



Iranian Reinsurance Company
Financial Statements
for the Year Ended 20 Dec 2020



Key Financial Figures	(in Millions of IRR.)		
Income Statement	2018	2019	2020
Gross Reinsurance Premium	900,677	1,363,240	1,900,566
Ceded Reinsurance Premium	66,604	85,993	85,110
Gross Reinsurance Premium income	847,290	1,294,597	1,702,104
Net Reinsurance Premium Earned	797,168	1,204,130	1,621,675
Gross Losses Incurred	583,442	906,999	938,867
Net Losses Incurred	558,684	716,707	772,164
Total Reinsurance Revenue	892,910	1,410,440	2,020,712
Total Reinsurance Expenses	830,841	1,124,676	1,275,359
Gross Underwriting Result	62,069	285,764	745,353
General & Administrative Expenses	68,927	88,865	135,019
Investment Income from Shareholders' Equity	532,566	1,100,613	1,591,898
Other Operating Income	1,110,076	(154,670)	1,026,958
Net Profit Before Tax	1,634,631	1,143,198	3,232,699
Net Profit After Tax	1,409,129	1,188,198	3,008,090

Key Financial Figures	(in Millions of IRR.)		
Balance Sheet	20 Dec 2018	20 Dec 2019	20 Dec 2020
Total Investments	5,268,155	5,917,259	8,648,477
Total Assets	5,962,315	7,077,605	10,529,902
Gross Technical Provisions	1,156,723	1,793,076	2,509,667
Paid Capital	2,500,000	3,250,000	4,000,000
Shareholder's Equity	4,463,995	5,227,193	7,747,783

Key Financial Ratios	2018	2019	2020
Return on Revenue(%)	64.46	45.52	69.60
Return on Equity(%)	31.57	22.73	38.83
Retrocession Utilization (%)	7.39	6.31	4.48
Loss Ratio (%) Net of Reinsurance Ceded	70.08	59.52	47.62
Loss Ratio (%) Gross	68.86	70.06	55.16
Expense Ratio	37.80	37.52	35.24
Combined Ratio(%)	106.66	107.58	90.40



Iranian Reinsurance Company

Profit and Loss Statement For the years ended 20 Dec 2019 and 2020

(in Millions of IRR.)

Profit and Loss Statement	2020	2019
Gross Reinsurance Premium Income	1,613,726	1,226,176
Ceded Reinsurance Premiums	(80,429)	(90,466)
Net Reinsurance Premium Earned	1,533,297	1,135,709
Investments Income Derived from Technical Resources	486,838	273,051
Other Technical Income	576	1,679
Total Reinsurance Revenue	2,020,712	1,410,440
Gross Incurred Losses	(938,867)	(906,999)
Reinsurers' Share of Incurred Losses	166,703	190,292
Net Incurred Losses	(772,164)	(716,707)
Commission Expenses	(21,317)	(33,453)
Changes in other Technical Provisions	(66,659)	(45,056)
Other Underwriting Expenses	(415,219)	(329,460)
Total Reinsurance Expenses	(1,275,359)	(1,124,676)
Gross Underwriting Result	745,353	285,764
Administrative and General Expenses	(135,019)	(88,865)
Other Operating Income and Expenses	2,618,856	945,943
Technical Profit	3,229,190	1,142,841
Other Income and Expenses (non Technical)	3,509	357
Pre-tax Net Profit	3,232,699	1,143,198
Tax	(224,610)	45,000
Net Profit	3,008,090	1,188,198
Earning Per Share	754.08	297.05



Iranian Reinsurance Company
Balance Sheet
As at 20 Dec 2020

(in Millions of IRR.)

Assets	20 Dec 2020	20 Dec 2019	Liabilities & Shareholders Equity	20 Dec 2020	20 Dec 2019
Cash and Cash Equivalents	245,316	26,798	Liabilities:		
Amounts Due from Reinsurers	563,526	428,540	Amounts Due to Reinsurers	10,597	25,111
Reinsurers' Share of Technical Provisions	240,156	163,808	Tax Payable/ Liabilities	216,368	6,823
Other Receivables and Prepayments	673,692	399,002	Devidends Payable	15,712	5,439
Loans to Individuals	31,298	17,411	Other Payable Accounts	4,680	4,167
Investments in Bonds and Deposits	8,565,466	5,834,248	Outstanding Losses Provision	1,526,730	1,163,638
Investments in Real States/ Property	83,011	83,011	Unexpired Risks Provision	170,480	82,102
Tangible Assets	116,809	114,210	Unearned Premiums Provision	555,672	357,211
Intangible Assets	3,438	5,032	Other Technical Provisions	256,785	190,126
Other Assets	7,190	5,546	Employee's Termination Benefits Provision	25,095	15,796
			Total Liabilities	2,782,119	1,850,412
			Shareholders Equity:		
			Share Capital	4,000,000	3,250,000
			Legal/Statutory Reserve	400,000	281,309
			Capital Reserve	498,159	265,636
			Other Reserves	57,015	57,015
			Accumulated Profit	2,792,609	1,373,233
			Total Shareholders Equity	7,747,783	5,227,193
Total Assets	10,529,902	7,077,605	Total Liabilities & Shareholders' Equity	10,529,902	7,077,605



Iranian Reinsurance Company

Statement of Changes in Equity
for the year ended 20 Dec 2020

	(in Millions of IRR.)					
	Capital	Legal Reserve	Capital Reserve	Other Reserves	Retained Profit	Total
Restated Balance as at 20 Dec 2018	2,500,000	221,899	296,816	57,015	1,388,265	4,463,995
Equity Changes for the year ended 20 Dec 2019						
Net Profit for the year ended 20 Dec 2019					1,188,198	1,188,198
Declared Dividends				-	(425,000)	(425,000)
Share Capital increase	750,000		(150,000)	-	(600,000)	-
Allocation to Legal Reserve		59,410		-	(59,410)	-
Allocation to Share Capital Reserve			118,820	-	(118,820)	-
Restated Balance as at 20 Dec 2019	3,250,000	281,309	265,636	57,015	1,373,233	5,227,193
Equity Changes for the year ended 20 Dec 2020						
Net Profit for the year ended 20 Dec 2020	-	-	-	-	3,008,090	3,008,090
Declared Dividends	-	-	-	-	(487,500)	(487,500)
Share Capital increase	750,000	-	(100,000)	-	(650,000)	-
Allocation to Legal Reserve	-	118,691	-	-	(118,691)	-
Allocation to Capital Reserve	-	-	332,523	-	(332,523)	-
Balance as at 20 Dec 2020	4,000,000	400,000	498,159	57,015	2,792,609	7,747,783



Iranian Reinsurance Company
Cash Flows Statement
For the year ended 20 Dec 2020

(in Millions of IRR.)

	<u>Year ended 20 Dec 2020</u>	<u>Year ended 20 Dec 2019</u>
Cash Flows From Operating Activities:		
Cash Generated From Operations	427,531	512,105
Income Taxes Paid	0	(175,674)
Net Cash Flows Provided by/used in Operating activities	<u>427,531</u>	<u>336,431</u>
Cash Flows from Investing Activities:		
Payments for Purchase of Tangible Assets	(9,061)	(1,170)
Payments for Purchase of Intangible Assets	(370)	(4,500)
Proceeds from Sale of non-Current Investments	(200,000)	(17,000)
Proceeds from Sale of Current Investments	7,854,145	5,967,583
Payments for Purchase of Current Investments	(8,625,597)	(6,652,266)
Dividends Received	617,156	286,044
Interest Received from other Investments	573,389	504,595
Net Cash Flows from Investing Activities	<u>209,662</u>	<u>83,285</u>
Net Cash Flows before Financing Activities	637,193	419,716
Cash Flows from Financing Activities:		
Dividends Paid	(477,227)	(427,371)
Net Cash Flow from Financing Activities	<u>(477,227)</u>	<u>(427,371)</u>
Net increase (decrease) in Cash	159,966	(7,655)
Cash at the beginning of the year	26,798	38,194
Effects of Exchange Rate changes	58,552	(3,741)
Cash at the end of the Year	<u>245,316</u>	<u>26,798</u>
Non-cash transactions	<u>208,263</u>	<u>22,021</u>



Gross Reinsurance Premiums Amounts (in Millions of IRR.)

Class	2018			2019			2020		
	Amount	Share	Growth	Amount	Share	Growth	Amount	Share	Growth
Fire	295,883	33.06%	11%	469,348	34.43%	59%	591,628	31.13%	26%
Marine Cargo	77,531	8.66%	50%	113,997	8.36%	47%	172,055	9.05%	51%
Marine Hull	38,637	4.32%	141%	43,177	3.17%	12%	129,491	6.81%	200%
Aviation	8,366	0.93%	112%	24,761	1.82%	196%	20,504	1.08%	-17%
Engineering	93,367	10.43%	10%	257,848	18.91%	176%	229,819	12.09%	-11%
Oil & Energy	237,415	26.53%	32%	401,302	29.44%	69%	455,495	23.97%	14%
liability	37,454	4.19%	137%	35,892	2.63%	-4%	49,467	2.60%	38%
Health	77,612	8.67%	100%	1,258	0.09%	-98%	186,891	9.83%	14756%
Others	28,599	3.20%	-7%	15,656	1.15%	-45%	65,216	3.43%	317%
Total	894,864	100.00%	38%	1,363,239	100.00%	52%	1,900,566	100.00%	39%

Paid Reinsurance Losses Amounts (in Millions of IRR.)

Class	2018		2019		2020	
	Amount	Share	Amount	Share	Amount	Share
Fire	117,032	46%	230,877	48%	269,652	47%
Marine Cargo	13,964	6%	37,330	8%	19,535	3%
Marine Hull	28,417	11%	44,167	9%	37,610	7%
Aviation	5,236	2%	4,753	1%	6,444	1%
Engineering	21,192	8%	28,005	6%	66,774	12%
Oil & Energy	44,142	17%	59,625	12%	86,490	15%
Others	23,304	9%	72,477	15%	87,679	15%