



## Statement to the South Pacific Stock Exchange

29 August, 2014

### FijiCare Insurance Ltd Announces Positive Outcome for First Six Months of 2014

FijiCare Insurance Ltd takes pleasure in announcing a consolidated profit before tax of \$388,983, an increase of 70% compared to \$229,393 for the same period last year.

The company's gross written insurance premium increased by 15% as at 30<sup>th</sup> June 2014.

FijiCare Insurance Limited is confident that it will achieve a full year financial performance in line with that shown for the preceding year.

With our general insurance businesses doing well, we believe that there is market potential for better business in property and motor vehicle portfolios as we progress in the year ahead.

Furthermore, the business license on our 100% subsidiary of VanCare Insurance Limited has been approved by the Reserve Bank of Vanuatu effective 1 August 2014. This we believe will be the starting point for FijiCare to become a regional player for general insurance.

FijiCare paid 5 cents per share dividend which included dividend reinvestment scheme, as a result increasing FijiCare shares by 496,921. In respect of 79.80% of the shares, outstanding shareholders opted to reinvest their dividend, thus limiting the dividend cash outflow to \$65,404.85

FijiCare is currently examining the solvency implications that will arise from the RBF adopting a new solvency standard in the near future. Together with organic growth and Pan-Pacific activities this is likely to result in enhanced solvency requirements which

***“better health for Fiji”***

will only be partially met by way of retained profits and dividends reinvested. Following the review currently under way the company may have to seek EGM approval for a rights issue the size of which remains to be determined.

Our net asset value (NAV) per share as at 30<sup>th</sup> June 2014 was 68 cents. The shares continue to trade at a discount over NAV/share.

Ultimately the Company's ongoing performance might make Shareholders reflect as to whether the current discount can still be justified.



**PHILIPP THOMAS**  
**NON EXECUTIVE CHAIRMAN**



**PETER MCPHERSON**  
**MANAGING DIRECTOR**

