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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of SIG Re Ltd.

Opinions

We have audited the accompanying condensed financial statements of SIG Re Ltd. (the "Company"), which comprise the condensed balance sheets and condensed statements of capital and surplus as of December 31, 2022 and 2021, and the related condensed statements of income for the year ended December 31, 2022 and period from April 14, 2021 (date of incorporation) to December 31, 2021, including the related notes to the condensed financial statements.

Unmodified opinion on regulatory basis of accounting

In our opinion, the accompanying condensed financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2022 and 2021, and the results of its operations for the year ended December 31, 2022 and period from April 14, 2021 (date of incorporation) to December 31, 2021 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").

Adverse opinion on U.S. generally accepted accounting principles

In our opinion, because of the significance of the matter discussed in the *Basis for adverse opinion on U.S. generally accepted accounting principles* section of our report, the accompanying condensed financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Company as of December 31, 2022 and 2021, or the results of its operations for the year ended December 31, 2022 and period from April 14, 2021 (date of incorporation) to December 31, 2021.

Basis for opinions

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 condensed 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 opinions.

Basis for adverse opinion on U.S. generally accepted accounting principles

As described in Note 3 to the condensed financial statements, the condensed financial statements are prepared by the Company on the basis of the financial reporting provisions of the Legislation, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Bermuda Monetary Authority.

The effects on the condensed financial statements of the variances between the regulatory basis of accounting described in Note 3 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.



Responsibilities of management for the condensed financial statements

Management is responsible for the preparation and fair presentation of the condensed 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 the condensed financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the condensed 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 condensed financial statements are available to be issued.

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 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 condensed 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 condensed 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 condensed financial statements.
- Obtain an understanding of internal controls 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 condensed 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.

KPMG Audit Limited

Chartered Professional Accountants
Hamilton, Bermuda
June 30, 2023

CONDENSED CONSOLIDATED BALANCE SHEET

SIG Re Ltd.
As at
expressed in

December 31, 2022
United States Dollars

LINE No.		2022	2021
1.	CASH AND CASH EQUIVALENTS	47,498,905	44,975,820
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		
10.	ACCOUNTS AND PREMIUMS RECEIVABLE:		
(a)	In course of collection	242,770	
(b)	Deferred - not yet due		
(c)	Receivables from retrocessional contracts		
(d)	Total accounts and premiums receivable	242,770	-
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		

CONDENSED CONSOLIDATED BALANCE SHEET

SIG Re Ltd.

As at
expressed in

December 31, 2022

United States Dollars

LINE No.

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 Expenses
- (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

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

2022	2021
594,969	
2,292	
597,261	-
-	-
48,338,936	44,975,820
2,101,144	
-	-
2,101,144	-
19,382,826	
-	-
19,382,826	-
21,483,970	-
-	-
-	-
-	-

CONDENSED CONSOLIDATED BALANCE SHEET

SIG Re Ltd.
As at
expressed in

December 31, 2022
United States Dollars

LINE No.		2022	2021
	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	408,781	295,865
33.	ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	255,421	182,585
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	664,202	478,450
39.	TOTAL INSURANCE RESERVES AND OTHER LIABILITIES	22,148,172	478,450
	CAPITAL AND SURPLUS		
40.	TOTAL CAPITAL AND SURPLUS	26,190,764	44,497,370
41.	TOTAL	48,338,936	44,975,820
		TRUE	TRUE
		-	-

CONDENSED CONSOLIDATED STATEMENT OF INCOME

SIG Re Ltd.
As at
expressed in

December 31, 2022
United States Dollars

LINE No.		2022	2021
	GENERAL BUSINESS UNDERWRITING INCOME		
1.	GROSS PREMIUMS WRITTEN		
	(a) Direct gross premiums written		
	(b) Assumed gross premiums written	6,298,005	
	(c) Total gross premiums written	6,298,005	-
2.	REINSURANCE PREMIUMS CEDED		
3.	NET PREMIUMS WRITTEN	6,298,005	-
4.	INCREASE (DECREASE) IN UNEARNED PREMIUMS	(2,101,144)	
5.	NET PREMIUMS EARNED	4,196,861	-
6.	OTHER INSURANCE INCOME		
7.	TOTAL GENERAL BUSINESS UNDERWRITING INCOME	4,196,861	-
	GENERAL BUSINESS UNDERWRITING EXPENSES		
8.	INCURRED	20,410,090	
9.	COMMISSIONS AND BROKERAGE	1,213,986	
10.	TOTAL GENERAL BUSINESS UNDERWRITING EXPENSES	21,624,076	-
11.	NET UNDERWRITING PROFIT (LOSS) - GENERAL BUSINESS	(17,427,215)	-
	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	(17,427,215)	-

CONDENSED CONSOLIDATED STATEMENT OF INCOME

SIG Re Ltd.

As at
expressed inDecember 31, 2022
United States Dollars

LINE No.

2022

2021

UNDERNOTED ITEMS

30.	COMBINED OPERATING EXPENSE		
	(a) General and administration	412,963	405,779
	(b) Personnel cost	450,891	198,260
	(c) Other	20,449	5,991
	(d) Total combined operating expenses	884,303	610,030
31.	COMBINED INVESTMENT INCOME - NET	5,812	
32.	COMBINED OTHER INCOME (DEDUCTIONS)		
33.	COMBINED INCOME BEFORE TAXES	(18,305,706)	(610,030)
34.	COMBINED INCOME TAXES (IF APPLICABLE):		
	(a) Current		
	(b) Deferred		
	(c) Total	-	-
35.	COMBINED INCOME BEFORE REALIZED GAINS (LOSSES)	(18,305,706)	(610,030)
36.	COMBINED REALIZED GAINS (LOSSES)		
37.	COMBINED INTEREST CHARGES	900	12,600
38.	NET INCOME	(18,306,606)	(622,630)

CONDENSED CONSOLIDATED STATEMENT OF CAPITAL AND SURPLUS

SIG Re Ltd.

As at
expressed in

December 31, 2022
United States Dollars

LINE No.		2022	2021
1.	CAPITAL:		
(a)	Capital Stock		
	(i) Common Shares	120,000	120,000
	authorized	120,000	
	value	\$ 1,000	
	fully paid	120,000	
		shares of par	
		each issued and	
		shares	
	(ii)		
	(A) Preferred shares:		
	authorized		
	value		
	fully paid		
	aggregate liquidation value for —		
	2022		
	2021		
	(B) Preferred shares issued by a subsidiary:		
	authorized		
	value		
	fully paid		
	aggregate liquidation value for —		
	2022		
	2021		
	(iii) Treasury Shares		
	repurchased		
	value		
		shares of par	
		each issued	
(b)	Contributed surplus	45,000,000	45,000,000
(c)	Any other fixed capital		
	(i) Hybrid capital instruments		
	(ii) Guarantees and others		
	(iii) Total any other fixed capital	-	-
(d)	Total Capital	45,120,000	45,120,000
2.	SURPLUS:		
(a)	Surplus - Beginning of Year	(622,630)	
(b)	Add: Income for the year	(18,306,606)	(622,630)
(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	(18,929,236)	(622,630)
3.	MINORITY INTEREST		
4.	TOTAL CAPITAL AND SURPLUS	26,190,764	44,497,370

SIG Re Ltd.
NOTES TO CONDENSED FINANCIAL STATEMENTS
December 31, 2022

General Notes to the Financial Statements

1. SIG Re Ltd. (the “Company”) was incorporated in Bermuda on April 14, 2021 and holds a Class 3A Insurer license. The Company is wholly owned by SIG Bermuda Holdings, LLC a Delaware limited liability company.
2. The Company is a reinsurance company specializing in the offer of data driven reinsurance products. The Company provides reinsurance across two “classes”, comprised of “general parametric reinsurance” and “specialty – prize and promotion indemnity reinsurance”.

General Parametric Reinsurance – Business written by the Company in this class includes reinsurance contracts with parametric reinsurance payment triggers or underlying insurance policy payment triggers that are based on parameters from independent third-party data sources, including, but not limited to, weather data, catastrophe data, insurance industry loss data for an event or a single risk, or other market data or social/economic indexes. Parametric insurance (also referred to as index-based insurance) differs from indemnity based traditional insurance in that the trigger for payout is dictated by an objective measure of causal event (e.g., a specified amount of rainfall over a specified time period). The Company is party to a Reinsurance Underwriting Agency Agreement with Arbol Underwriters Ltd. (“AUL”) pursuant to which AUL, a licensed insurance agent in Bermuda, has been appointed by the Company as its underwriting agent with respect to the Company’s general parametric reinsurance business.

Specialty – Prize and Promotion Indemnity Reinsurance – Business written by the Company in this class includes reinsurance of insurance policies covering sports and business contest, sweepstake risk, lottery payout risk, performance target bonus risk and ticket vendor, media/advertising/event cancellation risk or any other contingency risk.

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:
 - a. The format of the financial statements is prescribed by schedules IX and X of the Insurance Accounts Rules 2016;
 - b. Statement of Cash Flows or equivalent is not included;
 - c. Certain disclosures required by US GAAP are not included; and
 - d. 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 could be material.

SIG Re Ltd.
NOTES TO CONDENSED FINANCIAL STATEMENTS
December 31, 2022

General Notes to the Financial Statements (continued)

4. The significant accounting policies followed by the Company are as follows:

Cash and Cash Equivalents

Cash and cash equivalents include amounts held in banks, time deposits and money market funds, with insignificant risk associated with their value. The Company has established trust accounts for the benefit of the respective ceding insurers as security for the Company's obligations for losses, under the terms of its reinsurance agreements with such ceding insurers.

Premiums Assumed

Premiums are recognized as revenue on a pro-rated basis over the period of the exposure in the underlying agreements with the unearned portion deferred on the balance sheet.

Commission and Brokerage

Commission and brokerage are comprised of commissions, fees and taxes that relate directly to the successful acquisition of premium. Such costs are deferred and recognized in income on a pro-rated basis over the period of the exposure in the underlying agreements.

The Company evaluates the recoverability of deferred acquisition costs by determining if the sum of future earned premiums is greater than the expected future claims and expenses. Anticipated investment income is also a factor in this determination. If a loss is probable on the unexpired portion of policies in force, a premium deficiency loss is recognized. At December 31, 2022 and 2021, the deferred acquisition costs were considered fully recoverable and no premium deficiency loss was recorded.

Loss and Loss Expense Provisions

Losses and loss expenses are recognized as incurred and are based on the estimated ultimate cost of settlement. Outstanding losses include amounts determined from reports and individual cases. Significant delays occur in the notification of certain claims and substantial measure of experience and judgement is involved in assessing outstanding liabilities, the ultimate cost of which may not be known with certainty at the balance sheet date. Such liabilities are necessarily based on estimates and while the directors and management believe that the amounts are fairly stated, the ultimate liability may be in excess of, or less than the amounts provided.

The loss and loss expenses provisions include losses reported at the balance sheet date.

Investment Income

Investment income on cash and cash equivalents is recorded as earned to the balance sheet date.

5. Refer to Note 4.

- 6-14. Not applicable

15. The Company owes an amount to an affiliate company, Susquehanna International Group, LLP, for advances to the Company for operational reasons. As at December 31, 2022, the balance is \$408,781 (2021: \$283,265). There are no formalized repayment terms for this balance. As at December 31, 2021, an additional \$12,600 was due to an affiliate company, SIG Funding, LLLP ("SIG Funding"), for interest on a loan received by the Company.

SIG Re Ltd.
NOTES TO CONDENSED FINANCIAL STATEMENTS
December 31, 2022

General Notes to the Financial Statements (continued)

16. The Company evaluated events and transactions occurring between December 31, 2022 and the date of approval of the financial statements by the Board of Directors for potential recognition or disclosure in the notes to the financial statements. In March 2023, the Company borrowed \$20,000,000 from SIG Funding under the funding arrangement in place between the Company and SIG Funding.
17. On July 11, 2022, the Company filed a section 953(d) election under the U.S. Internal Revenue Code with an effective date of January 1, 2021. The Company is waiting for the U.S. Internal Revenue Service to complete the processing of the election. The impact of the taxes is as follows:

Particulars	Amount(\$)
Loss as of December 31, 2021	622,630
Tax - 21%	130,752
Loss as of December 31, 2022	18,306,606
Tax – 21%	3,844,387
Deferred Tax Asset as of December 31, 2022	3,975,139
Valuation allowance as of December 31, 2022	3,975,139
Net Deferred Tax Asset as of December 31, 2022	Nil

Notes to Statement of Capital and Surplus

- | | | | |
|----|---------------------------------------------------------------------------|-------------------|-------------------|
| 1. | (a) | <u>2022</u> | <u>2021</u> |
| | Common Stock | | |
| | Authorized, issued and fully paid | | |
| | 120,000 shares of par value \$1 each | \$ <u>120,000</u> | \$ <u>120,000</u> |
| | (b) | | |
| | Contributed surplus | | |
| | No contributions were made during the relevant year (2021: \$45,000,000). | | |
| 2. | (c) | | |
| | Dividends paid and payable | | |
| | There are no dividends paid or payable for the current year. | | |

Notes to the Balance Sheet

1. In total, \$26,897,787 of encumbered cash and cash equivalents placed in trust accounts which is equivalent to the limit of loss of all active deals at 31 December 2022 (2021: 10,000,000).
- 2-3. The Company has no quoted or unquoted investments.
- 4-9. Not applicable
10. The Company has \$242,770 in accounts and premiums receivable at December 31, 2022 (2021: Nil). The premium receivable amount represents the deals under the 'specialty – prize and promotion indemnity reinsurance' class which were written during end of the year.
- 11-12. Not applicable

SIG Re Ltd.
NOTES TO CONDENSED FINANCIAL STATEMENTS
December 31, 2022

Notes to the Balance Sheet (continued)

- 13. Sundry Assets includes Deferred Acquisition Cost of \$594,969 and Prepaid Expenses of \$2,292 at December 31, 2022 (2021: Nil). Acquisition costs are comprised of commissions, taxes and other fees that relate directly to the acquisition of premium.
- 14. Not applicable
- 16. The Company has unearned premium reserves of \$2,101,145 at December 31, 2022 (2021: Nil). Unearned premium reserve is comprised of the premium related to the unexpired portion of each deal.
- 17. The Company has loss reserves of \$19,382,826 for the deal under the 'general parametric reinsurance' class at December 31, 2022 (2021: Nil). As per the reinsurance agreement, the restricted amount in trust account is lesser of Ultimate limit or 110% of loss reserves of the Company. As at December 31, 2022 it is 110% of loss reserves.
- 20-28. Not applicable
- 29. The Company has no commissions, expenses, fees and taxes payable.
- 30. Not applicable
- 31. (a) 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 such taxes are imposed, the Company will be exempted from taxation until March 28, 2035.
- 32. Refer to Note 15 of General Notes to the Financial Statements.
- 33. Accounts payable and accrued expenses represent general and administrative expenses already incurred but not yet paid.
- 34-37. Not applicable

Notes to the Income Statement

- 6. The Company recorded \$Nil of Other Insurance Income for the year ended December 31, 2022 (2021: Nil).
- 15. Not applicable
- 32. Not applicable
- 36. Not applicable