

<b>LIFE-1</b>	<b>75.010 and 75.020</b>	<b><u>Investments in Subsidiaries, Affiliated Companies and Variable Interest Entities – Part A and B</u></b>	
<p>Report the total amount invested in each Subsidiary, Affiliated Company and Variable Interest Entity. The holdings should be listed by investments in Preferred and Common Shares on page 75.010 followed by Bonds, Debentures, Mortgages, and Loans and Advances on page 75.020.</p> <p>List first by Subsidiaries, then Affiliates followed by Variable Interest Entities and provide in column 01 under the name of the entity, the nature of the business as well as a description of each type of investment (e.g. 2<sup>nd</sup> Mortgage), together with the details required in each of the columns. The column titles are self explanatory. The last column in both pages call for the reporting of the 'Net Income (Loss)' reported by the entity as at the date of the Annual Return (LIFE-1).</p>			
Line	Col	Cross Ref	Practice
899	(P75.010) 20 + 40 + (P75.020) 26	P 70.010 L 750 C 01	<p><b>Balance Sheet Value</b></p> <p>Indicate the value carried in the life insurer's books. If there is a permanent impairment, the <b>balance sheet</b> value should be written down to market. If there are doubts as to collection, appropriate provisions should be established. <b>Balance sheet</b> value is net of provisions.</p>
<b>Page 75.010 – Part A – Preferred and Common Shares</b>			
	17, 34, 37		<p><b>Original Cost</b></p> <p>Report Canadian dollar equivalent at historical exchange rates. Column 34 should include goodwill. Column 37 should be the goodwill included in the original cost (column 34).</p>
<b>Page 75.020 – Part B – Bonds, Debentures, Mortgages, Loans and Advances</b>			
	20		<p><b>Rate of Return %</b></p> <p>Indicate the contractual annualised interest rate applicable to the investment. Where this is variable, indicate the current rate.</p>
	23		<p><b>Original Investment</b></p> <p>Report Canadian dollar equivalent at historical exchange rates.</p>

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Line	Col	Cross Ref	Practice
	<b>11, 31</b>		<b>A range of years is acceptable where applicable (e.g., 1982-2005).</b>
	32		<b>Maturity Date</b> Indicate the maturity date of the investment where applicable. Where more than one maturity date is possible (e.g., retractable loans), indicate the redemption date used in arriving at the market value in column 29.

<b>LIFE-1</b>	<b>75.030</b>	<b>Actuarial Liabilities by Line of Business – In Canada</b>
<p>This exhibit summarizes the direct, assumed, ceded and net actuarial liabilities by line of business on a par / non-par basis for the In Canada business and should be prepared in accordance with GAAP as outlined in the CICA Handbook section 4210 and AcG-8.</p> <p>The ceded and net actuarial liabilities reflect all reinsurance ceded, in accordance with GAAP including reinsurance with unregistered companies which has not been approved, or a credit to reduce MCCSR/CAR components has not been given by the regulatory authorities.</p> <p>Amounts reported in the reinsurance assumed and reinsurance ceded lines (except lines 320 and 330) should relate to incidental reinsurance business carried on by the management of the applicable lines of business units. Amounts reported in the Reinsurance section (lines 320, 330 and 339) should relate to Reinsurance business carried on by a separate Reinsurance business unit.</p> <p>Actuarial liabilities in Canada should be related to policies issued to residents of Canada. See the definition of “policy in Canada” in the <i>Insurance Companies Act</i>.</p> <p>The net actuarial liabilities reported in column 01 of line 849 should agree to the amount in column 11 of line 010 of the non-consolidated balance sheet page 70.020.</p>		

LIFE-1	75.040	Analysis of Amounts of Life Insurance – Effected and In Force	
<p>To provide further breakdown of new and inforce amounts of life insurance by plan type and participation type.</p> <p>All reinsurance should be reported whether assumed or ceded by Life insurance business units or reinsurance business units. All reinsurance ceded should be reported whether ceded to unregistered reinsurers or not.</p>			
Line	Col	Cross Ref	Practice
010			<p><b>New Effected - Direct Written</b></p> <p>Report new direct amounts of life insurance for individual and group life split into participating and non-participating.</p> <p>Policies are to be included on this line from the date the life insurer assumes the risk.</p> <p>This line is not to include paid-up or extended insurance granted in lieu of surrendered policies (whether surrendered at the end of the deferred period or at any other time), or policies that are mere transfers or changes of former policies.</p> <p>Policies issued prior to the financial statement date which have not been taken or rescinded during the 10-day "free-look" period should not be included as "new effected". In cases where the accounting system include such new issues as completed transactions prior to the expiry of the "free look" period, a reversal of these transactions or an adjustment to reflect the actual amount of new business for which the life insurer is on the risk is appropriate.</p> <p>Individual polices issued as a result of the election of the conversion option by a certificate holder on withdrawal from a group insurance policy should be reported under Individual - New Effected.</p>
020			<p><b>New Effected - Reinsurance Assumed</b></p> <p>Report new assumed amounts of life insurance for individual and group life split into participating and non-participating.</p>
030			<p><b>New Effected - Reinsurance Ceded</b></p> <p>Report new reinsurance ceded life insurance amounts for individual and group life split into participating and non-participating.</p>

LIFE-1		75.040	Analysis of Amounts of Life Insurance – Effected and In Force
Line	Col	Cross Ref	Practice
099			<p><b>New Effected - Net</b></p> <p>Line 099 is equal to the total of lines 010 and 020 less line 030 for each column.</p>
110			<p><b>In Force - Direct Written</b></p> <p>Splits direct insurance year-end in force amounts for individual and group life into participating and non-participating amounts.</p>
130			<p><b>In Force – Reinsurance Ceded</b></p> <p>Splits reinsurance ceded year-end in force life insurance amounts for individual and group life into participating and non-participating.</p>
199			<p><b>In Force - Net</b></p> <p>Line 199 is equal to the total of lines 110 and 120 less line 130 for each column.</p>

LIFE-1	75.050 and 75.060	Movement of Annuities (Gross) – Individual and Group Annuities
<p>These exhibits are simple summaries of complex products and are intended to:</p> <ol style="list-style-type: none"> <li>1. Reconcile the count of annuity contracts in force between years and for verification of various components of movement e.g., newly issued, surrender, etc. where such is applicable.</li> <li>2. Serve as a control mechanism for inclusion of all annuity products in the setting up of actuarial liabilities and any payable that is outstanding on the annuities.</li> </ol> <p>Life insurers should refer to the definition of accumulation annuities and payout annuities in the General Section.</p> <p>In these reconciliation type exhibits involving number of annuity contracts and their related tie-in financial data reconciliation, the line descriptions such as "deposits", "interest credited", and "payment" would be appropriate for some deposit accumulation type contracts. Deposit administration type deferred annuities both individual and group should be included in these exhibits under accumulation annuities.</p> <p>Life insurers are required to maintain working papers providing the appropriate summary data underlying the reported figures by product categories within individual annuity lines of business.</p> <p>Life insurers should use the most appropriate bases for disclosing the tie-in financial data in respect of contracts to which such data relates and the numerical movement should be recorded in these exhibits.</p> <p>The working papers referred to above, reconciling the contracts to control totals in the individual annuity ledger and their primary accounting records to provide an audit trail, should be available for on-site verification by, or for submission to, the Regulator in unusual circumstances of concern, upon request.</p> <p>Payout annuities classed as “certain” should have no life contingent elements.</p> <p>Payout annuities classed as “life” may have a certain period in the benefits.</p> <p><b>Note:</b> Columns 01, 31 and 32 apply to long term disability annuities only.</p>		

LIFE-1		75.050 and 75.060		Movement of Annuities (Gross) – Individual and Group Annuities
Line	Col	Cross Ref	Practice	
010			<b>In Force – Beginning of Year</b> The opening balance should agree with the closing balances for the prior year. Other corrections or adjustments to the opening balances should be reported on line 130.	
030			<b>Deposits</b> Record the total deposits received excluding transfers from other annuity products.	
070			<b>Interest Credited</b> Report interest credited to accumulation account value of contracts in column 07.	
100			<b>Transfers In</b> Report transfers in of contracts from Segregated Funds or other lines at the option of the contractholder.	
130			<b>Other Increase</b> Opening balance corrections and other reporting adjustments.	
149			<b>Total</b> This line equals the sum of lines 010 to 130 for each column.	
210			<b>Payment</b> Amounts ceased/terminated due to payment expiry.	
230			<b>Surrender</b> Amounts ceased/terminated due to surrender of policy.	
270			<b>Other</b> Amounts ceased by annuitant's death.	
300			<b>Transfer Out</b> Report transfers of contracts to Segregated Funds or other lines at the option of the contractholder.	

LIFE-1		75.050 and 75.060		Movement of Annuities (Gross) – Individual and Group Annuities
Line	Col	Cross Ref	Practice	
400			<b>Currency Revaluation</b> The change in account value and annual payment due to the change in rates of currency exchange at year end.	
449			<b>In Force – End of Year</b> Line 449 = Line 149 – Line 349 + Line 400.	
510			<b>Reinsurance in force - Assumed</b> The annuities in force, end of year assumed from other life insurers.	
530			<b>Reinsurance in force - Ceded</b> The annuities in force, end of year ceded to other life insurers.	

LIFE-1	75.070	Reinsurance Ceded to Unregistered Insurers	
<p><b>References</b></p> <p><b>Federal life insurers:</b> OSFI Guideline B-3 Guideline on Unregistered Reinsurance (February 1997)</p>			
<p><b>Unregistered insurers:</b> Refer to Definitions in the General Section.</p> <p><b>Business written out of Canada by Federal Life insurers:</b> Life insurers are deemed registered for purposes of assuming reinsurance if they hold a life insurer's permit in the jurisdiction in which the out of Canada business is written.</p>			
Line	Col	Cross Ref	Practice
	03		<p><b>Country of origin</b></p> <p>The jurisdiction of incorporation for the assuming life insurer should be reported. If the reinsurance is arranged through a branch of the assuming life insurer, the country of origin of the head office and not the branch should be reported.</p>
	08		<p><b>Ceded or Retroceded (C-R)</b></p> <p>Life insurers should indicate with either a "C" or "R" whether the business is an original cession or a retrocession of business that has been assumed by the life insurer. Life insurers will have to report on separate lines the amount of direct business that is ceded to a particular life insurer as well as the amount of reinsured business that has been retroceded.</p>
	18		<p><b>Effective date or date of latest revision of contract</b></p> <p>The date the contract originally became effective should be reported unless there have been substantial revisions to the contract. In the latter case, the date of the latest revision to the contract should be reported. An annual renewal of a contract does not constitute a revision. In such cases, the original date or the date of the latest major revision should be noted.</p>
	23		<p><b>On claims paid</b></p> <p>The total amount recoverable on claims paid is included in the amount presented on page 20.010, line 100 and on page 21.150, line 250.</p>



LIFE-1		75.070		Reinsurance Ceded to Unregistered Insurers	
Line	Col	Cross Ref	Practice		
	28		<p><b>On claims due and unpaid</b></p> <p>Life insurers must include a provision for claims incurred but not reported.</p> <p>Claims due and unpaid on unregistered reinsurance are not included in outstanding claims reported on the liabilities page since outstanding claims are net of all reinsurance ceded.</p>		
	33		<p><b>Reserves ceded to reinsurer</b></p> <p>Include actuarial and other policy liabilities ceded.</p> <p>For modified coinsurance, the amount presented here should be 0.</p>		
	38		<p><b>Premiums ceded to reinsurer</b></p> <p>For modified coinsurance, the amount presented here should be 0.</p>		
	48		<p><b>Amounts held in trust</b></p> <p>Securities held for unregistered reinsurers must be accounted for, on this page, at market value at the end of the year. To be acceptable, the Primary Regulator must have provided authorization under the applicable guidelines. Life insurers must also include investment income due on these securities.</p>		
	53		<p><b>Amounts of acceptable LOC</b></p> <p>Acceptable letters of credit are those which meet the conditions described in the Capital adequacy requirements guidelines.</p>		