ASSETS (\$'000)

5.6			Curren	t Period	Prior I	Period	Opening Prior	Year Restated
Reference Page	FS Notes Reference		Total	Vested in Trust	Total	Vested in Trust	Total	Vested in Trust
			(01)	(02)	(03)	(04)	(05)	(06)
		Cash and Cash Equivalents 01	38,371		17,473			
		Assets held for sale 02)		0			
21.012		Short Term Investments 04	150,389		136,012			
04.450/.		Accrued Investment Income 07	190		458			
21.150 or/ou 21.155		Accounts Receivable 10	11,645		12,026			
		Policy/Certificate Loans 20)		0			
21.012		Bonds and Debentures 25	0		0			
<u>21.050</u>		Mortgage Loans 30	0		0			
21.012		Preferred Shares 42	119,524		135,588			
21.012		Common Shares 44	39,850		35,553			
21.012		Investment Properties 51	37,351		38,553			
		Derivative Financial Instruments 52	357		0			
22.020		Reinsurance Assets 53	78,143		80,355			
21.080		Property and Equipment 54	13,308		8,311			
21.012		Interests in Associates & Joint Ventures 55	0		0			
60.010		Segregated Funds Net Assets 56)		0			
21.100		Other Loans and Invested Assets 60	50,699		74,850			
		Investments in Subsidiaries 75)		0			
		Current Tax Assets 78	0		11,216			
		Deferred Tax Assets 80)		0			
		Goodwill 82)		0			
		Intangible Assets 83	459		551			
		Defined Benefit Pension Plan 84)		0			
<u>21.155</u>		Other Assets 88	1,111		862			
		TOTAL ASSETS 89	541,397		551,808		0	

LIABILITIES, POLICYHOLDERS'/SHAREHOLDERS' EQUITY AND HEAD OFFICE ACCOUNT (\$'000)

Reference	FS Notes			Current	Prior Period	Opening
Page	Reference			Period	1 Hor I chou	Prior Year
Ü						Restated
				(01)	(03)	(05)
		Liabilities				
		Liabilities held for sale	005		0	
22.020		Actuarial Liabilities for Insurance Contracts	010	124,202	124,615	
22.020		Other Contract Liabilities	040	74,680	78,121	
		Trust and Banking Deposits	070		0	
22.030 or/ou		Accounts Payable	100	81,775	85,199	
21.080		Mortgage Loans and Other Real Estate Encumbrances	130	10,399	10,748	
		Derivative Financial Instruments	140	430	0	
		Defined Benefit Pension Plan	145		0	
		Amounts Due in respect of Staff Pension Plans (not including amounts on line 145 above)	150		0	
22.030		Provisions and Other Liabilities	160	3,768	3,167	
22.000		Segregated Fund Liabilities	420	0,.00	0	
		Current Tax Liabilities	430	3,095	0	
		Deferred Tax Liabilities	······†		8,312	
			250	12,448	0,312	
		Subordinated Debt	280	00.000		
		Other Debt	310	60,230	81,627	0
		Total Liabilities Policyholders' Equity	389	371,027	391,789	0
20.040		Participating Account	510	0	0	
20.040			520		0	
20.040		Participating Account - Accumulated OCI (Loss)	540	0	0	
20.040		Non-Participating Account (Mutual Companies Only)		0		
		Non-Participating Account - Accumulated OCI (Loss)	550		0	
		Total Policyholders' Equity	589	0	0	0
		Shareholders' Equity				
		Capital Stock	610	38,000	38,000	
		Other Capital	640		0	
		Contributed Surplus	670		0	
<u>20.040</u>		Retained Earnings	700	132,370	122,019	
		Accumulated Other Comprehensive Income (Loss)	740		0	
		Total Shareholders' Equity	779	170,370	160,019	0
		Non-controlling Interests	829	0	0	
		Total Equity	839	170,370	160,019	0
		TOTAL LIABILITIES AND EQUITY	899	541,397	551,808	0
20.044		Head Office Account	800			
20.042		Accumulated Other Comprehensive Income (Loss)	840			
		TOTAL LIABILITIES, HEAD OFFICE ACCOUNT AND ACCUMULATED	25.			
		OTHER COMPREHENSIVE INCOME	999			

STATEMENT OF INCOME (\$'000)

Reference	FS Notes			Current Period	Prior Period
<u>Page</u>	Reference				
				(01)	(03)
		Revenue		(0.)	(00)
<u>35.020</u>		Gross Premiums	020	172,407	178,257
<u>35.020</u>	<u></u>	Premiums ceded	030	121,127	126,933
<u>45.020</u>	<u> </u>	Net Premiums	040	51,280	51,324
<u>35.020</u>	<u> </u>	Gross Investment Income	050	13,505	(12,460)
<u>35.020</u>		Less: Investment Expenses and Taxes	060	4,415	3,096
<u>23.010</u>		Net Investment Income	070	9,090	(15,556)
<u>35.020</u>		Overlay approach adjustment for financial instruments (Reclass from P&L to OC	l) * 075	0	
<u>35.020</u>		Share of Income/Loss of Associates & Joint Ventures	090	0	0
	<u> </u>	Fee Income	130	11,423	12,368
23.030	<u> </u>	Other Revenue	160	0	0
<u>35.020</u>	<u> </u>	Fraternal and Other Fund Revenues	180	0	0
		Total Revenue	199	71,793	48,136
		Policy/Certificate Benefits and Expenses			
<u>35.020</u>		Policyholder/Certificateholder Benefits	260	27,980	24,670
<u>35.020</u>		Benefits ceded	270	15,308	14,217
		Gross Changes to Actuarial Liabilities			
<u>35.020</u>		Normal	310	2,024	2,993
<u>35.020</u>		Basis Change	320	(2,436)	(1,179)
		Gross Changes to Other Contract Liabilities			
<u>35.020</u>		Normal	342	0	0
<u>35.020</u>		Basis Change	344	0	0
		Changes in Astronial and Other Contract Liabilities Coded			
25.020		Changes in Actuarial and Other Contract Liabilities Ceded	270	200	2 202
35.020 35.020	-	Normal Pagia Change	370 380	389 (2,601)	3,203 (1,490)
35.020 35.020		Basis Change Policyholder/Certificateholder Dividends	360	(2,001)	(1,490)
35.020		Experience Rating Refunds	390	0	0
35.020		Transfer to and (Transfer from) Other Funds	420	0	0
35.020	-	Gross Commissions	460	71,000	76,420
35.020		Commissions Ceded	470	52,346	53,919
35.020		Interest on Policyholder/Certificateholder Amounts on Deposit	480	0	0
23.030		Interest Expense and Finance costs	510	1,583	1,987
23.030		General Expenses and Taxes (excl. income taxes)	540	23,454	30,254
23.030		Other Expenses	570	1,578	921
35.020		Fraternal and Other Fund Expenses	580	0	0
		Total Benefits and Expenses	649	59,741	66,217
		Income Before Income Tax	669	12,052	(18,081)
		Provision for Income Taxes			
		Current	700	(2,435)	1,597
	<u></u>	Deferred	710	4,136	(8,359)
	<u> </u>	Income Before the following:	749	10,351	(11,319)
<u>35.020</u>		Discontinued Operations			
		(net of Income Taxes of \$	830	0	0
		Net Income	859	10,351	(11,319)
<u>35.020</u>		Attributable to Participating Policyholders/Certificateholders	870	0	0
<u>35.020</u>		Net Income after Attribution to Participating Policyholders/Certificateholders	899	10,351	(11,319)
35.020		Attributable to Fraternal and Other Fund Account	980	0	0
35.020	ľ	Insurance Fund	989	10,351	(11,319)
	Ī	Attributable to:			
		Non-controlling Interests	900	0	0
		Equity Holders	920	10,351	(11,319)
				(99)	

830 (99)

^{*} This line only applies to Quebec provincially incorporated insurers who have adopted the overlay approach for the implementation of IFRS 9

STATEMENT OF EQUITY IN PARTICIPATING ACCOUNT (\$'000)

Reference	FS Notes				
Page	Reference			Current Period	Prior Period
		(05)		(01)	(03)
		Beginning of Year	010	0	0
		Adjustments	040		0
		(Specify)	070		0
20.030		Share of Net Income (Loss)	100		0
<u>20.040</u>		Transfer from (to) Retained Earnings (Stock companies only)	130		0
<u>20.040</u>		Transfer from (to) Non-Par Account (Mutual companies only)	160		0
		End of Year	199	0	0

STATEMENT OF NON-PARTICIPATING ACCOUNT Mutual Companies Only (\$'000)

		(+ 555)		
Reference	FS Notes			
Page	Reference		Current Period	Prior Period
		(05)	(01)	(03)
		Beginning of Year 310	0	0
		Adjustments 340		0
		(Specify) 370		0
20.030		Share of Net Income (Loss) 400		0
20.040		Transfer from (to) Par Account 430	0	0
		Dividends to Preferred Shareholders 460		0
		End of Year 499	0	0

STATEMENT OF RETAINED EARNINGS Stock Companies Only (\$'000)

		(\$ 000)		
Reference	FS Notes			
Page	Reference		Current Period	Prior Period
		(05)	(01)	(03)
		Beginning of Year 510	122,019	214,993
20.030		Share of Net Income (Loss) 600	10,351	(11,319)
<u>20.040</u>		Transfer from (to) Par Account 630	0	0
		Dividends to Shareholders:		
		Preferred 710		0
		Common 740	0	85,000
		(Specify) 540		3,345
		(Specify) 570		0
		(Specify) 580		
		End of Year 859	132,370	122,019

COMPREHENSIVE INCOME (LOSS), and ACCUMULATED OTHER COMPREHENSIVE INCOME (LOSS) (\$'000)

		(\$'000)			
Reference Page	FS Notes Reference			Current Period	Prior Period
1 age	Reference			(01)	(03)
20.030		Comprehensive Income (Loss) Net Income	010	10,351	(11,31
20.000		Other Comprehensive Income (Loss):	0.0	10,001	(11,01
		Items that may be reclassified subsequently to Net Income:			
		FVOCI:			
		Change in Unrealized Gains and Losses: - Loans	110		
		- Bonds and Debentures	140		
		- Equities (IAS 39)	170		
		Reclassification of (Gains) Losses to Net Income Overlay approach * Change in Unrealized Gains and Losses related to overlay approach for financial instruments	210		
		Unrealized Gains and Losses	220		
		Reclassification of (Gains) Losses from Net Income	225		
		Derivatives Designated as Cash Flow Hedges Change in Unrealized Gains and Losses	310		
		Reclassification of (Gains) Losses to Net Income	340		
		Foreign Currency Translation			
		Change in Unrealized Gains and Losses	410		
		Impact of Hedging	440		
		Share of Other Comprehensive Income of Associates & Joint Ventures	460		
		Other	445		
		Subtotal of items that may be reclassified subsequently to Net Income Items that will not be reclassified subsequently to Net Income: FVOCI:	449	0	1
		Change in Unrealized Gains and Losses: - Equities (IFRS 9)	465		
		Revaluation Surplus	455		
		Remeasurements of Defined Benefit Plans Other	470 480		
		Subtotal of items that will not be reclassified subsequently to Net Income	480	0	
		Total Other Comprehensive Income (Loss)	510	0	
		Total Comprehensive Income (Loss) Attributable to:	589	10,351	(11,31
		Participating Policyholders/Certificateholders	615	0	
		Non-controlling Interests	600	0	
		Equity Holders	620	10,351	(11,31
Reference Page	FS Notes Reference			Current Period	Prior Period
				(01)	(03)
		Accumulated Other Comprehensive Income (Loss)			
		Accumulated Gains (Losses), net of tax, on: Items that may be reclassified subsequently to Net Income:			
		FVOCI:			
		- Loans	710		
		- Bonds and Debentures	740		
		- Equities (IAS 39)	770		
		Overlay Approach * Derivatives Designated as Cash Flow Hedges	775 810		
		Foreign Currency (Net of Hedging Activities)	810		
		Totalgir our rate of rieuging Activities)	040		
		Share of Other Comprehensive Income of Associates & Joint Ventures	860		
		Other	845		
		Subtotal of items that may be reclassified subsequently to Net Income	849	0	
		Items that will not be reclassified subsequently to Net Income:	0.10	, ,	
		FVOCI:			
		- Equities (IFRS 9)	865		1
		Revaluation Surplus	855		
		Revaluation Surplus Remeasurements of Defined Benefit Plans	855 870		
		Revaluation Surplus	855	0	

^{*} These lines only applies to Quebec provincially incorporated insurers who have adopted the overlay approach for the implementation of IFRS 9



Office of the Superintendent of Financial Institutions Canada

when completed

Protected

<u>First Canadian Insurance Corp</u> **Insurer**

31/12/2019 Period Ending Date

10.100

LICAT Ratios Summary Calculations

(thousands of dollars, except percentages)

Tier 1 Capital (20.100)		(A)	1010010040	165,432
Tier 2 Capital (20.200)		(B)	1010010050	4,479
Available Capital (A + B)		(C)	1010010030	169,911
Surplus Allowance		(D)	1010010060	22,565
Eligible Deposits		(E)	1010010070	0
Credit Risk (30.000)		1010010080	3,635
Market Risk (50.00	0)		1010010160	70,134
Credit and Market f	or P&C Insurance (per MCT)		1010010350	
Insurance Risk (60.	000)		1010010220	47,949
Capital Requirements: Be	fore Credits and Non-Diversified Risks	(F)	1010010290	121,718
Participating, Adjus (90.000)	table and Policyholder Deposits and Group Business Credits		1010010300	
Diversification Cred	lit (110 000)		1010010310	16,009
Credits	((G)	1010010320	16,009
Segregated Fund G	Guarantees (70.100)	(- /	1010010280	0
Operational Risk (8	0.000)		1010010340	10,388
Capital Requirements: No	on-Diversified Risks	(H)	1010010330	10,388
Base Solvency Buffer ((F - G + H) x Scalar [1.05])	(I)	1010010360	121,902
Core Ratio (%)	([A + 70% D + 70% E] / I) x 100		1010010010	148.67%
Total Ratio (%)	([C + D + E] / I) x 100		1010010020	157.89%

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