



ANNUAL STATEMENT

For the Year Ended December 31, 2015

of the Condition and Affairs of the

JAMES RIVER INSURANCE COMPANY

NAIC Group Code.....3494, 3494
(Current Period) (Prior Period)

NAIC Company Code..... 12203

Employer's ID Number..... 22-2824607

Organized under the Laws of OHIO

State of Domicile or Port of Entry OHIO

Country of Domicile US

Incorporated/Organized..... June 30, 1987

Commenced Business..... September 11, 1987

Statutory Home Office

52 EAST GAY STREET..... COLUMBUS OH US 43215
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office

6641 WEST BROAD STREET, SUITE 300..... RICHMOND VA US..... 23230 (804) 289-2700
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address

P.O. BOX 27648..... RICHMOND VA US 23261
(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records

6641 WEST BROAD STREET, SUITE 300..... RICHMOND VA US 23230 (804) 289-2700
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address

www.jamesriverins.com

Statutory Statement Contact

DEBORAH PACE THORSVIK
(Name)
Deborah.Thorsvik@jamesriverins.com
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(Area Code) (Telephone Number) (Extension)
(804) 420-1059
(Fax Number)

OFFICERS

Name	Title	Name	Title
1. RICHARD JOHN SCHMITZER	President	2. DEBORAH PACE THORSVIK	Treasurer & Controller
3. PAMELA LLULL KNOWLES	Secretary	4.	

GREGG THOMAS DAVIS

Name	Title
RICHARD JOHN SCHMITZER	President
	Secretary

Chairman of the Board

BRUCE EDWARD SHORT

Name	Title
JOHN GORDON CLARKE	Senior Vice President, Chief Financial Officer

Senior Vice President, Chief Financial Officer

OTHER

BRUCE EDWARD SHORT
RICHARD HAMILTON SEWARD

RICHARD JOHN SCHMITZER

JOHN GORDON CLARKE

GREGG THOMAS DAVIS

DIRECTORS OR TRUSTEES

State of..... VIRGINIA
County of.... HENRICO

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)
RICHARD JOHN SCHMITZER
1. (Printed Name)
President
(Title)

(Signature)
DEBORAH PACE THORSVIK
2. (Printed Name)
Treasurer & Controller
(Title)

(Signature)
PAMELA LLULL KNOWLES
3. (Printed Name)
Secretary
(Title)

Subscribed and sworn to before me
This _____ day of _____ 2016

a. Is this an original filing?
b. If no 1. State the amendment number
 2. Date filed
 3. Number of pages attached

Yes [X] No []

JAMES RIVER INSURANCE COMPANY
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).....	163,976,943	0	163,976,943	225,130,701
2. Stocks (Schedule D):				
2.1 Preferred stocks.....	46,584,586	0	46,584,586	44,188,024
2.2 Common stocks.....	23,810,913	0	23,810,913	23,386,806
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 (\$....(6,708,034), Schedule E-Part 1), cash equivalents (\$....10,425,000, Schedule E-Part 2) and short-term investments (\$....10,905,816, Schedule DA).....	14,622,783	0	14,622,783	13,882,580
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).....	21,849,179	0	21,849,179	0
9. Receivables for securities.....	703,854	0	703,854	68,726
10. Securities lending reinvested collateral assets (Schedule DL).....	0	0	0	0
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	271,548,258	0	271,548,258	306,656,837
13. Title plants less \$.....0 charged off (for Title insurers only).....	0	0	0	0
14. Investment income due and accrued.....	2,338,412	0	2,338,412	2,190,164
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	38,897,333	3,226,099	35,671,234	35,196,857
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$....4,922,400 earned but unbilled premiums).....	4,922,400	0	4,922,400	0
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	20,284,283	0	20,284,283	15,074,189
16.2 Funds held by or deposited with reinsured companies.....	147,317,211	0	147,317,211	133,898,023
16.3 Other amounts receivable under reinsurance contracts.....	0	0	0	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	0
18.2 Net deferred tax asset.....	12,686,544	3,967,586	8,718,958	8,256,841
19. Guaranty funds receivable or on deposit.....	0	0	0	0
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.....	13,744,142	0	13,744,142	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	511,738,583	7,193,685	504,544,898	501,272,911
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0	0
28. TOTALS (Lines 26 and 27).....	511,738,583	7,193,685	504,544,898	501,272,911

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. Claims deposit.....	329,078	0	329,078	0
2502. Claims receivable.....	13,415,064	0	13,415,064	0
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).....	13,744,142	0	13,744,142	0

JAMES RIVER INSURANCE COMPANY
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8).....	73,642,627	67,537,071
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....	10,878,414	8,616,960
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....	48,239,432	44,321,030
4. Commissions payable, contingent commissions and other similar charges.....	637,098	246,766
5. Other expenses (excluding taxes, licenses and fees).....	0	0
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	0	0
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....	2,117,204	1,124,500
7.2 Net deferred tax liability.....	0	0
8. Borrowed money \$.....0 and interest thereon \$.....0.....	0	0
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....112,967,791 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act).....	25,431,965	22,030,392
10. Advance premium.....	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders.....	0	0
11.2 Policyholders.....	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions).....	31,219,388	30,089,868
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19).....	170,675,674	155,098,125
14. Amounts withheld or retained by company for account of others.....	0	0
15. Remittances and items not allocated.....	0	0
16. Provision for reinsurance (including \$.....0 certified) (Schedule F, Part 8).....	1,637,000	8,000
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.....	4,275,204	2,757,748
20. Derivatives.....	0	0
21. Payable for securities.....	0	595,610
22. Payable for securities lending.....	0	0
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.....	16,086,019	8,510,403
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	384,840,025	340,936,472
27. Protected cell liabilities.....	0	0
28. Total liabilities (Lines 26 and 27).....	384,840,025	340,936,472
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....	3,547,500	3,547,500
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.....	113,265,276	134,601,871
35. Unassigned funds (surplus).....	2,892,097	22,187,068
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....	0	0
36.2 .....0.000 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).....	119,704,873	160,336,439
38. TOTALS (Page 2, Line 28, Col. 3).....	504,544,898	501,272,911

DETAILS OF WRITE-INS

2501. Deferred service fees.....	1,642,019	1,240,637
2502. Deferred ceding commission.....	8,859,728	6,907,080
2503. Claims deposit.....	5,000,000	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	584,272	362,686
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	16,086,019	8,510,403
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

JAMES RIVER INSURANCE COMPANY
STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4).....	63,750,105	50,699,704
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7).....	21,615,285	12,918,248
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	19,957,509	15,684,960
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	18,202,178	17,847,696
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	59,774,971	46,450,904
7. Net income of protected cells.....	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	3,975,134	4,248,799
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	13,997,899	13,806,692
10. Net realized capital gains (losses) less capital gains tax of \$....482,394 (Exhibit of Capital Gains (Losses)).....	(887,116)	(3,970,554)
11. Net investment gain (loss) (Lines 9 + 10).....	13,110,783	9,836,138
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$....152,466).....	(152,466)	(305,785)
13. Finance and service charges not included in premiums.....	0	0
14. Aggregate write-ins for miscellaneous income.....	2,233,304	822,964
15. Total other income (Lines 12 through 14).....	2,080,838	517,179
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	19,166,755	14,602,116
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).....	19,166,755	14,602,116
19. Federal and foreign income taxes incurred.....	5,116,091	4,223,887
20. Net income (Line 18 minus Line 19) (to Line 22).....	14,050,664	10,378,229
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	160,336,439	160,627,827
22. Net income (from Line 20).....	14,050,664	10,378,229
23. Net transfers (to) from Protected Cell accounts.....	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$....(1,755,392).....	(2,754,273)	767,551
25. Change in net unrealized foreign exchange capital gain (loss).....	0	0
26. Change in net deferred income tax.....	532,732	886,680
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3).....	(2,831,689)	(3,776)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....	(1,629,000)	1,253,000
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.....	(21,336,595)	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.....	(48,000,000)	(15,000,000)
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.....	21,336,595	1,426,928
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	(40,631,566)	(291,388)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	119,704,873	160,336,439

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. Service fee income.....	2,245,062	882,404
1402. Miscellaneous.....	(11,758)	(59,440)
1403.....	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	2,233,304	822,964
3701. Reclass of surplus related to dividend payment.....	21,336,595	0
3702. Correction of an error in federal income taxes.....	0	1,426,928
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).....	21,336,595	1,426,928

JAMES RIVER INSURANCE COMPANY

CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	61,878,739	54,401,800
2. Net investment income.....	13,449,972	13,092,998
3. Miscellaneous income.....	2,080,838	517,179
4. Total (Lines 1 through 3).....	77,409,549	68,011,977
5. Benefit and loss related payments.....	31,877,556	21,817,004
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	33,850,952	30,482,417
8. Dividends paid to policyholders.....	0	0
9. Federal and foreign income taxes paid (recovered) net of \$....(482,394) tax on capital gains (losses).....	4,605,781	4,019,034
10. Total (Lines 5 through 9).....	70,334,289	56,318,455
11. Net cash from operations (Line 4 minus Line 10).....	7,075,260	11,693,522
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	122,939,766	118,120,449
12.2 Stocks.....	10,540,843	5,166,173
12.3 Mortgage loans.....	0	0
12.4 Real estate.....	0	0
12.5 Other invested assets.....	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	3,563	6
12.7 Miscellaneous proceeds.....	0	595,464
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	133,484,172	123,882,092
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	66,230,834	138,696,122
13.2 Stocks.....	12,477,043	7,057,264
13.3 Mortgage loans.....	0	0
13.4 Real estate.....	0	0
13.5 Other invested assets.....	22,807,093	0
13.6 Miscellaneous applications.....	1,230,738	68,726
13.7 Total investments acquired (Lines 13.1 to 13.6).....	102,745,708	145,822,112
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).....	30,738,464	(21,940,020)
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.....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0
16.5 Dividends to stockholders.....	48,000,000	15,000,000
16.6 Other cash provided (applied).....	10,926,479	13,584,598
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(37,073,521)	(1,415,402)
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).....	740,203	(11,661,900)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	13,882,580	25,544,481
19.2 End of year (Line 18 plus Line 19.1).....	14,622,783	13,882,580

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

20.0001	0	0
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JAMES RIVER 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.....	78,492	48,754	47,465	79,782
2. Allied lines.....	517,822	412,483	326,000	604,304
3. Farmowners multiple peril.....	0	0	0	0
4. Homeowners multiple peril.....	0	0	0	0
5. Commercial multiple peril.....	35,911	76,423	33,181	79,153
6. Mortgage guaranty.....	0	0	0	0
8. Ocean marine.....	0	0	0	0
9. Inland marine.....	23,452	21,918	24,504	20,866
10. Financial guaranty.....	0	0	0	0
11.1 Medical professional liability - occurrence.....	103,250	52,531	43,459	112,322
11.2 Medical professional liability - claims-made.....	1,929,761	651,346	768,392	1,812,715
12. Earthquake.....	103,626	97,753	69,071	132,308
13. Group accident and health.....	0	0	0	0
14. Credit accident and health (group and individual).....	0	0	0	0
15. Other accident and health.....	0	0	0	0
16. Workers' compensation.....	8,525,846	2,706,641	2,660,459	8,572,028
17.1 Other liability - occurrence.....	24,853,269	9,570,362	10,771,028	23,652,603
17.2 Other liability - claims-made.....	4,440,819	1,838,382	1,842,306	4,436,895
17.3 Excess workers' compensation.....	0	0	0	0
18.1 Products liability - occurrence.....	9,969,767	4,513,967	4,672,222	9,811,512
18.2 Products liability - claims-made.....	2,019,346	1,143,833	1,079,967	2,083,211
19.1, 19.2 Private passenger auto liability.....	13,277	0	0	13,277
19.3, 19.4 Commercial auto liability.....	14,485,057	830,409	3,042,780	12,272,686
21. Auto physical damage.....	51,979	65,573	50,962	66,590
22. Aircraft (all perils).....	0	0	0	0
23. Fidelity.....	(1)	16	.5	10
24. Surety.....	0	0	0	0
26. Burglary and theft.....	.5	.1	.4	.2
27. Boiler and machinery.....	0	0	159	(159)
28. Credit.....	0	0	0	0
29. International.....	0	0	0	0
30. Warranty.....	0	0	0	0
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.....	0	0	0	0
35. TOTALS.....	67,151,678	22,030,392	25,431,965	63,750,105

DETAILS OF WRITE-INS

3401.	0	0	0	0
3402.	0	0	0	0
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).....	0	0	0	0

JAMES RIVER 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.....	.47,465	0	0	0	.47,465
2. Allied lines.....	326,000	0	0	0	326,000
3. Farmowners multiple peril.....	0	0	0	0	0
4. Homeowners multiple peril.....	0	0	0	0	0
5. Commercial multiple peril.....	.33,181	0	0	0	.33,181
6. Mortgage guaranty.....	0	0	0	0	0
8. Ocean marine.....	0	0	0	0	0
9. Inland marine.....	.24,504	0	0	0	.24,504
10. Financial guaranty.....	0	0	0	0	0
11.1 Medical professional liability - occurrence.....	.43,459	0	0	0	.43,459
11.2 Medical professional liability - claims-made.....	768,392	0	0	0	768,392
12. Earthquake.....	.69,071	0	0	0	.69,071
13. Group accident and health.....	0	0	0	0	0
14. Credit accident and health (group and individual).....	0	0	0	0	0
15. Other accident and health.....	0	0	0	0	0
16. Workers' compensation.....	2,660,459	0	0	0	2,660,459
17.1 Other liability - occurrence.....	10,771,028	0	0	0	10,771,028
17.2 Other liability - claims-made.....	1,842,306	0	0	0	1,842,306
17.3 Excess workers' compensation.....	0	0	0	0	0
18.1 Products liability - occurrence.....	4,672,222	0	0	0	4,672,222
18.2 Products liability - claims-made.....	1,079,967	0	0	0	1,079,967
19.1, 19.2 Private passenger auto liability.....	0	0	0	0	0
19.3, 19.4 Commercial auto liability.....	3,042,780	0	0	0	3,042,780
21. Auto physical damage.....	.50,962	0	0	0	.50,962
22. Aircraft (all perils).....	0	0	0	0	0
23. Fidelity.....	.5	0	0	0	.5
24. Surety.....	0	0	0	0	0
26. Burglary and theft.....	.4	0	0	0	.4
27. Boiler and machinery.....	.159	0	0	0	.159
28. Credit.....	0	0	0	0	0
29. International.....	0	0	0	0	0
30. Warranty.....	0	0	0	0	0
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	0	0	0	0
35. TOTALS.....	25,431,965	0	0	0	25,431,965
36. Accrued retrospective premiums based on experience.....					0
37. Earned but unbilled premiums.....					0
38. Balance (sum of Lines 35 through 37).....					25,431,965

DETAILS OF WRITE-INS

3401.	0	0	0	0	0
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	0	0	0	0

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

JAMES RIVER 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.....	1,582,152	78,492	0	345,827	1,236,325	78,492
2. Allied lines.....	9,106,062	517,822	3,968	2,300,471	6,809,559	517,822
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	35,911	0	0	0	35,911
6. Mortgage guaranty.....	0	0	0	0	0	0
8. Ocean marine.....	0	0	0	0	0	0
9. Inland marine.....	257,196	23,452	0	55,117	202,079	23,452
10. Financial guaranty.....	0	0	0	0	0	0
11.1 Medical professional liability - occurrence.....	148,139	103,250	0	142,416	5,723	103,250
11.2 Medical professional liability - claims-made.....	8,579,290	1,929,761	0	8,452,848	126,442	1,929,761
12. Earthquake.....	1,454,068	103,626	0	460,221	993,847	103,626
13. Group accident and health.....	0	0	0	0	0	0
14. Credit accident and health (group and individual).....	0	0	0	0	0	0
15. Other accident and health.....	0	0	0	0	0	0
16. Workers' compensation.....	0	8,525,846	0	0	0	8,525,846
17.1 Other liability - occurrence.....	135,377,044	24,853,269	0	108,846,646	26,530,398	24,853,269
17.2 Other liability - claims-made.....	21,863,181	4,440,819	0	19,555,458	2,307,723	4,440,819
17.3 Excess workers' compensation.....	0	0	0	0	0	0
18.1 Products liability - occurrence.....	44,096,463	9,969,767	0	44,004,404	92,059	9,969,767
18.2 Products liability - claims-made.....	9,073,483	2,019,346	0	8,899,156	174,327	2,019,346
19.1, 19.2 Private passenger auto liability.....	0	13,277	0	0	0	13,277
19.3, 19.4 Commercial auto liability.....	73,303,666	14,485,057	0	57,251,911	16,051,755	14,485,057
21. Auto physical damage.....	0	51,979	0	0	0	51,979
22. Aircraft (all perils).....	0	0	0	0	0	0
23. Fidelity.....	0	(1)	0	0	0	(1)
24. Surety.....	0	0	0	0	0	0
26. Burglary and theft.....	0	5	0	0	0	5
27. Boiler and machinery.....	0	0	0	0	0	0
28. Credit.....	0	0	0	0	0	0
29. International.....	0	0	0	0	0	0
30. Warranty.....	0	0	0	0	0	0
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.....	0	0	0	0	0	0
35. TOTALS.....	304,840,744	67,151,678	3,968	250,314,476	54,530,237	67,151,678

DETAILS OF WRITE-INS

3401.	0	0	0	0	0	0
3402.	0	0	0	0	0	0
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).	0	0	0	0	0	0

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

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	.0	.0	.0	146,608	375,280	(228,673)	(286.6)
2. Allied lines.....	573,538	.89,543	.595,690	.67,391	102,684	.55,932	114,143	18.9
3. Farmowners multiple peril.....	.0	.0	.0	.0	.0	.0	.0	.0
4. Homeowners multiple peril.....	.0	.0	.0	.0	.0	.0	.0	.0
5. Commercial multiple peril.....	.0	19,031	.0	19,031	.49,788	.19,756	.49,063	62.0
6. Mortgage guaranty.....	.0	.0	.0	.0	.0	.0	.0	.0
8. Ocean marine.....	.0	.0	.0	.0	.0	.0	.0	.0
9. Inland marine.....	.0	.0	.0	.0	6,740	5,010	1,730	.83
10. Financial guaranty.....	.0	.0	.0	.0	.0	.0	.0	.0
11.1 Medical professional liability - occurrence.....	107,500	.24,188	107,500	.24,188	.157,686	.155,308	.26,565	23.7
11.2 Medical professional liability - claims-made.....	1,294,750	.509,419	1,294,750	.509,419	2,053,384	2,024,282	.538,521	29.7
12. Earthquake.....	.0	.0	.0	.0	.0	12,816	(12,816)	(9.7)
13. Group accident and health.....	.0	.0	.0	.0	.0	.0	.0	.0
14. Credit accident and health (group and individual).....	.0	.0	.0	.0	.0	.0	.0	.0
15. Other accident and health.....	.0	.0	.0	.0	.0	.0	.0	.0
16. Workers' compensation.....	.0	3,525,977	.0	3,525,977	.9,316,146	.9,100,504	3,741,619	43.6
17.1 Other liability - occurrence.....	38,406,554	.5,062,991	38,406,554	.5,062,991	34,247,636	31,507,537	7,803,090	33.0
17.2 Other liability - claims-made.....	9,149,299	2,301,397	9,149,299	2,301,397	4,420,552	.5,484,467	1,237,483	27.9
17.3 Excess workers' compensation.....	.0	.0	.0	.0	.0	.0	.0	.0
18.1 Products liability - occurrence.....	11,359,567	.2,294,648	11,359,567	.2,294,648	15,936,427	14,333,681	3,897,394	39.7
18.2 Products liability - claims-made.....	134,250	.30,206	134,250	.30,206	1,864,495	1,928,895	(34,194)	(1.6)
19.1, 19.2 Private passenger auto liability.....	.0	.0	.0	.0	.0	(960)	.960	.72
19.3, 19.4 Commercial auto liability.....	8,830,527	1,569,780	8,830,527	1,569,780	.5,319,590	.2,502,046	4,387,324	35.7
21. Auto physical damage.....	.0	.104,700	.0	.104,700	.20,553	.32,034	.93,219	140.0
22. Aircraft (all perils).....	.0	.0	.0	.0	.0	.0	.0	.0
23. Fidelity.....	.0	.0	.0	.0	.1	.3	(1)	(10.9)
24. Surety.....	.0	.0	.0	.0	.0	.0	.0	.0
26. Burglary and theft.....	.0	.0	.0	.0	.0	.0	.0	.0
27. Boiler and machinery.....	.0	.0	.0	.0	.337	.479	(142)	.89.1
28. Credit.....	.0	.0	.0	.0	.0	.0	.0	.0
29. International.....	.0	.0	.0	.0	.0	.0	.0	.0
30. Warranty.....	.0	.0	.0	.0	.0	.0	.0	.0
31. Reinsurance - nonproportional assumed property.....	XXX	.0	.0	.0	.0	.0	.0	.0
32. Reinsurance - nonproportional assumed liability.....	XXX	.0	.0	.0	.0	.0	.0	.0
33. Reinsurance - nonproportional assumed financial lines.....	XXX	.0	.0	.0	.0	.0	.0	.0
34. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0	.0	.0	.0
35. TOTALS.....	69,855,984	15,531,880	69,878,136	15,509,728	73,642,627	67,537,071	21,615,285	33.9

DETAILS OF WRITE-INS

3401.	.0	.0	.0	.0	.0	.0	.0	.0
3402.	.0	.0	.0	.0	.0	.0	.0	.0
3403.	.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).....	.0	.0	.0	.0	.0	.0	.0	.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.....	2,250,003	421,876	2,250,003	421,876	(1,220,038)	(275,268)	(1,220,038)	146,608	(364,237)
2. Allied lines.....	200	127,321	112,111	15,410	580,720	87,273	580,720	102,684	76,477
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	32,843	0	32,843	0	16,944	0	49,788	2,397
6. Mortgage guaranty.....	0	0	0	0	0	0	0	0	0
8. Ocean marine.....	0	0	0	0	0	0	0	0	0
9. Inland marine.....	0	0	0	0	76,326	6,740	76,326	6,740	6,908
10. Financial guaranty.....	0	0	0	0	0	0	0	0	0
11.1 Medical professional liability - occurrence.....	110,000	24,806	110,000	24,806	238,569	132,879	238,569	157,686	122,853
11.2 Medical professional liability - claims-made.....	4,153,306	943,494	4,153,306	943,494	5,022,139	1,109,891	5,022,139	2,053,384	1,317,427
12. Earthquake.....	0	0	0	0	0	0	0	0	0
13. Group accident and health.....	0	0	0	0	0	0	0	(a).....0	0
14. Credit accident and health (group and individual).....	0	0	0	0	0	0	0	0	0
15. Other accident and health.....	0	0	0	0	0	0	0	(a).....0	0
16. Workers' compensation.....	0	4,742,554	0	4,742,554	0	4,573,591	0	9,316,146	3,177,274
17.1 Other liability - occurrence.....	35,976,676	8,420,684	35,976,678	8,420,683	156,526,078	25,826,953	156,526,078	34,247,636	22,941,717
17.2 Other liability - claims-made.....	4,569,000	1,185,502	4,569,000	1,185,502	16,402,286	3,235,050	16,402,286	4,420,552	3,240,115
17.3 Excess workers' compensation.....	0	0	0	0	0	0	0	0	0
18.1 Products liability - occurrence.....	11,878,503	3,234,214	11,878,503	3,234,214	51,661,666	12,702,213	51,661,666	15,936,427	13,276,159
18.2 Products liability - claims-made.....	1,379,524	366,643	1,379,524	366,643	6,847,321	1,497,853	6,847,321	1,864,495	1,775,517
19.1, 19.2 Private passenger auto liability.....	0	0	0	0	0	0	0	0	168
19.3, 19.4 Commercial auto liability.....	15,461,261	2,148,007	15,461,261	2,148,007	14,137,450	3,171,583	14,137,450	5,319,590	2,664,828
21. Auto physical damage.....	0	5,383	0	5,383	0	15,170	0	20,553	1,793
22. Aircraft (all perils).....	0	0	0	0	0	0	0	0	0
23. Fidelity.....	0	0	0	0	0	1	0	1	0
24. Surety.....	0	0	0	0	0	0	0	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	37
28. Credit.....	0	0	0	0	0	0	0	0	0
29. International.....	0	0	0	0	0	0	0	0	0
30. Warranty.....	0	0	0	0	0	0	0	0	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.....	0	0	0	0	0	0	0	0	0
35. TOTALS.....	75,778,472	21,653,328	75,890,384	21,541,416	250,272,517	52,101,211	250,272,516	73,642,627	48,239,432

DETAILS OF WRITE-INS

3401.	0	0	0	0	0	0	0	0	0
3402.	0	0	0	0	0	0	0	0	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	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0	0	0	0

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

JAMES RIVER 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.....	35,219,639	.0	.0	35,219,639
1.2 Reinsurance assumed.....	19,846	.0	.0	19,846
1.3 Reinsurance ceded.....	23,707,548	.0	.0	23,707,548
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	11,531,937	.0	.0	11,531,937
2. Commission and brokerage:				
2.1 Direct, excluding contingent.....	.0	47,827,165	.0	47,827,165
2.2 Reinsurance assumed, excluding contingent.....	.0	948,764	.0	948,764
2.3 Reinsurance ceded, excluding contingent.....	.0	60,724,028	.0	60,724,028
2.4 Contingent - direct.....	.0	1,019,626	.0	1,019,626
2.5 Contingent - reinsurance assumed.....	.0	(12,571)	.0	(12,571)
2.6 Contingent - reinsurance ceded.....	.0	52,250	.0	52,250
2.7 Policy and membership fees.....	.0	48,045	.0	48,045
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7).....	.0	(10,945,248)	.0	(10,945,248)
3. Allowances to manager and agents.....	.0	50,244	.0	50,244
4. Advertising.....	.0	63,768	.0	63,768
5. Boards, bureaus and associations.....	145,932	985,947	3,012	1,134,891
6. Surveys and underwriting reports.....	.0	(1,537,045)	.0	(1,537,045)
7. Audit of assureds' records.....	.0	427,539	.0	427,539
8. Salary and related items:				
8.1 Salaries.....	6,020,868	17,591,378	107,728	23,719,974
8.2 Payroll taxes.....	412,200	1,182,487	7,296	1,601,984
9. Employee relations and welfare.....	893,018	2,537,542	15,384	3,445,944
10. Insurance.....	90,608	253,836	1,582	346,026
11. Directors' fees.....	-	-	.0	.0
12. Travel and travel items.....	206,776	690,552	3,888	901,217
13. Rent and rent items.....	477,502	1,316,009	8,870	1,802,382
14. Equipment.....	183,398	490,423	3,640	677,461
15. Cost or depreciation of EDP equipment and software.....	106,442	873,649	1,828	981,918
16. Printing and stationery.....	149,183	295,795	2,121	447,099
17. Postage, telephone and telegraph, exchange and express.....	109,232	358,561	2,040	469,832
18. Legal and auditing.....	20,079	124,656	1,148,776	1,293,512
19. Totals (Lines 3 to 18).....	8,815,238	25,705,341	1,306,165	35,826,744
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$....83,546.....	0	1,875,729	.0	1,875,729
20.2 Insurance department licenses and fees.....	.0	459,141	.0	459,141
20.3 Gross guaranty association assessments.....	.0	126,946	.0	126,946
20.4 All other (excluding federal and foreign income and real estate).....	.0	114,983	.0	114,983
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	.0	2,576,798	.0	2,576,798
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.....	(389,666)	865,287	24,431	500,052
25. Total expenses incurred.....	19,957,509	18,202,178	1,330,596	(a).....39,490,283
26. Less unpaid expenses - current year.....	48,239,433	.0	.0	48,239,433
27. Add unpaid expenses - prior year.....	44,321,030	246,766	.0	44,567,796
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).....	16,039,106	18,448,944	1,330,596	35,818,646

DETAILS OF WRITE-INS

2401. Outside consulting.....	.83,038	.852,647	.32,278	.967,962
2402. Claim search fees.....	(492,643)	.0	.0	(492,643)
2403. Shared reimbursements.....	(6,000)	(106,997)	(7,899)	(121,896)
2498. Summary of remaining write-ins for Line 24 from overflow page.....	.25,939	.120,638	.52	.146,629
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	(389,666)	865,287	24,431	500,052

(a) Includes management fees of \$....36,505,219 to affiliates and \$.....0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. government bonds.....	(a).....66,549	.....66,870
1.1 Bonds exempt from U.S. tax.....	(a).....2,879,914	.....2,652,931
1.2 Other bonds (unaffiliated).....	(a).....8,510,727	.....8,346,607
1.3 Bonds of affiliates.....	(a).....0	.....0
2.1 Preferred stocks (unaffiliated).....	(b).....3,075,030	.....2,966,198
2.11 Preferred stocks of affiliates.....	(b).....0	.....0
2.2 Common stocks (unaffiliated).....	.....639,054	.....639,054
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).....8,974	.....8,918
7. Derivative instruments.....	(f).....0	.....0
8. Other invested assets.....	.....0	.....647,917
9. Aggregate write-ins for investment income.....	.....0	.....0
10. Total gross investment income.....	.....15,180,248	.....15,328,495
11. Investment expenses.....	(g).....1,330,596	
12. Investment taxes, licenses and fees, excluding federal income taxes.....	(g).....0	
13. Interest expense.....	(h).....0	
14. Depreciation on real estate and other invested assets.....	(i).....0	
15. Aggregate write-ins for deductions from investment income.....	.....0	
16. Total deductions (Lines 11 through 15).....	.....1,330,596	
17. Net investment income (Line 10 minus Line 16).....	.....13,997,899	

DETAILS OF WRITE-INS

0901.....	.....0	.....0
0902.....	.....0	.....0
0903.....	.....0	.....0
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).....	.....0	.....0
1501.....	.....0	
1502.....	.....0	
1503.....	.....0	
1598. Summary of remaining write-ins for Line 15 from overflow page.....	.....0	.....0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....	.....0	.....0

(a) Includes \$....759,253 accrual of discount less \$....359,574 amortization of premium and less \$....134,971 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 \$....2,331 accrual of discount less \$....1,700 amortization of premium and less \$....673 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.....	.....1,420	.....0	.....1,420	.....0	.....0
1.1 Bonds exempt from U.S. tax.....	.....543,672	.....(660,227)	.....(116,555)	.....175,777	.....0
1.2 Other bonds (unaffiliated).....	.....282,228	.....(1,122,765)	.....(840,537)	.....(4,064,610)	.....0
1.3 Bonds of affiliates.....	.....0	.....0	.....0	.....0	.....0
2.1 Preferred stocks (unaffiliated).....	.....547,386	.....0	.....547,386	.....(87,025)	.....0
2.11 Preferred stocks of affiliates.....	.....0	.....0	.....0	.....0	.....0
2.2 Common stocks (unaffiliated).....	.....0	.....0	.....0	.....(81,633)	.....0
2.21 Common stocks of affiliates.....	.....0	.....0	.....0	.....505,740	.....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.....	.....3,563	.....0	.....3,563	.....0	.....0
7. Derivative instruments.....	.....0	.....0	.....0	.....0	.....0
8. Other invested assets.....	.....0	.....0	.....0	.....(957,914)	.....0
9. Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0	.....0
10. Total capital gains (losses).....	.....1,378,269	.....(1,782,992)	.....(404,723)	.....(4,509,665)	.....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

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.....	3,226,099	2,220,417	.....(1,005,682)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	0	0	0
15.3 Accrued retrospective premiums and contracts subject to redetermination.....	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.....	3,967,586	2,141,579	.....(1,826,007)
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).....	7,193,685	4,361,996	.....(2,831,689)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. TOTALS (Lines 26 and 27).....	7,193,685	4,361,996	.....(2,831,689)

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. Advance to affiliate.....	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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONCERN****A. Accounting Practices**

The financial statements of James River Insurance Company ("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 operations of an insurance company, for purposes of determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' ("NAIC") *Accounting Practices and Procedures Manual* has been adopted as a component of prescribed or permitted practices by the state of Ohio.

The accompanying financial statements contain no differences as a result of practices prescribed or permitted by Ohio that differ from the NAIC's *Accounting Practices and Procedures Manual* as noted in the table below.

	State of Domicile	2015	2014
NET INCOME			
(1) JAMES RIVER INSURANCE COMPANY state basis (Page 4, Line 20, Columns 1 & 2)	OH	\$ 14,050,664	\$ 10,378,229
(2) State Prescribed Practices that increase/decrease NAIC SAP		0	0
(3) State Permitted Practices that increase/decrease NAIC SAP		0	0
(4) NAIC SAP (1 – 2 – 3 = 4)	OH	\$ 14,050,664	\$ 10,378,229
SURPLUS			
(5) JAMES RIVER INSURANCE COMPANY state basis (Page 3, line 37, Columns 1 & 2)	OH	\$ 119,704,873	\$ 160,336,439
(6) State Prescribed Practices that increase/decrease NAIC SAP		0	0
(7) State Permitted Practices that increase/decrease NAIC SAP		0	0
(8) NAIC SAP (5 – 6 – 7 = 8)	OH	\$ 119,704,873	\$ 160,336,439

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions 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 policies. Unearned premiums are established to cover the unexpired portion of premiums written. Such reserves are determined on a daily pro rata basis. 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 stated at amortized cost.
- (2) Investment grade non-loan-backed bonds are stated at amortized cost using the interest method. Non-investment grade non-loan-backed bonds are stated at the lower of amortized cost or fair value.
- (3) Unaffiliated common stocks are stated at fair value.
- (4) Perpetual preferred stocks are stated at fair value except for non-investment grade perpetual preferred which is stated at the lower of cost or fair value. Mandatorily redeemable preferred stocks are stated at amortized cost.
- (5) The Company has no mortgage loans.
- (6) Loan-backed securities are stated at either amortized cost, using the interest method or the lower of amortized cost or fair value. The retrospective adjustment method is used to value all securities except for interest only securities or securities where the yield has become negative which are valued using the prospective method.
- (7) Affiliated common stock is stated at the statutory value of the insurance subsidiary.
- (8) The Company has no investments in joint ventures, partnerships, or limited liability companies.
- (9) The Company has no investments in derivatives.
- (10) The Company does not consider investment income as a factor in determining premium deficiency reserves.
- (11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on industry 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) The Company does not write major medical insurance with prescription drug coverage.

NOTES TO FINANCIAL STATEMENTS**D. Going Concern**

The Company is considered to be able to pay its debts when they are due and continue in operation without the intention or necessity to liquidate or wind up operations for at least the next 12 months.

NOTE 2 – ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

Not applicable

NOTE 3 – BUSINESS COMBINATIONS AND GOODWILL

Not applicable

NOTE 4 – DISCONTINUED OPERATIONS

Not applicable 0

NOTE 5 – INVESTMENTS

A. Mortgage Loans, including Mezzanine Real Estate Loans - None

B. Debt Restructuring - None

C. Reverse Mortgages - None

D. Loan-Backed Securities

(1) Prepayment assumptions for mortgage-backed securities, collateralized mortgage obligations and other structured securities were generated using a purchased prepayment model. The prepayment model uses a number of factors to estimate prepayment activity including the time of year (seasonality), current levels of interest rates (refinancing incentive), economic activity (including housing turnover) and term and age of the underlying collateral (burnout, seasoning). On an ongoing basis, the rate of prepayment is monitored and the model is calibrated to reflect actual experience, market factors and viewpoint.

(2-3) At December 31, 2015 the Company held no securities with a recognized other-than-temporary impairment.

(4) All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

a.	The aggregate amount of unrealized losses:	1.	Less than 12 Months	\$ 27,880
		2.	12 Months or Longer	\$ 8,108
b.	The aggregate related fair value of securities with unrealized losses:	1.	Less than 12 Months	\$ 4,147,095
		2.	12 Months or Longer	\$ 1,975,687

(5) Impairments are based on periodic analytical reviews. Analysis relies on actual collateral performance measurements including, but not limited to prepayment rates, default rates, delinquencies, and loss severity sourced through third party data providers.

E. Repurchase Agreements and/or Securities Lending Transactions

(1) The Company invests in repurchase agreements with term limits of no more than 30 days. The Company's investment policy requires that the collateral securing the repurchase agreement have a market value of no less than 102% of the repurchase amount. Repurchase agreements are classified as cash equivalents.

(2-7) Not applicable as the Company has no open repurchase agreements or securities lending transactions as of year-end.

F. Real Estate - None

G. Investments in Low-Income Housing Trade Credits (LIHTC) - None

H. Other Disclosures and Unusual Items

(1) Restricted Assets (Including Pledged)

	Gross Restricted						8	Percentage		Admitted Restricted to Total Admitted Assets
	Current Period					6		9	10	
	1	2	3	4	5	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Period Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Total General Account (G/A)		G/A Supporting Protected Cell Restricted Assets (a)	Total Protected Cell Restricted Assets	Protected Cell Assets Supporting G/A Activity (b)	Total (1 plus 3)					
j. On deposit with state	5,937,776	0	0	0	5,937,776	5,932,598	5,178	5,937,776	0.000	0.000
o. Total Restricted Assets	\$ 5,937,776	\$ 0	\$ 0	\$ 0	\$ 5,937,776	\$ 5,932,598	\$ 5,178	\$ 5,937,776	0.000	0.000

I. Working Capital Finance Investments - None

J. Offsetting and Netting of Assets and Liabilities - None

NOTES TO FINANCIAL STATEMENTS

K. Structured Notes

CUSIP Identification	Actual Cost	Fair Value	Book/Adjusted Carrying Value	Mortgage-Referenced Security (YES/NO)
46625H HA 1	7,262,500	7,126,000	7,106,325	NO
59156R BP 2	2,521,875	2,543,750	2,521,537	NO
XXX	9,784,375	9,669,750	9,627,862	XXX

NOTE 6 – JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

Not applicable

NOTE 7 – INVESTMENT INCOME

A. All investment income due and accrued with amounts over 90 days past due is recognized as non-admitted and excluded from surplus.

B. The Company has no investment income due and accrued exceeding 90 days past due.

NOTE 8 – DERIVATIVE INSTRUMENTS

Not applicable

NOTE 9 – INCOME TAXES

A. Deferred Tax Assets/ Liabilities

1. Components of Net Deferred Tax Asset /Liability

	2015			2014			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
Gross deferred tax assets	\$ 9,900,227	\$ 3,584,358	\$ 13,484,585	\$ 8,914,417	\$ 2,351,874	\$ 11,266,291	\$ 985,810	\$ 1,232,484	\$ 2,218,294
Deferred tax assets nonadmitted	1,004,660	2,962,926	3,967,586	1,122,480	1,019,100	2,141,580	(117,820)	1,943,826	1,826,006
Subtotal net admitted deferred tax asset	8,895,567	621,432	9,516,999	7,791,937	1,332,774	9,124,711	1,103,630	(711,342)	392,288
Deferred tax liabilities	176,609	621,432	798,041	187,409	680,462	867,871	(10,800)	(59,030)	(69,830)
Net admitted deferred tax assets/(net deferred tax liability)	\$ 8,718,958	\$ 0	\$ 8,718,958	\$ 7,604,528	\$ 652,312	\$ 8,256,840	\$ 1,114,430	\$ (652,312)	\$ 462,118

2. Admission Calculation Components

	2015			2014			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Para 11.a.	\$ 5,195,593	\$ 0	\$ 5,195,593	\$ 6,367,508	\$ 652,312	\$ 7,019,820	\$ (1,171,915)	\$ (652,312)	\$ (1,824,227)
b. Para 11.b. (the lesser of 11.b.i. and 11.b.ii.)	3,523,365	0	3,523,365	1,237,020	0	1,237,020	2,286,345	0	2,286,345
11.b.i.	4,321,406	0	4,321,406	1,237,020	0	1,237,020	3,084,386	0	3,084,386
11.b.ii.			110,985,915			151,604,721			(40,618,806)
c. Para 11.c.	176,609	621,432	798,041	187,409	680,462	867,871	(10,800)	(59,030)	(69,830)
d. Total (2(a)+2(b)+2(c))	\$ 8,895,567	\$ 621,432	\$ 9,516,999	\$ 7,791,937	\$ 1,332,774	\$ 9,124,711	\$ 1,103,630	\$ (711,342)	\$ 392,288

3. Other Admissibility Criteria

		2015	2014
a.	Ratio percentage used to determine recovery period and threshold limitation amount	391.000%	574.000%
b.	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 110,985,915	\$ 151,604,721

4. There was no impact of tax planning strategies.

B. The Company has no deferred tax liabilities not recognized.

NOTES TO FINANCIAL STATEMENTS

C. Current and Deferred Income Taxes

1. Current Income Tax

	1 2015	2 2014	3 (Col 1-2) Change
a. Federal	\$ 5,116,091	\$ 4,223,887	\$ 892,204
b. Foreign	0	0	0
c. Subtotal	\$ 5,116,091	\$ 4,223,887	\$ 892,204
d. Federal income tax on net capital gains	482,394	132,753	349,641
e. Other	0	0	0
f. Federal and Foreign income taxes incurred	\$ 5,598,485	\$ 4,356,640	\$ 1,241,845

2. Deferred Tax Assets

	1 2015	2 2014	3 (Col 1-2) Change
Ordinary:			
Discounting of unpaid losses	\$ 3,645,893	\$ 3,835,987	\$ (190,094)
Unearned premium reserve	1,780,238	1,542,127	238,111
Receivables - nonadmitted	1,129,134	777,146	351,988
Other	3,344,962	2,759,157	585,805
Subtotal	\$ 9,900,227	\$ 8,914,417	\$ 985,810
Statutory valuation allowance adjustment	0	0	0
Nonadmitted	1,004,660	1,122,480	(117,820)
Admitted ordinary deferred tax assets	\$ 8,895,567	\$ 7,791,937	\$ 1,103,630
Capital:			
Investments	\$ 3,584,358	\$ 2,351,874	\$ 1,232,484
Other	0	0	0
Subtotal	\$ 3,584,358	\$ 2,351,874	\$ 1,232,484
Statutory valuation allowance adjustment	0	0	0
Nonadmitted	2,962,926	1,019,100	1,943,826
Admitted capital deferred tax assets	621,432	1,332,774	(711,342)
Admitted deferred tax assets	\$ 9,516,999	\$ 9,124,711	\$ 392,288

3. Deferred Tax Liabilities

	1 2015	2 2014	3 (Col 1-2) Change
Ordinary:			
Investments	\$ 176,609	\$ 187,409	\$ (10,800)
Other	0	0	0
Subtotal	\$ 176,609	\$ 187,409	\$ (10,800)
Capital:			
Investments	\$ 621,432	\$ 680,462	\$ (59,030)
Other	0	0	0
Subtotal	\$ 621,432	\$ 680,462	\$ (59,030)
Deferred tax liabilities	\$ 798,041	\$ 867,871	\$ (69,830)

4. Net Deferred Tax Assets	\$ 8,718,958	\$ 8,256,840	\$ 462,118
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D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

Among the more significant book to tax adjustments were the following:

	Amount	Effective Tax Rate (%)
Provision computed at statutory rate	\$ 6,877,202	35.0%
Tax exempt income deduction	(779,392)	(4.0)%
Dividends received deduction	(668,802)	(3.4)%
Other permanent differences	601,533	3.1%
Totals	\$ 6,030,541	30.7%
Federal and foreign income taxes incurred	6,080,879	30.9%
Realized capital gains (losses) tax	482,394	2.5%
Change in net deferred income taxes	(532,732)	(2.7)%
Total statutory income taxes	\$ 6,030,541	30.7%

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits

At December 31, 2015, the Company did not have any unused operating loss carryforwards available to offset against future taxable income.

NOTES TO FINANCIAL STATEMENTS

The following is income tax expense for 2015 and 2014 that is available for recoupment in the event of future net losses:

Year	Amount
2015	\$ 5,618,856
2014	\$ 4,794,266

The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

F. Consolidated Federal Income Tax Return

The Company's federal income tax return is consolidated with the following entities (see Schedule Y):

James River Group, Inc.
 James River Management Company, Inc.
 James River Insurance Company
 Falls Lake General Insurance Company
 Stonewood Insurance Company
 Falls Lake Insurance Management Company, Inc.
 Falls Lake National Insurance Company
 Potomac Risk Services, Inc.

2. A written agreement provides that federal income taxes will be allocated to the Company on approximately the same basis as though the Company were filing a separate return. Estimated tax payments are settled with the Company's parent at the time such estimates are payable to the Internal Revenue Service. Final settlement between the Company and its parent is made within thirty days of the filing of the tax return.

G. Federal or Foreign Federal Income Tax Loss Contingencies

The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

NOTE 10 – INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES AND OTHER RELATED PARTIES

A. Nature of Relationships

On June 30, 2003 James River Group, Inc. (EIN #05-0539572), an insurance group holding company, acquired Fidelity Excess and Surplus Insurance Company for \$28.9 million in cash, and subsequently changed the name of the Company to James River Insurance Company. 100% of the outstanding common stock of the Company is owned by James River Group, Inc. (James River Group). See Schedule Y, Part 1, Organizational Chart.

B. Detail of Transactions Greater than 1/2% of Admitted Assets - None

C. Change in Terms of Intercompany Arrangements

The Company changed its ceding commission rate with its affiliate, JRG Re Reinsurance Company, Ltd., from 28% to 28.5%.

D. Amounts Due to or from Related Parties

As a result of the intercompany pooling arrangement effective January 1, 2013, the Company owed Falls Lake National Insurance Company \$1,824,424 at December 31, 2015. See note 26 for details.

E. Guarantees or Undertakings for Related Parties - None

F. Management, Service Contracts and Cost Sharing Arrangements

James River Management Company, Inc., a wholly owned subsidiary of James River Group, provides accounting, administrative, underwriting and claims services, under contract with the Company. Fees are allocated to the Company on a basis approximating the cost of providing such services and totaled \$36,505,219 in 2015.

G. Nature of Relationships that Could Affect Operations

See Schedule Y, Part 1, Organizational Chart.

H. The Company owns no shares, either directly or indirectly, of an upstream intermediary or ultimate parent.

I. The Company has no investments in Subsidiary Controlled Affiliates greater than 10% of admitted assets.

J. Investments in Impaired Subsidiary, Controlled or Affiliated Companies during the statement period – Not applicable

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

L. The Company has no investments in downstream noninsurance holding companies.

NOTE 11 – DEBT

Not applicable

NOTES TO FINANCIAL STATEMENTS**NOTE 12 – RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS**

This section is not applicable as the Company has no employees, and consequently, no employee benefit plans. The cost of these items is charged to the Company as part of the management fee under the service agreement with James River Management Company, Inc.

NOTE 13 – CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

- (1) The Company has 1,650,000 shares of \$2.15 par value common stock authorized, issued and outstanding.
- (2) The Company has no preferred stock outstanding.
- (3) The maximum amount of dividends or distributions which may be paid to stockholders by property/casualty insurance companies domiciled in the State of Ohio without (i) prior approval or (ii) expiration of a 30-day waiting period without disapproval of the Director of Insurance is the greater of net income or 10% of policyholders' surplus as of the preceding December 31, but only to the extent of earned surplus as of the preceding December 31. Based on this calculation, the maximum amount of ordinary dividends or distributions which may be paid in 2016 is \$14,050,664.
- (4) The Company paid an extraordinary dividend of \$48,000,000 and an ordinary dividend of \$15,000,000 to James River Group on December 15, 2015 and 2014, respectively.
- (5) Within the limitations of (3) above, there are no specific 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 unassigned funds.
- (7) Mutual Surplus Advances - Not applicable
- (8) No stock of the Company or its affiliates is held by it for special purposes.
- (9) Changes in special surplus funds - Not applicable
- (10) The portion of unassigned funds (surplus) represented by cumulative net unrealized loss is \$2,255,408.

The Company paid a \$48 million extraordinary dividend on December 15, 2015. Gross paid in and contributed surplus was reduced by \$21,336,595 with the remaining dividend deducted from unassigned surplus.

- (11) The Company does not have any surplus debentures or similar obligations.
- (12) There were no restatements in quasi-reorganizations.
- (13) There were no quasi-reorganizations.

NOTE 14 – LIABILITIES, CONTINGENCIES AND ASSESSMENTS

A. Contingent Commitments - Not applicable

B. Assessments

The Company is subject to guaranty fund and other assessments by the state in which it is licensed to write business. Guaranty fund assessments should be accrued at the time of insolvencies. Other assessments should be accrued either at the time of assessment or in the case of premium based assessments, at the time the premiums were written, or in the case of loss based assessments, at the time the losses are incurred. At December 31, 2015, based on information available from the state in which the Company is licensed to write business, there were no material unpaid assessments and the Company has not accrued a liability for guaranty fund or other assessments.

C. Gain Contingencies - Not applicable

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits - Not applicable

E. Product Warranties - Not applicable

F. Joint and Several Liabilities - Not applicable

G. All Other Contingencies

The Company is not aware of any contingent liabilities that existed at December 31, 2015.

NOTE 15 – LEASES

Not applicable.

NOTE 16 – INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

Not applicable

NOTE 17 – SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

Not applicable

NOTE 18 – GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE PORTION OF PARTIALLY INSURED PLANS

Not applicable

NOTES TO FINANCIAL STATEMENTS**NOTE 19 – DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS**

Not applicable

NOTE 20 – FAIR VALUE MEASUREMENTS

A. Inputs Used for Assets and Liabilities Measured at Fair Value

(1) Fair Values for Items Measured and Reported at Fair Value by Levels 1, 2 and 3

For statutory accounting, certain investments are carried at fair value, while others may periodically be carried at fair value based on certain factors such as the NAIC's lower of cost or market rule or an impairment. Assets recorded at fair value are categorized based on an evaluation of the various inputs used to measure the fair value.

Three levels of inputs are used to measure fair value:

- (a) Level 1: Quoted prices in active markets for identical assets,
- (b) Level 2: Indirect observable inputs, including prices for similar assets and market corroborated inputs, and
- (c) Level 3: Unobservable inputs reflecting assumptions that market participants would use, including assumptions about risk.

Supporting documentation received from pricing vendors detailing the inputs, models and processes used in the vendor's evaluation process is used to determine the appropriate fair value hierarchy. Documentation from each pricing vendor is reviewed and monitored periodically to ensure they are consistent with pricing policy procedures. Market information obtained from brokers with respect to security valuations is also considered in the pricing hierarchy.

(1) Fair Value Measurements at reporting date

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Bonds - industrial & misc.	\$ 0	\$ 60,341,571	\$ 2,802,359	\$ 63,143,930
Perpetual preferred stock - industrial & misc.	0	36,500,265	0	36,500,265
Common stock - industrial & misc.	6,709,272	734,100	0	7,443,372
Total	\$ 6,709,272	\$ 97,575,936	\$ 2,802,359	\$ 107,087,567

The Company held no liabilities measured at fair value as of December 31, 2015. There were no transfers between Level 1 and Level 2 for assets held at December 31, 2015.

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

a. Assets	Beginning Balance at 1/1/2015	Transfers Into Level 3	Transfers Out of Level 3	Total Gains and (Losses) Included in Net Income	Total Gains and (Losses) Included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2015
Bonds - industrial & misc.	\$ 4,437,800	\$ 0	\$ (588,990)	\$ 184,667	\$ 0	\$ 0	\$ 0	\$ (1,231,118)	\$ 0	\$ 2,802,359
Total	\$ 4,437,800	\$ 0	\$ (588,990)	\$ 184,667	\$ 0	\$ 0	\$ 0	\$ (1,231,118)	\$ 0	\$ 2,802,359

(3) Policy on Transfers Into and Out of Level 3

Transfers in and out of Level 3 are recognized based on the beginning of the reporting period.

(4) Fair value measurements for fixed income and equity securities are based on values either published by the NAIC's Securities Valuation Office (SVO) or from an external pricing source. Under certain circumstances, if neither an SVO price nor vendor price is available, a price may be obtained from a broker. Short-term securities and cash equivalents are valued at amortized cost.

When published prices from the SVO are not available, the Company relies predominately on external pricing sources that have been evaluated and approved by the investment manager's pricing policy committee. Generally, external pricing service vendors use a pricing methodology involving the market approach, including pricing models, which use prices and relevant market information regarding a particular security or securities with similar characteristics to establish a valuation.

Investments for which external sources are not available or are determined by the investment manager not to be representative of fair value are recorded at fair value as determined by the investment manager. In determining the fair value of such investments, the investment manager considers one or more of the following factors: type of security held, convertibility or exchangeability of the security, redeemability of the security (including timing of such redemptions), application of industry accepted valuation models, recent trading activity, liquidity, estimates of liquidation value, purchase cost, and prices received for securities with similar terms of the same issuer or similar issuers. At December 31, 2015, there were no investments for which external sources were unavailable to determine fair value.

(5) Derivative Fair Values - Not applicable

B. Other Fair Value Disclosures - Not applicable

NOTES TO FINANCIAL STATEMENTS

C. The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries). The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20A.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$ 169,452,061	\$ 163,976,943	\$ 6,246,173	\$ 158,561,812	\$ 4,644,076	\$ 0
Preferred stock	47,280,025	46,584,585	0	47,280,025	0	0
Common stock	7,443,372	7,443,372	6,709,272	734,100	0	0
Cash equivalents and short-term investments	21,330,817	21,330,817	10,605,920	10,724,897	0	0
Other invested assets	6,500,000	6,500,000	0	0	6,500,000	0

D. Not Practicable to Estimate Fair Value - None

NOTE 21 – OTHER ITEMS

A. Unusual or Infrequent Items - Not applicable

B. Troubled Debt Restructuring Debtors - Not applicable

C. Other Disclosures

Effective January 1, 2008 the Company entered into a reinsurance arrangement with JRG Reinsurance Company, Ltd., whereby the Company ceded 70% of premiums earned and 70% of losses and allocated loss adjustment expenses incurred.

The Company entered into an intercompany reinsurance pooling arrangement with its United States affiliated insurance carriers, effective January 1, 2013. See note 26 for details.

D. Business Interruption Insurance Recoveries - Not applicable

E. State Transferable and Non-Transferable Tax Credits - Not applicable

F. Subprime Mortgage Related Risk Exposure

- (1) The Company does not engage in direct subprime residential mortgage lending. The Company's exposure to subprime is limited to investments within the fixed income investment portfolio which contains securities collateralized by mortgages that have characteristics of subprime lending. Such characteristics include an interest rate above prime to borrowers who do not qualify for prime rate loans, borrowers with low credit ratings (FICO scores), unconventionally high initial loan-to-value ratios, and borrowers with less than conventional documentation of their income and/or net assets.
- (2) Direct Exposure Through Investments in Subprime Mortgage Loans - Not applicable
- (3) Direct Exposure Through Other Investments - Not applicable
- (4) Underwriting Exposure to Subprime Mortgage Risk Through Mortgage Guaranty or Financial Guaranty Insurance Coverage - Not applicable

G. Insurance Linked Securities - Not applicable

NOTE 22 – EVENTS SUBSEQUENT

There were no events subsequent to December 31, 2015 that had a material effect on the financial statements.

NOTE 23 – REINSURANCE

A. Unsecured Reinsurance Recoverables

At December 31, 2015, the Company had the following unsecured aggregate reinsurance recoverable for losses and loss adjustment expenses, paid and unpaid, including IBNR, and unearned premium that exceeded 3% of the Company's policyholders' surplus:

<u>Company</u>	<u>NAIC Company Code</u>	<u>Federal Employer or ISI Identification Number</u>	<u>Amount</u>
Berkley Insurance Company	32603	47-0574325	\$42,323,000
Swiss Reinsurance America Corporation	25364	13-1675535	31,070,000
QBE Reinsurance Corporation	10219	23-1641984	7,053,000
Lloyd's Syndicate Number 4472 – Liberty Mutual Ltd	00000	AA-1126006	4,701,000

B. Reinsurance Recoverable in Dispute

The Company does not have any reinsurance recoverables in dispute with any one reinsurer exceeding 5% of policyholders' surplus or any reinsurance recoverables in dispute which in the aggregate exceeds 10% of policyholders' surplus.

NOTES TO FINANCIAL STATEMENTS

C. Reinsurance Assumed and Ceded

(1) The Company's maximum amount of return commission due as a result of cancellation as of December 31, 2015, of all reinsurance agreements would be:

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ 25,431,965	\$ 6,893,605	\$ 94,972,324	\$ 24,975,564	\$ (69,540,359)	\$ (18,081,959)
b. All Other	0	0	17,995,467	5,078,228	(17,995,467)	(5,078,228)
c. Total	\$ 25,431,965	\$ 6,893,605	\$ 112,967,791	\$ 30,053,792	\$ (87,535,826)	\$ (23,160,187)
d. Direct Unearned Premium Reserves			\$ 112,967,791			

(2) Additional or return commission resulting from existing contractual arrangements are accrued as follows:

	Direct	Assumed	Ceded	Net
a. Contingent commission	\$ 636,934	\$ 00	\$ 00	\$ 636,934
b. Sliding scale adjustments	0	0	0	0
c. Other profit commission arrangements	0	(871)	(1,035)	164
d. Total	\$ 636,934	\$ (871)	\$ (1,035)	\$ 637,098

(3) Protected Cells - Not applicable

D. Uncollectible Reinsurance - Not applicable

E. Commutation of Ceded Reinsurance - Not applicable

F. Retroactive Reinsurance - Not applicable

G. Reinsurance Accounted for as a Deposit - Not applicable

H. Disclosures for the Transfer of Property and Casualty Run-off Agreements - Not applicable

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

NOTE 24 – RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDTERMINATION

Not applicable

NOTE 25 – CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

The following table provides an analysis of the change in loss and loss adjustment expense reserves net of reinsurance recoverables for the past two years (in thousands):

	2015	2014
Balance at beginning of period	\$111,858	\$108,013
Loss and loss adjustment expense incurred:		
Current accident year	51,139	42,448
Prior accident years	(9,566)	(13,845)
	41,573	28,603
Loss and loss adjustment expense payments made for:		
Current accident year	8,065	5,370
Prior accident years	23,484	19,388
	31,549	24,758
Balance at end of period	\$121,882	\$111,858

Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years, decreased by approximately \$9.6 million in 2015, resulting primarily from the commercial auto liability and products liability lines of business. This change is the result of an ongoing analysis of recent development trends and additional information regarding individual claims.

NOTE 26 – INTERCOMPANY POOLING ARRANGEMENTS

The Company entered into an intercompany reinsurance pooling arrangement ("the pooling") with its United States affiliated insurance carriers (see below), effective January 1, 2013. All lines of business are subject to the pooling net of any outside reinsurance carried by the participants. Since each company's outside reinsurance is administered and recorded before ceding to the pool, each company records its own separate Provision for Reinsurance. Net business includes business in force on January 1, 2013 and all business written on or subsequent to that date. The pooling provides for proportionate sharing of premiums earned, losses and loss adjustment expenses incurred, and underwriting expenses incurred.

NOTES TO FINANCIAL STATEMENTS

The participation percentages are as follows:

Falls Lake National Insurance Company (lead company)	NAIC #31925	13%
James River Insurance Company	NAIC #12203	75%
Stonewood Insurance Company	NAIC #11828	6%
James River Casualty Company	NAIC #13685	5%
Falls Lake General Insurance Company	NAIC #35211	1%

As a result of the pooling, the amount due to Falls Lake National Insurance Company is \$1,824,424 as of December 31, 2015.

NOTE 27 – STRUCTURED SETTLEMENTS

Not applicable

NOTE 28 – HEALTH CARE RECEIVABLES

Not applicable

NOTE 29 – PARTICIPATING POLICIES

Not applicable

NOTE 30 – PREMIUM DEFICIENCY RESERVES

1. Liability carried for premium deficiency reserve:	\$ 00
2. Date of most recent evaluation of this liability:	February 2, 2016
3. Was anticipated investment income utilized in the calculation?	NO

NOTE 31 – HIGH DEDUCTIBLES

Not applicable

NOTE 32 – DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES

The Company does not discount liabilities for unpaid losses or unpaid loss adjusting expenses.

NOTE 33 – ASBESTOS/ENVIRONMENTAL RESERVES

A. Five-Year Rollforward of Asbestos Reserves - Direct, Assumed and Net

The Company has exposure to asbestos claims through the assumption of worker's compensation insurance from the intercompany pooling arrangement.

(1) Direct - Not applicable

(2) Assumed Reinsurance

	2011	2012	2013	2014	2015
a. Beginning reserves (including Case, Bulk + IBNR Loss & LAE)	\$ 0	\$ 0	\$ 00	\$ 511,346	\$ 343,296
b. Incurred losses and loss adjustment expense	0	0	140,353	(87,950)	112,724
c. Calendar year payments for losses and loss adjustment expenses	0	0	(370,993)	80,100	286,133
d. Ending reserves (including Case, Bulk + IBNR Loss & LAE)	\$ 0	\$ 0	\$ 511,346	\$ 343,296	\$ 169,887

(3) Net of Ceded Reinsurance

	2011	2012	2013	2014	2015
a. Beginning reserves (including Case, Bulk + IBNR Loss & LAE)	\$ 0	\$ 0	\$ 00	\$ 511,346	\$ 343,296
b. Incurred losses and loss adjustment expense	0	0	140,353	(87,950)	112,724
c. Calendar year payments for losses and loss adjustment expenses	0	0	(370,993)	80,100	286,133
d. Ending reserves (including Case, Bulk + IBNR Loss & LAE)	\$ 0	\$ 0	\$ 511,346	\$ 343,296	\$ 169,887

B. Asbestos IBNR and Bulk Reserves - Direct, Assumed and Net - Not applicable

NOTES TO FINANCIAL STATEMENTS

C. Asbestos LAE Reserves - Direct, Assumed and Net - Not applicable

D. Five-Year Rollforward of Environmental Reserves, Direct, Assumed and Net

The Company has exposure to environmental claims through the sale of general liability insurance in prior years.

The Company attempts to estimate the full impact of the environmental exposure by establishing full case basis reserves on all known losses and computing incurred but not reported losses based on previous experience.

(1) Direct

	2011	2012	2013	2014	2015
a. Beginning reserves	\$ 149,968	\$ 00	\$ 143,936	\$ 138,967	\$ 00
b. Incurred losses and loss adjustment expense	(104,799)	165,151	(1,374)	(69,694)	2,349
c. Calendar year payments for losses and loss adjustment expenses	45,169	21,215	3,595	69,273	2,349
d. Ending reserves	\$ 00	\$ 143,936	\$ 138,967	\$ 00	\$ 00

(2) Assumed Reinsurance - Not applicable

(3) Net of Ceded Reinsurance - Not applicable

E. State the amount of the ending reserves for Bulk and IBNR included in D (Loss and LAE) - Not applicable

F. State the amount of the ending reserves for loss adjustment expenses included in D (Case, Bulk and IBNR) - Not applicable

NOTE 34 – SUBSCRIBER SAVINGS ACCOUNTS

Not applicable

NOTE 35 – MULTIPLE PERIL CROP INSURANCE

Not applicable

NOTE 36 – FINANCIAL GUARANTY INSURANCE

Not applicable

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? If yes, complete Schedule Y, Parts 1, 1A and 2. Yes [X] No []

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 [X] No [] N/A []

1.3 State regulating? Ohio

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]

2.2 If yes, date of change: _____

3.1 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. _____ 12/31/2014

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). _____ 11/09/2015

3.4 By what department or departments? Ohio Department of Insurance

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 [] No [] N/A [X]

3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] N/A [X]

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 [X] No []

4.12 renewals? Yes [] No [X]

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 [X] No []

4.22 renewals? Yes [X] No []

5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]

5.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2 NAIC Company Code	3 State of Domicile
Name of Entity	0	

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 [] No [X]

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 [X] No []

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).

1 Nationality	2 Type of Entity
Bermuda	Corporation

8.1 Is the company a subsidiary of a bank holding company regulated with the Federal Reserve Board? Yes [] No [X]

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]

8.4 If the response to 8.3 is yes, please provide below the names and 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.

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? Ernst & Young, LLP, 2100 East Cary Street, Suite 201, Richmond, VA 23223

10.1 Has the insurer been granted an exemptions to the prohibited non-audit services provided by the certified independent public account requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [] No [X]

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 other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes [] No [X]

10.4 If the response to 10.3 is yes, provide information related to this exemption:

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

10.6 If the response to 10.5 is no or n/a, please explain:

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES**

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?
Sean P. McDermott, FCAS, MAAA, of the firm Towers Watson, 1500 Market St., Philadelphia, PA 19102

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

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 subordinator 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 subordinator 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 []

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 reporting 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

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

INVESTMENT

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES**

24.01	Were all of 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 []	No [X]
24.02	If no, give full and complete information, relating thereto: <u>Held under custodial agreement by the following: SunTrust Bank, P.O. Box 465, Atlanta, GA 30302; US Bank N.A., 1025 Connecticut Avenue, N.W., Suite 517, Washington DC 20036</u> <u>US Bank N.A., One Federal Street, Third Floor, Boston, MA 02110</u>		
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).		
24.04	Does the company's security lending program meet the requirements for a conforming program as outlined in the <i>Risk-Based Capital Instructions</i> ?	Yes []	No []
24.05	If answer to 24.04 is yes, report amount of collateral for conforming programs.	\$	0
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 []	No []
24.08	Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?	Yes []	No []
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 []	No []
24.10	For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:		
24.101	Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:	\$	0
24.102	Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:	\$	0
24.103	Total payable for securities lending reported on the liability page:	\$	0
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 current 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 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	\$	0
25.24	Subject to reverse dollar repurchase agreements	\$	0
25.25	Placed under option agreements	\$	0
25.26	Letter stock or securities restricted as sale – excluding FHLB Capital Stock	\$	0
25.27	FHLB Capital Stock	\$	0
25.28	On deposit with states	\$	5,937,776
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? If no, attach a description with this statement.	Yes []	No []
26.2	N/A [X]		
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 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 <i>Financial Condition Examiners Handbook</i> ?	Yes [X]	No []
28.01	For all agreements that comply with the requirements of the NAIC <i>Financial Condition Examiners Handbook</i> , complete the following:		
	1 Name of Custodian(s)	2 Custodian Address	
	Suntrust Bank	P.O. Box 465, Atlanta, GA 30302	
	US Bank, N.A.	1025 Connecticut Avenue, N.W., Suite 517, Washington DC 20036	
	US Bank, N.A.	One Federal Street, Third Floor, Boston, MA 02110	
28.02	For all agreements that do not comply with the requirements of the NAIC <i>Financial Condition Examiners Handbook</i> , 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 quarter?	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, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:		
	1 Central Registration Depository	2 Name(s)	3 Address
	N/A	General Re - New England Asset Management	76 Batterson Park Rd, Farmington, CT 06032

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES**

N/A	Angelo Gordon & Co	245 Park Avenue, New York, NY 10167
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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]

29.2 If yes, complete the following schedule:

1 CUSIP	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
		0
29.2999 TOTAL		0

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

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holdings	4 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 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1	Bonds	185,307,760	190,782,877	5,475,117
30.2	Preferred Stocks	46,584,586	47,280,025	695,439
30.3	Totals	231,892,346	238,062,902	6,170,556

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

Fair values are based on values either published by the NAIC's Securities Valuation Office (SVO) or from an independent pricing service vendor such as Merrill Lynch indices, Interactive Data Corp., Reuters, S&P or Bloomberg. Under certain circumstances, if neither an SVO price or vendor price is available, a price may be obtained from a broker. Short term securities are valued at amortized cost.

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 reliance 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 Investment Analysis Office* been followed? Yes [X] No []

32.2 If no, list exceptions:

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 668,663

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 Name	2 Amount Paid
ISO	\$ 446,678

34.1 Amount of payments for legal expenses, if any?

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 Name	2 Amount Paid
	\$ 0

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

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 Name	2 Amount Paid
	\$ 0

GENERAL INTERROGATORIES**PART 2 – PROPERTY & 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:		
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:		
	Most current three years:		
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:		
1.64	Total premium earned	\$	0
1.65	Total incurred claims	\$	0
1.66	Number of covered lives		0
1.7	Group policies:		
	Most current three years:		
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:		
1.74	Total premium earned	\$	0
1.75	Total incurred claims	\$	0
1.76	Number of covered lives		0
2.	Health Test:		
		1 Current Year	2 Prior Year
2.1	Premium Numerator	\$ 0	\$ 0
2.2	Premium Denominator	\$ 63,750,105	\$ 50,699,704
2.3	Premium Ratio (2.1/2.2)	0.000	0.000
2.4	Reserve Numerator	\$ 0	\$ 0
2.5	Reserve Denominator	\$ 158,192,438	\$ 142,505,452
2.6	Reserve Ratio (2.4/2.5)	0.000	0.000
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:		
3.21	Participating policies	\$ 0	0
3.22	Non-participating policies	\$ 0	0
4.	FOR MUTUAL REPORTING ENTITIES AND RECIPROCAL EXCHANGES ONLY:		
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?	0.000%	
4.4	Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.	\$ 0	0
5.	FOR RECIPROCAL EXCHANGES ONLY:		
5.1	Does the exchange appoint local agents?	Yes []	No []
5.2	If yes, is the commission paid:		
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?	Yes []	No []
5.4	Has any Attorney-in-fact compensation, contingent on fulfillments of certain conditions, been deferred?	Yes []	No []
5.5	If yes, give full information:		
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?		
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: <u>The Company estimates probable maximum loss by use of catastrophic modeling software. The primary exposure to catastrophe is from a book of excess property business, that includes wind-exposed business in the southern and southeastern United States. The Company uses the CLASIC/2 catastrophe model from AIR Worldwide, version 15. The Company also relies on modeling expertise from its reinsurers and reinsurance brokers.</u>		
6.3	What provision has this reporting entity made (such as 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? <u>The Company has property catastrophe reinsurance.</u>		
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:		

GENERAL INTERROGATORIES**PART 2 – PROPERTY & 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 [X]
7.2	If yes, indicate the number of reinsurance contracts containing such provisions.		0
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 [X]
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?		
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 common 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.		
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:	Yes []	No [X]
	(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?		
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.	Yes []	No [X]
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	Yes []	No [X]
	(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	Yes []	No [X]
	(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 [X]
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 [X]	No [] N/A []
11.1	Has the reporting entity guaranteed policies issued by any other entity and now in force?	Yes []	No [X]
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 [X] 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	From		0.000%
12.42	To		0.000%
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 [X]	No []
12.6	If yes, state the amount thereof at December 31 of current year:		
12.61	Letters of Credit	\$	30,900,000
12.62	Collateral and other funds	\$	0
13.1	Largest net aggregate amount insured in any one risk (excluding workers' compensation):	\$	1,125,000

GENERAL INTERROGATORIES**PART 2 – PROPERTY & CASUALTY INTERROGATORIES**

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.	1			
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 [] No [X]			
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
16.12	Products	\$ 0 \$	0 \$	0 \$	0
16.13	Automobile	\$ 0 \$	0 \$	0 \$	0
16.14	Other*	\$ 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 accounts?	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 2015	2 2014	3 2013	4 2012	5 2011
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)	358,781,658	289,095,102	227,600,461	148,185,528	121,713,141
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	13,178,823	12,793,667	12,546,139	103,728,119	61,363,746
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	35,911	127,525	0	0	0
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	(1)	27	0	0	0
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	371,996,391	302,016,321	240,146,600	251,913,647	183,076,887
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)	66,340,391	54,077,602	35,136,813	36,022,220	30,474,359
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	775,377	1,020,911	805,714	7,734,292	12,286,362
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	35,911	127,525	0	0	0
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	(1)	27	0	0	0
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	67,151,678	55,226,065	35,942,527	43,756,512	42,760,721
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	3,975,134	4,248,799	7,239,161	5,443,502	11,117,712
14. Net investment gain (loss) (Line 11)	13,110,783	9,836,138	20,659,070	22,787,589	24,143,048
15. Total other income (Line 15)	2,080,838	517,179	(359,386)	(166,543)	(311,185)
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	5,116,091	4,223,887	5,907,458	5,574,875	5,809,048
18. Net income (Line 20)	14,050,664	10,378,229	21,631,387	22,489,674	29,140,527
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	504,544,902	501,272,911	465,846,216	480,451,656	431,177,687
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1)	35,671,234	35,196,857	25,331,374	104,133,174	56,142,369
20.2 Deferred and not yet due (Line 15.2)	4,922,400	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)	384,840,025	340,936,472	305,218,389	267,113,636	215,163,996
22. Losses (Page 3, Line 1)	73,642,627	67,537,071	66,568,080	87,442,895	94,506,231
23. Loss adjustment expenses (Page 3, Line 3)	48,239,432	44,321,030	41,444,163	54,883,102	56,910,497
24. Unearned premiums (Page 3, Line 9)	25,431,965	22,030,392	17,504,030	17,379,226	15,142,822
25. Capital paid up (Page 3, Lines 30 & 31)	3,547,500	3,547,500	3,547,500	3,547,500	3,547,500
26. Surplus as regards policyholders (Page 3, Line 37)	119,704,873	160,336,439	160,627,827	213,338,020	216,013,691
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	7,075,260	11,693,522	(96,999,894)	(21,384,400)	(21,240,154)
Risk-Based Capital Analysis					
28. Total adjusted capital	119,704,873	160,336,439	160,627,827	213,338,020	216,013,691
29. Authorized control level risk-based capital	28,374,021	26,405,251	23,181,800	30,147,403	29,551,435
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)	60.4	73.4	70.1	76.0	70.7
31. Stocks (Lines 2.1 & 2.2)	25.9	22.0	21.3	17.6	22.4
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)	5.4	4.5	8.6	6.4	6.9
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)	8.0	0.0	0.0	0.0	0.0
38. Receivable for securities (Line 9)	0.3	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	0.0	0.0
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)	16,367,541	15,861,801	15,568,718	15,270,827	15,191,668
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	16,367,541	15,861,801	15,568,718	15,270,827	15,191,668
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)	13.7	9.9	9.7	7.2	7.0

JAMES RIVER INSURANCE COMPANY
FIVE-YEAR HISTORICAL DATA
(Continued)

	1 2015	2 2014	3 2013	4 2012	5 2011
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24).....	(2,754,273)	767,551	(2,351,575)	2,587,138	(262,620)
52. Dividends to stockholders (Line 35).....	(48,000,000)	(15,000,000)	(70,000,000)	(29,000,000)	(31,000,000)
53. Change in surplus as regards policyholders for the year (Line 38).....	(40,631,566)	(291,388)	(52,710,193)	(2,675,671)	(3,746,552)
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).....	84,601,051	49,296,451	(28,765,684)	35,994,712	45,545,201
55. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	767,782	252,820	98,097,220	39,635,013	32,640,730
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	19,031	3,049	0	0	0
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	0	0	0	0	0
58. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	0	0	0	0	0
59. Total (Line 35).....	85,387,864	49,552,320	69,331,536	75,629,725	78,185,931
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).....	15,318,605	11,872,005	17,428,555	15,367,025	18,925,020
61. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	172,092	74,205	8,724,127	5,658,501	7,784,555
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	19,031	3,049	0	0	0
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	0	0	0	0	0
64. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	0	0	0	0	0
65. Total (Line 35).....	15,509,728	11,949,259	26,152,683	21,025,526	26,709,575
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).....	33.9	25.5	14.7	33.6	17.7
68. Loss expenses incurred (Line 3).....	31.3	30.9	22.0	27.9	28.8
69. Other underwriting expenses incurred (Line 4).....	28.6	35.2	43.7	25.4	26.7
70. Net underwriting gain (loss) (Line 8).....	6.2	.8.4	.20.2	.13.1	.26.7
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).....	24.0	31.4	43.9	24.4	26.7
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	65.2	56.4	36.7	61.5	46.6
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).....	56.1	34.4	22.4	20.5	19.8
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).....	(6,221)	(11,702)	(14,398)	(7,655)	(16,730)
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).....	(3.9)	(7.3)	(6.7)	(3.5)	(7.6)
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).....	(14,162)	(26,084)	(20,854)	(26,839)	(26,710)
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).....	(8.8)	(12.2)	(9.7)	(12.2)	(14.1)

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.....	.....302	.....188	.....743	.....2	.....166	.....2	.....8	.....1,019	....XXX.....
2. 2006.....	....264,050	....99,167	....164,883	....84,735	....37,057	....26,307	....6,063	....11,910	....2,915	....496	....76,918	....XXX.....
3. 2007.....	....302,668	....110,731	....191,937	....101,607	....44,417	....30,528	....7,200	....14,187	....3,768	....245	....90,938	....XXX.....
4. 2008.....	....213,378	....157,357	....56,021	....79,826	....58,240	....20,002	....14,018	....9,818	....3,479	....170	....33,909	....XXX.....
5. 2009.....	....182,409	....133,633	....48,777	....60,504	....42,699	....13,092	....9,225	....6,650	....2,348	....282	....25,973	....XXX.....
6. 2010.....	....143,089	....107,112	....35,977	....52,363	....39,298	....14,019	....9,786	....6,793	....2,677	....291	....21,413	....XXX.....
7. 2011.....	....162,925	....121,601	....41,324	....101,151	....77,409	....13,431	....9,398	....5,281	....1,522	....233	....31,534	....XXX.....
8. 2012.....	....208,934	....170,561	....38,373	....114,761	....99,989	....13,830	....9,730	....5,207	....1,522	....191	....22,556	....XXX.....
9. 2013.....	....148,407	....112,587	....35,820	....22,568	....16,334	....9,584	....6,919	....4,358	....1,214	....167	....12,042	....XXX.....
10. 2014.....	....212,568	....161,868	....50,700	....25,665	....20,153	....4,191	....2,987	....6,837	....2,081	....594	....11,472	....XXX.....
11. 2015.....	....277,916	....214,164	....63,752	....14,351	....11,603	....(413)	....(231)	....8,098	....2,599	....1,476	....8,066	....XXX.....
12. Totals.....	....XXX.....	....XXX.....	....XXX.....	....657,832	....447,389	....145,313	....75,097	....79,305	....24,125	....4,153	....335,839	....XXX.....

	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.....	....1,506	....566	....1,874	....301	....481	....113	....559	....34	....347	....0	.....0	....3,753	....XXX.....
2. 2006.....	....1,685	....0	....2,309	....811	....1,178	....0	....637	....90	....421	....0	.....0	....5,327	....XXX.....
3. 2007.....	....764	....0	....3,489	....901	....83	....0	....989	....104	....396	....0	.....0	....4,718	....XXX.....
4. 2008.....	....775	....542	....4,396	....3,292	....305	....213	....1,395	....1,000	....627	....136	....0	....2,316	....XXX.....
5. 2009.....	....1,926	....1,368	....3,833	....2,902	....444	....311	....1,153	....832	....592	....108	....0	....2,427	....XXX.....
6. 2010.....	....4,495	....3,146	....5,391	....4,101	....905	....634	....1,620	....1,175	....994	....203	....0	....4,145	....XXX.....
7. 2011.....	....3,311	....2,320	....8,433	....6,321	....840	....587	....2,684	....1,932	....1,130	....149	....0	....5,090	....XXX.....
8. 2012.....	....9,833	....7,512	....16,070	....12,793	....2,579	....1,808	....4,863	....3,620	....2,300	....314	....0	....9,598	....XXX.....
9. 2013.....	....10,667	....7,546	....29,540	....23,582	....2,389	....1,686	....8,999	....6,683	....3,588	....311	....0	....15,374	....XXX.....
10. 2014.....	....16,565	....13,005	....53,168	....41,265	....2,990	....2,167	....17,356	....12,702	....6,025	....897	....0	....26,067	....XXX.....
11. 2015.....	....31,167	....25,148	....87,886	....68,019	....3,707	....2,672	....27,445	....20,158	....9,373	....504	....0	....43,077	....XXX.....
12. Totals.....	....82,693	....61,151	....216,388	....164,287	....15,899	....10,190	....67,699	....48,329	....25,792	....2,621	....0	....121,892	....XXX.....

	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	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1. Prior.....	....XXX.....	....XXX.....	....XXX.....	....XXX.....	....XXX.....	....XXX.....	.....0	.....0	....XXX.....	.....2,513	....1,240
2. 2006.....	....129,180	....46,935	....82,245	....48.9	....47.3	....49.9	.....0	.....0	....75.00	....3,182	....2,145
3. 2007.....	....152,044	....56,389	....95,655	....50.2	....50.9	....49.8	.....0	.....0	....75.00	....3,353	....1,365
4. 2008.....	....117,144	....80,918	....36,225	....54.9	....51.4	....64.7	.....0	.....0	....75.00	....1,337	....979
5. 2009.....	....88,193	....59,793	....28,400	....48.3	....44.7	....58.2	.....0	.....0	....75.00	....1,489	....938
6. 2010.....	....86,579	....61,021	....25,559	....60.5	....57.0	....71.0	.....0	.....0	....75.00	....2,639	....1,506
7. 2011.....	....136,261	....99,636	....36,625	....83.6	....81.9	....88.6	.....0	.....0	....75.00	....3,104	....1,987
8. 2012.....	....169,442	....137,288	....32,154	....81.1	....80.5	....83.8	.....0	.....0	....75.00	....5,599	....3,999
9. 2013.....	....91,690	....64,274	....27,416	....61.8	....57.1	....76.5	.....0	.....0	....75.00	....9,078	....6,296
10. 2014.....	....132,796	....95,257	....37,539	....62.5	....58.8	....74.0	.....0	.....0	....75.00	....15,463	....10,604
11. 2015.....	....181,613	....130,471	....51,143	....65.3	....60.9	....80.2	.....0	.....0	....75.00	....25,886	....17,191
12. Totals.....	....XXX.....	....XXX.....	....XXX.....	....XXX.....	....XXX.....	....XXX.....	.....0	.....0	....XXX.....	....73,643	....48,250

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 2006	2 2007	3 2008	4 2009	5 2010	6 2011	7 2012	8 2013	9 2014	10 2015	11 One Year	12 Two Year
1. Prior.....	59,538	56,000	56,219	55,484	55,225	51,749	51,266	49,111	48,148	48,201	53	(911)
2. 2006.....	93,129	88,962	85,196	81,774	79,205	76,116	74,194	72,477	71,944	72,829	884	352
3. 2007.....	XXX.....	108,510	105,799	106,933	103,728	97,912	94,368	89,303	85,647	84,840	(807)	(4,463)
4. 2008.....	XXX.....	XXX.....	34,205	33,595	33,153	32,248	31,636	30,422	29,472	29,394	(77)	(1,028)
5. 2009.....	XXX.....	XXX.....	XXX.....	31,100	29,981	28,804	27,256	24,715	23,298	23,615	317	(1,100)
6. 2010.....	XXX.....	XXX.....	XXX.....	XXX.....	22,959	23,652	23,376	22,223	20,992	20,652	(340)	(1,571)
7. 2011.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	32,739	35,393	34,115	32,081	31,884	(197)	(2,231)
8. 2012.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	27,314	28,038	27,137	26,483	(654)	(1,555)
9. 2013.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	22,651	22,635	20,995	(1,640)	(1,656)
10. 2014.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	31,415	27,655	(3,761)	XXX.....
11. 2015.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	36,775	XXX.....	XXX.....
										12. Totals.....	(6,221)	(14,162)

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 2006	2 2007	3 2008	4 2009	5 2010	6 2011	7 2012	8 2013	9 2014	10 2015		
1. Prior.....	000.....	14,595	26,279	32,990	38,467	40,272	42,268	43,237	43,941	44,795	XXX.....	XXX.....
2. 2006.....	7,322	23,567	35,953	51,387	57,963	61,144	64,542	65,973	67,080	67,922	XXX.....	XXX.....
3. 2007.....	XXX.....	9,883	32,991	50,715	61,726	71,795	76,199	78,283	79,553	80,519	XXX.....	XXX.....
4. 2008.....	XXX.....	XXX.....	6,074	12,591	17,689	21,722	24,468	25,740	26,733	27,570	XXX.....	XXX.....
5. 2009.....	XXX.....	XXX.....	XXX.....	8,363	12,983	16,077	18,459	19,943	20,699	21,671	XXX.....	XXX.....
6. 2010.....	XXX.....	XXX.....	XXX.....	XXX.....	4,791	9,733	12,784	15,173	16,676	17,297	XXX.....	XXX.....
7. 2011.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	9,146	17,407	23,072	25,697	27,775	XXX.....	XXX.....
8. 2012.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	3,219	11,942	15,668	18,871	XXX.....	XXX.....
9. 2013.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	1,398	4,661	8,898	XXX.....	XXX.....
10. 2014.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	2,339	6,716	XXX.....	XXX.....
11. 2015.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	2,567	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 2006	2 2007	3 2008	4 2009	5 2010	6 2011	7 2012	8 2013	9 2014	10 2015
1. Prior.....	46,089	29,666	23,417	16,572	13,926	9,616	7,768	4,238	3,008	2,099
2. 2006.....	68,185	49,238	35,126	22,676	17,152	11,726	8,008	5,111	3,191	2,045
3. 2007.....	XXX.....	74,904	54,249	40,576	29,661	21,253	14,757	9,025	4,894	3,474
4. 2008.....	XXX.....	XXX.....	21,503	14,870	10,692	7,471	5,060	2,995	1,961	1,499
5. 2009.....	XXX.....	XXX.....	XXX.....	18,222	13,133	9,882	6,548	3,783	1,668	1,252
6. 2010.....	XXX.....	XXX.....	XXX.....	XXX.....	13,719	10,237	7,766	4,443	2,591	1,735
7. 2011.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	16,188	11,031	7,438	4,331	2,864
8. 2012.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	15,082	10,977	7,382	4,520
9. 2013.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	16,829	14,107	8,273
10. 2014.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	24,026	16,557
11. 2015.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	27,154

JAMES RIVER 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 E.....	2,511,258	2,050,237	0	496,724	1,199,908	3,198,891	0	0
2. Alaska.....	AK E.....	533,161	677,680	0	(23,010)	(124,970)	562,305	0	0
3. Arizona.....	AZ E.....	4,117,067	4,211,671	0	561,206	(2,310,809)	4,082,891	0	0
4. Arkansas.....	AR E.....	1,066,941	999,692	0	264,160	292,636	1,209,902	0	0
5. California.....	CA E.....	125,343,152	116,083,041	0	25,498,490	27,762,174	102,812,261	0	0
6. Colorado.....	CO E.....	3,161,045	3,021,484	0	1,406,157	1,228,652	3,250,319	0	0
7. Connecticut.....	CT E.....	2,215,820	2,091,491	0	22,528	380,512	2,535,474	0	0
8. Delaware.....	DE E.....	288,633	241,221	0	(1,575)	(119,639)	372,145	0	0
9. District of Columbia.....	DC E.....	1,380,352	1,409,320	0	129,459	1,213,035	1,644,808	0	0
10. Florida.....	FL E.....	23,853,230	22,047,223	0	9,102,095	11,846,472	24,065,253	0	0
11. Georgia.....	GA E.....	3,768,032	3,944,944	0	118,910	989,597	4,293,184	0	0
12. Hawaii.....	HI E.....	609,073	567,849	0	608,811	497,965	463,491	0	0
13. Idaho.....	ID E.....	479,694	563,433	0	1,386	44,937	702,718	0	0
14. Illinois.....	IL E.....	8,335,058	8,304,098	0	874,860	3,365,668	12,533,172	0	0
15. Indiana.....	IN E.....	2,775,700	2,554,961	0	1,501,765	898,717	3,088,503	0	0
16. Iowa.....	IA E.....	616,340	619,682	0	2,557	(46,484)	654,553	0	0
17. Kansas.....	KS E.....	739,184	756,341	0	0	(141,066)	751,658	0	0
18. Kentucky.....	KY E.....	1,371,016	1,477,755	0	(8,548)	356,727	1,913,945	0	0
19. Louisiana.....	LA E.....	5,360,305	5,446,449	0	806,238	1,389,921	9,214,785	0	0
20. Maine.....	ME E.....	321,112	221,587	0	23,410	36,011	184,177	0	0
21. Maryland.....	MD E.....	2,841,878	3,204,263	0	1,290,871	1,912,206	4,369,181	0	0
22. Massachusetts.....	MA E.....	4,835,171	4,620,876	0	216,634	2,035,358	6,024,464	0	0
23. Michigan.....	MI E.....	3,579,648	2,956,290	0	721,020	733,210	3,966,866	0	0
24. Minnesota.....	MN E.....	1,753,123	1,985,638	0	7,847	137,030	1,887,825	0	0
25. Mississippi.....	MS E.....	1,257,775	1,063,581	0	833,284	720,462	700,747	0	0
26. Missouri.....	MO E.....	2,582,057	2,352,582	0	433,522	197,695	2,616,227	0	0
27. Montana.....	MT E.....	605,053	514,156	0	55,676	785,927	1,674,628	0	0
28. Nebraska.....	NE E.....	1,189,919	1,126,191	0	44,121	160,281	1,433,369	0	0
29. Nevada.....	NV E.....	3,459,584	3,547,726	0	817,579	849,895	4,662,615	0	0
30. New Hampshire.....	NH E.....	176,219	208,716	0	(1,083)	(178,372)	289,617	0	0
31. New Jersey.....	NJ E.....	7,025,065	7,130,123	0	576,779	3,190,945	10,979,595	0	0
32. New Mexico.....	NM E.....	831,744	727,153	0	120,594	548,074	1,890,138	0	0
33. New York.....	NY E.....	24,313,982	21,691,478	0	3,864,696	10,134,359	33,254,459	0	0
34. North Carolina.....	NC E.....	3,501,948	4,098,503	0	9,490,982	8,883,078	4,330,042	0	0
35. North Dakota.....	ND E.....	869,433	944,828	0	(1,060)	307,254	1,196,894	0	0
36. Ohio.....	OH L.....	0	0	0	0	0	0	0	0
37. Oklahoma.....	OK E.....	2,841,794	2,789,454	0	47,659	(59,615)	2,888,356	0	0
38. Oregon.....	OR E.....	1,348,699	1,216,481	0	1,041,297	1,245,465	1,780,135	0	0
39. Pennsylvania.....	PA E.....	7,135,400	6,932,308	0	625,774	1,558,232	8,419,687	0	0
40. Rhode Island.....	RI E.....	433,297	438,279	0	54,868	31,034	596,766	0	0
41. South Carolina.....	SC E.....	1,711,370	1,524,088	0	100,545	333,936	1,343,936	0	0
42. South Dakota.....	SD E.....	82,662	77,650	0	(17)	(39,959)	73,050	0	0
43. Tennessee.....	TN E.....	3,118,444	3,460,462	0	.976,111	941,982	4,941,731	0	0
44. Texas.....	TX E.....	24,491,367	23,719,986	0	2,448,131	7,765,819	30,952,262	0	0
45. Utah.....	UT E.....	1,894,852	1,832,628	0	16,990	609,964	2,024,438	0	0
46. Vermont.....	VT E.....	75,617	90,168	0	(480)	(7,598)	74,855	0	0
47. Virginia.....	VA E.....	4,087,857	3,741,194	0	(3,239)	509,265	3,441,707	0	0
48. Washington.....	WA E.....	7,069,414	7,335,215	0	4,399,371	3,325,457	9,482,258	0	0
49. West Virginia.....	WV E.....	1,105,308	1,069,858	0	249,971	303,787	1,405,958	0	0
50. Wisconsin.....	WI E.....	1,271,058	1,218,002	0	54,139	(6,891)	1,319,925	0	0
51. Wyoming.....	WY E.....	504,834	545,665	0	(12,222)	(523,092)	492,474	0	0
52. American Samoa.....	AS N.....	0	0	0	0	0	0	0	0
53. Guam.....	GU N.....	0	0	0	0	0	0	0	0
54. Puerto Rico.....	PR E.....	0	0	0	0	0	0	0	0
55. US Virgin Islands.....	VI E.....	0	1,927	0	0	(2,396)	2,350	0	0
56. Northern Mariana Islands.....	MP N.....	0	0	0	0	0	0	0	0
57. Canada.....	CAN N.....	0	0	0	0	0	0	0	0
58. Aggregate Other Alien.....	OT XXX	0	0	0	0	0	0	0	0
59. Totals.....	(a) 1	304,840,744	289,455,626	0	69,855,984	95,162,756	326,050,989	0	0

DETAILS OF WRITE-INS

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

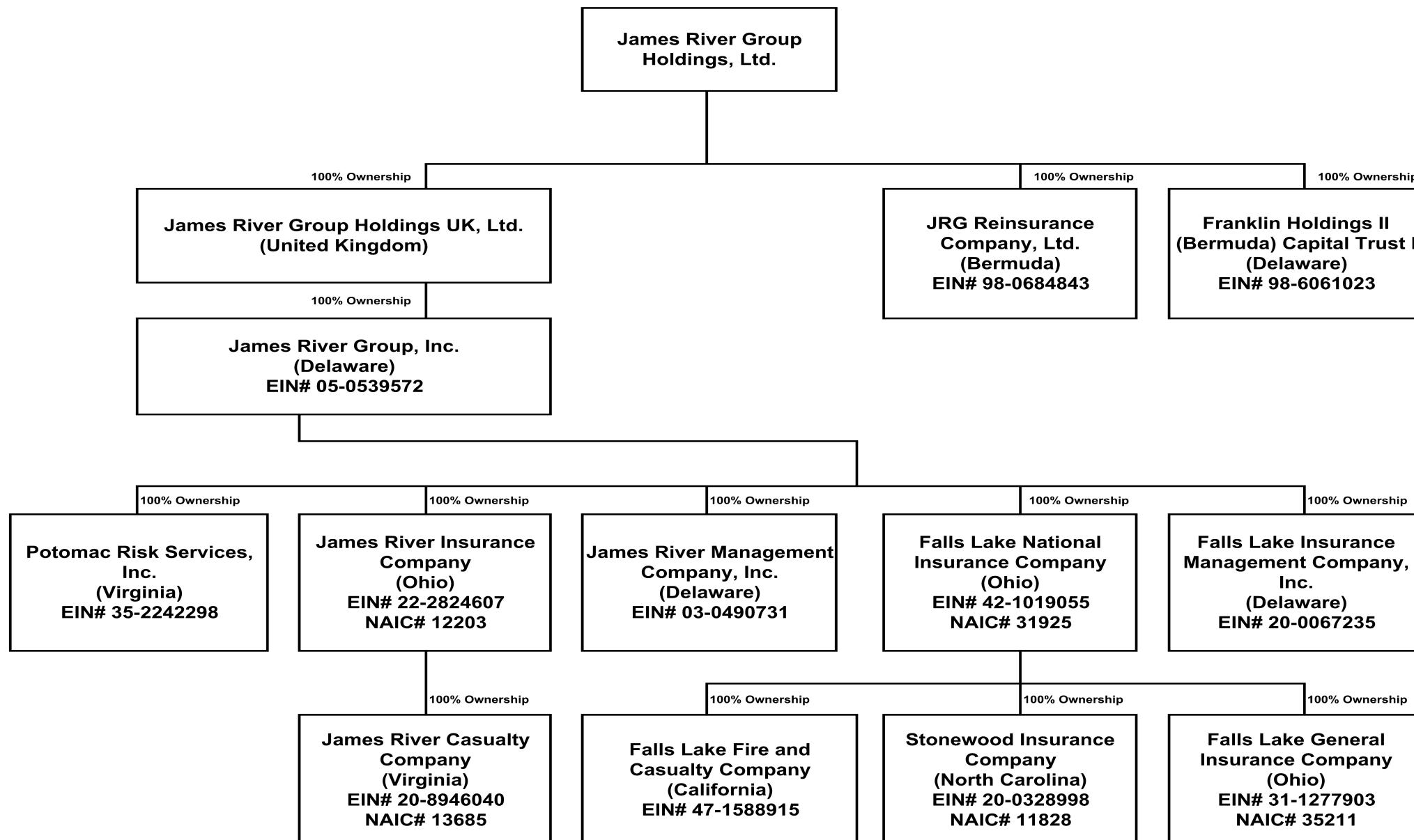
(a) Insert the number of "L" responses except for Canada and Other Alien.

(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.

Premiums are allocated to jurisdiction based on location of risk.

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

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

PART 1 – ORGANIZATIONAL CHART

2014 ALPHABETICAL INDEX -- PROPERTY & CASUALTY ANNUAL STATEMENT BLANK

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