



ABRIDGED SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022
(Expressed in Trinidad and Tobago dollars)

The Full Annual Financial Statements for the year ended December 31, 2022
are available for viewing or download on the Company's website at www.clico.com



"Give a man value ... give a man service and he will support you"
Philosophy of Cyril L. Duprey O.B.E. - Founder



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Independent Auditors' Report on the Abridged Separate Financial Statements

To the Shareholders of Colonial Life Insurance Company (Trinidad) Limited

Qualified Opinion

The abridged separate financial statements, which comprise the abridged separate statement of financial position as at December 31, 2022, the abridged separate statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and related notes, are derived from the separate financial statements of Colonial Life Insurance Company (Trinidad) Limited ("the Company") for the year ended December 31, 2022.

In our opinion, the accompanying abridged separate financial statements are consistent, in all material respects, with the audited separate financial statements, in accordance with Note 2. However, the abridged separate financial statements are equally impacted by the qualifications in the audited separate financial statements of Colonial Life Insurance Company (Trinidad) Limited for the year ended 31 December 2022.

Abridged Separate Financial Statements

The abridged separate financial statements do not contain all the disclosures required by the International Financial Reporting Standards. Reading the abridged separate financial statements and our report thereon, therefore, is not a substitute for reading the separate audited financial statements and our report thereon.

The Audited Separate Financial Statements and Our Report Thereon

We have expressed a qualified opinion on the audited financial statements in our report dated March 31, 2023. The basis for our qualified opinion was as follows:



1. The Company's investment in CL World Brands limited (CLWB) is classified as "fair value through other comprehensive income" and is carried at \$906 million (2021: \$723 million); representing 6.92% (2021: 5.47%) of total assets. We were unable to obtain sufficient appropriate audit evidence about the fair value of this investment because we were denied access to the management and the auditors of CLWB. We were unable to satisfy ourselves regarding this amount through alternative means. Consequently, we were unable to determine whether any adjustments were necessary to the amounts shown in the separate statement of financial position as at December 31, 2022 for investments in associates and the related elements in the separate statement of other comprehensive income for the year then ended. The audit report as at December 31, 2021 was similarly modified.
2. We were unable to obtain sufficient appropriate audit evidence on the fair value balance of \$2.58 billion reported as investment in subsidiary for Methanol Holdings International Limited (MHIL) as of December 31, 2021. The audit report as at December 31, 2021 was modified accordingly. Consequently, we were unable to determine whether any adjustments were necessary to the fair value movement of \$323 million recognized in other comprehensive income in the separate statement of other comprehensive income for the year ended December 31, 2022. Our opinion on the current period's financial statements is also modified because of the possible effect of this matter on the comparability of the current period's figures and the corresponding figures.

Management's Responsibility for the Abridged Separate Financial Statements

Management is responsible for the preparation of the abridged separate financial statements in accordance with in accordance with the basis described in the notes to the abridged separate financial statements.

Auditors' Responsibility

Our responsibility is to express an opinion on whether the abridged separate financial statements are consistent, in all material respects with the audited separate financial statements based on our procedures, in accordance with International Standard on Auditing (ISA) 810 (Revised), "Engagements to Report on Summary Financial Statements."



Chartered Accountants
Port of Spain
Trinidad and Tobago
March 31, 2023

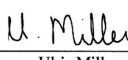
ABRIDGED SEPARATE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022
Colonial Life Insurance Company (Trinidad) Limited
Abridged Separate Statement of Financial Position
December 31, 2022
(Expressed in thousands of Trinidad and Tobago Dollars)

	Notes	2022	2021
		\$'000	\$'000
ASSETS			
Property and equipment	6	99,908	101,992
Investment properties	7	179,740	228,400
Investment in associates	8	930,505	742,003
Investment in subsidiaries	9	2,283,408	2,607,275
Investment securities	10	8,621,303	1,767,225
Deferred tax assets	31	5,466	16,462
Taxation recoverable		86,595	86,595
Loans and other receivables	12	358,195	154,372
Cash and balances with banks and short-term deposits	13	471,878	313,707
Assets held for sale	14	58,000	7,182,750
Total assets		13,094,998	13,200,781
EQUITY			
Share capital	15	14,750	14,750
Accumulated surplus		1,931,826	1,629,315
Valuation reserves	16	1,856,206	2,066,467
Total equity		3,802,782	3,710,532
LIABILITIES			
Insurance contracts	17	6,370,078	-
Investment contracts	18	1,344,467	146,939
Mutual fund obligations	19	7,012	42,661
Due to related parties	20	128,893	129,389
Loans and borrowings	21	1,032,184	1,215,502
Taxation payable		61,161	61,702
Accounts payable	22	348,421	214,891
Liabilities directly associated with assets held for sale	14	-	7,679,165
Total liabilities		9,292,216	9,490,249
Total equity and liabilities		13,094,998	13,200,781

The notes on pages 11 to 14 are an integral part of these abridged separate financial statements.

On March 22, 2023, the Board of Directors of Colonial Life Insurance Company (Trinidad) Limited authorised these abridged separate financial statements for issue.

Director 
Claire Gomez-Miller
Executive Chairman

Director 
Ulric Miller
Board Audit Committee Chair

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Colonial Life Insurance Company (Trinidad) Limited
Abridged Separate Statement of Profit or Loss
For the year ended December 31, 2022
(Expressed in thousands of Trinidad and Tobago Dollars)

	Notes	2022	Re-presented 2021
		\$'000	\$'000
Insurance premium	23	168,062	171,156
Reinsurance premium ceded	23	(5,223)	(4,724)
Net insurance premium	23	162,839	166,432
Insurance benefits and claims	24	(412,680)	(358,632)
Expenses for the acquisition of insurance and investment contracts		(2,697)	(2,803)
Change in value of insurance contracts		90,824	90,674
Underwriting expenses		(324,553)	(270,761)
Net results from insurance activities		(161,714)	(104,329)
Investment income	25	709,909	690,765
Gain on sale of investments and other assets	26	-	60,037
Loss on trading managed fund units		(19,709)	(13,532)
Administration and asset management fees		9,886	6,435
Impairment loss on financial assets		(6,793)	(16,829)
Loss on revaluation of investment properties		(1,910)	(7,800)
Other income	27	10,331	4,656
Net results from investing activities		701,714	723,732
Expenses for administration	28	(110,506)	(121,549)
Investment contract movements	29	(40,360)	(46,200)
Revaluation loss on managed fund liabilities		(34,497)	(442)
Operating expenses		(185,363)	(168,191)
Results of operating activities		354,637	451,212
Finance costs	30	(54,474)	(78,447)
Operating profit before taxation		300,163	372,765
Taxation	31	(6,563)	(5,155)
Profit for the year before performance of assets held for sale		293,600	-
Profit from assets held for sale	14	410	-
Profit for the year		294,010	367,610

*The comparative information is re-presented on account of the insurance activities being reclassified from discontinued operations. See note 6.

The notes on pages 11 to 14 are an integral part of these abridged separate financial statements.

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Colonial Life Insurance Company (Trinidad) Limited
Abridged Separate Statement of Other Comprehensive Income
For the year ended December 31, 2022
(Expressed in thousands of Trinidad and Tobago Dollars)

	Notes	2022	2021
		\$'000	\$'000
Profit for the year		294,010	367,610
Other comprehensive income			
Deferred Tax Adjustment	31	(9,462)	-
Items that will not be reclassified to profit or loss			
Equity investments at FVOCI			
- Net change in fair value	16	(149,831)	133,486
- Taxation	31	-	62
- Revaluation of properties – land and buildings	16	583	(631)
		<u>(149,248)</u>	<u>132,917</u>
Items that are or maybe reclassified subsequently to profit or loss			
Debt instruments at FVOCI:			
- Net change in fair value	16	(70,432)	30,924
Assets held for sale:			
- Net change in fair value	16	-	(72,692)
Total other comprehensive income, net of tax		(229,142)	91,149
Total comprehensive income, net of tax		64,868	458,759

The notes on pages 11 to 14 are an integral part of these abridged separate financial statements.

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Colonial Life Insurance Company (Trinidad) Limited
Abridged Separate Statement of Changes in Equity
For the year ended December 31, 2022
(Expressed in thousands of Trinidad and Tobago Dollars)

	Share Capital	Accumulated Surplus	Valuation Reserves	Total Equity
	\$'000	\$'000	\$'000	\$'000
Year ended December 31, 2022				
Balance at January 1, 2022	14,750	1,629,315	2,066,467	3,710,532
Reclassification of fair value of disposed equity investments at FVOCI to accumulated surplus	-	8,501	(8,501)	-
Profit for the year	-	294,010	-	294,010
Change in fair value of equity investments at FVOCI	-	-	(149,831)	(149,831)
Deferred Tax Adjustment	-	-	(9,462)	(9,462)
Net change in fair value of debt instruments at FVOCI	-	-	(70,432)	(70,432)
Revaluation of properties – land and buildings	-	-	583	583
Total comprehensive income	-	302,511	(237,643)	64,868
Transactions with owners of the Company				
Net movement in trustee's units held in Managed Funds	-	-	27,382	27,382
Balance at December 31, 2022	14,750	1,931,826	1,856,206	3,802,782

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ABRIDGED SEPARATE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Colonial Life Insurance Company (Trinidad) Limited

Abridged Separate Statement of Changes in Equity (continued)
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

	Share Capital \$'000	Accumulated Surplus \$'000	Valuation Reserves \$'000	Total Equity \$'000
Year ended December 31, 2021				
Balance at January 1, 2021	14,750	1,213,916	2,014,693	3,243,359
Reclassification of fair value of disposed equity investments at FVOCI to accumulated surplus	-	47,789	(47,789)	-
Profit for the year	-	367,610	-	367,610
Change in fair value of equity investments at FVOCI, net of tax	-	-	133,548	133,548
Net change in fair value of debt instruments at FVOCI	-	-	30,924	30,924
Revaluation of properties - land and buildings	-	-	(631)	(631)
Assets held for sale: - Net change in fair value	-	-	(72,692)	(72,692)
Total comprehensive income	-	415,399	43,360	458,759
Transactions with owners of the Company				
Net movement in trustee's units held in Managed Funds	-	-	8,414	8,414
Balance at December 31, 2021	14,750	1,629,315	2,066,467	3,710,532

The notes on pages 11 to 14 are an integral part of these abridged separate financial statements.

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Colonial Life Insurance Company (Trinidad) Limited

Abridged Separate Statement of Cash Flows
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

	Notes	2022 \$'000	Re-presented 2021 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating profit before taxation		300,163	372,765
Adjustments for:			
Depreciation	6	4,976	5,719
Net write offs and write backs		(1,189)	4,405
Exchange gains on translation of non-monetary assets		(6,639)	-
Loss on revaluation of investment properties	7&14	1,910	7,800
Property and equipment adjustment		(287)	-
Investment income		(675,412)	(690,323)
Impairment (gain) loss on financial assets		6,793	16,829
Change in value of insurance contracts		(90,824)	(90,674)
Investment contracts movements		40,360	46,200
Loss (gain) on trading Managed Funds units		19,709	(13,532)
Shareholders' funds transferred to Managed Funds		18,664	23,275
Interest expense on debt security issued		54,157	78,152
Fair value gain through profit or loss		(3,746)	(1,158)
Operating loss before changes in working capital		(331,365)	(240,542)
Changes in:			
- Insurance contracts		6,664	9,034
- Investment contracts		(31,972)	(4,874)
- Loans and other receivables		1,769	2,207
- Accounts payable		17,820	(875)
- Due to related parties		(496)	58,578
Taxes paid		(5,064)	(4,625)
Net cash used in operating activities		(342,644)	(181,097)
CASH FLOWS FROM FINANCING ACTIVITIES			
Interest paid	21	-	(10,515)
Repayment of debt security issued	21	(182,659)	(372,327)
Net cash used in financing activities		(182,659)	(382,842)

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Colonial Life Insurance Company (Trinidad) Limited

Abridged Separate Statement of Cash Flows (continued)
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

	Notes	2022 \$'000	Re-presented 2021 \$'000
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property and equipment	6	(2,022)	(256)
Proceeds from disposal of property and equipment		-	6
Proceeds from disposal investment property		-	8,150
Dividends received		254,356	258,989
Interest received		420,432	435,527
Sale of investment securities		103,465	11,890
Purchase of investment securities		(103,667)	(204,689)
Change in fixed deposits maturing more than 3 months		-	140,099
Net cash from investing activities		672,564	649,716
Increase in cash and cash equivalents		147,261	85,777
Increase in cash and cash equivalents - Asset held for sale		10,910	-
CASH AND CASH EQUIVALENTS AT START OF YEAR		313,707	227,930
CASH AND CASH EQUIVALENTS AT END OF YEAR		471,878	313,707
CASH AND CASH EQUIVALENTS REPRESENTED BY			
Deposits maturing less than three months	13	1,126	4,569
Cash at bank	13	470,752	309,138
		471,878	313,707

During the year, certain assets were disposed of in the amount of \$25,900 (2021: \$547,000) to extinguish debt to a related entity. This transaction did not result in an exchange of cash and is omitted from the cash flows above.

*The comparative information is re-presented on account of the insurance activities being reclassified from discontinued operations. See note 6.

The notes on pages 11 to 14 are an integral part of these abridged separate financial statements.

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Colonial Life Insurance Company (Trinidad) Limited

Abridged Separate Statement of Cash Flows (continued)
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

- General Information**

Colonial Life Insurance Company (Trinidad) Limited (the "Company" or "CLICO") was incorporated on December 15, 1936, in the Republic of Trinidad and Tobago and is registered in accordance with Section 23 of the Insurance Act 2018 with effect from January 1, 2022, to carry on long-term, group and annuity business for the purpose of operating a closed portfolio. The classes include Accident and Sickness, Disability Income, Industrial Life and Life Insurance in Trinidad and Tobago.

The Company's registered address is 29 St Vincent Street, Port of Spain.

As at December 31, 2022, the Company was 49% owned by the Government of the Republic of Trinidad and Tobago (GORTT) and 51% owned by CL Financial Limited (the "Parent") in liquidation.

The ultimate parent company is CL Financial Limited which is incorporated in Trinidad and Tobago.

The Company holds investments in subsidiaries of Methanol Holdings International Limited, Premium Security Services Limited and CL Infinity (BVI) Limited. CLICO has investment in associates of CL World Brands Limited and LJ Williams Limited.
- Basis of Preparation**

The abridged separate financial statements are prepared in accordance with the guidelines on the publication of abridged separate financial statements issued by the Central Bank of Trinidad and Tobago. The abridged separate financial statements are extracted directly from the Company's audited financial statements which are prepared in accordance with International Financial Reporting Standards (IFRS). The abridged separate statement of financial position as at December 31, 2022 and abridged separate statements of profit or loss, other comprehensive income, changes in equity and cash flows for the year then ended were exactly reproduced from the Company's audited financial statements, however all the notes necessary for a fair presentation in accordance with IFRS have not been included. The disclosures within the abridged financial statements were limited to disclosures that were deemed material and necessary to present a true and fair view of the Company's performance.

The full Audited Financial Statements (AFS) of CLICO can be accessed at each of its offices during normal business hours in accordance with Section 80(2) of the Financial Institutions Act 2008 and Section 152(2) of the Insurance Act 2018. The full AFS can also be viewed on CLICO's website.

The abridged separate financial statements have been prepared in accordance with the accounting policies set out in the respective notes of the audited financial statements consistently applied from period to period. All new and amended accounting standards and interpretation that are mandatory for the periods disclosed and which are relevant to the Company, have been adopted.

The abridged separate financial statements have been prepared on the basis that it will continue to operate as a going concern.
- Functional and Presentation Currency**

The abridged separate financial statements are presented in Trinidad and Tobago dollars which is the Company's functional and presentation currency. Except as otherwise indicated, financial information presented in Trinidad and Tobago dollars has been rounded to the nearest thousand.
- Contingent Liabilities**
 - The Company had given a guarantee to the Supervisor of Insurance Barbados agreeing to indemnify policyholders against any losses suffered as a condition of the transfer of its long-term portfolio to a fellow subsidiary incorporated in Barbados.

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ABRIDGED SEPARATE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Colonial Life Insurance Company (Trinidad) Limited

Abridged Separate Statement of Cash Flows (continued)
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

4. Contingent Liabilities (continued)

(b) There were a number of legal proceedings pending against the Company at the reporting date. A loss reserve of \$90,000 has been made (2021: \$90,000). No further provision has been made as professional advice indicates that it is unlikely that any significant loss will arise.

(c) Legal Action – CLICO Energy Limited, now Process Energy (Trinidad) Limited

In 2012 CLICO and CLF as Joint Claimants filed legal action against the purported purchaser of shares in CLICO Energy (Trinidad) Limited (CEL). 51% shareholding of CEL is held in the name of CLF, of which 17% of the shares is held in Trust by CLF for CLICO. The legal action sought to set aside the Purchase and Sale Agreement (PSA) that resulted in the sale of the CEL / (PETL) shares by CLF to the Purchaser and to restore the shareholdings to the status quo before the sale in 2009.

The Court delivered its judgement in September 2021. The Court declared the PSA between CLF and the Purchaser to be void. The matter is under appeal.

The Court ordered inter alia that:

- The Purchaser immediately restore or cause the restoration to CLF of the said 51% of the PETL shares.
- The Purchaser provide an account of all dividends and/or distributions made by PETL in connection with the said PETL shares which are the subject of the proceedings from the date of acquisition of the same to the date of restoration of the said shares.
- The Claimants repay to the Purchaser the proceeds of the purported sale in the purchase price with interest by December 2021.
- The Purchaser and PETL have since appealed the Court's decision and have applied for a Stay of the Court's Order pending the determination of the Appeal.

5. Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

Transactions entered into with related parties in the normal course of business were carried out on commercial terms and conditions at market rates.

At December 31, 2008, the Company was a wholly owned subsidiary of CL Financial Limited (the Parent) in liquidation, which is also incorporated in the Republic of Trinidad and Tobago. Effective February 13, 2009, CBTT assumed control of the Company pursuant to the exercise of its emergency powers under Section 44(d) of the Central Bank Act.

Effective December 1, 2022, CBTT relinquished control of CLICO under Section 44G of the Central Bank Act.

The significant related party balances at the year end, and the related income and expenses for the year are as follows:

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Colonial Life Insurance Company (Trinidad) Limited

Abridged Separate Statement of Cash Flows (continued)
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

5. Related Party Transactions (continued)

Abridged separate statement of financial position

Financial assets at fair value through other comprehensive income with related parties:

	2022 S'000	2021 S'000
Assets		
Fellow subsidiary companies		
Investment in associates	905,857	722,553
Associated companies		
Investment in associates	24,648	19,450
Subsidiary companies		
Investment in subsidiaries	2,283,408	2,607,275
Government		
Assets held for sale (Note 14)	-	6,933,815
Investment securities	8,250,376	1,381,150
Total related party assets	11,464,289	11,664,243
Liabilities		
Government		
Debt securities issued	1,029,357	1,212,016
Lease liabilities	2,827	3,486
Accounts payable	42,926	14,669
Fellow subsidiary companies		
Due to related parties	128,893	129,389
Other related parties		
Mutual fund obligation	187,012	222,661
Total related party liabilities	1,391,015	1,582,221
Net assets with related parties	10,073,274	10,082,022

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Colonial Life Insurance Company (Trinidad) Limited

Abridged Separate Statement of Cash Flows (continued)
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

5. Related Party Transactions (continued)

Abridged separate statement of profit or loss and other comprehensive income

	2022 S'000	2021 S'000
Income		
Fellow subsidiary companies		
Premiums	3,458	3171
Investment income – dividends received	246,357	241,517
Government		
Investment income – bonds	408,017	404,528
Associated companies		
Investment income – dividends received	843	738
Total income from related parties	658,675	649,954
Expenses		
Government		
Interest on preference share - GORTT	54,157	78,152
Fellow subsidiary companies		
Insurance benefits	3,054	2,650
Medical services	34	36
Other	3,190	2,829
Associated companies		
Advertising expense	11	11
Total expenses with related parties	60,446	83,678
Net profit from related parties	598,229	566,276
Key management compensation		
Salaries and other short-term benefit	2,881	2,598
Impact on abridged separate statement of comprehensive income	595,348	563,678

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Colonial Life Insurance Company (Trinidad) Limited

Abridged Separate Statement of Cash Flows (continued)
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

6. Assets Held for sale

CLICO's comparative information is re-presented on account of the insurance activities being reclassified from discontinued operations. In accordance with IFRS 5, Non-Current Assets Held for Sale and Discontinued Operations, the following conditions must be met, inter alia, for an asset (or disposal group) to be classified as held for sale:

- Management is committed to a plan to sell;
- The asset is available for immediate sale;
- The sale is highly probable, within 12 months of classification as assets held for sale; and
- Actions required to complete the plan indicate that it is unlikely that the plan will be significantly changed or withdrawn

With respect to the assets that relate to the SPA signed with SAGICOR, the Privy Council's dismissal of the Central Bank's appeal to the granting of Leave for the Judicial Review and the fact that the hearing of the substantive case has not yet commenced at the classification date, will very significantly impact the timeframe as well as increased uncertainty with regard to the execution of the SPA. Management is therefore of the view that there is a very high probability that the conditions at c) and d) above will not be met for the appropriate application of assets held for sale.

Therefore, as at December 31, 2022 the assets and liabilities that relate to the SPA signed with SAGICOR are no longer classified as assets held for sale and liabilities directly associated with assets held for sale.

Investment properties indicated above includes sales agreements for the sale of five investment properties.

7. Subsequent Events

The Company evaluated all events that occurred from January 1, 2023, through March 31, 2023, the date the abridged separate financial statements were available to be issued. To ensure compliance with regulatory requirements CLICO has embarked on the process to sell the portion of its MHIL shares outside regulations.

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**COLONIAL LIFE INSURANCE COMPANY
(TRINIDAD) LIMITED**

Abridged Consolidated Financial Statements

For the year ended December 31, 2022

(Expressed in thousands Trinidad and Tobago Dollars)



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Independent Auditors' Report on the Abridged Consolidated Financial Statements

To the Shareholders of Colonial Life Insurance Company (Trinidad) Limited

Disclaimer of Opinion

The abridged consolidated financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2022, the summary consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and related notes, are derived from the consolidated financial statements of Colonial Life Insurance Company (Trinidad) Limited ("the Company") for the year ended December 31, 2022.

We issued a disclaimer of opinion on the consolidated financial statements on March 31, 2023, and accordingly we are unable to express an opinion on the accompanying abridged consolidated financial statements.

Abridged Consolidated Financial Statements

As the abridged consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards, reading the abridged consolidated financial statements and our report thereon is not a substitute for reading the consolidated financial statements; and our report thereon.

The abridged consolidated financial statements and the consolidated financial statements do not reflect the effects of events that occurred subsequent to that date of our report on the consolidated financial statements.



The Consolidated Financial Statements and Our Report Thereon

In our report dated March 31, 2023, we expressed a disclaimer of opinion on the consolidated financial statements of Colonial Life Insurance Company (Trinidad) Limited for the year ended December 31, 2022. The bases for our disclaimer of opinion were as follows:

1. We were unable to obtain sufficient appropriate audit evidence over the balances and transactions of the material subsidiary (Methanol Holdings International Limited (MHIL)) that are included in these consolidated financial statements as at and for the year ended December 31, 2022 as we were denied access to the necessary audit working papers and group reporting from the subsidiary in order to allow us to complete the required audit procedures. Consequently, we were unable to determine whether any adjustments might have been necessary in respect of the consolidated statements of financial position, other comprehensive income, changes in equity and cash flows as at and for the year then ended. The audit report on the consolidated financial statements as at and for the year ended 31 December 2021 was similarly modified.

2. The Group's investment in CL World Brands limited (CLWB) is carried at \$485 million (2021: \$444 million) representing 3.67% (2021: 3.30%) of total assets. We were unable to obtain sufficient appropriate audit evidence on the financial information provided because we were denied access to the management and the auditors of CLWB. We were unable to satisfy ourselves regarding the amounts recorded through alternative means. Consequently, we were unable to determine whether any adjustments were necessary to the amounts shown in the consolidated statement of financial position as at December 31, 2022 for investments in associates and the related elements in the consolidated statements of income, other comprehensive income and cash flows for the year then ended. In addition, we were unable to determine if any adjustments were necessary to the related restatement as disclosed in note 7 to the abridged consolidated financial statements.

Management's Responsibility for the Abridged Consolidated Financial Statements

Management is responsible for the preparation of the abridged consolidated financial statements in accordance with the basis described in the notes to the abridged consolidated financial statements.

Auditors' Responsibility

Our responsibility is to conduct our audit of the Company's abridged separate financial statements based on our procedures, in accordance with International Standard on Auditing (ISA) 810 (Revised), "Engagements to Report on Summary Financial Statements."



Chartered Accountants
Port of Spain
Trinidad and Tobago
March 31, 2023

ABRIDGED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

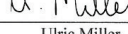
Colonial Life Insurance Company (Trinidad) Limited
Abridged Consolidated Statement of Financial Position
December 31, 2022
(Expressed in thousands of Trinidad and Tobago Dollars)

	Notes	2022	Restated 2021	Restated January 1, 2021
		\$000	\$000	\$000
ASSETS				
Property, plant and equipment	6	1,673,235	1,560,791	1,646,201
Intangible asset	7	7,585	9,150	906
Investment properties	8	179,740	228,400	353,900
Investment in associates	9	510,735	496,389	491,417
Investment securities	10	8,621,938	1,767,680	1,951,370
Deferred tax assets	38	5,466	16,462	17,314
Taxation recoverable		86,595	86,595	86,595
Loans, leases and other receivables	12	909,520	869,188	750,458
Inventories	13	285,891	342,500	301,608
Cash and balances with banks and short-term deposits	14	894,315	892,898	706,289
Assets held for sale	15	58,000	7,182,750	7,306,800
Total assets		13,233,020	13,452,803	13,612,858
EQUITY				
Share capital	16	14,750	14,750	14,750
Accumulated surplus		2,015,627	1,749,400	1,255,415
Valuation reserves	17	(295,270)	(228,127)	(208,229)
Equity and reserves attributable to owners		1,735,107	1,536,023	1,061,936
Non-controlling interest	18	1,131,614	1,215,957	1,077,226
Total equity		2,866,721	2,751,980	2,139,162
LIABILITIES				
Insurance contracts	19	6,370,078	-	-
Investment contracts	20	1,344,467	146,939	145,043
Provision for site restoration	25	351,890	336,157	320,086
End of service benefits	24	22,119	19,726	18,052
Deferred tax liabilities	36	97,778,101,708	102,458	
Due to related parties	23	128,893	129,389	70,811
Loans and borrowings	22	1,271,169	1,578,081	2,538,754
Mutual fund obligations	21	7,012	42,661	41,857
Taxation payable		177,316	233,322	85,547
Accounts payable	26	595,577	433,675	424,535
Liabilities directly associated with assets held for sale	15	-	7,679,165	7,726,553
Total liabilities		10,366,299	10,700,823	11,473,696
Total equity and liabilities		13,233,020	13,452,803	13,612,858

The notes on pages 11 to 17 are an integral part of these abridged consolidated financial statements.

On March 22, 2023, the Board of Directors of Colonial Life Insurance Company (Trinidad) Limited authorised these abridged consolidated financial statements for issue.

Director 
Claire Gomez-Miller
Executive Chairman

Director 
Ulric Miller
Board Audit Committee Chair

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Colonial Life Insurance Company (Trinidad) Limited
Abridged Consolidated Statement of Profit or Loss
For the year ended December 31, 2022
(Expressed in thousands of Trinidad and Tobago Dollars)

	Notes	2022	Restated 2021*
		\$'000	\$'000
Insurance premium		168,062	171,156
Reinsurance premium ceded		(5,223)	(4,724)
Net insurance premium	27	162,839	166,432
Insurance benefits and claims	28	(412,680)	(358,632)
Expenses for the acquisition of insurance and investment contracts		(2,697)	(2,803)
Change in value of insurance contracts		90,824	90,674
Underwriting expenses		(324,553)	(270,761)
Net results from insurance activities		(161,714)	(104,329)
Gross sales of energy products	39	2,542,774	2,843,746
Cost of sales of energy products	29	(1,202,317)	(1,201,683)
Gross profit from energy operations		1,340,457	1,642,063
Investment income	30	463,552	449,249
Gain on sale of investments and other assets	31	-	60,037
Loss on trading managed fund units		(19,709)	(13,532)
Administration and asset management fees		9,886	6,435
Impairment gain (loss) on financial assets		(6,793)	(40,098)
Loss on revaluation of investment properties	8	(1,910)	(7,800)
Other income	32	28,250	28,961
Net results from investing activities		473,276	483,252
Expenses for administration	33	(743,391)	(636,074)
Investment contract movements	34	(40,360)	(46,200)
Revaluation loss on managed fund liabilities		(34,497)	(442)
Operating expenses		(818,248)	(682,716)
Results of operating activities before net financial costs		833,771	1,338,270
Finance costs	35	(73,640)	(118,818)
Finance income	35	5,656	19,800
		(67,984)	(99,018)
Operating profit		765,787	1,239,252
Share of after tax profits of associated companies		14,109	3,345
Operating profit before taxation		779,896	1,242,597
Taxation	36	(112,400)	(176,003)
Profit for the year before performance of assets held for sale		667,496	1,066,594
Profit from asset held for sale		410	-
Profit for the year		667,906	1,066,594

*The comparative information is re-presented on account of the insurance activities being reclassified from discontinued operations See note 6. See Note 7 regarding restatement.

The notes on pages 11 to 17 are an integral part of these abridged consolidated financial statements.

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Colonial Life Insurance Company (Trinidad) Limited
Abridged Consolidated Statement of Other Comprehensive Income
For the year ended December 31, 2022
(Expressed in thousands of Trinidad and Tobago Dollars)

	Notes	2022	Restated 2021
		\$'000	\$'000
Profit for the year		667,906	1,066,594
Other comprehensive income			
Deferred tax adjustment	31	(9,462)	-
Items that will not be reclassified to profit or loss			
Equity investments at FVOCI			
- Net change in fair value	17	(6,713)	61,772
- Taxation		-	62
- Revaluation of property - land and buildings	17	583	(631)
		(6,130)	61,203
Items that are or maybe reclassified to profit or loss			
Debt instruments at FVOCI:			
- Net change in fair value	17	(70,432)	30,924
Equity accounted investees - share of OCI	9	237	1,627
Assets held for sale:			
- Net change in fair value	17	-	(72,692)
Total other comprehensive income, net of tax		(85,787)	21,062
Total comprehensive income, net of tax		582,119	1,087,656
Profit attributable to:			
Owners of the Company		265,246	450,124
Non-controlling interest		402,660	616,470
		667,906	1,066,594
Total Comprehensive Income attributable to:			
Owners of the Company		179,459	471,186
Non-controlling interest		402,660	616,470
		582,119	1,087,656

See Note 7 regarding restatement.

The notes on pages 11 to 17 are an integral part of these abridged consolidated financial statements.

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ABRIDGED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022
Colonial Life Insurance Company (Trinidad) Limited
Abridged Consolidated Statement of Changes in Equity
For the year ended December 31, 2022
(Expressed in thousands of Trinidad and Tobago Dollars)

	Share Capital \$'000	Accumulated Surplus \$'000	Valuation Reserves \$'000	Total \$'000	Non Controlling Interest \$'000	Total \$'000
Year ended December 31, 2022						
Restated balance at January 1, 2022	14,750	1,749,400	(228,127)	1,536,023	1,215,957	2,751,980
Profit for the year	-	265,246	-	265,246	402,660	667,906
Other comprehensive income	-	237	(86,024)	(85,787)	-	(85,787)
Reclassification of gain on disposal of equity instruments at FVOCI to accumulated surplus	-	8,501	(8,501)	-	-	-
Dividends paid	-	-	-	-	(487,787)	(487,787)
Translation differences	-	(7,757)	-	(7,757)	784	(6,973)
Total comprehensive income	-	266,227	(94,525)	171,702	(84,343)	87,359
Transactions with owners of the Group						
Net movement in trustee's units held in Managed Funds	-	-	27,382	27,382	-	27,382
Balance at December 31, 2022	14,750	2,015,627	(295,270)	1,735,107	1,131,614	2,866,721

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Colonial Life Insurance Company (Trinidad) Limited
Abridged Consolidated Statement of Changes in Equity (continued)
For the year ended December 31, 2022
(Expressed in thousands of Trinidad and Tobago Dollars)

	Share Capital \$'000	Accumulated Surplus \$'000	Valuation Reserves \$'000	Total \$'000	Non Controlling Interest \$'000	Total \$'000
Year ended December 31, 2021						
Balance at January 1, 2021	14,750	1,242,077	(16,019)	1,240,808	1,077,226	2,318,034
Impact of correction of errors	-	13,338	(192,210)	(178,872)	-	(178,872)
Restated balance at January 1, 2021	14,750	1,255,415	(208,229)	1,061,936	1,077,226	2,139,162
Profit for the year	-	450,124	-	450,124	616,470	1,066,594
Other comprehensive income	-	1,627	19,435	21,062	-	21,062
Reclassification of gain on disposal of equity instruments at FVOCI to accumulated surplus	-	47,789	(47,789)	-	-	-
Dividends paid	-	-	-	-	(482,747)	(482,747)
Translation differences	-	(5,555)	42	(5,513)	5008	(505)
Total comprehensive income	-	493,985	(28,312)	465,573	138,731	604,404
Transactions with owners of the Group						
Net movement in trustee's units held in Managed Funds	-	-	8,414	8,414	-	8,414
Restated balance at December 31, 2021	14,750	1,749,400	(228,127)	1,536,023	1,215,957	2,751,980

The notes on pages 11 to 17 are an integral part of these abridged consolidated financial statements.

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ABRIDGED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Colonial Life Insurance Company (Trinidad) Limited
Abridged Consolidated Statement of Cash Flows
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

Notes	Re-presented	
	2022	2021
	\$'000	\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating profit (loss) before taxation	779,896	1,242,597
Adjustments for:		
End of service costs	2,454	1,981
Depreciation and amortisation	6,7 186,450	145,521
Net write offs and write backs	(1,189)	4,405
Loss on revaluation of investment properties	1,910	7,800
Property, plant and equipment adjustment	(287)	-
Investment income	(429,055)	(448,807)
Loss on disposal of property, plant and equipment	3,617	-
Share of after tax profits of associated companies	9 (14,109)	(3,345)
Impairment loss on financial assets	6,793	40,098
Change in value of insurance contracts	(90,824)	(90,674)
Investment contracts movements	40,360	46,200
Loss (gain) on trading Managed Fund units	19,709	(13,532)
Shareholders' funds transferred to Managed Funds	18,664	23,275
Interest expense loans and borrowings	67,666	98,724
Fair value gain through profit or loss	(3,746)	(1,158)
Operating profit before changes in working capital	588,309	1,053,085
Changes in:		
- Insurance contracts	6,664	9,034
- Investment contracts	(31,972)	(4,874)
- Loans, leasehold and other receivables	92,722	(195,826)
- Accounts payable	46,110	(2,557)
- Inventories	55,543	(40,832)
- Due to related parties	(496)	58,578
Taxes paid	(176,368)	(25,238)
Net cash from operating activities	580,512	851,370
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowings	22 -	3,253
Dividends paid	22 (487,787)	(482,747)
Interest paid	22 (4,436)	(15,607)
Repayment of lease liabilities	22 (96,214)	(78,648)
Repayment of loans and borrowings	22 (221,887)	(411,623)
Net cash used in financing activities	(810,324)	(985,372)

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Colonial Life Insurance Company (Trinidad) Limited
Notes to the Abridged Consolidated Financial Statements
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

1. General Information

Colonial Life Insurance Company (Trinidad) Limited ("CLICO") was incorporated on December 15, 1936, in the Republic of Trinidad and Tobago and is registered in accordance with Section 23 of the Insurance Act 2018 with effect from January 1, 2022, to carry on long-term, group and annuity business for the purpose of operating a closed portfolio. The classes include Accident and Sickness, Disability Income, Industrial Life and Life Insurance in Trinidad and Tobago.

The Company's registered address is 29 St Vincent Street, Port of Spain.

CLICO's principal operating subsidiary, Methanol Holdings International Limited (MHIL) was incorporated on July 7, 2004, in the Federation of St. Kitts and Nevis. It is a private exempt company, limited by shares. Its registered office is located at Law Office of Gonsalves & Hamel-Smith, Suite 26A, The Sands, George Street, Basseterre, St. Kitts. Its principal activity is that of an investment holding company. MHIL has one subsidiary, Oman Methanol Company LLC (OMC) which is registered in the Sultanate of Oman and is primarily engaged in the manufacturing and marketing of methanol. It started its commercial operations on September 1, 2007. MHIL held a 50% shareholding in OMC until 12 August 2008 and 60% thereafter. Collectively, CLICO and its subsidiary are referred to as the Group.

As at December 31, 2022, CLICO was 49% owned by the Government of the Republic of Trinidad and Tobago (GORTT) and 51% owned by CL Financial Limited in liquidation (the "Parent").

The ultimate parent company is CL Financial Limited which is incorporated in Trinidad and Tobago.

2. Basis of Preparation

The abridged consolidated financial statements are prepared in accordance with the guidelines on the publication of abridged consolidated financial statements issued by the Central Bank of Trinidad and Tobago. The abridged consolidated financial statements are extracted directly from the Group's audited financial statements which are prepared in accordance with International Financial Reporting Standards (IFRS). The abridged consolidated statements of financial position as at December 31, 2022 and abridged consolidated statement of profit or loss, other comprehensive income, changes in equity and cash flows for the year then ended were exactly reproduced from the Group's audited financial statements, however, all the notes necessary for a fair presentation in accordance with IFRS have not been included. The disclosures within the abridged consolidated financial statements were limited to disclosures that were deemed material and necessary to present a true and fair view of the Group's performance.

The full Audited Financial Statements (AFS) of CLICO can be accessed at each of its offices during normal business hours in accordance with Section 80 (2) of the Financial Institutions Act 2008 and Section 152 (2) of the Insurance Act 2018. The full AFS can also be viewed on CLICO's website.

The abridged consolidated financial statements have been prepared in accordance with the accounting policies set out in the respective notes of the audited financial statements consistently applied from period to period. All new and amended accounting standards and interpretation that are mandatory for the periods disclosed and which are relevant to the Group, have been adopted.

The abridged consolidated financial statements have been prepared on the basis that it will continue to operate as a going concern.

3. Functional and Presentation Currency

The abridged consolidated financial statements are presented in Trinidad and Tobago dollars which is the Group's functional and presentation currency. Except as otherwise indicated, financial information presented in Trinidad and Tobago dollars has been rounded to the nearest thousand.

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Colonial Life Insurance Company (Trinidad) Limited
Abridged Consolidated Statement of Cash Flows (continued)
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

Notes	Re-presented	
	2022	2021
	\$'000	\$'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangibles	6,7 (304,139)	(19,426)
Proceeds from disposal of property and equipment	-	6
Proceeds from disposal of investment property	-	8,150
Dividends received	7,998	17,472
Interest received	428,099	435,944
Transfer to debt service reserve current account	55,502	(96,201)
Sale of investment securities	103,465	11,890
Purchase of investment securities	(103,849)	(205,144)
Redemption escrow	-	-
Proceeds from lease receivables	90,983	71,602
Change in fixed deposits maturing more than 3 months	-	140,099
Net cash from investing activities	278,059	364,392
Increase in cash and cash equivalents		
Increase in cash and cash equivalents		
- Assets held for sale	15 10,910	-
Net increase in cash and cash equivalents	59,157	230,390
Effect of exchange rate changes on cash and cash equivalents	(1,665)	50
CASH AND CASH EQUIVALENTS AT START OF YEAR		
	708,735	478,295
CASH AND CASH EQUIVALENTS AT END OF YEAR		
	766,227	708,735
CASH AND CASH EQUIVALENTS REPRESENTED BY		
Deposits maturing less than three months	14 1,303	4,569
Cash at bank	14 764,924	704,166
	766,227	708,735

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During the year, certain assets were disposed of in the amount of \$25,900 (2021: \$547,000) to extinguish debt to a related entity. This transaction did not result in an exchange of cash and is omitted from the cash flows above.

*The comparative information is re-presented on account of the insurance activities being reclassified from discontinued operations. See Note 6.

The notes on pages 11 to 17 are an integral part of these abridged consolidated financial statements.

Colonial Life Insurance Company (Trinidad) Limited
Notes to the Abridged Consolidated Financial Statements
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

4. Contingent Liabilities

- The Group had given a guarantee to the Supervisor of Insurance Barbados agreeing to indemnify policyholders against any losses suffered as a condition of the transfer of its long-term portfolio to a fellow subsidiary incorporated in Barbados.
- There were a number of legal proceedings pending against the Group at the reporting date. A loss reserve of \$90,000 has been made (2021: \$90,000). No further provision has been made as professional advice indicates that it is unlikely that any significant loss will arise.
- The subsidiary, Oman Methanol Company LLC, was exempt from income tax for a period of five years from the date of commencement of commercial operations, in accordance with the exemption notification received from the Ministry of National Economy dated November 11, 2004. As per the letter dated December 1, 2013, received from Secretariat General For Taxation (SGT), the net income of the Subsidiary from its main activity shall be exempted from income tax under Income Tax law from September 1, 2007 to August 31, 2012. Management believes that the date of commencement of commercial operations of the subsidiary was December 7, 2007 and hence the subsidiary's income was exempt from income tax from December 7, 2007 to December 6, 2012. The subsidiary's management has filed an appeal to the Primary Court in this regard and the Primary Court gave its verdict in favor of OMC but the Secretariat General for Taxation (SGT) has filed an appeal to the Supreme Court and the matter is now pending for hearing before Supreme Court.

(d) Legal Action – CLICO Energy Limited, now Process Energy (Trinidad) Limited

In 2012 CLICO and CLF as Joint Claimants filed legal action against the purported purchaser of shares in CLICO Energy (Trinidad) Limited (CEL). 51% shareholding of CEL is held in the name of CLF, of which 17% of the shares is held in Trust by CLF for CLICO. The legal action sought to set aside the Purchase and Sale Agreement (PSA) that resulted in the sale of the CEL / (PETL) shares by CLF to the Purchaser and to restore the shareholdings to the status quo before the sale in 2009.

The Court delivered its judgement in September 2021. The Court declared the PSA between CLF and the Purchaser to be void.

The Court ordered inter alia that:

- The Purchaser immediately restore or cause the restoration to CLF of the said 51% of the PETL shares.
 - The Purchaser provide an account of all dividends and/or distributions made by PETL in connection with the said PETL shares which are the subject of the proceedings from the date of acquisition of the same to the date of restoration of the said shares.
 - The Claimants repay to the Purchaser the proceeds of the purported sale in the purchase price with interest by December 2021.
 - The Purchaser and PETL have since appealed the Court's decision and have applied for a Stay of the Court's Order pending the determination of the Appeal.
- (e) The value of outstanding purchase commitments of the subsidiary, Oman Methanol Company LLC as at 31 December 2022 amounts equivalent to \$41,524 (31 December 2021: \$ 38,509).

Colonial Life Insurance Company (Trinidad) Limited
Notes to the Abridged Consolidated Financial Statements
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

5. Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

Transactions entered into with related parties in the normal course of business were carried out on commercial terms and conditions at market rates.

At December 31, 2008, CLICO was a wholly owned subsidiary of CL Financial Limited (the Parent), which is also incorporated in the Republic of Trinidad and Tobago. Effective February 13, 2009, CBTT assumed control of the Company pursuant to the exercise of its emergency powers under Section 44(d) of the Central Bank Act.

Effective December 1, 2022, CBTT relinquished control of CLICO under Section 44G of the Central Bank Act.

The significant related party balances at the year end, and the related income and expenses for the year are as follows:

	<u>2022</u>	<u>2021</u>
	\$'000	\$'000
<u>Assets</u>		
<i>Fellow subsidiary companies</i>		
Investment in associates	485,243	471,674
Loans and other receivables –accrued investment income	326,677	431,400
<i>Associated companies</i>		
Investment in associates	25,493	24,715
<i>Government</i>		
Assets held for sale	-	6,933,815
Investment securities	8,250,376	1,381,150
<i>Other Related Party</i>		
Purchase of property, plant and equipment	18,970	1,339
Total related party assets	<u>9,106,759</u>	<u>9,244,093</u>
<u>Liabilities</u>		
<i>Government</i>		
Debt securities issued	1,029,357	1,212,016
Lease liabilities	2,827	3,486
Accounts payable	43,800	15,034
<i>Fellow subsidiary companies</i>		
Due to related parties	128,893	129,389
<i>Other related parties</i>		
Mutual fund obligation	187,012	222,661
Total related party liabilities	<u>1,391,889</u>	<u>1,582,586</u>
Net assets with related parties	<u>7,714,870</u>	<u>7,661,507</u>

Colonial Life Insurance Company (Trinidad) Limited
Notes to the Abridged Consolidated Financial Statements
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

	<u>2022</u>	<u>2021</u>
	\$'000	\$'000
5. Related Party Transactions (continued)		
Abridged consolidated statement of profit or loss and other comprehensive income		
<u>Income</u>		
<i>Fellow subsidiary companies</i>		
Premiums	3,458	3,171
Revenue from contracts with customers	2,348,539	2,658,758
<i>Government</i>		
Investment income – bonds	408,017	404,528
<i>Associated companies</i>		
Investment income – dividends received	<u>843</u>	<u>738</u>
Total income from related parties	<u>2,760,857</u>	<u>3,067,195</u>
<u>Expenses</u>		
<i>Government</i>		
Interest on preference share - GORTT	54,157	78,152
<i>Fellow subsidiary companies</i>		
Insurance benefits	3,054	2,650
Medical services	34	36
Marketing fee	94,926	113,725
Other	55,827	131,668
<i>Associated companies</i>		
Advertising expense	<u>11</u>	<u>11</u>
Total expenses with related parties	<u>208,009</u>	<u>326,242</u>
Net profit from related parties	<u>2,552,848</u>	<u>2,740,953</u>
Key management compensation		
Salaries and other short-term benefit	<u>22,715</u>	<u>20,451</u>
Termination benefits	<u>1,092</u>	<u>879</u>
Impact on abridged consolidated statement of comprehensive income	<u>2,529,041</u>	<u>2,719,623</u>

ABRIDGED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Colonial Life Insurance Company (Trinidad) Limited
Notes to the Abridged Consolidated Financial Statements
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

6. Assets Held For Sale

CLICO's comparative information is restated on account of the insurance activities being reclassified from discontinued operations
In accordance with IFRS 5, Non-Current Assets Held for Sale and Discontinued Operations, the following conditions must be met, inter alia, for an asset (or disposal group) to be classified as held for sale:

- (a) Management is committed to a plan to sell;
- (b) The asset is available for immediate sale;
- (c) The sale is highly probable, within 12 months of classification as assets held for sale; and
- (d) Actions required to complete the plan indicate that it is unlikely that the plan will be significantly changed or withdrawn

With respect to the assets that relate to the SPA signed with SAGICOR, the Privy Council's dismissal of the Central Bank's appeal to the granting of Leave for the Judicial Review and the fact that the hearing of the substantive case has not yet commenced at the classification date, will very significantly impact the timeframe as well as increased uncertainty with regard to the execution of the SPA. Management is therefore of the view that there is a very high probability that the conditions at c) and d) above will not be met for the appropriate application of assets held for sale.

Therefore, as at December 31, 2022 the assets and liabilities that relate to the SPA signed with SAGICOR are no longer classified as assets held for sale and liabilities directly associated with assets held for sale.

Investment properties indicated above includes sales agreements for the sale of five investment properties.

7. Correction of Errors

During 2022, the Group discovered that the Group's investments in associates were erroneously measured at fair value. 'Fair value' is the price that would be received from the sale of an asset in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Group has access at that date.

Under IFRS Interests in associates are accounted for using the equity method. They are initially recognised at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the profit or loss and OCI of equity-accounted investees, until the date on which significant influence or joint control ceases.

The Group has elected to correct this error by restating the comparatives for prior periods to reflect the application of these amendments. The statement of financial position was amended to demonstrate the impact of the retrospective application.

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Colonial Life Insurance Company (Trinidad) Limited
Notes to the Abridged Consolidated Financial Statements
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

7. Correction of Errors (continued)

	Previously Report \$	Adjustment \$	As restated \$
Consolidated Statement of Financial Position			
January 1, 2021			
Investment in associates	670,289	(178,872)	491,417
Others	13,121,441	-	13,121,441
Total assets	13,791,730	(178,872)	13,612,858
Valuation reserves	16,019	192,210	208,229
Share capital	(14,750)	-	(14,750)
Accumulated surplus	(1,242,077)	(13,338)	(1,255,415)
Equity and reserves attributable to owners	(1,240,808)	178,872	(1,061,936)
Non-controlling interest	(1,077,226)	-	(1,077,226)
Total equity	(2,318,034)	178,872	(2,139,162)
Total liabilities	(11,473,696)	-	(11,473,696)
Total equity and liabilities	(13,791,730)	178,872	13,612,858
December 31, 2021			
Investment in associates	742,003	(245,614)	496,389
Others	12,956,414	-	12,956,414
Total assets	13,698,417	(245,614)	13,452,803
Share capital	(14,750)	-	(14,750)
Valuation reserves	(35,797)	263,924	228,127
Accumulated surplus	(1,731,090)	(18,310)	(1,749,400)
Equity and reserves attributable to owners	(1,781,637)	245,614	(1,536,023)
Non-controlling interest	(1,215,957)	-	(1,215,957)
Total equity	(2,997,594)	245,614	(2,751,980)
Total liabilities	(10,700,823)	-	(10,700,823)
Total equity and liabilities	(13,698,417)	245,614	(13,452,803)
Consolidated Statement of Profit or Loss			
December 31, 2021			
Share of profit of equity-accounted investees, net of tax	-	3,345	3,345
Profit for the year	1,063,249	3,345	1,066,594
Consolidated Statement of Other Comprehensive Income			
Profit for the year	1,063,249	3,345	1,066,594
Equity-accounted investees – share of OCI	-	1,627	1,627
Others, net of tax	91,149	-	91,149
Total comprehensive income, net of tax	1,154,398	4,972	1,159,370

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Colonial Life Insurance Company (Trinidad) Limited
Notes to the Abridged Consolidated Financial Statements
For the year ended December 31, 2022

(Expressed in thousands of Trinidad and Tobago Dollars)

8. Subsequent Events

The Group evaluated all events that occurred from January 1, 2023, through March 31, 2023, the date the abridged consolidated financial statements were available to be issued. To ensure compliance with regulatory requirements CLICO has embarked on the process to sell the portion of its MHIL shares outside regulations.

