



**FAMGUARD CORPORATION LIMITED**  
**INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the 12 months ended December 31<sup>st</sup>, 2022  
Unaudited

**FAMGUARD CORPORATION LIMITED**  
INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE TWELVE MONTHS ENDED  
31 DECEMBER , 2022

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FAMGUARD CORPORATION LIMITED  
**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at December 31, 2022

(Expressed in Bahamian dollars)

UNAUDITED

	<b>31 December 2022</b>	<b>31 December 2021</b>
<b>ASSETS</b>		
Financial investment assets:		
Fair value through profit or loss	\$ 17,098,470	\$ 18,528,713
Available-for-sale	11,760,659	10,624,554
Held-to-maturity	224,365,009	203,666,764
Loans, net	70,575,142	77,270,823
Total financial investment assets	<u>323,799,280</u>	<u>310,090,854</u>
Cash and bank balances	13,810,713	13,180,153
Reinsurance assets	2,697,888	1,500,648
Reinsurance recoveries	4,764,327	4,777,522
Receivables and other assets, net	2,939,956	3,025,844
Premiums receivable, net	4,158,746	5,662,266
Right-of-use assets	570,830	617,743
Property and equipment, net	27,054,994	30,502,863
Intangible assets, net	12,074,711	6,409,214
<b>TOTAL ASSETS</b>	<u><u>\$ 391,871,445</u></u>	<u><u>\$ 375,767,107</u></u>
<b>LIABILITIES</b>		
Policy Liabilities:		
Reserves for future policyholders' benefits	\$ 252,597,401	\$ 241,133,613
Other policyholders' funds	24,526,674	25,758,186
Total Policy liabilities	<u>277,124,075</u>	<u>266,891,799</u>
Payables and accruals	10,995,938	10,774,298
Lease liabilities	619,772	656,229
Total liabilities	<u>288,739,785</u>	<u>278,322,326</u>
<b>EQUITY:</b>		
Ordinary shares	2,000,000	2,000,000
Share premium	10,801,080	10,801,080
Revaluation reserve	21,315,130	20,179,112
Retained earnings	69,015,450	64,464,589
Total equity	<u>103,131,660</u>	<u>97,444,781</u>
<b>TOTAL LIABILITIES AND EQUITY</b>	<u><u>\$ 391,871,445</u></u>	<u><u>\$ 375,767,107</u></u>

See notes to unaudited consolidated financial statements

FAMGUARD CORPORATION LIMITED  
**INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

For the twelve months ended December 31, 2022

(Expressed in Bahamian dollars)

UNAUDITED

	31-Dec-22	31-Dec-21
<b>INCOME:</b>		
Gross premium income	\$ 113,910,602	\$ 112,842,456
Premium ceded to reinsurers	<u>(11,727,397)</u>	<u>(11,517,832)</u>
Net premium income	102,183,205	101,324,624
Annuity & other deposits	<u>10,852,782</u>	<u>16,525,300</u>
Net premium income and annuity deposits	113,035,987	117,849,923
Net Interest income	16,024,789	15,386,621
Dividend income	631,026	751,995
Unrealized loss on financial assets	(543,034)	(107,265)
Realized loss on disposal of assets	(2,227)	(87,343)
Other operating income	<u>2,209,921</u>	<u>2,323,162</u>
<b>Total income</b>	<b><u>131,356,462</u></b>	<b><u>136,117,092</u></b>
<b>BENEFITS AND EXPENSES:</b>		
Benefits:		
Policyholders' benefits	73,403,109	78,009,679
Reinsurance recoveries	<u>(3,718,242)</u>	<u>(5,670,044)</u>
Net policyholders' benefits	69,684,867	72,339,634
Change in reserves for policyholders' benefits	<u>10,266,548</u>	<u>11,806,005</u>
<b>Total benefits</b>	<b><u>79,951,415</u></b>	<b><u>84,145,639</u></b>
Expenses:		
Commissions	14,149,845	13,419,610
Operating expenses	21,003,458	20,130,674
Depreciation expense	1,465,440	2,021,458
Amortization	1,664,184	1,805,157
Premium tax	3,417,318	3,385,274
Bad debt expense	<u>153,940</u>	<u>917,753</u>
<b>Total expenses</b>	<b><u>41,854,185</u></b>	<b><u>41,679,926</u></b>
<b>Total benefits and expenses</b>	<b><u>121,805,600</u></b>	<b><u>125,825,565</u></b>
<b>NET INCOME</b>	<b><u>\$ 9,550,862</u></b>	<b><u>\$ 10,291,527</u></b>
<b>NET INCOME ATTRIBUTABLE TO:</b>		
Ordinary Shareholders	<b>\$ 9,550,862</b>	<b>\$ 10,147,777</b>
Preferred Shareholders	<b>-</b>	<b>143,750</b>
	<b><u>9,550,862</u></b>	<b><u>10,291,527</u></b>
<b>Basic earnings per ordinary share</b>	<b><u>\$ 0.96</u></b>	<b><u>\$ 1.01</u></b>

See notes to unaudited consolidated financial statements

FAMGUARD CORPORATION LIMITED  
**INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
For the Three months ended December 31, 2022  
(Expressed in Bahamian dollars)  
UNAUDITED

	<b>3 MONTHS TO 31-Dec-22</b>	<b>3 MONTHS TO 31-Dec-21</b>
<b>INCOME:</b>		
Net premium income	\$ 25,627,755	\$ 25,513,720
Annuity and other deposits	1,977,932	6,474,514
Net premium income and deposits	<u>27,605,687</u>	<u>31,988,234</u>
Net investment income	4,436,691	4,528,998
Other operating income	823,401	814,361
Total income	<u>32,865,779</u>	<u>37,331,593</u>
<b>BENEFITS AND EXPENSES:</b>		
Net policyholder benefits	18,854,420	23,024,687
Commissions	3,977,780	3,695,753
Operating expenses	7,491,833	8,564,189
Total benefits and expenses	<u>30,324,033</u>	<u>35,284,629</u>
<b>NET INCOME</b>	<u><u>\$ 2,541,746</u></u>	<u><u>\$ 2,046,964</u></u>
 <b>NET INCOME ATTRIBUTABLE TO :</b>		
Ordinary Shareholders	<u>2,541,746</u>	<u>2,046,964</u>
Earnings per ordinary share	<u>\$ 0.25</u>	<u>\$ 0.20</u>

See notes to unaudited consolidated financial statements

FAMGUARD CORPORATION LIMITED  
**INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
For the twelve months ended December 31, 2022  
(Expressed in Bahamian dollars)  
**UNAUDITED**

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	<b>31-Dec-22</b>	<b>31-Dec-21</b>
NET INCOME	\$ 9,550,862	\$ 10,291,527
<b>OTHER COMPREHENSIVE INCOME</b>		
Net change in fair value on available-for-sale financial assets	1,136,018	277,758
Revaluation of property and equipment	-	397,994
Remeasurement gain of post retirement employee benefit	-	<u>2,163</u>
Total other comprehensive income	1,136,018	677,915
<b>TOTAL COMPREHENSIVE INCOME</b>	<b><u>\$ 10,686,880</u></b>	<b><u>\$ 10,969,442</u></b>

See notes to unaudited consolidated financial statements

FAMGUARD CORPORATION LIMITED  
**INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the twelve months ended December 31, 2022

(Expressed in Bahamian dollars)

UNAUDITED

	Ordinary <u>Shares</u>	Share <u>Premium</u>	Revaluation <u>Reserve</u>	Retained <u>Earnings</u>	<u>Total</u>
<b>Balance as at December 31, 2021</b>	<b>2,000,000</b>	<b>10,801,080</b>	<b>20,179,112</b>	<b>64,464,589</b>	<b>97,444,781</b>
<b>Transactions with owners</b>					
Dividends declared and paid -					
Ordinary shares (\$0.50 per share)	-	-	-	(5,000,000)	(5,000,000)
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(5,000,000)</b>	<b>(5,000,000)</b>
<b>Comprehensive income</b>					
Net Income	-	-	-	9,550,862	9,550,862
Other Comprehensive income	-	-	1,136,018	-	1,136,018
<b>Total Comprehensive income</b>	<b>-</b>	<b>-</b>	<b>1,136,018</b>	<b>9,550,862</b>	<b>10,686,880</b>
<b>Balance as at December 31, 2022</b>	<b>2,000,000</b>	<b>10,801,080</b>	<b>21,315,130</b>	<b>69,015,450</b>	<b>103,131,660</b>

See notes to unaudited consolidated financial statements

**FAMGUARD CORPORATION LIMITED**  
**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the twelve months ended December 31, 2022**  
(Expressed in Bahamian dollars)  
**UNAUDITED**

	31-Dec-22	31-Dec-21
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
<b>Net Income</b>	<b>\$ 9,550,862</b>	<b>\$ 10,291,527</b>
Adjustments for:		
Depreciation expense	1,465,440	2,029,404
Amortization of intangible asset	1,664,184	1,805,157
Unrealized loss on financial assets	543,034	107,265
Realized loss on disposal of property and equipment	2,227	81,599
Realized loss on disposal of intangible asset	-	5,743
Increase in provision	569,721	1,258,277
(Increase)/decrease in reinsurance assets	(1,197,240)	950,567
Change in reserve for future policyholders' benefits	11,463,788	10,855,438
Interest income	(16,847,987)	(15,909,609)
Dividend income	(631,026)	(751,995)
Interest	41,178	43,397
<b>Operating income before working capital changes</b>	<b>6,583,003</b>	<b>10,766,770</b>
Decrease/(increase) in receivables and other assets	85,888	(224,666)
Decrease in reinsurance recoveries	13,195	45,258
Decrease/(increase) in premium receivables	1,503,520	(1,310,604)
Increase/(decrease) in payables and accruals	221,640	(283,936)
(Decrease)/increase in other policyholders' funds	(1,231,512)	1,483,514
<b>Net cash from operating activities</b>	<b>7,175,734</b>	<b>10,476,336</b>
<b>Cash flows from investing activities:</b>		
Pension forfeitures reinvested	(174,613)	(95,091)
Purchase of investment securities	(33,218,133)	(29,483,631)
Proceeds from maturity/redemption of investment securities	13,924,727	4,338,097
Net Loans repaid	5,944,936	4,472,047
Proceeds from disposal of property and equipment	1,500	-
Purchase of property and equipment	(141,097)	(963,669)
Purchase of intangible assets	(5,209,882)	(907,144)
Interest received	16,784,454	15,059,974
Dividends received	631,026	751,995
<b>Net cash used in investing activities</b>	<b>(1,457,082)</b>	<b>(6,827,422)</b>
<b>Cash flows from financing activities</b>		
Repayment of preference shares	-	(5,000,000)
Repayment of principal portion of lease liability	(46,913)	(31,838)
Interest paid	(41,178)	(43,397)
Dividends paid on preference shares	-	(257,175)
Dividends paid on ordinary shares	(5,000,000)	(3,800,000)
<b>Net cash used in financing activities</b>	<b>(5,088,091)</b>	<b>(9,132,410)</b>
Net increase/(decrease) in cash and cash equivalents	630,560	(5,483,496)
Cash and cash equivalents at beginning of the period	13,180,153	18,663,649
<b>Cash and cash equivalents at end of the period</b>	<b>\$ 13,810,713</b>	<b>\$ 13,180,153</b>

See notes to unaudited consolidated financial statements



**FAMGUARD CORPORATION LIMITED**  
**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the twelve months ended December 31, 2022

(Expressed in Bahamian Dollars)

Unaudited

**1. General**

FamGuard Corporation Limited (the “Company”) is incorporated under the laws of the Commonwealth of The Bahamas and serves as an investment holding company with five wholly owned subsidiaries; Family Guardian Insurance Company Limited (FG), BahamaHealth Insurance Brokers Limited, FG Insurance Agents & Brokers Limited (FGIAB), FG Financial Limited and FG Capital Markets Limited (together, “the Group”). FG is the principal operating unit and is licensed as an insurance company under the Insurance Act, 2005. FG sells life and health insurance products in The Bahamas. FGIAB operates as an agent and broker for general insurance products in the Bahamas. All other wholly owned subsidiaries within the group are inactive.

The registered office of the Company is located at the offices of E. Dawson Roberts & Co., Parliament and Shirley Streets, Nassau, The Bahamas. The ordinary shares of the Company are listed on The Bahamas International Securities Exchange (BISX).

**2. Accounting Policies**

These unaudited consolidated financial statements have been prepared in accordance with International Accounting Standards 34: Interim Financial Reporting. The interim unaudited financial statements do not include all of the information and Company’s disclosures required in the annual audited financial statements, and should be read in conjunction with the December 31<sup>st</sup>, 2021 audited financial statements.

The accounting policies used in the preparation of the interim consolidated financial statements are consistent with those used in the annual consolidated financial statements for the year ended 31 December 2021.

**FAMGUARD CORPORATION LIMITED**  
**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the twelve months ended December 31, 2022

(Expressed in Bahamian Dollars)

Unaudited

(Continued)

**3. Earnings per ordinary share**

	<b>31-Dec-22</b>	<b>31-Dec-21</b>
Weighted average number of shares outstanding	10,000,000	10,000,000
Consolidated net income attributable to ordinary shareholders	<u>\$ 9,550,862</u>	<u>\$ 10,147,777</u>
<b>Earnings per ordinary share</b>	<u><u>\$ 0.96</u></u>	<u><u>\$ 1.01</u></u>

**4. Commitments**

Outstanding commitments to extend credit under the mortgage loan agreements amounted to approximately \$1,029,047 as at 31 December 2022 (31<sup>st</sup> December 2021: \$662,768).

**5. Corresponding Figures**

Where necessary, corresponding figures have been adjusted to conform with changes in presentation in the current year.

**6. Dividends**

The Board of Directors declared a dividend of \$0.10 per share to ordinary shareholders of record as of 27<sup>th</sup> February 2023 and payable on 3<sup>rd</sup> March 2023.

**FamGuard Corporation Ltd. | No. 1 Shirley Street | P. O. Box SS-6232 | Nassau, Bahamas**

[www.famguardbahamas.com](http://www.famguardbahamas.com)