



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF JUNE 30, 2018
OF THE CONDITION AND AFFAIRS OF THE

Republic-Franklin Insurance Company

NAIC Group Code 0201 0201 NAIC Company Code 12475 Employer's ID Number 31-4290270
(Current) (Prior)

Organized under the Laws of _____, State of Domicile or Port of Entry _____ OH

Country of Domicile _____ United States of America

Incorporated/Organized 02/10/1949 Commenced Business 02/10/1949

Statutory Home Office 2 Easton Oval, Suite 225, Columbus, OH, US 43219
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 180 Genesee Street, 315-734-2000
(Street and Number) (Area Code) (Telephone Number)

New Hartford, NY, US 13413, 315-734-2000
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address Post Office Box 530, Utica, NY, US 13503-0530
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 180 Genesee Street, 315-734-2000
(Street and Number) (Area Code) (Telephone Number)

New Hartford, NY, US 13413, 315-734-2000
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.uticanational.com

Statutory Statement Contact Sandra Jean Giehl, 315-734-2192
(Name) (Area Code) (Telephone Number)

sandy.giehl@uticanational.com, 315-734-2994
(E-mail Address) (FAX Number)

OFFICERS

Chairman James Douglas Robinson VP, CFO & Treasurer Brian Wade Miller Jr.
President & CEO Richard Patrick Creedon Secretary Louisa Suzanne Ruffine

OTHER

Steven Paul Guzski, Executive Vice President Kristen Holly Martin, EVP & COO

DIRECTORS OR TRUSTEES

Clarence William Bachman Richard Patrick Creedon Paul Alan Hagstrom, Ph.D.
Gregory Miller Harden Alan Joseph Pope, Sr. James Douglas Robinson
Linda Ellen Romano Eric Keith Scholl

State of New York SS:
County of Oneida

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.

Richard Patrick Creedon
President & CEO

Brian Wade Miller, Jr.
VP, CFO & Treasurer

Louisa Suzanne Ruffine
Secretary

Subscribed and sworn to before me this
day of _____

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

Yes [] No []

ASSETS

| | Current Statement Date | | | 4 December 31 Prior Year Net Admitted Assets |
|--|------------------------|-------------------------|---|---|
| | 1 Assets | 2 Nonadmitted Assets | 3 Net Admitted Assets (Cols. 1 - 2) | |
| 1. Bonds | 94,686,413 | | 94,686,413 | 91,821,354 |
| 2. Stocks: | | | | |
| 2.1 Preferred stocks | | | | |
| 2.2 Common stocks | 4,806,350 | | 4,806,350 | 5,840,264 |
| 3. Mortgage loans on real estate: | | | | |
| 3.1 First liens | | | | |
| 3.2 Other than first liens | | | | |
| 4. Real estate: | | | | |
| 4.1 Properties occupied by the company (less \$ encumbrances) | | | | |
| 4.2 Properties held for the production of income (less \$ encumbrances) | | | | |
| 4.3 Properties held for sale (less \$ encumbrances) | | | | |
| 5. Cash (\$ 245,598), cash equivalents (\$ 100,250) and short-term investments (\$) | 345,850 | | 345,850 | 534,768 |
| 6. Contract loans (including \$ premium notes) | | | | |
| 7. Derivatives | | | | |
| 8. Other invested assets | | | | |
| 9. Receivables for securities | 0 | | 0 | |
| 10. Securities lending reinvested collateral assets | | | | |
| 11. Aggregate write-ins for invested assets | | | | |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 99,838,612 | | 99,838,612 | 98,196,386 |
| 13. Title plants less \$ charged off (for Title insurers only) | | | | |
| 14. Investment income due and accrued | 710,237 | | 710,237 | 709,388 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 9,967,263 | 133,825 | 9,833,438 | 8,949,078 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 51,778 earned but unbilled premiums) | 472,622 | 5,753 | 466,869 | 636,846 |
| 15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$) | | | | |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | 249,906 | | 249,906 | 174,906 |
| 16.2 Funds held by or deposited with reinsured companies | | | | |
| 16.3 Other amounts receivable under reinsurance contracts | | | | |
| 17. Amounts receivable relating to uninsured plans | | | | |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | | | | 853 |
| 18.2 Net deferred tax asset | 1,158,139 | | 1,158,139 | 1,083,304 |
| 19. Guaranty funds receivable or on deposit | 1,342,666 | | 1,342,666 | 1,225,648 |
| 20. Electronic data processing equipment and software | 50,880 | | 50,880 | 38,641 |
| 21. Furniture and equipment, including health care delivery assets (\$) | 8,565 | 8,565 | | |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | | |
| 23. Receivables from parent, subsidiaries and affiliates | 468,447 | | 468,447 | 786,836 |
| 24. Health care (\$) and other amounts receivable | | | | |
| 25. Aggregate write-ins for other than invested assets | 2,245,342 | 1,194,438 | 1,050,904 | 803,260 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 116,512,680 | 1,342,582 | 115,170,098 | 112,605,146 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | | |
| 28. Total (Lines 26 and 27) | 116,512,680 | 1,342,582 | 115,170,098 | 112,605,146 |
| DETAILS OF WRITE-INS | | | | |
| 1101. | | | | |
| 1102. | | | | |
| 1103. | | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | | | | |
| 1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above) | | | | |
| 2501. Accounts Receivable - Other | 874,862 | 5,925 | 868,938 | 630,469 |
| 2502. Equities and Deposits in Pools and Associations | 184,135 | 2,168 | 181,967 | 172,279 |
| 2503. Prepaid Expenses | 79,802 | 79,802 | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 1,106,544 | 1,106,544 | | 512 |
| 2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) | 2,245,342 | 1,194,438 | 1,050,904 | 803,260 |

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 Current Statement Date | 2 December 31, Prior Year |
|---|--------------------------------|---------------------------------|
| 1. Losses (current accident year \$ 7,245,847) | 31,833,863 | 31,252,404 |
| 2. Reinsurance payable on paid losses and loss adjustment expenses | | |
| 3. Loss adjustment expenses | 7,576,578 | 7,543,413 |
| 4. Commissions payable, contingent commissions and other similar charges | 640,259 | 761,613 |
| 5. Other expenses (excluding taxes, licenses and fees) | 913,928 | 1,212,002 |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes) | 667,622 | 752,607 |
| 7.1 Current federal and foreign income taxes (including \$ 73,673 on realized capital gains (losses)) | 1,361,093 | 990,402 |
| 7.2 Net deferred tax liability | | |
| 8. Borrowed money \$ and interest thereon \$ | | |
| 9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 107,863,304 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act) | 14,216,256 | 14,128,718 |
| 10. Advance premium | 92,595 | 119,877 |
| 11. Dividends declared and unpaid: | | |
| 11.1 Stockholders | | |
| 11.2 Policyholders | 114,570 | 130,509 |
| 12. Ceded reinsurance premiums payable (net of ceding commissions) | 148,889 | 156,827 |
| 13. Funds held by company under reinsurance treaties | | |
| 14. Amounts withheld or retained by company for account of others | 2,002,265 | 1,251,441 |
| 15. Remittances and items not allocated | | |
| 16. Provision for reinsurance (including \$ certified) | 80,733 | 80,733 |
| 17. Net adjustments in assets and liabilities due to foreign exchange rates | | |
| 18. Drafts outstanding | | |
| 19. Payable to parent, subsidiaries and affiliates | | |
| 20. Derivatives | | |
| 21. Payable for securities | | |
| 22. Payable for securities lending | | |
| 23. Liability for amounts held under uninsured plans | | |
| 24. Capital notes \$ and interest thereon \$ | | |
| 25. Aggregate write-ins for liabilities | (267,254) | (278,788) |
| 26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) | 59,381,397 | 58,101,758 |
| 27. Protected cell liabilities | | |
| 28. Total liabilities (Lines 26 and 27) | 59,381,397 | 58,101,758 |
| 29. Aggregate write-ins for special surplus funds | 282,116 | 277,362 |
| 30. Common capital stock | 3,500,000 | 3,500,000 |
| 31. Preferred capital stock | | |
| 32. Aggregate write-ins for other than special surplus funds | | |
| 33. Surplus notes | | |
| 34. Gross paid in and contributed surplus | 5,139,802 | 5,139,802 |
| 35. Unassigned funds (surplus) | 46,866,783 | 45,586,224 |
| 36. Less treasury stock, at cost: | | |
| 36.1 shares common (value included in Line 30 \$) | | |
| 36.2 shares preferred (value included in Line 31 \$) | | |
| 37. Surplus as regards policyholders (Lines 29 to 35, less 36) | 55,788,701 | 54,503,388 |
| 38. Totals (Page 2, Line 28, Col. 3) | 115,170,098 | 112,605,146 |
| DETAILS OF WRITE-INS | | |
| 2501. Contingent Balances in Safety Groups | 44,790 | 29,280 |
| 2502. Liability for Pension Benefits | (312,044) | (308,068) |
| 2503. | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | | |
| 2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) | (267,254) | (278,788) |
| 2901. Reserve for Undeclared Dividends | 282,116 | 277,362 |
| 2902. | | |
| 2903. | | |
| 2998. Summary of remaining write-ins for Line 29 from overflow page | | |
| 2999. Totals (Lines 2901 through 2903 plus 2998)(Line 29 above) | 282,116 | 277,362 |
| 3201. | | |
| 3202. | | |
| 3203. | | |
| 3298. Summary of remaining write-ins for Line 32 from overflow page | | |
| 3299. Totals (Lines 3201 through 3203 plus 3298)(Line 32 above) | | |

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
STATEMENT OF INCOME

| | 1 Current Year to Date | 2 Prior Year to Date | 3 Prior Year Ended December 31 |
|---|------------------------------|----------------------------|--------------------------------------|
| UNDERWRITING INCOME | | | |
| 1. Premiums earned: | | | |
| 1.1 Direct (written \$ 113,470,378) | 115,512,362 | 106,496,055 | 219,870,318 |
| 1.2 Assumed (written \$ 14,761,712) | 14,674,030 | 13,465,219 | 27,934,640 |
| 1.3 Ceded (written \$ 113,471,851) | 115,513,692 | 106,497,314 | 219,872,389 |
| 1.4 Net (written \$ 14,760,238) | 14,672,700 | 13,463,960 | 27,932,568 |
| DEDUCTIONS: | | | |
| 2. Losses incurred (current accident year \$ 10,151,896): | | | |
| 2.1 Direct | 66,814,758 | 49,430,973 | 103,819,505 |
| 2.2 Assumed | 7,787,593 | 7,230,601 | 14,613,711 |
| 2.3 Ceded | 66,809,251 | 49,460,408 | 103,860,905 |
| 2.4 Net | 7,793,099 | 7,201,166 | 14,572,311 |
| 3. Loss adjustment expenses incurred | 1,697,159 | 1,689,528 | 3,429,569 |
| 4. Other underwriting expenses incurred | 5,010,969 | 4,672,959 | 9,647,449 |
| 5. Aggregate write-ins for underwriting deductions | | | |
| 6. Total underwriting deductions (Lines 2 through 5) | 14,501,227 | 13,563,654 | 27,649,329 |
| 7. Net income of protected cells | | | |
| 8. Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7) | 171,472 | (99,694) | 283,240 |
| INVESTMENT INCOME | | | |
| 9. Net investment income earned | 1,543,488 | 1,414,448 | 2,911,201 |
| 10. Net realized capital gains (losses) less capital gains tax of \$ 73,673 | 273,947 | 21,187 | (2,340) |
| 11. Net investment gain (loss) (Lines 9 + 10) | 1,817,435 | 1,435,634 | 2,908,862 |
| OTHER INCOME | | | |
| 12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 7,916 amount charged off \$ 49,496) | (41,580) | (45,869) | (143,431) |
| 13. Finance and service charges not included in premiums | 170,219 | 165,747 | 339,207 |
| 14. Aggregate write-ins for miscellaneous income | (108,475) | (95,692) | (192,799) |
| 15. Total other income (Lines 12 through 14) | 20,164 | 24,186 | 2,977 |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) | 2,009,071 | 1,360,127 | 3,195,078 |
| 17. Dividends to policyholders | 135,486 | 106,085 | 246,362 |
| 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) | 1,873,585 | 1,254,042 | 2,948,716 |
| 19. Federal and foreign income taxes incurred | 297,871 | 370,476 | 1,023,133 |
| 20. Net income (Line 18 minus Line 19)(to Line 22) | 1,575,714 | 883,566 | 1,925,583 |
| CAPITAL AND SURPLUS ACCOUNT | | | |
| 21. Surplus as regards policyholders, December 31 prior year | 54,503,388 | 52,401,536 | 52,401,536 |
| 22. Net income (from Line 20) | 1,575,714 | 883,566 | 1,925,583 |
| 23. Net transfers (to) from Protected Cell accounts | | | |
| 24. Change in net unrealized capital gains (losses) less capital gains tax of \$ (59,034) | (222,082) | 260,951 | 872,969 |
| 25. Change in net unrealized foreign exchange capital gain (loss) | | | |
| 26. Change in net deferred income tax | 15,801 | (3,507) | (864,009) |
| 27. Change in nonadmitted assets | 47,219 | 515,107 | 483,587 |
| 28. Change in provision for reinsurance | | | |
| 29. Change in surplus notes | | | |
| 30. Surplus (contributed to) withdrawn from protected cells | | | |
| 31. Cumulative effect of changes in accounting principles | | | |
| 32. Capital changes: | | | |
| 32.1 Paid in | | | |
| 32.2 Transferred from surplus (Stock Dividend) | | | |
| 32.3 Transferred to surplus | | | |
| 33. Surplus adjustments: | | | |
| 33.1 Paid in | | | |
| 33.2 Transferred to capital (Stock Dividend) | | | |
| 33.3 Transferred from capital | | | |
| 34. Net remittances from or (to) Home Office | | | |
| 35. Dividends to stockholders | | | |
| 36. Change in treasury stock | | | |
| 37. Aggregate write-ins for gains and losses in surplus | (131,338) | (136,060) | (235,544) |
| 38. Change in surplus as regards policyholders (Lines 22 through 37) | 1,285,313 | 1,520,057 | 2,101,853 |
| 39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38) | 55,788,701 | 53,921,593 | 54,503,388 |
| DETAILS OF WRITE-INS | | | |
| 0501. | | | |
| 0502. | | | |
| 0503. | | | |
| 0598. Summary of remaining write-ins for Line 5 from overflow page | | | |
| 0599. Totals (Lines 0501 through 0503 plus 0598)(Line 5 above) | | | |
| 1401. Gain/Loss on Sale of Assets | 237 | 731 | 1,173 |
| 1402. Miscellaneous Income | (108,712) | (96,423) | (193,972) |
| 1403. | | | |
| 1498. Summary of remaining write-ins for Line 14 from overflow page | | | |
| 1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above) | (108,475) | (95,692) | (192,799) |
| 3701. Contingent Balance in Safety Groups | (15,510) | (2,580) | (5,940) |
| 3702. Pension Benefit Obligation | 3,976 | (87,596) | (137,836) |
| 3703. Pension Expense | (119,804) | (45,884) | (91,768) |
| 3798. Summary of remaining write-ins for Line 37 from overflow page | | | |
| 3799. Totals (Lines 3701 through 3703 plus 3798)(Line 37 above) | (131,338) | (136,060) | (235,544) |

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
CASH FLOW

| | 1 Current Year To Date | 2 Prior Year To Date | 3 Prior Year Ended December 31 |
|--|------------------------------|----------------------------|--------------------------------------|
| Cash from Operations | | | |
| 1. Premiums collected net of reinsurance | 14,016,619 | 13,072,107 | 28,141,960 |
| 2. Net investment income | 1,688,232 | 1,576,088 | 3,212,073 |
| 3. Miscellaneous income | 20,164 | 24,186 | 2,977 |
| 4. Total (Lines 1 to 3) | 15,725,015 | 14,672,381 | 31,357,011 |
| 5. Benefit and loss related payments | 7,286,641 | 7,136,261 | 13,401,594 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 7,021,021 | 6,842,142 | 12,567,357 |
| 8. Dividends paid to policyholders | 151,425 | 155,357 | 284,520 |
| 9. Federal and foreign income taxes paid (recovered) net of \$73,673 tax on capital gains (losses) | | | 705,311 |
| 10. Total (Lines 5 through 9) | 14,459,088 | 14,133,760 | 26,958,782 |
| 11. Net cash from operations (Line 4 minus Line 10) | 1,265,927 | 538,621 | 4,398,229 |
| Cash from Investments | | | |
| 12. Proceeds from investments sold, matured or repaid: | | | |
| 12.1 Bonds | 9,556,963 | 7,290,330 | 15,785,397 |
| 12.2 Stocks | 1,100,000 | | |
| 12.3 Mortgage loans | | | |
| 12.4 Real estate | | | |
| 12.5 Other invested assets | | | |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | | | |
| 12.7 Miscellaneous proceeds | | 175 | |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 10,656,963 | 7,290,504 | 15,785,397 |
| 13. Cost of investments acquired (long-term only): | | | |
| 13.1 Bonds | 12,586,804 | 8,541,980 | 19,481,019 |
| 13.2 Stocks | | 47,277 | 75,220 |
| 13.3 Mortgage loans | | | |
| 13.4 Real estate | | | |
| 13.5 Other invested assets | | | |
| 13.6 Miscellaneous applications | | | |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 12,586,804 | 8,589,257 | 19,556,240 |
| 14. Net increase (or decrease) in contract loans and premium notes | | | |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) | (1,929,841) | (1,298,752) | (3,770,842) |
| Cash from Financing and Miscellaneous Sources | | | |
| 16. Cash provided (applied): | | | |
| 16.1 Surplus notes, capital notes | | | |
| 16.2 Capital and paid in surplus, less treasury stock | | | |
| 16.3 Borrowed funds | | | |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | | | |
| 16.5 Dividends to stockholders | | | |
| 16.6 Other cash provided (applied) | 474,995 | 785,734 | (280,502) |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) | 474,995 | 785,734 | (280,502) |
| RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS | | | |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) | (188,918) | 25,603 | 346,884 |
| 19. Cash, cash equivalents and short-term investments: | | | |
| 19.1 Beginning of year | 534,768 | 187,883 | 187,883 |
| 19.2 End of period (Line 18 plus Line 19.1) | 345,850 | 213,486 | 534,768 |

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

| | | | |
|--|--|--|--|
| | | | |
|--|--|--|--|

**STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS**

Note 1 – Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The financial statements of Republic-Franklin Insurance Company are presented on the basis of accounting practices prescribed or permitted by the Ohio Insurance Department.

The Ohio Insurance Department 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 and for determining its solvency under the Ohio Insurance Laws. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of Ohio. The state of Ohio has adopted some practices that differ from NAIC SAP; however, none of those changes would impact the financial results of Republic-Franklin Insurance Company.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the state of Ohio is not required since there are no differences.

| <u>Net Income</u> | <u>SSAP#</u> | <u>F/S Page</u> | <u>F/S Line #</u> | <u>2018</u> | <u>2017</u> |
|--|--------------|-----------------|-------------------|---------------------|---------------------|
| (1) Net Income, state basis (Page 4, Line 20, Columns 1 & 3) | XXX | XXX | XXX | \$ 1,575,714 | \$ 1,925,583 |
| (2) State Prescribed Practices that increase/(decrease) NAIC SAP | | | | 0 | 0 |
| (3) State Permitted Practices that increase/(decrease) NAIC SAP | | | | 0 | 0 |
| (4) Net Income, NAIC SAP (1 - 2 - 3 = 4) | XXX | XXX | XXX | <u>\$ 1,575,714</u> | <u>\$ 1,925,583</u> |

Surplus

| | | | | | |
|---|-----|-----|-----|----------------------|----------------------|
| (5) Statutory surplus, state basis (Page 3, Line 37, Columns 1 & 2) | XXX | XXX | XXX | \$ 55,788,701 | \$ 54,503,388 |
| (6) State Prescribed Practices that increase/(decrease) NAIC SAP | | | | 0 | 0 |
| (7) State Permitted Practices that increase/(decrease) NAIC SAP | | | | 0 | 0 |
| (8) Statutory Surplus, NAIC SAP (5 - 6 - 7 = 8) | XXX | XXX | XXX | <u>\$ 55,788,701</u> | <u>\$ 54,503,388</u> |

B. No change.

C. Accounting Policies

1. – 5. No change.
6. Loan-backed securities are stated at either amortized cost, or the lower of amortized cost or fair market value. The prospective adjustment method is used to value all loan-backed securities.
7. - 13. No change.

D. Management's evaluation of the financial condition of the Company did not indicate any going concern issues.

Note 2 – Accounting Changes and Corrections of Errors

No change.

Note 3 – Business Combinations and Goodwill

No change.

Note 4 – Discontinued Operations

No change.

Note 5 - Investments

- A. No change.
- B. No change.
- C. No change.
- D. Loan-Backed Securities

- (1) Our asset manager uses a proprietary model for loss assumptions and widely accepted models for prepayment assumptions in valuing mortgage-backed and asset-backed securities with inputs from major third party data providers. The models combine the effects of interest rates, volatility, and pre-payment speeds based on various scenarios (Monte Carlo), simulations with resulting effective analytics (spreads, duration, convexity) and cash-flows on a monthly basis. Credit sensitive cash flows are calculated using a proprietary model which estimates future loan defaults in terms of timing and severity. Model assumptions are specific to asset class and collateral types and are regularly evaluated and adjusted where appropriate.
- (2) Not applicable.
- (3) Not applicable.

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

(4) **Unrealized Losses**

a. The aggregate amount of unrealized losses:

| Less than 12 months | Greater than 12 months | Total |
|---------------------|------------------------|-----------|
| 1,321,732 | 712,242 | 2,033,974 |

b. The aggregate related fair value of securities with unrealized losses:

| Less than 12 months | Greater than 12 months | Total |
|---------------------|------------------------|------------|
| 54,223,802 | 12,520,349 | 66,744,151 |

(5) There are a number of factors considered in determining if an other-than-temporary impairment does not exist for an investment, including, but not limited to, debt burden, credit ratings, sector, liquidity, financial flexibility, company management, expected earnings and cash flow stream, and economic prospects associated with the investment.

E. The Company does not have any dollar repurchase agreements or securities lending transactions in its portfolio.

(3) b. Not applicable

F. The Company does not have any repurchase agreements transactions accounted for as secured borrowing.

G. The Company does not have any reverse repurchase transactions accounted for as secured borrowing.

H. The Company does not have any repurchase agreements transactions accounted for as a sale.

I. The Company does not have any reverse repurchase agreements transactions accounted for as a sale.

J. The Company does not have any real estate in its portfolio.

K. The Company does not have any low-income housing tax credits (LIHTC) in its portfolio.

L. No change.

M. The Company does not have any working capital finance investments.

(2) Aggregate Maturity Distribution on the Underlying Working Capital Finance Program - not applicable

(3) There are no events of default of working capital finance investments during the reporting period – not applicable.

N. Offsetting and Netting of Assets and Liabilities - Not applicable.

O. Structured Securities – Not applicable.

P. 5* Securities – Not applicable.

Q. Short Sales - Not applicable.

R. Prepayment Penalty and Acceleration Fees

| | <u>General Account</u> | <u>Protected Cell</u> |
|--|------------------------|-----------------------|
| 1. Number of CUSIPs | 2 | 0 |
| 2. Aggregate Amount of Investment Income | \$15,637 | \$0 |

Note 6 – Joint Ventures, Partnerships, and Limited Liability Companies

No change.

Note 7 – Investment Income

No change.

Note 8 – Derivative Instruments

No change.

Note 9 – Income Taxes

No change.

Note 10 – Information Concerning Parent, Subsidiaries, and Affiliates

No change.

Note 11 - Debt

No change.

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

No change.

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

No change.

Note 14 – Liabilities, Contingencies and Assessments

No change.

Note 15 – Leases

No change.

Note 16 – Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk

No change.

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

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

- A. No change.
- B. No change.
- C. Not applicable.

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

No change.

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

No change.

Note 20 – Fair Value Measurement

- A. Assets Measured at Fair Value on a Recurring Basis

- (1) Fair Value Measurements at Reporting Date

- (a) Assets at Fair Value

| | Level 1 | Level 2 | Level 3 | Total |
|----------------------------|-------------|---------|---------|-------------|
| Short Term | \$100,251 | 0 | 0 | \$100,251 |
| Common Stock | 4,806,350 | 0 | 0 | 4,806,350 |
| Total Assets at Fair Value | \$4,906,601 | 0 | 0 | \$4,906,601 |

- (b) Liabilities at Fair Value: Not applicable.

- (2) Not applicable.

- (3) Not applicable.

- (4) The following are the levels of the hierarchy and a brief description of the type of valuation inputs that are used to establish each level:

Pricing Level 1 – Valuations based on unadjusted quoted prices in active markets for identical assets that our pricing sources have the ability to access. Since the valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these securities does not entail a significant amount or degree of judgment.

Pricing Level 2 – Valuations based upon quoted prices for similar assets in active markets, quoted prices for identical or similar assets in inactive markets; or valuations based on models where significant inputs are observable (e.g. interest rates, yield curves, prepayment speeds, default rates, loss severities) or can be corroborated by observable market data.

Pricing Level 3 – Valuations that are derived from techniques in which one or more of the significant inputs are unobservable, including broker quotes which are non-binding.

- (5) Not applicable.

- B. Not applicable.

- C.

| Type of Financial Instrument | Aggregate Fair Value | Admitted Assets | Level 1 | Level 2 | Level 3 | Not Practicable (Carrying Value) |
|------------------------------|----------------------|-----------------|-----------|------------|---------|----------------------------------|
| Bonds | 93,702,250 | 94,786,664 | 100,251 | 93,602,269 | 0 | 0 |
| Common Stock | 4,806,350 | 4,806,350 | 4,806,350 | 0 | 0 | 0 |

- D. Not applicable.

Note 21 – Other Items

No change.

Note 22 – Events Subsequent

No change.

Property & Casualty Specific Notes

Note 23 – Reinsurance

No change.

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

No change.

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

Reserves as of December 31, 2017 were \$38.8 million. As of June 30, 2018, \$6 million has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$32.1 million as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$700 thousand favorable prior-year development since December 31, 2017 to June 30, 2018.

Note 26 – Intercompany Pooling Arrangements

No change.

Note 27 – Structured Settlements

No change.

Note 28 – Health Care Receivables

No change.

Note 29 –Participating Policies

No change.

Note 30 –Premium Deficiency Reserves

No change.

Note 31 – High Deductibles

No change.

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

No change.

Note 33 – Asbestos / Environmental Reserves

No change.

Note 34 – Subscriber Savings Accounts

No change

Note 35 –Multiple Peril Crop Insurance

No change.

Note 36 –Financial Guaranty Insurance

No change.

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]

1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []

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

2.2 If yes, date of change: _____

3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? If yes, complete Schedule Y, Parts 1 and 1A. Yes [X] No []

3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]

3.3 If the response to 3.2 is yes, provide a brief description of those changes.

3.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes [] No [X]

3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group. _____

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

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

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

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

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2014

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2014

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 06/30/2016

6.4 By what department or departments?
Ohio Department of Insurance

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

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

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

7.2 If yes, give full information:

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

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

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

8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
GENERAL INTERROGATORIES

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

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

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

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

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

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

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No []
 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 468,447

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] No []
 11.2 If yes, give full and complete information relating thereto:

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

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [] No []
 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []
 If no, attach a description with this statement.

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
GENERAL INTERROGATORIES

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

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

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes [] No []

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

| 1 Name of Custodian(s) | 2 Custodian Address |
|-------------------------------|-------------------------------------|
| Bank of New York Mellon | One Wall Street, New York, NY |

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?

Yes [] No []

17.4 If yes, give full information relating thereto:

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

17.5 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. ["...that have access to the investment accounts"; "...handle securities"]

| 1 Name of Firm or Individual | 2 Affiliation |
|---------------------------------|------------------|
| Conning Asset Management | U..... |

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets?

Yes [] No []

17.5098 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's assets?

Yes [] No []

17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

| 1 Central Registration Depository Number | 2 Name of Firm or Individual | 3 Legal Entity Identifier (LEI) | 4 Registered With | 5 Investment Management Agreement (IMA) Filed |
|--|---------------------------------|------------------------------------|----------------------|---|
| 107423 | Conning, Inc. | 549300Z0G14KK37BDV40 | SEC | NO..... |

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

Yes [] No []

18.2 If no, list exceptions:

19. By self-designating 5*GI securities, the reporting entity is certifying the following elements for each self-designated 5*GI security:

- a. Documentation necessary to permit a full credit analysis of the security does not exist.
- b. Issuer or obligor is current on all contracted interest and principal payments.

c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5*GI securities?

Yes [] No []

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

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

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

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

3.2 If yes, give full and complete information thereto.

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

4.2 If yes, complete the following schedule:

| 1 Line of Business | 2 Maximum Interest | 3 Discount Rate | TOTAL DISCOUNT | | | DISCOUNT TAKEN DURING PERIOD | | | | |
|-----------------------|--------------------------|-----------------------|-----------------------|--------------------|-----------|------------------------------|-----------------------|--------------------|------------|-------------|
| | | | 4 Unpaid Losses | 5 Unpaid LAE | 6 IBNR | 7 TOTAL | 8 Unpaid Losses | 9 Unpaid LAE | 10 IBNR | 11 TOTAL |
| | | | TOTAL | | | | | | | |

5. Operating Percentages:

5.1 A&H loss percent %

5.2 A&H cost containment percent %

5.3 A&H expense percent excluding cost containment expenses %

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

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

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

6.4 If yes, please provide the balance of the funds administered as of the reporting date \$

7. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? Yes [X] No []

7.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? Yes [] No []

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

| States, etc. | 1 Active Status (a) | Direct Premiums Written | | Direct Losses Paid (Deducting Salvage) | | Direct Losses Unpaid | |
|--|------------------------------|------------------------------|----------------------------|--|----------------------------|------------------------------|----------------------------|
| | | 2 Current Year To Date | 3 Prior Year To Date | 4 Current Year To Date | 5 Prior Year To Date | 6 Current Year To Date | 7 Prior Year To Date |
| 1. Alabama | AL | N | | | | | |
| 2. Alaska | AK | N | | | | | |
| 3. Arizona | AZ | N | | | | | |
| 4. Arkansas | AR | N | | | | | |
| 5. California | CA | N | | | | | |
| 6. Colorado | CO | N | | | | | |
| 7. Connecticut | CT | L | 13,649,755 | 13,407,086 | 9,319,334 | 7,823,016 | 26,455,941 |
| 8. Delaware | DE | L | 982,786 | 893,217 | 173,649 | 442,410 | 2,526,921 |
| 9. District of Columbia | DC | L | 20,503 | 34,948 | 209 | | 19,103 |
| 10. Florida | FL | N | | | | | |
| 11. Georgia | GA | L | 5,720,367 | 6,009,450 | 2,352,662 | 3,294,695 | 8,641,050 |
| 12. Hawaii | HI | N | | | | | |
| 13. Idaho | ID | N | | | | | |
| 14. Illinois | IL | L | 3,766,117 | 2,833,537 | 1,991,521 | 1,000,216 | 3,231,222 |
| 15. Indiana | IN | L | 504,944 | 443,927 | 115,272 | 24,104 | 464,488 |
| 16. Iowa | IA | N | | | | | |
| 17. Kansas | KS | L | 64,587 | 60,762 | | | 249,745 |
| 18. Kentucky | KY | N | | | | | 18,943 |
| 19. Louisiana | LA | N | | | | | |
| 20. Maine | ME | N | | | | | |
| 21. Maryland | MD | L | 2,288,386 | 1,833,105 | 1,094,712 | 384,626 | 8,583,079 |
| 22. Massachusetts | MA | L | 6,210,079 | 5,913,773 | 3,118,014 | 2,736,542 | 19,332,840 |
| 23. Michigan | MI | L | 1,687,655 | 1,646,498 | 345,200 | 346,465 | 1,313,571 |
| 24. Minnesota | MN | N | | | | | 977,280 |
| 25. Mississippi | MS | N | | | | | |
| 26. Missouri | MO | N | | | | | |
| 27. Montana | MT | N | | | | | |
| 28. Nebraska | NE | N | | | | | |
| 29. Nevada | NV | N | | | | | |
| 30. New Hampshire | NH | L | 458,656 | 359,520 | 425,979 | .99,209 | 1,085,349 |
| 31. New Jersey | NJ | L | 24,443,026 | 20,519,720 | 10,253,360 | 11,265,552 | 57,076,696 |
| 32. New Mexico | NM | N | | | | | 46,938,814 |
| 33. New York | NY | L | 31,736,466 | 28,096,521 | 15,908,759 | 13,466,393 | 67,675,359 |
| 34. North Carolina | NC | L | 3,850,366 | 4,515,730 | 2,050,116 | 2,776,585 | 4,930,222 |
| 35. North Dakota | ND | N | | | | | 4,533,411 |
| 36. Ohio | OH | L | 3,529,052 | 3,468,289 | 1,236,219 | 1,334,557 | 2,376,909 |
| 37. Oklahoma | OK | N | | | | | |
| 38. Oregon | OR | N | | | | | |
| 39. Pennsylvania | PA | L | 5,135,048 | 4,726,830 | 2,300,671 | 2,300,700 | 10,265,476 |
| 40. Rhode Island | RI | L | 182,192 | 224,898 | 248,395 | 97,396 | 598,410 |
| 41. South Carolina | SC | L | | | | | |
| 42. South Dakota | SD | N | | | | | |
| 43. Tennessee | TN | L | 982,597 | 1,009,661 | 243,818 | .228,602 | 1,821,692 |
| 44. Texas | TX | L | 5,149,385 | 4,632,738 | 2,492,910 | 1,201,953 | 6,551,009 |
| 45. Utah | UT | N | | | | | |
| 46. Vermont | VT | N | | | | | |
| 47. Virginia | VA | L | 2,511,612 | 2,282,252 | 1,856,297 | 2,220,714 | 3,197,093 |
| 48. Washington | WA | N | | | | | |
| 49. West Virginia | WV | N | | | | | |
| 50. Wisconsin | WI | L | 596,798 | 502,640 | 1,146,409 | .311,156 | 2,709,518 |
| 51. Wyoming | WY | N | | | | | |
| 52. American Samoa | AS | N | | | | | |
| 53. Guam | GU | N | | | | | |
| 54. Puerto Rico | PR | N | | | | | |
| 55. U.S. Virgin Islands | VI | N | | | | | |
| 56. Northern Mariana Islands | MP | N | | | | | |
| 57. Canada | CAN | N | | | | | |
| 58. Aggregate Other Alien OT | XXX | | | | | | |
| 59. Totals | XXX | 113,470,378 | 103,415,102 | 56,673,506 | 51,354,892 | 229,105,692 | 202,185,048 |
| DETAILS OF WRITE-INS | | | | | | | |
| 58001. | XXX | | | | | | |
| 58002. | XXX | | | | | | |
| 58003. | XXX | | | | | | |
| 58998. Summary of remaining write-ins for Line 58 from overflow page | XXX | | | | | | |
| 58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above) | XXX | | | | | | |

(a) Active Status Counts:

L - Licensed or Chartered - Licensed Insurance carrier or domiciled RRG.....

E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - see DSLI).....

D - Domestic Surplus Lines Insurer (DSLI) - Reporting entities authorized to write surplus lines in the state of domicile.....

R - Registered - Non-domiciled RRGs.....

Q - Qualified - Qualified or accredited reinsurer.....

N - None of the above - Not allowed to write business in the state.....

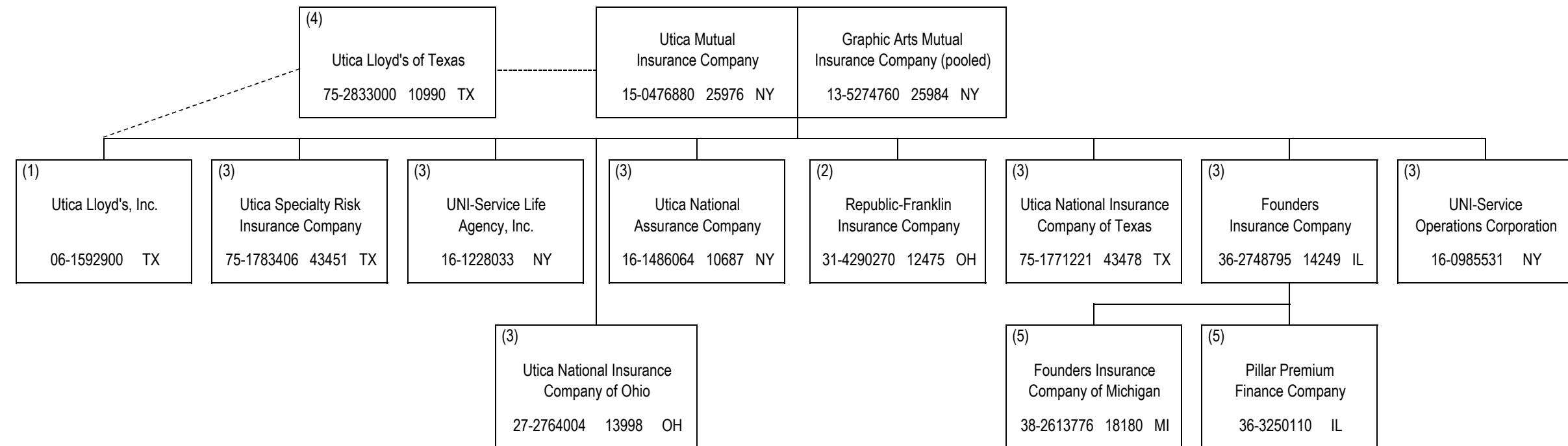
35

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

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

PART 1 - ORGANIZATIONAL CHART

UTICA NATIONAL INSURANCE GROUP ORGANIZATION STRUCTURE JUNE 30, 2018



1. Owned 100% by Utica Mutual Insurance Company; operates as attorney-in-fact for Utica Lloyd's of Texas.
2. Owned 94% by Utica Mutual Insurance Company and 6% by Graphic Arts Mutual Insurance Company.
3. Owned 100% by Utica Mutual Insurance Company.
4. A Texas Lloyd's association of twelve underwriters under sponsorship of the Utica Mutual Insurance Company.
5. Owned 100% by Founders Insurance Company.
6. Shares common management with the group.

(6)
Utica National Group Foundation, Inc.
16-1313450 NY

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

12

| Asterisk | Explanation |
|----------|---|
| 1 | Owned 6% by Graphic Arts Mutual Insurance Company. |
| 2 | A Texas Lloyd's association of twelve underwriters under the sponsorship of the Utica Mutual Insurance Company. |
| 3 | Shares common management with the group. |

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

PART 1 - LOSS EXPERIENCE

| Line of Business | Current Year to Date | | | 4 Prior Year to Date Direct Loss Percentage |
|---|--------------------------------|--------------------------------|--------------------------------|--|
| | 1 Direct Premiums Earned | 2 Direct Losses Incurred | 3 Direct Loss Percentage | |
| 1. Fire | 30,172 | (979) | (3.2) | (0.2) |
| 2. Allied Lines | 38,132 | (14,971) | (39.3) | 99.4 |
| 3. Farmowners multiple peril | | | | |
| 4. Homeowners multiple peril | 7,841,604 | 6,764,542 | 86.3 | 82.8 |
| 5. Commercial multiple peril | 39,760,102 | 23,137,192 | 58.2 | 41.4 |
| 6. Mortgage guaranty | | | | |
| 7. Ocean marine | | | | |
| 8. Inland marine | 165,464 | 16,908 | 10.2 | 17.1 |
| 9. Financial guaranty | | | | |
| 11.1 Medical professional liability - occurrence | | | | |
| 11.2 Medical professional liability - claims-made | | | | |
| 12. Earthquake | 5,890 | | | |
| 13. Group accident and health | | | | |
| 14. Credit accident and health | | | | |
| 15. Other accident and health | | | | |
| 16. Workers' compensation | 22,287,344 | 14,197,181 | 63.7 | 46.7 |
| 17.1 Other liability - occurrence | 3,268,830 | 213,970 | 6.5 | 12.5 |
| 17.2 Other liability - claims-made | 10,096,177 | 7,525,836 | 74.5 | 20.0 |
| 17.3 Excess workers' compensation | | | | |
| 18.1 Products liability - occurrence | 37,186 | 1,133 | 3.0 | (3.4) |
| 18.2 Products liability - claims-made | | | | |
| 19.1,19.2 Private passenger auto liability | 2,485,332 | 1,324,511 | 53.3 | 17.4 |
| 19.3,19.4 Commercial auto liability | 22,821,693 | 9,501,330 | 41.6 | 58.6 |
| 21. Auto physical damage | 6,671,002 | 4,147,908 | 62.2 | 55.3 |
| 22. Aircraft (all perils) | | | | |
| 23. Fidelity | | | | |
| 24. Surety | 2,333 | 198 | 8.5 | 3.3 |
| 26. Burglary and theft | 1,102 | (2) | (0.1) | 0.0 |
| 27. Boiler and machinery | | | | |
| 28. Credit | | | | |
| 29. International | | | | |
| 30. Warranty | | | | |
| 31. Reinsurance - Nonproportional Assumed Property | XXX | XXX | XXX | XXX |
| 32. Reinsurance - Nonproportional Assumed Liability | XXX | XXX | XXX | XXX |
| 33. Reinsurance - Nonproportional Assumed Financial Lines | XXX | XXX | XXX | XXX |
| 34. Aggregate write-ins for other lines of business | | | | |
| 35. Totals | 115,512,362 | 66,814,758 | 57.8 | 46.4 |
| DETAILS OF WRITE-INS | | | | |
| 3401. | | | | |
| 3402. | | | | |
| 3403. | | | | |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | | | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498)(Line 34 above) | | | | |

PART 2 - DIRECT PREMIUMS WRITTEN

| Line of Business | 1 Current Quarter | 2 Current Year to Date | 3 Prior Year Year to Date |
|---|----------------------|------------------------------|---------------------------------|
| | | | |
| 1. Fire | 11,106 | 12,062 | 16,320 |
| 2. Allied Lines | 8,404 | 11,986 | 25,181 |
| 3. Farmowners multiple peril | | | |
| 4. Homeowners multiple peril | 3,818,257 | 7,064,546 | 7,898,021 |
| 5. Commercial multiple peril | 18,563,563 | 34,762,667 | 30,998,054 |
| 6. Mortgage guaranty | | | |
| 8. Ocean marine | | | |
| 9. Inland marine | 83,564 | 158,173 | 171,578 |
| 10. Financial guaranty | | | |
| 11.1 Medical professional liability - occurrence | | | |
| 11.2 Medical professional liability - claims-made | | | |
| 12. Earthquake | 3,331 | 4,861 | 5,649 |
| 13. Group accident and health | | | |
| 14. Credit accident and health | | | |
| 15. Other accident and health | | | |
| 16. Workers' compensation | 13,612,157 | 25,915,473 | 23,258,492 |
| 17.1 Other liability - occurrence | 1,052,909 | 1,953,992 | 1,785,895 |
| 17.2 Other liability - claims-made | 4,705,822 | 10,613,176 | 10,284,926 |
| 17.3 Excess workers' compensation | | | |
| 18.1 Products liability - occurrence | 10,494 | 52,950 | 22,189 |
| 18.2 Products liability - claims-made | | | |
| 19.1,19.2 Private passenger auto liability | 1,329,101 | 2,486,382 | 2,589,610 |
| 19.3,19.4 Commercial auto liability | 12,466,828 | 23,575,883 | 19,872,809 |
| 21. Auto physical damage | 3,907,056 | 6,857,482 | 6,484,869 |
| 22. Aircraft (all perils) | | | |
| 23. Fidelity | | | |
| 24. Surety | | | |
| 26. Burglary and theft | 711 | 746 | 1,509 |
| 27. Boiler and machinery | | | |
| 28. Credit | | | |
| 29. International | | | |
| 30. Warranty | | | |
| 31. Reinsurance - Nonproportional Assumed Property | XXX | XXX | XXX |
| 32. Reinsurance - Nonproportional Assumed Liability | XXX | XXX | XXX |
| 33. Reinsurance - Nonproportional Assumed Financial Lines | XXX | XXX | XXX |
| 34. Aggregate write-ins for other lines of business | | | |
| 35. Totals | 59,573,301 | 113,470,378 | 103,415,102 |
| DETAILS OF WRITE-INS | | | |
| 3401. | | | |
| 3402. | | | |
| 3403. | | | |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498)(Line 34 above) | | | |

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

| Years in Which Losses Occurred | 1 Prior Year-End Known Case Loss and LAE Reserves | 2 Prior Year-End IBNR Loss and LAE Reserves | 3 Total Prior Year-End Loss and LAE Reserves (Cols. 1+2) | 4 2018 Loss and LAE Payments on Claims Reported as of Prior Year-End | 5 2018 Loss and LAE Payments on Claims Unreported as of Prior Year-End | 6 Total 2018 Loss and LAE Payments (Cols. 4+5) | 7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year End | 8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End | 9 Q.S. Date IBNR Loss and LAE Reserves | 10 Total Q.S. Loss and LAE Reserves (Cols. 7+8+9) | 11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4+7 minus Col. 1) | 12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5+8+9 minus Col. 2) | 13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Cols. 11+12) |
|--|--|--|---|---|---|---|--|---|---|--|--|--|---|
| 1. 2015 + Prior | 10,396 | 8,868 | 19,264 | 2,348 | 32 | 2,380 | 8,873 | 120 | 7,859 | 16,852 | .825 | -(857) | (32) |
| 2. 2016 | 3,439 | 4,246 | 7,685 | 1,167 | 58 | 1,225 | 2,828 | 179 | 3,178 | 6,184 | .555 | -(832) | (276) |
| 3. Subtotals 2016 + Prior | 13,835 | 13,114 | 26,949 | 3,515 | 90 | 3,605 | 11,701 | 298 | 11,037 | 23,036 | 1,380 | -(1,689) | (308) |
| 4. 2017 | 4,246 | 7,601 | 11,847 | 1,922 | 443 | 2,365 | 2,987 | 509 | 5,632 | .9,128 | .663 | -(1,017) | (353) |
| 5. Subtotals 2017 + Prior | 18,081 | 20,715 | 38,796 | 5,437 | 533 | 5,970 | 14,688 | 807 | 16,669 | 32,165 | 2,043 | -(2,705) | (662) |
| 6. 2018 | XXX | XXX | XXX | XXX | 2,906 | 2,906 | XXX | 2,693 | 4,552 | 7,246 | XXX | XXX | XXX |
| 7. Totals | 18,081 | 20,715 | 38,796 | 5,437 | 3,439 | 8,876 | 14,688 | 3,501 | 21,222 | 39,410 | 2,043 | (2,705) | (662) |
| 8. Prior Year-End Surplus As Regards Policyholders | | | | | | | | | | | Col. 11, Line 7 As % of Col. 1 Line 7 | Col. 12, Line 7 As % of Col. 2 Line 7 | Col. 13, Line 7 As % of Col. 3 Line 7 |
| | | | 54,503 | | | | | | | | 1. 11.3 | 2. (13.1) | 3. (1.7) |
| | | | | | | | | | | | | | 4. (1.2) |

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

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

Explanations:

- 1.
- 2.
- 3.

Bar Codes:

1. Trusteed Surplus Statement [Document Identifier 490]



2. Supplement A to Schedule T [Document Identifier 455]



3. Medicare Part D Coverage Supplement [Document Identifier 365]



STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY
OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Assets Line 25

| | Current Statement Date | | | 4 December 31 Prior Year Net Admitted Assets |
|---|------------------------|-------------------------|---|---|
| | 1 Assets | 2 Nonadmitted Assets | 3 Net Admitted Assets (Cols. 1 - 2) | |
| 2504. Miscellaneous Office Equipment | 1,032,483 | 1,032,483 | | 96 |
| 2505. Clearing Accounts | 73,661 | 73,661 | | 416 |
| 2506. Deposits | 400 | 400 | | |
| 2597. Summary of remaining write-ins for Line 25 from overflow page | 1,106,544 | 1,106,544 | | 512 |

SCHEDULE A - VERIFICATION

Real Estate

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

NONE**SCHEDULE B - VERIFICATION**

Mortgage Loans

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

NONE**SCHEDULE BA - VERIFICATION**

Other Long-Term Invested Assets

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

NONE**SCHEDULE D - VERIFICATION**

Bonds and Stocks

| | 1 Year to Date | 2 Prior Year Ended December 31 |
|---|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year | .97,661,613 | 93,268,984 |
| 2. Cost of bonds and stocks acquired | 12,586,804 | 19,556,241 |
| 3. Accrual of discount | 11,854 | 49,760 |
| 4. Unrealized valuation increase (decrease) | (281,117) | 946,433 |
| 5. Total gain (loss) on disposals | 347,620 | (3,193) |
| 6. Deduct consideration for bonds and stocks disposed of | 10,397,623 | 15,785,402 |
| 7. Deduct amortization of premium | 152,033 | 371,210 |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees | 15,637 | |
| 11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10) | .99,792,755 | .97,661,613 |
| 12. Deduct total nonadmitted amounts | | |
| 13. Statement value at end of current period (Line 11 minus Line 12) | .99,792,755 | .97,661,613 |

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

SCHEDULE D - PART 1B

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

| NAIC Designation | 1 Book/Adjusted Carrying Value Beginning of Current Quarter | 2 Acquisitions During Current Quarter | 3 Dispositions During Current Quarter | 4 Non-Trading Activity During Current Quarter | 5 Book/Adjusted Carrying Value End of First Quarter | 6 Book/Adjusted Carrying Value End of Second Quarter | 7 Book/Adjusted Carrying Value End of Third Quarter | 8 Book/Adjusted Carrying Value December 31 Prior Year |
|---|---|--|--|--|---|--|---|---|
| BONDS | | | | | | | | |
| 1. NAIC 1 (a) | 78,068,982 | 4,753,508 | 3,657,344 | (240,582) | 78,068,982 | 78,924,564 | | 76,591,215 |
| 2. NAIC 2 (a) | 15,529,324 | 823,241 | 768,480 | 171,323 | 15,529,324 | 15,755,407 | | 15,230,140 |
| 3. NAIC 3 (a) | | | | | | | | |
| 4. NAIC 4 (a) | | | | | | | | |
| 5. NAIC 5 (a) | | | | | | | | |
| 6. NAIC 6 (a) | | | | | | | | |
| 7. Total Bonds | 93,598,306 | 5,576,749 | 4,425,824 | (69,259) | 93,598,306 | 94,679,972 | | 91,821,355 |
| PREFERRED STOCK | | | | | | | | |
| 8. NAIC 1 | | | | | | | | |
| 9. NAIC 2 | | | | | | | | |
| 10. NAIC 3 | | | | | | | | |
| 11. NAIC 4 | | | | | | | | |
| 12. NAIC 5 | | | | | | | | |
| 13. NAIC 6 | | | | | | | | |
| 14. Total Preferred Stock | | | | | | | | |
| 15. Total Bonds and Preferred Stock | 93,598,306 | 5,576,749 | 4,425,824 | (69,259) | 93,598,306 | 94,679,972 | | 91,821,355 |

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

NAIC 1 \$; NAIC 2 \$; NAIC 3 \$ NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

SCHEDULE DA - PART 1

Short-Term Investments

| | 1 Book/Adjusted Carrying Value | 2 Premium xx | 3 Actual Cost | 4 Interest Collected Year-to-Date | 5 Paid for Accrued Interest Year-to-Date |
|----------------|--------------------------------------|--------------------|------------------|---|---|
| 9199999 Totals | | | | | |

NONE**SCHEDULE DA - VERIFICATION**

Short-Term Investments

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|---|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year | | 99,998 |
| 2. Cost of short-term investments acquired | | 1,100,000 |
| 3. Accrual of discount | | |
| 4. Unrealized valuation increase (decrease) | | |
| 5. Total gain (loss) on disposals | | |
| 6. Deduct consideration received on disposals | | 1,200,000 |
| 7. Deduct amortization of premium | | |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | | |
| 11. Deduct total nonadmitted amounts | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | | |

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards

N O N E

Schedule DB - Part B - Verification - Futures Contracts

N O N E

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

N O N E

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

N O N E

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of Derivatives

N O N E

SCHEDULE E - PART 2 - VERIFICATION

(Cash Equivalents)

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|---|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year | 100,000 | |
| 2. Cost of cash equivalents acquired | 7,206 | 100,000 |
| 3. Accrual of discount | | |
| 4. Unrealized valuation increase (decrease) | | |
| 5. Total gain (loss) on disposals | | |
| 6. Deduct consideration received on disposals | 6,956 | |
| 7. Deduct amortization of premium | | |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | 100,250 | 100,000 |
| 11. Deduct total nonadmitted amounts | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 100,250 | 100,000 |

Schedule A - Part 2 - Real Estate Acquired and Additions Made
N O N E

Schedule A - Part 3 - Real Estate Disposed
N O N E

Schedule B - Part 2 - Mortgage Loans Acquired and Additions Made
N O N E

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid
N O N E

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made
N O N E

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid
N O N E

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

SCHEDULE D - PART 3

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

| 1 CUSIP Identification | 2 Description | 3 Foreign | 4 Date Acquired | 5 Name of Vendor | 6 Number of Shares of Stock | 7 Actual Cost | 8 Par Value | 9 Paid for Accrued Interest and Dividends | 10 NAIC Desig- nation or Market Indicator (a) |
|--|-------------------------------|--------------|-----------------------|--------------------------------|--------------------------------------|------------------|------------------|--|--|
| 3138EM-3Y-5 | FN AL5314 - RMBS | | .04/06/2018 | CITIGROUP GLOBAL MARKETS INC. | 296,739 | .290,565 | | .254 | 1... |
| 31406Q-4C-7 | FN BH2618 - RMBS | | .04/27/2018 | JP MORGAN SECURITIES INC. | 247,246 | .248,889 | | .702 | 1... |
| 3140J7-UL-7 | FN BM3286 - RMBS | | .04/11/2018 | WELLS FARGO SECURITIES LLC | 253,955 | .241,898 | | .363 | 1... |
| 31418C-U8-5 | FN MA306 - RMBS | | .04/27/2018 | WELLS FARGO SECURITIES LLC | 252,819 | .247,976 | | .799 | 1... |
| 3199999. Subtotal - Bonds - U.S. Special Revenues | | | | | | 1,050,759 | 1,029,327 | | 2,118 |
| 05522R-CZ-9 | BACCT 18A2 A - ABS | | .05/10/2018 | MERRILL LYNCH PIERCE FENNER | 494,899 | .495,000 | | | 1FE... |
| 12572Q-AJ-4 | CME GROUP INC | | .06/14/2018 | VARIOUS | 450,745 | .450,000 | | | 1FE... |
| 25470D-AZ-2 | DISCOVERY COMMUNICATIONS, LLC | | .04/03/2018 | Unknown | 219,576 | .220,000 | | | 2,310 |
| 31428X-BF-2 | FEDEX CORP | | .05/24/2018 | VARIOUS | 429,271 | .450,000 | | | 2,212 |
| 377372-AM-9 | GLAXOSMITHKLINE CAPITAL INC | | .05/10/2018 | JP MORGAN SECURITIES INC. | 273,152 | .275,000 | | | 1FE... |
| 46636A-AC-6 | JPMC 10CNTR A2 - CMBS | | .04/05/2018 | CREDIT SUISSE SECURITIES (USA) | 336,377 | .328,323 | | | .315 |
| 49327M-2W-3 | KEYBANK NA | | .06/07/2018 | PERSHING DIV OF DLJ SEC LNDNG | 450,018 | .450,000 | | | 1FE... |
| 67077M-AD-0 | NUTRIEN LTD | | .04/10/2018 | Unknown | 174,394 | .175,000 | | | .131 |
| 694308-HW-0 | PACIFIC GAS AND ELECTRIC CO | | .05/15/2018 | Unknown | 498,587 | .500,000 | | | .7,608 |
| 808513-AX-3 | CHARLES SCHWAB CORP | | .05/18/2018 | VARIOUS | 450,210 | .450,000 | | | 1FE... |
| 842400-GL-1 | SOUTHERN CALIFORNIA EDISON CO | | .05/31/2018 | VARIOUS | 300,057 | .300,000 | | | 1FE... |
| 931142-ED-1 | WALMART INC | | .06/20/2018 | JP MORGAN SECURITIES INC. | 448,704 | .450,000 | | | 1FE... |
| 3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | 4,525,990 | 4,543,323 | | 12,576 |
| 8399997. Total - Bonds - Part 3 | | | | | | 5,576,749 | 5,572,650 | | 14,694 |
| 8399998. Total - Bonds - Part 5 | | | | | | XXX | XXX | XXX | XXX |
| 8399999. Total - Bonds | | | | | | 5,576,749 | 5,572,650 | | 14,694 |
| 8999997. Total - Preferred Stocks - Part 3 | | | | | | | XXX | | XXX |
| 8999998. Total - Preferred Stocks - Part 5 | | | | | | | XXX | XXX | XXX |
| 8999999. Total - Preferred Stocks | | | | | | | XXX | | XXX |
| 9799997. Total - Common Stocks - Part 3 | | | | | | | XXX | | XXX |
| 9799998. Total - Common Stocks - Part 5 | | | | | | | XXX | XXX | XXX |
| 9799999. Total - Common Stocks | | | | | | | XXX | | XXX |
| 9899999. Total - Preferred and Common Stocks | | | | | | | XXX | | XXX |
| 9999999 - Totals | | | | | | 5,576,749 | XXX | | 14,694 |

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

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

SCHEDULE D - PART 4

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

| 1 CUSIP Ident- ification | 2 Description | 3 For- eign | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 8 Par Value | 9 Actual Cost | 10 Prior Year Book/ Adjusted Carrying Value | Change In Book/Adjusted Carrying Value | | | | | 16 Book/ Adjusted Carrying Value at Disposal Date | 17 Foreign Exchange Value at Disposal Date | 18 Realized Gain (Loss) on Disposal | 19 Total Gain (Loss) on Disposal | 20 Bond Interest/ Stock Dividends Received During Year | 21 Stated Con- tractual Maturity Date | 22 NAIC Design- ation or Market In- dicator (a) | | |
|--|--|-------------------|-----------------------|---------------------------|--------------------------------------|-------------------------|----------------|---------------------|--|---|--|---|---|---|---|---|---|---|--|--|---|------------|--------|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ Decrease) | 12 Current Year's (Amor- tization)/ Accretion | 13 Current Year's Other Than Temporary Impairment Recogn- ized | 14 Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | 15 Total Foreign Exchange Change in Book /Adjusted Carrying Value | | | | | | | | | |
| 36178I-GL-7 | GN AB9203 - RMBS | | 06/01/2018 | Paydown | | .49,080 | .49,080 | .52,435 | .52,143 | | (3,063) | | (3,063) | | .49,080 | | | | | .491 | 11/15/2042 | 1 | |
| 36202E-RS-0 | GN 004097 - RMBS | | 06/01/2018 | Paydown | | | | .1,284 | .1,284 | | | .25 | | .25 | | | | | | .23 | 03/20/2038 | 1 | |
| 36205B-4L-3 | GN 386127 - RMBS | | 06/01/2018 | Paydown | | | | .381 | .381 | | | .382 | | .381 | | | | | | .10 | 01/15/2030 | 1 | |
| 36209D-B2-9 | GN 468157 - RMBS | | 06/01/2018 | Paydown | | | | .217 | .217 | | | .217 | | .217 | | | | | | .5 | 08/15/2028 | 1 | |
| 36209M-4A-9 | GN 476117 - RMBS | | 06/15/2018 | Paydown | | | | .1,021 | .1,021 | | | .1,027 | | .1,025 | | | | | | .36 | 07/15/2028 | 1 | |
| 36209U-PA-8 | GN 482017 - RMBS | | 06/01/2018 | Paydown | | | | .77 | .77 | | | .77 | | .77 | | | | | | .2 | 08/15/2028 | 1 | |
| 36209W-4J-8 | GN 484225 - RMBS | | 06/01/2018 | Paydown | | | | .27 | .27 | | | .31 | | .27 | | | | | | .1 | 08/15/2028 | 1 | |
| 36211C-QY-1 | GN 509071 - RMBS | | 06/01/2018 | Paydown | | | | .394 | .394 | | | .374 | | .376 | | | | | | .9 | 05/15/2029 | 1 | |
| 36220U-2Z-0 | GN 288861 - RMBS | | 06/01/2018 | Paydown | | | | .153 | .153 | | | .152 | | .152 | | | | | | .4 | 12/15/2022 | 1 | |
| 36224J-HS-4 | GN 329741 - RMBS | | 06/01/2018 | Paydown | | | | .312 | .312 | | | .319 | | .314 | | | | | | .8 | 01/15/2023 | 1 | |
| 36225A-KU-3 | GN 780307 - RMBS | | 06/01/2018 | Paydown | | | | .212 | .212 | | | .226 | | .216 | | | | | | .7 | 12/15/2021 | 1 | |
| 36225A-NY-2 | GN 780407 - RMBS | | 06/01/2018 | Paydown | | | | .596 | .596 | | | .600 | | .597 | | | | | | .14 | 08/15/2024 | 1 | |
| 36229S-ZC-8 | GN 616439 - RMBS | | 06/01/2018 | Paydown | | | | .12,603 | .12,603 | | | .12,558 | | .12,570 | | | | | | .213 | 06/15/2024 | 1 | |
| 38378B-7C-7 | GNR 1333 A - CMBS | | 06/01/2018 | Paydown | | | | 2,646 | 2,646 | | | 2,634 | | 2,641 | | | | | | .9 | 07/16/2038 | 1 | |
| 0599999. Subtotal - Bonds - U.S. Governments | | | | | | 69,005 | 69,005 | 72,294 | 71,999 | | (2,995) | | (2,995) | | 69,005 | | 0 | 0 | 0 | 830 | XXX | XXX | |
| 266778-BR-9 DURHAM N.C. | | | | | | 100,000 | 100,000 | 109,683 | 100,000 | | | | | 100,000 | | | | | | 04/01/2018 | 1FE | | |
| 2499999. Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions | | | | | | 100,000 | 100,000 | 109,683 | 100,000 | | | | | 100,000 | | | | | | XXX | XXX | | |
| 23524I-PE-0 | DALLAS TEX AREA RAPID TRAN SALES TAX REV | | 04/24/2018 | BARCLAYS CAPITAL INC | | | | .344,565 | .300,000 | | | .357,942 | | .341,841 | | (1,748) | | (1,748) | | .340,093 | .4,472 | .4,472 | .6,042 |
| 31283G-K8-9 | FH G00319 - RMBS | | 06/01/2018 | Paydown | | | | .23 | .23 | | | .24 | | .24 | | (1) | | (1) | | .23 | 04/01/2025 | 1 | |
| 31283H-HN-8 | FH G01137 - RMBS | | 06/01/2018 | Paydown | | | | .59 | .59 | | | .58 | | .58 | | 0 | | 0 | | .59 | 09/01/2030 | 1 | |
| 31287Q-NQ-9 | FH C64888 - RMBS | | 06/01/2018 | Paydown | | | | .42 | .42 | | | .42 | | .42 | | 0 | | 0 | | .42 | 03/01/2032 | 1 | |
| 31288E-B5-5 | FH C75460 - RMBS | | 06/01/2018 | Paydown | | | | .240 | .240 | | | .244 | | .244 | | (3) | | (3) | | .240 | 01/01/2033 | 1 | |
| 3128M9-2M-3 | FH G07680 - RMBS | | 06/01/2018 | Paydown | | | | .5,550 | .5,550 | | | .5,861 | | .5,844 | | (295) | | (295) | | .5,550 | .72 | 04/01/2044 | 1 |
| 3128M9-XG-2 | FH G07579 - RMBS | | 06/01/2018 | Paydown | | | | .11,651 | .11,651 | | | .12,070 | | .12,041 | | (390) | | (390) | | .11,651 | .168 | 08/01/2043 | 1 |
| 3128MC-UW-3 | FH G13997 - RMBS | | 06/01/2018 | Paydown | | | | .4,064 | .4,064 | | | .4,165 | | .4,149 | | (85) | | (85) | | .4,064 | .51 | 12/01/2025 | 1 |
| 3128ME-4A-6 | FH G16017 - RMBS | | 06/01/2018 | Paydown | | | | .8,045 | .8,045 | | | .8,261 | | .8,247 | | (203) | | (203) | | .8,045 | .79 | 01/01/2031 | 1 |
| 3128ME-6K-2 | FH G16074 - RMBS | | 06/01/2018 | Paydown | | | | .7,229 | .7,229 | | | .7,427 | | .7,416 | | (187) | | (187) | | .7,229 | .74 | 02/01/2032 | 1 |
| 3128MJ-2G-4 | FH G08774 - RMBS | | 06/01/2018 | Paydown | | | | .5,142 | .5,142 | | | .5,311 | | .5,306 | | (164) | | (164) | | .5,142 | .61 | 08/01/2047 | 1 |
| 3128MJ-UH-1 | FH G08583 - RMBS | | 06/01/2018 | Paydown | | | | .5,818 | .5,818 | | | .6,251 | | .6,251 | | (433) | | (433) | | .5,818 | .90 | 04/01/2044 | 1 |
| 3128MJ-YM-6 | FH G08715 - RMBS | | 06/01/2018 | Paydown | | | | .5,182 | .5,182 | | | .5,391 | | .5,377 | | (196) | | (196) | | .5,182 | .52 | 08/01/2046 | 1 |
| 3128MJ-VT-1 | FH G08721 - RMBS | | 06/01/2018 | Paydown | | | | .4,312 | .4,312 | | | .4,477 | | .4,465 | | (154) | | (154) | | .4,312 | .44 | 09/01/2046 | 1 |
| 3128MJ-ZG-4 | FH G08767 - RMBS | | 06/01/2018 | Paydown | | | | .7,243 | .7,243 | | | .7,651 | | .7,651 | | (409) | | (409) | | .7,243 | .96 | 06/01/2047 | 1 |
| 3128MJ-ZH-6 | FH G08743 - RMBS | | 06/01/2018 | Paydown | | | | .12,024 | .12,024 | | | .12,658 | | .12,640 | | (615) | | (615) | | .12,024 | .161 | 01/01/2047 | 1 |
| 3128MJ-ZP-8 | FH G08749 - RMBS | | 06/01/2018 | Paydown | | | | .9,509 | .9,509 | | | .9,982 | | .9,982 | | (472) | | (472) | | .9,509 | .127 | 02/01/2047 | 1 |
| 3128MM-WS-8 | FH G18656 - RMBS | | 06/01/2018 | Paydown | | | | .11,191 | .11,191 | | | .11,457 | | .11,457 | | (266) | | (266) | | .11,191 | .70 | 08/01/2032 | 1 |
| 3128P8-C4-1 | FH C91891 - RMBS | | 06/01/2018 | Paydown | | | | .4,885 | .4,885 | | | .5,130 | | .5,109 | | (224) | | (224) | | .4,885 | .50 | 09/01/2036 | 1 |
| 3128QH-D6-8 | FH C01025 - RMBS | | 06/01/2018 | Paydown | | | | .38 | .38 | | | .38 | | .38 | | 0 | | 0 | | .0 | 07/01/2030 | 1 | |
| 3128QK-TG-6 | FH C03595 - RMBS | | 06/01/2018 | Paydown | | | | .7,951 | .7,951 | | | .8,285 | | .8,262 | | (312) | | (312) | | .7,951 | .120 | 10/01/2040 | 1 |
| 3128RJ-IE-8 | FH C27557 - RMBS | | 06/01/2018 | Paydown | | | | .65 | .65 | | | .62 | | .63 | | 3 | | 3 | | .65 | .1 | 06/01/2029 | 1 |
| 312942-NF-8 | FH A93990 - RMBS | | 06/01/2018 | Paydown | | | | .2,970 | .2,970 | | | .3,073 | | .3,070 | | (100) | | (100) | | .0 | .40 | 09/01/2040 | 1 |
| 31298U-CF-4 | FH C57270 - RMBS | | 06/01/2018 | Paydown | | | | .157 | .157 | | | .155 | | .155 | | 2 | | 2 | | .157 | .3 | 09/01/2031 | 1 |
| 31298W-CR-4 | FH C59080 - RMBS | | 06/01/2018 | Paydown | | | | .129 | .129 | | | .128 | | .128 | | 1 | | 1 | | .129 | .3 | 10/01/2031 | 1 |
| 31307A-EK-8 | FH J21938 - RMBS | | 06/01/2018 | Paydown | | | | .23,632 | .23,632 | | | .24,662 | | .24,319 | | (686) | | (686) | | .23,632 | .204 | 01/01/2028 | 1 |
| 3132GK-H5-4 | FH Q00252 - RMBS | | 06/01/2018 | Paydown | | | | .6,916 | .6,916 | | | .6,916 | | .6,933 | | (708) | | (708) | | .6,916 | .105 | 04/01/2041 | 1 |
| 3132GK-5A-0 | FH Q04741 - RMBS | | 06/01/2018 | Paydown | | | | .5,606 | .5,606 | | | .5,606 | | .5,991 | | (383) | | (383) | | .5,606 | .104 | 11/01/2041 | 1 |
| 3132CK-V9-4 | FH Q04540 - RMBS | | 06/01/2018 | Paydown | | | | .12,989 | .12,989 | | | .13,238 | | .13,221 | | (232) | | (232) | | .12,989 | .165 | 11/ | |

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

SCHEDULE D - PART 4

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

| 1 CUSIP Ident- ification | 2 Description | 3 For- eign | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 8 Par Value | 9 Actual Cost | 10 Prior Year Book/ Adjusted Carrying Value | Change In Book/Adjusted Carrying Value | | | | | 16 Book/ Adjusted Carrying Value at Disposal Date | 17 Foreign Exchange Gain Value at Disposal Date | 18 Realized Gain (Loss) on Disposal | 19 Total Gain (Loss) on Disposal | 20 Bond Interest/ Stock Dividends Received During Year | 21 Stated Con- tractual Maturity Date | 22 NAIC Design- ation or Market In- dicator (a) | |
|-----------------------------------|------------------|-------------------|-----------------------|---------------------------|--------------------------------------|-------------------------|----------------|---------------------|--|---|--|---|---|---|---|---|---|---|--|--|---|---|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ Decrease) | 12 Current Year's (Amor- tization)/ Accretion | 13 Current Year's Other Than Temporary Impairment Recogn- ized | 14 Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | 15 Total Foreign Exchange Change in Book /Adjusted Carrying Value | | | | | | | | |
| .31335A-OK-7 | FN G60458 - RMBS | | 06/01/2018 | Paydown | | 6,413 | ,6,413 | ,6,747 | ,6,746 | -(333) | | | -(333) | | | ,6,413 | | | | 76 | 01/01/2044 | 1 |
| .31335A-S7-4 | FN G60542 - RMBS | | 06/01/2018 | Paydown | | 3,267 | ,3,267 | ,3,494 | ,3,494 | -(227) | | | -(227) | | | ,3,267 | | | | 47 | 09/01/2045 | 1 |
| .31335A-YT-9 | FN G60722 - RMBS | | 06/01/2018 | Paydown | | 3,328 | ,3,328 | ,3,276 | ,3,276 | ,52 | | | ,52 | | | 3,328 | | | | 35 | 10/01/2046 | 1 |
| .313615-LF-1 | FN 050726 - RMBS | | 06/01/2018 | Paydown | | ,147 | ,147 | ,147 | ,147 | | | | | | | | | | | ,4 | 05/01/2023 | 1 |
| .31365D-UL-7 | FN 124887 - RMBS | | 06/01/2018 | Paydown | | 207 | ,207 | ,207 | ,207 | ,0 | | | ,0 | | | | | | ,5 | 06/01/2023 | 1 | |
| .31369T-N7-7 | FN 220114 - RMBS | | 06/01/2018 | Paydown | | ,24 | ,24 | ,24 | ,24 | ,0 | | | ,0 | | | | | | ,1 | 06/01/2023 | 1 | |
| .31371K-HW-4 | FN 254145 - RMBS | | 06/01/2018 | Paydown | | 862 | ,862 | ,868 | ,868 | -(7) | | | -(7) | | | ,862 | | | | ,19 | 01/01/2032 | 1 |
| .31380S-5J-8 | FN 449149 - RMBS | | 06/01/2018 | Paydown | | ,25 | ,25 | ,24 | ,24 | ,0 | | | ,0 | | | | | | ,0 | 12/01/2028 | 1 | |
| .31386T-FU-4 | FN 572679 - RMBS | | 06/01/2018 | Paydown | | ,59 | ,59 | ,59 | ,59 | -(1) | | | -(1) | | | ,59 | | | | ,1 | 04/01/2031 | 1 |
| .3138A8W-RQ-8 | FN A4994 - RMBS | | 06/01/2018 | Paydown | | ,6,038 | ,6,038 | ,6,500 | ,6,498 | -(460) | | | -(460) | | | ,6,038 | | | | ,105 | 11/01/2041 | 1 |
| .3138E7-TV-6 | FN AK3263 - RMBS | | 06/01/2018 | Paydown | | ,15,712 | ,15,712 | ,16,213 | ,16,165 | -(453) | | | -(453) | | | ,15,712 | | | | ,159 | 02/01/2027 | 1 |
| .3138EJ-3Y-2 | FN AL2614 - RMBS | | 06/01/2018 | Paydown | | ,12,817 | ,12,817 | ,13,253 | ,13,253 | -(436) | | | -(436) | | | ,12,817 | | | | ,146 | 11/01/2042 | 1 |
| .3138EK-QD-0 | FN AL3151 - RMBS | | 06/01/2018 | Paydown | | ,2,013 | ,2,013 | ,2,161 | ,2,160 | -(147) | | | -(147) | | | ,2,013 | | | | ,30 | 06/01/2042 | 1 |
| .3138EM-3Y-5 | FN AL5314 - RMBS | | 06/01/2018 | Paydown | | ,11,711 | ,11,711 | ,11,960 | ,11,960 | -(249) | | | -(249) | | | ,11,711 | | | | ,16 | 03/01/2027 | 1 |
| .3138EN-4H-9 | FN AL6223 - RMBS | | 06/01/2018 | Paydown | | ,12,641 | ,12,641 | ,13,755 | ,13,755 | -(1,114) | | | -(1,114) | | | ,12,641 | | | | ,184 | 08/01/2044 | 1 |
| .3138EQ-7K-2 | FN AL8097 - RMBS | | 06/01/2018 | Paydown | | ,14,841 | ,14,841 | ,15,930 | ,15,930 | -(1,090) | | | -(1,090) | | | ,14,841 | | | | ,212 | 01/01/2046 | 1 |
| .3138ER-7D-6 | FN AL9891 - RMBS | | 06/01/2018 | Paydown | | ,18,322 | ,18,322 | ,19,072 | ,19,072 | -(750) | | | -(750) | | | ,18,322 | | | | ,246 | 02/01/2046 | 1 |
| .3138ER-J7-6 | FN AL9285 - RMBS | | 06/01/2018 | Paydown | | ,15,897 | ,15,897 | ,16,146 | ,16,135 | -(239) | | | -(239) | | | ,15,897 | | | | ,200 | 10/01/2046 | 1 |
| .3138ER-NP-1 | FN AL9397 - RMBS | | 06/01/2018 | Paydown | | ,8,625 | ,8,625 | ,8,711 | ,8,710 | -(85) | | | -(85) | | | ,8,625 | | | | ,86 | 10/01/2046 | 1 |
| .3138ET-YK-6 | FN AL8813 - RMBS | | 06/01/2018 | Paydown | | ,5,136 | ,5,136 | ,5,383 | ,5,383 | -(247) | | | -(247) | | | ,5,136 | | | | ,83 | 04/01/2046 | 1 |
| .3138MS-EA-3 | FN AP1928 - RMBS | | 06/01/2018 | Paydown | | ,6,778 | ,6,778 | ,7,221 | ,7,200 | -(422) | | | -(422) | | | ,6,778 | | | | ,87 | 08/01/2042 | 1 |
| .3138MS5-LP-2 | FN AP2133 - RMBS | | 06/01/2018 | Paydown | | ,8,100 | ,8,100 | ,8,404 | ,8,385 | -(285) | | | -(285) | | | ,8,100 | | | | ,99 | 08/01/2042 | 1 |
| .3138MP-TV-1 | FN A79723 - RMBS | | 06/01/2018 | Paydown | | ,15,644 | ,15,644 | ,16,333 | ,16,195 | -(551) | | | -(551) | | | ,15,644 | | | | ,158 | 12/01/2042 | 1 |
| .3138W16-SU-1 | FN AR8630 - RMBS | | 06/01/2018 | Paydown | | ,14,151 | ,14,151 | ,14,421 | ,14,418 | -(267) | | | -(267) | | | ,14,151 | | | | ,131 | 04/01/2043 | 1 |
| .3138W19-HL-7 | FN AS0234 - RMBS | | 06/01/2018 | Paydown | | ,6,003 | ,6,003 | ,6,294 | ,6,291 | -(289) | | | -(289) | | | ,6,003 | | | | ,88 | 08/01/2043 | 1 |
| .3138W1B-AR-6 | FN AS1815 - RMBS | | 06/01/2018 | Paydown | | ,7,910 | ,7,910 | ,8,238 | ,8,201 | -(291) | | | -(291) | | | ,7,910 | | | | ,111 | 02/01/2044 | 1 |
| .3138W1B-GU-3 | FN AS2010 - RMBS | | 06/01/2018 | Paydown | | ,10,676 | ,10,676 | ,11,143 | ,11,115 | -(439) | | | -(439) | | | ,10,676 | | | | ,139 | 03/01/2044 | 1 |
| .3138W1B-LK-9 | FN AS2385 - RMBS | | 06/01/2018 | Paydown | | ,4,062 | ,4,062 | ,4,289 | ,4,271 | -(209) | | | -(209) | | | ,4,062 | | | | ,64 | 05/01/2044 | 1 |
| .3138W1E-6G-9 | FN AS5370 - RMBS | | 06/01/2018 | Paydown | | ,7,372 | ,7,372 | ,7,676 | ,7,656 | -(284) | | | -(284) | | | ,7,372 | | | | ,90 | 07/01/2045 | 1 |
| .3138W1E-EV-7 | FN AS6467 - RMBS | | 06/01/2018 | Paydown | | ,5,873 | ,5,873 | ,6,065 | ,6,064 | -(192) | | | -(192) | | | ,5,873 | | | | ,67 | 03/01/2045 | 1 |
| .3138W1E-KB-4 | FN AS4789 - RMBS | | 06/01/2018 | Paydown | | ,6,837 | ,6,837 | ,7,111 | ,7,102 | -(265) | | | -(265) | | | ,6,837 | | | | ,69 | 04/01/2045 | 1 |
| .3138W1E-ZJ-1 | FN AS5244 - RMBS | | 06/01/2018 | Paydown | | ,9,435 | ,9,435 | ,9,811 | ,9,780 | -(345) | | | -(345) | | | ,9,435 | | | | ,105 | 06/01/2045 | 1 |
| .3138W1F-B6-2 | FN AS5460 - RMBS | | 06/01/2018 | Paydown | | ,6,426 | ,6,426 | ,6,732 | ,6,709 | -(283) | | | -(283) | | | ,6,426 | | | | ,77 | 07/01/2045 | 1 |
| .3138W1F-GE-6 | FN AS5596 - RMBS | | 06/01/2018 | Paydown | | ,12,436 | ,12,436 | ,13,002 | ,12,999 | -(562) | | | -(562) | | | ,12,436 | | | | ,141 | 08/01/2045 | 1 |
| .3138W1J-3C-0 | FN AS8894 - RMBS | | 06/01/2018 | Paydown | | ,7,646 | ,7,646 | ,7,788 | ,7,780 | -(135) | | | -(135) | | | ,7,646 | | | | ,76 | 03/01/2032 | 1 |
| .3138W1J-PC-6 | FN AS8518 - RMBS | | 06/01/2018 | Paydown | | ,7,412 | ,7,412 | ,7,375 | ,7,376 | ,37 | | | ,37 | | | ,7,412 | | | | ,78 | 12/01/2046 | 1 |
| .3138W1J-QE-1 | FN AS8552 - RMBS | | 06/01/2018 | Paydown | | ,7,382 | ,7,382 | ,7,552 | ,7,548 | -(166) | | | -(166) | | | ,7,382 | | | | ,76 | 12/01/2036 | 1 |
| .3138W1K-4X-0 | FN AS9837 - RMBS | | 06/01/2018 | Paydown | | ,14,860 | ,14,860 | ,14,843 | ,14,843 | ,17 | | | ,17 | | | ,14,860 | | | | ,78 | 06/01/2032 | 1 |
| .3138X4-V9-8 | FN AU5139 - RMBS | | 06/01/2018 | Paydown | | ,14,115 | ,14,115 | ,14,711 | ,14,710 | -(595) | | | -(595) | | | ,14,115 | | | | ,157 | 08/01/2043 | 1 |
| .3138Y6-3S-1 | FN AX5308 - RMBS | | 06/01/2018 | Paydown | | ,6,804 | ,6,803 | ,7,137 | ,7,133 | -(329) | | | -(329) | | | ,6,803 | | | | ,91 | 01/01/2042 | 1 |
| .3138YII-KG-1 | FN AZ4794 - RMBS | | 06/01/2018 | Paydown | | ,6,712 | ,6,712 | ,7,036 | ,7,015 | -(303) | | | -(303) | | | ,6,712 | | | | ,66 | 01/01/2030 | 1 |
| .31390E-SX-1 | FN 644134 - RMBS | | 06/01/2018 | Paydown | | ,62 | ,62 | ,63 | ,62 | ,0 | | | ,0 | | | ,62 | | | | ,1 | 05/01/2032 | 1 |
| .31403A-XD-2 | FN 743276 - RMBS | | 06/01/2018 | Paydown | | ,151 | ,151 | ,155 | ,154 | -(3) | | | -(3) | | | ,151 | | | | ,3 | 10/01/2033 | 1 |
| .31403C-6L-0 | FN 745275 - RMBS | | 06/01/2018 | Paydown | | ,1,154 | ,1,154 | ,1,124 | ,1,124 | ,30 | | | ,30 | | | ,1,154 | | | | ,19 | 02/01/2036 | 1 |
| .31403C-6U-0 | FN 745283 - RMBS | | 06/01/2018 | Paydown | | ,3,661 | ,3,661 | ,3,537 | ,3,537 | ,125 | | | ,125 | | | ,3,661 | | | | ,71 | 01/01/20 | |

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

SCHEDULE D - PART 4

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

| 1 CUSIP Ident- ification | 2 Description | 3 For- eign | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 8 Par Value | 9 Actual Cost | 10 Prior Year Book/ Adjusted Carrying Value | Change In Book/Adjusted Carrying Value | | | | | 16 Book/ Adjusted Carrying Value at Disposal Date | 17 Foreign Exchange Value at Disposal | 18 Realized Gain (Loss) on Disposal | 19 Total Gain (Loss) on Disposal | 20 Bond Interest/ Stock Dividends Received During Year | 21 Stated Con- tractual Maturity Date | 22 NAIC Design- nation or Market In- dicator (a) | | |
|---|--|-------------------|-----------------------|---------------------------|--------------------------------------|-------------------------|----------------|---------------------|--|---|--|---|---|---|---|---|---|---|--|--|--|------------|-----|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ Decrease) | 12 Current Year's (Amor- tization)/ Accretion | 13 Current Year's Other Than Temporary Impairment Recogn- ized | 14 Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13) | 15 Total Foreign Exchange Change in Book/ Adjusted Carrying Value | | | | | | | | | |
| 31416X-QU-7 | FN AB2266 - RMBS | | 06/01/2018 | Paydown | | 3,799 | | 3,956 | 3,948 | | (149) | | (149) | | | 3,799 | | 0 | 0 | 53 | 02/01/2041 | 1 | |
| 31417D-TR-4 | FN AB6859 - RMBS | | 06/01/2018 | Paydown | | 6,896 | | 6,896 | 7,167 | | 7,167 | | (271) | | (271) | | 6,896 | | 0 | 0 | 75 | 11/01/2042 | 1 |
| 31417E-CG-4 | FN AB7270 - RMBS | | 06/01/2018 | Paydown | | 7,575 | | 7,575 | 7,918 | | 7,861 | | (286) | | (286) | | 7,575 | | 0 | 0 | 77 | 12/01/2042 | 1 |
| 31417E-H2-0 | FN AB7448 - RMBS | | 06/01/2018 | Paydown | | 39,961 | | 39,961 | 41,437 | | 40,945 | | (984) | | (984) | | 39,961 | | 0 | 0 | 0 | 01/01/2028 | 1 |
| 31417E-ZK-0 | FN AB7945 - RMBS | | 06/01/2018 | Paydown | | 19,853 | | 19,853 | 20,498 | | 20,393 | | (540) | | (540) | | 19,853 | | 0 | 0 | 217 | 02/01/2043 | 1 |
| 31417G-SA-0 | FN AB9840 - RMBS | | 06/01/2018 | Paydown | | 3,962 | | 3,962 | 4,159 | | 4,157 | | (195) | | (195) | | 3,962 | | 0 | 0 | 45 | 07/01/2043 | 1 |
| 31418C-EE-0 | FN MA2832 - RMBS | | 06/01/2018 | Paydown | | 4,918 | | 4,918 | 4,926 | | 4,925 | | (7) | | (7) | | 4,918 | | 0 | 0 | 50 | 12/01/2036 | 1 |
| 31418C-FD-1 | FN MA2863 - RMBS | | 06/01/2018 | Paydown | | 8,785 | | 8,785 | 8,797 | | 8,797 | | (12) | | (12) | | 8,785 | | 0 | 0 | 88 | 01/01/2047 | 1 |
| 31418C-ND-2 | FN MA3087 - RMBS | | 06/01/2018 | Paydown | | 6,802 | | 6,802 | 6,982 | | 6,980 | | (177) | | (177) | | 6,802 | | 0 | 0 | 80 | 08/01/2047 | 1 |
| 31418C-OB-3 | FN MA3149 - RMBS | | 06/01/2018 | Paydown | | 12,023 | | 12,023 | 12,483 | | 12,483 | | (460) | | (460) | | 12,023 | | 0 | 0 | 118 | 10/01/2047 | 1 |
| 31418C-U8-5 | FN MA3306 - RMBS | | 06/01/2018 | Paydown | | 2,797 | | 2,797 | 2,851 | | 2,851 | | (55) | | (55) | | 2,797 | | 0 | 0 | 5 | 03/01/2048 | 1 |
| 31419F-FW-1 | FN AE4680 - RMBS | | 06/01/2018 | Paydown | | 3,753 | | 3,753 | 3,892 | | 3,885 | | (132) | | (132) | | 3,753 | | 0 | 0 | 50 | 11/01/2040 | 1 |
| 977100-CQ-7 | WISCONSIN ST GEN FD ANNUAL APPROPRIATION | | 05/01/2018 | Maturity @ 100.00 | | 100,000 | | 100,000 | 100,000 | | 100,000 | | | | | 100,000 | | 0 | 0 | 822 | 05/01/2018 | 1FE | |
| 3199999. Subtotal - Bonds - U.S. Special Revenues | | | | | | 1,223,497 | | 1,178,932 | 1,264,754 | | 1,177,512 | | (27,703) | | (27,703) | | 1,219,025 | | 4,472 | 4,472 | 15,621 | XXX | XXX |
| 02529F-AA-2 | ACAR 164 A - ABS | | 04/12/2018 | Paydown | | 2,978 | | 2,978 | 2,983 | | 2,983 | | (5) | | (5) | | 2,978 | | 0 | 0 | 38 | 06/12/2020 | 1FE |
| 03065D-AB-3 | AMCAR 163 A2A - ABS | | 04/09/2018 | Paydown | | 5,819 | | 5,819 | 5,816 | | 5,824 | | (5) | | (5) | | 5,819 | | 0 | 0 | 47 | 11/08/2019 | 1FE |
| 03523T-AV-3 | ANHEUSER-BUSCH INBEV WORLDWIDE INC | C | 06/06/2018 | VARIOUS | | 390,266 | | 375,000 | 372,764 | | 374,374 | | 136 | | 136 | | 374,510 | | 490 | 490 | 27,298 | 04/15/2020 | 2FE |
| 20826F-AG-1 | CONOCOPHILLIPS CO | | 06/01/2018 | Not Available | | 243,768 | | 250,000 | 249,138 | | 249,336 | | 42 | | 42 | | 249,378 | | (5,611) | (5,611) | 12,292 | 05/15/2025 | 1FE |
| 36252A-AA-4 | GSMS 15GS1 A1 - CMBS | | 06/01/2018 | Paydown | | 13,682 | | 13,682 | 13,681 | | 13,681 | | 0 | | 0 | | 13,682 | | 0 | 0 | 91 | 11/13/2048 | 1FE |
| 377372-AD-9 | GLAXOSMITHKLINE CAPITAL INC | C | 05/15/2018 | Maturity @ 100.00 | | 1,000,000 | | 1,000,000 | 1,092,820 | | 1,004,960 | | (4,960) | | (4,960) | | 1,000,000 | | 0 | 0 | 28,250 | 05/15/2018 | 1FE |
| 46636A-AC-6 | JPMC 100NTR A2 - CMBS | | 06/01/2018 | Paydown | | 1,914 | | 1,914 | 1,961 | | 1,961 | | (47) | | (47) | | 1,914 | | 0 | 0 | 3 | 08/05/2032 | 1FE |
| 46643G-AA-8 | JPMIBB 14024 A1 - CMBS | | 05/17/2018 | Paydown | | 50,144 | | 50,144 | 50,144 | | 50,144 | | | | | 50,144 | | 0 | 0 | 330 | 11/18/2047 | 1FE | |
| 49327M-2F-0 | KEYBANK NA | | 06/07/2018 | LNDING | | 248,305 | | 250,000 | 249,890 | | 249,957 | | 11 | | 11 | | 249,968 | | (1,663) | (1,663) | 3,056 | 12/15/2019 | 1FE |
| 69430B-HV-2 | PACIFIC GAS AND ELECTRIC CO | | 05/15/2018 | Unknown | | 498,587 | | 500,000 | 498,520 | | 498,531 | | 56 | | 56 | | 498,587 | | 0 | 0 | 7,608 | 01/01/2027 | 1FE |
| 73755L-AM-9 | POTASH CORPORATION OF SASKATCHEWAN INC | | 04/10/2018 | Unknown | | 174,394 | | 175,000 | 174,160 | | 174,367 | | 26 | | 26 | | 174,394 | | 0 | 0 | 2,931 | 04/01/2025 | 2FE |
| 78410T-AA-4 | SCFET 171 A - ABS | | 06/20/2018 | Paydown | | 6,974 | | 6,974 | 6,972 | | 6,976 | | (2) | | (2) | | 6,974 | | 0 | 0 | 89 | 09/20/2022 | 1FE |
| B11065-AF-8 | SCRIPPS NETWORKS INTERACTIVE INC | | 04/03/2018 | Unknown | | 219,576 | | 220,000 | 219,318 | | 219,551 | | 25 | | 25 | | 219,576 | | 0 | 0 | 2,530 | 06/15/2022 | 2FE |
| 85771P-AG-7 | STATOIL ASA | C | 04/11/2018 | INC. | | 183,700 | | 190,000 | 189,384 | | 189,678 | | 18 | | 18 | | 189,696 | | (5,997) | (5,997) | 3,440 | 01/17/2023 | 1FE |
| 92211M-AC-7 | VDC 181 A2 - ABS | | 06/15/2018 | Paydown | | 175 | | 175 | 175 | | 175 | | | | | 175 | | 0 | 0 | 1 | 02/16/2043 | 1FE | |
| 3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | 3,040,280 | | 3,041,685 | 3,127,721 | | 3,040,361 | | (4,703) | | (4,703) | | 3,037,794 | | (12,780) | (12,780) | 88,003 | XXX | XXX |
| 8399997. Total - Bonds - Part 4 | | | | | | 4,432,782 | | 4,389,622 | 4,574,452 | | 4,389,872 | | (35,401) | | (35,401) | | 4,425,824 | | (8,308) | (8,308) | 104,454 | XXX | XXX |
| 8399998. Total - Bonds - Part 5 | | | | | | XXX | | XXX | XXX | | XXX | | | | | XXX | | XXX | XXX | XXX | XXX | XXX | |
| 8399999. Total - Bonds | | | | | | 4,432,782 | | 4,389,622 | 4,574,452 | | 4,389,872 | | (35,401) | | (35,401) | | 4,425,824 | | (8,308) | (8,308) | 104,454 | XXX | XXX |
| 8999997. Total - Preferred Stocks - Part 4 | | | | | | XXX | | XXX | XXX | | XXX | | | | | XXX | | XXX | XXX | XXX | XXX | XXX | |
| 8999998. Total - Preferred Stocks - Part 5 | | | | | | XXX | | XXX | XXX | | XXX | | | | | XXX | | XXX | XXX | XXX | XXX | XXX | |
| 8999999. Total - Preferred Stocks | | | | | | XXX | | XXX | XXX | | XXX | | | | | XXX | | XXX | XXX | XXX | XXX | XXX | |
| 9799997. Total - Common Stocks - Part 4 | | | | | | XXX | | XXX | XXX | | XXX | | | | | XXX | | XXX | XXX | XXX | XXX | XXX | |
| 9799998. Total - Common Stocks - Part 5 | | | | | | XXX | | XXX | XXX | | XXX | | | | | XXX | | XXX | XXX | XXX | XXX | XXX | |
| 9799999. Total - Common Stocks | | | | | | XXX | | XXX | XXX | | XXX | | | | | XXX | | XXX | XXX | XXX | XXX | XXX | |
| 9899999. Total - Preferred and Common Stocks | | | | | | XXX | | XXX | XXX | | XXX | | | | | XXX | | XXX | XXX | XXX | XXX | XXX | |
| 9999999 - Totals | | | | | | 4,432,782 | | XXX | 4,574,452 | | 4,389,872 | | (35,401) | | (35,401) | | 4,425,824 | | (8,308) | (8,308) | 104,454 | XXX | XXX |

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

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open
N O N E

Schedule DB - Part B - Section 1 - Futures Contracts Open
N O N E

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made
N O N E

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open
N O N E

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By
N O N E

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To
N O N E

Schedule DL - Part 1 - Reinvested Collateral Assets Owned
N O N E

Schedule DL - Part 2 - Reinvested Collateral Assets Owned
N O N E

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

| 1 Depository | 2 Code | 3 Rate of Interest | 4 Amount of Interest Received During Current Quarter | 5 Amount of Interest Accrued at Current Statement Date | Book Balance at End of Each Month During Current Quarter | | | 9 * |
|---|--------------------|--------------------------|--|--|---|-------------------|------------------|--------|
| | | | | | 6 First Month | 7 Second Month | 8 Third Month | |
| BANK OF NEW YORK | NEW YORK, NY | 0.010 | 1,402 | | 300,903 | 390,733 | 245,598 | XXX |
| 0199998. Deposits in ... depositories that do not exceed the allowable limit in any one depository (See instructions) - Open Depositories | XXX | XXX | | | | | | XXX |
| 0199999. Totals - Open Depositories | XXX | XXX | 1,402 | | 300,903 | 390,733 | 245,598 | XXX |
| 0299998. Deposits in ... depositories that do not exceed the allowable limit in any one depository (See instructions) - Suspended Depositories | XXX | XXX | | | | | | XXX |
| 0299999. Totals - Suspended Depositories | XXX | XXX | | | | | | XXX |
| 0399999. Total Cash on Deposit | XXX | XXX | 1,402 | | 300,903 | 390,733 | 245,598 | XXX |
| 0499999. Cash in Company's Office | XXX | XXX | XXX | XXX | | | | XXX |
| 0599999. Total - Cash | XXX | XXX | 1,402 | | 300,903 | 390,733 | 245,598 | XXX |

STATEMENT AS OF JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

| 1 CUSIP | 2 Description | 3 Code | 4 Date Acquired | 5 Rate of Interest | 6 Maturity Date | 7 Book/Adjusted Carrying Value | 8 Amount of Interest Due and Accrued | 9 Amount Received During Year |
|---|---|-----------|--------------------|-----------------------|--------------------|--------------------------------------|--|-------------------------------------|
| 0599999. Total - U.S. Government Bonds | | | | | | | | |
| 1099999. Total - All Other Government Bonds | | | | | | | | |
| 1799999. Total - U.S. States, Territories and Possessions Bonds | | | | | | | | |
| 2499999. Total - U.S. Political Subdivisions Bonds | | | | | | | | |
| 3199999. Total - U.S. Special Revenues Bonds | | | | | | | | |
| 3899999. Total - Industrial and Miscellaneous (Unaffiliated) Bonds | | | | | | | | |
| 4899999. Total - Hybrid Securities | | | | | | | | |
| 5599999. Total - Parent, Subsidiaries and Affiliates Bonds | | | | | | | | |
| 6099999. Subtotal - SVO Identified Funds | | | | | | | | |
| 7799999. Total - Issuer Obligations | | | | | | | | |
| 7899999. Total - Residential Mortgage-Backed Securities | | | | | | | | |
| 7999999. Total - Commercial Mortgage-Backed Securities | | | | | | | | |
| 8099999. Total - Other Loan-Backed and Structured Securities | | | | | | | | |
| 8199999. Total - SVO Identified Funds | | | | | | | | |
| 8399999. Total Bonds | | | | | | | | |
| 31846V-41-9 | FIRST AMER:TRES OBLG:V | | 06/04/2018 | 1.650 | XXX | .1 | .1 | |
| 94975H-29-6 | WELLS FRGO TREASURY PLUS CL I MNF | SD | 06/04/2018 | 1.790 | XXX | .100,250 | .137 | .553 |
| 8599999. Subtotal - Exempt Money Market Mutual Funds - as Identified by the SVO | | | | | | 100,251 | 138 | 553 |
| 8899999 - Total Cash Equivalents | | | | | | 100,251 | 138 | 553 |



SUPPLEMENT FOR THE QUARTER ENDING JUNE 30, 2018 OF THE REPUBLIC-FRANKLIN INSURANCE COMPANY

DIRECTOR AND OFFICER INSURANCE COVERAGE SUPPLEMENT

Year To Date For The Period Ended JUNE 30, 2018

NAIC Group Code 0201

NAIC Company Code 12475

Company Name REPUBLIC-FRANKLIN INSURANCE COMPANY

If the reporting entity writes any director and officer (D&O) business, please provide the following:

1. Monoline Policies

| 1 Direct Written Premium | 2 Direct Earned Premium | 3 Direct Losses Incurred |
|--------------------------------|-------------------------------|--------------------------------|
| \$... 100 | \$35 | \$... |

2. Commercial Multiple Peril (CMP) Packaged Policies

2.1 Does the reporting entity provide D&O liability coverage as part of a CMP packaged policy? Yes [] No []

2.2 Can the direct premium earned for D&O liability coverage provided as part of a CMP packaged policy be quantified or estimated? Yes [] No []

2.3 If the answer to question 2.2 is yes, provide the quantified or estimated direct premium earned amount for D&O liability coverage in CMP packaged policies

2.31 Amount quantified: \$ 39,261

2.32 Amount estimated using reasonable assumptions: \$

2.4 If the answer to question 2.1 is yes, provide direct losses incurred (losses paid plus change in case reserves) for the D&O liability coverage provided in CMP packaged policies \$