

# ASSURIA GENERAL (GY) INC. FINANCIAL REPORT 2019



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## **INDEPENDENT AUDITOR'S REPORT**

**To the Shareholders of Assuria General (GY) Inc**

**Report on the Audit of Financial Statements**

### **Opinion**

We have audited the financial statements of Assuria General (GY) Inc, which comprise the statement of financial position as at December 31, 2019, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies as set out on pages 1 to 34.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Assuria General (GY) Inc, as at December 31, 2019 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

### **Basis for 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 for 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) together with the ethical requirements that are relevant to our audit of the financial statements in Guyana, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

### **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 judgment and maintain professional skepticism 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 Company 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.

We are required to communicate with those charged with governance 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 identified during our audit.

## **Report on Other Legal and Regulatory Requirements**

The financial statements comply with the requirements of the Companies Act 1991 and those of the Insurance Act 2016 and its Regulations.

HLB, R. Seebarran & Co

HLB, R. Seebarran & Co  
Chartered Accountants  
73 Canje Street & Stone Avenue,  
Section 'K', Campbellville,  
Georgetown

April 21, 2020

Assuria General (GY) Inc.  
 (Subsidiary of Assuria N.V)  
 Statement of Financial Position  
 As at December 31, 2019

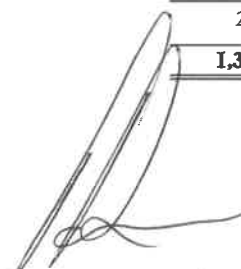
	Notes	2019 G\$	Restated 2018 G\$
<b>ASSETS</b>			
<b>Non current assets</b>			
Motor vehicles, computers & equipment	4	32,882,839	34,977,841
Deferred taxation		2,286,618	-
Finance lease receivable	5	46,431,007	-
Intangible asset	6	20,709,608	34,105,544
Financial investments	7	474,791,285	299,377,831
Related party	8	90,600,815	-
Security deposit	9	3,197,720	2,797,720
		670,899,892	371,258,936
<b>Current assets</b>			
Finance lease receivable	5	23,215,503	-
Related party	8	111,477,765	212,093,448
Unexpired risk	10	94,114,778	92,960,160
Trade and other receivables	11	186,686,781	97,066,522
Cash and cash equivalents	12	242,274,561	190,989,374
		657,769,388	593,109,504
<b>TOTAL ASSETS</b>		<b>1,328,669,280</b>	<b>964,368,440</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Share capital	13	84,000,000	84,000,000
Investment reserve		7,260,319	-
Retained earnings		281,573,133	167,314,762
		372,833,452	251,314,762
<b>Non current liabilities</b>			
Deferred taxation	14	-	1,613,458
Lease liability	5	46,431,007	-
Related parties	15	211,301,327	281,242,958
Unexpired risk	16	448,903,038	301,088,541
		706,635,372	583,944,957
<b>Current liabilities</b>			
Taxation payable	17	29,224,045	14,415,857
Lease liability	5	23,215,503	-
Claims payable	18	123,949,858	43,930,201
Trade and other payables	19	72,811,050	70,762,663
		249,200,456	129,108,721
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,328,669,280</b>	<b>964,368,440</b>

These financial statements were approved for issue on \_\_\_\_\_

On behalf of the Board:



Director



Director

The notes on page 5 to 37 form an integral part of these financial statements



Assuria General (GY) Inc.  
 (Subsidiary of Assuria N.V)  
 Statement of Comprehensive Income  
 For the year ended December 31, 2019

	Notes	2019 G\$	2018 G\$
<b>Revenue:</b>			
Premium income	20	1,151,876,608	881,877,360
Re-insurance premium	20	(125,204,419)	(308,013,434)
		<u>1,026,672,189</u>	<u>573,863,926</u>
Commission earned:	21	9,145,815	93,168,183
		<u>1,035,818,004</u>	<u>667,032,109</u>
<b>Expenditure</b>			
Claims	22	471,313,007	208,207,854
Commissions	23	134,626,966	117,352,041
Management expenses	24	264,934,548	231,885,356
		<u>870,874,521</u>	<u>557,445,251</u>
<b>Operating profit</b>		<u>164,943,483</u>	<u>109,586,858</u>
Other income	25	24,423,168	15,465,321
<b>Operating profit before taxation</b>		<u>189,366,651</u>	<u>125,052,179</u>
Taxation	26	(75,108,280)	(50,156,249)
<b>Operating profit after taxation</b>		<u>114,258,371</u>	<u>74,895,930</u>
Retained earnings at January 1		167,314,762	92,418,832
<b>Retained earnings as at December 31</b>		<u><u>281,573,133</u></u>	<u><u>167,314,762</u></u>
Basic earnings per share	27	<u><u>1,360</u></u>	<u><u>892</u></u>

The notes on page 5 to 37 form an integral part of these financial statements

Assuria General (GY) Inc.  
 (Subsidiary of Assuria N.V)  
 Statement of Changes in Equity  
For the year ended December 31, 2019

	Share capital G\$	Investment reserve G\$	Retained earnings G\$	Total G\$
Balance at December 31, 2017	84,000,000	-	92,418,832	176,418,832
Operating profit after taxation for the year	-	-	74,895,930	74,895,930
Balance at December 31, 2018	84,000,000	-	167,314,762	251,314,762
Operating profit after taxation for the year	-	-	114,258,371	114,258,371
Surplus for the year	-	7,260,319	-	7,260,319
Balance at December 31, 2019	<b>84,000,000</b>	<b>7,260,319</b>	<b>281,573,133</b>	<b>372,833,452</b>

*The notes on page 5 to 37 form an integral part of these financial statements*



Assuria General (GY) Inc.  
 (Subsidiary of Assuria N.V)  
 Statement of Cash Flows  
 For the year ended December 31, 2019

	2019 G\$	2018 G\$
<b>OPERATING ACTIVITIES</b>		
Operating profit before taxation	189,366,651	125,052,179
Add: depreciation	38,160,401	13,780,691
: amortisation of intangible assets	15,575,184	14,890,274
Loss on disposal	685,530	282,125
<b>Operating profit before working capital changes</b>	<b>243,787,766</b>	<b>154,005,269</b>
<b>Working capital changes</b>		
(Increase)/decrease in trade and other receivables	(89,620,259)	(21,416,911)
(Increase) in security deposit	(400,000)	(121,400)
Increase in unexpired risk	146,659,879	23,270,329
Increase/(decrease) in claims payable	80,019,657	43,374,833
Increase in trade and other payables	2,048,387	34,545,030
<b>Cash generated from operations</b>	<b>382,495,430</b>	<b>233,657,150</b>
Taxes paid	(64,200,168)	(82,811,026)
<b>Net cash flow from operating activities</b>	<b>318,295,262</b>	<b>150,846,124</b>
<b>INVESTING ACTIVITIES</b>		
(Increase) in financial investments	(168,153,135)	(125,178,572)
Proceeds from sale fixed assets	-	54,002
Acquisition of intangible asset	(2,179,248)	-
Acquisition of fixed assets	(13,671,726)	(14,430,132)
<b>Net cash flow investing activities</b>	<b>(184,004,109)</b>	<b>(139,554,702)</b>
<b>FINANCING ACTIVITIES</b>		
(Decrease) in related parties financing	(59,926,763)	(12,979,323)
Repayment of leasing liabilities	(23,079,203)	-
<b>Net cash flow financing activities</b>	<b>(83,005,966)</b>	<b>(12,979,323)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>51,285,187</b>	<b>(1,687,901)</b>
<b>Cash and cash equivalents at January 1</b>	<b>190,989,374</b>	<b>192,677,275</b>
<b>Cash and cash equivalents at December 31</b>	<b>242,274,561</b>	<b>190,989,374</b>
<b>Cash and cash equivalents as shown in the statement of financial position</b>		
Cash and cash equivalents	242,274,561	190,989,374
	<b>242,274,561</b>	<b>190,989,374</b>

The notes on page 5 to 37 form an integral part of these financial statements