

**CONSOLIDATED FINANCIAL STATEMENTS**  
**STATEMENT OF FINANCIAL POSITION**

**ASSETS**  
**(\$'000)**

Reference Page	FS Notes Reference		Current Period		Prior Period Restated		Opening Prior Period Restated	
			Total (01)	Vested in Trust* (02)	Total (03)	Vested in Trust* (04)	Total (05)	Vested in Trust* (06)
		<b>ASSETS:</b>						
		Cash and Cash Equivalents	8,668		11,522			
		Accrued Investment Income	2,995		1,778			
		Current Tax Assets	0		6			
		Assets Held for Sale	0		0			
		Asset for Insurance Acquisition Cash Flows	0		0			
40.08Q		Investments	374,866		371,621			
40.84Q		Equity Accounted Investees	0		0		0	
		Financial Instrument Derivative Assets			0			
20.12/20.14		Insurance Contract Assets	0		0			
20.16/20.18		Reinsurance Contract Held Assets	129,537		128,420			
		Investment Properties	3,708		3,708			
40.70A		Property and Equipment	11,071		10,159			
		Intangible Assets	18,993		17,107			
		Goodwill	0		0			
		Defined Benefit Pension Plan	0		0			
		Segregated Funds Net Assets						
		Deferred Tax Assets	3,177		3,177			
		Other Assets	2,848		4,264			
		<b>TOTAL ASSETS</b>	555,863		551,762		0	

CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION

LIABILITIES AND EQUITY  
(\$'000)

Reference Page	FS Notes Reference	(55)	Current Period (01)	Prior Period Restated (03)	Opening Prior Period Restated (05)
		<b>LIABILITIES:</b>			
		Provisions, Accruals and Other Liabilities	030	10,287	22,189
		Liabilities held for sale	040	0	0
		Current Tax Liabilities	050	615	3,725
		Encumbrances on Real Estate & Mortgage Loans	060	0	0
		Financial Instrument Derivative Liabilities	070	0	0
		Insurance Contract Liabilities			
20.12/20.14		Insurance Contract Liabilities – Excluding Segregated Funds	150	367,773	358,303
20.12/20.14		Insurance Contract Liabilities – Segregated Fund Guarantees	155		
20.12/20.14		Insurance Contract Liabilities – Segregated Funds Net Liabilities	160		
		Total Insurance Contract Liabilities	169	367,773	358,303
		Reinsurance Contract Held Liabilities			
20.16/20.18		Reinsurance Contract Held Liabilities – Excluding Segregated Funds	170	0	0
20.16/20.18		Reinsurance Contract Held Liabilities - Segregated Fund Guarantees	175		
20.16/20.18		Reinsurance Contract Held Liabilities – Segregated Funds Net Liabilities	180		
		Total Reinsurance Contract Held Liabilities	189	0	0
		Trust and Banking Deposits	080	0	0
		Other Debt	090	0	0
		Defined Benefit Pension Plan	110	0	0
		Employment Benefits (not including amounts in line above)	120	0	0
		Subordinated Debt	130	0	0
		Preferred shares - Debt	140	0	0
		Deferred Tax Liabilities	100	1,400	1,400
		Investment Contract Liabilities			
		Investment Contract Liabilities – Excluding Segregated Funds Net Liabilities	190	0	0
		Investment Contract Liabilities – Segregated Funds Net Liabilities	195		
		Total Investment Contract Liabilities	199	0	0
		<b>Liabilities before Policyholders' Liabilities</b>	299	380,075	385,617
		<b>Policyholders' Liabilities</b>			
20.41		Residual Interest (Non-Stock)	310	0	0
		Participating Account	320		
		Non-Participating Account (Non-Stock)	330		
		Total Policyholders' Liabilities	359	0	0
		<b>TOTAL LIABILITIES</b>	399	380,075	385,617
		<b>EQUITY</b>			
		<b>CANADIAN INSURERS ONLY:</b>			
		<b>Policyholders' Equity</b>			
20.41		Residual Interest (Non-Stock)	410	0	0
		Participating Account	420		
		Participating Account - Accumulated OCI (Loss)	430		
		Non-Participating Account	440		
		Non-Participating Account - Accumulated OCI (Loss)	450		
		Total Policyholders' Equity	499	0	0
		<b>Shareholders' Equity</b>			
		Common Shares	510	2,000	2,000
		Preferred Shares	520	5,000	5,000
		Contributed Surplus	530	9,362	9,362
		Other Capital	540	0	0
		Retained Earnings	550	158,719	149,076
20.45		Nuclear and Other Reserves	560	0	0
		Accumulated Other Comprehensive Income (Loss)	570	707	707
		Total Shareholders' Equity	599	175,788	166,145
		<b>Non-controlling Interests</b>	620	0	0
		Total Equity	699	175,788	166,145
		<b>TOTAL LIABILITIES AND EQUITY</b>	799	555,863	551,762
		<b>FOREIGN INSURERS ONLY:</b>			
		<b>Head Office Account, Reserves &amp; AOCI</b>			
		Head Office Account	810		
		Reserves	820		
		(Specify)	830		
		Accumulated Other Comprehensive Income (Loss)	840		
		Total Head Office Account, Reserves & AOCI	899		
		<b>TOTAL LIABILITIES, EQUITY, HEAD OFFICE ACCOUNT, RESERVES &amp; AOCI</b>	999	555,863	551,762

**CONSOLIDATED FINANCIAL STATEMENTS**  
**STATEMENT OF PROFIT OR LOSS**  
**(\$'000)**

Reference Page	FS Notes Reference		Current Period	Prior Period Restated
			(01)	(03)
		Revenue from PAA Contracts	105,358	92,340
		Revenue from GMM Contracts (excluding VFA contracts)	0	0
		Revenue from VFA Contracts	0	0
		<b>Total Insurance Revenue</b>	105,358	92,340
		<b>Insurance service expenses</b>	93,313	71,931
60.25Q		<b>Net expenses from reinsurance contracts held</b>	-2,943	-6,748
		<b>INSURANCE SERVICE RESULT</b>	9,102	13,661
40.72		Interest revenue on financial assets not measured at FVTPL	0	0
40.74		Net investment income excluding segregated funds	8,453	7,966
		Net investment income - segregated funds		
		Provision for Credit Losses	0	0
40.74		<b>Investment Return</b>	8,453	7,966
		<b>Net finance income (expenses) from insurance contracts excluding segregated funds</b>	0	0
		<b>Net finance income (expenses) from segregated funds</b>		
		<b>Net finance income (expenses) from reinsurance contracts held</b>	-2,022	-2,360
		<b>Movement in investment contract liabilities</b>	0	0
		<b>NET INVESTMENT RESULT</b>	6,431	5,606
80.35Q		Other Income	0	0
		Share of Net Income (Loss) of Equity Accounted Investees	-237	-182
80.25Q		General and Operating Expenses	1,332	1,800
		<b>OTHER INCOME AND EXPENSES</b>	-1,569	-1,982
		<b>PROFIT (LOSS) BEFORE TAXES</b>	13,964	17,285
		Current Taxes	3,491	4,321
		Deferred Taxes	0	0
		<b>Total Income Taxes</b>	3,491	4,321
		<b>PROFIT (LOSS) AFTER TAXES</b>	10,473	12,964
		Discontinued Operations (net of Income Taxes of \$ _____)	0	0
		<b>NET INCOME (LOSS) FOR THE YEAR</b>	10,473	12,964
		<b>ATTRIBUTABLE TO:</b>		
		Participating Policyholders/Certificateholders		
		Other Fund Account		
		Residual Interest Policyholders	0	0
		Non-controlling Interests	0	0
		Equity Holders	10,474	12,964

*CONSOLIDATED FINANCIAL STATEMENTS*  
**COMPREHENSIVE INCOME (LOSS) and**  
**ACCUMULATED OTHER COMPREHENSIVE INCOME (LOSS)**  
(\$'000)

Reference Page	FS Notes Reference		Current Period	Prior Period Restated
			(01)	(03)
20.22		<b>Comprehensive Income (Loss)</b>		
		Net Income (Loss)	10,473	12,964
		Other Comprehensive Income (Loss):		
		<b>Items that may be reclassified subsequently to Net Income (Loss):</b>		
		<b>Fair Value through Other Comprehensive Income (FVOCI):</b>		
		Change in Unrealized Gains and Losses:		
		- Loans	02	0
		- Bonds and Debentures	03	0
		Reclassification of (Gains) Losses to Net Income (Loss)	05	0
		<b>Derivatives Designated as Cash Flow Hedges</b>		
		Change in Unrealized Gains and Losses	06	0
		Reclassification of (Gains) Losses to Net Income (Loss)	07	0
		<b>Foreign Currency Translation</b>		
		Change in Unrealized Gains and Losses	08	0
		Reclassification of (Gains) Losses to Net Income (Loss)	13	0
		Impact of Hedging	09	0
		<b>Share of Other Comprehensive Income (Loss) of Equity Accounted Investees (may be reclassified)</b>	14	0
		<b>Insurance Finance Income (Expenses) Reserve from Insurance Contracts</b>	23	0
		<b>Insurance Finance Income (Expenses) Reserve from Reinsurance Contract Held</b>	24	0
		<b>Other</b>	18	0
		<b>Subtotal of items that may be reclassified subsequently to Net Income (Loss)</b>	19	0
		<b>Items that will not be reclassified subsequently to Net Income (Loss):</b>		
		<b>Fair Value through Other Comprehensive Income (FVOCI)</b>		
		Change in Unrealized Gains and Losses:		
		- Equities	25	0
		<b>Revaluation Surplus</b>	31	0
		<b>Share of Other Comprehensive Income (Loss) of Equity Accounted Investees</b>	11	0
	<b>Remeasurements of Defined Benefit Pension Plans</b>	34	0	
	<b>Other</b>	12	0	
	<b>Subtotal of items that will not be reclassified subsequently to Net Income (Loss)</b>	29	0	
	Total Other Comprehensive Income (Loss)	21	0	
	<b>Total Comprehensive Income (Loss)</b>	39	12,964	
	<b>Attributable to:</b>			
	Participating Policyholders/Certificateholders	80		
	Other Fund Account	82		
	Residual Interest Policyholders	84	0	
	Non-controlling Interests	60	0	
	Equity Holders	62	12,964	

		Current Period	Prior Period Restated
		(01)	(03)
20.11			
	<b>Accumulated Other Comprehensive Income (Loss)</b>		
	Accumulated Gains (Losses), net of tax, on:		
	<b>Items that may be reclassified subsequently to Net Income (Loss):</b>		
	<b>Fair Value through Other Comprehensive Income (FVOCI)</b>	41	0
	<b>Derivatives Designated as Cash Flow Hedges</b>	45	0
	<b>Foreign Currency Translation (net of hedging activities)</b>	46	0
	<b>Share of Other Comprehensive Income (Loss) of Equity Accounted Investees (may be reclassified)</b>	52	0
	<b>Insurance Finance Income (Expenses) Reserve from Insurance Contracts</b>	63	0
	<b>Insurance Finance Income (Expenses) Reserve from Reinsurance Contracts Held</b>	64	0
	<b>Other</b>	68	0
	<b>Subtotal of items that may be reclassified subsequently to Net Income (Loss)</b>	69	0
	<b>Items that will not be reclassified subsequently to Net Income (Loss):</b>		
	<b>Fair Value through Other Comprehensive Income (FVOCI)</b>	70	0
	<b>Revaluation Surplus</b>	71	707
	<b>Share of Other Comprehensive Income (Loss) of Equity Accounted Investees</b>	51	0
	<b>Remeasurements of Defined Benefit Pension Plans</b>	74	0
	<b>Other</b>	49	0
	<b>Subtotal of items that will not be reclassified subsequently to Net Income (Loss)</b>	79	707
	Balance at end of Period	59	707
	<b>Attributable to:</b>		
	Participating Policyholders/Certificateholders	90	
	Other Fund Account	92	
	Residual Interest Policyholders	94	0
	Non-controlling Interests	96	0
	Equity Holders	98	0

**MCT (BAAT) RATIO - SUMMARY CALCULATIONS**  
**(\$000, except percentages)**

(55)		Current Period (01)
<b>Capital Available:</b>		
Capital available (from page 20.00 - capital available)	001	142,424
Other (Specify)	005	
<b>Total Capital Available</b>	010	142,424
<b>Assets Available:</b>		
Net Assets Available (from page 30.00 - net assets available)	015	
Other (Specify)	020	
<b>Total Net Assets Available</b>	025	
<b>Capital (Margin) Required at Target:</b>		
Insurance Risk:		
Unexpired coverage	030	22,558
Liability for incurred claims	035	21,738
Earthquake and nuclear catastrophe reserves	040	
Reinsurance held with unregistered insurers	045	0
Subtotal: Insurance risk	050	44,296
Market Risk:		
Interest rate	055	7,027
Foreign exchange	060	0
Equity	065	20,406
Real estate	070	1,124
Other market exposures (including right-of-use assets)	075	403
Subtotal: Market risk	080	28,960
Credit Risk:		
Counterparty default for balance sheet items	085	7,814
Counterparty default for off-balance sheet exposures	090	0
Collateral held for unregistered reinsurance and self-insured retention	095	0
Subtotal: Credit risk	100	7,814
Operational risk	105	21,066
Less: Diversification credit	110	10,761
<b>Total Capital (Margin) Required at Target</b>	115	91,375
Minimum Capital (Margin) Required (line 115 / 1.5)	120	60,917
Other (Specify)	125	
<b>Total Minimum Capital (Margin) Required</b>	130	60,917
<b>Excess Capital (Net Assets Available) over Minimum Capital (Margin) Required</b>	135	81,507
<b>MCT (BAAT) Ratio (Line 10 (line 25) as a % of line 130)</b>	140	233.80%