

CANADA LIFE FINANCE (U.K.) LIMITED

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

FRIDAY



A57UUC60

A23

27/05/2016

#79

COMPANIES HOUSE

Registered Number 04493576

CANADA LIFE FINANCE (U.K.) LIMITED

| Contents | Page |
|--|----------------|
| Directors and Advisers | 2 |
| Strategic Report | 3 |
| Directors' Report | 4 |
| Directors' Responsibilities Statement | 5 |
| Independent Auditor's Report to the members of Canada Life Finance (U.K.) Limited | 6 - 7 |
| Income Statement | 8 |
| Statement of Financial Position | 9 |
| Statement of Changes in Equity | 10 |
| Notes to the financial statements | 11 - 17 |

CANADA LIFE FINANCE (U.K.) LIMITED

Directors and Advisers

Directors

D Brown
H Snow

Company Secretary

Vacant

Registered Office

Canada Life Place
Potters Bar
Hertfordshire
EN6 5BA

Registered Number

04493576

Auditor

Deloitte LLP
London

CANADA LIFE FINANCE (U.K.) LIMITED

Strategic report for the year ended 31 December 2015

Canada Life Finance (U.K.) Limited (the "company") principal activity is financing arrangements with fellow group undertakings. This will continue to be the main activity for the foreseeable future. During 2015 the company received and paid interest on loans from/to other group undertakings.

Results and dividends

The profit after tax for the year was £1,416k (2014: £1,482k). An interim dividend of £4.4m was paid during the year (note 14) (2014: £nil) and no final dividend is proposed (2014: nil).

On 29 June 2015 a new loan was made to The Canada Life Group (U.K.) Limited of £4.4m by Canada Life Finance (U.K.) Limited. The Company transferred this loan to its immediate parent company, 4073649 Canada Inc. by way of a dividend in specie in November 2015.

The company is a wholly-owned subsidiary of Canada Life Financial Corporation (CLFC), incorporated in Canada. CLFC manages its operations on a divisional basis.

The performance of the European division of CLFC, which includes the company, is discussed in the 2015 Management's Discussion and Analysis report of CLFC which does not form part of this report. The complete Management's Discussion and Analysis report of CLFC is available at www.canadalifefinancial.com.

The directors believe that an understanding of the development, performance and position of the business is more useful when viewed on the same basis as that used to manage operations, and reference should be made to key performance data included within the Annual Report of CLFC.

Principal risks, uncertainties and financial instruments

Financial risks, namely credit and interest rate risks are the principal risks of the company.

Credit risk is the risk that a counterparty will be unable to pay amounts in full when due. The company has no third party debtors, and so does not consider this risk material.

Interest rate risk arises from the potential change in the LIBOR rate, and the effect this will have on the interest payable on a loan due to group undertakings. The company does not consider this risk material as it is mitigated by the effect of changes in the LIBOR rate on the interest receivable on a loan to Canada Life Limited.

The company does not use hedge accounting.

The Financial Statements for the year ended 31 December 2015 have been prepared in accordance with the Financial Reporting Standard 102. The conversion has not produced any significant impact on the Company's financial position or performance for the current or prior year. Accordingly no balances have been restated.

Approved by the Board of Directors
and signed on behalf of the Board

D Brown
Director



Canada Life Place, Potters Bar, Hertfordshire, EN6 5BA
Date: 19 May 2016

CANADA LIFE FINANCE (U.K.) LIMITED

Directors' Report for the year ended 31 December 2015

The directors of the company present their Annual Report and audited financial statements for the year ended 31 December 2015.

Directors

The names of the persons who were directors throughout the year and up to the date of this report are set out below.

H Snow

D Brown

Directors' indemnities

Canada Life Financial Corporation has made qualifying third party indemnity provisions for the benefit of its directors which were made in 2003, have been in force throughout the year and remain in force at the date of this report.

Auditors

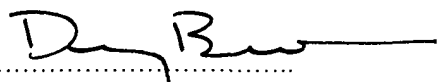
Each of the persons who is a director at the date of approval of this report confirms that:

- (1) so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- (2) the director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information

This confirmation is given and shall be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Deloitte LLP have expressed their willingness to be reappointed for another term and appropriate arrangements have been put in place for them to be deemed reappointed as auditor in the absence of an Annual General Meeting.

Approved by the Board of Directors
and signed on behalf of the Board



D Brown

Director

Canada Life Place, Potters Bar, Hertfordshire, EN6 5BA

Date: 14 May 2016

CANADA LIFE FINANCE (U.K.) LIMITED

Directors' Responsibilities Statement

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law "The Financial Reporting Standard applicable in the UK and Republic of Ireland"). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

CANADA LIFE FINANCE (U.K.) LIMITED

Independent auditor's report to the members of Canada Life Finance (U.K.) Limited

We have audited the financial statements of Canada Life Finance (U.K.) Limited for the year ended 31 December 2015 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity and related notes 1 to 17. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

CANADA LIFE FINANCE (U.K.) LIMITED

Independent auditor's report to the members of Canada Life Finance (U.K.) Limited

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Mark McQueen ACA (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditor
London, UK

Date: 25 May 2016

CANADA LIFE FINANCE (U.K.) LIMITED

Income Statement for the year ended 31 December 2015

| | Notes | 2015 £'000 | 2014 £'000 |
|---|----------|---------------|---------------|
| Interest receivable and similar income | 5 | 14,352 | 14,286 |
| Interest payable | 6 | (12,410) | (12,392) |
| Administration expenses | | (6) | (6) |
| Operating profit and profit on ordinary activities before taxation | 4 | 1,936 | 1,888 |
| Tax on profit on ordinary activities | 7 | (520) | (406) |
| Profit for the financial year | | 1,416 | 1,482 |

The results for the current and preceding years are from continuing operations.

The notes on pages 11 to 17 form an integral part of these financial statements.

The company has no recognised gains or losses other than those included in the income statement above for the current or the preceding year and consequently no statement of other comprehensive income is presented.

CANADA LIFE FINANCE (U.K.) LIMITED

Statement of Financial Position at 31 December 2015

| | Notes | 2015 £'000 | 2014 £'000 |
|---|-----------|----------------------|----------------------|
| Current Assets | | | |
| Amounts due from group companies | | 664 | 1,114 |
| Cash at bank and in hand | | 6,788 | 9,200 |
| Creditors - amounts falling due within one year | 11 | <u>(1,589)</u> | <u>(1,467)</u> |
| Net Current Assets | | 5,863 | 8,847 |
| Debtors—amounts falling due after more than one year | 10 | 270,920 | 270,920 |
| Total assets less current liabilities | | 276,783 | 279,767 |
| Creditors – amounts falling due after more than one year | 12 | <u>(241,421)</u> | <u>(241,421)</u> |
| Net Assets | | <u>35,362</u> | <u>38,346</u> |
| Capital and Reserves | | | |
| Called up share capital | 13 | 4,000 | 4,000 |
| Capital contribution | | 25,000 | 25,000 |
| Retained earnings | | <u>6,362</u> | <u>9,346</u> |
| Shareholder's funds | | <u>35,362</u> | <u>38,346</u> |

The notes on pages 11 to 17 form an integral part of these financial statements.

The financial statements of Canada Life Finance (U.K.) Limited (registered number 04493576) were approved by the Board of Directors, authorised for issue and were signed on its behalf by:



D Brown
Director

Date: 19 May 2016

CANADA LIFE FINANCE (U.K.) LIMITED**Statement of Changes in Equity
at 31 December 2015**

| | Ordinary share capital | Capital contribution | Retained earnings | Total 2015 | Total 2014 |
|--------------------------|---------------------------|-------------------------|----------------------|---------------|---------------|
| | £'000 | £'000 | £'000 | £'000 | £'000 |
| At beginning of the year | 4,000 | 25,000 | 9,346 | 38,346 | 36,864 |
| Profit for the year | - | - | 1,416 | 1,416 | 1,482 |
| Capital contribution | - | - | - | - | - |
| Dividend paid (Note 14) | - | - | (4,400) | (4,400) | - |
| At end of the year | 4,000 | 25,000 | 6,362 | 35,362 | 38,346 |

CANADA LIFE FINANCE (U.K.) LIMITED

Notes to the financial statements for the year ended 31 December 2015

1 Principal accounting policies

The principal accounting policies are summarised below. They have been applied consistently throughout the year and the preceding year.

1A General information

Canada Life Finance (U.K.) limited ("the Company") is a private company limited by shares and is incorporated and domiciled in England. The address of its registered office is Canada Life Place, Potters Bar, Hertfordshire EN6 5BA. The Company is a member of Power Corporation of Canada which is incorporated in Canada. In the directors' opinion Power Corporation of Canada is the controlling party.

The company main activity is financing arrangements with fellow group undertakings. This will continue to be the main activity for the foreseeable future. During 2015 the company received and paid interest on loans from/to other group undertakings.

The functional currency of the company is considered to be pounds sterling because that is the currency of the primary economic environment in which the company operates.

2 Statement of Compliance

The Financial Statements of the Company have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102 (FRS102) and the Companies Act 2006.

The company meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the disclosure exemptions available to it in respect of its financial statements. Exemptions have been taken in relation to presentation of cash flow statement and intra-group transactions.

3 Principal accounting information

The principal accounting policies applied in the preparation of these Financial Statements are summarised below. These policies have been consistently applied to all the years presented, unless otherwise stated. The Company has adopted FRS 102 in these Financial Statements. Details of the transition to FRS 102 are disclosed in Note 17.

A. Basis of preparation

The financial statements are prepared under the historical cost convention and in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102. The particular accounting policies adopted by the directors are described below.

Going concern

The Strategic Report outlines the company's activities, performance, principal risks, uncertainties and financial risk management objectives. Having regard to the company's financial position, its expected performance in the future, and having made appropriate enquiries the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

A. Basis of preparation (continued)

Cash flow statement

Advantage has been taken of the exemption under FRS 102 1.12(b), Cash Flow Statements, not to present a cash flow statement as the company is 100% controlled within the Great-West Lifeco Inc group of companies. The consolidated financial statements in which the subsidiary undertakings are included are publicly available (see note 16).

Transactions with related parties

Advantage has been taken under FRS102 33 1.A, Related Party Disclosures, not to disclose transactions between entities, 100% of whose voting rights are controlled within the Great-West Lifeco Inc group of companies (see note 15).

B. Interest receivable/payable

Interest receivable and interest payable are accounted for on the accruals basis.

C. Financial instruments

The Company has chosen to adopt the section 11 and 12 of FRS 102 in respect of financial instruments.

D. Financial assets

Basic financial assets, including trade and other receivables, cash and cash equivalent, loans and receivables, are initially recognised at transaction price, unless the arrangement constitute a financing transaction where the transaction is measured at present value of futures receipts discounted at market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method. At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment.

E. Financial liabilities and equity

Basic financial liabilities, including trade and other payable, loans from fellow group companies are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where a debt instruments is measured at present value of future receipts discounted at market rate of interest.

Debt instruments that are payable or receivable within one year shall be measured at the undiscounted amount of the cash or other consideration expected to be paid or received.

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet only when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or to realise the assets and settle the liability simultaneously. Income and expenses will not be offset in the income statement unless required or permitted by any accounting standard or interpretation, as specifically disclosed in the accounting policies of the company.

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost, any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the profit and loss account over the period of the borrowings using the effective interest method.

F. Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

CANADA LIFE FINANCE (U.K.) LIMITED

Notes to the financial statements for the year ended 31 December 2015

G. Current taxation

Current taxation, including UK corporation tax, is provided at amounts expected to be paid or recovered using the tax rates applicable to the relevant financial years.

H. Foreign currencies

Transactions in foreign currencies are recorded at the rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rates of exchange ruling at the balance sheet date. Non-monetary items at historical cost are translated using the exchange rate at the date of transaction, and non-monetary assets measured at fair value are translated using the exchange rate when the fair value was determined. All differences are taken to the income statement.

I. Dividends

Interim dividends are recognised when paid and final dividends are booked as a liability when they are approved by the Board of Directors passing a written resolution.

CANADA LIFE FINANCE (U.K.) LIMITED**Notes to the financial statements for the year ended 31 December 2015****4 Operating profit**

Operating profit is stated after charging:

| | 2015 £'000 | 2014 £'000 |
|---|---------------|---------------|
| Auditor's remuneration in respect of the audit of the company's annual accounts | <u>6</u> | <u>4</u> |

5 Interest receivable and similar income

| | 2015 £'000 | 2014 £'000 |
|--|---------------|---------------|
| Interest on loans to group undertaking | 14,317 | 14,248 |
| Short-term deposit interest | <u>35</u> | <u>38</u> |
| | <u>14,352</u> | <u>14,286</u> |

6 Interest payable

| | 2015 £'000 | 2014 £'000 |
|--|---------------|---------------|
| Interest on loans from group undertaking | <u>12,410</u> | <u>12,392</u> |

7 Tax on profit on ordinary activities

| | 2015 £'000 | 2014 £'000 |
|---|---------------|---------------|
| UK corporation tax at 20.25% (2014: 21.5%) based on the profit for the year | <u>392</u> | <u>406</u> |
| Reconciliation of tax charge for the year | | |
| Profit on ordinary activities before taxation | <u>1,936</u> | <u>1,888</u> |
| Corporation tax at 20.25% (2014: 21.5%) thereon | 392 | 406 |
| | 128 | - |
| Prior year adjustment | <u>520</u> | <u>406</u> |

The standard rate of tax applied to reported profit on ordinary activities is 20.25% (2014: 21.5%). The applicable rate has changed for periods from 2017 onwards following the substantive enactment of the Finance (No. 2) Act 2015.

8 Employee information

There were no individuals (including directors) employed by the company during the year (2014: none). All staff contracts of employment are with CLFIS (UK) Limited, a fellow subsidiary of Canada Life Capital Corporation Inc. The associated costs were recharged back to the company, where appropriate.

CANADA LIFE FINANCE (U.K.) LIMITED

Notes to the financial statements for the year ended 31 December 2015

9 Directors' emoluments

The directors of this company have served during the year as directors of fellow subsidiaries and their remuneration was incurred by CLFIS (UK) Limited, a fellow subsidiary of The Canada Life Group (UK) Limited. The duties of the directors in relation to this company consist principally of attending board meetings and hence the total remuneration apportioned to this company is £nil. Accordingly the whole remuneration for the year is disclosed in the accounts of CLFIS (UK) Limited.

10 Debtors – amounts falling due after more than one year

| | 2015 £'000 | 2014 £'000 |
|-----------------------------|----------------|----------------|
| Loans to group undertakings | <u>270,920</u> | <u>270,920</u> |

A £40m subordinated loan was issued to Canada Life Limited, a group undertaking, on 25 September 2002. Interest was receivable in respect of the loan at GBP LIBOR plus 2.25% per annum for the first 10 years in two equal instalments each year. The loan is for an undated term.

Canada Life Limited had the option to repay the loan on the tenth anniversary of the drawdown date, 25 September 2012. As no repayment was made, interest will be charged for the remaining term at GBP LIBOR plus 2.90% per annum.

An £80m subordinated loan was issued to Canada Life Limited, a group undertaking, on 10 May 2006. Interest is receivable in respect of the loan at a fixed rate of 5.65% per annum for the first 10 years in two equal instalments each year. The loan is for an undated term.

The loan may be repaid by Canada Life Limited on the tenth anniversary of the drawdown date. If the company does not make such repayment, interest will be charged for the remaining term at a fixed rate of 5.90% per annum.

A £150.9m loan was issued to The Canada Life Group (U.K.) Limited, a group undertaking, on 8 July 2013. Interest is payable semi-annually on 30 June and 31 December each year at a fixed rate of 5.5% per annum. The loan is for an undated term.

The loan may be repaid by The Canada Life Group (U.K.) Limited on the business day immediately preceding the tenth anniversary of the drawdown date. If such repayment is not made, interest will be charged for the remaining term at a fixed rate of 5.8% per annum.

11 Creditors - amounts falling due within one year

| | 2015 £'000 | 2014 £'000 |
|-----------------------------------|---------------|---------------|
| Corporation tax payable | 1,582 | 1,467 |
| Amounts owed to group undertaking | <u>7</u> | <u>-</u> |
| | <u>1,589</u> | <u>1,467</u> |

The corporation tax payable includes £1,189k in respect of a previously disputed liability with HMRC in relation to a registered scheme. During the year the dispute was resolved and the company will settle in full the outstanding liability.

CANADA LIFE FINANCE (U.K.) LIMITED**Notes to the financial statements for the year ended 31 December 2015****12 Creditors – amounts falling due after more than one year**

| | 2015 £'000 | 2014 £'000 |
|------------------------------------|-----------------------------|-----------------------------|
| Amounts owed to group undertakings | <u>241,421</u> | <u>241,421</u> |

A £36m loan was received from CLH International Capital Management Hungary Limited, a group undertaking, on 25 September 2002. On 15 June 2012 this loan was assigned by CLH International Capital Management Hungary Limited to CL Luxembourg Capital Management S.a.r.l., a fellow subsidiary of Canada Life Financial Corporation. There were no changes to the terms and conditions of the loan.

Interest is payable semi-annually in respect of the above loan on 30 June and 31 December each year at the GBP LIBOR plus 2.05% per annum for the first 10 years. The loan will be repaid with accrued interest on the business day immediately preceding the thirtieth anniversary of the drawdown date.

The company had the option to repay the loan on the tenth anniversary of the drawdown date, 25 September 2012. As no repayment was made, interest will be charged for the remaining term until maturity at GBP LIBOR plus 2.70%.

A £60m loan was received from CLH International Capital Management Hungary Limited, a group undertaking, on 9 May 2006. On 15 June 2012 this loan was assigned by CLH International Capital Management Hungary Limited to CL Luxembourg Capital Management S.a.r.l., a fellow subsidiary of Canada Life Financial Corporation. There were no changes to the terms and conditions of the loans.

Interest is payable semi-annually in respect of this loan on 30 June and 31 December each year at a fixed rate of 5.55% per annum for the first 10 years. The loan will be repaid with accrued interest on the business day immediately preceding the thirtieth anniversary of the drawdown date.

The loan may be repaid at the option of the borrower on the tenth anniversary of the drawdown date. If such repayment is not made, interest will be charged for the remaining term until maturity at a fixed rate of 5.80% per annum.

A £145.4m loan was received from Canada Life Group Holdings Limited, a group undertaking, on 8 July 2013. This loan was assigned by Canada Life Group Holdings Limited to CL Luxembourg Capital Management S.a.r.l., a fellow subsidiary of Canada Life Financial Corporation on 8 July 2013. There were no changes to the terms and conditions of the loan. Interest is payable semi-annually on 30 June and 31 December each year at a fixed rate of 5.4% per annum for the first 10 years.

The loan may be repaid at the option of the borrower on the business day immediately preceding the tenth anniversary of the drawdown date. If such repayment is not made, interest will be charged for the remaining term until maturity at a fixed rate of 5.7% per annum. The loan will be repaid in full with accrued interest on the business day immediately preceding the thirtieth anniversary of the drawdown date.

13 Called up share capital

| | 2015 £'000 | 2014 £'000 |
|--|-----------------------------|-----------------------------|
| Allotted, called up and fully paid | | |
| 4,000,100 (2014: 4,000,100) Ordinary shares of £1 each | <u>4,000</u> | <u>4,000</u> |

CANADA LIFE FINANCE (U.K.) LIMITED

Notes to the financial statements for the year ended 31 December 2015

14 Dividends

| | 2015 £'000 | 2014 £'000 |
|---------------|---------------|---------------|
| Dividend paid | 4,400 | - |
| | <u>4,400</u> | <u>-</u> |

15 Related party transactions

No contracts of significance existed at any time during the year in which a director or key manager was materially interested or which requires disclosure as a related party transaction as defined under FRS 102 section 33 Related Party Disclosures. No other contracts of significance existed at any time during the year between the company and other related parties that similarly require disclosure under FRS 102 section 33. Advantage has been taken under FRS 102 33.1A, Related Party Disclosures, not to disclose transactions between entities, 100% of whose voting rights are controlled within the Great-West Lifeco Inc group of companies.

16 Parent company and controlling party

As at the balance sheet date the immediate parent company is 4073649 Canada Inc. Limited a company incorporated in the Canada. The ultimate parent company, which is also the parent company of the largest group of companies for which group financial statements are drawn up and of which the company is a member, is Power Corporation of Canada (PCC). PCC is incorporated in Canada. The parent of the smallest group for which group financial statements are drawn up and of which the company is a member, The Canada Life Assurance Company, is incorporated in Canada.

Copies of the group financial statements for both The Canada Life Assurance Company and Power Corporation of Canada can be obtained from the company's registered office.

17 Transition to FRS 102

This is the first year that the Company has presented its results under FRS 102. The last Financial Statements under UK GAAP were for the year ended 31 December 2014. The date of transition to FRS 102 was 1 January 2014.

There are no effects on the Statement of Financial Position on transition nor Income statement for the year ended 31 December 2014, consequently reconciliation between the bases is not presented.