

October 11, 2017

Undertaking #4

Insurance Corporation of British Columbia's (ICBC) return comparison was not provided in PUB (MPI) 1-40. Please provide the return comparison to ICBC. If this is not yet available, please provide the status.

RESPONSE:

ICBC's results were not published until September, 2017 because ICBC changed its fiscal year-end date from December 31, 2017 to March 31, 2017 to align with the Province of British Columbia's fiscal year-end date. This change was effective immediately after the fiscal calendar year ended December 31, 2015. As a result of this change, ICBC's FY 2016/17 is a 15 month transitional fiscal period from January 1, 2016 to March 31, 2017. Returns for both SGI and MPI are shown over the 15 months ended at March 31, 2017 to ensure that they are directly comparable.

The figure below shows MPI's returns relative to ICBC's returns.

Figure 1: ICBC vs MPI 4 Years

Line No.		Rolling 12 Months Ended			
		Mar 31, 2017*	Dec 31, 2015	Dec 31, 2014	Dec 31, 2013
1	ICBC	5.24	3.60	5.23	7.46
2	MPI	6.40	2.65	9.55	7.99
3	Difference	1.16	(0.95)	4.32	0.53
4	*15 month period				