

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	650		1,691		
		Assets held for sale	020	0		0		
21.012		Short Term Investments	040	0		0		
		Accrued Investment Income	070	8		60		
21.150 or/ou		Accounts Receivable	100	1,511		1,395		
		Policy/Certificate Loans	200	0		0		
21.012		Bonds and Debentures	250	50		50		
21.050		Mortgage Loans	300	0		0		
21.012		Preferred Shares	420	3,299		2,158		
21.012		Common Shares	440	1,480		1,065		
21.012		Investment Properties	510	0		0		
		Derivative Financial Instruments	520			0		
22.020		Reinsurance Assets	530			0		
21.080		Property and Equipment	540			0		
21.012		Interests in Associates & Joint Ventures	550	0		0		
60.010		Segregated Funds Net Assets	560			0		
21.100		Other Loans and Invested Assets	600	0		0		
		Investments in Subsidiaries	750			0		
		Current Tax Assets	780			0		
		Deferred Tax Assets	800	71		79		
		Goodwill	820			0		
		Intangible Assets	830			0		
		Defined Benefit Pension Plan	840			0		
21.155		Other Assets	880	14		17		
		TOTAL ASSETS	899	7,083		6,515		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	344	398
22.020		Other Contract Liabilities	040	145	135
		Trust and Banking Deposits	070	0	0
22.030 or/ou		Accounts Payable	100	659	366
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
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	353	404
		Segregated Fund Liabilities	420	0	0
		Current Tax Liabilities	430	41	0
		Deferred Tax Liabilities	250	0	0
		Subordinated Debt	280	0	0
		Other Debt	310	0	0
		Total Liabilities	389	1,542	1,303
		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	5,541	5,212
		Non-controlling Interests	829	0	0
		Total Equity	839	5,541	5,212
		TOTAL LIABILITIES AND EQUITY	899	7,083	6,515
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
(\$'000)

Reference Page	FS Notes Reference		Current Period	Prior Period
			(01)	(03)
		Revenue		
35.020		Gross Premiums 020	1,050	1,118
35.020		Premiums ceded 030	0	0
45.020		Net Premiums 040	1,050	1,118
35.020		Gross Investment Income 050	63	284
35.020		Less: Investment Expenses and Taxes 060	0	0
23.010		Net Investment Income 070	63	284
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	1,113	1,402
		Policy/Certificate Benefits and Expenses		
35.020		Policyholder/Certificateholder Benefits 260	32	38
35.020		Benefits ceded 270	0	0
		Gross Changes to Actuarial Liabilities		
35.020		Normal 310	27	42
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	935	972
23.030		Other Expenses 570	0	0
35.020		Fraternal and Other Fund Expenses 580	0	0
		Total Benefits and Expenses 649	994	1,052
		Income Before Income Tax 669	119	350
		Provision for Income Taxes		
		Current 700	24	78
		Deferred 710	(4)	5
		Income Before the following: 749	99	267
35.020		Discontinued Operations (net of Income Taxes of \$) 830	0	0
		Income Before Attribution to Participating Policyholders/Certificateholders 859	99	267
35.020		Income Attributable to Participating Policyholders/Certificateholders (Stock Companies) 870	0	0
35.020		Net Income 899	99	267
35.020		Less: Fraternal and Other Fund Account 980	0	0
35.020		Net Income: Insurance Fund 989	99	267
		Attributable to:		
		Non-controlling Interests 900	0	0
		Equity Holders 920	99	267
			(99)	
		830	0	

CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF EQUITY IN PARTICIPATING ACCOUNT
(\$'000)

Reference Page	FS Notes Reference		Current Period	Prior Period
		(05)	(01)	(03)
		Beginning of Year	010	0
		Adjustments	040	0
		(Specify)	070	0
20.030		Share of Net Income (Loss)	100	0
20.040		Transfer from (to) Retained Earnings (Stock companies only)	130	0
20.040		Transfer from (to) Non-Par Account (Mutual companies only)	160	0
		End of Year	199	0

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

Reference Page	FS Notes Reference		Current Period	Prior Period
		(05)	(01)	(03)
		Beginning of Year	310	0
		Adjustments	340	0
		(Specify)	370	0
20.030		Share of Net Income (Loss)	400	0
20.040		Transfer from (to) Par Account	430	0
		Dividends to Preferred Shareholders	460	9
		End of Year	499	(9)

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

Reference Page	FS Notes Reference		Current Period	Prior Period
		(05)	(01)	(03)
		Beginning of Year	510	294
		Adjustments	540	0
		(Specify)	570	0
20.030		Share of Net Income (Loss)	600	99
20.040		Transfer from (to) Par Account	630	0
		Dividends to Shareholders		
		Preferred	710	0
		Common	740	0
		End of Year	859	393

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

Reference Page	FS Notes Reference Reference		Current Period	Prior Period
			(01)	(03)
20.030		Comprehensive Income (Loss)		
		Net Income/Income Before Attribution to Participating Policyholders/Certificateholders	010	267
		Other Comprehensive Income (Loss):		
		Items that may be reclassified subsequently to Net Income:		
		Available for Sale:		
		Change in Unrealized Gains and Losses:		
		- Loans	110	0
		- Bonds and Debentures	140	0
		- Equities	170	(68)
		Reclassification of (Gains) Losses to Net Income	210	(175)
		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	(243)
		Items that will not be reclassified subsequently to Net Income:		
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	(243)		
Total Comprehensive Income (Loss)	589	24		
Attributable to:				
Participating Policyholders/Certificateholders (Stock companies)	615	0		
Non-controlling Interests	600	0		
Equity Holders	620	24		
Reference Page	FS Notes Reference 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	770	(129)
		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	(129)
		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	889	0
		Balance at end of Year	899	(129)

Summary of Capital Elements and Ratio Calculations

(thousands of dollars)

	01	02	Ref
Capital Available:			
Tier 1			
Common shares		5,000	001
Contributed surplus		100	002
Retained earnings	93		003
Less: Accumulated after tax fair value gains/(losses) arising from changes in the institution's own credit risk			301
Less: After tax fair value gains/(losses) on owner-occupied property upon conversion			204
Plus: Accumulated after tax revaluation loss on owner-occupied property (revaluation)			206
Less: Accumulated net after-tax gains or losses up to the transfer date on owner-			207
Less: Accumulated net after tax fair value gains after transition to IFRS on investment			208
Less: Net decrease in actuarial liabilities due to recognition of mortality improvement			210
Less: Discretionary participation features included in reported equity			212
Plus: Accumulated gains reported in OCI up to the transfer date on investment property			213
Retained earnings for MCCSR purposes		93	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			313
Accumulated net after-tax unrealized loss on available-for-sale equity securities			314
Accumulated changes in liabilities included in OCI under shadow accounting			316
Accumulated defined benefit pension plan remeasurements included in OCI			317
Gross Tier 1 Capital		5,193	010
Less: Deductions for Net Tier 1 Capital (page 20.020, line 249)	0		012
Net Tier 1 Capital		5,193	020
Less: Additional deductions for Adjusted Net Tier 1 Capital (page 20.020, line 299)	0		321
Adjusted Net Tier 1 Capital		A 5,193	329
Tier 2A (page 20.020 line 079)	348		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 348	025
Total Capital Available	(A + B)	C 5,541	040
Capital Required:			
Asset Default and Market Risk			
Asset Default (C-1) Risk			
- Backing Non-Par, Surplus and Non-Qualifying Participating	i)	415	041
- Backing Qualifying Participating Policies	ii)		042
Index Linked Pass Through Products	iii)		043
C-1 and C-3 requirements for letters of credit and collateral used to obtain reserve or	iv)		220
Off-Balance Sheet Exposures			
- Backing Non-Par, Surplus and Non-Qualifying Participating	v)		044
- Backing Qualifying Participating Policies	vi)		045
Segregated Funds Risk	vii)		046
Total Asset Default and Market Risk	sum of (i to vii)	415	050
Insurance Risks			
Mortality Risk	i)	167	051
Morbidity Risk	ii)	335	052
Lapse Risk	iii)		053
Total Insurance Risks	sum of (i to iii)	502	060
Changes in Interest Environment (C-3) Risk			
Foreign Exchange Risk			
Other (specify) ²			
Total Capital Risk Metric		D 917	080
MCCSR			
Tier 1	(A + D) x 100	566.30	098
Total	(C + D) x 100	604.25	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 the² Provide details of additional requirements.