

## Additional Public Disclosure Information

### Capital Adequacy

Under the Insurance Business (Bailiwick of Guernsey) law 2002, the Guernsey Financial Commission sets regulatory solvency requirements through the Prescribed Capital Requirement (“PCR”) and the Minimum Capital Requirement (“MCR”) prescribed by The Insurance Business (Solvency) Rules 2015. The MCR must be no less than the Capital Floor. The Capital Floor for a licenced insurer such as Bourse Life carrying on long-term business is £250,000. The PCR calculated using the Standard Formula specified in the Rules was £247,397 but the PCR cannot be less than the capital floor and so for Bourse Life the PCR is £250,000.

The Solvency Ratio at the 2018 year-end was 347% (£867,349 (available capital) divided by the PCR of £250,000).

Bourse Life was set up in 2014 and does not intend to pay any dividends in the foreseeable future and so the Solvency Ratio is expected to improve even further in the coming years. The Company only writes linked business and takes no insurance or market risk. The Company takes no credit for future profits when assessing its Capital Resources. The key risk to the business is expense risk. This risk is largely mitigated by the day-to-day operations being outsourced to Bourse Trust Company that enables most of the Company's costs to be variable.

### Corporate Governance

The Company currently has two Board Members. Simon Bourge, who is the CEO of the Bourse Group and Paul Cutter, CEO of an Irish Life Company and previously the CEO of a Guernsey Life Company. The makeup of the Board will be reviewed annually as the Company develops. A Board of two seems to be appropriate for a Company at this stage of its development.

The Company forms part of the Bourse Group and it operates within the Group Governance Framework.

The Policy Administration is outsourced to Bourse Trust Company.

The CFO, MLRO (Money Laundering Reporting Officer) and Compliance Officer are seconded from the Bourse Group and report to the Board.

The Appointed Actuary is Mike Poulding, a Fellow of the Institute of Actuaries, and independent of the Bourse Group. He produces annual reports for the Board's consideration. He also approves new products before they are launched.

### Auditors

Grant Thornton Limited  
P.O. Box 313, Lefebvre House, Lefebvre Street, St Peter Port, Guernsey

### Appointed Actuary

Mike Poulding, The Poulding Consultancy Limited. Le Figuier, La Grande Rue, St Saviour, Guernsey

### Trustee for Policyholder Protection

Independent Fiduciary Services Limited, Havelet House, 181 South Esplanade, St Peter Port, Guernsey

Balance Sheet as at 31.12.2018 from the Audited Accounts

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
<b>Assets</b>		
<i>Financial assets</i>		
Held to cover linked liabilities – investment contracts	201,835,686	36,773,241
<i>Receivables</i>		
Debtors	118,836	118,791
<i>Other assets</i>		
Cash and cash equivalents	817,947	751,072
<b>Total assets</b>	<b>202,772,469</b>	<b>37,643,104</b>
<b>Liabilities and Equity</b>		
<i>Capital and reserves</i>		
Called up share capital	250,000	250,000
Retained Profits	522,065	252,543
<i>Total shareholders' funds</i>	772,065	502,543
Financial liabilities for investment contracts	201,835,686	36,773,241
<i>Creditors</i>		
Other Creditors and deferred income	164,718	367,300
Loan payable	-	20
<b>Total liabilities and equity</b>	<b>202,772,469</b>	<b>37,643,104</b>

The Audited Accounts are available on request to policyholders of the Company.

DATE 06.06.2019