



الشركة المركزية لإعادة التأمين  
COMPAGNIE CENTRALE DE RÉASSURANCE

# Annual Report 2018





الشركة المركزية لإعادة التأمين  
COMPAGNIE CENTRALE DE REASSURANCE

**SERVING YOUR CHALLENGES,  
SUPPORTING YOUR ACTIVITY**



Îlot 135, N°2, Cité Administrative Plateau. Ouled Fayet. Alger 16035

Tél : +213 0 21 38 25 08 - Fax : +213 0 21 38 26 16

E-mail : [contact@ccr.dz](mailto:contact@ccr.dz) - Site Web : [www.ccr.dz](http://www.ccr.dz)





# Annual Report 2018

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# CHAIRMAN'S MESSAGE

During the year 2018, the international reinsurance market conditions were difficult due to losses caused by the occurrence of several catastrophic losses. However, the impact on the price increases was moderate, due to the competitive trend of alternative reinsurance.

This situation has been accentuated, by the availability of capital for most reinsurers. But the results released are generally better compared to 2017 ones.

In addition, the Algerian economy situation shows a growth rate in 2018 of 2.3% against 1.4% in 2017. Regarding the national insurance market, the production at 31.12.2018 according to preliminary figures amounts to nearly DZD 143 billion against DZD 140 billion in 2017, with a growth of 2.2% against 3.6% in 2017.

In terms of reinsurance, the 2018 estimated ceded premiums of the national market, increased by 7.18% compared to 2017, from DZD 36 billion to DZD 39 billion. CCR's share in this market remains the same as the previous year, i.e. 71%.

With regards to CCR's international gross written premiums, it recorded in 2018 an increase of 16.25%. This reflects the marketing and commercialization efforts of the company, as part of the implementation of its commercial development policy on the international market.

As for the total turnover achieved by the CCR, the recorded amount in respect of 2018 is DZD 32 077 billion, showing an increase of 8.84%. This upward variation is driven by both national and international acceptances.

As part of its commercial activity, CCR continues to provide its technical support and training activities for the benefit of its customers, on the local insurance market.

Regarding the financial activity CCR's financial investments and participations has increased by 23.52% with the prevalence of investments in State value, this is to be, in accordance with the provisions regarding the representation of the commitments.

As a result, gross written premiums growth combined with a controlled underwriting policy, a profitable financial investment policy and qualified personnel enabled CCR to maintain its level of profitability.

Finally, CCR's activity and performance for 2018, shows the implementation of the company's strategy, by a diversified and proximity service as well as a good knowledge of the fundamentals of technical and financial management.



**Hadj Mohamed SEBA**  
Chairman and Chief Executive Officer

# 2018 KEY FIGURES

Millions DZD

DESIGNATION	2017	2018	VARIATION %
GROSS WRITTEN PREMIUMS	29 472	32 077	8,84
NET WRITTEN PREMIUMS	17 904	19 871	10,98
GROSS CLAIMS PAIDS	18 041	13 689	-24,12
NET CLAIMS	8 345	9 836	17,86
FINANCIAL INVESTMENT INCOME	1 613	1 993	23,52
OPERATING EXPENSES	1000	993	-0,74
PROFIT OF THE YEAR	2 941	3 094	5,23
INVESTMENTS SECURITIES	3 992	4 324	8,32
SHAREHOLDER'S EQUITY	28 896	30 535	5,67
TECHNICAL RESERVES	37 956	40 358	6,33
TOTAL BALANCE SHEET	79 352	87 399	10,14
SHARE CAPITAL	22 000	22 000	0

	2017	2018	VARIATION
ACTIVE STAFF	90	95	5
REGISTERED STAFF	93	98	5

## ORGANIZATIONAL CHART

BOARD DIRECTORS	
CHAIRMAN	Mr. Hadj Mohamed SEBA
BOARD MEMBERS	Mrs. Salima BEDRANI
	Mr. Djamel ABDELLI
	Mr. Kamel MARAMI
	Mr. Khaled MOUZAIA
	Mr. Mustapha TAMELGHAGHET



## GENERAL MANAGEMENT

## General Manager

Mr. Hadj Mohamed SEBA



## Mr. Abdellah BENSEIDI ➔

DEPUTY GENERAL MANAGER AND  
CHIEF OPERATING OFFICER

## Mr. Bachir TARIL ➔

TRANSPORT MANAGER



## Mr. Abdelmadjid OULMANE ➔

MISCELLANEOUS RISKS &  
LIFE MANAGER

## Mr. Yacine LARIBI ➔

INDUSTRIAL RISKS &  
ENGINEERING MANAGER

## Mr. Sofiane AZZOUG ➔

INTERNATIONAL ACCEPTANCES  
MANAGER

## Mr. Sid Ahmed RACHEDI ➔

FINANCE &amp; ACCOUNTING MANAGER



## Mr. Walid AZOUAOU (intérim) ➔

IT MANAGER



## Mr. Makhlof LATROUS ➔

GENERAL ADMINISTRATION  
MANAGER

## MANAGERS

## Mr. Ismail GHERBI ➔

HEAD OF STRATEGY, DEVELOPMENT  
& COMMUNICATION UNIT

## Mr. Ahmed SID ➔

HEAD OF ACTUARIAL &  
RISK MANAGEMENT

## ADVISORS



## COMMERCIAL ACTIVITY

The commercial activity during the year 2018 was as intense as in previous years, with several workshops being held, in addition to the organization of a large number of commercial assistance and training actions to the benefit of national ceding companies' employees. Also, 2018 was marked by the organization of the first edition of the Rendez-vous de l'Assurance in Algeria, the "ALGERIAN INSURANCE MULTAKA" AIM 2018.

In addition, the Company has pursued its commercial activities abroad, recalling that the CCR's commercial action fits into its strategic vision, and results from a preliminary analysis of the structure of its activity and the potentialities of its development.

Indeed, and given CCR's activity is largely dominated by its national portfolio which generated, in 2018, 86.35% of its gross premiums, the local market remains of a great importance for the company,

because he is considered as the main provider of business and should continue to bring to CCR most of his income, at least in the medium term. As a result, CCR devotes most of its efforts to the local market to get all the business opportunities that would arise.

However, it should be noted that the other part of CCR's activity, namely international acceptances, which represents approximately 13.65% of its business portfolio in 2018, is the main source of medium and long-term growth. Thus, CCR projects in its successive business plans the implementation of a commercial policy that allows the realization of a continuous growth of international business.

Quality of service, commercial proximity, rating consolidation and prospecting are the main factors in CCR's policy of developing international acceptances.



Sidi Khaled Mosque, Biskra

# ENTERPRISE RISK MANAGEMENT (ERM)

Securing CCR's organizational and operational framework to carry out its strategic actions is the main mission assigned to the ERM (Risk Management) function at CCR. Indeed, the company has put in place tools to protect its resources from the operational, human and environmental risks, to which it may be exposed. The implementation of a continuous process for risk identification and mitigation, promotes good practices in risk management. This process is mainly based on the necessary procedures for risks assessment and control, in order to limit their possible impact to acceptable levels by the company.

## 1- RISK MANAGEMENT POLICY

The Risk Management at CCR involves all decision-

making levels of the company. It starts by defining the overall risk tolerance as well as the tolerance for each category of risk, then, it is integrated by the management, audit and risk control structures to frame operational processes.

The tolerances by category and risk are agreed by the Board of Directors.

## 2- ERM'S ORGANIZATION

Risk Management is the fundamental component of CCR's risk management strategy.

The main objective of Risk Management function within CCR is to control the risks to which the company is confronted, in order to promote the achievement conditions of the strategic objectives and to ensure the security of its own funds.



The implementation of the Risk Management function within CCR is built around an organization involving several functional centers in the company, under the direct supervision of the

General Management, it concerns mainly the Risk Management and the internal audit teams in addition to the different operational centers.





National Park of Chrea, Blida

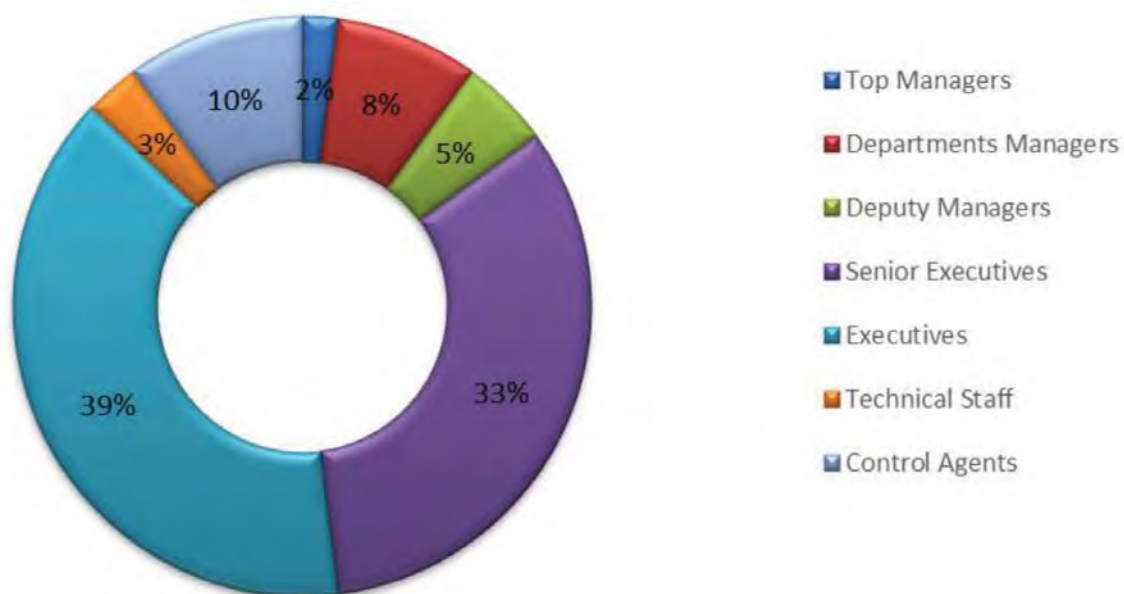


# HUMAN RESOURCES AND TRAINING

## 1 - HUMAN RESOURCES

**A**t the end of the 2018, CCR's staff is composed of 98 qualified employees, 95 of them were active, compared to a total of 93 employees, with 90 active employees, in 2017.

### CCR EMPLOYEES BY CATEGORY IN 2018



## 2 - TRAINING

In terms of training, in 2018, 244 people took part in training courses including (05) long-term, (61) short-term, (06) computer training courses, (11) training courses abroad, (97) participation in seminars and workshops and (64) in-house training.



Basilica of Notre Dame d'Afrique, Algiers



# TECHNICAL ACTIVITY

## 1 - GROSS PREMIUM

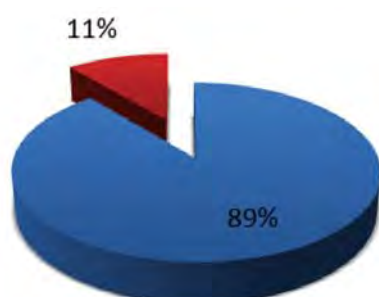
In 2018, CCR's technical activity was marked by an increase of its gross written premiums by 8.84%. Domestic and international sales increased respectively by 7.75% and 16.25%.

Company's portfolio remains dominated by the national acceptances with 86.35% (DZD 27 700

million), against 87.22% in 2017. The international acceptances represent a share of 13.65% which is DZD 4 377 million against 12.78% in 2017. The share of the compulsory cession goes from 60.43% in 2017 to 56.09% in 2018.

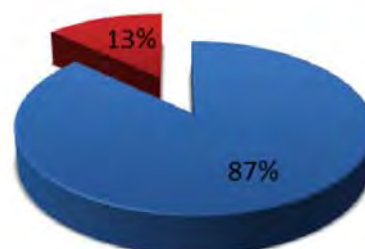
Although its share remains small, the international acceptances continuous its progress by gaining more than 1 point in the global premium structure in 2018.

### SHARE OF NATIONAL AND INTERNATIONAL ACCEPTANCES IN 2017



■ National Acceptances ■ International Acceptances

### SHARE OF NATIONAL AND INTERNATIONAL ACCEPTANCES IN 2018



■ National Acceptances ■ International Acceptances

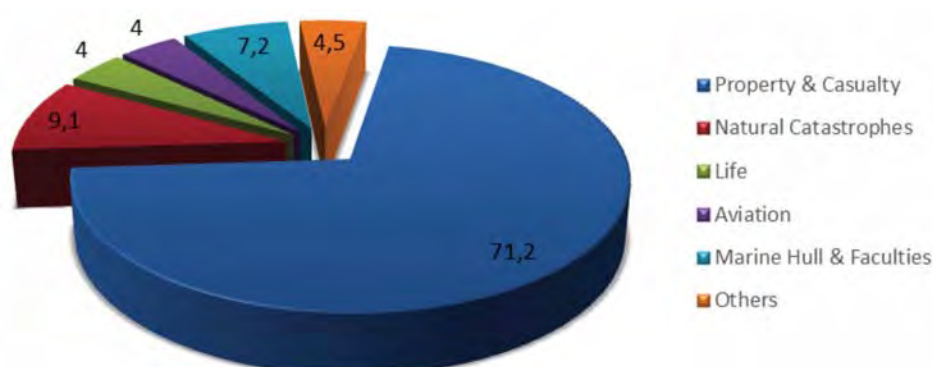
By business class, the gross written premiums of CCR are split as follows :

### GLOBAL ACCEPTANCES BY CLASS - 2018

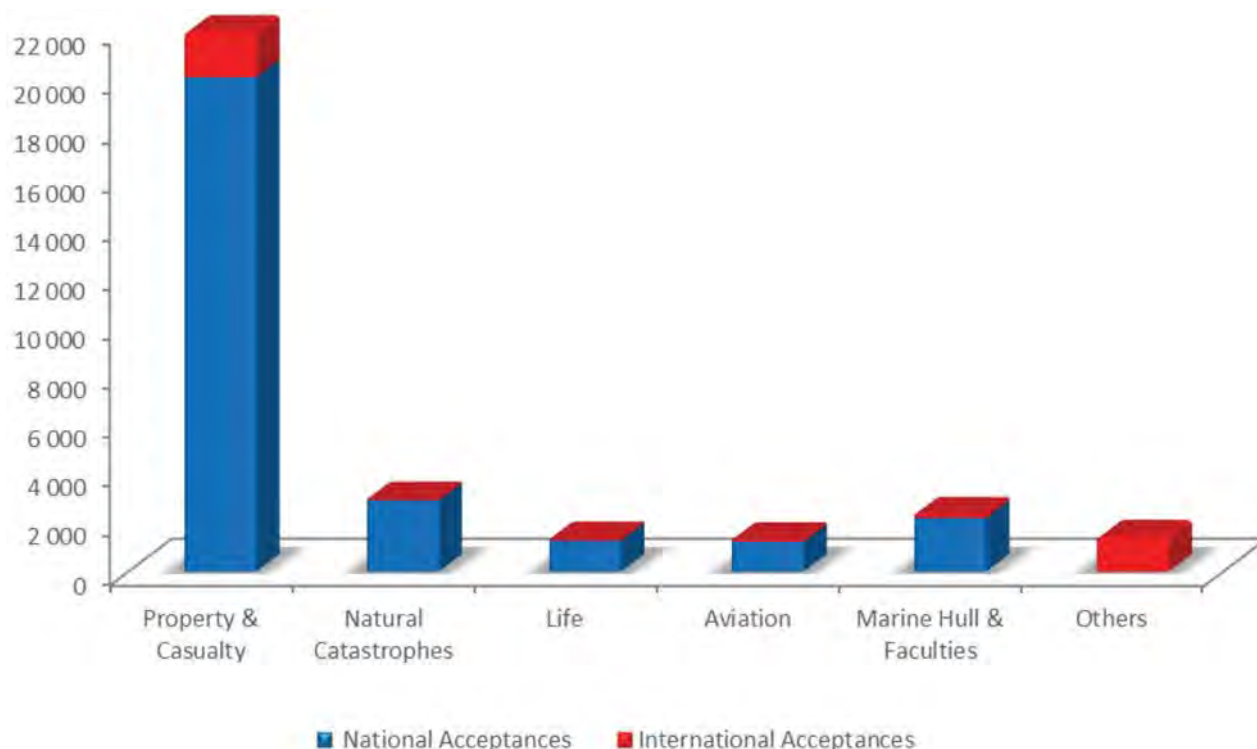
Million DZD

Classes	2017		2018		Variation	
	Amount	Part (%)	Amount	Part (%)	Amount	Part (%)
Property & Casualty	21 444	72,8	22 831	71,2	1 387	6,46
Natural Catastrophes	2 092	7,1	2 908	9,1	816	38,99
Life	1 428	4,8	1 288	4	-140	-9,78
Aviation	1 215	4,1	1 278	4	63	5,16
Marine Hull & Faculties	1 990	6,7	2 334	7,2	344	17,28
Others	1303	4,4	1438	4,5	135	10,36
<b>TOTAL</b>	<b>29 472</b>	<b>100</b>	<b>32 077</b>	<b>100</b>	<b>2 604</b>	<b>8,84</b>

### CCR GLOBAL ACCEPTANCES BY CLASS OF BUSINESS IN 2018



## GLOBAL ACCEPTANCES 2018



## 2 - NATIONAL ACCEPTANCES

The total written premium of national acceptances, achieved in 2018 amounts to DZD 27 700 million against DZD 25 707 million in 2017, showing a positive evolution of 7.75% (DZD + 1 992 million DA).

### 2.1. NON MARINE CLASSES

The non-marine premiums in respect of 2018 increased by 7.15%, i.e DZD 1 620 million, from DZD 22 676 million in 2017 to DZD 24 297 million in 2018. This represents 87.71% of the national premium and 75.75% of CCR's total premium.

#### A/ -PROPERTY & CASUALTY LINES (P&C)

The P&C class of business (Fire, Accident and Other Risks), including Engineering and the Decennial Liability, recorded in 2018 a premium of DZD 20 135 million against DZD 19 181 million in 2017, reaching a progression of 4.97%. This increase mainly concerns Fire (DZD +937 million) and Decennial Liability (DZD + 775 million).

#### B/ - NATURAL DISASTERS

The natural catastrophe premium, in 2018, amounts to DZD 2 897 million, against DZD 2 074 million in 2017, recording an increase of 39.68% (DZD + 823 million) sustained by the increase in conventional underwritings.

#### C/ - LIFE

The life insurance portfolio, which includes two classes "life insurance" and "travel assistance",

recorded a premium volume of DZD 1 244 million for 2018, compared to DZD 1 441 million in 2017, which represents a decrease of 11.05%, i.e DZD -157 million, which has its origin in premiums reduction of two segments "Life" and "Travel Assistance". The 2018 premium consists of 55.93% of the "life insurance" premiums, i.e. DZD 707 million, and 44.07% of the "travel assistance" premiums, i.e. DZD 557 million.

### 2.2. TRANSPORT CLASS

The transport classes, composed of Aviation, Marine Hull and Marine Cargo classes registered in 2018 a premium of DZD 3 403 million against DZD 3 031 million in 2017, marking an increase of 12.27% (DZD +372 million) and a level of achievement of 125.53% of the 2018 targets set at DZD 2 711 million.

#### A/ -AVIATION

The Aviation class recorded, at 31.12.2018, a premium volume of DZD 1 211 million compared to DZD 1 135 million in 2017, showing a rise of 6.69% due mainly to premiums adjustment relating to previous years, 2013, 2014 and 2015 and exchange rate gains on the dollar / dinar parity.

#### B/ -MARINE

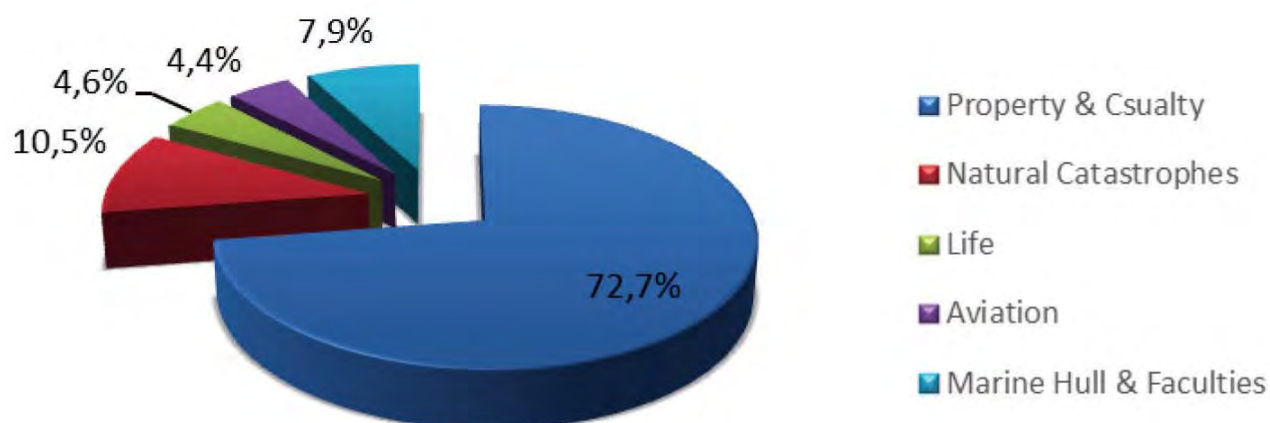
The Marine class (Marine Hull & Cargo) premium, achieved in 2018, amounts to DZD 2 192 million, recording an increase of 0.5% (DZD +296 million), compared to the 2017 premium (DZD 1 896 million).

## EVOLUTION OF NATIONAL ACCEPTANCES 2018

Million DZD

Classes	2017		2018		Variation	
	Amount	%	Amount	%	Amount	%
Property & Casualty	19 181	74,6	20 135	72,7	954	4,97
Natural Catastrophes	2 074	8,1	2 897	10,5	823	39,68
Life	1 421	5,5	1 264	4,6	-157	-11,05
Aviation	1 135	4,4	1 211	4,4	76	6,69
Marine Hull & Cargo	1 896	7,4	2 192	7,9	296	15,61
<b>TOTAL</b>	<b>25 707</b>	<b>100</b>	<b>27 700</b>	<b>100</b>	<b>1 992</b>	<b>7,75</b>

## NATIONAL ACCEPTANCES IN 2018



## 3 - INTERNATIONAL ACCEPTANCES

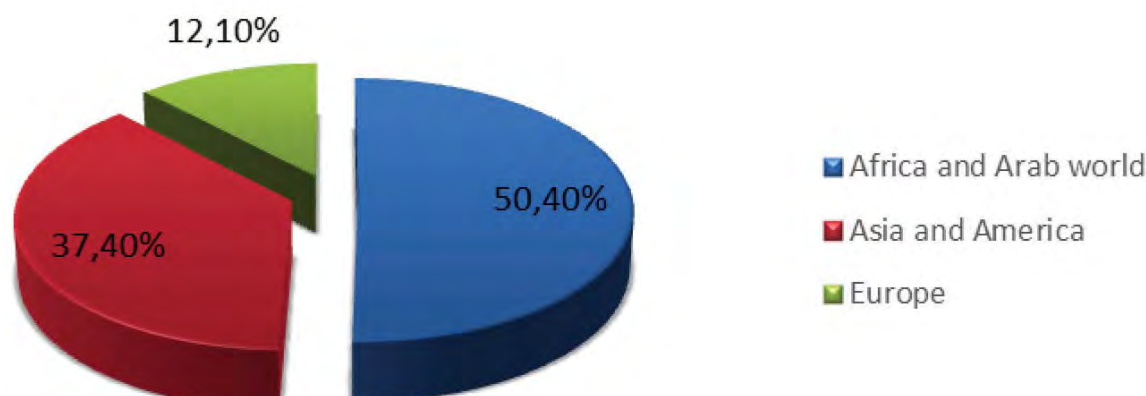
The gross written premiums achieved in 2018, through international CCR's underwritings, amounts to DZD 4 377 million against DZD 3 765 million in 2017, recording an increase of 16.25% (DZD +612 million), this performance was made by the achievement of new business, the increase of CCR's level of participations in 2017 and 2018 and premiums evolution of some programs.

Thus, the structure of international premium shows a treaty contribution of 92.07% and 7.93% for the facultatives compared to 90.86% and 9.14%, respectively, in 2017.

## 3.1. INTERNATIONAL ACCEPTANCES BY ZONE

Analysis of international premium in 2018, by geographical zone, indicates that Africa & Arab World zone is the largest international underwriting area with a penetration of 50.4% compared to 47.7% the previous year. It is followed by Asia & America which remains the second largest underwriting area, with a penetration of 37.4% against 39.7% in 2017, Europe zone is the last position, with a penetration of 12.1 % against 12.6% in 2017.

## INTERNATIONAL ACCEPTANCES BY ZONE IN 2017





### 3.2. INTERNATIONAL PREMIUMS BY CLASS

The analysis of international premium, by class, indicates that, except CAT NAT and Aviation classes which recorded, successively, a decrease of 40.88% and 16.65%, all other insurances classes

show an evolution of their premiums, compared to the previous year.

The most important progressions concern three classes :

- Life (+255.85% / DZD +17 million) ;
- Marine Hull (+41.08% / DZD +12 million) ;
- Fire (+30.49% / DZD +403 million).

### INTERNATIONAL ACCEPTANCES BY CLASSES IN 2018

Million DZD

Classes	2017		2018		Variation	
	Amount	%	Amount	%	Amount	%
Property & Casualty	2 262	60,12	2 696	61,59	434	19,18
Natural Catastrophes	18	0,48	11	0,24	-7	-40,88
Life	7	0,18	24	0,56	17	255,85
Aviation	80	2,11	66	1,52	-13	-16,65
Marine Hull & Cargo	95	2,51	142	3,24	47	0,73
Others	1303	34,6	1438	32,85	135	10,36
<b>TOTAL</b>	<b>3 765</b>	<b>100</b>	<b>4 377</b>	<b>100</b>	<b>612</b>	<b>16,25</b>

## 4. CLAIMS

Claims amount paid by CCR in 2018 increase

slightly. Indeed, the gross paid claims for the year is DZD 12 766 million against DZD 10 963 million in 2017, representing an increase of 16%.

### PAID CLAIMS IN 2018

Million DZD

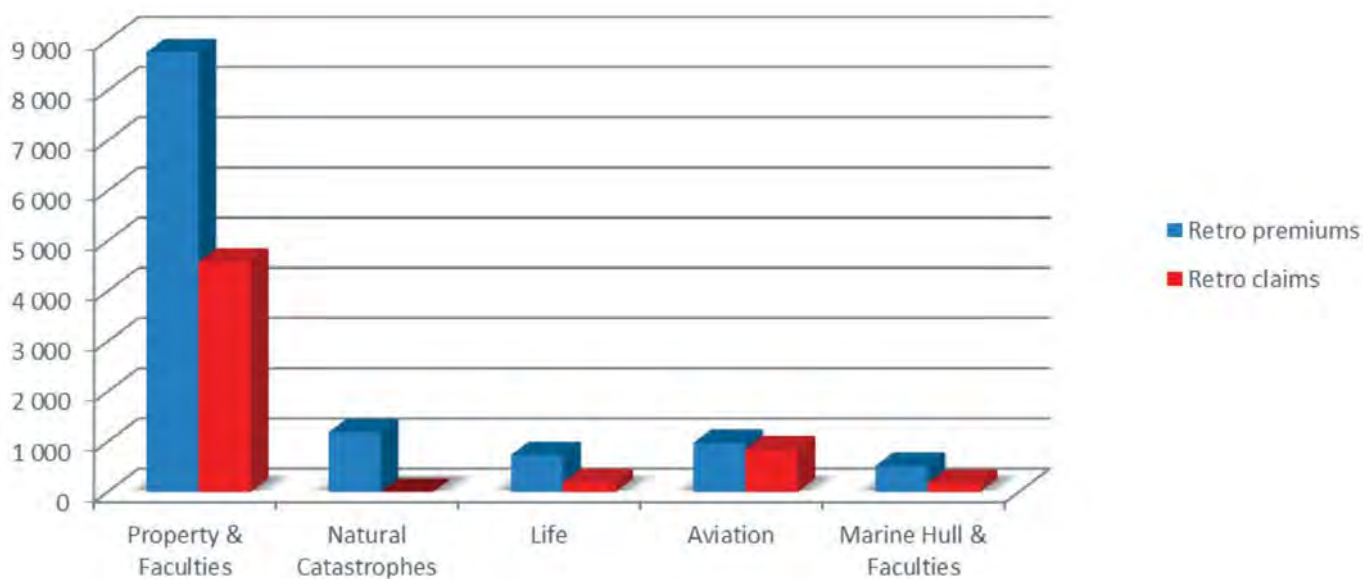
Classes	2016		2017		Variation (%)	
	Gross Claim	Net CCR	Gross Claim	Net CCR	Net CCR	Gross Claim
Property & Casualty	7 585	5 152	7 880	4 975	4	-3
Natural Catastrophes	2	3	0	5	-100	67
Life	280	319	489	307	75	-4
Aviation	1 191	110	912	100	-23	-9
Others	1 081	9	2546	55	123	511
<b>TOTAL</b>	<b>10 963</b>	<b>6 405</b>	<b>12 766</b>	<b>6 970</b>	<b>16</b>	<b>9</b>

## 5 - RETROCESSION

In 2018, the volume of retrocession premiums increased by 5.51% (DZD +638 million), from DZD 11 568 million in 2017 to DZD 12 206 million, representing a realization rate of 105.65% of 2018 targets set at 11 553 million DA.

Regarding to the claims recovered from retrocession, it recorded, at 31.12.2018, a positive variation of 27.16%, rising from DZD 4 558 million in 2017 to DZD 5 796 million, i.e. an increase of DZD 1 238 million, which is mainly due to the Fire class following recoveries of claims in 2017.

## RETROCESSION IN 2018



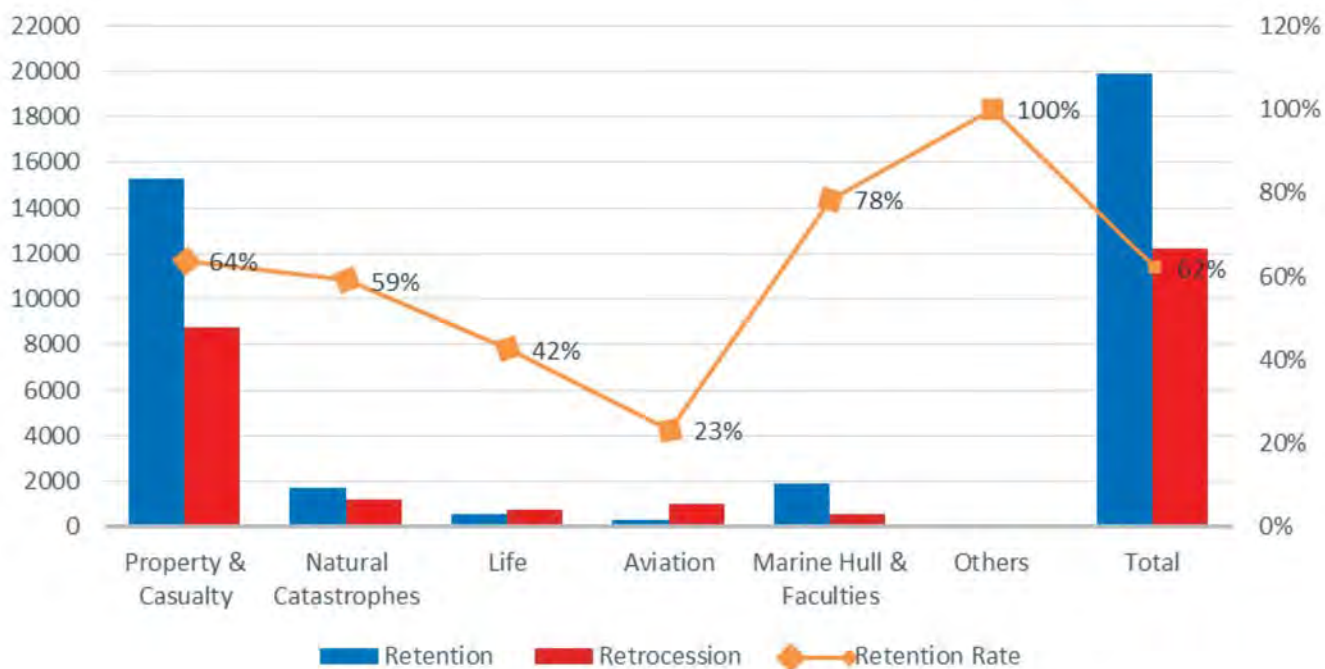
## 6 - RETENTION

Premiums volume retained by CCR, for 2018, reached an amount of DZD 19 871 million against DZD 17 904 million in 2017, recording a positive variation of 10.98%, i.e. DZD 1 966 million. As a percentage of total revenue, CCR's retention

represents a share of 61.95% in 2018, against 60.75% in 2017, increased by 1.20 points.

In terms of claims, the net paid claims amount supported by CCR reached at 31.12.2018, an amount of DZD 6 970 million against DZD 6 405 million in 2017, registering an increase of 8.28%, which represents + DZD 565 million.

## RETENTION RATES - 2018







Tassili rock engraving, N'ajjer



## FINANCIAL ACTIVITY & ACCOUNTING

The financial assets and investments amount to DZD 61 040 million at December 31<sup>st</sup>, 2018, against DZD 56 393 million in 2017, which represents an increase of DZD 4 647 million (+ 8.24%).

The total financial income generated by CCR's investments in 2018 amounts to DZD 1 992 million against DZD 1 613 million in 2017, thus an increase of DZD 379 million, representing + 23.50%.

The financial revenues represent 6.21% of 2018 sales, thus an increase of 0.74 point compared to 2017 (5.47%). Reported to expenses, the financial products generated in 2017 allow the coverage of:

- ▶ 200.66% of operating expenses against 161.34% in 2017 ;
- ▶ 877.53% of staff expenses against 721.11% in 2017.

### 1 - SECURITY SHAREHOLDINGS

CCR's participations in the share capital of national and international companies, in both insurance

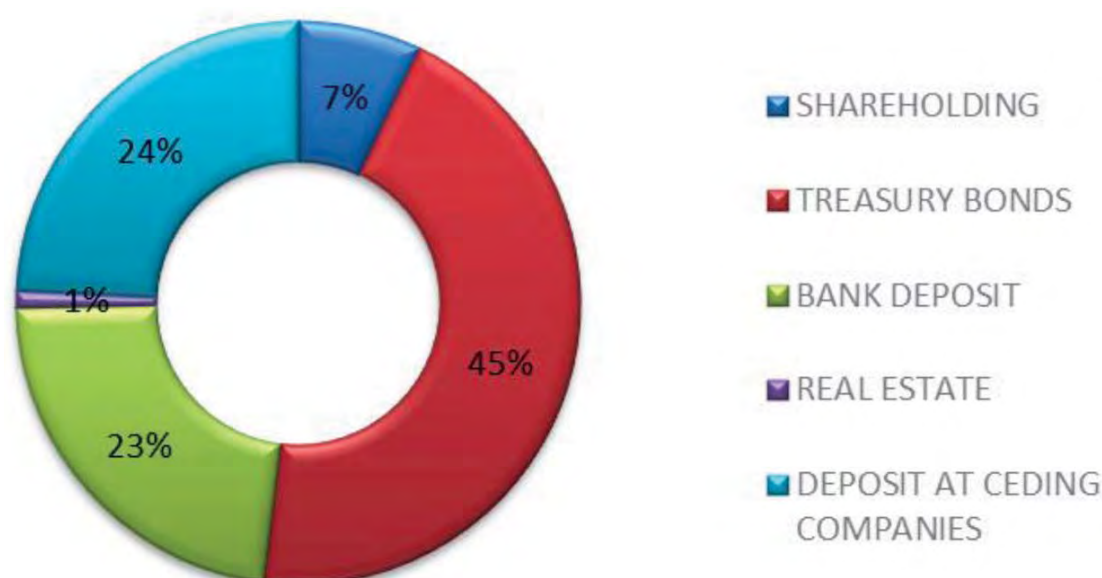
sector and non-insurance sectors reached, at 31/12/2018, an amount of DZD 4 324 million against DZD 3 992 million in 2017, recording an increase of DZD 332 million.

### 2 - FINANCIAL INVESTMENTS

The financial investments of CCR, excluding equity investments, reached DZD 56 716 million at 31/12/2018, compared to DZD 52 402 million in 2017, showing an increase of DZD 4 314 million i.e, + 8.23%.

Also, Treasury Bonds ranks first in CCR's financial investments, with a volume of DZD 27 397 million, representing 48% of total financial investments excluding equity, followed by Deposits at ceding companies, with a volume of DZD 14 832 million, i.e 26% of total financial investments; and third, Bank Deposits with a volume of DZD 13 895 million, with an increase of 31% compared to 2017, i.e. a 24.50% share of financial investments excluding participation shares (compared to 18% in 2017).

### STRUCTURE OF FINANCIAL INVESTMENT IN 2018





Timgad Trajan's bow



Between Bejaia and Jijel



## GENERAL MANAGEMENT

### 1 - OVERHEAD EXPENSES

Operating Expenses recorded at 31.12.2018 a volume of DZD 993 million against DZD 1 000 million in 2017, thus a decrease of 0.74% (DZD -7 million) in respect of the two items "Other Operational Expenses" and "Other External Services".

Operating expenses (including depreciation & provisions included), recorded at 31.12.2018, amount to DZD 2 211 million against DZD 2 056 million in 2017, this increase of 7.53% represents DZD +155 million.

#### OVERHEAD

Million DZD

Items	Figures for 2017	Forecasts for 2018	Figures for 2018
External services	30,5	45,9	40,7
Other External Services	223,1	240,5	213,5
Staff costs	223,7	232,7	226,7
Taxes & duties/assimilated payments	290,2	385,9	324,1
Other Operational Expenses	232,4	221,8	187,6
<b>Total operating expenses</b>	<b>1000,1</b>	<b>1126,8</b>	<b>992,7</b>
Accounting depreciations & provisions	055,80 1	442,2	218,00 1
<b>Total overhead expenses</b>	<b>2055,9</b>	<b>1568,9</b>	<b>2210,8</b>

#### EVOLUTION OF OVERHEAD EXPENSES 2014 - 2018 (MILLION DZD)





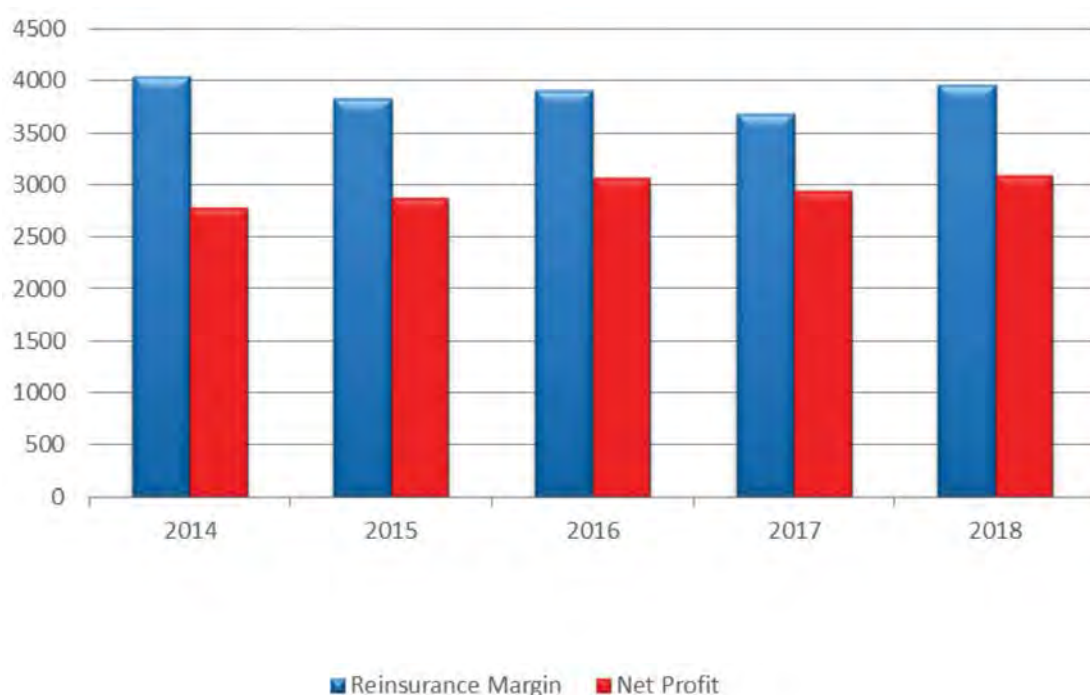
## 2 - INCOME / BOTTOM-LINE

The different results generated in 2018 are as follows :

Million DZD

Items	2017	2018	Variation (amount)	Variation %
Reinsurance margin	3 688	3 970	282	7,64
Operational technical results	1 991	1 950	-41	-2,07
Financial income	1 658	1 912	254	15,34
Ordinary profit before taxation	3 649	3 862	213	5,84
Net profit of ordinary activities	2 941	3 094	154	5,23
Net profit / capital	13,37%	14,07%	0,7	0,7
Net profit / shareholders equity	10,18%	10,13%	-0,04	-0,04

### EVOLUTION OF RESULT 2014 - 2018



## 3 - SOLVENCY MARGIN

The amount of shareholders' equity at 31.12.2018 was DZD 30 535 million, compared to DZD 28 896 million in 2017.

The amount of the solvency margin, recorded at 31.12.2018, amounts to DZD 31 347 million. It is higher than 20% of written premium net of

cancellation (DZD 32 077 million) (i.e. DZD 6 415 million) and it also exceeds the minimum level fixed at 15% of technical provisions (DZD 30 015 million), thus DZD 4 502 million, representing a solvency margin which comply with the two regulatory methods.

This solvency margin represents 97.72% of net premiums of cancellation and 104.44% of technical provisions.

## 4 - KEY RATIOS

RATIOS	2017 (%)	2018 (%)
<b>FINANCIAL STRUCTURE RATIOS</b>		
Shareholders' Equity / Total Liabilities	36,42	34,94
Reserves/ Shareholders' Equity	9,46	13,67
<b>DEBT RATIOS</b>		
Total Debt / Total Liabilities	58,28	59,14
<b>TECHNICAL BALANCE</b>		
Tech. Prov. + tech. Debt / Invest. Debt + Cash & Assimilated	73,45	94,24
<b>MANAGEMENT RATIOS</b>		
Operating Expenses / Gross Written Premiums	3,39	3,09
Staff Costs / Gross Written Premiums	0,76	0,71
Payroll / Gross Written Premiums	0,6	0,55
Financial Income / Operating Expenses	161,3	200,72
Financial Income / Staff Costs	721	878,77
<b>PROFITABILITY RATIOS</b>		
Reinsurance Margin / Gross Written Premiums	12,51	12,38
Net Profit / Capital	13,37	14,07
Net Profit / Gross Written Premiums	9,98	9,65
Net Profit / Shareholders Equity	10,18	10,13
<b>TECHNICAL RATIOS</b>		
Combined Ratio (Net claims + Oper. Exp. / Net Written Premiums )*	83,48	84,06
LOSS RATIO (Net Claims / Net Written Premiums)	51,28	52,66
<b>PRODUCTIVITY</b>		
Gross Written Premium / Agent	DZD 327,47 M	DZD 356,41 M
Net Profit / Agent	DZD 32,67 M	DZD 34,38 M

\* The combined ratio, according to AM Best rating agency method for the two years is : 80.55% in 2017 and 82.17% in 2018.





Palace of Raïs, Algiers



# FINANCIAL STATEMENTS

## ASSETS AT 31/12/2018

U= Thousands DZD

ASSETS	GROSS AMOUNT at 31/12/2018	DEPR - PROV at 31/12/2018	NET AMOUNT at 31/12/2018	NET AMOUNT at 31/12/2017
<b>NON CURRENT ASSETS</b>				
Goodwill	-	-	-	-
Intangible fixed assets	56 058	28 629	27 429	7 817
TOTAL INTANGIBLE FIXED	56 058	28 629	27 429	7 817
<b>Tangible fixed assets</b>				
- Lands	79 483	-	79 483	79 483
- Buildings	1 405 015	358 711	1 046 303	1 068 497
- Tangible fixed assets	120 187	75 917	44 271	45 656
- Fixed assets in concession	-	-	-	-
TOTAL TANGIBLE FIXED ASSETS	1 604 685	434 628	1 170 057	1 193 636
Current fixed assets	9 056	-	9 056	9 573
TOTAL CURRENT FIXED ASSETS	9 056	-	9 056	9 573
<b>Financial fixed assets</b>				
- Securities put in equivalence	-	-	-	-
- Other participations' related debts	4 324 262	1 246 925	3 077 337	2 745 300
- Other fixed securities	35 674 356	281 356	35 393 000	26 479 000
- Loans & other non-current financial assets	655 387	-	655 387	585 018
- Active deferred taxes	39 694	-	39 694	29 419
- Funds or value depos. With ceding comp.	14 831 643	-	14 831 643	12 411 223
TOTAL OF FINANCIAL FIXED ASSETS	55 525 342	1 528 281	53 997 061	42 249 960
TOTAL OF NON CURRENT ASSETS	57 195 141	1 991 538	55 203 603	43 460 986
<b>CURRENT ASSETS</b>				
<b>Insurance technical provisions</b>				
- Share of ceded coassurance	-	-	-	-
- Share pf ceded reinsurance	12 368 282	-	12 368 282	14 025 364
TOTAL OF INSURANCE TECHNICAL PROVISIONS	12 368 282	-	12 368 282	14 025 364
<b>Debt and assimilated</b>				
- Debtors holders & ceding companies	-	-	-	-
- Insurers, insured intermed. & related account	12 326 243	1 257 937	11 068 307	6 419 743
- Other debtors	184 856	5 760	179 096	200 179
- Taxes & assimilated duties	-	-	-	86 819
- Other debts & assimilated posts	-	-	-	-
TOTAL DEBTS & ASSIMILATED	12 511 099	1 263 697	11 247 402	6 706 740
<b>Cash &amp; assimilated</b>				
- Investments & other current financial assets	5 599 896	-	5 599 896	12 619 664
- Cash	2 980 071	-	2 980 071	2 539 409
TOTAL CURRENT ASSETS	8 579 967	-	8 579 967	15 159 074
TOTAL CURRENT ASSETS	33 459 347	1 263 697	32 195 650	35 891 178
TOTAL ASSETS	90 654 488	3 255 235	87 399 253	79 352 164

## LIABILITIES AT 31/12/2018

U= Thousands DZD

LIABILITIES	NET AMOUNT at 31/12/2018	NET AMOUNT at 31/12/2017
<b>SHAREHOLDERS EQUITY</b>		
Issued capital	22 000 000	22 000 000
Non paid-up capital		
Capital : premiums & reserves	4 172 805	2 732 243
Valuation gap	1 267 708	1 223 694
Revaluation gap		
Equivalence gap		
Net profit/loss	3 094 332	2 940 562
Other equity- retained earnings		
Shares of the funding company		
Shares of minorities		
<b>TOTAL SHAREHOLDERS EQUITY</b>	<b>30 534 845</b>	<b>28 896 499</b>
<b>NON CURRENT LIABILITIES</b>		
Loans & financial debts		
Taxes		
Other non-current debts		
Controlled provisions	5 173 720	4 206 969
Provisions & income earned in advance	152 669	113 149
Funds or value received from reinsurers	5 073 399	2 552 156
<b>TOTAL OF NON-CURRENT LIABILITIES</b>	<b>10 399 788</b>	<b>6 872 274</b>
<b>CURRENT LIABILITIES</b>		
Insurance technical provisions		
- Direct operations	449 106	340 628
- Acceptances	39 908 849	37 615 065
Debts & related ressources		
- Holders, ceding companies & related account	5 589 641	5 112 206
- Insured, insurances intermediaries	-	
Payable taxes	156 455	25 904
Others debts	360 568	489 589
Cash liabilities		
<b>TOTAL CURRENT LIABILITIES</b>	<b>46 464 620</b>	<b>43 583 391</b>
<b>TOTAL LIABILITIES</b>	<b>87 399 253</b>	<b>79 352 164</b>



## INCOME STATEMENT AT 31/12/2018

U= Thousands DZD

Accounts Description	Gross Operations at 31/12/2018	Cessions & Rétrocession at 31/12/2018	Net Operations at 31/12/2018	Net Operations at 31/12/2017
Accepted premiums	32 076 506	12 205 854	19 870 652	17 904 299
Accepted premiums brought forward	- 1 479 409	- 286 116	- 1 193 293	- 1 631 356
<b>EARNED PREMIUM</b>	<b>30 597 097</b>	<b>11 919 737</b>	<b>18 677 359</b>	<b>16 272 943</b>
Acceptance benefit	13 688 910	3 852 822	9 836 088	8 345 241
<b>FINANCIAL YEAR ALLOWANCES</b>	<b>13 688 910</b>	<b>3 852 822</b>	<b>9 836 088</b>	<b>8 345 241</b>
Reinsurance commissions received	-	1 640 927	- 1 640 927	- 1 331 552
Reinsurance commission paid	6 512 385	-	6 512 385	5 571 359
<b>REINSURANCE COMMISSIONS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 239 806</b>
<b>NET REINSURANCE MARGIN</b>	<b>10 395 801</b>	<b>6 425 988</b>	<b>3 969 813</b>	<b>3 687 895</b>
Immobilized production	-	-	-	-
External services & other wasting	254 234	-	254 234	253 685
Staff cost	226 749	-	226 749	223 741
Duties taxes & assimilated payments	324 103	-	324 103	290 246
Other operation income	43 636	-	43 636	43 375
Other operation expenses	40 784	-	40 784	45 166
Depreciation	1 218 045	-	1 218 045	1 055 782
provisions & loss value	-	-	-	-
Upturn on loss value & provision	-	-	-	128 016
<b>OPERATIONNAL TECHNICAL RESULT</b>	<b>8 375 522</b>	<b>6 425 988</b>	<b>1 949 534</b>	<b>1 990 665</b>
Financial income	2 059 052	-	2 059 052	1 845 193
Financial expenses	146 847	-	146 847	187 242
<b>FINANCIAL RESULT</b>	<b>1 912 205</b>	<b>-</b>	<b>1 912 205</b>	<b>1 657 951</b>
<b>COMON RESULT BEFORE TAXATION</b>	<b>10 287 727</b>	<b>6 425 988</b>	<b>3 861 739</b>	<b>3 648 616</b>
Payable taxes on common result	777 683	-	777 683	695 373
Deffered taxes on ordinary result	- 10 275	-	- 10 275	12 681
TOTAL ORDINARY INCOME	6 072 502	-	6 072 502	5 704 480
TOTAL ORDINARY EXPENSES	2 978 170	-	2 978 170	2 763 917
<b>NET RESULT OF COMMON ACTIVITIES</b>	<b>9 520 320</b>	<b>6 425 988</b>	<b>3 094 332</b>	<b>2 940 562</b>
Exceptionnal income (specify)	-	-	-	-
Exceptionnal expenses (specify)	-	-	-	-
<b>EXCEPTIONNAL RESULT</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FINANCIAL NET RESULT</b>	<b>9 520 320</b>	<b>6 425 988</b>	<b>3 094 332</b>	<b>2 940 562</b>

## CASH-FLOW STATEMENT AT 31/12/2018 (Direct Method)

U= Thousands DZD

ITEMS	AT 31/12/2018	AT 31/12/2017
<b>CASH-FLOW FROM OPERATIONNAL ACTIVITIES</b>		
Collection received from insurance/reinsurance activities	16 097 998	17 390 509
Amount paid to suppliers staff	- 12 931 721	- 15 613 473
Payment to suppliers & employees	- 473 766	- 929 850
Interest & other paid financial expenses	- 31 845	- 53 327 437
Taxes on paid profits	- 941 210	- 1 019 637
<b>Cash-flow before exceptional elements</b>	<b>1 719 456</b>	<b>- 225 779</b>
Cash-flow from investments activities	-	-
<b>Net cash-flow from operationnal activities</b>	<b>1 719 456</b>	<b>- 225 779</b>
<b>CASH-FLOW FROM INVESTMENT ACTIVITIES</b>		
Disbursement on tangible or intangible fixed assets acquisitions	- 40 444	- 28 594
Collection of tangible or intangible fixed transfers	-	7 264
Disbursement on financial fixed assets	- 15 356 880	- 13 942 055
Collection of financial assets transfers	13 219 664	10 322 759
Interest cashed on financial investments	1 465 906	1 667 735
Dividends & quota share of received result	121 153	117 217
<b>Cash-flow from investment activities</b>	<b>- 590 601</b>	<b>- 1 855 675</b>
<b>CASH-FLOW FROM FINANCIAL ACTIVITIES</b>		
Collection following sharing issuing	-	-
Dividends & other allocations	- 1 500 000	- 1 500 000
Collection from loans	-	-
Repayment loans or other assimilated debts	-	-
<b>Net cash-flow from financial activities</b>	<b>- 1 500 000</b>	<b>- 1 500 000</b>
Incidences of exchanges rate variations on liquid assets	868	- 1 740
<b>Net period cash variations</b>	<b>- 370 277</b>	<b>- 3 583 193</b>
Cash at the begining of the financial year	763 488	4 346 681
Cash at the end of the financial year	393 211	763 488
<b>Period cash variations</b>	<b>- 370 277</b>	<b>- 3 583 193</b>



## CHANGES IN EQUITY STATEMENT AT 31/12/2018

U= Thousands DZD

ITEM	CAPITAL SHARE	ISSUING PREMIUM	VALUATION GAP	REVALUATION GAP	RESERVES AND RESULTS
Balance at December 31, 2016	22 000 000		1 166 755		2 732 243
Change of accounting method					
Significant errors corrections					
Fixed assets revaluation					
Non entered profits or losses			56 940		
Paid dividends					-
Capital increase	-				-
Financial year result					2 940 562
Balance at December 31, 2017	22 000 000		1 223 694	-	5 672 805
Change of accounting method					
Significant errors corrections					
Fixed assets revaluation					
Non entered profits or losses			44 014		
Paid dividends					-1 500 000
Capital increase	-				-
Financial year result					3 094 332
Balance at December 31, 2018	22 000 000		1 267 708	-	7 267 137

## **AUDITOR'S REPORT**

**2018 Financial Year**

**BENHABILES Zoheir**  
Chartered Accountant  
Legal Auditor

**To the chairman,  
Membres of the Ordinary  
General Assembly of the  
Compagnie Centrale  
de Réassurance (CCR)**

In accordance with the provision of article 751 twice 4 of the commercial law, we give a report on our opinion in respect of the CCR's accounts for the year ended December 31<sup>st</sup>, 2018.

We examined and checked the accounting and financial operations as well as the financial statements produced by the Compagnie Centrale de Réassurance under the 2018 year.

Our audit, carried out according to the commonly accepted diligence, rules and proceedings governing the auditors profession, consisted to make sure that the IAS and IFRS standards, as decreed by the accounting financial system, have been respected.

Notwithstanding the various remarks and observations expressed in our detailed report, we certify that the CCR's financial statements are sincere and regular as far as the standards and rules commonly accepted are concerned and reflect the effective financial and patrimonial statement of the of the firm.

**The Legal Auditor  
BENHABILES Zoheir**

**Sunday may 05, 2019**

CCR - COMPAGNIE CENTRALE DE RÉASSURANCE  
Ilot 133, cité administrative, plateau Ouled Fayet, Alger, Algérie  
Tél.: +2013 (0) 21 38 25 08 Fax : +213 (0) 21 38 26 16  
Email : contact@ccr.dz



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



# COMPAGNIE CENTRALE DE REASSURANCE



Ilôt 133, N°02, cité administrative,  
Plateau Ouled Fayet, Alger, Algérie.  
Tél.: +213 (0) 21 38 25 08  
Fax: +213 (0) 21 38 26 16  
E-mail: [contact@ccr.dz](mailto:contact@ccr.dz)  
Site web: [ccrdz.com](http://ccrdz.com)

