



Principal Officers
Boards of Trustees
Auditors
Statutory return users
Other relevant stakeholders

Ref: Prescribed statement of comprehensive income
Enq: J Scheepers
t: 012 431 0519
f: 012 431 0619
e: j.scheepers@medicalschemes.com
Date: 15 July 2009

Circular 18 of 2009

Format of statement of comprehensive income

The income statement format, which adhered to the requirements of International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS), was prescribed by the Registrar of Medical Schemes in Circular 39 of 2007.

Changes in IAS now necessitated a prescribed statement of comprehensive income (previous income statement) format (Annexure A). Any other material line items than those in the prescribed format are to be disclosed separately on the face of the statement of comprehensive income, following the same "by function" classification. When a specific line item in the prescribed format is not relevant to a scheme, that specific line item may be omitted.

Medical schemes shall apply the prescribed format of the statement of comprehensive income for annual periods beginning on or after 1 January 2009.

J Scheepers
Acting Head: Financial Supervision
COUNCIL FOR MEDICAL SCHEMES



Annexure A

Format of statement of comprehensive income

ABC Medical Scheme

Statement of comprehensive income

for the year ended 31 December year y

	Notes	year y R	year z R
Net contribution income	x		
Relevant healthcare expenditure			
Net claims incurred			
Claims incurred	x		
Third party claim recoveries	x		
Net income/ (expense) on risk transfer arrangement			
Risk transfer arrangement fees/premiums paid	x		
Recoveries from risk transfer arrangement	x		
Profit/ (loss) share arising from risk transfer arrangements	x		
Gross healthcare result			
Managed care: management services	x		
Broker service fees	x		
Administration expenditure	x		
Net impairment losses on healthcare receivables	x		
Net healthcare result			
Other income			
Investment income	x		
Income from use of own facilities by external parties	x		
Grants	x		
Sundry income	x		
Other expenditure			
Asset management fees	x		
Cost incurred in provision of own facilities to external parties	x		
Interest paid on savings accounts	x		
Sundry expenses	x		
Net surplus/(deficit) for the year			



	Notes	year y R	year z R
Net surplus/(deficit) for the year (continues)			
Other comprehensive income			
Fair value adjustment on available-for-sale investments	x		
Reclassification adjustment*			
Land and buildings revaluation	x		
Total comprehensive income for the year			

* The reclassification adjustment relates to gain/ loss on sale of available-for sale investments which is taken to the income statements within "Investment income".