

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	782		541		
		Investment Income due and accrued	02			0		
		Assets held for sale	50			0		
		Investments:						
40.12		Short Term Investments	04	1,631		437		
40.22		Bonds and Debentures	05	27,550		28,222		
40.32		Mortgage Loans	06			0		
40.42		Preferred Shares	07			0		
40.52		Common Shares	08	8,876		9,171		
40.70		Investment Properties	09			0		
40.80		Other Loans and Invested Assets	10			0		
40.07		Total Investments (lines 04 to 10)	19	38,057		37,830		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	438		383		
50.20		Other Receivables	27	0		669		
		Recoverable from Reinsurers:						
60.10		Unearned Premiums	30	0		0		
60.30		Unpaid Claims and Adjustment Expenses	31	187		198		
		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	2,802		2,636		
		Goodwill	54			0		
		Intangible Assets	56			0		
		Defined Benefit Pension Plan	58			0		
		Other Assets	88	4,668		4,628		
		TOTAL ASSETS	89	46,934		46,885		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	
		Policyholders	04	0	
50.30		Other Insurers	05	0	
50.40		Subsidiaries, Associates & Joint Ventures/Affiliates	06	162	0
		Expenses due and accrued	07	1,216	922
		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	17,589	17,555
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	4,487	4,607
		Total Liabilities	29	23,454	23,084
		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	9,680	10,001
20.45		Reserves	45	0	0
20.42		Accumulated Other Comprehensive Income (Loss)	47	1,617	1,617
		Total Policyholders/Shareholders' Equity	59	23,480	23,801
		Non-controlling Interests	48	0	0
		Total Equity	49	23,480	23,801
		TOTAL LIABILITIES AND EQUITY	89	46,934	46,885
		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 (01)	Prior Period (03)
		UNDERWRITING OPERATIONS		
		Premiums Written		
		Direct	8,197	5,017
70.21		Reinsurance Assumed	0	0
70.21		Reinsurance Ceded	582	356
60.20		Net Premiums Written	7,615	4,661
		Decrease (increase) in Net Unearned Premiums	0	0
60.20		Net Premiums Earned	7,615	4,661
		Service Charges		0
		Other	82	65
		Total Underwriting Revenue	7,697	4,726
		Gross Claims and Adjustment Expenses	4,387	759
		Reinsurers' share of claims and adjustment expenses	0	0
60.20		Net Claims and Adjustment Expenses	4,387	759
		Acquisition Expenses		
80.10		Gross Commissions	2,006	1,249
80.10		Ceded Commissions	0	0
		Taxes		0
80.20		Other	0	0
80.20		General Expenses	2,848	2,741
		Total Claims and Expenses	9,241	4,749
		Premium Deficiency Adjustments		0
40.07		Underwriting Income (Loss)	-1,544	-23
		INVESTMENT OPERATIONS		
		Income	677	1,655
		Gains (Losses) from FVO or FVTPL	0	0
		Realized Gains (Losses)	1,598	0
		Expenses		0
		Net Investment Income	2,275	1,655
		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	731	1,632
		INCOME TAXES		
		Current		0
		Deferred	-165	323
		Total Income Taxes	-165	323
		NET INCOME (LOSS) FOR THE YEAR	896	1,309
		ATTRIBUTABLE TO:		
		Non-controlling Interests	0	0
		Equity Holders	896	1,309

(04)

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

Reference Page	FS Notes Reference		Current Period	Prior Period
			(01)	(03)
		Comprehensive Income (Loss)		
		Net Income	896	1,309
		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		1,338
		- Equities (IAS 39)		0
		Reclassification of (Gains) Losses to Net Income		0
		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		0
		Subtotal of items that may be reclassified subsequently to Net Income	0	1,338
		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)	0	1,338
		Total Comprehensive Income (Loss)	896	2,647
		Attributable to:		
		Non-controlling Interests	0	0
		Equity Holders	896	2,647
		Accumulated Other Comprehensive Income (Loss)		
		Accumulated Gains (Losses) on:		
		Items that may be reclassified subsequently to Net Income:		
		FVOCI:		
		- Loans		0
		- Bonds and Debentures	1,617	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	1,617	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	1,617	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	20,678
(Specify)	08	
Total Capital Available	09	20,678
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	457
Unpaid claims	22	2,321
Catastrophes	24	0
Margin required for reinsurance ceded to unregistered insurers	26	0
Subtotal: Insurance risk margin	29	2,778
Market Risk:		
Interest rate risk	30	435
Foreign exchange risk	32	706
Equity risk	34	2,663
Real estate risk	36	0
Other market risk exposures	38	0
Subtotal: Market risk margin	39	3,804
Credit Risk:		
Counterparty default risk for balance sheet assets	40	219
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	219
Operational risk margin	50	852
Less: Diversification credit	52	878
Total Capital (Margin) Required at Target	59	6,775
Minimum Capital (Margin) Required (line 59 / 1.5)	60	4,517
(Specify)	68	
Total Minimum Capital (Margin) Required	69	4,517
Excess Capital (Net Assets Available) over Minimum Capital (Margin) Required	79	16,161
MCT (BAAT) Ratio (Line 09 or line 19 as a % of line 69)	90	457.78%

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