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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Rocksound Insurance Ltd.

We have audited the accompanying condensed financial statements of Rocksound Insurance Ltd. (the "Company"), which comprise the condensed balance sheets and condensed statements of capital and surplus as of December 31, 2020 and 2019, and the related condensed statements of income for the years then ended, and the related notes to the condensed financial statements.

Management's responsibility for the condensed financial statements

Management is responsible for the preparation and fair presentation of the condensed financial statements in accordance with 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 control relevant to the preparation and fair presentation of condensed financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the condensed financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the 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 our 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 U.S. generally accepted accounting principles

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

The effects on the condensed financial statements of the variances between the regulatory basis of accounting described in Note 3 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.



Adverse opinion on U.S. generally accepted accounting principles

In our opinion, because of the significance of the matter discussed in the "Basis for adverse opinion on U.S. generally accepted accounting principles" paragraph, the condensed financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Company as of December 31, 2020 and 2019, or the results of its operations or its cash flows for the years then ended.

Opinion on regulatory basis of accounting

In our opinion, the condensed financial statements referred to above present fairly, in all material respects, the financial position of Rocksound Insurance Ltd. as of December 31, 2020 and 2019, and the results of its operations for the years then ended in accordance with the financial reporting provisions of the Legislation described in Note 3.

KPMG Audit Limited

Chartered Professional Accountants
Hamilton, Bermuda
April 29, 2021

CONDENSED CONSOLIDATED BALANCE SHEET

Rocksound Insurance Ltd

As at December 31, 2020

Euro

LINE No.		2020	2019
1.	CASH AND CASH EQUIVALENTS	826,757	1,214,682
2.	QUOTED INVESTMENTS:		
(a)	Bonds and Debentures		
	i. Held to maturity	3,319,015	3,491,496
	ii. Other		
(b)	Total Bonds and Debentures	3,319,015	3,491,496
(c)	Equities		
	i. Common stocks		
	ii. Preferred stocks		
	iii. Mutual funds		
(d)	Total equities	-	-
(e)	Other quoted investments		
(f)	Total quoted investments	3,319,015	3,491,496
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		
(h)	Total investments in and advances to affiliates	-	-
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		
(b)	Deferred - not yet due		
(c)	Receivables from retrocessional contracts		
(d)	Total accounts and premiums receivable	-	-
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		

CONDENSED CONSOLIDATED BALANCE SHEET

Rocksound Insurance Ltd

As at **December 31, 2020**

Euro

LINE No.		2020	2019
13.	SUNDRY ASSETS:		
(a)	Derivative instruments		
(b)	Segregated accounts companies - long-term business - variable annuities		
(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)	Prepaid Asset	20,498	14,177
(i)	Other Sundry Assets (Specify)		
(j)	Other Sundry Assets (Specify)		
(k)	Total sundry assets	20,498	14,177
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	4,166,270	4,720,355
	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	1,607,400	857,235
(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	1,607,400	857,235
18.	OTHER GENERAL BUSINESS INSURANCE RESERVES		
19.	TOTAL GENERAL BUSINESS INSURANCE RESERVES	1,607,400	857,235
	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	-	-

CONDENSED CONSOLIDATED BALANCE SHEET

Rocksound Insurance Ltd

As at **December 31, 2020**

Euro

LINE No.		2020	2019
(d)	Total Net Long-Term Business Insurance Reserves	-	-
	OTHER LIABILITIES		
28.	INSURANCE AND REINSURANCE BALANCES PAYABLE	118,080	46,000
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	28,290	31,884
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	-	-

CONDENSED CONSOLIDATED BALANCE SHEET

Rocksound Insurance Ltd

As at December 31, 2020

Euro

LINE No.		2020	2019
38.	TOTAL OTHER LIABILITIES	146,370	77,884
39.	TOTAL INSURANCE RESERVES AND OTHER LIABILITIES	1,753,770	935,119
	CAPITAL AND SURPLUS		
40.	TOTAL CAPITAL AND SURPLUS	2,412,500	3,785,236
41.	TOTAL	4,166,270	4,720,355
		TRUE	TRUE

CONDENSED CONSOLIDATED STATEMENT OF INCOME

Rocksound Insurance Ltd
 As at December 31, 2020
 0 Euro

LINE No.		2020	2019
	GENERAL BUSINESS UNDERWRITING INCOME		
1.	GROSS PREMIUMS WRITTEN		
	(a) Direct gross premiums written	-	-
	(b) Assumed gross premiums written	963,939	1,014,673
	(c) Total gross premiums written	963,939	1,014,673
2.	REINSURANCE PREMIUMS CEDED		
3.	NET PREMIUMS WRITTEN	963,939	1,014,673
4.	INCREASE (DECREASE) IN UNEARNED PREMIUMS		
5.	NET PREMIUMS EARNED	963,939	1,014,673
6.	OTHER INSURANCE INCOME		
7.	TOTAL GENERAL BUSINESS UNDERWRITING INCOME	963,939	1,014,673
	GENERAL BUSINESS UNDERWRITING EXPENSES		
8.	NET LOSSES INCURRED AND NET LOSS EXPENSES INCURRED	1,187,917	226,269
9.	COMMISSIONS AND BROKERAGE	145,818	145,901
10.	TOTAL GENERAL BUSINESS UNDERWRITING EXPENSES	1,333,735	372,170
11.	NET UNDERWRITING PROFIT (LOSS) - GENERAL BUSINESS	(369,796)	642,503
	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		
	(c) Accident and health		
	(d) Total increase (decrease) in policy reserves	-	-

CONDENSED CONSOLIDATED STATEMENT OF INCOME

Rocksound Insurance Ltd
 As at December 31, 2020
 0 Euro

LINE No.		2020	2019
27.	TOTAL LONG-TERM BUSINESS EXPENSES	-	-
28.	NET UNDERWRITING PROFIT (LOSS) - LONG-TERM BUSINESS	-	-
29.	COMBINED NET UNDERWRITING RESULTS BEFORE THE UNDERNOTED ITEMS	(369,796)	642,503
	UNDERNOTED ITEMS		
30.	COMBINED OPERATING EXPENSE		
	(a) General and administration	145,465	150,464
	(b) Personnel cost		
	(c) Other		
	(d) Total combined operating expenses	145,465	150,464
31.	COMBINED INVESTMENT INCOME - NET	76,139	91,497
32.	COMBINED OTHER INCOME (DEDUCTIONS)		
33.	COMBINED INCOME BEFORE TAXES	(439,122)	583,536
34.	COMBINED INCOME TAXES (IF APPLICABLE):		
	(a) Current		
	(b) Deferred		
	(c) Total	-	-
35.	COMBINED INCOME BEFORE REALIZED GAINS (LOSSES)	(439,122)	583,536
36.	COMBINED REALIZED GAINS (LOSSES)	(26,468)	2,775
37.	COMBINED INTEREST CHARGES		
38.	NET INCOME	(465,590)	586,311

CONDENSED CONSOLIDATED STATEMENT OF CAPITAL AND SURPLUS

Rocksound Insurance Ltd
As at December 31, 2020
0 Euro

LINE No.		2020	2019
1.	CAPITAL:		
(a)	Capital Stock		
	(i) Common Shares	92,544	92,544
	authorized 120,000 shares of par		
	value \$ 1,000 each issued and		
	fully paid 120,000 shares		
	(ii)		
	(A) Preferred shares:		
	authorized _____ shares of par		
	value _____ each issued and		
	fully paid _____ shares		
	aggregate liquidation value for –		
	1905 _____		
	2019 _____		
	(B) Preferred shares issued by a subsidiary:		
	authorized _____ shares of par		
	value _____ each issued and		
	fully paid _____ shares		
	aggregate liquidation value for –		
	1905 _____		
	2019 _____		
	(iii) Treasury Shares		
	repurchased _____ shares of par		
	value _____ each issued		
(b)	Contributed surplus	1,981,580	1,981,580
(c)	Any other fixed capital		
	(i) Hybrid capital instruments		
	(ii) Guarantees and others		
	(iii) Total any other fixed capital	-	-
(d)	Total Capital	2,074,124	2,074,124
2.	SURPLUS:		
(a)	Surplus - Beginning of Year	1,711,112	2,462,892
(b)	Add: Income for the year	(465,590)	586,311
(c)	Less: Dividends paid and payable	(907,146)	(1,338,091)
(d)	Add (Deduct) change in unrealized appreciation (depreciation) of investments		
(e)	Add (Deduct) change in any other surplus		-
(f)	Surplus - End of Year	338,376	1,711,112
3.	MINORITY INTEREST		
4.	TOTAL CAPITAL AND SURPLUS	2,412,500	3,785,236

ROCKSOUND INSURANCE LTD.
NOTES TO CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

Matters to be set forth in a General Note to the Financial Statements

1. Rocksound Insurance Ltd. (the “Company”), was incorporated under the laws of Bermuda on December 30, 2011 and is wholly owned by Hamilton Trust Company Limited as Trustees for the Moorea Trust (the “Parent”). The beneficiary of the Trust is the International Red Cross Society.
2. The Company reinsures Zurich Insurance Company Limited for property damage and business interruption risks underwritten on behalf Omya AG on a worldwide basis. The per occurrence limit is set at EUR 325,000 in excess of the local policy deductible with an annual aggregate of EUR 2,000,000 in excess of the local deductible.
3. 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; and
 - Certain disclosures required by US GAAP are not included
 - Comprehensive income and its components are not presented in the condensed statement of income.

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.

4. The accounting policies of the Company are as follows:

(a) Premiums

Premiums assumed are recognised as revenue on a pro-rata basis over the periods of the respective policies or contracts of reinsurance. Premiums which are subject to adjustments are estimated based upon available information. Any variances from the estimates are recorded in the periods in which they become known. The proportion of the premiums written relating to the period subsequent to year end is carried forward as a provision for unearned premiums.

(b) Loss and loss expense provisions

The liability for losses and loss adjustment expenses includes an amount determined from loss reports and individual cases and an amount, based upon estimates by the actuarial report for losses incurred but not reported. These estimates are continually reviewed and are necessarily subject to the impact of future changes in such factors as claim severity and frequency. While management believes that the amount is adequate, the ultimate liability may be in excess of, or less than, the amount provided and any adjustments will be reflected in the periods in which they become known.

Matters to be set forth in a General Note to the Financial Statements (Continued)

(c) Cash and cash equivalents

Cash and cash equivalents include all highly liquid investments with maturities of three months or less at the date of purchase. The carrying amount approximates fair value. Interest income earned on cash and cash equivalents is recognized on an accrual basis. These are recognized as a level 1 investment in the fair value hierarchy.

(d) Investments

Rocksound is invested in a EUR denominated bond fund. These investments are carried on the balance sheet at fair value with unrealized gains and losses for the period recorded in the income statement.

5. Income is recognized on the following basis:

Premiums - see Note 4(a).

Investment Income is accounted for on the accrual basis.

Commission Income – not applicable

6. Monetary assets and liabilities originating in other currencies are translated into Euros (the functional currency) at the rates of exchange in effect at the balance sheet date. Non-monetary items originating in other currencies are translated into Euros at the rate of exchange in effect at the dates when the transaction occurred. Revenue and expense items are translated into Euros at the rate of exchange prevailing at the time of the transaction. The resulting exchange gains or losses are recognized in the statement of income. For the year ended December 31, 2020, the foreign exchange loss was EUR 26,468 (2019 – EUR 2,775 gain) and is shown on Line 36 under combined realized gains/ losses.

7-12. Not applicable

13. The company holds quoted investments in a EUR denominated bond fund, which have been measured using NAV as the practical expedient.

14. Not applicable.

15. The Company paid a total of EUR 19,226 to two members of the Board of Directors of the Company. Amounts paid to the respective board members are agreed upon as part of the most recent Annual General Meeting.

16-17. Not applicable.

Matters to be set forth in Notes to the Consolidated Statement of Capital and Surplus

Line

1. (a) Capital stock comprises of 120,000 authorized, issued and fully paid shares with a par value of \$1 each.

1. (b) Not applicable.

2. (c) A dividend of EUR907,146 was declared for the 2020 fiscal year to the sole shareholder paid in the second quarter of 2020.

Matters to be set forth in Notes to the Consolidated Balance Sheet

Line

1. Not applicable.
2. Refer to Note 4(d) of the general notes to the Financial Statements
- 3-12. Not applicable.
- 13(h) Prepaid assets in 2020 relate to the deferred portion of annual director fees.
14. Not applicable.
16. Not applicable.

17. a) Movements in the loss and loss expense provisions are disclosed per below table:

General Business Reserves	2020	2019
	(EUR)	(EUR)
Gross loss and loss expense provisions at beginning of year	857,235	797,618
Less: Reinsurance recoverable at beginning of year	-	-
Net loss and loss expense provisions at beginning of year	<u>857,235</u>	<u>797,618</u>
Net losses incurred and net loss expenses incurred related to:		
(a) Current year	1,250,000	462,485
(b) Prior years	(62,083)	(236,216)
Total net losses incurred and net loss expenses incurred	<u>1,187,917</u>	<u>226,269</u>
Less: Losses and loss expenses paid or payable related to:		
(a) Current year	(108,811)	(35,261)
(b) Prior years	(328,941)	(131,391)
Total losses and loss expenses paid or payable	<u>(437,752)</u>	<u>(166,652)</u>
Net loss and loss expense provisions at end of year	<u>1,607,400</u>	<u>857,235</u>
Add: Reinsurance recoverable at end of year	-	-
Gross loss and loss expense provisions at end of year	<u>1,607,400</u>	<u>857,235</u>

- (b) Prior year favorable development was a result of the closure of reserves for unreported events as actuarially assessed and accordingly no additional premiums have been accrued in relation to the prior or current policy years.
- (c) Not applicable.
- 20-35. Not applicable.
33. Accounts payables are comprised of amounts due to third parties for general and administrative expenses which have been accrued during the year, but payment for such has not been made.
- 34-37. Not applicable.

Matters to be set forth in Notes to the Consolidated Statement of Income

Line

- 6. Not applicable.
- 15. Not applicable.
- 32. Not applicable.
- 36. See Note 6 of the general notes to the Financial Statements