
**Provisions for the Disclosure of
Consolidated Financial Highlights
of
Insurance Companies**

1. Objective

These provisions for the Disclosure of Consolidated Financial Highlights (hereafter “CFH provisions”) are aimed at disclosing adequate and uniform information for the general public. The information should facilitate an assessment of the financial soundness of insurance companies.

2. Definitions

For the purposes of these CFH provisions:

“**Bank**” means the Bank van de Nederlandse Antillen.

“**Consolidated**” refers to:

- 1 the combined figures of an insurance company incorporated in the Netherlands Antilles and all of its subsidiaries after elimination of intercompany transactions and balances, in accordance with the Bank’s “ARAS Annual Statement Instructions and Valuation Guidelines”, (the Bank’s Reporting Guidelines); or
- 2 the figures of the Netherlands Antillean branch of a foreign insurance company, in accordance with the Bank’s Reporting Guidelines.

“**Subsidiaries**” refers to those companies in which the insurance company, directly or indirectly, has power to govern the financial and operating policies in accordance with IFRS.

“**Disclose**” means to publish in one (or more) morning newspaper(s) and one (or more) evening newspaper(s) issued and or appearing¹ on each island of the Netherlands Antilles. An institution should in addition publish on its website and/or make available by means of providing copies at all of its offices in the Netherlands Antilles.

“**Insurance company**” means a company licensed by the Bank pursuant to the National Ordinance on Insurance Supervision (National Gazette, 1990, no. 77) to transact business in the Netherlands Antilles as a life or an indemnity insurance company.

“**Consolidated Financial Highlights**” (“**CFH**”) means:

- 1 for an insurance company incorporated in the Netherlands Antilles:
 - its consolidated balance sheet, and
 - its consolidated profit and loss statement, and
 - the analysis of unassigned earnings as of financial year-end, and
 - the explanatory notes to the balance sheet; and
 - the auditor’s report.

¹ In case a morning newspaper or evening newspaper does not appear on an island, an institution is allowed to publish in the appearing newspaper.

All the above reports should be drawn up in the format and according to the standards as defined in Appendices 1 through 3 and 7 and 8 for the life insurance companies, and Appendices 4 to 6 and 7 and 8 for the indemnity insurance companies;

- 2 for the Netherlands Antillean branch of a foreign insurance company:
- the information as required under 1, and
 - the audited consolidated financial statements of the head office of that branch. Those financial statements should include at least the consolidated balance sheet, the consolidated profit and loss statement, the auditors' report, and the explanatory notes, at year-end.

3. Disclosure

Each insurance company should disclose its CFH³ within 6 months after each financial year end starting with the consolidated figures as of year-end 2009.

The Bank emphasizes that all disclosed information must be consistent, irrespective through which media it is disclosed. Therefore, it is not allowed to publish certain information in the newspaper in a certain format and for example on the internet in another format. The format set forth in Appendices 1 through 8 of these CFH provisions are mandatory irrespective any media used.

Subsequent to its disclosure each insurance company should inform the Bank of the date on which and the name of the newspaper in which its CFH has been published. The Bank should also be informed of the address of the website on which an insurance company discloses its CFH.

In addition to the above-mentioned disclosure, each insurance company must, regardless of the criteria set forth in article 119, paragraph 2 of Book 2 of the Civil Code, observe the provisions of title 5 section 4 of mentioned Book 2.

The Bank encourages each insurance company to attach a Management Report to its disclosed CFH. If this management report is attached, it should be in the format specified in Appendix 9.

An insurance company is not allowed to disclose unaudited financial figures to the public.

³ With respect to the explanatory notes, at least those outlined in Appendix 7 must be disclosed.

4. Financial Reporting Standards

The CFH of an insurance company must be prepared in accordance with the Bank's Reporting Guidelines. The format, as specified in appendix 1 through 8, should only be used by insurance companies when disclosing their CFH. Institutions not being insurance companies, and thus not supervised by the Bank (such as holding companies), may not:

- use the CFH format;
- refer to the CFH provisions; nor
- indicate that their disclosed financial statements are in accordance with the Bank's guidelines.

Bank van de Nederlandse Antillen
Willemstad, January 2010

Dr. E.D. Tromp
President

APPENDIX 1 to 3 “Life Insurers”

For The Exclusive Use of the **CONFIDENTIAL**
 BANK VAN DE NEDERLANDSE ANTILLEN

Name Of Institution :
 Annual Statement for the Year :
 Reporting Date :

**NOTES TO THE BALANCE SHEET
 FILE 102**

Respond accordingly to the following:

1. Basic Principles:

(Summarize significant accounting principles and valuation basis, including those of the technical provisions, changes in valuation basis and the influence of those changes on surplus and net operating results)

[Empty response box for Basic Principles]

2. Contingent Liabilities (Give Details)

[Empty response box for Contingent Liabilities]

3. Capital and or Surplus Commitments (Give Details)

[Empty response box for Capital and or Surplus Commitments]

4. Subsequent Events Affecting the Stated Earnings of the Company: (Give Details)

[Empty response box for Subsequent Events]

5. Complete the following Investment Exhibit:

| INVESTMENTS | NAf | % |
|--------------------------------------|-----|---|
| 5.1 In the Netherlands Antilles | | |
| 5.2 Outside the Netherlands Antilles | | |
| 5.3 Total Investments | | |

6. Is the Insurer a Branch with its Registered Office Abroad?

| | |
|----|-----|
| 6A | Yes |
| 6B | |

7. If the Insurer is a Branch, is it Licensed to Transact the Business of Accident and Sickness Insurance ?

| | |
|----|--|
| 7A | |
| 7B | |

For The Exclusive Use of the **CONFIDENTIAL**
BANK VAN DE NEDERLANDSE ANTILLEN

Name Of Institution :
 Annual Statement for the Year :
 Reporting Date :

PROFIT AND LOSS STATEMENT AND ANALYSIS OF UNASSIGNED EARNINGS
FILE 104

PROFIT AND LOSS STATEMENT

(In Thousands of NAf)

| | CURRENT YEAR | PREVIOUS YEAR |
|--|--------------|---------------|
| 1. Premium and Other Policy Considerations | | |
| 2. Net Investment Income and Realized Capital Gains and Losses | | |
| 3. Net Other Operational Income | | |
| 4. Net Benefits Incurred | | |
| 5. Change In Provisions for Insurance Obligations | | |
| 6. Net Operational Expenditures Incurred | | |
| 7. Net Other Operational Expenditures Incurred | | |
| 8. Net Transfers to or from Separate Accounts | | |
| 9. Other Changes Affecting Net Results | | |
| 10. Profit Sharing to Policyholders | | |
| 11. Extraordinary Results | | |
| 12. Net Operational Results Before Corporate Taxes and Net Results From Separate Accounts | | |
| 13. Corporate Taxes Incurred | | |
| 14. Net Operational Results After Corporate Taxes and Before Net Results From Separate Accounts | | |
| 15. Net Results from Separate Accounts | | |
| 16. Net Operational Results | | |
| 17. Net Unrealized Gains or Losses | | |
| 18. Net Profit or Loss | | |

ANALYSIS OF UNASSIGNED EARNINGS

| | | |
|--|--|--|
| 19. Unassigned Earnings (Beginning of Year) | | |
| A. Net Profit or Loss | | |
| B. Distribution of Accumulated Earnings | | |
| C. Other Changes In Unassigned Earnings | | |
| 20. Unassigned Earnings (End of Year) | | |

APPENDIX 4 to 6 “Indemnity Insurers”

For The Exclusive Use of the **CONFIDENTIAL**
BANK VAN DE NEDERLANDSE ANTILLEN

Name Of Institution :
Annual Statement for the Year :
Reporting Date :

**NOTES TO THE BALANCE SHEET
FILE 202**

Respond accordingly to the following:

1. Basic Principles:

(Summarize significant accounting principles and valuation basis, including those of the technical provisions, changes in valuation basis and the influence of those changes on surplus and net operating results).

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2. Contingent Liabilities (Give Details)

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3. Capital and or Surplus Commitments (Give Details)

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| |
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4. Subsequent Events Affecting the Stated Earnings of the Company: (Give Details)

| |
|--|
| |
|--|

5. Complete the following Investment Exhibit:

| INVESTMENTS | | NAf | % |
|-------------|----------------------------------|-----|---|
| 5.1 | In the Netherlands Antilles | | |
| 5.2 | Outside the Netherlands Antilles | | |
| 5.3 | Total Investments | | |

6. Is the Insurer a Branch with its Registered Office Abroad?

| | |
|----|-----|
| 6A | Yes |
| 6B | |

| For The Exclusive Use of the BANK VAN DE NEDERLANDSE ANTILLEN | | CONFIDENTIAL | |
|--|-----------------|------------------|--|
| Name Of Institution : | | | |
| Annual Statement for the Year : | | | |
| Reporting Date : | | | |
| PROFIT AND LOSS STATEMENT AND ANALYSIS OF UNASSIGNED EARNINGS | | | |
| FILE 204 | | | |
| PROFIT AND LOSS STATEMENT | | | |
| (In Thousands of NAf) | | | |
| | CURRENT YEAR | PREVIOUS YEAR | |
| 1. Net Earned Premiums | | | |
| 2. Net Other Underwriting Income | | | |
| 3. Net Claims Incurred | | | |
| 4. Net Claim Adjustment Expenses Incurred | | | |
| 5. Net Changes In Various Other Provisions | | | |
| 6. Policyholders' Dividends and Other Similar Benefits Incurred | | | |
| 7. Underwriting Expenses Incurred | | | |
| 8. Net Other Expenses Incurred | | | |
| 9. UNDERWRITING RESULTS | | | |
| (Without Investment Income and Realized Capital Gains or Losses) | | | |
| 10. Net Investment Income and Earned and Capital Gains or Losses | | | |
| 11. Other Results | | | |
| 12. Extraordinary Results | | | |
| 13. NET OPERATIONAL RESULTS BEFORE TAXES | | | |
| 14. Corporate Taxes Incurred | | | |
| 15. NET OPERATIONAL RESULTS AFTER TAXES | | | |
| 16. Net Unrealized Gains or Losses | | | |
| 17. NET PROFIT OR LOSS | | | |
| ANALYSIS OF UNASSIGNED EARNINGS | | | |
| 18. Unassigned Earnings (Beginning of Year) | | | |
| A. Net Profit or Loss | | | |
| B. Distribution of Accumulated Earnings | | | |
| C. Other Changes in Unassigned Earnings | | | |
| 19. Unassigned Earnings (End of Year) | | | |

APPENDIX 7**EXPLANATORY NOTES TO
THE CONSOLIDATED FINANCIAL HIGHLIGHTS
OF INSURANCE COMPANIES**

The following are the minimum mandatory notes to the Consolidated Financial Highlights (“CFH”) to be disclosed to the public. Each insurance company is obliged to comply with these notes. At any time, more information can be supplied in the notes if the company so desires.

A. Basic Principles:

1. Basis of preparation

- a) The notes must specify which accounting standards have been used to prepare the Annual Reports Automated Statements (ARAS) and the specific accounting policies selected and applied for significant transactions and/or events. Changes in the standards or policies used as compared to the previous year and the reason(s) thereof should be disclosed.
- b) The notes must contain reference to the valuation principles used in the ARAS. It should also contain the confirmation that those principles coincide with the valuation principles used in drawing up the CFH.
- c) The notes must explain the accounting principles which describe the specific accounting policies that are necessary for a proper understanding of the CFH.

2. Basis of consolidation

The notes must disclose whether subsidiaries are being consolidated in the ARAS. Consolidation must take place in accordance with the Bank’s Reporting Guidelines.

3. Investments

The notes must disclose the accounting principles and valuation basis for all invested assets.

4. Current Assets and Other Assets

The notes must disclose the accounting principles and valuation basis for all current assets and what is being reported as other assets.

5. Provisions for Insurance Obligations

If all or a portion of the provisions for insurance obligations are calculated on an *actuarial basis*, an explanation of the principles used in such calculation should be provided. If all or a portion of the provisions for insurance obligations are calculated on a *non-actuarial basis*, the principles used in such calculations should be explained.

6. Current and Other Liabilities

The notes must disclose the accounting principles and valuation basis for all current liabilities and what is being reported as other liabilities.

7. Technical Information on Risk Coverage and Reinsurance

The notes must briefly describe the insurance company's risk exposure coverage program; this should include, but not be limited to, details relating to standard and catastrophe reinsurance agreements and any agreements with affiliated companies should be clearly noted as such.

B. Contingent Liabilities

The notes must include full disclosure of any contingent liability.

C. Capital and or Surplus Commitments

The notes must include a full disclosure of any capital and surplus commitments which have not been reported in the balance sheet.

D. Subsequent Events

The notes must include comments on any subsequent event which affected, adversely or positively, the equity stated by the company in its reporting.

APPENDIX 8**AUDITOR'S REPORT on Consolidated Financial Highlights of <name of insurance company>**

We have audited the ARAS of <name of insurance company> for the year ended December 31, <20xx >, from which these consolidated financial highlights consisting of balance sheet, explanatory notes to the balance sheet, profit and loss statement and analysis of unassigned earnings, were derived. These highlights have been completed in accordance with the Bank's Reporting Guidelines.

In our auditor's report dated <date> we expressed an <type of auditor's opinion> opinion on the ARAS from which these consolidated financial highlights were derived.

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

Place,

date

Signature < of the auditor >

APPENDIX 9**M a n a g e m e n t R e p o r t**

The report must:

- Comment on the economic situation and its effect on the insurance company.
- Comment on the major developments within the company in the last year.
- Comment on the most important developments in the financial figures (e.g. major changes in assets, and/or Profit & Loss accounts).

Furthermore, management may:

- Comment on other major areas it wants to discuss.

Signature of President Director
<name of insurance company>