

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	1,910		1,084			
		Assets held for sale	0		0			
21.012		Short Term Investments	0		0			
		Accrued Investment Income	0		0			
21.150 or/ou		Accounts Receivable	1,072		1,586			
		Policy/Certificate Loans	0		0			
21.012		Bonds and Debentures	50		50			
21.050		Mortgage Loans	0		0			
21.012		Preferred Shares	2,707		2,289			
21.012		Common Shares	1,346		1,859			
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		241			
		Deferred Tax Assets	67		84			
		Goodwill	0		0			
		Intangible Assets	0		0			
		Defined Benefit Pension Plan	0		0			
21.155		Other Assets	13		21			
		TOTAL ASSETS	7,165		7,214		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	317	355	
22.020		Other Contract Liabilities 040	150	179	
		Trust and Banking Deposits 070	0	0	
22.030 or/ou		Accounts Payable 100	675	1,047	
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 on line 145 above) 150	0	0	
22.030		Provisions and Other Liabilities 160	369	445	
		Segregated Fund Liabilities 420	0	0	
		Current Tax Liabilities 430	112	0	
		Deferred Tax Liabilities 250	0	0	
		Subordinated Debt 280	0	0	
		Other Debt 310	0	0	
		Total Liabilities 389	1,623	2,026	0
		Policyholders' Equity			
20.040		Participating Account 510	0	0	
		Participating Account - Accumulated OCI (Loss) 520	0	0	
20.040		Non-Participating Account (Mutual Companies Only) 540	0	0	
		Non-Participating Account - Accumulated OCI (Loss) 550	0	0	
		Total Policyholders' Equity 589	0	0	0
		Shareholders' Equity			
		Capital Stock 610	5,000	5,000	
		Other Capital 640	0	0	
		Contributed Surplus 670	100	100	
20.040		Retained Earnings 700	293	26)	
		Accumulated Other Comprehensive Income (Loss) 740	149	114	
		Total Shareholders' Equity 779	5,542	5,188	0
		Non-controlling Interests 829	0	0	
		Total Equity 839	5,542	5,188	0
		TOTAL LIABILITIES AND EQUITY 899	7,165	7,214	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
(\$'000)

Reference Page	FS Notes Reference		Current Period	Prior Period
			(01)	(03)
		Revenue		
35.020		Gross Premiums 020	4,349	4,927
35.020		Premiums ceded 030	0	0
45.020		Net Premiums 040	4,349	4,927
35.020		Gross Investment Income 050	422	(527)
35.020		Less: Investment Expenses and Taxes 060	0	0
23.010		Net Investment Income 070	422	(527)
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	4,771	4,400
		Policy/Certificate Benefits and Expenses		
35.020		Policyholder/Certificateholder Benefits 260	150	172
35.020		Benefits ceded 270	0	0
		Gross Changes to Actuarial Liabilities		
35.020		Normal 310	(38)	(450)
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	4,000	4,840
23.030		Other Expenses 570	0	0
35.020		Fraternal and Other Fund Expenses 580	0	0
		Total Benefits and Expenses 649	4,112	4,562
		Income Before Income Tax 669	659	(162)
		Provision for Income Taxes		
		Current 700	122	(127)
		Deferred 710	17	39
		Income Before the following: 749	520	(74)
35.020		Discontinued Operations (net of Income Taxes of \$) 830	0	0
		Income Before Attribution to Participating Policyholders/Certificateholders 859	520	(74)
35.020		Income Attributable to Participating Policyholders/Certificateholders (Stock Companies) 870	0	0
35.020		Net Income 899	520	(74)
35.020		Less: Fraternal and Other Fund Account 980	0	0
35.020		Net Income: Insurance Fund 989	520	(74)
		Attributable to:		
		Non-controlling Interests 900		0
		Equity Holders 920	520	(74)
			(99)	
		830	0	

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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	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		Current Period	Prior Period
		(05)	(01)	(03)
		Beginning of Year	0	0
		Adjustments	0	0
		(Specify)		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		Current Period	Prior Period
		(05)	(01)	(03)
		Beginning of Year	(26)	488
		Adjustments	0	0
		(Specify)	0	0
20.030		Share of Net Income (Loss)	519	(74)
20.040		Transfer from (to) Par Account	0	0
		Dividends to Shareholders:		
		Preferred	0	0
		Common	200	440
		End of Year	293	(26)

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/Income Before Attribution to Participating Policyholders/Certificateholders	010	520	(74)
		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	0
		- Bonds and Debentures	140	0	0
		- Equities	170	217	(688)
		Reclassification of (Gains) Losses to Net Income	210	(182)	541
		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	35	(147)
		Items that will not be reclassified subsequently to Net Income:			
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	0	0		
Total Other Comprehensive Income (Loss)	510	35	(147)		
Total Comprehensive Income (Loss)	589	555	(221)		
Attributable to:					
Participating Policyholders/Certificateholders (Stock companies)	615		0		
Non-controlling Interests	600		0		
Equity Holders	620	555	(221)		
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:			
		Available for Sale:			
		- Loans	710	0	0
		- Bonds and Debentures	740	0	0
		- Equities	770	149	114
		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	149	114
		Items that will not be reclassified subsequently to Net Income:			
		Revaluation Surplus	855	0	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	0	0
		Balance at end of Year	899	149	114

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	294		003
Less: Accumulated after tax fair value gains/(losses) arising from changes in institution's own credit risk model)			301
Plus: Accumulated after tax revaluation loss on owner-occupied property (revaluation model)			204
Less: Accumulated net after-tax gains or losses up to the transfer date on owner-occupied property that was previously classified as investment property			206
Less: Accumulated net after tax fair value gains after transition to IFRS on investment properties that do not back liabilities under CALM			207
Less: Net decrease in actuarial liabilities due to recognition of mortality improvement			208
Less: Discretionary participation features included in reported equity			210
Plus: Accumulated gains reported in OCI up to the transfer date on investment property that was previously classified as owner-occupied property			212
Retained earnings for MCCSR purposes		294	213
Future use: fair value option			203
Participating account			302
Non-cumulative perpetual preferred shares			004
Qualifying non-controlling interests (excluding innovative tier 1)			005
Innovative Instruments in Tier 1 (max 15% net tier 1)			006
Non-participating account (mutual companies)			007
Accumulated net after-tax foreign currency translation adjustment reported in Other Comprehensive Income (OCI)			311
Accumulated net after-tax unrealized loss on available-for-sale equity securities reported in OCI			313
Accumulated changes in liabilities included in OCI under shadow accounting			314
Accumulated defined benefit pension plan remeasurements included in OCI			316
Gross Tier 1 Capital		5,394	317
Less: Deductions for Net Tier 1 Capital (page 20.020, line 249)	0		010
Net Tier 1 Capital		5,394	012
Less: Additional deductions for Adjusted Net Tier 1 Capital (page 20.020, line 299)	0		020
Adjusted Net Tier 1 Capital		A 5,394	321
Tier 2A (page 20.020 line 079)	149		329
Tier 2B allowed (page 20.030 line 045)	0		021
Tier 2C (page 20.030 line 068)	0		022
Net Tier 2 Capital (page 20.030 line 695)		B 149	023
Total Capital Available	(A+B) C	5,542	025
Capital Required:			
Asset Default and Market Risk			
Asset Default (C-1) Risk			
- Backing Non-Par, Surplus and Non-Qualifying Participating	i) 344		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)	344	050
Insurance Risks			
Mortality Risk	i) 167		051
Morbidity Risk	ii) 335		052
Lapse Risk	iii) 0		053
Total Insurance Risks	sum of (i to iii)	502	060
Changes in Interest Environment (C-3) Risk		0	062
Foreign Exchange Risk		0	067
Other (specify)²			070
Total Capital Required		D 846	080
MCCSR Ratios			
Tier 1	(A + D) x 100	637.57	098
Total	(C + D) x 100	655.13	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.