

STATEMENT OF COMPREHENSIVE INCOME YEAR ENDED 31 DECEMBER 2010 (AUDITED)

	2010 US\$	2009 US\$
Gross premium earned	72,180,599	87,177,465
Insurance premium ceded to reinsurers	<u>(47,568,425)</u>	<u>(55,794,135)</u>
Net premiums earned	24,612,174	31,383,330
Commission earned on ceded reinsurance	<u>8,319,756</u>	<u>10,358,145</u>
	<u>32,931,930</u>	<u>41,741,475</u>
Claims incurred	14,987,811	15,703,810
Policy acquisition costs	8,230,956	10,779,339
Withholding taxes on ceded reinsurance	<u>454,716</u>	<u>760,818</u>
	<u>23,673,483</u>	<u>27,243,967</u>
NET UNDERWRITING RESULT	9,258,447	14,497,508
INVESTMENT AND OTHER INCOME	1,724,770	2,489,505
EXPENSES:		
General and Administration	(6,725,960)	(5,949,042)
Supervision fees	(160,613)	(641,888)
Bank guarantee charges	-	(148,340)
	<u>(6,886,573)</u>	<u>(6,739,270)</u>
PROFIT FOR THE YEAR BEFORE SHARE OF LOSS OF AN ASSOCIATE	4,096,644	10,247,743
Share of loss of an associate	<u>(1,839,096)</u>	<u>-</u>
NET PROFIT FOR THE YEAR	2,257,548	10,247,743
Other comprehensive income for the year		
Fair value adjustment	<u>(712,500)</u>	<u>712,500</u>
Total comprehensive income for the year	<u>1,545,048</u>	<u>10,960,243</u>

STATEMENT OF FINANCIAL POSITION YEAR ENDED 31 DECEMBER 2010 (AUDITED)

	2010 US\$	2009 US\$
ASSETS		
Furniture, equipment and vehicles	214,721	368,754
Statutory deposits	334,582	334,582
Investments	41,305,723	37,851,843
Other assets	818,919	5,339,011
Deferred policy acquisition costs	1,015,325	3,783,267
Reinsurance balance receivable	712,292	1,880,975
Insurance receivables	1,737,466	1,146,757
Reinsurers' share of unearned premiums	17,855,176	19,445,678
Reinsurers' share of outstanding claims	23,044,914	14,856,867
Cash and cash equivalents	7,102,974	17,937,551
TOTAL ASSETS	94,142,092	102,945,285
EQUITY AND LIABILITIES		
EQUITY		
Share capital	26,525,199	26,525,199
Statutory reserve	3,954,621	3,728,866
Cumulative changes in fair value	-	712,500
Retained earnings	5,157,548	11,635,353
Total Equity	35,637,368	42,601,918
Liabilities		
Liabilities arising from insurance contracts		
Unearned premiums	21,138,729	30,548,380
Outstanding claims	29,012,494	21,868,600
	50,151,223	52,416,980
Amount due to the agent	3,700,888	270,781
Deferred commission income	1,226,891	3,075,288
Reinsurance balances payable	535,825	27,635
Other liabilities	2,187,287	2,395,826
Insurance payables	697,816	462,651
Employees' endof service benefits	4,794	1,694,206
Total Liabilities	58,504,724	60,343,367
TOTAL EQUITY AND LIABILITIES	94,142,092	102,945,285