

ASSETS
(\$'000)

		Current 01	Prior 03
Cash	01	15,245	18,697
Investment Income due and accrued	02	490	414
Investments:			
Term Deposits	04	14,115	5,750
Bonds and Debentures	05	25,972	25,843
Mortgage Loans	06	0	0
Preferred Shares	07	81,563	77,937
Common Shares	08	41,504	36,864
Real Estate	09	11,428	0
Other Investments	10	6,049	2,002
Total Investments (lines 04 to 10)	19	180,631	148,396
Receivables:			
Unaffiliated Agents and Brokers	20	0	0
Policyholders	21	2,279	1,612
Instalment Premiums	22	11,682	10,077
Other Insurers	23	0	0
"Facility Association" and the "P.R.R."	24	785	634
Subsidiaries, Affiliates & Partnerships	25	0	0
Income Taxes	26	0	(1,327)
Other Receivables	27	703	(622)
Recoverable from Reinsurers:			
Unearned Premiums	30	0	0
Unpaid Claims and Adjustment Expenses	31	404	382
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	687	652
Future Income Taxes	44	4,091	1,605
Other Assets	88	171	303
TOTAL ASSETS	89	217,168	180,823

LIABILITIES AND EQUITY
(\$'000)

Page		Current 01	Prior 03
	LIABILITIES		
	Overdrafts 01		0
	Borrowed Money and Accrued Interest 02		0
	Payables:		
	Agents and Brokers 03		0
	Policyholders 04		0
	Other Insurers 05	1,829	1,228
	Subsidiaries, Affiliates & Partnerships 06		0
	Expenses due and accrued 07	1,445	1,227
	Income Taxes due and accrued 08	301	1,765
	Other Taxes due and accrued 09	1,050	735
	Policyholder Dividends and Rating Adjustments 10		0
	Encumbrances on Real Estate 11		0
	Unearned Premiums 12	114,759	100,898
	Unpaid Claims and Adjustment Expenses 13	18,571	18,697
	Unearned Commissions 14	0	0
	Premium Deficiency 15		0
	Future Income Taxes 21	(1,330)	0
	Other Liabilities 28	12	0
	Total Liabilities 29	136,637	124,550
	EQUITY		
	Shares issued and paid 41	11,500	11,500
	Contributed Surplus 42		0
 43		0
	Retained Earnings 44	66,635	46,334
	Reserves 45	0	0
20.42	Accumulated Other Comprehensive Income (Loss) 47	2,396	(1,561)
	Total Equity 49	80,531	56,273
	TOTAL LIABILITIES AND EQUITY 89	217,168	180,823

STATEMENT OF INCOME
(\$'000)

	Current 01	Prior 03
UNDERWRITING OPERATIONS		
Premiums Written		
Direct	55,909	46,208
Reinsurance Assumed	0	0
Reinsurance Ceded	4,552	4,709
Net Premiums Written	51,357	41,499
Decrease (increase) in Net Unearned Premiums	(5,450)	(4,024)
Net Premiums Earned	45,907	37,475
Service Charges		0
Other		0
Total Underwriting Revenue	45,907	37,475
Net Claims and Adjustment Expenses	11,238	11,424
Acquisition Expenses		
Commissions	20,829	15,970
Taxes	1,537	1,260
Other	690	724
General Expenses	2,225	1,560
Total Claims and Expenses	36,519	30,938
Premium Deficiency Adjustments		0
Underwriting Income (Loss)	9,388	6,537
INVESTMENT OPERATIONS		
Income	3,614	3,145
Realized Gains (Losses)	1,422	435
Expenses	3	4
Net Investment Income	5,033	3,576
OTHER REVENUE AND EXPENSES		
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	(876)	(357)
Net income (Loss) before Income Taxes and Extraordinary Items	13,545	9,756
INCOME TAXES		
Current	3,472	2,393
Future		0
Total Income Taxes	3,472	2,393
Extraordinary Items (net of Income Taxes of \$'000		0
NET INCOME (LOSS) FOR THE PERIOD	10,073	7,363

STATEMENT OF RETAINED EARNINGS
(\$'000)

		Current 01	Prior 02
Balance at beginning of year	01	56,562	38,971
Prior period adjustments:	02		0
.....	04		0
Adjusted balance at beginning of year	09	56,562	38,971
Net income (loss) for the Period	10	10,073	7,363
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	10,073	7,363
Balance at end of Period	89	66,635	46,334

RESERVES
(\$'000)

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

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

Page		Current 01	Prior 03
20.30	Comprehensive Income (Loss)		
	Net Income 01	10,073	7,363
	Other Comprehensive Income (Loss):		
	Available for Sale:		
	Change in Unrealized Gains and Losses:		
	- Loans 02		0
	- Bonds and Debentures 03	195	366
	- Equities 04	(599)	10,175
	Reclassification to Earnings of (Gains) Losses 05	(1,085)	137
	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	(1,489)	10,678
	Total Comprehensive Income (Loss) 39	8,584	18,041

		Current (01)	Prior (03)
	Accumulated Other Comprehensive Income (Loss)		
	Accumulated Gains/ (Losses) on:		
	Available for Sale:		
	- Loans 42		0
	- Bonds and Debentures 43	1,304	909
	- Equities 44	1,092	(2,470)
	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	2,396	(1,561)

MINIMUM CAPITAL TEST
(\$'000)

	Current 01	Prior 02
Capital Available		
Total Equity less Accumulated Other Comprehensive Income 02	78,135	57,834
Add:		
Subordinated Indebtedness and Redeemable Preferred Shares 03		0
Accumulated Other Comprehensive Income (Loss) on:		
Available for Sale Equity Securities 04	1,092	(2,470)
Available for Sale Debt Securities 06	1,304	909
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	0
Total Capital Available 19	80,531	56,273
Minimum Capital Required		
Balance Sheet Assets 20	12,998	9,655
Unearned Premiums/Unpaid Claims/Premium Deficiencies 22	10,966	9,717
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	23,964	19,372
Excess Capital Available over Minimum Capital Required		
(line 19 minus line 29) 89	56,567	36,901
Line 19 as a % of line 29 90	336.05%	290.49%