

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	1,048		603		
		Investment Income due and accrued	02	62		60		
		Assets held for sale	50	0		0		
		Investments:						
40.12		Short Term Investments	04	0		0		
40.22		Bonds and Debentures	05	50		50		
40.32		Mortgage Loans	06	0		0		
40.42		Preferred Shares	07	3,242		2,854		
40.52		Common Shares	08	1,594		1,781		
40.70		Investment Properties	09	0		0		
40.80		Other Loans and Invested Assets	10	0		0		
40.07		Total Investments (lines 04 to 10)	19	4,886		4,685	0	
		Receivables:						
50.20		Unaffiliated Agents and Brokers	20	0		0		
		Policyholders	21	915		1,073		
		Instalment Premiums	22	0		0		
		Other Insurers	23	0		0		
		Facility Association and the "P.R.R."	24	0		0		
50.40		Subsidiaries, Associates & Joint Ventures	25	87		378		
50.20		Other Receivables	27	0		0		
		Recoverable from Reinsurers:						
60.10		Unearned Premiums	30	0		0		
60.30		Unpaid Claims and Adjustment Expenses	31	0		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					
40.70		Property and Equipment	41	0		0		
		Deferred Policy Acquisition Expenses	43	8		8		
		Current Tax Assets	52	0		222		
		Deferred Tax Assets	44	90		107		
		Goodwill	54	0		0		
		Intangible Assets	56	0		0		
		Defined Benefit Pension Plan	58	0		0		
		Other Assets	88	10		18		
		TOTAL ASSETS	89	7,106		7,154	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)
		LIABILITIES			
		Overdrafts	01	0	0
		Borrowed Money and Accrued Interest	02	0	0
		Payables:			
50.20		Agents and Brokers	03	0	0
		Policyholders	04	0	0
50.30		Other Insurers	05	0	0
50.40		Subsidiaries, Associates & Joint Ventures/Affiliates	06	1,496	1,226
		Expenses due and accrued	07	136	328
		Other Taxes due and accrued	09	99	88
		Policyholder Dividends and Rating Adjustments	10	0	0
40.70		Encumbrances on Real Estate	11	0	0
60.10		Unearned Premiums	12	227	234
60.30		Unpaid Claims and Adjustment Expenses	13	448	411
80.10		Unearned Commissions	14	0	0
		Ceded Deferred Premium Taxes	20	0	0
		Ceded Deferred Insurance Operations Expenses	34	0	0
		Premium Deficiency	15	0	0
		Liabilities held for sale	17	0	0
		Current Tax Liabilities	18	175	0
		Deferred Tax Liabilities	21	0	0
		Self-Insured Retention (SIR) portion of unpaid claims	22	0	0
		Defined Benefit Pension Plan	23	0	0
		Employment Benefits (not including amounts on line 23 above)	24	0	0
		Subordinated Debt	25	0	0
		Preferred Shares - Debt	26	0	0
		Provisions and Other Liabilities	28	425	518
		Total Liabilities	29	3,006	2,805
		CANADIAN INSURERS ONLY:			
		EQUITY			
		Shares issued and paid			
		Common	41	3,500	4,000
		Preferred	33	0	0
		Contributed Surplus	42	0	0
		(Specify)	43	0	0
20.54		Retained Earnings	44	323	220
20.45		Reserves	45	0	0
20.42		Accumulated Other Comprehensive Income (Loss)	47	277	129
		Total Policyholders/Shareholders' Equity	59	4,100	4,349
		Non-controlling Interests	48	0	0
		Total Equity	49	4,100	4,349
		TOTAL LIABILITIES AND EQUITY	89	7,106	7,154
		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	01	6,067	6,332
70.21		Reinsurance Assumed	02	0	0
70.21		Reinsurance Ceded	03	0	0
60.20		Net Premiums Written	04	6,067	6,332
		Decrease (increase) in Net Unearned Premiums	05	7	(28)
60.20		Net Premiums Earned	06	6,074	6,304
		Service Charges	07	0	0
		Other	08	0	0
		Total Underwriting Revenue	09	6,074	6,304
		Gross Claims and Adjustment Expenses	62	164	110
		Reinsurers' share of claims and adjustment expenses	64	0	0
60.20		Net Claims and Adjustment Expenses	10	164	110
		Acquisition Expenses			
80.10		Gross Commissions	66	0	0
80.10		Ceded Commissions	68	0	0
		Taxes	12	217	225
80.20		Other	14	50	(237)
80.20		General Expenses	16	5,295	5,713
		Total Claims and Expenses	19	5,726	5,811
		Premium Deficiency Adjustments	20	0	0
40.07		Underwriting Income (Loss)	29	348	493
		INVESTMENT OPERATIONS			
		Income	32	202	(551)
		Gains (Losses) from FVO or FVPL	35	0	0
		Realized Gains (Losses)	33	139	(3)
		Expenses	34	0	0
		Net Investment Income	39	341	(554)
		OTHER REVENUE AND EXPENSES			
		Income (Loss) from Ancillary Operations (net of Expenses of \$'000)	40	0	0
		Share of Net Income (Loss) of Subsidiaries, Associates & Joint Ventures	41	0	0
		Share of Net Income (Loss) of Pooled Funds using Equity Method	47		
		Gain (Losses) from fluctuations in Foreign Exchange Rates	42	0	0
		Other Revenues	44	0	0
		Finance costs	45	0	0
		Other Expenses	46	0	0
		Net Income (Loss) before Income Taxes	49	689	(61)
		INCOME TAXES			
		Current	50	119	(105)
		Deferred	51	16	31
		Total Income Taxes	59	135	(74)
		NET INCOME (LOSS) FOR THE YEAR	89	554	13
		ATTRIBUTABLE TO:			
		Non-controlling Interests	80	0	0
		Equity Holders	82	554	13

ok earned rev

ok prem tax

ok commission, outsourced bill, other direct cost

ok, div, trust, int income, prem/disc amort

ok

ok

(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	554	13
		Other Comprehensive Income (Loss):		
		Items that may be reclassified subsequently to Net Income:		
		Available for Sale:		
		Change in Unrealized Gains and Losses:		
		- Loans	0	0
		- Bonds and Debentures	0	0
		- Equities	250	(765)
		Reclassification of (Gains) Losses to Net Income	(102)	584
		Derivatives Designated as Cash Flow Hedges		
		Change in Unrealized Gains and Losses	0	0
		Reclassification of (Gains) Losses to Net Income	0	0
		Foreign Currency Translation		
		Change in Unrealized Gains and Losses	0	0
		Impact of Hedging	0	0
		Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures (may be reclassified)		
		Other	0	0
		Subtotal of items that may be reclassified subsequently to Net Income	148	(181)
		Items that will not be reclassified subsequently to Net Income:		
		Revaluation Surplus	0	0
Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures				
Remeasurements of Defined Benefit Plans	0	0		
Other	0	0		
Subtotal of items that will not be reclassified subsequently to Net Income	0	0		
Total Other Comprehensive Income (Loss)	148	(181)		
Total Comprehensive Income (Loss)	702	(168)		
Attributable to:				
Non-controlling Interests	0	0		
Equity Holders	702	(168)		
20.20		Accumulated Other Comprehensive Income (Loss)		
		Accumulated Gains (Losses) on:		
		Items that may be reclassified subsequently to Net Income:		
		Available for Sale:		
		- Loans	0	0
		- Bonds and Debentures	0	0
		- Equities	277	129
		Derivatives Designated as Cash Flow Hedges		
		Foreign Currency (net of hedging activities)	0	0
		Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures (may be reclassified)		
		Other	0	0
		Subtotal of items that may be reclassified subsequently to Net Income	277	129
		Items that will not be reclassified subsequently to Net Income:		
		Revaluation Surplus	0	0
		Share of Other Comprehensive Income of Subsidiaries, Associates & Joint Ventures		
		Remeasurements of Defined Benefit Plans	0	0
		Other	0	0
		Subtotal of items that will not be reclassified subsequently to Net Income	0	0
		Balance at end of Year	277	129

CONSOLIDATED

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

	(55)	Current Period (01)
Capital Available:		
Capital available (from page 30.62 - capital available)	01	4,100
Phase-in of capital available	03	(46)
(Specify)	08	
Total Capital Available	09	4,146
Assets Available:		
Net Assets Available (from page 30.92 - net assets available)	11	
Phase-in of net assets available	13	
(Specify)	18	
Total Net Assets Available	19	
Capital (Margin) Required at Target:		
Insurance Risk:		
Premium liabilities	20	364
Unpaid claims	22	67
Catastrophes	24	0
Margin required for reinsurance ceded to unregistered insurers	26	0
Subtotal: Insurance risk margin	29	431
Market Risk:		
Interest rate risk	30	116
Foreign exchange risk	32	0
Equity risk	34	478
Real estate risk	36	0
Other market risk exposures	38	0
Subtotal: Market risk margin	39	594
Credit Risk:		
Counterparty default risk for balance sheet assets	40	61
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	61
Operational risk margin	50	244
Less: Diversification credit	52	139
Total Capital (Margin) Required at Target	59	1,191
Minimum Capital (Margin) Required (line 59 / 1.5)	60	794
Phase-in of Capital (Margin) Required	62	(46)
(Specify)	68	0
Total Minimum Capital (Margin) Required	69	840
Excess Capital (Net Assets Available) over Minimum Capital (Margin) Required	79	3,306
MCT (BAAT) Ratio (Line 09 or line 19 as a % of line 69)	90	493.57%

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