
AN
OVERVIEW OF
GUARDIAN
HOLDINGS LIMITED

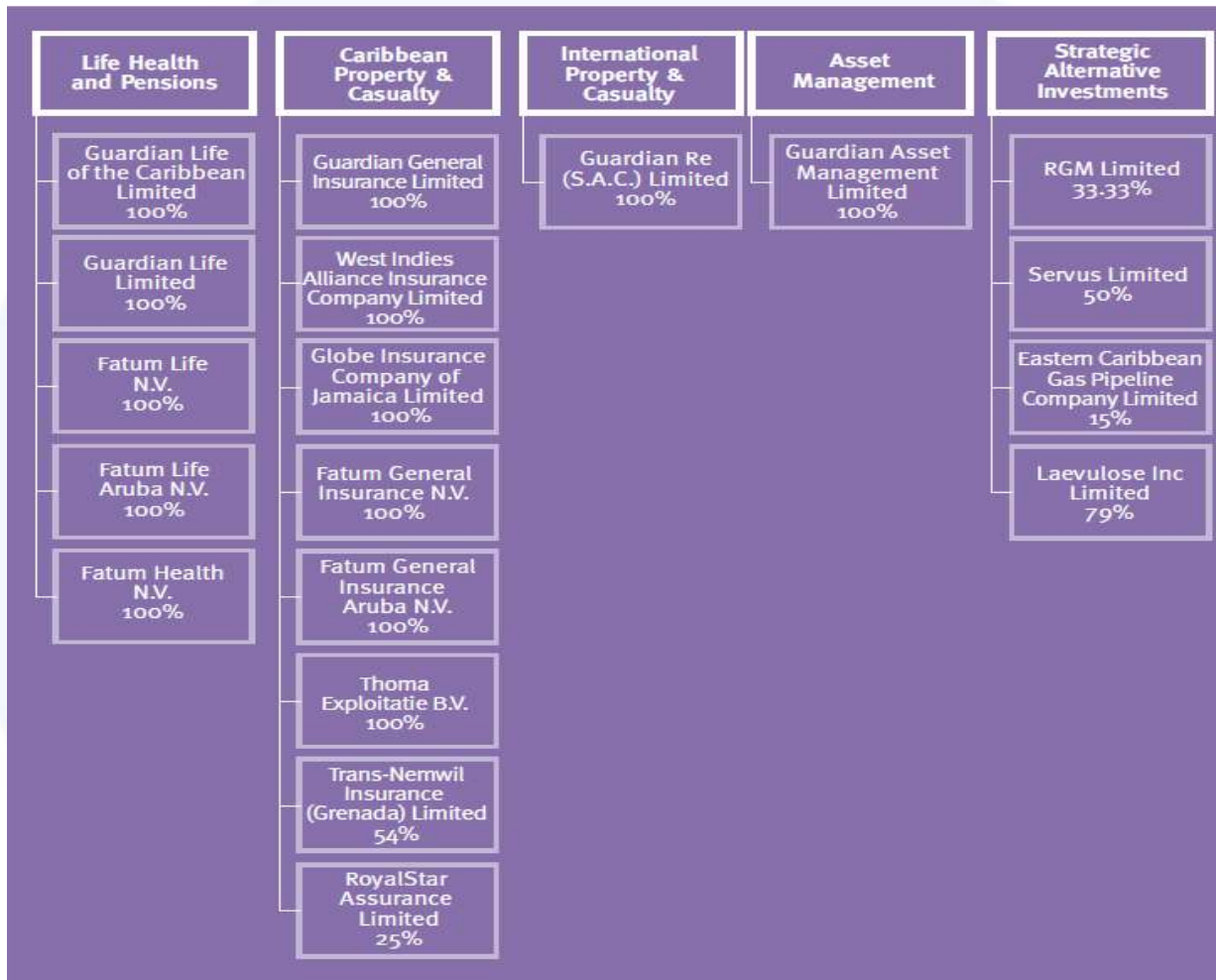
Prepared by:

The Caribbean Centre for Money and Finance

15th April 2013

GUARDIAN HOLDINGS LIMITED¹

Guardian Holdings Limited (GHL) is the parent company for an integrated financial services group with a focus on life, health, property and casualty insurance, pensions and asset management. The company has grown steadily and currently operates across the English and Dutch Caribbean with interests in the United Kingdom. It is listed on both the Trinidad and Tobago and Jamaica stock exchanges.



¹<http://www.guardianholdings.com>

Consolidated Statement of Financial Position

Expressed in Trinidad & Tobago Dollars • as at December 31, 2012

	2012 (\$'000)	2011 (\$'000)
ASSETS		
Property, plant and equipment	489,886	501,275
Investment properties	1,056,466	1,120,431
Intangible assets	367,001	254,278
Investment in associated companies	206,235	202,010
Financial assets	12,067,365	11,257,043
Financial assets of mutual fund unit holders	1,175,694	1,164,983
Loans and receivables	1,568,015	1,510,752
Properties for development and sale	448,728	391,048
Pension plan assets	80,918	80,687
Value of inforce life insurance business	879,080	742,043
Deferred tax assets	18,218	21,490
Reinsurance assets	711,236	680,273
Segregated fund assets of life insurance policyholders	466,424	499,502
Deferred acquisition costs	79,354	72,657
Taxation recoverable	118,820	138,205
Cash and cash equivalents	1,901,435	1,739,394
Cash and cash equivalents of mutual fund unit holders	124,326	161,050
Assets held for sale	694,516	1,000,356
Total assets	<u>22,453,717</u>	<u>21,537,477</u>
Equity and liabilities		
Share capital	2,036,381	2,008,338
Reserves	(344,604)	(264,360)
Retained earnings	1,547,684	1,410,625
Equity attributable to owners of the parent	3,239,461	3,154,603
Non-controlling interests in subsidiaries	(41,204)	39,668
Total equity	<u>3,198,257</u>	<u>3,194,271</u>
Liabilities		
Insurance contracts	12,525,872	11,610,115
Financial liabilities	1,762,481	1,426,580
Investment contract liabilities	1,609,081	1,538,945
Third party interests in mutual funds	1,051,040	1,085,343
Pension plan liabilities	110,749	34,860
Segregated fund liabilities of life insurance policyholders	466,424	499,502
Post retirement medical benefit obligations	98,869	60,923
Deferred tax liabilities	193,752	198,928
Provision for taxation	63,061	56,463
Other liabilities	688,320	831,191
Liabilities related to assets held for sale	685,811	1,000,356
Total liabilities	<u>19,255,460</u>	<u>18,343,206</u>
Total equity and liabilities	<u>22,453,717</u>	<u>21,537,477</u>

On March 15, 2013 the Board of Directors of Guardian Holdings Limited authorised these financial statements for issue.

Consolidated Statement of Income

Expressed in Trinidad & Tobago Dollars • for the Year ended December 31, 2012

	2012 (\$'000)	2011 (\$'000)
Insurance activities		
Insurance premium income	4,354,178	3,952,606
Insurance premium ceded to reinsurers	(1,210,306)	(1,067,746)
Reinsurance commission income	<u>141,700</u>	<u>140,171</u>
	3,285,572	3,025,031
Change in "Value of inforce life insurance business"	<u>158,266</u>	<u>70,272</u>
Net underwriting revenue	<u>3,443,838</u>	<u>3,095,303</u>
Policy acquisition expenses	(523,333)	(513,684)
Net insurance benefits and claims	<u>(2,391,512)</u>	<u>(2,221,411)</u>
Underwriting expenses	<u>(2,914,845)</u>	<u>(2,735,095)</u>
Net result from insurance activities	528,993	360,208
Investing activities		
Investment income	838,542	832,045
Net realised gains on financial instruments	7,347	83,872
Net fair value gains	44,994	83,536
Fair value adjustment on Pointe Simon investment	(149,752)	-
Fee income	41,340	44,464
Other income	72,276	92,008
Investment contract benefits	<u>(82,198)</u>	<u>(79,997)</u>
Net income from investing activities	<u>772,549</u>	<u>1,055,928</u>
Net income from all activities	1,301,542	1,416,136
Operating expenses	(789,016)	(729,204)
Finance charges	<u>(119,460)</u>	<u>(110,044)</u>
Operating profit	393,066	576,888
Share of profit/(loss) of associated companies	<u>21,268</u>	<u>(25,005)</u>
Profit before taxation	414,334	551,883
Taxation	<u>(113,518)</u>	<u>(87,148)</u>
Profit after taxation	300,816	464,735
Amount attributable to participating policyholders	<u>(10,004)</u>	<u>(8,716)</u>
Profit from continuing operations	290,812	456,019
Net loss on discontinued operations	<u>(17,942)</u>	<u>(209,909)</u>
Profit for the year	272,870	246,110
Loss attributable to non-controlling interests	<u>79,662</u>	<u>14,993</u>
Profit attributable to equity holders of the parent	<u>352,532</u>	<u>261,103</u>
Earnings per share		
- Basic - for profit attributable to ordinary equity holders of the parent	\$ 1.52	\$ 1.13
- Diluted - for profit attributable to ordinary equity holders of the parent	\$ 1.42	\$ 1.10
Earnings per share for continuing operations		
- Basic - for profit attributable to ordinary equity holders of the parent	\$ 1.60	\$ 2.04
- Diluted - for profit attributable to ordinary equity holders of the parent	\$ 1.49	\$ 1.98

(Full Report can be downloaded at: <http://www.guardianholdings.com/Docs/GHL-Summary-Financials-2012.pdf>)