

ASSETS
(\$'000)

	Current	Prior
	01	03
Cash	24,436	35,677
Investment Income due and accrued	743	766
Investments:		
Term Deposits	100	0
Bonds and Debentures	91,245	58,473
Mortgage Loans	0	0
Preferred Shares	0	0
Common Shares	17,775	23,723
Real Estate	1,655	1,881
Other Investments	595	1,105
Total Investments (lines 04 to 10)	111,370	85,182
Receivables:		
Unaffiliated Agents and Brokers	8,610	8,320
Policyholders	0	0
Instalment Premiums	25,232	24,814
Other Insurers	1,081	2,146
"Facility Association" and the "P.R.R."	8,107	7,395
Subsidiaries, Affiliates & Partnerships	0	0
Income Taxes	0	0
Other Receivables	1,912	2,544
Recoverable from Reinsurers:		
Unearned Premiums	19,730	17,326
Unpaid Claims and Adjustment Expenses	39,811	35,488
Other Recoverables on Unpaid Claims	0	0
Investment in Subsidiaries, Affiliates & Partnerships	0	0
Real Estate for Insurer's own use	1,224	1,234
Deferred Policy Acquisition Expenses	19,921	18,604
Future Income Taxes	288	547
Other Assets	4,406	3,798
TOTAL ASSETS	266,871	243,841

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	2,857	2,765
	Policyholders 04		0
	Other Insurers 05	9,747	9,174
	Subsidiaries, Affiliates & Partnerships 06		0
	Expenses due and accrued 07	1,832	1,528
	Income Taxes due and accrued 08	1,842	(6,923)
	Other Taxes due and accrued 09	3,181	2,910
	Policyholder Dividends and Rating Adjustments 10		0
	Encumbrances on Real Estate 11	0	1,876
	Unearned Premiums 12	80,182	76,320
	Unpaid Claims and Adjustment Expenses 13	103,974	106,549
	Unearned Commissions 14	6,756	6,156
	Premium Deficiency 15		0
	Future Income Taxes 21		0
	Other Liabilities 28	863	825
	Total Liabilities 29	211,234	201,180
	EQUITY		
	Shares issued and paid 41	2,000	2,000
	Contributed Surplus 42	9,362	9,362
 43		0
	Retained Earnings 44	42,149	31,523
	Reserves 45	0	0
20.42	Accumulated Other Comprehensive Income (Loss) 47	2,126	(224)
	Total Equity 49	55,637	42,661
	TOTAL LIABILITIES AND EQUITY 89	266,871	243,841

STATEMENT OF INCOME
(\$'000)

	Current 01	Prior 03
UNDERWRITING OPERATIONS		
Premiums Written		
Direct	79,387	76,906
Reinsurance Assumed	0	0
Reinsurance Ceded	23,427	20,765
Net Premiums Written	55,960	56,141
Decrease (increase) in Net Unearned Premiums	(1,003)	(1,263)
Net Premiums Earned	54,957	54,878
Service Charges	990	958
Other		0
Total Underwriting Revenue	55,947	55,836
Net Claims and Adjustment Expenses	28,491	37,279
Acquisition Expenses		
Commissions	9,020	9,202
Taxes	2,616	2,474
Other		0
General Expenses	9,241	8,936
Total Claims and Expenses	49,368	57,891
Premium Deficiency Adjustments		0
Underwriting Income (Loss)	6,579	(2,055)
INVESTMENT OPERATIONS		
Income	2,010	1,860
Realized Gains (Losses)	1,904	(121)
Expenses	217	162
Net Investment Income	3,697	1,577
OTHER REVENUE AND EXPENSES		
Income (Loss) from Ancillary Operations		0
(net of Expenses of \$'000 _____)		
Share of Net Income (Loss) of Subsidiaries, Affiliates & Partnerships	(102)	(232)
Gain (losses) from fluctuations in Foreign Exchange Rates		0
Other	36	28
Net income (Loss) before Income Taxes and		
Extraordinary Items	10,210	(682)
INCOME TAXES		
Current	3,261	(179)
Future		0
Total Income Taxes	3,261	(179)
Extraordinary Items (net of Income Taxes of \$'000 _____)		0
NET INCOME (LOSS) FOR THE PERIOD	6,949	(503)

STATEMENT OF RETAINED EARNINGS
(\$'000)

	Current 01	Prior 02
Balance at beginning of year 01	35,200	32,026
Prior period adjustments: 02		0
..... 04		0
Adjusted balance at beginning of year 09	35,200	32,026
Net income (loss) for the Period 10	6,949	(503)
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	6,949	(503)
Balance at end of Period 89	42,149	31,523

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	6,949	(503)
	Other Comprehensive Income (Loss):		
	Available for Sale:		
	Change in Unrealized Gains and Losses:		
	- Loans		0
	- Bonds and Debentures	1,506	(189)
	- Equities	(381)	966
	Reclassification to Earnings of (Gains) Losses	(1,352)	208
	Derivatives Designated as Cash Flow Hedges		
	Change in Unrealized Gains and Losses		0
	Reclassification to Earnings of (Gains) Losses		0
	Foreign Currency Translation		
	Change in Unrealized Gains and Losses	(127)	(75)
	Impact of Hedging		0
	Income (Loss) from Subsidiaries		0
	Other		0
	Total Other Comprehensive Income (Loss)	(354)	910
	Total Comprehensive Income (Loss)	6,595	407

		Current (01)	Prior (03)
	Accumulated Other Comprehensive Income (Loss)		
	Accumulated Gains/ (Losses) on:		
	Available for Sale:		
	- Loans		0
	- Bonds and Debentures	2,104	1,388
	- Equities	(180)	(2,569)
	Derivatives Designated as Cash Flow Hedges		0
	Foreign Currency (Net of Hedging Activities)	202	957
	Income (Loss) from Subsidiaries		0
	Other		0
20.20	Balance at end of Period	2,126	(224)

MINIMUM CAPITAL TEST
(\$'000)

	Current 01	Prior 02
Capital Available		
Total Equity less Accumulated Other Comprehensive Income 02	53,511	42,885
Add:		
Subordinated Indebtedness and Redeemable Preferred Shares 03		0
Accumulated Other Comprehensive Income (Loss) on:		
Available for Sale Equity Securities 04	(180)	(2,569)
Available for Sale Debt Securities 06	2,104	1,388
Foreign Currency (Net of Hedging Activities) 08	202	957
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	3,290	2,764
Total Capital Available 19	52,347	39,897
Minimum Capital Required		
Balance Sheet Assets 20	8,956	8,978
Unearned Premiums/Unpaid Claims/Premium Deficiencies 22	9,783	10,420
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	72	72
Minimum Capital Required 29	18,811	19,470
Excess Capital Available over Minimum Capital Required		
(line 19 minus line 29) 89	33,536	20,427
Line 19 as a % of line 29 90	278.28%	204.92%