

ASSETS & INCOME 2017

The following tables are an excerpt from the full Directors' Report & Financial Statements for the year ended 20th February 2017

The United Kingdom Mutual Steam Ship Assurance Association (Bermuda) Limited:
Summarised Consolidated Statement of Financial Position
for the year ended 20th February 2017

Amounts in \$000	2017	2016
Assets		
Investments	1,080,601	1,078,340
Loans and receivables including insurance receivables	103,738	111,092
Derivative financial instruments	11	604
Reinsurance assets	213,798	267,963
Cash and cash equivalents	115,486	87,242
Current income tax	960	–
Accrued interest	675	5,221
Total assets	1,515,268	1,550,462
Reserves and liabilities		
<i>Capital and reserves attributable to Members</i>		
Free reserves	465,069	451,053
Cash flow hedging reserve	(6,932)	(3,449)
Other reserves	240	240
Total	458,377	447,844
Financial liabilities – Perpetual subordinated capital securities	99,440	99,069
Total	557,817	546,913
Other liabilities		
Insurance liabilities	924,537	969,305
Derivative financial instruments	6,943	4,089
Trade and other payables	25,971	29,942
Current income tax	–	213
Total	957,451	1,003,549
Total reserves and liabilities	1,515,268	1,550,462

The United Kingdom Mutual Steam Ship Assurance Association (Bermuda) Limited:
Summarised Consolidated Statement of Comprehensive Income
for the year ended 20th February 2017

Amounts in \$000	2017	2016
Income		
Gross earned premium	386,166	393,613
Mutual premium discount	(9,996)	(8,253)
	376,170	385,360
Premium ceded to reinsurers	(81,082)	(81,414)
Net earned premium	295,088	303,946
Net investment return	51,774	(9,052)
Total net income	346,862	294,894
Expenses		
Claims and claims adjustment expenses net of reinsurance	(273,619)	(241,252)
Expenses for the acquisition of insurance contracts	(20,299)	(20,962)
Net operating expenses	(23,296)	(23,912)
Foreign exchange gains/(losses)	(7,715)	1,496
Total expenses	(324,930)	(284,630)
Results from operating activities	21,933	10,264
Finance costs	(7,500)	(7,500)
Surplus before tax	14,433	2,764
Income tax expense	(417)	(1,017)
Surplus for the year attributable to Members	14,015	1,747

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 2017, 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 2017, 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 2017 was unqualified.