



**UNAUDITED FINANCIAL STATEMENTS  
FOR QUARTER ENDED 30 SEPTEMBER 2012**



# General Accident Insurance Company Jamaica Limited

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Quarter ended September 30, 2012

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## General Accident Insurance Company Jamaica Limited

### Statement of Comprehensive Income

Quarter ended September 30, 2012

Income	Unaudited 9 months ended Sept. 30, 2012	Unaudited 9 months ended Sept. 30, 2011	Unaudited 3 months ended Sept. 2012	Unaudited 3 months ended Sept. 2011
	\$'000	\$'000	\$'000	\$'000
<b>Gross Premiums Written</b>	3,193,512	3,082,464	520,932	602,486
Reinsurance ceded	(2,365,091)	(2,349,051)	(271,349)	(382,875)
Excess of Loss Reinsurance Cost	(106,049)	(94,537)	(34,808)	(22,972)
<b>Net Premiums Written</b>	<b>722,372</b>	<b>638,876</b>	<b>214,775</b>	<b>196,639</b>
Changes in unearned premiums, net	(66,820)	(52,133)	29,730	24,709
<b>Net Premiums Earned</b>	<b>655,551</b>	<b>586,743</b>	<b>244,505</b>	<b>221,348</b>
Commission Income	201,295	191,398	46,493	43,102
Commission Expense	(195,909)	(205,884)	(55,318)	(52,637)
Claims Expense	(374,767)	(297,337)	(127,976)	(120,058)
Management Expenses	(221,363)	(182,036)	(76,753)	(63,602)
<b>Underwriting Profit/(Loss)</b>	<b>64,808</b>	<b>92,884</b>	<b>30,951</b>	<b>28,153</b>
Investment Income	131,700	1,134,752	45,623	1,102,830
Other Income	10,854	10,818	4,269	2,682
Other Operating Expenses	(20,147)	(20,483)	(6,874)	(5,521)
<b>(Loss)/Profit before Taxation</b>	<b>187,214</b>	<b>1,217,971</b>	<b>73,969</b>	<b>1,128,144</b>
Taxation	-	(42,128)	-	(42,128)
<b>(NET LOSS)/PROFIT FOR THE YEAR</b>	<b>187,214</b>	<b>1,175,843</b>	<b>73,969</b>	<b>1,086,016</b>
Unrealized gains/(losses) on available-for-sale investments, net of tax	(31,737)	64,256	(10,844)	39,667
Gains recycled to profit or loss on disposal and maturity of available-for-sale investments	(11,441)	(798,525)	-	(798,525)
	(43,179)	(734,272)	(10,844)	(758,858)
<b>Total Other Comprehensive Income</b>				
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>144,035</b>	<b>441,571</b>	<b>63,125</b>	<b>327,158</b>
<b>EARNINGS PER SHARE</b>	<b>0.18</b>	<b>1.14</b>	<b>0.07</b>	<b>1.05</b>



# General Accident Insurance Company Jamaica Limited

## Statement of Financial Position

Quarter ended September 30, 2012

Financial Position	Unaudited Sept. 30, 2012 \$'000	Unaudited Sept. 30, 2011 \$'000	Audited Dec. 31, 2011 \$'000
<b>ASSETS</b>			
Cash & Short Term Investments	1,205,770	1,274,979	1,134,278
Taxation Recoverable	27,603	7,502	13,028
Due from policyholders Brokers & agents	490,491	314,247	394,303
Due from reinsurers & co-insurers	1,404,879	1,361,947	1,022,870
Deferred policy acquisition cost	149,735	134,819	149,587
Other Receivables	31,422	9,211	10,304
Due from related parties	96,101	287,613	1,156
Loans receivable	190,473	174,544	236,896
Leases receivable	81,610	-	41,962
Investment Securities	460,285	370,704	468,454
Property, Plant & Equipment	57,370	44,387	41,709
Intangible assets	26,275	30,694	26,624
<b>Total Assets</b>	<b>4,222,014</b>	<b>4,010,647</b>	<b>3,541,171</b>
<b>LIABILITIES</b>			
Due to reinsurers and coinsurers	350,834	447,834	253,009
Other liabilities	78,209	51,206	81,596
Taxation payable	-	-	10,599
Deferred tax liabilities	12,713	5,148	12,713
Insurance Reserves	2,595,609	2,427,733	2,042,511
<b>Total Liabilities</b>	<b>3,037,365</b>	<b>2,931,921</b>	<b>2,400,428</b>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	470,358	471,650	470,358
Capital reserves	152,030	95,460	152,030
Fair value reserve	67,241	117,370	110,517
Retained earnings	495,020	394,246	407,838
<b>Total shareholders' equity</b>	<b>1,184,649</b>	<b>1,078,726</b>	<b>1,140,743</b>
<b>Total liabilities and shareholder's equity</b>	<b>4,222,014</b>	<b>4,010,647</b>	<b>3,541,171</b>

Approved by the Board of Directors on November 13, 2012 and signed on its behalf by:

Director

Director



## General Accident Insurance Company Jamaica Limited

### Statement of Changes in Equity

Quarter ended September 30, 2012

Changes in Equity	Share Capital	Capital Reserves	Fair Value Reserve	Retained Earnings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 30 September 2011	75,000	129,456	907,131	1,382,364	2,493,951
Net profit for the year	-	-	-	296,187	296,187
Other Comprehensive Income					
Unrealized gains on available-for-sale investment, net of tax	-	-	18,752	-	18,752
Gains recycled to profit or loss on disposal and maturity of available- for-sale investments	-	-	(858,642)	-	(858,642)
<b>Total other comprehensive income</b>	<b>75,000</b>	<b>129,456</b>	<b>67,240</b>	<b>1,678,551</b>	<b>1,950,247</b>
Transactions with owners					
Dividends	-	-	-	(1,160,956)	(1,160,956)
Issue of shares	395,358	-	-	-	395,358
Profits capitalized -					
Capital distribution received	-	22,574	-	(22,574)	-
<b>Total transactions with owners</b>	<b>395,358</b>	<b>22,574</b>	<b>-</b>	<b>(1,183,530)</b>	<b>(765,598)</b>
<b>Balance as at 30 September 2012</b>	<b>470,358</b>	<b>152,030</b>	<b>67,240</b>	<b>495,020</b>	<b>1,184,649</b>



## General Accident Insurance Company Jamaica Limited

### Statement of Cash Flows

Quarter ended September 30, 2012

Cash Flow	2012 September	2011 September
	\$'000	\$'000
<b>Cash Flows from Operating Activities</b>		
Net profit	187,214	1,175,843
Adjustments for items not affecting cash:		
Depreciation	9,041	11,474
Amortization of intangible assets	11,106	9,009
Gain on sale of investments	(11,798)	(909,129)
Unrealized gain on Unit Trust Fund	(3,326)	(6,201)
Gain on disposal of property, plant and equipment	(6,480)	(154,769)
Interest income	(83,284)	(58,735)
Dividend income	(3,678)	-
Capital distribution received	-	(21,444)
Current taxation	-	42,128
Deferred taxation	-	-
Foreign exchange (gains)/ losses	(29,614)	4,710
Increase in deferred policy acquisition cost	(148)	-
Increase in insurance reserves	553,086	877,511
	<b>622,120</b>	<b>970,397</b>
<b>Changes in operating assets and liabilities:</b>		
Due from policyholders, brokers and agents	(96,188)	26,895
Other receivables	(21,118)	12,860
Loans receivable	46,423	95,409
Other liabilities	(3,387)	(27,543)
Due from related parties	(94,945)	(209,686)
Due from reinsurers and coinsurers, net	(284,184)	(620,337)
	<b>168,721</b>	<b>247,995</b>
Taxation (paid)	(33,570)	(30,251)
<b>Net cash provided by operating activities</b>	<b>135,151</b>	<b>217,744</b>



**General Accident Insurance Company Jamaica Limited**  
**Statement of Cash Flows Continued**  
**Quarter ended September 30, 2012**

Cash Flow	2012 September 2011 September	
	\$'000	\$'000
<b>Cash Flows from Investing Activities</b>		
Acquisition of investments	(166,467)	-
Lease receivables, net	39,648	-
Acquisition of property, plant and equipment	(27,274)	-
Acquisition of intangible asset	(10,757)	(10,732)
Proceeds from disposal of property, plant and equipment	8,705	210,000
Proceeds from disposal and maturity of investments	128,368	953,288
Capital distribution received	-	21,444
Dividend received	3,678	-
Interest received	60,471	4,126
<b>Net cash provided (used in) by investing activities</b>	<b>36,372</b>	<b>1,178,126</b>
<b>Cash Flows from Financing Activities</b>		
Shares Proceed	-	416,625
IPO cost	-	(19,975)
Dividends paid	(100,031)	(1,030,000)
Net cash used in financing activities	(100,031)	(633,350)
<b>Increase in cash and cash equivalents</b>	<b>71,492</b>	<b>762,520</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>1,134,278</b>	<b>512,459</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>1,205,770</b>	<b>1,274,979</b>



**General Accident Insurance Company Jamaica Limited**  
**Notes to the Financial Statements**  
**Quarter ended September 30, 2012**

### **Identification and Activities**

General Accident Insurance Company (Jamaica) Limited is a limited liability company incorporated and domiciled in Jamaica. The registered office of the company is located at 58 Half-Way-Tree Road, Kingston 10.

The company is licensed to operate as a general insurance company under the insurance Act, 2001. Its principal activity is the underwriting of commercial and personal property and casualty insurance.

The company is a public company listed on the Jamaica Stock Exchange at September 30, 2011.

### **Statement of Compliance and Basis of Preparation**

These unaudited interim financial statements have been prepared in accordance and comply with International Financial Reporting Standards (IFRS) and their interpretations issued by the International Accounting Standards Board (IASB), and the relevant provisions of the Companies Act.

The interim financial statements have been prepared under the historical cost convention as modified by the revaluation of certain financial assets carried at fair value.

The accounting policies and method of computation are consistent with the audited financial statements for year ended December 31, 2011. These financial statements are expressed in Jamaican dollars which is the currency of the primary economic environment in which the company operates.