

Elmo Insurance Limited

Abridged Financial Statements Year ended 31 December 2010

In accordance with Title I of the Third Schedule of the Insurance Business (Companies Accounts) Regulations, 2000

Profit and Loss Account for the year ended 31 December 2010

	2010	2009
	€	€
Balance on the general business technical account	2,494,300	2,936,325
Investment income	1,810,928	1,732,080
Investment charges	(63,003)	(79,751)
Allocated investment return transferred to the general business technical account	(1,102,643)	(1,139,969)
Other charges	(57,370)	(78,745)
Profit before tax	3,082,212	3,369,940
Tax expense	(765,960)	(899,067)
Profit for the year	2,316,252	2,470,873

Balance Sheet as at 31 December 2010

	2010	2009
	€	€
Assets		
Investments	17,672,022	16,163,914
Reinsurers' share of technical provisions	3,390,992	3,216,483
Debtors	3,719,170	3,977,001
Other assets	5,210,228	4,721,412
Prepayments and accrued income	147,763	155,719
Total Assets	30,140,175	28,234,529
Liabilities		
Capital and reserves	10,478,405	9,036,923
Technical provisions	16,580,057	16,573,842
Provisions for other risks	451,327	390,776
Creditors	1,582,077	1,214,351
Accruals and deferred income	1,048,309	1,018,637
Total Liabilities	30,140,175	28,234,529

These abridged financial statements were authorised for issue by the Board on 16 June 2011 and were signed on its behalf by:



William Harding
Chairman



David Bartoli
Managing Director

Review of the Business

In 2010 the Company registered a solid performance in the light of the continuing impact of the global recession with a profit before tax of €3,082,212 compared to €3,369,940 in 2009. This reflects our continued focus on our core strengths of underwriting for sustainable profit, fair claim settlements, the control of expenditure, a reinsurance strategy that balances risk and reward, as well as a robust investment strategy.

Our net investment income amounted to €1.75m compared to €1.65m in 2009. This represents a substantial recovery of the fair value investment losses incurred in 2008 during the height of the financial crisis.

2010 was a significant year in the life of the company. We upgraded our technology infrastructure, completed a number of property refurbishment projects and many of our staff succeeded in pursuing studies relevant to our business.

In 2011, we anticipate further challenges that will include the further enhancement of our IT system, meeting the needs of a changing distribution system and, growing our business in the light of the continued global recession, as well as meeting competition from both the Maltese and Global insurance markets.

The business is in good shape. We expect to deliver continued premium growth and a sustainable profit performance.

Statement in terms of Paragraph 1 (c) of Title I of the Third Schedule of the Insurance Business (Companies Accounts) Regulations, 2000

The statutory financial statements of Elmo Insurance Limited for the financial year ended 31 December 2010 were approved by the Board of Directors on 16 June 2011.

On the same date, the Independent Auditor, PricewaterhouseCoopers, expressed an unqualified opinion on these financial statements.

General Information

1. Elmo Insurance Limited is authorised by the Malta Financial Services Authority to carry on general business of insurance under the Insurance Business Act 1998.
2. These abridged financial statements are being published in accordance with Article 20 of the Insurance Business Act 1998. They have been extracted from the Company's audited financial statements as approved by the Board on 16 June 2011. The annual financial statements for the financial year ended 31 December 2010 have been prepared in accordance with International Financial Reporting Standards as adopted by the EU, the Insurance Business Act 1998 and the Companies Act 1995.
3. The audited financial statements of the Company for the year ended 31 December 2010 will be exhibited throughout the following twelve months at the branches and offices of the Company. Copies of the audited financial statements are also available for public inspection and purchase from the Company's registered office during normal office hours and from the Registrar of Companies.
4. The Company's registered office is 'Elmo', Abate Rigord Street, Ta' Xbiex XBX 1111, Malta.



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