

ASSETS & INCOME 2016

The following tables are an excerpt from the full Directors' Report & Financial Statements for the year ended 20th February 2016.

The United Kingdom Mutual Steam Ship Assurance Association (Bermuda) Limited:
Summarised Consolidated Statement of Financial Position
for the year ended 20th February 2016

Amounts in \$000	2016	2015
Assets		
Investments	1,078,340	1,133,071
Loans and receivables including insurance receivables	111,092	101,019
Derivative financial instruments	604	2,554
Reinsurance assets	267,963	263,852
Cash and cash equivalents	87,242	48,762
Accrued interest	5,221	5,695
Total assets	1,550,462	1,554,953
Reserves and liabilities		
<i>Capital and reserves attributable to Members</i>		
Free reserves	451,053	449,306
Cash flow hedging reserve	(3,449)	(477)
Other reserves	240	240
Total	447,844	449,069
Financial liabilities – Perpetual subordinated capital securities	99,069	98,697
Total	546,913	547,766
Other liabilities		
Insurance liabilities	969,305	978,931
Derivative financial instruments	4,089	1,149
Trade and other payables	29,942	26,850
Current income tax	213	257
Total	1,003,549	1,007,187
Total reserves and liabilities	1,550,462	1,554,953

The United Kingdom Mutual Steam Ship Assurance Association (Bermuda) Limited:
Summarised Consolidated Statement of Comprehensive Income
for the year ended 20th February 2016

Amounts in \$000	2016	2015
Income		
Gross earned premium	393,613	408,059
Mutual premium discount	(8,253)	–
	385,360	408,059
Premium ceded to reinsurers	(81,414)	(88,969)
Net earned premium	303,946	319,090
Net investment return	(9,052)	54,640
Total net income	294,894	373,730
Expenses		
Claims and claims adjustment expenses net of reinsurance	(241,252)	(289,936)
Expenses for the acquisition of insurance contracts	(20,962)	(22,098)
Net operating expenses	(23,912)	(21,863)
Foreign exchange gains/(losses)	1,496	(5,561)
Total expenses	(284,630)	(339,458)
Results from operating activities	10,264	34,272
Finance costs	(7,500)	(7,500)
Surplus before tax	2,764	26,772
Income tax expense	(1,017)	(1,346)
Surplus for the year attributable to Members	1,747	25,426

This financial summary is not the Association's statutory financial statements but it does contain information which has been extracted from the Directors' Report and Financial Statements for the year ended 20 February 2016, copies of which can be obtained from 90 Fenchurch Street, London EC3M 4ST, if appropriate.

The Directors' Report and Financial Statements for the year ended 20 February 2016, which include the Auditors' Report, have been prepared in accordance with the Bermuda Law and are filed with the Bermuda Monetary Authority and other appropriate registrars and adopted at the Annual General Meeting in October of each year. The Auditors' Report on the consolidated financial statements for the year ended 20 February 2016 was unqualified.