

**CONSOLIDATED FINANCIAL STATEMENTS**  
**STATEMENT OF FINANCIAL POSITION**

**ASSETS**  
**(\$'000)**

Reference Page	FS Notes Reference		Current Period		Prior Period Restated		Opening Prior Period Restated	
			Total	Vested in Trust*	Total	Vested in Trust*	Total	Vested in Trust*
			(01)	(02)	(03)	(04)	(05)	(06)
		<b>ASSETS:</b>						
		Cash and Cash Equivalents 01	63,198		41,749			
		Accrued Investment Income 11	2,247		1,561			
		Current Tax Assets 52						
		Assets Held for Sale 50						
		Asset for Insurance Acquisition Cash Flows 18						
40.08Q		Investments 14	261,849		262,360			
40.84Q		Equity Accounted Investees 15	0		0		0	
		Financial Instrument Derivative Assets 16						
20.12/20.14		Insurance Contract Assets 62	0		0		0	
20.16/20.18		Reinsurance Contract Held Assets 64	75,287		79,459			
		Investment Properties 17	35,550		46,202			
40.70A		Property and Equipment 41	20,833		21,495			
		Intangible Assets 56	273		378			
		Goodwill 54						
		Defined Benefit Pension Plan 58						
		Segregated Funds Net Assets 60						
		Deferred Tax Assets 44			1,160			
		Other Assets 88	7,676		2,991			
		<b>TOTAL ASSETS 89</b>	<b>466,913</b>		<b>457,355</b>		<b>0</b>	

## CONSOLIDATED FINANCIAL STATEMENTS

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LIABILITIES AND EQUITY  
(\$'000)

Reference Page	FS Notes Reference	(55)	Current Period (01)	Prior Period Restated (03)	Opening Prior Period Restated (05)
		<b>LIABILITIES:</b>			
		Provisions, Accruals and Other Liabilities	030	3,544	3,984
		Liabilities held for sale	040		
		Current Tax Liabilities	050	1,255	
		Encumbrances on Real Estate & Mortgage Loans	060		
		Financial Instrument Derivative Liabilities	070		
		Insurance Contract Liabilities			
20.12/20.14		Insurance Contract Liabilities – Excluding Segregated Funds	150	298,575	285,585
20.12/20.14		Insurance Contract Liabilities – Segregated Fund Guarantees	155		
20.12/20.14		Insurance Contract Liabilities – Segregated Funds Net Liabilities	160		
		<b>Total Insurance Contract Liabilities</b>	169	298,575	285,585
		Reinsurance Contract Held Liabilities			
20.16/20.18		Reinsurance Contract Held Liabilities – Excluding Segregated Funds	170	0	0
20.16/20.18		Reinsurance Contract Held Liabilities – Segregated Fund Guarantees	175		
20.16/20.18		Reinsurance Contract Held Liabilities – Segregated Funds Net Liabilities	180		
		<b>Total Reinsurance Contract Held Liabilities</b>	189	0	0
		Trust and Banking Deposits	080		
		Other Debt	090	3,264	
		Defined Benefit Pension Plan	110		
		Employment Benefits (not including amounts in line above)	120		
		Subordinated Debt	130		
		Preferred shares - Debt	140		
		Deferred Tax Liabilities	100	1,877	
		Investment Contract Liabilities			
		Investment Contract Liabilities – Excluding Segregated Funds Net Liabilities	190		
		Investment Contract Liabilities – Segregated Funds Net Liabilities	195		
		<b>Total Investment Contract Liabilities</b>	199	0	0
		<b>Liabilities before Policyholders' Liabilities</b>	299	308,515	289,569
		<b>Policyholders' Liabilities</b>			
20.41		Residual Interest (Non-Stock)	310	0	0
		Participating Account	320		
		Non-Participating Account (Non-Stock)	330		
		<b>Total Policyholders' Liabilities</b>	359	0	0
		<b>TOTAL LIABILITIES</b>	399	308,515	289,569
		<b>EQUITY</b>			
		<b>CANADIAN INSURERS ONLY:</b>			
		<b>Policyholders' Equity</b>			
20.41		Residual Interest (Non-Stock)	410	0	0
		Participating Account	420		
		Participating Account - Accumulated OCI (Loss)	430		
		Non-Participating Account	440		
		Non-Participating Account - Accumulated OCI (Loss)	450		
		<b>Total Policyholders' Equity</b>	499	0	0
		<b>Shareholders' Equity</b>			
		Common Shares	510	48,000	48,000
		Preferred Shares	520	71,750	82,600
		Contributed Surplus	530	0	0
		Other Capital	540	0	0
		Retained Earnings	550	38,648	37,186
20.45		Nuclear and Other Reserves	560	0	0
		Accumulated Other Comprehensive Income (Loss)	570	0	0
		<b>Total Shareholders' Equity</b>	599	158,398	167,786
		<b>Non-controlling Interests</b>	620	0	0
		<b>Total Equity</b>	699	158,398	167,786
		<b>TOTAL LIABILITIES AND EQUITY</b>	799	466,913	457,355
		<b>FOREIGN INSURERS ONLY:</b>			
		<b>Head Office Account, Reserves &amp; AOCI</b>			
		Head Office Account	810		
		Reserves	820		
		(Specify)	830		
		Accumulated Other Comprehensive Income (Loss)	840		
		<b>Total Head Office Account, Reserves &amp; AOCI</b>	899		
		<b>TOTAL LIABILITIES, EQUITY, HEAD OFFICE ACCOUNT, RESERVES &amp; AOCI</b>	999	466,913	457,355

## CONSOLIDATED FINANCIAL STATEMENTS

## STATEMENT OF PROFIT OR LOSS

(\$'000)

Reference Page	FS Notes Reference		Current Period	Prior Period Restated
			(01)	(03)
		Revenue from PAA Contracts	234,422	227,980
		Revenue from GMM Contracts (excluding VFA contracts)	0	
		Revenue from VFA Contracts		
		<b>Total Insurance Revenue</b>	234,422	227,980
		<b>Insurance service expenses</b>	175,302	149,433
60.25Q		<b>Net expenses from reinsurance contracts held</b>	-28,217	-22,958
		<b>INSURANCE SERVICE RESULT</b>	30,903	55,589
40.72		Interest revenue on financial assets not measured at FVTPL	2,303	647
40.74		Net investment income excluding segregated funds	2,811	-17,386
		Net investment income - segregated funds		
		Provision for Credit Losses	0	0
40.74		<b>Investment Return</b>	5,114	-16,739
		<b>Net finance income (expenses) from insurance contracts excluding segregated funds</b>	-3,440	
		<b>Net finance income (expenses) from segregated funds</b>		
		<b>Net finance income (expenses) from reinsurance contracts held</b>	1,037	
		<b>Movement in investment contract liabilities</b>		
		<b>NET INVESTMENT RESULT</b>	2,711	-16,739
80.35Q		Other Income	1,660	1,659
		Share of Net Income (Loss) of Equity Accounted Investees		
80.25Q		General and Operating Expenses	14,519	16,453
		<b>OTHER INCOME AND EXPENSES</b>	-12,859	-14,794
		<b>PROFIT (LOSS) BEFORE TAXES</b>	20,755	24,056
		Current Taxes	1,255	
		Deferred Taxes	3,037	5,296
		<b>Total Income Taxes</b>	4,292	5,296
		<b>PROFIT (LOSS) AFTER TAXES</b>	16,463	18,760
		Discontinued Operations (net of Income Taxes of \$ _____)		
		<b>NET INCOME (LOSS) FOR THE YEAR</b>	16,463	18,760
		<b>ATTRIBUTABLE TO:</b>		
		Participating Policyholders/Certificateholders		
		Other Fund Account		
		Residual Interest Policyholders	0	
		Non-controlling Interests		
		Equity Holders		

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

Reference Page	FS Notes Reference		Current Period	Prior Period Restated
			(01)	(03)
20.22		<b>Comprehensive Income (Loss)</b>		
		Net Income (Loss) 01	16,463	18,760
		Other Comprehensive Income (Loss):		
		<b>Items that may be reclassified subsequently to Net Income (Loss):</b>		
		<b>Fair Value through Other Comprehensive Income (FVOCI):</b>		
		Change in Unrealized Gains and Losses:		
		- Loans 02		
		- Bonds and Debentures 03		
		Reclassification of (Gains) Losses to Net Income (Loss) 05		
		<b>Derivatives Designated as Cash Flow Hedges</b>		
		Change in Unrealized Gains and Losses 06		
		Reclassification of (Gains) Losses to Net Income (Loss) 07		
		<b>Foreign Currency Translation</b>		
		Change in Unrealized Gains and Losses 08		
		Reclassification of (Gains) Losses to Net Income (Loss) 13		
		Impact of Hedging 09		
		<b>Share of Other Comprehensive Income (Loss) of Equity Accounted Investees (may be reclassified)</b> 14		
		<b>Insurance Finance Income (Expenses) Reserve from Insurance Contracts</b> 23		
		<b>Insurance Finance Income (Expenses) Reserve from Reinsurance Contract Held</b> 24		
		<b>Other</b> 18		
		<b>Subtotal of items that may be reclassified subsequently to Net Income (Loss)</b> 19	0	0
		<b>Items that will not be reclassified subsequently to Net Income (Loss):</b>		
		<b>Fair Value through Other Comprehensive Income (FVOCI)</b>		
		Change in Unrealized Gains and Losses:		
		- Equities 25		
		<b>Revaluation Surplus</b> 31		
		<b>Share of Other Comprehensive Income (Loss) of Equity Accounted Investees</b> 11		
	<b>Remeasurements of Defined Benefit Pension Plans</b> 34			
	<b>Other</b> 12			
	<b>Subtotal of items that will not be reclassified subsequently to Net Income (Loss)</b> 29	0	0	
	Total Other Comprehensive Income (Loss) 21	0	0	
	<b>Total Comprehensive Income (Loss)</b> 39	16,463	18,760	
	<b>Attributable to:</b>			
	Participating Policyholders/Certificateholders 80			
	Other Fund Account 82			
	Residual Interest Policyholders 84			
	Non-controlling Interests 60			
	Equity Holders 62	16,463	18,760	

		Current Period	Prior Period Restated	
		(01)	(03)	
20.11		<b>Accumulated Other Comprehensive Income (Loss)</b>		
		Accumulated Gains (Losses), net of tax, on:		
		<b>Items that may be reclassified subsequently to Net Income (Loss):</b>		
		<b>Fair Value through Other Comprehensive Income (FVOCI)</b> 41		
		<b>Derivatives Designated as Cash Flow Hedges</b> 45		
		<b>Foreign Currency Translation (net of hedging activities)</b> 46		
		<b>Share of Other Comprehensive Income (Loss) of Equity Accounted Investees (may be reclassified)</b> 52		
		<b>Insurance Finance Income (Expenses) Reserve from Insurance Contracts</b> 63		
		<b>Insurance Finance Income (Expenses) Reserve from Reinsurance Contracts Held</b> 64		
		<b>Other</b> 68		
		<b>Subtotal of items that may be reclassified subsequently to Net Income (Loss)</b> 69	0	0
		<b>Items that will not be reclassified subsequently to Net Income (Loss):</b>		
		<b>Fair Value through Other Comprehensive Income (FVOCI)</b> 70		
		<b>Revaluation Surplus</b> 71		
		<b>Share of Other Comprehensive Income (Loss) of Equity Accounted Investees</b> 51		
		<b>Remeasurements of Defined Benefit Pension Plans</b> 74		
		<b>Other</b> 49		
		<b>Subtotal of items that will not be reclassified subsequently to Net Income (Loss)</b> 79	0	0
		Balance at end of Period 59	0	0
		<b>Attributable to:</b>		
		Participating Policyholders/Certificateholders 90		
	Other Fund Account 92			
	Residual Interest Policyholders 94			
	Non-controlling Interests 96			
	Equity Holders 98			

**MCT (BAAT) RATIO - SUMMARY CALCULATIONS**  
**(\$000, except percentages)**

(55)		Current Period (01)
<b>Capital Available:</b>		
Capital available (from page 20.00 - capital available)	001	158,125
Other (Specify)	005	
<b>Total Capital Available</b>	010	158,125
<b>Assets Available:</b>		
Net Assets Available (from page 30.00 - net assets available)	015	
Other (Specify)	020	
<b>Total Net Assets Available</b>	025	
<b>Capital (Margin) Required at Target:</b>		
Insurance Risk:		
Unexpired coverage	030	16,444
Liability for incurred claims	035	20,495
Earthquake and nuclear catastrophe reserves	040	
Reinsurance held with unregistered insurers	045	0
Subtotal: Insurance risk	050	36,939
Market Risk:		
Interest rate	055	7,741
Foreign exchange	060	0
Equity	065	0
Real estate	070	9,172
Other market exposures (including right-of-use assets)	075	21
Subtotal: Market risk	080	16,934
Credit Risk:		
Counterparty default for balance sheet items	085	6,932
Counterparty default for off-balance sheet exposures	090	0
Collateral held for unregistered reinsurance and self-insured retention	095	0
Subtotal: Credit risk	100	6,932
Operational risk	105	15,491
Less: Diversification credit	110	7,742
<b>Total Capital (Margin) Required at Target</b>	115	68,554
Minimum Capital (Margin) Required (line 115 / 1.5)	120	45,703
Other (Specify)	125	
<b>Total Minimum Capital (Margin) Required</b>	130	45,703
<b>Excess Capital (Net Assets Available) over Minimum Capital (Margin) Required</b>	135	112,422
<b>MCT (BAAT) Ratio (Line 10 (line 25) as a % of line 130)</b>	140	345.99%