

Consolidated Statement of Financial Position

AS AT 30 SEPTEMBER 2017 (unaudited) and 31 DECEMBER 2016 (audited)

(In thousands of Bermuda dollars)

	30 Sep 2017 \$	31 Dec 2016 \$
ASSETS		
Cash and cash equivalents	242,742	108,896
Fixed deposits	7,712	15,215
Regulatory deposits	16,729	9,033
Investments	655,742	648,707
Insurance receivables and other assets	115,282	92,926
Deferred policy acquisition costs	10,837	9,895
Reinsurance assets	701,461	98,620
Investment properties	35,744	36,164
Property and equipment	24,142	24,580
Tax recoverable	2,328	2,442
Deferred tax asset	157	-
Intangible assets	53,079	51,179
Restricted cash	18,086	19,106
Total general fund assets	1,884,041	1,116,763
Segregated funds assets	798,717	685,938
Total assets	2,682,758	1,802,701
LIABILITIES		
Other liabilities	242,006	80,219
Deferred tax liability	788	829
Loans payable	-	477
Retirement benefit obligations	2,861	3,432
Investment contract liabilities	339,369	343,494
Insurance contract liabilities	989,617	379,028
Total general fund liabilities	1,574,641	807,479
Segregated funds liabilities	798,717	685,938
Total liabilities	2,373,358	1,493,417
EQUITY		
Share capital	8,847	8,784
Treasury shares	(2,056)	(1,265)
Contributed surplus	1,482	1,482
Share premium	63,006	62,162
Accumulated other comprehensive loss	(6,836)	(7,240)
Retained earnings	199,944	200,569
Total shareholders' equity	264,387	264,492
Non-controlling interests	45,013	44,792
Total equity	309,400	309,284
Total liabilities and equity	2,682,758	1,802,701

Consolidated Statement of Income

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017 (unaudited) and 2016 (unaudited)

(In thousands of Bermuda dollars, except per share amounts)

	30 Sep 2017 \$	30 Sep 2016 \$
INCOME		
Gross premiums written	256,561	274,351
Reinsurance ceded	(130,252)	(113,568)
Net premiums written	126,309	160,783
Net change in unearned premiums	9,957	4,292
Net premiums earned	136,266	165,075
Investment income	20,419	30,499
Commission and other income	36,232	30,375
Rental income	3,024	3,021
Total income	195,941	228,970
EXPENSES		
Insurance contract benefits and expenses		
Life and health policy benefits	81,978	108,306
Short term claim and adjustment expenses	28,285	17,982
Investment contract benefits	(89)	2,945
Participating policyholders' net income	260	(156)
Commission and acquisition expense	22,000	22,170
Operating expenses	50,355	48,595
Amortisation expense	6,909	6,553
Interest on loans	13	32
Total expenses	189,711	206,427
INCOME BEFORE INCOME TAXES	6,230	22,543
Income taxes	(104)	(649)
NET INCOME FOR THE PERIOD	6,126	21,894
Non-controlling interests in subsidiaries	(973)	(2,671)
SHAREHOLDERS' NET INCOME	5,153	19,223
Earnings Per Share:		
Basic and fully diluted	\$0.59	\$2.20