

**SIC Insurance Company Limited**

**Consolidated Income Statement**

For the year ended 31 December, 2008

		Group		Company	
		2008	2007	2008	2007
	Note	GH¢	GH¢	GH¢	GH¢
Gross premium	6	<b>58,032,081</b>	52,805,558	<b>58,032,081</b>	52,805,558
Less: Re-insurance	7	<b>(14,862,677)</b>	(16,716,441)	<b>(14,862,677)</b>	(16,716,441)
<b>Net premium</b>		<b>43,169,404</b>	36,089,117	<b>43,169,404</b>	36,089,117
Claims incurred	8	<b>(10,079,307)</b>	(9,406,862)	<b>(10,079,307)</b>	(9,406,862)
Commissions	9	<b>(2,269,885)</b>	(355,083)	<b>(2,269,885)</b>	(355,083)
Management expenses	10	<b>(24,281,469)</b>	(20,328,697)	<b>(23,406,933)</b>	(19,845,928)
<b>Underwriting profit</b>		<b>6,538,743</b>	5,998,475	<b>7,413,279</b>	6,481,244
Investment income	11	<b>2,379,323</b>	1,663,356	<b>2,374,385</b>	1,660,297
Other income	12	<b>2,472,569</b>	1,922,666	<b>1,351,316</b>	1,330,432
Finance cost	13	<b>(148,041)</b>	(86,969)	<b>(144,410)</b>	(85,304)
<b>Profit before tax</b>		<b>11,242,594</b>	9,497,527	<b>10,994,570</b>	9,386,669
Taxation	19(c)	<b>(2,361,502)</b>	(2,352,294)	<b>(2,298,152)</b>	(2,352,220)
<b>Profit after tax transferred to Income surplus account</b>		<b>8,881,092</b>	7,145,233	<b>8,696,418</b>	7,034,449
<b>Basic earnings per share - GH¢</b>	14	<b>0.0454</b>	0.0365	<b>0.0444</b>	0.0360

\* Certain numbers shown here do not correspond with the 2007 financial statements and reflect adjustments made in Note 39.

# SIC Insurance Company Limited

## Consolidated Balance Sheet

As at 31 December, 2008

	Note	Group		Company	
		2008	2007	2008	2007
		GH¢	GH¢	GH¢	GH¢
Stated capital	20	2,500,000	2,500,000	2,500,000	2,500,000
Capital surplus	21	31,816,952	31,485,257	31,816,952	31,485,257
Income surplus		17,095,526	12,188,939	16,800,066	12,078,153
Contingency reserve	22	8,874,392	7,133,430	8,874,392	7,133,430
Available-for-sale reserves	23	6,028,864	950,577	6,006,024	950,422
<b>Shareholders funds</b>		<b>66,315,734</b>	54,258,203	<b>65,997,434</b>	54,147,262
<b>Represented by:</b>					
Property, plant and equipment	24	18,872,028	18,454,094	18,761,269	18,396,106
Investment properties	26	5,977,580	5,977,580	5,977,580	5,977,580
Intangible assets	25	281,858	37,200	236,310	-
Long term investment	27	24,950,663	18,128,147	24,827,553	18,027,992
Investment in subsidiary	28	-	-	325,713	325,713
Investment in associated group	29	5,073,215	5,073,215	5,073,215	5,073,215
		<b>55,155,344</b>	47,670,236	<b>55,201,640</b>	47,800,606
<b>Current assets</b>					
Short term investments	30	10,397,750	11,584,769	10,397,750	11,555,113
Lease deposit	31	1,560,929	877,273	1,560,929	877,273
Trade & other receivables	32	136,501,946	92,822,030	44,524,665	26,043,248
Inventories		499,398	336,096	499,398	336,096
Unearned reinsurance premium		3,768,444	-	3,768,444	-
Cash and bank balances	35	3,689,616	5,354,767	3,620,311	5,312,964
<b>Total current assets</b>		<b>156,418,083</b>	110,974,935	<b>64,371,497</b>	44,124,694
<b>Current liabilities</b>					
Unearned premium		11,139,858	12,912,461	11,139,858	12,912,460
Outstanding claims	8	2,081,657	2,184,267	2,081,657	2,184,267
Trade & other payables	33	125,675,581	84,980,007	34,022,854	18,369,923
Taxation	19(a)	2,543,694	1,130,146	2,514,431	1,131,301
Other current financial liabilities	34	254,822	134,886	254,822	134,886
<b>Total current liabilities</b>		<b>141,695,612</b>	101,341,767	<b>50,013,622</b>	34,732,837
<b>Net current assets</b>		<b>14,722,471</b>	9,633,168	<b>14,357,875</b>	9,391,857
Other non-current financial liabilities	34	(665,374)	(148,494)	(665,374)	(148,494)
Deferred tax	19(d)	(2,896,707)	(2,896,707)	(2,896,707)	(2,896,707)
<b>Total non-current liabilities</b>		<b>(3,562,081)</b>	(3,045,201)	<b>(3,562,081)</b>	(3,045,201)
<b>Net assets</b>		<b>66,315,734</b>	54,258,203	<b>65,997,434</b>	54,147,262

.....  
Ag. Chairman of the Board

.....  
Managing Director

\* Certain numbers shown here do not correspond with the 2007 financial statements and reflect adjustments made in Note 39.

## SIC Insurance Company Limited

### Consolidated Statement of Changes in Shareholders' Funds

For the year ended 31 December, 2008

<b>Group</b>	Stated capital GH¢	Income surplus account GH¢	Contingency reserves GH¢	Capital surplus GH¢	Available-for sale reserves GH¢	<b>Total GH¢</b>
Balance at 1 Jan. 2007 - restated	2,500,000	7,927,834	5,549,300	20,719,900	-	<b>36,697,034</b>
Total recognised income & exp.	-	7,145,235	-	-	-	<b>7,145,235</b>
Valuation gain on tangible assets	-	-	-	10,765,357	-	<b>10,765,357</b>
Net gain on available-for-sale invest.	-	-	-	-	950,577	<b>950,577</b>
Transfer (from)/to reserve	-	(1,584,130)	1,584,130	-	-	<b>-</b>
Transfer to equity holders	-	(1,300,000)	-	-	-	<b>(1,300,000)</b>
<b>Balance at 31 Dec 2007 - restated</b>	<b>2,500,000</b>	<b>12,188,939</b>	<b>7,133,430</b>	<b>31,485,257</b>	<b>950,577</b>	<b>54,258,203</b>
Balance at 1 January 2008	2,500,000	12,188,939	7,133,430	31,485,257	950,577	<b>54,258,203</b>
Total recognised income & exp.	-	8,881,092	-	331,695	-	<b>9,212,787</b>
Transfer (from)/to reserve	-	(1,740,962)	1,740,962	-	-	<b>-</b>
Net gain on available-for-sale invest.	-	-	-	-	5,078,287	<b>5,078,287</b>
Transfer to equity holders	-	(2,233,543)	-	-	-	<b>(2,233,543)</b>
<b>Balance at 31 Dec 2008</b>	<b>2,500,000</b>	<b>17,095,526</b>	<b>8,874,392</b>	<b>31,816,952</b>	<b>6,028,864</b>	<b>66,315,734</b>
<b>Company</b>						
	Stated capital GH¢	Income surplus account GH¢	Contingency reserves GH¢	Capital surplus GH¢	Available-for sale reserves GH¢	<b>Total GH¢</b>
Balance at 1 Jan. 2007 - restated	2,500,000	7,927,834	5,549,300	20,719,900	-	<b>36,697,034</b>
Total recognised income & exp.	-	7,034,449	-	-	-	<b>7,034,449</b>
Valuation gain on tangible assets	-	-	-	10,765,357	-	<b>10,765,357</b>
Net gain on available-for-sale invest.	-	-	-	-	950,422	<b>950,422</b>
Transfer (from)/to reserve	-	(1,584,130)	1,584,130	-	-	<b>-</b>
Transfer to equity holders	-	(1,300,000)	-	-	-	<b>(1,300,000)</b>
<b>Balance at 31 Dec 2007 - restated</b>	<b>2,500,000</b>	<b>12,078,153</b>	<b>7,133,430</b>	<b>31,485,257</b>	<b>950,422</b>	<b>54,147,262</b>
Balance at 1 January 2008	2,500,000	12,078,153	7,133,430	31,485,257	950,422	<b>54,147,262</b>
Total recognised income & exp.	-	8,696,418	-	331,695	-	<b>9,028,113</b>
Transfer (from)/to reserve	-	(1,740,962)	1,740,962	-	-	<b>-</b>
Net gain on available-for-sale invest.	-	-	-	-	5,055,602	<b>5,055,602</b>
Transfer to equity holders	-	(2,233,543)	-	-	-	<b>(2,233,543)</b>
<b>Balance at 31 Dec 2008</b>	<b>2,500,000</b>	<b>16,800,066</b>	<b>8,874,392</b>	<b>31,816,952</b>	<b>6,006,024</b>	<b>65,997,434</b>

## SIC Insurance Company Limited

### Consolidated cash flow statement

For the year ended 31 December, 2008

	Group		Company	
	2008	2007	2008	2007
	GH¢	GH¢	GH¢	GH¢
<b>Operating activities</b>				
Operating profit	11,242,594	9,497,527	10,994,570	9,386,669
	<b>11,242,594</b>	<b>9,497,527</b>	<b>10,994,570</b>	<b>9,386,669</b>
<b>Adjustment to reconcile profit before tax to net cash flows</b>				
<b>Non-cash:</b>				
Depreciation	1,350,639	1,460,557	1,306,434	1,414,263
Amortisation of intangible assets	153,773	-	118,155	-
Available-for-sale reserve	5,078,287	950,577	5,055,602	950,422
Profit on disposal of property, plant & equipment	(180,209)	(183,451)	(180,209)	(183,451)
Interest received	(1,196,884)	(113,916)	(1,177,501)	(113,916)
Dividend received	(1,182,439)	(520,809)	(1,196,884)	(520,809)
<b>Working capital adjustments:</b>				
Increase in provision for unearned premium	(1,772,602)	(12,912,461)	(1,772,602)	1,239
Increase in receivables	(43,679,916)	(92,822,030)	(18,481,417)	(4,140,614)
Increase in inventories	(163,303)	(336,096)	(163,303)	(49,496)
Increase in trade & other payables	40,695,574	84,756,646	15,652,931	7,202,859
(Decrease)/increase in provision for claims	(102,610)	2,184,267	(102,610)	(2,478,505)
Increase in lease obligations	636,816	283,380	636,816	(138,048)
Increase in lease deposits	(683,656)	(877,273)	(683,656)	-
Increase in unearned reinsurance premium	(3,768,444)	-	(3,768,444)	-
Tax paid	(947,954)	(1,661,241)	(915,022)	(1,660,012)
<b>Net cash used in operating activities</b>	<b>5,479,666</b>	<b>(10,294,323)</b>	<b>5,322,860</b>	<b>9,670,601</b>
<b>Investing activities</b>				
Acquisition of property, plant and equipment	(1,769,022)	(520,156)	(1,672,046)	(469,190)
Acquisition of intangible assets	(66,736)	-	(22,770)	-
Proceeds from sale of property, plant and equipment	180,658	2,306,234	180,658	2,306,234
<b>Net cash used/flow from investing activities</b>	<b>(1,655,100)</b>	<b>1,786,078</b>	<b>(1,514,158)</b>	<b>1,837,044</b>
<b>Financing activities</b>				
Purchase of long term investments	(6,822,516)	18,128,144	(6,799,561)	(1,783,492)
Investment in subsidiary	-	-	-	(175,713)
Investment in associated group	-	(5,073,215)	-	(5,073,215)
Dividend received	1,196,884	113,916	1,196,884	113,916
Interest received	1,182,439	520,809	1,177,501	520,809
Dividend paid	(2,233,543)	(1,300,000)	(2,233,543)	(1,300,000)
<b>Net cash used in servicing of finance</b>	<b>(6,676,736)</b>	<b>12,389,654</b>	<b>(6,658,718)</b>	<b>(7,697,695)</b>
Changes in cash and cash equivalent	(2,852,170)	3,881,409	(2,850,016)	3,809,950
Cash at 1 January	16,939,536	13,058,127	16,868,077	13,058,127
Cash at 31 December	14,087,366	16,939,536	14,018,061	16,868,077
<b>Analysis of changes in cash and cash equivalent</b>				
Cash and bank	3,689,616	5,354,767	3,620,311	5,312,963
Short term investments	10,397,750	11,584,769	10,397,750	11,555,113
	14,087,366	16,939,536	14,018,061	16,868,077