

CHAIRMAN'S REVIEW FOR THE PERIOD ENDED 31 MARCH 2020

ICBL announced net income of \$0.5 million for the period ended 31 March 2020, compared to a net loss of \$1.6 million for the corresponding period ended 31 March 2019. The economic and market conditions remain challenging with continued pressure on the Motor account profitability as a result of a continuing trend of high frequency and severity of claims, and further exacerbated by the impact and uncertainty of COVID-19.

The company reaffirms its commitment to focus on what it can control: responsible underwriting, conservative reinsurance programs, expense reduction through transformation, modernization, and strong customer service. ICBL remains well capitalized, which is important for policyholders who need the confidence that their claims will be paid. We wish to thank our policyholders and shareholders for their continued support as we work through these difficult times.

A.M. Best, the world's most authoritative insurance rating agency, reconfirmed ICBL's financial strength rating of A - (Excellent). There is no insurer writing domestic insurance business in Barbados with a stronger rating.

R. John Wight

R. John Wight
Chairman

**TIME TO MOVE FORWARD!
WE'RE PREPARED TO MEET ALL YOUR NEEDS.**



SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

For the period ended 31 March 2020 with comparative figures for 2019 (in thousands of Barbados dollars)	2020	2019
ASSETS		
Cash and cash equivalents	45,173	59,960
Fixed deposits	15,783	8,289
Regulatory deposits	1,647	1,425
Investments	139,310	137,710
Insurance receivables and other assets	28,367	25,200
Deferred policy acquisition cost	2,247	2,196
Reinsurance assets	37,992	40,070
Investment properties	31,863	31,522
Property, plant and equipment	20,045	20,604
Tax recoverable	851	802
Intangible assets	6,264	5,700
Deferred tax asset	197	171
Restricted cash	20,696	36,156
Total assets	350,435	369,805
LIABILITIES		
Other liabilities	21,733	25,829
Due to affiliates	4,557	4,474
Investment contract liabilities	76,609	83,375
Insurance contract liabilities	131,357	139,771
Retirement benefit	1,177	1,670
Total liabilities	235,433	255,119
EQUITY		
Share capital	39,816	39,816
Contributed surplus	427	427
Statutory reserve	16,321	16,121
Surplus reserve	37,388	37,388
Accumulated other comprehensive income	(4,779)	(1,506)
Retained earnings	16,949	13,997
Total shareholders equity	106,122	106,243
Non-controlling interest in subsidiary	8,880	8,443
Total equity	115,002	114,686
Total equity and liabilities	350,435	369,805

Approved by the Board of Directors on 6 May 2020

R. John Wight

Chairman

Geoffrey Scott

Managing Director & CEO

SUMMARY CONSOLIDATED STATEMENT OF INCOME

For the period ended 31 March 2020 with comparative figures for 2019 (in thousands of Barbados dollars)	2020	2019
INCOME		
Gross premiums written	25,600	26,376
Reinsurance ceded	(8,795)	(8,694)
Net premiums written	16,805	17,682
Net change in unearned premiums	(1,603)	(2,727)
Net premiums earned	15,202	14,955
Investment income	1,133	1,469
Commission and other income	5,003	4,424
Rental income	545	549
Total income	21,883	21,397
EXPENSES		
Insurance contracts benefits and expenses		
Life and health policy benefits	3,400	4,268
Short-term claims and adjustment expenses	6,105	7,055
Commission and acquisition expense	2,719	2,792
Operating expenses	8,683	8,491
Amortisation and depreciation expense	486	416
Total benefits and expenses	21,393	23,022
Income (loss) before taxes	490	(1,625)
Income taxes	-	-
Net income (loss) for the period	490	(1,625)
Net income attributable to:		
Shareholders	386	(1,749)
Non-controlling interest in subsidiary	104	124
Net income for the period	490	(1,625)
Basic and diluted earnings per share (cents)	0.01	(0.04)

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 31 March 2020 with comparative figures for 2019 (in thousands of Barbados dollars)	2020	2019
Share capital		
Balance - beginning of period	39,816	39,816
Balance - end of period	39,816	39,816
Contributed surplus		
Balance - beginning of period	427	427
Balance - end of period	427	427
Statutory reserve		
Balance - beginning of period	53,709	53,509
Balance - end of period	53,709	53,509
Accumulated other comprehensive income		
Balance - beginning of period	(3,341)	(1,595)
Other comprehensive (loss) income for the period	(1,438)	89
Balance - end of the period	(4,779)	(1,506)
Retained earnings		
Balance - beginning of period	16,563	18,107
Net income for the period - shareholders	386	(1,749)
Dividends	-	(2,361)
Balance - end of period	16,949	13,997
Total equity attributable to shareholders of the company	106,122	106,243
Attributable to non-controlling interest in subsidiary		
Balance - beginning of period	8,776	8,319
Net income for the period	104	124
Balance - end of the period	8,880	8,443
Total equity	115,003	114,686

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 March 2020 with comparative figures for 2019 (in thousands of Barbados dollars)	2020	2019
Net cash (used in) generated from operating activities	(392)	15,542
Net cash generated from investing activities	(5,985)	(6,486)
Net cash used in financing activities	-	(2,361)
(Decrease) increase in cash and cash equivalents	(6,377)	6,695
Cash and cash equivalents - beginning of period	51,550	53,265
Cash and cash equivalents - end of period	45,173	59,960

DIRECTORS

Mr. R. John Wight - Chairman
Mrs. Juanita Thorington-Powlett - Vice Chairman
Mr. Geoffrey Scott - Managing Director and CEO

Mr. Goulbourne Alleyne
Sir Paul Altman
Mr. Gordon Henderson
Mrs. Jennifer Hunte
Ms. Toni Jones

SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended 31 March 2020 with comparative figures for 2019 (in thousands of Barbados dollars)	2020	2019
Net income (loss) for the period after income taxes	490	(1,625)
Other comprehensive (loss) income:		
Items that will not be reclassified to profit or loss		
Investments classified as FVOCI - Fair value (loss) gains	(1,438)	89
Total comprehensive income for the period after income taxes	(1,438)	89
Comprehensive loss	(948)	(1,536)
Comprehensive income (loss) attributable to:		
Shareholders	(1,052)	(1,660)
Non-controlling interest in subsidiary	104	124
Total comprehensive loss for the period	(948)	(1,536)



**WE COVER
YOUR BUDDY!**

Ask us how.