



# QUARTERLY STATEMENT

As of March 31, 2014  
of the Condition and Affairs of the

## COLONY SPECIALTY INSURANCE COMPANY

NAIC Group Code.....457, 457 <small>(Current Period) (Prior Period)</small>	NAIC Company Code..... 36927	Employer's ID Number..... 34-1266871
Organized under the Laws of Ohio	State of Domicile or Port of Entry Ohio	Country of Domicile US
Incorporated/Organized..... December 20, 1978	Commenced Business..... April 16, 1979	
Statutory Home Office	52 East Gay Street..... Columbus ..... OH ..... US ..... 43215 <small>(Street and Number) (City or Town, State, Country and Zip Code)</small>	
Main Administrative Office	8720 Stony Point Pkwy, Suite 400..... Richmond ..... VA ..... US ..... 23235 <small>(Street and Number) (City or Town, State, Country and Zip Code)</small>	804-560-2000 <small>(Area Code) (Telephone Number)</small>
Mail Address	P.O. Box 469012..... San Antonio ..... TX ..... US ..... 78246 <small>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</small>	
Primary Location of Books and Records	8720 Stony Point Pkwy, Suite 400..... Richmond ..... VA ..... US ..... 23235 <small>(Street and Number) (City or Town, State, Country and Zip Code)</small>	804-560-2866 <small>(Area Code) (Telephone Number)</small>
Internet Web Site Address	www.colonyins.com	
Statutory Statement Contact	Jason Thomas Williams <small>(Name)</small> colonyfinancialreporting@colonyins.com <small>(E-Mail Address)</small>	804-560-4588 <small>(Area Code) (Telephone Number) (Extension)</small> 804-560-4820 <small>(Fax Number)</small>

### OFFICERS

Name	Title	Name	Title
1. Arthur Glenn Davis	President	2. Melinda Joy Thompson	Treasurer
3. Craig Stephen Comeaux	Secretary	4.	

### OTHER

Michael Alan Fleischer	Executive Vice President	Samuel Collins Anderson	Senior Vice President
Michael Robert Denton	Senior Vice President	Marlo Mercer Edwards #	Senior Vice President
Laurie Elizabeth Banez	Vice President	Donna Marie Biondich	Vice President
Lynn Kelly Geurin	Vice President	Gail Theresa Kimpfler	Vice President
Daniel Gerard Platt	Vice President	Mary Moczygemba Stulting	Vice President
Barbara Lou Sutherland	Vice President	Janice Webre Zwinggi	Vice President

### DIRECTORS OR TRUSTEES

Samuel Collins Anderson	Craig Stephen Comeaux	Arthur Glenn Davis	Kevin James Rehnberg
Barbara Lou Sutherland			

State of..... Virginia  
County of..... Chesterfield

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions and Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

_____ (Signature) Arthur Glenn Davis 1. (Printed Name) President _____ (Title)	_____ (Signature) Melinda Joy Thompson 2. (Printed Name) Treasurer _____ (Title)	_____ (Signature) Craig Stephen Comeaux 3. (Printed Name) Secretary _____ (Title)
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Subscribed and sworn to before me  
This 9th day of May, 2014

a. Is this an original filing? Yes [ X ] No [ ]  
b. If no: 1. State the amendment number \_\_\_\_\_  
2. Date filed \_\_\_\_\_  
3. Number of pages attached \_\_\_\_\_

## ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	34,356,679		34,356,679	37,241,083
2. Stocks:				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	18,046,508		18,046,508	17,867,506
3. Mortgage loans on real estate:				
3.1 First liens.....			0	
3.2 Other than first liens.....			0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$....6,163,105), cash equivalents (\$.....0) and short-term investments (\$....5,174,884).....	11,337,989		11,337,989	7,297,046
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives.....			0	
8. Other invested assets.....			0	
9. Receivables for securities.....			0	
10. Securities lending reinvested collateral assets.....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	63,741,176	0	63,741,176	62,405,635
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	349,600		349,600	285,761
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	2,004,068	140,864	1,863,204	1,333,828
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$....86,533 earned but unbilled premiums).....			0	86,533
15.3 Accrued retrospective premiums.....	86,533		86,533	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	2,199,847		2,199,847	2,187,793
16.2 Funds held by or deposited with reinsured companies.....			0	
16.3 Other amounts receivable under reinsurance contracts.....			0	
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....	89,763		89,763	
18.2 Net deferred tax asset.....			0	
19. Guaranty funds receivable or on deposit.....			0	
20. Electronic data processing equipment and software.....			0	
21. Furniture and equipment, including health care delivery assets (\$.....0).....			0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....	11,410		11,410	3,012,224
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other than invested assets.....	1,092	0	1,092	417,731
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	68,483,490	140,864	68,342,625	69,729,506
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. Total (Lines 26 and 27).....	68,483,490	140,864	68,342,625	69,729,506

## DETAILS OF WRITE-INS

1101.....			0	
1102.....			0	
1103.....			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Miscellaneous Assets.....	1,092		1,092	417,731
2502.....			0	
2503.....			0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	1,092	0	1,092	417,731

## LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$.....0).....		
2. Reinsurance payable on paid losses and loss adjustment expenses.....		
3. Loss adjustment expenses.....		
4. Commissions payable, contingent commissions and other similar charges.....	33,336	26,278
5. Other expenses (excluding taxes, licenses and fees).....		
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	(132,139)	(94,810)
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....		69,472
7.2 Net deferred tax liability.....	1,896,787	1,727,795
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$.....11,109,079 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act.....		
10. Advance premium.....		
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	1,062,790	1,641,807
13. Funds held by company under reinsurance treaties.....	36,438,610	37,817,802
14. Amounts withheld or retained by company for account of others.....		
15. Remittances and items not allocated.....		
16. Provision for reinsurance (including \$.....0 certified).....	582,930	582,930
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	724,894	558,212
20. Derivatives.....		
21. Payable for securities.....		
22. Payable for securities lending.....		
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	0	0
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	40,607,208	42,329,485
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	40,607,208	42,329,485
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....	3,500,000	3,500,000
31. Preferred capital stock.....		
32. Aggregate write-ins for other than special surplus funds.....	0	0
33. Surplus notes.....		
34. Gross paid in and contributed surplus.....	8,002,700	8,002,700
35. Unassigned funds (surplus).....	16,232,717	15,897,321
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36).....	27,735,417	27,400,021
38. Totals (Page 2, Line 28, Col. 3).....	68,342,625	69,729,506

## DETAILS OF WRITE-INS

2501. ....		
2502. ....		
2503. ....		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	0	0
2901. ....		
2902. ....		
2903. ....		
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above).....	0	0
3201. ....		
3202. ....		
3203. ....		
3298. Summary of remaining write-ins for Line 32 from overflow page.....	0	0
3299. Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above).....	0	0

Statement for March 31, 2014 of the **COLONY SPECIALTY INSURANCE COMPANY**  
**STATEMENT OF INCOME**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct..... (written \$.....6,618,474).....	6,051,572	5,713,859	23,711,360
1.2 Assumed..... (written \$.....0).....			
1.3 Ceded..... (written \$.....6,618,474).....	6,051,572	5,713,859	23,711,360
1.4 Net..... (written \$.....0).....	0	0	0
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....0):			
2.1 Direct.....	7,757,633	4,405,395	15,488,712
2.2 Assumed.....			
2.3 Ceded.....	7,757,633	4,405,395	15,488,712
2.4 Net.....	0	0	0
3. Loss adjustment expenses incurred.....			
4. Other underwriting expenses incurred.....			
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	0	0	0
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	0	0	0
<b>INVESTMENT INCOME</b>			
9. Net investment income earned.....	323,348	595,652	1,562,832
10. Net realized capital gains (losses) less capital gains tax of \$.....(63,334).....	84,578	(129,342)	(148,427)
11. Net investment gain (loss) (Lines 9 + 10).....	407,927	466,310	1,414,405
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....170).....	(170)	(1,148)	(1,105)
13. Finance and service charges not included in premiums.....			
14. Aggregate write-ins for miscellaneous income.....	(75,650)	(51,329)	(247,169)
15. Total other income (Lines 12 through 14).....	(75,820)	(52,477)	(248,274)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	332,107	413,833	1,166,131
17. Dividends to policyholders.....			
18. Net income after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	332,107	413,833	1,166,131
19. Federal and foreign income taxes incurred.....	60,940	170,932	94,527
20. Net income (Line 18 minus Line 19) (to Line 22).....	271,167	242,901	1,071,603
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year.....	27,400,021	25,224,848	25,224,848
22. Net income (from Line 20).....	271,167	242,901	1,071,603
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....62,651.....	116,352	889,092	1,472,925
25. Change in net unrealized foreign exchange capital gain (loss).....			
26. Change in net deferred income tax.....	(106,341)	51,330	(194,789)
27. Change in nonadmitted assets.....	54,218	(1,642)	(37,154)
28. Change in provision for reinsurance.....	(0)	0	(137,413)
29. Change in surplus notes.....			
30. Surplus (contributed to) withdrawn from protected cells.....			
31. Cumulative effect of changes in accounting principles.....			
32. Capital changes:			
32.1 Paid in.....			
32.2 Transferred from surplus (Stock Dividend).....			
32.3 Transferred to surplus.....			
33. Surplus adjustments:			
33.1 Paid in.....			
33.2 Transferred to capital (Stock Dividend).....			
33.3 Transferred from capital.....			
34. Net remittances from or (to) Home Office.....			
35. Dividends to stockholders.....			
36. Change in treasury stock.....			
37. Aggregate write-ins for gains and losses in surplus.....	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37).....	335,396	1,181,681	2,175,173
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	27,735,417	26,406,530	27,400,021
<b>DETAILS OF WRITE-INS</b>			
0501. ....			
0502. ....			
0503. ....			
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	0	0
1401. Intercompany interest expense.....	(75,650)	(51,329)	(247,169)
1402. ....			
1403. ....			
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	(75,650)	(51,329)	(247,169)
3701. Impact of prior year adjustment.....			
3702. ....			
3703. ....			
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0	0

## COLONY SPECIALTY INSURANCE COMPANY CASH FLOW

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>CASH FROM OPERATIONS</b>			
1. Premiums collected net of reinsurance.....	(1,054,174)	109,083	1,266,147
2. Net investment income.....	321,800	548,437	1,790,022
3. Miscellaneous income.....	(75,820)	(52,477)	(248,274)
4. Total (Lines 1 through 3).....	(808,194)	605,043	2,807,895
5. Benefit and loss related payments.....	12,053	(106,747)	1,038,354
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	30,271	(314,632)	31,573
8. Dividends paid to policyholders.....			
9. Federal and foreign income taxes paid (recovered) net of \$.....(244,860) tax on capital gains (losses).....	156,841	65,066	336,508
10. Total (Lines 5 through 9).....	199,165	(356,313)	1,406,436
11. Net cash from operations (Line 4 minus Line 10).....	(1,007,358)	961,357	1,401,459
<b>CASH FROM INVESTMENTS</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	2,918,210	11,029,804	24,291,996
12.2 Stocks.....		519,921	2,891,100
12.3 Mortgage loans.....			
12.4 Real estate.....			
12.5 Other invested assets.....			
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....			108
12.7 Miscellaneous proceeds.....			
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	2,918,210	11,549,725	27,183,204
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	74,854	6,300,060	16,383,527
13.2 Stocks.....		2,711,702	3,728,723
13.3 Mortgage loans.....			
13.4 Real estate.....			
13.5 Other invested assets.....			
13.6 Miscellaneous applications.....		0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	74,854	9,011,763	20,112,250
14. Net increase or (decrease) in contract loans and premium notes.....			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	2,843,356	2,537,962	7,070,954
<b>CASH FROM FINANCING AND MISCELLANEOUS SOURCES</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....			
16.2 Capital and paid in surplus, less treasury stock.....			
16.3 Borrowed funds.....			
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....			
16.5 Dividends to stockholders.....			
16.6 Other cash provided (applied).....	2,204,946	(6,242,991)	(9,095,148)
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	2,204,946	(6,242,991)	(9,095,148)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	4,040,944	(2,743,672)	(622,735)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	7,297,046	7,919,780	7,919,780
19.2 End of period (Line 18 plus Line 19.1).....	11,337,989	5,176,108	7,297,046

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001 .....			
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**NOTES TO FINANCIAL STATEMENTS****Note 1 - Summary of Significant Accounting Policies**

## A. Accounting Practices

The accompanying financial statements of Colony Specialty Insurance Company are presented on the basis of accounting practices prescribed or permitted by the Department of Insurance in the State of Ohio.

The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures Manual* (NAIC SAP) has been adopted as a prescribed or permitted by Ohio that differ from NAIC SAP.

	State of Domicile	2014	2013
<b>NET INCOME</b>			
(1) COLONY SPECIALTY INSURANCE COMPANY state basis (Page 4, Line 20, Columns 1 & 3)	OH	271,167	1,071,603
(2) State Prescribed Practices that increase/decrease NAIC SAP			
(3) State Permitted Practices that increase/decrease NAIC SAP			
(4) NAIC SAP (1 - 2 - 3 = 4)	OH	271,167	1,071,603
<b>SURPLUS</b>			
(5) COLONY SPECIALTY INSURANCE COMPANY state basis (Page 3, line 37, Columns 1 & 2)	OH	27,735,417	27,400,021
(6) State Prescribed Practices that increase/decrease NAIC SAP			
(7) State Permitted Practices that increase/decrease NAIC SAP			
(8) NAIC SAP (5 - 6 - 7 = 8)	OH	27,735,417	27,400,021

**Note 2 - Accounting Changes and Corrections of Errors**

The Company filed amended 1) Assets, 2) Liabilities, Surplus and Other Funds and 3) Statement of Income pages for the 2012 Annual Statement, and the first and second quarter 2013 Quarterly Statements. These amendments were made in order to reclass Federal Income Taxes. During the course of the 2012 statutory audit, it was determined that a reclassification was needed between current and deferred taxes. The net effect of these adjustments is an increase in Surplus as regards policyholders of \$19,520 for the 2012 Annual Statement and first quarter 2013 Quarterly Statement. The net effect of these adjustments is an increase in Net Income of \$255,996 as compared to what was originally reported for the second quarter 2013 Quarterly Statement.

**Note 3 - Business Combinations and Goodwill**

No significant change.

**Note 4 - Discontinued Operations**

No significant change.

**Note 5 - Investments**

No significant change.

**Note 6 - Joint Ventures, Partnerships and Limited Liability Companies**

No significant change.

**Note 7 - Investment Income**

No significant change.

**Note 8 - Derivative Instruments**

No significant change.

**Note 9 - Income Taxes**

No significant change.

**Note 10 - Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**

No significant change.

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**NOTES TO FINANCIAL STATEMENTS**


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**Note 11 - Debt**

No significant change.

**Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**

No significant change.

**Note 13 - Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations**

No significant change.

**Note 14 - Contingencies**

No significant change.

**Note 15 - Leases**

No significant change.

**Note 16 - Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk**

No significant change.

**Note 17 - Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

## C. Wash Sales

The Company had no wash sales as defined in paragraph 9 of SSAP No. 91R, Accounting Transfers and Servicing of Financial Assets and Extinguishments of Liabilities, involving securities with a NAIC designation of 3 or below, or unrated during the three months ended March 31, 2014.

**Note 18 - Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans**

No significant change.

**Note 19 - Direct Premium Written/Produced by Managing General Agents/Third Party Administrators**

No significant change.

**Note 20 - Fair Value**

## A.

## (1) Fair Value Measurements at Reporting Date

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Common Stocks	18,046,508			18,046,508
Total	18,046,508			18,046,508

(2) The Company has no Level 3 items.

(3) The Company had no transfers between levels.

(4) Fair value prices are obtained from third-party pricing services where available. For securities where the Company is unable to obtain fair values from a pricing service, fair values are obtained from a broker or investment advisor. These prices are determined using observable market information such as dealer quotes, market spreads, cash flows, yield curves, live trading levels, trade execution data, market consensus prepayment speeds, credit information and the security's terms and conditions, among other things.

(5) The Company has no derivatives.

## B. Not applicable.

C. The following table provides information as of March 31, 2014 about the aggregate fair value for all financial instruments and the level within the fair value hierarchy in which the fair value measurements in their entirety fall:

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	35,069,597	34,356,679	11,013,349	24,056,249		
Common Stocks	18,046,508	18,046,508	18,046,508			
Short Term	5,174,884	5,174,884	5,174,884			
Total	58,290,989	57,578,071	34,234,741	24,056,249		

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## NOTES TO FINANCIAL STATEMENTS

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D. The Company has no financial instruments for which it was not practicable to estimate fair values.

**Note 21 - Other Items**

No significant change.

**Note 22 - Events Subsequent**

No significant change.

**Note 23 - Reinsurance**

No significant change.

**Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination**

No significant change.

**Note 25 - Change in Incurred Losses and Loss Adjustment Expenses**

No significant change.

**Note 26 - Intercompany Pooling Arrangements**

No significant change.

**Note 27 - Structured Settlements**

No significant change.

**Note 28 - Health Care Receivables**

No significant change.

**Note 29 - Participating Policies**

No significant change.

**Note 30 - Premium Deficiency Reserves**

No significant change.

**Note 31 - High Deductibles**

No significant change.

**Note 32 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses**

No significant change.

**Note 33 - Asbestos/Environmental Reserves**

No significant change.

**Note 34 - Subscriber Savings Accounts**

No significant change.

**Note 35 - Multiple Peril Crop Insurance**

No significant change.

**Note 36 - Financial Guaranty Insurance**

No significant change.

# COLONY SPECIALTY INSURANCE COMPANY GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES - GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [ X ]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ]
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [ X ]
- 2.2 If yes, date of change: .....
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [ X ] No [ ]  
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [ X ]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.

\_\_\_\_\_

\_\_\_\_\_

- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [ X ]
- 4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [ ] No [ ] N/A [ X ]  
If yes, attach an explanation.

\_\_\_\_\_

\_\_\_\_\_

- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .....12/31/2011.....
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. .....12/31/2011.....
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). .....6/9/2013.....

- 6.4 By what department or departments?  
Ohio

- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [ ] No [ ] N/A [ X ]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [ ] No [ ] N/A [ X ]

- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [ X ]
- 7.2 If yes, give full information:

\_\_\_\_\_

\_\_\_\_\_

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [ ] No [ X ]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

\_\_\_\_\_

\_\_\_\_\_

- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [ ] No [ X ]
- 8.4 If the response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator].

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [ X ] No [ ]
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.

- 9.11 If the response to 9.1 is No, please explain:
- \_\_\_\_\_
- \_\_\_\_\_

- 9.2 Has the code of ethics for senior managers been amended? Yes [ ] No [ X ]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

\_\_\_\_\_

\_\_\_\_\_

- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [ X ]

# COLONY SPECIALTY INSURANCE COMPANY GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES - GENERAL

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

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### PART 1 - FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes  No

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$.....0

### PART 1 - INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes  No

11.2 If yes, give full and complete information relating thereto:

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12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$.....0

13. Amount of real estate and mortgages held in short-term investments: \$.....0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes  No

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds.....	\$ .....0	\$ .....0
14.22 Preferred Stock.....	\$ .....0	\$ .....0
14.23 Common Stock.....	\$ .....0	\$ .....0
14.24 Short-Term Investments.....	\$ .....0	\$ .....0
14.25 Mortgage Loans on Real Estate.....	\$ .....0	\$ .....0
14.26 All Other.....	\$ .....0	\$ .....0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ .....0	\$ .....0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above.....	\$ .....0	\$ .....0

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes  No

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes  No   
If no, attach a description with this statement.

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16. For the reporting entity's security lending program, state the amount of the following as of current statement date:

- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$.....0
- 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$.....0
- 16.3 Total payable for securities lending reported on the liability page: \$.....0

17. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes  No

17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
U S Bank Institutional Trust & Custody	2204 Lakeshore Drive, Ste 302, Birmingham AL 35209

17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation.

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes  No

17.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

17.5 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
107105	Blackrock Financial Management	46 E. 52nd St, New York, NY 10022
106584	Fayez Sarofim & Company	PO Box 297426, Houston TX 77297

**PART 1 - INVESTMENT**

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?

Yes [X] No [ ]

18.2 If no, list exceptions:

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**COLONY SPECIALTY INSURANCE COMPANY  
GENERAL INTERROGATORIES (continued)**

**PART 2**

**PROPERTY & CASUALTY INTERROGATORIES**

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [ ] No [ ] N/A [X]  
If yes, attach an explanation.

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2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [ ] No [X]  
If yes, attach an explanation.

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3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [ ] No [X]

3.2 If yes, give full and complete information thereto:

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4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see Annual Statement Instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes [ ] No [X]

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Disc. Rate	Total Discount				Discount Taken During Period			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 Total	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 Total
	.....XXX..	.....XXX.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
Total.....	.....XXX..	.....XXX.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

5. Operating Percentages:

5.1 A&H loss percent 0.0 %  
 5.2 A&H cost containment percent 0.0 %  
 5.3 A&H expense percent excluding cost containment expenses 0.0 %

6.1 Do you act as a custodian for health savings accounts? Yes [ ] No [X]

6.2 If yes, please provide the amount of custodial funds held as of the reporting date. 0

6.3 Do you act as an administrator for health savings accounts? Yes [ ] No [X]

6.4 If yes, please provide the amount of funds administered as of the reporting date. 0

**COLONY SPECIALTY INSURANCE COMPANY**

**SCHEDULE F - CEDED REINSURANCE**

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
<b>Affiliates</b>						
19801.....	94-1390273.....	ARGONAUT INS CO.....	IL.....	Authorized.....	.....	.....
<b>All Other Insurers</b>						
00000.....	AA-3194101.....	EVEREST REINS BERMUDA LTD.....	BMU.....	Unauthorized....	.....	.....
00000.....	AA-1126609.....	LLOYD'S SYNDICATE NUMBER 609.....	GBR.....	Authorized.....	.....	.....
00000.....	AA-1127414.....	LLOYD'S SYNDICATE NUMBER 1414.....	GBR.....	Authorized.....	.....	.....
00000.....	AA-1120158.....	LLOYD'S SYNDICATE NUMBER 2014.....	GBR.....	Authorized.....	.....	.....

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

Current Year to Date - Allocated by States and Territories

States, Etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama.....AL	L	(28,054)	82,999	365,000	(5,000)	11,778,670	1,799,708
2. Alaska.....AK	L						
3. Arizona.....AZ	L	24,286					
4. Arkansas.....AR	L	29,718	12,190				209,831
5. California.....CA	L	248,079					
6. Colorado.....CO	L	14,089	88,781	130,000	266,952	739,779	790,939
7. Connecticut.....CT	L						
8. Delaware.....DE	L						
9. District of Columbia.....DC	L		4,575		310	18,988	
10. Florida.....FL	L	199,450	179,353	201,411	93,209	1,959,162	3,472,366
11. Georgia.....GA	L	132,659	68,217	35,053		69,354	552,018
12. Hawaii.....HI	L						
13. Idaho.....ID	L	16,625	15,306			520,157	96,845
14. Illinois.....IL	L	84,592	1,250	42,400		17,339	
15. Indiana.....IN	L	38,687	39,242	200,000	(840)	2,088,142	543,141
16. Iowa.....IA	L						
17. Kansas.....KS	L	(44,339)				17,339	
18. Kentucky.....KY	L						
19. Louisiana.....LA	L	28,363					
20. Maine.....ME	L						
21. Maryland.....MD	L	326,516	309,140	346,287	481,093	1,424,327	865,711
22. Massachusetts.....MA	L						
23. Michigan.....MI	L	66,615					
24. Minnesota.....MN	L			40,500			
25. Mississippi.....MS	L	7,148	7,547	1,659		312,094	274,395
26. Missouri.....MO	L						
27. Montana.....MT	L	45,459	31,429			14	
28. Nebraska.....NE	L						
29. Nevada.....NV	L	28,118	79,401	46,203	130,098	1,401,650	1,950,561
30. New Hampshire.....NH	L						
31. New Jersey.....NJ	L	253,684		4,950		104,147	
32. New Mexico.....NM	L						
33. New York.....NY	L	132,218					
34. North Carolina.....NC	L	93,110	64,006	21,960	30,628	110,894	1,209,537
35. North Dakota.....ND	L	44,500					
36. Ohio.....OH	L	159,721	159,529	130,403	440,238	1,894,533	1,013,867
37. Oklahoma.....OK	L	59,593					
38. Oregon.....OR	L	179,951	202,142	33,450	210,785	288,976	757,169
39. Pennsylvania.....PA	L	3,348,760	3,329,150	1,864,695	1,039,144	15,620,361	14,474,355
40. Rhode Island.....RI	L						
41. South Carolina.....SC	L	5,843	8,757	304	(3,114)	77,984	153,650
42. South Dakota.....SD	L	4,407	4,202			288,976	
43. Tennessee.....TN	L	28,850	45,120	1,028,516	(7,500)	265,872	1,013,666
44. Texas.....TX	L	136,213		124,609		37,219	
45. Utah.....UT	L	32,415	5,061		35,000	959,726	533,103
46. Vermont.....VT	L						
47. Virginia.....VA	E	829,806	811,392	85,359	242,509	3,087,639	9,257,722
48. Washington.....WA	L			24,300		28,900	
49. West Virginia.....WV	L	91,393		20,367			
50. Wisconsin.....WI	L						
51. Wyoming.....WY	L						
52. American Samoa.....AS	N						
53. Guam.....GU	N						
54. Puerto Rico.....PR	N						
55. US Virgin Islands.....VI	N						
56. Northern Mariana Islands.....MP	N						
57. Canada.....CAN	N						
58. Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0
59. Totals.....(a) 50		6,618,474	5,548,788	4,747,428	2,953,512	43,112,241	38,968,583

**DETAILS OF WRITE-INS**

58001.....	XXX						
58002.....	XXX						
58003.....	XXX						
58998. Summary of remaining write-ins for Line 58 from overflow page....	XXX	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above).....	XXX	0	0	0	0	0	0

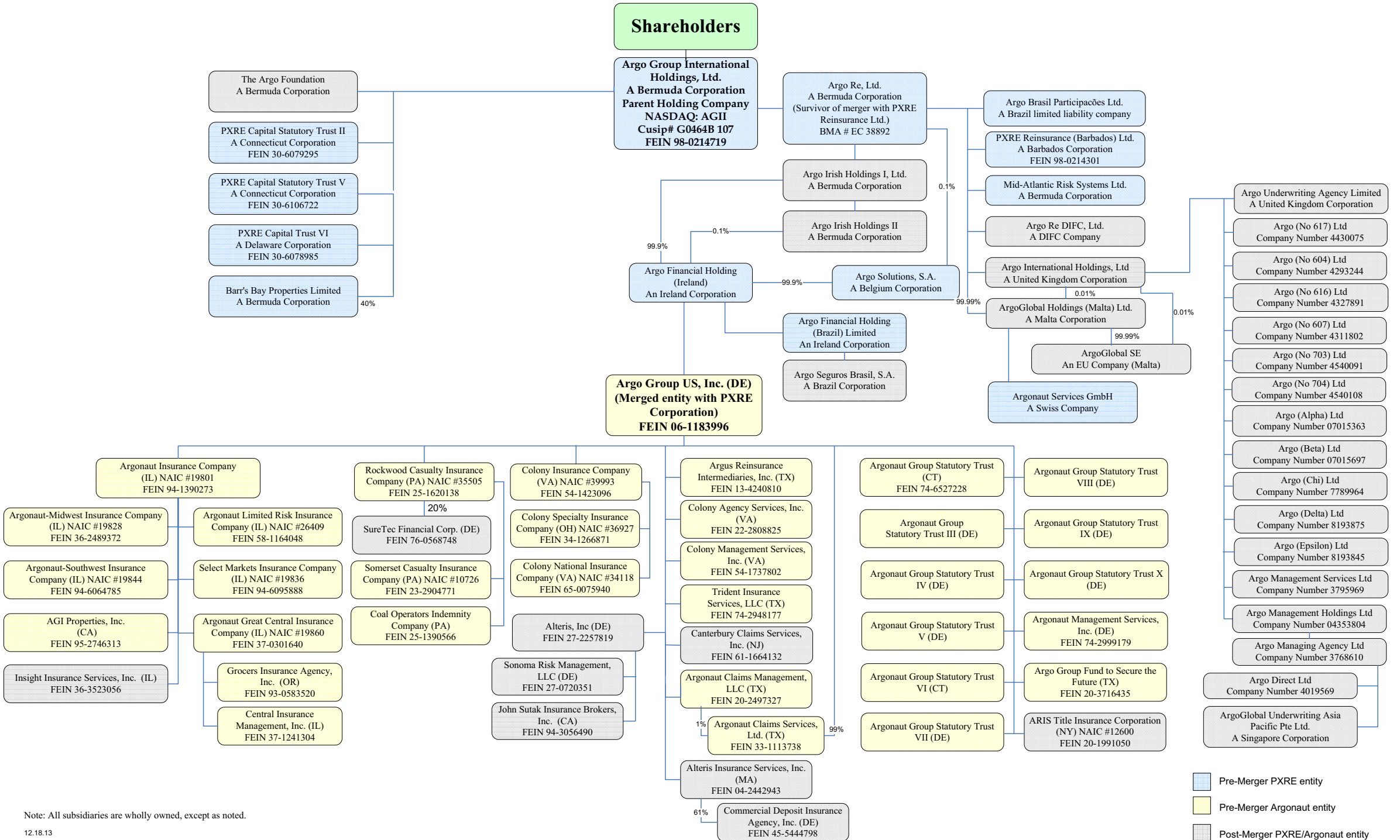
(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;

(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.

**SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**

PART 1 – ORGANIZATIONAL CHART



Q11

Note: All subsidiaries are wholly owned, except as noted.

**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
<b>Members</b>														
		00000	98-0214719		0001091748	NasdaqGS	Argo Group International Holdings, Ltd.	BMU	UIP	Shareholders	Ownership	1.000		
		00000					Barr's Bay Properties Limited.	BMU	NIA	Argo Group International Holdings, Ltd.	Ownership	0.400	Argo Group International Holdings, Ltd.	
		00000					The Argo Foundation	BMU	NIA	Argo Group International Holdings, Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000	30-6079295				PXRE Capital Statutory Trust II	CT	NIA	Argo Group International Holdings, Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000	30-6106722				PXRE Capital Statutory Trust V	CT	NIA	Argo Group International Holdings, Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000	30-6078985				PXRE Capital Statutory Trust VI	DE	NIA	Argo Group International Holdings, Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000			0001436607		Argo Re Ltd.	BMU	UIP	Argo Group International Holdings, Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo Brasil Participações Ltd.	BRA	NIA	Argo Re Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000	98-0214301				PXRE Reinsurance (Barbados), Ltd.	BRB	IA	Argo Re Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Mid-Atlantic Risk Systems, Ltd.	BMU	NIA	Argo Re Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo Re DIFC, Ltd.	ARE	IA	Argo Re Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo Irish Holdings I Ltd.	BMU	UIP	Argo Re Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo Irish Holdings II	BMU	UIP	Argo Irish Holdings I Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo International Holdings Ltd.	GBR	NIA	Argo Re Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					ArgoGlobal Holdings (Malta) Ltd.	MLT	NIA	Argo Re Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					ArgoGlobal Holdings (Malta) Ltd.	MLT	NIA	Argo International Holdings Ltd.	Ownership	0.000	Argo Group International Holdings, Ltd.	
		00000					Argonaut Services GmbH	CHE	NIA	ArgoGlobal Holdings (Malta) Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					ArgoGlobal SE	MLT	IA	ArgoGlobal Holdings (Malta) Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					ArgoGlobal SE	MLT	IA	Argo International Holdings Ltd.	Ownership	0.000	Argo Group International Holdings, Ltd.	
		00000					Argo Underwriting Agency Ltd.	GBR	NIA	Argo International Holdings Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (No 617), Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (No 604), Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (No 616), Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (No 607), Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (No 703), Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (No 704), Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (Alpha) Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (Beta) Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (Chi) Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (Delta) Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo (Epsilon) Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo Management Services Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo Management Holdings Ltd.	GBR	NIA	Argo Underwriting Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo Managing Agency Ltd.	GBR	IA	Argo Management Holdings Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					Argo Direct Ltd.	GBR	IA	Argo Managing Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	
		00000					ArgoGlobal Underwriting Asia Pacific Pte Ltd.	SGP	IA	Argo Managing Agency Ltd.	Ownership	1.000	Argo Group International Holdings, Ltd.	

Q12

**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
		00000					Argo Solutions, S.A.....	BEL.....	NIA.....	Argo Re Ltd.....	Ownership.....	0.001	Argo Group International Holdings, Ltd.....	
		00000					Argo Financial Holding (Ireland).....	IRL.....	UIP.....	Argo Irish Holdings I Ltd.....	Ownership.....	0.999	Argo Group International Holdings, Ltd.....	
		00000					Argo Financial Holding (Ireland).....	IRL.....	UIP.....	Argo Irish Holdings II.....	Ownership.....	0.001	Argo Group International Holdings, Ltd.....	
		00000					Argo Financial Holding (Brazil) Limited.....	IRL.....	NIA.....	Argo Financial Holding (Ireland).....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000					Argo Seguros Brasil, S.A.....	BRA.....	IA.....	Argo Financial Holding (Brazil) Limited.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000					Argo Solutions, S.A.....	BEL.....	IA.....	Argo Financial Holding (Ireland).....	Ownership.....	0.999	Argo Group International Holdings, Ltd.....	
		00000	06-1183996				Argo Group US, Inc.....	DE.....	UIP.....	Argo Financial Holding (Ireland).....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	74-6527228		0001470439		Argonaut Group Statutory Trust.....	CT.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000					Argonaut Group Statutory Trust III.....	DE.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000					Argonaut Group Statutory Trust IV.....	DE.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000					Argonaut Group Statutory Trust V.....	DE.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000					Argonaut Group Statutory Trust VI.....	CT.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000					Argonaut Group Statutory Trust VII.....	DE.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000					Argonaut Group Statutory Trust VIII.....	DE.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000					Argonaut Group Statutory Trust IX.....	DE.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000					Argonaut Group Statutory Trust X.....	DE.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	74-2999179				Argonaut Management Services, Inc.....	DE.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	20-3716435				Argo Group Fund to Secure the Future.....	TX.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		12600	20-1991050				ARIS Title Insurance Corporation.....	NY.....	IA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	13-4240810				Argus Reinsurance Intermediaries, Inc.....	TX.....	IA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	22-2808825				Colony Agency Services, Inc.....	VA.....	IA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	54-1737802				Colony Management Services, Inc.....	VA.....	NIA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	74-2948177				Trident Insurance Services, LLC.....	TX.....	IA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	61-1664132				Canterbury Claims Services, Inc.....	NJ.....	IA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	20-2497327				Argonaut Claims Management, LLC.....	TX.....	IA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	33-1113738				Argonaut Claims Services, Ltd.....	TX.....	IA.....	Argonaut Claims Management, LLC.....	Ownership.....	0.010	Argo Group International Holdings, Ltd.....	
		00000	33-1113738				Argonaut Claims Services, Ltd.....	TX.....	IA.....	Argo Group US, Inc.....	Ownership.....	0.990	Argo Group International Holdings, Ltd.....	
0457	Argo Group, U.S.....	39993	54-1423096				Colony Insurance Company.....	VA.....	UDP.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
0457	Argo Group, U.S.....	34118	65-0075940				Colony National Insurance Company.....	VA.....	IA.....	Colony Insurance Company.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
0457	Argo Group, U.S.....	36927	34-1266871				Colony Specialty Insurance Company.....	OH.....		Colony Insurance Company.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	04-2442943				Alteris Insurance Services, Inc.....	MA.....	IA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	45-5444798				Commercial Deposit Insurance Agency, Inc.....	DE.....	IA.....	Alteris Insurance Services, Inc.....	Ownership.....	0.610	Argo Group International Holdings, Ltd.....	
		00000	27-2257819				Alteris, Inc.....	DE.....	IA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	27-0720351				Sonoma Risk Management, LLC.....	DE.....	IA.....	Alteris, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
		00000	94-3056490				John Sutak Insurance Brokers, Inc.....	CA.....	IA.....	Alteris, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	
0457	Argo Group, U.S.....	19801	94-1390273				Argonaut Insurance Company.....	IL.....	IA.....	Argo Group US, Inc.....	Ownership.....	1.000	Argo Group International Holdings, Ltd.....	

Q12.1

**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
		00000.....	95-2746313				AGI Properties, Inc.....	CA.....	NIA.....	Argonaut Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
		00000.....	36-3523056				Insight Insurance Services, Inc.....	IL.....	IA.....	Argonaut Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
0457.....	Argo Group, U.S.....	19828.....	36-2489372				Argonaut-Midwest Insurance Company.....	IL.....	IA.....	Argonaut Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
0457.....	Argo Group, U.S.....	19844.....	94-6064785				Argonaut-Southwest Insurance Company.....	IL.....	IA.....	Argonaut Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
0457.....	Argo Group, U.S.....	19836.....	94-6095888				Select Markets Insurance Company.....	IL.....	IA.....	Argonaut Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
0457.....	Argo Group, U.S.....	26409.....	58-1164048				Argonaut Limited Risk Insurance Company.....	IL.....	IA.....	Argonaut Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
0457.....	Argo Group, U.S.....	19860.....	37-0301640				Argonaut Great Central Insurance Company.....	IL.....	IA.....	Argonaut Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
		00000.....	93-0583520				Grocers Insurance Agency, Inc.....	OR.....	IA.....	Argonaut Great Central Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
		00000.....	37-1241304				Central Insurance Management, Inc.....	IL.....	IA.....	Argonaut Great Central Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
0457.....	Argo Group, U.S.....	35505.....	25-1620138				Rockwood Casualty Insurance Company.....	PA.....	IA.....	Argo Group US, Inc.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
0457.....	Argo Group, U.S.....	10726.....	23-2904771				Somerset Casualty Insurance Company.....	PA.....	IA.....	Rockwood Casualty Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
		00000.....	25-1390566				Coal Operators Indemnity Company.....	PA.....	IA.....	Rockwood Casualty Insurance Company.....	Ownership.....	.....1.000	Argo Group International Holdings, Ltd.....	
		00000.....	76-0568748				SureTec Financial Corporation.....	DE.....	IA.....	Rockwood Casualty Insurance Company.....	Ownership.....	.....0.200	Argo Group International Holdings, Ltd.....	

Q12.2

Asterisk	Explanation

**NONE**

## COLONY SPECIALTY INSURANCE COMPANY

### PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire.....	3,681	(108)	(2.9)	(1,387.2)
2. Allied lines.....	80,876	1,039,800	1,285.7	(208.0)
3. Farmowners multiple peril.....			0.0	
4. Homeowners multiple peril.....			0.0	
5. Commercial multiple peril.....	144,730	74,302	51.3	(74.0)
6. Mortgage guaranty.....			0.0	
8. Ocean marine.....			0.0	
9. Inland marine.....	534,469	277,676	52.0	(108.0)
10. Financial guaranty.....			0.0	
11.1. Medical professional liability - occurrence.....	789	312	39.5	
11.2. Medical professional liability - claims-made.....	12,267	6,039	49.2	159.5
12. Earthquake.....			0.0	
13. Group accident and health.....			0.0	
14. Credit accident and health.....			0.0	
15. Other accident and health.....			0.0	
16. Workers' compensation.....	3,087,296	1,913,579	62.0	61.4
17.1. Other liability-occurrence.....	446,027	(354,004)	(79.4)	154.9
17.2. Other liability-claims made.....	1,493,270	4,454,670	298.3	110.8
17.3. Excess workers' compensation.....			0.0	
18.1. Products liability-occurrence.....	104,007	(120,046)	(115.4)	23.9
18.2. Products liability-claims made.....	5,585	96,160	1,721.7	1,199.1
19.1, 19.2. Private passenger auto liability.....			0.0	
19.3, 19.4. Commercial auto liability.....	102,834	350,747	341.1	28.1
21. Auto physical damage.....	35,623	18,506	51.9	167.1
22. Aircraft (all perils).....			0.0	
23. Fidelity.....			0.0	
24. Surety.....			0.0	
26. Burglary and theft.....	117		0.0	
27. Boiler and machinery.....			0.0	
28. Credit.....			0.0	
29. International.....			0.0	
30. Warranty.....			0.0	
31. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business.....	0	0	0.0	
35. Totals.....	6,051,572	7,757,633	128.2	77.1
<b>DETAILS OF WRITE-INS</b>				
3401.....			0.0	
3402.....			0.0	
3403.....			0.0	
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0.0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	0	0	0.0	

### PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....	2,398	2,398	1,698
2. Allied lines.....	114,976	114,976	9,716
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....			
5. Commercial multiple peril.....	64,553	64,553	98,036
6. Mortgage guaranty.....			
8. Ocean marine.....			
9. Inland marine.....	1,180,073	1,180,073	4,475
10. Financial guaranty.....			
11.1. Medical professional liability - occurrence.....			
11.2. Medical professional liability - claims made.....	12,126	12,126	13,776
12. Earthquake.....			
13. Group accident and health.....			
14. Credit accident and health.....			
15. Other accident and health.....			
16. Workers' compensation.....	3,270,570	3,270,570	3,158,565
17.1. Other liability-occurrence.....	348,360	348,360	207,668
17.2. Other liability-claims made.....	1,457,564	1,457,564	1,796,082
17.3. Excess workers' compensation.....			
18.1. Products liability-occurrence.....	31,095	31,095	60,505
18.2. Products liability-claims made.....	6,000	6,000	
19.1 19.2. Private passenger auto liability.....			
19.3 19.4. Commercial auto liability.....	82,255	82,255	130,608
21. Auto physical damage.....	48,212	48,212	67,659
22. Aircraft (all perils).....			
23. Fidelity.....			
24. Surety.....			
26. Burglary and theft.....	292	292	
27. Boiler and machinery.....			
28. Credit.....			
29. International.....			
30. Warranty.....			
31. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business.....	0	0	0
35. Totals.....	6,618,474	6,618,474	5,548,788
<b>DETAILS OF WRITE-INS</b>			
3401.....			
3402.....			
3403.....			
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	0	0	0

**PART 3 (000 omitted)**

**LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE**

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2014 Loss and LAE Payments on Claims Reported as of Prior Year-End	2014 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2014 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2011 + Prior.....			.0			.0				.0	.0	.0	.0
2. 2012.....			.0			.0				.0	.0	.0	.0
3. Subtotals 2012 + Prior.....	0	0	.0	0	0	.0	0	0	0	.0	.0	.0	.0
4. 2013.....			.0			.0				.0	.0	.0	.0
5. Subtotals 2013 + Prior.....	0	0	.0	0	0	.0	0	0	0	.0	.0	.0	.0
6. 2014.....	.XXX	.XXX	.XXX	.XXX		.0	.XXX			.0	.XXX	.XXX	.XXX
7. Totals.....	0	0	.0	0	0	.0	0	0	0	.0	.0	.0	.0
8. Prior Year-End's Surplus As Regards Policyholders	27,400										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. ....0.0 %	2. ....0.0 %	3. ....0.0 %
													Col. 13, Line 7 Line 8
													4. ....0.0 %

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# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	<b>Response</b>
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	YES
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
4. Will the Director and Officer Supplement be filed with the state of domicile and the NAIC with this statement?	NO

**Explanation:**

- 1.
- 2.
- 3.
- 4.

**Bar Code:**



**NONE**

**COLONY SPECIALTY INSURANCE COMPANY  
SCHEDULE A - VERIFICATION**

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		
3. Current year change in encumbrances.....		
4. Total gain (loss) on disposals.....		
5. Deduct amounts received on disposals.....		
6. Total foreign exchange change in book/adjusted carrying value.....		
7. Deduct current year's other than temporary impairment recognized.....		
8. Deduct current year's depreciation.....		
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8).....	0	0
10. Deduct total nonadmitted amounts.....		
11. Statement value at end of current period (Line 9 minus Line 10).....	0	0

**SCHEDULE B - VERIFICATION**

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease).....		
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		
8. Deduct amortization of premium and mortgage interest points and commitment fees.....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest.....		
10. Deduct current year's other than temporary impairment recognized.....		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0	0
12. Total valuation allowance.....		
13. Subtotal (Line 11 plus Line 12).....	0	0
14. Deduct total nonadmitted amounts.....		
15. Statement value at end of current period (Line 13 minus Line 14).....	0	0

**SCHEDULE BA - VERIFICATION**

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease).....		
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		
8. Deduct amortization of premium and depreciation.....		
9. Total foreign exchange change in book/adjusted carrying value.....		
10. Deduct current year's other than temporary impairment recognized.....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0	0
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	0	0

**SCHEDULE D - VERIFICATION**

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	55,108,586	60,242,711
2. Cost of bonds and stocks acquired.....	74,854	20,112,249
3. Accrual of discount.....	15,026	40,716
4. Unrealized valuation increase (decrease).....	179,003	2,266,040
5. Total gain (loss) on disposals.....	21,244	283,429
6. Deduct consideration for bonds and stocks disposed of.....	2,918,211	27,183,096
7. Deduct amortization of premium.....	77,317	301,183
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		352,280
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	52,403,185	55,108,586
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	52,403,185	55,108,586

**SCHEDULE D - PART 1B**

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

	1	2	3	4	5	6	7	8
NAIC Designation	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a).....	37,433,382	3,455,943	5,493,017	(68,969)	35,327,340			37,433,382
2. NAIC 2 (a).....	3,885,749			(557)	3,885,192			3,885,749
3. NAIC 3 (a).....	629,491		317,694	7,235	319,032			629,491
4. NAIC 4 (a).....								
5. NAIC 5 (a).....								
6. NAIC 6 (a).....								
7. Total Bonds.....	41,948,622	3,455,943	5,810,711	(62,291)	39,531,564	0	0	41,948,622
<b>PREFERRED STOCK</b>								
8. NAIC 1.....								
9. NAIC 2.....								
10. NAIC 3.....								
11. NAIC 4.....								
12. NAIC 5.....								
13. NAIC 6.....								
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	41,948,622	3,455,943	5,810,711	(62,291)	39,531,564	0	0	41,948,622

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(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation:

NAIC 1 \$.....5,174,884; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

Statement for March 31, 2014 of the **COLONY SPECIALTY INSURANCE COMPANY**  
**SCHEDULE DA - PART 1**

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999.....	.....5,174,884	.....XXX.....	.....5,174,884	.....129	.....

**SCHEDULE DA - VERIFICATION**

Short-Term Investments

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	.....4,707,539	.....6,695,342
2. Cost of short-term investments acquired.....	.....3,381,090	.....29,584,583
3. Accrual of discount.....	.....	.....209
4. Unrealized valuation increase (decrease).....	.....	.....
5. Total gain (loss) on disposals.....	.....	.....16
6. Deduct consideration received on disposals.....	.....2,913,745	.....31,572,611
7. Deduct amortization of premium.....	.....	.....
8. Total foreign exchange change in book/adjusted carrying value.....	.....	.....
9. Deduct current year's other than temporary impairment recognized.....	.....	.....
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	.....5,174,884	.....4,707,539
11. Deduct total nonadmitted amounts.....	.....	.....
12. Statement value at end of current period (Line 10 minus Line 11).....	.....5,174,884	.....4,707,539

**Sch. DB-Pt A-Verification  
NONE**

**Sch. DB-Pt B-Verification  
NONE**

**Sch. DB-Pt C-Sn 1  
NONE**

**Sch. DB-Pt C-Sn 2  
NONE**

**Sch. DB-Verification  
NONE**

**SCHEDULE E- VERIFICATION**

Cash Equivalents

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	
2. Cost of cash equivalents acquired.....		7,069,172
3. Accrual of discount.....		193
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		.92
6. Deduct consideration received on disposals.....		7,069,457
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/ adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	0	0
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	0	0

**Sch. A-Pt 2**  
**NONE**

**Sch. A-Pt 3**  
**NONE**

**Sch. B-Pt 2**  
**NONE**

**Sch. B-Pt 3**  
**NONE**

**Sch. BA-Pt 2**  
**NONE**

**Sch. BA-Pt 3**  
**NONE**

### SCHEDULE D - PART 3

Show all Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
<b>Bonds - U.S. Government</b>									
912828 B8 2	UNITED STATES TREASURY GOVT BND 0.250%		03/19/2014	BARCLAYS CAPITAL		74,854	75,000	10	1
0599999	Total Bonds - U.S. Government					74,854	75,000	10	XXX
8399997	Total Bonds - Part 3					74,854	75,000	10	XXX
8399999	Total Bonds					74,854	75,000	10	XXX
<b>Common Stocks - Industrial and Miscellaneous</b>									
670100 20 5	NOVO NORDISK A/S #US6701002056	F	01/09/2014	Stock Split	11,200,000		XXX		L
771195 10 4	ROCHE HOLDING AG	F	02/27/2014	Stock Split	7,850,000		XXX		U
9099999	Total Common Stocks - Industrial and Miscellaneous					0	XXX	0	XXX
9799997	Total Common Stocks - Part 3					0	XXX	0	XXX
9799999	Total Common Stocks					0	XXX	0	XXX
9899999	Total Preferred and Common Stocks					0	XXX	0	XXX
9999999	Total Bonds, Preferred and Common Stocks					74,854	XXX	10	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:.....1.

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**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Desig- nation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
<b>Bonds - U.S. States, Territories and Possessions</b>																					
641460	ZN 3 NEVADA ST FOR ISSUES DTD PRIOR MUNI BND		02/01/2014	Maturity		500,000	500,000	533,045	500,450		(450)		(450)		500,000			0	12,500	02/01/2014	1FE
1799999. Total Bonds - U.S. States, Territories and Possessions						500,000	500,000	533,045	500,450	0	(450)	0	(450)	0	500,000	0	0	0	12,500	XXX	XXX
<b>Bonds - U.S. Special Revenue and Special Assessment</b>																					
072031	BF 3 BAY AREA CALIF WTR SPPLY & CON BAY AREA		01/02/2014	MESIROW FINANCIAL INC		1,021,320	925,000	1,019,369	1,019,369		(140)		(140)		1,019,228		2,092	2,092	12,333	10/01/2027	1FE
3128M4	2P 7 FHLMC POOL # G03182 5.000% 05/01/36		03/01/2014	Paydown		17,673	17,673	16,657	16,692		981		981		17,673			0	127	05/01/2036	1
3128M7	LM 6 FHLMC POOL # G05432 6.000% 04/01/39		03/01/2014	Paydown		20,367	20,367	21,325	21,310		(943)		(943)		20,367			0	239	04/01/2039	1
312931	K6 4 FHLMC POOL # A84817 6.000% 03/01/39		03/01/2014	Paydown		330	330	346	345		(15)		(15)		330			0	3	03/01/2039	1
3132GE	S3 5 FHLMC POOL # Q01438 4.500% 06/01/41		03/01/2014	Paydown		9,121	9,121	9,458	9,450		(329)		(329)		9,121			0	65	06/01/2041	1
31407C	AE 7 FNMA POOL # 826305 5.000% 07/01/35		03/01/2014	Paydown		33,686	33,686	31,523	31,599		2,087		2,087		33,686			0	263	07/01/2035	1
31410P	QW 6 FNMA POOL # 893369 5.000% 07/01/33		03/01/2014	Paydown		14,755	14,755	14,115	14,144		611		611		14,755			0	103	07/01/2033	1
45203H	NE 8 ILLINOIS FIN MUNI BND REV 4.000% 09/01		03/26/2014	CITIGROUP GLOBAL MKT INC.		410,495	475,000	390,061	390,061		685		685		390,745		19,750	19,750	11,083	09/01/2032	1FE
64972G	AZ 7 NEW YORK NY CITY MUN WTR FIN MUNI BND RE		01/02/2014	BA SECURITIES		484,590	475,000	485,203	485,203		(15)		(15)		485,188		(598)	(598)	1,451	06/15/2047	1FE
3199999. Total Bonds - U.S. Special Revenue and Special Assessment						2,012,337	1,970,932	1,988,057	1,988,173	0	2,922	0	2,922	0	1,991,093	0	21,244	21,244	25,667	XXX	XXX
<b>Bonds - Industrial and Miscellaneous</b>																					
17314Q	AY 3 CMLTI_09-11 RMBS_09-11 6A1 144A 1.506%		03/25/2014	Paydown		11,012	11,012	9,691	10,355		657		657		11,012			0	28	10/25/2035	1FM
46629Y	AD 1 JPMCC_07-CB18 PAC SENIOR CMBS 07-CB18 A1		03/01/2014	Paydown		72,806	72,806	80,761	79,750		(6,944)		(6,944)		72,806			0	366	06/12/2047	1FM
61753J	AB 5 MSC_07-IQ13 PAC SENIOR CMBS 07-IQ13 A1A		03/01/2014	Paydown		4,361	4,361	4,835	4,776		(416)		(416)		4,361			0	55	03/15/2044	1FM
784635	AL 8 SPX CORP CORP BND 7.625% 12/15/14		02/11/2014	Call 105.8980		317,694	300,000	333,000	309,047		8,647		8,647		317,694			0	3,558	12/15/2014	3FE
3899999. Total Bonds - Industrial and Miscellaneous						405,873	388,179	428,287	403,928	0	1,944	0	1,944	0	405,873	0	0	0	4,007	XXX	XXX
8399997. Total Bonds - Part 4						2,918,210	2,859,111	2,949,389	2,892,551	0	4,416	0	4,416	0	2,896,966	0	21,244	21,244	42,174	XXX	XXX
8399999. Total Bonds						2,918,210	2,859,111	2,949,389	2,892,551	0	4,416	0	4,416	0	2,896,966	0	21,244	21,244	42,174	XXX	XXX
9999999. Total Bonds, Preferred and Common Stocks						2,918,210	XXX	2,949,389	2,892,551	0	4,416	0	4,416	0	2,896,966	0	21,244	21,244	42,174	XXX	XXX

QE05

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:.....0.

**Sch. DB-Pt A-Sn 1  
NONE**

**Sch. DB-Pt A-Sn 1-Footer A  
NONE**

**Sch. DB-Pt A-Sn 1-Footer B  
NONE**

**Sch. DB-Pt B-Sn 1  
NONE**

**Sch. DB-Pt B-Sn 1-Footer A  
NONE**

**Sch. DB-Pt B-Sn 1-Footer B  
NONE**

**Sch. DB-Pt B-Sn 1B-Broker List  
NONE**

**Sch. DB-Pt D-Sn 1  
NONE**

**Sch. DB-Pt D-Sn 2  
NONE**

**Sch. DL-Pt. 1  
NONE**

**Sch. DL-Pt. 2  
NONE**

Statement for March 31, 2014 of the **COLONY SPECIALTY INSURANCE COMPANY**  
**SCHEDULE E - PART 1 - CASH**

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
<b>Open Depositories</b>								
Wells Fargo Bank, NA..... San Antonio, Texas.....					.....5,341,751	.....5,322,466	.....6,163,105	XXX..
0199999. Total Open Depositories.....	...XXX.....	...XXX.....	.....0	.....0	.....5,341,751	.....5,322,466	.....6,163,105	XXX..
0399999. Total Cash on Deposit.....	...XXX.....	...XXX.....	.....0	.....0	.....5,341,751	.....5,322,466	.....6,163,105	XXX..
0599999. Total Cash.....	...XXX.....	...XXX.....	.....0	.....0	.....5,341,751	.....5,322,466	.....6,163,105	XXX..

### SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
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**NONE**

QE13

**Supplement A to Sch. T  
NONE**

**Supplement A to Sch. T  
NONE**

**Supplement A to Sch. T  
NONE**



**SUPPLEMENT "A" TO SCHEDULE T**

**EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN  
ALLOCATED BY STATES AND TERRITORIES**

Designate the type of health care providers reported on this page.

**Other Health Care Facilities**

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama.....AL								
2. Alaska.....AK								
3. Arizona.....AZ								
4. Arkansas.....AR								
5. California.....CA								
6. Colorado.....CO								
7. Connecticut.....CT								
8. Delaware.....DE								
9. District of Columbia.....DC								
10. Florida.....FL								
11. Georgia.....GA								
12. Hawaii.....HI								
13. Idaho.....ID								
14. Illinois.....IL								
15. Indiana.....IN								
16. Iowa.....IA								
17. Kansas.....KS								
18. Kentucky.....KY								
19. Louisiana.....LA								
20. Maine.....ME								
21. Maryland.....MD								
22. Massachusetts.....MA								
23. Michigan.....MI								
24. Minnesota.....MN								
25. Mississippi.....MS								
26. Missouri.....MO								
27. Montana.....MT								
28. Nebraska.....NE								
29. Nevada.....NV								
30. New Hampshire.....NH								
31. New Jersey.....NJ								
32. New Mexico.....NM								
33. New York.....NY								
34. North Carolina.....NC								
35. North Dakota.....ND								
36. Ohio.....OH								
37. Oklahoma.....OK								
38. Oregon.....OR								
39. Pennsylvania.....PA								
40. Rhode Island.....RI								
41. South Carolina.....SC								
42. South Dakota.....SD								
43. Tennessee.....TN								
44. Texas.....TX								
45. Utah.....UT								
46. Vermont.....VT								
47. Virginia.....VA	12,126	13,056			6,350			46,174
48. Washington.....WA								
49. West Virginia.....WV								
50. Wisconsin.....WI								
51. Wyoming.....WY								
52. American Samoa.....AS								
53. Guam.....GU								
54. Puerto Rico.....PR								
55. US Virgin Islands.....VI								
56. Northern Mariana Islands.....MP								
57. Canada.....CAN								
58. Aggregate Other Alien.....OT	0	0	0	0	0	0	0	0
59. Totals.....	12,126	13,056	0	0	6,350	0	0	46,174

**DETAILS OF WRITE-INS**

58001.....								
58002.....								
58003.....								
58998. Summary of remaining write-ins for Line 58 from overflow page.....	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ 58998) (Line 58 above).....	0	0	0	0	0	0	0	0

**NONE**