

**CHAIRMAN'S REVIEW FOR THE PERIOD ENDED 30 JUNE 2020**

ICBL recognised a net loss of \$1.5 million for the period ended 30 June 2020, compared to a net loss of \$0.4 million for the corresponding period ended 30 June 2019. The economic and market conditions remain challenging and further exacerbated by the contraction of the economy impacted by the 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.

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

*R. John Wight*

R. John Wight  
Chairman

**DON'T GET CAUGHT ADRIFT  
GET THE RIGHT COVERAGE!**



**SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 30 June 2020 with comparative figures for 2019 (in thousands of Barbados dollars)	2020	2019
<b>ASSETS</b>		
Cash and cash equivalents	52,324	54,876
Fixed deposits	16,541	12,105
Regulatory deposits	1,632	1,447
Investments	136,421	136,934
Insurance receivables and other assets	41,508	40,400
Deferred policy acquisition cost	2,961	3,103
Reinsurance assets	51,797	57,534
Investment properties	29,240	31,580
Property, plant and equipment	19,962	21,087
Tax recoverable	863	829
Intangible assets	6,461	5,789
Deferred tax asset	197	171
Restricted cash	19,706	26,540
<b>Total assets</b>	<b>379,613</b>	<b>392,395</b>
<b>LIABILITIES</b>		
Other liabilities	43,097	43,136
Due to affiliates	5,564	2,071
Investment contract liabilities	73,061	80,027
Insurance contract liabilities	143,569	149,878
Retirement benefit	1,000	1,287
<b>Total liabilities</b>	<b>266,291</b>	<b>276,399</b>
<b>EQUITY</b>		
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	(4,471)	(1,407)
Retained earnings	15,467	15,085
<b>Total shareholders equity</b>	<b>104,948</b>	<b>107,430</b>
Non-controlling interest in subsidiary	8,374	8,566
<b>Total equity</b>	<b>113,322</b>	<b>115,996</b>
<b>Total equity and liabilities</b>	<b>379,613</b>	<b>392,395</b>

Approved by the Board of Directors on 12 August 2020

*R. John Wight*  
Chairman

*Geoffrey Scott*  
Managing Director & CEO

**SUMMARY CONSOLIDATED STATEMENT OF INCOME**

For the period ended 30 June 2020 with comparative figures for 2019 (in thousands of Barbados dollars)	2020	2019
<b>INCOME</b>		
Gross premiums written	64,118	65,503
Reinsurance ceded	(33,139)	(37,006)
Net premiums written	30,979	28,497
Net change in unearned premiums	521	2,071
<b>Net premiums earned</b>	<b>31,500</b>	<b>30,568</b>
Investment income	1,189	2,599
Commission and other income	7,494	7,773
Fair value adjustment on investment properties	(3,142)	-
Rental income	1,049	1,094
<b>Total income</b>	<b>38,090</b>	<b>42,034</b>
<b>EXPENSES</b>		
Insurance contracts benefits and expenses		
Life and health policy benefits	6,804	8,154
Short-term claims and adjustment expenses	8,720	11,572
Commission and acquisition expense	4,628	4,822
Operating expenses	18,676	17,081
Amortisation and depreciation expense	760	819
<b>Total benefits and expenses</b>	<b>39,588</b>	<b>42,448</b>
<b>Income (loss) before taxes</b>	<b>(1,498)</b>	<b>(414)</b>
Income taxes	-	-
<b>Net income (loss) for the period</b>	<b>(1,498)</b>	<b>(414)</b>
<b>Net income attributable to:</b>		
Shareholders	(1,096)	(661)
Non-controlling interest in subsidiary	(402)	247
<b>Net income for the period</b>	<b>(1,498)</b>	<b>(414)</b>
Basic and diluted earnings per share (cents)	(0.03)	(0.02)

**SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the period ended 30 June 2020 with comparative figures for 2019 (in thousands of Barbados dollars)	2020	2019
<b>Share capital</b>		
Balance - beginning of period	39,816	39,816
<b>Balance - end of period</b>	<b>39,816</b>	<b>39,816</b>
<b>Contributed surplus</b>		
Balance - beginning of period	427	427
<b>Balance - end of period</b>	<b>427</b>	<b>427</b>
<b>Statutory reserve</b>		
Balance - beginning of period	53,709	53,509
<b>Balance - end of period</b>	<b>53,709</b>	<b>53,509</b>
<b>Accumulated other comprehensive income</b>		
Balance - beginning of period	(3,341)	(1,595)
Other comprehensive (loss) income for the period	(1,130)	188
<b>Balance - end of the period</b>	<b>(4,471)</b>	<b>(1,407)</b>
<b>Retained earnings</b>		
Balance - beginning of period	16,563	18,107
Net income for the period - shareholders	(1,096)	(661)
Dividends	-	(2,361)
<b>Balance - end of period</b>	<b>15,467</b>	<b>15,085</b>
<b>Total equity attributable to shareholders of the company</b>	<b>104,948</b>	<b>107,430</b>
Attributable to non-controlling interest in subsidiary		
Balance - beginning of period	8,776	8,319
Net income for the period	(402)	247
<b>Balance - end of the period</b>	<b>8,374</b>	<b>8,566</b>
<b>Total equity</b>	<b>113,322</b>	<b>115,996</b>

**SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS**

For the period ended 30 June 2020 with comparative figures for 2019 (in thousands of Barbados dollars)	2020	2019
Net cash generated from operating activities	6,052	14,403
Net cash used in investing activities	(5,278)	(10,431)
Net cash used in financing activities	-	(2,361)
Increase in cash and cash equivalents	774	1,611
Cash and cash equivalents - beginning of year	51,550	53,265
<b>Cash and cash equivalents - end of period</b>	<b>52,324</b>	<b>54,876</b>

**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 Hendersen  
Mrs. Jennifer Hunte  
Ms. Toni Jones

**SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the period ended 30 June 2020 with comparative figures for 2019 (in thousands of Barbados dollars)	2020	2019
Net income for the period after income taxes	(1,498)	(414)
<b>Other comprehensive income:</b>		
<b>Items that will not be subsequently reclassified to profit or loss</b>		
Remeasurement of post employment benefit obligations	-	-
Change in property valuation	-	-
<b>Items that will not be reclassified to profit or loss</b>		
Investments classified as FVOCI - Fair value (loss) gains	(1,130)	188
<b>Total comprehensive income for the period after income taxes</b>	<b>(1,130)</b>	<b>188</b>
<b>Comprehensive loss</b>	<b>(2,628)</b>	<b>(226)</b>
<b>Comprehensive income (loss) attributable to:</b>		
Shareholders	(2,226)	(473)
Non-controlling interest in subsidiary	(402)	247
<b>Total comprehensive loss for the period</b>	<b>(2,628)</b>	<b>(226)</b>

**PREPAREDNESS IS KEY...  
OUR COVERAGE IS  
YOUR SECURITY**



**ARE YOU READY?**