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TOWARDS A SAFER TOMORROW

South African Police Medical Scheme (POLMED)

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Section

1

Polmed Membership

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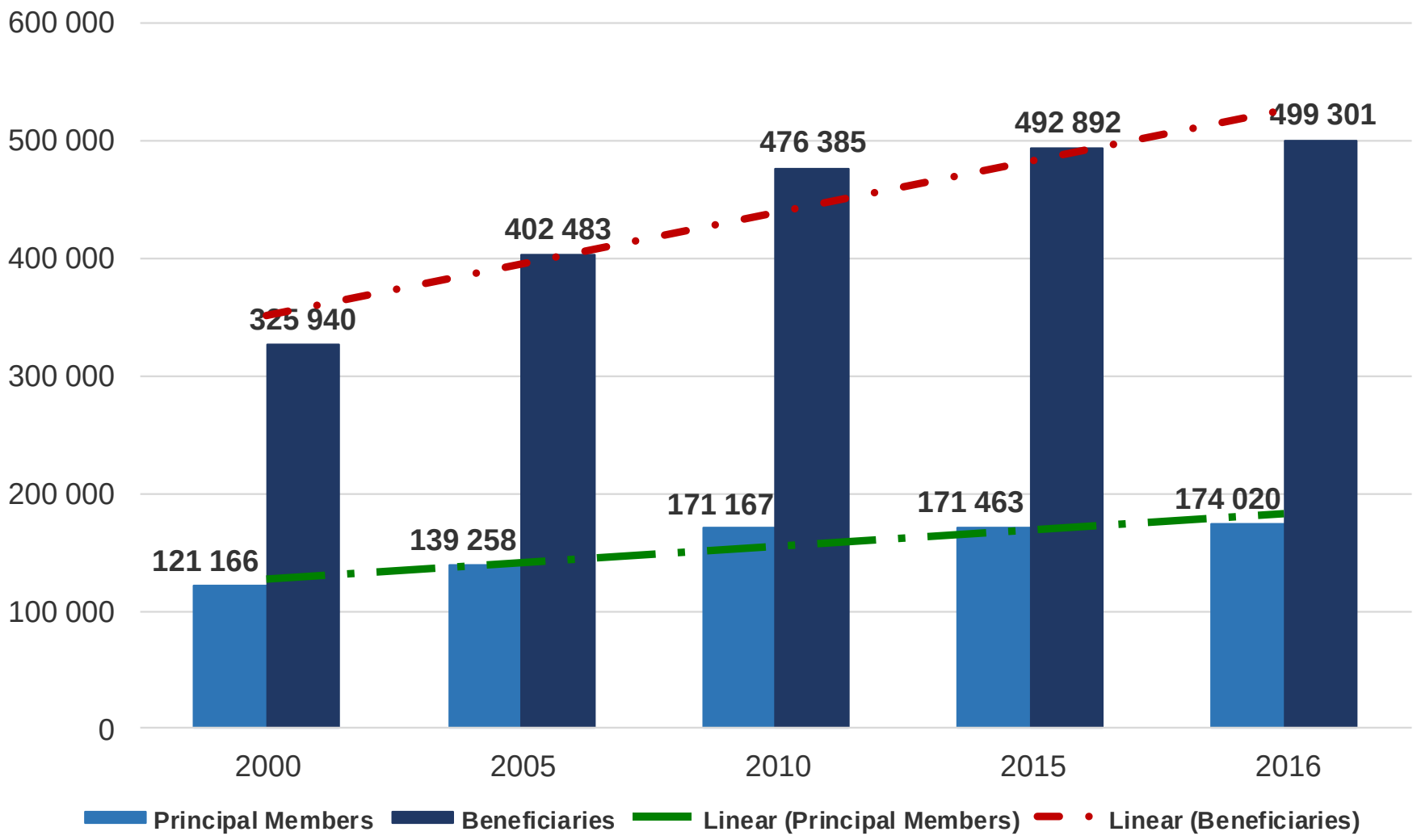
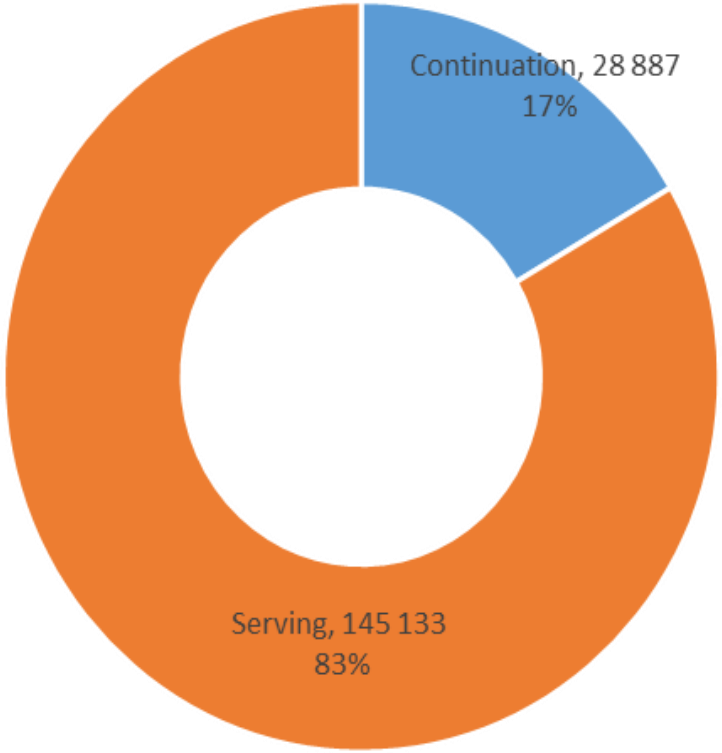
Polmed Membership

Polmed Scheme Total	Dec 2015	Dec 2016	% Change
Number of Principal Members	171 463	174 020	1.49%
Number of Adult Dependents	104 504	103 950	-0.53%
Number of Child Dependents	216 925	221 331	2.03%
Number of Beneficiaries	492 892	499 301	1.30%
Average Family Size	2.87	2.87	0.00%
Principal Members above 60 years	9.60%	10.10%	5.21%
Beneficiaries above 60 Years	5.00%	5.30%	6.00%

Membership Growth over time



Membership by Type



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Financial Performance

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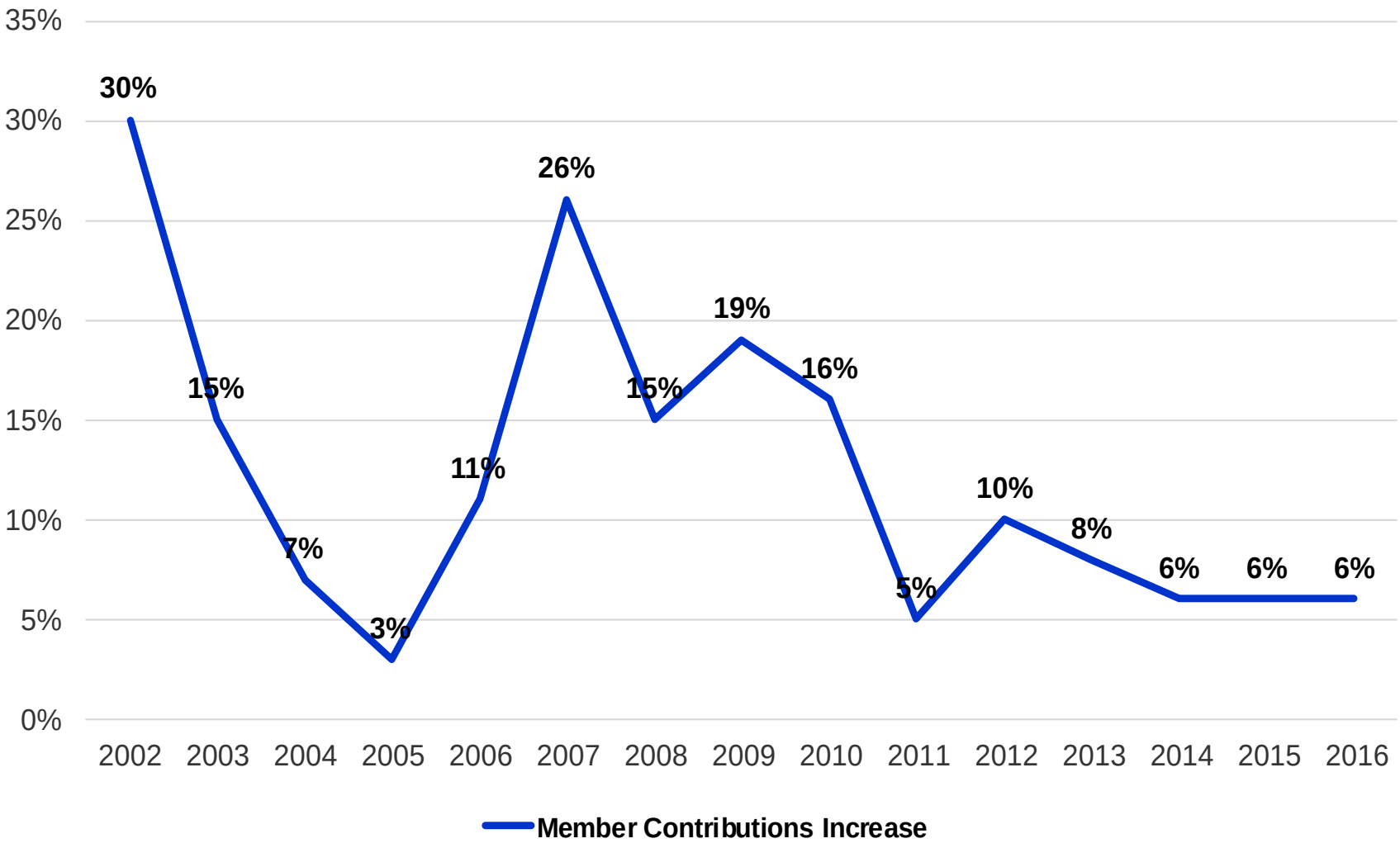
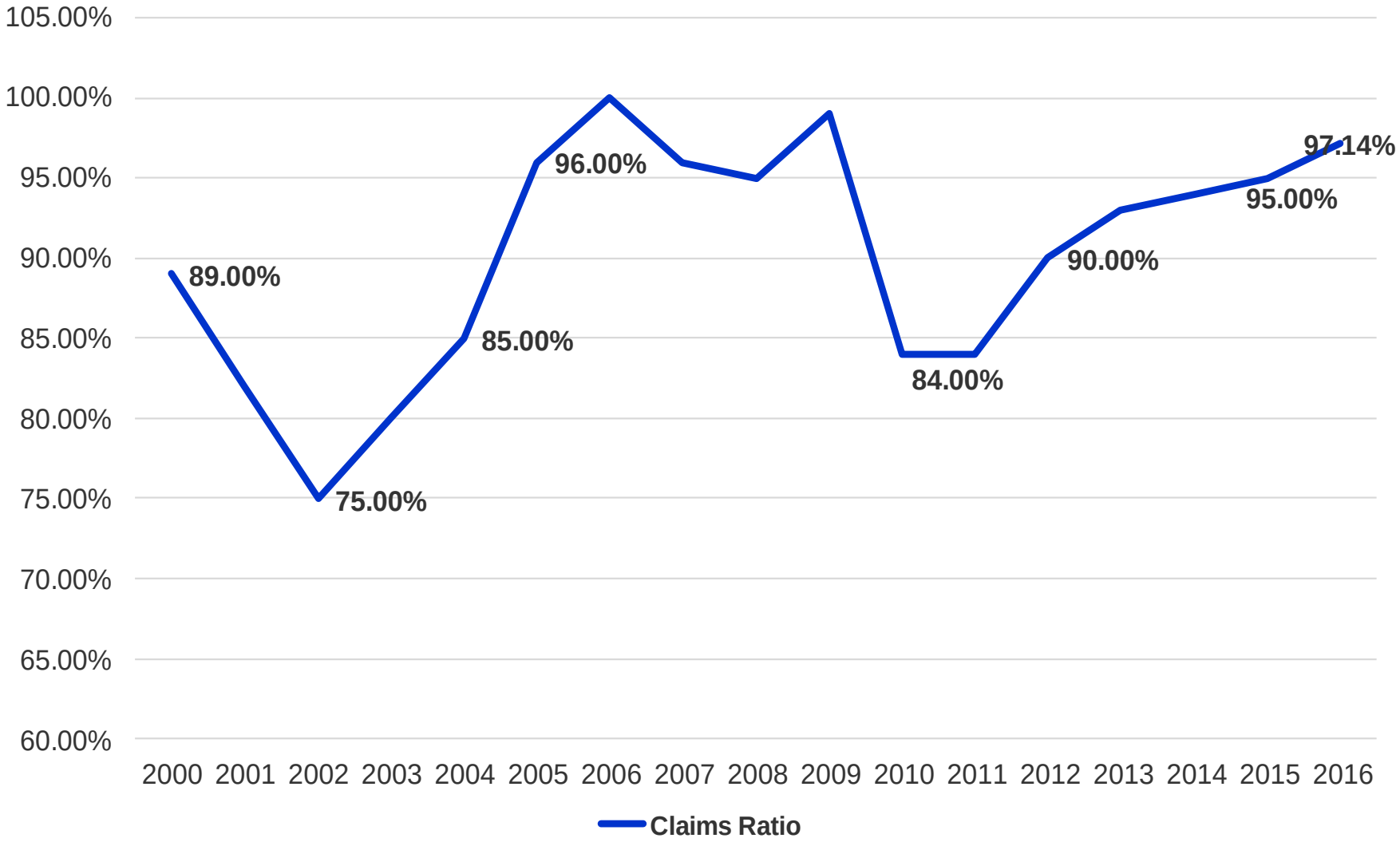
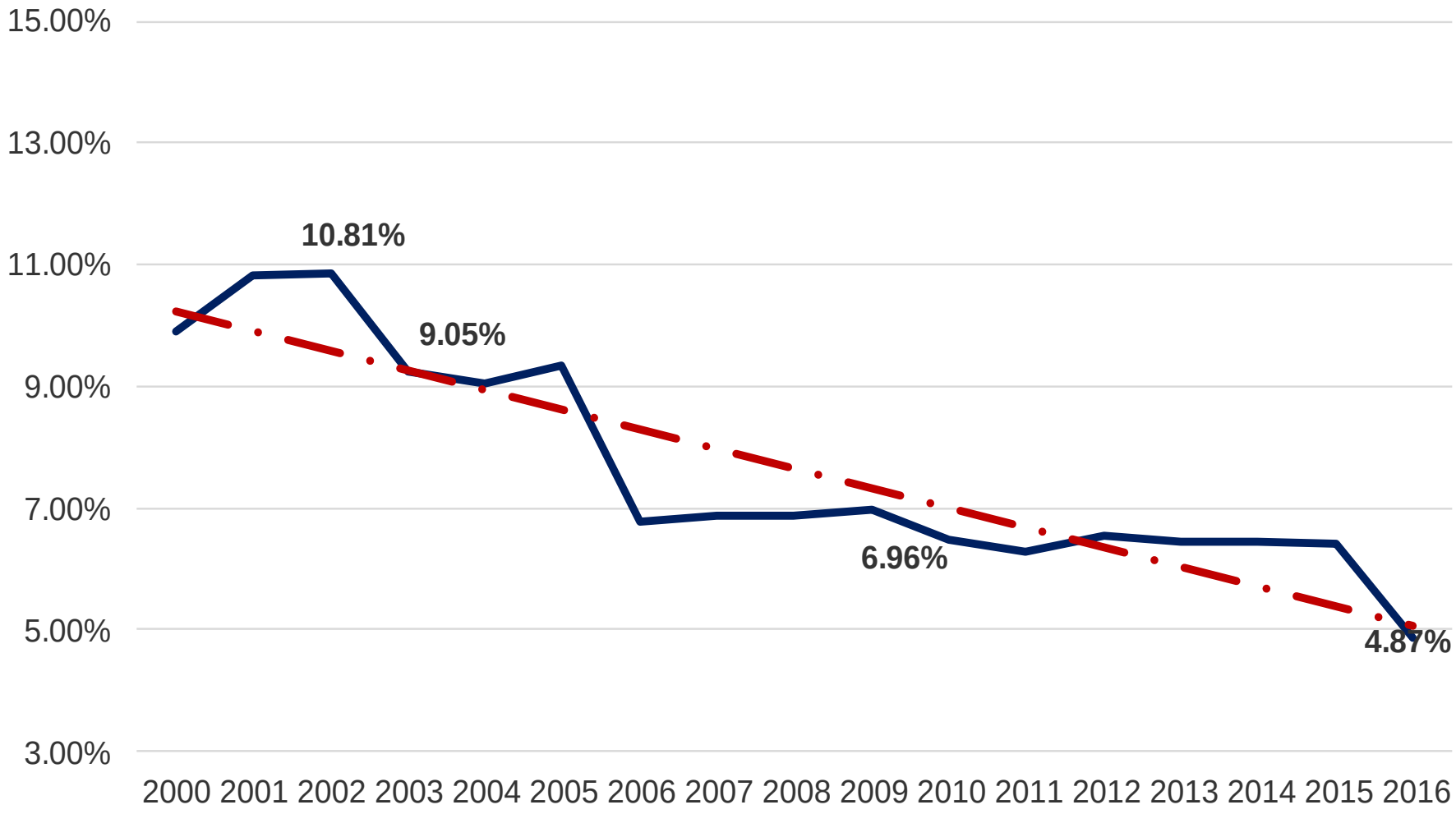
Member Contribution Increases



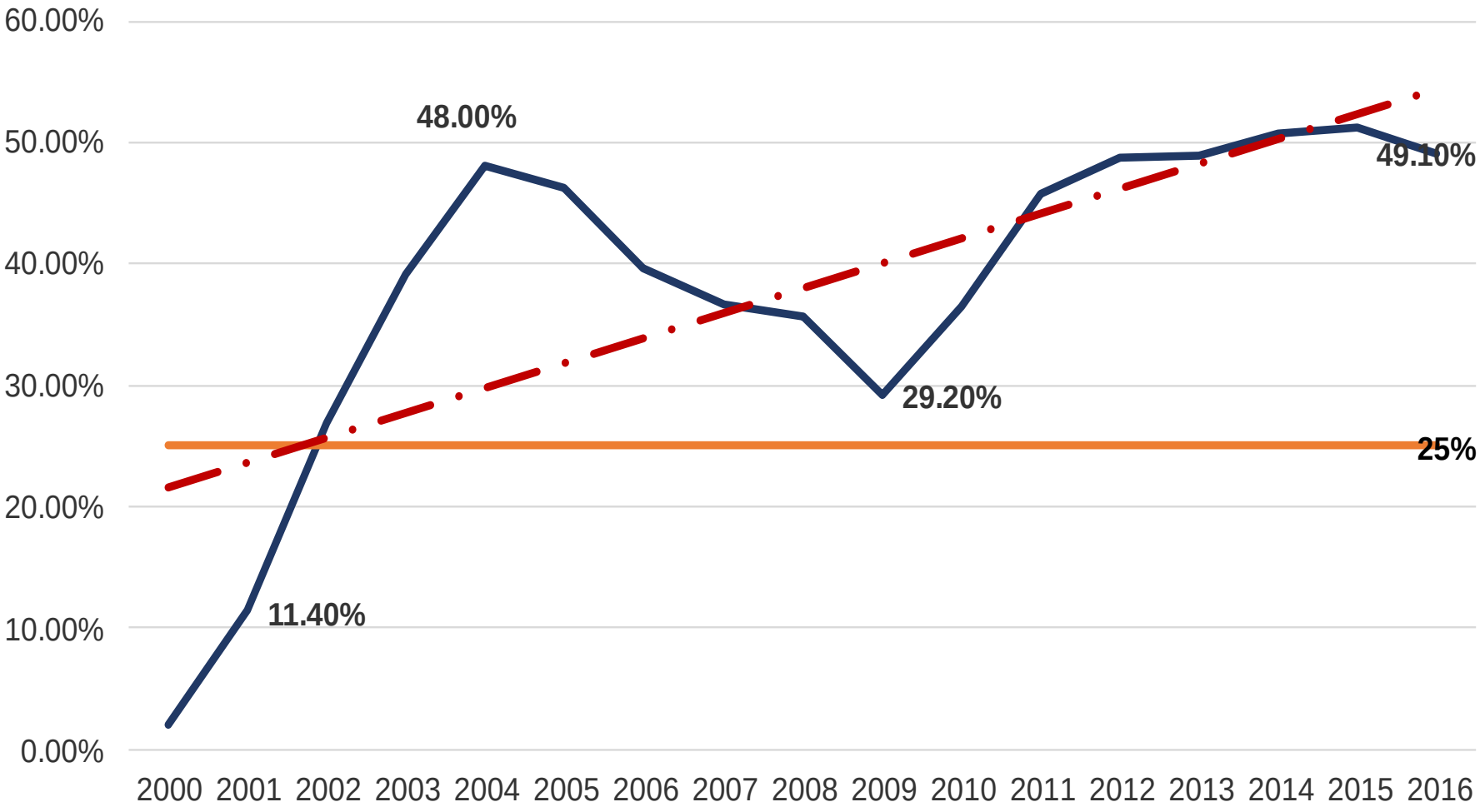
Claims Ratio:
Claims expressed as a percentage of total contributions



Non-Healthcare Costs (non-medical costs)



Solvency Ratio: **A key ratio used to measure a Scheme's ability to meet its debt and other obligations. It indicates whether a company's cash flow is sufficient to meet its short-term and long-term liabilities**



Section

3

Sustainability

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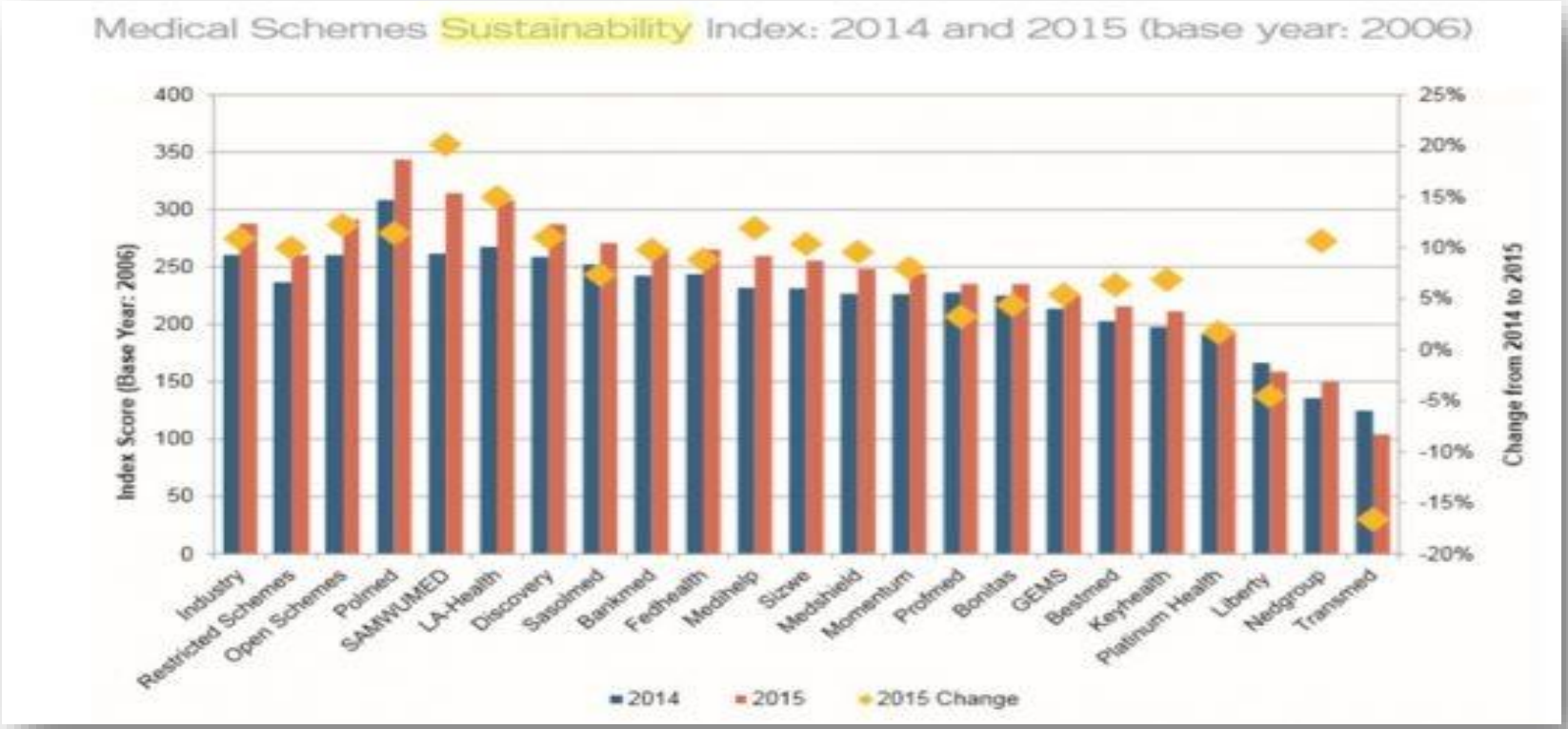
Schemes Sustainability



Source: - Alexander Forbes Health's Diagnosis, an analysis of key trends in the medical schemes industry published in November 2016.

Alexander Forbes Health developed Medical Schemes Sustainability Index to measure the financial sustainability of medical schemes.
The index takes into account the Scheme's size, membership growth, change in age of beneficiaries over time, annual operating result per beneficiary, change in accumulated funds per beneficiary, actual solvency relative to the statutory requirements as well as the Scheme's solvency trend.
Using a base year of 2006, these factors are considered for each of the years from 2007 with the financial index score reflecting the accumulative impact over the period.
Polmed was the top scorer for the third year in a row.

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4

Polmed Governance matters

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Polmed Governance matters

- As part of compliance monitoring, the CMS sanctioned an routine inspection in January 2014 and a follow-up investigation on 28 August 2014;

- Directives subsequently issued in May 2016, which required the Polmed BOT to address some gaps in relation to identified subject matters;

- Substantial progress has been made to address the matters identified.

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Thank you

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