

# FINANCIAL HIGHLIGHTS 2009 OF ENNIA'S INSURANCE COMPANIES

All amounts x 1,000

## INDEPENDENT AUDITOR'S REPORT

To The Board of Directors of Ennia Caribe Leven N.V., Ennia Caribe Schade N.V., Ennia Caribe Zorg N.V. Curaçao, N.A.

We have audited the life insurance and general insurance annual statements (the "Annual Statements") of Ennia Caribe Leven N.V., Ennia Caribe Schade N.V. and Ennia Caribe Zorg N.V. (the "Group") for the year ended December 31, 2009, from which these financial highlights consisting of balance sheet, explanatory notes to the balance sheet, profit and loss statement and analysis of unassigned earnings, were derived.

These financial highlights have been completed in accordance with the "Provisions for the Disclosure of Consolidated Financial Highlights of Insurance Companies" issued by the Bank van de Nederlandse Antillen, the "Landsverordening Toezicht verzekeringbedrijf (P.B. 1990, 77)" and the "Landsbesluit financiële eisen verzekeringbedrijf (P.B. 1992, 52)". In our auditor's report dated June 10, 2010 we expressed an unqualified opinion on the Annual Statement from which these financial highlights were derived.

In our opinion, the disclosed financial highlights are consistent, in all material respects, with the Annual Statement from which they have been derived.

For a better understanding of the Group's financial position, the results of its operations for the period and the scope of our audit, the financial highlights should be read in conjunction with the Annual Statement from which they have been derived and our auditors' report thereon.

Curaçao, Netherlands Antilles, June 25, 2010  
KPMG ACCOUNTANTS B.V.  
V.T.M. Bergisch RA

## EXPLANATORY NOTES TO THE FINANCIAL HIGHLIGHTS

Throughout these notes, the word 'Group' refers to ENNIA Caribe Leven N.V., ENNIA Caribe Schade N.V., ENNIA Caribe Zorg N.V., either collectively or separately.

### Statement of compliance

The financial highlights of the Group have been prepared in accordance with the "Provisions for the Disclosure of Consolidated Financial Highlights of Insurance Companies" issued by the Bank van de Nederlandse Antillen, the provisions of the "Landsverordening Toezicht verzekeringbedrijf (P.B. 1990,77)" and "Landsbesluit Financiële eisen verzekeringbedrijf (P.B.1992,52)".

### Basis of presentation

Items included in the financial highlights of the Group are stated in Antillean Guilders (ANG), which is the Group's functional and presentation currency. All amounts in the notes are shown in thousands of ANG, rounded to the nearest thousand, unless otherwise stated.

### Basis of estimates

The preparation of the financial highlights requires the Group to make estimates and assumptions that affect items reported in the balance sheets and income highlights. Actual results ultimately may differ, possibly significantly from those estimates.

### Investments

#### Unconsolidated affiliated companies and other participations

Unconsolidated affiliated companies and other participations are accounted for at cost.

#### Stock, bonds and other fixed income securities

These investments are classified either at fair value through profit or loss, available-for-sale financial assets or held-to-maturity.

#### Fair value through profit or loss

Financial assets and financial liabilities at fair value through profit or loss are reported at fair value with changes in fair value recognised in the income statement.

#### Available-for-sale

Available-for-sale investments are initially recognized at fair value plus transaction cost, with fair value changes recognized directly in equity, until the investment is derecognized or impaired, whereupon the cumulative gains or losses previously recognized in equity are recognized in the income statement for the period.

The fair value of the listed available-for-sale equity securities is determined at the bid prices provided by alternate other data providers.

Unquoted equity securities in an inactive market are carried at cost less impairment, if applicable which approximates fair value.

#### Held-to-maturity

Held-to-maturity investments are carried at amortised cost using the effective interest method.

### Mortgage loans, other loans and deposits

Mortgage loans, other loans and deposits are initially measured at fair value plus incremental transaction costs, and are subsequently measured at amortized cost using the effective interest method, net of an allowance for impairment.

### Current Assets and Other Assets

#### Cash and cash equivalents

Cash and cash equivalents comprise cash balances on hand, cash deposited with central banks and short-term highly liquid investments.

#### Receivables and other financial assets

Receivables and other financial assets are recognised and carried at original invoice amount less an allowance for uncollectible amounts. Provision is made when there is objective evidence that the Group will not be able to collect the debts. Bad debts are written off when identified.

### Provisions for Insurance Obligations

#### Actuarial basis

Life insurance business provisions are calculated separately for each life operation, based on local regulatory requirements and actuarial principles consistent with those applied in the Netherlands Antilles.

The life provision is calculated according to the principles on which the premiums have been based, largely on a 'prospective' basis and 4 percent interest and for a small portion on a "recursive" basis. The life provision also includes a provision for future costs of processing benefits, the provision for unearned premiums and unexpired risks as well as the provision for claims outstanding, all as far as related to the life insurance business.

	ENNIA CARIBE LEVEN N.V.		ENNIA CARIBE SCHADE N.V.		ENNIA CARIBE ZORG N.V.	
	ANG	ANG	ANG	ANG	ANG	ANG
<b>BALANCE SHEET</b>						
At year end 31 December						
	2009	2008	2009	2008	2009	2008
<b>Admissible Assets</b>						
Intangibles	0	0	0	0	0	0
Investments:						
Real Estate	32,520	35,566	0	0	0	0
Unconsolidated affiliated companies and other participations	36,140	140	18,069	69	0	0
Stocks	9,788	15,461	1,718	1,519	52	17
Bonds and other fixed income securities	43,052	113,363	19,293	18,644	1,952	2,721
Participation in non-affiliated investment pools	0	0	0	0	0	0
Mortgage loans	4,006	117,441	0	0	244	244
Other loans	563,043	392,635	11,557	27,470	17,376	10,152
Deposits with financial institutions	12,449	122,001	1,686	8,880	675	3,175
Other investments	0	0	0	0	0	0
Current Assets	89,570	100,982	23,323	34,271	802	922
Other Assets	38,129	38,685	1,793	2,154	90	218
From separate accounts statement	190,562	183,613	0	0	0	0
<b>Total Assets</b>	<b>1,019,259</b>	<b>1,119,887</b>	<b>77,439</b>	<b>93,007</b>	<b>21,191</b>	<b>17,449</b>
<b>Equity, provisions and liabilities</b>						
Capital and Surplus:						
Capital	30,484	30,484	29,882	29,882	3,000	3,000
Surplus	30,994	21,373	-9,345	-14,044	3,823	1,726
Less Treasury Stock	0	0	0	0	0	0
Subordinated instruments	0	0	0	0	0	0
Provisions for insurance obligations:						
Net technical provision for life insurance	746,945	845,488	0	0	0	0
Net technical provision for accident and sickness	0	0	0	0	0	0
Net other technical provisions	0	0	0	0	0	0
Other net policy and contract provisions	0	0	0	0	0	0
Net unearned premium provision	0	0	13,198	17,924	4,818	4,421
Net claim provision	0	0	23,015	34,849	4,481	4,578
Net claim adjustment expense provision	0	0	0	0	0	0
Funds provision	0	0	0	0	0	0
Other technical provisions	0	0	0	0	0	0
Current liabilities	10,233	27,884	13,916	22,796	5,069	3,724
Other (provisions and) liabilities	157	177	6,690	1,462	0	0
Contingent liabilities	9,884	10,868	83	138	0	0
From separate accounts statement	190,562	183,613	0	0	0	0
<b>Total Equity, provisions and liabilities</b>	<b>1,019,259</b>	<b>1,119,887</b>	<b>77,439</b>	<b>93,007</b>	<b>21,191</b>	<b>17,449</b>
<b>PROFIT AND LOSS STATEMENT</b>						
Premium and other policy considerations	77,703	102,632	0	0	0	0
Net investment income and realized capital gains and losses	48,435	52,067	0	0	0	0
Net other operational income	0	0	0	0	0	0
Net benefits incurred	40,328	37,214	0	0	0	0
Change in provisions for insurance obligations	52,008	84,038	0	0	0	0
Net operational expenditures incurred	15,198	20,353	0	0	0	0
Net other operational expenditures incurred	0	0	0	0	0	0
Net transfers to or from separate accounts	0	0	0	0	0	0
Other changes affecting net results	0	0	0	0	0	0
Profit sharing to policyholders	7,121	12,153	0	0	0	0
Net earned premiums	0	0	54,754	56,093	9,689	11,079
Net other underwriting income	0	0	0	0	0	0
Net claims incurred	0	0	29,289	37,844	7,682	9,023
Net claim adjustment expenses incurred	0	0	3,321	4,336	118	292
Net changes in various other provisions	0	0	0	0	0	0
Policyholder's dividends and other similar benefits incurred	0	0	0	0	0	0
Underwriting expenses incurred	0	0	19,998	26,011	1,016	1,768
Net other expense incurred	0	0	0	0	0	0
<b>Underwriting results</b>	<b>0</b>	<b>0</b>	<b>2,146</b>	<b>-12,098</b>	<b>873</b>	<b>-4</b>
Net investment income and earned and capital gains or losses	0	0	1,338	3,449	1,070	655
Other results	0	0	127	258	3	101
Extraordinary results	-768	1,587	-20	-40	0	0
<b>Net operational results before corporate taxes and net results from separate accounts</b>	<b>10,715</b>	<b>2,528</b>	<b>3,591</b>	<b>-8,431</b>	<b>1,946</b>	<b>752</b>
Corporate taxes incurred	-154	593	0	184	0	0
<b>Net operational results after corporate taxes and before net results from separate accounts</b>	<b>10,869</b>	<b>1,935</b>	<b>3,591</b>	<b>-8,615</b>	<b>1,946</b>	<b>752</b>
Net results from separate accounts	-2,205	3,926	0	0	0	0
<b>Net operational results</b>	<b>8,664</b>	<b>5,861</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net unrealized gains or losses	0	0	0	0	0	0
<b>Net profit or loss</b>	<b>8,664</b>	<b>5,861</b>	<b>3,591</b>	<b>-8,615</b>	<b>1,946</b>	<b>752</b>
<b>Analysis of unassigned earnings</b>						
<b>Unassigned earnings (beginning of year)</b>	<b>21,588</b>	<b>15,727</b>	<b>-13,917</b>	<b>-5,302</b>	<b>1,965</b>	<b>1,213</b>
Net profit or loss	8,664	5,861	3,591	-8,615	1,946	752
Distribution of accumulated earnings	0	0	0	0	0	0
Other changes in unassigned earnings	0	0	-2	0	0	0
<b>Unassigned earnings (end of year)</b>	<b>30,252</b>	<b>21,588</b>	<b>-10,328</b>	<b>-13,917</b>	<b>3,911</b>	<b>1,965</b>

### Non-actuarial basis

General insurance and health outstanding claims provisions are based on the estimated ultimate cost of all claims incurred but not settled at year end, whether reported or not. Significant delays are experienced in the notification and settlement of certain types of general insurance claims, particularly in respect of liability business for which the ultimate cost cannot be known with certainty at year end. Outstanding claim provisions include 'claims incurred but not reported' (IBNR).

For health insurance the provisions cover future costs for insured persons with chronic diseases, which is in accordance with local regulations.

### Current and Other Liabilities

Current and Other Liabilities are reported at fair value with changes in fair value recognized in the income statement.

### Technical Information on Risk Coverage and Reinsurance

The Group has developed its insurance underwriting strategy to diversify the type of insurance risks accepted and within each of these categories to achieve a sufficiently large population of risks to reduce the variability of the expected outcome. Factors that aggravate insurance risk include lack of risk diversification

in terms of type and amount of risk, geographical location and type of industry covered.

The frequency and severity of claims can be affected by several factors. The most significant are the increasing level of awards for the damage suffered as a result of exposure to several factors. The Group manages these risks through its adequate reinsurance arrangements and proactive claims handling. The reinsurance arrangements include excess, stop-loss and catastrophe coverage.

### Contingent Liabilities

There are no other contingent liabilities, other than those that have been properly recorded and disclosed in the ARAS 2009.

### Capital and or Surplus Commitments

Ennia Caribe Holding N.V. is the parent company of the entities Ennia Caribe Leven N.V., Ennia Caribe Schade N.V. and Ennia Caribe Zorg N.V.

No distribution of accumulated earnings has taken place in 2009.

### Subsequent Events

There are no subsequent events which could adversely or positively impact the equity stated by the group in its reportings.