

2009 Financial Results

GWP	\$217m
Net loss	\$0.4m
Total assets	\$432m
Shareholders Equity	\$100m

Commentary on Financial results and outlook for 2010

2009 was a tough year for the group with the combination of reduced investment income, catastrophe events and large claims producing a loss of \$0.4m for the year.

Underlying performance was positive with

- 8% premium increases in the second half
- 9% top line growth
- gradually increasing investment returns and
- the completion of two systems conversions

all of which puts the Group in a good position for 2010.

Subject to normal catastrophe events and a normalising investment environment the Group is confident about 2010 targets reflected in the payment of a 1c per share dividend.

Financial Strength

The Calliden Group is authorised by the Australian Prudential Regulation Authority (APRA) to conduct general insurance. It is publicly listed on the Australian Stock Exchange code CIX. As a listed entity the group is subject to ASX continuous disclosure rules and listing rules. Calliden is also subject to ASIC's rigorous governance framework. Our shares are publicly traded and we have strong support from institutional investors, with over 50% of share as currently held by leading Australian Institutions.

The majority of Calliden Group's capital has been employed to support its insurance subsidiary Calliden Insurance Limited.

Capital Management

Calliden Insurance Limited has net assets of greater than \$50m and a capital adequacy ratio of that exceeds APRA's minimum requirements by more than 2 times. This measure aims to ensure that general insurers maintain adequate capital to act as a buffer against the risk associated with their activities and is calculated for each individual insurer. Capital adequacy figures for other insurers as at 30 June 2009 are obtainable from APRA.

These demonstrate Calliden has a strong capital base relative to its peers.

Reinsurance

Calliden maintains a conservative reinsurance philosophy with low risk retention levels in comparison to its strong capital base. In addition, it is supported by some of the world's largest reinsurers including Munich Re, all of which have a Standard and Poors rating of 'A' or better.

Broker Security Committees

Calliden has approval from the majority of international broker security committees

Further information about Calliden Group

As at the end of Dec 2009, the group has \$100.5m in paid up capital and a market capitalisation of \$72m. Its shareholders at this date include:

- Hunter Hall Investment Management 18%
- Australian Unity 13%
- HGL 7%
- Souls Fund Management 6%

Further information

For further information please download and view Calliden's:

- Full Year 2009 Results presentation
- Q & A for brokers and clients

From its website www.calliden.com.au