



**DISCLOSURE STATEMENT FOR GENERAL INSURERS**  
for the year ended: 31 December 2019

**Introductory Statement**

- The purpose of this disclosure statement is to provide policy holders, potential policy holders and other market participants with information about the financial condition of TOWER Insurance (Fiji) Limited as required by the Reserve Bank of Fiji.

**Corporate Information**

- The full name of the insurer is TOWER Insurance (Fiji) Limited operating as a general insurance business.
- TOWER Insurance (Fiji) Limited commenced its operations in Fiji in the year 1974 and is licensed and supervised by the Reserve Bank of Fiji under the Insurance Act of 1998.
- The full name of the ultimate parent company of TOWER Insurance (Fiji) Limited is TOWER Limited, which is domiciled in New Zealand

|  | Current Year | Prior Period |
|--|--------------|--------------|
|--|--------------|--------------|

**PROFITABILITY**

**Fiji Operations:**

|  |        |          |
|--|--------|----------|
| <input checked="" type="checkbox"/> Net operating profit/(loss) after tax (\$'000) | \$ 622 | \$ (887) |
| <input checked="" type="checkbox"/> As a percentage of average total owner's fund  | 5.97%  | (9.80)%  |
| <input checked="" type="checkbox"/> As a percentage of average total assets        | 1.34%  | (2.01)%  |

**Global Consolidated Operations:**

|  |                |                |
|--|----------------|----------------|
| <input checked="" type="checkbox"/> Net operating profit/(loss) after tax (F\$ equivalent) | Not Applicable | Not Applicable |
| <input checked="" type="checkbox"/> As a percentage of average total owner's fund          | Not Applicable | Not Applicable |
| <input checked="" type="checkbox"/> As a percentage of average total assets                | Not Applicable | Not Applicable |

**SIZE - as at end of year**

**Fiji Operations:**

|  |           |           |
|--|-----------|-----------|
| <input checked="" type="checkbox"/> Total assets (\$'000)                                | \$ 45,829 | \$ 47,229 |
| <input checked="" type="checkbox"/> The percentage change in total assets over 12 months | (2.96)%   | 14.84%    |

**Global Consolidated Operations:**

|  |                |                |
|--|----------------|----------------|
| <input checked="" type="checkbox"/> Total assets (F\$ equivalent)                        | Not Applicable | Not Applicable |
| <input checked="" type="checkbox"/> The percentage change in total assets over 12 months | Not Applicable | Not Applicable |

**SOLVENCY REQUIREMENT as at end of year**

**Fiji Operations:**

|   |           |           |
|---|-----------|-----------|
| <input checked="" type="checkbox"/> Adjusted Net Assets (\$'000)              | \$ 10,170 | \$ 8,827  |
| <input checked="" type="checkbox"/> Minimum Required Solvency Margin (\$'000) | \$ 4,429  | \$ 4,557  |
| <input checked="" type="checkbox"/> Solvency Surplus (\$'000)                 | \$ 5,740  | \$ 4,270  |
| <input checked="" type="checkbox"/> Total Owners' Fund                        | \$ 10,721 | \$ 10,108 |

**UNDERWRITING PROVISIONS - as at end of year**

**Fiji Operations:**

|   |           |           |
|---|-----------|-----------|
| <input checked="" type="checkbox"/> Unearned Premium Provisions | \$ 18,755 | \$ 18,485 |
| <input checked="" type="checkbox"/> Admitted Claims             | \$ 3,605  | \$ 6,927  |
| <input checked="" type="checkbox"/> Incurred But Not Reported   | \$ 2,360  | \$ 1,982  |



|   | Current Year | Prior Period |
|---|--------------|--------------|
| <b>REINSURANCE - as at end of year</b>                        |              |              |
| <b>Fiji Operations:</b>                                       |              |              |
| <input checked="" type="checkbox"/> Reinsurance Outwards      | \$ 10,376    | \$ 9,607     |
| <input checked="" type="checkbox"/> Reinsurance/Gross Premium | 31.90%       | 29.66%       |

| <b>Balance Sheet</b>          |                  |                  |
|-------------------------------|------------------|------------------|
|                               | (\$'000)         | (\$'000)         |
| Investments                   | \$ 14,656        | \$ 15,468        |
| Loans                         | \$ -             | \$ -             |
| Other Current Assets          | \$ 29,674        | \$ 30,010        |
| Fixed Assets                  | \$ 1,267         | \$ 1,298         |
| Intangible Assets             | \$ 232           | \$ 452           |
| Other Assets                  | \$ -             | \$ -             |
| <b>TOTAL ASSETS</b>           | <b>\$ 45,829</b> | <b>\$ 47,228</b> |
| Underwriting Provisions       | \$ 26,045        | \$ 28,177        |
| Other Provisions              | \$ 1,485         | \$ 1,594         |
| Borrowings                    | \$ -             | \$ -             |
| Other Liabilities             | \$ 7,578         | \$ 7,349         |
| <b>TOTAL LIABILITIES</b>      | <b>\$ 35,108</b> | <b>\$ 37,120</b> |
| <b>NET ASSETS</b>             | <b>\$ 10,721</b> | <b>\$ 10,108</b> |
| Total Owners Funds            | \$ 10,721        | \$ 10,108        |
| <b>CONTINGENT LIABILITIES</b> | <b>\$ -</b>      | <b>\$ -</b>      |

| <b>Underwriting and Profit &amp; Loss Statements</b> |               |                   |
|--|---------------|-------------------|
| Net Premium Income                                   | \$ 22,147     | \$ 22,783         |
| Net Earned premiums                                  | \$ 21,963     | \$ 23,381         |
| Net Claims Incurred                                  | \$ 12,192     | \$ 16,562         |
| Underwriting expenses                                | \$ 2,446      | \$ 2,568          |
| Underwriting surplus/deficit                         | \$ 7,325      | \$ 4,251          |
| Non-underwriting income                              | \$ 661        | \$ 467            |
| Management/Administration Expenses                   | \$ 7,101      | \$ 5,870          |
| Other Extraordinary Items                            | \$ -          | \$ -              |
| <b>NET PROFIT BEFORE TAX</b>                         | <b>\$ 885</b> | <b>\$ (1,152)</b> |
| Taxation Expense                                     | \$ 263        | \$ (265)          |
| <b>NET PROFIT AFTER TAX</b>                          | <b>\$ 622</b> | <b>\$ (887)</b>   |

| <b>Availability of Disclosure Statements</b> |  |
|--|--|
| <input checked="" type="checkbox"/>          | Additional information on TOWER Insurance (Fiji) Limited's financial condition is available for inspection at our main branch Suva, other branches and offices.  |
| <input checked="" type="checkbox"/>          | Copies of TOWER Insurance (Fiji) Limited's disclosure statement are available at all branches and offices and at our website ' <a href="http://www.towerinsurance.com.fj">www.towerinsurance.com.fj</a> '. |

| <b>Extract from Audited Financial Returns</b> |  |
|---|--|
| <input checked="" type="checkbox"/>           | We TOWER Insurance (Fiji) Limited confirm that the Disclosure Statement has been completed in accordance with the Notice and that the information contained has been properly taken where applicable, from the information contained in the audited financial returns pursuant to Section 60 of the Act. |

|   |   |
|---|---|
| <br>.....<br><b>Director</b> | <br>.....<br><b>Director</b> |
|---|---|