

CONSOLIDATED FINANCIAL STATEMENTS

ASSETS
(\$'000)

Reference Page	FS Notes Reference		Current Period		Prior Period		Opening Prior Period Restated	
			Total	Vested in Trust*	Total	Vested in Trust*	Total	Vested in Trust*
			(01)	(02)	(03)	(04)	(05)	(06)
		Cash and Cash Equivalents	01	1,814		782		
		Investment Income due and accrued	02	141		136		
		Assets held for sale	50			0		
		Investments:						
40.12		Short Term Investments	04	1,034		1,631		
40.22		Bonds and Debentures	05	26,037		27,550		
40.32		Mortgage Loans	06			0		
40.42		Preferred Shares	07			0		
40.52		Common Shares	08	8,071		8,876		
40.70		Investment Properties	09			0		
40.80		Other Loans and Invested Assets	10			0		
40.07		Total Investments (lines 04 to 10)	19	35,142		38,057		0
		Receivables:						
50.20		Unaffiliated Agents and Brokers	20	0		0		
		Policyholders	21			0		
		Instalment Premiums	22			0		
		Other Insurers	23			0		
		Facility Association and the "P.R.R."	24			0		
50.40		Subsidiaries, Associates & Joint Ventures	25	2,327		438		
50.20		Other Receivables	27	138		0		
		Recoverable from Reinsurers:						
60.10		Unearned Premiums	30	0		0		
60.30		Unpaid Claims and Adjustment Expenses	31	353		187		
		Other Recoverables on Unpaid Claims	37			0		
		Investments Accounted for Using the Equity Method:						
50.32		Interests in Subsidiaries, Associates & Joint Ventures	40	0		0		
		Pooled Funds	45			0		
40.70		Property and Equipment	41	0		0		
		Deferred Policy Acquisition Expenses	43			0		
		Current Tax Assets	52			0		
		Deferred Tax Assets	44	3,267		2,802		
		Goodwill	54			0		
		Intangible Assets	56			0		
		Defined Benefit Pension Plan	58			0		
		Other Assets	88	4,399		4,532		
		TOTAL ASSETS	89	47,581		46,934		0

* Foreign insurers: Excludes deposits of reinsurers held in special trust accounts.

CONSOLIDATED FINANCIAL STATEMENTS

LIABILITIES, EQUITY, HEAD OFFICE ACCOUNT, RESERVES & AOCI
(\$'000)

Reference Page	FS Notes Reference		Current Period	Prior Period	Opening Prior Period Restated
		(55)	(01)	(03)	(05)
		LIABILITIES			
		Overdrafts 01		0	
		Borrowed Money and Accrued Interest 02		0	
		Payables:			
50.20		Agents and Brokers 03	0	0	
		Policyholders 04		0	
50.30		Other Insurers 05		0	
50.40		Subsidiaries, Associates & Joint Ventures/Affiliates 06	712	162	
		Expenses due and accrued 07	1,315	1,216	
		Other Taxes due and accrued 09		0	
		Policyholder Dividends and Rating Adjustments 10		0	
40.70		Encumbrances on Real Estate 11	0	0	
60.10		Unearned Premiums 12	0	0	
60.30		Unpaid Claims and Adjustment Expenses 13	18,585	17,589	
80.10		Unearned Commissions 14	0	0	
		Ceded Deferred Premium Taxes 20		0	
		Ceded Deferred Insurance Operations Expenses 34		0	
		Premium Deficiency 15	0	0	
		Liabilities held for sale 17		0	
		Current Tax Liabilities 18		0	
		Deferred Tax Liabilities 21		0	
		Self-Insured Retention (SIR) portion of unpaid claims 22		0	
		Defined Benefit Pension Plan 23		0	
		Employment Benefits (not including amounts on line 23 above) 24		0	
		Subordinated Debt 25		0	
		Preferred Shares - Debt 26		0	
		Provisions and Other Liabilities 28	4,352	4,487	
		Total Liabilities 29	24,964	23,454	0
		CANADIAN INSURERS ONLY:			
		EQUITY			
		Shares issued and paid			
		Common 41	12,183	12,183	
		Preferred 33		0	
		Contributed Surplus 42	0	0	
		(Specify) 43		0	
20.54		Retained Earnings 44	11,359	9,680	
20.45		Reserves 45	0	0	
20.42		Accumulated Other Comprehensive Income (Loss) 47	(925)	1,617	
		Total Policyholders/Shareholders' Equity 59	22,617	23,480	0
		Non-controlling Interests 48	0	0	
		Total Equity 49	22,617	23,480	0
		TOTAL LIABILITIES AND EQUITY 89	47,581	46,934	0
		FOREIGN INSURERS ONLY:			
		HEAD OFFICE ACCOUNT, RESERVES & AOCI			
20.45		Head Office Account 51			
		(Specify) 53			
20.45		Reserves 55			
20.42		Accumulated Other Comprehensive Income (Loss) 56			
		Total Head Office Account, Reserves & AOCI 69			
		TOTAL LIABILITIES, HEAD OFFICE ACCOUNT, RESERVES & AOCI 79			

CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF INCOME
(\$'000)

Reference Page	FS Notes Reference		Current Period	Prior Period
			(01)	(03)
		UNDERWRITING OPERATIONS		
		Premiums Written		
		Direct	11,909	8,197
70.21		Reinsurance Assumed	0	0
70.21		Reinsurance Ceded	1,424	582
60.20		Net Premiums Written	10,485	7,615
		Decrease (increase) in Net Unearned Premiums	0	0
60.20		Net Premiums Earned	10,485	7,615
		Service Charges		0
		Other	161	82
		Total Underwriting Revenue	10,646	7,697
		Gross Claims and Adjustment Expenses	4,177	4,387
		Reinsurers' share of claims and adjustment expenses	0	0
60.20		Net Claims and Adjustment Expenses	4,177	4,387
		Acquisition Expenses		
80.10		Gross Commissions	2,341	2,006
80.10		Ceded Commissions	0	0
		Taxes		0
80.20		Other	0	0
80.20		General Expenses	3,282	2,848
		Total Claims and Expenses	9,800	9,241
		Premium Deficiency Adjustments		0
40.07		Underwriting Income (Loss)	846	(1,544)
		INVESTMENT OPERATIONS		
		Income	749	677
		Gains (Losses) from FVO or FVTPL	0	0
		Realized Gains (Losses)	378	1,598
		Expenses		0
		Net Investment Income	1,127	2,275
		OTHER REVENUE AND EXPENSES		
		Income (Loss) from Ancillary Operations (net of Expenses of \$'000)		0
		Share of Net Income (Loss) of Subsidiaries, Associates & Joint Ventures		0
		Overlay approach adjustment for financial instruments (Reclass from P&L to OCI)		0
		Share of Net Income (Loss) of Pooled Funds using Equity Method		0
		Gain (Losses) from fluctuations in Foreign Exchange Rates		0
		Other Revenues		0
		Finance costs		0
		Other Expenses		0
		Net Income (Loss) before Income Taxes	1,973	731
		INCOME TAXES		
		Current		0
		Deferred	294	(165)
		Total Income Taxes	294	(165)
		NET INCOME (LOSS) FOR THE YEAR	1,679	896
		ATTRIBUTABLE TO:		
		Non-controlling Interests		0
		Equity Holders	1,679	896

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

Reference Page	FS Notes Reference		Current Period	Prior Period
			(01)	(03)
20.30		Comprehensive Income (Loss)		
		Net Income	1,679	896
		Other Comprehensive Income (Loss):		
		Items that may be reclassified subsequently to Net Income:		
		FVOCI:		
		Change in Unrealized Gains and Losses:		
		- Loans		0
		- Bonds and Debentures	(2,922)	1,597
		- Equities (IAS 39)		
		Reclassification of (Gains) Losses to Net Income	(378)	(1,598)
		Overlay approach		
		Change in Unrealized Gains and Losses related to overlay approach for financial instruments		
		Unrealized Gains and Losses		0
		Reclassification of (Gains) Losses from Net Income		0
		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 Subsidiaries, Associates & Joint Ventures (may be reclassified)		0
		Other	759	1
		Subtotal of items that may be reclassified subsequently to Net Income	(2,541)	0
		Items that will not be reclassified subsequently to Net Income:		
		FVOCI:		
		Change in Unrealized Gains and Losses:		
		- Equities (IFRS 9)		0
	Revaluation Surplus		0	
	Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures		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)	(2,541)	0	
	Total Comprehensive Income (Loss)	(862)	896	
	Attributable to:			
	Non-controlling Interests		0	
	Equity Holders	(862)	896	
20.20		Accumulated Other Comprehensive Income (Loss)		
		Accumulated Gains (Losses) on:		
		Items that may be reclassified subsequently to Net Income:		
		FVOCI:		
		- Loans		0
		- Bonds and Debentures	(925)	1,617
		- Equities (IAS 39)		0
		Overlay approach		0
		Derivatives Designated as Cash Flow Hedges		0
		Foreign Currency (net of hedging activities)		0
		Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures (may be reclassified)		0
		Other		0
		Subtotal of items that may be reclassified subsequently to Net Income	(925)	1,617
		Items that will not be reclassified subsequently to Net Income:		
		FVOCI:		
		- Equities (IFRS 9)		0
		Revaluation Surplus		0
		Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures		0
		Remeasurements of Defined Benefit Plans		0
		Other		0
		Subtotal of items that will not be reclassified subsequently to Net Income	0	0
		Balance at end of Year	(925)	1,617

CONSOLIDATED

MINIMUM CAPITAL TEST/BRANCH ADEQUACY OF ASSETS TEST: CAPITAL (MARGIN) REQUIRED AND MCT (BAAT) RATIO

(\$'000)

		Current Period
	(55)	(01)
Capital Available:		
Capital available (from page 30.62 - capital available)	01	19,349
(Specify)	08	
Total Capital Available	09	19,349
Assets Available:		
Net Assets Available (from page 30.92 - net assets available)	11	
(Specify)	18	
Total Net Assets Available	19	
Capital (Margin) Required at Target:		
Insurance Risk:		
Premium liabilities	20	629
Unpaid claims	22	2,410
Catastrophes	24	0
Margin required for reinsurance ceded to unregistered insurers	26	0
Subtotal: Insurance risk margin	29	3,039
Market Risk:		
Interest rate risk	30	319
Foreign exchange risk	32	579
Equity risk	34	2,421
Real estate risk	36	0
Other market risk exposures	38	0
Subtotal: Market risk margin	39	3,319
Credit Risk:		
Counterparty default risk for balance sheet assets	40	374
Counterparty default risk for off-balance sheet exposures	42	0
Counterparty default risk for unregistered reinsurance collateral and SIRs	44	0
Subtotal: Credit risk margin	49	374
Operational risk margin	50	958
Less: Diversification credit	52	893
Total Capital (Margin) Required at Target	59	6,797
Minimum Capital (Margin) Required (line 59 / 1.5)	60	4,531
(Specify)	68	
Total Minimum Capital (Margin) Required	69	4,531
Excess Capital (Net Assets Available) over Minimum Capital (Margin) Required	79	14,818
MCT (BAAT) Ratio (Line 09 or line 19 as a % of line 69)	90	427.04%

Note: See Section VI of the P&C instructions and the MCT Guideline.