

BARNSTABLE COUNTY MUTUAL INSURANCE COMPANY
BARNSTABLE COUNTY INSURANCE COMPANY
COMBINED INCOME STATEMENT
For The Twelve Months Ended December 31, 2015 and 2014

	2015	2014	%
			Change
Net earned premiums	\$ 18,502,396	\$ 18,098,453	2%
Underwriting deductions:			
Losses incurred	8,090,738	5,285,168	53%
Loss adjustment expenses incurred	2,052,506	2,094,628	-2%
Underwriting expenses incurred	8,801,200	8,712,451	1%
Total underwriting deductions	<u>18,944,444</u>	<u>16,092,247</u>	18%
Net underwriting - gain/(loss)	(442,048)	2,006,206	-122%
Investment Income:			
Net investment income	1,366,076	1,372,058	0%
Net realized capital gains/(loss)	<u>1,250,320</u>	<u>2,118,944</u>	-41%
Net investment gain/(loss)	2,616,396	3,491,002	-25%
Other income:			
Miscellaneous income/(expense)	(31,581)	(22,187)	42%
Finance & service charges	-	-	
Total other income	<u>(31,581)</u>	<u>(22,187)</u>	42%
Net income before taxes	2,142,767	5,475,021	-61%
Federal income taxes	<u>148,624</u>	<u>955,082</u>	-84%
Net income	<u>\$ 1,994,143</u>	<u>\$ 4,519,939</u>	-56%
Ratios: - see note a			
Loss ratio	43.7%	29.2%	
Loss expense ratio	11.1%	11.6%	
Expense ratio	<u>46.9%</u>	<u>48.1%</u>	
Total combined ratio	<u>101.7%</u>	<u>88.9%</u>	
Surplus - 12/31/14 & 12/31/13	\$ 81,359,905	\$ 78,447,927	
Net income	1,994,143	4,519,940	
Net unrealized capital gains/(loss)	(3,442,956)	(1,797,382)	
Change in net deferred income tax	1,880,389	837,642	
Other changes	<u>(1,831,772)</u>	<u>(648,222)</u>	
Change in surplus	(1,400,196)	2,911,978	
% change	-1.7%	3.7%	
Surplus - 12/31/15 & 12/31/14	<u>\$ 79,959,709</u>	<u>\$ 81,359,905</u>	

Notes:

a -Ratio definitions:

Loss Ratio = losses incurred / premiums earned

Loss Expense Ratio = loss adjustment expenses incurred / premiums earned

Expense Ratio = underwriting expenses incurred / net written premiums

Combined Ratio = loss ratio + loss expenses ratio + expense ratio;