

**SINGAPORE REINSURANCE CORPORATION LIMITED**

(Company Registration No. 197300016C)

Financial Statements Announcement For The Period Ended 30 September 2017

**PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS**

1(a) An income statement and statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

UNAUDITED CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS/THIRD QUARTER ENDED 30 SEPTEMBER 2017

	GROUP					
	9 months 2017 S\$'000	9 months 2016 S\$'000	Incr/ (decr) %	3rd Qtr 2017 S\$'000	3rd Qtr 2016 S\$'000	Incr/ (decr) %
<b>Income statements:</b>						
<b>Reinsurance operations:</b>						
Gross written premiums	122,846	116,842	5.1	39,560	31,696	24.8
Reinsurance premiums	(86,683)	(77,293)	12.1	(27,691)	(20,178)	37.2
<b>Net written premiums</b>	<b>36,163</b>	<b>39,549</b>	<b>(8.6)</b>	<b>11,869</b>	<b>11,518</b>	<b>3.0</b>
Gross transfer (to)/from provision for unexpired risks	(2,231)	(5,335)	(58.2)	(3,933)	1,072	nm
Reinsurance transfer to/(from) provision for unexpired risks	4,094	5,492	(25.5)	3,653	(662)	nm
<b>Net earned premiums</b>	<b>38,026</b>	<b>39,706</b>	<b>(4.2)</b>	<b>11,589</b>	<b>11,928</b>	<b>(2.8)</b>
Gross claims incurred	(65,358)	(57,018)	14.6	(22,050)	(22,292)	(1.1)
Reinsurers' share of claims incurred	45,448	32,450	40.1	14,957	13,750	8.8
<b>Net claims incurred</b>	<b>(19,910)</b>	<b>(24,568)</b>	<b>(19.0)</b>	<b>(7,093)</b>	<b>(8,542)</b>	<b>(17.0)</b>
Commission expense	(37,374)	(32,574)	14.7	(11,864)	(8,744)	35.7
Commission income	26,233	22,256	17.9	8,700	6,228	39.7
<b>Net commission expense</b>	<b>(11,141)</b>	<b>(10,318)</b>	<b>8.0</b>	<b>(3,164)</b>	<b>(2,516)</b>	<b>25.8</b>
<b>Management expenses</b>	<b>(6,169)</b>	<b>(5,460)</b>	<b>13.0</b>	<b>(2,254)</b>	<b>(2,066)</b>	<b>9.1</b>
<b>Underwriting results</b>	<b>806</b>	<b>(640)</b>	<b>nm</b>	<b>(922)</b>	<b>(1,196)</b>	<b>(22.9)</b>
<b>Net investment income</b>	<b>6,762</b>	<b>5,557</b>	<b>21.7</b>	<b>2,449</b>	<b>2,020</b>	<b>21.2</b>
<b>Net income from reinsurance operations (I)</b>	<b>7,568</b>	<b>4,917</b>	<b>53.9</b>	<b>1,527</b>	<b>824</b>	<b>85.3</b>
<b>Non-reinsurance operations:</b>						
Net investment income	2,288	2,580	(11.3)	823	915	(10.1)
Other operating income	4,329	4,542	(4.7)	1,246	1,507	(17.3)
Management expenses	(4,380)	(4,209)	4.1	(1,458)	(1,348)	8.2
<b>Net income from non-reinsurance operations (II)</b>	<b>2,237</b>	<b>2,913</b>	<b>(23.2)</b>	<b>611</b>	<b>1,074</b>	<b>(43.1)</b>

GROUP

	9 months 2017 S\$'000	9 months 2016 S\$'000	Incr/ (decr) %	3rd Qtr 2017 S\$'000	3rd Qtr 2016 S\$'000	Incr/ (decr) %
<b>Income statements - continued</b>						
Profit before income tax (I + II)	9,805	7,830	25.2	2,138	1,898	12.6
Income tax expense	(1,020)	(621)	64.3	(218)	(76)	186.8
<b>Profit for the period</b>	<b>8,785</b>	<b>7,209</b>	<b>21.9</b>	<b>1,920</b>	<b>1,822</b>	<b>5.4</b>
<b>Profit attributable to:</b>						
Equity holders of the Company	8,741	7,122	22.7	1,931	1,788	8.0
Non-controlling interests	44	87	(49.4)	(11)	34	nm
<b>Profit for the period</b>	<b>8,785</b>	<b>7,209</b>	<b>21.9</b>	<b>1,920</b>	<b>1,822</b>	<b>5.4</b>
<b>Statements of comprehensive income:</b>						
Profit for the period	8,785	7,209	21.9	1,920	1,822	5.4
<b>Other comprehensive income, after tax:</b>						
<b>Items that will not be reclassified to profit or loss:</b>						
Revaluation of property, plant and equipment	88	(9)	nm	29	28	3.6
Tax on items that will not be reclassified to profit or loss	-	9	(100.0)	-	-	nm
	88	-	nm	29	28	3.6
<b>Items that are or may be reclassified subsequently to profit or loss:</b>						
Available-for-sale financial assets:						
Reclassification of gain on sale of investments to profit or loss (realised)	(1,790)	(861)	107.9	(375)	(300)	25.0
Reclassification of impairment write-down on investments to profit or loss	791	603	31.2	-	-	nm
Change in fair value of investments (unrealised)	10,559	4,803	119.8	461	1,163	(60.4)
Tax on items that are or may be reclassified subsequently to profit or loss	(1,582)	(761)	107.9	(23)	(105)	(78.1)
	7,978	3,784	110.8	63	758	(91.7)
<b>Other comprehensive income for the period, net of income tax</b>	<b>8,066</b>	<b>3,784</b>	<b>113.2</b>	<b>92</b>	<b>786</b>	<b>(88.3)</b>
<b>Total comprehensive income for the period</b>	<b>16,851</b>	<b>10,993</b>	<b>53.3</b>	<b>2,012</b>	<b>2,608</b>	<b>(22.9)</b>
<b>Total comprehensive income attributable to:</b>						
Equity holders of the Company	16,802	10,903	54.1	2,037	2,575	(20.9)
Non-controlling interests	49	90	(45.6)	(25)	33	nm
<b>Total comprehensive income for the period</b>	<b>16,851</b>	<b>10,993</b>	<b>53.3</b>	<b>2,012</b>	<b>2,608</b>	<b>(22.9)</b>
<b>Profit for the period has been arrived at after crediting/(charging):</b>						
Net exchange loss	(961)	(745)	29.0	(642)	(398)	61.3
Depreciation	(257)	(297)	(13.5)	(89)	(86)	3.5
Allowances for doubtful debts and bad debts written back	239	151	58.3	129	17	nm
Gain on sale of investments	1,790	861	107.9	375	300	25.0
Change in fair value of investment properties	(44)	(386)	(88.6)	80	(156)	nm
Impairment provisions/write-down on investments	(791)	(603)	31.2	-	-	nm

nm not meaningful

Note: certain items in the comparatives figures have been reclassified to conform with the current's presentation

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	GROUP		COMPANY	
	30.09.2017	31.12.2016	30.09.2017	31.12.2016
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Assets</b>				
Property, plant and equipment	38,456	38,485	38,363	38,382
Investment properties	27,285	27,329	27,285	27,329
Interests in subsidiaries	-	-	1,123	1,123
Reinsurers' share of insurance contract provisions for				
- outstanding claims	209,007	198,382	209,007	198,382
- unexpired risks	44,781	40,687	44,781	40,687
Financial assets	263,893	259,127	263,959	258,579
Club membership	15	15	-	-
Insurance receivables	57,379	47,966	57,379	47,966
Other receivables	6,414	4,433	5,539	3,664
Cash and cash equivalents	88,430	86,822	85,021	84,507
<b>Total assets</b>	<b>735,660</b>	<b>703,246</b>	<b>732,457</b>	<b>700,619</b>
<b>Equity attributable to equity holders of the Company</b>				
Share capital	123,300	123,300	123,300	123,300
Reserves	38,374	30,313	38,374	30,342
Accumulated profits	88,097	87,223	87,476	86,819
	249,771	240,836	249,150	240,461
<b>Non-controlling interests</b>	<b>313</b>	<b>264</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>250,084</b>	<b>241,100</b>	<b>249,150</b>	<b>240,461</b>
<b>Liabilities</b>				
Insurance contract provisions for				
- outstanding claims	358,023	350,831	358,023	350,831
- unexpired risks	61,992	59,761	61,992	59,761
Deferred taxation	3,013	1,440	3,027	1,449
Insurance payables	56,948	45,423	56,948	45,423
Other payables	4,515	4,056	2,277	2,172
Current tax payable	1,085	635	1,040	522
<b>Total liabilities</b>	<b>485,576</b>	<b>462,146</b>	<b>483,307</b>	<b>460,158</b>
<b>Total equity and liabilities</b>	<b>735,660</b>	<b>703,246</b>	<b>732,457</b>	<b>700,619</b>

1(b)(ii) Aggregate amount of the group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30.9.2017		As at 31.12.2016	
S\$'000			
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Amount repayable after one year

As at 30.9.2017		As at 31.12.2016	
S\$'000			
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collaterals

Not applicable.

- 1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	GROUP			
	9 months 2017 S\$'000	9 months 2016 S\$'000	3rd Qtr 2017 S\$'000	3rd Qtr 2016 S\$'000
<b>Operating activities</b>				
Profit before income tax	9,805	7,830	2,138	1,898
<b>Adjustments for:</b>				
Insurance contract provisions for net unexpired risks	(1,863)	(157)	280	(410)
Insurance contract provisions for net outstanding claims	(3,433)	(2,995)	(352)	(549)
Impairment write-down on investments	791	603	-	-
Change in fair value of investment properties	44	386	(80)	156
Gain on sale of investments	(1,790)	(861)	(375)	(300)
Depreciation of property, plant and equipment	257	297	89	86
Interest income	(5,865)	(6,243)	(1,973)	(2,052)
Dividend income	(1,936)	(2,139)	(791)	(735)
	(3,990)	(3,279)	(1,064)	(1,906)
<b>Changes in working capital:</b>				
Insurance receivables	(9,413)	(288)	(4,367)	5,902
Other receivables	(2,351)	(759)	(426)	(405)
Insurance payables	11,525	5,898	5,734	(9,119)
Other payables	459	688	329	339
Cash flows used in operations	(3,770)	2,260	206	(5,189)
Income tax paid	(579)	(1,401)	(251)	(476)
<b>Net cash (used in)/from operating activities</b>	<b>(4,349)</b>	<b>859</b>	<b>(45)</b>	<b>(5,665)</b>
<b>Investing activities</b>				
Interest received	6,203	6,673	2,250	2,450
Dividends received	1,936	2,139	791	735
Purchase of investments	(26,124)	(15,228)	(12,755)	(2,356)
Proceeds from sale of investments	31,948	24,398	13,074	10,013
Purchase of property, plant and equipment	(139)	(153)	(50)	(12)
<b>Net cash from investing activities</b>	<b>13,824</b>	<b>17,829</b>	<b>3,310</b>	<b>10,830</b>
<b>Financing activities</b>				
Dividends paid to owners of the Company	(7,867)	(6,657)	(3,026)	(3,026)
Decrease in deposits pledged	5	31	2	1
<b>Net cash used in financing activities</b>	<b>(7,862)</b>	<b>(6,626)</b>	<b>(3,024)</b>	<b>(3,025)</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,613</b>	<b>12,062</b>	<b>241</b>	<b>2,140</b>
<b>Cash and cash equivalents at beginning of the year/period (excluding pledged assets)</b>	<b>86,726</b>	<b>75,699</b>	<b>88,098</b>	<b>85,621</b>
<b>Cash and cash equivalents at end of the period (excluding pledged assets)</b>	<b>88,339</b>	<b>87,761</b>	<b>88,339</b>	<b>87,761</b>
<b>Pledged deposits</b>	<b>91</b>	<b>91</b>	<b>91</b>	<b>91</b>
<b>Cash and cash equivalents at end of the period including pledged deposits</b>	<b>88,430</b>	<b>87,852</b>	<b>88,430</b>	<b>87,852</b>

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share Capital S\$'000	Fair Value Reserves S\$'000	Revaluation Reserves S\$'000	Accumulated Profits S\$'000	Total attributable to equity holders of Company S\$'000	Non- controlling Interests S\$'000	Total Equity S\$'000
<b>GROUP</b>							
At 1 January 2017	123,300	3,395	26,918	87,223	240,836	264	241,100
<b>Total comprehensive income for the period</b>							
<b>Net profit</b>	-	-	-	8,741	8,741	44	8,785
<b>Other comprehensive income:</b>							
Revaluation of property, plant and equipment	-	-	88	-	88	-	88
Available-for-sale financial assets:							
Reclassification of gain on sale of investments to profit or loss (realised)	-	(1,775)	-	-	(1,775)	(15)	(1,790)
Reclassification of impairment write-down on investments to profit or loss	-	791	-	-	791	-	791
Change in fair value of investments (unrealised)	-	10,539	-	-	10,539	20	10,559
Income tax relating to components of other comprehensive income	-	(1,582)	-	-	(1,582)	-	(1,582)
Total other comprehensive income, net of income tax	-	7,973	88	-	8,061	5	8,066
Total comprehensive income for the period	-	7,973	88	8,741	16,802	49	16,851
<b>Transactions with owners, recorded directly in equity:</b>							
<b>Contributions by and distributions to owners:</b>							
Final dividend paid of 0.6 cent per share tax exempt (one-tier) in respect of year 2016	-	-	-	(3,631)	(3,631)	-	(3,631)
Special dividend paid of 0.2 cent per share tax exempt (one-tier) in respect of year 2016	-	-	-	(1,210)	(1,210)	-	(1,210)
Interim dividend paid of 0.5 cent per share tax exempt (one-tier) in respect of year 2017	-	-	-	(3,026)	(3,026)	-	(3,026)
Total contributions by and distributions to owners	-	-	-	(7,867)	(7,867)	-	(7,867)
At 30 September 2017	123,300	11,368	27,006	88,097	249,771	313	250,084
At 1 January 2016	123,300	1,991	21,589	85,038	231,918	264	232,182
<b>Total comprehensive income for the period</b>							
<b>Net profit</b>	-	-	-	7,122	7,122	87	7,209
<b>Other comprehensive income:</b>							
Revaluation of property, plant and equipment	-	-	(9)	-	(9)	-	(9)
Available-for-sale financial assets:							
Reclassification of gain on sale of investments to profit or loss (realised)	-	(861)	-	-	(861)	-	(861)
Reclassification of impairment write-down on investments to profit or loss	-	603	-	-	603	-	603
Change in fair value of investments (unrealised)	-	4,800	-	-	4,800	3	4,803
Income tax relating to components of other comprehensive income	-	(761)	9	-	(752)	-	(752)
Total other comprehensive income, net of income tax	-	3,781	-	-	3,781	3	3,784
Total comprehensive income for the period	-	3,781	-	7,122	10,903	90	10,993
<b>Transactions with owners, recorded directly in equity:</b>							
<b>Contributions by and distributions to owners:</b>							
Final dividend paid of 0.6 cent per share tax exempt (one-tier) in respect of year 2015	-	-	-	(3,631)	(3,631)	-	(3,631)
Interim dividend paid of 0.5 cent per share tax exempt (one-tier) in respect of year 2016	-	-	-	(3,026)	(3,026)	-	(3,026)
Total contributions by and distributions to owners	-	-	-	(6,657)	(6,657)	-	(6,657)
At 30 September 2016	123,300	5,772	21,589	85,503	236,164	354	236,518

<b>GROUP</b>	<b>Share Capital S\$'000</b>	<b>Fair Value Reserves S\$'000</b>	<b>Revaluation Reserves S\$'000</b>	<b>Accumulated Profits S\$'000</b>	<b>Total attributable to equity holders of Company S\$'000</b>	<b>Non- controlling Interests S\$'000</b>	<b>Total Equity S\$'000</b>
<b>At 1 July 2017</b>	123,300	11,291	26,977	89,192	250,760	338	251,098
<b>Total comprehensive income for the quarter</b>							
<b>Net profit</b>	-	-	-	1,931	1,931	(11)	1,920
Revaluation of property, plant and equipment	-	-	29	-	29	-	29
Available-for-sale financial assets:							
Reclassification of gain on sale of investments to profit or loss (realised)	-	(362)	-	-	(362)	(13)	(375)
Change in fair value of investments (unrealised)	-	462	-	-	462	(1)	461
Income tax relating to components of other comprehensive income	-	(23)	-	-	(23)	-	(23)
Total other comprehensive income, net of income tax	-	77	29	-	106	(14)	92
Total comprehensive income for the quarter	-	77	29	1,931	2,037	(25)	2,012
<b>Transactions with owners, recorded directly in equity:</b>							
<b>Contributions by and distributions to owners:</b>							
Interim dividend paid of 0.5 cent per share tax exempt (one-tier) in respect of year 2017	-	-	-	(3,026)	(3,026)	-	(3,026)
Total contributions by and distributions to owners	-	-	-	(3,026)	(3,026)	-	(3,026)
<b>At 30 September 2017</b>	<b>123,300</b>	<b>11,368</b>	<b>27,006</b>	<b>88,097</b>	<b>249,771</b>	<b>313</b>	<b>250,084</b>
<b>At 1 July 2016</b>	123,300	5,013	21,561	86,741	236,615	321	236,936
<b>Total comprehensive income for the quarter</b>							
<b>Net profit</b>	-	-	-	1,788	1,788	34	1,822
<b>Other comprehensive income:</b>							
Revaluation of property, plant and equipment	-	-	28	-	28	-	28
Available-for-sale financial assets:							
Reclassification of gain on sale of investments to profit or loss (realised)	-	(300)	-	-	(300)	-	(300)
Change in fair value of investments (unrealised)	-	1,164	-	-	1,164	(1)	1,163
Income tax relating to components of other comprehensive income	-	(105)	-	-	(105)	-	(105)
Total other comprehensive income, net of income tax	-	759	28	-	787	(1)	786
Total comprehensive income for the quarter	-	759	28	1,788	2,575	33	2,608
<b>Transactions with owners, recorded directly in equity:</b>							
<b>Contributions by and distributions to owners:</b>							
Interim dividend paid of 0.5 cent per share tax exempt (one-tier) in respect of year 2016	-	-	-	(3,026)	(3,026)	-	(3,026)
Total contributions by and distributions to owners	-	-	-	(3,026)	(3,026)	-	(3,026)
<b>At 30 September 2016</b>	<b>123,300</b>	<b>5,772</b>	<b>21,589</b>	<b>85,503</b>	<b>236,164</b>	<b>354</b>	<b>236,518</b>

	Share Capital S\$'000	Fair Value Reserves S\$'000	Revaluation Reserves S\$'000	Accumulated Profits S\$'000	Total S\$'000
<b>COMPANY</b>					
At 1 January 2017	123,300	3,424	26,918	86,819	240,461
<b>Total comprehensive income for the period</b>					
Net profit	-	-	-	8,524	8,524
<b>Other comprehensive income:</b>					
Revaluation of property, plant and equipment	-	-	88	-	88
Available-for-sale financial assets:					
Reclassification of gain on sale of investments to profit or loss (realised)	-	(1,693)	-	-	(1,693)
Reclassification of impairment write-down on investments to profit or loss	-	791	-	-	791
Change in fair value of investments (unrealised)	-	10,428	-	-	10,428
Income tax relating to components of other comprehensive income	-	(1,582)	-	-	(1,582)
Total other comprehensive income, net of income tax	-	7,944	88	-	8,032
Total comprehensive income for the period	-	7,944	88	8,524	16,556
<b>Transactions with owners, recorded directly in equity:</b>					
<b>Contributions by and distributions to owners:</b>					
Final dividend paid of 0.6 cent per share tax exempt (one-tier) in respect of year 2016	-	-	-	(3,631)	(3,631)
Special dividend paid of 0.2 cent per share tax exempt (one-tier) in respect of year 2016	-	-	-	(1,210)	(1,210)
Interim dividend paid of 0.5 cent per share tax exempt (one-tier) in respect of year 2017	-	-	-	(3,026)	(3,026)
Total contributions by and distributions to owners	-	-	-	(7,867)	(7,867)
At 30 September 2017	123,300	11,368	27,006	87,476	249,150
<b>At 1 January 2016</b>					
At 1 January 2016	123,300	2,059	21,589	84,337	231,285
<b>Total comprehensive income for the period</b>					
Net profit	-	-	-	6,628	6,628
<b>Other comprehensive income:</b>					
Revaluation of property, plant and equipment	-	-	(9)	-	(9)
Available-for-sale financial assets:					
Reclassification of gain on sale of investments to profit or loss (realised)	-	(861)	-	-	(861)
Reclassification of impairment write-down on investments to profit or loss	-	603	-	-	603
Change in fair value of investments (unrealised)	-	4,780	-	-	4,780
Income tax relating to components of other comprehensive income	-	(761)	9	-	(752)
Total other comprehensive income, net of income tax	-	3,761	-	-	3,761
Total comprehensive income for the period	-	3,761	-	6,628	10,389
<b>Transactions with owners, recorded directly in equity:</b>					
<b>Contributions by and distributions to owners:</b>					
Final dividend paid of 0.6 cent per share tax exempt (one-tier) in respect of year 2015	-	-	-	(3,631)	(3,631)
Interim dividend paid of 0.5 cent per share tax exempt (one-tier) in respect of year 2016	-	-	-	(3,026)	(3,026)
Total contributions by and distributions to owners	-	-	-	(6,657)	(6,657)
At 30 September 2016	123,300	5,820	21,589	84,308	235,017

	Share Capital S\$'000	Fair Value Reserves S\$'000	Revaluation Reserves S\$'000	Accumulated Profits S\$'000	Total S\$'000
<b>COMPANY</b>					
<b>At 1 July 2017</b>	<b>123,300</b>	<b>11,210</b>	<b>26,977</b>	<b>88,505</b>	<b>249,992</b>
<b>Total comprehensive income for the quarter</b>					
<b>Net profit</b>	-	-	-	1,997	1,997
<b>Other comprehensive income:</b>					
Revaluation of property, plant and equipment	-	-	29	-	29
Available-for-sale financial assets:					
Reclassification of gain on sale of investments to profit or loss (realised)	-	(288)	-	-	(288)
Change in fair value of investments (unrealised)	-	469	-	-	469
Income tax relating to components of other comprehensive income	-	(23)	-	-	(23)
Total other comprehensive income, net of income tax	-	158	29	-	187
Total comprehensive income for the quarter	-	158	29	1,997	2,184
<b>Contributions by and distributions to owners:</b>					
Interim dividend paid of 0.5 cent per share tax exempt (one-tier) in respect of year 2017	-	-	-	(3,026)	(3,026)
Total contributions by and distributions to owners	-	-	-	(3,026)	(3,026)
<b>At 30 September 2017</b>	<b>123,300</b>	<b>11,368</b>	<b>27,006</b>	<b>87,476</b>	<b>249,150</b>
<b>At 1 July 2016</b>	<b>123,300</b>	<b>5,060</b>	<b>21,561</b>	<b>85,718</b>	<b>235,639</b>
<b>Total comprehensive income for the quarter</b>					
<b>Net profit</b>	-	-	-	1,616	1,616
<b>Other comprehensive income:</b>					
Revaluation of property, plant and equipment	-	-	28	-	28
Available-for-sale financial assets:					
Reclassification of gain on sale of investments to profit or loss (realised)	-	(300)	-	-	(300)
Change in fair value of investments (unrealised)	-	1,165	-	-	1,165
Income tax relating to components of other comprehensive income	-	(105)	-	-	(105)
Total other comprehensive income, net of income tax	-	760	28	-	788
Total comprehensive income for the quarter	-	760	28	1,616	2,404
<b>Transactions with owners, recorded directly in equity:</b>					
<b>Contributions by and distributions to owners:</b>					
Interim dividend paid of 0.5 cent per share tax exempt (one-tier) in respect of year 2016	-	-	-	(3,026)	(3,026)
Total contributions by and distributions to owners	-	-	-	(3,026)	(3,026)
<b>At 30 September 2016</b>	<b>123,300</b>	<b>5,820</b>	<b>21,589</b>	<b>84,308</b>	<b>235,017</b>



1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There was no change in the Company's share capital since the end of the previous reported period. There were no shares held as treasury shares and no outstanding convertibles as at 30 September 2017 and 30 September 2016.

1(d)(iii) To show the number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

The total number of shares excluding treasury shares as at 30 September 2017 and 31 December 2016 was 605,219,785.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not Applicable.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The financial figures have not been audited or reviewed by the Group's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not Applicable

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as those in the audited annual financial statements as at 31 December 2016.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not Applicable.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	<u>GROUP</u>	
	9 months 2017	9 months 2016
Basic and fully diluted earnings per share (cents)	1.44	1.18
Number of ordinary shares issued ('000)	605,220	605,220

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**

- (a) current financial period reported on; and  
(b) immediate preceding financial year.

	GROUP		COMPANY	
	30.09.2017	31.12.2016	30.09.2017	31.12.2016
Net asset value per share (cents)	41.27	39.79	41.17	39.73

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and  
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Comparison of 3rd quarter 2017 vs 3rd quarter 2016

In third quarter 2017, the Group's gross written premium rose 24.8% to \$39.560 million due to new business and higher premiums reported by cedants, as well as timing difference in receipt and booking of statement of accounts. Net commission expense increased by 25.8% to \$3.164 million in light of higher premium income and profit commission accrual. Net claims incurred declined by 17% to \$7.093 million attributed to lower advised outstanding losses and IBNR loss reserve provision, benefitting from the relatively mild natural catastrophe season in the markets that the Group is active in. As a consequence, a lower underwriting deficit of \$922,000 was recorded in the quarter under review. Net investment income rose \$337,000 or 11.5% to \$3.272 million mainly due to exchange gain on revaluation of foreign-denominated property investments. Overall, the Group's profit before income tax of \$2.138 million was 12.6% higher than the \$1.898 million recorded in the corresponding quarter a year ago.

Comparison of 9 months 2017 vs 9 months 2016

For the period ended 30 September 2017, the Group's gross written premium rose 5.1% to \$122.846 million attributed to new business and, as well as timing difference in booking of statement of accounts. Net claims incurred fell 19% to \$19.91 million, equivalent to an incurred loss ratio of 55.1% (on net written premium), mainly because of lower advised outstanding losses and IBNR loss reserve provision due to no unduly large market losses affecting the business underwritten. Reinsurance management expenses rose 13% to \$6.169 million due to exchange loss on revaluation of foreign-denominated assets and higher staff costs. A higher underwriting surplus of \$806,000 was achieved, compared to the \$640,000 deficit recorded in the corresponding period a year earlier. Net investment income increased by 11.2% to \$9.050 million mainly due to higher profit on sale of equity investments. Overall, the Group's net profit before income tax rose 25.2% to \$9.805 million, compared to the \$7.83 million net profit before income tax reported in the first nine months last year.

In the opinion of the Directors, no item, transaction or event of a material and unusual nature has arisen in the interval between the balance sheet date and the date of this announcement which is likely to affect substantially the results of the operations of the Company and of the Group for the current financial year.

9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

Not applicable.

10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

Notwithstanding the recent spate of catastrophic hurricanes (namely, Harvey, Irma and Maria) which pounded the US east coast and the Caribbean as well as major earthquakes in Mexico which have resulted in substantial losses to many major reinsurers, preliminary indications suggest that those losses although substantial are not sufficient to stem the excessive growth in global capacities; consequently, highly competitive conditions will continue to prevail in the reinsurance market worldwide. Further, the disruptive impact of climate change appears likely to continue to cause havoc. On the investment front, the outlook of the financial markets appears more promising amid recent signs of economic recovery regionally. However, sustainability remains to be seen.

**11. DIVIDEND - If a decision regarding dividend has been made:**

(a) Current financial period reported on

Any dividend declared for the current financial period reported on? No

(b) Corresponding period of the immediately preceding financial year

Any dividend declared? No

**12. If no dividend has been declared (recommended), a statement to that effect.**

No dividend has been declared for the current financial period reported on.

**13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group did not obtain a general mandate from shareholders for IPTs.

**14. Confirmation pursuant to Rule 705(5) of the Listing Manual.**

The Board of Directors of the Company hereby confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited group financial results for third quarter and period ended 30 September 2017 to be false or misleading in any material aspect.

**15. Confirmation pursuant to Rule 720(1) of the Listing Manual.**

The Company confirms that it has procured undertakings from all Directors and Executive Officers (in the format set out in Appendix 7.7) pursuant to Rule 720(1) of the Listing Manual.

**BY ORDER OF THE BOARD**

Tan Swee Gek  
Company Secretary  
13 November 2017