

Income statements

for the year ended 31 December 2008

	Note	Group		Company	
		2008 R'000	2007 R'000	2008 R'000	2007 R'000
Insurance premium revenue		5,316,490	4,400,960	4,834,688	3,964,136
Insurance premium ceded to reinsurers		(1,127,520)	(827,941)	(794,274)	(600,219)
Net insurance premium revenue		4,188,970	3,573,019	4,040,414	3,363,917
Change in provision for unearned premium	12	(89,358)	(17,100)	(78,281)	627
Reinsurers' share of change in provision for unearned premium	12	16,783	(16,794)	11,077	(17,269)
Net insurance premium earned		4,116,395	3,539,125	3,973,210	3,347,275
Reinsurance commission earned		123,486	114,959	117,632	109,372
Other income – fee income		14,147	19,947	1,200	36
Pension fund (deficit)/surplus	10	(24,156)	19,753	(24,156)	19,753
Investment income	24	313,753	236,159	213,013	188,415
Net fair value loss on assets held at fair value through income	25	(20,041)	(23,839)	(20,041)	(23,839)
Net realised gain on available-for-sale financial assets	26	98,342	94,512	98,342	95,309
Net income		4,621,926	4,000,616	4,359,200	3,736,321
Net insurance claims		(3,086,303)	(2,595,794)	(2,992,287)	(2,436,721)
Gross insurance claims paid	12	(3,341,242)	(2,813,110)	(3,262,939)	(2,650,634)
Reinsurers' share of claims paid	12	403,281	333,419	397,098	325,907
Change in gross provision for outstanding claims	12	(191,271)	(54,068)	(171,674)	(47,853)
Reinsurers' share of change in provision for outstanding claims	12	42,929	(62,035)	45,228	(64,141)
Expenses		(1,228,729)	(973,098)	(1,165,895)	(923,303)
Acquisition expenses	13.3	(765,963)	(618,605)	(730,557)	(609,353)
Administrative and other operating expenses	27	(437,411)	(349,759)	(410,753)	(309,216)
Impairment of available-for-sale financial assets		(21,050)	–	(21,050)	–
Share of loss of associates	8.3	(345)	–	–	–
Investment expenses		(3,960)	(4,734)	(3,535)	(4,734)
Results of operating activities		306,894	431,724	201,018	376,297
Interest expense		(39,599)	(10,564)	–	(10,564)
Profit before tax		267,295	421,160	201,018	365,733
Income tax expense	28	(56,838)	(130,128)	(42,073)	(107,439)
Profit for the year		210,457	291,032	158,945	258,294
Net income attributable to:					
– Members of the Company		210,457	289,860	158,945	258,294
– Minority interest in subsidiaries		–	1,172	–	–
Basic and diluted earnings per share (cents)	5	1,728.0	2,379.9	–	–