

KENYA REINSURANCE CORPORATION LIMITED

Profit and loss for period ended 30th September 2007

	30/09/2007 Shs	30/09/2006 Shs	VARIANCE	%	31/12/2006 Shs
Gross Premiums	2,387,232,237	2,318,872,839	68,359,398	2.95	3,114,829,098
Reinsurances	(247,860,761)	(298,617,014)	50,756,253	20.48	(323,205,267)
Gross Net Premium	2,139,371,476	2,020,255,825	119,115,651	5.90	2,791,623,831
Commissions	(627,097,336)	(639,884,730)	12,787,394	2.04	(806,761,017)
Claims	(919,062,757)	(839,905,827)	(79,156,930)	(9.42)	(1,522,512,327)
Underwriting Surplus	593,211,383	670,096,300	(76,884,917)	(12.96)	462,350,487
Investment Income	522,203,669	474,146,797	48,056,872	10.14	753,096,379
Total Income	1,115,415,052	1,144,243,097			1,215,446,866
Management Expenses	(262,081,654)	(253,824,758)	(8,256,896)	(3.25)	(453,138,689)
Profit before Tax	853,333,398	890,418,339	(37,084,941)	(4.35)	762,308,177
Provision for Tax	(170,666,680)	(267,125,502)	96,458,822	56.52	(256,838,405)
Profit after Tax	682,666,718	623,292,837	59,373,881	9.53	505,469,772

- 1 Gross premium for the period under review increased by 3% from shs 2,318m to shs 2,387m.
- 2 Net premium increased by 6% for the period ended 30th September 2007.
- 3 Claims paid increased by 9% compared to the period ended 30th September 2006.
- 4 Investment income increased by 10%
- 5 Management expenses increased from shs 253m to shs 262m with an increase of 3%.
- 6 Profit after tax increased by 3% from shs 623m to shs 682m.

KENYA REINSURANCE CORPORATION LTD

BALANCE SHEET AS AT 30TH SEPTEMBER 2007

	30/09/2006 KShs	30/09/2007 KShs
Assets		
Property and equipment	64,018,646	62,031,512
Non-current assets held for sale	316,728,872	316,728,871
Intangible asset	415,685	3,779,158
Deferred tax	19,802,810	0
Government securities Available-for-sale	2,052,800,523	2,282,734,513
financial assets	2,258,973,304	2,471,023,821
Mortgages loans	567,475,518	705,283,955
Investment properties	3,270,000,000	3,270,000,000
Sundry debtors	125,745,808	153,107,009
Tax recoverable	216,628,816	0
Due from cedants & reinsurers	2,725,784,265	3,022,262,324
Inventories	557,871,057	393,189,250
Short term deposits	496,467,825	621,119,875
Cash and bank balances	173,958,403	102,104,291
Total assets	12,846,671,532	13,403,364,579
Capital and reserves		
Share capital	1,500,000,000	1,500,000,000
Revaluation and other reserves	2,364,544,575	2,527,415,676
Retained earnings	1,842,307,584	2,345,999,800
Profits for the Period	471,606,416	682,666,718
Dividends Payable	150,000,000	0
Increase in Pension Fund Deficit Lial	-169,000	0
Shareholders' funds	6,328,289,575	7,056,082,194
Liabilities		
Insurance contract - life liabilities	1,900,584,928	2,122,659,358
Underwriting provisions		
Outstanding claims	1,994,275,200	1,961,123,730
Unearned premiums	403,048,397	452,593,711
Amounts due to cedants and reinsurers	1,763,327,559	1,397,906,995
Defined benefit liability	32,297,000	32,297,000
Sundry creditors	424,848,873	210,034,911
Tax payable	0	170,666,680
Total liabilities	6,518,381,957	6,347,282,385
Total equity and liabilities	12,846,671,532	13,403,364,579