

BARNSTABLE COUNTY MUTUAL INSURANCE COMPANY
BARNSTABLE COUNTY INSURANCE COMPANY
COMBINED INCOME STATEMENT
For The Twelve Months Ended December 31, 2017 and 2016

	2017	2016	%
			Change
Net earned premiums	\$ 19,981,370	\$ 19,172,703	4%
Underwriting deductions:			
Losses incurred	4,307,985	5,992,028	-28%
Loss adjustment expenses incurred	2,628,500	2,393,310	10%
Underwriting expenses incurred	10,247,551	9,814,150	4%
Total underwriting deductions	<u>17,184,036</u>	<u>18,199,488</u>	-6%
Net underwriting - gain/(loss)	2,797,334	973,215	187%
Investment Income:			
Net investment income	1,197,936	1,222,716	-2%
Net realized capital gains/(loss)	1,588,057	3,979,525	-60%
Net investment gain/(loss)	<u>2,785,993</u>	<u>5,202,241</u>	-46%
Other income:			
Miscellaneous income/(expense)	(23,140)	(28,616)	-19%
Finance & service charges	-	-	
Total other income	<u>(23,140)</u>	<u>(28,616)</u>	-19%
Net income before taxes	5,560,187	6,146,840	-10%
Federal income taxes	1,009,209	(1,037,726)	-197%
Net income	<u>\$ 4,550,978</u>	<u>\$ 7,184,566</u>	-37%
Ratios: - see note a			
Loss ratio	21.6%	31.3%	
Loss expense ratio	13.2%	12.5%	
Expense ratio	50.8%	50.8%	
Total combined ratio	<u>85.5%</u>	<u>94.5%</u>	
Surplus - 12/31/16 & 12/31/15	\$ 83,303,215	\$ 79,959,709	
Net income	4,550,978	7,184,566	
Net unrealized capital gains/(loss)	3,274,069	(3,936,744)	
Change in net deferred income tax	(552,222)	(169,136)	
Other changes	244,638	264,820	
Change in surplus	<u>7,517,463</u>	<u>3,343,506</u>	
% change	9.0%	4.2%	
Surplus - 12/31/17 & 12/31/16	<u>\$ 90,820,678</u>	<u>\$ 83,303,215</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;

a ratio <100% indicates an underwriting profit