

**DISCLOSURE STATEMENT FOR LIFE INSURERS**

for the year ended: 31 December 2020

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 BSP Life (Fiji) Limited as required by the Reserve Bank of Fiji.

Corporate Information

The full name of the insurer is BSP Life (Fiji) Limited operating as a life insurance business. BSP Life (Fiji) Limited commenced its operations in Fiji in the year 1876 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 BSP Life (Fiji) Limited is Bank of South Pacific Limited (BSP), which is domiciled in Papua New Guinea.

	Audited Current Year	Audited Prior Year
PROFITABILITY		
Fiji Operations:		
After tax profit (\$000)*	15,306	20,409
As a percentage of average total owner's fund	18.24%	23.98%
As a percentage of average total assets	1.92%	2.74%
Global Consolidated Operations:		
After tax profit (F\$ equivalent)	Not Applicable	Not Applicable
As a percentage of average total owner's fund	Not Applicable	Not Applicable
As a percentage of average total assets	Not Applicable	Not Applicable
SIZE as at end of year		
Fiji Operations:		
Total assets (\$000)	822,671	770,040
The percentage change in total assets over 12 months	6.83%	6.83%
Global Consolidated Operations:		
Total assets (F\$ equivalent)	Not Applicable	Not Applicable
The percentage change in total assets over 12 months	Not Applicable	Not Applicable
SOLVENCY REQUIREMENT as at end of year		
Fiji Operations:		
Adjusted Net Assets (\$000)	193,904	182,769
Minimum Required Solvency Margin (\$000)	15,469	14,676
Solvency Surplus (\$000)	178,435	168,093
Total Owner's Fund (\$000)	84,591	83,245
LIABILITIES as at end of year		
Fiji Operations:		
Balance of Revenue Account (\$000)	688,217	641,584

Balance Sheet

Investments	694,915	659,263
Loans	73,626	71,648
Current Assets	44,293	25,197
Fixed Assets	2,456	2,191
Intangible Assets	4,081	7,256
Other Assets	3,300	4,485
TOTAL ASSETS	822,671	770,040
Owners Retained Earnings	-	-
Policy Holders funds	701,415	652,361
Other Provisions	22,558	20,517
Borrowings	-	-
Other Liabilities	14,107	13,917
TOTAL LIABILITIES	738,080	686,795
NET ASSETS	84,591	83,245
Total Shareholders Funds	84,591	83,245
CONTINGENT LIABILITIES	552	552

Statement of Revenue and Distribution for Statutory Funds

Net Insurance Premiums	91,712	72,769
Investment Income	55,181	77,416
Other Income	(429)	277
TOTAL INCOME	146,464	150,462
Net policy Payments	58,324	57,731
Net Commissions Incurred	6,154	5,648
Operating Expenses	24,318	26,608
Increase/(Decrease) in policy Liabilities	41,173	39,546
Total Outgoing	129,969	129,533
PRE-TAX PROFIT/(LOSS)	16,495	20,929
Taxation Expense	1,189	520
AFTER-TAX PROFIT/(LOSS)*	15,306	20,409
BALANCE OF REVENUE ACCOUNT BEFORE DISTRIBUTION	781,308	740,329
Bonuses provided or Paid for	-	-
Transfers/Dividends	8,500	15,500
BALANCE OF REVENUE ACCOUNT AFTER DISTRIBUTION	772,808	724,829
Policyholder Profits	25,024	30,083

Impact of COVID-19

The current year results have been significantly impacted by fair-valuation losses for tourism-related investments in the investment portfolio, while other key assets of the investment portfolio remained stable. Operating expenses saw a decrease of 9%, with cost management initiatives activated early in quarter 2 of 2020. Notwithstanding the above, BSP Life (Fiji) Limited retains a significantly large solvency surplus, with access to cash and cash equivalents to fulfill policyholder obligations as they arise.

Availability of Disclosure Statements

Additional publicly available information on BSP Life (Fiji) Limited's financial condition is available for inspection at our registered office Level 7, BSP Life Centre, Thomson Street, Suva, Fiji, other branches and offices. Copies of BSP Life (Fiji) Limited's disclosure statement are available at all branches and offices and at our website (www.bsplife.com.fj).

Extract from Audited Financial Returns

We BSP Life (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.

Director**Director****DISCLOSURE STATEMENT FOR GENERAL INSURERS**

for the year ended: 31 December 2020

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 BSP Health Care (Fiji) Limited as required by the Reserve Bank of Fiji.

Corporate Information

The full name of the insurer is BSP Health Care (Fiji) Limited operating as a general insurance business. BSP Health Care (Fiji) Limited commenced its operations in Fiji in the year 1999 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 BSP Health Care (Fiji) Limited is Bank of South Pacific Limited (BSP), which is domiciled in Papua New Guinea.

	Audited Current Year	Audited Prior Year
PROFITABILITY		
Fiji Operations:		
Net operating profit/(loss) after tax (\$000)	1,021	1,525
As a percentage of average total owner's fund	10.48%	17.99%
As a percentage of average total assets	3.59%	5.85%
Global Consolidated Operations:		
Net operating profit/(loss) after tax (F\$ equivalent)	Not Applicable	Not Applicable
As a percentage of average total owner's fund	Not Applicable	Not Applicable
As a percentage of average total assets	Not Applicable	Not Applicable
SIZE as at end of year		
Fiji Operations:		
Total assets (\$000)	29,732	27,179
The percentage change in total assets over 12 months	9.39%	9.07%
Global Consolidated Operations:		
Total assets (F\$ equivalent)	Not Applicable	Not Applicable
The percentage change in total assets over 12 months	Not Applicable	Not Applicable
SOLVENCY REQUIREMENT as at end of year		
Fiji Operations:		
Adjusted Net Assets (\$000)	9,571	7,666
Minimum Required Solvency Margin (\$000)	4,211	4,129
Solvency Surplus (\$000)	5,360	3,537
Total Owners' Fund (\$000)	10,260	9,239

UNDERWRITING PROVISIONS as at end of year

Fiji Operations:		
Unearned Premium Provisions (\$000)	12,367	11,491
Admitted Claims (\$000)	2,531	2,663
Incurred But Not Reported (\$000)	801	1,108

REINSURANCE as at end of year

Fiji Operations:		
Reinsurance Outwards (\$000)	871	801
Reinsurance/Gross Premium	3.97%	3.73%

Balance Sheet

Investments	8,000	15,500
Loans	-	-
Other Current Assets	21,301	11,392
Fixed Assets	-	-
Intangible Assets	431	287
Other Assets	-	-
TOTAL ASSETS	29,732	27,179
Underwriting Provisions	15,699	15,262
Other Provisions	772	259
Borrowings	-	-
Other Liabilities	3,002	2,419
TOTAL LIABILITIES	19,472	17,940
NET ASSETS	10,260	9,239
Total Owners Funds	10,260	9,239
CONTINGENT LIABILITIES	63	813

Underwriting and Profit & Loss Statements

Net Premium Income	21,055	20,646
Net Earned premiums	20,179	20,817
Net Claims Incurred	13,480	14,276
Underwriting expenses	2,508	2,471
Underwriting surplus/deficit	4,192	4,070
Non-underwriting income	874	862
Management/Administration Expenses	3,762	2,997
Other Extraordinary Items	-	-
NET PROFIT/(LOSS) BEFORE TAX	1,303	1,935
Taxation Expense	282	410
NET PROFIT/(LOSS) AFTER TAX	1,021	1,525

Impact of COVID-19

The current year results has partially impacted by factors relating to COVID-19. BSP Health Care (Fiji) Limited retains a large solvency surplus, with access to cash and cash equivalents to fulfill policyholder obligations as they arise.

Availability of Disclosure Statements

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Director**Director**