

2024 ANNUAL REPORT

2024

TABLE OF
CONTENTS

OUR MISSION	03
Our Vision Our Values	
MESSAGE FROM THE CEO	04
BUSINESS OPERATIONS REPORT	06
Risk-Based Capital Total Assets Gross Written Premium (GWP) Net Premium Income Structure Claims Paid Operating Expenses Investment Guarantee Insurance Combined Ratio Profitability Return on Equity (ROE)	
REINSURANCE OPERATIONS REPORT	15
Reinsurance Treaty reinsurance Facultative reinsurance International Health Insurance Reinsurance partners	
CORPORATE GOVERNANCE	21
Governance Corporate Structure Board of Directors Management Team	
AUDITED FINANCIAL STATEMENT	27
Audited financial statement	

OUR MISSION

Our mission is to uphold the highest standards of professional ethics and deliver expert, innovative insurance services that are positive, straightforward, and efficient. By safeguarding our clients' future from risk, we contribute to a secure and prosperous tomorrow through lasting value and sustainable growth.

OUR VISION

We strive to be an insurance company that upholds the universal values of humanity and prioritizes a people-centered approach grounded in professional ethics.

OUR VALUES

Unity — From the moment a risk is insured, it becomes a shared concern not only for the insured but for Amar Insurance and all its stakeholders. This unity to protect one another from risk is our most important value.

Trust — The confidence and responsibility entrusted to us by our policyholders to protect them from future risks form the very foundation of our company's existence.

Partnership — We are not merely a company that compensates losses after they occur; we are a committed partner and advisor who helps policyholders select the most beneficial insurance options and continuously supports them in managing their risks effectively.

Innovation — We constantly seek and strive to implement technological advances and innovative solutions that bring greater benefits and positive change to our operations.

Sustainability — We value not only business profitability but also the positive social impact of our activities. Therefore, we prioritize long-term goals and collective growth over short-term gains.





Dear Valued Clients and Partners,

We extend our sincere gratitude for the trust and partnership you have shown us.

For Amar Insurance, 2024 was a year of significant achievements and progress.

Over the year, we partnered with 21,099 clients and generated MNT 26.5 billion in gross written premium in come. We provided MNT 5.4 billion in claims to 3,671 clients who encountered unexpected risks.

As of 2024, our capital adequacy ratio stood at 222%, and our solvency level fully met the highest standards set by the Financial Regulatory Commission. This has reaffirmed our position in the market as a reliable and stable insurer. These accomplishments were made possible through the close cooperation we maintained with our partner organizations, representatives, and reinsurers.

In an era defined by global digital transformation, the insurance industry—like all sectors—faces both the challenge and necessity of keeping pace with rapidly evolving technologies. To strengthen our position in the market, we are focusing on technology-driven product development and operational efficiency.

We believe that creating positive change and making a meaningful impact on society requires effort and commitment from organizations of all sizes. In 2025, we will increase investments in information security and technological advancement, and we are fully prepared to take the next step in expanding our insurance business beyond the Mongolian market.

We sincerely thank you for your invaluable support and collaboration, and we look forward to building future success together.

With respect,

A handwritten signature in black ink, appearing to read 'Bat. Ochir', written in a stylized, cursive script.

Chief Executive Officer

Batzul Tumor-Ochir



BUSINESS OPERATIONS REPORT

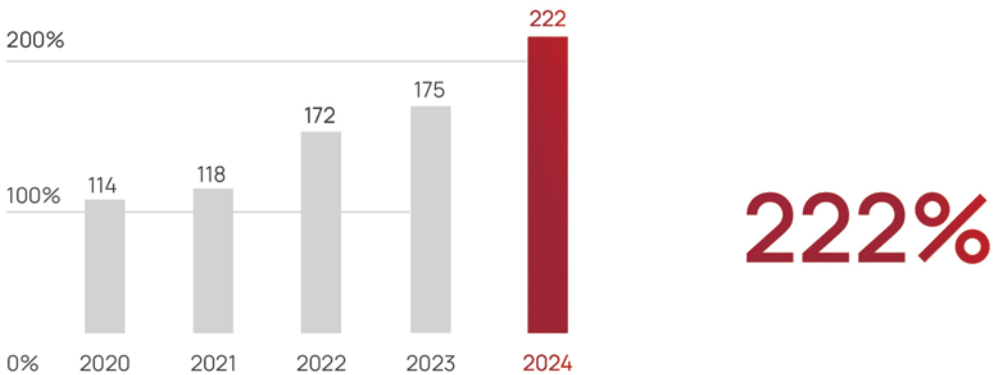
RISK-BASED CAPITAL

Starting in 2023, the Financial Regulatory Commission (FRC) introduced a significant policy shift by adopting a Risk-Based Capital Adequacy Ratio framework for assessing insurers' solvency. This move aligns the Mongolian insurance sector with international best practices, particularly the Solvency II regime.

Under this framework, insurers' solvency is assessed using both quantitative and qualitative indicators, allowing for a more comprehensive view of financial soundness. Solvency levels are categorized into five distinct tiers, based on each company's size, risk profile, and the effectiveness of its risk management practices.

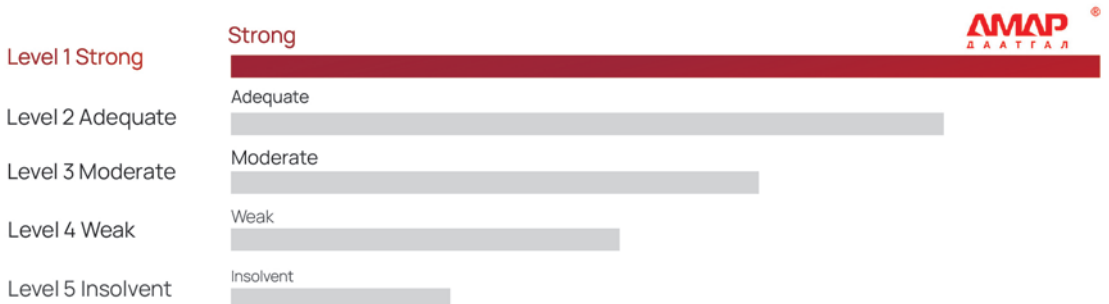
Capital Adequacy Ratio , %

Under the applicable regulation, the minimum required Capital Adequacy Ratio for insurance companies is set at 122%. In 2024, Amar Daatgal reported a robust ratio of 222%, marking a notable improvement of 47 percentage points compared to 175% in 2023.



In 2023, Amar Insurance's Corporate Governance Code compliance score stood at 80.6%. In 2024, the Board of Directors placed strategic emphasis on strengthening governance practices. As a result, the Board's structure was expanded, specialized subcommittees were established, and operational procedures were revised and implemented. These measures significantly reduced governance-related risks and led to an improvement in the compliance score to 91.7%. Furthermore, since the introduction of these governance enhancements, Amar Insurance has been maintaining a solvency level that meets the highest standard – Category 1.

Solvency Level Classification , %



TOTAL ASSETS

In 2024, Amar Insurance increased its total assets from MNT 25.0 billion in 2023 to MNT 30.7 billion, representing a 22.8% growth. This growth was primarily driven by MNT 1.1 billion increase in insurance reserves and MNT 4.3 billion increase in investments.

As of 2024, the company's total assets comprise 4.3% in cash and cash equivalents, 13.4% in premium receivables, 61.7% in investments, 16.8% in insurance assets, and 1.2% in fixed assets and software.

Total assets , in billion MNT



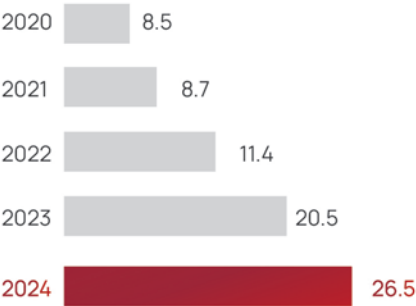
GROSS WRITTEN PREMIUM (GWP)

In 2024, Amar Insurance increased its gross written premium to MNT 26.5 billion and its net premium income to MNT 16.1 billion, representing a 44.6% growth compared to the previous year.

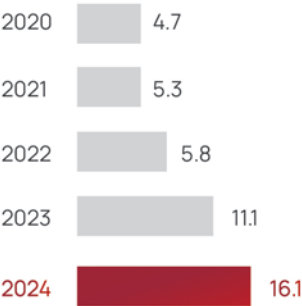
The company maintained a strong focus on customer-centricity by enhancing its comprehensive customer care policy and further developing its customer relationship management (CRM) system. Post-policy services were made clearer and more accessible, while new advisory services were introduced to help policyholders better manage and reduce their risks. Additionally, Amar Insurance prioritized improving the efficiency and simplicity of its claims handling process to ensure faster and smoother resolutions for clients.

These efforts have strengthened policyholder confidence in Amar Insurance and fostered long-term client relationships, contributing to an increase in the number of customers and growth in premium income. In terms of premium income composition, the company offered 38 types of insurance products in 2023. By 2024, this number had risen to 43, resulting in a more diversified product portfolio and improved distribution of risk exposure.

GROSS WRITTEN PREMIUM, in billion MNT



NET PREMIUM INCOME GROWTH , billion MNT



Breakdown of Gross Written Premium Income by Product



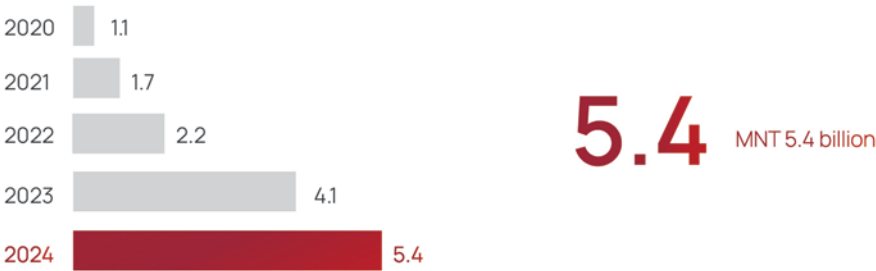
CLAIMS PAID

As part of its risk management strategy, Amar Insurance allocated the majority of premiums collected from clients to the international reinsurance market. This approach has significantly enhanced the company's risk-bearing capacity and ensured the reliability of claims payments. By transferring risk to well-rated global reinsurers, this policy plays a vital role in safeguarding the company's financial stability and protecting the interests of policyholders.

In 2024, Amar Insurance approved a total of MNT 5.4 billion in claims payments. Of this amount, MNT 300 million was recovered from liable third parties and MNT 33 million from reinsurers, resulting in net claims paid of MNT 5.1 billion. Throughout the year, the company received 3,815 claims across 25 insurance products, resolving 3,671 of them – a settlement rate of 96%.

In 2024, the average claims processing time was 3.8 days. Total claims paid rose from MNT 4.1 billion in 2023 to MNT 5.4 billion in 2024, reflecting a 31% year-on-year increase. This growth was mainly driven by an expanding policyholder base and higher average claim amounts, influenced by rising costs of vehicle parts, repair services, and healthcare.

Total claims paid , in billion MNT

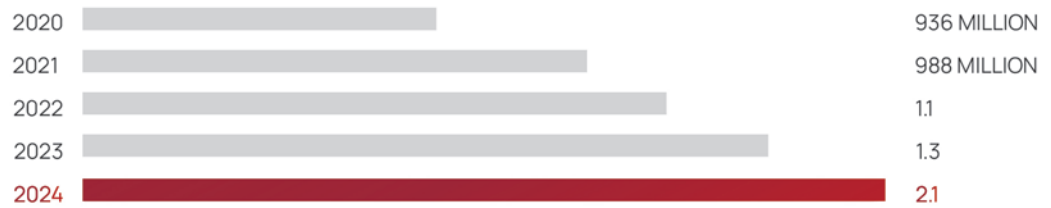


OPERATING EXPENSES

In 2024, Amar Insurance's direct expenses related to policy issuance totaled MNT 3.4 billion, marking a 74% increase compared to the same period of the previous year. This growth was primarily driven by a significant rise in the number of insurance contracts and policyholders. The expansion of the company's distribution channels and increased premium income from partner organizations also contributed to higher related costs.

Operating expenses reached MNT 2.1 billion, a 66% increase, mainly due to business growth, new job openings, and the implementation of new salary and bonus policy.

Operating Expenses in billion MNT



INVESTMENT

Amar Insurance manages its investment portfolio with a strong focus on risk control and return optimization. Daily monitoring ensures informed decision-making and a balanced approach between risk and return. In 2024, the company's investment portfolio reached MNT 19 billion — a 30% increase from the previous year. Investment returns totaled MNT 2.7 billion, delivering a portfolio yield of 18.8%, which is 4.2 percentage points above the industry average.

INVESTMENT PORTFOLIO

MNT 19 billion

2024

30%

Growth Compared to 2023

RETURN ON INVESTMENT

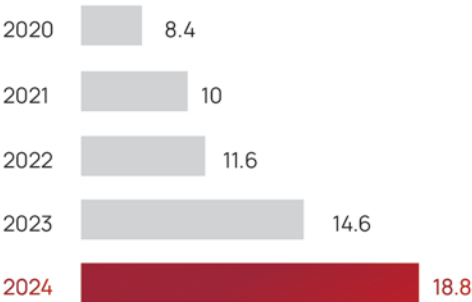
MNT 2.7 billion

2024

18.8%

4.2 percentage points higher than the industry average of 14.6%

Investment Portfolio , in billion MNT



18.8 MNT billion

GUARANTEE INSURANCE

In December 2022, the State Great Khural (Parliament) amended the Law on Insurance and the Law on Procurement of Goods, Works, and Services with State and Local Funds, enabling insurance companies to issue four types of guarantees and surety bonds.

To ensure proper implementation of the amended laws, the Financial Regulatory Commission approved and enforced the Procedure for Insurers to Issue Guarantees. In line with this, insurance companies established a Joint Risk Guarantee Fund under the Mongolian National Reinsurance JSC, along with a centralized guarantee information system, operational rules, and guarantee rate structure.

In accordance with these legal and regulatory frameworks, Amar Insurance issued MNT 394 million in tender guarantees and MNT 1.9 billion in performance guarantees in 2024, collecting MNT 140 million in premiums. As a result, clients who obtained guarantees from us were able to avoid locking MNT 2.3 billion of liquid funds in banks for extended periods, thereby easing their financial burden.

2024



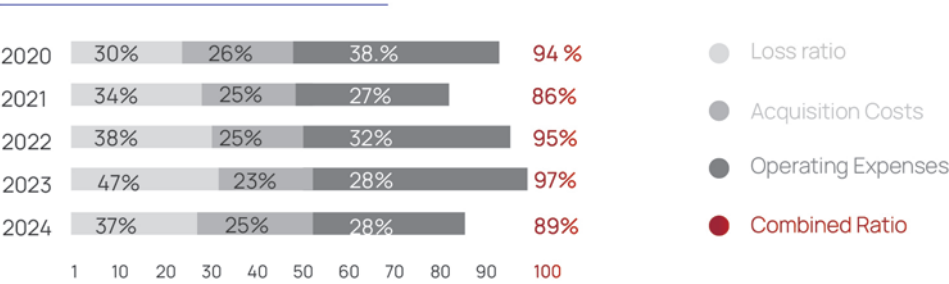
In addition, Amar Insurance became the first company in Mongolia to introduce Mortgage Down Payment Guarantee Insurance. In 2024, the company signed partnership agreements with Arig Bank and State Bank to launch and distribute this innovative product.

COMBINED RATIO

One of the key indicators of an insurance company's operational stability is the combined ratio, which measures the relationship between claims paid, policy acquisition costs, and operating expenses against earned premium income.

In 2024, the industry's average combined ratio stood at 103.7%, while Amar Insurance recorded a significantly lower ratio of 89.1%, positioning the company among the top performers in the sector. This result highlights Amar Insurance's strong risk management practices, disciplined underwriting strategy, and strategic focus on operational efficiency.

Combined ratio, by percentage

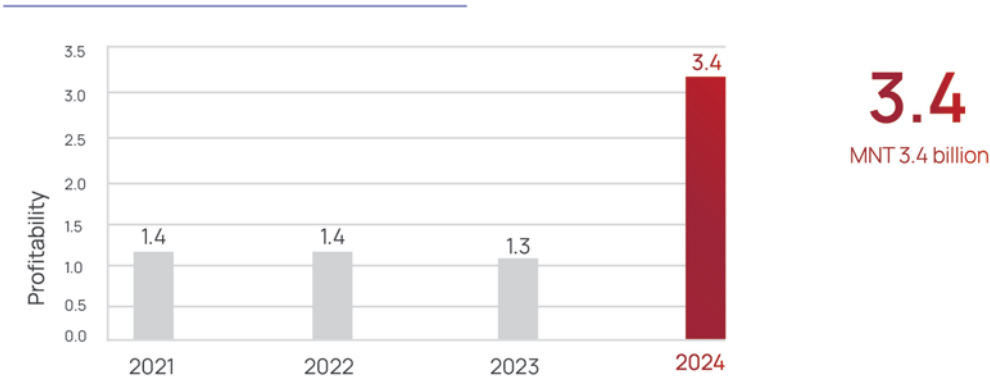


PROFITABILITY

In 2024, Amar Insurance achieved strong profitability, increasing its net profit after tax by 143% year-over-year, reaching MNT 3.4 billion. This growth was primarily driven by an increase in net premium income and commission revenue earned from the international reinsurance market.

Additionally, the company's management team implemented sound operational strategies, maintained cost discipline, and expanded the investment portfolio – all of which contributed significantly to this positive financial performance.

NET PROFIT AFTER TAX, in billion MNT



In 2024, Amar Insurance achieved a Return on Equity (ROE) of 34.5%, one of the key indicators of profitability. This figure is approximately 2.5 times higher than the industry average of 13.6%, reflecting the company's strong financial performance

RETURN ON EQUITY, %



UNDERWRITING RISK

Starting in 2024, Amar Insurance implemented a strategy to enhance underwriting precision by coding the risks associated with each insurance product and calculating net underwriting risk on a quarterly basis.

This approach enables the company to offer tailored coverage aligned with the specific risk profiles of individual clients and policyholders. As part of this initiative, Amar Insurance began applying risk coding and underwriting analysis to its most in-demand products — Motor Insurance and Health Insurance.

Notably, the AmarCare health insurance product was fully integrated with the International Classification of Diseases (ICD) coding system and a standardized healthcare service table.

This integration has significantly improved the company's ability to accurately identify clients' medical conditions and risk exposures, assess insurance risks, refine policy terms, and offer customized healthcare benefit packages tailored to each policyholder's needs.



REINSURANCE OPERATIONS REPORT

REINSURANCE

To strengthen its risk management capabilities and ensure the long-term stability of its insurance operations, Amar Insurance has established direct partnerships with internationally recognized reinsurers and brokers – including those rated by A.M. Best and accepted in the Lloyd's market. These partners were selected based on their capacity and risk appetite, which align with the scale and risk characteristics of the Mongolian market.

Amar Insurance's reinsurance strategy focuses on securing treaty reinsurance coverage that matches its overall risk profile, while also actively developing facultative reinsurance placements to support specialized or large-scale risks.

TREATY REINSURANCE

To protect against large, unforeseen single-event risks and to ensure operational stability, Amar Insurance consistently secures treaty reinsurance coverage. Each year, we conduct detailed portfolio analyses and assess our risk retention capacity to determine the appropriate scope, structure, and limits of reinsurance protection for our insurance products.

In addition, to support the development of the domestic insurance market and enhance capital circulation, we continue to strengthen our strategic partnership with the Mongolian National Reinsurance Joint Stock Company. Since 2021, our treaty reinsurance coverage has been arranged through Mongolian National Reinsurance JSC and backed by SCOR Re, a leading global reinsurer based in France.



A+ (Strong)



B+ (Good)

Treaty coverage limit

CLASS OF BUSINESS	/MNT/
Property, including business interruption, machinery breakdown	₮ 10,000,000,000
CAR / EAR	₮ 10,000,000,000
Marine Cargo, Inland transit	₮ 5,000,000,000
General Third-Party Liability, Public Liability, Professional Indemnity, Employers Liability and Product liability	₮ 5,000,000,000
Motor Casco	₮ 2,800,000,000
Special Purpose Machinery	₮ 7,000,000,000
Heavy Trucks	₮ 7,000,000,000

FACULTATIVE REINSURANCE

Regarding facultative reinsurance, Amar Insurance maintains stable partnerships with reputable international reinsurers rated "A" or higher. Our risk-sharing strategy is designed to place facultative risks with financially strong and globally recognized reinsurance partners. One of our key partners is Munich Re – a global leader in reinsurance – and Amar Insurance is proud to be the first Mongolian insurer to officially receive underwriting advisory services from this esteemed institution.

In 2024, we further expanded our strategic cooperation by signing a Memorandum of Understanding with Hanoi Re, a prominent reinsurer in Vietnam. This partnership aims to enhance regional collaboration in risk management and reinsurance. Hanoi Re holds a "BBB+" rating from A.M. Best and is recognized as one of the leading reinsurers in Southeast Asia.

For facultative placements, we also work with top-tier global reinsurance brokers such as AON UK Limited, as well as accredited brokers based in the UAE, thereby broadening our international reinsurance network and reinforcing our presence in the global market.



INTERNATIONAL HEALTH INSURANCE

Within the framework of international health insurance services, Amar Insurance collaborates with UK-based Morgan Price International Healthcare Ltd to offer tailored health insurance products for both individuals and organizations.

These products are reinsured by Sompo International, a leading Japanese reinsurer rated A+ (Superior) by A.M. Best, ensuring our clients receive the highest level of reliable protection.



TRAVEL REINSURANCE PROVIDER AND THIRD-PARTY ASSISTANCE

Amar Insurance distributes the global travel insurance products of SinoAsia B&R Insurance JSC to clients through the UK-based insurance broker Crossborder Health Partner LTD. This insurance product is notable for its comprehensive coverage of COVID-19 treatment and quarantine expenses.

Reinsurance partners

REINSURANCE PARTNERS





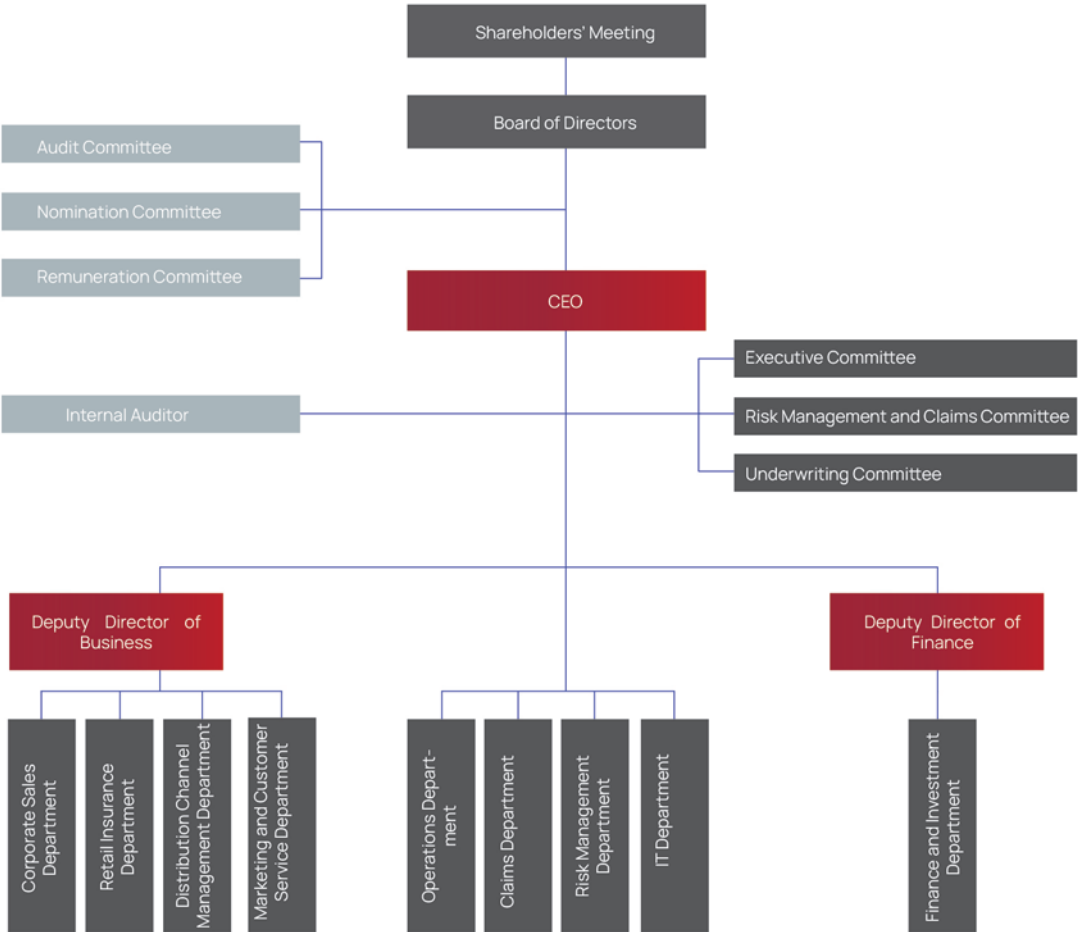
CORPORATE GOVERNANCE

Governance

A significant milestone in strengthening Amar Insurance's governance framework, organizational culture, and internal work environment was the adoption of the company's Code of Ethics – a key governance and cultural policy document to be followed by all employees in their day-to-day activities. The Code was officially approved by the CEO's directive on May 30, 2023, marking a major step forward in promoting ethical standards across the organization.

The Board of Directors of Amar Insurance is composed of five members, including two independent directors. This structure supports balanced governance and helps mitigate the risk of unilateral decision-making. The Board is further supported by a team of financially qualified professionals, strengthening its capacity to provide effective strategic oversight and guidance. In 2024, the Board convened 16 times—across both regular and extraordinary sessions—and issued resolutions on 27 agenda items.

Corporate Structure



Board of Directors

P. Zolzaya

Chairperson of the Board of Directors

Holds a Bachelor's degree from the University of Humanities and Sciences. She began her career in the insurance market in 2008. Previously, she served as CEO of KHK LLC and has been Chairperson of the Board of Directors at Amar Insurance since 2019.

T.Telmen

Board Member

He holds a Master's degree in Business Administration, having studied at the Financial Management Department of the University of Finance and Economics (UFE), the Foreign Trade Academy of Germany, and the University of Missouri in the United States. He began his professional career in 2000 and has since held several key positions, including Internal Auditor at the Bank of Mongolia, Deputy CEO for Insurance at Mongol Daatgal JSC, Director of the Investment Department at Mongolyn Alt LLC, and Project Manager at Mongolian Life Insurance. Since 2019, he has served as Deputy CEO for Business Development at Amar Insurance.

B.Khishigtur

Board Member

She holds a Master's degree in Business Administration from Sun Moon University in the Republic of Korea. With 22 years of experience in the insurance sector, she has developed deep expertise in corporate insurance, serving as an underwriter and risk advisor for major institutional clients and large-scale projects. Her career includes roles at American Insurance Corp (USA), Tenger Insurance JSC, and Mongol Daatgal JSC. Notably, she initiated and led the first insurance service project tailored specifically for Mongolian citizens residing and working in South Korea. In 2023, she was appointed as a member of the Board of Directors of Amar Insurance.

B.Khulan

Independent Board Member

She holds a Bachelor's degree in Economic Mathematics from the National University of Mongolia and a Master's degree in Banking and Finance from the University of Luxembourg. She has been a Chartered Financial Analyst (CFA) charterholder since 2017.

With over a decade of experience in the finance and investment sector, she spent 7 years working with major international investment funds in Luxembourg, including HSBC, Notz Stucki Europe, and Schroders. She also has 5 years of experience from Mongolia's banking and financial sector. In 2023, she was appointed as an Independent Member of the Board of Directors at Amar Insurance.

Ts.Erdenebat

Independent Board Member

He holds a degree in Information Management Systems from Singapore, a Bachelor's degree in Business Administration from the United States, and a Master's degree in International Political Economy from the University of Denver. He has extensive experience in various roles, including Foreign Relations Officer at the Mongolian Stock Exchange; Assistant to the Minister and Senior Economist at the Ministry of Finance; Senior Specialist at the Asian Development Bank; Service Specialist and Coordinator for the Asia-Pacific region at the United Nations; and Consultant and Director at Expert Consulting Company in the United States. In 2022, he was appointed as an Independent Member of the Board of Directors at Amar Insurance.

Management Team



T. Batzul

CEO

25 years of experience

He holds a Bachelor's degree in Banking and Finance from the University of Finance and Economics (UFE) and a Master's degree in Financial Management from the University of Luxembourg. He began his career in 2000 at the Trade and Development Bank and, starting in 2007, served as Senior Officer and Branch Manager at Mongol Post Bank. He has also held key leadership roles, including Deputy CEO at Mig Insurance LLC and CEO at Mongol Daatgal LLC. Since 2019, he has been serving as the CEO of Amar Insurance LLC. Additionally, he holds the elected position of President of the Mongolian Insurers Association.



T. Telmen

Deputy Director of Business

25 years of experience

He graduated from the Financial Management Department of the University of Finance and Economics (UFE), the Foreign Trade Academy of Germany, and the University of Missouri in the United States, earning a Master's degree in Business Administration. He began his career in 2000, serving as an Internal Auditor at the Bank of Mongolia, Deputy CEO for Insurance at Mongol Daatgal JSC, Director of the Investment Department at Mongolyn Alt LLC, and Project Manager for the Mongolian Life Insurance project. Since 2019, he has been serving as Deputy CEO for Business Development at Amar Insurance.



Y. Choijilsuren

Deputy Director of Finance

+30 years of experience

He graduated from Mandakh University and the School of Law at the National University of Mongolia, specializing in finance and law. A qualified financial specialist and auditor, he has over 20 years of experience in the financial sector. He began his career in 2009 as Chief Accountant at Ger Insurance LLC and has since held various leadership roles, including CEO and Board Member. Since 2019, he has been serving as the Chief Financial Officer at Amar Insurance.



S. Ganchimeg

COO

+25 years of experience

She graduated with a Bachelor's degree in Insurance Economics from Saint Petersburg State University of Economics and Finance, Russia. Since 2000, she has amassed over 20 years of experience in senior management roles, including Operations Director and Deputy CEO for Underwriting at companies such as Bat Insurance LLC, Tengeriin Insurance JSC, and Mongol Insurance JSC. Since 2019, she has served as Deputy CEO for Underwriting and Operations Director at Amar Insurance.



B. Uugankhishig

Corporate Sales Director

+15 years of experience

She graduated with a Bachelor's degree in Accounting from the National University of Mongolia. With 12 years of experience in the insurance sector, she has held leadership roles including Director and Deputy CEO of the Insurance Department at prominent companies such as the International Financial Corporation, Khan Insurance LLC, Agula Insurance LLC, and Mandal Insurance JSC. Since 2024, she has served as Director of the Corporate Insurance Department at Amar Insurance.



B. Gereltsuvd

Retail Department Director

+7 years of experience

She graduated from the Banking and Finance Department of Ulaanbaatar Erdem University with a degree in Accounting. Since 2018, she worked as a Retail Insurance Manager at Mongol Daatgal JSC. In 2019, she joined Amar Insurance as Manager of Marketing and Customer Service, and since 2023, she has been serving as Director of the Channel Management Department.



D. Urantsetseg

Risk Management Department Director

+10 years of experience

She graduated from the School of Mathematics and Computer Science at the National University of Mongolia with a degree in Applied Mathematics and holds a Master's degree in Finance from the university's Business School. She has completed Modules 0 through 4 of the Certified Actuarial Analyst (CAA) qualification from the Institute and Faculty of Actuaries (UK). She is a licensed actuary in both long-term and general insurance in Mongolia and a member of the Society of Actuaries of Mongolia. Additionally, she is a certified professional trainer. Since 2016, she has been working at Amar Insurance as an actuary and, since 2023, has served as Director of the Risk Management Department.



B. Bilguun

Claims Department Director

+11 years of experience

He graduated from the School of Law at the National University of Mongolia with a degree in Law and is a member of the Mongolian Bar Association. Since 2015, he has held various legal and operational roles at Mongol Daatgal JSC, including Special Asset Officer, Senior Special Asset Officer, and Senior Legal Counsel. In 2019, he joined Amar Insurance as Director of Operations. Since 2024, he has been serving as Director of the Claims Department, while also overseeing product development and legal affairs.

AUDITED FINANCIAL STATEMENT



"БЭСТ ФОРТУНА АУДИТ" ХХК

Улаанбаатар хот, Сүхбаатар дүүрэг, 2-р хороо

"Урбанек" ХХК-ийн байр 306, 307 тоот

Утас: 324338, 89116465, 98056465, 99095580

И-мэйл: fortune2009audit@gmail.com

To the Shareholders of "Amar
Insurance" LLC

2025. 02. 25 № 34

танай _____-ны № _____-т

Independent Auditor's Report

We have audited the Financial Position Statement of Amar Insurance LLC as of December 31, 2024, together with the related Statements of Comprehensive Income, Changes in Equity, Cash Flows, and the accompanying notes and accounting policies.

Based on our audit, we conclude that, financial statements have been prepared in accordance with Mongolian International Financial Reporting Standards (MFRS) and comply with the accounting and reporting regulations approved by the Minister of Finance of Mongolia. They fairly present, in all material respects, the financial position of the company as of the reporting date and are free from material misstatement

Basis for Opinion

We conducted our audit in accordance with applicable auditing standards. During the audit, we evaluated the accounting principles applied, the methods used, and the effectiveness of the internal control systems. Our audit procedures included sampling and other techniques to obtain sufficient and appropriate audit evidence to support our conclusion that the financial statements are free from material misstatement. We are satisfied that the audit evidence obtained provides a reasonable basis for our audit opinion

Key Audit Matters

Key audit matters are those matters that, in the auditor's professional judgment, were of most significance in the audit of the financial statements for the reporting period. These matters were considered in the context of our audit of the financial statements as a whole and in forming our auditor's opinion on them. The auditor's report does not provide a separate opinion on these matters.

Other Information

Management is responsible for the other information included alongside the financial statements. Our auditor's opinion on the financial statements does not extend to this other information, and we do not express any form of assurance conclusion on it

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and the Law on Accounting. This responsibility includes designing, implementing, and maintaining internal controls that management determines are necessary to ensure the financial statements are free from material misstatement, whether due to fraud or error. Management is also responsible for selecting and applying appropriate accounting policies. Those charged with governance are responsible for overseeing the financial reporting process.

Auditor's Responsibilities

Our objective is to conduct the audit in accordance with ethical requirements and International Standards on Auditing to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether caused by fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect material misstatements. Misstatements may arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably influence the economic decisions of users based on the financial statements.

ЗАХИРАЛ  Ж. ОЮУНЦЭЦЭГ

CEO

J.OYUNTSETSEG

BALANCE SHEET

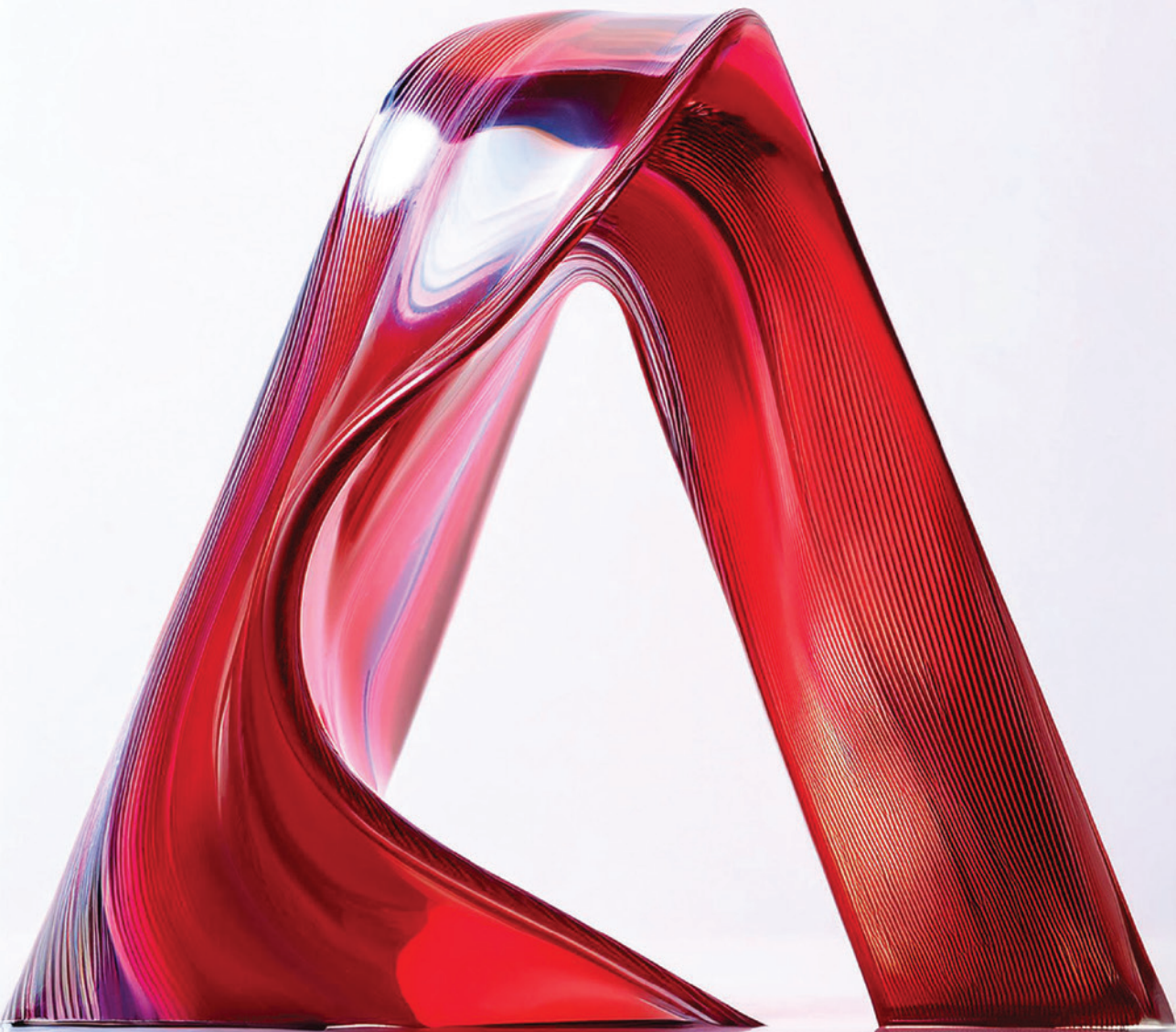
INDICATORS	2024.12.31	2023.12.31
ASSETS	MNT'000	MNT'000
Cash	94,609	4,067
Current Accounts	1,232,153	2,009,788
Cash and Cash Equivalents	1,326,762	2,048,909
Insurance Premium Receivables (net)	3,777,473	3,820,042
Receivables from Debtors (net)	327,885	34,197
Receivables from Reinsurers (net)	3,089	76,120
Total Insurance Receivables	4,108,447	3,930,359
Investments		
Other Financial Assets	309,248	213,464
Other Non-Financial Assets	473,029	194,370
Deposits and Savings Certificates	9,617,026	5,415,889
Securities (net)	9,308,566	9,196,596
	18,925,592	14,612,484
Total Insurance Assets		
Deferred Reinsurance Premiums	3,519,426	2,194,943
Reinsurers' Share of Claims Reserves	521	27,632
Deferred Acquisition Costs	1,626,621	1,376,669
	5,146,567	3,599,244
TOTAL ASSETS	30,671,804	24,981,735
LIABILITIES		
Refundable Insurance Premium Payables	12,571	10,444
Insurance Contract Premium Payables	307,489	259,088
Reinsurance Payables	2,392,665	4,141,708
Total Insurance Payables	2,712,724	4,411,240
Other Financial Liabilities	226,499	368,078
Other Non-Financial Liabilities	373,994	177,455
Unearned Premium Reserve	11,670,863	7,998,498
Claims Reserve Fund	3,342,214	2,280,087
TOTAL LIABILITIES	18,326,294	15,235,359
EQUITY		
Shareholders' Equity	5,000,000	5,000,000
Retained Earnings / (Accumulated Losses)	7,345,510	4,746,376
TOTAL EQUITY	12,345,510	9,746,376
TOTAL LIABILITIES AND EQUITY	30,671,804	24,981,735

INCOME STATEMENT

TOTAL REVENUE	2024.12.31	2023.12.31
	MNT'000	MNT'000
Total Revenue	26,544,083	20,484,444
Net Revenue	16,099,024	11,131,894
Premiums Earned	13,751,143	8,320,268
Gross Claims Incurred	-5,399,305	-4,114,222
Net Claims Incurred	-5,066,325	-3,875,829
Claims Expenses	-6,155,563	-4,669,104
Policy Acquisition Costs	-3,388,218	-1,944,734
Investment Gains / Losses	2,742,277	2,119,697
Underwriting Profit / Loss	7,343,393	3,840,551
General and Administrative Expenses	-2,122,230	-1,276,325
Sales and Marketing Expenses	-333,200	-924,192
Other Expenses	-333,200	-94,124
Profit / Loss Before Tax	3,730,462	1,557,965
Income Tax Expense	366,329	171,530
Profit / Loss After Tax	3,364,134	1,386,436

Financial Indicators

INDICATORS	2024.12.31	2023.12.31	GROWTH/(DECLINE)
KEY FINANCIAL INDICATORS			
Total Premium Income	26,544,083	20,484,444	+30%
Total Claims	5,399,305	4,114,222	+31%
Policy Acquisition Costs	3,388,218	1,944,734	+74%
Investment Income	2,742,277	2,119,697	+29%
Underwriting Profit	7,343,393	3,840,551	+91%
Profit Before Tax	3,730,462	1,557,965	+139%
Net Profit	3,364,134	1,386,436	+143%
Investment Portfolio	18,925,592	14,612,484	+30%
Insurance Reserves	14,383,587	12,409,738	+16%
Equity	12,345,510	9,746,376	+27%
Total Assets	30,671,804	24,981,735	+23%
Loss Ratio	37%	47%	-21%
Expense Ratio	24%	23%	+4%
Operating Expense Ratio	28%	28%	0%
Combined Ratio	89%	98%	-9%
Solvency Margin	222%	122%	+82%
Return on Equity (ROE)	67%	28%	+127%
Return on Investment (ROI)	18%	15%	+24%



© 2025
20 floor, Blue Sky Tower, Peace
Avenue, 1 quarter, Sukhbaatar
district, Ulaanbaatar, Mongolia