

Dyoll Group Limited

September 2001 Unaudited Results

Chairman's report

For the nine months ended September 30, 2001, Group gross revenues increased by \$78,430,121 (14%) to \$ 635,272,221. The increase was due in part to property ratezz, increases required by our international reinsurers for our 2001 business. This increase along with savings from our re-engineering of insurance business operations improved the net operating profit by \$5,833,642 (10.8%) to \$59,779,455 over the nine months results for 2000.

We continue to be pleased with the results of our business process review which was completed in June 2001. Based on this success, the Group is planning to embark on a similar project in another area of the Group's operations. The redundancy costs of \$31,895,386 were related directly to the completion of our business review. It is not anticipated that we will incur any more such charges in the near future. We are also accelerating the write off of balances due from companies with whom we were previously associated.

In the third quarter, our principal subsidiary, Dyoll Insurance went through a total redeployment of staff. As a result the Insurance company withdrew from the Pension Scheme and the Group received an inflow of \$ 142, 081,025 (gross) which we have shown net of estimated income tax as an extraordinary item on our profit and loss. This inflow will be used to improve the structure and liquidity of the Balance sheets.

Overall, the Group has remained on target for the first three quarters of 2001. We are however, concerned about the impact of the September 11th World Trade Center (WTC) attack in the USA on our local clients and foreign Reinsurers. The entire world will be affected by this terrorist act and we anticipate that 2002 will be a difficult year for Jamaican business and the general insurance industry globally.

Our Board however remains committed to anticipating where new opportunities will lie and safe guarding the value of the Group for all stakeholders.

CDR Bovell (signature)
Chairman

Unaudited Consolidated Profit & Loss Account

Nine Months ended September 30, 2001

	(Nine Months) Sept. 30, 2001 \$J	(Nine Months) Sept.30, 2000 \$J	Audited Dec.31,2000 \$J
Group Operating Revenue	635,272,221 =====	556,842,100 =====	734,040,916 =====
Group Operating Profit	59,779,455	53,945,813	135,193,158
Exceptional items			
- Gains on exchange, net	-	13,205,047	14,956,464
- Redundancy costs	(31,895,386)	(4,096,459)	(4,096,459)
- Write off of related party short term loan	(11,380,886)	(5,613,451)	(15,379,825)
- Provision for dimunition in value of investments			(2,695,464)
- GCT Assessment including interest and penalties			(7,766,879)
- Business Process review charges	(4,727,900)		(8,262,710)
- Investments written off	-	-	(3,742,301)
	<u>11,775,283</u>	<u>57,440,950</u>	<u>108,205,984</u>
Share of profits of associated companies	<u>7,017,138</u>	<u>5,352,915</u>	<u>7,999,763</u>
Profit on ordinary activities before taxation	<u>18,792,421</u>	<u>62,793,865</u>	<u>116,205,747</u>
Taxation	<u>(14,242,924)</u>	<u>(22,250,127)</u>	<u>(46,458,431)</u>
Profit on ordinary activities after taxation	4,549,497	40,543,738	69,747,316
Minority interest, net	<u>3,615,670</u>	<u>3,497,309</u>	<u>(785,566)</u>
Profit on ordinary activites attributable to Group	8,165,167	44,041,047	68,961,750
Extraordinary item, net of taxation	<u>94,720,683</u>	-	-
Net profit attributable to Group	<u>102,885,850</u> =====	<u>44,041,047</u> =====	<u>68,961,750</u> =====
Earnings per stock unit			
Before extraordinary item	13.40 cents	72.29 cents	1.13 cents
After extraordinary item	168.88 cents	72.29 cents	1.13 cents

Minority Interests

Minority Interests, net, represents preference dividends for the period due to the minority not provided for in the subsidiaries accounts, net of minority's share of losses in a subsidiary.

Extraordinary item, net of taxation

The extraordinary item of \$142,081,025 less taxation of \$47,360,342 represents refunds of pension contributions to a subsidiary, net of amounts paid to employees of the subsidiary, arising from its withdrawal from the Group Pension Scheme.

Unaudited Group Balance Sheet June 30, 2001

	Unaudited September 30, 2001	Audited December 31, 2000
NET ASSETS EMPLOYED		
Net current assets	847,640,553	547,015,122
Investments	116,155,863	228,706,851
Investment in associated companies	5,458,412	9,453,876
Advances due from associated companies	9,612,390	15,379,825
Long-term receivable	45,733,794	45,113,795
Fixed assets	24,112,761	30,794,156
Deferred expenses	40,599,268	41,605,860
Goodwill on consolidation	<u>1,844,634</u>	<u>1,844,634</u>
	1,091,157,675	919,914,119
	=====	=====
FINANCED BY:		
SHAREHOLDERS' EQUITY		
Share capital	30,460,857	30,460,857
Reserves	<u>183,178,260</u>	<u>87,199,774</u>
	213,639,117	117,660,631

Long-term loans	10,182,692	1,086,172
Minority interest	23,894,978	27,510,648
Investment instrument	102,171,381	135,005,019
Insurance funds	<u>741,269,507</u>	<u>638,651,649</u>
	1,091,157,675	919,914,119
	=====	=====
