

CONSOLIDATED FINANCIAL STATEMENTS

ASSETS
(S'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	2,401		1,098		
		Assets held for sale	020			0		
21.012		Short Term Investments	040	0		0		
		Accrued Investment Income	070			0		
21.150 or/ou 21.155		Accounts Receivable	100	2,050		2,207		
		Policy/Certificate Loans	200			0		
21.012		Bonds and Debentures	250	50		50		
21.050		Mortgage Loans	300	0		0		
21.012		Preferred Shares	420	2,917		3,549		
21.012		Common Shares	440	2,125		2,007		
21.012		Investment Properties	510	0		0		
		Derivative Financial Instruments	520			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					
		Current Tax Assets	780			0		
		Deferred Tax Assets	800	124		72		
		Goodwill	820			0		
		Intangible Assets	830			0		
		Defined Benefit Pension Plan	840			0		
21.155		Other Assets	880	26		14		
		TOTAL ASSETS	899	9,693		8,997		0

CONSOLIDATED FINANCIAL STATEMENTS

LIABILITIES, POLICYHOLDERS'/SHAREHOLDERS' EQUITY AND HEAD OFFICE ACCOUNT
(S'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	804	1,548	
22.020		Other Contract Liabilities 040	165	117	
		Trust and Banking Deposits 070		0	
22.030 or/ou		Accounts Payable 100	1,410	490	
21.080		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	516	261	
		Segregated Fund Liabilities 420		0	
		Current Tax Liabilities 430	48	4	
		Deferred Tax Liabilities 250		0	
		Subordinated Debt 280		0	
		Other Debt 310		0	
		Total Liabilities 389	2,943	2,420	0
		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	0
		Shareholders' Equity			
		Capital Stock 610	5,000	5,000	
		Other Capital 640		0	
		Contributed Surplus 670	1,000	1,000	
20.040		Retained Earnings 700	488	363	
		Accumulated Other Comprehensive Income (Loss) 740	261	214	
		Total Shareholders' Equity 779	6,749	6,577	0
		Non-controlling Interests 829		0	
		Total Equity 839	6,749	6,577	0
		TOTAL LIABILITIES AND EQUITY 899	9,692	8,997	0
20.044		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
(S'000)

Reference Page	FS Notes Reference			Current Period	Prior Period
				(01)	(03)
		Revenue			
35.020		Gross Premiums	020	5,509	9,325
35.020		Premiums ceded	030	0	0
45.020		Net Premiums	040	5,509	9,325
35.020		Gross Investment Income	050	308	299
35.020		Less: Investment Expenses and Taxes	060	0	0
23.010		Net Investment Income	070	308	299
35.020		Share of Income (Loss) of Associates & Joint Ventures	090	0	0
		Fee Income	130	0	0
23.030		Other Revenue	160	0	0
35.020		Fraternal and Other Fund Revenues	180	0	0
		Total Revenue	199	5,817	9,624
		Policy/Certificate Benefits and Expenses			
35.020		Policyholder/Certificateholder Benefits	260	196	687
35.020		Benefits ceded	270	0	0
		Gross Changes to Actuarial Liabilities			
35.020		Normal	310	(743)	509
35.020		Basis Change	320	0	0
35.020		Gross Changes to Other Contract Liabilities	340	0	0
		Changes in Actuarial and Other Contract Liabilities Ceded			
35.020		Normal	370	0	0
35.020		Basis Change	380	0	0
35.020		Policyholder/Certificateholder Dividends	360	0	0
35.020		Experience Rating Refunds	390	0	0
35.020		Transfer to and (Transfer from) Other Funds	420	0	0
35.020		Gross Commissions	460	0	0
35.020		Commissions Ceded	470	0	0
35.020		Interest on Policyholder/Certificateholder Amounts on Deposit	480	0	0
23.030		Interest Expense and Finance costs	510	0	0
23.030		General Expenses and Taxes (excl. income taxes)	540	5,369	7,563
23.030		Other Expenses	570	0	0
35.020		Fraternal and Other Fund Expenses	580	0	0
		Total Benefits and Expenses	649	4,822	8,759
		Income Before Income Tax	669	995	865
		Provision for Income Taxes			
		Current	700	247	211
		Deferred	710	(51)	(56)
		Income Before the following:	749	799	710
35.020		Discontinued Operations (net of Income Taxes of \$)	830	0	0
		Income Before Attribution to Participating Policyholders/Certificateholders	859	799	710
35.020		Income Attributable to Participating Policyholders/Certificateholders (Stock Companies)	870	0	0
35.020		Net Income	899	799	710
35.020		Less: Fraternal and Other Fund Account	980	0	0
35.020		Net Income: Insurance Fund	989	799	710
35.020		Attributable to:			
		Non-controlling Interests	900		0
		Equity Holders	920	799	710
				(99)	
			830	0	

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

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

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

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

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

Reference Page	FS Notes Reference		Current Period	Prior Period
			(01)	(03)
		Beginning of Year	363	478
		Adjustments		0
		(Specify)		0
20.030		Share of Net Income (Loss)	801	710
20.040		Transfer from (to) Par Account	0	0
		Dividends to Shareholders:		
		Preferred	676	825
		Common		0
		End of Year	488	363

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)
20.030		Comprehensive Income (Loss)		
		Net Income/Income Before Attribution to Participating Policyholders/Certificateholders	799	710
		Other Comprehensive Income (Loss):		
		Items that may be reclassified subsequently to Net Income:		
		Available for Sale:		
		Change in Unrealized Gains and Losses:		
		- Loans		0
		- Bonds and Debentures		0
		- Equities	117	213
		Reclassification of (Gains) Losses to Net Income	(69)	(116)
		Derivatives Designated as Cash Flow Hedges		
		Change in Unrealized Gains and Losses		0
		Reclassification of (Gains) Losses to Net Income		0
		Foreign Currency Translation		
		Change in Unrealized Gains and Losses		0
		Impact of Hedging		0
		Share of Other Comprehensive Income of Associates & Joint Ventures		0
		Other		0
		Subtotal of items that may be reclassified subsequently to Net Income	48	97
		Items that will not be reclassified subsequently to Net Income:		
		Revaluation Surplus		0
		Remeasurements of Defined Benefit Plans		0
		Other		0
		Subtotal of items that will not be reclassified subsequently to Net Income	0	0
		Total Other Comprehensive Income (Loss)	48	97
		Total Comprehensive Income (Loss)	847	807
		Attributable to:		
		Participating Policyholders/Certificateholders (Stock companies)		0
		Non-controlling Interests		0
		Equity Holders	847	807

Reference Page	FS Notes Reference		Current Period (01)	Prior Period (03)
		Accumulated Other Comprehensive Income (Loss)		
		Accumulated Gains (Losses), net of tax, on:		
		Items that may be reclassified subsequently to Net Income:		
		Available for Sale:		
		- Loans	710	0
		- Bonds and Debentures	740	0
		- Equities	261	214
		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	261	214
		Items that will not be reclassified subsequently to Net Income:		
		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	0	0
		Balance at end of Year	261	214

Summary of Capital Elements and Ratio Calculations
(thousands of dollars)

	01	02	Ref
Capital Available:			
Tier 1			
Common shares		5,000	001
Contributed surplus		1,000	002
Retained earnings	488		003
Less: Accumulated after tax fair value gains/(losses) arising from changes in institution's own credit risk			301
Less: After tax fair value gains/(losses) on own-use property upon conversion to IFRS (cost model)			204
Plus: Accumulated after tax revaluation loss on own-use property (revaluation model)			206
Less: Accumulated net after tax fair value gains after transition to IFRS on investment properties that do not back liabilities under CALM			208
Less: Net decrease in actuarial liabilities due to recognition of mortality improvement			210
Less: Discretionary participation features included in reported equity			212
Plus: Adjustment to retained earnings for phase-in of IFRS			214
Retained earnings for MCCSR purposes		488	203
Future use: fair value option			302
Participating account			004
Non-cumulative perpetual preferred shares			005
Qualifying non-controlling interests (excluding innovative tier 1)			006
Innovative Instruments in Tier 1 (max 15% net tier 1)			007
Non-participating account (mutual companies)			311
Accumulated net after-tax foreign currency translation adjustment reported in Other Comprehensive Income (OCI)			313
Accumulated net after-tax unrealized loss on available-for-sale equity securities reported in OCI			314
Accumulated changes in liabilities included in OCI under shadow accounting			316
Accumulated defined benefit pension plan remeasurements included in OCI			317
Adjustment amount to phase-in the impact on tier 1 capital on account of defined benefit pension plan assets (liabilities) ¹			318
Gross Tier 1 Capital		6,488	010
Less: Deductions for Net Tier 1 Capital (page 20.020, line 249)	0		012
Net Tier 1 Capital		6,488	020
Less: Additional deductions for Adjusted Net Tier 1 Capital (page 20.020, line 299)	0		321
Adjusted Net Tier 1 Capital		A 6,488	329
Tier 2A (page 20.020 line 079)	261		021
Tier 2B allowed (page 20.030 line 045)	0		022
Tier 2C (page 20.030 line 068)	0		023
Net Tier 2 Capital (page 20.030 line 695)		B 261	025
Total Capital Available	(A+B)	C 6,749	040
Capital Required:			
Asset Default and Market Risk			
Asset Default (C-1) Risk			
- Backing Non-Par, Surplus and Non-Qualifying Participating	i)	549	041
- Backing Qualifying Participating Policies	ii)	0	042
Index Linked Pass Through Products	iii)	0	043
C-1 and C-3 requirements for letters of credit and collateral used to obtain reserve or capital credit for unregistered reinsurance	iv)		220
Off-Balance Sheet Exposures			
- Backing Non-Par, Surplus and Non-Qualifying Participating	v)	0	044
- Backing Qualifying Participating Policies	vi)	0	045
Segregated Funds Risk	vii)	0	046
Total Asset Default and Market Risk	sum of (i to vii)	549	050
Insurance Risks			
Mortality Risk	i)	218	051
Morbidity Risk	ii)	399	052
Lapse Risk	iii)	0	053
Total Insurance Risks	sum of (i to iii)	617	060
Changes in Interest Environment (C-3) Risk			
		0	062
Foreign Exchange Risk			
		0	067
Other (specify)²			
			070
Total Capital Required		D 1,166	080
MCCSR Ratios			
Tier 1	(A ÷ D) x 100	556.40	098
Total	(C ÷ D) x 100	578.81	099

¹ Phase-in of the impact of including in Tier 1 the AOCI DB Plan remeasurements balance, if any, as at Dec 31, 2012 and of the net restatement of retained earnings and AOCI together upon the initial adoption of IAS 19R, effective Jan 1, 2013.

² Provide details of additional requirements.