

SAGICOR FINANCIAL CORPORATION

CHAIRMAN'S REVIEW

OF THE CONSOLIDATED STATEMENT OF OPERATIONS

FOR THE THREE MONTHS ENDED MARCH 31, 2003

2003 has started promisingly for the Sagicor Group of Companies. Revenue for the first quarter totalled \$176.6 million. This represents 23.7% of the revenue forecast for the full year. Benefits and expenses totalled \$161.0 million for the quarter and, similarly, this represents 23.5% of the forecast for the full year. Included in commissions and other expenses are \$6.4 million in re-organisation costs which were incurred as the Group continued to rationalise its operations throughout the Caribbean.

Profit before taxation and minority interest amounted to \$15.6 million. Our overall net profit for the three month period was \$8.6 million, representing earnings of 3.3 cents per common share.

We believe that we are on course to achieve the results which we forecast for 2003 in our recent prospectus.



Colin G Goddard
Chairman

June 23, 2003.

SAGICOR FINANCIAL CORPORATION
CONSOLIDATED STATEMENT OF OPERATIONS

For the three months ended March 31, 2003
(expressed in thousands of Barbados dollars)

	\$ 000
REVENUE	
Net premiums	89,974
Annuities and pension contributions	31,896
Net investment income	41,883
Fees and other income	12,849
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TOTAL REVENUE	176,602
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DISPOSITION OF REVENUE	
Policy benefits	79,124
Change in actuarial liabilities and funds	21,349
Commissions and other expenses	57,710
Amortisation of goodwill	2,408
Finance costs	371
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TOTAL DISPOSITION OF REVENUE	160,962
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NET PROFIT BEFORE TAXATION AND MINORITY INTEREST	15,640
Corporation and premium taxes	(4,044)
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NET PROFIT BEFORE MINORITY INTEREST	11,596
Minority interest	(3,029)
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NET PROFIT FOR THE PERIOD	8,567
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