



## **Financial Statements**

For the three months ended 31 March 2019

## **Consolidated Statement of Financial Position**

AS AT 31 MARCH 2019 (unaudited) and 31 DECEMBER 2018 (audited) (In thousands of Bermuda dollars)

ASSETS     \$     \$       Cash and cash equivalents     140,785     160,712       Fixed deposits     4,145     4,102       Regulatory deposits     22,910     22,457       Investments     667,423     633,580       Insurance receivables and other assets     90,313     78,466       Deferred acquisition costs     10,946     10,922       Reinsurance assets     127,513     153,592       Investment properties     34,791     34,560       Property and equipment     24,106     24,018       Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     2,103,709     2,019,028       LIABILITIES     1     1,250     1,250       Other liabilities     1,250     1,24,231     1,24,231       Retirement benefit obligations     1,796     1,850       <		31 Mar 2019	31 Dec 2018
Cash and cash equivalents     140,785     160,712       Fixed deposits     4,145     4,102       Regulatory deposits     22,910     22,457       Investments     667,423     633,580       Insurance receivables and other assets     90,313     78,466       Deferred acquisition costs     10,946     10,922       Reinsurance assets     127,513     153,592       Investment properties     34,791     34,560       Property and equipment     24,106     24,018       Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     2,103,709     2,019,028       LIABILITIES     2     101,707     822,613       Total general fund liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Insurance contract liabilities     332,439     327,266		\$	\$
Fixed deposits     4,145     4,102       Regulatory deposits     22,910     22,457       Investments     667,423     633,580       Insurance receivables and other assets     90,313     78,466       Deferred acquisition costs     10,946     10,922       Reinsurance assets     127,513     153,592       Investment properties     34,791     34,560       Property and equipment     24,106     24,018       Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     2,103,709     2,019,028       LIABILITIES       Other liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     376,784     881,072       Segregated funds liabilities		440 505	100 710
Regulatory deposits     22,910     22,457       Investments     667,423     633,580       Insurance receivables and other assets     90,313     78,466       Deferred acquisition costs     10,946     10,922       Reinsurance assets     127,513     153,592       Investment properties     34,791     34,560       Property and equipment     24,106     24,018       Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     2,103,709     2,019,028       LIABILITIES     2     103,709     2,019,028       LIABILITIES     1,796     1,850       Other liabilities     1,796     1,850       Insurance contract liabilities     332,439     327,266       Insurance contract liabilities     876,784     881,072       Segregated funds liabilities     876,784     881,072	•	•	
Investments     667,423     633,580       Insurance receivables and other assets     90,313     78,466       Deferred acquisition costs     10,946     10,922       Reinsurance assets     127,513     153,592       Investment properties     34,791     34,560       Property and equipment     24,106     24,018       Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     11,9078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LIABILITIES     1,796     1,850       Other liabilities     1,796     1,850       Investment benefit obligations     1,796     1,850       Insurance contract liabilities     332,439     327,266       Insurance contract liabilities     376,784     881,072       Segregated funds liabilities     876,784     881,072	•	,	*
Insurance receivables and other assets     90,313     78,466       Deferred acquisition costs     10,946     10,922       Reinsurance assets     127,513     153,592       Investment properties     34,791     34,569       Investment properties     34,791     34,560       Property and equipment     24,016     24,018       Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LIABILITIES       Other liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     376,784     881,072       Segregated fund liabilities     876,784     881,072       Segregated fu		•	*
Deferred acquisition costs     10,946     10,922       Reinsurance assets     127,513     153,592       Investment properties     34,791     34,560       Property and equipment     24,106     24,018       Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LLABILITIES     1     1,796     1,850       Investment benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     376,784     881,072       Segregated fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833		•	
Reinsurance assets     127,513     153,592       Investment properties     34,791     34,560       Property and equipment     24,106     24,018       Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LIABILITIES     122,608     124,231       Total assets     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     37,84     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827 <td></td> <td>•</td> <td></td>		•	
Investment properties     34,791     34,560       Property and equipment     24,106     24,018       Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LIABILITIES     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     376,784     881,072       Segregated funds liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482	•	•	•
Property and equipment     24,106     24,018       Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LIABILITIES     30,000     1,296     1,850       Investment benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     332,439     327,266       Insurance contract liabilities     876,784     881,072       Segregated funds liabilities     876,784     881,072       Segregated funds liabilities     1,786,561     1,703,685       EQUITY       Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,		•	
Tax recoverable     1,666     1,436       Deferred tax asset     835     825       Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LIABILITIES       Other liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY       Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumula	·	•	*
Intangible assets     50,421     51,819       Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LIABILITIES     0ther liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity		1,666	1,436
Restricted cash     18,078     19,926       Total general fund assets     1,193,932     1,196,415       Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LIABILITIES     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631<	Deferred tax asset	835	825
Total general fund assets     1,193,932     1,196,415       Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LIABILITIES     2,103,709     2,019,028       Cher liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests	Intangible assets	50,421	51,819
Segregated funds assets     909,777     822,613       Total assets     2,103,709     2,019,028       LIABILITIES     Other liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Restricted cash	18,078	19,926
Total assets     2,103,709     2,019,028       LIABILITIES     Other liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY       Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Total general fund assets	1,193,932	1,196,415
LIABILITIES       Other liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY       Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Segregated funds assets	909,777	822,613
Other liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Total assets	2,103,709	2,019,028
Other liabilities     122,608     124,231       Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	I IABII ITIES		
Retirement benefit obligations     1,796     1,850       Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343		122.608	124.231
Investment contract liabilities     332,439     327,266       Insurance contract liabilities     419,941     427,725       Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343		•	
Total general fund liabilities     876,784     881,072       Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	9	332,439	
Segregated funds liabilities     909,777     822,613       Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Insurance contract liabilities	419,941	427,725
Total liabilities     1,786,561     1,703,685       EQUITY     Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Total general fund liabilities	876,784	881,072
EQUITY       Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Segregated funds liabilities	909,777	822,613
Share capital     8,833     8,827       Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Total liabilities	1,786,561	1,703,685
Treasury shares     (998)     (325)       Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	EQUITY		
Contributed surplus     1,482     1,482       Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Share capital	8,833	8,827
Share premium     62,751     62,167       Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Treasury shares	(998)	(325)
Accumulated other comprehensive loss     (5,372)     (5,468)       Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Contributed surplus	1,482	1,482
Retained earnings     212,821     209,984       Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Share premium	62,751	62,167
Total shareholders' equity     279,517     276,667       Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Accumulated other comprehensive loss	(5,372)	(5,468)
Non-controlling interests     37,631     38,676       Total equity     317,148     315,343	Retained earnings	212,821	209,984
Total equity <b>317,148</b> 315,343	Total shareholders' equity	279,517	276,667
	Non-controlling interests	37,631	38,676
Total liabilities and equity <b>2,103,709</b> 2,019,028	Total equity	317,148	315,343
	Total liabilities and equity	2,103,709	2,019,028

## **Consolidated Statement of Income**

FOR THE THREE MONTHS ENDED 31 MARCH 2019 (unaudited) and 2018 (unaudited) (In thousands of Bermuda dollars, except per share amounts)

	31 Mar 2019	31 Dec 2018
INCOME	\$	\$
Gross premiums written	97,957	77,902
Reinsurance ceded	(40,636)	(26,717)
Net premiums written	57,321	51,185
Net change in unearned premiums	(9,023)	(8,095)
Net premiums earned	48,298	43,090
Investment income	16,816	(5,562)
Commission and other income	13,656	12,939
Rental income	1,004	1,007
Total income	79,774	51,474
BENEFITS AND EXPENSES		
Insurance contract benefits and expenses		
Life and health policy benefits	37,295	19,254
Short term claim and adjustment expenses	7,578	5,843
Investment contract benefits	3,238	(3,014)
Participating policyholders' net income (loss)	156	(74)
Commission and acquisition expense	8,348	8,377
Operating expenses	16,011	15,325
Amortisation expense	2,784	2,308
Total benefits and expenses	75,410	48,019
INCOME BEFORE INCOME TAXES	4,364	3,455
Income taxes	(88)	(396)
NET INCOME FOR THE PERIOD	4,276	3,059
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NET INCOME ATTRIBUTABLE TO:		
Shareholders	4,767	3,100
Non-controlling interests in subsidiaries	(491)	(41)
NET INCOME FOR THE PERIOD	4,276	3,059
Earnings Per Share:		
Basic and fully diluted	\$0.54	\$0.35