

ASSETS & INCOME 2018

The following tables are an excerpt from the full Directors' Report & Financial Statements for the year ended 20th February 2018

The United Kingdom Mutual Steam Ship Assurance Association (Bermuda) Limited:
Summarised Consolidated Statement of Financial Position
for the year ended 20th February 2018

Amounts in \$000	2018	2017
Assets		
Investments	1,236,614	1,080,601
Loans and receivables including insurance receivables	87,502	103,738
Derivative financial instruments	2,785	11
Reinsurance assets	155,108	213,798
Cash and cash equivalents	156,244	115,486
Current income tax credit	1,645	959
Accrued interest	270	675
Total assets	1,640,168	1,515,268
Reserves and liabilities		
<i>Capital and reserves attributable to Members</i>		
Free reserves	536,955	465,069
Cash flow hedging reserve	2,785	(6,932)
Other reserves	240	240
Total	539,980	458,377
Financial liabilities – Perpetual subordinated capital securities	99,816	99,440
Total	639,796	557,817
Other liabilities		
Insurance liabilities	986,236	924,537
Derivative financial instruments	–	6,943
Trade and other payables	14,136	25,971
Total	1,000,372	957,451
Total reserves and liabilities	1,640,168	1,515,268

The United Kingdom Mutual Steam Ship Assurance Association (Bermuda) Limited:
Summarised Consolidated Statement of Comprehensive Income
for the year ended 20th February 2018

Amounts in \$000	2018	2017
Income		
Gross earned premium	361,793	386,166
Mutual premium discount	–	(9,996)
	361,793	376,170
Premium ceded to reinsurers	(65,119)	(81,082)
Net earned premium	296,674	295,088
Net investment return	43,161	51,774
Total net income	339,835	346,862
Expenses		
Claims and claims adjustment expenses net of reinsurance	(225,700)	(273,619)
Expenses for the acquisition of insurance contracts	(20,947)	(20,299)
Net operating expenses	(21,804)	(23,296)
Foreign exchange (losses)/gains	8,209	(7,715)
Total expenses	(260,242)	(324,929)
Results from operating activities	79,593	21,933
Finance costs	(7,500)	(7,500)
Surplus before tax	72,093	14,433
Income tax expense	(207)	(417)
Surplus for the year attributable to Members	71,886	14,016

This financial summary is not the Association's statutory financial statements but it does contain information which has been extracted from the Directors' Report and Financial Statements for the year ended 20 February 2018, copies of which can be obtained from 90 Fenchurch Street, London EC3M 4ST, if appropriate.

The Directors' Report and Financial Statements for the year ended 20 February 2018, which include the Auditors' Report, have been prepared in accordance with the Bermuda Law and are filed with the Bermuda Monetary Authority and other appropriate registrars and adopted at the Annual General Meeting in October of each year. The Auditors' Report on the consolidated financial statements for the year ended 20 February 2018 was unqualified.