

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	631		843			
		Assets held for sale	0		0			
21.012		Short Term Investments	0		0			
21.150 or/ou		Accrued Investment Income	10		15			
		Accounts Receivable	1,060		977			
21.012		Policy/Certificate Loans	0		0			
21.050		Bonds and Debentures	52		50			
21.012		Mortgage Loans	0		0			
21.012		Preferred Shares	4,024		3,740			
21.012		Common Shares	1,454		1,489			
21.012		Investment Properties	0		0			
		Derivative Financial Instruments	0		0			
22.020		Reinsurance Assets	0		0			
21.080		Property and Equipment	0		0			
21.012		Interests in Associates & Joint Ventures	0		0			
60.010		Segregated Funds Net Assets	0		0			
21.100		Other Loans and Invested Assets	0		0			
		Investments in Subsidiaries	0		0			
		Current Tax Assets	0		0			
		Deferred Tax Assets	40		77			
		Goodwill	0		0			
		Intangible Assets	0		0			
		Defined Benefit Pension Plan	0		0			
21.155		Other Assets	31		42			
		TOTAL ASSETS	7,302		7,233		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	411	403
22.020		Other Contract Liabilities	040	246	195
22.030 or/ou		Trust and Banking Deposits	070	0	0
21.080		Accounts Payable	100	516	410
		Mortgage Loans and Other Real Estate Encumbrances	130	0	0
		Derivative Financial Instruments	140	0	0
		Defined Benefit Pension Plan	145	0	0
22.030		Amounts Due in respect of Staff Pension Plans (not including amounts on line 145 above)	150	0	0
		Provisions and Other Liabilities	160	271	473
		Segregated Fund Liabilities	420	0	0
		Current Tax Liabilities	430	0	62
		Deferred Tax Liabilities	250	0	0
		Subordinated Debt	280	0	0
		Other Debt	310	0	0
		Total Liabilities	389	1,444	1,543
		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	5,858	5,690
		Non-controlling Interests	829	0	0
		Total Equity	839	5,858	5,690
		TOTAL LIABILITIES AND EQUITY	899	7,302	7,233
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	3,352	3,186
35.020		Premiums ceded	0	0
45.020		Net Premiums	3,352	3,186
35.020		Gross Investment Income	178	210
35.020		Less: Investment Expenses and Taxes	0	0
23.010		Net Investment Income	178	210
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	3,530	3,396
		Policy/Certificate Benefits and Expenses		
35.020		Policyholder/Certificateholder Benefits	89	97
35.020		Benefits ceded	0	0
		Gross Changes to Actuarial Liabilities		
35.020		Normal	106	86
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	149	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)	2,758	2,841
23.030		Other Expenses	0	0
35.020		Fraternal and Other Fund Expenses	0	0
		Total Benefits and Expenses	3,102	3,024
		Income Before Income Tax	428	372
		Provision for Income Taxes		
		Current	21	72
		Deferred	56	(10)
		Income Before the following:	351	310
35.020		Discontinued Operations (net of Income Taxes of \$)	0	0
		Net Income	351	310
35.020		Attributable to Participating Policyholders/Certificateholders	0	0
35.020		Net Income after Attribution to Participating Policyholders/Certificateholders	351	310
35.020		Attributable to Fraternal and Other Fund Account	0	0
35.020		Insurance Fund	351	310
		Attributable to:		
		Non-controlling Interests		0
		Equity Holders	351	310
			(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	294
		Adjustments	0	0
		(Specify)	0	0
20.030		Share of Net Income (Loss)	351	310
20.040		Transfer from (to) Par Account	0	0
		Dividends to Shareholders:		
		Preferred	0	0
		Common	290	450
		End of Year	239	154

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	351	310
		Other Comprehensive Income (Loss):			
		Items that may be reclassified subsequently to Net Income:			
		FVOCI:			
		Change in Unrealized Gains and Losses:			
		- Loans	110	0	0
		- Bonds and Debentures	140	0	0
		- Equities (IAS 39)	170	0	332
		Reclassification of (Gains) Losses to Net Income	210	0	(44)
		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	0
		Reclassification of (Gains) Losses to Net Income	340	0	0
		Foreign Currency Translation			
		Change in Unrealized Gains and Losses	410	0	0
		Impact of Hedging	440	0	0
		Share of Other Comprehensive Income of Associates & Joint Ventures	460	0	0
		Other	445	0	0
		Subtotal of items that may be reclassified subsequently to Net Income	449	0	288
		Items that will not be reclassified subsequently to Net Income:			
		FVOCI:			
		Change in Unrealized Gains and Losses:			
		- Equities (IFRS 9)	465	(79)	0
Revaluation Surplus	455	0	0		
Remeasurements of Defined Benefit Plans	470	0	0		
Other	480	0	0		
Subtotal of items that will not be reclassified subsequently to Net Income	489	(79)	0		
Total Other Comprehensive Income (Loss)	510	(79)	288		
Total Comprehensive Income (Loss)	589	272	598		
Attributable to:					
Participating Policyholders/Certificateholders	615	0	0		
Non-controlling Interests	600	0	0		
Equity Holders	620	272	598		
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	0
		- Bonds and Debentures	740	0	0
		- Equities (IAS 39)	770	0	436
		Overlay Approach *	775		
		Derivatives Designated as Cash Flow Hedges	810	0	0
		Foreign Currency (Net of Hedging Activities)	840	0	0
		Share of Other Comprehensive Income of Associates & Joint Ventures	860	0	0
		Other	845	0	0
		Subtotal of items that may be reclassified subsequently to Net Income	849	0	436
		Items that will not be reclassified subsequently to Net Income:			
		FVOCI:			
		- Equities (IFRS 9)	865		
		Revaluation Surplus	855	519	0
		Remeasurements of Defined Benefit Plans	870	0	0
		Other	880	0	0
		Subtotal of items that will not be reclassified subsequently to Net Income	889	519	0
		Balance at end of Year	899	519	436

* 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 Co
Insurer30/09/2018
Period Ending Date

10.100

LICAT Ratios
Summary Calculations

(thousands of dollars, except percentages)

<i>Tier 1 Capital (20.100)</i>	(A)	1010010040	5,858
<i>Tier 2 Capital (20.200)</i>	(B)	1010010050	0
Available Capital (A + B)	(C)	1010010030	5,858
Surplus Allowance	(D)	1010010060	39
Eligible Deposits	(E)	1010010070	
Credit Risk (30.000)		1010010080	42
Market Risk (50.000)		1010010160	962
Credit and Market for P&C Insurance (per MCT)		1010010350	
Insurance Risk (60.000)		1010010220	271
<i>Capital Requirements: Before Credits and Non-Diversified Risks</i>	(F)	1010010290	1,275
Participating, Adjustable and Policyholder Deposits and Group Business Credits (90.000)		1010010300	0
Diversification Credit (110.000)		1010010310	109
<i>Credits</i>	(G)	1010010320	109
Segregated Fund Guarantees (70.100)		1010010280	
Operational Risk (80.000)		1010010340	204
<i>Capital Requirements: Non-Diversified Risks</i>	(H)	1010010330	204
Base Solvency Buffer ((F - G + H) x Scalar [1.05])	(I)	1010010360	1,439
Core Ratio (%)	$[(A + 70\% D + 70\% E] / I) \times 100$	1010010010	408.99%
Total Ratio (%)	$[(C + D + E] / I) \times 100$	1010010020	409.80%