



Solid Oak Insurance PCC Limited  
(Registration number 8417764-4)  
(Non Domestic Insurance number NDI 011)  
Financial Statements  
for the year ended 31 December 2024

## **Solid Oak Insurance PCC Limited**

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

### **General Information**

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<b>Country of incorporation and domicile</b>	Seychelles
<b>Nature of business and principal activities</b>	Non-domestic, linked long term insurance business
<b>Directors</b>	AJF van Niekerk EJ Tuohy JN Ackermann NJ Ackermann
<b>Registered office</b>	104, First Floor Waterside Property Eden Island Seychelles
<b>Business address</b>	106, First Floor Waterside Property Eden Island Seychelles
<b>Auditors</b>	Baker Tilly Chartered Accountants Seychelles
<b>Actuaries</b>	Insight Actuaries & Consultants
<b>Company registration number</b>	8417764-4
<b>Non Domestic Insurance number</b>	NDI 011
<b>Level of assurance</b>	These financial statements have been audited in compliance with the applicable requirements of the Seychelles Companies Ordinance 1972.
<b>Preparer</b>	These annual financial statements were compiled by: CC Turner Chartered Accountant (SA)

## **Solid Oak Insurance PCC Limited**

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

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The reports and statements set out below comprise the financial statements presented to the shareholders:

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## **Solid Oak Insurance PCC Limited**

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## **Directors' Responsibilities and Approval**

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The directors are required by the Seychelles Companies Ordinance 1972, to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors set standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to 31 December 2025 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditors and their report is presented on pages 4 to 7.

The financial statements set out on pages 14 to 28, which have been prepared on the going concern basis, were approved by the directors on 22 April 2025 and were signed on its behalf by:

Signed by:



AJF van Niekerk

DocuSigned by:



JN Ackermann

DocuSigned by:



DocuSigned by:



EJ Tuohy

Signed by:



NJ Ackermann



## Solid Oak Insurance PCC Limited (Solid Oak)

### Actuarial valuation report as at 31 December 2024

The results of the actuarial valuation are set out below.

Statement of Actuarial Values of Assets and Liabilities (US\$ '000)	31 Dec 2024	31 Dec 2023
<b>Value of assets</b>	<b>1 469 646,1</b>	<b>1 632 372,7</b>
Assets backing policyholder liabilities	1 468 994,8	1 631 840,2
Other assets	651,3	532,5
<b>Value of liabilities</b>	<b>1 469 440,7</b>	<b>1 632 202,9</b>
Policy liabilities	1 468 994,8	1 631 840,2
Current Liabilities	445,9	362,8
<b>Value of excess assets</b>	<b>205,4</b>	<b>169,8</b>

Solid Oak, domiciled in the Seychelles, is an authorised Non-Domestic Long-Term Insurance company. It offers long-term savings policies to individuals.

This report has been prepared in compliance with the Insurance Act (Act 11 of 2008) of the Seychelles. The report also complies with the Codes of Actuarial Reporting Requirements issued by the Financial Services Authority of Seychelles on 1 October 2018, and is in line with actuarial best practice – as appropriate given the nature of the insurance business written.

The amount of Solid Oak's insurance contract liabilities does not exceed its long-term insurance fund. Therefore, Solid Oak is solvent at 31 December 2023. Excess assets have increased from some US\$ 170,000 to some US\$ 205,000 over the year.

A handwritten signature in black ink, appearing to read "Louis van As".

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Louis van As – FASSA, FIA  
Appointed Actuary: Solid Oak  
For and on behalf of Insight Life Solutions  
My primary regulator is the Actuarial Society of South Africa  
28 March 2025

# **Solid Oak Insurance PCC Limited**

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## **Directors' Report**

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The directors have pleasure in submitting their report on the financial statements of Solid Oak Insurance PCC Limited for the year ended 31 December 2024.

### **1. Incorporation**

The company was incorporated on 16 May 2016 and was granted a license by the Financial Services Authority of Seychelles on 6 July 2016 to conduct linked long-term non-domestic insurance business.

### **2. Nature of business**

Solid Oak Insurance PCC Limited was incorporated in Seychelles with interests in the insurance industry. The company operates worldwide.

There have been no material changes to the nature of the company's business from the prior year.

### **3. Listing on SECDEX Exchange**

The entire issued share capital of the company was listed on the Main Board of MERJ Exchange on 14 December 2020 under the abbreviated name and share code "SOL" and ISIN SC79431AAH22.

On 19 January 2024, the entire issued share capital of the company was delisted from the Main Board of MERJ Exchange and listed on SECDEX Exchange on the same day under the abbreviated name and share code "SOL" and ISIN SC79431AAH22.

### **4. Consolidated financial statements**

The company does not consolidate shares held in private equity investments as these are held purely as investments. These investments are included in policy assets which underwrite the company's policy liabilities.

### **5. Review of financial results and activities**

The financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Seychelles Companies Ordinance 1972. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these financial statements.

### **6. Share capital**

	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>Number of shares</b>		<b>Number of shares</b>	
<b>Authorised</b> Ordinary shares	50,000,000	50,000,000		
<b>Issued</b> Ordinary shares	\$ 1,000	\$ 1,000	5,000,000	5,000,000

There have been no changes to the authorised or issued share capital during the year under review.

### **7. Dividends**

The company's dividend policy is to consider an interim and a final dividend in respect of each financial year totaling at least 85% of the annual profits after tax, after providing for budgeted capital expenditure and subject to available cash. At their discretion, the directors may consider a special dividend, where appropriate. Depending on the perceived need to retain funds for expansion or operating purposes, the directors may pass on the payment of dividends.

No dividends were paid or declared to the shareholders for the financial year ended 31 December 2024 (2023: \$500 000).

# Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## Directors' Report

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### 8. Directors

The directors in office at the date of this report are as follows:

Directors	Nationality	Changes
AJF van Niekerk	South African	Appointed 25 November 2024
EJ Tuohy	Australian	
JN Ackermann	South African	
NJ Ackermann	South African / British	

### 9. Directors interests in shares

As at 31 December 2024, the directors of the company held indirect beneficial interests in 0% (2023: 24%) and indirect non-beneficial interests in 0% (2023: 40%) of its issued ordinary shares, as set out below.

#### Interest in shares - number of shares held

Interest in shares - number of shares held	2024 Direct	2023 Direct	2024 Indirect Beneficial	2023 Indirect Beneficial	2024 Indirect Beneficial	2023 Non-Indirect Beneficial
<b>Directors</b>						
EJ Tuohy	-	-	-	292,933	-	1,038,581
JN Ackermann	510,446	10,446	-	240,000	-	260,000
NJ Ackermann	3,994,542	-	-	652,442	-	679,072
	<b>4,504,988</b>	<b>10,446</b>		<b>1,185,375</b>		<b>1,977,653</b>

### 10. Holding company

The company's holding company was PKF Capital Markets (Seychelles) Limited in 2023 which held 80% the company's equity. PKF Capital Markets (Seychelles) Limited is incorporated in Seychelles. Due to shareholding changes, there was no holding company as at 31 December 2024.

### 11. Ultimate holding company

The company's ultimate holding company was Turquoise Holdings Limited in 2023 which is incorporated in Seychelles.

### 12. Events after the reporting period

The directors are not aware of any material event or circumstance arising since the reporting date, not otherwise dealt with in this report or the financial statements, which significantly affects the financial position of the company to the date of this report.

### 13. Going concern

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors are also not aware of any material noncompliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company's ability to continue as a going concern.

### 14. Auditors

Baker Tilly, Chartered Accountants, Seychelles continued in office as auditors for the company for the period ended 31 December 2024.

### 15. Cells authorised and used

The Financial Services Authority of Seychelles has authorised the use of 100 cells. As reported in prior years, the company has allocated 70 cells to different insurance assets and the Financial Services Authority of Seychelles approved the names of these cells. 30 cells remain unallocated and unnamed to be used in future.

## **Solid Oak Insurance PCC Limited**

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

### **Directors' Report**

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#### **16. Property, plant and equipment**

At 31 December 2024 the company's investment in property, plant and equipment amounted to \$16,011 (2023:\$18,974). Additions during the year were \$444 (2023: \$15,192). There were no disposals during the year (2023: \$-).

Property, plant and equipment is stated at cost less accumulated depreciation. The directors estimate that the carrying amount of property, plant and equipment at 31 December 2024 approximates its fair value.



Non-Domestic Insurer Licence no: NDI011  
Company Licence no: 8417764-4

Dear Shareholders,

#### **CHAIRMAN'S AND MANAGING DIRECTOR'S ADDRESS 2024 YEAR.**

I am pleased to welcome you to the ninth Annual General Meeting of our company, and to present to you the financial statements and reports for the year ended 31 December 2024.

##### **The year under review**

Solid Oak Insurance PCC Ltd ("Solid Oak") has had a successful trading year ending 31 December 2024.

We did not increase our product range during 2024 but we built on increasing the number of policies in our product range.

I am very pleased how Solid Oak has performed since it was listed, and I have prepared a table of performance highlights to show how we have grown.

Solid Oak Insurance PCC Limited company only.

	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Dividend in USD cent per share	0	10	14.5	10	6.2
Increase in dividend	0	-31%	145%	161%	
Assets Under Management (USD Mil)	1,978	1 926	1 029	674	366
2024					
Increase Assets Under Management	2%	187%	152%	184%	
Type of Policies in the group	6	6	6	5	2
Closing Share Price in USD	6.00	6.00	6.00	4.00	1.95

We did not pay a dividend in 2024 as funds were needed to grow the business with the establishment of Solid Oak Insurance (Barbados) Limited, but we are on track to pay dividends in 2025 again.

## **Vision for 2025**

Solid Oak will strive to grow the company in 2025 through maintaining our principle to concentrate on low volumes but high value policies and to increasing our product range and by acquisitions. We will strive to maintain a healthy dividend policy. This will assist in making the Company more attractive for investors to invest in Solid Oak.

## **Office staff**

Our office staff is still small, and we will continue to monitor the workload of the staff and when the need arises, we will appoint suitable staff. During the year we appointed Guilliane Naiken to strengthen our admin staff.

## **Board of Directors**

In alignment with our corporate governance policy, the Board has decided to appoint Jakes van Niekerk as an Executive Director of the Company. He has been an integral part of the management team, serving as Chief Operating Officer for the past several years. Additionally, effective 1 March 2025, I will be transitioning from my role as Managing Director, passing the leadership baton to Nico Ackermann. Having served as Managing Director of Solid Oak for over more than nine years, I will now assume the role of Non-Executive Chairman of the Board.

I extend my sincere best wishes to the Executive Board as they continue to lead the Company into the future. Make us proud!

## **Capital needed to fund the growth.**

Solid Oak generates sufficient income to fund the growth that is envisaged.

A handwritten signature in blue ink, appearing to read "Nico Ackermann".

JN-Ackermann

Chairman and Managing Director

Date: 28 February 2025

# Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## Statement of Financial Position as at 31 December 2024

Figures in US Dollar	Notes	2024	2023
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	2	16,011	18,974
Investments in subsidiaries	3	125,000	136,000
Investments underwriting policy liabilities	4	1,024,071,707	1,143,316,014
Reinsurance assets	5	444,923,070	488,524,152
		<b>1,469,135,788</b>	<b>1,631,995,140</b>
<b>Current Assets</b>			
Loan to shareholder	6	405,406	-
Trade and other receivables	7	37,976	38,149
Cash and cash equivalents	8	66,914	339,406
		<b>510,296</b>	<b>377,555</b>
<b>Total Assets</b>		<b>1,469,646,084</b>	<b>1,632,372,695</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Share capital	9	100,000	100,000
Reserves		2,200	2,500
Retained income		103,212	67,257
		<b>205,412</b>	<b>169,757</b>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
Policy liabilities	10	1,468,994,777	1,631,840,166
<b>Current Liabilities</b>			
Trade and other payables	11	177,716	252,995
Loans from group companies	12	256,294	26,248
Loan from shareholder	6	-	11,394
Current tax payable		11,885	72,135
		<b>445,895</b>	<b>362,772</b>
<b>Total Liabilities</b>		<b>1,469,440,672</b>	<b>1,632,202,938</b>
<b>Total Equity and Liabilities</b>		<b>1,469,646,084</b>	<b>1,632,372,695</b>

Signed by:



Alwyn Van Nekerk  
7A714FBAB89D4ED...

DocuSigned by:



Edmond Justhy  
328C68EBE87E43D...

DocuSigned by:



Jan Ackermann  
783AF7B7CF1F4F1...

Signed by:



Nicolaas Ackermann  
55D2D359D69F490...

## Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

### Statement of Comprehensive Income

Figures in US Dollar	Notes	2024	2023
Revenue	13	927,783	703,615
Cost of sales	14	(330,101)	(51,881)
<b>Gross profit</b>		<b>597,682</b>	<b>651,734</b>
Other income	15	47,940	4,143
Operating expenses		(742,069)	(570,938)
<b>Operating (loss) profit</b>	16	<b>(96,447)</b>	<b>84,939</b>
Investment revenue	17	154,124	553,696
Fair value adjustments		(1,000)	-
Finance costs		(9,137)	-
<b>Profit before taxation</b>		<b>47,540</b>	<b>638,635</b>
Taxation	18	(11,885)	(72,135)
<b>Profit for the year</b>		<b>35,655</b>	<b>566,500</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>35,655</b>	<b>566,500</b>

## Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

### Statement of Changes in Equity

	Share capital	Share premium	Total share capital	Maturity guarantee reserve	Retained income	Total equity
<b>Figures in US Dollar</b>						
<b>Balance at 01 January 2023</b>	<b>1,000</b>	<b>99,000</b>	<b>100,000</b>	<b>3,200</b>	<b>57</b>	<b>103,257</b>
Profit for the year	-	-	-	-	566,500	566,500
Other comprehensive income	-	-	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>566,500</b>	<b>566,500</b>
Transfer between reserves	-	-	-	(700)	700	-
Dividends	-	-	-	-	(500,000)	(500,000)
<b>Total changes</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(700)</b>	<b>(499,300)</b>	<b>(500,000)</b>
<b>Balance at 01 January 2024</b>	<b>1,000</b>	<b>99,000</b>	<b>100,000</b>	<b>2,500</b>	<b>67,257</b>	<b>169,757</b>
Profit for the year	-	-	-	-	35,655	35,655
Other comprehensive income	-	-	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35,655</b>	<b>35,655</b>
Transfer between reserves	-	-	-	(300)	300	-
<b>Total changes</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(300)</b>	<b>300</b>	<b>-</b>
<b>Balance at 31 December 2024</b>	<b>1,000</b>	<b>99,000</b>	<b>100,000</b>	<b>2,200</b>	<b>103,212</b>	<b>205,412</b>

Notes

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## Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

### Statement of Cash Flows

Figures in US Dollar	Notes	2024	2023
<b>Cash flows from operating activities</b>			
Cash (used in) generated from operations	19	(168,146)	441,943
Interest income		154,124	153,280
Dividends received		-	400,416
Finance costs		(9,137)	-
Tax paid		(72,135)	-
<b>Net cash from operating activities</b>		<b>(95,294)</b>	<b>995,639</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	2	(444)	(15,192)
Acquisition of subsidiary		-	(125,000)
Disposal of subsidiary		10,000	-
<b>Net cash from investing activities</b>		<b>9,556</b>	<b>(140,192)</b>
<b>Cash flows from financing activities</b>			
Movement in loans from group companies		230,046	(34,269)
Movement in shareholder loans		(416,800)	(18,002)
Dividends paid		-	(775,000)
<b>Net cash from financing activities</b>		<b>(186,754)</b>	<b>(827,271)</b>
<b>Total cash movement for the year</b>		<b>(272,492)</b>	<b>28,176</b>
Cash at the beginning of the year		339,406	311,230
<b>Total cash at end of the year</b>	8	<b>66,914</b>	<b>339,406</b>

# Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## Accounting Policies

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### 1. Basis of preparation and summary of significant accounting policies

The financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Seychelles Companies Ordinance 1972. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in US Dollars.

The cells presently measure their assets at carrying value which are either fair value or approximate fair value, as permitted by the International Financial Reporting Standard for Small and Medium-sized Entities.

#### 1.1 Significant judgements and sources of estimation uncertainty

##### Critical judgements in applying accounting policies

Management did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the financial statements.

##### Key sources of estimation uncertainty

The financial statements do not include assets or liabilities whose carrying amounts were determined based on estimations for which there is a significant risk of material adjustments in the following financial year as a result of the key estimation assumptions.

#### 1.2 Property, plant and equipment

Property, plant and equipment are tangible assets which the company holds for its own use and which are expected to be used for more than one period.

An item of property, plant and equipment is recognised as an asset when it is probable that future economic benefits associated with the item will flow to the company, and the cost of the item can be measured reliably.

Property, plant and equipment is initially measured at cost.

Cost includes the costs incurred initially to acquire or construct an item of property, plant and equipment and the costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Expenditure incurred subsequently for major services, additions to or replacements of parts of property, plant and equipment are capitalised if it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. Day to day servicing costs are included in profit or loss in the period in which they are incurred.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Depreciation method	Average useful life
Computer equipment	Straight line	3 years
Furniture and fixtures	Straight line	5 years
Motor vehicles	Straight line	5 years

Depreciation is not charged to an asset if its estimated residual value exceeds or is equal to its carrying amount.

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

## **Solid Oak Insurance PCC Limited**

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Financial Statements for the year ended 31 December 2024

## **Accounting Policies**

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### **1.2 Property, plant and equipment (continued)**

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

### **1.3 Financial instruments**

#### **Initial measurement**

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

#### **Financial instruments at amortised cost**

These include loans, trade receivables, trade payables, investments underwriting policy liabilities, reinsurance assets and policy liabilities. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

#### **Financial instruments at cost**

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

#### **Financial instruments at fair value**

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, without undue cost or effort, are measured at fair value through profit and loss.

If a reliable measure of fair value is no longer available without undue cost or effort, then the fair value at the last date that such a reliable measure was available is treated as the cost of the instrument. The instrument is then measured at cost less impairment until management are able to measure fair value without undue cost or effort.

### **1.4 Tax**

#### **Current tax assets and liabilities**

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

The tax liability reflects the effect of the possible outcomes of a review by the tax authorities.

#### **Tax expenses**

Tax expense is recognised in the same component of total comprehensive income or equity as the transaction or other event that resulted in the tax expense.

## **Solid Oak Insurance PCC Limited**

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## **Accounting Policies**

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### **1.5 Leases**

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

#### **Operating leases – lessee**

Operating lease payments are recognised as an expense on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the payments are not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

Any contingent rents are expensed in the period they are incurred.

### **1.6 Share capital and equity**

Ordinary shares are recognised at par value and classified as 'share capital' in equity. Any amounts received from the issue of shares in excess of par value is classified as 'share premium' in equity. Dividends are recognised as a liability in the year to which they relate.

### **1.7 Employee benefits**

#### **Short-term employee benefits**

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered), are recognised in the period in which the service is rendered and are not discounted.

#### **Defined contribution plans**

Payments to defined contribution retirement benefit plans are charged as an expense as they fall due.

Payments made to industry-managed (or state plans) retirement benefit schemes are dealt with as defined contribution plans where the company's obligation under the schemes is equivalent to those arising in a defined contribution retirement benefit plan.

### **1.8 Revenue**

Revenue is recognised to the extent that the company has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Interest is recognised, in profit or loss, using the effective interest rate method.

The company recognises revenue from the following major sources:

- Premium income from insurance contracts (investment wrappers)
- Premium income from annuity insurance policies
- Premium income from life pay non-participating life assurance policies
- Premium income from critical illness policies
- Premium income from wrappers with asset insurance policies (investment wrappers)
- Premium income from private placement life insurance policies (PPLI)

Revenue is measured based on the consideration specified in a contract with a customer and excludes amounts collected on behalf of third parties. The company recognises revenue when it renders a service to a customer.

### **1.9 Borrowing costs**

Borrowing costs are recognised as an expense in the period in which they are incurred.

## **Solid Oak Insurance PCC Limited**

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## **Accounting Policies**

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### **1.10 Foreign exchange**

#### **Foreign currency transactions**

Exchange differences arising on monetary items are recognised in profit or loss in the period in which they arise.

All transactions in foreign currencies are initially recorded in US Dollar, using the spot rate at the date of the transaction. Foreign currency monetary items at the reporting date are translated using the closing rate. All exchange differences arising on settlement or translation are recognised in profit or loss.

# Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## Notes to the Financial Statements

Figures in US Dollar

2024

2023

### 2. Property, plant and equipment

	2024			2023		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Computer equipment	9,198	(6,839)	2,359	8,754	(4,198)	4,556
Furniture and fixtures	1,000	(417)	583	1,000	(217)	783
Motor vehicles	14,155	(1,086)	13,069	14,155	(520)	13,635
<b>Total</b>	<b>24,353</b>	<b>(8,342)</b>	<b>16,011</b>	<b>23,909</b>	<b>(4,935)</b>	<b>18,974</b>

#### Reconciliation of property, plant and equipment - 2024

	Opening balance	Additions	Depreciation	Closing balance
Computer equipment	4,556	444	(2,641)	2,359
Furniture and fixtures	783	-	(200)	583
Motor vehicles	13,635	-	(566)	13,069
	<b>18,974</b>	<b>444</b>	<b>(3,407)</b>	<b>16,011</b>

#### Reconciliation of property, plant and equipment - 2023

	Opening balance	Additions	Depreciation	Closing balance
Computer equipment	6,236	1,037	(2,717)	4,556
Furniture and fixtures	983	-	(200)	783
Motor vehicles	-	14,155	(520)	13,635
	<b>7,219</b>	<b>15,192</b>	<b>(3,437)</b>	<b>18,974</b>

### 3. Investments in subsidiaries

Name of subsidiary	% holding 2024	% holding 2023	Carrying amount 2024	Carrying amount 2023
Solid Oak (Mauritius) Ltd	- %	100.00 %	-	11,000
Solid Oak Insurance (Barbados) Limited	100.00 %	100.00 %	125,000	125,000
			<b>125,000</b>	<b>136,000</b>

The carrying amounts of subsidiaries are shown gross of impairment losses.

The liquidation of Solid Oak (Mauritius) Ltd commenced during the 2023 financial year and the company was finally liquidated on 21 May 2024.

### 4. Investments underwriting policy liabilities

#### At fair value

Investment in shares	28,350,526	26,782,398
Investment with asset managers	222,580,726	264,506,252
	<b>250,931,252</b>	<b>291,288,650</b>

# Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## Notes to the Financial Statements

Figures in US Dollar

2024

2023

### 4. Investments underwriting policy liabilities (continued)

#### At amortised cost

Investments with guaranteed returns	773,030,035	825,455,664
PKFPCC1 Bonds Senior debt with limited recourse, interest of 5% p.a. paid quarterly, 5 year bond with maturity date 30 June 2025.	101,971	101,969
PKFPCC2 Bonds Senior debt with limited recourse, interest of 20% p.a. paid quarterly, 5 year bond with maturity date 01 April 2026. Interest payments were suspended on 15 April 2024 and the security was voluntarily suspended on 11 June 2024.	8,449	7,420
Policyholder receivable	-	26,462,311
	110,420	26,571,700
	<b>773,140,455</b>	<b>852,027,364</b>
<b>Total other financial assets</b>	<b>1,024,071,707</b>	<b>1,143,316,014</b>

#### Non-current assets

At fair value	250,931,252	291,288,650
At amortised cost	773,140,455	852,027,364
	<b>1,024,071,707</b>	<b>1,143,316,014</b>

### 5. Reinsurance assets

#### At amortised cost

Reinsurance assets	444,923,070	488,524,152
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#### Non-current assets

At amortised cost	444,923,070	488,524,152
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Represents the reinsurance of annuity premiums received.

### 6. Loans to (from) shareholders

NJ Ackermann	405,406	-
Unsecured, bears interest at 4% p.a. and is repayable within the next 12 months.		
PKF Capital Markets (Seychelles) Limited	-	(11,394)
Unsecured, interest free with no fixed terms of repayment.		

**405,406****(11,394)**

### 7. Trade and other receivables

Trade receivables	26,888	30,583
Deposits	2,743	2,743
Interest receivable	4,582	4,424
Prepayments	3,763	399
	<b>37,976</b>	<b>38,149</b>

## Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## Notes to the Financial Statements

Figures in US Dollar

2024 2023

### 8. Cash and cash equivalents

Cash and cash equivalents consist of:

Cash on hand	37	16
Bank balances	44,877	339,390
Payment in transit	22,000	-
	<b>66,914</b>	<b>339,406</b>

### 9. Share capital

#### Authorised

50 000 000 Ordinary shares of \$ 0.0002 each	10,000	10,000
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#### Issued

5 000 000 Ordinary shares of \$ 0.0002 each	1,000	1,000
Share premium	99,000	99,000
	<b>100,000</b>	<b>100,000</b>

### 10. Policy liabilities

#### At fair value

Annuity policies	444,923,070	488,524,152
Endowment policies	801,490,980	852,347,451
	<b>1,246,414,050</b>	<b>1,340,871,603</b>

#### At amortised cost

Private placement life policies	222,580,727	290,968,563
---------------------------------	-------------	-------------

#### Non-current liabilities

At fair value	1,246,414,050	1,340,871,603
At amortised cost	222,580,727	290,968,563
	<b>1,468,994,777</b>	<b>1,631,840,166</b>

The endowment policy liability is raised in accordance with the investments underwriting the policy liability. Fair value is determined by fair value evaluation of the investment and the corresponding liability is raised.

The fair value of the annuity policy liability is determined based on the reinsurance value of each premium, as the premium liability is limited to the reinsurance value.

The value of the private placement life policies is determined based on the investments with guaranteed returns at amortised cost.

### 11. Trade and other payables

Trade payables	95,386	252,235
Other accrued expenses	-	760
Amounts due to related parties	82,330	-
	<b>177,716</b>	<b>252,995</b>

## Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## Notes to the Financial Statements

Figures in US Dollar	2024	2023
<b>12. Loans to (from) group companies</b>		
<b>Subsidiaries</b>		
Solid Oak Insurance (Barbados) Limited	(256,294)	-
Unsecured, bears interest at 4% p.a. and is repayable within the next 12 months.		
Solid Oak Insurance (Barbados) Limited	-	(16,248)
Unsecured, interest free with no fixed terms of repayment.		
Solid Oak (Mauritius) Ltd	-	(10,000)
Unsecured, interest free with no fixed terms of repayment.		
	<b>(256,294)</b>	<b>(26,248)</b>
<b>13. Revenue</b>		
Premiums received	927,783	703,615
	<b>927,783</b>	<b>703,615</b>
<b>14. Cost of sales</b>		
<b>Rendering of services</b>		
Commission paid	-	51,881
Reinsurance fee	330,101	-
	<b>330,101</b>	<b>51,881</b>
	<b>330,101</b>	<b>51,881</b>
<b>15. Other income</b>		
Profit on exchange differences	32,530	-
Other income	15,410	4,143
	<b>47,940</b>	<b>4,143</b>
	<b>47,940</b>	<b>4,143</b>
<b>16. Operating (loss) profit</b>		
Operating (loss) profit for the year is stated after accounting for the following:		
<b>Operating lease charges</b>		
Premises		
• Contractual amounts	32,824	31,200
	<b>32,824</b>	<b>31,200</b>
<b>Other</b>		
(Loss) profit on exchange differences	(32,530)	2,590
Depreciation on property, plant and equipment	3,407	3,437
Employee costs	98,841	169,878
	<b>(32,530)</b>	<b>2,590</b>
	<b>3,407</b>	<b>3,437</b>
	<b>98,841</b>	<b>169,878</b>
	<b>(32,530)</b>	<b>2,590</b>
<b>17. Investment revenue</b>		
<b>Dividend revenue</b>		
Subsidiaries - Local	-	400,416
	<b>-</b>	<b>400,416</b>
<b>Interest revenue</b>		
Other interest	154,124	153,280
	<b>154,124</b>	<b>153,280</b>
	<b>154,124</b>	<b>153,280</b>
	<b>154,124</b>	<b>553,696</b>

# Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## Notes to the Financial Statements

Figures in US Dollar

2024

2023

### 18. Taxation

#### Major components of the tax expense

##### Current taxation

Local normal tax - year

11,885

72,135

#### Reconciliation of the tax expense

Reconciliation between accounting profit and tax expense.

Accounting profit

47,540

638,635

Tax at the applicable tax rate of 25%

11,885

17,683

Tax at the applicable tax rate of 33%

-

187,408

#### Adjusted for:

Exempt income

-

(132,162)

Tax loss (from prior years) available for set off against future taxable income

-

(2,321)

Non-deductible expenses

-

1,527

11,885

72,135

### 19. Cash (used in) generated from operations

Profit before taxation

47,540

638,635

#### Adjustments for:

Depreciation and amortisation

3,407

3,437

Dividends received

-

(400,416)

Interest received

(154,124)

(153,280)

Finance costs

9,137

-

Fair value adjustments

1,000

-

#### Changes in working capital:

Trade and other receivables

173

109,472

Trade and other payables

(75,279)

244,095

(168,146)

441,943

### 20. Directors' emoluments

2024

#### Directors' emoluments

Directors'  
emoluments

Total

JN Ackermann

9,600

9,600

2023

#### Directors' emoluments

Directors'  
emoluments

Total

#### Services as director or prescribed officer

JN Ackermann

9,600

9,600

## Solid Oak Insurance PCC Limited

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Financial Statements for the year ended 31 December 2024

## Notes to the Financial Statements

Figures in US Dollar

2024

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### 21. Related parties

#### Relationships

Subsidiaries

Refer to note 3

Entities under common management

PKF Business Solutions Limited  
PKF Capital Markets (Seychelles) Limited  
PKF Corporate Services Limited  
PKF PCC

Shareholder &amp; director

JN Ackermann  
NJ Ackermann

Other directors

EJ Tuohy

#### Related party balances

##### Loan accounts - Owing (to) by related parties

NJ Ackermann	405,406	-
PKF Capital Markets (Seychelles) Limited	-	(11,394)
Solid Oak Insurance (Barbados) Limited	(256,294)	(16,248)
Solid Oak (Mauritius) Ltd	-	(10,000)

##### Amounts included in trade receivables (trade payables) regarding related parties

PKF Capital Markets (Seychelles) Limited	(1,741)	-
Solid Oak Insurance (Barbados) Limited	(80,589)	-

##### Interest receivable from related parties

PKF PCC Cell 1	1,271	1,269
PKF PCC Cell 2	1,408	356

##### Policyholder investment

EJ Tuohy	1,794,000	1,794,000
JN Ackermann	1,122,764	1,122,764
NJ Ackermann	100,000	100,000

##### Policyholder liability

EJ Tuohy	(1,794,000)	(1,794,000)
JN Ackermann	(1,122,794)	(1,122,794)
NJ Ackermann	(100,000)	(100,000)

##### Investment in bonds issued by related parties

PKF PCC Cell 1	100,700	100,700
PKF PCC Cell 2	7,041	7,064

##### Cash managed by related party

PKF Capital Markets (Seychelles) Limited	13,332	13,299
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# Solid Oak Insurance PCC Limited

(Registration number: 8417764-4)

Financial Statements for the year ended 31 December 2024

## Notes to the Financial Statements

Figures in US Dollar

2024 2023

### 21. Related parties (continued)

#### Related party transactions

##### Rent paid to related party

PKF Capital Markets (Seychelles) Limited	31,200	31,200
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##### Revenue received from related party as regulated intermediary

PKF Capital Markets (Seychelles) Limited	(66,600)	(44,000)
--	----------	----------

##### Reinsurance fee paid to related party

Solid Oak Insurance (Barbados) Limited	330,101	-
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##### Accounting, administration and consulting fees paid to related party

PKF Capital Markets (Seychelles) Limited	35,658	65,598
PKF Corporate Services Limited	310	220

##### Sponsor advisory fees paid to related party

PKF Capital Markets (Seychelles) Limited	40,000	-
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##### Dividends received from related party

Solid Oak Insurance (Barbados) Limited	-	(138,218)
Solid Oak (Mauritius) Ltd	-	(262,197)

##### Interest paid to (received from) related party

NJ Ackermann	(14,498)	-
PKF PCC Cell 1	(5,085)	(3,369)
PKF PCC Cell 2	(1,408)	(1,071)
Solid Oak Insurance (Barbados) Limited	9,137	-

##### Operating expenses recharged by (to) related parties

PKF Capital Markets (Seychelles) Limited	12,703	5,768
PKF Capital Markets (Seychelles) Limited	(52,212)	(36,000)
PKF Corporate Services Limited	(985)	(1,034)

##### Fair value loss on investment in subsidiary

Solid Oak (Mauritius) Ltd	1,000	-
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