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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Rocksound Insurance Ltd.

Opinion

We have audited the accompanying statutory financial statements of Rocksound Insurance Ltd. (the "Company"), which comprise the statutory balance sheet (Form 1SFS*) and statutory statement of capital and surplus (Form 8SFS*) as of December 31, 2022, and the related statutory statement of income - general business (Form 2SFS*) for the year then ended, including the related notes to the statutory financial statements.

(*Forms referenced refer to the respective statutory financial statement form references contained in the Legislation, as defined below.)

In our opinion, the accompanying statutory financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2022, and the results of its operations for the year then ended in accordance with the financial reporting provisions of The Insurance Act 1978, amendments thereto and related Regulations (the "Legislation").

Basis for opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the statutory financial statements* section of our report. We are required to be independent of the Company and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of management for the statutory financial statements

Management is responsible for the preparation and fair presentation of the statutory financial statements in accordance with the financial reporting provisions of the Legislation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of statutory financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the statutory financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

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

Our objectives are to obtain reasonable assurance about whether the statutory 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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. 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. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the statutory financial statements.



In performing an audit in accordance with US GAAS, we:

- Exercise professional judgement and maintain professional scepticism throughout the audit.
- Identify and assess the risks of material misstatement of the statutory financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the statutory financial statements.
- 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. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the statutory financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other matter

The Company has prepared a separate set of condensed financial statements for the year ended December 31, 2022 in accordance with the financial reporting provisions of the Legislation with respect to the condensed general purpose financial statements, on which we issued a separate auditors' report to the Board of Directors of the Company dated April 28, 2023.

Restriction on use

This report is intended solely for the information and use of the Board of Directors of Rocksound Insurance Ltd. and the Bermuda Monetary Authority and is not intended to be and should not be used by anyone other than these specified parties.

KPMG Audit Limited

Chartered Professional Accountants
Hamilton, Bermuda
April 28, 2023

CONDENSED CONSOLIDATED BALANCE SHEET

Rocksound Insurance Ltd

As at December 31, 2022

Euro

LINE No.		2022	2021
1.	CASH AND CASH EQUIVALENTS	855,292	50,995
2.	QUOTED INVESTMENTS:		
(a)	Bonds and Debentures		
	i. Held to maturity		
	ii. Other	2,077,367	3,297,930
(b)	Total Bonds and Debentures	2,077,367	3,297,930
(c)	Equities		
	i. Common stocks		
	ii. Preferred stocks		
	iii. Mutual funds		
(d)	Total equities	-	-
(e)	Other quoted investments		
(f)	Total quoted investments	2,077,367	3,297,930
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		
10.	ACCOUNTS AND PREMIUMS RECEIVABLE:		
(a)	In course of collection	763,598	
(b)	Deferred - not yet due		
(c)	Receivables from retrocessional contracts		
(d)	Total accounts and premiums receivable	763,598	-
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		

Rocksound Insurance Ltd

Euro

LINE No.		2022	2021
13.	SUNDRY ASSETS:		
(a)	Derivative instruments		
(b)	Segregated accounts companies - long-term business - variable annuities		
(c)	Segregated accounts companies - long-term business - other		
(d)	Segregated accounts companies - general business		
(e)	Deposit assets		
(f)	Deferred acquisition costs		
(g)	Net receivables for investments sold		
(h)	Prepaid Asset	-	-
(i)	Other Sundry Assets (Specify)		
(j)	Other Sundry Assets (Specify)		
(k)	Total sundry assets	-	-
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	3,696,257	3,348,925
	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	630,416	414,486
(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	630,416	414,486
18.	OTHER GENERAL BUSINESS INSURANCE RESERVES		
19.	TOTAL GENERAL BUSINESS INSURANCE RESERVES	630,416	414,486
	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 CONSOLIDATED BALANCE SHEET

Rocksound Insurance Ltd

As at

December 31, 2022

Euro

LINE No.		2022	2021
	OTHER LIABILITIES		
28.	INSURANCE AND REINSURANCE BALANCES PAYABLE	522,385	62,299
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		
33.	ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	39,271	32,841
34.	FUNDS HELD UNDER REINSURANCE CONTRACTS:		
35.	DIVIDENDS PAYABLE		
36.	SUNDRY LIABILITIES:		
(a)	Derivative instruments		
(b)	Segregated accounts companies		
(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	-	-
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	561,656	95,140
39.	TOTAL INSURANCE RESERVES AND OTHER LIABILITIES	1,192,072	509,626
	CAPITAL AND SURPLUS		
40.	TOTAL CAPITAL AND SURPLUS	2,504,185	2,839,299
41.	TOTAL	3,696,257	3,348,925
		TRUE	TRUE
		-	-

CONDENSED CONSOLIDATED STATEMENT OF INCOME

Rocksound Insurance Ltd

As at December 31, 2022
Euro

LINE No.		2022	2021
	GENERAL BUSINESS UNDERWRITING INCOME		
1.	GROSS PREMIUMS WRITTEN		
	(a) Direct gross premiums written	-	-
	(b) Assumed gross premiums written	900,000	963,999
	(c) Total gross premiums written	900,000	963,999
2.	REINSURANCE PREMIUMS CEDED		
3.	NET PREMIUMS WRITTEN	900,000	963,999
4.	INCREASE (DECREASE) IN UNEARNED PREMIUMS		
5.	NET PREMIUMS EARNED	900,000	963,999
6.	OTHER INSURANCE INCOME		
7.	TOTAL GENERAL BUSINESS UNDERWRITING INCOME	900,000	963,999
	GENERAL BUSINESS UNDERWRITING EXPENSES		
8.	INCURRED	802,588	200,001
9.	COMMISSIONS AND BROKERAGE	136,402	145,796
10.	TOTAL GENERAL BUSINESS UNDERWRITING EXPENSES	938,990	345,797
11.	NET UNDERWRITING PROFIT (LOSS) - GENERAL BUSINESS	(38,990)	618,202
	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		
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	(38,990)	618,202

CONDENSED CONSOLIDATED STATEMENT OF INCOME

Rocksound Insurance Ltd

As at December 31, 2022
Euro

LINE No.		2022	2021
	UNDERNOTED ITEMS		
30.	COMBINED OPERATING EXPENSE		
	(a) General and administration	155,234	153,206
	(b) Personnel cost		
	(c) Other		
	(d) Total combined operating expenses	155,234	153,206
31.	COMBINED INVESTMENT INCOME - NET	(140,580)	(21,085)
32.	COMBINED OTHER INCOME (DEDUCTIONS)		
33.	COMBINED INCOME BEFORE TAXES	(334,804)	443,911
34.	COMBINED INCOME TAXES (IF APPLICABLE):		
	(a) Current		
	(b) Deferred		
	(c) Total	-	-
35.	COMBINED INCOME BEFORE REALIZED GAINS (LOSSES)	(334,804)	443,911
36.	COMBINED REALIZED GAINS (LOSSES)	(310)	(17,113)
37.	COMBINED INTEREST CHARGES		
38.	NET INCOME	(335,114)	426,798

CONDENSED CONSOLIDATED STATEMENT OF CAPITAL AND SURPLUS

Rocksound Insurance Ltd

As at December 31, 2022
Euro

LINE No.		2022	2021
1.	CAPITAL:		
(a)	Capital Stock		
	(i) Common Shares	92,544	92,544
	authorized 120,000 shares of par		
	value \$ 1,000 each issued and		
	fully paid 120,000 shares		
	(ii)		
	(A) Preferred shares:		
	authorized _____ shares of par		
	value _____ each issued and		
	fully paid _____ shares		
	aggregate liquidation value for —		
	1905 _____		
	2021 _____		
	(B) Preferred shares issued by a subsidiary:		
	authorized _____ shares of par		
	value _____ each issued and		
	fully paid _____ shares		
	aggregate liquidation value for —		
	1905 _____		
	2021 _____		
	(iii) Treasury Shares		
	repurchased _____ shares of par		
	value _____ each issued		
(b)	Contributed surplus	1,981,580	1,981,580
(c)	Any other fixed capital		
	(i) Hybrid capital instruments		
	(ii) Guarantees and others		
	(iii) Total any other fixed capital	-	-
(d)	Total Capital	2,074,124	2,074,124
2.	SURPLUS:		
(a)	Surplus - Beginning of Year	765,175	338,376
(b)	Add: Income for the year	(335,114)	426,798
(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	430,061	765,175
3.	MINORITY INTEREST		
4.	TOTAL CAPITAL AND SURPLUS	2,504,185	2,839,299

ROCKSOUND INSURANCE LTD.
NOTES TO CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

Matters to be set forth in a General Note to the Financial Statements

1. Rocksound Insurance Ltd. (the “Company”), was incorporated under the laws of Bermuda on December 30, 2011 and is wholly owned by Hamilton Trust Company Limited as Trustees for the Moorea Trust (the “Parent”). The beneficiary of the Trust is the International Red Cross Society.
2. The Company reinsures Zurich Insurance Company Limited for property damage and business interruption risks underwritten on behalf Omya AG on a worldwide basis. The per occurrence limit is set at EUR 325,000 in excess of the local policy deductible with an annual aggregate of EUR 2,000,000 in excess of the local deductible.
3. These condensed general purpose financial statements are prepared in accordance with financial reporting provisions of the Insurance Act 1978, 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 in line with accounting principles generally accepted in the United States of America (“US GAAP”). The presentation of these financial statements in accordance with the guidance prescribed under the legislation differs from US GAAP in certain respects as follows:
 - The format of the financial statements is prescribed by schedules IX and X of the Insurance Accounts Rules 2016.
 - Statement of Cash Flows or equivalent is not included; and
 - Certain disclosures required by US GAAP are not included
 - Comprehensive income and its components are not presented in the condensed statement of income.

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

4. The accounting policies of the Company are as follows:

(a) Premiums

Premiums assumed are recognised as revenue on a pro-rata basis over the periods of the respective policies or contracts of reinsurance. Premiums which are subject to adjustments are estimated based upon available information. Any variances from the estimates are recorded in the periods in which they become known. The proportion of the premiums written relating to the period subsequent to year end is carried forward as a provision for unearned premiums.

(b) Loss and loss expense provisions

The liability for losses and loss adjustment expenses includes an amount determined from loss reports and individual cases and an amount, based upon estimates by the actuarial report for losses incurred but not reported. These estimates are continually reviewed and are necessarily subject to the impact of future changes in such factors as claim severity and frequency. While management believes that the amount is adequate, the ultimate liability may be in excess of, or less than, the amount provided and any adjustments will be reflected in the periods in which they become known.

Matters to be set forth in a General Note to the Financial Statements (Continued)

(c) Cash and cash equivalents

Cash and cash equivalents include all highly liquid investments with maturities of three months or less at the date of purchase. The carrying amount approximates fair value. Interest income earned on cash and cash equivalents is recognised on an accrual basis. These are recognized as a level 1 investment in the fair value hierarchy.

(d) Investments

Rocksound is invested in a EUR denominated bond fund. These investments are carried on the balance sheet at fair value with unrealized gains and losses for the period recorded in the income statement.

5. Income is recognized on the following basis:

Premiums - see Note 4(a).

Investment Income is accounted for on the accrual basis.

Commission Income – not applicable

6. Monetary assets and liabilities originating in other currencies are translated into Euros (the functional currency) at the rates of exchange in effect at the balance sheet date. Non-monetary items originating in other currencies are translated into Euros at the rate of exchange in effect at the dates when the transaction occurred. Revenue and expense items are translated into Euros at the rate of exchange prevailing at the time of the transaction. The resulting exchange gains or losses are recognized in the statement of income. For the year ended December 31, 2022, the foreign exchange loss was EUR 310 (2021 – EUR 17,113) and is shown on Line 36 under combined realized gains/ losses.

7-12. Not applicable

13. The company holds quoted investments in a EUR denominated bond fund, which have been measured using NAV as the practical expedient.

14. Not applicable.

15. The Company paid a total of EUR 21,283 (2021 – EUR 17,355) to two members of the Board of Directors of the Company. Amounts paid to the respective board members are agreed upon as part of the most recent Annual General Meeting.

16-17. Not applicable.

Matters to be set forth in Notes to the Consolidated Statement of Capital and Surplus

Line

1. (a) Capital stock comprises of 120,000 authorized, issued and fully paid shares with a par value of \$1 each.

1. (b) Not applicable.

2. (c) No dividend was paid for the year 2022

Matters to be set forth in Notes to the Consolidated Balance Sheet

Line

1. Not applicable.
2. Refer to Note 4(d) of the general notes to the Financial Statements
- 3-12. Not applicable.
- 13(h) Not applicable in current year.
14. Not applicable.
16. Not applicable.
17. a) Movements in the loss and loss expense provisions are disclosed per below table:

General Business Reserves	2022 (EUR)	2021 (EUR)
Gross loss and loss expense provisions at beginning of year	€ 414,486	€ 1,607,400
Less: Reinsurance recoverable at beginning of year	-	-
Net loss and loss expense provisions at beginning of year	414,486	1,607,400
Net losses incurred and net loss expenses incurred related to:		
(a) Current year	500,000	675,001
(b) Prior years	302,588	(475,000)
Total net losses incurred and net loss expenses incurred	802,588	200,001
Less: Losses and loss expenses paid or payable related to:		
(a) Current year	(202,609)	(379,488)
(b) Prior years	(384,049)	(1,013,427)
Total losses and loss expenses paid or payable	(586,658)	(1,392,915)
Net loss and loss expense provisions at end of year	630,416	414,486
Add: Reinsurance recoverable at end of year	-	-
Gross loss and loss expense provisions at end of year	€ 630,416	€ 414,486

- (b) Prior year unfavorable development was a result of the new large claims within the 2019 policy year.
- (c) Not applicable.
- 20-35. Not applicable.
33. Accounts payables are comprised of amounts due to third parties for general and administrative expenses which have been accrued during the year, but payment for such has not been made.
- 34-37. Not applicable.

Matters to be set forth in Notes to the Consolidated Statement of Income

Line

- 6. Not applicable.
- 15. Not applicable.
- 32. Not applicable.
- 36. See Note 6 of the general notes to the Financial Statements