

CONSOLIDATED FINANCIAL STATEMENTS

ASSETS
(\$'000)

Reference Page	FS Notes Reference		Current Period		Prior Period		Opening Prior Year Restated	
			Total (01)	Vested in Trust (02)	Total (03)	Vested in Trust (04)	Total (05)	Vested in Trust (06)
		Cash and Cash Equivalents	010	764		751		
		Assets held for sale	020	0		0		
21.012		Short Term Investments	040	0		0		
21.150 or/ou		Accrued Investment Income	070	0		0		
		Accounts Receivable	100	947		1,724		
21.012		Policy/Certificate Loans	200	0		0		
21.050		Bonds and Debentures	250	49		50		
21.012		Mortgage Loans	300	0		0		
21.012		Preferred Shares	420	3,463		3,828		
21.012		Common Shares	440	1,272		1,535		
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	306		0		
		Deferred Tax Assets	800	45		96		
		Goodwill	820	0		0		
		Intangible Assets	830	0		0		
		Defined Benefit Pension Plan	840	0		0		
21.155		Other Assets	880	32		37		
		TOTAL ASSETS	899	6,878		8,021		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	
22.020		Actuarial Liabilities for Insurance Contracts	010	298	304
22.020		Other Contract Liabilities	040	230	200
22.030 or/ou 21.080		Trust and Banking Deposits	070		0
		Accounts Payable	100	718	1,164
		Mortgage Loans and Other Real Estate Encumbrances	130	0	0
		Derivative Financial Instruments	140		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	239	453
		Segregated Fund Liabilities	420		0
		Current Tax Liabilities	430		98
		Deferred Tax Liabilities	250		0
		Subordinated Debt	280		0
		Other Debt	310		0
		Total Liabilities	389	1,485	2,219
		Policyholders' Equity			
20.040		Participating Account	510	0	0
		Participating Account - Accumulated OCI (Loss)	520		0
20.040		Non-Participating Account (Mutual Companies Only)	540	0	0
		Non-Participating Account - Accumulated OCI (Loss)	550		0
		Total Policyholders' Equity	589	0	0
		Shareholders' Equity			
		Capital Stock	610	5,000	5,000
		Other Capital	640		0
		Contributed Surplus	670	100	100
20.040		Retained Earnings	700	296	178
		Accumulated Other Comprehensive Income (Loss)	740	(3)	524
		Total Shareholders' Equity	779	5,393	5,802
		Non-controlling Interests	829	0	0
		Total Equity	839	5,393	5,802
		TOTAL LIABILITIES AND EQUITY	899	6,878	8,021
20.044 20.042		Head Office Account	800		
		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	4,674	4,270
35.020		Premiums ceded	0	0
45.020		Net Premiums	4,674	4,270
35.020		Gross Investment Income	228	288
35.020		Less: Investment Expenses and Taxes	0	0
23.010		Net Investment Income	228	288
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	4,902	4,558
		Policy/Certificate Benefits and Expenses		
35.020		Policyholder/Certificateholder Benefits	155	116
35.020		Benefits ceded	0	0
		Gross Changes to Actuarial Liabilities		
35.020		Normal	(6)	(12)
35.020		Basis Change	0	0
		Gross Changes to Other Contract Liabilities		
35.020		Normal	0	
35.020		Basis Change	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	0	0
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)	4,130	3,936
23.030		Other Expenses	0	0
35.020		Fraternal and Other Fund Expenses	0	0
		Total Benefits and Expenses	4,279	4,040
		Income Before Income Tax	623	518
		Provision for Income Taxes		
		Current	63	112
		Deferred	50	(29)
		Income Before the following:	510	435
35.020		Discontinued Operations (net of Income Taxes of \$)	0	0
		Net Income	510	435
35.020		Attributable to Participating Policyholders/Certificateholders	0	0
35.020		Net Income after Attribution to Participating Policyholders/Certificateholders	510	435
35.020		Attributable to Fraternal and Other Fund Account	0	0
35.020		Insurance Fund	510	435
		Attributable to:		
		Non-controlling Interests		0
		Equity Holders	510	435
			(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	178	293
20.030		Share of Net Income (Loss)	508	435
20.040		Transfer from (to) Par Account	0	0
		Dividends to Shareholders:		
		Preferred	0	0
		Common	390	550
		(Specify)	0	0
		(Specify)	0	0
		(Specify)		
		End of Year	296	178

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	510	435
		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	427
		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	0
		Reclassification of (Gains) Losses from Net Income	225	0
		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:		375		
FVOCI:				
Change in Unrealized Gains and Losses:				
- Equities (IFRS 9)	465	0		
Revaluation Surplus	455	0		
Remeasurements of Defined Benefit Plans	470	0		
Other	480	0		
Subtotal of items that will not be reclassified subsequently to Net Income	489	0		
Total Other Comprehensive Income (Loss)	510	375		
Total Comprehensive Income (Loss)	589	810		
Attributable to:				
Participating Policyholders/Certificateholders	615	0		
Non-controlling Interests	600	0		
Equity Holders	620	810		
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	524
		Overlay Approach *	775	0
		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:		524
		FVOCI:		
		- Equities (IFRS 9)	865	(3)
		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	(3)
		Balance at end of Year	899	524

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

Trans Global Life Insurance Company
Insurer31/12/2018
Period Ending Date

10.100

LICAT Ratios
Summary Calculations

(thousands of dollars, except percentages)

<i>Tier 1 Capital (20.100)</i>	(A)	1010010040	5,393
<i>Tier 2 Capital (20.200)</i>	(B)	1010010050	0
Available Capital (A + B)	(C)	1010010030	5,393
Surplus Allowance	(D)	1010010060	34
Eligible Deposits	(E)	1010010070	0
Credit Risk (30.000)		1010010080	35
Market Risk (50.000)		1010010160	799
Credit and Market for P&C Insurance (per MCT)		1010010350	
Insurance Risk (60.000)		1010010220	303
<i>Capital Requirements: Before Credits and Non-Diversified Risks</i>	(F)	1010010290	1,137
Participating, Adjustable and Policyholder Deposits and Group Business Credits (90.000)		1010010300	0
Diversification Credit (110.000)		1010010310	114
<i>Credits</i>	(G)	1010010320	114
Segregated Fund Guarantees (70.100)		1010010280	0
Operational Risk (80.000)		1010010340	174
<i>Capital Requirements: Non-Diversified Risks</i>	(H)	1010010330	174
Base Solvency Buffer ((F - G + H) x Scalar [1.05])	(I)	1010010360	1,257
Core Ratio (%)	[(A + 70% D + 70% E) / I] x 100	1010010010	430.93%
Total Ratio (%)	[(C + D + E) / I] x 100	1010010020	431.74%