

**ASSETS**  
(\$'000)

Page			Current Year 01	Prior Year 03
	Cash.....	01	169	197
	Investment Income due and accrued.....	02	30	31
	Investments:			
	Term Deposits.....	04	2,412	1,705
	Bonds and Debentures .....	05	2,863	4,196
	Mortgage Loans .....	06	0	0
	Preferred Shares.....	07	291	248
	Common Shares.....	08	1,012	825
<u>40.70</u>	Real Estate.....	09	0	0
<u>40.80</u>	Other Investments .....	10	0	0
<u>40.01</u>	<b>Total Investments (lines 04 to 10).....</b>	<b>19</b>	<b>6,578</b>	<b>6,974</b>
<u>or/ou</u>				
<u>40.10</u>				
	Receivables:			
<u>50.20</u>	Unaffiliated Agents and Brokers .....	20	0	0
	Policyholders.....	21	59	123
	Instalment Premiums.....	22	0	0
<u>50.30</u>	Other Insurers.....	23	0	0
	"Facility Association" and the "P.R.R.".....	24	0	0
<u>50.40</u>	Subsidiaries, Affiliates and Partnerships .....	25	0	0
	Income Taxes.....	26	75	0
<u>50.20</u>	Other Receivables.....	27	3,233	2,843
	Recoverable from Reinsurers:			
<u>60.10</u>	Unearned Premiums.....	30	0	0
<u>60.30</u>	Unpaid Claims and Adjustment Expenses.....	31	0	0
	Other Recoverables on Unpaid Claims.....	37	0	
<u>50.40</u>	Investment in Subsidiaries, Affiliates & Partnerships.....	40	0	0
<u>40.70</u>	Real Estate for Insurer's own use.....	41	0	0
	Deferred Policy Acquisition Expenses.....	43	0	0
	Future Income Taxes.....	44	0	0
<u>50.50</u>	Other Assets.....	88	0	0
	<b>TOTAL ASSETS.....</b>	<b>89</b>	<b>10,144</b>	<b>10,168</b>

**LIABILITIES AND EQUITY**  
(\$'000)

Page		Current Year 01	Prior Year 03
	<b>LIABILITIES</b>		
	Overdrafts..... 01	0	0
	Borrowed Money and Accrued Interest..... 02	0	0
	Payables:		
<u>50.20</u>	Unaffiliated Agents and Brokers ..... 03	154	204
	Policyholders..... 04	0	0
<u>50.30</u>	Other Insurers..... 05	0	0
<u>50.40</u>	Subsidiaries, Affiliates and Partnerships ..... 06	0	0
	Expenses due and accrued..... 07	137	101
	Income Taxes due and accrued..... 08	0	26
	Other Taxes due and accrued..... 09	67	61
	Policyholder Dividends and Rating Adjustments..... 10	0	0
<u>40.70</u>	Encumbrances on Real Estate..... 11	0	0
<u>60.10</u>	Unearned Premiums..... 12	0	0
<u>60.30</u>	Unpaid Claims and Adjustment Expenses..... 13	4,571	4,116
<u>80.10</u>	Unearned Commissions..... 14	0	0
	Premium Deficiency..... 15	0	0
	Future Income Taxes..... 21		0
<u>50.50</u>	Other Liabilities..... 28	0	
	<b>Total Liabilities</b> ..... 29	<b>4,929</b>	<b>4,508</b>
	<b>EQUITY</b>		
	Shares issued and paid..... 41	4,000	4,000
	Contributed Surplus..... 42		0
	..... 43		0
<u>20.40</u>	Retained Earnings..... 44	1,215	<u>1,660</u>
<u>20.40</u>	Reserves..... 45	0	<u>0</u>
<u>20.42</u>	Accumulated Other Comprehensive Income (Loss)..... 47	0	0
	<b>Total Equity</b> ..... 49	<b>5,215</b>	<b>5,660</b>
	<b>TOTAL LIABILITIES AND EQUITY</b> ..... 89	<b>10,144</b>	<b>10,168</b>

STATEMENT OF INCOME  
(\$'000)

Page		Current Year 01	Prior Year 03
	<b>UNDERWRITING OPERATIONS</b>		
	<b>Premiums Written</b>		
	Direct..... 01	646	668
70.21	Reinsurance Assumed..... 02	0	0
70.21	Reinsurance Ceded..... 03	0	0
60.20	<b>Net Premiums Written</b> ..... 04	646	668
	Decrease (increase) in Net Unearned Premiums..... 05	0	0
60.20	<b>Net Premiums Earned</b> ..... 06	646	668
	Service Charges ..... 07		0
	Other ..... 08		0
	<b>Total Underwriting Revenue</b> ..... 09	646	668
60.20	Net Claims and Adjustment Expenses ..... 10	2,360	1,286
	Acquisition Expenses		
80.10	Commissions..... 11	0	0
	Taxes..... 12	57	61
80.20	Other ..... 14	0	0
80.20	General Expenses..... 16	244	142
	<b>Total Claims and Expenses</b> ..... 19	2,661	1,489
	Premium Deficiency Adjustments..... 20		
	<b>Underwriting Income (Loss)</b> ..... 29	(2,015)	(821)
40.07 or/ou 40.10	<b>INVESTMENT OPERATIONS</b>		
	Income..... 32	236	354
	Realized Gains (Losses) ..... 33	1	12
	Expenses..... 34		26
	<b>Net Investment Income</b> ..... 39	237	340
	<b>OTHER REVENUE AND EXPENSES</b>		
	Income (Loss) from Ancillary Operations (net of Expenses of \$'000 _____)..... 40		
	Share of Net Income (Loss) of Subsidiaries, Affiliates & Partnerships ..... 41		
	Gain (losses) from fluctuations in Foreign Exchange Rates..... 42		
	Other ..... 43	2,312	1,266
	<b>Net Income (Loss) before Income Taxes and Extraordinary Items</b> ..... 49	534	785
	<b>INCOME TAXES</b>		
	Current..... 50	79	153
	Future ..... 51		
	<b>Total Income Taxes</b> ..... 59	79	153
	Extraordinary Items (net of Income Taxes of \$'000 _____)..... 60		
	<b>NET INCOME (LOSS) FOR THE YEAR</b> ..... 89	455	632

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

Page		Current Year 01	Prior Year 02
	<b>Balance at beginning of year</b> 01	1,660	1,028
	Prior period adjustments:..... 02		0
	..... 04		0
	Adjusted balance at beginning of year..... 09	1,660	1,028
20.30	Net Income (loss) for the year..... 10	<u>455</u>	<u>632</u>
	Dividends declared to shareholders..... 11	900	0
	Decrease (increase) in Reserves ..... 12	0	0
	(Please specify) ..... 16		0
	Net increase (decrease) in Retained Earnings during the year..... 15	(445)	632
	<b>Balance at end of year</b> ..... 89	1,215	1,660

**RESERVES**  
(\$'000)

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

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

Page		Current Year 01	Prior Year 03
20.30	<b>Comprehensive Income (Loss)</b>		
	Net Income ..... 01	455	632
	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	455	632

		Current Year (01)	Prior Year (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 Year 01	Prior Year 02
<b>Capital Available</b>		
Total Equity less Accumulated Other Comprehensive Income ..... 02	<u>5,215</u>	<u>5,660</u>
Add:		
Subordinated Indebtedness and Redeemable Preferred Shares ..... 03		0
Accumulated Other Comprehensive Income (Loss) on:		
Available for Sale Equity Securities ..... 04	<u>0</u>	0
Available for Sale Debt Securities ..... 06	<u>0</u>	0
Foreign Currency (Net of Hedging Activities) ..... 08	<u>0</u>	0
Included in Capital Available of Regulated FI Subsidiaries ..... 10		0
..... 30		0
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
<b>Total Capital Available</b> ..... 19	<b>5,215</b>	<b>5,660</b>
<b>Minimum Capital Required</b>		
Balance Sheet Assets ..... 20	<u>331</u>	589
Unearned Premiums/Unpaid Claims/Premium Deficiencies ..... 22	<u>483</u>	158
Catastrophes ..... 24	<u>0</u>	0
Reinsurance Ceded to Unregistered Insurers ..... 26	<u>0</u>	0
Capital Required reported by Regulated FI Subsidiaries ..... 27		0
Structured Settlements, Letters of Credit, Derivatives and Other Exposures ..... 28	<u>0</u>	0
<b>Minimum Capital Required</b> ..... 29	<b>814</b>	<b>747</b>
<b>Excess Capital Available over Minimum Capital Required</b> (line 19 minus line 29) ..... 89	<b>4,401</b>	<b>4,913</b>
<b>Line 19 as a % of line 29</b> ..... 90	<b>640.66%</b>	<b>757.70%</b>