



# Statement of Operations

For the Six Months Ended September 30, 2018 and 2017

(\$ Millions)

|                                                 | 2018/19<br>YTD Actual | 2017/18<br>YTD Actual |
|-------------------------------------------------|-----------------------|-----------------------|
| Premiums written                                | \$ 3,205              | \$ 2,905              |
| Premiums earned                                 | 2,913                 | 2,667                 |
| Service fees                                    | 61                    | 56                    |
| <b>TOTAL EARNED REVENUES</b>                    | <b>2,974</b>          | <b>2,723</b>          |
| Net claims incurred                             | 3,067                 | 2,433                 |
| Claims services and road safety                 | 202                   | 191                   |
| Total claims and related costs                  | 3,269                 | 2,624                 |
| Administrative and insurance expenses           | 122                   | 115                   |
| Transformation program                          | 16                    | 15                    |
| Premium taxes and commissions                   | 344                   | 312                   |
| Deferred premium acquisition cost adjustment    | (86)                  | 50                    |
| Total claims and expenses                       | 3,665                 | 3,116                 |
| <b>UNDERWRITING LOSS</b>                        | <b>(691)</b>          | <b>(393)</b>          |
| Investment income                               | 172                   | 220                   |
| <b>LOSS - INSURANCE OPERATIONS</b>              | <b>(519)</b>          | <b>(173)</b>          |
| <b>PROVINCIAL LICENCES AND FINES</b>            | <b>322</b>            | <b>316</b>            |
| <b>LESS:</b>                                    |                       |                       |
| Licences and fines transferable to the Province | 322                   | 316                   |
| Non-insurance operating expenses                | 51                    | 51                    |
| Commissions                                     | 16                    | 16                    |
| Non-insurance other income                      | (4)                   | (3)                   |
| Total non-insurance expenses                    | 385                   | 380                   |
| <b>LOSS - NON-INSURANCE OPERATIONS</b>          | <b>(63)</b>           | <b>(64)</b>           |
| <b>NET LOSS</b>                                 | <b>\$ (582)</b>       | <b>\$ (237)</b>       |
| Minimum capital test                            | 10%                   | 31% <sup>1</sup>      |

<sup>1</sup> As at March 31, 2018