



Sagicor Group Jamaica Limited

2015 PERFORMANCE



55.00B

Total Revenue

9.79B

Net Profit Attributable
to Stockholders

300.39B

Total Assets of SGJ

46.57B

Stockholders' Equity

Directors' Statement

On behalf of the Board of Directors of Sagicor Group Jamaica Ltd (SGJ) or the Group we are pleased to report the 2015 financial performance of our Group of companies.

Overview

The consolidated net profit attributable to stockholders for the year was \$9.79 billion, which is a 15% improvement over 2014's \$8.51 billion. The earnings per stock unit were \$2.51 compared to \$2.21 in 2014 and the return on average Stockholders' Equity (ROE) was 21% (2014: 21%). The net profit generated for Q4 was \$3.96 billion, as against the \$4.41 billion posted in Q4 2014.

All of our primary business segments produced healthy profits for 2015 surpassing the 2014 levels. Results of the Individual Life division were buoyed by high new business,

HIGHLIGHTS			
	Dec 2015 Audited	Dec 2014 Audited	% Change
Total Revenue - J\$ billions	55.00	45.63	21%
Net Profit, attributable to Stockholders - J\$ billions	9.79	8.51	15%
Earnings per stock unit (EPS) - J\$	2.51	2.21	14%
Return on average Stockholders' Equity (ROE)	21%	21%	0%
Total Assets of Sagicor Group Jamaica - J\$ billions	300.39	284.22	6%
Total Assets under management - J\$ billions	526.29	461.29	14%
Stockholders' Equity - J\$ billions	46.57	46.07	1%
SGJ Share Price - J\$	20.00	10.25	95%
Dividends paid per stock unit - J\$	0.73	0.63	16%
Market capitalization - J\$ billions	78.11	40.03	95%

improved conservation and a significant release of actuarial reserves with the change in the tax regime to a net profit tax; previously, Life companies were taxed on premium income and investment income. The Employee Benefits division enjoyed good new business and generally favorable claims experience. The division also benefited from the

release in actuarial reserves for taxation. Sagicor Bank showed good growth in its loans portfolio and credit cards portfolio and improvement in non-performing loans. Sagicor Investments earned increased fees from stockbrokerage and Corporate Financing activities and growth of the Sigma Funds.

Financial performance

Revenue and Expenses –

Consolidated Revenue of \$55.00 billion was above prior year by 21%, driven by the RBC portfolio being included for the full year in 2015 but for only six months in 2014. There was also high new business across all lines. Net Premium Income, in aggregate of \$32.48 billion was 11% up on 2014. With respect to the Individual lines of business, including Universal Life Segregated Funds, earned premiums were up by 15% while Group Insurance and Annuity premiums were 8% above prior year. Investment income, before interest expense and capital gains was 18% higher than in 2014. Realized capital gains from security trades of \$2.97 billion, were 38% more than in the prior year. An unrealized impairment charge of \$967.91 million was recorded (2014: \$738.13 million) on securities. Fees and Other Revenues of \$6.21 billion were much higher than prior year with the inclusion of the RBC portfolio for a full 12 months.

Policy benefits to our policyholders or their beneficiaries, including death claims, health claims, annuity payments, surrenders and fund withdrawals, totaled \$19.09 billion, net of reinsurance recoveries. The amount for last year was \$17.25 billion. The change in Insurance and Annuity liabilities reflect release of reserves due to premium persistency, expense efficiencies and the change in tax basis.

Group Administration expenses of \$13.87 billion were 16% more than in 2014. The RBC portfolio is included for twelve months in 2015. There were also one-time costs for rationalization of the operations. The normalized Group efficiency ratio of administration expenses to total revenue remained at 29% (2014: 29%). The efficiency ratio for Sagicor Bank was 70% and for Sagicor Investments 35%. The ratios for Individual Life and Employee Benefits are less than 20% and 15% respectively.

At the beginning of August we launched the new banking technology platform and amalgamated the former RBC and Sagicor banks portfolios into the new Sagicor Bank. The structural changes also included the full roll-out of our shared services organization and a new operating environment to offer Easy, Simple and Personal client service.



Above: Dr the Honourable R Danny Williams, Chairman of Sagicor Group Jamaica caught up with nine year old Kevin Parkinson and his Mom Jessica Melhado, one of 45 recipients who received assistance through Sagicor Jamaica's 45th anniversary initiative #45WaysToGiveBack. Sagicor Jamaica funded the full cost of Kevin's bilateral perthes leg brace. The presentation was made during Sagicor's #45WaysToGiveBack presentation ceremony held at Sagicor's head offices in New Kingston on Thursday, November 19.

Comprehensive Income –

Total Comprehensive Income, including net profit for the year and movements in reserves held in Equity, was \$3.44 billion compared to \$10.84 billion for 2014. During the latter half of 2015 significant unrealized fair value losses were recorded on available-for-sale securities. Volatility in global bond prices, impacted mainly by economic decline in China and continued weakness in commodity based economies, led to the fair value declines in our international securities portfolio. Re-measurements of retirement benefits obligations generated a charge of \$441.97 million net of deferred taxes. This charge was due mainly to a lower net discount rate. In 2014 there was Income of \$1 billion.

Cash Flows –

Group consolidated cash used in operating activities was \$9.56 billion, compared to \$12.18 billion generated from these activities in 2014, which reflected the RBC acquisition. Other contributing factors for the decline include repayment of some Repurchase Agreements, high purchases of investment securities and loan disbursements. Investing activities in the current year reflect mainly capital expenditure for technology and the upgrade of some bank branches. Also included is the acquisition cost for the SGJ

21.1% interest in Sagicor Real Estate X Fund Limited which was taken up in September. Financing activities show the dividends declared during year of \$2.85 billion. Liquidity of the Group remained strong. Cash and cash equivalents at the year-end were \$5.34 billion (2014: \$22.55 billion). The large cash positions are in the Commercial Bank with the lower 2015 balance reflecting more aggressive investments.

Balance Sheet and Managed Funds -

Total assets of the Group grew to \$300.39 billion up from \$284.22 billion, as at December 2014, a 6% increase. Total assets under management, as at December 2015, including Pension Funds' assets managed on behalf of clients and unit trusts, amounted to \$526.29 billion, up from \$461.29 billion as at December 2014. This 14% increase was generated mainly from new managed funds.

The Stockholders' Equity of SGJ stood at \$46.57 billion, 1% more than the 2014 balance. Equity was negatively impacted by the substantial decline in the unrealized fair value of securities being carried as available-for-sale and the charge from re-measurement of Retirement Benefits. Market capitalization of SGJ at December 2015 was \$78.11 billion almost twice the 2014 level of \$40.03 billion.

During March, the SGJ Board of Directors declared an interim dividend distribution of \$1.52 billion to Stockholders or a dividend per share of 39 cents. In November, the Directors declared a second interim dividend of \$1.33 billion or 34 cents per share. This was a total dividend pay-out of \$2.85 billion or 73 cents per share. The dividend distribution in 2014 was \$2.41 billion or 63 cents per share.

Solvency

Sagicor Life Jamaica Limited (SLJ) carried risk adjusted capital, measured by the Minimum Continuing Capital and Solvency Requirement (MCCSR) ratio, of 201.5% (2014: 182.2%). The regulated minimum ratio is 150%.

The risk-weighted capital ratios of Sagicor Bank Jamaica Limited and Sagicor Investments Jamaica Limited were 14.04% (2014: 15%) and 13.68% (2014: 13%) respectively. The required minimum regulatory ratio is 10%.

Corporate Social Activities

Sagicor Group Jamaica continued its support of various organisations and communities in the areas of health, education and sports through our Corporate Social activities in 2015. The annual Sagicor Sigma Corporate Run held in February was successful

in raising approximately \$26 million for its beneficiaries including the Cornwall Regional Hospital's Neo Natal Unit and the Jamaica Kidney Kids Foundation (JKKF). In June 2015 through its 45th Anniversary initiative called #45WaysToGiveBack, Sagicor Group identified forty five individuals, schools, charity groups, communities and institutions to benefit from acts of kindness, as nominated by friends, family and associates based on need. The 45 beneficiaries received a variety of donations, ranging from wheel chairs, health and school supplies, equipment and furniture and refurbishing supplies. In addition, as part of its educational initiatives, approximately fifteen million dollars was disbursed in scholarships to outstanding secondary and tertiary scholarship awardees.

Outlook

The Jamaican economy is performing well in respect of key macro indicators but GDP growth remains low. All of the quarterly IMF tests were passed during 2015. We look forward to continued positive and focused fiscal management.

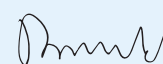
Our Group results for 2015 were very pleasing and reflect our strategies for business growth, excellent client service, Team members' engagement and a heavy reliance on the use of technology. We are confident and optimistic about the future.

We express our sincere appreciation to our hardworking team members, to our loyal customers and to our stockholders for their continued trust and confidence.

On behalf of The Board of Directors:



DR. THE HON. R.D. WILLIAMS
Chairman



RICHARD O. BYLES
President & CEO

14 March 2016

Consolidated Statement of Financial Position

 as at 31 December 2015
 (Expressed in thousands of Jamaican dollars)

	December 2015 Audited	December 2014 Audited
ASSETS:		
Cash resources & Cash reserve at Central Bank	13,986,642	26,566,088
Financial investments	200,268,041	183,095,026
Derivative financial instruments	192,303	761,732
Loans & leases, after allowance for credit losses	43,761,061	38,808,049
Pledged assets	6,184,591	8,402,683
Investment properties	472,000	871,888
Investment in joint venture	759,115	738,718
Investment in associated company	4,869,225	-
Intangible assets	5,663,052	4,617,001
Property, plant and equipment	4,195,227	3,506,736
Deferred income taxes	4,652,992	3,018,293
Taxation recoverable	2,887,330	3,114,495
Other assets	12,498,348	10,715,104
TOTAL ASSETS	300,389,927	284,215,813
STOCKHOLDERS' EQUITY AND LIABILITIES:		
Equity attributable to stockholders of the company		
Share capital	9,147,723	9,161,065
Equity reserves	(823,888)	6,413,536
Retained earnings	38,245,576	30,490,757
Total Equity	46,569,411	46,065,358
Liabilities		
Deposit and security liabilities	159,607,054	151,584,382
Derivative financial instruments	192,303	716,186
Taxation payable	570,635	714,632
Retirement benefit obligations	4,467,473	3,361,094
Other liabilities	11,365,871	10,631,301
Policyholders' Funds		
Insurance contracts liabilities	61,585,823	55,826,311
Investment contracts liabilities	12,971,978	12,348,035
Other policy liabilities	3,059,379	2,968,514
	77,617,180	71,142,860
Total Liabilities	253,820,516	238,150,455
TOTAL STOCKHOLDERS' EQUITY AND LIABILITIES	300,389,927	284,215,813


 DR. THE HON. R.D. WILLIAMS
 Chairman
 14 March 2016


 RICHARD O. BYLES
 President & CEO

Consolidated Statement of Comprehensive Income

 for the year ended 31 December 2015
 (Expressed in thousands of Jamaican dollars)

	Q4 2015 Audited	Q4 2014 Audited	December 2015 Audited	December 2014 Audited
Net profit for the period	3,964,365	4,409,582	9,793,445	8,563,118
Other comprehensive income:				
Items that may be subsequently reclassified to profit or loss				
Available-for-sale investments:				
Unrealised (losses)/gains on available-for-sale investments	(1,221,879)	(865,707)	(7,138,754)	729,844
Gains recycled and reported in profit in the Income Statement	612,070	(521,966)	(241,800)	(848,705)
Impairment losses on available-for-sale investments recognized and reported in the Income Statement	967,907	738,183	967,907	738,183
	358,098	(649,490)	(6,412,647)	619,322
Re-translation of foreign operations	132,540	13,651	533,919	570,118
Items that will not be subsequently reclassified to profit or loss				
Owner occupied properties:				
Unrealised (losses)/gains on owner occupied properties	(32,609)	80,549	(32,609)	80,549
Re-measurements of retirement benefits obligations	(441,970)	1,004,348	(441,970)	1,004,348
Total other income recognised directly in stockholders' equity, net of taxes	16,059	449,058	(6,353,307)	2,274,337
Total Comprehensive Income	3,980,424	4,858,640	3,440,138	10,837,455
Total Comprehensive Income attributable to:				
Stockholders of the parent company	3,980,424	4,858,640	3,440,138	10,721,799
Non-controlling interests	-	-	-	115,656
	3,980,424	4,858,640	3,440,138	10,837,455

Consolidated Income Statement

 for the year ended 31 December 2015
 (Expressed in thousands of Jamaican dollars)

	Q4 2015 Audited	Q4 2014 Audited	December 2015 Audited	December 2014 Audited
Revenue:				
Net premium revenue	10,127,552	7,025,902	32,482,414	29,168,788
Net investment income	3,321,851	3,758,570	16,301,549	12,552,316
Fees and other income	1,844,526	656,849	6,214,079	3,909,119
Total revenue	15,293,929	11,441,321	54,998,042	45,630,223
Benefits and Expenses:				
Net insurance benefits incurred	5,102,517	4,580,877	19,091,129	17,246,703
Changes in insurance and annuity liabilities	(78,680)	(272,784)	4,777,174	5,523,213
Administration expenses	4,309,102	4,443,530	13,871,404	11,963,381
Commissions and related expenses	1,333,988	1,112,909	4,203,287	3,875,268
Amortization of intangible assets	189,211	499,523	417,760	737,499
Premium and other taxes	(370,093)	121,784	3	461,232
Asset tax	1,011	(19,628)	966,854	178,791
Total benefits and expenses	10,487,056	10,466,211	43,327,611	39,986,087
Share of profit/(loss) from joint venture	(19,016)	(6,577)	(33,082)	6,310
Share of profit from associate	94,202	-	94,202	-
Negative Goodwill	(94,882)	3,211,180	(119,628)	3,211,180
Profit before Taxation	4,787,177	4,179,713	11,611,923	8,861,626
Investment and Corporation Taxes	(822,812)	229,869	(1,818,478)	(298,508)
NET PROFIT	3,964,365	4,409,582	9,793,445	8,563,118
Net Profit attributable to:				
Stockholders of the parent company	3,964,365	4,409,582	9,793,445	8,512,779
Non-controlling Interests	-	-	-	50,339
	3,964,365	4,409,582	9,793,445	8,563,118
Earnings per stock unit for profit attributable to stockholders of the parent company:				
Basic and Fully diluted	\$1.02	\$1.14	\$2.51	\$2.21

Consolidated Statement of Changes in Equity

 for the year ended 31 December 2015
 (Expressed in thousands of Jamaican dollars)

	Share Capital	Equity Reserves	Retained Earnings	Total Stockholders' Equity	Non-Controlling Interests	Total Equity
Period ended 31 December 2015:						
Balance as 1 January 2015	9,161,065	6,413,536	30,490,757	46,065,358	-	46,065,358
Total comprehensive income for the period	-	(5,911,336)	9,351,474	3,440,138	-	3,440,138
Transactions with owners -						
Employee share option scheme - value of services provided	-	21,143	-	21,143	-	21,143
Employee stock grants and options exercised/expired	-	(92,773)	-	(92,773)	-	(92,773)
Dividends paid to owners of the parent	-	-	(2,851,113)	(2,851,113)	-	(2,851,113)
Transfer of treasury shares to employees	36,402	-	-	36,402	-	36,402
Purchase of treasury shares	(49,744)	-	-	(49,744)	-	(49,744)
Total Transactions with owners	(13,342)	(71,630)	(2,851,113)	(2,936,085)	-	(2,936,085)
Transfer between reserves -						
To special investment reserve	-	16,338	(16,338)	-	-	-
To retained earnings	-	(23,872)	23,872	-	-	-
Adjustment between regulatory loan provisioning and IFRS	-	(1,246,924)	1,246,924	-	-	-
Total transfers between reserves	-	(1,254,458)	1,254,458	-	-	-
Balance as at 31 December 2015	9,147,723	(823,888)	38,245,576	46,569,411	-	46,569,411
Period ended 31 December 2014:						
Balance as 1 January 2014	7,854,938	5,343,433	22,727,470	35,925,841	1,695,002	37,620,843
Total comprehensive income for the period	-	1,204,672	9,517,127	10,721,799	115,656	10,837,455
Transactions with owners -						
Employee share option scheme - value of services provided	-	23,677	-	23,677	-	23,677
Employee stock grants and options exercised/expired	-	(6,693)	-	(6,693)	-	(6,693)
Issue of share capital	1,306,127	-	-	1,306,127	-	1,306,127
Purchase of minority interest	-	-	504,532	504,532	(1,810,658)	(1,306,126)
Dividends paid to owners of the parent	-	-	(2,409,925)	(2,409,925)	-	(2,409,925)
Total Transactions with owners	1,306,127	16,984	(1,905,393)	(582,282)	(1,810,658)	(2,392,940)
Transfer between reserves -						
To special investment reserve	-	202,736	(202,736)	-	-	-
To retained earnings	-	(92,906)	92,906	-	-	-
Adjustment between regulatory loan provisioning and IFRS	-	(261,383)	261,383	-	-	-
Total transfers between reserves	-	(151,553)	151,553	-	-	-
Balance as at 31 December 2014	9,161,065	6,413,536	30,490,757	46,065,358	-	46,065,358

Consolidated Segmental Financial Information

 for the year ended 31 December 2015
 (Expressed in thousands of Jamaican dollars)

	Individual Lines	Employee Benefits	Investment Banking	Commercial Banking	All other	Eliminations	Audited December 2015 Group
Operating results:							
External revenues	21,965,607	20,746,039	3,144,087	8,239,751	902,558	-	54,998,042
Inter-segment revenues	503,259	201,420	(53,103)	10,166	508,488	(1,170,230)	-
Total revenue	22,468,866	20,947,459	3,090,984	8,249,917	1,411,046	(1,170,230)	54,998,042
Benefits and expenses	(14,383,073)	(13,862,817)	(1,050,795)	(5,871,808)	(2,073,623)	425,618	(36,816,498)
Change in actuarial liabilities	(2,459,221)	(2,633,010)	-	-	-	315,057	(4,777,174)
Depreciation	(74,384)	(35,463)	(25,434)	(155,100)	(58,946)	5	(349,322)
Amortization of intangibles	(16,458)	(119,128)	(66,957)	(94,037)	(121,180)	-	(417,760)
Finance costs	-	-	-	-	(2,681)	2,681	-
Premium and other taxes	(36)	-	-	-	(3,036)	-	(3,072)
Asset tax	(234,223)	(111,741)	(203,823)	(198,263)	(215,735)	-	(963,785)
Total benefits and expenses	(17,167,395)	(16,762,159)	(1,347,009)	(6,319,208)	(2,475,201)	743,361	(43,327,611)
Share of loss from joint venture	-	(33,082)	-	-	-	-	(33,082)
Share of profit from associate	-	-	-	-	94,202	-	94,202
Negative Goodwill	-	-	-	-	(119,628)	-	(119,628)
Profit before tax	5,301,471	4,152,218	1,743,975	1,930,709	(1,089,581)	(426,869)	11,611,923
Investment and corporation taxes	(317,332)	(778,351)	(319,927)	(605,811)	202,943	-	(1,818,478)
Profit after taxation	4,984,139	3,373,867	1,424,048	1,324,898	(886,638)	(426,869)	9,793,445
Segment assets:	45,247,348	56,522,724	81,888,647	96,094,854	26,634,128	(11,418,576)	294,969,125
Unallocated assets -							
Investment in joint venture	-	-	-	-	-	-	759,115
Deferred income taxes	-	-	-	-	-	-	4,652,992
Retirement benefit assets	-	-	-	-	-	-	8,695
Total assets							300,389,927
Segment liabilities:	36,754,238	45,482,882	73,939,167	77,483,339	27,140,948	(11,447,531)	249,353,043
Unallocated liabilities -							
Retirement benefit obligations	-	-	-	-	-	-	4,467,473
Total liabilities							253,820,516
Other Segment items:							
Capital expenditure: Computer software	-	-	-	-	-	-	1,460,551
Property, plant and equipment	-	-	-	-	-	-	552,981
							2,013,532

Geographical information:	Cayman Islands			Total Group
	Jamaica	Islands	Other	
Revenue	51,772,850	3,673,173	(447,981)	54,998,042
Total assets	272,840,294	26,762,752	786,881	300,389,927

	Individual Lines	Employee Benefits	Investment Banking	Commercial Banking	All other	Eliminations	Audited December 2014 Group
Operating results:							
External revenues	18,563,096	19,863,717	2,468,657	3,829,301	905,452	-	45,630,223
Inter-segment revenues	202,236	34,106	(63,359)	(8,671)	204,339	(368,651)	-
Total revenue	18,765,332	19,897,823	2,405,298	3,820,630	1,109,791	(368,651)	45,630,223
Benefits and expenses	(13,165,216)	(12,447,309)	(1,213,299)	(4,304,468)	(2,081,891)	403,824	(32,808,359)
Change in actuarial liabilities	(2,461,723)	(3,000,290)	-	-	-	(61,203)	(5,523,216)
Depreciation	(77,387)	(34,297)	(28,629)	(94,003)	(42,673)	-	(276,989)
Amortization of intangibles	(16,946)	(120,682)	(544,146)	(42,576)	(13,150)	-	(737,500)
Finance costs	-	-	-	-	(20,077)	20,077	-
Premium and other taxes	(396,363)	(65,066)	(88,126)	(26,762)	(63,706)	-	(640,023)
Total benefits and expenses	(16,117,635)	(15,667,644)	(1,874,200)	(4,467,809)	(2,221,497)	362,698	(39,986,087)
Share of profit from joint venture	-	6,310	-	-	-	-	6,310
Negative Goodwill	-	-	-	-	-	-	3,211,180
Profit before tax	2,647,697	4,236,489	531,098	(647,179)	(1,111,706)	(5,953)	8,861,626
Investment and corporation taxes	(199,917)	(295,831)	(145,806)	148,778	194,268	-	(298,508)
Profit after taxation	2,447,780	3,940,658	385,292	(498,401)	(917,438)	(5,953)	8,563,118
Segment assets:	45,645,478	53,378,715	89,394,819	85,228,160	17,954,254	(11,201,536)	280,399,890
Unallocated assets -							
Investment in joint venture	-	-	-	-	-	-	738,718
Deferred tax asset	-	-	-	-	-	-	3,018,293
Retirement benefit assets	-	-	-	-	-	-	58,912
Total assets							284,215,813
Segment liabilities:	38,147,676	41,395,190	80,529,408	68,482,274	17,450,482	(11,215,669)	234,789,361
Unallocated liabilities -							
Retirement benefit obligations	-	-	-	-	-	-	3,361,094
Total liabilities							238,150,455
Other Segment items:							
Capital expenditure: Computer software	-	-	-	-	-	-	164,623
Property, plant and equipment	-	-	-	-	-	-	483,860
							648,483

Geographical information:	Cayman Islands			Total Group
	Jamaica	Islands	Other	
Revenue	43,183,551	2,899,048	(452,376)	45,630,223
Total assets	257,543,240	25,926,550	746,023	284,215,813

Consolidated Statement of Cash Flows

 for the year ended 31 December 2015
 (Expressed in thousands of Jamaican dollars)

	December 2015 Audited	December 2014 Audited
Cash Flows from Operating Activities:		
Net Profit	9,793,445	8,563,118
Adjustments for:		
Items not affecting cash and changes to policyholders' funds:		
Adjustments for non-cash items, interest and dividends	(7,106,524)	(8,892,465)
Changes in other operating assets and liabilities	188,566	23,549,941
Net Investment purchases	(23,143,653)	(19,588,803)
Interest received	18,479,964	14,579,571
Interest paid	(4,805,205)	(4,646,360)
Income taxes paid	(2,963,048)	(1,383,797)
Net cash (used in)/generated from operating activities	(9,556,455)	12,181,205
Cash Flows from Investing Activities:		
Investment in joint venture	(17,688)	(41,105)
Investment in associate	(3,320,906)	-
Acquisition of subsidiary, net of cash acquired	-	6,022,237
Purchase of investment poroperty	(12,888)	-
Purchase of Property, plant and equipment, net	(548,288)	(451,066)
Purchase of intangible assets, net	(1,460,387)	(164,623)
Net cash (used in)/generated from investing activities	(5,360,157)	5,365,443
Cash Flows from Financing activities:		
Dividends paid to stockholders	(2,851,113)	(2,409,925)
Net cash used in financing activities	(2,851,113)	(2,409,925)
Cash and cash equivalents:		
Effect of exchange rate on cash and cash equivalents	556,009	1,970,456
(Decrease)/Increase in cash and cash equivalents	(17,211,716)	17,107,179
Cash and cash equivalents at beginning of year	22,551,578	5,444,399
Cash and cash equivalents at end of year	5,339,862	22,551,578
Comprising:		
Balances with Banks	7,527,747	21,073,597
Short - Term Deposits	2,851,157	985,221
Securities purchased under resale agreements	720,177	2,674,078
Short - Term Loans	(5,581,250)	(2,018,192)
Bank overdraft	(177,969)	(163,126)
	5,339,862	22,551,578

Explanatory Notes
1. Identification and Principal Activities

Sagikor Group Jamaica Limited (SGJ), the company) is incorporated and domiciled in Jamaica and is listed on the Jamaica Stock Exchange. It is 32.45% (2014: 32.45%) owned by LOJ Holdings Limited which is also incorporated and domiciled in Jamaica. The ultimate parent company is Sagikor Financial Corporation (SFC), which is incorporated and domiciled in Barbados. SFC has an overall interest of 49.11% (2014: 49.11%) in the company. The other significant shareholder in SGJ is Pan-Jamaican Investment Trust Limited with a 31.55% (2014: 31.55%) holding.

The registered office of the Sagikor Group Jamaica Limited is located at 28 - 48 Barbados Avenue, Kingston 5, Jamaica.

Sagikor Group Jamaica is comprised of a number of companies offering a wide range of financial products and services. These include life and health insurance; annuities; pensions administration; investment services; commercial banking; investments banking; captives management; property management and real estate sales and rentals.

2. Basis of preparation

These condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and the accounting policies as set out in Note 2 of the audited financial statements for the year ended 31 December 2015.

3. Investment in associated company

In September 2015, Sagikor Group Jamaica Limited acquired a 21.1% interest in Sagikor Real Estate X Fund Limited (X Fund), increasing its holdings to 29.3%. In accordance with IAS 28, Investments in Associates and Joint Ventures, the operating results of X Fund are being accounted for as an associate with the inclusion of the share of post-acquisition earnings.

4. Dividend Declaration

On 14 March 2016, The Board of Directors of Sagikor Group Jamaica Limited declared an interim dividend of \$0.66 per share with a record date of 31 March 2016 and a payment date of 19 April 2016.