



Nominal Insurer - Financials for Year to Date (YTD) September 2021

| Profit & Loss | | | | | | |
|---|------------------|---------------|------------------|--------------------|--------------------|------------------|
| \$'million | Current AY | Prior AY | YTD Actual | Variance to Budget | Variance to Budget | Variance to PCP |
| Closed Written Premium | 1,976.4 | 79.5 | 2,055.9 | | | 163.7 |
| Unclosed Written Premium | 23.0 | 0.0 | 23.0 | | | 17.7 |
| Written Premium | 1,999.4 | 79.5 | 2,078.9 | (181.8) | ● | 181.4 |
| Movement in Unearned Premium | (1,324.3) | 0.0 | (1,324.3) | 88.1 | ● | (157.9) |
| Net Earned Premium | 675.1 | 79.5 | 754.6 | (93.7) | ● | 23.5 |
| Claims Paid | (41.2) | (711.7) | (752.9) | (53.2) | ● | (54.3) |
| Outstanding Claims (Mvt) | (859.8) | 711.3 | (148.5) | 38.9 | ● | (99.0) |
| Claims Handling Expenses | (64.5) | 53.6 | (10.8) | 5.1 | ● | (4.8) |
| Risk Margin ^{^^} | (110.3) | 91.8 | (18.5) | 5.3 | ● | (540.9) |
| Unexpired Risk Reserve* | | | (522.9) | (41.5) | ● | (249.1) |
| Impact of Changes in Discount Rates | (0.9) | 2.9 | 2.0 | 2.0 | ● | 249.8 |
| Impact of Changes in Claims Inflation Rates | (1.1) | (42.2) | (43.3) | (43.3) | ● | (203.5) |
| Claims Incurred | (1,077.7) | 105.7 | (1,494.9) | (86.7) | ● | (901.8) |
| Direct Charges | (103.7) | 0.0 | (103.7) | (7.9) | ● | (9.8) |
| Enabling Services | (32.2) | 0.0 | (32.2) | 7.4 | ● | 8.3 |
| Levies Expense | (86.4) | 0.0 | (86.4) | 0.3 | ● | (7.0) |
| Other Operating Expenses | (22.3) | 0.0 | (22.3) | 4.0 | ● | 5.2 |
| Depreciation | (1.3) | 0.0 | (1.3) | (0.1) | ● | 0.4 |
| Amortisation | (12.0) | 0.0 | (12.0) | 0.6 | ● | (1.4) |
| Other Income | (0.0) | 0.0 | (0.0) | (0.0) | ● | (0.2) |
| Other Expenses | 55.0 | (55.0) | 0.0 | 0.0 | ● | 0.0 |
| Expenses | (202.9) | (55.0) | (257.9) | 4.4 | ● | (4.5) |
| Underwriting Result | (605.6) | 130.3 | (998.2) | (175.9) | ● | (882.9) |
| Investment Income | | | 140.8 | (82.2) | ● | (276.5) |
| Net Result | | | (857.3) | (258.2) | ● | (1,159.3) |
| KPI Review | | | | | | |
| Claim Ratio (Controllable)** | | | 121% | (14%) | ● | (18%) |
| Expense Ratio (Controllable)^ | | | 19% | (1%) | ● | 3% |

*Additional claims reserve which relates to future accident period claims when unearned premium liability is insufficient, which is not allocated to current or prior accident periods.

**Includes Claims Paid, Outstanding Claims Movement, and Claims Handling Expense - all accident years

^ Includes Direct Charges, Enabling Services and Other Operating Expenses; excludes levies, depreciation and amortisation.

^^ Risk margin is the amount of reserve held above the central estimate of future expected claims costs. Risk margins are required to be held for the Nominal Insurer under the accounting standards. The Nominal Insurer risk margin is based on a 75% probability of adequacy of paying future claims.

Please note () = adverse and no () means favourable

| Normalised Result | |
|-------------------|--------------------|
| YTD Actual | Variance to Budget |
| 2,055.9 | |
| 23.0 | |
| 2,078.9 | (181.8) |
| (1,324.3) | 88.1 |
| 754.6 | (93.7) |
| (752.9) | (53.2) |
| (148.5) | 38.9 |
| (10.8) | 5.1 |
| (18.5) | 5.3 |
| (522.9) | (41.5) |
| | |
| (1,453.6) | (45.4) |
| (103.7) | (7.9) |
| (32.2) | 7.4 |
| (86.4) | 0.3 |
| (22.3) | 4.0 |
| (1.3) | (0.1) |
| (12.0) | 0.6 |
| (0.0) | (0.0) |
| 0.0 | 0.0 |
| (257.9) | 4.4 |
| (956.9) | (134.6) |
| 140.8 | (82.2) |
| (816.1) | (216.9) |
| | |
| | |

| Balance Sheet | | | | |
|----------------------------------|-------------------|--------------------|--------------------|------------------|
| \$'million | Full Year Actual | Variance to Budget | Variance to Budget | Variance to PCP |
| Assets | | | | |
| Cash | 911.6 | 449.5 | ● | 99.1 |
| Trade Debtors | 1,375.9 | (2.1) | ● | 9.9 |
| Unclosed Business | 471.0 | 218.0 | ● | 240.4 |
| Provision for Recoveries | 313.5 | 1.3 | ● | 5.9 |
| Investments | 17,598.4 | (286.2) | ● | 118.8 |
| Property Plant & Equipment | 27.8 | 8.6 | ● | (11.5) |
| Intangibles | 82.4 | (1.9) | ● | (47.1) |
| Other Receivables | 229.3 | 128.1 | ● | (165.7) |
| Total Assets | 21,009.9 | 515.5 | ● | 249.8 |
| Liabilities | | | | |
| Trade Payables | (450.1) | (407.4) | ● | 443.0 |
| Financial Liabilities | (34.7) | (7.5) | ● | 12.4 |
| Unearned Premium | (1,941.8) | 75.8 | ● | (233.8) |
| Outstanding Claims | (18,840.6) | (460.5) | ● | (1,254.9) |
| Unexpired Risk Provision | (852.8) | (63.0) | ● | (312.5) |
| Total Liabilities | (22,120.1) | (862.5) | ● | (1,345.8) |
| Net Assets | (1,110.2) | (347.0) | ● | (1,096.0) |
| Funding Ratio (75% PoS) | 95% | (1%) | ● | (6%) |
| Insurance Ratio (75% PoS) | 117% | (3%) | ● | |