

ASSETS
(\$'000)

		Current 01	Prior 03
Cash	01	26,240	13,499
Investment Income due and accrued	02	284	385
Investments:			
Term Deposits	04	23,000	5,986
Bonds and Debentures	05	23,650	27,782
Mortgage Loans	06	0	0
Preferred Shares	07	78,071	81,261
Common Shares	08	46,843	39,805
Real Estate	09	11,378	7,750
Other Investments	10	6,287	9,883
Total Investments (lines 04 to 10)	19	189,229	172,467
Receivables:			
Unaffiliated Agents and Brokers	20	0	0
Policyholders	21	2,203	1,644
Instalment Premiums	22	12,480	11,102
Other Insurers	23	0	0
"Facility Association" and the "P.R.R."	24	652	443
Subsidiaries, Affiliates & Partnerships	25	0	0
Income Taxes	26	0	(1,327)
Other Receivables	27	671	209
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	762	669
Future Income Taxes	44	4,091	(657)
Other Assets	88	165	278
TOTAL ASSETS	89	237,181	199,094

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	1,740	1,279
	Subsidiaries, Affiliates & Partnerships 06		0
	Expenses due and accrued 07	2,201	1,704
	Income Taxes due and accrued 08	521	3,191
	Other Taxes due and accrued 09	1,674	1,134
	Policyholder Dividends and Rating Adjustments 10		0
	Encumbrances on Real Estate 11		0
	Unearned Premiums 12	121,331	106,909
	Unpaid Claims and Adjustment Expenses 13	19,613	18,825
	Unearned Commissions 14	0	0
	Premium Deficiency 15		0
	Future Income Taxes 21	264	0
	Other Liabilities 28	10	0
	Total Liabilities 29	147,354	133,042
	EQUITY		
	Shares issued and paid 41	11,500	11,500
	Contributed Surplus 42		0
 43		0
	Retained Earnings 44	72,213	50,832
	Reserves 45	0	0
20.42	Accumulated Other Comprehensive Income (Loss) 47	6,114	3,720
	Total Equity 49	89,827	66,052
	TOTAL LIABILITIES AND EQUITY 89	237,181	199,094

STATEMENT OF INCOME
(\$'000)

	Current 01	Prior 03
UNDERWRITING OPERATIONS		
Premiums Written		
Direct	94,386	79,554
Reinsurance Assumed	0	0
Reinsurance Ceded	7,016	8,469
Net Premiums Written	87,370	71,085
Decrease (increase) in Net Unearned Premiums	(12,019)	(10,035)
Net Premiums Earned	75,351	61,050
Service Charges		0
Other		0
Total Underwriting Revenue	75,351	61,050
Net Claims and Adjustment Expenses	17,525	16,717
Acquisition Expenses		
Commissions	36,371	27,887
Taxes	2,529	2,138
Other	1,052	1,100
General Expenses	3,397	2,366
Total Claims and Expenses	60,874	50,208
Premium Deficiency Adjustments		0
Underwriting Income (Loss)	14,477	10,842
INVESTMENT OPERATIONS		
Income	5,492	4,777
Realized Gains (Losses)	2,478	810
Expenses	6	5
Net Investment Income	7,964	5,582
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	(1,531)	(798)
Net income (Loss) before Income Taxes and		
Extraordinary Items	20,910	15,626
INCOME TAXES		
Current	5,259	3,765
Future		0
Total Income Taxes	5,259	3,765
Extraordinary Items (net of Income Taxes of \$'000 _____)		0
NET INCOME (LOSS) FOR THE PERIOD	15,651	11,861

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	15,651	11,861
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	15,651	11,861
Balance at end of Period	89	72,213	50,832

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	15,651	11,861
	Other Comprehensive Income (Loss):		
	Available for Sale:		
	Change in Unrealized Gains and Losses:		
	- Loans 02		0
	- Bonds and Debentures 03	401	541
	- Equities 04	1,980	15,040
	Reclassification to Earnings of (Gains) Losses 05	(1,765)	378
	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	616	15,959
	Total Comprehensive Income (Loss) 39	16,267	27,820

		Current (01)	Prior (03)
	Accumulated Other Comprehensive Income (Loss)		
	Accumulated Gains/ (Losses) on:		
	Available for Sale:		
	- Loans 42		0
	- Bonds and Debentures 43	1,105	1,084
	- Equities 44	5,009	2,636
	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	6,114	3,720

MINIMUM CAPITAL TEST
(\$'000)

	Current 01	Prior 02
Capital Available		
Total Equity less Accumulated Other Comprehensive Income 02	83,713	62,332
Add:		
Subordinated Indebtedness and Redeemable Preferred Shares 03		0
Accumulated Other Comprehensive Income (Loss) on:		
Available for Sale Equity Securities 04	5,009	2,636
Available for Sale Debt Securities 06	1,105	1,084
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	89,827	66,052
Minimum Capital Required		
Balance Sheet Assets 20	13,883	12,385
Unearned Premiums/Unpaid Claims/Premium Deficiencies 22	11,592	10,193
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	25,475	22,578
Excess Capital Available over Minimum Capital Required		
(line 19 minus line 29) 89	64,352	43,474
Line 19 as a % of line 29 90	352.61%	292.55%