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2018

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**ANNUAL STATEMENT**  
 For the Year Ended December 31, 2018  
 OF THE CONDITION AND AFFAIRS OF THE  
**OHIC Insurance Company**

 NAIC Group Code 0831, 0831  
 (current period) (prior period)
NAIC Company Code 35602Employer's ID Number 31-0926059Organized under the Laws of Ohio,State of Domicile or Port of Entry OHCountry of Domicile UNITED STATES OF AMERICAIncorporated/Organized 02/09/1978Commenced Business 03/01/1978Statutory Home Office 300 E BROAD STREET, #450

(Street and Number)

COLUMBUS, OH, 43215

(City or Town, State, Country and Zip Code)

Main Administrative Office 185 GREENWOOD ROAD  
 (Street and Number)NAPA, CA, 94558

(City or Town, State, Country and Zip Code)

(707)226-0100

(Area Code)(Telephone Number)

Mail Address PO BOX 2900  
 (Street and Number or P.O. Box)NAPA, CA, 94558

(City or Town, State, Country and Zip Code)

Primary Location of Books and Records 185 GREENWOOD ROAD  
 (Street and Number)NAPA, CA, 94558

(City or Town, State, Country and Zip Code)

(707)226-0100

(Area Code)(Telephone Number)

Internet Website Address www.thedoctors.comStatutory Statement Contact DOUGLAS CHARLES WILL  
 (Name)  
statefilingOHIC@thedoctors.com  
 (E-Mail Address)(707)226-0100

(Area Code)(Telephone Number)(Extension)

(707)226-0180

(Fax Number)

**OFFICERS**

Name	Title
RICHARD ELLIOTT ANDERSON MD	PRESIDENT, CHIEF EXECUTIVE OFFICER
DAVID ARMAND MCHALE	SECRETARY
DAVID GERARD PREIMESBERGER	TREASURER, CHIEF FINANCIAL OFFICER

**OTHERS**
 WILLIAM ALLEN FLEMING, CHIEF OPERATING OFFICER  
 THOMAS CONNELL WILSON III, SENIOR VICE PRESIDENT #  
 DOUGLAS CHARLES WILL, VICE PRESIDENT

 DARRELL BLAIR RANUM, REGIONAL VICE PRESIDENT  
 DOUGLAS WILLIAM BOLTZ, VICE PRESIDENT #
**DIRECTORS OR TRUSTEES**
 RICHARD ELLIOTT ANDERSON MD  
 DENNIS BRYAN LAWTON PhD  
 DAVID GERARD PREIMESBERGER

 WILLIAM ALLEN FLEMING  
 DAVID ARMAND MCHALE

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of CaliforniaCounty of NAPA ss

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

 (Signature)  
WILLIAM ALLEN FLEMING  
 (Printed Name)  
 1.  
CHIEF OPERATING OFFICER  
 (Title)

 (Signature)  
DAVID ARMAND MCHALE  
 (Printed Name)  
 2.  
SECRETARY  
 (Title)

 (Signature)  
DAVID GERARD PREIMESBERGER  
 (Printed Name)  
 3.  
TREASURER  
 (Title)

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_ 2019, by William Allen Fleming, proved to me on the basis of satisfactory evidence to be the person who appeared before me, and David Armand McHale, proved to me on the basis of satisfactory evidence to be the person who appeared before me, and David Gerard Preimesberger, proved to me on the basis of satisfactory evidence to be the person who appeared before me.

a. Is this an original filing?

Yes[X] No[ ]

 b. If no: 1. State the amendment number 0  
 2. Date filed \_\_\_\_\_  
 3. Number of pages attached 0

(Notary Public Signature)

## ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols.1-2)	4 Net Admitted Assets
1. Bonds (Schedule D) .....	14,301,784		14,301,784	90,811,313
2. Stocks (Schedule D):				
2.1 Preferred stocks .....				
2.2 Common Stocks .....				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....				
3.2 Other than first liens .....				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances) .....				
4.2 Properties held for the production of income (less \$.....0 encumbrances) .....				
4.3 Properties held for sale (less \$.....0 encumbrances) .....				
5. Cash (\$.....1,604,639, Schedule E Part 1), cash equivalents (\$.....2,465,042, Schedule E Part 2) and short-term investments (\$.....0, Schedule DA) .....	4,069,681		4,069,681	2,866,915
6. Contract loans (including \$.....0 premium notes) .....				
7. Derivatives (Schedule DB) .....				
8. Other invested assets (Schedule BA) .....				
9. Receivables for securities .....				
10. Securities Lending Reinvested Collateral Assets (Schedule DL) .....				3,966,955
11. Aggregate write-ins for invested assets .....				
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	18,371,465		18,371,465	97,645,183
13. Title plants less \$.....0 charged off (for Title insurers only) .....				
14. Investment income due and accrued .....	205,256		205,256	698,015
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....				
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (Including \$.....0 earned but unbilled premiums) .....				
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0) .....				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	10,506		10,506	161,868
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 .....	610,000		610,000	
18.2 Net deferred tax asset .....	10,792		10,792	137,683
19. Guaranty funds receivable or on deposit .....				
20. Electronic data processing equipment and software .....				
21. Furniture and equipment, including health care delivery assets (\$.....0) .....				
22. Net adjustment in assets and liabilities due to foreign exchange rates .....				
23. Receivables from parent, subsidiaries and affiliates .....	93,087		93,087	
24. Health care (\$.....0) and other amounts receivable .....				
25. Aggregate write-ins for other than invested assets .....				
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	19,301,106		19,301,106	98,642,749
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
28. TOTAL (Lines 26 and 27) .....	19,301,106		19,301,106	98,642,749
<b>DETAILS OF WRITE-INS</b>				
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. ....				
2502. ....				
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....				

## LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Year	2 Prior Year
1.	Losses (Part 2A, Line 35, Column 8)		5,900,832
2.	Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)		
3.	Loss adjustment expenses (Part 2A, Line 35, Column 9)		2,105,104
4.	Commissions payable, contingent commissions and other similar charges		
5.	Other expenses (excluding taxes, licenses and fees)	38,622	57,622
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)		
7.1	Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses))		13,628,244
7.2	Net deferred tax liability		
8.	Borrowed money \$.....0 and interest thereon \$.....0		
9.	Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....0 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act)		
10.	Advance premiums		
11.	Dividends declared and unpaid:		
11.1	Stockholders		
11.2	Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)		0
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)		
14.	Amounts withheld or retained by company for account of others		
15.	Remittances and items not allocated		
16.	Provision for reinsurance (including (\$.....0 certified)) (Schedule F, Part 3 Column 78)		
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates	125,105	31,475
20.	Derivatives		
21.	Payable for securities		
22.	Payable for securities lending		3,966,955
23.	Liability for amounts held under uninsured plans		
24.	Capital notes \$.....0 and interest thereon \$.....0		
25.	Aggregate write-ins for liabilities		
26.	TOTAL Liabilities excluding protected cell liabilities (Lines 1 through 25)	163,727	25,690,231
27.	Protected cell liabilities		
28.	TOTAL Liabilities (Lines 26 and 27)	163,727	25,690,231
29.	Aggregate write-ins for special surplus funds		
30.	Common capital stock	3,591,990	3,591,990
31.	Preferred capital stock		
32.	Aggregate write-ins for other-than-special surplus funds		
33.	Surplus notes		
34.	Gross paid in and contributed surplus	25,000,000	78,000,000
35.	Unassigned funds (surplus)	(9,454,611)	(8,639,472)
36.	Less treasury stock, at cost:		
36.1	.....0 shares common (value included in Line 30 \$.....0)		
36.2	.....0 shares preferred (value included in Line 31 \$.....0)		
37.	Surplus as regards policyholders (Lines 29 to 35, minus 36) (Page 4, Line 39)	19,137,379	72,952,518
38.	TOTALS (Page 2, Line 28, Column 3)	19,301,106	98,642,749
<b>DETAILS OF WRITE-INS</b>			
2501.			
2502.			
2503.			
2598.	Summary of remaining write-ins for Line 25 from overflow page		
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)		
2901.			
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)		
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 OF INCOME

		1 Current Year	2 Prior Year
<b>UNDERWRITING INCOME</b>			
1. Premiums earned (Part 1, Line 35, Column 4) .....			
<b>DEDUCTIONS</b>			
2. Losses incurred (Part 2, Line 35, Column 7) .....	475,383		(28,210,865)
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) .....	(289,473)		(9,122,248)
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) .....	926,635		137,088
5. Aggregate write-ins for underwriting deductions .....			
6. TOTAL Underwriting Deductions (Lines 2 through 5) .....	1,112,545		(37,196,025)
7. Net income of protected cells .....			
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7) .....	(1,112,545)		37,196,025
<b>INVESTMENT INCOME</b>			
9. Net investment income earned (Exhibit of Net Investment Income, Line 17) .....	1,559,917		2,599,969
10. Net realized capital gains (losses) less capital gains tax of \$.....(356,131) (Exhibit of Capital Gains (Losses)) .....	(1,390,536)		97,732
11. Net investment gain or (loss) (Lines 9 + 10) .....	169,381		2,697,701
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0) .....			
13. Finance and service charges not included in premiums .....			
14. Aggregate write-ins for miscellaneous income .....	25		
15. TOTAL Other Income (Lines 12 through 14) .....	25		
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) .....	(943,138)		39,893,725
17. Dividends to policyholders .....			
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17) .....	(943,138)		39,893,725
19. Federal and foreign income taxes incurred .....	(253,493)		13,576,438
20. Net income (Line 18 minus Line 19) (to Line 22) .....	(689,645)		26,317,287
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) .....	72,952,518		46,901,303
22. Net income (from Line 20) .....	(689,645)		26,317,287
23. Net transfers (to) from Protected Cell accounts .....			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....293 .....	1,103		(1,103)
25. Change in net unrealized foreign exchange capital gain (loss) .....			
26. Change in net deferred income tax .....	(231,907)		(215,702)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets Line 28, Column 3) .....	105,309		(49,266)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) .....			
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 .....	(53,000,000)		
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 (Page 3, Line 36.1 and 36.2, Column 2 minus Column 1) .....			
37. Aggregate write-ins for gains and losses in surplus .....			
38. Change in surplus as regards policyholders for the year (Lines 22 through 37) .....	(53,815,140)		26,051,215
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37) .....	19,137,379		72,952,518
<b>DETAILS OF WRITE-INS</b>			
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. Misc Income .....	25		
1402. .....			
1403. .....			
1498. Summary of remaining write-ins for Line 14 from overflow page .....			
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above) .....	25		
3701. .....			
3702. .....			
3703. .....			
3798. Summary of remaining write-ins for Line 37 from overflow page .....			
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Lines 37 above) .....			

**CASH FLOW**

		1 Current Year	2 Prior Year
<b>Cash from Operations</b>			
1.	Premiums collected net of reinsurance .....	0	
2.	Net investment income .....	2,194,312	2,902,494
3.	Miscellaneous income .....	25	
4.	TOTAL (Lines 1 through 3) .....	2,194,338	2,902,494
5.	Benefit and loss related payments .....	6,224,853	(48,397)
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....		
7.	Commissions, expenses paid and aggregate write-ins for deductions .....	2,761,265	3,039,875
8.	Dividends paid to policyholders .....		
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses) .....	13,628,620	(5,320,565)
10.	TOTAL (Lines 5 through 9) .....	22,614,737	(2,329,088)
11.	Net cash from operations (Line 4 minus Line 10) .....	(20,420,400)	5,231,581
<b>Cash from Investments</b>			
12.	Proceeds from investments sold, matured or repaid:		
12.1	Bonds .....	83,546,716	28,717,418
12.2	Stocks .....		
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 .....	0	
12.7	Miscellaneous proceeds .....	3,992,410	
12.8	TOTAL Investment proceeds (Lines 12.1 to 12.7) .....	87,539,126	28,717,418
13.	Cost of investments acquired (long-term only):		
13.1	Bonds .....	8,924,093	37,689,924
13.2	Stocks .....		
13.3	Mortgage loans .....		
13.4	Real estate .....		
13.5	Other invested assets .....		
13.6	Miscellaneous applications .....	25,456	1,932,113
13.7	TOTAL Investments acquired (Lines 13.1 to 13.6) .....	8,949,549	39,622,037
14.	Net increase (decrease) in contract loans and premium notes .....		
15.	Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	78,589,577	(10,904,619)
<b>Cash from Financing and Miscellaneous Sources</b>			
16.	Cash provided (applied):		
16.1	Surplus notes, capital notes .....		
16.2	Capital and paid in surplus, less treasury stock .....	(53,000,000)	
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) .....	(3,966,412)	1,843,030
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	(56,966,412)	1,843,030
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	1,202,766	(3,830,008)
19.	Cash, cash equivalents and short-term investments:		
19.1	Beginning of year .....	2,866,915	6,696,923
19.2	End of year (Line 18 plus Line 19.1) .....	4,069,681	2,866,915

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

20.0001			
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**6 Underwriting and Investment Exhibit Pt 1 .....** **NONE**

**7 Underwriting and Investment Exhibit Pt 1A .....** **NONE**

**8 Underwriting and Investment Exhibit Pt 1B .....** **NONE**

# UNDERWRITING AND INVESTMENT EXHIBIT

## PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Column 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Columns 4 + 5 - 6)	8 Percentage of Losses Incurred (Column 7, Part 2) to Premiums Earned (Column 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Columns 1 + 2 - 3)				
1. Fire .....								
2. Allied lines .....								
3. Farmowners multiple peril .....								
4. Homeowners multiple peril .....								
5. Commercial multiple peril .....								
6. Mortgage guaranty .....								
8. Ocean marine .....								
9. Inland marine .....								
10. Financial guaranty .....								
11.1 Medical professional liability - occurrence .....	60,000			(5,019,205)	5,079,205		5,059,210	19,995
11.2 Medical professional liability - claims-made .....				(1,297,010)	1,297,010		841,622	455,388
12. Earthquake .....								
13. Group accident and health .....								
14. Credit accident and health (group and individual) .....								
15. Other accident and health .....								
16. Workers' compensation .....								
17.1 Other liability - occurrence .....								
17.2 Other liability - claims-made .....								
17.3 Excess Workers' Compensation .....								
18.1 Products liability - occurrence .....								
18.2 Products liability - claims made .....								
19.1 19.2 Private passenger auto liability .....								
19.3 19.4 Commercial auto liability .....								
21. Auto physical damage .....								
22. Aircraft (all perils) .....								
23. Fidelity .....								
24. Surety .....								
26. Burglary and theft .....								
27. Boiler and machinery .....								
28. Credit .....								
29. International .....								
30. Warranty .....								
31. Reinsurance-Nonproportional Assumed Property .....	X X X							
32. Reinsurance-Nonproportional Assumed Liability .....	X X X							
33. Reinsurance-Nonproportional Assumed Financial Lines .....	X X X							
34. Aggregate write-ins for other lines of business .....								
35. TOTALS .....	60,000			(6,316,215)	6,376,215		5,900,832	475,383
<b>DETAILS OF WRITE-INS</b>								
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) .....								

# UNDERWRITING AND INVESTMENT EXHIBIT

## PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8	9
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred But Not Reported (Columns 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire .....									
2. Allied Lines .....									
3. Farmowners multiple peril .....									
4. Homeowners multiple peril .....									
5. Commercial multiple peril .....									
6. Mortgage guaranty .....									
8. Ocean marine .....									
9. Inland marine .....									
10. Financial guaranty .....									
11.1 Medical professional liability - occurrence .....	2,485,000			2,485,000				4,596,122	
11.2 Medical professional liability - claims-made .....	12,550,000			12,550,000					4,596,122
12. Earthquake .....									
13. Group accident & health .....									(a) .....
14. Credit accident & health (group & individual) .....									
15. Other accident & health .....									(a) .....
16. Workers' compensation .....									
17.1 Other liability - occurrence .....									
17.2 Other liability - claims-made .....									
17.3 Excess Workers' Compensation .....									
18.1 Products liability - occurrence .....									
18.2 Products liability - claims-made .....									
19.1 19.2 Private passenger auto liability .....									
19.3 19.4 Commercial auto liability .....									
21. Auto physical damage .....									
22. Aircraft (all perils) .....									
23. Fidelity .....									
24. Surety .....									
26. Burglary and theft .....									
27. Boiler and machinery .....									
28. Credit .....									
29. International .....									
30. Warranty .....									
31. Reinsurance-Nonproportional Assumed Property .....	X X X .....				X X X .....				
32. Reinsurance-Nonproportional Assumed Liability .....	X X X .....				X X X .....				
33. Reinsurance-Nonproportional Assumed Financial Lines .....	X X X .....				X X X .....				
34. Aggregate write-ins for other lines of business .....									
35. TOTALS .....	15,035,000		15,035,000		4,596,122			4,596,122	
<b>DETAILS OF WRITE-INS</b>									
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) .....									

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

# UNDERWRITING AND INVESTMENT EXHIBIT

## PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct .....	429,558			429,558
1.2 Reinsurance assumed .....				
1.3 Reinsurance ceded .....	719,031			719,031
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3) .....	(289,473)			(289,473)
2. Commission and brokerage:				
2.1 Direct, excluding contingent .....				
2.2 Reinsurance assumed, excluding contingent .....				
2.3 Reinsurance ceded, excluding contingent .....				
2.4 Contingent - direct .....				
2.5 Contingent - reinsurance assumed .....				
2.6 Contingent - reinsurance ceded .....				
2.7 Policy and membership fees .....				
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) .....				
3. Allowances to manager and agents .....				
4. Advertising .....		21,575		21,575
5. Boards, bureaus and associations .....		6,321	327	6,648
6. Surveys and underwriting reports .....		82	4	86
7. Audit of assureds' records .....				
8. Salary and related items:				
8.1 Salaries .....		542,439	28,057	570,496
8.2 Payroll taxes .....				
9. Employee relations and welfare .....		101,366	5,243	106,609
10. Insurance .....		2,190	113	2,304
11. Directors' fees .....				
12. Travel and travel items .....		36,845	1,906	38,751
13. Rent and rent items .....		32,982	1,706	34,688
14. Equipment .....		45,484	2,353	47,836
15. Cost or depreciation of EDP equipment and software .....		11,548	597	12,146
16. Printing and stationery .....		7,135	369	7,504
17. Postage, telephone and telegraph, exchange and express .....		10,799	559	11,357
18. Legal and auditing .....		17,599	910	18,510
19. TOTALS (Lines 3 to 18) .....		836,365	42,144	878,509
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0 .....		6,925		6,925
20.2 Insurance department licenses and fees .....		48,307		48,307
20.3 Gross guaranty association assessments .....		1,540		1,540
20.4 All other (excluding federal and foreign income and real estate) .....		1,232		1,232
20.5 TOTAL taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) .....		58,003		58,003
21. Real estate expenses .....				
22. Real estate taxes .....		362		362
23. Reimbursements by uninsured plans .....				
24. Aggregate write-ins for miscellaneous expenses .....		31,906	60,439	92,345
25. TOTAL expenses incurred .....	(289,473)	926,635	102,583	(a).....739,745
26. Less unpaid expenses - current year .....	0	38,622		38,622
27. Add unpaid expenses - prior year .....	2,105,104	57,622		2,162,726
28. Amounts receivable relating to uninsured plans, prior year .....				
29. Amounts receivable relating to uninsured plans, current year .....				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29) .....	1,815,631	945,635	102,583	2,863,849

**DETAILS OF WRITE-INS**

2401. Miscellaneous Exp .....		(16,942)	(876)	(17,818)
2402. Consulting Fees .....		43,228	2,236	45,464
2403. Investments .....		5,620	59,079	64,699
2498. Summary of remaining write-ins for Line 24 from overflow page .....				
2499. TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above) .....		31,906	60,439	92,345

(a) Includes management fees of \$.....1,472,503 to affiliates and \$.....0 to non-affiliates.

## EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1. U.S. Government bonds .....	(a) .....	42,419	82,789
1.1 Bonds exempt from U.S. tax .....	(a) .....	818,104	666,797
1.2 Other bonds (unaffiliated) .....	(a) .....	1,216,214	836,609
1.3 Bonds of affiliates .....	(a) .....		
2.1 Preferred stocks (unaffiliated) .....	(b) .....		
2.11 Preferred stocks of affiliates .....	(b) .....		
2.2 Common stocks (unaffiliated) .....			
2.21 Common stocks of affiliates .....			
3. Mortgage loans .....	(c) .....		
4. Real estate .....	(d) .....		
5. Contract loans .....			
6. Cash, cash equivalents and short-term investments .....	(e) .....	66,476	66,476
7. Derivative instruments .....	(f) .....		
8. Other invested assets .....			
9. Aggregate write-ins for investment income .....		12,047	9,829
10. TOTAL gross investment income .....		2,155,260	1,662,500
11. Investment expenses .....	(g) .....		102,583
12. Investment taxes, licenses and fees, excluding federal income taxes .....	(g) .....		
13. Interest expense .....	(h) .....		
14. Depreciation on real estate and other invested assets .....	(i) .....		
15. Aggregate write-ins for deductions from investment income .....			
16. TOTAL Deductions (Lines 11 through 15) .....			102,583
17. Net Investment income (Line 10 minus Line 16) .....			1,559,917
<b>DETAILS OF WRITE-INS</b>			
0901. Securities Lending Income .....		11,272	9,053
0902. Other Investment Income .....		775	776
0903. .....			
0998. Summary of remaining write-ins for Line 9 from overflow page .....			
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above) .....		12,047	9,829
1501. .....			
1502. .....			
1503. .....			
1598. Summary of remaining write-ins for Line 15 from overflow page .....			
1599. TOTALS (Lines 1501 through 1503 plus 1598) (Line 15 above) .....			

(a) Includes \$.....4,155 accrual of discount less \$.....145,791 amortization of premium and less \$.....20,930 paid for accrued interest on purchases.  
 (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.  
 (c) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.  
 (d) Includes \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.  
 (e) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.  
 (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.  
 (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.  
 (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.  
 (i) Includes \$.....0 depreciation on real estate and \$.....0 depreciation on other invested assets.

## EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds .....	(38,377)		(38,377)		
1.1 Bonds exempt from U.S. tax .....	234,486		234,486		
1.2 Other bonds (unaffiliated) .....	(1,917,320)	(25,455)	(1,942,775)	1,396	
1.3 Bonds of affiliates .....					
2.1 Preferred stocks (unaffiliated) .....					
2.11 Preferred stocks of affiliates .....					
2.2 Common stocks (unaffiliated) .....					
2.21 Common stocks of affiliates .....					
3. Mortgage loans .....					
4. Real estate .....					
5. Contract loans .....					
6. Cash, cash equivalents and short-term investments .....					
7. Derivative instruments .....					
8. Other invested assets .....					
9. Aggregate write-ins for capital gains (losses) .....					
10. TOTAL Capital gains (losses) .....	(1,721,211)	(25,455)	(1,746,666)	1,396	

## DETAILS OF WRITE-INS

0901. .....				
0902. .....				
0903. .....				
0998. Summary of remaining write-ins for Line 9 from overflow page .....				
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above) .....				

## EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D) .....	.....	.....	.....
2. Stocks (Schedule D):			
2.1 Preferred stocks .....	.....	.....	.....
2.2 Common stocks .....	.....	.....	.....
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens .....	.....	.....	.....
3.2 Other than first liens .....	.....	.....	.....
4. Real estate (Schedule A):			
4.1 Properties occupied by the company .....	.....	.....	.....
4.2 Properties held for the production of income .....	.....	.....	.....
4.3 Properties held for sale .....	.....	.....	.....
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA) .....	.....	.....	.....
6. Contract loans .....	.....	.....	.....
7. Derivatives (Schedule DB) .....	.....	.....	.....
8. Other invested assets (Schedule BA) .....	.....	.....	.....
9. Receivables for securities .....	.....	.....	.....
10. Securities lending reinvested collateral assets (Schedule DL) .....	.....	.....	.....
11. Aggregate write-ins for invested assets .....	.....	.....	.....
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	.....	.....	.....
13. Title plants (for Title insurers only) .....	.....	.....	.....
14. Invested income due and accrued .....	.....	.....	.....
15. Premium and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection .....	.....	.....	.....
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due .....	.....	.....	.....
15.3 Accrued retrospective premiums and contracts subject to redetermination .....	.....	.....	.....
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers .....	.....	.....	.....
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 .....	.....	.....	.....
18.2 Net deferred tax asset .....	.....	105,309	105,309
19. Guaranty funds receivable or on deposit .....	.....	.....	.....
20. Electronic data processing equipment and software .....	.....	.....	.....
21. Furniture and equipment, including health care delivery assets .....	.....	.....	.....
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	.....	.....	.....
23. Receivables from parent, subsidiaries and affiliates .....	.....	.....	.....
24. Health care and other amounts receivable .....	.....	.....	.....
25. Aggregate write-ins for other than invested assets .....	.....	.....	.....
26. TOTAL Assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	.....	105,309	105,309
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	.....	.....	.....
28. TOTAL (Lines 26 and 27) .....	.....	105,309	105,309
<b>DETAILS OF WRITE-INS</b>			
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. .....	.....	.....	.....
2502. .....	.....	.....	.....
2503. .....	.....	.....	.....
2598. Summary of remaining write-ins for Line 25 from overflow page .....	.....	.....	.....
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	.....	.....	.....

# Notes to Financial Statements

## 1. Summary of Significant Accounting Policies and Going Concern

### A. Accounting Practices

The accompanying financial statements of OHIC Insurance Company (OHIC or the Company) have been prepared on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance.

The State of Ohio requires insurance companies domiciled in the State of Ohio to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures Manual* (NAIC SAP) subject to any deviations prescribed or permitted by the Ohio Department of Insurance. The Company has no prescribed or permitted practices exceptions.

	SSAP #	F/S Page	F/S Line #	2018	2017
Net Income					
(1) State basis (Page 4, Line 20, Columns 1 & 2) .....	XXX	XXX	XXX	\$ (689,645)	\$ 26,317,287
(2) State prescribed practices that are an increase / (decrease) from NAIC SAP: .....					
(3) State permitted practices that are an increase / (decrease) from NAIC SAP: .....					
(4) NAIC SAP (1-2-3=4) .....	XXX	XXX	XXX	\$ (689,645)	\$ 26,317,287
Surplus					
(5) State basis (Page 3, Line 37, Columns 1 & 2) .....	XXX	XXX	XXX	\$ 19,137,379	\$ 72,952,518
(6) State prescribed practices that are an increase / (decrease) from NAIC SAP: .....					
(7) State permitted practices that are an increase / (decrease) from NAIC SAP: .....					
(8) NAIC SAP (5-6-7=8) .....	XXX	XXX	XXX	\$ 19,137,379	\$ 72,952,518

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

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

### C. Accounting Policy

Premiums are earned over the terms of the related policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance assumed.

Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Net investment income earned consists primarily in interest, dividends and rent income less investment related expense. Interest is recognized on an accrual basis and dividends are recognized on an ex-dividend basis. Net realized capital gains (losses) are recognized on a first in first out basis when sold, redeemed or otherwise disposed. Realized capital losses include write-downs for impairments considered to be other than temporary.

Real estate investments are classified in the balance sheet as properties occupied by the company, properties held for the production of income and properties held for sale. Properties occupied by the company and properties held for the production of income are carried at depreciated cost less encumbrances. Properties held for sale are carried at the lower of depreciated cost or fair value less estimated cost to sell. This value would also be net of any encumbrance. The fair values of properties held for the production of income and held for sale are based upon quoted market prices, if available. If quoted market prices are unavailable, fair values are based upon market appraisals performed every five years using certified valuation techniques. Fair values of properties occupied by the company will be measured only if circumstances indicate that the financial condition of the Company is in question.

In addition, the Company adheres to the following accounting policies:

- (1) Short-term investments are stated at amortized value using the interest method. Non-investment grade short-term investments are stated at the lower of amortized value or fair value.
- (2) Investment grade bonds not backed by other loans are stated at amortized value using the interest method. Non-investment grade bonds with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value.
- (3) Common stocks, other than investments in stocks of subsidiaries and affiliates, are stated at fair value.
- (4) Investment grade redeemable preferred stocks are stated at amortized value. Investment grade perpetual preferred stocks are stated at fair value. Non-investment grade preferred stocks are stated at the lower of amortized value or fair value.
- (5) First lien mortgage loans on real estate are stated at their estimated fair value. See Note 5A.
- (6) Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair value. The retrospective adjustment method is used to value all securities.
- (7) The Company has no investments in subsidiary or affiliated companies.
- (8) Investments in joint ventures, most partnerships and limited liability companies are stated at the underlying audited GAAP equity value.
- (9) The Company does not hold investments in derivative instruments as defined by SSAP No. 31.
- (10) The Company does not anticipate investment income as a factor in premium deficiency calculations.

# Notes to Financial Statements

## 1. Summary of Significant Accounting Policies and Going Concern (Continued)

(11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability is continually reviewed and any adjustments are reflected in the period determined.

(12) The Company has a written capitalization policy for prepaid expenses and purchases of items such as electronic data processing equipment, software, furniture, vehicles, other equipment and leasehold improvements. There was no change in the Company's capitalization threshold in 2018.

(13) The Company has no pharmaceutical rebate receivables.

### D. Going Concern

After management evaluation, there is no substantial doubt regarding the reporting entity's ability to continue as a going concern.

## 2. Accounting Changes and Corrections of Errors

### Tax Cuts and Jobs Act

The Tax Cuts and Jobs Act (TCJA) was enacted on December 22, 2017. The TCJA reduced the US federal corporate tax rate from 35% to 21%, in addition to other changes. In 2017 and the first nine months of 2018, we recorded provisional amounts for certain enactment-date effects of the Act by applying the guidance in SAB 118 because we had not yet completed our enactment-date accounting for these effects. In December 2018, the Internal Revenue Service issued Revenue Procedure 2019-06, which required companies to restate their 2017 loss reserve discounting for tax purpose at the IRS's new industry rates and take this prior-year tax adjustment over 8 years. We have complied with this revenue procedure and our deferred balances are properly stated as of December 31, 2018.

## 3. Business Combinations and Goodwill - None

## 4. Discontinued Operations - None

## 5. Investments

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

### B. Debt Restructuring - None

### C. Reverse Mortgages - None

### D. Loan-Backed Securities

- (1) Prepayment assumptions for loan-backed and structured securities were obtained from our investment software vendor through an independent third-party source.
- (2) Loan-backed and structured securities with a recognized other-than-temporary impairment - None
- (3) Securities held that were other-than-temporary because the present value of cash flows expected to be collected was less than the amortized cost of securities - None
- (4) All impaired securities for which an other-than-temporary impairment has not been recognized in earnings as a realized loss

### Amount

a. The aggregate amount of unrealized losses:	
1. Less than 12 months .....	\$ 63
2. 12 months or longer .....	\$ 61,304
b. The aggregate related fair value of securities with unrealized losses:	
1. Less than 12 months .....	\$ 2,762
2. 12 months or longer .....	\$ 1,181,077

(5) All loan-backed and structured securities in an unrealized loss position were reviewed to determine whether other-than-temporary impairments should be recognized. The Company considers various factors when determining other-than-temporary impairment, including: Intent or requirement to sell the security, length of time the security has been in a continuous unrealized loss position, depth of amortized value compared to fair value, and expected redemption percentage. The Company asserts that it has the intent and ability to hold these securities long enough for all the cost basis of the securities to be recovered. It is possible that the Company could recognize other-than-temporary impairments in the future on some of the securities if future events, information and the passage of time causes it to conclude that declines in value are other-than-temporary.

### E. Dollar Repurchase Agreements and/or Securities Lending Transactions - None

### F. Repurchase Agreements Transactions Accounted for as Secured Borrowing - None

### G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing - None

### H. Repurchase Agreements Transactions Accounted for as a Sale - None

### I. Reverse Repurchase Agreements Transactions Accounted for as a Sale - None

### J. Real Estate - None

### K. Low-Income Housing Tax Credits (LIHTC) - None

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE **OHIC Insurance Company**  
**Notes to Financial Statements**

**5. Investments (Continued)**

**L. Restricted Assets**

**(1) Restricted assets (including pledged)**

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted							Current Year			
	Current Year							Current Year			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity	Total (1 + 3)	Total From Prior Year	Increase / (Decrease) (5 - 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5-8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets, %	Admitted Assets, %
a. Subject to contractual obligation for which liability is not shown.....	\$	\$	\$	\$	\$	\$	\$	\$	\$	.....%	.....%
b. Collateral held under security lending agreements.....	-	-	-	-	-	3,966,955	(3,966,955)	-	-	-	-
c. Subject to repurchase agreements.....	-	-	-	-	-	-	-	-	-	-	-
d. Subject to reverse repurchase agreements.....	-	-	-	-	-	-	-	-	-	-	-
e. Subject to dollar repurchase agreements.....	-	-	-	-	-	-	-	-	-	-	-
f. Subject to dollar reverse repurchase agreements.....	-	-	-	-	-	-	-	-	-	-	-
g. Placed under option contracts.....	-	-	-	-	-	-	-	-	-	-	-
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock.....	-	-	-	-	-	-	-	-	-	-	-
i. FHLB capital stock.....	-	-	-	-	-	-	-	-	-	-	-
j. On deposit with states.....	3,483,002	-	-	-	3,483,002	3,489,060	(6,058)	-	3,483,002	18.046	18.046
k. On deposit with other regulatory bodies.....	-	-	-	-	-	-	-	-	-	-	-
l. Pledged as collateral to FHLB (including assets backing funding agreements).....	-	-	-	-	-	-	-	-	-	-	-
m. Pledged as collateral not captured in other categories.....	-	-	-	-	-	-	-	-	-	-	-
n. Other restricted assets.....	-	-	-	-	-	-	-	-	-	-	-
o. Total restricted assets.....	\$ 3,483,002	\$ -	\$ -	\$ -	\$ 3,483,002	\$ 7,456,015	\$ (3,973,013)	\$ -	\$ 3,483,002	18.046%	18.046%

(2) Detail of assets pledged as collateral not captured in other categories (contracts that share similar characteristics, such as reinsurance and derivatives, are reported in the aggregate) - None

(3) Detail of other restricted assets (contracts that share similar characteristics, such as reinsurance and derivatives, are reported in the aggregate) - None

(4) Collateral received and reflected as assets within the reporting entity's financial statements - None

**M. Working Capital Finance Investments - None**

**N. Offsetting and Netting of Assets and Liabilities - None**

**O. Structured Notes - None**

**P. 5GI Securities - None**

**Q. Short Sales - None**

**R. Prepayment Penalty and Acceleration Fees**

	General Account	Protected Cell
(1) Number of CUSIPs.....	2	-
(2) Aggregate Amount of Investment Income.....	\$ 2,420	\$ -

**6. Joint Ventures, Partnerships and Limited Liability Companies - None**

**7. Investment Income**

**A. Due and Accrued Income Excluded from Surplus**

The Company non-admits investment income due and accrued if amounts are over 90 days past due, (180 days for mortgage loans or amounts on mortgage loans in default).

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE **OHIC Insurance Company**  
**Notes to Financial Statements**

**7. Investment Income (Continued)**

B. Total Amount Excluded - None

**8. Derivative Instruments** - None

**9. Income Taxes**

A. Components of the Net Deferred Tax Asset/(Liability)

(1) Change between years by tax character

	2018			2017			Change			
	(1)		(2)	(4)		(5)	(6)	(7)	(8)	(9)
	Ordinary	Capital	Total (Col 1+2)	Ordinary	Capital	Total (Col 4+5)	Ordinary (Col 1-4)	Capital (Col 2-5)	Total (Col 7+8)	
(a) Gross deferred tax assets.....	\$ 6,431	\$ 5,345	\$ 11,776	\$ 231,329	\$ 16,308	\$ 247,637	\$ (224,898)	\$ (10,963)	\$ (235,861)	
(b) Statutory valuation allowance adjustments.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	
(c) Adjusted gross deferred tax assets (1a - 1b).....	6,431	5,345	11,776	231,329	16,308	247,637	(224,898)	(10,963)	(235,861)	
(d) Deferred tax assets nonadmitted.....	.....	.....	.....	105,309	.....	105,309	(105,309)	.....	(105,309)	
(e) Subtotal net admitted deferred tax asset (1c - 1d).....	\$ 6,431	\$ 5,345	\$ 11,776	\$ 126,020	\$ 16,308	\$ 142,328	\$ (119,589)	\$ (10,963)	\$ (130,552)	
(f) Deferred tax liabilities.....	984	.....	984	4,645	.....	4,645	(3,661)	.....	(3,661)	
(g) Net admitted deferred tax asset/(net deferred tax liability) (1e - 1f).....	\$ 5,447	\$ 5,345	\$ 10,792	\$ 121,375	\$ 16,308	\$ 137,683	\$ (115,928)	\$ (10,963)	\$ (126,891)	

(2) Admission calculation components SSAP No. 101

	2018			2017			Change			
	(1)		(2)	(4)		(5)	(6)	(7)	(8)	(9)
	Ordinary	Capital	Total (Col 1+2)	Ordinary	Capital	Total (Col 4+5)	Ordinary (Col 1-4)	Capital (Col 2-5)	Total (Col 7+8)	
(a) Federal income taxes paid in prior years recoverable through loss carrybacks.....	\$ -	\$ 5,345	\$ 5,345	\$ 85,012	\$ 16,015	\$ 101,027	\$ (85,012)	\$ (10,670)	\$ (95,682)	
(b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation (lesser of 2(b)1 and 2(b)2 below).....	6,431	-	6,431	36,657	.....	36,657	(30,226)	.....	-	(30,226)
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.....	6,431	-	6,431	36,657	.....	36,657	(30,226)	.....	-	(30,226)
2. Adjusted gross deferred tax assets allowed per limitation threshold.....	XXX	XXX	2,868,840	XXX	XXX	10,921,529	XXX	XXX	XXX	(8,052,688)
(c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities.....	-	-	-	4,645	.....	4,645	(4,645)	.....	-	(4,645)
(d) Deferred tax assets admitted as the result of application of SSAP No. 101.	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
Total (2(a) + 2(b) + 2(c)).....	\$ 6,431	\$ 5,345	\$ 11,776	\$ 126,314	\$ 16,015	\$ 142,329	\$ (119,883)	\$ (10,670)	\$ (130,553)	

(3) Other admissibility criteria

		2018	2017
(a) Ratio percentage used to determine recovery period and threshold limitation amount.....	.....	1,889.000%	1,210.000%
(b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above.....	\$ 19,125,603	\$ 72,810,190	

(4) Impact of tax-planning strategies

(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character

	2018			2017			Change		
	(1)		(2)	(3)		(4)	(5)		(6)
	Ordinary	Capital	Ordinary	Capital	Ordinary (Col. 1-3)	Capital (Col. 2-4)	.....	.....	.....
1. Adjusted gross DTAs amount from Note 9A1(c).....	\$ 6,431	\$ 5,345	\$ 231,329	\$ 16,308	\$ (224,898)	\$ (10,963)	.....	.....	.....
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies.....	%	%	%	%	%	%	%	%	%
3. Net admitted adjusted gross DTAs amount from Note 9A1(e).....	\$ 6,431	\$ 5,345	\$ 126,020	\$ 16,308	\$ (119,589)	\$ (10,963)	.....	.....	.....
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies.....	%	%	%	%	%	%	%	%	%

# Notes to Financial Statements

## 9. Income Taxes (Continued)

(b) Use of reinsurance-related tax-planning strategies

Does the company's tax-planning strategies include the use of reinsurance? NO

### B. Regarding Deferred Tax Liabilities That Are Not Recognized - None

### C. Major Components of Current Income Taxes Incurred

	(1) 2018	(2) 2017	(3) Change (1-2)
Current income taxes incurred consist of the following major components:			
1. Current Income Tax			
(a) Federal .....	\$ (253,493)	\$ 13,576,438	\$ (13,829,931)
(b) Foreign .....			
(c) Subtotal .....	\$ (253,493)	\$ 13,576,438	\$ (13,829,931)
(d) Federal income tax on net capital gains .....	(356,131)	52,625	(408,756)
(e) Utilization of capital loss carry-forwards .....			
(f) Other .....			
(g) Federal and foreign income taxes incurred .....	\$ (609,624)	\$ 13,629,063	\$ (14,238,687)
2. Deferred Tax Assets			
(a) Ordinary			
(1) Discounting of unpaid losses .....	\$	\$ 224,899	\$ (224,899)
(2) Unearned premium reserve .....			
(3) Policyholder reserves .....			
(4) Investments .....			
(5) Deferred acquisition costs .....			
(6) Policyholder dividends accrual .....			
(7) Fixed assets .....			
(8) Compensation and benefits accrual .....			
(9) Pension accrual .....			
(10) Receivables - nonadmitted .....			
(11) Net operating loss carry-forward .....			
(12) Tax credit carry-forward .....			
(13) Other (including items less than 5% of total ordinary tax assets) .....	6,431	6,430	1
(99) Subtotal .....	\$ 6,431	\$ 231,329	\$ (224,898)
(b) Statutory valuation allowance adjustment .....			
(c) Nonadmitted .....		105,309	(105,309)
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c) .....	\$ 6,431	\$ 126,020	\$ (119,589)
(e) Capital			
(1) Investments .....	\$ 5,345	\$ 16,308	\$ (10,963)
(2) Net capital loss carry-forward .....			
(3) Real estate .....			
(4) Other (including items <5% of total capital tax assets) .....			
(99) Subtotal .....	\$ 5,345	\$ 16,308	\$ (10,963)
(f) Statutory valuation allowance adjustment .....			
(g) Nonadmitted .....			
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g) .....	5,345	16,308	(10,963)
(i) Admitted deferred tax assets (2d + 2h) .....	\$ 11,776	\$ 142,328	\$ (130,552)
3. Deferred Tax Liabilities			
(a) Ordinary			
(1) Investments .....	\$ 984	\$ 4,645	\$ (3,661)
(2) Fixed assets .....			
(3) Deferred and uncollected premium .....			
(4) Policyholder reserves .....			
(5) Other (including items <5% of total ordinary tax liabilities) .....			
(99) Subtotal .....	\$ 984	\$ 4,645	\$ (3,661)
(b) Capital			
(1) Investments .....	\$	\$	\$
(2) Real estate .....			
(3) Other (including items <5% of total capital tax liabilities) .....			
(99) Subtotal .....	\$	\$	\$
(c) Deferred tax liabilities (3a99 + 3b99) .....	\$ 984	\$ 4,645	\$ (3,661)
4. Net deferred tax assets/liabilities (2i - 3c) .....	\$ 10,792	\$ 137,683	\$ (126,891)

# Notes to Financial Statements

## 9. Income Taxes (Continued)

### D. Among the More Significant Book to Tax Adjustments

	December 31, 2018	Effective Tax Rate
Provision computed at statutory rate	\$ (272,847)	21.000%
Increase/(Decrease) in taxes resulting from:	-	-
Tax-exempt Interest	(105,021)	8.000
Loss and LAE Reserves	(224,749)	17.000
Accrued Market Discount	3,660	-
OTTI	(10,669)	1.000
Other	2	-
Total statutory income taxes	<u>\$ (609,624)</u>	<u>47.000%</u>

### E. Operating Loss and Tax Credit Carryforwards

(1) At December 31, 2018, the Company had the following unused loss carryforwards available to offset against future taxable income.

Net operating loss carryforward, \$ -  
Capital loss carryforward, \$ -  
AMT credit carryforward of, \$ -

(2) Income tax expense available for recoupment

	Total
2016	\$ -
2017	13,628,244
2018	-

(3) Deposits admitted under IRC Section 6603 - None

### F. Consolidated Federal Income Tax Return

(1) The Company's Federal Income Tax Return is consolidated with The Doctors Company (TDC) and its other subsidiaries. See Schedule Y for a complete list of the entities with which the Federal Tax Return is consolidated for the current year.

(2) The method of allocation between the companies is subject to a written agreement approved by the Board of Directors. Tax payments are made to, or refunds received from TDC in amounts which would result from filing separate tax returns with federal taxing authorities.

### G. Federal or Foreign Income Tax Loss Contingencies

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

### H. Repatriation Transition Tax (RTT) - None

### I. Alternative Minimum Tax (AMT) Credit - None

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

### A. Name of Relationships

All shares of the Company are owned by The Doctors Company, An Interinsurance Exchange (TDC), which is wholly owned by its policyholders. TDC holds 100% ownership either directly or indirectly, except where indicated differently, of all subsidiaries and affiliates listed on Schedule Y included in this statement.

### B. Detail of Transactions Greater Than 0.5% of Admitted Assets - None

### C. Amount of Transactions & Effects of Change in Terms of Intercompany Arrangements - None

### D. Amounts Due to or from Related Parties

The Company has receivables due from affiliates of \$93,087 and payables due to affiliates of \$125,105 for a net amount of \$32,018 payable to affiliates. The payable balance is primarily related to the management services agreement with TDMC (See item F below), which requires balances due to be settled within 30 days of the month end. All other balances are generally settled within 30 days, although this is not required by written agreements. The balances do not include insurance transactions.

### E. Guarantees or Contingencies - None

### F. Management or Service Contracts, Cost Sharing Arrangements

The Doctors' Management Company (TDMC) supervises the handling of payment of operating expenses, all underwriting functions and management of claims for The Exchange and all of its subsidiaries.

### G. Nature of Relationships that Could Affect Operations

The Company is a member of The Doctors Company Group of Companies. See Schedule Y for a complete list of the companies including their relationships.

### H. Amount Deducted for Investment in Upstream Company - None

### I. Detail of Investments in Affiliates Greater Than 10% of Admitted Assets - None

### J. Write-Down for Impairments of Investments in Subsidiary Controlled or Affiliated Companies - None

# Notes to Financial Statements

## **10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties (Continued)**

- K. Foreign Subsidiary Value Using CARVM - None
- L. Downstream Holding Company Value Using Look-Through Method - None
- M. All SCA Investments - None
- N. Investment in Insurance SCAs - None
- O. SCA Loss Tracking - None

## **11. Debt - None**

## **12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans - None**

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

### 1. Outstanding Shares

The Company has 12,100 shares authorized, 3,991 shares issued and outstanding. All shares are Class A shares.

### 2. Dividend Rate of Preferred Stock - None

### 3. Dividend Restrictions

Without the prior approval of the Ohio Department of Insurance, dividends to stockholders are limited to the greater of 10% of surplus or prior year net income.

### 4. Dividends Paid and Declared

On May 25, 2018, the Company received approval from the Ohio Department of Insurance to pay an extraordinary dividend of \$53,000,000 to TDC on or after June 11, 2018. The dividend was paid on June 27, 2018. No dividends were paid or declared in 2017.

### 5. Available as Ordinary Dividends

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

### 6. Surplus Restrictions - None

### 7. Surplus Advances - None

### 8. Stock Held for Special Purposes - None

### 9. Changes in Special Surplus Funds - None

### 10. Unassigned funds (surplus) - None

### 11. Company-Issued Surplus Debentures or Similar Obligations - None

### 12. Impact of Any Restatement Due to Prior Quasi-Reorganizations - None

### 13. Effective Date(s) of Quasi-Reorganizations in the Prior 10 Years - None

## **14. Liabilities, Contingencies and Assessments**

### A. Contingent Commitments - None

### B. Assessments - None

### C. Gain Contingencies - None

### D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits - None

### E. Product Warranties - None

### F. Joint and Several Liabilities - None

### G. All Other Contingencies

Lawsuits may arise against the Company in the normal course of business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

## **15. Leases - None**

## **16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk**

### 1. Face Amount of the Company's Financial Instruments with Off-Balance-Sheet Risk - None

### 2. Financial Instruments with Concentration of Credit Risk

The Company maintains all cash at a single large national financial institution which exceeds Federal Deposit Insurance limits.

### 3. Exposure to Credit Related Losses - None

### 4. Collateral Policy - None

# Notes to Financial Statements

## 17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

- A. Transfers of Receivables Reported as Sales - None
- B. Transfers and Servicing of Financial Assets - None
- C. Wash Sales - None

## 18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans - None

## 19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators - None

## 20. Fair Value Measurements

### A. Fair Value Measurement

The Company has categorized its assets and liabilities that are reported on the balance sheet at fair value into the three-level fair value hierarchy as reflected in the table below. The three-level fair value hierarchy is based on the degree of subjectivity inherent in the valuation method by which fair value was determined. The three levels are defined as follows.

- Level 1 – Quoted prices in active markets for identical assets and liabilities: This category for items measured at fair value on a recurring basis includes exchange-traded stocks. The fair value of these stocks is based on quoted prices in active markets.
- Level 2 – Significant observable inputs: The estimated fair values for some of these items are determined by independent pricing services using observable inputs. Others are based on quotes from markets which are not considered actively traded. This category for items measured at fair value on a recurring basis may include long-term bonds.
- Level 3 – Significant unobservable inputs: The estimated fair values for these items may be determined by various parties using methods that are not available to the Company, or that may be unavailable to the general public. This category for items measured at fair value on a recurring basis may include limited partnerships or other invested assets.

- (1) Fair value measurements at reporting date - None
- (2) Fair value measurements in Level 3 of the fair value hierarchy - None
- (3) Policy on transfers into and out of Level 3 - None
- (4) Inputs and Techniques Used for Level 2 and level 3 Fair Values

Bonds carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations as quoted markets prices for similar instruments in an active market were utilized. This was accomplished by the use of matrix pricing. Matrix pricing takes quoted prices of bonds with similar features and applies analytic methods to determine the fair value of bonds held. Features that are inputs into the analysis include duration, credit quality, tax status and call and sinking fund features.

Preferred stocks carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations because either quoted markets prices for similar instruments in an active market were utilized via matrix pricing as described above or because quoted markets prices for identical instruments trading in an inactive market were utilized.

Common stocks carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations because quoted markets prices for identical instruments trading in an inactive market were utilized. When an equity instrument is illiquid due to limited trading activity, the use of quoted markets prices for identical instruments was determined by the Company to be the most reliable method to determine fair value.

The Company has no assets or liabilities measured at fair value in the Level 3 category.

### (5) Derivatives - None

### B. Other Fair Value Disclosures - None

### C. Fair Values for All Financial Instruments by Level 1, 2 and 3

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries, joint ventures and ventures). The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20A. The Company has no financial instrument liabilities valued at fair value.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Bonds .....	\$ 14,813,668	\$ 14,301,784		\$ 14,813,669	\$	\$	\$
Cash, cash equivalents and short-term investments .....	4,069,681	4,069,681	4,069,681				

### D. Not Practicable to Estimate Fair Value - None

### E. Nature and Risk of Investments Reported at NAV

## 21. Other Items

- A. Unusual or Infrequent Items - None
- B. Troubled Debt Restructuring - None
- C. Other Disclosures - None
- D. Business Interruption Insurance Recoveries - None
- E. State Transferable and Non-Transferable Tax Credits - None

# Notes to Financial Statements

## 21. Other Items (Continued)

### F. Subprime-Mortgage-Related Risk Exposure

- (1) The Company may invest in several asset classes that could potentially be adversely affected by subprime mortgage exposure. These investments may include mortgage-backed securities, fixed income, and equity investments in financial institutions. The Company believes that its greatest exposure is to unrealized losses from declines in asset values versus realized losses resulting from defaults or foreclosures. Prudent portfolio management strategies limit the Company's exposure to such losses. The Company relied on its investment advisors and third party pricing services to determine exposures to subprime mortgage loans.
- (2) Direct exposure through investments in subprime mortgage loans - None
- (3) Direct exposure through other investments - None
- (4) Underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage - None

### G. Insurance-Linked Securities (ILS) Contracts - None

## 22. Events Subsequent

Management of the Company has evaluated all events occurring after December 31, 2018 through February 22, 2019, the date the statutory financial statements were available to be issued.

	Current Year	Prior Year
A. Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the Federal Affordable Care Act? .....	NO .....	
B. ACA fee assessment payable for the upcoming year .....	\$ .....	\$ .....
C. ACA fee assessment paid .....	\$ .....	\$ .....
D. Premium written subject to ACA 9010 assessment .....	\$ .....	\$ .....
E. Total adjusted capital before surplus adjustment .....	\$ .....	
F. Total adjusted capital after surplus adjustment .....	\$ .....	
G. Authorized control level .....	\$ .....	
H. Would reporting the ACA assessment as of Dec 31 have triggered an RBC action level? .....	NO .....	

## 23. Reinsurance

### A. Unsecured Reinsurance Recoverables

The Company has the following reinsurance recoverable greater than 3% of surplus.

NAIC Code	Federal ID#	Name of Reinsurer	Amount
10227 .....	134924125 .....	MUNICH REINS AMER INC .....	\$ 11,776,000
34495 .....	953014772 .....	THE DOCTORS COMPANY AN INTERINSURANCE EXCHANGE .....	6,356,000
39845 .....	480921045 .....	WESTPORT INSURANCE CORPORATION .....	1,794,000

### B. Reinsurance Recoverable in Dispute - None

### C. Reinsurance Assumed and Ceded - None

### D. Uncollectible Reinsurance - None

### E. Commutation of Ceded Reinsurance - None

### F. Retroactive Reinsurance - None

### G. Reinsurance Accounted for as a Deposit - None

### H. Disclosures for the Transfer of Property and Casualty Run-Off Agreements - None

### I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation - None

### J. Reinsurance Agreements Qualifying for Reinsurer Aggregation - None

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

## 25. Changes in Incurred Losses and Loss Adjustment Expenses

### A. Reasons for Changes in the Provision for Incurred Loss and Loss Adjustment Expenses Attributable to Insured Events of Prior Years

Incurred losses and loss adjustment expenses attributable to insured events of prior years has increased by \$185,910 from \$746,073,024 as of December 31, 2017 to \$746,258,934 as of December 31, 2018 as a result of re-estimation of unpaid losses and loss adjustment expenses on medical malpractice lines of insurance. This increase is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

Effective May 31, 2018, the Company ceded all of their remaining loss and loss adjustment expense liabilities to TDC under an Assumed Reinsurance Agreement (ARA). The ARA had no income or surplus effect and was approved by the Ohio Department of Insurance on June 6, 2018. The amount of the cession was \$7,502,151.

### B. Significant Changes in Methodologies and Assumptions Used in Calculating the Liability for Unpaid Losses and Loss Adjustment Expenses - None

## 26. Intercompany Pooling Arrangements - None

## 27. Structured Settlements - None

## Notes to Financial Statements

**28. Health Care Receivables** - None

**29. Participating Policies** - None

**30. Premium Deficiency Reserves**

1. Liability carried for premium deficiency reserves:	\$-
2. Date of the most recent evaluation of this liability:	12/31/2018
3. Was anticipated investment income utilized in the calculation?	NO

**31. High Deductibles** - None

**32. Discounting of Liabilities by Withdrawal Characteristics For Unpaid Losses or Unpaid Loss Adjustment Expenses** - None

**33. Asbestos/Environmental Reserves** - None

**34. Subscriber Savings Accounts** - None

**35. Multiple Peril Crop Insurance** - None

**36. Financial Guaranty Insurance** - None

# GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES

### GENERAL

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?  
 If yes, complete Schedule Y, Parts 1, 1A and 2.

1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?

1.3 State Regulating?

1.4 Is the reporting entity publicly traded or a member of a publicly traded group?

1.5 If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.

Yes[X] 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?

2.2 If yes, date of change:

Yes[X] No[ ] N/A[ ]  
Ohio  
Yes[ ] No[X]

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

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

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

3.4 By what department or departments?  
 Ohic Department of Insurance

3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with departments?

3.6 Have all of the recommendations within the latest financial examination report been complied with?

12/31/2015  
12/31/2015  
02/24/2017

4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.11 sales of new business?  
 4.12 renewals?

4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.21 sales of new business?  
 4.22 renewals?

Yes[ ] No[X]  
Yes[ ] No[X]

5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?  
 If yes, complete and file the merger history data file with the NAIC.

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

Yes[ ] No[X]

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

6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

6.2 If yes, give full information:

Yes[ ] No[X]

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

7.2 If yes,

7.21 State the percentage of foreign control  
 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

Yes[ ] No[X]

0.000%

1 Nationality	2 Type of Entity
.....	.....

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

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?

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

Yes[ ] No[X]

Yes[ ] No[X]

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
.....	.....	.....	No .....	No .....	No .....

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
 Ernst & Young, 725 South Figueroa Street, Los Angeles, CA 90017

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation?  
 If response to 10.1 is yes, provide information related to this exemption:

10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation?

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

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws?  
 If the response to 10.5 is no or n/a please explain:

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?  
 Insurance and Actuarial Advisory Services, James C. Votta, FCAS, MAAA, Ernst & Young US LLP, 5 Times Square, New York, NY 10036 - Consultant

Yes[ ] No[X]

Yes[ ] No[X]

Yes[X] No[ ] N/A[ ]

**GENERAL INTERROGATORIES (Continued)**

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes[ ] No[X]  
 12.11 Name of real estate holding company  
 12.12 Number of parcels involved  
 12.13 Total book/adjusted carrying value  
 12.2 If yes, provide explanation  
 \$..... 0

13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:  
 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity? Yes[ ] No[ ] N/A[X]  
 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes[ ] No[ ] N/A[X]  
 13.3 Have there been any changes made to any of the trust indentures during the year? Yes[ ] No[ ] N/A[X]  
 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes[ ] No[ ] N/A[X]

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

14.11 If the response to 14.1 is no, please explain:  
 14.2 Has the code of ethics for senior managers been amended? Yes[ ] No[X]  
 14.21 If the response to 14.2 is yes, provide information related to amendment(s). Yes[ ] No[X]  
 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes[ ] No[X]  
 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s). Yes[ ] No[X]

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes[ ] No[X]  
 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

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

**BOARD OF DIRECTORS**

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

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

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

**FINANCIAL**

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

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):  
 20.11 To directors or other officers  
 20.12 To stockholders not officers  
 20.13 Trustees, supreme or grand (Fraternal only)  
 \$..... 0  
 \$..... 0  
 \$..... 0

20.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):  
 20.21 To directors or other officers  
 20.22 To stockholders not officers  
 20.23 Trustees, supreme or grand (Fraternal only)  
 \$..... 0  
 \$..... 0  
 \$..... 0

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes[ ] No[X]  
 21.2 If yes, state the amount thereof at December 31 of the current year:  
 21.21 Rented from others  
 21.22 Borrowed from others  
 21.23 Leased from others  
 21.24 Other  
 \$..... 0  
 \$..... 0  
 \$..... 0  
 \$..... 0

22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes[ ] No[X]  
 22.2 If answer is yes:  
 22.21 Amount paid as losses or risk adjustment  
 22.22 Amount paid as expenses  
 22.23 Other amounts paid  
 \$..... 0  
 \$..... 0  
 \$..... 0

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[X] No[ ]  
 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$..... 93,087

**INVESTMENT**

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes[X] No[ ]  
 24.02 If no, give full and complete information, relating thereto  
 N/A  
 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)  
 See Note 17  
 \$..... 0  
 \$..... 0  
 \$..... 0

24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes[ ] No[X] N/A[ ]  
 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs.  
 24.06 If answer to 24.04 is no, report amount of collateral for other programs.  
 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?  
 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes[X] No[ ] N/A[ ]  
 Yes[X] No[ ] N/A[ ]

## GENERAL INTERROGATORIES (Continued)

24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending?

Yes[X] No[ ] N/A[ ]

24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

\$ ..... 0

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

\$ ..... 0

24.103 Total payable for securities lending reported on the liability page.

\$ ..... 0

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03).

Yes[X] No[ ]

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

25.21 Subject to repurchase agreements	\$ ..... 0
25.22 Subject to reverse repurchase agreements	\$ ..... 0
25.23 Subject to dollar repurchase agreements	\$ ..... 0
25.24 Subject to reverse dollar repurchase agreements	\$ ..... 0
25.25 Placed under option agreements	\$ ..... 0
25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock	\$ ..... 0
25.27 FHLB Capital Stock	\$ ..... 0
25.28 On deposit with states	\$ ..... 3,483,002
25.29 On deposit with other regulatory bodies	\$ ..... 0
25.30 Pledged as collateral - excluding collateral pledged to an FHLB	\$ ..... 0
25.31 Pledged as collateral to FHLB - including assets backing funding agreements	\$ ..... 0
25.32 Other	\$ ..... 0

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
.....	.....	.....

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes[ ] No[X]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes[ ] No[ ] N/A[X]

If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity?

Yes[ ] No[X]

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

\$ ..... 0

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

Yes[X] No[ ]

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

1 Name of Custodian(s)	2 Custodian's Address
Northern Trust Corporation .....	50 S. LaSalle St., Chicago, IL 60603 .....

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

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

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?

Yes[ ] No[X]

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

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

28.05 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
Deutsche Investment Management Americas, Inc. ....	U .....
Richard E. Anderson, MD .....	I .....
David Preimesberger .....	I .....
David Charles, MD .....	I .....
Steven Bensinger .....	I .....
Eugene M. Bullis .....	I .....
Charles Kossman, MD .....	I .....
Robert Pike .....	I .....
Mary Ann Thode, JD .....	I .....
Kenneth R. Chrisman .....	I .....
T.C. Wilson .....	I .....

28.0597 For those firms/individuals listed in the table for Question 28.05, 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[X] No[ ]

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets?

Yes[X] No[ ]

28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

## GENERAL INTERROGATORIES (Continued)

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
104518 .....	Deutsche Investment Management Americas, Inc. ....		SEC .....	NO .....

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D - Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b)(1)])?

Yes[ ] No[X]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
.....		
29.2999 Total .....		

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

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

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

1	2	3
1	2	3
.....	Statement (Admitted) Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds .....	14,301,784	14,813,669
30.2 Preferred stocks .....		
30.3 Totals .....	14,301,784	14,813,669
		511,885

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

Market quotations used to calculate fair values are supplied to us by our investment software vendor through an independent third party source. In the event that such market prices are unavailable, the Company will request pricing from its professional investment managers.

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?

Yes[X] No[ ]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source?

Yes[X] No[ ] N/A[ ]

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

N/A

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

Yes[X] No[ ]

32.2 If no, list exceptions:

N/A

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

- a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
- 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 5GI securities?

Yes[ ] No[X]

34. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:

- a. The security was purchased prior to January 1, 2018.
- b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security
- c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as an NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
- d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities?

Yes[ ] No[X]

## OTHER

35.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any?

\$.....0

35.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus during the period covered by this statement.

1 Name	2 Amount Paid
.....	

36.1 Amount of payments for legal expenses, if any?

\$.....0

**GENERAL INTERROGATORIES (Continued)**

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

1 Name	2 Amount Paid
.....	.....

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

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

1 Name	2 Amount Paid
.....	.....

## GENERAL INTERROGATORIES (Continued)

## PART 2 - PROPERTY &amp; CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force?	Yes [ ] No [X]
1.2 If yes, indicate premium earned on U.S. business only.	\$ ..... 0
1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?	\$ ..... 0
1.31 Reason for excluding:	.....
1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.	\$ ..... 0
1.5 Indicate total incurred claims on all Medicare Supplement insurance.	\$ ..... 0
1.6 Individual policies	
Most current three years:	
1.61 Total premium earned	\$ ..... 0
1.62 Total incurred claims	\$ ..... 0
1.63 Number of covered lives	.....
All years prior to most current three years:	
1.64 Total premium earned	\$ ..... 0
1.65 Total incurred claims	\$ ..... 0
1.66 Number of covered lives	.....
1.7 Group policies	
Most current three years:	
1.71 Total premium earned	\$ ..... 0
1.72 Total incurred claims	\$ ..... 0
1.73 Number of covered lives	.....
All years prior to most current three years:	
1.74 Total premium earned	\$ ..... 0
1.75 Total incurred claims	\$ ..... 0
1.76 Number of covered lives	.....

## 2. Health Test

	1 Current Year	2 Prior Year
2.1 Premium Numerator .....	.....	
2.2 Premium Denominator .....	.....	
2.3 Premium Ratio (2.1 / 2.2) .....	.....	
2.4 Reserve Numerator .....	.....	
2.5 Reserve Denominator .....	.....	8,005,935
2.6 Reserve Ratio (2.4 / 2.5) .....	.....	

3.1 Does the reporting entity issue both participating and non-participating policies?	Yes [ ] No [X]
3.2 If yes, state the amount of calendar year premiums written on:	
3.21 Participating policies	\$ ..... 0
3.22 Non-participating policies	\$ ..... 0
4. For Mutual reporting entities and Reciprocal Exchanges only:	
4.1 Does the reporting entity issue assessable policies?	Yes [ ] No [ ] N/A[X]
4.2 Does the reporting entity issue non-assessable policies?	Yes [ ] No [ ] N/A[X]
4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?	..... 0.000%
4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.	\$ ..... 0
5. For Reciprocal Exchanges Only:	
5.1 Does the exchange appoint local agents?	Yes [ ] No [ ] N/A[X]
5.2 If yes, is the commission paid:	
5.21 Out of Attorney's-in-fact compensation	Yes [ ] No [ ] N/A[X]
5.22 As a direct expense of the exchange	Yes [ ] No [ ] N/A[X]
5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?	
5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions been deferred?	Yes [ ] No [ ] N/A[X]
5.5 If yes, give full information:	
6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss:	
The company no longer writes workers compensation coverage.	
6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:	
The company does not write property insurance.	
6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss:	
The company does not write property insurance.	
6.4 Does the reporting entity carry catastrophic reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?	
6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss	Yes[X] No[ ]
7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?	
7.2 If yes, indicate the number of reinsurance contracts containing such provisions.	Yes[ ] No[X] ..... 0
7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?	Yes[ ] No[ ] N/A[X]
8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured?	
8.2 If yes, give full information.	Yes[ ] No[X]
9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:	
(a) A contract term longer than two years and the contract is noncancelable by the reporting entity during the contract term;	
(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;	
(c) Aggregate stop loss reinsurance coverage;	

## GENERAL INTERROGATORIES (Continued)

(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;

(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or

(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity.

Yes [ ] No [X]

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

(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or

(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract.

Yes [ ] No [X]

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

(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income.

(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and

(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

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

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

(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?

Yes [ ] No [X]

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

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

(a) The entity does not utilize reinsurance; or

(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or

(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement.

Yes [ ] No [X]

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?

Yes [ ] No [ ] N/A [X]

11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force?

Yes [ ] No [X]

11.2 If yes, give full information:

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

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

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

\$ .....	0
\$ .....	0

12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses?

Yes [ ] No [ ] N/A [X]

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

12.41 From	.....	0.000%
12.42 To	.....	0.000%

12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies?

Yes [ ] No [X]

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

12.61 Letters of Credit	\$ .....	0
12.62 Collateral and other funds	\$ .....	0

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

\$ .....	0
\$ .....	0

13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision?

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

Yes [ ] No [X]

.....	2
-------	---

14.1 Is the company a cedant in a multiple cedant reinsurance contract?

Yes [X] No [ ]

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

14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts?

Yes [X] No [ ] N/A [ ]

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

Yes [ ] No [ ] N/A [X]

14.5 If the answer to 14.4 is no, please explain

15.1 Has the reporting entity guaranteed any financed premium accounts?

Yes [ ] No [X]

15.2 If yes, give full information:

16.1 Does the reporting entity write any warranty business?

Yes [ ] No [X]

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

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home .....	.....	.....	.....	.....	.....
16.12 Products .....	.....	.....	.....	.....	.....
16.13 Automobile .....	.....	.....	.....	.....	.....
16.14 Other * .....	.....	.....	.....	.....	.....

\* Disclose type of coverage:

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that is exempt from the statutory provision for unauthorized reinsurance?

Yes [ ] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984 and not subsequently renewed are exempt from the statutory provision for unauthorized reinsurance. Provide the following information for this exemption.

17.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 exempt from the statutory provision for unauthorized reinsurance	\$ .....	0
--	----------	---

\$ .....	0
----------	---

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

\$ .....	0
----------	---

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

\$ .....	0
----------	---

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

\$ .....	0
----------	---

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

\$ .....	0
----------	---

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

\$ .....	0
----------	---

**GENERAL INTERROGATORIES (Continued)**

17.17 Contingent commission portion of Interrogatory 17.11

18.1 Do you act as a custodian for health savings accounts?	\$.....	0
18.2 If yes, please provide the amount of custodial funds held as of the reporting date:	Yes[ ] No[X]	
18.3 Do you act as an administrator for health savings accounts?	\$.....	0
18.4 If yes, please provide the balance of the funds administered as of the reporting date:	Yes[ ] No[X]	
19. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states?	\$.....	0
19.1 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[X] No[ ]	
	Yes[ ] No[X]	

## FIVE - YEAR HISTORICAL DATA

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

	1 2018	2 2017	3 2016	4 2015	5 2014
<b>Gross Premiums Written (Page 8, Part 1B, Columns 1, 2 &amp; 3)</b>					
1. Liability Lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) .....					
2. Property Lines (Lines 1, 2, 9, 12, 21, & 26) .....					
3. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27) .....					
4. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....					
5. Nonproportional Reinsurance Lines (Lines 31, 32, & 33) .....					
6. <b>TOTAL (Line 35) .....</b>					
<b>Net Premiums Written (Page 8, Part 1B, Column 6)</b>					
7. Liability Lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) .....					3,009,000
8. Property Lines (Lines 1, 2, 9, 12, 21 & 26) .....					
9. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27) .....					
10. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....					
11. Non-proportional Reinsurance Lines (Lines 31, 32 & 33) .....					
12. <b>TOTAL (Line 35) .....</b>					3,009,000
<b>Statement of Income (Page 4)</b>					
13. Net underwriting gain or (loss) (Line 8) .....	(1,112,545)	37,196,025	(18,943,757)	6,914,811	2,831,045
14. Net investment gain or (loss) (Line 11) .....	169,381	2,697,701	3,821,547	3,337,601	3,235,991
15. <b>TOTAL other income (Line 15) .....</b>	25		74	35	1,141
16. Dividends to policyholders (Line 17) .....					
17. Federal and foreign income taxes incurred (Line 19) .....	(253,493)	13,576,438	(6,018,255)	2,978,823	1,416,388
18. <b>Net income (Line 20) .....</b>	(689,645)	26,317,287	(9,103,880)	7,273,624	4,651,789
<b>Balance Sheet Lines (Pages 2 and 3)</b>					
19. <b>TOTAL admitted assets excluding protected cell business (Page 2, Line 26, Col. 3) .....</b>	19,301,106	98,642,749	97,347,366	97,134,943	102,399,353
20. Premiums and considerations (Page 2, Column 3)					
20.1 In course of collection (Line 15.1) .....					
20.2 Deferred and not yet due (Line 15.2) .....					
20.3 Accrued retrospective premiums (Line 15.3) .....					
21. <b>TOTAL liabilities excluding protected cell business (Page 3, Line 26) .....</b>	163,727	25,690,231	50,446,063	41,194,314	53,818,132
22. Losses (Page 3, Line 1) .....		5,900,832	34,102,903	31,069,893	38,588,803
23. Loss adjustment expenses (Page 3, Line 3) .....		2,105,104	14,111,760	6,620,815	13,286,416
24. Unearned premiums (Page 3, Line 9) .....					
25. Capital paid up (Page 3, Lines 30 & 31) .....	3,591,990	3,591,990	3,591,990	3,591,990	3,591,990
26. Surplus as regards policyholders (Page 3, Line 37) .....	19,137,379	72,952,518	46,901,303	55,940,629	48,581,221
<b>Cash Flow (Page 5)</b>					
27. Net cash from operations (Line 11) .....	(20,420,400)	5,231,581	(8,130,510)	(2,500,251)	(1,764,556)
<b>Risk-Based Capital Analysis</b>					
28. <b>TOTAL adjusted capital .....</b>	19,137,379	72,952,518	46,901,303	55,940,629	48,581,221
29. Authorized control level risk-based capital .....	395,907	1,012,619	6,015,131	4,584,006	6,585,139
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3)</b>					
<b>(Item divided by Page 2, Line 12, Column 3) x 100.0</b>					
30. Bonds (Line 1) .....	77.8	93.0	90.4	96.8	97.3
31. Stocks (Lines 2.1 & 2.2) .....					
32. Mortgage loans on real estate (Lines 3.1 and 3.2) .....					
33. Real estate (Lines 4.1, 4.2 & 4.3) .....					
34. Cash, cash equivalents and short-term investments (Line 5) .....	22.2	2.9	7.4	3.0	2.7
35. Contract loans (Line 6) .....					
36. Derivatives (Line 7) .....					
37. Other invested assets (Line 8) .....					
38. Receivables for securities (Line 9) .....				0.2	
39. Securities lending reinvested collateral assets (Line 10) .....		4.1	2.2		
40. Aggregate write-ins for invested assets (Line 11) .....					
41. Cash, cash equivalents and invested assets (Line 12) .....	100.0	100.0	100.0	100.0	100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
42. Affiliated bonds, (Schedule D, Summary, Line 12, Column 1) .....					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Column 1) .....					
44. Affiliated common stocks (Schedule D, Summary, Line 24, Column 1) .....					
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Column 5, Line 10) .....					
46. Affiliated mortgage loans on real estate .....					
47. All other affiliated .....					
48. <b>TOTAL of above Lines 42 to 47 .....</b>					
49. <b>TOTAL investment in parent included in Lines 42 to 47 above .....</b>					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Column 1, Line 37 x 100.0) .....					

## FIVE - YEAR HISTORICAL DATA (Continued)

	1 2018	2 2017	3 2016	4 2015	5 2014
<b>Capital and Surplus Accounts (Page 4)</b>					
51. Net unrealized capital gains or (Losses) (Line 24) .....	1,103	(1,103)	.....	.....	.....
52. Dividends to stockholders (Line 35) .....	.....	.....	.....	.....	.....
53. Change in surplus as regards policyholders for the year (Line 38) .....	(53,815,140)	26,051,215	(9,039,326)	7,359,408	4,872,480
<b>Gross Losses Paid (Page 9, Part 2, Columns 1 and 2)</b>					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) .....	60,000	.....	6,750,000	333,406	1,224,551
55. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	.....	.....	.....	.....	.....
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22, & 27) .....	.....	.....	.....	.....	.....
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....	.....	.....	.....	.....	.....
58. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....	.....	.....	.....	.....	.....
59. TOTAL (Line 35) .....	60,000	.....	6,750,000	333,406	1,224,551
<b>Net Losses Paid (Page 9, Part 2, Column 4)</b>					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) .....	6,376,215	(8,794)	849,575	273,406	1,199,551
61. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	.....	.....	.....	.....	.....
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22, & 27) .....	.....	.....	.....	.....	.....
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30, & 34) .....	.....	.....	.....	.....	.....
64. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....	.....	.....	.....	.....	.....
65. TOTAL (Line 35) .....	6,376,215	(8,794)	849,575	273,406	1,199,551
<b>Operating Percentages (Page 4)</b>					
(Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1) .....	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2) .....	.....	.....	.....	.....	(54.5)
68. Loss expenses incurred (Line 3) .....	.....	.....	.....	.....	(2.5)
69. Other underwriting expenses incurred (Line 4) .....	.....	.....	.....	.....	62.9
70. Net underwriting gain (loss) (Line 8) .....	.....	.....	.....	.....	94.1
<b>Other Percentages</b>					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Column 6, Line 35 x 100.0) .....	.....	.....	.....	.....	62.9
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) .....	.....	.....	.....	.....	(57.0)
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Column 6, Line 35 divided by Page 3, Line 37, Column 1 x 100.0) .....	.....	.....	.....	.....	6.2
<b>One Year Loss Development (\$000 omitted)</b>					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Column 11) .....	186	(36,733)	14,382	(10,832)	(1,715)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Column 1 x 100.0) .....	0.3	(78.3)	25.7	(22.3)	(3.9)
<b>Two Year Loss Development (\$000 omitted)</b>					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Column 12) .....	(36,547)	(22,351)	3,550	(12,547)	4,842
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Column 2 x 100.0) .....	(77.9)	(40.0)	7.3	(28.7)	18.5

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3 - Accounting Changes and Correction of Errors? Yes[ ] No[ ] N/A[X]

If no, please explain:

# SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

## SCHEDULE P - PART 1 - SUMMARY

(\$000 omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)		
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior	XXX	XXX	XXX	60	(4,609)	800	1,035	538	(517)		5,490	XXX	
2. 2009	9,187	1,616	7,571	7,014	5,385	778	561	103			1,949	XXX	
3. 2010	8,141	11,847	(3,706)	268	645	568	414	77			(147)	XXX	
4. 2011	6,355	5,599	756	941	1,710	909	(103)	213	19		437	XXX	
5. 2012	1,099	(1,596)	2,696	43	428	1,220	262	309			883	XXX	
6. 2013												XXX	
7. 2014		(3,009)	3,009									XXX	
8. 2015												XXX	
9. 2016												XXX	
10. 2017												XXX	
11. 2018												XXX	
12. Totals	XXX	XXX	XXX	8,325	3,559	4,275	2,168	1,240	(498)		8,611	XXX	

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed			
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR									
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded						
1. Prior	14,785	14,785	3,139	3,139	445	445	(640)	(640)	518	518			XXX			
2. 2009			153	153			95	95					XXX			
3. 2010													XXX			
4. 2011	250	250	1,252	1,252	20	20	799	799	(19)	(19)			XXX			
5. 2012			52	52			28	28					XXX			
6. 2013													XXX			
7. 2014													XXX			
8. 2015													XXX			
9. 2016													XXX			
10. 2017													XXX			
11. 2018													XXX			
12. Totals	15,035	15,035	4,596	4,596	465	465	281	281	498	498			XXX			

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount		
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid	
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX			XXX			
2. 2009	8,142	6,193	1,949	88.6	383.2	25.7						
3. 2010	912	1,059	(147)	11.2	8.9	4.0						
4. 2011	4,364	3,927	437	68.7	70.1	57.8						
5. 2012	1,652	770	883	150.3	(48.2)	32.7						
6. 2013												
7. 2014												
8. 2015												
9. 2016												
10. 2017												
11. 2018												
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX			

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

**SCHEDULE P - PART 2 - SUMMARY**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2009	2 2010	3 2011	4 2012	5 2013	6 2014	7 2015	8 2016	9 2017	10 2018	11 One Year	12 Two Year
1. Prior	82,518	44,101	40,109	73,499	74,153	76,364	65,668	79,718	43,004	43,512	508	(36,206)
2. 2009	1,042	265	(33)	24	2,150	1,977	1,846	1,846	1,846	1,846		
3. 2010	XXX	568	644	61	195	(218)	(224)	(224)	(224)	(224)		
4. 2011	XXX	XXX	472	470	1,120	(122)	(122)	210	191	243	52	33
5. 2012	XXX	XXX	XXX	52	3,045	947	947	947	947	574	(374)	(374)
6. 2013	XXX	XXX	XXX	XXX	XXX							
7. 2014	XXX	XXX	XXX	XXX	XXX							
8. 2015	XXX	XXX	XXX	XXX	XXX							
9. 2016	XXX	XXX	XXX	XXX	XXX							
10. 2017	XXX	XXX	XXX	XXX	XXX							
11. 2018	XXX	XXX	XXX	XXX	XXX							
12. TOTALS											186	(36,547)

**SCHEDULE P - PART 3 - SUMMARY**

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1 2009	2 2010	3 2011	4 2012	5 2013	6 2014	7 2015	8 2016	9 2017	10 2018		
1. Prior	000	10,883	14,465	19,111	22,453	28,244	31,742	36,291	39,077	43,512	XXX	XXX
2. 2009	8	86	109	120	1,553	1,563	1,599	1,599	1,599	1,846	XXX	XXX
3. 2010	XXX		21	(1)	(225)	(218)	(224)	(224)	(224)	(224)	XXX	XXX
4. 2011	XXX	XXX	51	60	(3,351)	(2,203)	(2,173)	(2,153)	(2,123)	243	XXX	XXX
5. 2012	XXX	XXX	XXX	XXX	(25)	(524)	(126)	232	494	493	574	XXX
6. 2013	XXX	XXX	XXX	XXX	XXX							XXX
7. 2014	XXX	XXX	XXX	XXX	XXX							XXX
8. 2015	XXX	XXX	XXX	XXX	XXX							XXX
9. 2016	XXX	XXX	XXX	XXX	XXX							XXX
10. 2017	XXX	XXX	XXX	XXX	XXX							XXX
11. 2018	XXX	XXX	XXX	XXX	XXX							XXX

**SCHEDULE P - PART 4 - SUMMARY**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2009	2 2010	3 2011	4 2012	5 2013	6 2014	7 2015	8 2016	9 2017	10 2018
1. Prior	46,408	12,760	8,153	30,145	27,761	28,807	20,562	(15,778)	(17,547)	
2. 2009	818	151	(184)	(108)	420	248	248	248	248	
3. 2010	XXX	337	488	12	386					
4. 2011	XXX	XXX	229	138	2,591	2,051	2,023	2,051	2,051	
5. 2012	XXX	XXX	XXX	12	1,505	80	715	454	454	
6. 2013	XXX	XXX	XXX	XXX						
7. 2014	XXX	XXX	XXX	XXX						
8. 2015	XXX	XXX	XXX	XXX						
9. 2016	XXX	XXX	XXX	XXX						
10. 2017	XXX	XXX	XXX	XXX						
11. 2018	XXX	XXX	XXX	XXX						

# SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN ALLOCATED BY STATES AND TERRITORIES

States, Etc.	Active Status (a)	1 Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama (AL) .....	N .....								
2. Alaska (AK) .....	L .....								
3. Arizona (AZ) .....	L .....								
4. Arkansas (AR) .....	L .....								
5. California (CA) .....	N .....								
6. Colorado (CO) .....	L .....								
7. Connecticut (CT) .....	N .....								
8. Delaware (DE) .....	N .....								
9. District of Columbia (DC) .....	N .....								
10. Florida (FL) .....	N .....								
11. Georgia (GA) .....	L .....								
12. Hawaii (HI) .....	N .....								
13. Idaho (ID) .....	L .....								
14. Illinois (IL) .....	L .....								
15. Indiana (IN) .....	L .....					112,430	112,430		
16. Iowa (IA) .....	L .....								
17. Kansas (KS) .....	L .....								
18. Kentucky (KY) .....	L .....					(92,515)	3,747,658		
19. Louisiana (LA) .....	N .....								
20. Maine (ME) .....	N .....								
21. Maryland (MD) .....	L .....					57,211	287,273		
22. Massachusetts (MA) .....	N .....								
23. Michigan (MI) .....	L .....								
24. Minnesota (MN) .....	L .....								
25. Mississippi (MS) .....	N .....								
26. Missouri (MO) .....	L .....								
27. Montana (MT) .....	L .....								
28. Nebraska (NE) .....	L .....								
29. Nevada (NV) .....	L .....								
30. New Hampshire (NH) .....	N .....								
31. New Jersey (NJ) .....	E .....								
32. New Mexico (NM) .....	L .....								
33. New York (NY) .....	L .....								
34. North Carolina (NC) .....	N .....								
35. North Dakota (ND) .....	L .....								
36. Ohio (OH) .....	L .....					11,478,949	15,483,762		
37. Oklahoma (OK) .....	L .....								
38. Oregon (OR) .....	L .....								
39. Pennsylvania (PA) .....	L .....								
40. Rhode Island (RI) .....	N .....								
41. South Carolina (SC) .....	N .....								
42. South Dakota (SD) .....	L .....								
43. Tennessee (TN) .....	L .....								
44. Texas (TX) .....	L .....								
45. Utah (UT) .....	L .....								
46. Vermont (VT) .....	N .....								
47. Virginia (VA) .....	N .....								
48. Washington (WA) .....	L .....								
49. West Virginia (WV) .....	L .....								
50. Wisconsin (WI) .....	L .....					60,000	(7,669)		
51. Wyoming (WY) .....	L .....								
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 .....					60,000	11,548,406	19,631,122	

**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.

33

R Registered - Non-domiciled RRGs

1

Q Qualified - Qualified or accredited reinsurer

23

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

Explanation of basis of allocation of premiums by states, etc.: The Company reports the premium to each applicable state as business is written. No allocation method was used.

# SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER

## MEMBERS OF A HOLDING COMPANY GROUP

### PART 1 - ORGANIZATIONAL CHART

		FEIN	STATE	NAIC #	OWNERSHIP
	The Doctors Company, An Interinsurance Exchange (TDC)	95-3014772	CA	34495	
	Insurance Subsidiaries and their Affiliates				
	American Physicians Assurance Corporation (APA)	38-2102867	MI	33006	100%
	First Professionals Insurance Company, Inc. (FPIC)	59-6614702	FL	33383	100%
	OHIC Insurance Company (OHIC)	31-0926059	OH	35602	100%
	TDC National Assurance Company (TDCNA)	95-4234708	OR	41050	100%
	TDC Special Risks Insurance Company (TDCSR)	30-0638006	DC		100%
	TDC Specialty Insurance Company (TDCSI)	95-4241120	DC	34487	100%
	TDC Specialty Underwriters, Inc. (TDCSV)	81-1383341	CT		100%
	The Doctors Company Risk Retention Group, A Reciprocal Exchange (TDCRRG)	80-0787558	DC	14347	0%
	TDCRRG Attorney In Fact, Inc. (TDCRRG AIF)	82-3550531	DC		100%
	Sales and Administration Subsidiaries				
96	HealthCare Risk Advisors, Inc. (HRA)	83-2667983	NY		100%
	The Doctors Company Insurance Services, LLC (TDCIS)	30-0597630	CA		100%
	The Doctors Management Company (TDMC)	95-2958888	CA		100%
	Real Estate and Other Investments				
	Asheville Marketplace Holdings, LLC	82-4381367	NC		100%
	Asheville Marketplace, TIC	30-1027710	NC		74.90%
	Chandler Office Park, LLC	38-3511421	MI		100%
	Michigan Medical Advantage, Inc., dba Medical Advantage Group (MAG)	38-3316792	MI		100%
	Consortium of Independent Physician Associations, Inc. (CIPA)	20-3476926	MI		100%
	Napa Center Preferred, LLC	46-3923579	CA		12%
	Napa Kohl's Holdings, LLC	47-3861060	CA		100%
	Napa Parkway Plaza, LLC	47-3854901	CA		58%
	Napa Town Center Partners, LLC	68-0512177	CA		100%
	Pier 88 Investment Partners, LLC	46-3506954	DE		29.59%
	Wake Forest Investments, LLC	81-3199862	CA		100%
	Market of Wake Forest, LLC	81-3107313	NC		70%

# INDEX TO PROPERTY & CASUALTY ANNUAL STATEMENT

Assets .....	2
Cash Flow .....	5
Exhibit of Capital Gains (Losses) .....	12
Exhibit of Net Investment Income .....	12
Exhibit of Nonadmitted Assets .....	13
Exhibit of Premiums and Losses (State Page) .....	19
Five-Year Historical Data .....	17
General Interrogatories .....	15
Jurat Page .....	1
Liabilities, Surplus and Other Funds .....	3
Notes To Financial Statements .....	14
Overflow Page for Write-ins .....	100
Schedule A - Part 1 .....	E01
Schedule A - Part 2 .....	E02
Schedule A - Part 3 .....	E03
Schedule A - Verification Between Years .....	SI02
Schedule B - Part 1 .....	E04
Schedule B - Part 2 .....	E05
Schedule B - Part 3 .....	E06
Schedule B - Verification Between Years .....	SI02
Schedule BA - Part 1 .....	E07
Schedule BA - Part 2 .....	E08
Schedule BA - Part 3 .....	E09
Schedule BA - Verification Between Years .....	SI03
Schedule D - Part 1 .....	E10
Schedule D - Part 1A - Section 1 .....	SI05
Schedule D - Part 1A - Section 2 .....	SI08
Schedule D - Part 2 - Section 1 .....	E11
Schedule D - Part 2 - Section 2 .....	E12
Schedule D - Part 3 .....	E13
Schedule D - Part 4 .....	E14
Schedule D - Part 5 .....	E15
Schedule D - Part 6 - Section 1 .....	E16
Schedule D - Part 6 - Section 2 .....	E16
Schedule D - Summary By Country .....	SI04
Schedule D - Verification Between Years .....	SI03
Schedule DA - Part 1 .....	E17
Schedule DA - Verification Between Years .....	SI10
Schedule DB - Part A - Section 1 .....	E18
Schedule DB - Part A - Section 2 .....	E19
Schedule DB - Part A - Verification Between Years .....	SI11
Schedule DB - Part B - Section 1 .....	E20
Schedule DB - Part B - Section 2 .....	E21
Schedule DB - Part B - Verification Between Years .....	SI11
Schedule DB - Part C - Section 1 .....	SI12
Schedule DB - Part C - Section 2 .....	SI13
Schedule DB - Part D - Section 1 .....	E22
Schedule DB - Part D - Section 2 .....	E23
Schedule DB - Verification .....	SI14
Schedule DL - Part 1 .....	E24
Schedule DL - Part 2 .....	E25
Schedule E - Part 1 - Cash .....	E26
Schedule E - Part 2 - Cash Equivalents .....	E27
Schedule E - Part 2 - Verification Between Years .....	SI15
Schedule E - Part 3 - Special Deposits .....	E28
Schedule F - Part 1 .....	20
Schedule F - Part 2 .....	21
Schedule F - Part 3 .....	22
Schedule F - Part 4 .....	23
Schedule F - Part 5 .....	24

# INDEX TO PROPERTY & CASUALTY ANNUAL STATEMENT

Schedule F - Part 6 - Section 1 .....	25
Schedule F - Part 6 - Section 2 .....	26
Schedule F - Part 7 .....	27
Schedule F - Part 8 .....	28
Schedule F - Part 9 .....	29
Schedule H - Accident and Health Exhibit - Part 1 .....	30
Schedule H - Parts 2, 3, and 4 .....	31
Schedule H - Part 5 - Health Claims .....	32
Schedule P - Part 1 - Summary .....	33
Schedule P - Part 1A - Homeowners/Farmowners .....	35
Schedule P - Part 1B - Private Passenger Auto Liability/Medical .....	36
Schedule P - Part 1C - Commercial Auto/Truck Liability/Medical .....	37
Schedule P - Part 1D - Workers' Compensation (Excluding Excess Workers' Compensation) .....	38
Schedule P - Part 1E - Commercial Multiple Peril .....	39
Schedule P - Part 1F - Section 1 - Medical Professional Liability - Occurrence .....	40
Schedule P - Part 1F - Section 2 - Medical Professional Liability - Claims-Made .....	41
Schedule P - Part 1G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery) .....	42
Schedule P - Part 1H - Section 1 - Other Liability - Occurrence .....	43
Schedule P - Part 1H - Section 2 - Other Liability - Claims-Made .....	44
Schedule P - Part 1I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft) .....	45
Schedule P - Part 1J - Auto Physical Damage .....	46
Schedule P - Part 1K - Fidelity/Surety .....	47
Schedule P - Part 1L - Other (Including Credit, Accident and Health) .....	48
Schedule P - Part 1M - International .....	49
Schedule P - Part 1N - Reinsurance - Nonproportional Assumed Property .....	50
Schedule P - Part 1O - Reinsurance - Nonproportional Assumed Liability .....	51
Schedule P - Part 1P - Reinsurance - Nonproportional Assumed Financial Lines .....	52
Schedule P - Part 1R - Section 1 - Products Liability - Occurrence .....	53
Schedule P - Part 1R - Section 2 - Products Liability - Claims-Made .....	54
Schedule P - Part 1S - Financial Guaranty/Mortgage Guaranty .....	55
Schedule P - Part 1T - Warranty .....	56
Schedule P - Part 2, Part 3 and Part 4 - Summary .....	34
Schedule P - Part 2A - Homeowners/Farmowners .....	57
Schedule P - Part 2B - Private Passenger Auto Liability/Medical .....	57
Schedule P - Part 2C - Commercial Auto/Truck Liability/Medical .....	57
Schedule P - Part 2D - Workers' Compensation (Excluding Excess Workers' Compensation) .....	57
Schedule P - Part 2E - Commercial Multiple Peril .....	57
Schedule P - Part 2F - Section 1 - Medical Professional Liability - Occurrence .....	58
Schedule P - Part 2F - Section 2 - Medical Professional Liability - Claims-Made .....	58
Schedule P - Part 2G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery) .....	58
Schedule P - Part 2H - Section 1 - Other Liability - Occurrence .....	58
Schedule P - Part 2H - Section 2 - Other Liability - Claims - Made .....	58
Schedule P - Part 2I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft) .....	59
Schedule P - Part 2J - Auto Physical Damage .....	59
Schedule P - Part 2K - Fidelity, Surety .....	59
Schedule P - Part 2L - Other (Including Credit, Accident and Health) .....	59
Schedule P - Part 2M - International .....	59
Schedule P - Part 2N - Reinsurance - Nonproportional Assumed Property .....	60
Schedule P - Part 2O - Reinsurance - Nonproportional Assumed Liability .....	60
Schedule P - Part 2P - Reinsurance - Nonproportional Assumed Financial Lines .....	60
Schedule P - Part 2R - Section 1 - Products Liability - Occurrence .....	61
Schedule P - Part 2R - Section 2 - Products Liability - Claims-Made .....	61
Schedule P - Part 2S - Financial Guaranty/Mortgage Guaranty .....	61
Schedule P - Part 2T - Warranty .....	61
Schedule P - Part 3A - Homeowners/Farmowners .....	62
Schedule P - Part 3B - Private Passenger Auto Liability/Medical .....	62
Schedule P - Part 3C - Commercial Auto/Truck Liability/Medical .....	62
Schedule P - Part 3D - Workers' Compensation (Excluding Excess Workers' Compensation) .....	62
Schedule P - Part 3E - Commercial Multiple Peril .....	62
Schedule P - Part 3F - Section 1 - Medical Professional Liability - Occurrence .....	63
Schedule P - Part 3F - Section 2 - Medical Professional Liability - Claims-Made .....	63
Schedule P - Part 3G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery) .....	63
Schedule P - Part 3H - Section 1 - Other Liability - Occurrence .....	63
Schedule P - Part 3H - Section 2 - Other Liability - Claims-Made .....	63

# INDEX TO PROPERTY & CASUALTY ANNUAL STATEMENT

Schedule P - Part 3I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft) .....	64
Schedule P - Part 3J - Auto Physical Damage .....	64
Schedule P - Part 3K - Fidelity/Surety .....	64
Schedule P - Part 3L - Other (Including Credit, Accident and Health) .....	64
Schedule P - Part 3M - International .....	64
Schedule P - Part 3N - Reinsurance - Nonproportional Assumed Property .....	65
Schedule P - Part 3O - Reinsurance - Nonproportional Assumed Liability .....	65
Schedule P - Part 3P - Reinsurance - Nonproportional Assumed Financial Lines .....	65
Schedule P - Part 3R - Section 1 - Products Liability - Occurrence .....	66
Schedule P - Part 3R - Section 2 - Products Liability - Claims-Made .....	66
Schedule P - Part 3S - Financial Guaranty/Mortgage Guaranty .....	66
Schedule P - Part 3T - Warranty .....	66
Schedule P - Part 4A - Homeowners/Farmowners .....	67
Schedule P - Part 4B - Private Passenger Auto Liability/Medical .....	67
Schedule P - Part 4C - Commercial Auto/Truck Liability/Medical .....	67
Schedule P - Part 4D Workers' Compensation (Excluding Excess Workers' Compensation) .....	67
Schedule P - Part 4E - Commercial Multiple Peril .....	67
Schedule P - Part 4F - Section 1 - Medical Professional Liability - Occurrence .....	68
Schedule P - Part 4F - Section 2 - Medical Professional Liability - Claims-Made .....	68
Schedule P - Part 4G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery) .....	68
Schedule P - Part 4H - Section 1 - Other Liability - Occurrence .....	68
Schedule P - Part 4H - Section 2 - Other Liability - Claims-Made .....	68
Schedule P - Part 4I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft) .....	69
Schedule P - Part 4J - Auto Physical Damage .....	69
Schedule P - Part 4K - Fidelity/Surety .....	69
Schedule P - Part 4L - Other (Including Credit, Accident and Health) .....	69
Schedule P - Part 4M - International .....	69
Schedule P - Part 4N - Reinsurance - Nonproportional Assumed Property .....	70
Schedule P - Part 4O - Reinsurance - Nonproportional Assumed Liability .....	70
Schedule P - Part 4P - Reinsurance - Nonproportional Assumed Financial Lines .....	70
Schedule P - Part 4R - Section 1 - Products Liability - Occurrence .....	71
Schedule P - Part 4R - Section 2 - Products Liability - Claims-Made .....	71
Schedule P - Part 4S - Financial Guaranty/Mortgage Guaranty .....	71
Schedule P - Part 4T - Warranty .....	71
Schedule P - Part 5A - Homeowners/Farmowners .....	72
Schedule P - Part 5B - Private Passenger Auto Liability/Medical .....	73
Schedule P - Part 5C - Commercial Auto/Truck Liability/Medical .....	74
Schedule P - Part 5D - Workers' Compensation (Excluding Excess Worker' Compensation) .....	75
Schedule P - Part 5E - Commercial Multiple Peril .....	76
Schedule P - Part 5F - Medical Professional Liability - Claims-Made .....	78
Schedule P - Part 5F - Medical Professional Liability - Occurrence .....	77
Schedule P - Part 5H - Other Liability - Claims-Made .....	80
Schedule P - Part 5H - Other Liability - Occurrence .....	79
Schedule P - Part 5R - Products Liability - Claims-Made .....	82
Schedule P - Part 5R - Products Liability - Occurrence .....	81
Schedule P - Part 5T - Warranty .....	83
Schedule P - Part 6C - Commercial Auto/Truck Liability/Medical .....	84
Schedule P - Part 6D - Workers' Compensation (Excluding Excess Workers' Compensation) .....	84
Schedule P - Part 6E - Commercial Multiple Peril .....	85
Schedule P - Part 6H - Other Liability - Claims-Made .....	86
Schedule P - Part 6H - Other Liability - Occurrence .....	85
Schedule P - Part 6M - International .....	86
Schedule P - Part 6N - Reinsurance - Nonproportional Assumed Property .....	87
Schedule P - Part 6O - Reinsurance - Nonproportional Assumed Liability .....	87
Schedule P - Part 6R - Products Liability - Claims-Made .....	88
Schedule P - Part 6R - Products Liability - Occurrence .....	88
Schedule P - Part 7A - Primary Loss Sensitive Contracts .....	89
Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts .....	91
Schedule P Interrogatories .....	93
Schedule T - Exhibit of Premiums Written .....	94
Schedule T - Part 2 - Interstate Compact .....	95

## INDEX TO PROPERTY & CASUALTY ANNUAL STATEMENT

Schedule Y - Part 1 - Information Concerning Activities of Insurer Members of a Holding Company Group .....	96
Schedule Y - Part 1A - Detail of Insurance Holding Company System .....	97
Schedule Y - Part 2 - Summary of Insurer's Transactions With Any Affiliates .....	98
Statement of Income .....	4
Summary Investment Schedule .....	SI01
Supplemental Exhibits and Schedules Interrogatories .....	99
Underwriting and Investment Exhibit Part 1 .....	6
Underwriting and Investment Exhibit Part 1A .....	7
Underwriting and Investment Exhibit Part 1B .....	8
Underwriting and Investment Exhibit Part 2 .....	9
Underwriting and Investment Exhibit Part 2A .....	10
Underwriting and Investment Exhibit Part 3 .....	11