



Independent auditor's report

To the Board of Directors of Sagicor Reinsurance Bermuda Ltd.

Our opinion

In our opinion, the condensed financial statements of Sagicor Reinsurance Bermuda Ltd. (the Company) are prepared, in all material respects, in accordance with the financial reporting provisions of the Insurance Act 1978, amendments thereto and the Insurance Account Rules 2016 with respect to condensed general purpose financial statements (the 'Legislation').

What we have audited

The Company's condensed financial statements comprise:

- the condensed balance sheet as at December 31, 2021;
- the condensed statement of income for the year then ended;
- the condensed statement of capital and surplus as at December 31, 2021; and
- the notes to the condensed financial statements, which include significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the condensed financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code) and the ethical requirements of the Chartered Professional Accountants of Bermuda Rules of Professional Conduct (CPA Bermuda Rules) that are relevant to our audit of the condensed financial statements in Bermuda. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the ethical requirements of the CPA Bermuda Rules.

Emphasis of matter – basis of accounting

Without modifying our opinion, we note that the condensed financial statements have been prepared in accordance with the financial reporting provisions of the Legislation. The accounting policies used, and the disclosures made are not intended to, and do not, comply with all of the requirements of International Financial Reporting Standards.



Responsibilities of management for the condensed financial statements

Management is responsible for the preparation of the condensed financial statements in accordance with the financial reporting provisions of the Legislation, and for such internal control as management determines is necessary to enable the preparation of condensed financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the condensed financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the condensed financial statements

Our objectives are to obtain reasonable assurance about whether the condensed financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these condensed financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the condensed financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the condensed financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers Ltd.

**Chartered Professional Accountants
Hamilton, Bermuda
April 14, 2022**

CONDENSED BALANCE SHEET

Sagicor Reinsurance Bermuda Ltd

As at December 31, 2021

expressed in ['000s] United States Dollars

LINE No.		2021	2020
1.	CASH AND CASH EQUIVALENTS	662	985
2.	QUOTED INVESTMENTS:		
(a)	Bonds and Debentures		
	i. Held to maturity		
	ii. Other		
(b)	Total Bonds and Debentures	-	-
(c)	Equities		
	i. Common stocks		
	ii. Preferred stocks		
	iii. Mutual funds		
(d)	Total equities	-	-
(e)	Other quoted investments		
(f)	Total quoted investments	-	-
3.	UNQUOTED INVESTMENTS:		
(a)	Bonds and Debentures		
	i. Held to maturity		
	ii. Other		
(b)	Total Bonds and Debentures	-	-
(c)	Equities		
	i. Common stocks		
	ii. Preferred stocks		
	iii. Mutual funds		
(d)	Total equities	-	-
(e)	Other unquoted investments		
(f)	Total unquoted investments	-	-
4.	INVESTMENTS IN AND ADVANCES TO AFFILIATES		
(a)	Unregulated entities that conduct ancillary services		
(b)	Unregulated non-financial operating entities		
(c)	Unregulated financial operating entities		
(d)	Regulated non-insurance financial operating entities		
(e)	Regulated insurance financial operating entities		
(f)	Total investments in affiliates	-	-
(g)	Advances to affiliates		
(h)	Total investments in and advances to affiliates	-	-
5.	INVESTMENTS IN MORTGAGE LOANS ON REAL ESTATE:		
(a)	First liens		
(b)	Other than first liens		
(c)	Total investments in mortgage loans on real estate	-	-
6.	POLICY LOANS		
7.	REAL ESTATE:		
(a)	Occupied by the company (less encumbrances)		
(b)	Other properties (less encumbrances)		
(c)	Total real estate	-	-
8.	COLLATERAL LOANS		
9.	INVESTMENT INCOME DUE AND ACCRUED		

CONDENSED BALANCE SHEET

Sagicor Reinsurance Bermuda Ltd

As at December 31, 2021

expressed in ['000s] United States Dollars

LINE No.		2021	2020
10.	ACCOUNTS AND PREMIUMS RECEIVABLE:		
(a)	In course of collection		
(b)	Deferred - not yet due		
(c)	Receivables from retrocessional contracts		
(d)	Total accounts and premiums receivable	-	-
11.	REINSURANCE BALANCES RECEIVABLE:		
(a)	Foreign affiliates		
(b)	Domestic affiliates		
(c)	Pools & associations		
(d)	All other insurers		
(e)	Total reinsurance balance receivable	-	-
12.	FUNDS HELD BY CEDING REINSURERS		
13.	SUNDRY ASSETS:		
(a)	Derivative instruments		
(b)	Segregated accounts companies - long-term business - variable annuities		
(c)	Segregated accounts companies - long-term business - other	620,504	202,119
(d)	Segregated accounts companies - general business		
(e)	Deposit assets		
(f)	Deferred acquisition costs		
(g)	Net receivables for investments sold		
(h)	Reimbursement for operating expenses	1,429	15
(i)	Other Sundry Assets (Specify)		
(j)	Other Sundry Assets (Specify)		
(k)	Total sundry assets	621,934	202,134
14.	LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS		
(a)	Letters of credit		
(b)	Guarantees		
(c)	Other instruments		
(e)	Total letters of credit, guarantees and other instruments	-	-
15.	TOTAL	622,596	203,119

CONDENSED BALANCE SHEET

Sagicor Reinsurance Bermuda Ltd

As at December 31, 2021

expressed in ['000s] United States Dollars

LINE No.		2021	2020
	TOTAL INSURANCE RESERVES, OTHER LIABILITIES AND STATUTORY CAPITAL AND SURPLUS		
16.	UNEARNED PREMIUM RESERVE		
(a)	Gross unearned premium reserves		
(b)	Less: Ceded unearned premium reserve		
	i. Foreign affiliates		
	ii. Domestic affiliates		
	iii. Pools & associations		
	iv. All other insurers		
(c)	Total ceded unearned premium reserve	-	-
(d)	Net unearned premium reserve	-	-
17.	LOSS AND LOSS EXPENSE PROVISIONS:		
(a)	Gross loss and loss expense provisions		
(b)	Less : Reinsurance recoverable balance		
	i. Foreign affiliates		
	ii. Domestic affiliates		
	iii. Pools & associations		
	iv. All other reinsurers		
(c)	Total reinsurance recoverable balance	-	-
(d)	Net loss and loss expense provisions	-	-
18.	OTHER GENERAL BUSINESS INSURANCE RESERVES		
19.	TOTAL GENERAL BUSINESS INSURANCE RESERVES	-	-
	LONG-TERM BUSINESS INSURANCE RESERVES		
20.	RESERVE FOR REPORTED CLAIMS		
21.	RESERVE FOR UNREPORTED CLAIMS		
22.	POLICY RESERVES - LIFE		
23.	POLICY RESERVES - ACCIDENT AND HEALTH		
24.	POLICYHOLDERS' FUNDS ON DEPOSIT		
25.	LIABILITY FOR FUTURE POLICYHOLDERS' DIVIDENDS		
26.	OTHER LONG-TERM BUSINESS INSURANCE RESERVES		
27.	TOTAL LONG-TERM BUSINESS INSURANCE RESERVES		
(a)	Total Gross Long-Term Business Insurance Reserves	-	-
(b)	Less: Reinsurance recoverable balance on long-term business		
	(i) Foreign Affiliates		
	(ii) Domestic Affiliates		
	(iii) Pools and Associations		
	(iv) All Other Insurers		
(c)	Total Reinsurance Recoverable Balance	-	-
(d)	Total Net Long-Term Business Insurance Reserves	-	-

CONDENSED BALANCE SHEET

Sagicor Reinsurance Bermuda Ltd

As at December 31, 2021

expressed in ['000s] United States Dollars

LINE No.		2021	2020
	OTHER LIABILITIES		
28.	INSURANCE AND REINSURANCE BALANCES PAYABLE		
29.	COMMISSIONS, EXPENSES, FEES AND TAXES PAYABLE		
30.	LOANS AND NOTES PAYABLE		
31.	(a) INCOME TAXES PAYABLE		
	(b) DEFERRED INCOME TAXES		
32.	AMOUNTS DUE TO AFFILIATES	1,043	-
33.	ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	49	-
34.	FUNDS HELD UNDER REINSURANCE CONTRACTS:		
35.	DIVIDENDS PAYABLE		
36.	SUNDRY LIABILITIES:		
(a)	Derivative instruments		
(b)	Segregated accounts companies	620,504	202,119
(c)	Deposit liabilities		
(d)	Net payable for investments purchased		
(e)	Other sundry liabilities (specify)		
(f)	Other sundry liabilities (specify)		
(g)	Other sundry liabilities (specify)		
(h)	Total sundry liabilities	620,504	202,119
37.	LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS:		
(a)	Letters of credit		
(b)	Guarantees		
(c)	Other instruments		
(d)	Total letters of credit, guarantees and other instruments	-	-
38.	TOTAL OTHER LIABILITIES	621,596	202,119
39.	TOTAL INSURANCE RESERVES AND OTHER LIABILITIES	621,596	202,119
	CAPITAL AND SURPLUS		
40.	TOTAL CAPITAL AND SURPLUS	1,000	1,000
41.	TOTAL	622,596	203,119
		TRUE	TRUE

CONDENSED STATEMENT OF INCOME

Sagicor Reinsurance Bermuda Ltd
 As at December 31, 2021
 expressed in ['000s] United States Dollars

LINE No.		2021	2020
	GENERAL BUSINESS UNDERWRITING INCOME		
1.	GROSS PREMIUMS WRITTEN		
	(a) Direct gross premiums written		
	(b) Assumed gross premiums written		
	(c) Total gross premiums written	-	-
2.	REINSURANCE PREMIUMS CEDED		
3.	NET PREMIUMS WRITTEN	-	-
4.	INCREASE (DECREASE) IN UNEARNED PREMIUMS		
5.	NET PREMIUMS EARNED	-	-
6.	OTHER INSURANCE INCOME		
7.	TOTAL GENERAL BUSINESS UNDERWRITING INCOME	-	-
	GENERAL BUSINESS UNDERWRITING EXPENSES		
8.	NET LOSSES INCURRED AND NET LOSS EXPENSES INCURRED		
9.	COMMISSIONS AND BROKERAGE		
10.	TOTAL GENERAL BUSINESS UNDERWRITING EXPENSES	-	-
11.	NET UNDERWRITING PROFIT (LOSS) - GENERAL BUSINESS	-	-
	LONG-TERM BUSINESS INCOME		
12.	GROSS PREMIUMS AND OTHER CONSIDERATIONS:		
	(a) Direct gross premiums and other considerations		
	(b) Assumed gross premiums and other considerations		
	(c) Total gross premiums and other considerations	-	-
13.	PREMIUMS CEDED		
14.	NET PREMIUMS AND OTHER CONSIDERATIONS:		
	(a) Life		
	(b) Annuities		
	(c) Accident and health		
	(d) Total net premiums and other considerations	-	-
15.	OTHER INSURANCE INCOME		
16.	TOTAL LONG-TERM BUSINESS INCOME	-	-
	LONG-TERM BUSINESS DEDUCTIONS AND EXPENSES		
17.	CLAIMS - LIFE		
18.	POLICYHOLDERS' DIVIDENDS		

CONDENSED STATEMENT OF INCOME

Sagicor Reinsurance Bermuda Ltd
 As at December 31, 2021
 expressed in ['000s] United States Dollars

LINE No.		2021	2020
19.	SURRENDERS		
20.	MATURITIES		
21.	ANNUITIES		
22.	ACCIDENT AND HEALTH BENEFITS		
23.	COMMISSIONS		
24.	OTHER		
25.	TOTAL LONG-TERM BUSINESS DEDUCTIONS AND EXPENSES	-	-
26.	INCREASE (DECREASE) IN POLICY RESERVES (ACTUARIAL LIABILITIES):		
	(a) Life		
	(b) Annuities		
	(c) Accident and health		
	(d) Total increase (decrease) in policy reserves	-	-
27.	TOTAL LONG-TERM BUSINESS EXPENSES	-	-
28.	NET UNDERWRITING PROFIT (LOSS) - LONG-TERM BUSINESS	-	-
29.	COMBINED NET UNDERWRITING RESULTS BEFORE THE UNDERNOTED ITEMS	-	-
	UNDERNOTED ITEMS		
30.	COMBINED OPERATING EXPENSE		
	(a) General and administration	1,429	13
	(b) Personnel cost		
	(c) Other		
	(d) Total combined operating expenses	1,429	13
31.	COMBINED INVESTMENT INCOME - NET		
32.	COMBINED OTHER INCOME (DEDUCTIONS)	1,429	13
33.	COMBINED INCOME BEFORE TAXES	-	-
34.	COMBINED INCOME TAXES (IF APPLICABLE):		
	(a) Current		
	(b) Deferred		
	(c) Total	-	-
35.	COMBINED INCOME BEFORE REALIZED GAINS (LOSSES)	-	-
36.	COMBINED REALIZED GAINS (LOSSES)		
37.	COMBINED INTEREST CHARGES		
38.	NET INCOME	-	-

CONDENSED STATEMENT OF CAPITAL AND SURPLUS

Sagicor Reinsurance Bermuda Ltd

As at December 31, 2021
expressed in ['000s] United States Dollars

LINE No.		2021	2020
1.	CAPITAL:		
(a)	Capital Stock		
	(i) Common Shares		
	authorized 25,000,000 shares of par	250	250
	value \$ 0.010 each issued and		
	fully paid 25,000,000 shares		
	(ii)		
	(A) Preferred shares:		
	authorized 10,000 shares of par	-	-
	value \$ 0.010 each issued and		
	fully paid - shares		
	aggregate liquidation value for –		
	2021		
	2020		
	(B) Preferred shares issued by a subsidiary:		
	authorized	-	-
	value		
	fully paid		
	aggregate liquidation value for –		
	2021		
	2020		
	(iii) Treasury Shares		
	repurchased	-	-
	value		
(b)	Contributed surplus	750	750
(c)	Any other fixed capital		
	(i) Hybrid capital instruments	-	-
	(ii) Guarantees and others	-	-
	(iii) Total any other fixed capital	-	-
(d)	Total Capital	1,000	1,000
2.	SURPLUS:		
(a)	Surplus - Beginning of Year	-	-
(b)	Add: Income for the year	-	-
(c)	Less: Dividends paid and payable	-	-
(d)	Add (Deduct) change in unrealized appreciation (depreciation) of investments	-	-
(e)	Add (Deduct) change in any other surplus	-	-
(f)	Surplus - End of Year	-	-
3.	MINORITY INTEREST	-	-
4.	TOTAL CAPITAL AND SURPLUS	1,000	1,000

SAGICOR REINSURANCE BERMUDA LTD.

NOTES TO THE CONDENSED GENERAL-PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

(Expressed in thousands of United States Dollars (“US\$000”, “US\$ thousand”))

Part I – General Notes to the Financial Statements

1. Sagicor Reinsurance Bermuda Ltd (the “Company”) is a Bermuda exempted company limited by shares and incorporated in Bermuda on October 4, 2017, licensed as a Class C insurer effective March 29, 2019 under the Bermuda Insurance Act 1978 and Related Regulations, as amended (the “Insurance Act”) and licensed as a Segregated Accounts Company effective March 28, 2019 under the Segregated Accounts Companies Act 2000 (“SAC Act”). The Company is managed and has its principal place of business in Bermuda. The Company is a wholly owned subsidiary of Sagicor Financial Corporation Ltd., a Bermuda exempted holding company.
2. The Company through its Segregated Account – 1 (“SA1”), which is owned by an affiliate entity Sagicor USA Inc (“SUSA”), entered into a Coinsurance agreement with another affiliated company Sagicor Life Insurance Company (“SLIC”) to reinsure 90% of its block of Life business which covers fixed term life insurance and whole life policies. The effective date of this transaction was 30 June 2020. Effective April 1, 2021, the Coinsurance agreement was amended to include additional block of Annuity business. The company will not write any reinsurance business through its general account. The Company has established Segregated Account – 2 (“SA2”), which is owned by an affiliate entity Sagicor Financial Company Limited (“SFCL”).
3. These condensed general-purpose financial statements are prepared in conformity with financial reporting provisions of the Insurance Act, amendments thereto and the Insurance Accounts Rules 2016 with respect to condensed general purpose financial statements (the “Legislation”). The recognition and measurement principles applied are based upon International Financial Reporting Standards (IFRS) but are in accordance with the reporting requirements of the legislation, which varies in certain aspects from IFRS. The more significant variances are as follows:
 - The presentation and classification of financial statement line items is in accordance with schedules IX and X of the Insurance Account Rules 2016 and differ from the expected presentation and classification under IFRS
 - Statement of cash flows or equivalent is not included;
 - The notes included in the condensed general-purpose financial statements have been prepared in accordance with Schedule X of the Insurance Account Rules 2016 and exclude certain information required under IFRS; and
 - A statement of Comprehensive income is not included

The effects of the foregoing variances from IFRS on the accompanying condensed general-purpose financial statements have not been determined but are presumed to be material.

4. The Financial Statements are denominated in U.S. dollars. All estimates are subjective in nature and could materially influence the financial statements. Accordingly, management makes these estimates and assessments on an ongoing basis according to past experience and various factors that are deemed reasonable, and which constitute the basis for these assessments. The amounts shown in the Company’s future financial statements are likely to differ from these estimates in accordance with changes in assumptions or different conditions. It is believed that the estimates utilized in preparing these financial statements are reasonable; however, actual results could differ from these estimates and such differences could be material.

The following are the significant accounting policies adopted by the Company:

a) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held on call with banks and other short-term highly liquid investments, including amounts held in trust accounts, with a maturity of three months or less at the date of purchase. The carrying value approximates fair value because of the short-term nature and high liquidity of these assets.

b) Taxation

Under current Bermuda Law, the Company is not required to pay taxes in Bermuda on either income or capital gains. The Company has received an undertaking from the Minister of Finance in Bermuda that in the event of such taxes being imposed, the Company will be exempted from taxation until the year 2035. However, certain U.S dividend income and interest income may be subject to a maximum 30% withholding tax. Further, certain U.S dividend income may be subject to a tax at a prevailing treaty or standard withholding rates with applicable country or local jurisdiction.

SAGICOR REINSURANCE BERMUDA LTD.

NOTES TO THE CONDENSED GENERAL-PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31,2021

(Expressed in thousands of United States Dollars (“US\$000”, “US\$ thousand”))

c) Segregated account assets and liabilities

The Company operates segregated accounts for the benefit of segregated account participants. Losses incurred by each segregated account are limited to the assets available within that segregated account. The segregated accounts do not transfer insurance risk to the Company. The Company has aggregated the assets held within its segregated accounts and presented these amounts as Segregated Account assets on line 13(c) of the condensed consolidated general-purpose balance sheet. Similarly, all liabilities within the Company’s segregated accounts have been aggregated and recorded as Segregated Account Liabilities in line 36(b) of the balance sheet. The results of the segregated accounts are not included within these financial statements, as the Company does not have a controlling financial interest in the net income, assets or liabilities of the segregated accounts.

d) Translation of foreign currencies

The company’s functional currency is the United States Dollar.

Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rates prevailing at the end of the reporting period. The resulting translation gains or losses are recorded as foreign exchange gains or losses in the statement of income. Non-monetary assets and liabilities carried at fair value are translated at the exchange rates prevailing when fair value was determined. The resulting translation gains or losses are recorded as a component of the change in fair value of the asset or liability. Non-monetary assets and liabilities carried at historical cost are translated at historical exchange rates. Revenue and expense transactions are translated using the closing exchange rate on the date of the transaction.

5. Not Applicable.
6. All transactions have been executed in United States Dollar.
7. Not Applicable
8. Not Applicable
9. Not Applicable
10. Not Applicable
11. Not Applicable
12. Not Applicable
13. Not Applicable
14. Not Applicable
15. Not Applicable.
16. The Company has evaluated the effects of events subsequent to December 31, 2021, for recognition and disclosure, through to April 14, 2021, which is the date the financial statements were made available to be issued. The SA2 entered into a Modified Co-insurance agreement to insure a block of Life and Annuity business with effect from 1 January 2022. There were no other material events that occurred subsequent to December 31, 2021.

SAGICOR REINSURANCE BERMUDA LTD.
NOTES TO THE CONDENSED GENERAL-PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31,2021
(Expressed in thousands of United States Dollars (“US\$000”, “US\$ thousand”))

PART II – Matters to be set forth in Notes to the Statement of Capital and Surplus

- 1(a) (i) Common stock,
 - Authorized – 25,000,000 shares of par value of \$ 0.01 each.
 - Issued and Fully paid – 25,000,000 shares of par value of \$0.01 each.

- 1(a) (ii) (A) Preferred Shares –
 - Authorized – 10,000 shares of par value of \$ 0.01 each.
 - Issued and Fully paid – Nil

- 1.b) Not Applicable.

- 2.c) No dividends were declared or paid in 2021 (2020: Nil).

SAGICOR REINSURANCE BERMUDA LTD.

NOTES TO THE CONDENSED GENERAL-PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31,2021

(Expressed in thousands of United States Dollars (“US\$000”, “US\$ thousand”))

Part III – Notes to the Balance Sheet

1. As at December 31, 2021, cash and cash equivalents amounted to \$662 (2020: \$985). It consists of balance held with Bank of NT Butterfield, Bermuda.
2. Not Applicable
3. Not Applicable.
4. Not Applicable
- 5-8. Not Applicable
9. Not Applicable
10. Not Applicable
11. Not Applicable
12. Not Applicable.
13. Segregated accounts’ assets are shown separately on the balance sheet as assets held in and related to segregated accounts. A summary of these balances is as follows:

	Amount (000's)	
Assets	2021	2020
Cash and Cash Equivalents	14,427	16,234
Financial investments (available for sale)	584,183	174,524
Policy Loans - Life	5,268	5,672
Bond Accrued Investment Income	5,892	1,716
Premium and Accounts Receivable	155	3,863
Options – Indexed products	10,274	-
Accrued Interest & Dividend	305	110
Total Assets	620,504	202,119

13(h). For FY 2021, the management fee to be received, consisting of reimbursement for the operating expenses, shall be recovered from Segregated account. For FY 2020, it was recovered from parent entity, Sagicor Financial Corporation Ltd, amounting to US \$1,430. In the Statutory financial statements, the balances have been presented on a line-by-line consolidation basis and any balances between General account and SA-1 have been eliminated, there causing a variance between Condensed financial statements and Statutory financial statements.

14 – 31. Not Applicable.

32. Amounts due to affiliates consist of balances payables to Sagicor Financial Corporation Ltd and Sagicor Life Inc towards operating expenses incurred by the affiliate entities on behalf of the Company amounting to \$1,043 (2020: Nil).

33. Accrued liabilities consist of director fee payable and rating fee payable at the end of the year amounting to \$49 (2020: Nil).

34 – 35. Not Applicable

SAGICOR REINSURANCE BERMUDA LTD.

NOTES TO THE CONDENSED GENERAL-PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31,2021

(Expressed in thousands of United States Dollars (“US\$000”, “US\$ thousand”))

36. Segregated accounts’ liabilities and equity are shown separately on the balance sheet as liabilities related to segregated accounts. A summary of these balances, along with the movement in income statement and other comprehensive income which forms part of equity section, is as follows:

	Amount (000's)	
	2021	2020
Liabilities		
Technical Provisions	554,911	174,644
Claims Payable	7,393	2,307
Accounts payable and accrued liabilities	1,984	462
Income tax liabilities	(281)	1,501
Amounts payable to Sagicor group companies	7,824	886
Total Liabilities	571,831	179,800
Contributed Surplus	16,000	16,000
Accumulated other comprehensive income	32,673	6,319
Total Equity	48,673	22,319
Total Equity & Liabilities	620,504	202,119

The operations of the segregated account for the year ended 31 December 2021 are presented below:

	Amount (000's)	
	2021	2020
REVENUE:		
Premium revenue	482,218	195,541
Interest income earned from financial assets	18,251	3,489
Investment income	2,909	1,857
Total revenue	503,378	200,887
BENEFITS		
Policy benefits and change in actuarial liabilities	439,406	175,678
Total benefits	439,406	175,678
EXPENSES		
Administrative expenses	4,333	934
Commissions and related compensation	25,572	16,537
Premium and asset taxes	122	48
Total expenses	30,027	17,519
INCOME BEFORE TAXES	33,945	7,690
Income taxes - Current	5,892	1,029
Income taxes – Deferred	1,377	586
NET INCOME FOR THE PERIOD	26,676	6,075

SAGICOR REINSURANCE BERMUDA LTD.

NOTES TO THE CONDENSED GENERAL-PURPOSE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31,2021

(Expressed in thousands of United States Dollars (“US\$000”, “US\$ thousand”))

OTHER COMPREHENSIVE INCOME		
Net gains on financial assets measured at FVOCI	4,698	7,518
Net change in actuarial liabilities	(5,106)	(7,209)
Deferred Tax on OCI	86	(65)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	26,354	6,319

The SA1 has placed an irrevocable standby Letter of Credit in favor of affiliated cedant, SLIC, for an aggregate amount of US \$40,000 towards the financial obligations arising from reinsurance agreement should SA1 fail to honor.

SA 1 has filed an application with the Internal Revenue Service (IRS) under section 953 (d) of the Internal Revenue Code to be treated as a U.S. domestic insurance company for the U.S. federal income tax purposes. As such, deferred tax assets and liabilities are recorded to recognize the tax effect of temporary differences between the financial reporting and income tax bases of assets and liabilities, which arise because of differences between IFRS and income tax accounting rules. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which temporary differences are expected to be recovered or settled. Deferred tax assets are recognized when it is probable that the Company will be able to realize its benefits. Valuation allowances are established when necessary to reduce deferred tax assets to an amount that in the opinion of management, is more likely than not to be realized. The Company has considered deemed that there is no need for any valuation allowance as of December 31, 2021.

37. Not Applicable

Part IV – Notes to the Statement of Income

6. Not Applicable.

15. Not Applicable

32. The management fee, consisting of reimbursement for the operating expenses, shall be recovered from Segregated Accounts from FY 2021 onwards. During the current year it amounted to \$1,429 and shall be recovered from SA-1.

36. Not Applicable

37. Not Applicable.