

Insurer

## CONSOLIDATED FINANCIAL STATEMENTS

ASSETS  
(\$'000)

Reference Page			Current Year (01)	Prior Year (03)
	Cash and Cash Equivalents	010	542	306
	Assets held for sale	020		
21.012	Short Term Investments	040	0	0
	Accrued Investment Income	070		0
	Accounts Receivable	100	1,010	920
	Policy Loans	200		0
21.012	Bonds and Debentures	250	50	52
	Mortgage Loans	300	0	0
21.012	Preferred Shares	420	4,835	5,403
21.012	Common Shares	440	1,466	895
	Real Estate (CGAAP)	500		0
21.012	Investment Properties	510		
	Derivative Financial Instruments	520		
	Reinsurance Assets	530		
	Property and Equipment	540		
21.012	Interests in Associates & Joint Ventures	550	0	0
	Segregated Funds Net Assets (IFRS)	560		
	Other Loans and Invested Assets	600	0	0
	Current Tax Assets	780		
	Deferred Tax Assets	800	17	12
	Goodwill	820		0
	Intangible Assets	830		0
	Other Assets	880	2,340	2,379
	<b>TOTAL ASSETS</b>	<b>899</b>	<b>10,260</b>	<b>9,967</b>
	<b>Total Segregated Funds Net Assets (CGAAP)</b>	<b>929</b>		<b>0</b>

**CONSOLIDATED FINANCIAL STATEMENTS**

**LIABILITIES, POLICYHOLDERS' AND SHAREHOLDERS' EQUITY**  
**(\$'000)**

		Current Year (01)	Prior Year (03)
<b>Liabilities</b>			
Liabilities held for sale	005		
Actuarial Liabilities for Insurance Contracts	010	1,344	849
Other Contract Liabilities	040	625	510
Trust and Banking Deposits	070		0
Accounts Payable	100		0
Mortgage Loans and Other Real Estate Encumbrances	130		0
Derivative Financial Instruments	140		
Provisions and Other Liabilities	160	1,690	1,887
Net Deferred Gains (Losses) on Real Estate (CGAAP):			
Backing Liabilities (CGAAP)	180		0
Backing Equity (CGAAP)	230		0
Segregated Fund Liabilities	420		
Current Tax Liabilities	430	35	
Deferred Tax Liabilities	250		0
Subordinated Debt	280		0
Other Debt	310		0
<b>Total Liabilities</b>	<b>389</b>	<b>3,694</b>	<b>3,246</b>
Non-Controlling Interests (CGAAP)	410		0
<b>Policyholders' Equity</b>			
Participating Account	510		
Participating Account - Accumulated OCI (Loss)	520		
Non-Participating Account (Mutual Companies Only)	540		
Non-Participating Account - Accumulated OCI (Loss)	550		
<b>Total Policyholders' Equity</b>	<b>589</b>		0
<b>Shareholders' Equity</b>			
Capital Stock	610		
Other Capital	640		
Contributed Surplus	670		
Retained Earnings	700		
Accumulated Other Comprehensive Income (Loss)	740		
<b>Total Shareholders' Equity</b>	<b>779</b>	<b>6,566</b>	<b>6,721</b>
Non-controlling Interests (IFRS)	829		
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>899</b>	<b>10,260</b>	<b>9,967</b>

## CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF INCOME  
(\$'000)

		Current Year (01)	Prior Year (03)
<b>Revenue</b>			
Gross Premiums	020	8,519	
Premiums Ceded	030	0	
Net Premiums	040	8,519	6,928
Gross Investment Income	050	149	
Less: Investment Expenses and Taxes	060	0	
Net Investment Income	070	149	176
Share of Income(Loss) of Associates & Joint Ventures	090	0	
Fee Income	130	0	0
Other Revenue	160	0	0
<b>Total Revenue</b>	199	8,668	7,104
<b>Policy Benefits and Expenses</b>			
Policyholder Benefits	260	527	504
Benefits Ceded	270	0	
Gross Changes to Actuarial Liabilities			
Normal	310	725	463
Basis Change	320	0	
Gross Changes to Other Contract Liabilities	340	0	
Changes in Actuarial and Other Contract Liabilities Ceded	350	0	
Policyholder Dividends	360	0	0
Experience Rating Refunds	390	0	0
Transfer to and (Transfer from) Other Funds	420	(104)	0
Gross Commissions	460	0	
Commissions Ceded	470	0	
Interest on Policyholder Amounts on Deposit	480	0	0
Interest Expense and Finance Costs	510	0	0
General Expenses and Taxes (excl income taxes)	540	6,500	5,353
Other Expenses	570	0	0
Non-Controlling Interests (CGAAP)	600	0	0
<b>Total Benefits and Expenses</b>	649	7,648	6,320
<b>Income Before Income Tax</b>	669	1,020	784
Provision for Income Taxes			
Current	700	225	184
Deferred	710	52	0
<b>Income before the following:</b>	749	743	600
Extraordinary Items			
(Net of Income Taxes of \$ ) (CGAAP)	800	0	0
Discontinued Operations			
(Net of Income Taxes of \$ )	830	0	0
<b>Income Before Attribution to Participating Policyholders</b>	859	743	600
Income Attributable to Participating Policyholders			
(Stock companies)	870	0	0
<b>Net Income</b>	899	743	600
<b>Attributable to:</b>			
Non-controlling Interests (IFRS)	900		
Equity Holders	920	743	600
<b>Premiums on Reinsurance Agreements</b>			
Deducted in arriving at Net Premiums	940		
Deducted & not included in gross premiums	941		

**CONSOLIDATED FINANCIAL STATEMENTS****STATEMENT OF EQUITY IN PARTICIPATING ACCOUNT  
(\$'000)**

Reference Page		Current Year (01)	Prior Year (03)
	Beginning of Year	010	0
	Adjustments	040	0
	Specify	070	0
<u>20.030</u>	Share of Net Income (Loss)	100	0
<u>20.040</u>	Transfer from (to) Retained Earnings (Stock companies only)	130	0
<u>20.040</u>	Transfer from (to) Non-Par Account (Mutual companies only)	160	0
	<b>End of Year</b>	199	0

**STATEMENT OF NON-PARTICIPATING ACCOUNT  
Mutual Companies Only  
(\$'000)**

Reference Page		Current Year (01)	Prior Year (03)
	Beginning of Year	310	0
	Adjustments	340	0
	Specify	370	0
<u>20.030</u>	Share of Net Income (Loss)	400	0
<u>20.040</u>	Transfer from (to) Par Account	430	0
	Dividends to Preferred Shareholders	460	0
	<b>End of Year</b>	499	0

**STATEMENT OF RETAINED EARNINGS  
Stock Companies Only  
(\$'000)**

Reference Page		Current Year (01)	Prior Year (03)
	Beginning of Year	510	494
	Adjustments	540	0
	Specify	570	0
<u>20.030</u>	Share of Net Income (Loss)	600	600
<u>20.040</u>	Transfer from (to) Par Account	630	0
	Dividends to Shareholders:		
	Preferred	710	0
	Common	740	350
	<b>End of Year</b>	859	744

**CONSOLIDATED FINANCIAL STATEMENTS****COMPREHENSIVE INCOME (LOSS), and  
ACCUMULATED OTHER COMPREHENSIVE INCOME (LOSS)  
(\$'000)**

		Current Year (01)	Prior Year (03)
<b>Comprehensive Income (Loss)</b>			
Income Before Attribution to Participating Policyholders	010	743	600
Other Comprehensive Income (Loss):			
<b>Available for Sale:</b>			
Change in Unrealized Gains and Losses:			
- Loans	110		0
- Bonds and Debentures	140		0
- Equities	170	17	(49)
Reclassification to Earnings of (Gains) Losses	210	(13)	2
<b>Derivatives Designated as Cash Flow Hedges</b>			
Change in Unrealized Gains and Losses	310		0
Reclassification to Earnings of (Gains) Losses	340		0
<b>Foreign Currency Translation</b>			
Change in Unrealized Gains and Losses	410		0
Impact of Hedging	440		0
Share of Other Comprehensive Income of Associates & Joint Ventures	460		
<b>Other</b>	480		0
Total Other Comprehensive Income (Loss)	510	4	(47)
<b>Total Comprehensive Income (Loss)</b>	589	747	553
<b>Attributable to:</b>			
Non-controlling Interests	600		
Equity Holders	620	747	553

		Current Year (01)	Prior Year (03)
<b>Accumulated Other Comprehensive Income (Loss)</b>			
Accumulated Gains/ (Losses) on:			
<b>Available for Sale:</b>			
- Loans	710		0
- Bonds and Debentures	740		0
- Equities	770	142	(23)
<b>Derivatives Designated as Cash Flow Hedges</b>	810		0
<b>Foreign Currency (Net of Hedging Activities)</b>	840		0
Share of Other Comprehensive Income of Associates & Joint Ventures	860		
<b>Other</b>	880		0
Balance at end of Year	899	142	(23)

## Summary of Capital Elements and Ratio Calculations

(thousands of dollars)

	01	02	Ref
<b>Capital Available:</b>			
<b>Tier 1</b>			
Common shares		5,000	001
Contributed surplus		1,000	002
Retained earnings	425		003
Less: Accumulated after tax fair value gains/(losses) arising from changes in institution's own credit risk			301
Less: After tax fair value gains/(losses) on own-use property upon conversion to IFRS (cost model)			204
Plus: Accumulated after tax revaluation loss on own-use property (revaluation model)			206
Less: Accumulated net after tax fair value gain on investment property			208
Less: Net decrease in actuarial liabilities due to recognition of mortality improvement			210
Less: Discretionary participation features included in reported equity			212
Plus: Adjustment to retained earnings for phase-in of IFRS			214
Retained earnings for MCCR purposes		425	203
Future use: fair value option			302
Participating account			004
Non-cumulative perpetual preferred shares			005
Qualifying non-controlling interests (excluding innovative tier 1)			006
Innovative Instruments in Tier 1 (max 15% net tier 1)			007
Non-participating account (mutual companies)			311
Accumulated net after-tax foreign currency translation adjustment reported in Other Comprehensive Income (OCI)			313
Accumulated net after-tax unrealized loss on available-for-sale equity securities reported in OCI			314
Accumulated changes in liabilities included in OCI under shadow accounting			316
<b>Gross Tier 1 Capital</b>		6,425	010
Less: Deductions for Net Tier 1 Capital (page 20.020, line 249)	0		012
<b>Net Tier 1 Capital</b>		6,425	020
Less: Additional deductions for Adjusted Net Tier 1 Capital (page 20.020, line 299)	0		321
<b>Adjusted Net Tier 1 Capital</b>		A 6,425	329
<b>Tier 2A (page 20.020 line 079)</b>	0		021
<b>Tier 2B allowed (line 20.030 line 045)</b>	0		022
<b>Tier 2C (line 20.030 line 068)</b>	0		023
<b>Net Tier 2 Capital (page 20.030 line 695)</b>		B 0	025
<b>Total Capital Available</b>	(A+B)	C 6,425	040
<b>Capital Required:</b>			
<b>Asset Default and Market Risk</b>			
Asset Default (C-1) Risk			
- Backing Non-Par, Surplus and Non-Qualifying Participating	j)	534	041
- Backing Qualifying Participating Policies	ii)		042
Index Linked Pass Through Products	iii)		043
C-1 and C-3 requirements for letters of credit and collateral used to obtain reserve or capital credit for unregistered reinsurance	iv)		220
Off-Balance Sheet Exposures			
- Backing Non-Par, Surplus and Non-Qualifying Participating	v)		044
- Backing Qualifying Participating Policies	vi)		045
Segregated Funds Risk	vii)		046
<b>Total Asset Default and Market Risk</b>	sum of (i to vii)	534	050
<b>Insurance Risks</b>			
Mortality Risk	i)	206	051
Morbidity Risk	ii)	1,929	052
Lapse Risk	iii)		053
<b>Total Insurance Risks</b>	sum of (i to iii)	2,135	060
<b>Changes in Interest Environment (C-3) Risk</b>			
<b>Foreign Exchange Risk</b>			
<b>Other (specify)<sup>1</sup></b>			
<b>Total Capital Required</b>		D 2,669	080
<b>MCCR Ratios</b>			
<b>Tier 1</b>	(A + D) x 100	240.73	098
<b>Total</b>	(C + D) x 100	240.73	099

<sup>1</sup> Provide details of additional requirements.