



ANNUAL STATEMENT

For the Year Ended December 31, 2014
of the Condition and Affairs of the

TRANSAMERICA CASUALTY INSURANCE COMPANY

| | | |
|---|---|--|
| NAIC Group Code.....0468, 0468 (Current Period) (Prior Period) | NAIC Company Code..... 10952 | Employer's ID Number..... 31-4423946 |
| Organized under the Laws of OHIO | State of Domicile or Port of Entry OHIO | Country of Domicile US |
| Incorporated/Organized..... November 15, 1957 | Commenced Business..... April 15, 1958 | |
| Statutory Home Office | 366 E. Broad Street, C/O Andrew J. Federico..... Columbus OH US 43215 (Street and Number) (City or Town, State, Country and Zip Code) | |
| Main Administrative Office | 4333 Edgewood Road NE..... Cedar Rapids IA US.... 52499 (Street and Number) (City or Town, State, Country and Zip Code) | 319-355-8511 (Area Code) (Telephone Number) |
| Mail Address | 4333 Edgewood Road NE..... Cedar Rapids IA US 52499 (Street and Number or P. O. Box) (City or Town, State, Country and Zip Code) | |
| Primary Location of Books and Records | 4333 Edgewood Road NE..... Cedar Rapids IA US 52499 (Street and Number) (City or Town, State, Country and Zip Code) | 319-355-8511 (Area Code) (Telephone Number) |
| Internet Web Site Address | www.Transamerica.com | |
| Statutory Statement Contact | Brenda Kay Kraemer (Name) brenda.kraemer@transamerica.com (E-Mail Address) | 319-355-8549 (Area Code) (Telephone Number) (Extension) 319-355-2210 (Fax Number) |

OFFICERS

| Name | Title | Name | Title |
|-------------------------|--|--------------------------|---|
| 1. Edward H. Walker III | President, Chairman of the Board | 2. Michael Allen Eubanks | Senior Vice President, Secretary & Division General Counsel |
| 3. Eric John Martin | Senior Vice President & Corporate Controller | 4. | |

OTHER

DIRECTORS OR TRUSTEES

| | | | |
|------------------------|----------------------|--------------------|-----------------------|
| Brenda Kay Clancy | Martha Ann McConnell | Brian Arthur Smith | Michael Allen Eubanks |
| Glyn Douglas Mangum Jr | Edward H. Walker III | Jason Orlandi # | |

State of..... Iowa
County of.... Linn

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) Edward H. Walker III 1. (Printed Name) President, Chairman of the Board (Title) | (Signature) Michael Allen Eubanks 2. (Printed Name) Senior Vice President, Secretary & Division General Counsel (Title) | (Signature) Eric John Martin 3. (Printed Name) Senior Vice President & Corporate Controller (Title) |
| Subscribed and sworn to before me | | |
| This <u>23rd</u> day of <u>February</u> 2015 | | |
| a. Is this an original filing? b. If no | | Yes [X] No [] |
| 1. State the amendment number 2. Date filed 3. Number of pages attached | | |

ASSETS

| | Current Year | | | Prior Year |
|--|--------------|----------------------------|--|-----------------------------|
| | 1 Assets | 2 Nonadmitted Assets | 3 Net Admitted Assets (Cols. 1 - 2) | 4 Net Admitted Assets |
| 1. Bonds (Schedule D)..... | 249,457,704 | 0 | 249,457,704 | 254,902,347 |
| 2. Stocks (Schedule D): | | | | |
| 2.1 Preferred stocks..... | 0 | 0 | 0 | 0 |
| 2.2 Common stocks..... | 0 | 0 | 0 | 0 |
| 3. Mortgage loans on real estate (Schedule B): | | | | |
| 3.1 First liens..... | 0 | 0 | 0 | 0 |
| 3.2 Other than first liens..... | 0 | 0 | 0 | 0 |
| 4. Real estate (Schedule A): | | | | |
| 4.1 Properties occupied by the company (less \$.....0 encumbrances)..... | 0 | 0 | 0 | 0 |
| 4.2 Properties held for the production of income (less \$.....0 encumbrances)..... | 0 | 0 | 0 | 0 |
| 4.3 Properties held for sale (less \$.....0 encumbrances)..... | 0 | 0 | 0 | 0 |
| 5. Cash (\$....(22,683,479), Schedule E-Part 1), cash equivalents (\$....14,997,733, Schedule E-Part 2) and short-term investments (\$....23,507,664, Schedule DA)..... | 15,821,918 | 0 | 15,821,918 | 9,220,612 |
| 6. Contract loans (including \$.....0 premium notes)..... | 0 | 0 | 0 | 0 |
| 7. Derivatives (Schedule DB)..... | 0 | 0 | 0 | 0 |
| 8. Other invested assets (Schedule BA)..... | .91,026 | 0 | .91,026 | 92,273 |
| 9. Receivables for securities..... | 0 | 0 | 0 | 0 |
| 10. Securities lending reinvested collateral assets (Schedule DL)..... | 18,672,964 | 0 | 18,672,964 | 25,090,233 |
| 11. Aggregate write-ins for invested assets..... | 0 | 0 | 0 | 0 |
| 12. Subtotals, cash and invested assets (Lines 1 to 11)..... | 284,043,612 | 0 | 284,043,612 | 289,305,465 |
| 13. Title plants less \$.....0 charged off (for Title insurers only)..... | 0 | 0 | 0 | 0 |
| 14. Investment income due and accrued..... | 2,573,704 | 0 | 2,573,704 | 2,559,363 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection..... | 14,031,001 | 0 | 14,031,001 | 12,841,738 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums)..... | 0 | 0 | 0 | 0 |
| 15.3 Accrued retrospective premiums..... | 0 | 0 | 0 | 0 |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers..... | 7,901,000 | 0 | 7,901,000 | 11,477,325 |
| 16.2 Funds held by or deposited with reinsured companies..... | 0 | 0 | 0 | 20,414 |
| 16.3 Other amounts receivable under reinsurance contracts..... | .47,190 | 0 | .47,190 | 0 |
| 17. Amounts receivable relating to uninsured plans..... | 0 | 0 | 0 | 0 |
| 18.1 Current federal and foreign income tax recoverable and interest thereon..... | 0 | 0 | 0 | 659,655 |
| 18.2 Net deferred tax asset..... | .7,708,580 | 2,347,942 | .5,360,638 | 4,930,312 |
| 19. Guaranty funds receivable or on deposit..... | .7,116 | 0 | .7,116 | .7,954 |
| 20. Electronic data processing equipment and software..... | 0 | 0 | 0 | 0 |
| 21. Furniture and equipment, including health care delivery assets (\$.....0)..... | 0 | 0 | 0 | 0 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates..... | 0 | 0 | 0 | 0 |
| 23. Receivables from parent, subsidiaries and affiliates..... | 0 | 0 | 0 | 0 |
| 24. Health care (\$.....0) and other amounts receivable..... | 0 | 0 | 0 | 0 |
| 25. Aggregate write-ins for other than invested assets..... | .310,263 | 0 | .310,263 | .2,784,938 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)..... | .316,622,466 | 2,347,942 | .314,274,524 | .324,587,164 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts..... | 0 | 0 | 0 | 0 |
| 28. TOTALS (Lines 26 and 27)..... | .316,622,466 | 2,347,942 | .314,274,524 | .324,587,164 |

DETAILS OF WRITE-INS

| | | | | |
|--|----------|---|----------|------------|
| 1101. | 0 | 0 | 0 | 0 |
| 1102. | 0 | 0 | 0 | 0 |
| 1103. | 0 | 0 | 0 | 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. Accounts receivable..... | .310,263 | 0 | .310,263 | .2,692,009 |
| 2502. State transferrable tax credits..... | 0 | 0 | 0 | .92,929 |
| 2503. | 0 | 0 | 0 | 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)..... | .310,263 | 0 | .310,263 | .2,784,938 |

TRANSAMERICA CASUALTY INSURANCE COMPANY
LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 Current Year | 2 Prior Year |
|--|-------------------|-----------------|
| 1. Losses (Part 2A, Line 35, Column 8)..... | 74,795,761 | 67,174,360 |
| 2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)..... | (437,815) | 181,455 |
| 3. Loss adjustment expenses (Part 2A, Line 35, Column 9)..... | 3,390,688 | 3,325,319 |
| 4. Commissions payable, contingent commissions and other similar charges..... | 8,703,204 | 11,282,338 |
| 5. Other expenses (excluding taxes, licenses and fees)..... | 468,366 | 1,343,657 |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes)..... | 1,229,738 | 865,882 |
| 7.1 Current federal and foreign income taxes (including \$....33,020 on realized capital gains (losses))..... | 3,909,523 | 0 |
| 7.2 Net deferred tax liability..... | 0 | 0 |
| 8. Borrowed money \$....10,054,673 and interest thereon \$....30,244..... | 10,084,917 | 2,002,765 |
| 9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$....20,483,535 and including warranty reserves of \$....21,871 and accrued accident and health experience rating refunds including \$....0 for medical loss ratio rebate per the Public Health Service Act)..... | 36,782,305 | 42,047,728 |
| 10. Advance premium..... | 69 | 69 |
| 11. Dividends declared and unpaid: | | |
| 11.1 Stockholders..... | 0 | 0 |
| 11.2 Policyholders..... | 0 | 0 |
| 12. Ceded reinsurance premiums payable (net of ceding commissions)..... | 3,051 | 677,971 |
| 13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)..... | 36,046,335 | 37,913,003 |
| 14. Amounts withheld or retained by company for account of others..... | 0 | 0 |
| 15. Remittances and items not allocated..... | 880,447 | 483,561 |
| 16. Provision for reinsurance (including \$.....0 certified) (Schedule F, Part 8)..... | 7,743,586 | 5,528,266 |
| 17. Net adjustments in assets and liabilities due to foreign exchange rates..... | 0 | 0 |
| 18. Drafts outstanding..... | 0 | 0 |
| 19. Payable to parent, subsidiaries and affiliates..... | 15,636,839 | 4,919,916 |
| 20. Derivatives..... | 0 | 0 |
| 21. Payable for securities..... | 0 | 0 |
| 22. Payable for securities lending..... | 18,672,964 | 25,090,233 |
| 23. Liability for amounts held under uninsured plans..... | 0 | 0 |
| 24. Capital notes \$.....0 and interest thereon \$.....0..... | 0 | 0 |
| 25. Aggregate write-ins for liabilities..... | (33,961,463) | 3,629,065 |
| 26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)..... | 183,948,515 | 206,465,588 |
| 27. Protected cell liabilities..... | 0 | 0 |
| 28. Total liabilities (Lines 26 and 27)..... | 183,948,515 | 206,465,588 |
| 29. Aggregate write-ins for special surplus funds..... | 0 | 0 |
| 30. Common capital stock..... | 8,724,386 | 8,724,386 |
| 31. Preferred capital stock..... | 0 | 0 |
| 32. Aggregate write-ins for other than special surplus funds..... | 0 | 0 |
| 33. Surplus notes..... | 0 | 0 |
| 34. Gross paid in and contributed surplus..... | 67,217,108 | 67,217,108 |
| 35. Unassigned funds (surplus)..... | 54,384,515 | 42,180,082 |
| 36. Less treasury stock, at cost: | | |
| 36.10.000 shares common (value included in Line 30 \$.....0)..... | 0 | 0 |
| 36.20.000 shares preferred (value included in Line 31 \$.....0)..... | 0 | 0 |
| 37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)..... | 130,326,009 | 118,121,576 |
| 38. TOTALS (Page 2, Line 28, Col. 3)..... | 314,274,524 | 324,587,164 |

DETAILS OF WRITE-INS

| | | |
|--|--------------|-----------|
| 2501. Accident & sickness active life reserves..... | 3,288,032 | 2,679,726 |
| 2502. Contingency reserves..... | 938,445 | 949,339 |
| 2503. Retroactive reinsurance reserve ceded..... | (38,187,940) | 0 |
| 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)..... | (33,961,463) | 3,629,065 |
| 2901. | 0 | 0 |
| 2902. | 0 | 0 |
| 2903. | 0 | 0 |
| 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. | 0 | 0 |
| 3202. | 0 | 0 |
| 3203. | 0 | 0 |
| 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 |

TRANSAMERICA CASUALTY INSURANCE COMPANY
STATEMENT OF INCOME

| | 1 Current Year | 2 Prior Year |
|---|-------------------|-----------------|
| UNDERWRITING INCOME | | |
| 1. Premiums earned (Part 1, Line 35, Column 4)..... | 280,265,488 | 227,010,520 |
| DEDUCTIONS | | |
| 2. Losses incurred (Part 2, Line 35, Column 7)..... | 171,339,815 | 140,068,849 |
| 3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)..... | 1,740,827 | 1,884,425 |
| 4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)..... | 99,261,141 | 87,705,809 |
| 5. Aggregate write-ins for underwriting deductions..... | 0 | 0 |
| 6. Total underwriting deductions (Lines 2 through 5)..... | 272,341,783 | 229,659,083 |
| 7. Net income of protected cells..... | 0 | 0 |
| 8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)..... | 7,923,705 | (2,648,563) |
| INVESTMENT INCOME | | |
| 9. Net investment income earned (Exhibit of Net Investment Income, Line 17)..... | 12,152,318 | 10,795,871 |
| 10. Net realized capital gains (losses) less capital gains tax of \$....(140,338) (Exhibit of Capital Gains (Losses))..... | (286,095) | (165,100) |
| 11. Net investment gain (loss) (Lines 9 + 10)..... | 11,866,223 | 10,630,771 |
| OTHER INCOME | | |
| 12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0)..... | 0 | 0 |
| 13. Finance and service charges not included in premiums..... | 0 | 0 |
| 14. Aggregate write-ins for miscellaneous income..... | 1,847,437 | 740,105 |
| 15. Total other income (Lines 12 through 14)..... | 1,847,437 | 740,105 |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)..... | 21,637,365 | 8,722,313 |
| 17. Dividends to policyholders..... | 0 | 0 |
| 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)..... | 21,637,365 | 8,722,313 |
| 19. Federal and foreign income taxes incurred..... | 8,091,691 | 4,658,210 |
| 20. Net income (Line 18 minus Line 19) (to Line 22)..... | 13,545,674 | 4,064,103 |
| CAPITAL AND SURPLUS ACCOUNT | | |
| 21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)..... | 118,121,576 | 105,652,545 |
| 22. Net income (from Line 20)..... | 13,545,674 | 4,064,103 |
| 23. Net transfers (to) from Protected Cell accounts..... | 0 | 0 |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$....151,501 | 281,360 | 589,910 |
| 25. Change in net unrealized foreign exchange capital gain (loss)..... | 0 | 0 |
| 26. Change in net deferred income tax..... | 1,139,604 | (21,152) |
| 27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3)..... | (557,779) | 871,692 |
| 28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)..... | (2,215,320) | 4,616,736 |
| 29. Change in surplus notes..... | 0 | 0 |
| 30. Surplus (contributed to) withdrawn from protected cells..... | 0 | 0 |
| 31. Cumulative effect of changes in accounting principles..... | 0 | 0 |
| 32. Capital changes: | | |
| 32.1 Paid in..... | 0 | 0 |
| 32.2 Transferred from surplus (Stock Dividend)..... | 0 | 0 |
| 32.3 Transferred to surplus..... | 0 | 0 |
| 33. Surplus adjustments: | | |
| 33.1 Paid in..... | 0 | 0 |
| 33.2 Transferred to capital (Stock Dividend)..... | 0 | 0 |
| 33.3. Transferred from capital..... | 0 | 0 |
| 34. Net remittances from or (to) Home Office..... | 0 | 0 |
| 35. Dividends to stockholders..... | 0 | 0 |
| 36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)..... | 0 | 0 |
| 37. Aggregate write-ins for gains and losses in surplus..... | 10,894 | 2,347,742 |
| 38. Change in surplus as regards policyholders for the year (Lines 22 through 37)..... | 12,204,433 | 12,469,031 |
| 39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)..... | 130,326,009 | 118,121,576 |

DETAILS OF WRITE-INS

| | | |
|--|-------------|-----------|
| 0501..... | 0 | 0 |
| 0502..... | 0 | 0 |
| 0503..... | 0 | 0 |
| 0598. Summary of remaining write-ins for Line 5 from overflow page..... | 0 | 0 |
| 0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)..... | 0 | 0 |
| 1401. Change in retroactive reinsurance ceded..... | 2,583,003 | 0 |
| 1402. Miscellaneous income..... | 723,272 | 1,129,782 |
| 1403. Fines and Penalties..... | (54,444) | (1,696) |
| 1498. Summary of remaining write-ins for Line 14 from overflow page..... | (1,404,394) | (387,981) |
| 1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)..... | 1,847,437 | 740,105 |
| 3701. Change in contingency reserve..... | 10,894 | 52,434 |
| 3702. Correction of error..... | 0 | 2,295,308 |
| 3703..... | 0 | 0 |
| 3798. Summary of remaining write-ins for Line 37 from overflow page..... | 0 | 0 |
| 3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above)..... | 10,894 | 2,347,742 |

TRANSAMERICA CASUALTY INSURANCE COMPANY
CASH FLOW

| | 1 Current Year | 2 Prior Year |
|--|-------------------|-----------------|
| CASH FROM OPERATIONS | | |
| 1. Premiums collected net of reinsurance..... | 273,154,307 | 227,194,953 |
| 2. Net investment income..... | 12,645,784 | 10,983,551 |
| 3. Miscellaneous income..... | 2,485,321 | 562,648 |
| 4. Total (Lines 1 through 3)..... | 288,285,412 | 238,741,152 |
| 5. Benefit and loss related payments..... | 162,041,021 | 128,872,821 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts..... | 0 | 0 |
| 7. Commissions, expenses paid and aggregate write-ins for deductions..... | 102,391,177 | 86,085,099 |
| 8. Dividends paid to policyholders..... | 0 | 0 |
| 9. Federal and foreign income taxes paid (recovered) net of \$....(140,338) tax on capital gains (losses)..... | 3,382,175 | 7,664,526 |
| 10. Total (Lines 5 through 9)..... | 267,814,373 | 222,622,446 |
| 11. Net cash from operations (Line 4 minus Line 10)..... | 20,471,039 | 16,118,706 |
| CASH FROM INVESTMENTS | | |
| 12. Proceeds from investments sold, matured or repaid: | | |
| 12.1 Bonds..... | 76,111,813 | 82,715,946 |
| 12.2 Stocks..... | 0 | 0 |
| 12.3 Mortgage loans..... | 0 | 0 |
| 12.4 Real estate..... | 0 | 0 |
| 12.5 Other invested assets..... | 730 | 3,425 |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments..... | 0 | 0 |
| 12.7 Miscellaneous proceeds..... | 6,417,269 | 0 |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7)..... | 82,529,812 | 82,719,371 |
| 13. Cost of investments acquired (long-term only): | | |
| 13.1 Bonds..... | 71,143,630 | 103,183,426 |
| 13.2 Stocks..... | 0 | 0 |
| 13.3 Mortgage loans..... | 0 | 0 |
| 13.4 Real estate..... | 0 | 0 |
| 13.5 Other invested assets..... | 0 | 13,968 |
| 13.6 Miscellaneous applications..... | 0 | 7,362,991 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6)..... | 71,143,630 | 110,560,385 |
| 14. Net increase (decrease) in contract loans and premium notes..... | 0 | 0 |
| 15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14)..... | 11,386,182 | (27,841,014) |
| CASH FROM FINANCING AND MISCELLANEOUS SOURCES | | |
| 16. Cash provided (applied): | | |
| 16.1 Surplus notes, capital notes..... | 0 | 0 |
| 16.2 Capital and paid in surplus, less treasury stock..... | 0 | 0 |
| 16.3 Borrowed funds..... | 8,057,741 | (5,397,755) |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities..... | 0 | 0 |
| 16.5 Dividends to stockholders..... | 0 | 0 |
| 16.6 Other cash provided (applied)..... | (33,313,656) | (600,974) |
| 17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)..... | (25,255,915) | (5,998,729) |
| RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS | | |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)..... | 6,601,306 | (17,721,037) |
| 19. Cash, cash equivalents and short-term investments: | | |
| 19.1 Beginning of year..... | 9,220,612 | 26,941,649 |
| 19.2 End of year (Line 18 plus Line 19.1)..... | 15,821,918 | 9,220,612 |

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

| | | |
|---------------|---|---|
| 20.0001 | 0 | 0 |
|---------------|---|---|

TRANSAMERICA CASUALTY INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

| Line of Business | 1 Net Premiums Written per Column 6, Part 1B | 2 Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1 | 3 Unearned Premiums December 31 Current Year- per Col. 5, Part 1A | 4 Premiums Earned During Year (Cols. 1 + 2 - 3) |
|--|--|---|--|---|
| 1. Fire..... |0 |0 |0 |0 |
| 2. Allied lines..... |0 |0 |0 |0 |
| 3. Farmowners multiple peril..... |0 |0 |0 |0 |
| 4. Homeowners multiple peril..... |0 |0 |0 |0 |
| 5. Commercial multiple peril..... |0 |0 |0 |0 |
| 6. Mortgage guaranty..... |0 |0 |0 |0 |
| 8. Ocean marine..... |0 |0 |0 |0 |
| 9. Inland marine..... | 247,014,285 | 17,306,574 | 16,979,089 | 247,341,770 |
| 10. Financial guaranty..... | 3,000,000 |0 |0 | 3,000,000 |
| 11.1 Medical professional liability - occurrence..... |0 |0 |0 |0 |
| 11.2 Medical professional liability - claims-made..... |0 |0 |0 |0 |
| 12. Earthquake..... |0 |0 |0 |0 |
| 13. Group accident and health..... | 169,989 | 1,447 | 1,226 | 170,209 |
| 14. Credit accident and health (group and individual)..... | 355,435 |0 |0 | 355,435 |
| 15. Other accident and health..... | 17,110 | 1,489 | 1,359 | 17,241 |
| 16. Workers' compensation..... |0 |0 |0 |0 |
| 17.1 Other liability - occurrence..... |0 |0 |0 |0 |
| 17.2 Other liability - claims-made..... |0 |0 |0 |0 |
| 17.3 Excess workers' compensation..... |0 |0 |0 |0 |
| 18.1 Products liability - occurrence..... |0 |0 |0 |0 |
| 18.2 Products liability - claims-made..... |0 |0 |0 |0 |
| 19.1, 19.2 Private passenger auto liability..... |0 |0 |0 |0 |
| 19.3, 19.4 Commercial auto liability..... |0 |0 |0 |0 |
| 21. Auto physical damage..... |0 |0 |0 |0 |
| 22. Aircraft (all perils)..... |0 |0 |0 |0 |
| 23. Fidelity..... |0 |0 |0 |0 |
| 24. Surety..... |0 |0 |0 |0 |
| 26. Burglary and theft..... |0 |0 |0 |0 |
| 27. Boiler and machinery..... |0 |0 |0 |0 |
| 28. Credit..... | 12,257,853 | 22,757,804 | 17,969,200 | 17,046,457 |
| 29. International..... |0 |0 |0 |0 |
| 30. Warranty..... | 22,315 |0 | .21,871 | .444 |
| 31. Reinsurance - nonproportional assumed property..... |0 |0 |0 |0 |
| 32. Reinsurance - nonproportional assumed liability..... |0 |0 |0 |0 |
| 33. Reinsurance - nonproportional assumed financial lines..... |0 |0 |0 |0 |
| 34. Aggregate write-ins for other lines of business..... | 12,163,076 | 1,980,484 | 1,809,630 | 12,333,930 |
| 35. TOTALS..... | 275,000,063 | 42,047,798 | 36,782,374 | 280,265,487 |

DETAILS OF WRITE-INS

| | | | | |
|--|------------|-----------|-----------|------------|
| 3401. Contract Liability..... | 10,784,512 | 1,980,484 | 1,809,630 | 10,955,366 |
| 3402. Credit Unemployment..... | 1,378,564 |0 |0 | 1,378,564 |
| 3403. |0 |0 |0 |0 |
| 3498. Summary of remaining write-ins for Line 34 from overflow page..... |0 |0 |0 |0 |
| 3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above)..... | 12,163,076 | 1,980,484 | 1,809,630 | 12,333,930 |

TRANSAMERICA CASUALTY INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

| Line of Business | 1 Amount Unearned (Running One Year or Less from Date of Policy) (a) | 2 Amount Unearned (Running More Than One Year from Date of Policy) (a) | 3 Earned But Unbilled Premium | 4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience | 5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4 |
|--|--|--|-------------------------------------|---|---|
| 1. Fire..... | 0 | 0 | 0 | 0 | 0 |
| 2. Allied lines..... | 0 | 0 | 0 | 0 | 0 |
| 3. Farmowners multiple peril..... | 0 | 0 | 0 | 0 | 0 |
| 4. Homeowners multiple peril..... | 0 | 0 | 0 | 0 | 0 |
| 5. Commercial multiple peril..... | 0 | 0 | 0 | 0 | 0 |
| 6. Mortgage guaranty..... | 0 | 0 | 0 | 0 | 0 |
| 8. Ocean marine..... | 0 | 0 | 0 | 0 | 0 |
| 9. Inland marine..... | 16,979,089 | 0 | 0 | 0 | 16,979,089 |
| 10. Financial guaranty..... | 0 | 0 | 0 | 0 | 0 |
| 11.1 Medical professional liability - occurrence..... | 0 | 0 | 0 | 0 | 0 |
| 11.2 Medical professional liability - claims-made..... | 0 | 0 | 0 | 0 | 0 |
| 12. Earthquake..... | 0 | 0 | 0 | 0 | 0 |
| 13. Group accident and health..... | 1,226 | 0 | 0 | 0 | 1,226 |
| 14. Credit accident and health (group and individual)..... | 0 | 0 | 0 | 0 | 0 |
| 15. Other accident and health..... | 1,359 | 0 | 0 | 0 | 1,359 |
| 16. Workers' compensation..... | 0 | 0 | 0 | 0 | 0 |
| 17.1 Other liability - occurrence..... | 0 | 0 | 0 | 0 | 0 |
| 17.2 Other liability - claims-made..... | 0 | 0 | 0 | 0 | 0 |
| 17.3 Excess workers' compensation..... | 0 | 0 | 0 | 0 | 0 |
| 18.1 Products liability - occurrence..... | 0 | 0 | 0 | 0 | 0 |
| 18.2 Products liability - claims-made..... | 0 | 0 | 0 | 0 | 0 |
| 19.1, 19.2 Private passenger auto liability..... | 0 | 0 | 0 | 0 | 0 |
| 19.3, 19.4 Commercial auto liability..... | 0 | 0 | 0 | 0 | 0 |
| 21. Auto physical damage..... | 0 | 0 | 0 | 0 | 0 |
| 22. Aircraft (all perils)..... | 0 | 0 | 0 | 0 | 0 |
| 23. Fidelity..... | 0 | 0 | 0 | 0 | 0 |
| 24. Surety..... | 0 | 0 | 0 | 0 | 0 |
| 26. Burglary and theft..... | 0 | 0 | 0 | 0 | 0 |
| 27. Boiler and machinery..... | 0 | 0 | 0 | 0 | 0 |
| 28. Credit..... | 0 | 17,969,200 | 0 | 0 | 17,969,200 |
| 29. International..... | 0 | 0 | 0 | 0 | 0 |
| 30. Warranty..... | 0 | 21,871 | 0 | 0 | 21,871 |
| 31. Reinsurance - nonproportional assumed property..... | 0 | 0 | 0 | 0 | 0 |
| 32. Reinsurance - nonproportional assumed liability..... | 0 | 0 | 0 | 0 | 0 |
| 33. Reinsurance - nonproportional assumed financial lines..... | 0 | 0 | 0 | 0 | 0 |
| 34. Aggregate write-ins for other lines of business..... | 0 | 1,809,630 | 0 | 0 | 1,809,630 |
| 35. TOTALS..... | 16,981,674 | 19,800,701 | 0 | 0 | 36,782,374 |
| 36. Accrued retrospective premiums based on experience..... | | | | | 0 |
| 37. Earned but unbilled premiums..... | | | | | 0 |
| 38. Balance (sum of Lines 35 through 37)..... | | | | | 36,782,374 |

DETAILS OF WRITE-INS

| | | | | | |
|---|---|-----------|---|---|-----------|
| 3401. Contract Liability..... | 0 | 1,809,630 | 0 | 0 | 1,809,630 |
| 3402. | 0 | 0 | 0 | 0 | 0 |
| 3403. | 0 | 0 | 0 | 0 | 0 |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 |
| 3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above)..... | 0 | 1,809,630 | 0 | 0 | 1,809,630 |

(a) State here basis of computation used in each case:

**TRANSAMERICA CASUALTY INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT**
PART 1B - PREMIUMS WRITTEN

| Line of Business | 1 Direct Business (a) | Reinsurance Assumed | | Reinsurance Ceded | | 6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5) |
|--|--------------------------------|-------------------------|-----------------------------|-----------------------|---------------------------|--|
| | | 2 From Affiliates | 3 From Non-Affiliates | 4 To Affiliates | 5 To Non-Affiliates | |
| 1. Fire..... | 0 | 0 | .561 | 0 | .561 | 0 |
| 2. Allied lines..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. Farmowners multiple peril..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. Homeowners multiple peril..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. Commercial multiple peril..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. Mortgage guaranty..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. Ocean marine..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. Inland marine..... | 272,638,273 | 0 | 0 | 0 | 25,623,988 | 247,014,285 |
| 10. Financial guaranty..... | 3,000,000 | 0 | 0 | 0 | 0 | 3,000,000 |
| 11.1 Medical professional liability - occurrence..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 11.2 Medical professional liability - claims-made..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. Earthquake..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. Group accident and health..... | 170,726 | 0 | 0 | 0 | 737 | 169,989 |
| 14. Credit accident and health (group and individual)..... | 355,435 | 0 | 0 | 0 | 0 | 355,435 |
| 15. Other accident and health..... | 17,110 | 0 | 0 | 0 | 0 | 17,110 |
| 16. Workers' compensation..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.1 Other liability - occurrence..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.2 Other liability - claims-made..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.3 Excess workers' compensation..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.1 Products liability - occurrence..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.2 Products liability - claims-made..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.1, 19.2 Private passenger auto liability..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.3, 19.4 Commercial auto liability..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 21. Auto physical damage..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 22. Aircraft (all perils)..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 23. Fidelity..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 24. Surety..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. Burglary and theft..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. Boiler and machinery..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. Credit..... | 21,400,065 | 0 | (22) | 0 | 9,142,191 | 12,257,853 |
| 29. International..... | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. Warranty..... | 976,084 | 0 | (21,900) | 0 | 931,869 | 22,315 |
| 31. Reinsurance - nonproportional assumed property..... | XXX. | 0 | 0 | 0 | 0 | 0 |
| 32. Reinsurance - nonproportional assumed liability..... | XXX. | 0 | 0 | 0 | 0 | 0 |
| 33. Reinsurance - nonproportional assumed financial lines..... | XXX. | 0 | 0 | 0 | 0 | 0 |
| 34. Aggregate write-ins for other lines of business..... | 12,837,544 | 0 | (785) | 0 | 673,683 | 12,163,076 |
| 35. TOTALS..... | 311,395,237 | 0 | (22,146) | 0 | 36,373,027 | 275,000,063 |

DETAILS OF WRITE-INS

| | | | | | | |
|---|------------|---|-------|---|---------|------------|
| 3401. Contract Liability..... | 11,078,168 | 0 | (785) | 0 | 292,871 | 10,784,512 |
| 3402. Credit Unemployment..... | 1,759,376 | 0 | 0 | 0 | 380,812 | 1,378,564 |
| 3403. | 0 | 0 | 0 | 0 | 0 | 0 |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 | 0 |
| 3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above)..... | 12,837,544 | 0 | (785) | 0 | 673,683 | 12,163,076 |

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No []

If yes: 1. The amount of such installment premiums \$.....0.

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$.....0.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

| Line of Business | Losses Paid Less Salvage | | | | 5 Net Losses Unpaid Current Year (Part 2A, Col. 8) | 6 Net Losses Unpaid Prior Year | 7 Losses Incurred Current Year (Cols. 4 + 5 - 6) | 8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1) |
|--|--------------------------|-----------------------------|-------------------------------|--|--|---|--|---|
| | 1 Direct Business | 2 Reinsurance Assumed | 3 Reinsurance Recovered | 4 Net Payments (Cols. 1 + 2 - 3) | | | | |
| 1. Fire..... | .0 | (33,450) | (33,446) | (4) | 231,410 | 145,726 | 85,680 | 0.0 |
| 2. Allied lines..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 3. Farmowners multiple peril..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 4. Homeowners multiple peril..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 5. Commercial multiple peril..... | .0 | 673,212 | 329,827 | 343,385 | 11,525,983 | 10,344,248 | 1,525,120 | 0.0 |
| 6. Mortgage guaranty..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 8. Ocean marine..... | .0 | 292 | .0 | 292 | 470,481 | 359,200 | 111,573 | 0.0 |
| 9. Inland marine..... | 172,014,760 | .0 | 21,267,786 | 150,746,974 | 35,531,663 | 28,969,215 | 157,309,422 | 63.6 |
| 10. Financial guaranty..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 11.1 Medical professional liability - occurrence..... | .0 | .0 | .0 | .0 | 9,746 | 5,936 | 3,810 | 0.0 |
| 11.2 Medical professional liability - claims-made..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 12. Earthquake..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 13. Group accident and health..... | 26,566 | .0 | .0 | 26,566 | 2,502 | 3,363 | 25,705 | 15.1 |
| 14. Credit accident and health (group and individual)..... | 82,329 | .0 | .0 | 82,329 | 92,120 | 111,269 | 63,179 | 17.8 |
| 15. Other accident and health..... | .0 | .0 | .0 | .0 | 1,968 | 2,048 | (80) | (0.5) |
| 16. Workers' compensation..... | 1,349,778 | 32,057 | 1,350,838 | 30,997 | 886,550 | 303,334 | 614,212 | 0.0 |
| 17.1 Other liability - occurrence..... | .0 | 1,337,190 | 622,742 | 714,448 | 21,458,969 | 22,411,936 | (238,519) | 0.0 |
| 17.2 Other liability - claims-made..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 17.3 Excess workers' compensation..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 18.1 Products liability - occurrence..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 18.2 Products liability - claims-made..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 19.1, 19.2 Private passenger auto liability..... | .0 | 1,664 | 211,349 | (209,685) | .0 | .0 | (209,685) | 0.0 |
| 19.3, 19.4 Commercial auto liability..... | .0 | .0 | .0 | .0 | 189,919 | 106,310 | 83,609 | 0.0 |
| 21. Auto physical damage..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 22. Aircraft (all perils)..... | .0 | 82 | .0 | .82 | 4,826 | 3,091 | 1,817 | 0.0 |
| 23. Fidelity..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 24. Surety..... | .0 | (45,905) | .0 | (45,905) | 47,055 | 28,659 | (27,509) | 0.0 |
| 26. Burglary and theft..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 27. Boiler and machinery..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 28. Credit..... | 10,870,830 | .0 | 3,310,002 | 7,560,828 | 1,201,729 | .967,276 | .7,795,281 | .45.7 |
| 29. International..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 30. Warranty..... | .497,012 | 411,092 | .908,104 | .0 | 219 | .0 | 219 | .49.3 |
| 31. Reinsurance - nonproportional assumed property..... | XXX. | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 32. Reinsurance - nonproportional assumed liability..... | XXX. | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 33. Reinsurance - nonproportional assumed financial lines..... | XXX. | .0 | .0 | .0 | .0 | .0 | .0 | 0.0 |
| 34. Aggregate write-ins for other lines of business..... | 4,068,478 | 34,659 | (364,972) | 4,468,109 | 3,140,621 | 3,412,749 | 4,195,981 | .34.0 |
| 35. TOTALS..... | 188,909,751 | 2,410,893 | 27,602,229 | 163,718,416 | 74,795,760 | 67,174,360 | 171,339,815 | .61.1 |

DETAILS OF WRITE-INS

| | | | | | | | | |
|--|-----------|--------|-----------|-----------|-----------|-----------|-----------|-------|
| 3401. Contract Liability..... | 3,756,156 | 34,659 | (464,737) | 4,255,552 | 2,932,906 | 3,075,500 | 4,112,958 | .37.5 |
| 3402. Credit Unemployment..... | 312,322 | .0 | .99,765 | .212,557 | .207,715 | .337,249 | .83,023 | .6.0 |
| 3403. | .0 | .0 | .0 | .0 | .0 | .0 | .0 | .0.0 |
| 3498. Summary of remaining write-ins for Line 34 from overflow page..... | .0 | .0 | .0 | .0 | .0 | .0 | .0 | .XXX. |
| 3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above)..... | 4,068,478 | 34,659 | (364,972) | 4,468,109 | 3,140,621 | 3,412,749 | 4,195,981 | .34.0 |

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

| Line of Business | Reported Losses | | | | Incurred But Not Reported | | | 8 | 9 |
|--|-----------------|-----------------------------|--|--|---------------------------|-----------------------------|---------------------------|------------|-----------|
| | 1 Direct | 2 Reinsurance Assumed | 3 Deduct Reinsurance Recoverable | 4 Net Losses Excluding Incurred but not Reported (Cols. 1 + 2 - 3) | 5 Direct | 6 Reinsurance Assumed | 7 Reinsurance Ceded | | |
| 1. Fire..... | 0 | 59,359 | 0 | 59,359 | 0 | 172,051 | 0 | 231,410 | 22,000 |
| 2. Allied lines..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. Farmowners multiple peril..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. Homeowners multiple peril..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. Commercial multiple peril..... | 0 | 2,956,528 | 0 | 2,956,528 | 0 | 8,569,455 | 0 | 11,525,983 | 1,114,000 |
| 6. Mortgage guaranty..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. Ocean marine..... | 0 | 120,683 | 0 | 120,683 | 0 | 349,798 | 0 | 470,481 | 46,000 |
| 9. Inland marine..... | 20,036 | 0 | 0 | 20,036 | 41,273,572 | 0 | 5,761,945 | 35,531,663 | 0 |
| 10. Financial guaranty..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 11.1 Medical professional liability - occurrence..... | 0 | 2,500 | 0 | 2,500 | 0 | 7,246 | 0 | 9,746 | 0 |
| 11.2 Medical professional liability - claims-made..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. Earthquake..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. Group accident and health..... | 0 | 0 | 0 | 0 | 2,502 | 0 | 0 | (a) 2,502 | .65 |
| 14. Credit accident and health (group and individual)..... | 58,538 | 0 | 0 | 58,538 | 33,581 | 0 | 0 | 92,120 | 0 |
| 15. Other accident and health..... | 0 | 0 | 0 | 0 | 1,968 | 0 | 0 | (a) 1,968 | .51 |
| 16. Workers' compensation..... | 26,338,843 | 227,409 | 26,338,843 | 227,409 | 12,776,452 | 659,142 | 12,776,453 | .886,550 | 87,997 |
| 17.1 Other liability - occurrence..... | 0 | 5,504,437 | 0 | 5,504,437 | 0 | 15,954,532 | 0 | 21,458,969 | 2,075,000 |
| 17.2 Other liability - claims-made..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.3 Excess workers' compensation..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.1 Products liability - occurrence..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.2 Products liability - claims-made..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.1, 19.2 Private passenger auto liability..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.3, 19.4 Commercial auto liability..... | 0 | 48,716 | 0 | 48,716 | 0 | 141,203 | 0 | 189,919 | 18,000 |
| 21. Auto physical damage..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 22. Aircraft (all perils)..... | 0 | 1,238 | 0 | 1,238 | 0 | 3,588 | 0 | 4,826 | 0 |
| 23. Fidelity..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 24. Surety..... | 0 | 12,070 | 0 | 12,070 | 0 | 34,985 | 0 | .47,055 | 0 |
| 26. Burglary and theft..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. Boiler and machinery..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. Credit..... | 47,600 | 0 | 46,095 | 1,505 | 1,868,694 | 70 | 668,541 | 1,201,729 | 27,325 |
| 29. International..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. Warranty..... | 11,272 | 10,772 | .22,044 | 0 | .23,984 | .2,708 | .26,473 | 219 | 0 |
| 31. Reinsurance - nonproportional assumed property..... | XXX | 0 | 0 | 0 | XXX | 0 | 0 | 0 | 0 |
| 32. Reinsurance - nonproportional assumed liability..... | XXX | 0 | 0 | 0 | XXX | 0 | 0 | 0 | 0 |
| 33. Reinsurance - nonproportional assumed financial lines..... | XXX | 0 | 0 | 0 | XXX | 0 | 0 | 0 | 0 |
| 34. Aggregate write-ins for other lines of business..... | 2,117,248 | 0 | 0 | 2,117,248 | 1,195,012 | 8,686 | 180,325 | 3,140,621 | 250 |
| 35. TOTALS..... | 28,593,537 | 8,943,712 | 26,406,983 | 11,130,266 | 57,175,766 | 25,903,464 | 19,413,737 | 74,795,760 | 3,390,688 |

DETAILS OF WRITE-INS

| | | | | | | | | | |
|--|-----------|---|---|-----------|-----------|-------|---------|-----------|-----|
| 3401. Contract Liability..... | 2,008,231 | 0 | 0 | 2,008,231 | 1,030,411 | 8,686 | 114,422 | 2,932,906 | 0 |
| 3402. Credit Unemployment..... | 109,017 | 0 | 0 | 109,017 | 164,601 | 0 | 65,903 | 207,715 | 250 |
| 3403. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3498. Summary of remaining write-ins for Line 34 from overflow page..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above)..... | 2,117,248 | 0 | 0 | 2,117,248 | 1,195,012 | 8,686 | 180,325 | 3,140,621 | 250 |

(a) Including \$.....0 for present value of life indemnity claims.

TRANSAMERICA CASUALTY INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

| | 1 Loss Adjustment Expenses | 2 Other Underwriting Expenses | 3 Investment Expenses | 4 Total |
|--|----------------------------------|--|-----------------------------|---------------------|
| 1. Claim adjustment services: | | | | |
| 1.1 Direct..... | (259,934) | 0 | 0 | (259,934) |
| 1.2 Reinsurance assumed..... | 62,000 | 0 | 0 | 62,000 |
| 1.3 Reinsurance ceded..... | (263,293) | 0 | 0 | (263,293) |
| 1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)..... | 65,359 | 0 | 0 | 65,359 |
| 2. Commission and brokerage: | | | | |
| 2.1 Direct, excluding contingent..... | 0 | 77,115,127 | 0 | 77,115,127 |
| 2.2 Reinsurance assumed, excluding contingent..... | 0 | (363) | 0 | (363) |
| 2.3 Reinsurance ceded, excluding contingent..... | 0 | 5,292,318 | 0 | 5,292,318 |
| 2.4 Contingent - direct..... | 0 | 6,015,921 | 0 | 6,015,921 |
| 2.5 Contingent - reinsurance assumed..... | 0 | 0 | 0 | 0 |
| 2.6 Contingent - reinsurance ceded..... | 0 | (1,433,178) | 0 | (1,433,178) |
| 2.7 Policy and membership fees..... | 0 | 0 | 0 | 0 |
| 2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)..... | 0 | 79,271,545 | 0 | 79,271,545 |
| 3. Allowances to manager and agents..... | 0 | 0 | 0 | 0 |
| 4. Advertising..... | 0 | 2,157,545 | 0 | 2,157,545 |
| 5. Boards, bureaus and associations..... | 13,409 | 92,283 | 328 | 106,020 |
| 6. Surveys and underwriting reports..... | 0 | 0 | 0 | 0 |
| 7. Audit of assureds' records..... | 0 | 0 | 0 | 0 |
| 8. Salary and related items: | | | | |
| 8.1 Salaries..... | 798,487 | 4,524,761 | 134,678 | 5,457,926 |
| 8.2 Payroll taxes..... | 38,813 | 219,937 | 4,164 | 262,914 |
| 9. Employee relations and welfare..... | 179,584 | 1,017,642 | 28,201 | 1,225,427 |
| 10. Insurance..... | 28,605 | 162,098 | 1,600 | 192,303 |
| 11. Directors' fees..... | 0 | 0 | 0 | 0 |
| 12. Travel and travel items..... | 0 | 169,248 | 4,850 | 174,098 |
| 13. Rent and rent items..... | 0 | 359,016 | 5,810 | 364,826 |
| 14. Equipment..... | 0 | 11,612 | 1,504 | 13,116 |
| 15. Cost or depreciation of EDP equipment and software..... | 0 | 983,717 | 0 | 983,717 |
| 16. Printing and stationery..... | 18,925 | 110,843 | 989 | 130,757 |
| 17. Postage, telephone and telegraph, exchange and express..... | 87,504 | 495,855 | 762 | 584,121 |
| 18. Legal and auditing..... | 269,867 | 1,191,782 | 17,292 | 1,478,941 |
| 19. Totals (Lines 3 to 18)..... | 1,435,194 | 11,496,340 | 200,178 | 13,131,712 |
| 20. Taxes, licenses and fees: | | | | |
| 20.1 State and local insurance taxes deducting guaranty association credits of \$.....0..... | 0 | 6,743,394 | 0 | 6,743,394 |
| 20.2 Insurance department licenses and fees..... | 0 | 37,928 | 14,757 | 52,685 |
| 20.3 Gross guaranty association assessments..... | 0 | 0 | 0 | 0 |
| 20.4 All other (excluding federal and foreign income and real estate)..... | 0 | 0 | 41 | 41 |
| 20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)..... | 0 | 6,781,322 | 14,798 | 6,796,120 |
| 21. Real estate expenses..... | 0 | 0 | 0 | 0 |
| 22. Real estate taxes..... | 0 | 0 | 0 | 0 |
| 23. Reimbursements by uninsured plans..... | 0 | 0 | 0 | 0 |
| 24. Aggregate write-ins for miscellaneous expenses..... | 240,274 | 1,711,934 | 102,388 | 2,054,596 |
| 25. Total expenses incurred..... | 1,740,826 | 99,261,142 | 317,364 | (a).....101,319,332 |
| 26. Less unpaid expenses - current year..... | 3,390,688 | 10,401,309 | 0 | 13,791,997 |
| 27. Add unpaid expenses - prior year..... | 3,325,319 | 13,491,877 | 0 | 16,817,196 |
| 28. Amounts receivable relating to uninsured plans, prior year..... | 0 | 0 | 0 | 0 |
| 29. Amounts receivable relating to uninsured plans, current year..... | 0 | 0 | 0 | 0 |
| 30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)..... | 1,675,458 | 102,351,710 | 317,364 | 104,344,531 |

DETAILS OF WRITE-INS

| | | | | |
|--|---------|-----------|---------|-----------|
| 2401. Sundry General Expenses..... | 226,890 | 162,078 | 101,082 | 490,050 |
| 2402. Other Service Fees..... | 11,968 | 339,190 | 650 | 351,808 |
| 2403. Bank Charges..... | 895 | 19,348 | 656 | 20,899 |
| 2498. Summary of remaining write-ins for Line 24 from overflow page..... | 521 | 1,191,318 | 0 | 1,191,839 |
| 2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above)..... | 240,274 | 1,711,934 | 102,388 | 2,054,596 |

(a) Includes management fees of \$.....0 to affiliates and \$.....0 to non-affiliates.

TRANSAMERICA CASUALTY INSURANCE COMPANY
EXHIBIT OF NET INVESTMENT INCOME

| | 1 Collected During Year | 2 Earned During Year |
|--|-------------------------------|----------------------------|
| 1. U.S. government bonds..... | (a).....826,676 | 777,445 |
| 1.1 Bonds exempt from U.S. tax..... | (a).....0 | 0 |
| 1.2 Other bonds (unaffiliated)..... | (a).....11,430,064 | 11,479,584 |
| 1.3 Bonds of affiliates..... | (a).....0 | 0 |
| 2.1 Preferred stocks (unaffiliated)..... | (b).....0 | 0 |
| 2.11 Preferred stocks of affiliates..... | (b).....0 | 0 |
| 2.2 Common stocks (unaffiliated)..... | 0 | 0 |
| 2.21 Common stocks of affiliates..... | 0 | 0 |
| 3. Mortgage loans..... | (c).....0 | 0 |
| 4. Real estate..... | (d).....0 | 0 |
| 5. Contract loans..... | 0 | 0 |
| 6. Cash, cash equivalents and short-term investments..... | (e).....22,170 | 22,553 |
| 7. Derivative instruments..... | (f).....0 | 0 |
| 8. Other invested assets..... | (8).....(8) | |
| 9. Aggregate write-ins for investment income..... |380,971 | 393,918 |
| 10. Total gross investment income..... |12,659,873 | 12,673,492 |
| 11. Investment expenses..... | | (g).....302,566 |
| 12. Investment taxes, licenses and fees, excluding federal income taxes..... | | (g).....14,798 |
| 13. Interest expense..... | | (h).....179,397 |
| 14. Depreciation on real estate and other invested assets..... | | (i).....0 |
| 15. Aggregate write-ins for deductions from investment income..... | |24,411 |
| 16. Total deductions (Lines 11 through 15)..... | |521,172 |
| 17. Net investment income (Line 10 minus Line 16)..... | |12,152,320 |

DETAILS OF WRITE-INS

| | | |
|--|--------------|-------------|
| 0901. Borrowing fee..... |179,212 | 202,766 |
| 0902. Security lending fee..... |148,861 | 138,254 |
| 0903. Miscellaneous investment income..... |52,898 | 52,898 |
| 0998. Summary of remaining write-ins for Line 9 from overflow page..... |0 | 0 |
| 0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above)..... |380,971 | 393,918 |
| 1501. Accrued interest expense - collateral..... | |24,411 |
| 1502. | |0 |
| 1503. | |0 |
| 1598. Summary of remaining write-ins for Line 15 from overflow page..... | |0 |
| 1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above)..... | |24,411 |

(a) Includes \$....441,999 accrual of discount less \$....924,878 amortization of premium and less \$....116,644 paid for accrued interest on purchases.
 (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.
 (c) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
 (d) Includes \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
 (e) Includes \$....5,233 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
 (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.
 (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to Segregated and Separate Accounts.
 (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
 (i) Includes \$.....0 depreciation on real estate and \$.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

| | 1 Realized Gain (Loss) on Sales or Maturity | 2 Other Realized Adjustments | 3 Total Realized Capital Gain (Loss) (Columns 1 + 2) | 4 Change in Unrealized Capital Gain (Loss) | 5 Change in Unrealized Foreign Exchange Capital Gain (Loss) |
|---|---|---------------------------------------|---|---|---|
| 1. U.S. government bonds..... | (778,759) | 0 | (778,759) | 0 | 0 |
| 1.1 Bonds exempt from U.S. tax..... | 0 | 0 | 0 | 0 | 0 |
| 1.2 Other bonds (unaffiliated)..... | 355,296 | (2,971) | 352,325 | 432,861 | 0 |
| 1.3 Bonds of affiliates..... | 0 | 0 | 0 | 0 | 0 |
| 2.1 Preferred stocks (unaffiliated)..... | 0 | 0 | 0 | 0 | 0 |
| 2.11 Preferred stocks of affiliates..... | 0 | 0 | 0 | 0 | 0 |
| 2.2 Common stocks (unaffiliated)..... | 0 | 0 | 0 | 0 | 0 |
| 2.21 Common stocks of affiliates..... | 0 | 0 | 0 | 0 | 0 |
| 3. Mortgage loans..... | 0 | 0 | 0 | 0 | 0 |
| 4. Real estate..... | 0 | 0 | 0 | 0 | 0 |
| 5. Contract loans..... | 0 | 0 | 0 | 0 | 0 |
| 6. Cash, cash equivalents and short-term investments..... | 0 | 0 | 0 | 0 | 0 |
| 7. Derivative instruments..... | 0 | 0 | 0 | 0 | 0 |
| 8. Other invested assets..... | 0 | 0 | 0 | 0 | 0 |
| 9. Aggregate write-ins for capital gains (losses)..... | 0 | 0 | 0 | 0 | 0 |
| 10. Total capital gains (losses)..... | (423,463) | (2,971) | (426,434) | 432,861 | 0 |

DETAILS OF WRITE-INS

| | | | | | |
|---|--------|---|---|---|---|
| 0901. |0 | 0 | 0 | 0 | 0 |
| 0902. |0 | 0 | 0 | 0 | 0 |
| 0903. |0 | 0 | 0 | 0 | 0 |
| 0998. Summary of remaining write-ins for Line 9 from overflow page..... |0 | 0 | 0 | 0 | 0 |
| 0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above)..... |0 | 0 | 0 | 0 | 0 |

TRANSAMERICA CASUALTY INSURANCE COMPANY
EXHIBIT OF NONADMITTED ASSETS

| | 1 Current Year Total Nonadmitted Assets | 2 Prior Year Total Nonadmitted Assets | 3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1) |
|--|--|--|---|
| 1. Bonds (Schedule D)..... | 0 | 0 | 0 |
| 2. Stocks (Schedule D): | | | |
| 2.1 Preferred stocks..... | 0 | 0 | 0 |
| 2.2 Common stocks..... | 0 | 0 | 0 |
| 3. Mortgage loans on real estate (Schedule B): | | | |
| 3.1 First liens..... | 0 | 0 | 0 |
| 3.2 Other than first liens..... | 0 | 0 | 0 |
| 4. Real estate (Schedule A): | | | |
| 4.1 Properties occupied by the company..... | 0 | 0 | 0 |
| 4.2 Properties held for the production of income..... | 0 | 0 | 0 |
| 4.3 Properties held for sale..... | 0 | 0 | 0 |
| 5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)..... | 0 | 0 | 0 |
| 6. Contract loans..... | 0 | 0 | 0 |
| 7. Derivatives (Schedule DB)..... | 0 | 0 | 0 |
| 8. Other invested assets (Schedule BA)..... | 0 | 0 | 0 |
| 9. Receivables for securities..... | 0 | 0 | 0 |
| 10. Securities lending reinvested collateral assets (Schedule DL)..... | 0 | 0 | 0 |
| 11. Aggregate write-ins for invested assets..... | 0 | 0 | 0 |
| 12. Subtotals, cash and invested assets (Lines 1 to 11)..... | 0 | 0 | 0 |
| 13. Title plants (for Title insurers only)..... | 0 | 0 | 0 |
| 14. Investment income due and accrued..... | 0 | 0 | 0 |
| 15. Premiums and considerations: | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection..... | 0 | 0 | 0 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due..... | 0 | 0 | 0 |
| 15.3 Accrued retrospective premiums..... | 0 | 0 | 0 |
| 16. Reinsurance: | | | |
| 16.1 Amounts recoverable from reinsurers..... | 0 | 0 | 0 |
| 16.2 Funds held by or deposited with reinsured companies..... | 0 | 0 | 0 |
| 16.3 Other amounts receivable under reinsurance contracts..... | 0 | 0 | 0 |
| 17. Amounts receivable relating to uninsured plans..... | 0 | 0 | 0 |
| 18.1 Current federal and foreign income tax recoverable and interest thereon..... | 0 | 0 | 0 |
| 18.2 Net deferred tax asset..... | 2,347,942 | 1,790,165 | (557,777) |
| 19. Guaranty funds receivable or on deposit..... | 0 | 0 | 0 |
| 20. Electronic data processing equipment and software..... | 0 | 0 | 0 |
| 21. Furniture and equipment, including health care delivery assets..... | 0 | 0 | 0 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates..... | 0 | 0 | 0 |
| 23. Receivables from parent, subsidiaries and affiliates..... | 0 | 0 | 0 |
| 24. Health care and other amounts receivable..... | 0 | 0 | 0 |
| 25. Aggregate write-ins for other than invested assets..... | 0 | 0 | 0 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)..... | 2,347,942 | 1,790,165 | (557,777) |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts..... | 0 | 0 | 0 |
| 28. TOTALS (Lines 26 and 27)..... | 2,347,942 | 1,790,165 | (557,777) |

DETAILS OF WRITE-INS

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

NOTES TO FINANCIAL STATEMENTS**1. Summary of Significant Accounting Policies****A. Accounting Practices**

The financial statements of the Company are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance. 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 operation of an insurance company for determining its solvency under Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio. While the Commissioner of Insurance has the right to permit specific practices that deviate from prescribed practices, none are included within this financial statement.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed or permitted by the State of Ohio is shown below:

| | <u>State of Domicile</u> | <u>2014</u> | <u>2013</u> |
|--|--------------------------|-----------------------|-----------------------|
| Net Income, State of Ohio Basis | OH | \$ 13,545,674 | \$ 4,064,103 |
| State Prescribed Practices | OH | - | - |
| State Permitted Practices | OH | - | - |
| Net Income, NAIC SAP | OH | <u>\$ 13,545,674</u> | <u>\$ 4,064,103</u> |
| Statutory Surplus, State of Ohio Basis | OH | \$ 130,326,009 | \$ 118,121,576 |
| State Prescribed Practices | OH | - | - |
| State Permitted Practices | OH | - | - |
| Statutory Surplus, NAIC SAP | OH | <u>\$ 130,326,009</u> | <u>\$ 118,121,576</u> |

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for the group and other accident and health business. For the GAP product, direct unearned premiums are computed by pro rata methods for the debt waiver states and either pro rata or Rule of 78 for insurance states depending on the refund methodology used by that state. Travel unearned premiums are computed based on historical premium patterns or pro rata where detail is provided. Assumed unearned premiums are based upon reports from ceding companies. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments are accounted for in the same manner as similar long-term investments. Investments in money market funds are reported in accordance with the guidance as outlined in the Purposes and Procedures Manual of the NAIC Securities Valuation Office (SVO).
- (2) Investments in bonds not backed by other loans are stated at amortized cost using the scientific interest method, except those with NAIC designations of 3 - 6, which are stated at the lower of amortized cost or fair value.
- (3) The Company had no investments in common stock during 2014 or 2013.
- (4) The Company had no investments in preferred stock during 2014 or 2013.
- (5) The Company had no investments in mortgage loans during 2014 or 2013.
- (6) Investments in loan-backed securities are stated at amortized cost, except those with an initial NAIC designation of 3 - 6, which are stated at the lower of amortized cost or fair value. The retrospective adjustment method is used to value all securities unless the security has been impaired.
- (7) The Company had no investments in subsidiaries, controlled or affiliated companies during 2014 or 2013.
- (8) The accounting policies of the insurer with respect to investments in joint ventures, partnerships and limited liability companies follow the guidance as outlined in Statement of Statutory Accounting Principles (SSAP) No. 48, *Joint Ventures, Partnerships and Limited Liability Companies*, and SSAP No. 97, *Investments in Subsidiary, Controlled, and Affiliated Entities, a replacement of SSAP No. 88*, of the NAIC SAP.
- (9) The Company had no investments in derivatives during 2014 or 2013.
- (10) The Company holds premium deficiency reserves as reported in Note 30.
- (11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) Method used to estimate pharmaceutical rebate receivables - Not applicable.

2. Accounting Changes and Corrections of Errors**A. Material Changes in Accounting Principles and/or Correction of Errors**

Effective December 31, 2014, the Company adopted revisions to SSAP No. 104R, *Share-Based Payments*, which provides guidance for share-based payments transactions with non-employees. The adoption of this standard did not impact the financial position or results of operations of the Company.

Effective December 15, 2014, the Company adopted SSAP No. 107, *Accounting for Risk-Sharing Provisions of the Affordable Care Act*, which establishes accounting treatment for the three risk sharing programs of the Affordable Care Act (ACA). Disclosures related to the assets, liabilities and revenue elements by program, previously adopted in SSAP No. 35R, *Guaranty Fund and Other Assessments – Revised* (SSAP No. 35R), were moved to this SSAP. The adoption of this standard did not impact the financial position or results of operations of the Company.

NOTES TO FINANCIAL STATEMENTS

Effective January 1, 2014, the Company adopted SSAP No. 106, *Affordable Care Act Assessments*, which adopted with modifications the guidance in Accounting Standards Update (ASU) 2011-06: *Other Expenses – Fees Paid to the Federal Government by Health Insurers* and moves the ACA Section 9010 fee guidance from SSAP No. 35R, to SSAP No. 106. The adoption of this standard did not impact the financial position or results of operations of the Company.

Effective January 1, 2014, the Company adopted SSAP No. 105, *Working Capital Finance Investments*, which allows working capital finance investments to be admitted assets if certain criteria are met. The adoption of this standard did not impact the financial position or results of operations of the Company.

Effective January 1, 2014, the Company adopted revisions to SSAP No. 30, *Investments in Common Stock (excluding investments in common stock of subsidiary, controlled or affiliated entities)*, which requires FHLB capital stock to be reported at par value and expands the disclosures related to FHLB capital stock, collateral pledged to the FHLB and borrowing from the FHLB. The adoption of this revision did not impact the Company's financial position or results of operations.

Effective January 1, 2014, the Company adopted modifications to SSAP 62R, *Property and Casualty Reinsurance*, which require a minimum reserve for uncollectible property and casualty reinsurance and address situations where collection risk for third party reinsurance contracts has been transferred and secured by the counterparty to a loss portfolio transfer when a novation or assignment has not occurred. The adoption of this guidance had no material impact to the financial position or results of operation of the Company.

Effective December 31, 2013 the Company adopted revisions to SSAP No. 35R, which incorporated subsequent event (Type II) disclosures for entities subject to Section 9010 of the Patient Protection and Affordable Care Act related to assessments payable. The adoption of this revision did not impact the Company's financial position or results of operations as the revisions related to disclosures only.

Effective January 1, 2013, the Company adopted SSAP No. 92, *Postretirement Benefits Other Than Pensions, A Replacement of SSAP No. 14, and SSAP No. 102, Accounting for Pensions, A Replacement of SSAP No. 89*. This guidance impacted accounting for defined benefit pension plans or other postretirement plans, along with related disclosures. SSAP No. 102 requires recognition of the funded status of the plan based on the projected benefit obligation instead of the accumulated benefit obligation as under SSAP No. 89, *Accounting for Pensions, A Replacement of SSAP No. 8*. In addition, SSAP No. 92 and SSAP No. 102 require consideration of non-vested participants. The adoption of these standards did not impact the Company's results of operations, financial position or disclosures as the Company does not sponsor the pension plan and is not directly liable under the plan.

Effective January 1, 2013, the Company adopted SSAP No. 103, *Accounting for Transfers and Servicing of Financial Assets and Extinguishments of Liabilities*, which adopted with modifications the guidance in Accounting Standards Update (ASU) 2009-16, *Transfers and Servicing (Topic 860): Accounting for Transfers of Financial Assets* and supersedes SSAP No. 91R, *Accounting for Transfers and Servicing of Financial Assets and Extinguishments of Liabilities*. The adoption of this standard did not impact the financial position or results of operations of the Company.

Effective January 1, 2015 the Company will adopt guidance that moves wholly-owned, single member/single asset LLCs where the underlying asset is real estate, into the scope of SSAP No. 40, *Real Estate Investments*, when specific conditions are met, and clarifies in SSAP No. 48, *Joint Ventures, Partnerships and Limited Liability Companies*, that these types of investments are within the scope of SSAP No. 40. The adoption of this guidance is expected to be immaterial to the financial position and results of operation of the Company.

During 2013, the Company determined a risk and expense charge related to a reinsurance agreement was not appropriately recorded. Upon discovery, the error was corrected and is reflected as a correction of an error in the capital and surplus accounts of the Statement of Income in the amount of \$2,295,308 after-tax.

3. Business Combinations and Goodwill

- A. Statutory Purchase Method - Not applicable.
- B. Statutory Merger - Not applicable.
- C. Impairment Loss - Not applicable.

4. Discontinued Operations

- (1) The Company entered into an agreement to sell its auto liability policies to MetLife Property and Casualty Insurance Company effective June 27, 1989.
- (2) The sale was completed June 27, 1989.
- (3) MetLife assumed responsibility for all claim payments, including claims incurred to the sale date. The Company has continued to maintain inforce an excess of loss reinsurance agreement with General Re Life Corporation. The excess of loss reinsurance agreement is expected to stay inforce until all claims incurred to the sale date are settled.
- (4) The Company's auto operations have been classified as Discontinued Operations and have been reported consistently with the Company's reporting of continuing operations.
- (5) The amounts related to Discontinued Operations and the effect on the Company's Balance Sheet and Statement of Income are as follows:

Balance sheet December 31, 2014

Assets

| | | |
|------------|--------|------------|
| a. Line 5 | Cash | \$ 136,425 |
| b. Line 28 | Totals | \$ - |

Liabilities, Surplus and Other Funds

| | | |
|------------|-------------------|------------|
| c. Line 28 | Total liabilities | \$ - |
| d. Line 37 | Surplus | \$ 136,425 |
| e. Line 38 | Total | \$ 136,425 |

Statement of Income December 31, 2014

| | | |
|------------|---|--------------|
| f. Line 1 | Premiums | \$ - |
| g. Line 6 | Total underwriting deductions | \$ (209,884) |
| h. Line 8 | Net underwriting gain or loss | \$ 209,884 |
| i. Line 18 | Net income after dividends to policy holders, after capital gains tax and before all other federal and foreign income taxes | \$ 209,884 |
| j. Line 19 | Federal and foreign income taxes incurred | \$ 73,459 |
| k. Line 20 | Net income | \$ 136,425 |

NOTES TO FINANCIAL STATEMENTS**5. Investments**

- A. Mortgage Loans - None.
- B. Debt Restructuring - None.
- C. Reverse Mortgages - None.
- D. Loan-Backed Securities

- (1) Prepayment assumptions were obtained from BlackRock or Bloomberg prepayment models. If assumptions were not available from these sources, internal estimates were used.
- (2) There were no loan-backed securities with a recognized other-than-temporary impairment (OTTI) due to intent to sell or lack of intent and ability to hold during the current reporting period.
- (3) The following loan-backed and structured securities were held at December 31, 2014, for which OTTI have been recognized during the current reporting period:

| 1 CUSIP | 2 Book/Adj Carrying Value Amortized Cost Before Current Period OTTI | 3 Present Value of Projected Cash Flows | 4 Recognized OTTI | 5 Amortized Cost After OTTI | 6 Fair Value at Time of OTTI | 7 Date of Financial Statement Where Reported |
|------------|---|--|----------------------|-----------------------------------|------------------------------------|---|
| 22942KCA6 | \$ 171,171 | \$ 170,192 | \$ 979 | \$ 170,192 | \$ 195,149 | 2Q 2014 |
| 65536PAA8 | 41,865 | 40,382 | 1,483 | 40,382 | 30,858 | 2Q 2014 |
| 52522QAM4 | 354,954 | 354,745 | 209 | 354,745 | 316,140 | 3Q 2014 |
| 65536PAA8 | 38,455 | 38,155 | 300 | 38,155 | 27,987 | 4Q 2014 |
| Total | xxx | xxx | \$ 2,971 | xxx | xxx | xxx |

- (4) The unrealized losses of loan-backed and structured securities where fair value is less than cost or amortized cost for which an OTTI has not been recognized in earnings as of December 31, 2014 are as follows:

| |
|---|
| a. The aggregate amount of unrealized losses: |
| 1. Less than 12 months \$ 55,124 |
| 2. 12 months or longer \$ 196,619 |
| b. The aggregate related fair value of securities with unrealized losses: |
| 1. Less than 12 months \$ 8,379,024 |
| 2. 12 months or longer \$ 8,972,434 |

E. Repurchase Agreements and/or Securities Lending Transactions

- (1) The Company did not participate in repurchase agreements during 2014.

For securities lending agreements, the Company receives collateral equal to 102% of the fair value of the loaned domestic securities as of the transaction date. If the fair value of the collateral is at any time less than 102% of the fair value of the loaned securities, the counterparty is mandated to deliver additional collateral, the fair value of which, together with the collateral already held in connection with the lending transaction, is at least equal to 102% of the fair value of the loaned government or domestic securities. In the event the Company loans a foreign security and the denomination of the currency of the collateral is other than the denomination of the currency of the loaned foreign security, the Company receives and maintains collateral equal to 105% of the fair value of the loaned security. The collateral the Company received from securities lending activities was in the form of cash and on open terms. This cash collateral is reinvested and is not available for general corporate purposes. This program is conforming per the criteria set forth in the Risk Based Capital (RBC) calculation instructions.

At December 31, 2014 and December 31, 2013, respectively, securities with a fair value of \$18,092,980 and \$24,343,215 were on loan under security lending agreements as part of the program.

For dollar repurchase agreements, the Company receives cash collateral in an amount at least equal to the fair value of the securities transferred by the Company as of the transaction date. Cash received as collateral will be invested as needed or used for general corporate purposes of the Company. The Company had dollar repurchase agreements outstanding in the amount of \$9,958,888 and \$2,073,257 as of December 31, 2014 and 2013, respectively. The Company does not have the legal right to recall or substitute the underlying assets prior to the transaction's scheduled termination. Upon scheduled termination, the counterparty is obligated to return substantially similar assets

- (2) Not applicable.

NOTES TO FINANCIAL STATEMENTS

(3) Collateral Received

a. Aggregate amount collateral received

| | (1) <u>Fair Value</u> |
|--|-----------------------------|
| 1. Repurchase agreement | |
| (a) Open | \$ - |
| (b) 30 days or less | - - |
| (c) 31 to 60 days | - - |
| (d) 61 to 90 days | - - |
| (e) Greater than 90 days | - - |
| (f) Sub-total | <u>\$ -</u> |
| (g) Securities received | - - |
| (h) Total collateral received | <u><u>\$ -</u></u> |
| 2. Securities lending | |
| (a) Open | \$ 18,727,771 |
| (b) 30 days or less | - - |
| (c) 31 to 60 days | - - |
| (d) 61 to 90 days | - - |
| (e) Greater than 90 days | - - |
| (f) Sub-total | <u>\$ 18,727,771</u> |
| (g) Securities received | - - |
| (h) Total collateral received | <u><u>\$ 18,727,771</u></u> |
| 3. Dollar repurchase agreement | |
| (a) Open | \$ 10,054,673 |
| (b) 30 days or less | - - |
| (c) 31 to 60 days | - - |
| (d) 61 to 90 days | - - |
| (e) Greater than 90 days | - - |
| (f) Sub-total | <u>\$ 10,054,673</u> |
| (g) Securities received | - - |
| (h) Total collateral received | <u><u>\$ 10,054,673</u></u> |
| b. The fair value of that collateral and of the portion of that collateral that it has sold or repledged | \$ 28,782,444 |
| c. Please refer to Note 5E(1). | |

(4) All of the reinvested collateral has been "one-line" reported on the Company's balance sheet.

NOTES TO FINANCIAL STATEMENTS

(5) Collateral Reinvestment

a. Aggregate amount collateral reinvested

| | <u>Amortized Cost</u> | <u>Fair Value</u> |
|---------------------------------|-----------------------------|-----------------------------|
| 1. Repurchase agreement | | |
| (a) Open | \$ - | \$ - |
| (b) 30 days or less | \$ - | \$ - |
| (c) 31 to 60 days | \$ - | \$ - |
| (d) 61 to 90 days | \$ - | \$ - |
| (e) 91 to 120 days | \$ - | \$ - |
| (f) 121 to 180 days | \$ - | \$ - |
| (g) 181 to 365 days | \$ - | \$ - |
| (h) 1 to 2 years | \$ - | \$ - |
| (i) 2 to 3 years | \$ - | \$ - |
| (j) Greater than 3 years | \$ - | \$ - |
| (k) Sub-total | <u>\$ -</u> | <u>\$ -</u> |
| (l) Securities received | \$ - | \$ - |
| (m) Total collateral reinvested | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |
| 2. Securities lending | | |
| (a) Open | \$ 3,019,186 | \$ 3,019,186 |
| (b) 30 days or less | 4,315,736 | 4,315,716 |
| (c) 31 to 60 days | 6,433,806 | 6,433,212 |
| (d) 61 to 90 days | 2,814,896 | 2,814,844 |
| (e) 91 to 120 days | 1,379,377 | 1,379,309 |
| (f) 121 to 180 days | 709,963 | 709,849 |
| (g) 181 to 365 days | \$ - | \$ - |
| (h) 1 to 2 years | \$ - | \$ - |
| (i) 2 to 3 years | \$ - | \$ - |
| (j) Greater than 3 years | \$ - | \$ - |
| (k) Sub-total | <u>\$ 18,672,964</u> | <u>\$ 18,672,116</u> |
| (l) Securities received | \$ - | \$ - |
| (m) Total collateral reinvested | <u><u>\$ 18,672,964</u></u> | <u><u>\$ 18,672,116</u></u> |
| 3. Dollar repurchase agreement | | |
| (a) Open | \$ - | \$ - |
| (b) 30 days or less | \$ - | \$ - |
| (c) 31 to 60 days | \$ - | \$ - |
| (d) 61 to 90 days | \$ - | \$ - |
| (e) 91 to 120 days | \$ - | \$ - |
| (f) 121 to 180 days | \$ - | \$ - |
| (g) 181 to 365 days | \$ - | \$ - |
| (h) 1 to 2 years | \$ - | \$ - |
| (i) 2 to 3 years | \$ - | \$ - |
| (j) Greater than 3 years | \$ - | \$ - |
| (k) Sub-total | <u>\$ -</u> | <u>\$ -</u> |
| (l) Securities received | \$ - | \$ - |
| (m) Total collateral reinvested | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

b. The Company's sources of cash that it uses to return the cash collateral are dependent upon the liquidity of the current market conditions. Under current conditions, the Company has securities with par value of \$18,669,338 (fair value of \$18,672,116) that are currently tradable securities that could be sold and used to pay for the \$18,727,771 in collateral calls that could come due under a worst-case scenario.

(6) Collateral not permitted to be sold or repledged - Not applicable.

(7) Collateral for securities lending transactions that extend beyond one year from the reporting date - Not applicable.

F. Real Estate - None.

G. Investments in Low-Income Housing Tax Credits

For the year ending December 31, 2014, the Company had ownership interest in two Low Income Housing Tax Credit Investments. The remaining years of unexpired tax credits ranged from six to seven, and none of the properties were subject to regulatory review. The length of time remaining for the holding periods ranged from ten to twelve years. There are no contingent equity commitments expected to be paid in the future. There were no impairment losses, write-downs, or reclassifications during the year related to any of these credits.

NOTES TO FINANCIAL STATEMENTS**H. Restricted Assets****(1) Restricted Assets (Including Pledged)**

| Restricted asset category | Gross Restricted | | | | |
|--|-----------------------------|---------------------------------|--|--|----------------------|
| | Current Year | | | | |
| | 1 | 2 | 3 | 4 | 5 |
| Restricted asset category | Total General Account (G/A) | G/A Supporting S/A Activity (a) | Total Separate Account (S/A) Restricted Assets | S/A Assets Supporting G/A Activity (b) | Total (1 plus 3) |
| a. Subject to contractual obligation for which liability is not shown | \$ - | \$ - | \$ - | \$ - | \$ - |
| b. Collateral held under security lending agreements | 18,727,771 | - | - | - | 18,727,771 |
| c. Subject to repurchase agreements | - | - | - | - | - |
| d. Subject to reverse repurchase agreements | - | - | - | - | - |
| e. Subject to dollar repurchase agreements | 9,958,888 | - | - | - | 9,958,888 |
| f. Subject to dollar reverse repurchase agreements | - | - | - | - | - |
| g. Placed under option contracts | - | - | - | - | - |
| h. Letter stock or securities restricted as to sale - excluding FHLB capital stock | - | - | - | - | - |
| i. FHLB capital stock | - | - | - | - | - |
| j. On deposit with states | 4,594,590 | - | - | - | 4,594,590 |
| k. On deposit with other regulatory bodies | - | - | - | - | - |
| l. Pledged as collateral to FHLB (including assets backing funding agreements) | - | - | - | - | - |
| m. Pledged as collateral not captured in other categories | - | - | - | - | - |
| n. Other restricted assets | - | - | - | - | - |
| o. Total Restricted Assets | \$ 33,281,249 | \$ - | \$ - | \$ - | \$ 33,281,249 |

| Restricted asset category | Gross Restricted | | 8 | Percentage | |
|--|-----------------------|----------------------------------|--|----------------------------------|-------------------------------------|
| | 6 | 7 | | 9 | 10 |
| | Total From Prior Year | Increase/ (Decrease) (5 minus 6) | Total Current Year Admitted Restricted | Gross Restricted to Total Assets | Restricted to Total Admitted Assets |
| a. Subject to contractual obligation for which liability is not shown | \$ - | \$ - | \$ - | 0.00 % | 0.00 % |
| b. Collateral held under security lending agreements | 25,144,123 | (6,416,352) | 18,727,771 | 5.96 | 5.96 |
| c. Subject to repurchase agreements | - | - | - | 0.00 | 0.00 |
| d. Subject to reverse repurchase agreements | - | - | - | 0.00 | 0.00 |
| e. Subject to dollar repurchase agreements | 2,073,257 | 7,885,631 | 9,958,888 | 3.17 | 3.17 |
| f. Subject to dollar reverse repurchase agreements | - | - | - | 0.00 | 0.00 |
| g. Placed under option contracts | - | - | - | 0.00 | 0.00 |
| h. Letter stock or securities restricted as to sale - excluding FHLB capital stock | - | - | - | 0.00 | 0.00 |
| i. FHLB capital stock | - | - | - | 0.00 | 0.00 |
| j. On deposit with states | 4,623,734 | (29,144) | 4,594,590 | 1.46 | 1.46 |
| k. On deposit with other regulatory bodies | - | - | - | 0.00 | 0.00 |
| l. Pledged as collateral to FHLB (including assets backing funding agreements) | - | - | - | 0.00 | 0.00 |
| m. Pledged as collateral not captured in other categories | - | - | - | 0.00 | 0.00 |
| n. Other restricted assets | - | - | - | 0.00 | 0.00 |
| o. Total Restricted Assets | \$ 31,841,114 | \$ 1,440,135 | \$ 33,281,249 | 10.59 % | 10.59 % |

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (contracts that share similar characteristics, such as reinsurance and derivatives, are reported in the aggregate) - None.

(3) Detail of Other Restricted Assets (contracts that share similar characteristics, such as reinsurance and derivatives, are reported in the aggregate) - None.

NOTES TO FINANCIAL STATEMENTS

I. Working Capital Finance Investments - None.

J. Offsetting and Netting of Assets and Liabilities - None.

K. Structured Notes - None.

6. Joint Ventures, Partnerships and Limited Liability Companies

A. The Company has no investments in joint ventures, partnerships or limited liability companies that exceed 10% of its admitted assets.

B. The Company did not recognize any impairment write downs for its investments in joint ventures, partnerships and limited liability companies during the statement period.

C. The Company had contingent commitments of \$0 and \$490 as of December 31, 2014 and 2013, respectively, for joint ventures, partnerships and limited liability companies, which includes LIHTC commitments disclosed in Note 5G.

7. Investment Income

A. Due and accrued income is excluded from surplus on the following bases:

Due and accrued interest income is excluded when collection seemed uncertain or payment exceeded 90 days past due.

B. The Company did not exclude any investment income due and accrued as of December 31, 2014 and 2013.

8. Derivative Instruments - The Company did not hold or issue derivative instruments.

9. Income Taxes

A. The components of the net deferred tax asset/(liability) at December 31 are as follows:

1.

| 12/31/2014 | | | |
|---|---------------------|------------------|---------------------|
| (1) | (2) | (3) (Col 1+2) | Total |
| Ordinary | Capital | Total | |
| (a) Gross deferred tax assets | \$ 7,979,782 | \$ 29,180 | \$ 8,008,962 |
| (b) Statutory valuation allowance adjustment | - | - | - |
| (c) Adjusted gross deferred tax assets (1a-1b) | 7,979,782 | 29,180 | 8,008,962 |
| (d) Deferred tax assets nonadmitted | 2,347,942 | - | 2,347,942 |
| (e) Subtotal (net deferred tax assets) (1c-1d) | 5,631,840 | 29,180 | 5,661,020 |
| (f) Deferred tax liabilities | 275,749 | 24,633 | 300,382 |
| (g) Net admitted deferred tax assets (1e-1f) | <u>\$ 5,356,091</u> | <u>\$ 4,547</u> | <u>\$ 5,360,638</u> |

| 12/31/2013 | | | |
|---|---------------------|------------------|---------------------|
| (4) | (5) | (6) (Col 4+5) | Total |
| Ordinary | Capital | Total | |
| (a) Gross deferred tax assets | \$ 6,811,930 | \$ 163,226 | \$ 6,975,156 |
| (b) Statutory valuation allowance adjustment | - | - | - |
| (c) Adjusted gross deferred tax assets (1a-1b) | 6,811,930 | 163,226 | 6,975,156 |
| (d) Deferred tax assets nonadmitted | 1,790,165 | - | 1,790,165 |
| (e) Subtotal (net deferred tax assets) (1c-1d) | 5,021,765 | 163,226 | 5,184,991 |
| (f) Deferred tax liabilities | 171,417 | 83,260 | 254,677 |
| (g) Net admitted deferred tax assets (1e-1f) | <u>\$ 4,850,348</u> | <u>\$ 79,966</u> | <u>\$ 4,930,314</u> |

| Change | | | |
|---|-------------------|--------------------|-------------------|
| (7) (Col 1-4) | (8) (Col 2-5) | (9) (Col 7+8) | Total |
| Ordinary | Capital | Total | |
| (a) Gross deferred tax assets | \$ 1,167,852 | \$ (134,046) | \$ 1,033,806 |
| (b) Statutory valuation allowance adjustment | - | - | - |
| (c) Adjusted gross deferred tax assets (1a-1b) | 1,167,852 | (134,046) | 1,033,806 |
| (d) Deferred tax assets nonadmitted | 557,777 | - | 557,777 |
| (e) Subtotal (net deferred tax assets) (1c-1d) | 610,075 | (134,046) | 476,029 |
| (f) Deferred tax liabilities | 104,332 | (58,627) | 45,705 |
| (g) Net admitted deferred tax assets (1e-1f) | <u>\$ 505,743</u> | <u>\$ (75,419)</u> | <u>\$ 430,324</u> |

NOTES TO FINANCIAL STATEMENTS

2.

| 12/31/2014 | | |
|-----------------|----------------|---------------------------|
| (1) Ordinary | (2) Capital | (3) (Col 1+2) Total |

Admission Calculation Components SSAP No. 101

| | | | |
|--|--------------|-----------|---------------|
| (a) Federal income taxes paid in prior years recoverable throughloss carrybacks | \$ 5,356,091 | \$ 4,547 | \$ 5,360,638 |
| (b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation (the lesser of 2(b)1 and 2(b)2 below) | \$ - | \$ - | \$ - |
| 1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date | \$ - | \$ - | \$ - |
| 2. Adjusted gross deferred tax assets allowed per limitation threshold | XXX | XXX | \$ 18,744,806 |
| (c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities | \$ 275,749 | \$ 24,633 | \$ 300,382 |
| (d) Deferred tax assets admitted as the result of application of SSAP No. 101, Total (2(a) + 2(b) + 2(c)) | \$ 5,631,840 | \$ 29,180 | \$ 5,661,020 |

| 12/31/2013 | | |
|-----------------|----------------|---------------------------|
| (4) Ordinary | (5) Capital | (6) (Col 4+5) Total |

Admission Calculation Components SSAP No. 101

| | | | |
|--|--------------|------------|---------------|
| (a) Federal income taxes paid in prior years recoverable throughloss carrybacks | \$ 4,850,347 | \$ 79,966 | \$ 4,930,313 |
| (b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation (the lesser of 2(b)1 and 2(b)2 below) | \$ - | \$ - | \$ - |
| 1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date | \$ - | \$ - | \$ - |
| 2. Adjusted gross deferred tax assets allowed per limitation threshold | XXX | XXX | \$ 16,793,300 |
| (c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities | \$ 171,417 | \$ 83,260 | \$ 254,677 |
| (d) Deferred tax assets admitted as the result of application of SSAP No. 101, Total (2(a) + 2(b) + 2(c)) | \$ 5,021,764 | \$ 163,226 | \$ 5,184,990 |

| Change | | |
|-----------------|----------------|---------------------------|
| (7) Ordinary | (8) Capital | (9) (Col 4+5) Total |

Admission Calculation Components SSAP No. 101

| | | | |
|--|------------|--------------|--------------|
| (a) Federal income taxes paid in prior years recoverable throughloss carrybacks | \$ 505,744 | \$ (75,419) | \$ 430,325 |
| (b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation (the lesser of 2(b)1 and 2(b)2 below) | \$ - | \$ - | \$ - |
| 1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date | \$ - | \$ - | \$ - |
| 2. Adjusted gross deferred tax assets allowed per limitation threshold | XXX | XXX | \$ 1,951,506 |
| (c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities | \$ 104,332 | \$ (58,627) | \$ 45,705 |
| (d) Deferred tax assets admitted as the result of application of SSAP No. 101, Total (2(a) + 2(b) + 2(c)) | \$ 610,076 | \$ (134,046) | \$ 476,030 |

NOTES TO FINANCIAL STATEMENTS

| | 12/31/2014 | 12/31/2013 |
|---|-----------------------------------|---------------------------|
| 3. | | |
| (a) Ratio percentage used to determine recovery period and threshold limitation amount | 322% | 324% |
| (b) Amount of adjusted capital and surplus used to determine recovery period and threshold Limitation in 2(b)2 above | \$ 124,965,371 | \$ 113,191,264 |
| 4. | | |
| | 12/31/2014 | |
| | (1) Ordinary Percent | (2) Capital Percent |
| | (3) (Col 1+2) Total Percent | |
| Impact of Tax Planning Strategies: | | |
| (a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage. | | |
| 1. Adjusted gross DTAs amount from Note 9A1(c) | \$ 7,979,782 | \$ 29,180 |
| 2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies | 0% | 0% |
| 3. Net admitted adjusted gross DTAs amount from Note 9A1(e) | \$ 5,631,840 | \$ 29,180 |
| 4. percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies | 0% | 0% |
| (b) Does the Company's tax-planning strategies include the use of reinsurance? Yes _____ No _____ X _____ | | |
| | 12/31/2013 | |
| | (4) Ordinary Percent | (5) Capital Percent |
| | (6) (Col 1+2) Total Percent | |
| Impact of Tax Planning Strategies: | | |
| (a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage. | | |
| 1. Adjusted gross DTAs amount from Note 9A1(c) | \$ 6,811,930 | \$ 163,226 |
| 2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies | 0% | 0% |
| 3. Net admitted adjusted gross DTAs amount from Note 9A1(e) | \$ 5,021,765 | \$ 163,226 |
| 4. percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies | 0% | 0% |
| (b) Does the Company's tax-planning strategies include the use of reinsurance? Yes _____ No _____ X _____ | | |
| | Change | |
| | (7) Ordinary Percent | (8) Capital Percent |
| | (9) (Col 1+2) Total Percent | |
| Impact of Tax Planning Strategies: | | |
| Tax assets and net admitted deferred tax assets, by tax character as a percentage. | | |
| 1. Adjusted gross DTAs amount from Note 9A1(c) | \$ 1,167,852 | \$ (134,046) |
| 2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies | 0% | 0% |
| 3. Net admitted adjusted gross DTAs amount from Note 9A1(e) | \$ 610,075 | \$ (134,046) |
| 4. percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies | 0% | 0% |

NOTES TO FINANCIAL STATEMENTS

B. There are no temporary differences for which deferred tax liabilities are not recognized.

C. Current income taxes incurred consist of the following major components:

| | (1) 12/31/2014 | (2) 12/31/2013 | (3) (Col 1-2) Change |
|--|---------------------|---------------------|----------------------------|
| 1. Current Income Tax | | | |
| (a) Federal | \$ 8,091,691 | \$ 4,658,209 | \$ 3,433,482 |
| (b) Foreign | - | - | - |
| (c) Subtotal | \$ 8,091,691 | \$ 4,658,209 | \$ 3,433,482 |
| (d) Federal income tax on net capital gains | (140,338) | (16,724) | (123,614) |
| (e) Utilization of capital loss carry-forwards | - | - | - |
| (f) Other | - | - | - |
| (g) Federal and foreign income taxes incurred | \$ 7,951,353 | \$ 4,641,485 | \$ 3,309,868 |
| 2. Deferred Tax Assets: | | | |
| (a) Ordinary | | | |
| (1) Discounting of unpaid losses | \$ 1,984,573 | \$ 1,402,054 | \$ 582,519 |
| (2) Unearned premium reserve | 2,804,929 | 3,146,473 | (341,544) |
| (3) Policyholder reserves | 9,698 | 13,510 | (3,812) |
| (4) Bad debt | 470,266 | - | 470,266 |
| (5) Corporate provision | - | 315,000 | (315,000) |
| (6) Reinsurance in unauthorized companies | 2,710,255 | 1,934,893 | 775,362 |
| (7) Other (including items <5% of total ordinary tax assets) | 61 | - | 61 |
| (99) Subtotal | \$ 7,979,782 | \$ 6,811,930 | \$ 1,167,852 |
| (b) Statutory valuation allowance adjustment | - | - | - |
| (c) Nonadmitted | 2,347,942 | 1,790,165 | 557,777 |
| (d) Admitted ordinary deferred tax assets (2a99-2b-2c) | \$ 5,631,840 | \$ 5,021,765 | \$ 610,075 |
| (e) Capital: | | | |
| (1) Investments | 29,180 | 163,226 | (134,046) |
| (2) Other (including items <5% of total capital tax assets) | - | - | - |
| (99) Subtotal | \$ 29,180 | \$ 163,226 | \$ (134,046) |
| (f) Statutory valuation allowance adjustment | - | - | - |
| (g) Nonadmitted | - | - | - |
| (h) Admitted capital deferred tax assets (2e99 - 2f - 2g) | \$ 29,180 | \$ 163,226 | \$ (134,046) |
| (i) Admitted deferred tax assets (2d + 2h) | \$ 5,661,020 | \$ 5,184,991 | \$ 476,029 |
| 3. Deferred Tax Liabilities | | | |
| (a) Ordinary | | | |
| (1) Other (including items <5% of total ordinary tax liabilities) | - | 400 | (400) |
| (99) Subtotal | \$ - | \$ 400 | \$ (400) |
| (b) Capital | | | |
| (1) Investments | 300,382 | 254,277 | 46,105 |
| (2) Other (including items <5% of total capital tax liabilities) | - | - | - |
| (99) Subtotal | \$ 300,382 | \$ 254,277 | \$ 46,105 |
| (c) Deferred tax liabilities (3a99 + 3b99) | \$ 300,382 | \$ 254,677 | \$ 45,705 |
| 4. Net deferred tax assets/liabilities (2i - 3c) | \$ 5,360,638 | \$ 4,930,314 | \$ 430,324 |
| D. The Company's current income tax incurred and change in deferred income tax differs from the amount obtained by applying the federal statutory rate of 35% to income before tax as follows: | | | |
| | 12/31/2014 | 12/31/2013 | |
| Current income taxes incurred | \$ 7,951,353 | \$ 4,641,486 | |
| Change in deferred income taxes (without tax on unrealized gains and losses) | (1,139,604) | 21,150 | |
| Total income tax reported | \$ 6,811,749 | \$ 4,662,636 | |
| Income before taxes | \$ 21,497,027 | \$ 8,705,589 | |
| Expected income tax expense (benefit) at 35% statutory rate | 35.00% | 35.00% | |
| Increase (decrease) in actual tax reported resulting from: | | | |
| a. Tax credits | \$ (53,370) | \$ (116,688) | |
| b. Tax-exempt Income | (1,919) | - | |
| c. Nondeductible expenses | 19,055 | 594 | |
| d. Deferred tax benefit on other items in surplus | (771,549) | 1,634,210 | |
| e. Provision to return | 355,018 | (295) | |
| f. Other | (259,445) | 97,859 | |
| Total income tax reported | \$ 6,811,749 | \$ 4,662,636 | |

NOTES TO FINANCIAL STATEMENTS**E. Loss and Credit Carryforwards**

(1) As of December 31, 2014, the Company has no operating loss, capital loss, or tax credit carryforwards available for tax purposes.

(2) The amount of federal income taxes incurred that are available for recoupment in the event of future net losses are:

| | |
|------|--------------|
| 2014 | \$ 7,616,638 |
| 2013 | \$ 5,346,816 |
| 2012 | \$ 9,076,278 |

(3) The Company does not have any deposits admitted under Section 6603 of the Internal Revenue Code.

F. Consolidated Federal Income Tax Return

(1) For federal income tax purposes, the Company joins in a consolidated income tax return filing with its indirect parent company, Transamerica Corporation, and other affiliated companies: See attached listing of companies.

(2) The method of allocation between the companies is subject to a written tax allocation agreement. Under the terms of the tax allocation agreement, allocations are based on separate income tax return calculations. The Company is entitled to recoup federal income taxes paid in the event the losses and credits reduce the greater of the Company's separately computed income tax liability or the consolidated group's income tax liability in the year generated. The Company is also entitled to recoup federal income taxes paid in the event the losses and credits reduce the greater of the Company's separately computed income tax liability or the consolidated group's income tax liability in any carryback or carryforward year when so applied. Intercompany income tax balances are settled within thirty days of payment to or filing with the Internal Revenue Service.

G. Federal or Foreign Income Tax Loss Contingencies

It is not anticipated that the total amounts of unrecognized tax benefits will significantly increase within twelve months of the reporting date.

10. Information Concerning Parent, Subsidiaries, Affiliates, and Other Related Parties

A-C. The Company did not pay common stock dividends to its parent company during 2014 or 2013.

D. At December 31, 2014 and 2013, the Company reported a net amount of \$15,636,839 and \$4,919,916 payable to parent, subsidiary, and affiliated companies, respectively. Terms of settlement require that these amounts are settled within 90 days.

E. The Company has made no guarantees or commitments with regard to affiliated or related parties.

F. The Company does not have employees. The Company is party to a common cost allocation service arrangement between Aegon companies, in which various affiliated companies may perform specified administrative functions in connection with the operation of the Company, in consideration of reimbursement of actual costs of services rendered. AEGON USA Investment Management, LLC acts as a discretionary investment manager under an Investment Management Agreement with the Company.

G. All outstanding shares of the Company are owned by AEGON USA, LLC, a holding company domiciled in the state of Iowa.

H. The Company does not own any shares of stock of its parent company.

I. The Company has no investments in subsidiary, controlled or affiliated companies.

J. The Company has no investments in subsidiary, controlled or affiliated companies.

K. The Company has no investments in foreign insurance subsidiaries.

L. The Company does not hold any investments in a downstream noninsurance holding company.

11. Debt

A. The Company had an outstanding liability for borrowed money of \$10,084,917 and \$2,002,765, which includes accrued interest, as of December 31, 2014 and 2013, respectively, due to participation in dollar repurchase agreements. The Company enters dollar repurchase agreements in which securities are delivered to the counterparty once adequate collateral has been received as stated in Note 5E.

B. FHLB (Federal Home Loan Bank) Agreements - None.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences, and Other Postretirement Benefit Plans

The Company has no employees. Services are provided by employees of affiliated companies as part of a Cost Sharing Agreement. This Agreement has been approved by the domiciliary regulators of each of the insurance companies.

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

(1) The Company has 500,645 common shares authorized, 396,563 shares issued and outstanding. Par value is \$22.

(2) The Company has no preferred stock authorized.

(3) The Company is subject to limitations, imposed by the State of Ohio, on the payment of dividends to its parent company. Generally, dividends during any twelve month period may not be paid, without prior regulatory approval, in excess of the greater of (a) 10 percent of statutory surplus as of the preceding December 31, or (b) statutory net income. Subject to availability of unassigned surplus at the time of such dividend, the maximum payment which may be made in 2015 without the prior approval of insurance regulatory authorities is \$13,545,674.

(4) The Company did not pay common stock dividends to its parent company during 2014 or 2013.

(5) Within the limitation of (3) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.

(6) There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.

(7) The total amount of advances to surplus not repaid is \$0.

(8) The amounts of stock held by the Company, including stock of affiliated companies, for special purposes is:

| | |
|---------------------------------------|----------|
| (a) For conversion of preferred stock | 0 Shares |
| (b) For employee stock options | 0 Shares |
| (c) For stock purchase warrants | 0 Shares |

NOTES TO FINANCIAL STATEMENTS

(9) Changes in balances of special surplus funds from the prior year are due to: Not applicable.

(10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses was (\$6,618) as of December 31, 2014.

(11) The Company issued the following surplus debentures or similar obligations: Not applicable.

(12) The impact of any restatement due to prior quasi-reorganization is as follows: Not applicable.

(13) The effective date(s) of all quasi-reorganization in the prior 10 years is/are: Not applicable.

14. Liabilities, Contingencies, and Assessments**A. Contingent Commitments**

The Company has purchased annuities from life insurers under which the claimants are payees to fund future payments that are fixed to specific claim settlement provisions. The Company is continually liable for the outstanding balances under these annuities amounting to \$41,126.

| 1 | 2 | 3 | 4 | 5 |
|---|--|--|--|---|
| Nature and circumstances of guarantee and key attributes, including date and duration of agreement. | Liability recognition of guarantee. (Include amount recognized at inception. If no initial recognition, document exception allowed under SSAP No. 5R.) | Ultimate financial statement impact if action under the guarantee is required. | Maximum potential amount of future payments (undiscounted) the guarantor could be required to make under the guarantee. If unable to develop an estimate, this should be specifically noted. | Current status of payment or performance risk of guarantee. Also provide additional discussion as warranted. |
| The Company has reduced reserves for annuities purchased where the claimant is the payee. The Company is contingently liable for such amounts should the issuers of the annuities fail to perform under the terms of the annuities. | \$ - | Payment would impact losses incurred. | \$ 41,126 | No payments required as of December 31, 2014. Current assessment of risk of making payments under guarantees is remote. |

| | | 12/31/2014 |
|----|---|------------------|
| a. | Aggregate maximum potential of future payments of all guarantees (undiscounted) the guarantor could be required to make under guarantees. (should equal total of Column 4 for (2) above). | \$ <u>41,126</u> |
| b. | Current Liability Recognized in F/S: | |
| | 1. Noncontingent liabilities | - |
| | 2. Contingent liabilities | - |
| | 3. Total | \$ <u>-</u> |
| c. | Ultimate financial statement impact if action under the guarantee is required. | |
| | 1. Investments in SCA | - |
| | 2. Joint venture | - |
| | 3. Dividends to stockholders (capital contribution) | - |
| | 4. Expense | - |
| | 5. Other | 41,126 |
| | 6. Total | \$ <u>41,126</u> |

B. Assessments

(1) The Company is assessed amounts by state guaranty funds to cover losses to policyholders of insolvent or rehabilitated insurance companies. Those mandatory assessments may be partially recovered through a reduction in future premium taxes in certain states. Amounts assessed during 2014 and 2013 were not material.

(2) Reconciliation of Assets Recognized from Paid and Accrued Premium Tax Offsets Related to Guaranty Fund Assessments

| As of Year End 2014: | <u>Dollar Amount</u> |
|--|----------------------|
| a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end: | \$ 7,954 |
| b. Decreases current year: | |
| Expired premium tax offsets | (495) |
| Premium tax offset applied | (1,139) |
| c. Increases current year: | |
| Premium tax asset from new assessments: | 796 |
| d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year end: | <u>\$ 7,116</u> |

C. Gain Contingencies - None.**D. Claims Related Extra Contractual Obligations and Bad Faith Losses Stemming From Lawsuits - None.****E. Product Warranties - Not applicable.****F. Joint and Several Liabilities - None.**

NOTES TO FINANCIAL STATEMENTS**G. All Other Contingencies**

The Company is a party to legal proceedings involving a variety of issues incidental to its business. Lawsuits may be brought in nearly any federal or state court in the United States or in an arbitral forum. In addition, there continues to be significant federal and state regulatory activity relating to financial services companies. The Company's legal proceedings are subject to many variables, and given its complexity and scope, outcomes cannot be predicted with certainty. Although legal proceedings sometimes include substantial demands for compensatory and punitive damages, and injunctive relief, it is management's opinion that damages arising from such demands will not be material to the Company's financial position.

15. Leases - None.**16. Information about Financial Instruments with Off-Balance Sheet Risk And Financial Instruments With Concentrations of Credit Risk**

The Company had no financial instruments with off-balance sheet risk during either of the years presented in this annual statement.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**A. Transfers of Receivables Reported as Sales - None.****B. Transfer and Servicing of Financial Assets**

- (1) Please refer to Note 5E.
- (2) Not applicable.
- (3) Not applicable.
- (4) Not applicable.
- (5) Please refer to Note 5E and Note 11.
- (6) Not applicable.
- (7) Please refer to Note 5E.

C. Wash Sales - None.**18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans - None.****19. Direct Premiums Written/Produced by Managing General Agents/Third Party Administrators**

| Name and Address of Managing General Agent or Third Party Administrator | FEIN Number | Exclusive Contract | Types of Business Written | Types of Authority Granted | Total Direct Premium Written/ Produced By |
|---|-------------|--------------------|---------------------------|----------------------------|---|
| Customized Services Administrators (CSA) 5454 Ruffin Road San Diego, CA 92123 | 33-0463446 | No | Travel Insurance | C, CA, P, U | \$11,260,446 |
| The Berkely Group 300 Jericho Quadrangle PO Box 9022, Jericho, NY 11753 | 36-3642411 | No | Travel Insurance | C, CA, P, U | \$153,386,221 |
| Total MGA/TPA premiums | | | | | \$164,646,667 |

20. Fair Value Measurements**A. (1) Fair Value Measurements at Reporting Date**

The following table provides information about the Company's financial assets and liabilities measured at fair value as of December 31, 2014:

| (1) Description | (2) (Level 1) | (3) (Level 2) | (4) (Level 3) | (5) Total |
|--|------------------|----------------------|------------------|----------------------|
| a. Assets at fair value | | | | |
| Bonds | | | | |
| Industrial and misc | \$ - | \$ 127,788 | \$ - | \$ 127,788 |
| Total bonds | \$ - | \$ 127,788 | \$ - | \$ 127,788 |
| Short-term | | | | |
| Government | \$ - | \$ 984 | \$ - | \$ 984 |
| Industrial and misc | - | 14,997,733 | - | 14,997,733 |
| Mutual funds | - | 23,506,680 | - | 23,506,680 |
| Total short-term | \$ - | \$ 38,505,397 | \$ - | \$ 38,505,397 |
| Securities lending reinvested collateral | \$ - | \$ 13,617,165 | \$ - | \$ 13,617,165 |
| Total assets at fair value | \$ - | \$ 52,250,350 | \$ - | \$ 52,250,350 |
| b. Liabilities at fair value | | | | |
| Total liabilities at fair value | \$ - | \$ - | \$ - | \$ - |

(2) Fair Value Measurements in Level 3 of the Fair Value Hierarchy - None.**(3) The Company's policy is to recognize transfers in and out of Level 3 as of the beginning of the reporting period.**

NOTES TO FINANCIAL STATEMENTS

(4) Bonds classified in Level 2 are valued using inputs from third party pricing services or broker quotes. Level 3 measurements for bonds are primarily those valued using broker quotes or internal modeling which utilize inputs that are not market observable.

Short-term investments are classified as Level 2 as they are carried at amortized cost, which approximates fair value.

Securities lending reinvested collateral is valued and classified in the same way as the underlying collateral, which is primarily composed of short-term investments.

C. Fair Value Hierarchy by Type of Financial Instrument

The following table sets forth a comparison of the estimated fair values and carrying amounts of the Company's financial instruments, including those not measured at fair value in the balance sheets, as of December 31, 2014:

| Type of Financial Instrument | Aggregate Fair Value | Admitted Assets/Liabilities | (Level 1) | (Level 2) | (Level 3) | Not Practicable (Carrying Value) |
|--|----------------------|-----------------------------|------------|---------------|-----------|----------------------------------|
| Admitted assets: | | | | | | |
| Cash equivalents & short-term investments, other than affiliates | \$ 38,505,397 | \$ 38,505,397 | \$ - | \$ 38,505,397 | \$ - | \$ - |
| Bonds | 262,342,533 | 249,457,704 | 23,743,849 | 238,258,684 | 340,000 | - |
| Securities lending reinvested collateral | 18,672,116 | 18,672,964 | - | 18,672,116 | - | - |
| Liabilities: | | | | | | |
| Payable to parent, subsidiaries and affiliates | \$ 15,636,839 | \$ 15,636,839 | \$ - | \$ 15,636,839 | \$ - | \$ - |

D. Not Practicable to Estimate Fair Value - Not applicable.

21. Other Items

A. Extraordinary Items - None.

B. Troubled Debt Restructuring - None.

C. Other Disclosures and Unusual Items

The Company has established an offset to amounts recoverable from reinsurers for disputed reinsurance recoverables.

Effective July 31, 2014, the Company's Articles of Incorporation were amended to change the company name from Stonebridge Casualty Insurance Company to Transamerica Casualty Insurance Company.

D. Business Interruption Insurance Recoveries - None.

E. State Transferable and Non-transferable Tax Credits

(1) The following table provides the carrying value of transferable state tax credits gross of any related tax liabilities and total unused transferable state tax credits by state and in total:

| (1) Description of State Transferable Tax Credits | (2) State | (3) Carrying Value | (4) Unused Amount* |
|---|-----------|--------------------|--------------------|
| Low-Income housing tax credits | MA | \$ - | \$ 141,649 |
| Total | | \$ - | \$ 141,649 |

*The unused amount reflects credits that we deem will be realizable in 2015.

The Company had no non-transferable state tax credits.

(2) The Company estimated the utilization of the remaining state transferable tax credits by projecting a future tax liability based on projected premium, tax rates and tax credits, and comparing the projected future tax liability to the availability of remaining state transferable tax credits.

(3) The Company had no impairment losses related to state transferable tax credits.

(4) State Tax Credits Admitted and Nonadmitted

| | Total Admitted | Total Nonadmitted |
|---------------------|----------------|-------------------|
| a. Transferable | \$ - | \$ - |
| b. Non-transferable | \$ - | \$ - |

F. Subprime Mortgage Related Risk Exposure

(1) Subprime mortgages are loans to homebuyers who have weak or impaired credit histories, are loans that are non-conforming or are loans that are second in priority. The Company's businesses in the United States do not sell or buy subprime mortgages directly. The Company's position is related to so-called "asset-backed securities" (ABS). These securities are pools of mortgages that have been securitized and offered to investors as asset-backed securities, where the mortgages are collateral. Most of the underlying mortgages within the pool have credit scores below 660 at origination. Therefore, the ABS have been classified by the Company as a subprime mortgage position. Also included in the Company's total subprime mortgage position are ABS with second lien mortgages as collateral. The second lien mortgages may not necessarily have subprime credit scores; however, the Company has included these ABS in its subprime position as it's the second priority in terms of repayment.

For ABS in an unrealized loss position, the Company would consider them for impairment when there has been an adverse change in estimated cash flows from the cash flows previously projected at purchase, which is in accordance with SSAP No. 43R, *Loan-backed and Structured Securities*. The Company did not record any impairments for the years ended December 31, 2014 or 2013.

(2) The Company does not have any direct residential mortgages to subprime borrowers outside of the ABS structures.

NOTES TO FINANCIAL STATEMENTS

(3) The following table provides the actual cost, carrying value and fair value by asset class of the Company's subprime mortgage direct exposure through other investments at December 31, 2014:

| | 1 | 2 | 3 | 4 |
|---|--------------|---|--------------|---|
| | Actual Cost | Book/Adjusted Carrying Value (excluding interest) | Fair Value | Other Than Temporary Impairment Losses Recognized |
| a. Residential mortgage backed-securities | \$ 4,346,320 | 5,527,876 | \$ 5,853,292 | \$ - |
| b. Commercial mortgage backed-securities | - | - | - | - |
| c. Collateralized debt obligations | - | - | - | - |
| d. Structured securities | - | - | - | - |
| e. Equity investments in SCAs | - | - | - | - |
| f. Other assets | - | - | - | - |
| g. Total | \$ 4,346,320 | \$ 5,527,876 | \$ 5,853,292 | \$ - |

(4) The Company does not have any underwriting exposure to subprime mortgage risk through mortgage guaranty or financial guaranty insurance coverage.

22. Events Subsequent

The Company is not aware of any Type I Recognized or Type II Non-recognized events subsequent to December 31, 2014, that may have a material effect upon the Company's financial statements. Subsequent events were evaluated through February 23, 2015, the date these statutory financial statements were available to be issued.

The Company is not subject to the annual fee imposed under section 9010 of the Affordable Care Act.

23. Reinsurance

A. Unsecured Reinsurance Recoverables

The Company's unsecured reinsurance balances, included ceded case IBNR reserves, in excess of 3% of policyholder's surplus with any one reinsurer are displayed below:

| NAIC Company Code | Federal Id # (FEIN) | Name of Reinsurer | Amount |
|-------------------|---------------------|----------------------|---------------|
| 20443 | 36-2114545 | Continental Cas Co | \$ 17,385,431 |
| 86258 | 13-2572994 | General Re Life Corp | \$ 4,629,303 |

B. Reinsurance Recoverable in Dispute

The amount in dispute from any one reinsurer does not exceed 5% of the Company's policyholder surplus. The aggregate amount of all disputed items does not exceed 10% of the Company's policyholder surplus.

C. Reinsurance Assumed and Ceded - None.

D. Uncollectible Reinsurance - None.

E. Commutation of Ceded Reinsurance - None.

F. Retroactive Reinsurance

Effective October 31, 2014, the Company entered into an indemnity reinsurance agreement with White Shoals Reinsurance, LTD, a non-affiliated company to cede the remaining risk related to a runoff block of general liability and commercial multi-peril lines of business. The Company paid \$35,604,937 cash and transferred \$35,604,937 of claim reserves. No gain or loss was realized on the transaction; therefore no segregation of special surplus was required.

G. Reinsurance Accounted for as a Deposit - None.

H. Disclosure for the Transfer of Property and Casualty Run-off Agreements - None.

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation - Not applicable.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination - None.

25. Change in Incurred Losses and Loss Adjustment Expenses

A. After benefit and expense payments of \$28,930,000, reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years have decreased by \$3,107,000 from \$33,492,000 in 2013 to \$1,455,000 in 2014. This decrease was primarily a result of better than expected experience on one of the travel blocks of business. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

For the Corpa Re business, after benefit and expense payments of \$1,043,495, reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years have decreased by \$35,965,949 from \$37,009,444 to \$0 as a result of re-estimation of unpaid losses and loss adjustment expenses principally on general liability and commercial multi-peril lines of business. This decrease is due to an outgoing portfolio transfer in 2014.

26. Intercompany Pooling Arrangements - None.

27. Structured Settlements

A. Reserves Released Due to Purchase of Annuities

The Company has purchased annuities from life insurers under which the claimants are payees. The aggregate value of annuities due from all life insurers as of December 31, 2014 was \$41,126. No one life insurer equals or exceeds 1% of the Company's policyholder surplus.

B. Annuity Insurers with Balances Due Greater than 1% of Policyholders' Surplus - None.

28. Health Care Receivables - None.

29. Participating Policies - None.

NOTES TO FINANCIAL STATEMENTS

30. Premium Deficiency Reserves

1. Liability carried for premium deficiency reserves \$ -
 2. Date of the most recent evaluation of this liability December 31, 2014
 3. Was anticipated investment income utilized in the calculation? Yes No

31. High Deductibles - None.

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses - None

33. Asbestos/Environmental Reserves

A. The Company has exposure to asbestos and environmental claims through its merger with CORPA Reinsurance Company. The Company's exposure arises from the sale of property, general liability, and multi-peril reinsurance. The Company tries to estimate the full impact of the asbestos/environmental exposure by establishing full case-basis reserves on all known losses and computing incurred but not reported losses on previous experience.

Does the Company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to asbestos losses?

Yes (X) No ()

The Company's asbestos-related losses (including coverage dispute costs) for each of the five most recent calendar years were as follows:

(1) Direct Basis - None

(2) Assumed Reinsurance (in dollars)

| | (1) 2014 | (2) 2013 | (3) 2012 | (4) 2011 | (5) 2010 |
|--|---------------|---------------|---------------|---------------|---------------|
| a. Beginning reserves: | \$ 24,973,537 | \$ 26,515,981 | \$ 28,704,778 | \$ 30,082,682 | \$ 28,822,732 |
| b. Incurred losses and loss adjustment expense: | 3,199,955 | (282,844) | (870,464) | (223,878) | 2,918,613 |
| c. Calendar year payments for losses and loss adjustment expenses: | 1,670,857 | 1,259,600 | 1,318,333 | 1,154,026 | 1,658,663 |
| d. Ending reserves: | \$ 26,502,635 | \$ 24,973,537 | \$ 26,515,981 | \$ 28,704,778 | \$ 30,082,682 |

(3) Net of Ceded Reinsurance (in dollars)

| | (1) 2014 | (2) 2013 | (3) 2012 | (4) 2011 | (5) 2010 |
|--|---------------|---------------|---------------|---------------|---------------|
| a. Beginning reserves: | \$ 24,973,537 | \$ 22,948,013 | \$ 24,533,787 | \$ 22,907,166 | \$ 21,647,151 |
| b. Incurred losses and loss adjustment expense: | 3,199,955 | 4,159,581 | (126,019) | 3,484,952 | 2,480,251 |
| c. Calendar year payments for losses and loss adjustment expenses: | 1,670,857 | 2,134,057 | 1,459,755 | 1,858,331 | 1,220,236 |
| d. Ending reserves: | \$ 26,502,635 | \$ 24,973,537 | \$ 22,948,013 | \$ 24,533,787 | \$ 22,907,166 |

B. State the amount of the ending reserves for Bulk + IBNR included in A (loss & LAE):

(1) Direct basis: \$ -
 (2) Assumed reinsurance basis: \$ 21,415,000
 (3) Net of ceded reinsurance basis: \$ 21,415,000

C. State the amount of ending reserves for loss adjustment expenses included in A (Case, Bulk + IBNR):

(1) Direct basis: \$ -
 (2) Assumed reinsurance basis: \$ -
 (3) Net of ceded reinsurance basis: \$ -

D. Does the Company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to environmental losses?

Yes (X) No ()

The Company's environmental related losses (including coverage dispute costs) for each of the five most recent calendar years were as follows:

(1) Direct Basis - None

(2) Assumed Reinsurance (in dollars)

| | (1) 2014 | (2) 2013 | (3) 2012 | (4) 2011 | (5) 2010 |
|--|--------------|--------------|--------------|--------------|--------------|
| a. Beginning reserves: | \$ 2,691,748 | \$ 2,694,108 | \$ 2,522,586 | \$ 2,524,405 | \$ 2,515,144 |
| b. Incurred losses and loss adjustment expense: | (11,099) | 126,664 | 374,879 | 533,962 | 111,117 |
| c. Calendar year payments for losses and loss adjustment expenses: | 69,627 | 129,024 | 203,357 | 535,781 | 101,856 |
| d. Ending reserves: | \$ 2,611,022 | \$ 2,691,748 | \$ 2,694,108 | \$ 2,522,586 | \$ 2,524,405 |

(3) Net of Ceded Reinsurance (in dollars)

| | (1) 2014 | (2) 2013 | (3) 2012 | (4) 2011 | (5) 2010 |
|--|--------------|--------------|--------------|--------------|--------------|
| a. Beginning reserves: | \$ 2,642,018 | \$ 2,499,461 | \$ 2,322,939 | \$ 2,524,405 | \$ 2,515,144 |
| b. Incurred losses and loss adjustment expense: | 38,631 | 249,663 | 379,879 | 334,315 | 111,117 |
| c. Calendar year payments for losses and loss adjustment expenses: | 69,627 | 107,106 | 203,357 | 535,781 | 101,856 |
| d. Ending reserves: | \$ 2,611,022 | \$ 2,642,018 | \$ 2,499,461 | \$ 2,322,939 | \$ 2,524,405 |

NOTES TO FINANCIAL STATEMENTS

E. State the amount of the ending reserves for Bulk + IBNR included in D (Loss & LAE):

| | |
|-------------------------------------|---------------------|
| (1) Direct basis: | \$ - |
| (2) Assumed reinsurance basis: | \$ <u>2,126,000</u> |
| (3) Net of ceded reinsurance basis: | \$ <u>2,126,000</u> |

F. State the amount of the ending reserves for loss adjustment expenses included in D (Case, Bulk + IBNR):

| | |
|-------------------------------------|------|
| (1) Direct basis: | \$ - |
| (2) Assumed reinsurance basis: | \$ - |
| (3) Net of ceded reinsurance basis: | \$ - |

34. Subscriber Savings Accounts - None.

35. Multiple Peril Crop Insurance - None.

36. Financial Guaranty Insurance

A. In 2009, the Company issued a catastrophic asset loss contract to Transamerica Premier Life Insurance Company, an affiliated life insurer. The policy covers realized losses in excess of defined limits on a portfolio of investment securities matched to reserve levels of a closed inforce block of business. The portfolio Weighted Average Rating Factor (WARF) must be managed at or below 360 at all times. The policy covers realized losses in excess of 1.5% of aggregate book value over a one-year period or 2% of the aggregate book value over a two-year period. The policy ends when no assets remain in the reference portfolio.

(1) Financial guaranty insurance contracts where premiums are received as installment payments over the period of the contract, rather than at inception:

b. The premiums on this policy are paid annually at the beginning of each calendar year. Premiums are recorded when received with an offsetting unearned premium liability. The unearned premium liability is reduced pro rata throughout the year. The anticipated premiums to be received under this policy are as follows:

| | | |
|----|-----------------------|----------------------|
| 1. | (a) 1st Qtr 2015 | \$ <u>3,000,000</u> |
| | (b) 2nd Qtr 2015 | <u>-</u> |
| | (c) 3rd Qtr 2015 | <u>-</u> |
| | (d) 4th Qtr 2015 | <u>-</u> |
| | (e) Year 2016 | <u>3,000,000</u> |
| | (f) Year 2017 | <u>3,000,000</u> |
| | (g) Year 2018 | <u>3,000,000</u> |
| | (h) Year 2019 | <u>\$ 3,000,000</u> |
| 2. | (a) 2020 through 2024 | <u>\$ 15,000,000</u> |
| | (a) 2025 through 2029 | <u>\$ 15,000,000</u> |
| | (a) 2030 through 2034 | <u>\$ 9,000,000</u> |

c. Expected future premiums are as follows:

| | |
|--|----------------------|
| 1. Expected future premiums - beginning of year | \$ <u>57,000,000</u> |
| 2. Less - premium payments received for existing installment contracts | <u>3,000,000</u> |
| 3. Add - expected premium payments for new installment contracts | <u>-</u> |
| 4. Adjustments to the expected future premium payments | <u>-</u> |
| 5. Expected future premiums - end of year | <u>\$ 54,000,000</u> |

(2) Non-installment contracts for which premium revenue recognition has been accelerated - Not applicable.

(3) Claim Liability

The Company calculated no current claim liability on the contract. Therefore, the Company's reserve on this contract at year end 2014 was equal to the unearned premium of \$0.

(4) Not applicable.

B. Not applicable.

TRANSAMERICA CASUALTY INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES - GENERAL

| | | | | | | | | | | | | | |
|---|---|------------------------|-----------------------------|------------------------|-------------|-----------|----------|--|--|--|--|--|--|
| 1.1 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 <input checked="" type="checkbox"/> No <input type="checkbox"/> | | | | | | | | | | | | |
| If yes, complete Schedule Y, Parts 1, 1A and 2. | | | | | | | | | | | | | |
| 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? | Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> N/A <input type="checkbox"/> | | | | | | | | | | | | |
| 1.3 State regulating? <u>Ohio</u> | | | | | | | | | | | | | |
| 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 <input checked="" type="checkbox"/> No <input type="checkbox"/> | | | | | | | | | | | | |
| 2.2 If yes, date of change: | 07/31/2014 | | | | | | | | | | | | |
| 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. | 12/31/2014 | | | | | | | | | | | | |
| 3.2 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. | 12/31/2009 | | | | | | | | | | | | |
| 3.3 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). | 06/28/2011 | | | | | | | | | | | | |
| 3.4 By what department or departments? <u>Ohio</u> | | | | | | | | | | | | | |
| 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with departments? | Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> N/A <input checked="" type="checkbox"/> | | | | | | | | | | | | |
| 3.6 Have all of the recommendations within the latest financial examination report been complied with? | Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> N/A <input checked="" type="checkbox"/> | | | | | | | | | | | | |
| 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of: | | | | | | | | | | | | | |
| 4.11 sales of new business? | Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> | | | | | | | | | | | | |
| 4.12 renewals? | Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> | | | | | | | | | | | | |
| 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of: | | | | | | | | | | | | | |
| 4.21 sales of new business? | Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> | | | | | | | | | | | | |
| 4.22 renewals? | Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> | | | | | | | | | | | | |
| 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? | Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> | | | | | | | | | | | | |
| 5.2 If yes, provide the name of the 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. | | | | | | | | | | | | | |
| <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 33%; text-align: center;">1 Name of Entity</td> <td style="width: 33%; text-align: center;">2 NAIC Co. Code</td> <td style="width: 33%; text-align: center;">3 State of Domicile</td> </tr> <tr> <td> </td> <td> </td> <td> </td> </tr> </table> | | 1 Name of Entity | 2 NAIC Co. Code | 3 State of Domicile | | | | | | | | | |
| 1 Name of Entity | 2 NAIC Co. Code | 3 State of Domicile | | | | | | | | | | | |
| | | | | | | | | | | | | | |
| 6.1 Has the 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 <input type="checkbox"/> No <input checked="" type="checkbox"/> | | | | | | | | | | | | |
| 6.2 If yes, give full information: | | | | | | | | | | | | | |
| 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? | Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> | | | | | | | | | | | | |
| 7.2 If yes, | | | | | | | | | | | | | |
| 7.21 State the percentage of foreign control |100.000 % | | | | | | | | | | | | |
| 7.22 State the nationality(ies) of the foreign person(s) or entity(ies); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(ies) (e.g., individual, corporation, government, manager or attorney-in-fact) | | | | | | | | | | | | | |
| <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; text-align: center;">1 Nationality</td> <td style="width: 50%; text-align: center;">2 Type of Entity</td> </tr> <tr> <td>Dutch</td> <td>Corporation</td> </tr> </table> | | 1 Nationality | 2 Type of Entity | Dutch | Corporation | | | | | | | | |
| 1 Nationality | 2 Type of Entity | | | | | | | | | | | | |
| Dutch | Corporation | | | | | | | | | | | | |
| 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? | Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> | | | | | | | | | | | | |
| 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 <input type="checkbox"/> No <input checked="" type="checkbox"/> | | | | | | | | | | | | |
| 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial 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. | | | | | | | | | | | | | |
| <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 16.66%; text-align: center;">1 Affiliate Name</td> <td style="width: 16.66%; text-align: center;">2 Location (City, State)</td> <td style="width: 16.66%; text-align: center;">3 FRB</td> <td style="width: 16.66%; text-align: center;">4 OCC</td> <td style="width: 16.66%; text-align: center;">5 FDIC</td> <td style="width: 16.66%; text-align: center;">6 SEC</td> </tr> <tr> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> </tr> </table> | | 1 Affiliate Name | 2 Location (City, State) | 3 FRB | 4 OCC | 5 FDIC | 6 SEC | | | | | | |
| 1 Affiliate Name | 2 Location (City, State) | 3 FRB | 4 OCC | 5 FDIC | 6 SEC | | | | | | | | |
| | | | | | | | | | | | | | |
| 9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit? | | | | | | | | | | | | | |
| PricewaterhouseCoopers LLP One North Wacker Drive, Chicago, IL 60606 | | | | | | | | | | | | | |
| 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? | Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> | | | | | | | | | | | | |
| 10.2 If the response to 10.1 is yes, provide information related to this exemption: | | | | | | | | | | | | | |
| 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? | Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> | | | | | | | | | | | | |
| 10.4 If the response to 10.3 is yes, provide information related to this exemption: | | | | | | | | | | | | | |

TRANSAMERICA CASUALTY INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES - GENERAL

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []

10.6 If the answer to 10.5 is no or n/a, please explain.

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Ann Conway at Towers Watson 800 Boylston Street Suite 600, Boston, MA 02199-7612

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]

12.11 Name of real estate holding company

12.12 Number of parcels involved 0
12.13 Total book/adjusted carrying value \$ 0

12.2 If yes, provide explanation.

13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []

13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A []

14.1 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.

14.11 If the response to 14.1 is no, please explain:

14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]

14.21 If the response to 14.2 is yes, provide information related to amendment(s).

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

14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [] No [X]

15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

| 1 | 2 | 3 | 4 |
|---|---------------------------------|---|--------|
| American Bankers Association (ABA) Routing Number | Issuing or Confirming Bank Name | Circumstances That Can Trigger the Letter of Credit | Amount |
| 0 | | | 0 |

PART 1 - COMMON INTERROGATORIES - BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinate committee thereof? Yes [X] No []

17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [X] No []

18. Has the reporting entity an established procedure for disclosure to its Board of Directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No []

PART 1 - COMMON INTERROGATORIES - FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11 To directors or other officers \$ 0
20.12 To stockholders not officers \$ 0
20.13 Trustees, supreme or grand (Fraternal only) \$ 0

20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21 To directors or other officers \$ 0
20.22 To stockholders not officers \$ 0
20.23 Trustees, supreme or grand (Fraternal only) \$ 0

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]

21.2 If yes, state the amount thereof at December 31 of the current year:

21.21 Rented from others \$ 0
21.22 Borrowed from others \$ 0
21.23 Leased from others \$ 0
21.24 Other \$ 0

TRANSAMERICA CASUALTY INSURANCE COMPANY**PART 1 - COMMON INTERROGATORIES - FINANCIAL**

22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]

22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment \$.....0

22.22 Amount paid as expenses \$.....0

22.23 Other amounts paid \$.....0

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

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

PART 1 - COMMON INTERROGATORIES - INVESTMENT

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date (other than securities lending programs addressed in 24.03)? Yes [X] No []

24.02 If no, give full and complete information relating thereto.

24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet (an alternative is to reference Note 17 where this information is also provided). See Note 5E for program details

24.04 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [X] No [] N/A []

24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$.....18,727,771

24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$.....0

24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [X] No [] N/A []

24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [X] No [] N/A []

24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes [X] No [] N/A []

24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year: Yes [X] No []

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$.....18,672,116

24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$.....18,672,964

24.103 Total payable for securities lending reported on the liability page. \$.....18,672,964

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03) Yes [X] No []

25.2 If yes, state the amount thereof at December 31 of the current year:

25.21 Subject to repurchase agreements \$.....0

25.22 Subject to reverse repurchase agreements \$.....0

25.23 Subject to dollar repurchase agreements \$.....9,958,888

25.24 Subject to reverse dollar repurchase agreements \$.....0

25.25 Placed under option agreements \$.....0

25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock \$.....0

25.27 FHLB Capital Stock \$.....0

25.28 On deposit with states \$.....4,594,590

25.29 On deposit with other regulatory bodies \$.....0

25.30 Pledged as collateral - excluding collateral pledged to an FHLB \$.....0

25.31 Pledged as collateral to FHLB - including assets backing funding agreements \$.....0

25.32 Other \$.....0

25.3 For category (25.26) provide the following:

| 1 Nature of Restriction | 2 Description | 3 Amount |
|----------------------------|------------------|-------------|
| | | 0 |

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]
If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]

27.2 If yes, state the amount thereof at December 31 of the current year. \$.....0

28. 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 [X] No []

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

| 1 Name of Custodian(s) | 2 Custodian's Address |
|---------------------------|--------------------------|
| BNY Mellon | New York, NY |

28.02 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) |
|--------------|------------------|------------------------------|
| | | |

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [] No [X]

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

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

28.05 Identify all investment advisors, brokers/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 Number(s) | 2 Name | 3 Address |
|--|--------------------------------------|------------------|
| 114537 | AEGON USA Investment Management, LLC | Cedar Rapids, IA |

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D-Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])? Yes [] No [X]

TRANSAMERICA CASUALTY INSURANCE COMPANY**PART 1 - COMMON INTERROGATORIES - INVESTMENT**

29.2 If yes, complete the following schedule:

| 1 | 2 | 3 |
|----------------|---------------------|------------------------------|
| CUSIP # | Name of Mutual Fund | Book/Adjusted Carrying Value |
| 29,2999. TOTAL | | 0 |

29.3 For each mutual fund listed in the table above, complete the following schedule:

| 1 | 2 | 3 | 4 |
|---|---|--|-------------------|
| Name of Mutual Fund (from the above table) | Name of Significant Holding of the Mutual Fund | Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to Holding | Date of Valuation |
| | | 0 | |

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

| | 1 | 2 | 3 |
|----------------------------|----------------------------------|---------------|---|
| | Statement (Admitted) Value | Fair Value | Excess of Statement over Fair Value (-), or Fair Value over Statement (+) |
| 30.1 Bonds..... | 287,963,101 | 300,847,927 | 12,884,826 |
| 30.2 Preferred stocks..... | 0 | 0 | 0 |
| 30.3 Totals..... | 287,963,101 | 300,847,927 | 12,884,826 |

30.4 Describe the sources or methods utilized in determining the fair values:

In calculating the fair value, the following pricing sources are used: indices, third party pricing services, external money managers, brokers and internally modeled.

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [X] No []

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [X] No []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D.

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No []

32.2 If no, list exceptions:

PART 1 - COMMON INTERROGATORIES - OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$.....0

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

| 1 | 2 |
|------|-------------|
| Name | Amount Paid |

34.1 Amount of payments for legal expenses, if any? \$.....4,444

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

| 1 | 2 |
|------|-------------|
| Name | Amount Paid |

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$.....0

35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

| 1 | 2 |
|------|-------------|
| Name | Amount Paid |

GENERAL INTERROGATORIES**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

| | | | |
|------|---|--------------------|------------------|
| 1.1 | Does the reporting entity have any direct Medicare Supplement Insurance in force? | Yes [] | No [X] |
| 1.2 | If yes, indicate premium earned on U.S. business only. | \$.....0 | |
| 1.3 | What portion of item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? | \$.....0 | |
| 1.31 | Reason for excluding: | <hr/> | |
| 1.4 | Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. | \$.....0 | |
| 1.5 | Indicate total incurred claims on all Medicare Supplement insurance. | \$.....0 | |
| 1.6 | Individual policies: | <hr/> | |
| | Most current three years: | <hr/> | |
| 1.61 | Total premium earned | \$.....0 | |
| 1.62 | Total incurred claims | \$.....0 | |
| 1.63 | Number of covered lives |0 | |
| | All years prior to most current three years: | <hr/> | |
| 1.64 | Total premium earned | \$.....0 | |
| 1.65 | Total incurred claims | \$.....0 | |
| 1.66 | Number of covered lives |0 | |
| 1.7 | Group policies: | <hr/> | |
| | Most current three years: | <hr/> | |
| 1.71 | Total premium earned | \$.....0 | |
| 1.72 | Total incurred claims | \$.....0 | |
| 1.73 | Number of covered lives |0 | |
| | All years prior to most current three years: | <hr/> | |
| 1.74 | Total premium earned | \$.....0 | |
| 1.75 | Total incurred claims | \$.....0 | |
| 1.76 | Number of covered lives |0 | |
| 2. | Health test: | <hr/> | |
| | 2.1 Premium Numerator..... | 1 Current Year | 2 Prior Year |
| | \$.....0 |0 | |
| | \$.....280,265,488 |227,010,520 | |
| |0.0 |0.0 | |
| | 2.4 Reserve Numerator..... |7,171 |8,477 |
| | 2.5 Reserve Denominator..... | \$.....114,531,008 |112,728,931 |
| | 2.6 Reserve Ratio (2.4/2.5)..... |0.0 |0.0 |
| 3.1 | Does the reporting entity issue both participating and non-participating policies? | Yes [] | No [X] |
| 3.2 | If yes, state the amount of calendar year premiums written on: | <hr/> | |
| 3.21 | Participating policies | \$.....0 | |
| 3.22 | Non-participating policies |0 | |
| 4. | FOR MUTUAL REPORTING ENTITIES AND RECIPROCAL EXCHANGES ONLY: | <hr/> | |
| 4.1 | Does the reporting entity issue assessable policies? | Yes [] | No [] |
| 4.2 | Does the reporting entity issue non-assessable policies? | Yes [] | No [] |
| 4.3 | If assessable policies are issued, what is the extent of the contingent liability of the policyholders? |0.0 % | |
| 4.4 | Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. | \$.....0 | |
| 5. | FOR RECIPROCAL EXCHANGES ONLY: | <hr/> | |
| 5.1 | Does the exchange appoint local agents? | Yes [] | No [] |
| 5.2 | If yes, is the commission paid: | <hr/> | |
| 5.21 | Out of Attorney's-in-fact compensation | Yes [] | No [] |
| 5.22 | As a direct expense of the exchange | Yes [] | N/A [] |
| 5.3 | What expenses of the exchange are not paid out of the compensation of the Attorney-in-fact? | <hr/> | |
| 5.4 | Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? | Yes [] | No [] |
| 5.5 | If yes, give full information: | <hr/> <hr/> | |
| 6.1 | What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss? | <hr/> | |
| | The Company has 100% reinsurance coverage, with an upper limit of statutory obligations. | <hr/> | |
| 6.2 | Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process: | <hr/> | |
| | TCIC does not have catastrophic exposure to property losses. For travel business (trip insurance), For travel business (trip insurance), TCIC has modest exposure to property losses for baggage and documents, limited to \$500 per insured. For AD&D, concentrated exposures are limited by plan design and based on historical experience, the maximum for any one loss has not exceeded \$1 million. | <hr/> | |
| 6.3 | What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss? | <hr/> | |
| | The Company does not have catastrophic exposure to property losses. On its travel business, the Company has modest exposure to property losses for baggage and documents-limited to \$500 per insured traveler. | <hr/> | |
| 6.4 | Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? | Yes [X] | No [] |
| 6.5 | If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss: | <hr/> | |

GENERAL INTERROGATORIES**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes [] No []

7.2 If yes, indicate the number of reinsurance contracts containing such provisions.1

7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes [] No []

8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes [] No []

8.2 If yes, give full information:

9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:

- (a) A contract term longer than two years and the contract is noncancelable by the reporting entity during the contract term;
- (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
- (c) Aggregate stop loss reinsurance coverage;
- (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
- (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
- (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity?

Yes [] No []

9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:

- (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
- (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract?

Yes [] No []

9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:

- (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
- (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
- (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4 Except for transactions meeting the requirements of paragraph 31 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:

- (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
- (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?

Yes [] No []

9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.

9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:

- (a) The entity does not utilize reinsurance; or
- (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or
- (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement.

Yes [] No []

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurance a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [] No [] N/A []

11.1 Has this reporting entity guaranteed policies issued by any other reporting entity and now in force? Yes [] No []

11.2 If yes, give full information:

12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for:

12.11 Unpaid losses \$.....0

12.12 Unpaid underwriting expenses (including loss adjustment expenses) \$.....0

12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds: \$.....0

12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [] No [] N/A []

12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:

12.41 From0.0 %

12.42 To0.0 %

12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [] No []

12.6 If yes, state the amount thereof at December 31 of current year:

12.61 Letters of credit \$.....0

12.62 Collateral and other funds \$.....0

GENERAL INTERROGATORIES**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$.....0

13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No [X]

13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount:0

14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes [] No [X]

14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:

.....
.....
.....
.....

14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [] No []

14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes [] No []

14.5 If the answer to 14.4 is no, please explain:

.....
.....
.....
.....

15.1 Has the reporting entity guaranteed any financed premium accounts? Yes [] No [X]

15.2 If yes, give full information:

.....
.....
.....
.....

16.1 Does the reporting entity write any warranty business? Yes [X] No []

If yes, disclose the following information for each of the following types of warranty coverage:

| | 1 Direct Losses Incurred | 2 Direct Losses Unpaid | 3 Direct Written Premium | 4 Direct Premium Unearned | 5 Direct Premium Earned |
|-----------------------|--------------------------------|------------------------------|--------------------------------|---------------------------------|-------------------------------|
| 16.11 Home..... | 0 | 0 | 0 | 0 | 0 |
| 16.12 Products..... | 0 | 0 | 0 | 0 | 0 |
| 16.13 Automobile..... | 501,150 | 35,256 | 976,083 | 2,779,922 | 1,121,044 |
| 16.14 Other*..... | 0 | 0 | 0 | 0 | 0 |

* Disclose type of coverage:

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F-Part 3 that it excludes from Schedule F-Part 5? Yes [] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F-Part 5.

Provide the following information for this exemption:

17.11 Gross amount of unauthorized reinsurance in Schedule F-Part 3 excluded from Schedule F-Part 5 \$.....0

17.12 Unfunded portion of Interrogatory 17.11 \$.....0

17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 \$.....0

17.14 Case reserves portion of Interrogatory 17.11 \$.....0

17.15 Incurred but not reported portion of Interrogatory 17.11 \$.....0

17.16 Unearned premium portion of Interrogatory 17.11 \$.....0

17.17 Contingent commission portion of Interrogatory 17.11 \$.....0

Provide the following information for all other amounts included in Schedule F-Part 3 and excluded from Schedule F-Part 5, not included above:

17.18 Gross amount of unauthorized reinsurance in Schedule F-Part 3 excluded from Schedule F-Part 5 \$.....0

17.19 Unfunded portion of Interrogatory 17.18 \$.....0

17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18 \$.....0

17.21 Case reserves portion of Interrogatory 17.18 \$.....0

17.22 Incurred but not reported portion of Interrogatory 17.18 \$.....0

17.23 Unearned premium portion of Interrogatory 17.18 \$.....0

17.24 Contingent commission portion of Interrogatory 17.18 \$.....0

18.1 Do you act as a custodian for health savings account? Yes [] No [X]

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

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

18.4 If yes, please provide the balance of the funds administered as of the reporting date. \$.....0

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

| | 1 2014 | 2 2013 | 3 2012 | 4 2011 | 5 2010 |
|--|-------------|-------------|-------------|-------------|-------------|
| Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3) | | | | | |
| 1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 0 | 0 | 0 | 0 |
| 2. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 272,638,834 | 255,525,169 | 258,758,201 | 194,501,972 | 157,312,517 |
| 3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 4,134 | (8) |
| 4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 38,734,257 | 36,252,792 | 34,763,779 | 28,987,489 | 34,674,544 |
| 5. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 6. Total (Line 35) | 311,373,090 | 291,777,962 | 293,521,980 | 223,493,596 | 191,987,053 |
| Net Premiums Written (Page 8, Part 1B, Col. 6) | | | | | |
| 7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 136,344 | (28,239) | 79,408 | (77,266) |
| 8. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 247,014,285 | 210,772,841 | 148,468,352 | 97,439,308 | 112,965,895 |
| 9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 131,009 | 7,895 | 101,485 | (15,245) |
| 10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 27,985,778 | 25,005,963 | 26,816,605 | 25,354,907 | 26,250,565 |
| 11. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 12. Total (Line 35) | 275,000,063 | 236,046,157 | 175,264,613 | 122,975,108 | 139,123,949 |
| Statement of Income (Page 4) | | | | | |
| 13. Net underwriting gain (loss) (Line 8) | 7,923,705 | (2,648,563) | 14,724,777 | 3,307,500 | 1,544,772 |
| 14. Net investment gain (loss) (Line 11) | 11,866,223 | 10,630,771 | 10,489,448 | 10,313,917 | 11,040,167 |
| 15. Total other income (Line 15) | 1,847,437 | 740,105 | 36,727 | 543,861 | (93,181) |
| 16. Dividends to policyholders (Line 17) | 0 | 0 | 0 | 0 | 0 |
| 17. Federal and foreign income taxes incurred (Line 19) | 8,091,691 | 4,658,210 | 8,219,912 | 3,926,966 | 4,128,145 |
| 18. Net income (Line 20) | 13,545,674 | 4,064,103 | 17,031,040 | 10,238,312 | 8,363,613 |
| Balance Sheet Lines (Pages 2 and 3) | | | | | |
| 19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3) | 314,274,524 | 324,587,164 | 304,317,000 | 275,775,173 | 305,236,517 |
| 20. Premiums and considerations (Page 2, Col. 3): | | | | | |
| 20.1 In course of collection (Line 15.1) | 14,031,001 | 12,841,738 | 4,650,024 | 5,722,158 | 6,679,951 |
| 20.2 Deferred and not yet due (Line 15.2) | 0 | 0 | 0 | 0 | 0 |
| 20.3 Accrued retrospective premiums (Line 15.3) | 0 | 0 | 0 | 0 | 0 |
| 21. Total liabilities excluding protected cell business (Page 3, Line 26) | 183,948,515 | 206,465,588 | 198,664,455 | 185,963,467 | 196,384,444 |
| 22. Losses (Page 3, Line 1) | 74,795,761 | 67,174,360 | 53,212,230 | 53,684,656 | 56,942,409 |
| 23. Loss adjustment expenses (Page 3, Line 3) | 3,390,688 | 3,325,319 | 3,202,183 | 3,531,459 | 3,848,166 |
| 24. Unearned premiums (Page 3, Line 9) | 36,782,305 | 42,047,728 | 33,012,092 | 27,168,556 | 27,332,424 |
| 25. Capital paid up (Page 3, Lines 30 & 31) | 8,724,386 | 8,724,386 | 8,724,386 | 8,724,386 | 8,724,386 |
| 26. Surplus as regards policyholders (Page 3, Line 37) | 130,326,009 | 118,121,576 | 105,652,545 | 89,811,706 | 108,852,073 |
| Cash Flow (Page 5) | | | | | |
| 27. Net cash from operations (Line 11) | 20,471,039 | 16,118,706 | 25,365,803 | 5,620,818 | 16,378,503 |
| Risk-Based Capital Analysis | | | | | |
| 28. Total adjusted capital | 130,326,009 | 118,121,576 | 105,652,545 | 89,811,706 | 108,852,073 |
| 29. Authorized control level risk-based capital | 38,866,382 | 34,966,864 | 30,397,967 | 20,755,851 | 24,007,975 |
| Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0 | | | | | |
| 30. Bonds (Line 1) | 87.8 | 88.1 | 83.9 | 85.1 | 77.5 |
| 31. Stocks (Lines 2.1 & 2.2) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 32. Mortgage loans on real estate (Lines 3.1 & 3.2) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 33. Real estate (Lines 4.1, 4.2 & 4.3) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 34. Cash, cash equivalents and short-term investments (Line 5) | 5.6 | 3.2 | 9.7 | 6.0 | 10.7 |
| 35. Contract loans (Line 6) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 36. Derivatives (Line 7) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 37. Other invested assets (Line 8) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 38. Receivable for securities (Line 9) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 39. Securities lending reinvested collateral assets (Line 10) | 6.6 | 8.7 | 6.4 | 8.8 | 11.7 |
| 40. Aggregate write-ins for invested assets (Line 11) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 41. Cash, cash equivalents and invested assets (Line 12) | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| Investments in Parent, Subsidiaries and Affiliates | | | | | |
| 42. Affiliated bonds (Sch. D, Summary, Line 12, Col. 1) | 0 | 0 | 0 | 0 | 0 |
| 43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1) | 0 | 0 | 0 | 0 | 0 |
| 44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1) | 0 | 0 | 0 | 0 | 0 |
| 45. Affiliated short-term investments (subtotals included in Schedule DA, Verification, Column 5, Line 10) | 0 | 0 | 0 | 0 | 0 |
| 46. Affiliated mortgage loans on real estate | 0 | 0 | 0 | 0 | 0 |
| 47. All other affiliated | 0 | 0 | 0 | 0 | 0 |
| 48. Total of above lines 42 to 47 | 0 | 0 | 0 | 0 | 0 |
| 49. Total investment in parent included in Lines 42 to 47 above | 0 | 0 | 0 | 0 | 0 |
| 50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

FIVE-YEAR HISTORICAL DATA

(Continued)

| | 1 2014 | 2 2013 | 3 2012 | 4 2011 | 5 2010 |
|---|-------------|-------------|-------------|--------------|-------------|
| Capital and Surplus Accounts (Page 4) | | | | | |
| 51. Net unrealized capital gains (losses) (Line 24)..... | 281,360 | 589,910 | 961,798 | 441,443 | 466,876 |
| 52. Dividends to stockholders (Line 35)..... | 0 | 0 | 0 | (16,000,000) | 0 |
| 53. Change in surplus as regards policyholders for the year (Line 38)..... | 12,204,433 | 12,469,031 | 15,840,839 | (19,040,367) | 7,297,446 |
| Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2) | | | | | |
| 54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)..... | 2,720,689 | 3,156,961 | 2,726,761 | 3,214,355 | 4,023,978 |
| 55. Property lines (Lines 1, 2, 9, 12, 21 & 26)..... | 171,981,310 | 155,031,627 | 134,296,296 | 109,453,035 | 74,928,484 |
| 56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)..... | 673,586 | 668,965 | 991,013 | 846,393 | 441,482 |
| 57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)..... | 15,945,060 | 13,481,618 | 12,384,963 | 15,670,868 | 24,889,784 |
| 58. Nonproportional reinsurance lines (Lines 31, 32 & 33)..... | 0 | 0 | 0 | 0 | 0 |
| 59. Total (Line 35)..... | 191,320,645 | 172,339,171 | 150,399,033 | 129,184,651 | 104,283,728 |
| Net Losses Paid (Page 9, Part 2, Col. 4) | | | | | |
| 60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)..... | .535,760 | 2,129,549 | .850,651 | 1,402,640 | 1,894,987 |
| 61. Property lines (Lines 1, 2, 9, 12, 21 & 26)..... | 150,746,970 | 113,534,152 | 79,332,413 | 64,790,172 | 60,766,341 |
| 62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)..... | 343,759 | 1,054,503 | 1,062,559 | 1,241,628 | 352,517 |
| 63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)..... | 12,091,927 | 9,388,516 | 7,172,189 | 6,804,254 | 10,041,142 |
| 64. Nonproportional reinsurance lines (Lines 31, 32 & 33)..... | 0 | 0 | 0 | 0 | 0 |
| 65. Total (Line 35)..... | 163,718,416 | 126,106,720 | 88,417,811 | 74,238,694 | 73,054,987 |
| Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0 | | | | | |
| 66. Premiums earned (Line 1)..... | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| 67. Losses incurred (Line 2)..... | 61.1 | 61.7 | 51.9 | 57.6 | 60.1 |
| 68. Loss expenses incurred (Line 3)..... | 0.6 | 0.8 | 0.7 | 2.1 | 1.2 |
| 69. Other underwriting expenses incurred (Line 4)..... | 35.4 | 38.6 | 38.7 | 37.6 | 37.6 |
| 70. Net underwriting gain (loss) (Line 8)..... | 2.8 | (1.2) | .8.7 | 2.7 | 1.1 |
| Other Percentages | | | | | |
| 71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)..... | 35.4 | 36.8 | 37.4 | 37.2 | 36.8 |
| 72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)..... | 61.8 | 62.5 | 52.6 | 59.7 | 61.3 |
| 73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35, divided by Page 3, Line 37, Col. 1 x 100.0)..... | 211.0 | 199.8 | 165.9 | 136.9 | 127.8 |
| One Year Loss Development (000 omitted) | | | | | |
| 74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11)..... | (984) | 7,478 | (6,627) | (4,520) | (2,287) |
| 75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100)..... | (0.8) | 7.1 | (7.4) | (4.2) | (2.3) |
| Two Year Loss Development (000 omitted) | | | | | |
| 76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12)..... | 9,700 | (569) | (5,575) | 321 | (2,802) |
| 77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)..... | 9.2 | (0.6) | (5.1) | 0.3 | (2.2) |

If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors?

Yes No

If no, please explain:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

| Years in Which Premiums Were Earned and Losses Were Incurred | Premiums Earned | | | Loss and Loss Expense Payments | | | | | | | | 12 Number of Claims Reported-Direct and Assumed | |
|--|----------------------|--------------|---------------------|--------------------------------|-------------|---------------------------------------|---------|------------------------------|---------|-------------------------------------|---|---|--|
| | 1 Direct and Assumed | 2 Ceded | 3 Net (Cols. 1 - 2) | Loss Payments | | Defense and Cost Containment Payments | | Adjusting and Other Payments | | 10 Salvage and Subrogation Received | 11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9) | | |
| | | | | 4 Direct and Assumed | 5 Ceded | 6 Direct and Assumed | 7 Ceded | 8 Direct and Assumed | 9 Ceded | | | | |
| 1. Prior..... |XXX..... |XXX..... |XXX..... |3,098 |2,378 |391 |277 |0 |0 |0 |0 |834 | |
| 2. 2005..... |157,403 |34,611 |122,792 |91,277 |12,551 |172 |0 |890 |0 |0 |0 |79,788 | |
| 3. 2006..... |199,686 |55,053 |144,633 |114,412 |24,041 |357 |0 |833 |0 |0 |0 |91,561 | |
| 4. 2007..... |213,168 |74,575 |138,593 |105,291 |26,127 |483 |0 |0 |0 |0 |0 |79,647 | |
| 5. 2008..... |203,355 |80,264 |123,091 |96,239 |28,377 |170 |0 |0 |0 |0 |0 |68,032 | |
| 6. 2009..... |177,021 |84,958 |92,063 |91,329 |40,719 |79 |0 |0 |0 |0 |0 |50,689 | |
| 7. 2010..... |243,046 |106,819 |136,227 |109,946 |36,992 |13 |0 |0 |0 |0 |0 |72,967 | |
| 8. 2011..... |267,984 |144,845 |123,139 |128,157 |60,041 |0 |0 |0 |0 |0 |0 |68,116 | |
| 9. 2012..... |320,309 |150,888 |169,421 |156,398 |60,142 |0 |0 |0 |0 |0 |0 |96,256 | |
| 10. 2013..... |311,291 |84,280 |227,011 |167,485 |39,615 |0 |14 |0 |0 |0 |0 |127,856 | |
| 11. 2014..... |329,837 |49,572 |280,265 |152,273 |18,342 |0 |0 |0 |0 |0 |0 |133,931 | |
| 12. Totals..... |XXX..... |XXX..... |XXX..... |1,215,905 |349,325 |1,665 |291 |1,723 |0 |0 |0 |869,677 | |

| | Losses Unpaid | | | | Defense and Cost Containment Unpaid | | | | Adjusting and Other Unpaid | | 23 Salvage and Subrogation Anticipated | 24 Total Net Losses and Expenses Unpaid | 25 Number of Claims Outstanding-Direct and Assumed |
|-----------------|-----------------------|------------|-----------------------|------------|-------------------------------------|-----------|-----------------------|-----------|----------------------------|-------|--|---|--|
| | Case Basis | | Bulk + IBNR | | Case Basis | | Bulk + IBNR | | 21 | 22 | | | |
| | 13 Direct and Assumed | 14 Ceded | 15 Direct and Assumed | 16 Ceded | 17 Direct and Assumed | 18 Ceded | 19 Direct and Assumed | 20 Ceded | Direct and Assumed | Ceded | | | |
| 1. Prior..... |35,272 |26,339 |38,668 |12,776 |2,010 |1,401 |2,394 |1,480 |1,840 |0 |0 |0 |38,188 |
| 2. 2005..... |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |
| 3. 2006..... |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |
| 4. 2007..... |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |
| 5. 2008..... |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |
| 6. 2009..... |1 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |1 |0 |
| 7. 2010..... |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |
| 8. 2011..... |4 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |4 |
| 9. 2012..... |337 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |0 |337 |
| 10. 2013..... |764 |0 |585 |236 |0 |0 |0 |0 |0 |0 |0 |0 |1,113 |
| 11. 2014..... |1,160 |68 |43,815 |6,391 |0 |0 |27 |0 |0 |0 |0 |0 |38,543 |
| 12. Totals..... |37,538 |26,407 |83,078 |19,413 |2,010 |1,401 |2,421 |1,480 |1,840 |0 |0 |0 |78,186 |

| | Total Losses and Loss Expenses Incurred | | | Loss and Loss Expense Percentage (Incurred/Premiums Earned) | | | Nontabular Discount | | 34 Inter-Company Pooling Participation Percentage | Net Balance Sheet Reserves after Discount | |
|-----------------|---|--------------|--------------|---|--------------|--------------|---------------------|-----------------|---|---|-------------------------|
| | 26 Direct and Assumed | 27 Ceded | 28 Net | 29 Direct and Assumed | 30 Ceded | 31 Net | 32 Loss | 33 Loss Expense | | 35 Losses Unpaid | 36 Loss Expenses Unpaid |
| | | | | | | | | | | | |
| 1. Prior.. |XXX..... |XXX..... |XXX..... |XXX..... |XXX..... |XXX..... |0 |0 |XXX..... |34,825 |3,363 |
| 2. 2005..... |92,339 |12,551 |79,788 |58.7 |36.3 |65.0 |0 |0 |0.00 |0 |0 |
| 3. 2006..... |115,602 |24,041 |91,561 |57.9 |43.7 |63.3 |0 |0 |0.00 |0 |0 |
| 4. 2007..... |105,774 |26,127 |79,647 |49.6 |35.0 |57.5 |0 |0 |0.00 |0 |0 |
| 5. 2008..... |96,409 |28,377 |68,032 |47.4 |35.4 |55.3 |0 |0 |0.00 |0 |0 |
| 6. 2009..... |91,409 |40,719 |50,690 |51.6 |47.9 |55.1 |0 |0 |0.00 |1 |0 |
| 7. 2010..... |109,959 |36,992 |72,967 |45.2 |34.6 |53.6 |0 |0 |0.00 |0 |0 |
| 8. 2011..... |128,161 |60,041 |68,120 |47.8 |41.5 |55.3 |0 |0 |0.00 |4 |0 |
| 9. 2012..... |156,745 |60,152 |96,593 |48.9 |39.9 |57.0 |0 |0 |0.00 |337 |0 |
| 10. 2013..... |168,834 |39,865 |128,969 |54.2 |47.3 |56.8 |0 |0 |0.00 |1,113 |0 |
| 11. 2014..... |197,275 |24,801 |172,474 |59.8 |50.0 |61.5 |0 |0 |0.00 |38,516 |27 |
| 12. Totals..... |XXX..... |XXX..... |XXX..... |XXX..... |XXX..... |XXX..... |0 |0 |XXX..... |74,796 |3,390 |

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements, which will reconcile Part 1 with Parts 2 and 4.

SCHEDULE P - PART 2 - SUMMARY

| Years in Which Losses Were Incurred | Incurred Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted) | | | | | | | | | | DEVELOPMENT | |
|-------------------------------------|--|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------------|------------|----------------|----------------|
| | 1 2005 | 2 2006 | 3 2007 | 4 2008 | 5 2009 | 6 2010 | 7 2011 | 8 2012 | 9 2013 | 10 2014 | 11 One Year | 12 Two Year |
| 1. Prior..... | 40,232 | 42,675 | 44,500 | 47,527 | 48,019 | 49,703 | 53,293 | 52,724 | 59,118 | 61,031 | 1,913 | 8,307 |
| 2. 2005..... | 86,544 | 82,608 | 78,986 | 78,793 | 78,789 | 78,792 | 78,888 | 78,888 | 78,898 | 78,898 | 0 | 10 |
| 3. 2006..... | XXX..... | 96,002 | 91,615 | 90,990 | 90,710 | 90,712 | 90,715 | 90,716 | 90,720 | 90,728 | 8 | 12 |
| 4. 2007..... | XXX..... | XXX..... | 86,166 | 80,008 | 79,665 | 79,603 | 79,623 | 79,645 | 79,647 | 79,647 | 0 | 2 |
| 5. 2008..... | XXX..... | XXX..... | XXX..... | 72,368 | 68,484 | 67,947 | 67,933 | 67,963 | 68,026 | 68,032 | 6 | 69 |
| 6. 2009..... | XXX..... | XXX..... | XXX..... | XXX..... | 55,314 | 51,658 | 50,849 | 50,667 | 50,667 | 50,690 | 23 | 23 |
| 7. 2010..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 80,637 | 73,509 | 73,152 | 72,961 | 72,967 | 6 | (185) |
| 8. 2011..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 74,716 | 69,144 | 68,920 | 68,120 | (800) | (1,024) |
| 9. 2012..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 94,107 | 95,527 | 96,593 | 1,066 | 2,486 |
| 10. 2013..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 132,175 | 128,969 | (3,206) | XXX..... |
| 11. 2014..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 172,474 | XXX..... | XXX..... |
| | | | | | | | | | 12. Totals..... | (984) | | 9,700 |

SCHEDULE P - PART 3 - SUMMARY

| Years in Which Losses Were Incurred | Cumulative Paid Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted) | | | | | | | | | | 11 Number of Claims Closed With Loss Payment | 12 Number of Claims Closed Without Loss Payment |
|-------------------------------------|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|---|--|
| | 1 2005 | 2 2006 | 3 2007 | 4 2008 | 5 2009 | 6 2010 | 7 2011 | 8 2012 | 9 2013 | 10 2014 | | |
| 1. Prior..... | 000..... | 7,561 | 10,653 | 12,376 | 13,758 | 16,087 | 18,737 | 20,650 | 23,849 | 24,683 | XXX..... | XXX..... |
| 2. 2005..... | 61,267 | 77,946 | 78,775 | 78,786 | 78,788 | 78,792 | 78,888 | 78,888 | 78,898 | 78,898 | XXX..... | XXX..... |
| 3. 2006..... | XXX..... | 73,533 | 89,448 | 90,693 | 90,705 | 90,711 | 90,715 | 90,716 | 90,720 | 90,728 | XXX..... | XXX..... |
| 4. 2007..... | XXX..... | XXX..... | 68,539 | 78,708 | 79,509 | 79,598 | 79,622 | 79,645 | 79,647 | 79,647 | XXX..... | XXX..... |
| 5. 2008..... | XXX..... | XXX..... | XXX..... | 58,045 | 67,527 | 67,851 | 67,921 | 67,959 | 68,025 | 68,032 | XXX..... | XXX..... |
| 6. 2009..... | XXX..... | XXX..... | XXX..... | XXX..... | 40,259 | 50,405 | 50,604 | 50,654 | 50,665 | 50,689 | XXX..... | XXX..... |
| 7. 2010..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 57,127 | 72,598 | 72,909 | 72,955 | 72,967 | XXX..... | XXX..... |
| 8. 2011..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 55,133 | 67,715 | 68,075 | 68,116 | XXX..... | XXX..... |
| 9. 2012..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 73,251 | 94,873 | 96,256 | XXX..... | XXX..... |
| 10. 2013..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 100,191 | 127,856 | XXX..... | XXX..... |
| 11. 2014..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 133,931 | XXX..... | XXX..... |

SCHEDULE P - PART 4 - SUMMARY

| Years in Which Losses Were Incurred | Bulk and IBNR Reserves on Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted) | | | | | | | | | |
|-------------------------------------|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|
| | 1 2005 | 2 2006 | 3 2007 | 4 2008 | 5 2009 | 6 2010 | 7 2011 | 8 2012 | 9 2013 | 10 2014 |
| 1. Prior..... | 24,268 | 24,329 | 24,212 | 24,928 | 25,166 | 25,847 | 26,905 | 23,829 | 26,171 | 26,806 |
| 2. 2005..... | 24,929 | 4,344 | 121 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. 2006..... | XXX..... | 22,243 | 2,051 | 187 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. 2007..... | XXX..... | XXX..... | 16,989 | 1,077 | .87 | 0 | 0 | 0 | 0 | 0 |
| 5. 2008..... | XXX..... | XXX..... | XXX..... | 13,013 | .747 | .1 | 0 | 0 | 0 | 0 |
| 6. 2009..... | XXX..... | XXX..... | XXX..... | XXX..... | 13,283 | .973 | .1 | 0 | 0 | 0 |
| 7. 2010..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | .22,078 | .587 | 0 | 0 | 0 |
| 8. 2011..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 18,544 | 1,037 | 0 | 0 |
| 9. 2012..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 19,680 | .283 | 0 |
| 10. 2013..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | 30,481 | .349 |
| 11. 2014..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | XXX..... | .37,451 |

TRANSAMERICA CASUALTY INSURANCE COMPANY
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

| States, Etc. | 1 Active Status | Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken | | 4 Dividends Paid or Credited to Policyholders on Direct Business | 5 Direct Losses Paid (Deducting Salvage) | 6 Direct Losses Incurred | 7 Direct Losses Unpaid | 8 Finance and Service Charges not Included in Premiums | 9 Direct Premiums Written for Federal Purchasing Groups (Incl. in Col. 2) |
|-----------------------------------|--------------------|--|-----------------------------|---|---|-----------------------------|---------------------------|---|--|
| | | 2 Direct Premiums Written | 3 Direct Premiums Earned | | | | | | |
| 1. Alabama..... | AL..... | 3,125,977 | 3,396,786 | 0 | 1,959,698 | 768,152 | 13,488,717 | 0 | 0 |
| 2. Alaska..... | AK..... | 340,880 | 346,587 | 0 | 249,991 | 255,490 | 61,473 | 0 | 0 |
| 3. Arizona..... | AZ..... | 7,591,041 | 7,775,430 | 0 | 4,401,497 | 4,487,517 | 1,095,936 | 0 | 0 |
| 4. Arkansas..... | AR..... | 1,172,624 | 1,184,398 | 0 | 813,995 | 834,698 | 199,818 | 0 | 0 |
| 5. California..... | CA..... | 40,902,243 | 41,721,023 | 0 | 24,624,158 | 25,236,931 | 6,078,334 | 0 | 0 |
| 6. Colorado..... | CO..... | 4,509,567 | 4,579,059 | 0 | 2,683,244 | 2,687,603 | 641,759 | 0 | 0 |
| 7. Connecticut..... | CT..... | 5,462,997 | 5,550,681 | 0 | 3,300,669 | 3,298,466 | 792,091 | 0 | 0 |
| 8. Delaware..... | DE..... | 713,911 | 728,626 | 0 | 448,734 | 450,592 | 109,659 | 0 | 0 |
| 9. District of Columbia..... | DC..... | 855,714 | 898,763 | 0 | 481,435 | 475,163 | 118,149 | 0 | 0 |
| 10. Florida..... | FL..... | 25,645,174 | 26,313,291 | 0 | 17,580,012 | 17,972,997 | 4,302,508 | 0 | 0 |
| 11. Georgia..... | GA..... | 6,190,574 | 6,423,830 | 0 | 3,843,871 | 3,778,734 | 1,714,086 | 0 | 0 |
| 12. Hawaii..... | HI..... | 1,047,131 | 1,084,315 | 0 | 603,769 | 577,214 | 145,985 | 0 | 0 |
| 13. Idaho..... | ID..... | 839,866 | 849,474 | 0 | 610,113 | 633,998 | 149,154 | 0 | 0 |
| 14. Illinois..... | IL..... | 9,516,859 | 9,759,234 | 0 | 5,766,051 | 5,927,136 | 1,400,204 | 0 | 0 |
| 15. Indiana..... | IN..... | 2,856,768 | 3,051,866 | 0 | 2,025,411 | 2,009,655 | 486,169 | 0 | 0 |
| 16. Iowa..... | IA..... | 5,352,302 | 5,193,595 | 0 | 1,108,659 | 1,087,987 | 265,560 | 0 | 0 |
| 17. Kansas..... | KS..... | 2,114,121 | 2,162,130 | 0 | 1,217,408 | 1,221,075 | 381,251 | 0 | 0 |
| 18. Kentucky..... | KY..... | 2,311,375 | 2,367,305 | 0 | 1,514,677 | 1,579,835 | 351,797 | 0 | 0 |
| 19. Louisiana..... | LA..... | 2,651,605 | 2,675,891 | 0 | 1,548,814 | 1,580,071 | 412,880 | 0 | 0 |
| 20. Maine..... | ME..... | 1,930,543 | 2,039,664 | 0 | 1,090,972 | 1,083,183 | 248,851 | 0 | 0 |
| 21. Maryland..... | MD..... | 6,298,941 | 6,908,871 | 0 | 4,125,135 | 4,274,643 | 983,849 | 0 | 0 |
| 22. Massachusetts..... | MA..... | 22,239,091 | 22,587,303 | 0 | 12,172,935 | 13,117,034 | 2,915,702 | 0 | 0 |
| 23. Michigan..... | MI..... | 6,411,186 | 7,077,666 | 0 | 3,700,889 | 3,746,070 | 905,618 | 0 | 0 |
| 24. Minnesota..... | MN..... | 3,311,501 | 3,518,428 | 0 | 1,603,657 | 1,603,480 | 387,916 | 0 | 0 |
| 25. Mississippi..... | MS..... | 862,831 | 871,206 | 0 | 454,357 | 328,851 | 1,120,056 | 0 | 0 |
| 26. Missouri..... | MO..... | 3,920,702 | 4,011,628 | 0 | 2,225,398 | 2,182,423 | 569,952 | 0 | 0 |
| 27. Montana..... | MT..... | 549,293 | 541,549 | 0 | 468,123 | 466,908 | 114,282 | 0 | 0 |
| 28. Nebraska..... | NE..... | 2,085,622 | 2,094,732 | 0 | 774,605 | 791,909 | 220,199 | 0 | 0 |
| 29. Nevada..... | NV..... | 2,304,474 | 2,395,310 | 0 | 1,659,850 | 1,679,219 | 485,530 | 0 | 0 |
| 30. New Hampshire..... | NH..... | 6,613,175 | 6,559,607 | 0 | 1,660,487 | 1,887,827 | 398,772 | 0 | 0 |
| 31. New Jersey..... | NJ..... | 10,462,248 | 10,976,325 | 0 | 6,957,078 | 6,765,205 | 1,668,199 | 0 | 0 |
| 32. New Mexico..... | NM..... | 1,526,899 | 1,576,662 | 0 | 781,161 | 710,078 | 215,894 | 0 | 0 |
| 33. New York..... | NY..... | 31,822,968 | 32,505,836 | 0 | 19,417,670 | 19,602,667 | 4,643,107 | 0 | 0 |
| 34. North Carolina..... | NC..... | 5,050,069 | 5,188,554 | 0 | 3,354,815 | 3,407,013 | 786,849 | 0 | 0 |
| 35. North Dakota..... | ND..... | 221,013 | 211,930 | 0 | 125,021 | 113,350 | 30,899 | 0 | 0 |
| 36. Ohio..... | OH..... | 8,520,330 | 8,994,620 | 0 | 5,537,775 | 5,568,263 | 1,366,819 | 0 | 0 |
| 37. Oklahoma..... | OK..... | 2,739,395 | 3,093,212 | 0 | 1,615,440 | 1,656,798 | 352,296 | 0 | 0 |
| 38. Oregon..... | OR..... | 3,620,174 | 3,758,880 | 0 | 2,267,013 | 2,287,223 | 591,596 | 0 | 0 |
| 39. Pennsylvania..... | PA..... | 9,691,089 | 10,250,923 | 0 | 6,319,237 | 6,407,227 | 1,538,896 | 0 | 0 |
| 40. Rhode Island..... | RI..... | 965,776 | 1,071,259 | 0 | 606,937 | 564,357 | 144,515 | 0 | 0 |
| 41. South Carolina..... | SC..... | 2,901,815 | 2,962,964 | 0 | 2,110,268 | 1,284,357 | 10,367,176 | 0 | 0 |
| 42. South Dakota..... | SD..... | 497,870 | 967,976 | 0 | 435,883 | 440,459 | 93,282 | 0 | 0 |
| 43. Tennessee..... | TN..... | 3,582,223 | 3,892,885 | 0 | 2,758,422 | 1,378,222 | 14,771,469 | 0 | 0 |
| 44. Texas..... | TX..... | 21,971,839 | 29,796,691 | 0 | 14,308,879 | 14,422,607 | 4,241,845 | 0 | 0 |
| 45. Utah..... | UT..... | 2,945,361 | 2,981,800 | 0 | 1,049,564 | 1,046,306 | 431,641 | 0 | 0 |
| 46. Vermont..... | VT..... | 693,545 | 691,681 | 0 | 347,446 | 370,111 | 83,605 | 0 | 0 |
| 47. Virginia..... | VA..... | 9,522,770 | 10,196,473 | 0 | 5,593,649 | 5,747,268 | 1,340,258 | 0 | 0 |
| 48. Washington..... | WA..... | 6,960,354 | 7,025,904 | 0 | 4,210,944 | 4,413,095 | 1,015,473 | 0 | 0 |
| 49. West Virginia..... | WV..... | 820,082 | 815,901 | 0 | 554,794 | 554,020 | 136,040 | 0 | 0 |
| 50. Wisconsin..... | WI..... | 3,192,410 | 3,328,266 | 0 | 1,825,501 | 1,827,009 | 440,936 | 0 | 0 |
| 51. Wyoming..... | WY..... | 409,616 | 417,088 | 0 | 251,000 | 269,808 | 61,317 | 0 | 0 |
| 52. American Samoa..... | AS..... | 22,934 | 22,900 | 0 | 18,157 | 21,763 | 4,359 | 0 | 0 |
| 53. Guam..... | GU..... | 1,841 | 1,795 | 0 | 3,166 | 3,926 | 760 | 0 | 0 |
| 54. Puerto Rico..... | PR..... | 212,602 | 215,149 | 0 | 144,704 | 143,038 | 34,737 | 0 | 0 |
| 55. US Virgin Islands..... | VI..... | 37,390 | 37,758 | 0 | 27,620 | 21,524 | 6,592 | 0 | 0 |
| 56. Northern Mariana Islands..... | MP..... | (2) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 57. Canada..... | CAN..... | 2,690,197 | 2,695,452 | 0 | 3,504,460 | 3,480,251 | 840,669 | 0 | 0 |
| 58. Aggregate Other Alien..... | OT..... | 584,348 | 560,294 | 0 | 64,532 | 50,083 | 13,817 | 0 | 0 |
| 59. Totals..... | | (a)...52 | 311,395,244 | 328,907,426 | 0 | 188,909,750 | 188,580,889 | 85,769,303 | 0 |

DETAILS OF WRITE-INS

| | | | | | | | | | |
|--|----------|---------|---------|---|--------|--------|--------|---|---|
| 58001. ARG- ARGENTINA..... | XXX..... | 0 | 0 | 0 | 172 | 172 | 0 | 0 | 0 |
| 58002. BLZ- BELIZE..... | XXX..... | 220 | 206 | 0 | 0 | 0 | 0 | 0 | 0 |
| 58003. BOL- BOLIVIA..... | XXX..... | 226 | 364 | 0 | 0 | 0 | 0 | 0 | 0 |
| 58998. Summary of remaining write-ins for Line 58 from overflow page | XXX..... | 583,902 | 559,724 | 0 | 64,360 | 49,911 | 13,817 | 0 | 0 |
| 58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above) | XXX..... | 584,348 | 560,294 | 0 | 64,532 | 50,083 | 13,817 | 0 | 0 |

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

(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.

Explanation of Basis of Allocation of Premiums by States, etc.

Mailing address of insured

TRANSAMERICA CASUALTY INSURANCE COMPANY

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 – ORGANIZATIONAL CHART

TRANSAMERICA CASUALTY INSURANCE COMPANY

| NAME | FEDERAL ID NUMBER | NAIC CO. CODE | DOMICILE | FOOTNOTE |
|--|----------------------|------------------|----------|----------|
| VERENIGING AEGON, NETHERLANDS MEMBERSHIP ASSOCIATION | | | | |
| AEGON N.V. | Foreign | | NLD | 1 |
| -AEGON NEDERLAND N.V. | Foreign | | NLD | |
| -AEGON NEVAK HOLDING B.V. | Foreign | | NLD | |
| -BLUE SQUARE RE N.V. | Foreign | | NLD | |
| -AEGON DERIVATIVES N.V. | Foreign | | NLD | |
| -AEGON INTERNATIONAL B.V. | Foreign | | NLD | |
| -THE AEGON TRUST | 51-6513848 | | DE | |
| TRANSAMERICA CORPORATION | 42-1484983 | | DE | |
| AEGON U.S. HOLDING CORPORATION | 13-3350744 | | DE | |
| AEGON MANAGEMENT COMPANY | 35-1113520 | | IN | |
| RIVER RIDGE INSURANCE COMPANY | 20-0877184 | | VT | |
| SHORT HILLS MANAGEMENT COMPANY | 42-1338496 | | NJ | |
| AEGON USA, LLC | 42-1310237 | | IA | |
| AEGON FUNDING COMPANY LLC | 42-1489646 | | DE | |
| AUSA HOLDING COMPANY | 52-1549874 | | MD | |
| AUSA PROPERTIES, INC. | 27-1275705 | | IA | |
| AEGON USA ASSET MANAGEMENT HOLDING, LLC | 52-1549874 | | IA | |
| AEGON USA INVESTMENT MANAGEMENT, LLC | 52-1549874 | | IA | |
| PEARL HOLDINGS, INC. I | 20-1063558 | | DE | |
| PEARL HOLDINGS, INC. II | 20-1063571 | | DE | |
| TRANSAMERICA INVESTMENT MANAGEMENT, LLC | 06-1564377 | | DE | |
| AEGON USA REALTY ADVISORS, LLC | 42-1205796 | | IA | |
| AXA EQUITABLE AGRIFINANCE, LLC | 32-0342677 | | DE | 2 |
| AEGON USA REAL ESTATE SERVICES, INC. | 61-1098396 | | DE | |
| AEGON USA REALTY ADVISORS OF CALIFORNIA, INC. | 20-5023693 | | IA | |
| AEGON ASSET MANAGEMENT SERVICES, INC. | 39-1884868 | | DE | |
| WORLD FINANCIAL GROUP, INC. | 42-1518386 | | DE | |
| WFG CHINA HOLDINGS, INC. | 20-2541057 | | DE | |
| WFG PROPERTIES HOLDINGS, LLC | 20-2133638 | | GA | |
| WFG REINSURANCE LIMITED | Foreign | | BMU | 3 |
| TRANSAMERICA REALTY SERVICES, LLC | 94-3026780 | | DE | |
| TRANSAMERICA AFFORDABLE HOUSING, INC. | 94-3252196 | | CA | |
| CREDITOR RESOURCES, INC. | 42-1079584 | | MI | |
| CRI SOLUTIONS, INC. | 52-1363611 | | MD | |
| 44764 YUKON INC. | Foreign | | CAN | |
| CRI CANADA LTD. | Foreign | | CAN | |
| TRANSAMERICA RETIREMENT SOLUTIONS CORPORATION | 13-3689044 | | DE | |
| TRANSAMERICA RETIREMENT ADVISORS, INC. | 13-3689044 | | DE | |
| TRANSAMERICA RETIREMENT INSURANCE AGENCY, INC. | 46-2720367 | | DE | |
| TRANSAMERICA INVESTORS SECURITIES CORPORATION | 13-3698753 | | DE | |
| CLARK, LLC | 52-2103926 | | DE | |
| CLARK CONSULTING, LLC | 50-2103928 | | DE | |
| CLBC INSURANCE REVENUE SECURITIZATION, LLC | 73-1652928 | | DE | |
| CLARK INVESTMENT STRATEGIES, INC. | 38-3768457 | | DE | |
| CLARK SECURITIES, INC. | 95-4295824 | | CA | |
| LCRG INSURANCE AGENCY, INC. | 95-4123166 | | CA | |
| nVISION FINANCIAL, INC | 35-2283987 | | IA | |
| INVESTORS WARRANTY OF AMERICA, INC. | 42-1154276 | | IA | |
| FONG LCS ASSOCIATES, LLC | 20-8736609 | | DE | |
| INTERSTATE NORTH OFFICE PARK OWNER, LLC | 42-1154276 | | DE | |
| LCS ASSOCIATES, LLC | 20-8687142 | | DE | |
| TRADITION LAND COMPANY, LLC. | 42-1154276 | | IA | |
| PSL ACQUISITIONS OPERATING, LLC | 42-1154276 | | IA | |
| THH ACQUISITIONS, LLC | 42-1154276 | | IA | |
| TRANSAMERICA AGENCY NETWORK, INC. | 61-1513662 | | IA | |
| ONCOR INSURANCE SERVICES, LLC | 26-2311888 | | IA | |
| MASSACHUSETTS FIDELITY TRUST COMPANY | 42-0947998 | | IA | |
| MONEY SERVICES, INC. | 42-1079580 | | DE | |
| TRANSAMERICA TRAVEL AND CONFERENCE SERVICES, LLC | 42-1079580 | | IA | |
| AEGON DIRECT MARKETING SERVICES INTERNATIONAL, INC. | 52-1291367 | | MD | |
| MONUMENTAL GENERAL ADMINISTRATORS, INC. | 52-1243288 | | MD | |
| TRANSAMERICA RESOURCES, INC. | 52-1525601 | | MD | |
| TRANSAMERICA CAPITAL, INC. | 95-3141953 | | CA | |
| TRANSAMERICA FINANCIAL ADVISORS, INC. | 59-2476008 | | DE | 4 |
| TRANSAMERICA FUND SERVICES, INC. | 59-3403587 | | FL | 5 |
| TRANSAMERICA VENTURES, LLC | | | DE | |
| TRANSAMERICA VENTURES FUND, LLC | | | DE | |
| UNIVERSAL BENEFITS, LLC | 42-1334744 | | IA | |
| ZAHORIK COMPANY, INC. | 95-2775959 | | CA | |
| GLOBAL PREFERRED RE LIMITED | 98-0164807 | | BMU | |
| IRONWOOD RE CORP. | 47-1703149 | 15633 | HI | |

TRANSAMERICA CASUALTY INSURANCE COMPANY
SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

| NAME | FEDERAL ID NUMBER | NAIC CO. CODE | DOMICILE | FOOTNOTE |
|---|----------------------|------------------|----------|----------|
| AEGON N.V. | Foreign | | NLD | |
| AEGON INTERNATIONAL B.V. | Foreign | | NLD | |
| THE AEGON TRUST | 51-6513848 | | DE | |
| TRANSAMERICA CORPORATION | 42-1484983 | | DE | |
| AEGON U.S. HOLDING CORPORATION | 13-3350744 | | DE | |
| AEGON USA, LLC | 42-1310237 | | IA | |
| TRANSAMERICA ADVISORS LIFE INSURANCE COMPANY | 91-1325756 | 79022 | AR | |
| RCC NORTH AMERICA LLC | 13-3256226 | | DE | 6 |
| SOUTHWEST EQUITY LIFE INSURANCE COMPANY | 86-0455577 | 98426 | AZ | 7 |
| TRANSAMERICA CASUALTY INSURANCE COMPANY | 31-4423946 | 10952 | OH | |
| TRANSAMERICA FINANCIAL LIFE INSURANCE COMPANY | 36-6071399 | 70688 | NY | 8 |
| TRANSAMERICA INTERNATIONAL HOLDINGS, INC. | 94-2873401 | | DE | |
| TIHI CANADA HOLDING, LLC | | | IA | |
| TRANSAMERICA ANNUITY SERVICE CORPORATION | 85-0325648 | | NM | |
| TRANSAMERICA LIFE INSURANCE COMPANY | 39-0989781 | 86231 | IA | 9 |
| TLIC OAKBROOK REINSURANCE, INC. | 47-1026613 | 15549 | IA | |
| TLIC RIVERWOOD REINSURANCE, INC. | 45-3193055 | 14146 | IA | |
| REAL ESTATE ALTERNATIVES PORTFOLIO 3A, INC | 20-1627078 | | DE | 10 |
| FD TLIC, LIMITED LIABILITY COMPANY | 01-0969916 | | NY | |
| FD TLIC LTD. | | | Foreign | GBR |
| ASIA INVESTMENT HOLDING LIMITED | | | Foreign | HKG |
| TRANSAMERICA LIFE (BERMUDA) LTD. | 98-0481010 | | BMU | |
| ZERO BETA FUND, LLC | 26-1298094 | | DE | 11 |
| AEGON FINANCIAL SERVICES GROUP, INC. | 41-1479568 | | MN | |
| AEGON ASSIGNMENT CORPORATION | 42-1477359 | | IL | |
| AEGON ASSIGNMENT CORPORATION OF KENTUCKY | 61-1314968 | | KY | |
| AEGON MANAGED ENHANCED CASH, LLC | 30-0445264 | | DE | 12 |
| PRIMUS GUARANTY, LTD. | | | Foreign | BMU |
| REAL ESTATE ALTERNATIVES PORTFOLIO 1, LLC | 75-2980951 | | DE | 14 |
| REAL ESTATE ALTERNATIVES PORTFOLIO 2, LLC | 02-0685017 | | DE | 15 |
| REAL ESTATE ALTERNATIVES PORTFOLIO 3, LLC | 20-1378364 | | DE | 16 |
| REAL ESTATE ALTERNATIVES PORTFOLIO 4 HR, LLC | 20-3878375 | | DE | 17 |
| REAL ESTATE ALTERNATIVES PORTFOLIO 4 MR, LLC | 20-3878417 | | DE | 17 |
| YARRA RAPIDS, LLC | 42-1205796 | | DE | 18 |
| BAY AREA COMMUNITY INVESTMENTS I LP | 94-3392750 | | CA | 19 |
| CEDAR FUNDING, LTD | 98-1055613 | | CYM | |
| LIFE INVESTORS ALLIANCE LLC | 42-1483973 | | DE | |
| LIICA HOLDINGS, LLC | 42-0191090 | | DE | |
| LICA RE I, INC | 20-5984601 | 12863 | VT | |
| LICA RE II, INC | 20-5927773 | 12864 | VT | |
| CUPPLES STATE LIHTC INVESTORS, LLC | 20-4498171 | | DE | |
| TRANSAMERICA OAKMONT CORPORATION | 94-2993381 | | CA | |
| WORLD FINANCIAL GROUP HOLDING COMPANY OF CANADA INC. | | | Foreign | CAN |
| WFG SECURITIES INC. | | | Foreign | CAN |
| WORLD FINANCIAL GROUP CANADA INC. | | | Foreign | CAN |
| WORLD FINANCIAL GROUP SUBHOLDING COMPANY OF CANADA INC. | | | Foreign | CAN |
| WORLD FINANCIAL GROUP INSURANCE AGENCY OF CANADA INC | | | Foreign | CAN |
| TRANSAMERICA INTERNATIONAL RE (BERMUDA) LTD. | 98-0199561 | | BMU | |
| TRANSAMERICA INT'L RE ESCRITORIO DE REPRESENTACAO NO BRASIL LTD | | | Foreign | BRA |
| UNITED FINANCIAL SERVICES, INC. | 52-1263786 | | MD | 22 |
| COMMONWEALTH GENERAL CORPORATION | 51-0108922 | | DE | |
| TRANSAMERICA PACIFIC INSURANCE COMPANY, LTD. | 94-3304740 | 12134 | HI | 23 |
| TRANSAMERICA STABLE VALUE SOLUTIONS INC. | 27-0648897 | | DE | |
| AEGON INSTITUTIONAL MARKETS, INC. | 61-1085329 | | DE | |
| NEW MARKETS COMMUNITY INVESTMENT FUND, LLC | 20-3318246 | | IA | 24 |
| AEGON STRUCTURED SETTLEMENTS, INC. | 61-1068209 | | KY | |
| AFSG SECURITIES CORPORATION | 23-2421076 | | PA | |
| FINANCIAL PLANNING SERVICES, INC. | 23-2130174 | | DC | |
| GARNET ASSURANCE CORPORATION II | 14-1893533 | | IA | |
| HARBOR VIEW RE CORP. | 46-4393942 | 15632 | HI | |
| AEGON ALLIANCES, INC. | 56-1358257 | | VA | |
| TRANSAMERICA PREMIER LIFE INSURANCE COMPANY | 52-0419790 | 66281 | IA | 25 |
| AEGON DIRECT MARKETING SERVICES, INC. | 42-1470697 | | MD | 26 |
| TRANSAMERICA AFFINITY SERVICES, INC. | 42-1523438 | | MD | |
| TRANSAMERICA INTERNATIONAL DIRECT MARKETING CONSULTANTS, LLC | 42-1470697 | | MD | 27 |
| LAEGON DIRECT & AFFINITY MARKETING SERVICES (THAILAND) LIMITED | | | Foreign | THA |
| BAY STATE COMMUNITY INVESTMENTS I, LLC | 52-0419790 | | DE | |
| BAY STATE COMMUNITY INVESTMENTS II, LLC | 52-0419790 | | DE | |
| MCDONALD CORPORATE TAX CREDIT FUND IV LIMITED PARTNERSHIP | 34-1843466 | | DE | 29 |
| TRANSAMERICA PYRAMID PROPERTIES, LLC | 52-0419790 | | IA | |
| TRANSAMERICA REALTY INVESTMENT PROPERTIES, LLC | 52-0419790 | | DE | |
| TRANSAMERICA ASSET MANAGEMENT, INC. | 59-3403585 | | FL | 30 |
| WORLD FINANCIAL GROUP INSURANCE AGENCY, INC. | 95-3809372 | | CA | |
| WFG INSURANCE AGENCY OF PUERTO RICO, INC. | 66-0621281 | | PR | |
| WORLD FINANCIAL GROUP INSURANCE AGENCY OF HAWAII, INC. | 99-0277127 | | HI | |
| WORLD FINANCIAL GROUP INSURANCE AGENCY OF MASSACHUSETTS, INC. | 04-3182849 | | MA | |
| WORLD FINANCIAL GROUP INSURANCE AGENCY OF WYOMING, INC | 42-1519076 | | WY | |
| INTERSECURITIES INSURANCE AGENCY, INC | 42-1517005 | | CA | |
| STONEBRIDGE BENEFIT SERVICES, INC. | 75-2548428 | | DE | |
| STONEBRIDGE LIFE INSURANCE COMPANY | 03-0164230 | 65021 | VT | |
| MLIC RE I, INC. | 01-0930908 | 13712 | VT | |
| PEOPLES BENEFIT SERVICES, LLC | 23-1705984 | | PA | |
| PINE FALLS RE, INC. | 26-1552330 | 13096 | VT | |
| SB FRAZER OWNER, LLC | 03-0164230 | | DE | |
| STONEBRIDGE REINSURANCE COMPANY | 61-1497252 | 12705 | VT | |

TRANSAMERICA CASUALTY INSURANCE COMPANY

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 – ORGANIZATIONAL CHART

| NAME | FEDERAL ID NUMBER | NAIC CO. CODE | DOMICILE | FOOTNOTE |
|--|----------------------|------------------|----------|----------|
| AEGON N.V. | Foreign | | NLD | |
| └ AEGON INTERNATIONAL B.V. | Foreign | | NLD | |
| └ THE AEGON TRUST | 51-6513848 | | DE | |
| └ TRANSAMERICA CORPORATION | 42-1484983 | | DE | |
| └ PYRAMID INSURANCE COMPANY, LTD. | 98-0087891 | | HI | |
| └ TRANSAMERICA CORPORATION (OR) | 98-6021219 | | OR | |
| └ TRANSAMERICA FINANCE CORPORATION | 95-1077235 | | DE | |
| └ TRANSAMERICA LEASING HOLDINGS INC. | 13-3452993 | | DE | |
| └ TRANSAMERICA FUNDING LP | Foreign | | GBR | 31 |
| └ TRANSAMERICA COMMERCIAL FINANCE CORPORATION, I | 94-3054228 | | DE | |
| └ TCFC AIR HOLDINGS, INC. | 32-0092333 | | DE | |
| └ TRANSAMERICA AVIATION LLC | | | DE | |
| └ TCFC ASSET HOLDINGS, INC. | 32-0092334 | | DE | |
| └ TCF ASSET MANAGEMENT CORPORATION | 84-0642550 | | CO | |
| └ TRANSAMERICA ACCOUNTS HOLDING CORPORATION | 36-4162154 | | DE | |
| └ TRANSAMERICA CONSUMER FINANCE HOLDING COMPANY | 95-4631538 | | DE | |
| └ TRANSAMERICA HOME LOAN | 95-4390993 | | CA | |
| └ TRANSAMERICA DISTRIBUTION FINANCE - OVERSEAS, INC. | 36-4254366 | | DE | |
| └ TRANSAMERICA SMALL BUSINESS CAPITAL, INC. | 36-4251204 | | DE | |
| └ TRANSAMERICA VENDOR FINANCIAL SERVICES CORPORATION | 36-4134790 | | DE | |
| └ AEGON DMS HOLDING B.V. | Foreign | | NLD | |
| └ AEGON DIRECT & AFFINITY MARKETING SERVICES LIMITED | Foreign | | HKG | |
| └ AEGON DIRECT MARKETING SERVICES INSURANCE BROKER (HK) LIMITED | Foreign | | HKG | |
| └ CORNERSTONE INTERNATIONAL HOLDINGS LTD | Foreign | | GBR | |
| └ AEGON DIRECT MARKETING SERVICES EUROPE LTD. | Foreign | | GBR | |
| └ ERFARUNGSSCHATZ GMBH | Foreign | | DEU | |
| └ STONEBRIDGE INTERNATIONAL INSURANCE LTD | Foreign | | GBR | |
| └ AEGON DIRECT MARKETING SERVICES KOREA CO., LTD. | Foreign | | KOR | |
| └ TRANSAMERICA DIRECT MARKETING ASIA PACIFIC PTY LTD | 08-2507515 | | AUS | |
| └ TRANSAMERICA INSURANCE MARKETING ASIA PACIFIC PTY LTD | 08-2524730 | | AUS | |
| └ AEGON DIRECT & AFFINITY MARKETING SERVICES AUSTRALIA PTY LIMITED | 08-2524785 | | AUS | |
| └ AEGON DIRECT MARKETING SERVICES MEXICO S.A. DE C.V. | Foreign | | MEX | 32 |
| └ AEGON DIRECT MARKETING SERVICES MEXICO SERVICIOS S.A. DE C.V. | Foreign | | MEX | 32 |
| └ AEGON DIRECT & AFFINITY MARKETING SERVICES CO., LTD. | Foreign | | JPN | |
| └ AEGON DIRECT MARKETING SERVICES, INC. | Foreign | | TWN | |
| └ AEGON LIFE INSURANCE AGENCY, INC. | Foreign | | TWN | |
| └ TRANSAMERICA AFFINITY MARKETING CORRECTORA DE SEGUROS LTDA | Foreign | | BRA | 33 |
| └ TRANSAMERICA DIRECT MARKETING CONSULTANTS PRIVATE LIMITED | Foreign | | IND | 34 |
| └ TRANSAMERICA LIFE INTERNATIONAL (BERMUDA), LTD. | Foreign | | BMU | |
| └ TRANSAMERICA (BERMUDA) SERVICES CENTER, LTD. | Foreign | | BMU | |
| └ AEGON ASSET MANAGEMENT (CANADA) B.V. | Foreign | | NLD | |
| └ AEGON CAPITAL MANAGEMENT INC. | Foreign | | CAN | |
| └ AEGON FUND MANAGEMENT INC. | Foreign | | CAN | |
| └ AEGON CANADA HOLDING B.V. | Foreign | | NLD | |
| └ AEGON CANADA ULC | Foreign | | CAN | 35 |
| └ CONSUMER MEMBERSHIP SERVICES CANADA INC. | Foreign | | CAN | |
| └ LEGACY GENERAL INSURANCE COMPANY | Foreign | | CAN | |
| └ SELIENT INC. | Foreign | | CAN | |
| └ TRANSAMERICA LIFE CANADA | Foreign | | CAN | |
| └ CANADIAN PREMIER LIFE INSURANCE COMPANY | Foreign | | CAN | |

TRANSAMERICA CASUALTY INSURANCE COMPANY

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

PART 1 - ORGANIZATIONAL CHART

Organizational Chart Footnotes:

Ownership is 100% unless otherwise noted. Inclusion of an entity does not necessarily signify control.

- 1) Vereniging AEGON holds voting power in the common, preferred A and preferred B stock of Aegon N.V. totaling 32.047%.
- 2) Members: AEGON USA Realty Advisors, LLC (50%); non-affiliate of Aegon (50%)
- 3) 51% owned by World Financial Group, Inc.; remaining 49% is annually offered to independent contractors associated with WFG Reinsurance Limited
- 4) AUSA Holding Company owns 51.60%; AEGON Asset Management Services, Inc. owns 37.62%; Transamerica International Holdings, Inc. owns 10.78%
- 5) AUSA Holding Company owns 56%; Transamerica Premier Life Insurance Company owns 44%
- 6) RCC Group: FGH USA, LLC; ALH Properties Eight, LLC; ALH Properties Eleven, LLC; ALH Properties Four, LLC; ALH Properties Nine, LLC; ALH Properties Seven, LLC; ALH Properties Seventeen, LLC; ALH Properties Sixteen, LLC; ALH Properties Ten, LLC; ALH Properties Twelve, LLC; ALH Properties Two, LLC; FGH Realty Credit, LLC; FGP West Street Two, LLC; FGP 90 West Street, LLC; FGP West Mezzanine, LLC; FGP West Street, LLC; Fifth FGP, LLC; First FGP, LLC; Fourth FGP, LLC; Second FGP, LLC; Seventh FGP, LLC; The RCC Group, Inc.
- 7) 100% of the voting common stock owned by AEGON USA, LLC is allocated 75% of total cumulative vote. Participating common stock (100% owned by non-Aegon shareholders) is allocated 25% of the total cumulative vote.
- 8) Ownership: 87.9% AEGON USA, LLC (15,067 shares of common stock and 40,415 shares of preferred stock); 12.1% Transamerica Life Insurance Company (2,075 shares of common stock and 5,566 shares of preferred stock)
- 9) 676,190 shares common stock owned by Transamerica International Holdings, Inc.; 86,590 shares of preferred stock owned by Transamerica Corporation; 30,564 shares of preferred stock owned by AEGON USA, LLC
- Garnet Subsidiaries: Garnet Assurance Corporation, Garnet Assurance Corporation III, Garnet Community Investments III, LLC, Garnet Community Investments XVIII, LLC, Garnet Community Investments XX, LLC, Garnet Community Investments XXIV, LLC, Garnet Community Investments XXV, LLC, Garnet Community Investments XXVI, LLC, Garnet Community Investments XXVII, LLC, Garnet Community Investments XXVIII, LLC, Garnet Community Investments XXIX, LLC, Garnet Community Investments XXX, LLC, Garnet Community Investments XXXI, LLC, Garnet Community Investments XXXII, LLC, Garnet Community Investments XXXIII, LLC, Garnet Community Investments XXXIV, LLC, Garnet Community Investments XXXV, LLC, Garnet Community Investments XXXVI, LLC, Garnet Community Investments XXXVII, LLC, Garnet Community Investments XXXVIII, LLC, Garnet Community Investments XXXIX, LLC, Garnet Community Investments XL, LLC, Garnet Community Investments XLI, LLC, Garnet Community Investments XLII, LLC, Garnet Community Investments XLIV, LLC
- 10) Members: Transamerica Life Insurance Company (52.6%); Transamerica Premier Life Insurance Company (37.0%); Transamerica Financial Life Insurance Company (9.4%); Stonebridge Life Insurance Company (1%)
- 11) Members: Transamerica Life Insurance Company (65.95%); Transamerica Premier Life Insurance Company (32.97%); Transamerica Financial Life Insurance Company (1.08%). Manager: AEGON USA Investment Management, LLC
- 12) Members: Transamerica Life Insurance Company (90.61%); Transamerica Premier Life Insurance Company (9.39%)
- 13) Members: Transamerica Life Insurance Company (20%); non-affiliates of Aegon (80%)
- 14) Members: Transamerica Life Insurance Company (90.96%); Transamerica Premier Life Insurance Company (6.30%); Transamerica Financial Life Insurance Company (2.74%). Manager: AEGON USA Realty Advisors, LLC
- 15) Members: Transamerica Life Insurance Company (90.25%); Transamerica Financial Life Insurance Company (7.5%); Stonebridge Life Insurance Company (2.25%). Manager: AEGON USA Realty Advisors, LLC
- 16) Members: Transamerica Life Insurance Company (73.4%); Transamerica Premier Life Insurance Company (25.6%); Stonebridge Life Insurance Company (1.0%). Manager: AEGON USA Realty Advisors, LLC
- 17) Members: Transamerica Life Insurance Company (64%); Transamerica Premier Life Insurance Company (32%); Transamerica Financial Life Insurance Company (4%). Manager: AEGON USA Realty Advisors, LLC
- 18) Members: Real Estate Alternatives Portfolio 4MR, LLC (49%); non-affiliate of Aegon (51%)
- 19) Partners: Transamerica Life Insurance Company (70%); Transamerica Premier Life Insurance Company (30%)
- 20) 50% owned by World Financial Group Holding Company of Canada Inc.; 50% owned by World Financial Group Subholding Company of Canada Inc.
- 21) Quotholders: Transamerica International Re (Bermuda) Ltd. (95%) and Transamerica International Holdings, Inc. (5%)
- 22) United Financial Services, Inc. is doing business in the state of West Virginia as Monumental Financial Services, Inc.
- 23) 26,000 shares of common stock owned by Commonwealth General Corporation; 1,000 shares of common stock owned by Transamerica International Holdings, Inc.
- 24) Ownership: 50% AEGON Institutional Markets, Inc.; 50% AEGON USA Realty Advisors, LLC
- 25) Garnet Subsidiaries: Garnet Community Investments, LLC, Garnet Community Investments II, LLC, Garnet Community Investments IV, LLC, Garnet Community Investments V, LLC, Garnet Community Investments VI, LLC, Garnet Community Investments VII, LLC, Garnet Community Investments VIII, LLC, Garnet Community Investments IX, LLC, Garnet Community Investments X, LLC, Garnet Community Investments XI, LLC, Garnet Community Investments XII, LLC.
- 26) Transamerica Premier Life Insurance Company owns 103,324 shares; Commonwealth General Corporation owns 37,161 shares
- 27) Members: ADMS representative (51%); AEGON Direct Marketing Services, Inc. (49%)
- 28) Members: Transamerica International Direct Marketing Consultants, LLC (97%); various ADMS representatives (3%)
- 29) Partners: Transamerica Premier Life Insurance Company (99.9%); General Partner: TAH-McD IV, LLC (0.10%)
- 30) Transamerica Premier Life Insurance Company owns 77%; AUSA Holding Company owns 23%
- 31) 99% owned by Transamerica Leasing Holdings Inc.; 1% owned by Transamerica Commercial Finance Corporation, I
- 32) AEGON Mexico Holding B.V. owns 49,999 shares; AEGON DMS Holding B.V. owns 1 share
- 33) AEGON DMS Holding B.V. owns 749,000 quota shares; AEGON International B.V. owns 1 quota share
- 34) AEGON DMS Holding B.V. owns 99.95%; ADMS representative owns .05%
- 35) AEGON Canada Holding B.V. owns 174,588,712 shares of common stock; 1,500 shares of Series II preferred stock; 2 shares of Series III preferred stock. TIHI Canada Holding, LLC owns 1,441,941.26 shares of Class B - Series I preferred stock

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