

**SIC Insurance Company Limited**

**Consolidated income statement**

For the year ended 31 December, 2009

		Group		Company	
		2009	2008	2009	2008
	Note	GH¢	GH¢	GH¢	GH¢
Gross premium	6	<b>56,877,215</b>	58,032,081	<b>56,877,215</b>	58,032,081
Less: Re-insurance	7	<b>(15,976,560)</b>	(14,862,677)	<b>(15,976,560)</b>	(14,862,677)
<b>Net premium</b>		<b>40,900,655</b>	43,169,404	<b>40,900,655</b>	43,169,404
Claims incurred	8	<b>(12,659,793)</b>	(10,079,307)	<b>(12,659,793)</b>	(10,079,307)
Commissions	9	<b>908,598</b>	(2,269,885)	<b>908,598</b>	(2,269,885)
Management expenses	10	<b>(27,935,765)</b>	(24,281,469)	<b>(26,841,207)</b>	(23,406,933)
<b>Underwriting profit</b>		<b>1,213,695</b>	6,538,743	<b>2,308,253</b>	7,413,279
Investment income	11	<b>1,960,721</b>	2,379,323	<b>1,925,687</b>	2,374,385
Other income	12	<b>5,029,828</b>	2,472,569	<b>3,773,985</b>	1,351,316
Finance costs	13	<b>(520,365)</b>	(148,041)	<b>(520,365)</b>	(144,410)
<b>Profit before tax</b>		<b>7,683,879</b>	11,242,594	<b>7,487,560</b>	10,994,570
National stabilisation levy		<b>(95,979)</b>	-	<b>(93,595)</b>	-
Taxation	19(c)	<b>(1,558,592)</b>	(2,361,502)	<b>(1,502,475)</b>	(2,298,152)
<b>Profit after tax transferred to Income surplus account</b>		<b>6,029,308</b>	8,881,092	<b>5,891,490</b>	8,696,418
<b>Basic earnings per share - GH¢</b>	14	<b>0.0308</b>	0.0454	<b>0.0301</b>	0.0444

**SIC Insurance Company Limited**

**Consolidated balance sheet**

As at 31 December, 2009

	Note	Group 2009 GH¢	2008 GH¢	Company 2009 GH¢	2008 GH¢
Stated capital	20	2,500,000	2,500,000	2,500,000	2,500,000
Capital surplus	21	31,816,952	31,816,952	31,816,952	31,816,952
Income surplus		17,893,447	17,095,526	17,522,323	16,800,066
Contingency reserve	22	10,580,708	8,874,392	10,580,708	8,874,392
Available-for-sale reserves	23	(548,240)	6,028,864	(531,093)	6,006,024
Contribution towards capital		479,633	-	-	-
<b>Shareholders funds</b>		<b>62,722,500</b>	66,315,734	<b>61,888,890</b>	65,997,434
<b>Represented by:</b>					
Property, plant and equipment	24	18,404,995	18,872,028	18,280,981	18,761,269
Investment properties	26	6,013,805	5,977,580	6,013,805	5,977,580
Intangible assets	25	165,619	281,858	118,155	236,310
Long term investment	27	18,147,386	24,950,663	18,092,513	24,827,553
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>47,805,020</b>	55,155,344	<b>47,904,382</b>	55,201,640
<b>Current assets</b>					
Short term investments	30	11,205,179	10,397,750	10,608,623	10,397,750
Lease deposit	31	1,560,929	1,560,929	1,560,929	1,560,929
Trade & other receivables	32	113,780,718	136,501,946	46,419,477	44,524,665
Inventories		523,782	499,398	523,782	499,398
Unearned reinsurance premium		5,289,458	3,768,444	5,289,458	3,768,444
National stabilisation levy		41,730	-	44,114	-
Cash and bank balances	35	5,167,550	3,689,616	5,088,170	3,620,311
<b>Total current assets</b>		<b>137,569,346</b>	156,418,083	<b>69,534,553</b>	64,371,497
<b>Current liabilities</b>					
Unearned premium		16,452,305	11,139,858	16,452,305	11,139,858
Outstanding claims	8	3,054,836	2,081,657	3,054,836	2,081,657
Trade & other payables	33	96,477,395	125,675,581	29,375,694	34,022,854
Taxation	19(a)	3,000,285	2,543,694	3,004,378	2,514,431
Other current financial liabilities	34	387,897	254,822	387,897	254,822
<b>Total current liabilities</b>		<b>119,372,718</b>	141,695,612	<b>52,275,110</b>	50,013,622
<b>Net current assets</b>		<b>18,196,628</b>	14,722,471	<b>17,259,443</b>	14,357,875
Other non-current financial liabilities	34	(419,136)	(665,374)	(419,136)	(665,374)
Deferred tax	19(d)	(2,860,013)	(2,896,707)	(2,855,799)	(2,896,707)
<b>Total non-current liabilities</b>		<b>(3,279,149)</b>	(3,562,081)	<b>(3,274,935)</b>	(3,562,081)
<b>Net assets</b>		<b>62,722,500</b>	66,315,734	<b>61,888,890</b>	65,997,434

.....  
Chairman

.....  
Managing Director

**SIC Insurance Company Limited**

**Consolidated statement of changes in shareholders' funds**

For the year ended 31 December, 2009

<b>Group</b>	<b>Stated capital GH¢</b>	<b>Income surplus account GH¢</b>	<b>Contingency reserves GH¢</b>	<b>Capital surplus GH¢</b>	<b>Available-for sale reserves GH¢</b>	<b>Total GH¢</b>
Balance at 1 Jan. 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	-	-	-
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>
Balance at 1 January 2009	2,500,000	17,095,526	8,874,392	31,816,952	6,028,864	<b>66,315,734</b>
Total recognised income & exp.	-	6,029,308	-	-	-	<b>6,029,308</b>
Transfer (from)/to reserve	-	(1,706,316)	1,706,316	-	-	-
Net gain on available-for-sale invest.	-	-	-	-	(6,577,104)	<b>(6,577,104)</b>
Transfer to equity holders	-	(3,525,071)	-	-	-	<b>(3,525,071)</b>
<b>Balance at 31 Dec 2009</b>	<b>2,500,000</b>	<b>17,893,447</b>	<b>10,580,708</b>	<b>31,816,952</b>	<b>(548,240)</b>	<b>62,242,867</b>
<b>Company</b>	<b>Stated capital GH¢</b>	<b>Income surplus account GH¢</b>	<b>Contingency reserves GH¢</b>	<b>Capital surplus GH¢</b>	<b>Available-for sale reserves GH¢</b>	<b>Total GH¢</b>
Balance at 1 Jan. 2008 - restated	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>
Valuation gain on tangible assets	-	-	-	-	-	-
Net gain on available-for-sale invest.	-	-	-	-	5,055,602	<b>5,055,602</b>
Transfer (from)/to reserve	-	(1,740,962)	1,740,962	-	-	-
Transfer to equity holders	-	(2,233,543)	-	-	-	<b>(2,233,543)</b>
<b>Balance at 31 Dec 2008 - restated</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>
Balance at 1 January 2009	2,500,000	16,800,066	8,874,392	31,816,952	6,006,024	<b>68,192,976</b>
Total recognised income & exp.	-	5,891,490	-	-	-	<b>5,891,490</b>
Transfer (from)/to reserve	-	(1,706,316)	1,706,316	-	-	-
Net gain on available-for-sale invest.	-	-	-	-	(6,537,117)	<b>(6,537,117)</b>
Transfer to equity holders	-	(3,462,917)	-	-	-	<b>(3,462,917)</b>
<b>Balance at 31 Dec 2009</b>	<b>2,500,000</b>	<b>17,522,323</b>	<b>10,580,708</b>	<b>31,816,952</b>	<b>(531,093)</b>	<b>61,888,890</b>

**SIC Insurance Company Limited**

**Consolidated cash flow statement**

For the year ended 31 December, 2009

	Group		Company	
	2009	2008	2009	2008
	GH¢	GH¢	GH¢	GH¢
<b>Operating activities</b>				
Operating profit	<b>7,683,879</b>	11,242,594	<b>7,487,560</b>	10,994,570
	<b>7,683,879</b>	11,242,594	<b>7,487,560</b>	10,994,570
<b>Adjustment to reconcile profit before tax to net cash flows</b>				
<b>Non-cash:</b>				
Depreciation	<b>1,178,610</b>	1,350,639	<b>1,120,493</b>	1,306,434
Amortisation of intangible assets	<b>165,445</b>	153,773	<b>118,155</b>	118,155
Available-for-sale reserve	<b>(6,577,104)</b>	5,078,287	<b>(6,537,117)</b>	5,055,602
Profit on disposal of property, plant & equipment	<b>(152,734)</b>	(180,209)	<b>(149,604)</b>	(180,209)
Interest received	<b>(686,165)</b>	(1,196,884)	<b>(685,517)</b>	(1,177,501)
Dividend received	<b>(1,274,556)</b>	(1,182,439)	<b>(1,240,170)</b>	(1,196,884)
<b>Working capital adjustments:</b>				
Increase in provision for unearned premium	<b>5,312,447</b>	(1,772,602)	<b>5,312,447</b>	(1,772,602)
Decrease/(Increase) in receivables	<b>22,721,228</b>	(43,679,916)	<b>(1,894,812)</b>	(18,481,417)
Increase in inventories	<b>(24,385)</b>	(163,303)	<b>(24,384)</b>	(163,303)
Increase in trade & other payables	<b>(29,198,186)</b>	40,695,574	<b>(4,647,160)</b>	15,652,931
(Decrease)/increase in provision for claims	<b>1,452,812</b>	(102,610)	<b>973,179</b>	(102,610)
Increase in lease obligations	<b>(113,163)</b>	636,816	<b>(113,163)</b>	636,816
Increase in lease deposits	<b>-</b>	(683,656)	<b>-</b>	(683,656)
Increase in unearned reinsurance premium	<b>(1,521,014)</b>	(3,768,444)	<b>(1,521,014)</b>	(3,768,444)
Tax paid	<b>(1,138,695)</b>	(947,954)	<b>(1,053,436)</b>	(915,022)
National stabilisation levy paid	<b>(137,709)</b>	-	<b>(137,709)</b>	-
<b>Net cash used in operating activities</b>	<b>(2,309,290)</b>	5,479,666	<b>(2,992,252)</b>	5,322,860
<b>Investing activities</b>				
Acquisition of property, plant and equipment	<b>(711,577)</b>	(1,769,022)	<b>(640,229)</b>	(1,672,046)
Acquisition of intangible assets	<b>(49,206)</b>	(66,736)	<b>-</b>	(22,770)
Proceeds from sale of property, plant and equipment	<b>152,734</b>	180,658	<b>149,604</b>	180,658
Acquisition of investment properties	<b>(36,225)</b>	-	<b>(36,225)</b>	-
<b>Net cash used/flow from investing activities</b>	<b>(644,274)</b>	(1,655,100)	<b>(526,850)</b>	(1,514,158)
<b>Financing activities</b>				
Purchase of long term investments	<b>6,803,277</b>	(6,822,516)	<b>6,735,065</b>	(6,799,561)
Dividend received	<b>686,165</b>	1,196,884	<b>685,517</b>	1,196,884
Interest received	<b>1,274,556</b>	1,182,439	<b>1,240,170</b>	1,177,501
Dividend paid	<b>(3,525,071)</b>	(2,233,543)	<b>(3,462,917)</b>	(2,233,543)
<b>Net cash used in servicing of finance</b>	<b>5,238,927</b>	(6,676,736)	<b>5,197,835</b>	(6,658,718)
Changes in cash and cash equivalent	<b>2,285,363</b>	(2,852,170)	<b>1,678,732</b>	(2,850,016)
Cash at 1 January	<b>14,087,366</b>	16,939,536	<b>14,018,061</b>	16,868,077
Cash at 31 December	<b>16,372,729</b>	14,087,366	<b>15,696,793</b>	14,018,061
<b>Analysis of changes in cash and cash equivalent</b>				
Cash and bank	<b>5,167,550</b>	3,689,616	<b>5,088,170</b>	3,620,311
Short term investments	<b>11,205,179</b>	10,397,750	<b>10,608,623</b>	10,397,750
	<b>16,372,729</b>	14,087,366	<b>15,696,793</b>	14,018,061