# REPORT OF THE AUDITOR GENERAL
# ON THE ACCOUNT OF

KAO

AUDIT FOR AN IMPACT FOR THE PUBLIC

Kiribati Insurance Corporation
For the Year Ended 31st December 2016

## Kiribati Audit Office
## December 2017

KIRIBATI AUDIT OFFICE

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Audit for an impact for the public

# INDEPENDENT AUDITOR'S REPORT

To The Readers Of
Kiribati Insurance Corporation's Financial Statements
For The Year Ended 31 December 2016

The Auditor-General, Mrs Matereta Raiman, is the auditor of Kiribati Insurance Corporation.

The audit covered the Corporation's compliance with the requirements of Part VII of the Public Finances (Control and Audit) 1976 and the KIC Act 1990 that apply to the Financial Statements of the KIC for the year ended 31 December 2016.

**KIC Board of Directors and Management Responsibility.**

The Board of Directors and Management are responsible for the preparation and fair presentation of the Financial Statements in accordance with Generally Accepted Accounting Practice in Kiribati, and for such internal control as management determines necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

**Auditor's Responsibility**

It is my responsibility to express an independent opinion on this Financial Statement and reporting that opinion to you as required under the Public Finance (Control and Audit) Ordinance 1976. The audit was conducted in accordance with International Standards of Supreme Audit Institutions.

**Basis for Adverse Opinion**

I am unable to verify the Financial Statements of KIC for the year ended 31st Dec, 2016 due to the following:

- The Financials as provided still did not comply with the reporting requirements of Insurance Act 45A, 1981 sec. 29 and 30.

- KIC in its accounting policy stated that Depreciation rates applied were the rates currently used by the Tax department however we found that KIC failed to apply the Tax depreciation method specific for different types of assets as they applied a straight line method.

- After reviewing KIC Fixed Asset Register and Schedule of Fixed Assets, we noted that KIC has disposed some of its Fixed Assets by selling them but these were not reflected in the Fixed Asset Register or the Schedule.

- There was a variance of $59,491.8 between Debtors Listing provided and the Trade debtors reported in the account.

- A total amount of $484,045 was approved by the Board to be written off as bad in 2015 but KIC treated this as a Provision for doubtful debts in the 2016 Account so it ended up having a provision amount greater than the total Trade debtors of $478,013.

corrected in 2017.

- Audit noted a total negative balance of -$26,876 recorded in the Payroll Liabilities General Ledgers and confirmed that they were figures incorrectly transferred from previous system used by KIC (QuickBooks) to the new system (MYOB) thus understated the Payroll Liabilities account.

- It was noted that Unearned Premium has been understated by $25,305.67 due to wrong calculations.

**Adverse Opinion.**

Because of the significant effects of the matters referred to in the Basis for Adverse Opinion paragraph above, in my opinion, the Financial Statements of the Kiribati Insurance Corporation for the year ended 31st Dec, 2016 **DO NOT** give a true and fair view, in accordance with Generally Accepted Accounting practice in Kiribati. An Adverse Opinion was therefore issued on the Financial Statements.

The audit was completed on 30 November, 2017 and was the date at which my opinion was expressed.

**Report on other Legal and Regulatory Requirements**

- KIC submitted its Financial Statements for 2016 on 7th April 2017, therefore indicated that KIC has failed to comply with Sec. 20, of the SOE Act, 2013.

Independence

When carrying out the audit we followed the independence requirements stipulated under section 114 (4) of the Kiribati Constitution and the requirements of the International Standards of Auditing.

Other than the audit, we have no relationship with or interests in the Corporation.

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Mrs. Matereta. Raiman.
**Auditor General**

Date: 30, Nov, 2017

# KIRIBATI INSURANCE CORPORATION

# (KIC)

# ANNUAL ACCOUNT

# 2016

## "Insure to Secure"

Kiribati Insurance Corporation (KIC)
Wishing Star Shopping Mall
Bairiki, Tarawa
Phone: (686) 22627, 22628
Email: enquire@kic.org.ki

March 2017

## 1. INTRODUCTION

This is the annual Account for the year ended 2016. The account is produced every year and this year there are few changes made particularly to the content. The changes include the breakdown of premium income and the revision of the Accounting policies, mainly on the 'Provision for unearned premium'.

Overall there is an improvement in the performance of the Corporation in 2016. For instance the income for the year ($1.7 million) is 13% higher than last year ($1.5 million), but the expenditures increased substantially, particularly in the life claims and overseas travel. The increase in the income is due to the increase in the number of policies during the year.

The financial position in 2016 shows the increase of total equity from $6.4 million in the beginning of the year to $6.8 million at the end of the year.

***Certification***

The Annual account presented in this report has been prepared based on the relevant information maintained in the Corporation. In the opinion of the KIC Board of Directors, the financial account presented hence gives a true and fair view of the financial performance of the Corporation for the year ended 31 December 2016.

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Neiti Ueaieta
General Manager

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Dr. Iete Rouatu
Chairman (Board of Directors)

# Table of Contents

# 2. ACCOUNTING POLICIES

The Corporation is established under the Insurance Act (CAP 45A), to carry out the business of insurance in Kiribati. The followings are the more important accounting policies used by the Corporation.

## 2.1. Accounting Basis

The financial account is prepared under the Historical cost convention and complies with the international accounting standards, which are acceptable in Kiribati.

## 2.2. Depreciation

Depreciation is calculated to write off the costs of fixed assets over the expected useful life of the assets, using a straight line method. The depreciation rates used in this year's account report incorporate the rates currently used by the Tax department.

| | |
|---|---|
| Motor Vehicle | 20% p.a. |
| Furniture & Fittings | 25% p.a. |
| Office Equipment | 25% p.a. |
| Office Improvement | 5% p.a. |
| Buildings | 5% p.a. |

## 2.3. Provisions for Unearned Premiums

KIC had used 40% rate in calculating the unearned premiums in the past years. The calculation now is on a pro-rata basis where premiums are split between this year and next year. For instance the earned premium refers to the premium that would be used to cover the period within the financial year while the unearned premium refers to the premium to cover the period in the next year. The new method is now adopted in 2016. For example, period of insurance 1/8/17 to 1/8/18. Earned premium in 2017 is from 1/8/17 to 31/12/17. Unearned premium in 2017 is from 1/1/18 to 1/8/18.

### 2.4. Provisions for Outstanding Claims

Provision for outstanding claims is the estimated cost for all claims reported and not settled at the end of the financial year. No additional provision is made on claims that may have incurred and not reported.

### 2.5. Bank reconciliation

As per the Board's resolution, the bank reconciliation is now prepared and presented to the Board on a monthly basis.

### 2.6. KIC Account Consolidation

Apart from the four cost centers accounts, the consolidated is included to show the Corporation's account as a whole.

### 2.7. IBD accounts

The number of KIC IBD accounts used to be 22 in the past years. After the Board's decision the number of IBD is reduced to seven accounts, and this is basically to increase the interest earned and to prepare for Offshore Investment.

### 2.8. Life Contribution to General account

10% of the life premium is transferred to the general insurance business to cover the operational costs.

## 3. HIGHLIGHTS OF 2016 ACCOUNT

### 3.1. Profitability

As shown in the Profit and Loss account, the operating profit of the Corporation in 2016 is $206,846. After adjustments (PPI) have been made, the profit increased by 34% or $90,259 compared to last year. These adjustments have been approved by the Board. *(Refer Special Board meeting S.28 dated 24th November 2016)*

### 3.2. Total Income

The total actual income at the end of the year is $1,742,994. This is $205,030 or 13% increase compared to last year's actual income of $1,537,964. The increase relates to a number of premiums or policies received in the general and life business during the year.

### 3.3. Total Operating expense

Total operating expenses for the year of $757,564 is higher by $58,286 or 8% compared to last year of $699,278. The increase relates to a number of transfers or travels to the Branch in the Xmas Is.

### 3.4. Life Claims paid

The life claims paid of $778,583 is $168,237 or 28% increase compared to last year claims of $610,256. The increase relates to a number of paid maturities and surrender claims.

## 4. PROFIT & LOSS STATEMENT

KIRIBATI INSURANCE CORPORATION

CONSOLIDATED PROFIT & LOSS STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2016

| | Notes | 2016 | 2015 |
|---|---|---|---|
| Net Premium Income | 1 | 1,614,426 | 1,366,663 |
| Add Other Income | 2 | 128,567 | 171,301 |
| Total Income | | 1,742,994 | 1,537,964 |
| *Less Expense* | 3 | | |
| Staff expense | | 356,424 | 319,106 |
| Travelling & Transport | | 98,805 | 41,181 |
| Promotion | | 18,344 | 8,670 |
| Fees & charges | | 14,138 | 33,668 |
| Financial expenses | | 38,388 | 85,825 |
| General & Admin | | 231,464 | 210,828 |
| **Total Operating expense** | | **757,564** | **699,278** |
| Life Claims | 4 | 778,583 | 610,256 |
| **Net Profit/(Loss) before PPI** | | **206,846** | **228,430** |
| Prior Periods Adjustments[1] | 5 | 152,052 | 40,210 |
| **Net Profit/(Loss) after PPI** | | **358,899** | **268,640** |
| Dividend | | - | - |
| **Retained Earnings** | | **358,899** | **268,640** |

[1] Prior Periods Adjustments consist of written off balances for reinsurance tax of $178,526 and pro-longed receivables for TRWGen and XmasGen amounted $24,905 and $1,568 respectively. These balances had been outstanding in the account for over seven years therefore the Board approved to write them off.

## 5. BALANCE SHEET

KIRIBATI INSURANCE CORPORATION

CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2016

| | | 2016 | 2015 |
|---|---|---|---|
| *Current Assets* | | | |
| Cash and Cash Equivalent | 6 | 6,986,310 | 6,590,002 |
| Receivables | 7 | 20,371 | 85,158 |
| Total Current Assets | | 7,006,681 | 6,675,161 |
| *Current Liabilities* | | | |
| Payables [2] | 8 | 357,956 | 371,295 |
| **working capital** | | 6,648,725 | 6,303,865 |
| Add Long Term Assets | 9 | 184,106 | 170,067 |
| **Net Assets** | | **6,832,831** | **6,473,932** |
| ***Represented by:*** | | | |
| **Shareholder's Fund** | | | |
| Capital | | 3,584,767 | 3,584,767 |
| Retained Earnings | | 2,889,167 | 2,620,527 |
| Current Retained Earnings | | 358,899 | 268,640 |
| **Net Equity** | | **6,832,831** | **6,473,932** |

[2] The bulk of payables consist of un-earned premium amount $283,717. Reinsurance payment for the first and last quarter Bordereau are recorded but not yet paid in 2016 therefore they become liabilities. Payment to Willis Re is made in the next year.

## 6. CASH FLOW STATEMENT

KIRIBATI INSURANCE CORPORATION

CONSOLIDATED STATEMENT OF CASH FLOW

FOR THE YEAR ENDED 31 DECEMBER 2016

| | | 2016 | 2015 |
|---|---|---|---|
| | | | |
| Receipt from clients | | 1,883,978 | 1,466,583 |
| Interest received on IBD | | 67,215 | 106,720 |
| Payments to staff and suppliers | | (732,515) | (587,796) |
| Payment to clients | | (778,583) | (610,256) |
| **Net cash flow from Operating activities** | | **440,094** | **375,251** |
| | | | |
| **Cash Flow from Investing Activities** | | | |
| Sale of Fixed Assets | | 8,641 | 17,010 |
| Purchase of long term assets | | (52,427) | (68,603) |
| **Net Cash from Investing activities** | | **(43,786)** | **(51,593)** |
| | | | |
| **Cash Flow from Financing Activities** | | | |
| Dividend paid | | - | - |
| **Net Cash from Financing Activities** | | - | - |
| | | | |
| **Net Cash Flow** | | **396,308** | **323,658** |
| | | | |
| Opening Cash and Bank | | 6,590,002 | 6,266,344 |
| **Closing Cash and Bank** | | **6,986,310** | **6,590,002** |

## 7. NOTES FORMING PART OF THE FINANCIAL STATEMENTS- 2016

### Note 1: Net Premium Income

| | TRWGen | TRWlife | XmasGen | XmasLife | 2016 Total | 2015 Total |
|---|---|---|---|---|---|---|
| NET PREMIUM INCOME | 680,728 | 814,591 | 48,158 | 70,949 | 1,614,426 | 1,366,663 |

### Breakdown of Net Premium Income

(TrwGen) Net Premium Income

| Particulars | WC | AV | FI | MA | GA | MV | 2016 | 2015 |
|---|---|---|---|---|---|---|---|---|
| gross premium | 114,894 | 382,667 | 282,387 | 32,758 | 174,027 | 288,916 | 1,275,649 | 1,047,790 |
| less reinsurance | 63,702 | 140,694 | 211,740 | 5,799.75 | 107,921 | 79,280 | 609,137 | 635,246 |
| less premium refund | 50 | | 63 | 358 | | 3,284 | 3,755 | 0 |
| **net written premium** | **51,142** | **241,972** | **70,584** | **26,600** | **66,105** | **206,352** | **662,756** | **412,544** |
| plus Reinsurance commission | 16,885 | 19,596 | 42,778 | - | 24,390 | 21,082 | 124,731 | 117,293 |
| less year end current unearned premium | (13,482) | (225,014) | (119,423) | (24,376) | (77,069) | (163,305) | (622,669) | (178,300) |
| plus previous unearned premium | 15,126 | 218,374 | 101,156 | 18,065 | 57,885 | 125,203 | 535,809 | 169,076 |
| **NET PREMIUM** | **69,671** | **254,928** | **95,094** | **20,289** | **71,312** | **189,333** | **700,627** | **520,613** |
| Reinsurance claims recoveries | 1,619 | | 443 | | | 2,137 | 4,200 | 17,422 |
| less claims paid | 5,398 | | 1,477 | | 71 | 8,381 | 15,327 | 20,394 |
| Surplus/(Shortage) in Recoveries | (3,779) | - | (1,034) | - | (71) | (6,244) | (11,127) | (2,972) |
| plus O/S claims last year | 12,810 | - | - | 50,000 | - | 48,839 | 111,649 | 65,635 |
| Total Claims to be settled | 9,031 | - | (1,034) | 50,000 | (71) | 42,595 | 100,522 | 62,663 |
| Less Current Claims- Settled or (Reported) | 5,568 | - | (1,034) | (100) | (124) | (24,209) | (19,899) | (48,986) |
| Current O/Claims for the year | 3,463 | - | - | 50,100 | 53 | 66,804 | 120,420 | 111,649 |
| TOTAL PREMIUM INCOME | 75,239 | 254,928 | 94,060 | 20,189 | 71,188 | 165,124 | 680,728 | 471,628 |

| (XmasGen) Net Premium Income | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| Particulars | WC | AV | FI | MA | GA | MV | 2016 | 2015 |
| gross premium | - | - | 13,938 | 1,328 | 1,369 | 13,949 | 30,584 | 49,584 |
| less reinsurance | | | | | | | - | - |
| less premium refunds | | | | | | | - | - |
| net written premium | - | - | 13,938 | 1,328 | 1,369 | 13,949 | 30,584 | 49,584 |
| plus commission | - | - | 19,090 | - | - | - | 19,090 | - |
| less year end current unearned premium | - | - | - | - | - | - | - | - |
| plus previous month unearned premium | - | - | - | - | - | - | - | - |
| NET PREMIUM | - | - | 33,028 | 1,328 | 1,369 | 13,949 | 49,675 | 49,584 |
| claims recoveries | | | | | 100 | | 100 | |
| less claims paid | | | | | 1,617 | | 1,617 | |
| Excess/(Shortages) in Recoveries | - | - | - | - | (1,517) | - | (1,517) | - |
| plus O/S claims last year | | - | - | | - | | - | |
| Total Claims to be settled | - | - | - | - | (1,517) | - | (1,517) | - |
| Current Claims (Settled or Reported) | | - | | | | | - | |
| Current O/Claims for the year | - | - | - | - | (1,517) | - | (1,517) | - |
| TOTAL PREMIUM INCOME | - | - | 33,028 | 1,328 | 1,369 | 13,949 | 48,158 | 49,584 |

(148)

| (TrwLife) Net Premium Income | | |
|---|---|---|
| | *2016* | *2015* |
| premium income | 906,876 | 847,986 |
| less premium returns | 56,838 | 54,133 |
| Less life premium trans to Xmas | 60,808.25 | 12394 |
| Plus Outstanding Life premiums | 25,362 | 32,587 |
| net premium income | 814,591 | 814,046 |

| (XmasLife) Net Premium Income | | |
|---|---|---|
| | *2015* | *2015* |
| premium income | 75,250.19 | 34,146 |
| less premium returns | 4,835.00 | 4,185 |
| Plus Outstanding life premiums | 533.50 | 1444.41 |
| net premium income | 70,949 | 31,405 |

## Note 2: Other Incomes

| | TRWGen | TRWLife | XmasGen | XmasLife | 2016 Total | 2015 Total |
|---|---|---|---|---|---|---|
| Interest on IBD | 8,358 | 56,989 | | 1,867.76 | 67,215 | 106,721 |
| Hire of jack | - | | | | - | 100 |
| sundry income | 30 | | 1 | | 31 | 1,249 |
| Xmas house rent | 485 | | | | 485 | 275 |
| Annual Commission | 21,162 | | | | 21,162 | 23,843 |
| cancellation fee | 3 | | | | 3 | 1,253 |
| claims income | 6,633 | | 50 | | 6,683 | - |
| Quotation fees | 132 | | | | 132 | 163 |
| Sale of Fixed Asset | 8,641 | | - | | 8,641 | 17,010 |
| ID Card | | 200 | | | 200 | 1,175 |
| commission revenue | | 9,875 | | 624.32 | 10,500 | 8,825 |
| Account charge | 5.01 | 2,199 | | 179.00 | 2,383 | 2,513 |
| Loading fee | 560.39 | | | | 560 | - |
| Life Pledge fees | | 10 | | | 10 | 35 |
| Admin & Waiver Charges | | 8,880 | | 1,625.00 | 10,505 | 7,905 |
| Life Statement fee | | 19.6 | | 39.00 | 59 | |
| Printing & Stationary | | | | | - | |
| Sub-Total | 46,009 | 78,173 | 51 | 4,335 | 128,567 | 171,065 |

## Note 3: Expenses

| | TRWGen | TRWLife | XmasGen | XmasLife | 2016 Total | 2015 Total |
|---|---|---|---|---|---|---|
| Staff Expense | | | | | | |
| Wages & Salaries | 243,225 | | | | 243,225 | 232,795 |
| KPF Expenses | 18,528 | | | | 18,528 | 17,723 |
| Leave Grant | 36,740 | | | | 36,740 | 35,250 |
| Overtime | 7,366 | | | | 7,366 | 6,975 |
| Temporay Assistance | 4,752 | | | | 4,752 | 3,513 |
| Bonus & Allowance | 7,743 | | | | 7,743 | 5,552 |
| Training Expense | 21,372 | | | | 21,372 | 4,665 |
| House Rent Subsidy | 16,698 | | | | 16,698 | 12,325 |
| Staff Uniform | - | | | | - | 309 |
| Staff Redundancy | - | | | | - | 0 |
| **Total Staff Expense** | **356,424** | - | - | - | **356,424** | **319,106** |
| **Travelling & Transport** | | | | | | |
| Travel Local | 54,716 | | 2,980 | | 57,695 | 19,898 |
| Travel Overseas | 25,115 | | - | | 25,115 | 6,896 |
| MV Running Cost | 11,614 | | 4,382 | | 15,996 | 14,387 |
| **Total travel & transport** | **91,444** | - | **7,361** | - | **98,805** | **41,181** |
| **Promotion Expense** | | | | | | |
| Advetising | 1,675 | 472 | 489 | - | 2,636 | 1,530 |
| Donations | 3,000 | | 200 | | 3,200 | 383 |
| Promotions | 3,769 | | 8,738 | | 12,507 | 6,757 |
| **Total Promotion expense** | 8,445 | 472 | 9,427 | - | 18,344 | 8,670 |

| | TRWGen | TRWLife | XmasGen | XmasLife | 2016 Total | 2015 Total |
|---|---|---|---|---|---|---|
| Fees & Charges | | | | | | |
| Reinsurance/Brokerage fee | 10,000 | | | | 10,000 | 10,000 |
| Membership fees | 300 | | | | 300 | 160 |
| Premium Refund | - | | | | - | 19,851 |
| Bank Charges | 1,929 | 1,341 | 202 | 366 | 3,838 | 3,657 |
| island council rates | - | | | | - | 0 |
| **Total fees & charges** | **12,229** | **1,341** | **202** | **366** | **14,138** | **33,668** |
| **Financial Expense** | | | | | | |
| Depreciation | 29,835 | | 8,553 | | 38,388 | 17,828 |
| Bad Debts | - | | | | - | 0 |
| Contribution to Doubtful Debt | - | | | | - | 67996.72 |
| **Total Finance Expense** | **29,835** | **-** | **8,553** | **-** | **38,388** | **85,825** |
| **General & Admin expense** | | | | | | |
| Electricity | 36,379 | | 81 | | 36,460 | 43,294 |
| Telecom charges | 15,327 | | 2,050 | | 17,377 | 16,943 |
| Printing & Stationery | 9,193 | 700 | 1,843 | | 11,735 | 5,903 |
| Postage | 20 | | | | 20 | 30 |
| Entertainment | 1,866 | | 764 | | 2,630 | 3,961 |
| Office Rent | 26,536 | | | | 26,536 | 26,536 |
| Board's Expense | 30,758 | | | | 30,758 | 21,561 |
| Insurance | 22,519 | | | | 22,519 | 19,221 |
| Professional/Audit Fees | 12,905 | 800 | | | 13,705 | 9,270 |
| Office Sundries | 2,288 | | 609 | | 2,897 | 2,810 |
| Repair & Maintenance | 16,774 | | 7,303 | | 24,077 | 13,798 |
| Catastrophy- Excess | 42,750 | | | | 42,750 | 47,500 |
| Life Contribution to Gen | (90,687) | 90,687 | (7,525) | 7,525 | - | 0 |
| **Total General & Admin** | **126,627** | **92,187** | **5,125** | **7,525** | **231,464** | **210,828** |
| | | | | | | |
| Total Operating Expenses | 625,004 | 94,000 | 30,569 | 7,891 | 757,564 | 699,278 |

## Note 4: Life claims paid

| | | | 2016 | 2015 |
|---|---|---|---|---|
| | TRWLife | XMASLife | Total | Total |
| Bonus | 67,231 | - | 67,231 | 65,385 |
| Maturities | 275,771 | 7,242 | 283,013 | 231,280 |
| Surrender | 371,826 | 34,680 | 406,506 | 291,640 |
| Death Claim | 21,834 | - | 21,834 | 21,951 |
| **TOTAL** | **736,661** | **41,922** | **778,583** | **610,256** |

## Note 5: Prior Period Items

| | TRWGen | TRWLife | XMASGen | XMASLife | 2016 | 2015 |
|---|---|---|---|---|---|---|
| PPI - Income | 178,526 | - | | - | 178,526 | 89,580 |
| PPI - Expense | (24,905) | - | (1,568) | - | (26,473) | (49,372) |
| **TOTAL** | **153,620** | - | **(1,568)** | - | **152,052** | **40,210** |

## Note 6: Cash & Cash Equivalent

| | TRWGen | TRWLife | XmasGen | XmasLife | 2016 Total | 2015 Total |
|---|---|---|---|---|---|---|
| Cheque account | 395,076 | 163,370 | 81,789 | 61,070 | 701,305 | 475,634 |
| Petty cash | 431 | 767 | (87) | - | 1,112 | 954 |
| Undeposited fund | 5,424 | 1,970 | 250 | (110) | 7,534 | 5,549 |
| IBD account | 969,457 | 5,067,610 | - | 243,117 | 6,280,185 | 6,113,060 |
| Payroll cheque account | (5,032) | - | 1,207 | | (3,825) | (5,194) |
| Sub-Total | 1,365,356 | 5,233,717 | 83,159 | 304,078 | 6,986,310 | 6,590,002 |

## Note 7: Receivables

| | TRWGen | TRWLife | XmasGen | XmasLife | 2016 Total | 2015 Total |
|---|---|---|---|---|---|---|
| life general account | 27,725 | | (3,122) | | 24,603 | 24,116 |
| trade debtors | 478,013 | | 1,235 | | 479,248 | 517,544 |
| Less provision for doubtful debt | (484,045) | | | | (484,045) | (484,045) |
| Xmas General Fund | 912 | | (10,588) | | -9,676 | 3,784 |
| staff debtors | 10,452 | | | | 10,452 | 8,537 |
| imprest account | | | 2,550 | | 2,550 | 2,850 |
| suspense account | 0 | | | | 0 | (0) |
| staff salary advance | -132 | | 0 | | -132 | 1,136 |
| accounts receivable | 103 | | | | 103 | 103 |
| Bounce chq | 0 | | | | 0 | 3,580 |
| Sundry debtors | 0 | | -8763 | | -8,763 | (8,763) |
| Special Imprest | 6,030 | | | | 6,030 | 16,316 |
| **Sub- Total** | **39,059** | **0** | **-18,688** | **0** | **20,371** | **85,158** |

## Note 8: Payables

| | TRWGen | TRWLife | XmasGen | XmasLife | 2016 Total | 2015 Total |
|---|---|---|---|---|---|---|
| Trade Creditors | 54,657 | | | | 54,657 | (36,906) |
| Reinsurance Tax Payables | (11,084) | | 28,222 | | 17,138 | 222,051 |
| Life Client Payables | | | | | - | -0.96 |
| Other Payables | (149) | 474 | 3,789 | | 4,114 | 16,706 |
| Income Tax payable | (4,159) | 1,240 | 1,069 | 4,551 | 2,701 | 5,049 |
| Life General account | | 195 | | 2,038 | 2,233 | |
| Life Witholding tax | 5,237 | 33,430 | | 9,782 | 48,449 | 38,683 |
| Provision for Outstanding claims | (40,800) | | 1,235 | | (39,565) | (48,336) |
| Provision for Unearned Premiums | 275,408 | | 8,309 | | 283,717 | 196,857 |
| Payroll liabilities | (15,489) | | | | (15,489) | (22,808) |
| Sub-Total | 263,622 | 35,339 | 42,624 | 16,371 | 357,956 | 371,295 |

## Note 9: Fixed Assets

| (TrwGen) Fixed Assets | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| assets | rate | original value | additions | total value | ACC depr 2015 | Depre 2016 | Acc Depr 2016 | NBV 2016 | NBV 2015 |
| buildings | 5.0% | 10,938 | - | 10,938 | 3,548 | 547 | 4,095 | 6,843 | 7,390 |
| furniture | 25.0% | 44,482 | 450 | 44,932 | 36,841 | 2,475 | 39,316 | 5,616 | 6,023 |
| GM furniture | 25.0% | 11,680 | | 11,680 | 11,680 | - | 11,680 | - | - |
| vehicles | 20.0% | 229,922 | 23,606 | 253,528 | 168,824 | 18,300 | 187,124 | 66,404 | 49,934 |
| equipment | 25.0% | 306,909 | 11,923 | 318,832 | 281,311 | 6,113 | 287,424 | 31,407 | 20,538 |
| office improvement | 5.0% | 18,598 | - | 18,598 | 18,598 | - | 18,598 | (0) | (0) |
| office renovation | 5.0% | 47,999 | - | 47,999 | 19,472 | 2,400 | 21,872 | 26,127 | 28,528 |
| Total | | 670,527 | 35,979 | 706,505 | 540,274 | 29,835 | 570,109 | 136,397 | 112,412 |

| (XmasGen) Fixed Assets | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| assets | rate | original value | additions | total value | ACC depr 2015 | Depre 2016 | Acc Depr 2016 | NBV 2016 | NBV 2015 |
| buildings | 5.0% | 27,701 | | 27,701 | 9,094 | 1,385 | 10,479 | 17,222 | 18,607 |
| furniture | 25.0% | 4,825 | | 4,825 | 4,825 | - | 4,825 | 0 | 0 |
| vehicles | 20.0% | 28,969 | 13,398 | 42,367 | 16,369 | 6,240 | 22,609 | 19,758 | 12,600 |
| equipment | 25.0% | 13,938 | 3,050 | 16,988 | 10,676 | 381 | 11,057 | 5,931 | - |
| office improvement | 5.0% | 10,937 | | 10,937 | 5,592 | 547 | 6,138 | 4,798 | 5,345 |
| Total | | 86,369 | 16,448 | 102,817 | 46,556 | 8,554 | 55,109 | 47,709 | 36,552 |
| TOTAL FIXED ASSETS | | | 52,427 | | 586,829 | 38,389 | | 184,106 | 155,352 |