

ASSETS & INCOME 2014

The following tables are an excerpt from the full Directors' Report & Financial Statements for the year ended 20th February 2014.

The United Kingdom Mutual Steam Ship Assurance Association (Bermuda) Limited:
Summarised Consolidated Statement of Financial Position
For the year ended 20th February 2014

Amounts in \$000	2014	2013
Assets		
Investments	1,131,488	1,067,622
Loans and receivables including insurance receivables	90,616	83,560
Derivative financial instruments	5,884	51
Reinsurance assets	303,361	291,332
Cash and cash equivalents	87,580	116,120
Accrued interest	5,178	4,757
Total assets	1,624,107	1,563,442
Reserves and liabilities		
<i>Capital and reserves attributable to Members</i>		
Free reserves	423,880	393,765
Cash flow hedging reserve	5,884	51
Other reserves	240	240
Total	430,004	394,056
Financial liabilities – Perpetual subordinated capital securities	98,338	99,775
Total	528,342	493,831
Other liabilities		
Insurance liabilities	1,066,134	1,046,420
Derivative financial instruments	517	367
Trade and other payables	28,700	22,246
Current income tax	414	578
Total	1,095,765	1,069,611
Total reserves and liabilities	1,624,107	1,563,442

**The United Kingdom Mutual Steam Ship Assurance Association (Bermuda) Limited:
Summarised Consolidated Statement of Comprehensive Income**

For the year ended 20th February 2014

Amounts in \$000	2014	2013
Gross earned premium	396,281	360,181
Premium ceded to reinsurers	(93,502)	(73,190)
Net earned premium before discount	302,779	286,991
Mutual premium discount	-	(7,231)
Net earned premium	302,779	279,760
Net investment return	44,643	39,609
Total net income	347,422	319,369
Claims and claims adjustment expenses net of reinsurance	(268,906)	(258,679)
Expenses for the acquisition of insurance contracts	(20,965)	(20,060)
Net operating expenses	(19,977)	(21,073)
Foreign exchange gains/(losses)	1,066	(412)
Total expenses	(308,782)	(300,224)
Results from operating activities	38,640	19,145
Finance costs	(8,250)	(9,000)
Surplus before tax	30,390	10,145
Income tax expense	(275)	(636)
Surplus for the year attributable to Members	30,115	9,509

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 2014, 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 2014, 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 2014 was unqualified.