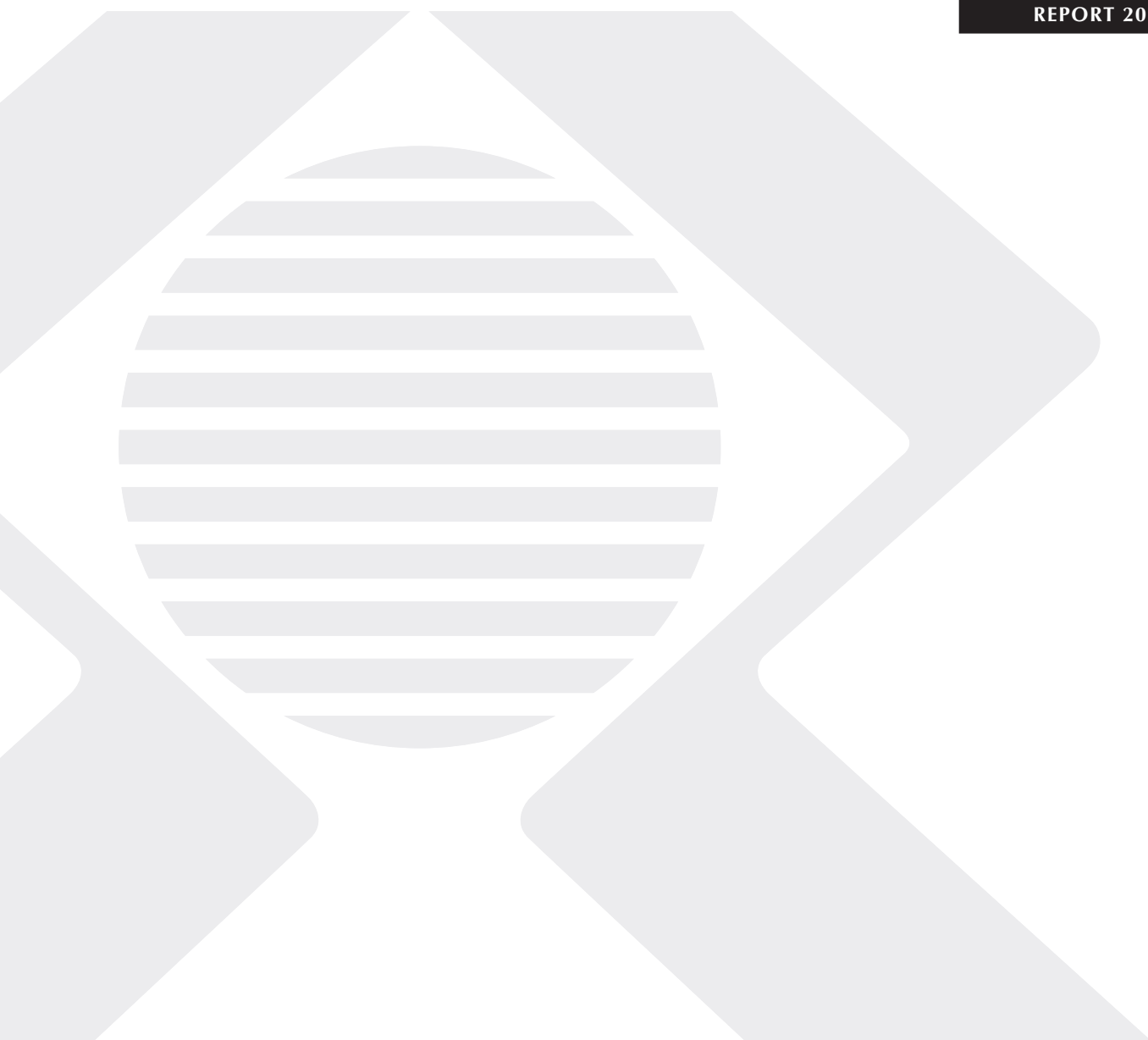




**Singapore Reinsurance
Corporation Limited**

**SUMMARY FINANCIAL
REPORT 2016**



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CORPORATE PROFILE

Established in 1973 as a co-operative effort by all the insurance companies then operating in the Republic, Singapore Reinsurance Corporation Limited (**Singapore Re**) serves the domestic (re)insurance industry as well as those in the Asian region and beyond.

It leverages on the symbiotic ties with business partners to offer value-added services and products directly, and also through its subsidiaries which serve the financial services sector in the following areas:

- Publishing and conferencing services; and
- Property management and consultancy services.

Listed on the main board of the Singapore stock exchange since 1987, Singapore Re has grown steadily since its formative years, with the Group's shareholders' funds and total assets amounting to S\$241 million and S\$703 million, respectively as at 31 December 2016. The Corporation's A- (Excellent) rating from A.M. Best, the world's oldest and authoritative source of insurance ratings, demonstrates Singapore Re's financial strength.

The mission of Singapore Re is to be a professional reinsurer of high repute committed to offering business partners innovative reinsurance solutions and value-added support services, while at the same time striving to generate consistent returns and enhanced value for shareholders.

CHAIRMAN'S STATEMENT

Economic losses from global natural disasters in 2016 amounted to USD210 billion, 21% higher than the average USD174 billion recorded during the period 2000 to 2015. The most expensive natural peril event was the earthquake in Kumamoto prefecture, Japan which occurred in April 2016 of which the economic and insured losses were USD38 billion and USD5.5 billion, respectively. Another sizeable NAT CAT event was Hurricane Matthew which affected the Caribbean and US East Coast in September and October 2016, of which the economic loss and insured loss were USD15 billion and USD5 billion, respectively. There were in total 34 individual billion-dollar natural disasters in 2016, compared to the average 26 events from 2000 to 2015, and 3 more than the 31 individual billion-dollar events in 2015 alone.

Climate change continued with its unpredictable patterns. 2016 was the warmest year since global land and ocean temperature records were kept from 1880 onwards. Under such extreme hot and dry conditions, bush fires and droughts were not uncommon and the most devastating wildfires affected the town of Fort Murray in Alberta, Canada with economic and insured loss estimates of USD4.5 billion and USD2.8 billion, respectively. Closer home in Asia, the summer flooding along Yangtze River basin impacted 11 provinces in China and caused an astronomical USD28 billion economic loss although in terms of insured loss, it was a mere USD750 million attributed to low insurance penetration levels.

Separately, the global reinsurance sector continued to be plagued with over-capacity. Independent rating agency A.M. Best estimated global reinsurance capacity grew to USD420 billion in 2016, up from USD400 billion in preceding year. Therefore, it came as no surprise that (re)insurance rates continued its downtrend during the year under review.

In an environment of prolonged low or negative interest rates and low(er) coupon yields for corporate/sovereign bond issues, achieving decent investment earnings was an uphill task. This was further aggravated by the volatility in equity prices as depicted by the 2.8% increase in the MSCI Asia Pacific (ex Japan) Index in 2016, in contrast to the 12.0% decline in preceding year.

Against this backdrop, the Group's premium revenue rose 31.7% to S\$169 million in 2016, largely propelled by growth in business from outside Singapore. Consequently, premium revenue emanating from Singapore slid to 43.8% of total premium revenue, while the remaining 56.2% was derived largely from ceding partners in other parts of Asia (including the Middle East). The key classes written were Fire and Accident (including Casualty) which contributed 47.9% and 39.4% of premium revenue, respectively, while Marine business generated

CHAIRMAN'S STATEMENT

the remaining 12.8%. Resulting from the higher natural peril claims as outlined earlier and IBNR loss provisions, a higher net claims incurred was recorded in 2016 culminating in an underwriting deficit of S\$2.1 million in 2016, compared to the S\$950,000 underwriting surplus in 2015.

The Group's investment assets were largely in bonds & government securities which comprised 50.1% of total investment funds, with another 15.9% in properties and 13.3% in equities. For 2016, the Group's net investment income rose 10.5% to S\$11.3 million (2015: S\$10.2 million) on the back of higher revaluation surplus for the property investments. The net investment return represented 2.7% annual yield based on market value and was comparable to the preceding year's 2.6% investment yield. Overall, the Group's pre-tax profit slid 18.6% to S\$9.9 million (2015: S\$12.1 million) due primarily to the underwriting deficit. The Group continued to slowly but surely grow its total assets, which is the sum of shareholders' and insurance funds, which amounted to S\$703.2 million, 3.4% higher than a year earlier. Correspondingly, the NAV was higher at 39.79 cents per share, relative to the previous year's 38.32 cents per share.

Mindful of the challenging market conditions faced by the Group, your Board is proposing a final dividend of 0.6 cent (2015: 0.6 cent) per share plus a special dividend of 0.2 cent per share. Taking into consideration the interim dividend of 0.5 cent per share, the total dividend of 1.3 cents (2015: 1.6 cents) translated to a dividend yield of 4.3% (2015: 4.9%).

The underlying strength of the Company's risk-based capitalisation was re-affirmed by A.M. Best which continued to assign financial strength rating of A- (Excellent) with Stable outlook during the latest annual independent rating review.

Looking Ahead

The merger and acquisition activities continue to gather pace within the (re)insurance sector as companies look for new markets, economies of scale and better cost management in an effort to manage the soft cycle. The higher insured market loss estimates in 2016 have eroded the earnings of the majority of the industry players without affecting capital. Until there is meaningful capital reduction and (re)insurance capacity shrinkage, the low point of the soft market cycle looks set to prevail in the short to medium-term. In addition, anti-competitive regulatory reforms such as "nationalistic" policies and tiered market access to overseas business unless reinsurance branches or subsidiaries are established in those markets are added impediments.

On the investment front, uncertainties in the global socio-economic and geo-political arena remain a certainty. Amongst others, it is anybody's guess how President Trump's "US First" policies, depressed oil prices, "Brexit", territorial/cross-border tensions, etc would pan out. A positive note is the continued fairly robust economic and insurance premium expansion in the markets in Asia, particularly China, India and Indonesia. Bearing in mind the foregoing, the Group's business focus and investment profile will likely remain largely status quo as it continues to adopt a disciplined and judicious approach whilst manoeuvring through the multi-faceted challenges globally and regionally in an effort to achieve sustainability of earnings and preserve the interests of shareholders.

Last year, we had mentioned about the setting up of the retakaful window under the Labuan branch. In the one year since the retakaful window has become operational, we have had some success in accessing specific markets in Asia and the Middle East. This avenue for growth and profitability will continue to be actively explored albeit carefully.

We are mindful of the need to keep a tight rein on operating expenses, but the escalating demand for transparency for listed companies and more rigorous regulatory and compliance regime is making this increasingly difficult. In addition, the impending revisions in international financial reporting standards will likely have significant repercussion on the (re)insurance sector, and investing in new and smarter ways of doing things by harnessing IT and revamping processes cannot be avoided and this would entail a mindset change.

Admittedly, the scenario painted above appears rather grim and this would require the patience of our key stakeholders to ride through the cycle. That said, with the newer members of the Board now better entrenched and more familiar with the workings of the Group, the Board stands united and will continue to steadfastly guide management as the Group charts its course amidst the headwinds.

On behalf of the Board, we wish to express our appreciation to Mr Ravi Menon, Managing Director of the Monetary Authority of Singapore and his team for their consultative governance and guidance. Last but not least, we thank our shareholders, cedants, brokers, reinsurers and other business partners for their invaluable support and to management and staff for their fortitude and persevering spirit.

Ramaswamy Athappan

Chairman

Singapore

24 February 2017

CORPORATE DATA

Board of Directors

Ramaswamy Athappan (Chairman) *B Eng, AFII*

David Chan Mun Wai (Deputy Chairman) *BBA, Chartered Insurer (FCII)*

Hwang Soo Jin *JP, Chartered Insurer (ACII)*

Dileep Nair *B Eng, MPA*

Peter Sim Swee Yam *LLB*

Ong Eng Yaw *LLB (2nd Class Upper Division), M Sc (Investment Management), MBA*

Audit Committee

Dileep Nair (Chairman)

Ramaswamy Athappan

David Chan Mun Wai

Peter Sim Swee Yam

Ong Eng Yaw

Executive Committee

Ramaswamy Athappan (Chairman)

David Chan Mun Wai (Deputy Chairman)

Hwang Soo Jin

Dileep Nair

Peter Sim Swee Yam

Ong Eng Yaw

Remuneration Committee

Peter Sim Swee Yam (Chairman)

Ramaswamy Athappan

David Chan Mun Wai

Dileep Nair

Ong Eng Yaw

Nominating Committee

Ong Eng Yaw (Chairman)

Ramaswamy Athappan

David Chan Mun Wai

Dileep Nair

Peter Sim Swee Yam

Investment Committee

Hwang Soo Jin (Chairman)

Ramaswamy Athappan

David Chan Mun Wai

Dileep Nair

Peter Sim Swee Yam

Ong Eng Yaw

Theresa Wee Sui Ling

Carlene Lim Lay Hoon

Joint Company Secretaries

Ong Beng Hong
Tan Swee Gek

Auditors

KPMG LLP
Public Accountants and Chartered Accountants
Partner: Steven Goh Kim Chuah
(since Financial Year Ended 31 December 2016)

Share Registrar

M & C Services Private Limited
112 Robinson Road #05-01
Singapore 068902

Bankers

Citibank, N.A.
DBS Bank Ltd
CIMB Bank Berhad, Singapore Branch

Registered Office and Correspondence Address

85 Amoy Street, Singapore 069904
Tel: (65) 6324 7388 Fax: (65) 6224 8910
Email: enquiry@singre.com.sg
Company Registration No. 197300016C

Labuan Branch

Level 11(B), Block 4 Office Tower
Financial Park Labuan Complex
Jalan Merdeka
87000 Labuan Federal Territory, Malaysia
Tel: (087) 412 389 Fax: (087) 422 389
Email: labuan@singre.com.sg

Subsidiaries

Singapore-Re Management Services Private Limited
INS Communications Private Limited
SR-China Advisory Services Co Ltd

Corporate Website

www.singre.com.sg

MANAGEMENT DATA

• SINGAPORE REINSURANCE CORPORATION LIMITED

Theresa Wee Sui Ling *B Soc Sc (Hons), Chartered Insurer, GDFM*
Chief General Manager/Chief Executive

Chin Tsu-Kuang MA, *Marine Law (Wales)*
Chief General Manager
China Affairs

Carlene Lim Lay Hoon *BBA, CA*
Financial Controller
Finance, Investment, Administration and Human Resource

Mervyn Low Cheng Chwee *BA, Dip CII*
General Manager
Operations

Cheng Yiina *B Sc (Hons)*
Assistant General Manager
Systems

Ho Wing Hoong *LLB (Hons)*
Assistant General Manager
Operations

Yap Sock Cheen *Dip BA, Dip Admin Mgmt*
Assistant General Manager
Operations

Jin Jie Wei *ACII, FCII*
Deputy General Manager
China Affairs

Lee Fon Yin *BB (Acc), CRMA, Dip Banking & Finance*
Internal Auditor
Internal Audit and Compliance

Grace Loh Chit Hiang
Manager
Operations Administration and Corporate Secretarial

Cheah Sooi Ping *B Sc (Comp Sc)*
Manager
Systems

INS COMMUNICATIONS PRIVATE LIMITED

Mokanasivam Subramaniam *LLB (Hons)*
Managing Director

Sheela Suppiah-Raj *MA*
General Manager
Business Development

Koh Earn Chor *B Econs*
Senior Manager
Business Development

Chau Bee Pen *BA, BA (Multimedia Design)*
Manager
Publishing

Jennifer Chee
Manager
Administration

SR-CHINA ADVISORY SERVICES CO LTD

Chin Tsu-Kuang *MA, Marine Law (Wales)*
Managing Director

DIRECTORS' STATEMENT

Important note

The "Summary Financial Statements" contain only a summary of the information in the directors' report and a summary of the full financial statements of Singapore Reinsurance Corporation Limited for the year ended 31 December 2016. They also include the information provided in compliance with the requirements of Section 203A of the Companies Act, Chapter 50 (the **Act**) and regulations made thereunder, applicable to the Summary Financial Statements. These Summary Financial Statements do not contain sufficient information to allow for a full understanding of the financial position and performance of the Group and of the Company.

For further information, the full financial statements, the auditors' report on those financial statements and the directors' statement in the Annual Report 2016 should be consulted. Shareholders may request a copy of the Annual Report 2016 at no cost. Please use the request slip at the end of the Summary Financial Report. Alternatively, the Annual Report 2016 can also be downloaded from our website at www.singre.com.sg.

Directors

The directors in office at the date of this report are as follows:

Ramaswamy Athappan
David Chan Mun Wai
Hwang Soo Jin
Dileep Nair
Peter Sim Swee Yam
Ong Eng Yaw

Principal activities

The Company is a reinsurance company licensed to carry on the business of general reinsurance. The principal activities of the Company, including its Labuan Branch, during the year are those of a general reinsurer.

The principal activities of its subsidiaries include:

- Publishing and conferencing services; and
- Property management and consultancy services.

Directors' interests

According to the register kept by the Company for the purposes of Section 164 of the Act, particulars of interests of directors who held office at the end of the financial year (including those held by their spouses and infant children) in shares, debentures, warrants and share options of the Company are as follows:

Number of ordinary shares	Holdings in the name of the directors, spouse or infant children		Other holdings in which directors are deemed to have an interest	
	At beginning of the year	At end of the year	At beginning of the year	At end of the year
Ramaswamy Athappan	178,732	178,732	—	—
David Chan Mun Wai	73,205	73,205	—	—
Hwang Soo Jin	1,210,000	1,210,000	—	—

Except as disclosed in this statement, no director who held office at the end of the financial year had interests in shares, debentures, warrants or share options of the Company or of related corporations, either at the beginning of the financial year, or at the end of the financial year.

There were no changes in any of the above mentioned interests in the Company between the end of the financial year and 21 January 2017.

Neither at the end of, nor at any time during the financial year, was the Company a party to any arrangement whose objects are, or one of whose objects is, to enable the directors of the Company to acquire benefits by means of the acquisition of shares or debentures of the Company or any other body corporate.

Except for remuneration that is disclosed in this report, since the end of the last financial year, no director has received or become entitled to receive, a benefit by reason of a contract made by the Company or a related corporation with the director, or with a firm of which he is a member, or with a company in which he has a substantial financial interest.

Directors' emoluments

Directors' emoluments have been disclosed in the notes to the Summary Financial Statements.

Share options

During the financial year:

- a) there were no options granted to any person to take up unissued shares in the Company or its subsidiaries and there were no shares issued by virtue of the exercise of any option to take up unissued shares of the Company or its subsidiaries; and

DIRECTORS' STATEMENT

- b) no options have been granted to controlling shareholders, their associates, or employees of the Company or its subsidiaries.

There were no unissued shares of the Company or its subsidiaries under option granted by the Company or its subsidiaries as at the end of the financial year.

Audit committee

The members of the Audit Committee during the year and at the date of this report are:

Dileep Nair (Chairman)
Ramaswamy Athappan
David Chan Mun Wai
Peter Sim Swee Yam
Ong Eng Yaw

Ability to meet obligations

No contingent liability or other liability of the Group or of the Company has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Group or of the Company to meet its obligations as and when they fall due.

Other circumstances affecting the financial statements

At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements which would render any amount stated in the financial statements of the Group or of the Company misleading.

Unusual items during and after the financial year

In the opinion of the directors, no item, transaction or event of a material and unusual nature has arisen during the financial year or in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group or of the Company for the financial year in which this report is made; or render any items in the financial statements of the Group or of the Company for the current financial year misleading, and/or affect the ability of the Group or of the Company in meeting the obligations as and when they fall due.

The Summary Financial Statements on pages 15 to 25 were approved by the Board of Directors on 24 February 2017.

On behalf of the Board of Directors

Ramaswamy Athappan

Director

David Chan Mun Wai

Director

24 February 2017

INDEPENDENT AUDITORS' REPORT ON THE SUMMARY FINANCIAL STATEMENTS

Members of the Company
Singapore Reinsurance Corporation Limited

The Summary Financial Statements of Singapore Reinsurance Corporation Limited (the Company) and its subsidiaries (the Group), set out on pages 15 to 25, which comprise the consolidated statement of financial position of the Group and the statement of financial position of the Company as at 31 December 2016, the consolidated statement of profit or loss, consolidated statement of comprehensive income and consolidated statement of changes in equity of the Group, and the statement of profit or loss, statement of comprehensive income and statement of changes in equity of the Company for the year then ended, and related notes, are derived from the audited financial statements of the Company and its subsidiaries for the year ended 31 December 2016.

In our opinion, the accompanying Summary Financial Statements are consistent, in all material respects, with the audited financial statements and the Directors' Statement of the Company and its subsidiaries for the year ended 31 December 2016 from which they are derived and comply with the requirements of Section 203A of the Companies Act, Chapter 50 (the Act) and the regulations made thereunder applicable to Summary Financial Statements.

Summary Financial Statements

The Summary Financial Statements do not contain all the disclosures required by the Financial Reporting Standards in Singapore. Reading the Summary Financial Statements and our report thereon, therefore, is not a substitute for reading the audited financial statements and our report thereon.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on those financial statements in our report dated 24 February 2017. The financial statements are included in the 2016 Annual Report. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period.

Management's responsibility for the Summary Financial Statements

Management is responsible for the preparation of the Summary Financial Statements in accordance with Section 203A of the Act. In preparing the Summary Financial Statements, Section 203A of the Act requires that the Summary Financial Statements be derived from the annual financial statements and the Directors' Statement for the year ended 31 December 2016 and be in such form and contain such information as may be specified by regulations made thereunder applicable to Summary Financial Statements.

Auditors' responsibility

Our responsibility is to express an opinion on whether the Summary Financial Statements are consistent, in all material respects with the audited financial statements based on our procedures, which were conducted in accordance with Singapore Standard on Auditing 810 (Revised), Engagements to Report on Summary Financial Statements.

KPMG LLP

*Public Accountants and
Chartered Accountants*

Singapore
24 February 2017

STATEMENTS OF FINANCIAL POSITION

As at 31 December 2016

	Group		Company	
	2016	2015	2016	2015
	\$'000	\$'000	\$'000	\$'000
Assets				
Property, plant and equipment	38,485	35,897	38,382	35,825
Investment properties	27,329	23,189	27,329	23,189
Interest in subsidiaries	–	–	1,123	1,123
Reinsurers' share of insurance contract provisions for:				
– outstanding claims	198,382	193,916	198,382	193,916
– unexpired risks	40,687	26,869	40,687	26,869
Financial assets	259,127	262,339	258,579	261,844
Club membership	15	15	–	–
Insurance receivables	47,966	58,428	47,966	58,428
Other receivables	4,433	3,911	3,664	3,225
Cash and cash equivalents	86,822	75,821	84,507	73,028
Total assets	703,246	680,385	700,619	677,447
Equity attributable to equity holders of the Company				
Share capital	123,300	123,300	123,300	123,300
Reserves	30,313	23,580	30,342	23,648
Accumulated profits	87,223	85,038	86,819	84,337
	240,836	231,918	240,461	231,285
Non-controlling interests	264	264	–	–
Total equity	241,100	232,182	240,461	231,285
Liabilities				
Insurance contract provisions for:				
– outstanding claims	350,831	346,551	350,831	346,551
– unexpired risks	59,761	47,086	59,761	47,086
Deferred taxation	1,440	1,264	1,449	1,264
Insurance payables	45,423	47,901	45,423	47,901
Other payables	4,056	4,314	2,172	2,419
Current tax payable	635	1,087	522	941
Total liabilities	462,146	448,203	460,158	446,162
Total equity and liabilities	703,246	680,385	700,619	677,447

STATEMENTS OF PROFIT OR LOSS

Year ended 31 December 2016

	Group		Company	
	2016	2015	2016	2015
	\$'000	\$'000	\$'000	\$'000
Reinsurance operations:				
Gross written premiums	169,016	128,326	169,016	128,326
Reinsurance premiums	(118,294)	(74,859)	(118,294)	(74,859)
Net written premiums	50,722	53,467	50,722	53,467
Gross transfer (to)/from provision for unexpired risks	(12,675)	6,329	(12,675)	6,329
Reinsurance transfer to/(from) provision for unexpired risks	13,818	(5,077)	13,818	(5,077)
Net earned premiums	51,865	54,719	51,865	54,719
Gross claims incurred	(83,630)	(59,217)	(83,630)	(59,217)
Reinsurers' share of claims incurred	47,685	27,309	47,685	27,309
Net claims incurred	(35,945)	(31,908)	(35,945)	(31,908)
Commission expense	(46,165)	(39,425)	(46,165)	(39,425)
Commission income	34,477	24,336	34,477	24,336
Net commission expense	(11,688)	(15,089)	(11,688)	(15,089)
Management expenses	(6,287)	(6,772)	(6,287)	(6,772)
Underwriting results	(2,055)	950	(2,055)	950
Net investment income	6,218	6,951	6,218	6,951
Net income from reinsurance operations (I)	4,163	7,901	4,163	7,901
Non-reinsurance operations:				
Net investment income	5,059	3,257	6,236	4,525
Other operating income	6,480	7,095	3	6
Management expenses	(5,824)	(6,116)	(441)	(494)
Net income from non-reinsurance operations (II)	5,715	4,236	5,798	4,037
Profit before income tax (I) + (II)	9,878	12,137	9,961	11,938
Income tax expense	(893)	(490)	(822)	(355)
Profit for the year	8,985	11,647	9,139	11,583
Attributable to:				
Equity holders of the Company	8,842	11,511	9,139	11,583
Non-controlling interests	143	136	–	–
Profit for the year	8,985	11,647	9,139	11,583
Basic and diluted earnings per share (cents)	1.46	1.90		

STATEMENTS OF COMPREHENSIVE INCOME

Year ended 31 December 2016

	Group		Company	
	2016	2015	2016	2015
	\$'000	\$'000	\$'000	\$'000
Profit for the year	8,985	11,647	9,139	11,583
Other comprehensive income				
Items that will not be reclassified to profit or loss:				
Revaluation of property, plant and equipment	5,320	350	5,320	350
Tax on items that will not be reclassified to profit or loss	9	(24)	9	(24)
	5,329	326	5,329	326
Items that are or may be reclassified subsequently to profit or loss:				
Available-for-sale financial assets:				
– Reclassification of gain on sale of investments to profit or loss	(861)	(2,318)	(861)	(2,314)
– Reclassification of impairment on investments to profit or loss	1,982	2,780	1,982	2,780
– Change in fair value of investments	516	(7,351)	470	(7,275)
Tax on items that are or may be reclassified subsequently to profit or loss	(226)	1,092	(226)	1,092
	1,411	(5,797)	1,365	(5,717)
Other comprehensive income for the year, net of income tax	6,740	(5,471)	6,694	(5,391)
Total comprehensive income for the year	15,725	6,176	15,833	6,192
Attributable to:				
Equity holders of the Company	15,575	6,052	15,833	6,192
Non-controlling interests	150	124	–	–
Total comprehensive income for the year	15,725	6,176	15,833	6,192

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2016

Group	Share Capital \$'000	Fair value Reserve \$'000	Revaluation reserve \$'000	Accumulated profits \$'000	Total attributable to equity holders of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
At 1 January 2015	123,300	7,776	21,263	84,421	236,760	320	237,080
Total comprehensive income for the year							
Profit for the year	–	–	–	11,511	11,511	136	11,647
Other comprehensive income:							
Revaluation of property, plant and equipment	–	–	350	–	350	–	350
Available-for-sale financial assets:							
– Reclassification of gain on sale of investments to profit or loss	–	(2,317)	–	–	(2,317)	(1)	(2,318)
– Reclassification of impairment on investments to profit or loss	–	2,780	–	–	2,780	–	2,780
– Change in fair value of investments	–	(7,340)	–	–	(7,340)	(11)	(7,351)
Income tax relating to components of other comprehensive income	–	1,092	(24)	–	1,068	–	1,068
Total other comprehensive income, net of income tax	–	(5,785)	326	–	(5,459)	(12)	(5,471)
Total comprehensive income for the year	–	(5,785)	326	11,511	6,052	124	6,176
Transactions with owners, recorded directly in equity							
Contributions by and distributions to owners							
Final dividend of 0.8 cent per share tax exempt (one-tier) paid in respect of year 2014	–	–	–	(4,842)	(4,842)	–	(4,842)
Interim dividend of 0.7 cent per share tax exempt (one-tier) paid in respect of year 2015	–	–	–	(4,236)	(4,236)	–	(4,236)
Special dividend of 0.3 cent per share tax exempt (one-tier) paid in respect of year 2015	–	–	–	(1,816)	(1,816)	–	(1,816)
Dividend paid to non-controlling interests	–	–	–	–	–	(180)	(180)
Total contributions by and distributions to owners	–	–	–	(10,894)	(10,894)	(180)	(11,074)
At 31 December 2015	123,300	1,991	21,589	85,038	231,918	264	232,182

Group	Share Capital \$'000	Fair value Reserve \$'000	Revaluation reserve \$'000	Accumulated profits \$'000	Total attributable to equity holders of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
At 1 January 2016	123,300	1,991	21,589	85,038	231,918	264	232,182
Total comprehensive income for the year							
Profit for the year	–	–	–	8,842	8,842	143	8,985
Other comprehensive income:							
Revaluation of property, plant and equipment	–	–	5,320	–	5,320	–	5,320
Available-for-sale financial assets:							
– Reclassification of gain on sale of investments to profit or loss	–	(861)	–	–	(861)	–	(861)
– Reclassification of impairment on investments to profit or loss	–	1,982	–	–	1,982	–	1,982
– Change in fair value of investments	–	509	–	–	509	7	516
Income tax relating to components of other comprehensive income	–	(226)	9	–	(217)	–	(217)
Total other comprehensive income, net of income tax	–	1,404	5,329	–	6,733	7	6,740
Total comprehensive income for the year	–	1,404	5,329	8,842	15,575	150	15,725
Transactions with owners, recorded directly in equity							
Contributions by and distributions to owners							
Final dividend of 0.6 cent per share tax exempt (one-tier) paid in respect of year 2015	–	–	–	(3,631)	(3,631)	–	(3,631)
Interim dividend of 0.5 cent per share tax exempt (one-tier) paid in respect of year 2016	–	–	–	(3,026)	(3,026)	–	(3,026)
Dividend paid to non-controlling interests	–	–	–	–	–	(150)	(150)
Total contributions by and distributions to owners	–	–	–	(6,657)	(6,657)	(150)	(6,807)
31 December 2016	123,300	3,395	26,918	87,223	240,836	264	241,100

STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2016

Company	Share capital \$'000	Fair value reserve \$'000	Revaluation reserve \$'000	Accumulated profits \$'000	Total \$'000
At 1 January 2015	123,300	7,776	21,263	83,648	235,987
Total comprehensive income for the year					
Profit for the year	–	–	–	11,583	11,583
Other comprehensive income:					
Revaluation of property, plant and equipment	–	–	350	–	350
Available-for-sale financial assets:					
– Reclassification of gain on sale of investments to profit or loss	–	(2,314)	–	–	(2,314)
– Reclassification of impairment on investments to profit or loss	–	2,780	–	–	2,780
– Change in fair value of investments	–	(7,275)	–	–	(7,275)
Income tax relating to components of other comprehensive income	–	1,092	(24)	–	1,068
Total other comprehensive income, net of income tax	–	(5,717)	326	–	(5,391)
Total comprehensive income for the year	–	(5,717)	326	11,583	6,192
Transactions with owners, recorded directly in equity					
Contributions by and distributions to owners					
Final dividend of 0.8 cent per share tax exempt (one-tier) paid in respect of year 2014	–	–	–	(4,842)	(4,842)
Interim dividend of 0.7 cent per share tax exempt (one-tier) paid in respect of year 2015	–	–	–	(4,236)	(4,236)
Special dividend of 0.3 cent per share tax exempt (one-tier) paid in respect of year 2015	–	–	–	(1,816)	(1,816)
Total contributions by and distributions to owners	–	–	–	(10,894)	(10,894)
At 31 December 2015	123,300	2,059	21,589	84,337	231,285

Company	Share capital \$'000	Fair value reserve \$'000	Revaluation reserve \$'000	Accumulated profits \$'000	Total \$'000
At 1 January 2016	123,300	2,059	21,589	84,337	231,285
Total comprehensive income for the year					
Profit for the year	–	–	–	9,139	9,139
Other comprehensive income:					
Revaluation of property, plant and equipment	–	–	5,320	–	5,320
Available-for-sale financial assets:					
– Reclassification of gain on sale of investments to profit or loss	–	(861)	–	–	(861)
– Reclassification of impairment on investments to profit or loss	–	1,982	–	–	1,982
– Change in fair value of investments	–	470	–	–	470
Income tax relating to components of other comprehensive income	–	(226)	9	–	(217)
Total other comprehensive income, net of income tax	–	1,365	5,329	–	6,694
Total comprehensive income for the year	–	1,365	5,329	9,139	15,833
Transactions with owners, recorded directly in equity					
Contributions by and distributions to owners					
Final dividend of 0.6 cent per share tax exempt (one-tier) paid in respect of year 2015	–	–	–	(3,631)	(3,631)
Interim dividend of 0.5 cent per share tax exempt (one-tier) paid in respect of year 2016	–	–	–	(3,026)	(3,026)
Total contributions by and distributions to owners	–	–	–	(6,657)	(6,657)
At 31 December 2016	123,300	3,424	26,918	86,819	240,461

NOTES TO THE SUMMARY FINANCIAL STATEMENTS

(a) Basis of preparation

The financial statements are prepared in accordance with the Singapore Financial Reporting Standards (FRS).

The financial statements have been prepared on the historical cost basis except for the following material items in the statement of financial position:

- available-for-sale financial assets are measured at fair value
- investment properties and leasehold land and buildings are measured at fair value

The financial statements are presented in Singapore dollars which is the Company's functional currency. All financial information presented in Singapore dollars has been rounded to the nearest thousand, unless otherwise stated.

The assets and liabilities of the Group which relate to the reinsurance business carried on in Singapore are subject to the requirements of the Insurance Act. Such assets and liabilities are accounted for in the books of the insurance funds established under the Insurance Act. Assets held in the insurance funds may be withdrawn only if the withdrawal meets the requirements stipulated in Section 17 and the Group continues to be able to meet the solvency requirements of Section 18 of the Insurance Act and Insurance (Valuation and Capital) Regulations. All other assets and liabilities are accounted for in the books of the "non-reinsurance funds".

All income and expenses relating to the reinsurance business are reported under the "Reinsurance operations" in the income statement. All other income and expenses are reported as "Non-reinsurance operations" in the profit or loss.

The financial statements of the Group represent the combined assets and liabilities, and income and expenses of the reinsurance funds and the non-reinsurance funds.

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Judgements made by management in applying accounting policies that could have a significant effect on the amount recognised in the financial statements relate mainly to outstanding claim provisions and estimates of premium, commission and loss estimates for bilateral cessions business.

(b) Share capital

	Group and Company			
	2016	2016	2015	2015
	Number of		Number of	
	shares		shares	
	'000	\$'000	'000	\$'000
Issued and fully paid ordinary shares, with no par value				
At 1 January and 31 December	605,220	123,300	605,220	123,300

The holders of the ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All shares rank equally with regard to the Company's residual assets.

(c) Remuneration paid to directors

	Group and Company			
	2016	2015	2016	2015
	\$'000	\$'000	\$'000	\$'000
– Directors' fees	616	613	605	588
– Consultancy fees	396	396	396	396

(d) Basic and diluted earnings per share

	Group	
	2016	2015
	\$'000	\$'000
Basic and diluted earnings per share is based on:		
Net profit attributable to ordinary shares	8,842	11,511
Number of shares ('000)	605,220	605,220

NOTES TO THE SUMMARY FINANCIAL STATEMENTS

(e) Dividends

The dividends paid during the financial year are disclosed in the consolidated statement of changes in equity of the Group and the statement of changes in equity of the Company.

After the reporting date, the Directors proposed the following dividends for shareholders' approval at the Annual General Meeting to be held on 26 April 2017. The dividends have not been provided for in the financial statements for the year ended 31 December 2016.

	2016 \$'000	2015 \$'000
Dividend proposed:		
Final dividend		
– 0.6 cent (2015: 0.6 cent) per share tax exempt (one-tier)	3,631	3,631
Special dividend		
– 0.2 cent (2015: nil) per share tax exempt (one-tier)	1,210	–
	4,841	3,631

(f) Significant related party transactions

The following significant transactions between the Group and related parties have been included in the profit before income tax at terms agreed between the parties:

	Group and Company	
	2016 \$'000	2015 \$'000
<i>Related parties transactions</i>		
<i>Income/(expense):</i>		
Gross written premiums	85,511	43,811
Reinsurance premiums	(93,474)	(50,206)
Claims paid	(31,634)	(23,080)
Claims recoveries	20,142	29,703
Commission expense	(21,902)	(10,806)
Commission income	25,368	15,661

(g) Assets and liabilities

In compliance with the requirements of Section 203A of the Act and the Companies (Summary Financial Statement) Regulations, information on the assets and liabilities are as follows:

	Group		Company	
	2016	2015	2016	2015
	\$'000	\$'000	\$'000	\$'000
Non-current assets				
Property, plant and equipment	38,485	35,897	38,382	35,825
Investment properties	27,329	23,189	27,329	23,189
Interest in subsidiaries	–	–	1,123	1,123
Reinsurers' share of insurance contract provisions	157,910	152,270	157,910	152,270
Financial assets	1,843	1,870	1,229	1,309
Club membership	15	15	–	–
Total non-current assets	225,582	213,241	225,973	213,716
Current assets				
Reinsurers' share of insurance contract provisions	81,159	68,515	81,159	68,515
Financial assets	257,284	260,469	257,350	260,535
Insurance receivables	47,966	58,428	47,966	58,428
Other receivables	4,433	3,911	3,664	3,225
Cash and cash equivalents	86,822	75,821	84,507	73,028
Total current assets	477,664	467,144	474,646	463,731
Total assets	703,246	680,385	700,619	677,447
Non-current liabilities				
Insurance contract provisions	277,735	273,661	277,735	273,661
Deferred taxation	1,440	1,264	1,449	1,264
Total non-current liabilities	279,175	274,925	279,184	274,925
Current liabilities				
Insurance contract provisions	132,857	119,976	132,857	119,976
Insurance payables	45,423	47,901	45,423	47,901
Other payables	4,056	4,314	2,172	2,419
Current tax payable	635	1,087	522	941
Total current liabilities	182,971	173,278	180,974	171,237
Total liabilities	462,146	448,203	460,158	446,162
Net current assets	294,693	293,866	293,672	292,494

PROFILE OF SHAREHOLDERS

AS AT 28 FEBRUARY 2017

Share Capital	Number of Issued Shares	Class of Shares	Voting Rights
\$123,300,490	605,219,785	Ordinary	One vote per share

Shareholdings held by the Public

Based on the information available to the Company on 28 February 2017, approximately 47.53% of the issued ordinary shares of the Company are held by the public and therefore, Rule 723 of the Listing Manual issued by the Singapore Exchange Securities Trading Limited has been complied with.

Size of Holdings	No. of Shareholders	%	No. of Shares	%
1 – 99	66	1.90	2,462	0.00
100 – 1,000	317	9.12	165,248	0.03
1,001 – 10,000	879	25.30	5,007,914	0.83
10,001 – 1,000,000	2,167	62.36	142,480,754	23.54
1,000,001 and above	46	1.32	457,563,407	75.60
Total	3,475	100.00	605,219,785	100.00

Twenty Largest Shareholders

	No. of Shares	%
1. First Capital Insurance Limited	115,370,835	19.06
2. DBS Nominees Pte Ltd	79,718,584	13.17
3. United Overseas Insurance Limited	36,382,885	6.01
4. The Overseas Assurance Corporation Ltd	30,482,490	5.04
5. India International Insurance Pte Ltd	30,371,062	5.02
6. Great Eastern Life Assurance Co Ltd	19,724,453	3.26
7. Morgan Stanley Asia (Singapore) Securities Pte Ltd	17,015,043	2.81
8. Citibank Nominees Singapore Pte Ltd	11,199,901	1.85
9. Maybank Kim Eng Securities Pte Ltd	10,875,411	1.80
10. Singapore Warehouse Co Pte Ltd	9,949,974	1.64
11. Tan Chee Jin	9,680,000	1.60
12. Quah Wee Lai	7,600,000	1.25
13. Chong Chew Lim @ Chong Ah Kau	7,469,900	1.23
14. DBS Vickers Securities (Singapore) Pte Ltd	7,132,105	1.18
15. United Overseas Bank Nominees Pte Ltd	4,740,206	0.78
16. OCBC Nominees Singapore Pte Ltd	4,586,931	0.76
17. Lai Weng Kay	3,864,100	0.64
18. Ng Siew Cheng	3,502,613	0.58
19. Raffles Nominees (Pte) Ltd	3,499,895	0.58
20. Ng Siew Ling	3,366,922	0.56
Total	416,533,310	68.82

Substantial Shareholders (as recorded in the Register of Substantial Shareholders as at 28 February 2017)

	Direct Interest		Deemed Interest	
	No. of Shares	%	No. of Shares	%
1. Fairfax Financial Holdings Limited ¹	–	–	168,035,957	27.76
2. First Capital Insurance Limited	115,370,835	19.06	–	–
3. Newline Corporate Name Limited	52,665,122	8.70	–	–
4. Newline Holdings UK Limited ²	–	–	52,665,122	8.70
5. Oversea-Chinese Banking Corporation Limited ³	–	–	50,948,847	8.42
6. Great Eastern Holdings Limited ³	–	–	50,948,847	8.42
7. United Overseas Bank Limited ⁴	–	–	36,382,885	6.01
8. United Overseas Insurance Limited	36,382,885	6.01	–	–
9. The Overseas Assurance Corporation Limited	30,487,330	5.04	–	–
10. India International Insurance Pte Ltd	30,371,062	5.02	–	–
11. Dalton Investments LLC ⁵	–	–	30,339,700	5.01
12. James B. Rosenwald III ⁶	–	–	30,339,700	5.01
13. Steven Persky ⁶	–	–	30,339,700	5.01
14. Gifford Combs ⁶	–	–	30,339,700	5.01
15. Belita Ong ⁶	–	–	30,339,700	5.01
16. Arthur Hebert ⁶	–	–	30,339,700	5.01
17. Michelle Lynd ⁶	–	–	30,339,700	5.01

1 Fairfax Financial Holdings Limited is deemed to have an interest in shares held by First Capital Insurance Limited (FCI), Newline Corporate Name Limited and Newline Holdings UK Limited.

2 Newline Holdings UK Limited is deemed to have an interest in shares held by Newline Corporate Name Limited.

3 Oversea-Chinese Banking Corporation Limited and Great Eastern Holdings Limited are deemed to have an interest in shares held by The Overseas Assurance Corporation Limited and The Great Eastern Life Assurance Company Limited.

4 United Overseas Bank Limited is deemed to have an interest in shares held by United Overseas Insurance Limited.

5 Dalton Investments LLC and its affiliated entities (together “Dalton”) is an investment manager based in California, United States of America. Dalton manages various client portfolios and as investment manager, Dalton has discretion and authority over the sale and purchase of the abovementioned shares. Therefore, Dalton has deemed interest in such shares.

6 James B. Rosenwald III, Steven Persky, Gifford Combs, Belita Ong, Arthur Hebert and Michelle Lynd are members of the management committee of Dalton, and Dalton acts in accordance with the directions and instructions of the abovementioned persons. Accordingly, each of them will be deemed to be interested in the shares which Dalton is deemed interested in.

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the 44th Annual General Meeting of the Company will be held at Taurus, Level 1, Marina Mandarin Singapore, 6 Raffles Boulevard, Marina Square, Singapore 039594, on Wednesday, 26 April 2017 at 12.00 noon to transact the following business:

AS ORDINARY BUSINESS

1. **Resolution 1** To receive and adopt the directors' statement and audited accounts for the year ended 31 December 2016.
2. **Resolution 2** To declare a final dividend of 0.6 cent per share tax exempt (one-tier) for the year ended 31 December 2016 (2015: final dividend of 0.6 cent per share tax exempt (one-tier)).
3. **Resolution 3** To declare a special dividend of 0.2 cent per share tax exempt (one-tier) for the year ended 31 December 2016 (2015: nil).
4. **Resolution 4** To approve the payment of \$605,000 as directors' fees for the year ended 31 December 2016 (2015: \$588,246).
5. To re-elect each of the following directors retiring by rotation pursuant to Article 98 of the Company's Constitution:

Resolution 5 Mr David Chan Mun Wai.

Resolution 6 Mr Dileep Nair.
6. **Resolution 7** To re-appoint Messrs KPMG LLP as auditors of the Company for the ensuing year and to authorise the directors to fix their remuneration.

AS SPECIAL BUSINESS

7. To consider and, if thought fit, to pass the following ordinary resolutions:

Resolution 8 To approve the issue of shares pursuant to Section 161 of the Companies Act, Chapter 50 (the **Act**):

“THAT pursuant to Section 161 of the Act and the listing rules of the Singapore Exchange Securities Trading Limited (**SGX-ST**), authority be and is hereby given to the directors of the Company to (a) issue shares in the capital of the Company (whether by way of rights, bonus or otherwise); (b) make or grant offers, agreements or options that might or would require shares to be issued or other transferable rights to subscribe for or purchase shares (collectively, **Instruments**) including but not limited to the creation and issue of warrants, debentures or other instruments convertible into shares; (c) issue additional Instruments arising from adjustments made to the number of Instruments previously issued in the event of rights, bonus or capitalisation issues, at any time and upon such terms and conditions and for such purposes and to such persons as the directors may in their absolute discretion deem fit; and (d) (notwithstanding that the authority conferred by this resolution may have ceased to be in force) to issue shares in pursuance of any Instruments made or granted by the directors while this resolution was in force, provided that:

- (i) the aggregate number of shares to be issued pursuant to this resolution (including shares to be issued in pursuance of Instruments made or granted pursuant to this resolution) does not exceed 50% of the issued shares in the capital of the Company, of which the aggregate number of shares to be issued other than on a *pro-rata* basis to shareholders of the Company (including shares to be issued in pursuance of Instruments made or granted pursuant to this resolution) does not exceed 20% of the issued shares in the capital of the Company (excluding treasury shares);
- (ii) for the purpose of determining the aggregate number of shares that may be issued (subject to such manner of calculation as may be prescribed by SGX-ST) under (i) above, the percentage of issued share capital shall be based on the issued shares in the capital of the Company (excluding treasury shares) at the time this resolution is passed, after adjusting for (1) new shares arising from the conversion or exercise of any convertible securities or share options or vesting of share awards that are outstanding or subsisting when this resolution is passed; and (2) any subsequent bonus-issue, consolidation or sub-division of shares;

NOTICE OF ANNUAL GENERAL MEETING

- (iii) in exercising the authority conferred by this resolution, the Company shall comply with the provisions of the listing rules of the SGX-ST for the time being in force (unless such compliance is waived by the SGX-ST) and the Company's Constitution; and
- (iv) unless revoked or varied by the Company in general meeting, such authority shall continue in force until the conclusion of the next Annual General Meeting of the Company or the date by which the next Annual General Meeting of the Company is required by law to be held, whichever is the earlier."

Resolution 9 To approve the renewal of the Share Buy-Back Mandate:

"THAT:

- (a) for the purposes of Sections 76C and 76E of the Companies Act, Chapter 50 (the **Act**), the exercise by the directors of the Company of all the powers of the Company to purchase or otherwise acquire issued ordinary shares fully paid in the capital of the Company (**Shares**) not exceeding in aggregate the Maximum Percentage (as hereafter defined), at such price or prices as may be determined by the directors from time to time up to the Maximum Price (as hereafter defined), whether by way of:
 - (i) market purchase(s) on the Singapore Exchange Securities Trading Limited (**SGX-ST**) through one or more duly licensed stockbrokers appointed by the Company for the purpose; and/or
 - (ii) off-market purchase(s) (if effected otherwise than on the SGX-ST) in accordance with any equal access scheme(s) as may be determined or formulated by the directors as they consider fit, which scheme(s) shall satisfy all the conditions prescribed by the Act,and otherwise in accordance with all other laws and regulations and rules of the SGX-ST as may for the time being be applicable, be and is hereby authorised and approved generally and unconditionally (the **Share Buy-Back Mandate**);
- (b) unless varied or revoked by the Company in general meeting, the authority conferred on the directors of the Company pursuant to the Share Buy-Back Mandate may be exercised by the directors at any time and from time to time during the period commencing from the date of the passing of this resolution and expiring on the earliest of:

- (i) the date on which the next Annual General Meeting of the Company is held or required by law to be held;
 - (ii) the date on which the authority contained in the Share Buy-Back Mandate is revoked or varied by the Company in general meeting; and
 - (iii) the date on which the share purchases pursuant to the Share Buy-Back Mandate are carried out to the full extent mandated.
- (c) in this resolution:

Average Closing Price means the average of the closing market prices of the Shares over the last five Market Days on which the Shares were transacted on the SGX-ST immediately preceding the date of the making of the market purchase by the Company, or as the case may be, the date of the making of the offer pursuant to the off-market purchase, and deemed to be adjusted, in accordance with any rules that may be prescribed by the SGX-ST, for any corporate action that occurs after the relevant five-day period;

date of the making of the offer means the date on which the Company announces its intention to make an offer for the purchase or acquisition of Shares from holders of Shares, stating the purchase price (which shall not be more than the Maximum Price) for each Share and the relevant terms of the equal access scheme for effecting the off-market purchase;

Market Day means a day on which the SGX-ST is open for trading in securities;

Maximum Percentage means that number of issued Shares representing 10% of the total number of issued Shares as at the date of the passing of this resolution (excluding any Shares which are held as treasury shares as at that date);

Maximum Price in relation to a Share to be purchased or acquired, means the purchase price (excluding brokerage, commission, stamp duties, applicable goods and services tax, clearance fees and other related expenses) which shall not be more than, in the case of a market purchase of the Share and an off-market purchase of the Share, 5% above the Average Closing Price of the Shares; and

NOTICE OF ANNUAL GENERAL MEETING

- (d) the directors of the Company and/or any of them be and are hereby authorised to complete and do all such acts and things (including executing all such documents as may be required) as they and/or he may consider expedient or necessary or in the interests of the Company to give effect to the transactions contemplated and/or authorised by this resolution."

To transact any other ordinary business which may properly be transacted at an Annual General Meeting.

NOTICE IS ALSO HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 9 May 2017 for the preparation of the dividend warrants. Duly completed transfers received by the Company's Registrar, M & C Services Private Limited, 112 Robinson Road, #05-01, Singapore 068902, up to 5.00 p.m. on 8 May 2017 will be registered before entitlements to the proposed dividend are determined. Shareholders whose securities accounts with The Central Depository (Pte) Limited are credited with shares in the capital of the Company as at 5.00 p.m. on 8 May 2017 will be entitled to the dividend. The proposed final dividend will be paid on 31 May 2017, if approved by the shareholders at the forthcoming Annual General Meeting of the Company.

BY ORDER OF THE BOARD

ONG BENG HONG/TAN SWEE GEK
Joint Company Secretaries

Singapore
27 March 2017

Note: Except for a member who is a relevant intermediary (as defined under the Act), a member of the Company entitled to attend and vote at the general meeting is entitled to appoint one or two proxies to attend and vote in his stead. A member of the Company who is a relevant intermediary may appoint more than two proxies to attend and vote at the general meeting, but such proxies must be appointed to exercise the rights attached to a specified number of shares. A proxy need not be a member of the Company. The instrument appointing a proxy or proxies shall in the case of an individual, be signed by the appointor or his attorney, and in the case of a corporation shall be either under the Common Seal or signed by its attorney or a duly authorised officer on behalf of the corporation. The instrument appointing a proxy or proxies must be deposited at the office of the Company's Registrar, M & C Services Private Limited, 112 Robinson Road, #05-01, Singapore 068902 not less than 48 hours before the time appointed for holding the Annual General Meeting.

Personal Data Privacy:

By attending the Annual General Meeting (**AGM**) and/or any adjournment thereof or submitting an instrument appointing a proxy or proxies and/or representative(s) to attend, speak and vote at the AGM and/or any adjournment thereof, a member of the Company (i) consents to the collection, use and disclosure of the member's personal data by the Company (or its agents) for the purpose of the processing and administration by the Company (or its agents) of proxies and representatives appointed for the AGM (including any adjournment thereof) and the preparation and compilation of the attendance lists, minutes and other documents relating to the AGM (including any adjournment thereof), and in order for the Company (or its agents) to comply with any applicable laws, listing rule, regulation and/or guidelines (collectively, the "Purposes"), (ii) warrants that where the member discloses the personal data of the member's proxy

or proxies and/or representative(s) to the Company (or its agents), the member has obtained the prior consent of such proxy or proxies and/or representative(s) for the collection, use and disclosure by the Company (or its agents) of the personal data of such proxy or proxies and/or representatives for the Purposes, and (iii) agrees that the member will indemnify the Company in respect of any penalties, liabilities, claims, demands, losses and damages as a result of the member's breach of warranty.

Explanatory Notes:

- (1) The ordinary resolution 8 in item 7 above, if passed, is to enable the directors to issue further shares in the Company and to make or grant securities convertible into ordinary shares, and to issue ordinary shares pursuant to instruments, up to an amount not exceeding 50% of the issued shares in the capital of the Company of which the aggregate number of shares to be issued other than on a *pro-rata* basis to existing shareholders, does not exceed 20% of the Company's issued shares. For the purpose of determining the aggregate number of shares that may be issued, the percentage of issued shares in the capital of the Company shall be based on the issued shares in the capital of the Company at the time this resolution is passed, after adjusting for (1) new shares arising from the conversion or exercise of any convertible securities or share options or vesting of share awards that are outstanding or subsisting when this resolution is passed; and (2) any subsequent consolidation or sub-division of shares. This authority will, unless revoked or varied at a General Meeting, expire at the next AGM of the Company or the date by which the next AGM of the Company is required by law to be held, whichever is the earlier.
- (2) The ordinary resolution 9 proposed in item 7 above, if passed will renew, effective until the next AGM or the date by which the next AGM is required by law to be held, whichever is the earlier, the Share Buy-Back Mandate for the Company to make purchases or acquisition of its shares up to a maximum of 10% of the total number of issued ordinary shares as at the date of the passing of the resolution at the Maximum Price computed in the manner prescribed by the resolution.

The Company will use internal sources to fund purchases or acquisitions of its Shares. The amount of financing required for the Company to purchase or acquire its Shares, and the impact of the Company's financial position, cannot be ascertained as at the date of this Notice as these will depend, *inter alia*, on the number of Shares purchased or acquired, whether the purchase or acquisition is made out of capital or profits, and the price at which such Shares are purchased or acquired.

Based on the existing issued and paid-up Shares of the Company as at 28 February 2017, the purchase by the Company of 10% of its issued Shares will result in the purchase or acquisition of 60,521,978 Shares. Assuming that the Company purchases or acquires the 60,521,978 Shares at the Maximum Price of \$0.32 for one Share (being the price equivalent to 5% above the average of the closing market prices of the Shares for the five Market Days on which the Shares were traded on the SGX-ST immediately preceding 28 February 2017, the maximum amount of funds required for the purchase or acquisition of the 60,521,978 Shares is \$19,367,033.

The financial effects of the purchase or acquisition of such Shares by the Company pursuant to the proposed Share Buy-Back Mandate based on the audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2016 and certain other assumptions are set out in paragraph 6 of the Letter to Shareholders dated 27 March 2017.

NOTES TO THE PROXY FORM

1. Please insert the total number of Shares held by you. If you have Shares entered against your name in the Depository Register (as defined in Section 81SF of the Securities and Futures Act, Chapter 289 of Singapore), you should insert that number of Shares. If you have Shares registered in your name in the Register of Members, you should insert that number of Shares. If you have Shares entered against your name in the Depository Register and Shares registered in your name in the Register of Members, you should insert the aggregate number of Shares entered against your name in the Depository Register and registered in your name in the Register of Members.
2. Except for a member who is a relevant intermediary (as defined under the Companies Act, Chapter 50 of Singapore (the **Act**)), a member entitled to attend and vote at the general meeting is entitled to appoint one or two proxies to attend and vote in his stead. A member of the Company who is a relevant intermediary may appoint more than two proxies to attend and vote at the general meeting, but such proxies must be appointed to exercise the rights attached to a specified number of shares.
3. Where a member who is not a relevant intermediary appoints two proxies, the appointments shall be invalid unless he specifies the proportion of his shareholding (expressed as a percentage of the whole) to be represented by each proxy. Where a member who is a relevant intermediary appoints two or more proxies, the appointments shall be invalid unless the number and class of shares in relation to which each proxy has been appointed is specified in the proxy form.
4. A proxy need not be a member of the Company.
5. The instrument appointing a proxy or proxies must be deposited at the office of the Company's Registrar, M & C Services Private Limited, 112 Robinson Road, #05-01, Singapore 068902 not less than 48 hours before the time appointed for the Annual General Meeting (**AGM**).
6. The instrument appointing a proxy or proxies must be under the hand of the appointor or of his attorney duly authorised in writing. Where the instrument appointing a proxy or proxies is executed by a corporation, it must be executed either under its seal or under the hand of an officer or attorney duly authorised. Where an instrument appointing a proxy is signed on behalf of the appointor by an attorney, the letter or power of attorney or duly certified copy thereof must (failing previous registration with the Company) be lodged with the instrument of proxy, failing which the instrument may be treated as invalid.
7. A corporation which is a member may authorise by resolution of its directors or other governing body such person as it thinks fit to act as its representative at the AGM, in accordance with Section 179 of the Act.
8. The Company shall be entitled to reject the instrument appointing a proxy or proxies if it is incomplete, improperly completed or illegible or where the true intentions of the appointor are not ascertainable from the instructions of the appointor specified in the instrument appointing a proxy or proxies.
9. In the case of members whose Shares are entered against their names in the Depository Register, the Company shall reject any instrument appointing a proxy or proxies lodged if such members are not shown to have Shares entered against their names in the Depository Register as at 72 hours before the time appointed for the AGM as certified by The Central Depository (Pte) Limited to the Company.

Personal Data Privacy:

By attending the AGM and/or any adjournment thereof or submitting an instrument appointing a proxy(ies) and/or representative(s), the member accepts and agrees to the personal data privacy terms set out in the Notice of AGM.

Singapore Reinsurance Corporation Limited
(Incorporated in the Republic of Singapore)
Company Registration No. 197300016C

PROXY FORM

ANNUAL GENERAL MEETING

IMPORTANT:

1. For investors who have used their CPF moneys to buy shares in the capital of Singapore Reinsurance Corporation Limited, this Summary Financial Report circulated to Shareholders is forwarded to them at the request of their CPF Approved Nominees and is sent solely FOR INFORMATION ONLY.
2. This Proxy Form is not valid for use by CPF investors and shall be ineffective for all intents and purposes if used or purported to be used by them.
3. A relevant intermediary may appoint more than two proxies to attend the Annual General Meeting and vote (please see note 2 on page 34).

I/We ID/Registration No.

of

being a member/members of the above-mentioned Company, hereby appoint:

Name	Address	NRIC/ Passport No.	Proportion of Shareholdings (%)
and/or (delete as appropriate)			

as my/our proxy/proxies to attend and to vote for me/us on my/our behalf at the Annual General Meeting of the Company, to be held at Taurus, Level 1, Marina Mandarin Singapore, 6 Raffles Boulevard, Marina Square, Singapore 039594 on Wednesday, 26 April 2017 at 12.00 noon or at any adjournment thereof.

With reference to the agenda set out in the Notice of Annual General Meeting, please indicate with an "X" in the space provided below how you wish your votes to be cast.

No.	Resolutions	For	Against
Ordinary Business			
1	To receive and adopt the directors' statement and audited accounts		
2	To declare a final dividend		
3	To declare a special dividend		
4	To approve directors' fees		
5	To re-elect director: Mr David Chan Mun Wai		
6	To re-elect director: Mr Dileep Nair		
7	To re-appoint auditors and authorise the directors to fix their remuneration		
Special Business			
8	To approve the issue of shares pursuant to Section 161 of the Companies Act, Chapter 50		
9	To approve the renewal of the Share Buy-Back Mandate		

In the absence of specific directions, the proxy/proxies will vote or abstain, as he/they may think fit.

Dated this day of 2017.

Total Number of Shares held in:	Number of Shares
(a) CDP Register	
(b) Register of Members	

.....
Signature(s) of member(s) or Common Seal

IMPORTANT, PLEASE READ NOTES ON PAGE 34.

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(2nd fold)

Affix
stamp
here

M & C Services Private Limited
112 Robinson Road #05-01
Singapore 068902

(3rd fold to glue and seal)

REQUEST FORM

Singapore Reinsurance Corporation Limited
(Incorporated in the Republic of Singapore)
 Company Registration No. 197300016C

27 March 2017

Dear Shareholder

This is a copy of the Summary Financial Report (SFR) of Singapore Reinsurance Corporation Limited (Singapore Re) for the financial year ended 31 December 2016. The SFR contains a review of the Group for the year ended 31 December 2016. It also contains a summary of the audited financial statements of the Group and the Company. We will be sending you a copy of the SFR for as long as you are a shareholder of Singapore Re, unless you indicate otherwise.

The full financial statements of the Group and the Company for the financial year ended 31 December 2016 are set out in a separate report called the Annual Report (AR). This report is available to all shareholders of Singapore Re at no cost upon request.

If you wish to receive a copy of the AR, please complete this Request Form by ticking the appropriate box and returning it to us by 5 April 2017.

You may also supersede earlier requests sent to Singapore Re by ticking the appropriate box and returning this Request Form to us by 5 April 2017. If we do not receive your reply, we will take it that you do not wish to change your previous request. Your latest request will supersede the earlier requests received by us.

Yours faithfully
 Singapore Reinsurance Corporation Limited

Ong Beng Hong/Tan Swee Gek
 Joint Company Secretaries

Please glue and seal along this edge

Please glue and seal along this edge

REQUEST FORM

To: Singapore Reinsurance Corporation Limited

N.B. Please tick only one box. Incomplete form will not be processed.

- ☐ Please send me/us the Annual Report for the financial year ended 31 December 2016 and for all future financial years for as long as I/we am/are a shareholder of Singapore Reinsurance Corporation Limited.
- ☐ Please do not send me/us the Annual Report for as long as I/we am/are a shareholder of Singapore Reinsurance Corporation Limited.

Name(s) of shareholder(s) _____

NRIC/Passport number(s) _____

Address _____

Postal Code _____

Signature(s) _____

Date _____

(1st fold)

(2nd fold)

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PERMIT No. 06248**



**The Company Secretary
Singapore Reinsurance Corporation Limited
85 Amoy Street
Singapore 069904**

(3rd fold to glue and seal)

CORPORATE CALENDAR

Event	Date
Annual General Meeting	26 April 2017
Announcement of 1st Quarter 2017 Financial Results (after close of trading)	26 April 2017
Closure of Registers (for final dividend entitlement)	9 May 2017
Payment of Final Dividend for Year Ended 31 December 2016	31 May 2017
Announcement of 2nd Quarter 2017 Financial Results (after close of trading)	August 2017
Announcement of 3rd Quarter 2017 Financial Results (after close of trading)	November 2017
Financial Year-End	31 December 2017
Announcement of 4th Quarter 2017 Financial Results (after close of trading)	February 2018

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