

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	505				
		Investment Income due and accrued	02	158				
		Assets held for sale	50					
		Investments:						
40.12		Short Term Investments	04	1,325				
40.22		Bonds and Debentures	05	39,141				
40.32		Mortgage Loans	06					
40.42		Preferred Shares	07					
40.52		Common Shares	08					
40.70		Investment Properties	09					
40.80		Other Loans and Invested Assets	10					
40.07		<b>Total Investments (lines 04 to 10)</b>	19	40,466	0		0	
		Receivables:						
50.20		Unaffiliated Agents and Brokers	20	0				
		Policyholders	21					
		Instalment Premiums	22					
		Other Insurers	23					
		Facility Association and the "P.R.R."	24					
50.40		Subsidiaries, Associates & Joint Ventures	25	0				
50.20		Other Receivables	27	973				
		Recoverable from Reinsurers:						
60.10		Unearned Premiums	30	0				
60.30		Unpaid Claims and Adjustment Expenses	31	0				
		Other Recoverables on Unpaid Claims	37					
		Investments Accounted for Using the Equity Method:						
50.32		Interests in Subsidiaries, Associates & Joint Ventures	40	0				
		Pooled Funds	45					
40.70		Property and Equipment	41	0				
		Deferred Policy Acquisition Expenses	43					
		Current Tax Assets	52					
		Deferred Tax Assets	44	1,542				
		Goodwill	54					
		Intangible Assets	56					
		Defined Benefit Pension Plan	58					
		Other Assets	88	4,304				
		<b>TOTAL ASSETS</b>	89	47,948	0		0	

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

## CONSOLIDATED FINANCIAL STATEMENTS

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

Reference Page	FS Notes Reference		Current Period	Prior Period	Opening Prior Period Restated
		(55)	(01)	(03)	(05)
		<b>LIABILITIES</b>			
		Overdrafts	01		
		Borrowed Money and Accrued Interest	02		
		Payables:			
50.20		Agents and Brokers	03	0	
		Policyholders	04		
50.30		Other Insurers	05		
50.40		Subsidiaries, Associates & Joint Ventures/Affiliates	06	0	
		Expenses due and accrued	07	1,319	
		Other Taxes due and accrued	09		
		Policyholder Dividends and Rating Adjustments	10		
40.70		Encumbrances on Real Estate	11	0	
60.10		Unearned Premiums	12	0	
60.30		Unpaid Claims and Adjustment Expenses	13	24,572	
80.10		Unearned Commissions	14	0	
		Ceded Deferred Premium Taxes	20		
		Ceded Deferred Insurance Operations Expenses	34		
		Premium Deficiency	15	0	
		Liabilities held for sale	17		
		Current Tax Liabilities	18		
		Deferred Tax Liabilities	21		
		Self-Insured Retention (SIR) portion of unpaid claims	22		
		Defined Benefit Pension Plan	23		
		Employment Benefits (not including amounts on line 23 above)	24		
		Subordinated Debt	25		
		Preferred Shares - Debt	26		
		Provisions and Other Liabilities	28	4,281	
		<b>Total Liabilities</b>	29	30,172	0
		<b>CANADIAN INSURERS ONLY:</b>			
		<b>EQUITY</b>			
		Shares issued and paid			
		Common	41	6,386	
		Preferred	33	5,274	
		Contributed Surplus	42		
		(Specify)	43		
20.54		Retained Earnings	44	6,191	
20.45		Reserves	45	0	0
20.42		Accumulated Other Comprehensive Income (Loss)	47	(75)	0
		<b>Total Policyholders/Shareholders' Equity</b>	59	17,776	0
		Non-controlling Interests	48		
		<b>Total Equity</b>	49	17,776	0
		<b>TOTAL LIABILITIES AND EQUITY</b>	89	47,948	0
		<b>FOREIGN INSURERS ONLY:</b>			
		<b>HEAD OFFICE ACCOUNT, RESERVES &amp; AOCI</b>			
20.45		Head Office Account	51		
		(Specify)	53		
20.45		Reserves	55		
20.42		Accumulated Other Comprehensive Income (Loss)	56		
		<b>Total Head Office Account, Reserves &amp; AOCI</b>	69		
		<b>TOTAL LIABILITIES, HEAD OFFICE ACCOUNT, RESERVES &amp; AOCI</b>	79		

CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF INCOME  
(\$'000)

Reference Page	FS Notes Reference		Current Period	Prior Period
			(01)	(03)
		<b>UNDERWRITING OPERATIONS</b>		
		<b>Premiums Written</b>		
		Direct	9,090	
70.21		Reinsurance Assumed	0	
70.21		Reinsurance Ceded	176	
60.20		<b>Net Premiums Written</b>	8,914	0
		Decrease (increase) in Net Unearned Premiums	0	
60.20		<b>Net Premiums Earned</b>	8,914	0
		Service Charges		
		Other		
		<b>Total Underwriting Revenue</b>	8,914	0
		Gross Claims and Adjustment Expenses	(252)	
		Reinsurers' share of claims and adjustment expenses	0	
60.20		<b>Net Claims and Adjustment Expenses</b>	(252)	0
		Acquisition Expenses		
80.10		Gross Commissions	1,238	
80.10		Ceded Commissions	0	
		Taxes		
80.20		Other	0	
80.20		General Expenses	5,275	
		<b>Total Claims and Expenses</b>	6,261	0
		Premium Deficiency Adjustments		
		<b>Underwriting Income (Loss)</b>	2,653	0
40.07		<b>INVESTMENT OPERATIONS</b>		
		Income	734	
		Gains (Losses) from FVO or FVTPL	0	
		Realized Gains (Losses)	(79)	
		Expenses		
		<b>Net Investment Income</b>	655	0
		<b>OTHER REVENUE AND EXPENSES</b>		
		Income (Loss) from Ancillary Operations (net of Expenses of \$'000 )		
		Share of Net Income (Loss) of Subsidiaries, Associates & Joint Ventures		
		Share of Net Income (Loss) of Pooled Funds using Equity Method		
		Gain (Losses) from fluctuations in Foreign Exchange Rates		
		Other Revenues	57	
		Finance costs		
		Other Expenses	(1,284)	
		<b>Net Income (Loss) before Income Taxes</b>	4,649	0
		<b>INCOME TAXES</b>		
		Current		
		Deferred	(1,542)	
		<b>Total Income Taxes</b>	(1,542)	0
		<b>NET INCOME (LOSS) FOR THE YEAR</b>	6,191	0
		<b>ATTRIBUTABLE TO:</b>		
		Non-controlling Interests		
		Equity Holders	6,191	

(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)
20.30		<b>Comprehensive Income (Loss)</b>		
		Net Income	6,191	0
		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		
		- Bonds and Debentures		
		- Equities		
		Reclassification of (Gains) Losses to Net Income		
		<b>Derivatives Designated as Cash Flow Hedges</b>		
		Change in Unrealized Gains and Losses		
		Reclassification of (Gains) Losses to Net Income		
		<b>Foreign Currency Translation</b>		
		Change in Unrealized Gains and Losses		
		Impact of Hedging		
		<b>Share of Other Comprehensive Income of Subsidiaries, Associates &amp; Joint Ventures (may be reclassified)</b>		
		Other		
		Subtotal of items that may be reclassified subsequently to Net Income	0	0
		<b>Items that will not be reclassified subsequently to Net Income:</b>		
Revaluation Surplus				
Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures				
Remeasurements of Defined Benefit Plans				
Other				
Subtotal of items that will not be reclassified subsequently to Net Income	0	0		
Total Other Comprehensive Income (Loss)	0	0		
<b>Total Comprehensive Income (Loss)</b>	6,191	0		
<b>Attributable to:</b>				
Non-controlling Interests				
Equity Holders	6,191			

		Current Period	Prior Period
		(01)	(03)
	<b>Accumulated Other Comprehensive Income (Loss)</b>		
	Accumulated Gains (Losses) on:		
	<b>Items that may be reclassified subsequently to Net Income:</b>		
	<b>Available for Sale:</b>		
	- Loans		
	- Bonds and Debentures	(75)	
	- Equities		
	<b>Derivatives Designated as Cash Flow Hedges</b>		
	<b>Foreign Currency (net of hedging activities)</b>		
	<b>Share of Other Comprehensive Income of Subsidiaries, Associates &amp; Joint Ventures (may be reclassified)</b>		
	Other		
	Subtotal of items that may be reclassified subsequently to Net Income	(75)	0
	<b>Items that will not be reclassified subsequently to Net Income:</b>		
	Revaluation Surplus		
	Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures		
	Remeasurements of Defined Benefit Plans		
	Other		
	Subtotal of items that will not be reclassified subsequently to Net Income	0	0
20.20	Balance at end of Year	(75)	0

## CONSOLIDATED

**MINIMUM CAPITAL TEST/BRANCH ADEQUACY OF ASSETS TEST: CAPITAL (MARGIN) REQUIRED  
AND MCT (BAAT) RATIO  
(S'000)**

(55)	Current Period (01)
<b>Capital Available:</b>	
Capital available (from page 30.62 - capital available)	16,234
Phase-in of capital available	03
(Specify)	08
<b>Total Capital Available</b>	<b>09</b> 16,234
<b>Assets Available:</b>	
Net Assets Available (from page 30.92 - net assets available)	11
Phase-in of net assets available	13
(Specify)	18
<b>Total Net Assets Available</b>	<b>19</b>
<b>Capital (Margin) Required at Target:</b>	
<b>Insurance Risk:</b>	
Premium liabilities	535
Unpaid claims	3,155
Catastrophes	0
Margin required for reinsurance ceded to unregistered insurers	0
Subtotal: Insurance risk margin	3,690
<b>Market Risk:</b>	
Interest rate risk	447
Foreign exchange risk	0
Equity risk	0
Real estate risk	0
Other market risk exposures	0
Subtotal: Market risk margin	447
<b>Credit Risk:</b>	
Counterparty default risk for balance sheet assets	334
Counterparty default risk for off-balance sheet exposures	0
Counterparty default risk for unregistered reinsurance collateral and SIRs	0
Subtotal: Credit risk margin	334
Operational risk margin	838
Less: Diversification credit	335
<b>Total Capital (Margin) Required at Target</b>	<b>59</b> 4,974
Minimum Capital (Margin) Required (line 59 / 1.5)	3,316
Phase-in of Capital (Margin) Required	62
Using 12 mths premium vs 13 mths AND premiums for prev 12 mths from co. acquired	187
<b>Total Minimum Capital (Margin) Required</b>	<b>69</b> 3,129
<b>Excess Capital (Net Assets Available) over Minimum Capital (Margin) Required</b>	<b>79</b> 13,105
<b>MCT (BAAT) Ratio (Line 09 or line 19 as a % of line 69)</b>	<b>90</b> 518.77%

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