

**APPENDIX 7**

**Investment Provider Name**

Financial Statements

For the period ending .....

(expressed in BD/U.S. dollars )

These financial statements have been prepared for guidance and are not intended to be prescriptive.

# Investment Provider Name

Balance Sheets

As at .....

---

(expressed in BD/U.S. dollars)

	<u>Period</u> \$	<u>Period</u> \$
<b>Assets</b>		
Cash and cash equivalents (note 2)	-	-
Interest receivable	-	-
Other accounts receivable (net of allowance for doubtful accounts )	-	-
Due from brokers	-	-
Prepaid expenses	-	-
Investments, at current value (cost \$ ) (note 2)	-	-
Investments in associated companies	-	-
Due from related parties (note 6 )	-	-
Fixed assets (net of accumulated depreciation ) (note 2,4)	-	-
Intangible assets	-	-
	<hr/>	<hr/>
Total assets	0	0
<b>Liabilities</b>		
Bank indebtedness	-	-
Interest payable	-	-
Other payables and accrued liabilities	-	-
Unrealized losses	-	-
Long-term debt (note 5)	-	-
Deferred revenue	-	-
Due to related parties (note 6 )	-	-
	<hr/>	<hr/>
Total liabilities	0	0
<b>Total Assets Less Total Liabilities</b>	<hr/>	<hr/>
	0	0
<b>Shareholders' Equity</b>		
Share Capital (note 3)	-	-
Retained earnings	-	-
	<hr/>	<hr/>
<b>Total Shareholders' Equity</b>	0	0

# Investment Provider Name

Statements of Operations

For the periods ended .....

---

(expressed in BD/U.S. dollars)

	Period \$	Period \$
<b>Income</b>		
Investment management or advisory fees	-	-
Commission income	-	-
Interest income	-	-
Dividend income	-	-
Other income	-	-
	<hr/>	<hr/>
	0	0
<b>Expenses</b>		
General and administrative expenses	-	-
Investment management fees	-	-
Salary expenses	-	-
Incentive fees	-	-
Interest expense	-	-
Professional fees	-	-
Insurance expense	-	-
Bad debt expense	-	-
Amortization/depreciation expense	-	-
Other expenses	-	-
	<hr/>	<hr/>
	0	0
<b>Net income</b>	<hr/>	<hr/>
	0	0
<b>Realized gains (losses) on investments</b>	-	-
<b>Unrealized gains (losses) on investments</b>	-	-
	<hr/>	<hr/>
<b>Net realized and unrealized gains (losses) on investments</b>	0	0
<b>Net increase (decrease) in assets resulting from operations</b>	<hr/>	<hr/>
	0	0
<b>Net increase (decrease) for the period</b>	-	-
<b>Retained earnings - beginning of period</b>	-	-
<b>Dividends</b>	-	-
	<hr/>	<hr/>
<b>Retained earnings -end of period</b>	0	0

# Investment Provider Name

Statements of Cash Flows

For the periods ended .....

---

(expressed in BD/U.S. dollars)

	Period \$	Period \$
<b>Cash flows from operating activities</b>		
Net income	-	-
Add: depreciation/ amortization	-	-
	<u>0</u>	<u>0</u>
Investments purchased	-	-
Investments sold	-	-
	<u>0</u>	<u>0</u>
<b>Change in assets and liabilities</b>		
Decrease in assets	-	-
(Increase) in assets	-	-
Increase in liabilities	-	-
(Decrease) in liabilities	-	-
	<u>0</u>	<u>0</u>
<b>Cash flows from financing activities</b>		
Dividends	-	-
Capital contributions received	-	-
Capital contributions repaid	-	-
Decrease (increase) in due from related parties	-	-
Increase (decrease) in due to related parties	-	-
Decrease (increase) in other non-current assets	-	-
Net borrowings (repayments) of debt payable	-	-
	<u>0</u>	<u>0</u>
<b>Net change in cash and cash equivalents during the period</b>	<u>0</u>	<u>0</u>
<b>Cash and cash equivalents - Beginning of period</b>	<u>0</u>	<u>0</u>
<b>Cash and cash equivalents - End of period</b>	<u><u>0</u></u>	<u><u>0</u></u>

Description	Position Held	Period		Period	
		Market Value	Cost	Market Value	Cost
		\$	\$	\$	\$
<b>Marketable Debt Instruments</b>					
<b>Non-Marketable Debt Instruments</b>					
(Disclose interest rate & maturity)					
<b>Equity Instruments</b>					
a) Quoted Equity/ Equity Related Instruments					
b) Non-Quoted Equity/ Equity Related Instruments					
<b>Other</b>					
<b>Total Investments</b>		_____			
		_____			

## 1. *Operations*

[Investment Provider] was established on ..... as a .....(type of investment provider) under the laws of Bermuda and commenced operations on .....

Brief background on the investment provider.....

## 2. *Significant accounting policies*

These financial statements have been prepared in accordance with accounting principles generally accepted in ..... The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates. The following are the significant accounting policies adopted by the investment provider.

### **Investment valuation**

Discuss basis of investment valuation...(e.g. investments traded on a recognised securities exchange are stated at the last reported sales price on the day of valuation. Other investments traded in the over-the-counter market and listed investments for which no sale was reported on that date are stated at the last quoted bid price obtained from a quotation reporting service or established market-makers.

Private placement securities, restricted securities and other securities for which quotations are not readily available are valued at fair value as determined by the directors.

Investments which are not traded on a national securities exchange or over-the-counter are not readily marketable and often are subject to restrictions on resale. Accordingly, the ultimate proceeds may be significantly different from the fair value recorded).

### **Investment income**

Interest and dividend income are recognized on the accrual/ cash basis.

### **Cash and cash equivalents**

Cash and cash equivalents are short-term, highly liquid investments with maturities of less than three months from the date of acquisition. Cash and cash equivalents include investments in (describe what makes up this line item on the balance sheet)\_\_\_\_\_.

### **Depreciation**

Fixed assets are being depreciated over a .....year period using the ..... method of amortization (Disclose classes of assets, depreciation methods and rates).

**3. Share capital (where relevant)**

Authorized

Common shares (state terms/characteristics)

Preference shares (state terms/characteristics)

Issued and Paid Up

	<b>Period</b>	<b>Period</b>
	<b>\$</b>	<b>\$</b>
Number of Common shares	-	-
Number of Preference Shares	-	-
	-	-

**4. Fixed assets**

	<b>Period</b>	<b>Period</b>
	<b>NBV \$</b>	<b>NBV \$</b>
Computer hardware	-	-
Computer software	-	-
Furniture and equipment	-	-
Any other fixed assets	-	-
<b>Total</b>	-	-

**5. Long-term debt**

	<b>Period</b>	<b>Period</b>
	<b>\$</b>	<b>\$</b>
Current portion, due in 1 year		
Due over the next 5 years		
Debt outstanding with maturity exceeding 5 years	-	-
<b>Total debt</b>	-	-

**6. Due from (to) related parties**

The amounts due from (to) related parties are unsecured/secured and (non-)interest bearing.

	<b>Period</b>	<b>Period</b>
	<b>\$</b>	<b>\$</b>
Due from related party 1	-	-
Due from related party 2	-	-
	-	-
	<b>Period</b>	<b>Period</b>
	<b>\$</b>	<b>\$</b>
Due to related party 1	-	-
Due to related party 2	-	-
	-	-

**7. Related Party Transactions**

During the year, the investment provider had the following transactions with related companies:

	<b>Period</b>	<b>Period</b>
	<b>\$</b>	<b>\$</b>
Interest revenue	-	-
Interest expense	-	-
Rental income	-	-
Rental expense	-	-
Shared overhead recovery	-	-
Shared overhead expense	-	-

**8. Contingencies and Commitments**

As at December 31, the investment provider had the following material commitments and contingent liabilities:

<b>Underlying borrower</b>	<b>Type</b>	<b>Commitment</b>
		<b>\$</b>
Rental commitments		
Agreements to purchase assets in future		
Amount		<u>0</u>

**9. *Income taxes***

Under current laws of Bermuda, there are no income, estate, transfer, corporation profits, withholding, capital gains or inheritance taxes payable by the investment provider.

The investment provider intends generally to conduct its affairs such that it will not be subject to income taxation in any jurisdiction. The investment provider seeks to minimize withholding taxes, if any, applicable to its investments.

**10. *Subsequent events***

Disclose any significant events that have occurred subsequent to the reporting period.