

SUMMARY

As at 31 March 2013, Gross Written Premium reached 158.6m (2012: 140.7m).

Net Earned Insurance Revenue rose by 29.0 percentage points compared to 12 months ago, to stand at 55.6m.

The Underwriting Profit Margin grew by 1.5 percentage points driven by the reduction in the expense ratio and stable loss ratio.

Net Underwriting Profit for the first quarter appreciated significantly year-on-year to reach 3.3m at 31 March 2013 (2012: 1.9m).

Technical cash generation continued to grow strongly at 22.4m for the quarter, 57.3% up on the same period in 2012, substantially enhancing the Company's liquidity.

HIGHLIGHTS

HIGHLIGHTS Q1 2013 vs. Q1 2012

- Net Underwriting Profit up 73.7%
- Strong Balance Sheet with total assets at 1 billion (up 5.9%)
- Increasingly strong cash position (31.8% of total assets)
- Net Technical Reserves (NTR) at 378.6 m (vs. 322.5m)

KEY RESULTS *(actual)*

<i>(in millions)</i>	Q1 2013	Q1 2012 (restated)	CHANGE (%)
Gross Written Premium	158.6	140.7	12.7
Net Written Premium	112.6	99.9	12.7
Net Earned Insurance Revenue	55.6	43.1	29.0
Net Underwriting Profit	3.3	1.9	73.7
Net Profit after Tax	4.7	7.8	(39.7)

KEY RATIOS (%)

Retention Ratio	71.0	71.0	-
Combined Ratio	94.1	95.6	-
Profit Margin	5.9	4.4	-
Return on Equity	2.0	3.6	-

RESERVE RATIOS (%)

Loss Reserves/Net Earned Insurance Revenue (NEIR)	384.2	376.7	-
Net Technical Reserves (NTR)/Net Written Premium (NWP)	336.1	322.7	-

The Company maintained healthy reserve ratios during Q1 2013, resulting in an upwards shift of the reserve ratios as shown above.

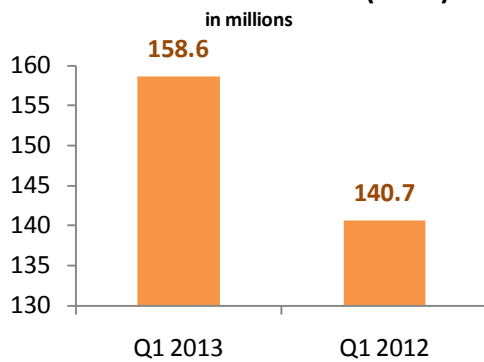
Figures in USD

Basis of preparation: Management Accounts (excluding TUL)

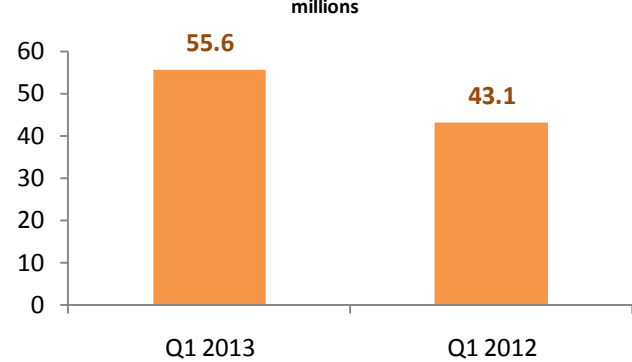
UNDERWRITING PERFORMANCE

The Company enjoyed a successful first quarter, underpinned by stable renewal conditions in its key markets. As a result, total growth registered 12.7% whereby the Facultative portfolio achieved 16.6% and Treaty 10.4%. The non proportional segment of the Treaty portfolio enjoyed the highest growth rate at 28.6% (23.9m).

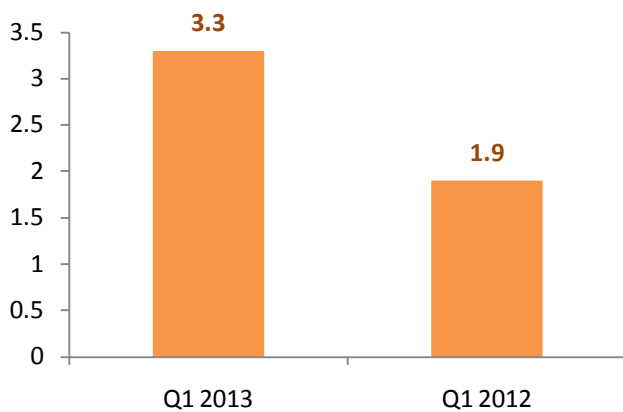
Gross Written Premium (GWP)



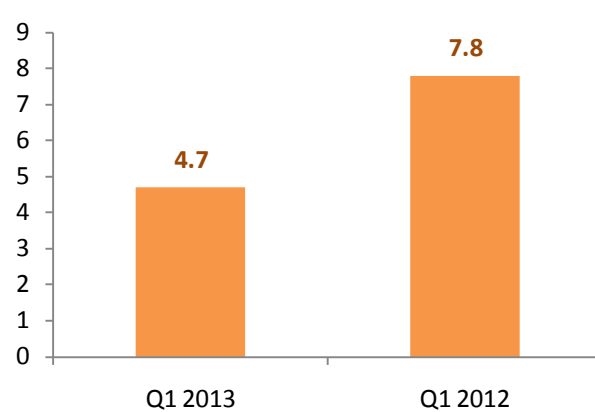
Net Earned Insurance Revenue (NEIR) in millions



Net Underwriting Profit in millions



Net Profit after Tax in millions



Figures in USD
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**Company's Summary Statement of Income – excluding TUL (actual)**

	Q1 2013	Q1 2012 restated
Gross Written Premium	158,594,502	140,668,573
Ceded Written Premium	45,961,587	40,741,669
Total Insurance Revenue*	55,561,587	43,065,213
Net incurred acquisition cost	11,577,970	9,911,725
Net incurred claims	36,332,316	27,997,318
Gross underwriting profit	7,651,301	5,156,169
Less operational expenses	4,380,634	3,248,268
Net underwriting profit	3,270,667	1,907,901
Net non-technical income	1,406,497	5,854,287
NET PROFIT	4,677,165	7,762,188

*Net Earned Revenue

NON- TECHNICAL INCOME DISTRIBUTION (in millions)**INVESTED ASSET DISTRIBUTION**

	Q1 2013	Q1 2012 restated
Interest, Dividends and Realised Gains	2.7	4.1
Fees and Other Income	1.5	1.3
FOREX	(0.9)	1.2
Gross non-technical income	3.3	6.6
Non-Technical Expenses	(1.9)	(0.7)
Net non-technical income	1.4	5.9

	Q1 2013 (%)	Q4 2012 (%)	Q1 2012 (%)
Equities	22.4	28.3	27.3
Fixed Income	2.7	3.1	8.4
Cash	74.9	68.6	64.3
TOTAL INVESTED (millions)	428.1	359.0	284.5

NON-TECHNICAL PERFORMANCE

Compared to the prior year period, net non-technical income dropped due to a 0.6m reduction in interest and dividend income as a result of lower global rates and the one-off 0.8m profit on the sale of fixed income investments in Q1 2012.

Furthermore, the Forex movement caused a 0.9m loss versus a 1.2m gain and expenses were higher by 1.1m due to the sale and lease back of Trust Tower.

MAJOR LOSSES AND NET IMPACT

There is nothing significant to note during the period.

KEY RESULTS *(actual vs. budget)*

<i>(in millions)</i>	Q1 2013 <i>(actual)</i>	Q1 2013 <i>(budget)</i>	CHANGE (%)
Gross Written Premium	158.6	144.8	9.5
Net Written Premium	112.6	109.1	3.2
Net Earned Insurance Revenue	55.6	50.9	9.2
Net Underwriting Profit	3.3	1.4	135.7
Total Profit	4.7	3.3	42.4
KEY RATIOS (%)			
Retention Ratio	71.0	75.3	-
Combined Ratio	94.1	97.3	-
Profit Margin	5.9	2.7	-

Headline growth, compared to budget was achieved due to the Facultative portfolio outperforming the budget. Excluding the exchange loss, the non-technical income would also have been ahead of budget.

The Retention ratio was less as some of the reinsurance assumptions made in the budget proved to be optimistic.

The Profit Margin was substantially ahead due to a 3.2 percentage point improvement in the loss ratio. As a result, the Net Underwriting Profit at 3.3m was more than double the budget of 1.4m. Tight control over costs led to a fall in the management expense ratio to 7.9% from the 9.8% budgeted.

Figures in USD

Basis of preparation: Management Accounts (excluding TUL)