



Trans Global Life Insurance Co
Insurer

30/06/2021
Period Ending Date

10.100

LICAT Ratios Summary Calculations

(thousands of dollars, except percentages)

| | | | |
|----------------------------------|-----|------------|-------|
| Tier 1 Capital (20.100) | (A) | 1010010040 | 6,779 |
| Tier 2 Capital (20.200) | (B) | 1010010050 | 0 |
| Available Capital (A + B) | (C) | 1010010030 | 6,779 |

| | | | |
|--------------------------|-----|------------|----|
| Surplus Allowance | (D) | 1010010060 | 39 |
|--------------------------|-----|------------|----|

| | | | |
|--------------------------|-----|------------|--|
| Eligible Deposits | (E) | 1010010070 | |
|--------------------------|-----|------------|--|

| | | | |
|---|-----|------------|-------|
| Credit Risk (30.000) | | 1010010080 | 30 |
| Market Risk (50.000) | | 1010010160 | 883 |
| Credit and Market for P&C Insurance (per MCT) | | 1010010350 | |
| Insurance Risk (60.000) | | 1010010220 | 294 |
| Capital Requirements: Before Credits and Non-Diversified Risks | (F) | 1010010290 | 1,207 |
| Participating, Adjustable and Policyholder Deposits and Group Business Credits (90.000) | | 1010010300 | 0 |
| Diversification Credit (110.000) | | 1010010310 | 114 |
| Credits | (G) | 1010010320 | 114 |
| Segregated Fund Guarantees Risk (70.100) | | 1010010280 | |
| Operational Risk (80.000) | | 1010010340 | 161 |
| Capital Requirements: Non-Diversified Risks | (H) | 1010010330 | 161 |
| Base Solvency Buffer ((F - G + H) x Scalar [1.05]) | (I) | 1010010360 | 1,317 |

| | | | |
|------------------------|--|------------|---------|
| Core Ratio (%) | $[(A + 70\% D + 70\% E) / I] \times 100$ | 1010010010 | 516.83% |
| Total Ratio (%) | $[(C + D + E) / I] \times 100$ | 1010010020 | 517.72% |

CONSOLIDATED FINANCIAL STATEMENTS

ASSETS
(\$'000)

| Reference Page | FS Notes Reference | | Current Period | | Prior Period | | Opening Prior Year Restated | |
|---|-----------------------|--|----------------|--------------------|--------------|--------------------|--------------------------------|--------------------|
| | | | Total | Vested in Trust | Total | Vested in Trust | Total | Vested in Trust |
| | | | (01) | (02) | (03) | (04) | (05) | (06) |
| | | Cash and Cash Equivalents | 010 | 1,706 | | 1,427 | | |
| | | Assets held for sale | 020 | 0 | | 0 | | |
| 21.012 | | Short Term Investments | 040 | 0 | | 0 | | |
| 21.150 or/ou 21.155 | | Accrued Investment Income | 070 | 10 | | 9 | | |
| | | Accounts Receivable | 100 | 615 | | 669 | | |
| | | Policy/Certificate Loans | 200 | 0 | | 0 | | |
| 21.012 | | Bonds and Debentures | 250 | 0 | | 51 | | |
| 21.050 | | Mortgage Loans | 300 | 0 | | 0 | | |
| 21.012 | | Preferred Shares | 420 | 3,850 | | 2,962 | | |
| 21.012 | | Common Shares | 440 | 1,425 | | 1,031 | | |
| 21.012 | | Investment Properties | 510 | 0 | | 0 | | |
| | | Derivative Financial Instruments | 520 | 0 | | 0 | | |
| 22.020 | | Reinsurance Assets | 530 | 0 | | 0 | | |
| 21.080 | | Property and Equipment | 540 | 0 | | 0 | | |
| 21.012 | | Interests in Associates & Joint Ventures | 550 | 0 | | 0 | | |
| 60.010 | | Segregated Funds Net Assets | 560 | 0 | | 0 | | |
| 21.100 | | Other Loans and Invested Assets | 600 | 0 | | 0 | | |
| | | Investments in Subsidiaries | 750 | 0 | | 0 | | |
| | | Current Tax Assets | 780 | 6 | | 184 | | |
| | | Deferred Tax Assets | 800 | 4 | | 5 | | |
| | | Goodwill | 820 | 0 | | 0 | | |
| | | Intangible Assets | 830 | 0 | | 0 | | |
| | | Defined Benefit Pension Plan | 840 | 0 | | 0 | | |
| 21.155 | | Other Assets | 880 | 117 | | 92 | | |
| | | TOTAL ASSETS | 899 | 7,733 | | 6,430 | | 0 |

CONSOLIDATED FINANCIAL STATEMENTS

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

| Reference Page | FS Notes Reference | | Current Period | Prior Period | Opening Prior Year Restated |
|---|--------------------|--|----------------|--------------|-----------------------------|
| | | | (01) | (03) | (05) |
| | | Liabilities | | | |
| | | Liabilities held for sale | 005 | 0 | 0 |
| 22.020 | | Actuarial Liabilities for Insurance Contracts | 010 | 286 | 401 |
| 22.020 | | Other Contract Liabilities | 040 | 217 | 240 |
| | | Trust and Banking Deposits | 070 | 0 | 0 |
| 22.030 or/ou | | Accounts Payable | 100 | 225 | 289 |
| 21.080 | | Mortgage Loans and Other Real Estate Encumbrances | 130 | 0 | 0 |
| | | Derivative Financial Instruments | 140 | 0 | 0 |
| | | Defined Benefit Pension Plan | 145 | 0 | 0 |
| | | Amounts Due in respect of Staff Pension Plans (not including amounts in line 145 above) | 150 | 0 | 0 |
| 22.030 | | Provisions and Other Liabilities | 160 | 0 | 0 |
| | | Segregated Fund Liabilities | 420 | 0 | 0 |
| | | Current Tax Liabilities | 430 | 226 | 16 |
| | | Deferred Tax Liabilities | 250 | 0 | 0 |
| | | Subordinated Debt | 280 | 0 | 0 |
| | | Other Debt | 310 | 0 | 0 |
| | | Total Liabilities | 389 | 954 | 946 |
| | | Policyholders' Equity | | | |
| 20.040 | | Participating Account | 510 | | |
| | | Participating Account - Accumulated OCI (Loss) | 520 | | |
| 20.040 | | Non-Participating Account (Mutual Companies Only) | 540 | | |
| | | Non-Participating Account - Accumulated OCI (Loss) | 550 | | |
| | | Total Policyholders' Equity | 589 | 0 | 0 |
| | | Shareholders' Equity | | | |
| | | Capital Stock | 610 | | |
| | | Other Capital | 640 | | |
| | | Contributed Surplus | 670 | | |
| 20.040 | | Retained Earnings | 700 | | |
| | | Accumulated Other Comprehensive Income (Loss) | 740 | | |
| | | Total Shareholders' Equity | 779 | 6,779 | 5,484 |
| | | Non-controlling Interests | 829 | 0 | 0 |
| | | Total Equity | 839 | 6,779 | 5,484 |
| | | TOTAL LIABILITIES AND EQUITY | 899 | 7,733 | 6,430 |
| 20.044 | | Head Office Account | 800 | | |
| 20.042 | | Accumulated Other Comprehensive Income (Loss) | 840 | | |
| | | TOTAL LIABILITIES, HEAD OFFICE ACCOUNT AND ACCUMULATED OTHER COMPREHENSIVE INCOME | 999 | | |

CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF INCOME
(\$'000)

| Reference Page | FS Notes Reference | | Current Period (01) | Prior Period (03) |
|------------------------|-----------------------|---|------------------------|----------------------|
| | | Revenue | | |
| 35.020 | | Gross Premiums | 2,038 | 2,279 |
| 35.020 | | Premiums ceded | 0 | 0 |
| 45.020 | | Net Premiums | 2,038 | 2,279 |
| 35.020 | | Gross Investment Income | 116 | 124 |
| 35.020 | | Less: Investment Expenses and Taxes | 0 | 0 |
| 23.010 | | Net Investment Income | 116 | 124 |
| 35.020 | | Overlay approach adjustment for financial instruments (Reclass from P&L to OCI) * | 0 | |
| 35.020 | | Share of Income/Loss of Associates & Joint Ventures | 0 | 0 |
| | | Fee Income | 0 | 0 |
| 23.030 | | Other Revenue | 0 | 0 |
| 35.020 | | Fraternal and Other Fund Revenues | 0 | 0 |
| | | Total Revenue | 2,154 | 2,403 |
| | | Policy/Certificate Benefits and Expenses | | |
| 35.020 | | Policyholder/Certificateholder Benefits | 129 | 93 |
| 35.020 | | Benefits ceded | 0 | 0 |
| | | Gross Changes to Actuarial Liabilities | | |
| 35.020 | | Normal | -74 | 36 |
| 35.020 | | Basis Change | 0 | 0 |
| | | Gross Changes to Other Contract Liabilities | | |
| 35.020 | | Normal | 0 | 0 |
| 35.020 | | Basis Change | 0 | 0 |
| | | Changes in Actuarial and Other Contract Liabilities Ceded | | |
| 35.020 | | Normal | 0 | 0 |
| 35.020 | | Basis Change | 0 | 0 |
| 35.020 | | Policyholder/Certificateholder Dividends | 0 | 0 |
| 35.020 | | Experience Rating Refunds | 0 | 0 |
| 35.020 | | Transfer to and (Transfer from) Other Funds | 0 | 0 |
| 35.020 | | Gross Commissions | 565 | 565 |
| 35.020 | | Commissions Ceded | 0 | 0 |
| 35.020 | | Interest on Policyholder/Certificateholder Amounts on Deposit | 0 | 0 |
| 23.030 | | Interest Expense and Finance costs | 0 | 0 |
| 23.030 | | General Expenses and Taxes (excl. income taxes) | 1,009 | 1,080 |
| 23.030 | | Other Expenses | 0 | 0 |
| 35.020 | | Fraternal and Other Fund Expenses | 0 | 0 |
| | | Total Benefits and Expenses | 1,629 | 1,774 |
| | | Income Before Income Tax | 525 | 629 |
| | | Provision for Income Taxes | | |
| | | Current | 108 | 136 |
| | | Deferred | 0 | -1 |
| | | Income Before the following: | 417 | 494 |
| 35.020 | | Discontinued Operations (net of Income Taxes of \$) | 0 | 0 |
| | | Net Income | 417 | 494 |
| 35.020 | | Attributable to Participating Policyholders/Certificateholders | 0 | 0 |
| 35.020 | | Net Income after Attribution to Participating Policyholders/Certificateholders | 417 | 494 |
| 35.020 | | Attributable to Fraternal and Other Fund Account | 0 | 0 |
| 35.020 | | Insurance Fund | 417 | 494 |
| | | Attributable to: | | |
| | | Non-controlling Interests | 0 | 0 |
| | | Equity Holders | 417 | 494 |
| | | | (99) | |
| | | | 830 | 0 |

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

CONSOLIDATED FINANCIAL STATEMENTS**STATEMENT OF EQUITY IN PARTICIPATING ACCOUNT
(\$'000)**

| Reference Page | FS Notes Reference | (05) | Current Period (01) | Prior Period (03) |
|------------------------|--------------------|---|---------------------|-------------------|
| | | Beginning of Year | 0 | 0 |
| | | Adjustments | 0 | 0 |
| | | (Specify) | 0 | 0 |
| 20.030 | | Share of Net Income (Loss) | 0 | 0 |
| 20.040 | | Transfer from (to) Retained Earnings (Stock companies only) | 0 | 0 |
| 20.040 | | Transfer from (to) Non-Par Account (Mutual companies only) | 0 | 0 |
| | | End of Year | 0 | 0 |

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

| Reference Page | FS Notes Reference | (05) | Current Period (01) | Prior Period (03) |
|------------------------|--------------------|-------------------------------------|---------------------|-------------------|
| | | Beginning of Year | 0 | 0 |
| | | Adjustments | 0 | 0 |
| | | (Specify) | 0 | 0 |
| 20.030 | | Share of Net Income (Loss) | 0 | 0 |
| 20.040 | | Transfer from (to) Par Account | 0 | 0 |
| | | Dividends to Preferred Shareholders | 0 | 0 |
| | | End of Year | 0 | 0 |

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

| Reference Page | FS Notes Reference | (05) | Current Period (01) | Prior Period (03) |
|------------------------|--------------------|--------------------------------|---------------------|-------------------|
| | | Beginning of Year | 1,242 | 627 |
| 20.030 | | Share of Net Income (Loss) | 417 | 493 |
| 20.040 | | Transfer from (to) Par Account | 0 | 0 |
| | | Dividends to Shareholders: | | |
| | | Preferred | 0 | 0 |
| | | Common | 500 | 100 |
| | | (Specify) | 0 | 0 |
| | | (Specify) | | 0 |
| | | (Specify) | | 0 |
| | | End of Year | 1,159 | 1,020 |

CONSOLIDATED FINANCIAL STATEMENTS

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

| Reference Page | FS Notes Reference | | Current Period | Prior Period |
|----------------|---|---|----------------|--------------|
| | | | (01) | (03) |
| 20.030 | | Comprehensive Income (Loss) | | |
| | | Net Income | 010 | 494 |
| | | Other Comprehensive Income (Loss): | | |
| | | Items that may be reclassified subsequently to Net Income: | | |
| | | FVOCI: | | |
| | | Change in Unrealized Gains and Losses: | | |
| | | - Loans | 110 | 0 |
| | | - Bonds and Debentures | 140 | 0 |
| | | - Equities (IAS 39) | 170 | 0 |
| | | Reclassification of (Gains) Losses to Net Income | 210 | 0 |
| | | Overlay approach * | | |
| | | Change in Unrealized Gains and Losses related to overlay approach for financial instruments | | |
| | | 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 | 0 |
| | | Reclassification of (Gains) Losses to Net Income | 340 | 0 |
| | | Foreign Currency Translation | | |
| | | Change in Unrealized Gains and Losses | 410 | 0 |
| | | Impact of Hedging | 440 | 0 |
| | | Share of Other Comprehensive Income of Associates & Joint Ventures | 460 | 0 |
| | | Other | 445 | 0 |
| | | Subtotal of items that may be reclassified subsequently to Net Income | 449 | 0 |
| | Items that will not be reclassified subsequently to Net Income: | | | |
| | FVOCI: | | | |
| | Change in Unrealized Gains and Losses: | | | |
| | - Equities (IFRS 9) | 465 | 599 | |
| | Revaluation Surplus | 455 | 0 | |
| | Remeasurements of Defined Benefit Plans | 470 | 0 | |
| | Other | 480 | 14 | |
| | Subtotal of items that will not be reclassified subsequently to Net Income | 489 | 613 | |
| | Total Other Comprehensive Income (Loss) | 510 | 613 | |
| | Total Comprehensive Income (Loss) | 589 | 1,030 | |
| | Attributable to: | | | |
| | Participating Policyholders/Certificateholders | 615 | 0 | |
| | Non-controlling Interests | 600 | 0 | |
| | Equity Holders | 620 | 1,030 | |
| | | | -174 | |
| 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 | 0 |
| | | - Bonds and Debentures | 740 | 0 |
| | | - Equities (IAS 39) | 770 | 0 |
| | | Overlay Approach * | 775 | |
| | | Derivatives Designated as Cash Flow Hedges | 810 | 0 |
| | | Foreign Currency (Net of Hedging Activities) | 840 | 0 |
| | | Share of Other Comprehensive Income of Associates & Joint Ventures | 860 | 0 |
| | | Other | 845 | 0 |
| | | Subtotal of items that may be reclassified subsequently to Net Income | 849 | 0 |
| | | Items that will not be reclassified subsequently to Net Income: | | |
| | | FVOCI: | | |
| | | - Equities (IFRS 9) | 865 | 520 |
| | | Revaluation Surplus | 855 | 0 |
| | | Remeasurements of Defined Benefit Plans | 870 | 0 |
| | | Other | 880 | 0 |
| | | Subtotal of items that will not be reclassified subsequently to Net Income | 889 | 520 |
| | | Balance at end of Period | 899 | -636 |

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