

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	270		0		
		Investment Income due and accrued	02	0		0		
		Assets held for sale	50			0		
		Investments:						
40.12		Short Term Investments	04	1,316		1,645		
40.22		Bonds and Debentures	05	34,728		35,028		
40.32		Mortgage Loans	06			0		
40.42		Preferred Shares	07			0		
40.52		Common Shares	08	1,635		1,575		
40.70		Investment Properties	09			0		
40.80		Other Loans and Invested Assets	10			0		
40.07		Total Investments (lines 04 to 10)	19	37,679		38,248		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	19	Subsidiaries, Associates & Joint Ventures	25	0		0		
50.20		Other Receivables	27	640		632		
		Recoverable from Reinsurers:						
60.10		Unearned Premiums	30	0		0		
60.30	7	Unpaid Claims and Adjustment Expenses	31	295		0		
		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	3,382		3,154		
		Goodwill	54			0		
		Intangible Assets	56			0		
		Defined Benefit Pension Plan	58			0		
		Other Assets	88	4,874		4,821		
		TOTAL ASSETS	89	47,140		46,855		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	4
		Borrowed Money and Accrued Interest	02		0
		Payables:			
50.20		Agents and Brokers	03	0	0
		Policyholders	04		0
		Other Insurers	05		0
50.40	19	Subsidiaries, Associates & Joint Ventures/Affiliates	06	0	0
		Expenses due and accrued	07	1,223	1,123
		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	7	Unearned Premiums	12	0	0
60.30	7	Unpaid Claims and Adjustment Expenses	13	19,945	20,981
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
	14	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
	12	Preferred Shares - Debt	26		0
		Provisions and Other Liabilities	28	4,819	4,578
		Total Liabilities	29	25,987	26,686
	13	CANADIAN INSURERS ONLY:			
		EQUITY			
		Shares issued and paid			
		Common	41	6,595	6,623
		Preferred	33	5,587	5,629
		Contributed Surplus	42	0	0
		(Specify)	43	1	1
20.54		Retained Earnings	44	8,692	8,189
20.45		Reserves	45	0	0
20.42		Accumulated Other Comprehensive Income (Loss)	47	278	(273)
		Total Policyholders/Shareholders' Equity	59	21,153	20,169
		Non-controlling Interests	48	0	0
		Total Equity	49	21,153	20,169
		TOTAL LIABILITIES AND EQUITY	89	47,140	46,855
		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	6,036	7,697
70.21		Reinsurance Assumed	0	0
70.21		Reinsurance Ceded	449	260
60.20		Net Premiums Written	5,587	7,437
		Decrease (increase) in Net Unearned Premiums	0	0
60.20		Net Premiums Earned	5,587	7,437
		Service Charges		0
		Other	0	0
		Total Underwriting Revenue	5,587	7,437
		Gross Claims and Adjustment Expenses	1,630	444
		Reinsurers' share of claims and adjustment expenses	0	0
60.20		Net Claims and Adjustment Expenses	1,630	444
		Acquisition Expenses		
80.10		Gross Commissions	1,611	1,505
80.10		Ceded Commissions	0	0
		Taxes	0	0
80.20		Other	0	0
80.20		General Expenses	3,259	3,292
		Total Claims and Expenses	6,500	5,241
		Premium Deficiency Adjustments		0
40.07		Underwriting Income (Loss)	(913)	2,196
		INVESTMENT OPERATIONS		
		Income	834	774
		Gains (Losses) from FVO or FVTPL	0	0
		Realized Gains (Losses)	67	(172)
		Expenses	(89)	0
		Net Investment Income	990	602
		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	77	2,798
		INCOME TAXES		
		Current		0
		Deferred	(427)	(422)
		Total Income Taxes	(427)	(422)
		NET INCOME (LOSS) FOR THE YEAR	504	3,220
		ATTRIBUTABLE TO:		
		Non-controlling Interests		0
		Equity Holders	504	3,220

(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		Comprehensive Income (Loss)		
		Net Income	504	3,220
		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	551	0
		- 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	551	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)	551	0
		Total Comprehensive Income (Loss)	1,055	3,220
		Attributable to:		
		Non-controlling Interests		0
		Equity Holders	1,055	3,220
		Accumulated Other Comprehensive Income (Loss)		
		Accumulated Gains (Losses) on:		
		Items that may be reclassified subsequently to Net Income:		
		FVOCI:		
		- Loans		0
		- Bonds and Debentures	278	(273)
		- 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	278	(273)
		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
20.20		Balance at end of Year	278	(273)

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	17,770
(Specify)	08	
Total Capital Available	09	17,770
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	335
Unpaid claims	22	2,618
Catastrophes	24	0
Margin required for reinsurance ceded to unregistered insurers	26	0
Subtotal: Insurance risk margin	29	2,953
Market Risk:		
Interest rate risk	30	584
Foreign exchange risk	32	81
Equity risk	34	491
Real estate risk	36	0
Other market risk exposures	38	0
Subtotal: Market risk margin	39	1,156
Credit Risk:		
Counterparty default risk for balance sheet assets	40	410
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	410
Operational risk margin	50	546
Less: Diversification credit	52	544
Total Capital (Margin) Required at Target	59	4,521
Minimum Capital (Margin) Required (line 59 / 1.5)	60	3,014
(Specify)	68	
Total Minimum Capital (Margin) Required	69	3,014
Excess Capital (Net Assets Available) over Minimum Capital (Margin) Required	79	14,756
MCT (BAAT) Ratio (Line 09 or line 19 as a % of line 69)	90	589.58%

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