

SUMMARY OF OPERATIONS - CALENDAR YEAR 2020

Risk Sharing Pool - Alberta (Grid)

EXHIBIT 1

Operating Results for the 12 Months Ended December 31, 2020 (Discounted basis)

Source: Monthly Operational Report

(thousands of dollars)

	January	February	March	April	May	June	July	August	September	October	November	December	CY2020 YTD	CY2021 12 MONTHS Updated Projection	CY2019 12 MONTHS Actual
Underwriting Revenue:															
Net Premiums Written	\$11,789	\$11,503	\$14,810	\$12,717	\$14,636	\$14,647	\$18,425	\$20,061	\$19,454	\$18,296	\$13,393	\$12,711	\$182,442	\$247,672	\$207,231
Decrease (Increase) in Unearned Premiums	5,632	4,829	2,853	3,830	1,926	112	(2,506)	(3,588)	(3,490)	(1,722)	2,220	3,335	13,431	(30,351)	(26,892)
Net Premiums Earned	\$17,421	\$16,332	\$17,663	\$16,547	\$16,562	\$14,759	\$15,919	\$16,473	\$15,964	\$16,574	\$15,613	\$16,046	\$195,873	\$217,321	\$180,339
Claims Incurred:															
Prior Accident Years:															
Undiscounted	(\$178)	(\$207)	(\$8,498)	(\$275)	(\$348)	(\$82)	(\$73)	(\$6,914)	(\$59)	\$2,140	(\$339)	(\$44)	(\$14,877)	\$0	(\$29,152)
Effect of Discounting	(83)	(666)	(2,354)	(911)	6,856	(746)	(645)	469	(515)	(568)	(779)	(585)	(\$527)	(9,564)	(636)
Discounted	(\$261)	(\$873)	(\$10,852)	(\$1,186)	\$6,508	(\$828)	(\$718)	(\$6,445)	(\$574)	\$1,572	(\$1,118)	(\$629)	(\$15,404)	(\$9,564)	(\$29,788)
Current Accident Year:															
Undiscounted	\$15,776	\$14,836	\$11,715	\$13,748	\$11,177	\$11,666	\$12,568	\$10,841	\$12,334	\$2,372	\$11,311	\$11,365	\$139,709	\$170,163	\$153,840
Effect of Discounting	1,183	963	421	759	2,331	884	715	1,557	910	30	891	817	\$11,461	14,817	8,884
Discounted	\$16,959	\$15,799	\$12,136	\$14,507	\$13,508	\$12,550	\$13,283	\$12,398	\$13,244	\$2,402	\$12,202	\$12,182	\$151,170	\$184,980	\$162,724
Claims Incurred	\$16,698	\$14,926	\$1,284	\$13,321	\$20,016	\$11,722	\$12,565	\$5,953	\$12,670	\$3,974	\$11,084	\$11,553	\$135,766	\$175,416	\$132,936
Underwriting Expenses:															
Expense Allowance	\$3,590	\$3,500	\$4,500	\$3,863	\$4,449	\$4,453	\$5,600	\$6,098	\$5,913	\$5,562	\$4,076	\$3,864	\$55,468	\$75,043	\$64,494
Change in UPDR/DPAC:															
Undiscounted	583	514	(7,962)	735	(2,198)	207	(322)	(1,938)	(454)	(2,736)	1,613	1,933	(10,025)	(3,840)	(2,404)
Effect of Discounting	(357)	(304)	(1,295)	(200)	1,984	8	206	1,125	321	(661)	(61)	(138)	628	2,628	3,776
Discounted	226	210	(9,257)	535	(214)	215	(116)	(813)	(133)	(3,397)	1,552	1,795	(9,397)	(1,212)	1,372
Underwriting Expenses	\$3,816	\$3,710	(\$4,757)	\$4,398	\$4,235	\$4,668	\$5,484	\$5,285	\$5,780	\$2,165	\$5,628	\$5,659	\$46,071	73,831	65,866
Net Underwriting Gain (Loss)	(\$3,093)	(\$2,304)	\$21,136	(\$1,172)	(\$7,689)	(\$1,631)	(\$2,130)	\$5,235	(\$2,486)	\$10,435	(\$1,099)	(\$1,166)	\$14,036	(\$31,926)	(\$18,463)
Administrative Expenses	\$86	\$124	\$93	\$102	\$93	\$99	\$108	\$91	\$101	\$173	\$62	\$134	\$1,266	\$1,635	\$1,139
Operating Result	(\$3,179)	(\$2,428)	\$21,043	(\$1,274)	(\$7,782)	(\$1,730)	(\$2,238)	\$5,144	(\$2,587)	\$10,262	(\$1,161)	(\$1,300)	\$12,770	(\$33,561)	(\$19,602)
Ratios:															
Claims & Expenses Incurred (Earned)															
Prior Accident Years	-1.5%	-5.3%	-61.4%	-7.2%	39.3%	-5.6%	-4.5%	-39.1%	-3.6%	9.5%	-7.2%	-3.9%	-7.9%	-4.4%	-16.5%
Current Accident Year	97.3%	96.7%	68.7%	87.7%	81.6%	85.0%	83.4%	75.3%	83.0%	14.5%	78.2%	75.9%	77.2%	85.1%	90.2%
All Accident Years Combined (Earned)	95.8%	91.4%	7.3%	80.5%	120.9%	79.4%	78.9%	36.2%	79.4%	24.0%	71.0%	72.0%	69.3%	80.7%	73.7%
Underwriting & Administrative Expenses (Earned)	22.4%	23.5%	-26.4%	27.2%	26.1%	32.3%	35.1%	32.6%	36.8%	14.1%	36.4%	36.1%	24.2%	34.7%	37.2%
Combined Operating Ratio	118.2%	114.9%	-19.1%	107.7%	147.0%	111.7%	114.0%	68.8%	116.2%	38.1%	107.4%	108.1%	93.5%	115.4%	110.9%

Note: Amounts shown above do not reflect costs incurred directly by member companies e.g. income and premium taxes, health levies, association dues, cost of capital as a result of their compulsory participation in Facility Association and investment income earned on Facility Association premium dollars invested directly by members.

Rounding difference may apply