	264
<u>December, 2020</u>				
28 Amotisation and Impairment Charges				
Amortisation & Impairment Charges for the year is as follow:				
Prepayment (note 7.3)	264	0	0	264
Balance, end of period	264	0	0	264
<u>December, 2021</u>				
29 Management Expenses				
Staff Salary & Allowances	171,580	0	0	171,580
Other Staff Costs	33,779	0	0	33,779
i. Directors' Expenses	10,811	0	0	10,811
Shariah ACE Fee & Expenses	7,170	0	0	7,170
Legal & Professional Expenses	9,147	0	0	9,147
Marketing & Publicity	25,029	0	0	25,029
Transportation, Conferences & Meetings	3,996	0	0	3,996
ii. Fines & Penalties	1,000	0	0	1,000
Printing & Stationary	6,676	0	0	6,676
Administration Expenses	71,286	0	0	71,286
Repairs & Maintenance	6,814	0	0	6,814
Depreciation & Amortisation	10,063	0	0	10,063
	357,353	0	0	357,353
29.(i) Directors' Expenses				
The breakdown of Directors' expenses include the following;				
Sitting Allowance				4,850
Transport Expenses				1,120
Hotel Expenses				1,050
Training				2,700
Others				1,091
				10,811
29.(ii) Fines & Penalties				
Fines & Penalties includes the following				
Fines for Late Submission of Returns to FRC				1,000
				1,000

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
December, 2020				
29 Management Expenses				
Staff Salary & Allowances	140,217	0	0	140,217
Other Staff Costs	18,879	0	0	18,879
i. Directors' Expenses	3,878	0	0	3,878
Shariah ACE Fee & Expenses	5,305	0	0	5,305
Legal & Professional Expenses	7,486	0	0	7,486
Marketing & Publicity	18,316	0	0	18,316
Transportation, Conferences & Meetings	981	0	0	981
ii. Fines & Penalties	2,167	0	0	2,167
Printing & Stationary	2,503	0	0	2,503
Administration Expenses	47,174	0	0	47,174
Repairs & Maintenance	5,624	0	0	5,624
Depreciation & Amortisation	24,637	0	0	24,637
	<u>277,168</u>	<u>0</u>	<u>0</u>	<u>277,168</u>
29.(i) Directors' Expenses				
The breakdown of Directors' expenses include the following;				
Sitting Allowance				2,200
Transport Expenses				640
Hotel Expenses				490
Training				194
Others				354
				<u>3,878</u>
29.(ii) Fines & Penalties				
Fines & Penalties includes the following				
Fines for Late payment of 2018 1% Insurance Levy to the Commission				1,333
Fines for Filing Late Returns of 2018 Financial Statement with FIRS				834
				<u>2,167</u>
December, 2021				
30 Other Underwriting Expenses				
Vat on Commission	0	8,699	8,525	17,223
Bank Charges on Participant Account	0	2,388	2,993	5,381
	<u>0</u>	<u>11,086</u>	<u>11,518</u>	<u>22,604</u>
December, 2020				
30 Other Underwriting Expenses				
Vat on Commission	0	2,702	256	2,958
Bank Charges on Participant Account	0	1,672	1,394	3,066
	<u>0</u>	<u>4,375</u>	<u>1,650</u>	<u>6,024</u>

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Notes to the Financial Statements

	Share Holder N' 000	General Takaful N' 000	Family Takaful N' 000	Consolidated N' 000
<u>December, 2021</u>				
31 Earning/(loss) Per Share				
Basic earning per share is calculated by dividing the profit/(loss) attributable to shareholders by the number of shares				
Profit/(loss) attributable to shareholders	198,049	0	0	487,998
Number of Shares in issues	2,460,580	0	0	2,460,580
	8	0	0	20

The Company has no diluted earnings/(loss) per shares since there are no potential dilutive instrument

<u>December, 2020</u>				
31 Earning/(loss) Per Share				
Basic earning per share is calculated by dividing the profit/(loss) attributable to shareholders by the number of shares				
Profit/(loss) attributable to shareholders	26,474	0	0	151,064
Number of Shares in issues	2,460,580	0	0	2,460,580
	1	0	0	6

The Company has no diluted earnings/(loss) per shares since there are no potential dilutive instrument

Jaiz Takaful Insurance Plc
Financial Statements for the year ended 31st December, 2021

Statement of Value Added

	December 31st, 2021		December 31, 2020	
	N' 000	%	N' 000	%
Contribution Income	1,549,258		994,304	
Retakaful, Claims, Commission & Services	(924,035)		(746,960)	
	625,223		247,344	
Add:				
Investment and other income	109,580		95,882	
Value Added	734,804	100	343,226	100
Applied as Follow:				
To Pay Employee:				
Salaries, Wages and Other Staff Cost	205,359	28	159,097	46
To Pay Shareholders:				
Dividend	0		0	
To Pay Government:				
Taxation	31,120	4	8,165	2
Earnings for the year				
Retained in the Business:				
Depreciation and Amortisation	10,327	2	24,900	7
Retained Profit (Loss) for the year	487,998	66	151,065	44
	734,804	100	343,226	100

Value added is the additional wealth the Company has been able to create by its own and its employees' effort. This statement shows the allocation of the wealth between employees, finance providers, government and that retained for the future creation of more wealth.

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Five Years Financial Summary

A. Statement of Financial Position

	DECEMBER 31, 2021	DECEMBER 31, 2020	DECEMBER 31, 2019	DECEMBER 31, 2018	DECEMBER 31, 2017
	N'000	N'000	N'000	N'000	N'000
ASSETS					
Cash and cash Equivalents	1,736,222	904,549	595,263	228,655	238,338
Investment in Sukuk	198,000	100,000	0	0	0
Trade Receivable	50,409	59,285	27,415	12,114	3,242
Retakaful Asset	122,871	115,716	115,878	40,787	12,179
Deffered Acquisition Cost	108,154	62,871	34,910	17,502	3,224.00
Other Receivables & Prepayment	3,900	2,092	2,141	9,667	40,338
Intangible Assets	15,182	28	5,649	25,939	61,110
Property, Plant & Equipment	17,554	11,215	30,230	62,930	104,599
Statutory Deposits	200,000	200,000	200,000	200,000	200,000
TOTAL ASSETS	2,452,291	1,455,756	1,011,487	597,594	663,030
LIABILITIES					
Takaful Contract Liabilities	1,019,926	615,454	409,368	164,407	55,739
Investment Contract Liabilities	462,012	357,866	282,341	72,010	8,847
Trade Payables	75,841	81,734	49,238	32,269	19,036
Provisions & Other Payables	980	30,986	60,052	20,910	32,493
Income Tax Liabilities	32,238	9,665	1,500	1,500	1,500
TOTAL LIABILITIES	1,590,997	1,095,704	802,499	291,096	117,615
PARTICIPANT'S FUND					
General Takaful Fund	149,156	50,163	1,372	15,192	(3,440)
Family Takaful Fund	194,037	73,157	538	(4)	(105)
Fair Value Reserve	(2,000)	0	0	0	0
Deficit Reserve	85,321	0	0	0	0
	426,514	123,320	1,911	15,189	(3,545)
EQUITY					
Issued and Paid Up Share Capital	1,230,290	1,230,290	1,230,290	1,230,290	200,000
Deposit for Shares	0	0	0	0	1,030,475
Retained Earnings	(795,510)	(993,558)	(1,023,213)	(938,980)	(681,514)
TOTAL EQUITY	434,780	236,732	207,077	291,310	548,961
TOTAL LIABILITIES, EQUITY & PARTICIPANT'S FUNDS	2,452,291	1,455,756	1,011,487	597,594	663,030

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Five Years Financial Summary

B. Statement of Comprehensive Income

	DECEMBER 31, 2021	DECEMBER 31, 2020	DECEMBER 31, 2019	DECEMBER 31, 2018	DECEMBER 31, 2017
	RM	RM	RM	RM	RM
Gross Contribution Written	1,813,520	940,992	753,038	408,044	118,289
Gross Contribution Earned	1,550,165	806,595	636,945	336,783	74,974
Retakaful Contribution	(192,397)	(168,147)	(79,974)	(85,724)	(17,945)
Net Contribution	1,357,768	638,448	556,971	251,060	57,029
Fee & Commission Income	52,869	47,856	21,002	18,205	4,009
Underwriting Income	1,410,637	686,304	577,972	269,264	61,038
Acquisition Expenses	(171,463)	(103,122)	(52,802)	(28,488)	(9,192)
Claim Expenses Incurred	(344,983)	(201,262)	(376,905)	(120,685)	(23,071)
Changes in Individual Family Reserve	(907)	(3,342)	0	0	0
Increase in Investment Contract Liability	(50,658)	0	0	0	0
Underwriting Profit	842,627	378,578	148,265	120,091	28,775
Investment Income	56,712	28,428	22,087	12,083	5,296
Other Income	0	8,894	0	0	0
Amortisation of other receivables	(264)	(264)	0	0	0
Wakalah Fee Income	554,793	294,736	177,088	106,256	33,273
Wakalah Fee Expense (Agency Fee)	(539,548)	(267,951)	(177,088)	(106,256)	(33,273)
Management Expenses	(357,353)	(277,168)	(270,256)	(371,636)	(717,167)
Other Expenses	(22,604)	(6,024)	(2,937)	(1,357)	(279)
Profits/(Loss) before Zakat and Taxation	519,118	159,229	(102,841)	(240,818)	(683,375)
Taxation	(31,120)	(8,165)	0	0	(1,500)
Profits/(Loss) after Zakat and Taxation	487,998	151,064	(102,841)	(240,818)	(684,875)

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

General Takaful Revenue Account

	AGRIC	ENGINEERING	FIRE	G/ACCIDENT	MARINE	MOTOR	TOTAL
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
INCOME							
Direct Contribution	24,626	18,312	100,918	293,441	84,474	264,782	786,554
Inward Contribution	0	0	0	0	0	0	0
Gross Contribution Written	24,626	18,312	100,918	293,441	84,474	264,782	786,554
Changes in Contribution	7,935	(29,736)	(8,894)	83,966	13,433	(28,956)	37,747
Changes in AURR	0	0	0	(29,768)	0	0	(29,768)
Gross Contribution Earned	16,691	48,048	109,812	179,706	71,041	293,738	719,039
Gross Retakaful Contribution	(2,990)	(16,223)	(62,398)	(35,808)	(36,837)	(13,597)	(167,853)
Changes in Retakaful Contribution	(1,106)	(5,948)	9,831	(1,957)	6,949	(1,840)	5,929
Net Contribution Earned	12,595	25,878	57,246	141,941	41,153	278,301	557,114
Commission Received	598	4,867	21,509	8,952	10,649	0	46,576
Changes in Commission Income	221	54	(2,742)	241	(765)	0	(2,990)
Net Commission Earned	13,414	30,798	76,013	151,134	51,038	278,301	600,699
Investment Income	500	372	2,049	5,957	1,715	5,375	15,968
Other Income	0	0	0	0	0	0	0
Total Income	13,914	31,170	78,062	157,091	52,753	283,676	616,667
EXPENSES							
Gross Claims Paid	10,709	6,427	1,985	137,529	4,917	71,005	232,571
Changes in provision for O/S claims	(0)	(0)	21,947	(22,057)	(4,943)	(44,223)	(49,276)
Changes in provision for IBNR	133	3,265	(3,175)	621	1,691	10,152	12,687
Gross Claims Incurred	10,842	9,692	20,757	116,093	1,665	36,934	195,983
Retakaful Recoveries	(540)	0	(707)	(81,020)	0	(5,842)	(88,110)
Changes in Claims recoverable	(261)	(2,869)	(7,319)	26,366	(1,692)	(6,069)	8,155
Net Claims Incurred	10,041	6,823	12,730	61,439	(27)	25,023	116,028
Gross Acquisition Cost	4,733	3,662	12,262	63,561	14,595	25,534	124,348
Movement in Deferred Acquisition costs	1,225	(5,952)	(6,134)	21,990	1,958	(6,387)	6,700
Net Acquisition Cost	3,508	9,615	18,396	41,571	12,636	31,922	117,648
Maintenance Expenses							
Management Fee (Wakalah Fee)	7,388	5,494	30,275	88,032	25,342	79,435	235,966
Other Underwriting Expenses	347	258	1,422	4,136	1,191	3,732	11,086
Other Expenses	7,735	5,752	31,698	92,168	26,533	83,167	247,052
Total Expenses	21,284	22,189	62,824	195,178	39,142	140,111	480,729
Underwriting Surplus/(Deficit)	(7,370)	8,981	15,238	(38,087)	13,610	143,565	135,938

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

General Takaful Revenue Account

	AGRIC	ENGINEERING	FIRE	G/ACCIDENT	MARINE	MOTOR	TOTAL
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
INCOME							
Direct Contribution	15,997	67,160	126,721	181,215	51,217	307,304	749,614
Inward Contribution	0	1,460	0	0	477	0	1,937
Gross Contribution Written	15,997	68,620	126,721	181,215	51,694	307,304	751,550
Changes in Contribution	3,745	37,418	44,030	(11,321)	9,318	49,290	132,481
Gross Contribution Earned	12,252	31,202	82,691	192,535	42,376	258,014	619,070
Gross Retakaful Contribution	(3,831)	(22,364)	(43,172)	(48,053)	(30,553)	(5,040)	(153,013)
Changes in Retakaful Contribution	2,023	9,216	1,301	(1,875)	3,058	1,140	14,862
Net Contribution Earned	10,443	18,054	40,819	142,607	14,880	254,114	480,919
Commission Received	766	6,709	15,141	12,522	8,753	0	43,891
Changes in Commission Income	(405)	(1,013)	(244)	695	(910)	0	(1,876)
Net Commission Earned	10,805	23,750	55,717	155,823	22,724	254,114	522,934
Investment Income	208	892	1,647	2,356	672	3,995	9,770
Other Income	78	454	877	976	620	102	3,107
Total Income	11,091	25,096	58,241	159,155	24,016	258,211	535,811
EXPENSES							
Gross Claims Paid	424	0	8,394	121,971	112	41,972	172,873
Increase/(Decrease) in provision for outstanding claims	459	1,204	7,428	17,010	5,995	26,019	58,116
Gross Claims Incurred	883	1,204	15,822	138,982	6,107	67,990	230,989
Retakaful Recoveries	(254)	(2,320)	(3,000)	(58,511)	0	(13,106)	(77,960)
Changes in Retakaful Recoveries	(153)	(404)	(336)	4,512	(45)	6,101	9,675
Net Claims Incurred	476	(1,519)	12,485	84,983	6,062	60,985	162,704
Gross Acquisition Cost	2,527	13,702	24,451	31,032	10,289	35,885	117,886
Movement in Deferred Acquisition cos	476	7,496	8,662	(5,490)	1,993	10,272	23,409
Net Acquisition Cost	2,051	6,207	15,789	36,521	8,296	25,612	94,477
Maintenance Expenses							
Management Fee (Wakalah Fee)	4,799	20,586	38,016	54,364	15,508	92,191	225,465
Other Underwriting Expenses	93	399	738	1,055	301	1,789	4,375
Other Expenses	4,892	20,985	38,754	55,419	15,809	93,980	229,840
Total Expenses	7,419	25,673	67,028	176,924	30,167	179,810	487,020
Underwriting Surplus/(Deficit)	3,671	(576)	(8,787)	(17,769)	(6,151)	78,402	48,791

Jaiz Takaful Insurance Plc
Financial Statements for the year ended 31st December, 2021
Segment Statement of Financial Position - General Takaful

	AGRIC	ENGINEERING	FIRE	G/ACCIDENT	MARINE	MOTOR	TOTAL
INCOME	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Cash & Cash Equivalent	7,816	18,854	66,392	171,528	36,350	294,165	595,105
Investment in Sukuk	1,043	4,474	8,262	11,815	3,370	20,036	49,000
Retakaful Assets - Prepaid	917	5,126	26,351	15,823	11,783	3,200	63,200
Retakaful Assets - Claims Recovery	261	2,869	7,319	27,135	1,692	6,069	45,346
Due from Retakaful	37	200	768	441	453	167	2,065
Deffered Acquisition Cost	1,887	2,151	6,105	34,296	6,170	8,813	59,422
Total Assets	11,961	33,674	115,196	261,038	59,819	332,450	814,138
Takaful Liabilities (UCR)	14,288	10,757	54,811	162,015	34,784	102,796	379,451
Provision for outstanding claims	0	0	27,616	72,047	0	11,786	111,449
Incurred But Not Reported (IBNR)	746	6,762	6,388	18,404	5,397	37,829	75,525
Additional Unexpired Risk Reserves	0	0	0	29,768	0	0	29,768
Deffered Commission Income	183	1,470	7,992	3,956	2,092	0	15,693
Wakala Payable	331	1,735	169	5,162	1,531	7,544	16,472
Commission Payable	0	0	0	87	0	0	87
Retakaful Payable	0	0	0	0	0	0	0
Provision & Other Liabilities	0	0	0	592	0	0	592
Total Liabilities	15,548	20,723	96,976	292,031	43,803	159,954	629,036
Participants Funds	(3,587)	12,951	18,220	(30,993)	16,016	172,495	185,101
Liabilities & Participants Funds	11,961	33,674	115,196	261,038	59,819	332,450	814,138
Movement in Participants Funds							
Balance at as January 1	3,804	4,061	3,150	7,335	2,475	29,339	50,163
Underwriting Profit for the year	(7,370)	8,981	15,238	(38,087)	13,610	143,565	135,938
Fair Value Reserve	(21)	(91)	(169)	(241)	(69)	(409)	(1,000)
Transfer to Contingency Reserves	0	0	0	0	0	0	0
Surplus Paid During the year	0	0	0	0	0	0	0
Jualah Fee Paid to Operator	0	0	0	0	0	0	0
Qard Hassan refund to Operator	0	0	0	0	0	0	0
Balance at as December 31	(3,587)	12,951	18,220	(30,993)	16,016	172,495	185,101

Jaiz Takaful Insurance Plc
Financial Statements for the year ended 31st December, 2021
Segment Statement of Financial Position - General Takaful

INCOME	AGRIC N'000	ENGINEERING N'000	FIRE N'000	G/ACCIDENT N'000	MARINE N'000	MOTOR N'000	TOTAL N'000
Cash & Cash Equivalent	8,376	29,580	58,196	141,377	24,023	205,164	466,716
Investment in Sukuk	1,064	4,565	8,431	12,056	3,439	20,445	50,000
Retakaful Assets - Prepaid	2,023	11,074	16,520	17,780	4,835	5,040	57,271
Retakaful Assets - Claims Recovery	153	1,049	762	30,485	865	20,187	53,501
Defferred Acquisition Cost	662	8,104	12,238	12,306	4,211	15,200	52,722
Total Assets	12,279	54,372	96,146	214,005	37,373	266,035	680,210
Takaful Liabilities (UCR)	6,354	40,493	63,706	78,049	21,351	131,752	341,705
Provision for outstanding claims	0	0	5,669	94,104	4,943	56,009	160,725
Incurred But Not Reported (IBNR)	613	3,498	9,563	17,783	3,705	27,677	62,838
Defferred Commission Income	405	1,524	5,250	4,197	1,327	0	12,702
Wakala Payable	1,002	4,299	7,939	11,352	3,238	19,251	47,082
Commission Payable	3	13	23	33	9	56	137
Retakaful Payable	71	305	563	805	230	1,365	3,338
Provision & Other Liabilities	28	180	284	347	95	586	1,521
Total Liabilities	8,475	50,311	92,996	206,670	34,899	236,697	630,047
Participants Funds	3,804	4,061	3,150	7,335	2,475	29,339	50,163
Liabilities & Participants Funds	12,279	54,372	96,146	214,005	37,373	266,036	680,210
<u>Movement in Participants Funds</u>							
Balance at as January 1	132	4,637	3,159	25,103	8,625	(49,063)	(7,406)
Underwriting Profit for the year	3,671	(576)	(9)	(17,769)	(6,151)	78,402	57,569
Transfer to Contingency Reserves	0	0	0	0	0	0	0
Surplus Paid During the year	0	0	0	0	0	0	0
Jualah Fee Paid to Operator	0	0	0	0	0	0	0
Qard Hassan refund to Operator	0	0	0	0	0	0	0
Balance at as December 31	3,804	4,061	3,150	7,335	2,475	29,339	50,163

Jaiz Takaful Insurance Plc
Financial Statements for the year ended 31st December, 2021
Family Takaful Revenue Account

	DECEMBER 31, 2021			DECEMBER 31, 2020		
	GROUP N'000	INDIVIDUAL N'000	TOTAL N'000	GROUP N'000	INDIVIDUAL N'000	TOTAL N'000
INCOME						
Direct Contribution	954,155	72,811	1,026,966	125,627	63,814	189,442
Inward Contribution	0	0	0	0	0	0
Gross Contribution Written	954,155	72,811	1,026,966	125,627	63,814	189,442
Changes in Contribution	195,840	907	196,747	8,599	(3,342)	5,258
Changes in Investment Contract	0	(50,658)	(50,658)	0	0	0
Gross Contribution Earned	758,315	122,562	880,877	117,028	67,156	184,184
Gross Retakaful Contribution	(27,105)	(6,994)	(34,100)	(16,236)	(6,665)	(22,901)
Changes in Retakaful Contribution	3,627	0	3,627	(843)	(6,252)	(7,095)
Net Contribution Earned	734,837	115,567	850,405	99,949	54,239	154,188
Commission Received	6,792	2,872	9,664	3,809	2,893	6,702
Changes in Commission Income	768	(1,149)	(380)	(825)	(36)	(861)
Net Commission Earned	742,398	117,291	859,688	102,933	57,096	160,029
Investment Income	6,587	2,164	8,752	1,190	1,610	2,800
Other Income	0	0	0	983	146	1,129
Total Income	748,985	119,455	868,440	105,105	58,853	163,958
EXPENSES						
Gross Claims Paid	59,379	9,601	68,980	34,042	509	34,551
Changes in provision for O/S claims	8,387	(694)	7,693	10,232	0	10,232
Changes in Provision for IBNR	169,106	0	169,106	0	0	0
Gross Claims Incurred	236,872	8,907	245,780	44,273	509	44,782
Retakaful Recoveries	(13,135)	0	(13,135)	(6,224)	0	(6,224)
Changes in Retakaful Recoveries	0	(3,690)	(3,690)	0	0	0
Net Claims Incurred	223,737	5,218	228,955	38,050	509	38,559
Gross Acquisition Cost	91,158	1,239	92,398	12,407	790	13,197
Movement in Deferred Acquisition cost	(39,128)	545	(38,583)	(5,048)	496	(4,552)
Net Acquisition Cost	52,031	1,784	53,815	7,359	1,286	8,645
Management Fee (Wakalah Fee)	286,246	17,336	303,582	37,688	4,798	42,486
Other Underwriting Expenses	10,701	817	11,518	545	1,105	1,650
Other Expenses	296,948	18,152	315,100	38,233	5,903	44,136
Total Expenses	572,715	25,154	597,870	83,641	7,698	91,339
Underwriting Surplus/(Deficit)	176,270	(7,014)	169,255	21,464	51,155	72,619

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Segment Statement of Financial Position - Family Takaful

	GROUP N' 000	INDIVIDUAL N' 000	TOTAL N' 000
INCOME			
Cash & Cash Equivalent	495,683	465,110	960,793
Investment in Sukuk	109,800	39,200	149,000
Retakaful Assets - Prepaid	6,825	0	6,825
Retakaful Assets - Claims Recovery	5,434	0	5,434
Deffered Acquisition Cost	45,579	3,152	48,731
Total Assets	663,321	507,462	1,170,783
Takaful Liabilities (UCR)	214,224	9,850	224,074
Investment Contract Liabilities	0	462,012	462,012
Provision for outstanding claims	8,387	0	8,387
Incurred But Not Reported (IBNR)	191,271	0	191,271
Deffered Commission Income	2,717	1,149	3,866
Wakala Payable	29,323	4,614	33,937
Commission Payable	3,941	0	3,941
Retakaful Payable	393	1,453	1,846
Provision & Other Liabilities	39	0	39
Total Liabilities	450,294	479,079	929,372
Participants Funds	177,101	16,935	194,036
Fair Value Reserve	(200)	(800)	(1,000)
Deficit Reserve	36,127	12,248	48,375
Total Liabilities & PRF	213,027	28,383	241,411
Movement in Participants Funds			
Balance at as January 1	21,623	51,534	73,157
Underwriting Profit for the year	176,270	(7,014)	169,255
Transfer to Contingency Reserves	0	0	0
Surplus Paid During the year	0	0	0
Jualah Fee Paid to Operator	0	0	0
Qard Hassan refund to Operator	0	0	0
Balance at as December 31	197,893	44,519	242,412

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Segment Statement of Financial Position - Family Takaful

	GROUP N' 000	INDIVIDUAL N' 000	TOTAL N' 000
<u>INCOME</u>			
Cash & Cash Equivalent	53,978	380,718	434,696
Investment in Sukuk	10,000	40,000	50,000
Retakaful Assets - Prepaid	0	3,198	3,198
Retakaful Assets - Claims Recovery	0	1,745	1,745
Deferred Acquisition Cost	6,452	3,698	10,149
Total Assets	70,430	429,358	499,788
Takaful Liabilities (UCR)	18,384	8,944	27,328
Investment Contract Liabilities	0	357,866	357,866
Provision for outstanding claims	0	694	694
Incurred But Not Reported (IBNR)	22,165	0	22,165
Deferred Commission Income	2,345	1,141	3,485
Wakala Payable	4,029	8,174	12,204
Commission Payable	0	90	90
Retakaful Payable	1,814	883	2,697
Provision & Other Liabilities	70	34	104
Total Liabilities	48,807	377,824	426,631
Participants Funds	21,623	51,534	73,157
Total Liabilities & PRF	70,430	429,358	499,788
<u>Movement in Participants Funds</u>			
Balance at as January 1	159	379	538
Underwriting Profit for the year	21,464	51,155	72,619
Transfer to Contingency Reserves	0	0	0
Surplus Paid During the year	0	0	0
Jualah Fee Paid to Operator	0	0	0
Qard Hassan refund to Operator	0	0	0
Balance at as December 31	21,623	51,534	73,157

Jaiz Takaful Insurance Plc
Financial Statements for the year ended 31st December, 2021

Age Analysis of Outstanding Claims

The Age Analysis of outstanding claims reserves liabilities for general takaful as at 31st December, 2021

Outstanding Days	0 - 90 Days	91 - 180 Days	181 - 270 Days	271 - 360 Days	361 Days Above	Total
Claims per Claimant	N' 000	N' 000	N' 000	N' 000	N' 000	N' 000
1 - 250,000	760	660	115	297	301	2,133
250,001 - 500,000	300	1,415	303	1,378	2625	6,021
500,001 - 1,500,000	2,501	2,000	0	4,000	7700	16,201
1,500,001 - 2,500,000	4,573	2,000	0	0	2000	8,573
2,500,001 - 5,000,000	9,000	0	0	0	8500	17,500
5,000,001 - Above	23,200	9,500	18,322	0	10000	61,022
Total	40,334	15,575	18,739	5,675	31,126	111,449

The Age Analysis of outstanding claims reserves liabilities for general takaful as at 31st December, 2020

Outstanding Days	0 - 90 Days	91 - 180 Days	181 - 270 Days	271 - 360 Days	361 Days Above	Total
Claims per Claimant	N' 000	N' 000	N' 000	N' 000	N' 000	N' 000
1 - 250,000	443	250	30	100	0	823
250,001 - 500,000	1,061	1,487	984	6,000	15,033	24,565
500,001 - 1,500,000	4,462	3,048	3,850	5,743	9,575	26,677
1,500,001 - 2,500,000	3,844	8,613	2,000	1,669	0	16,126
2,500,001 - 5,000,000	15,950	11,430	4,000	3,960	0	35,340
5,000,001 - Above	39,217	0	17,976	0	0	57,194
Total	64,977	24,828	28,840	17,472	24,608	160,725

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Age Analysis of Outstanding Claims

The Age Analysis of outstanding claims reserves liabilities for family takaful as at 31st December, 2021

Outstanding Days	0 - 90 Days	91 - 180 Days	181 - 270 Days	271 - 360 Days	361 Days Above	Total
Claims per Claimant	N' 000	N' 000	N' 000	N' 000	N' 000	N' 000
1 - 250,000	0	0	0	0	0	0
250,001 - 500,000	0	0	0	0	0	0
500,001 - 1,500,000	0	0	0	0	0	0
1,500,001 - 2,500,000	0	0	0	0	0	0
2,500,001 - 5,000,000	0	0	0	0	0	0
5,000,001 - Above	8,387	0	0	0	0	8,387
Total	8,387	0	0	0	0	8,387

The Age Analysis of outstanding claims reserves liabilities for family takaful as at 31st December, 2020

Outstanding Days	0 - 90 Days	91 - 180 Days	181 - 270 Days	271 - 360 Days	361 Days Above	Total
Claims per Claimant	N' 000	N' 000	N' 000	N' 000	N' 000	N' 000
1 - 250,000	0	0	0	0	0	0
250,001 - 500,000	0	0	0	0	0	0
500,001 - 1,500,000	694	0	0	0	0	694
1,500,001 - 2,500,000	0	0	0	0	0	0
2,500,001 - 5,000,000	0	0	0	0	0	0
5,000,001 - Above	0	0	0	0	0	0
Total	694	0	0	0	0	694

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Solvency Margin Computation

The solvency margin for the Operator (Shareholders' Fund) as at December 31, 2021 is as follows:

	December 31, 2021 N' 000	December 31, 2020 N' 000
Cash and Bank balances	17,825	3,137
Mudarabah Deposit	162,497	0
Trade Receivable	50,409	59,285
Loan to Staff	3,900	113
Intangible Assets	15,182	28
Property, Plant & Equipment	17,554	11,215
Statutory Deposits	200,000	200,000
TOTAL ADMISSIBLE ASSETS	467,367	273,778
Provisions & Other Payables	349	29,361
Tax Payable	32,238	9,665
TOTAL ADMISSIBLE LIABILITIES	32,588	39,026
 Solvency Margin	 434,780	 236,732
 The Higher of 15% of net Contribution (Premium) income or Minimum Capital Base	 200,000	 200,000
 Solvency Ratio	 217%	 117%

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Solvency Margin Computation

The solvency margin for the General Takaful Fund as at December 31, 2021 is as follows:

	December 31, 2021 N' 000	December 31, 2020 N' 000
Cross contribution written	786,554	751,550
Total Retakaful Expenses	167,853	153,013
Admissible assets	644,106	516,716
Gross claim reserve	186,974	223,563
Unearned contribution reserve (UCR)	409,219	341,705
Total gross technical provisions	596,194	565,268
Unearned re-takaful contribution	(110,611)	(110,773)
Gross deferred acquisition cost (DAC)	(59,422)	(52,722)
Net technical provision	426,160	401,773
Other liabilities	32,844	64,779
Total liabilities	459,004	466,553
Net admissible assets value = assets less total liabilities	185,102	50,163
Net written contribution	618,700	598,537
15% Required minimum solvency margin (RMSM)	92,805	89,781
Solvency Cover Ratio	199%	55%

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Solvency Margin Computation

The solvency margin for the Family Takaful Fund as at December 31, 2021 is as follows:

	December 31, 2021 N' 000	December 31, 2020 N' 000
Total takaful life cover and fund liabilities	885,744	408,052
Less re-takaful unearned contribution	(12,259)	(4,943)
Unearned gross DAC	(48,731)	(10,149)
Net total takaful life cover and fund liabilities	824,754	392,960
Other Liabilities	43,628	18,579
 Total admitted Liabilities	 868,381	 411,539
Total admissible Assets	1,109,793	484,696
Surplus/(Deficit)	241,411	73,157
 Gross takaful contribution earned	 1,026,966	 380,492
Retakaful contribution paid out	34,100	22,901
Net written contribution	992,866	357,591
15% of net takaful contribution earned	148,930	53,639
 Solvency Capital Cover Ratio	 162%	 136%

Jaiz Takaful Insurance Plc

Financial Statements for the year ended 31st December, 2021

Solvency Margin Computation

The consolidated solvency margin for the company as at 31st December, 2021 is as follows:

	31st December, 2021	31st December, 2020
	₹ (000)	₹ (000)
Assets		
Cash and cash equivalents	1,736,222	904,549
Investment in Sukuk	198,000	100,000
Trade Receivable	50,409	59,285
Retakaful Asset	122,871	115,715
Deferred Acquisition Cost	108,154	62,871
Other Receivables & Prepayment	3,900	2,092
Intangible Assets	15,182	28
property, Plant & Equipment	17,554	11,215
Statutory Deposits	200,000	200,000
Total Assets	2,452,291	1,455,756
	=====	=====
Liabilities		
Takaful Contract Liabilities	1,019,926	615,454
Investment Contract Liabilities	462,012	357,866
Trade Payables	75,841	81,734
Provisions & Other Payables	980	30,986
Income Tax Liabilities	32,238	9,665
Total Liabilities	1,590,997	1,095,704
	=====	=====
Excess of admissible assets over liabilities:	861,294	360,052

Jaiz Takaful Insurance Plc
Financial Statements for the year ended 31st December, 2021

Statement of Investment Representing in Funds

Form L38

Statement of Investment Representing in Funds for December 31st, 2021

Under S. 26(1) (C) of the Insurance Act 2003

	Non Life			Life		
	Shareholders' Funds	Policyholders' Fund	Others	Shareholders' Funds	Policyholders' Fund	Others
	N' 000	N' 000	N' 000	N' 000	N' 000	N' 000
Total						
1. FIXED ASSETS:						
Real Estate						
Investment Properties						
Motor Vehicle	4,872					
Furniture	7,118					
Others (a)	5,564					
2. OTHER INVESTMENT						
Mortgage Loan						
Loans to Policyholders						
Statutory Deposit	200,000					
Government Sukuk		49,000			149,000	
Quoted Securities						
Unquoted Securities						
Bank Placement (Mudaraba)	162,497	553,573			954,064	
Banks & Cash balances	17,825	41,534			6,729	
Related Companies' Securities						
Related Companies' Loan						
Other Investment (a)						
Investment in Subsidiary						
Investment in Associate						
3. OTHER ASSET	69,490	170,034			60,990	
Total	467,367	814,140			1,170,783	

Form L38

Statement of Investment Representing in Funds for December 31st, 2020

Under S. 26(1) (C) of the Insurance Act 2003

	Non Life			Life		
	Shareholders' Funds	Policyholders' Fund	Others	Shareholders' Funds	Policyholders' Fund	Others
	N' 000	N' 000	N' 000	N' 000	N' 000	N' 000
Total						
1. FIXED ASSETS:						
Real Estate						
Investment Properties						
Motor Vehicle	1,190					
Furniture	7,254					
Others (a)	2,771					
2. OTHER INVESTMENT						
Mortgage Loan						
Loans to Policyholders						
Statutory Deposit	200,000					
Government Sukuk		50,000			50,000	
Quoted Securities						
Unquoted Securities						
Bank Placement (Mudaraba)		427,000			414,880	
Banks & Cash balances	3,137	39,716			19,816	
Related Companies' Securities						
Related Companies' Loan						
Other Investment (a)						
Investment in Subsidiary						
Investment in Associate						
3. OTHER ASSET	61,406	163,495			15,092	
Total	275,757	680,210			499,788	