

LIFE OF JAMAICA LIMITED 1997

Consolidated Statement of Changes in Shareholders' Funds

	<u>Thousands of Dollars</u>				
	Capital stock	Share premium	Capital redemption reserve fund	Accumulated Deficit	Total
Balance at December 31, 1995	40,135	-	2,290	580,455	622,880
Redeemed during the year	(157)	-	157	-	-
Net Loss for the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,054,988)</u>	<u>(1,054,988)</u>
Balance at December 31, 1996	39,978	-	2,447	(474,533)	(432,108)
Shares issued	1,071,015	128,985	-	-	1,200,000
Net profit for the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>92,113</u>	<u>92,113</u>
Balance at December 31, 1997	<u>1,110,993</u>	<u>128,985</u>	<u>2,447</u>	<u>(382,420)</u>	<u>860,005</u>

Accumulated deficit

(a) Retained in the financial statements of:

	Thousands of Dollars	
	1997	1996
The Company	(213,252)	(338,522)
Subsidiaries	(147,162)	(127,761)
Associated companies	(22,006)	(8,250)
	(382,420)	(474,533)

(b) Accumulated deficit is shown after a credit for appropriated reserves totalling \$2,059,000,000 (1996:\$1,782,000,000) for the company and \$2,543,000,000 (1996: \$2,245,000,000) for the group. These reserves are a function of the policy premium method of valuing future policy benefits.
