

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

		Current 01	Prior 03
Cash .....	01	4,541	1,012
Investment Income due and accrued .....	02	43	19
<b>Investments:</b>			
Term Deposits .....	04	546	0
Bonds and Debentures .....	05	1,757	2,599
Mortgage Loans .....	06	0	0
Preferred Shares .....	07	869	265
Common Shares .....	08	259	252
Real Estate .....	09	0	0
Other Investments .....	10	0	0
<b>Total Investments (lines 04 to 10) .....</b>	<b>19</b>	<b>3,431</b>	<b>3,116</b>
<b>Receivables:</b>			
Unaffiliated Agents and Brokers .....	20	1,284	2,810
Policyholders .....	21	0	0
Instalment Premiums .....	22	0	0
Other Insurers .....	23	419	424
"Facility Association" and the "P.R.R." .....	24	0	0
Subsidiaries, Affiliates & Partnerships .....	25	0	1,527
Income Taxes .....	26	0	0
Other Receivables .....	27	4	588
<b>Recoverable from Reinsurers:</b>			
Unearned Premiums .....	30	1,162	1,613
Unpaid Claims and Adjustment Expenses .....	31	1,411	2,158
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	591	931
Future Income Taxes .....	44	0	0
Other Assets .....	88	82	139
<b>TOTAL ASSETS .....</b>	<b>89</b>	<b>12,968</b>	<b>14,337</b>

LIABILITIES AND EQUITY  
(\$'000)

Page		Current 01	Prior 03
	<b>LIABILITIES</b>		
	Overdrafts ..... 01		0
	Borrowed Money and Accrued Interest ..... 02		0
	Payables:		
	Agents and Brokers ..... 03	232	29
	Policyholders ..... 04		0
	Other Insurers ..... 05	341	714
	Subsidiaries, Affiliates & Partnerships ..... 06		0
	Expenses due and accrued ..... 07	44	57
	Income Taxes due and accrued ..... 08	323	0
	Other Taxes due and accrued ..... 09	8	652
	Policyholder Dividends and Rating Adjustments ..... 10		0
	Encumbrances on Real Estate ..... 11		0
	Unearned Premiums ..... 12	3,978	4,624
	Unpaid Claims and Adjustment Expenses ..... 13	3,710	4,812
	Unearned Commissions ..... 14	228	319
	Premium Deficiency ..... 15		0
	Future Income Taxes ..... 21		0
	Other Liabilities ..... 28		0
	<b>Total Liabilities</b> ..... 29	<b>8,864</b>	<b>11,207</b>
	<b>EQUITY</b>		
	Shares issued and paid ..... 41	6,480	5,089
	Contributed Surplus ..... 42	3,993	893
	..... 43		0
	Retained Earnings ..... 44	(6,369)	(2,852)
	Reserves ..... 45	0	0
20.42	Accumulated Other Comprehensive Income (Loss) ..... 47	0	0
	<b>Total Equity</b> ..... 49	<b>4,104</b>	<b>3,130</b>
	<b>TOTAL LIABILITIES AND EQUITY</b> ..... 89	<b>12,968</b>	<b>14,337</b>

**STATEMENT OF INCOME**  
(\$'000)

	Current 01	Prior 03
<b>UNDERWRITING OPERATIONS</b>		
<b>Premiums Written</b>		
Direct .....	8,014	9,000
Reinsurance Assumed .....	0	0
Reinsurance Ceded .....	6,042	6,394
<b>Net Premiums Written</b> .....	<b>1,972</b>	<b>2,606</b>
Decrease (increase) in Net Unearned Premiums .....	(151)	(171)
<b>Net Premiums Earned</b> .....	<b>1,821</b>	<b>2,435</b>
Service Charges .....		0
Other .....	52	0
<b>Total Underwriting Revenue</b> .....	<b>1,873</b>	<b>2,435</b>
Net Claims and Adjustment Expenses .....	1,371	2,278
<b>Acquisition Expenses</b>		
Commissions .....	(45)	(124)
Taxes .....	265	362
Other .....	272	386
General Expenses .....	506	205
<b>Total Claims and Expenses</b> .....	<b>2,369</b>	<b>3,107</b>
Premium Deficiency Adjustments .....		0
<b>Underwriting Income (Loss)</b> .....	<b>(496)</b>	<b>(672)</b>
<b>INVESTMENT OPERATIONS</b>		
Income .....	60	267
Realized Gains (Losses) .....	22	(12)
Expenses .....		0
<b>Net Investment Income</b> .....	<b>82</b>	<b>255</b>
<b>OTHER REVENUE AND EXPENSES</b>		
Income (Loss) from Ancillary Operations (net of Expenses of \$'000 _____ ) .....		0
Share of Net Income (Loss) of Subsidiaries, Affiliates & Partnerships .....		0
Gain (losses) from fluctuations in Foreign Exchange Rates .....		0
Other .....		0
<b>Net income (Loss) before Income Taxes and Extraordinary Items</b> .....	<b>(414)</b>	<b>(417)</b>
<b>INCOME TAXES</b>		
Current .....		0
Future .....		0
<b>Total Income Taxes</b> .....	<b>0</b>	<b>0</b>
Extraordinary Items (net of Income Taxes of \$'000 _____ ) .....		0
<b>NET INCOME (LOSS) FOR THE PERIOD</b> .....	<b>(414)</b>	<b>(417)</b>

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

		Current 01	Prior 02
<b>Balance at beginning of year</b> .....	01	(5,955)	(2,435)
Prior period adjustments: .....	02		0
.....	04		0
<b>Adjusted balance at beginning of year</b> .....	09	(5,955)	(2,435)
Net income (loss) for the Period .....	10	(414)	(417)
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	(414)	(417)
<b>Balance at end of Period</b> .....	89	(6,369)	(2,852)

**RESERVES**  
**(\$'000)**

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

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

Page		Current 01	Prior 03
20.30	<b>Comprehensive Income (Loss)</b>		
	Net Income ..... 01	(414)	(417)
	Other Comprehensive Income (Loss):		
	<b>Available for Sale:</b>		
	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
	<b>Derivatives Designated as Cash Flow Hedges</b>		
	Change in Unrealized Gains and Losses ..... 06		0
	Reclassification to Earnings of (Gains) Losses ..... 07		0
	<b>Foreign Currency Translation</b>		
	Change in Unrealized Gains and Losses ..... 08		0
	Impact of Hedging ..... 09		0
	<b>Income (Loss) from Subsidiaries</b> ..... 10		0
	<b>Other</b> ..... 12		0
	Total Other Comprehensive Income (Loss) ..... 21	0	0
	<b>Total Comprehensive Income (Loss)</b> ..... 39	(414)	(417)

		Current (01)	Prior (03)
	<b>Accumulated Other Comprehensive Income (Loss)</b>		
	Accumulated Gains/ (Losses) on:		
	<b>Available for Sale:</b>		
	- Loans ..... 42		0
	- Bonds and Debentures ..... 43		0
	- Equities ..... 44		0
	<b>Derivatives Designated as Cash Flow Hedges</b> ..... 45		0
	<b>Foreign Currency (Net of Hedging Activities)</b> ..... 46		0
	<b>Income (Loss) from Subsidiaries</b> ..... 47		0
	<b>Other</b> ..... 49		0
20.20	<b>Balance at end of Period</b> ..... 59	0	0

**MINIMUM CAPITAL TEST**  
**(\$'000)**

	Current 01	Prior 02
<b>Capital Available</b>		
Total Equity less Accumulated Other Comprehensive Income ..... 02	4,104	3,130
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	58	0
<b>Total Capital Available</b> ..... 19	<b>4,046</b>	<b>3,130</b>
<b>Minimum Capital Required</b>		
Balance Sheet Assets ..... 20	277	616
Unearned Premiums/Unpaid Claims/Premium Deficiencies ..... 22	347	381
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
<b>Minimum Capital Required</b> ..... 29	<b>624</b>	<b>997</b>
<b>Excess Capital Available over Minimum Capital Required</b>		
(line 19 minus line 29) ..... 89	3,422	2,133
<b>Line 19 as a % of line 29</b> ..... 90	<b>648.40%</b>	<b>313.94%</b>