

## CONSOLIDATED BALANCE SHEET

	Notes	Group 1999 Lm	Group 1998 Lm	Company 1999 Lm	Company 1998 Lm
<b>ASSETS</b>					
Investments					
Land and buildings	11	2,227,270	1,942,785	2,227,270	1,942,785
Investments in group undertakings and participating interests	12	250	-	353,559	199,999
Other financial investments	13	48,816,018	30,028,370	48,412,559	29,849,199
		<b>51,043,538</b>	<b>31,971,155</b>	<b>50,993,388</b>	<b>31,991,983</b>
Value of in-force business	14	<b>7,050,000</b>	<b>3,978,000</b>	<b>7,050,000</b>	<b>3,978,000</b>
Assets held to cover linked liabilities		<b>225,114</b>	<b>-</b>	<b>225,114</b>	<b>-</b>
Reinsurers' share of technical provisions					
Long term business provision		36,105	46,928	36,105	46,928
Claims outstanding		65,135	76,707	65,135	76,707
		<b>101,240</b>	<b>123,635</b>	<b>101,240</b>	<b>123,635</b>
Debtors					
Debtors arising out of direct insurance operations		90,817	53,170	90,817	53,170
Debtors arising out of reinsurance operations		12,948	4,838	12,948	4,838
Amounts owed by group undertakings		607,103	973,219	790,036	1,029,932
Taxation recoverable		131,423	99,559	131,423	99,202
		<b>842,291</b>	<b>1,130,786</b>	<b>1,025,224</b>	<b>1,187,142</b>
Other assets					
Tangible assets	15	437,271	286,586	436,989	286,321
Deferred taxation	19	1,574,188	-	1,520,529	-
Cash at bank and in hand		1,104,891	328,277	1,095,006	359,113
Clients' bank accounts		511,815	156,225	-	-
		<b>3,628,165</b>	<b>771,088</b>	<b>3,052,524</b>	<b>645,434</b>
Prepayments and accrued income					
Accrued interest and rent		1,173,320	991,457	1,162,243	988,758
Other prepayments and accrued income		18,003	18,667	14,100	17,750
		<b>1,191,323</b>	<b>1,010,124</b>	<b>1,176,343</b>	<b>1,006,508</b>
<b>Total assets</b>		<b>64,081,671</b>	<b>38,984,788</b>	<b>63,623,833</b>	<b>38,932,702</b>

## CONSOLIDATED BALANCE SHEET

	Notes	Group 1999 Lm	1998 Lm	Company 1999 Lm	1998 Lm
<b>LIABILITIES</b>					
<b>Capital and reserves</b>					
Called up share capital	16	4,650,000	4,650,000	4,650,000	4,650,000
Revaluation reserve	17	763,378	286,387	792,876	261,526
Other reserves	18	4,400,000	1,976,951	4,400,000	1,976,951
Profit and loss account		2,849,450	1,397,872	2,766,292	1,381,779
<b>Total shareholders' funds</b>		<b>12,662,828</b>	<b>8,311,210</b>	<b>12,609,168</b>	<b>8,270,256</b>
<b>Technical provisions</b>					
Long term business provision		45,999,583	28,728,329	45,999,583	28,728,329
Claims outstanding		243,730	174,115	243,730	174,115
		<b>46,243,313</b>	<b>28,902,444</b>	<b>46,243,313</b>	<b>28,902,444</b>
Technical provisions for linked liabilities		232,522	-	232,522	-
<b>Provisions for other risks and charges</b>					
Deferred taxation	19	-	65,296	-	65,296
Deposits received from reinsurers		15,252	14,925	15,252	14,925
<b>Creditors</b>					
Creditors arising out of direct insurance operations		384,165	198,641	384,165	198,641
Creditors arising out of reinsurance operations		69,079	73,978	69,079	73,978
Amounts owed to group undertakings		3,179	1,626	-	-
Amounts owed to shareholders		318,500	-	318,500	-
Amounts owed to banks or credit institutions	20	3,000,000	937,016	3,000,000	937,016
Proposed dividends		450,000	232,500	450,000	232,500
Other creditors		397,577	7,808	-	-
		<b>4,622,500</b>	<b>1,451,569</b>	<b>4,221,744</b>	<b>1,442,135</b>
Accruals and deferred income		305,256	239,344	301,834	237,646
<b>Total liabilities</b>		<b>64,081,671</b>	<b>38,984,788</b>	<b>63,623,833</b>	<b>38,932,702</b>

The financial statements on pages 5 to 31 were approved by the board on 12 April 2000 and were signed on its behalf by:



J.F.X. Zahra  
Chairman



M.C. Grech  
Deputy Chairman and C.E.O.

## STATEMENT OF CHANGES IN EQUITY

Group	Notes	Share capital Lm	Revaluation reserve Lm	Other reserves Lm	Profit and loss account Lm	Total Lm
Balance at 1 January 1998		4,650,000	90,772	1,597,707	656,550	6,995,029
Revaluation surplus, net of deferred taxation	17	-	225,064	-	-	225,064
Net gains not recognised in profit and loss account		-	225,064	-	-	225,064
Amount released on realisation of investments	17	-	(29,449)	-	-	(29,449)
Increment in value of in-force business	18	-	-	60,000	-	60,000
Transfer to statutory reserve	18	-	-	319,244	(319,244)	-
Dividends for 1998	10	-	-	-	(232,500)	(232,500)
Profit for the financial year		-	-	-	1,293,066	1,293,066
Balance at 31 December 1998		4,650,000	286,387	1,976,951	1,397,872	8,311,210
Balance at 1 January 1999		4,650,000	286,387	1,976,951	1,397,872	8,311,210
Revaluation surplus, net of deferred taxation	17	-	509,368	-	-	509,368
Net gains not recognised in profit and loss account		-	509,368	-	-	509,368
Amount released on realisation of investments	17	-	(32,377)	-	-	(32,377)
Increment in value of in-force business	18	-	-	3,072,000	-	3,072,000
Transfer from statutory reserve	18	-	-	(648,951)	648,951	-
Dividends for 1999	10	-	-	-	(1,100,000)	(1,100,000)
Profit for the financial year		-	-	-	1,902,627	1,902,627
Balance at 31 December 1999		4,650,000	763,378	4,400,000	2,849,450	12,662,828

## STATEMENT OF CHANGES IN EQUITY

Company	Notes	Share capital Lm	Revaluation reserve Lm	Other reserves Lm	Profit and loss account Lm	Total Lm
Balance at 1 January 1998		4,650,000	90,772	1,597,707	656,550	6,995,029
Revaluation surplus, net of deferred taxation	17	-	200,203	-	-	200,203
Net gains not recognised in profit and loss account		-	200,203	-	-	200,203
Amount released on realisation of investments	17	-	(29,449)	-	-	(29,449)
Increment in value of in-force business	18	-	-	60,000	-	60,000
Transfer to statutory reserve	18	-	-	319,244	(319,244)	-
Dividends for 1998	10	-	-	-	(232,500)	(232,500)
Profit for the financial year		-	-	-	1,276,973	1,276,973
<b>Balance at 31 December 1998</b>		<b>4,650,000</b>	<b>261,526</b>	<b>1,976,951</b>	<b>1,381,779</b>	<b>8,270,256</b>
Balance at 1 January 1999		4,650,000	261,526	1,976,951	1,381,779	8,270,256
Revaluation surplus, net of deferred taxation	17	-	559,595	-	-	559,595
Net gains not recognised in profit and loss account		-	559,595	-	-	559,595
Amount released on realisation of investments	17	-	(28,245)	-	-	(28,245)
Increment in value of in-force business	18	-	-	3,072,000	-	3,072,000
Transfer from statutory reserve	18	-	-	(648,951)	648,951	-
Dividends for 1999	10	-	-	-	(1,100,000)	(1,100,000)
Profit for the financial year		-	-	-	1,835,562	1,835,562
<b>Balance at 31 December 1999</b>		<b>4,650,000</b>	<b>792,876</b>	<b>4,400,000</b>	<b>2,766,292</b>	<b>12,609,168</b>