

ASSETS
(\$'000)

	Current 01	Prior 03
01	172	(191)
Investment Income due and accrued 02	52	82
Investments:		
Term Deposits 04	0	0
Bonds and Debentures 05	3,229	3,394
Mortgage Loans 06	0	0
Preferred Shares 07	175	0
Common Shares 08	208	591
Real Estate 09	0	0
Other Investments 10	0	0
Total Investments (lines 04 to 10) 19	3,612	3,985
Receivables:		
Unaffiliated Agents and Brokers 20	3,374	1,493
Policyholders 21	0	0
Instalment Premiums 22	0	0
Other Insurers 23	450	1,085
"Facility Association" and the "P.R.R." 24	0	0
Subsidiaries, Affiliates & Partnerships 25	1,844	1,508
Income Taxes 26	0	0
Other Receivables 27	627	0
Recoverable from Reinsurers:		
Unearned Premiums 30	1,502	2,359
Unpaid Claims and Adjustment Expenses 31	1,845	2,061
Other Recoverables on Unpaid Claims 37	0	0
Investment in Subsidiaries, Affiliates & Partnerships 40	0	0
Real Estate for Insurer's own use 41	0	0
Deferred Policy Acquisition Expenses 43	897	584
Future Income Taxes 44	0	0
Other Assets 88	133	196
TOTAL ASSETS 89	14,508	13,162

LIABILITIES AND EQUITY
(\$'000)

Page		Current 01	Prior 03
	LIABILITIES		
	Overdrafts 01	0	0
	Borrowed Money and Accrued Interest 02	0	0
	Payables:		
	Agents and Brokers 03	0	0
	Policyholders 04	0	0
	Other Insurers 05	1,314	1,218
	Subsidiaries, Affiliates & Partnerships 06	0	0
	Expenses due and accrued 07	174	182
	Income Taxes due and accrued 08		117
	Other Taxes due and accrued 09	608	0
	Policyholder Dividends and Rating Adjustments 10		0
	Encumbrances on Real Estate 11		0
	Unearned Premiums 12	4,368	3,969
	Unpaid Claims and Adjustment Expenses 13	4,159	3,024
	Unearned Commissions 14	295	562
	Premium Deficiency 15		0
	Future Income Taxes 21		0
	Other Liabilities 28		11
	Total Liabilities 29	10,918	9,083
	EQUITY		
	Shares issued and paid 41	5,088	5,088
	Contributed Surplus 42	893	0
 43		0
	Retained Earnings 44	(2,391)	(1,009)
	Reserves 45	0	0
20.42	Accumulated Other Comprehensive Income (Loss) 47	0	0
	Total Equity 49	3,590	4,079
	TOTAL LIABILITIES AND EQUITY 89	14,508	13,162

STATEMENT OF INCOME
(\$'000)

	Current Period 01	Prior Period 03
UNDERWRITING OPERATIONS		
Premiums Written		
Direct	4,528	3,354
Reinsurance Assumed	0	0
Reinsurance Ceded	3,324	1,484
Net Premiums Written	1,204	1,870
Decrease (increase) in Net Unearned Premiums	(26)	(626)
Net Premiums Earned	1,178	1,244
Service Charges	0	0
Other		0
Total Underwriting Revenue	1,178	1,244
Net Claims and Adjustment Expenses	1,044	230
Acquisition Expenses		
Commissions	(225)	22
Taxes	225	136
Other	42	203
General Expenses	221	204
Total Claims and Expenses	1,307	795
Premium Deficiency Adjustments	0	0
Underwriting Income (Loss)	(129)	449
INVESTMENT OPERATIONS		
Income	185	62
Realized Gains (Losses)	(12)	(1)
Expenses		0
Net Investment Income	173	61
OTHER REVENUE AND EXPENSES		
Income (Loss) from Ancillary Operations		0
(net of Expenses of \$'000 _____)		
Share of Net Income (Loss) of Subsidiaries, Affiliates & Partnerships		0
Gain (losses) from fluctuations in Foreign Exchange Rates		0
Other		0
Net income (Loss) before Income Taxes and Extraordinary Items	44	510
INCOME TAXES		
Current		0
Future		0
Total Income Taxes	0	0
Extraordinary Items (net of Income Taxes of \$'000 _____)		0
NET INCOME (LOSS) FOR THE PERIOD	44	510

**STATEMENT OF RETAINED EARNINGS
(\$'000)**

	Current 01	Prior 02
Balance at beginning of year 01	(2,435)	(1,519)
Prior period adjustments: 02		0
..... 04		0
Adjusted balance at beginning of year 09	(2,435)	(1,519)
Net income (loss) for the Period 10	44	510
Dividends declared to shareholders 11		0
Decrease (increase) in Reserves 12		0
(Please Specify) 16		
Net increase (decrease) in Retained Earnings during the period 15	44	510
Balance at end of Period 89	(2,391)	(1,009)

**RESERVES
(\$'000)**

	Current 01	Prior 02
Earthquake Reserves		
Reserve Complement 90	0	0
Premium Reserve 91	0	0
Mortgages Reserve 95	0	0
Nuclear Reserve 96	0	0
General and Contingency Reserves 98	0	0
Total Reserves 99	0	0

Tax Effective Rate for Mortgage Reserve

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

Page		Current Period 01	Prior Period 03
20.30	Comprehensive Income (Loss)		
	Net Income 01	44	510
	Other Comprehensive Income (Loss):		
	Available for Sale:		
	Change in Unrealized Gains and Losses:		
	- Loans 02		0
	- Bonds and Debentures 03		0
	- Equities 04		0
	Reclassification to Earnings of (Gains) Losses 05		0
	Derivatives Designated as Cash Flow Hedges		
	Change in Unrealized Gains and Losses 06		0
	Reclassification to Earnings of (Gains) Losses 07		0
	Foreign Currency Translation		
	Change in Unrealized Gains and Losses 08		0
	Impact of Hedging 09		0
	Income (Loss) from Subsidiaries 10		0
	Other 12		0
	Total Other Comprehensive Income (Loss) 21	0	0
	Total Comprehensive Income (Loss) 39	44	510
	Accumulated Other Comprehensive Income (Loss)		
	Accumulated Gains/ (Losses) on:		
	Available for Sale:		
	- Loans 42		0
	- Bonds and Debentures 43		0
	- Equities 44		0
	Derivatives Designated as Cash Flow Hedges 45		0
	Foreign Currency (Net of Hedging Activities) 46		0
	Income (Loss) from Subsidiaries 47		0
	Other 49		0
20.20	Balance at end of Period 59	0	0

MINIMUM CAPITAL TEST
(\$'000)

	Current 01	Prior 02
Capital Available		
Total Equity less Accumulated Other Comprehensive Income 02	3,590	4,079
Add:		
Subordinated Indebtedness and Redeemable Preferred Shares 03		0
Accumulated Other Comprehensive Income (Loss) on:		
Available for Sale Equity Securities 04	0	0
Available for Sale Debt Securities 06	0	0
Foreign Currency (Net of Hedging Activities) 08		0
Included in Capital Available of Regulated FI Subsidiaries 10		0
..... 30		
Capital Available reported by Regulated FI Subsidiaries 11		0
Less:		
Accumulated net after-tax fair value gains (losses) arising from changes in the company's own credit risk 12		0
..... 13		0
Balance Sheet Value of Investments in Regulated FI Subsidiaries 14	0	0
Assets with a Capital Requirement of 100% 17	0	64
Total Capital Available 19	3,590	4,015
Minimum Capital Required		
Balance Sheet Assets 20	635	326
Unearned Premiums/Unpaid Claims/Premium Deficiencies 22	354	222
Catastrophes 24	0	0
Reinsurance Ceded to Unregistered Insurers 26	0	0
Capital Required reported by Regulated FI Subsidiaries 27		0
Structured Settlements, Letters of Credit, Derivatives and Other Exposures 28	0	0
Minimum Capital Required 29	989	548
Excess Capital Available over Minimum Capital Required		
(line 19 minus line 29) 89	2,601	3,467
Line 19 as a % of line 29 90	362.99%	732.66%

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