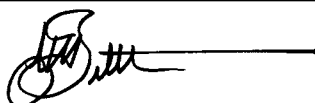


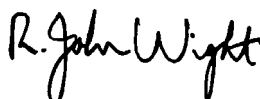
## CONSOLIDATED BALANCE SHEET

As at 31st December, 2007

	2007 \$	2006 \$
<b>ASSETS</b>		
Investments (note 4)	229,875,917	219,941,995
Segregated funds with a guaranteed return	188,597,270	170,135,894
Cash and short-term deposits	45,270,068	32,225,346
Insurance balances receivable	31,363,564	22,456,826
Deferred policy acquisition costs	1,516,328	1,363,060
Reinsurers' share of:		
Claims provisions (note 6)	29,197,943	20,503,410
Unearned premiums	18,636,419	16,001,827
Provision for participating policy benefits	50,821	-
Accounts receivable and other (notes 9 and 10)	23,883,926	20,455,567
Property, plant and equipment (note 5)	63,739,582	58,941,513
Goodwill	2,628,848	2,628,848
Intangible assets (note 11)	9,706,834	9,133,693
	<b>644,467,520</b>	573,787,979
<b>SEGREGATED FUNDS WITH NO GUARANTEED RETURN NET ASSETS</b>	<b>359,477,373</b>	334,721,036
<b>LIABILITIES</b>		
Provision for claims and adjustment expenses (note 6)	72,964,614	59,416,009
Provision for future policy benefits (note 7)	113,919,138	105,555,165
Provision for participating policy benefits	-	43,967
Segregated funds with a guaranteed return	188,597,270	170,135,894
Claims payable	1,787,191	1,845,418
Insurance balances payable	7,528,563	6,329,884
Unearned premiums	40,650,502	37,596,758
Deferred commission income	5,447,494	4,443,614
Deferred net realized gains on bonds and equities	-	2,825,777
Accounts payable and other (notes 9 and 10)	29,874,239	23,686,843
Loans payable (note 8)	6,041,521	16,880,341
Non-controlling interests	37,421,243	34,650,728
	<b>504,231,775</b>	463,410,398
<b>SHAREHOLDERS' EQUITY</b>		
Share capital (note 12(a))	7,477,063	7,415,719
Contributed surplus (note 12(b))	911,716	654,223
Share premium	41,746,781	40,881,294
Unrealized appreciation on investments	-	3,471,385
Accumulated other comprehensive income	230,549	-
Retained earnings	89,869,636	57,954,960
	<b>140,235,745</b>	110,377,581
	<b>644,467,520</b>	573,787,979
<b>SEGREGATED FUNDS WITH NO GUARANTEED RETURN NET LIABILITIES</b>	<b>359,477,373</b>	334,721,036



Glenn M. Titterton, A.C.I.I., Chartered Insurer, Chairman



R. John Wight, C.A., CPCU, President and Chief Executive Officer

The accompanying notes are an integral part of these consolidated financial statements.