

INDEPENDENT AUDITORS' REPORT

To the Board of Directors:

We have audited the accompanying condensed financial statements of Erievue Insurance Company Limited, which comprise the condensed balance sheet and condensed statement of capital and surplus as of June 30, 2018, and the related condensed statement of income for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Condensed Financial Statements

Management is responsible for the preparation and fair presentation of the condensed financial statements based on 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"). Management is also responsible for the design, implementation, and maintenance of internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these condensed financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the condensed financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the condensed financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the condensed financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Company's preparation and fair presentation of the condensed financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the condensed financial statements.

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

Basis for Adverse Opinion on accounting standards generally accepted in the United States of America

As described in Note 3 to the condensed financial statements, the condensed financial statements are prepared by the Company based on the financial reporting provisions of the Legislation, which is a basis of accounting other than United States of America.

The effects on the condensed financial statements of the variances between the basis of accounting described in Note 3 and United States of America are material.

Adverse Opinion on accounting standards generally accepted in the United States of America

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on accounting standards generally accepted in the United States of America” paragraph, the condensed financial statements referred to above do not present fairly, in accordance with United States of America, the financial position of the Company as of June 30, 2018, or the results of its operations or its cash flows for the year then ended.

Opinion on Condensed Financial Statements

In our opinion, the condensed financial statements referred to above present fairly, in all material respects, the financial position of the Company as of June 30, 2018, and the results of its operations for the year then ended, in accordance with the financial reporting provisions of the Legislation described in Note 3.

Deloitte Ltd.

October 31, 2018

CONDENSED BALANCE SHEET

Erieview Insurance Company Limited

As at **June 30, 2018**

expressed in ['000s] **United States Dollars**

LINE No.	2018	2017
1. CASH AND CASH EQUIVALENTS	1,228	1,344
2. QUOTED INVESTMENTS:		
(a) Bonds and Debentures		
i. Held to maturity		
ii. Other		
(b) Total Bonds and Debentures	-	-
(c) Equities		
i. Common stocks	42	35
ii. Preferred stocks		
iii. Mutual funds		
(d) Total equities	42	35
(e) Other quoted investments		
(f) Total quoted investments	42	35
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	1,476	1,451
(h) Total investments in and advances to affiliates	1,476	1,451
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	5	6
(b) Deferred - not yet due		
(c) Receivables from retrocessional contracts		
(d) Total accounts and premiums receivable	5	6
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	1	22
13. SUNDRY ASSETS:		
(a) Derivative instruments		
(b) Segregated accounts companies - long-term business - variable annuities		

CONDENSED BALANCE SHEET

Erieview Insurance Company Limited

As at **June 30, 2018**

expressed in ['000s] **United States Dollars**

LINE No.		2018	2017
(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)	Other Sundry Assets (Specify)		
(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	2,752	2,857
	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	712	846
(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	712	846
18.	OTHER GENERAL BUSINESS INSURANCE RESERVES		
19.	TOTAL GENERAL BUSINESS INSURANCE RESERVES	712	846
	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	-	-
	OTHER LIABILITIES		
28.	INSURANCE AND REINSURANCE BALANCES PAYABLE	428	688

CONDENSED BALANCE SHEET

Erieview Insurance Company Limited

As at **June 30, 2018**

expressed in ['000s] **United States Dollars**

LINE No.	2018	2017
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	32	31
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	460	719
39. TOTAL INSURANCE RESERVES AND OTHER LIABILITIES	1,172	1,566
CAPITAL AND SURPLUS		
40. TOTAL CAPITAL AND SURPLUS	1,580	1,291
41. TOTAL	2,752	2,857
	TRUE	TRUE
	-	-

CONDENSED STATEMENT OF INCOME

Erieview Insurance Company Limited
 As at June 30, 2018
 expressed in ['000s] United States Dollars

LINE No.		2018	2017
	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	(326)	(262)
9.	COMMISSIONS AND BROKERAGE		
10.	TOTAL GENERAL BUSINESS UNDERWRITING EXPENSES	(326)	(262)
11.	NET UNDERWRITING PROFIT (LOSS) - GENERAL BUSINESS	326	262
	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		

CONDENSED STATEMENT OF INCOME

Erieview Insurance Company Limited

As at June 30, 2018
expressed in ['000s] United States Dollars

LINE No.	2018	2017
(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	326	262
UNDERNOTED ITEMS		
30. COMBINED OPERATING EXPENSE		
(a) General and administration	50	898
(b) Personnel cost		
(c) Other		
(d) Total combined operating expenses	50	898
31. COMBINED INVESTMENT INCOME - NET	13	20
32. COMBINED OTHER INCOME (DEDUCTIONS)		
33. COMBINED INCOME BEFORE TAXES	289	(616)
34. COMBINED INCOME TAXES (IF APPLICABLE):		
(a) Current		
(b) Deferred		
(c) Total	-	-
35. COMBINED INCOME BEFORE REALIZED GAINS (LOSSES)	289	(616)
36. COMBINED REALIZED GAINS (LOSSES)	-	
37. COMBINED INTEREST CHARGES		
38. NET INCOME	289	(616)

CONDENSED STATEMENT OF CAPITAL AND SURPLUS

Erievue Insurance Company Limited
 As at **June 30, 2018**
 expressed in ['000s] **United States Dollars**

LINE No.		2018	2017
1.	CAPITAL:		
(a)	Capital Stock		
	(i) Common Shares		
	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		
		shares of par	
		each issued and	
		shares	
	aggregate liquidation value for –		
	2018		
	2017		
	(B) Preferred shares issued by a subsidiary:		
	authorized		
	value		
	fully paid		
		shares of par	
		each issued and	
		shares	
	aggregate liquidation value for –		
	2018		
	2017		
	(iii) Treasury Shares		
	repurchased		
	value		
		shares of par	
		each issued	
(b)	Contributed surplus	1,370	1,370
(c)	Any other fixed capital		
	(i) Hybrid capital instruments		
	(ii) Guarantees and others		
	(iii) Total any other fixed capital	-	-
(d)	Total Capital	1,490	1,490
2.	SURPLUS:		
(a)	Surplus - Beginning of Year	(199)	418
(b)	Add: Income for the year	289	(616)
(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	90	(199)
3.	MINORITY INTEREST		
4.	TOTAL CAPITAL AND SURPLUS	1,580	1,291

ERIEVIEW INSURANCE COMPANY LIMITED
NOTES TO CONDENSED GENERAL PURPOSE
FINANCIAL STATEMENTS
JUNE 30, 2018
(Expressed in thousands of United States dollars)

GENERAL NOTE TO THE FINANCIAL STATEMENTS

1. General

Erievue Insurance Company Limited (the "Company") is incorporated under the laws of Bermuda and is a wholly-owned subsidiary of Fulham Holdings Ltd. ("Fulham"), a Company incorporated under the laws of Bermuda. Fulham acquired the Company from Fulham Investments Ltd, a Company incorporated under the laws of Bermuda, on December 31, 2011.

Effective December 29, 2015, Paumanock Insurance Company Ltd. ("Paumanock") merged with and into the Company. Up until the date of merger Paumanock was owned by Fulham. Paumanock was registered as a Class 3A Insurer by the Bermuda Monetary Authority, effective May 4, 2009, pursuant to Section 4 of the Act.

Effective May 8, 2009, pursuant to Section 4 of the Insurance Act 1978, the Company was registered as a Class 3A Insurer by the Bermuda Monetary Authority.

2. Business underwritten

The Company reinsured the casualty risks of its former parent, MA Hanna Company and ceased writing any new business effective November 30, 1997. During the year ended June 30, 2014, the remaining related party business was novated out of the Company.

The Company also participated in various third party quota share treaties prior to 1993.

Paumanock was permitted to write all classes of business and ceased underwriting in 1992.

3. Accounting Standards

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.
- Certain disclosures required by US GAAP are not included.
- Comprehensive income and its components are not presented in the condensed statement of income.
- Reserves for loss and loss adjustment expenses and unearned premiums are to be reported net of reinsured amounts.

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.

ERIEVIEW INSURANCE COMPANY LIMITED
NOTES TO CONDENSED GENERAL PURPOSE
FINANCIAL STATEMENTS
JUNE 30, 2018
(Expressed in thousands of United States dollars)

4. Significant accounting policies

a) Use of estimates in financial statements

The preparation of the financial statements in conformity with guidance prescribed under the legislation requires management to make estimates and assumptions that affect the amount reported in the financial statements and accompanying notes. Actual results may differ from estimates.

b) Premiums

Premiums assumed are earned on a pro-rata basis over the period of the contracts. Any final premium adjustments are recorded as reported.

c) Loss and loss expenses provisions

Losses and loss expenses paid are recorded when advised by the ceding insurance companies. Outstanding losses comprise estimates for known losses and loss expenses received from the ceding insurance companies plus a provision for losses incurred but not reported based on independent actuarial reports, amounts reported by ceding insurers and the Company's past loss experience.

Ultimate losses may vary materially from the amounts provided in the Condensed general purpose financial statements. These estimates are reviewed regularly and, as experience develops and new information becomes known, the reserves are adjusted as necessary. Such adjustments, if any, are recorded in the Condensed general purpose statement of income in the period in which they become known and are accounted for as changes in estimates.

d) Quoted Investments and Investment income

The Company's quoted investments are carried at fair market value with unrealized holdings gains (losses) recognized through earnings. Realized gains (losses) are determined on the basis of identified cost. Interest income is recognized on the accrual basis

e) Foreign Currency

Transactions denominated in foreign currencies are recorded at the rates of exchange in effect at the dates of the transactions. At the balance sheet date, monetary assets and liabilities are translated at the period end rates of exchange. The resulting exchange gains or losses are included in General and Administration expenses.

f) Cash and time deposits

Cash and time deposits represent cash in banks and deposits with financial institutions with original maturities of less than three months.

5. Recognition of premium, investment and commission income

See Notes 4 (b) and (d)

ERIEVIEW INSURANCE COMPANY LIMITED
NOTES TO CONDENSED GENERAL PURPOSE
FINANCIAL STATEMENTS
JUNE 30, 2018
(Expressed in thousands of United States dollars)

6. Transactions denominated in foreign currencies

Monetary assets and liabilities denominated in foreign currencies have been translated to U.S. dollars at the rates of exchange prevailing at the balance sheet date. Income and expense transactions originating in foreign currencies are translated at the rates of exchange prevailing on the date of the transaction. Gains and losses on foreign currency translation are included in the condensed statement of income.

7. Not applicable

8. Contingencies and commitments

(a) Pledged assets

Letters of credit are issued to ceding insurers as security for the obligations under reinsurance agreements with those ceding insurers. Certain of the Company's cash and cash equivalents in the amount of \$259 thousand, as of June 30, 2018 (2017 - \$259 thousand), are pledged as collateral against letters of credit in the amount of \$259 thousand (2017 - \$259 thousand).

9 - 12. Not applicable

13. Investments

	30-Jun-18	30-Jun-17
	Level 1	Level 1
	Fair Value	Fair Value
Equities:		
Equities, trading at fair value	42	35
Total Quoted investments	42	35

14. Not applicable

15. Related Party Transactions

The Company advanced \$1.022 million (2017 - \$1.015 million) to an affiliated company, Avondale Holdings Ltd. This amount is non-interest bearing and has no fixed terms of repayment.

A receivable of \$454 thousand (2017 - \$436 thousand) is due from Fulham. This amount is non-interest bearing and has no fixed terms of repayment.

16. Subsequent Events

The Company has evaluated subsequent events through October 31, 2018, which is the date the condensed financial statements were available to be issued.

ERIEVIEW INSURANCE COMPANY LIMITED
 NOTES TO CONDENSED GENERAL PURPOSE
 FINANCIAL STATEMENTS
 JUNE 30, 2018
 (Expressed in thousands of United States dollars)

17. Other Information**(a) Taxation**

The Company provides for income taxes based upon amounts reported in the financial statements and the provisions of currently enacted tax laws. The Company is registered in Bermuda and is subject to Bermuda law with respect to taxation. Under current Bermuda law, the Company is not taxed on any Bermuda income or capital gains taxes and has received an undertaking from the Bermuda Minister of Finance that, in the event of any Bermuda income or capital gains taxes being imposed, the Company will be exempt from those taxes until March 2035.

NOTES TO THE CONDENSED GENERAL PURPOSE STATEMENT OF CAPITAL AND SURPLUS

1(a) Capital Stock**(a) Authorized Capital****Ordinary Shares:**

Authorized, Issued, and Fully Paid 120,000 shares of par value \$1	\$120,000
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1(b) Contributed surplus

There was no change during the period

1(c) Not applicable.**2(c) Dividends paid and payable**

No dividends were declared in 2018.

(a) – (((c) i) ii). Not applicable

ERIEVIEW INSURANCE COMPANY LIMITED
NOTES TO CONDENSED GENERAL PURPOSE
FINANCIAL STATEMENTS
JUNE 30, 2018
(Expressed in thousands of United States dollars)

NOTES TO THE CONDENSED GENERAL PURPOSE BALANCE SHEET

1. Cash and time deposits

Cash at June 30, 2018 of \$259 thousand (2017 - \$259 thousand) is considered to be restricted. See General Note to the Financial Statements, Note 8 (a) for further details.

2-3. Investments

The Company's quoted investments are carried at fair market value with any unrealized holding gains (losses) recognized through earnings. Realized gains (losses) are determined on the basis of identified cost and are included on Line 36 of the Condensed general purpose Statement of Income. (See General Note to the Financial Statements, Note 4 (d) and Note 13).

4. Investments in and Advances to Affiliates

See General Note to the Financial Statements, Note 15.

5-11. Not applicable.

12. Funds Held by Ceding Reinsurers

In accordance with the terms of the reinsurance agreements accepted by the Company, the ceding reinsurers withheld a portion of the premium due to the Company. These funds are withheld to secure the payment of losses.

13-14. Not applicable

16. Not applicable

ERIEVIEW INSURANCE COMPANY LIMITED
NOTES TO CONDENSED GENERAL PURPOSE
FINANCIAL STATEMENTS
JUNE 30, 2018
(Expressed in thousands of United States dollars)

17. Loss and loss expense provisions

Reserve activity for loss and loss adjustment expenses is summarized below:

(a) General Business Reserves	2018	2017
Gross loss and loss expense provisions at beginning of year	846	850
Less: Reinsurance recoverable at the beginning of year	<u>-</u>	<u>-</u>
Net loss and loss expense provisions at beginning of year	846	850
Net losses incurred and net loss expenses incurred related to:		
(a) Current year		
(b) Prior year	<u>(326)</u>	<u>(262)</u>
Total net losses incurred and net loss expenses incurred	(326)	(262)
Less : Losses and loss expenses paid or payable related to:		
(a) Current year		
(b) Prior year	<u>193</u>	<u>257</u>
Total losses and loss expenses paid or payable	193	257
Foreign exchange and other	(1)	1
Net loss and loss expense provisions at end of year	712	846
Add: Reinsurance recoverable at end of year	<u>-</u>	<u>-</u>
Total gross reserves end of year	<u>712</u>	<u>846</u>

The reduction in net losses incurred and net loss expenses incurred in the prior years of \$326 thousand (2017 - \$262 thousand) primarily relates to the write back of losses payable to cedants which were determined to be time barred due to statutes of limitations.

See General Note to the Financial Statements, Note 4 (c) for full discussion of the estimation methods and significant uncertainties associated with such amounts.

20. Reserves for reported claims

See General Note to the Financial Statements, Note 4 (c) for full discussion of reserves for reported claims.

ERIEVIEW INSURANCE COMPANY LIMITED
NOTES TO CONDENSED GENERAL PURPOSE
FINANCIAL STATEMENTS
JUNE 30, 2018
(Expressed in thousands of United States dollars)

21. Reserves for unreported claims

See General Note to the Financial Statements, Note 4 (c) for full discussion of reserves for unreported claims, claims incurred but not yet reported (IBNR).

22-32. Not applicable

33. Accounts payable and accrued liabilities

As of June 30, 2018, the Company had accrued liabilities of \$32 thousand (2017 - \$31 thousand) in respect of professional fees incurred on behalf of the company.

34-37. Not applicable

NOTES TO THE CONDENSED GENERAL PURPOSE STATEMENT OF INCOME

6. Not applicable

32. Not applicable

36. Not applicable