

STACO INSURANCE PLC
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2010

| | Note | 2010 N'000 | 2009 N'000 |
|--|-------|---------------|----------------|
| Assets | | | |
| Gross Premium | | 5,248,456 | 5,058,949 |
| Increase in unexpired risks reserve | | (94,796) | (168,096) |
| Gross premium earned | | 5,153,660 | 4,890,853 |
| Reinsurance Cost | | (385,019) | (563,008) |
| Premiums earned | 22 | 4,768,641 | 4,327,845 |
| Commissions earned | 23 | 79,829 | 116,984 |
| Total Income | | 4,848,470 | 4,444,829 |
| Underwriting expenses | | (1,426,348) | (993,985) |
| Claims incurred | 22 | (1,216,952) | (1,225,060) |
| Underwriting Profit | | 2,205,170 | 2,225,784 |
| Investment and other income | 23 | 192,759 | 397,439 |
| Management expenses | 25 | (1,325,467) | (1,206,277) |
| Loss on sale of investment | 26 | - | (310,915) |
| Appreciation in value of Quoted Shares | | 4,560 | 90,372 |
| Finance charges - interest | 7.1 | (77,954) | (139,804) |
| Exchange loss | | - | (298,916) |
| Provision for doubtful debts | | (928,746) | (219,277) |
| (Loss)/Profit before tax | 4.2.1 | 70,322 | 538,406 |
| Taxation | 14 | (27,268) | (105,242) |
| (Loss)/Profit after taxation and exceptional item | | 43,054 | 433,164 |
| Appropriation | | | |
| Contingency reserve | 20 | 157,454 | 151,768 |
| Transfer to general reserve | 21 | (114,400) | 281,396 |
| | | 43,054 | 433,164 |
| Basic Earnings per Share (kobo) | | <u>1</u> | <u>8</u> |