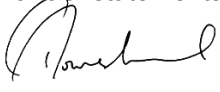


Amounts expressed in Barbados \$ 000

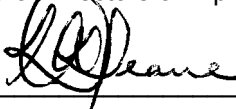
	Notes	<u>2009</u>	<u>2008</u>
ASSETS			
Property, plant and equipment	5	8,435	8,707
Investment in associated company	6	3,574	3,194
Financial investments	7	50,403	55,661
Reinsurance assets	8	45,627	45,530
Net deferred income tax assets	9	1,012	2,674
Premiums receivable and deferred acquisition costs	10	22,263	24,150
Miscellaneous assets and receivables	11	1,524	1,482
Deposits with Sagicor Group companies	28	2,258	-
Amounts receivable from Sagicor Group companies	28	1,274	692
Corporation tax recoverable		87	87
Cash and cash equivalents		24,791	8,682
Total assets		<u>161,248</u>	<u>150,859</u>
LIABILITIES			
Policyholders' liabilities	12	82,126	85,125
Provisions	13	248	68
Loans payable to parent company	14	1,191	1,190
Due to reinsurers, deferrals and premium tax payable	15	17,230	14,805
Amounts payable to Sagicor Group companies	28	117	98
Corporation tax payable		1,706	717
Accounts payable and accrued liabilities		2,645	3,355
Total liabilities		<u>105,263</u>	<u>105,358</u>
EQUITY			
Share capital	16	3,000	3,000
Reserves	17	29,651	31,958
Retained earnings		23,334	10,543
Total equity		<u>55,985</u>	<u>45,501</u>
Total equity and liabilities		<u>161,248</u>	<u>150,859</u>

The accompanying notes form an integral part of these financial statements.

These financial statements have been approved for issue by the Board of Directors on April 15, 2010.



Director



Director

Amounts expressed in Barbados \$ 000

	Notes	<u>2009</u>	<u>2008</u>
REVENUE			
Premium revenue	18	107,939	103,264
Reinsurance expense	18	<u>(79,341)</u>	<u>(72,283)</u>
Net premium revenue		28,598	30,981
Investment income	19	6,995	8,677
Share of operating income of associated company	6	380	567
Fees and other revenue	20	<u>24,427</u>	<u>15,934</u>
Total revenue		<u>60,400</u>	<u>56,159</u>
CLAIMS INCURRED			
Claims incurred	21	27,697	23,059
Claims reinsured	21	<u>(16,030)</u>	<u>(11,620)</u>
Net claims incurred		<u>11,667</u>	<u>11,439</u>
EXPENSES			
Administrative expenses		17,098	14,706
Commissions and related compensation		12,563	11,959
Premium taxes		763	810
Finance costs		29	114
Depreciation		<u>1,300</u>	<u>1,279</u>
Total expenses		<u>31,753</u>	<u>28,868</u>
INCOME BEFORE TAXES		16,980	15,852
Income taxes	24	<u>(3,570)</u>	<u>(2,418)</u>
NET INCOME FOR THE YEAR		<u>13,410</u>	<u>13,434</u>

The accompanying notes form an integral part of these financial statements.

Amounts expressed in Barbados \$ 000

	Notes	<u>2009</u>	<u>2008</u>
Cash flows from operating activities			
Income before taxes		16,980	15,852
Adjustments for non-cash items, interest and dividends	27	(6,206)	(15,332)
Interest and dividends received		2,874	2,980
Interest received from Sagicor Group companies		177	106
Interest paid to Sagicor Group companies		(29)	(114)
Income taxes paid		(919)	(1,395)
Changes in operating assets	27	5,149	10,503
Changes in operating liabilities	27	(905)	(5,918)
Net cash from operating activities		<u>17,121</u>	<u>6,682</u>
Cash flows from investing activities			
Property, plant and equipment	27	(1,013)	(561)
Net cash used in investing activities		<u>(1,013)</u>	<u>(561)</u>
Cash flows from financing activities			
Increase/ (decrease) in loans payable to parent company		1	(3,371)
Net cash from/ (used in) financing activities		<u>1</u>	<u>(3,371)</u>
Net increase in cash and cash equivalents		16,109	2,750
Cash and cash equivalents, beginning of year		8,682	5,932
Cash and cash equivalents, end of year	27	<u>24,791</u>	<u>8,682</u>

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