

ASSETS
(\$'000)

	Current 01	Prior 03
Cash 01	383	3,335
Investment Income due and accrued 02	0	2
Investments:		
Term Deposits 04	0	0
Bonds and Debentures 05	51	54
Mortgage Loans 06	0	0
Preferred Shares 07	6,652	7,706
Common Shares 08	1,939	1,951
Real Estate 09	0	0
Other Investments 10	0	0
Total Investments (lines 04 to 10) 19	8,642	9,711
Receivables:		
Unaffiliated Agents and Brokers 20	0	0
Policyholders 21	0	1,270
Instalment Premiums 22	0	0
Other Insurers 23	0	0
"Facility Association" and the "P.R.R." 24	0	0
Subsidiaries, Affiliates & Partnerships 25	33	0
Income Taxes 26	32	309
Other Receivables 27	1,583	2
Recoverable from Reinsurers:		
Unearned Premiums 30	0	0
Unpaid Claims and Adjustment Expenses 31	0	0
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	177	160
Future Income Taxes 44	22	19
Other Assets 88	16	17
TOTAL ASSETS 89	10,888	14,825

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	0	0
	Subsidiaries, Affiliates & Partnerships 06	1,758	4,713
	Expenses due and accrued 07	1,048	788
	Income Taxes due and accrued 08	0	0
	Other Taxes due and accrued 09	0	207
	Policyholder Dividends and Rating Adjustments 10	0	0
	Encumbrances on Real Estate 11	0	0
	Unearned Premiums 12	514	1,269
	Unpaid Claims and Adjustment Expenses..... 13	1,613	1,945
	Unearned Commissions 14	0	0
	Premium Deficiency 15	0	0
	Future Income Taxes 21	0	0
	Other Liabilities 28	0	0
	Total Liabilities 29	4,933	8,922
	EQUITY		
	Shares issued and paid 41	4,000	4,000
	Contributed Surplus 42	1,000	1,000
 43	0	0
	Retained Earnings 44	656	919
	Reserves 45	0	0
20.42	Accumulated Other Comprehensive Income (Loss) 47	299	-16
	Total Equity 49	5,955	5,903
	TOTAL LIABILITIES AND EQUITY 89	10,888	14,825

STATEMENT OF INCOME
(\$'000)

	Current 01	Prior 03
UNDERWRITING OPERATIONS		
Premiums Written		
Direct	12,371	10,555
Reinsurance Assumed	0	0
Reinsurance Ceded	0	0
Net Premiums Written	12,371	10,555
Decrease (increase) in Net Unearned Premiums	453	1,424
Net Premiums Earned	12,824	11,979
Service Charges	0	0
Other	0	0
Total Underwriting Revenue	12,824	11,979
Net Claims and Adjustment Expenses	1,390	1,462
Acquisition Expenses		
Commissions	29	61
Taxes	399	400
Other	4,829	4,064
General Expenses	5,493	4,757
Total Claims and Expenses	12,140	10,744
Premium Deficiency Adjustments		0
Underwriting Income (Loss)	684	1,235
INVESTMENT OPERATIONS		
Income	341	291
Realized Gains (Losses)	-141	-225
Expenses		0
Net Investment Income	200	66
OTHER REVENUE AND EXPENSES		
Income (Loss) from Ancillary Operations	0	0
(net of Expenses of \$'000 _____)		
Share of Net Income (Loss) of Subsidiaries, Affiliates & Partnerships	0	0
Gain (losses) from fluctuations in Foreign Exchange Rates	0	0
Other	0	0
Net income (Loss) before Income Taxes and		
Extraordinary Items	884	1,301
INCOME TAXES		
Current	174	537
Future	1	-348
Total Income Taxes	175	189
Extraordinary Items (net of Income Taxes of \$'000 _____)		0
NET INCOME (LOSS) FOR THE PERIOD	709	1,112

STATEMENT OF RETAINED EARNINGS
(\$'000)

		Current 01	Prior 02
Balance at beginning of year	01	877	722
Prior period adjustments:	02	0	0
.....	04	0	0
Adjusted balance at beginning of year	09	877	722
Net income (loss) for the Period	10	709	1,112
Dividends declared to shareholders	11	930	915
Decrease (increase) in Reserves	12	0	0
(Please Specify)	16		
Net increase (decrease) in Retained Earnings during the period	15	-221	197
Balance at end of Period	89	656	919

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

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

Page		Current 01	Prior 03
20.30	Comprehensive Income (Loss)		
	Net Income	709	1,112
	Other Comprehensive Income (Loss):		
	Available for Sale:		
	Change in Unrealized Gains and Losses:		
	- Loans	0	0
	- Bonds and Debentures	0	0
	- Equities	87	650
	Reclassification to Earnings of (Gains) Losses	113	156
	Derivatives Designated as Cash Flow Hedges		
	Change in Unrealized Gains and Losses	0	0
	Reclassification to Earnings of (Gains) Losses	0	0
	Foreign Currency Translation		
	Change in Unrealized Gains and Losses	0	0
	Impact of Hedging	0	0
	Income (Loss) from Subsidiaries	0	0
	Other	0	0
	Total Other Comprehensive Income (Loss)	200	806
	Total Comprehensive Income (Loss)	909	1,918

		Current (01)	Prior (03)
	Accumulated Other Comprehensive Income (Loss)		
	Accumulated Gains/ (Losses) on:		
	Available for Sale:		
	- Loans	0	0
	- Bonds and Debentures	0	0
	- Equities	299	-16
	Derivatives Designated as Cash Flow Hedges	0	0
	Foreign Currency (Net of Hedging Activities)	0	0
	Income (Loss) from Subsidiaries	0	0
	Other	0	0
20.20	Balance at end of Period	299	-16

MINIMUM CAPITAL TEST
(\$'000)

	Current 01	Prior 02
Capital Available		
Total Equity less Accumulated Other Comprehensive Income 02	5,656	5,919
Add:		
Subordinated Indebtedness and Redeemable Preferred Shares 03	0	0
Accumulated Other Comprehensive Income (Loss) on:		
Available for Sale Equity Securities 04	299	-16
Available for Sale Debt Securities 06	0	0
Foreign Currency (Net of Hedging Activities) 08	0	0
Included in Capital Available of Regulated FI Subsidiaries 10	0	0
..... 30		
Capital Available reported by Regulated FI Subsidiaries 11	0	0
Less:		
Accumulated net after-tax fair value gains (losses) arising from changes in the company's own credit risk 12	0	0
..... 13	0	0
Balance Sheet Value of Investments in Regulated FI Subsidiaries .. 14	0	0
Assets with a Capital Requirement of 100% 17	0	19
Total Capital Available 19	5,955	5,884
Minimum Capital Required		
Balance Sheet Assets 20	630	675
Unearned Premiums/Unpaid Claims/Premium Deficiencies 22	805	571
Catastrophes 24	0	0
Reinsurance Ceded to Unregistered Insurers 26	0	0
Capital Required reported by Regulated FI Subsidiaries 27	0	0
Structured Settlements, Letters of Credit, Derivatives and Other Exposures 28	0	0
Minimum Capital Required 29	1,435	1,246
Excess Capital Available over Minimum Capital Required		
(line 19 minus line 29) 89	4,520	4,638
Line 19 as a % of line 29 90	414.98%	472.23%