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PRESS-RELEASE

(Translation from Russian)

The stability rating of the insurer PJSC «IC «MIR» is confirmed at the level uaAA-

April 04, 2012 RA «Expert-Rating» has confirmed the financial stability rating of the insurer PJSC «Insurance company «MIR» at the level **uaAA-** according to the national scale. Confirming the rating of the insurer at such a high level, the Agency was based on the analysis of the company's activity for the 2011.

Table

Key performance indicators of PJSC «IC «MIR»

Indicators	2011 (01.01.2012)	2010 (01.01.2011)	Change	Growth rate, %
Total assets, th. UAH	99181,2	99461,4	-280,2	-0,28%
Shareholders' equity, th. UAH	83243,9	65151,1	18092,8	27,77%
Total liabilities, th. UAH	15937,3	34310,3	-18373	-53,55%
Shareholders' equity/ Total liabilities ratio, %	522,32%	189,89%	332,43 p.p.	-
Cash and cash equivalents, th. UAH	14571,4	9687	4884,4	50,42%
Cash and cash equivalents/ Total liabilities ratio, %	91,43%	28,23%	63,20 p.p.	-
Gross premiums, th. UAH	35287,8	34558	729,8	2,11%
Reinsurer's proportion in gross premiums, th. UAH	1401,4	14635,3	-13233,9	-90,42%
Reinsurer's proportion in gross premiums/ Gross premiums ratio, %	3,97%	42,35%	-38,38 p.p.	-
Insurance indemnities and reimbursements, th. UAH	3670,2	5616,5	-1946,3	-34,65%
Insurance indemnities and reimbursements / Gross premiums ratio for the period, %	10,40%	16,25%	-5,85 p.p.	-
Financial result from operating activities, th. UAH	19982,2	6966,6	13015,6	186,83%
ROS, %	56,63%	20,16%	36,47 p.p.	-
Net profit (loss), th. UAH	18093,9	3725,5	14368,4	385,68%
ROE, %	21,74%	5,72%	16,02 p.p.	-

Source: Data of PJSC «Insurance Company «MIR», calculations by RA «Expert-Rating»

1. Assets of the Company have slightly decreased, only by 0,28%, and shareholders' equity has increased by 27,77% for the 12 months of 2011. Liabilities of IC «Mir», in its turn, have decreased by 53,55%. As a result, the Shareholders' equity/Liabilities ratio has increased from 189,89% (on 31.12.2010) up to 522,32% (on 31.12.2011). Therefore, equity of IC «Mir» exceeds total liabilities in 5 times that indicate the overcapitalization of the insurer.

2. In 2011 the Company has increased cash on its accounts by 50,42% in comparison with the 2010 and as of 01.01.2012 its volume has amounted to UAH 14,571 mln. Taking into account the fact that liabilities of IC «Mir» have decreased more than in twice, the insurer has managed to raise its liquidity. As a result, the Cash/Liabilities ratio has amounted to 91,43% following the results of 2011.

3. Gross premiums of PJSC “IC “MIR” have demonstrated an insignificant growth (2,11%) in 2011, its volume has amounted to UAH 35,287 mln. The Agency pays attention to a significant reduction in the reinsurers’ proportion in gross business of the company: from 42,35% down to 3,97%. In 2011 insurance indemnities have also decreased by 34,65% in comparison with 2010 that, as a whole, reflects the actual trends of the insurance market of Ukraine.

4. Financial result from operating activity of the insurer has increased by 186,83% following the results of 2011 and as of 01.01.2012 has amounted to UAH 19,982 mln. Therefore, the insurance company “MIR” has finished the 2011 with of UAH 18,094 mln that is by 385,68% more than the same indicator of 2010. ROS of the company has increased from 20,16% up to 56,63%, ROE – from 5,72% up to 21,74%. In the Agency’s opinion, the improvement of these indicators has resulted from the decrease in the company’s insurance indemnities and the recovery of its positions in the market of Ukraine.

Analytical service of RA «Expert-Rating»