

CONSOLIDATED FINANCIAL STATEMENTS

ASSETS
(\$'000)

Reference Page	FS Notes Reference		Current Period		Prior Period		Opening Prior Period Restated	
			Total	Vested in Trust	Total	Vested in Trust	Total	Vested in Trust
			(01)	(02)	(03)	(04)	(05)	(06)
		Cash and Cash Equivalents	01	11,619		9,511		
		Investment Income due and accrued	02	0		0		
		Assets held for sale	50	0		0		
		Investments:						
40.12		Short Term Investments	04	0		0		
40.22		Bonds and Debentures	05	0		0		
40.32		Mortgage Loans	06	0		0		
40.42		Preferred Shares	07	114		114		
40.52		Common Shares	08	460		429		
40.70		Investment Properties	09	0		0		
40.80		Other Loans and Invested Assets	10	0		0		
40.07		Total Investments (lines 04 to 10)	19	574		543	0	
		Receivables:						
50.20		Unaffiliated Agents and Brokers	20	400		293		
		Policyholders	21	192		144		
		Instalment Premiums	22			0		
		Other Insurers	23	748		238		
		"Facility Association" and the "P.R.R."	24			0		
50.40		Subsidiaries, Associates & Joint Ventures	25	296		234		
50.20		Other Receivables	27	9		6		
		Recoverable from Reinsurers:						
60.10		Unearned Premiums	30	1,261		984		
60.30		Unpaid Claims and Adjustment Expenses	31	1,621		1,556		
		Other Recoverables on Unpaid Claims	37			0		
50.32		Interests in Subsidiaries, Associates & Joint Ventures	40	0		0		
40.70		Property and Equipment	41			0		
		Deferred Policy Acquisition Expenses	43	226		170		
		Current Tax Assets	52			0		
		Deferred Tax Assets	44			0		
		Goodwill	54			0		
		Intangible Assets	56			0		
		Defined Benefit Pension Plan	58			0		
		Other Assets	88	40		33		
		TOTAL ASSETS	89	16,986		13,712	0	

CONSOLIDATED FINANCIAL STATEMENTS
LIABILITIES, EQUITY, HEAD OFFICE ACCOUNT, RESERVES & AOCI
(\$'000)

Reference Page	FS Notes Reference		Current Period (01)	Prior Period (03)	Opening Prior Period Restated (05)
		LIABILITIES			
		Overdrafts 01	0	0	
		Borrowed Money and Accrued Interest 02	0	0	
		Payables:			
50.20		Agents and Brokers 03	108	107	
		Policyholders 04	0	0	
50.30		Other Insurers 05	1,282	830	
50.40		Subsidiaries, Associates & Joint Ventures/Affiliates 06	0	0	
		Expenses due and accrued 07	93	88	
		Other Taxes due and accrued 09	144	109	
		Policyholder Dividends and Rating Adjustments 10	0	0	
40.70		Encumbrances on Real Estate 11	0	0	
60.10		Unearned Premiums 12	1,629	1,221	
60.30		Unpaid Claims and Adjustment Expenses 13	2,454	2,438	
80.10		Unearned Commissions 14	315	246	
		Ceded Deferred Premium Taxes 20			
		Ceded Deferred Insurance Operations Expenses 34			
		Premium Deficiency 15	0	0	
		Liabilities held for sale 17	0	0	
		Current Tax Liabilities 18	0	0	
		Deferred Tax Liabilities 21	0	0	
		Self-Insured Retention (SIR) portion of unpaid claims 22	0	0	
		Defined Benefit Pension Plan 23	0	0	
		Employment Benefits (not including amounts on line 23 above) 24	0	0	
		Subordinated Debt 25	0	0	
		Preferred Shares - Debt 26	0	0	
		Provisions and Other Liabilities 28	49	36	
		Total Liabilities 29	6,074	5,075	0
		CANADIAN INSURERS ONLY:			
		EQUITY			
		Shares issued and paid			
		Common 41	6,480	6,480	
		Preferred 33	0	0	
		Contributed Surplus 42	4,593	4,593	
		(Specify) 43	0	0	
20.54		Retained Earnings 44	(161)	(2,436)	
20.45		Reserves 45	0	0	
20.42		Accumulated Other Comprehensive Income (Loss) 47	0	0	
		Total Policyholders/Shareholders' Equity 59	10,912	8,637	0
		Non-controlling Interests 48		0	
		Total Equity 49	10,912	8,637	0
		TOTAL LIABILITIES AND EQUITY 89	16,986	13,712	0
		FOREIGN INSURERS ONLY:			
		HEAD OFFICE ACCOUNT, RESERVES & AOCI			
20.45		Head Office Account 51			
		(Specify) 53			
20.45		Reserves 55			
20.42		Accumulated Other Comprehensive Income (Loss) 56			
		Total Head Office Account, Reserves & AOCI 69			
		TOTAL LIABILITIES, HEAD OFFICE ACCOUNT, RESERVES & AOCI 79			

CONSOLIDATED FINANCIAL STATEMENTS
STATEMENT OF INCOME
(S'000)

Reference Page	FS Notes Reference		Current Period (01)	Prior Period (03)	
		UNDERWRITING OPERATIONS			
		Premiums Written			
		Direct	01	4,060	3,203
70.21		Reinsurance Assumed	02	0	0
70.21		Reinsurance Ceded	03	2,296	1,911
60.20		Net Premiums Written	04	1,764	1,292
		Decrease (increase) in Net Unearned Premiums	05	(182)	(83)
60.20		Net Premiums Earned	06	1,582	1,209
		Service Charges	07	0	0
		Other	08	0	0
		Total Underwriting Revenue	09	1,582	1,209
		Gross Claims and Adjustment Expenses	62	1,325	1,137
		Reinsurers' share of claims and adjustment expenses	64	630	608
60.20		Net Claims and Adjustment Expenses	10	695	529
		Acquisition Expenses			
80.10		Gross Commissions	66	253	205
80.10		Ceded Commissions	68	248	222
		Taxes	12	96	77
80.20		Other	14	0	0
80.20		General Expenses	16	166	153
		Total Claims and Expenses	19	962	742
		Premium Deficiency Adjustments	20		0
		Underwriting Income (Loss)	29	620	467
40.07		INVESTMENT OPERATIONS			
		Income	32	53	39
		Realized Gains (Losses)	33	4	9
		Expenses	34	0	0
		Net Investment Income	39	57	48
		OTHER REVENUE AND EXPENSES			
		Income (Loss) from Ancillary Operations (net of Expenses of \$'000)	40	0	0
					(04) 0
		Share of Net Income (Loss) of Subsidiaries, Associates & Joint Ventures	41	0	0
		Gains (losses) from fluctuations in Foreign Exchange Rates	42	0	0
		Other Revenues	44	0	0
		Finance costs	45	0	0
		Other Expenses	46	0	0
		Net Income (Loss) before Income Taxes	49	677	515
		INCOME TAXES			
		Current	50	0	0
		Deferred	51	0	0
		Total Income Taxes	59	0	0
		NET INCOME (LOSS) FOR THE PERIOD	89	677	515
		ATTRIBUTABLE TO:			
		Non-controlling Interests	80	0	0
		Equity Holders	82	677	515

CONSOLIDATED FINANCIAL STATEMENTS

COMPREHENSIVE INCOME (LOSS)
and
ACCUMULATED OTHER COMPREHENSIVE INCOME (LOSS)
(S'000)

Reference Page	FS Notes Reference		Current Period (01)	Prior Period (03)
20.30		Comprehensive Income (Loss)		
		Net Income	677	515
		Other Comprehensive Income (Loss):		
		Items that may be reclassified subsequently to Net Income:		
		Available for Sale:		
		Change in Unrealized Gains and Losses:		
		- Loans	0	0
		- Bonds and Debentures	0	0
		- Equities	0	0
		Reclassification of (Gains) Losses to Net Income	0	0
		Derivatives Designated as Cash Flow Hedges		
		Change in Unrealized Gains and Losses	0	0
		Reclassification of (Gains) Losses to Net Income	0	0
		Foreign Currency Translation		
		Change in Unrealized Gains and Losses	0	0
		Impact of Hedging	0	0
		Other	0	0
		Subtotal of items that may be reclassified subsequently to Net Income	0	0
		Items that will not be reclassified subsequently to Net Income:		
		Revaluation Surplus	0	0
		Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures	0	0
		Remeasurements of Defined Benefit Plans	0	0
		Other	0	0
		Subtotal of items that will not be reclassified subsequently to Net Income	0	0
		Total Other Comprehensive Income (Loss)	0	0
		Total Comprehensive Income (Loss)	677	515
		Attributable to:		
		Non-controlling Interests	0	0
		Equity Holders	677	515
		Accumulated Other Comprehensive Income (Loss)		
		Accumulated Gains (Losses) on:		
		Items that may be reclassified subsequently to Net Income:		
		Available for Sale:		
		- Loans	0	0
		- Bonds and Debentures	0	0
		- Equities	0	0
		Derivatives Designated as Cash Flow Hedges		
		Foreign Currency (net of hedging activities)		
		Other	0	0
		Subtotal of items that may be reclassified subsequently to Net Income	0	0
		Items that will not be reclassified subsequently to Net Income:		
		Revaluation Surplus	0	0
		Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures	0	0
		Remeasurements of Defined Benefit Plans	0	0
		Other	0	0
		Subtotal of items that will not be reclassified subsequently to Net Income	0	0
20.20		Balance at end of Period	0	0

CONSOLIDATED

REQUIRED AND MCT (BAAT) RATIO
(S'000)

		Current Period (01)
Capital Available:		
Capital available (from page 30.62 - capital available)	01	10,844
Phase-in of capital available	03	0
Total Capital Available	09	10,844
Assets Available:		
Net Assets Available (from page 30.92 - net assets available)	11	
Phase-in of net assets available	13	
Total Net Assets Available	19	
Capital (Margin) Required at Target:		
Insurance Risk:		
Premium liabilities	20	350
Unpaid claims	22	69
Catastrophes	24	0
Margin required for reinsurance ceded to unregistered insurers	26	17
Subtotal: Insurance risk margin	29	436
Market Risk:		
Interest rate risk	30	15
Foreign exchange risk	32	0
Equity risk	34	138
Real estate risk	36	0
Other market risk exposures	38	0
Subtotal: Market risk margin	39	153
Credit Risk:		
Counterparty default risk for balance sheet assets	40	159
Counterparty default risk for off-balance sheet exposures	42	0
Counterparty default risk for unregistered reinsurance collateral and SIRs	44	0
Subtotal: Credit risk margin	49	159
Operational risk margin	50	224
Less: Diversification credit	52	97
Total Capital (Margin) Required at Target	59	875
Minimum Capital (Margin) Required (line 59 / 1.5)	60	583
Phase-in of Capital (Margin) Required	62	108
Total Minimum Capital (Margin) Required	69	475
Excess Capital (Net Assets Available) over Minimum Capital (Margin) Required	79	10,369
MCT (BAAT) Ratio (Line 09 or line 19 as a % of line 69)	90	2282.95%

Note: See Section VI of the P&C instructions and the MCT Guideline.