

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	599.00		2,489.00			
		Assets held for sale			-			
21.012		Short Term Investments	-		-			
		Accrued Investment Income			-			
21.050 or/ou		Accounts Receivable	2,295.00		1,590.00			
21.155		Policy/Certificate Loans			-			
21.012		Bonds and Debentures	50.00		50.00			
21.050		Mortgage Loans	-		-			
21.012		Preferred Shares	2,145.00		2,963.00			
21.012		Common Shares	1,927.00		2,143.00			
21.012		Investment Properties	-		-			
		Derivative Financial Instruments			-			
22.020		Reinsurance Assets			-			
21.080		Property and Equipment			-			
21.012		Interests in Associates & Joint Ventures	-		-			
60.010		Segregated Funds Net Assets			-			
21.100		Other Loans and Invested Assets	-		-			
		Investments in Subsidiaries						
		Current Tax Assets			-			
		Deferred Tax Assets	94.00		123.00			
		Goodwill			-			
		Intangible Assets			-			
		Defined Benefit Pension Plan			-			
21.155		Other Assets	290.00		70.00			
		<b>TOTAL ASSETS</b>	<b>7,400.00</b>		<b>9,428.00</b>			<b>-</b>

CONSOLIDATED FINANCIAL STATEMENTS

LIABILITIES, POLICYHOLDERS'/SHAREHOLDERS' EQUITY AND HEAD OFFICE ACCOUNT  
(\$'000)

Reference Page	FS Notes Reference		Current Period (01)	Prior Period (03)	Opening Prior Year Restated (05)
		<b>Liabilities</b>			
		Liabilities held for sale 005	-	-	
22.020		Actuarial Liabilities for Insurance Contracts 010	888.00	1,773.00	
22.020		Other Contract Liabilities 040	174.00	160.00	
		Trust and Banking Deposits 070	-	-	
22.030 or/ou		Accounts Payable 100	836.00	582.00	
21.155		Mortgage Loans and Other Real Estate Encumbrances 130	-	-	
21.080		Derivative Financial Instruments 140	-	-	
		Defined Benefit Pension Plan 145	-	-	
		Amounts Due in respect of Staff Pension Plans (not including 150	-	-	
22.030		Provisions and Other Liabilities 160	453.00	454.00	
		Segregated Fund Liabilities 420	-	-	
		Current Tax Liabilities 430	19.00	8.00	
		Deferred Tax Liabilities 250	-	-	
		Subordinated Debt 280	-	-	
		Other Debt 310	-	-	
		<b>Total Liabilities 389</b>	<b>2,370.00</b>	<b>2,977.00</b>	<b>-</b>
		<b>Policyholders' Equity</b>			
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			
		<b>Total Policyholders' Equity 589</b>	<b>-</b>	<b>-</b>	
		<b>Shareholders' Equity</b>			
		Capital Stock 610			
		Other Capital 640			
		Contributed Surplus 670			
20.040		Retained Earnings 700			
		Accumulated Other Comprehensive Income (Loss) 740			
		<b>Total Shareholders' Equity 779</b>	<b>5,030.00</b>	<b>6,451.00</b>	
		<b>Non-controlling Interests 829</b>	<b>-</b>	<b>-</b>	
		<b>Total Equity 839</b>	<b>5,030.00</b>	<b>6,451.00</b>	<b>-</b>
		<b>TOTAL LIABILITIES AND EQUITY 899</b>	<b>7,400.00</b>	<b>9,428.00</b>	<b>-</b>
20.044		<b>Head Office Account 800</b>			
		<b>Accumulated Other Comprehensive Income (Loss) 840</b>			
		<b>TOTAL LIABILITIES, HEAD OFFICE ACCOUNT AND ACCUMULATED 999</b>			

CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF INCOME  
(\$'000)

Reference Page	FS Notes Reference		Current Period (01)	Prior Period (03)
		<b>Revenue</b>		
35.020		Gross Premiums	3,727	4,162
35.020		Premiums ceded	0	0
45.020		Net Premiums	3,727	4,162
35.020		Gross Investment Income	157	217
35.020		Less: Investment Expenses and Taxes	0	0
23.010		Net Investment Income	157	217
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
		<b>Total Revenue</b>	<b>3,884</b>	<b>4,379</b>
		<b>Policy/Certificate Benefits and Expenses</b>		
35.020		Policyholder/Certificateholder Benefits	138	157
35.020		Benefits ceded	0	0
		Gross Changes to Actuarial Liabilities		
35.020		Normal	83	225
35.020		Basis Change	0	0
35.020		Gross Changes to Other Contract Liabilities	0	0
35.020		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)	3,291	3,581
23.030		Other Expenses	0	0
35.020		Fraternal & Other Fund Expenses	0	0
		<b>Total Benefits and Expenses</b>	<b>3,512</b>	<b>3,963</b>
		<b>Income Before Income Tax</b>	<b>372</b>	<b>416</b>
		Provision for Income Taxes		
		Current	37	116
		Deferred	30	(50)
		<b>Income before the following:</b>	<b>305</b>	<b>350</b>
35.020		Discontinued Operations		
		(net of Income Taxes of \$ )	0	0
		<b>Income Before Attribution to Participating Policyholders/Certificateholders</b>	<b>305</b>	<b>350</b>
		Income Attributable to Participating Policyholders/Certificateholders		
35.020		(Stock companies)	0	0
35.020		<b>Net Income</b>	<b>305</b>	<b>350</b>
35.020		Less: Fraternal and Other Fund Account	0	0
35.020		<b>Net Income: Insurance Fund</b>	<b>305</b>	<b>350</b>
		<b>Attributable to:</b>		
		Non-controlling Interests		0
		Equity Holders	305	350
			(99)	
			830	0

**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		<b>Comprehensive Income (Loss)</b>			
		Net Income/Income Before Attribution to Participating Policyholders/Certificateholders	010	305	350
		Other Comprehensive Income (Loss):			
		<b>Items that may be reclassified subsequently to Net Income:</b>			
		<b>Available for Sale:</b>			
		Change in Unrealized Gains and Losses:			
		- Loans	110	0	0
		- Bonds and Debentures	140	0	0
		- Equities	170	(684)	141
		Reclassification of (Gains) Losses to Net Income	210	0	(41)
		<b>Derivatives Designated as Cash Flow Hedges</b>			
		Change in Unrealized Gains and Losses	310	0	0
		Reclassification of (Gains) Losses to Net Income	340	0	0
		<b>Foreign Currency Translation</b>			
		Change in Unrealized Gains and Losses	410	0	0
		Impact of Hedging	440	0	0
		<b>Share of Other Comprehensive Income of Associates &amp; Joint Ventures</b>	460	0	0
		<b>Other</b>	445	0	0
		<b>Subtotal of items that may be reclassified subsequently to Net Income</b>	449	(684)	100
		<b>Items that will not be reclassified subsequently to Net Income:</b>			
		Revaluation Surplus	455	0	0
		Remeasurements of Defined Benefit Plans	470	0	0
		Other	480	0	0
<b>Subtotal of items that will not be reclassified subsequently to Net Income</b>	489	0	0		
<b>Total Other Comprehensive Income (Loss)</b>	510	(684)	100		
<b>Total Comprehensive Income (Loss)</b>	589	(379)	450		
<b>Attributable to:</b>					
Participating Policyholders/Certificateholders (Stock Companies)	615	0	0		
Non-controlling Interests	600	0	0		
Equity Holders	620	(379)	450		

		Current Period	Prior Period
		(01)	(03)
	<b>Accumulated Other Comprehensive Income (Loss)</b>		
	Accumulated Gains (Losses), net of tax, on:		
	<b>Items that may be reclassified subsequently to Net Income:</b>		
	<b>Available for Sale:</b>		
	- Loans	710	0
	- Bonds and Debentures	740	0
	- Equities	770	314
	Reclassification of (Gains) Losses to Net Income		
	<b>Derivatives Designated as Cash Flow Hedges</b>	810	0
	<b>Foreign Currency (Net of Hedging Activities)</b>	840	0
	<b>Share of Other Comprehensive Income of Associates &amp; Joint Ventures</b>	860	0
	<b>Other</b>	845	0
	<b>Subtotal of items that may be reclassified subsequently to Net Income</b>	849	314
	<b>Items that will not be reclassified subsequently to Net Income:</b>		
	Revaluation Surplus	855	0
	Remeasurements of Defined Benefit Plans	870	0
	Other	880	0
	<b>Subtotal of items that will not be reclassified subsequently to Net Income</b>	889	0
	<b>Balance at end of Period</b>	899	314

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

	01	02	Ref
<b>Capital Available:</b>			
<b>Tier 1</b>			
Common shares		5,000	001
Contributed surplus		100	002
Retained earnings	353		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			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		353	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		(423)	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) <sup>1</sup>			318
<b>Gross Tier 1 Capital</b>		5,030	010
Less: Deductions for Net Tier 1 Capital (page 20.020, line 249)	0		012
<b>Net Tier 1 Capital</b>		5,030	020
Less: Additional deductions for Adjusted Net Tier 1 Capital (page 20.020, line 299)	0		321
<b>Adjusted Net Tier 1 Capital</b>		A 5,030	329
Tier 2A (page 20.020 line 079)	0		021
Tier 2B allowed (page 20.030 line 045)	0		022
Tier 2C (page 20.030 line 068)	0		023
<b>Net Tier 2 Capital (page 20.030 line 095)</b>		B 0	025
<b>Total Capital Available</b>	(A+B) C	5,030	040
		(423) 5,030	
		0	
<b>Capital Required:</b>			
<b>Asset Default and Market Risk</b>			
Asset Default (C-1) Risk			
- Backing Non-Par, Surplus and Non-Qualifying Participating	i) 452		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 capital credit for unregistered	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
<b>Total Asset Default and Market Risk</b>	sum of (i to vii)	452	050
<b>Insurance Risks</b>			
Mortality Risk	i) 218		051
Morbidity Risk	ii) 399		052
Lapse Risk	iii)		053
<b>Total Insurance Risks</b>	sum of (i to iii)	617	060
<b>Changes in Interest Environment (C-3) Risk</b>			062
<b>Foreign Exchange Risk</b>			067
<b>Other (specify)<sup>1</sup></b>			070
<b>Total Capital Required</b>	D	1,069	080
		1,069	
<b>MCCSR Ratios</b>			
Tier 1	(A + D) x 100	470.53	098
Total	(C + D) x 100	470.53	099

<sup>1</sup>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  
<sup>2</sup>Provide details of additional requirements.