

# Statement of income and expenses of policyholders

for the year ended December 31, 2005

	Note	2005 QR	2004 QR
Gross contributions	17	111,375,808	82,528,631
Agency commissions	19	(14,578,201)	--
Reinsurance contribution ceded	17	(41,810,580)	(28,693,586)
Retained contributions		54,987,027	53,835,045
Unexpired risk reserve	17	(8,956,640)	(4,291,654)
Net earned contributions		46,030,387	49,543,391
Net Commission	18	(483,050)	1,401,237
<b>Total(1)</b>		<b>45,547,337</b>	<b>50,944,628</b>
Gross claims incurred	17	(43,681,980)	(40,195,509)
Provision for outstanding claims	17	(5,946,884)	(399,636)
Reinsurance recoveries	17	6,793,765	8,397,797
<b>Net Claims incurred (2)</b>		<b>(42,835,099)</b>	<b>(32,197,348)</b>
<b>Net underwriting income (1-2)</b>		<b>2,712,238</b>	<b>18,747,280</b>
General and Administrative expenses	19	--	(8,740,270)
Net Underwriting surplus		2,712,238	10,007,010
Investment income	20	46,997,184	3,380,683
<b>Total surplus of the year</b>		<b>49,709,422</b>	<b>13,387,693</b>
Balance at January 1		19,052,976	10,665,283
Distributable surplus	15	(7,000,000)	(5,000,000)
<b>Retained surplus balance at December 31</b>		<b>61,762,398</b>	<b>19,052,976</b>

The attached notes 1 to 30 form part of these financial statements