



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

# ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2019  
OF THE CONDITION AND AFFAIRS OF THE

# Root Insurance Company

NAIC Group Code 0000 NAIC Company Code 10974 Employer's ID Number 31-1631404  
(Current) (Prior)

Organized under the Laws of \_\_\_\_\_, State of Domicile or Port of Entry \_\_\_\_\_  
Country of Domicile \_\_\_\_\_ United States of America OH

Incorporated/Organized 12/11/1998 Commenced Business 04/29/1999

Statutory Home Office 80 E. Rich St., Suite 500, Columbus, OH, US 43215  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office \_\_\_\_\_ 80 E. Rich St., Suite. 500  
(Street and Number)  
Columbus, OH, US 43215 \_\_\_\_\_, \_\_\_\_\_ 866-980-9431  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 80 E. Rich St., Suite 500, Columbus, OH, US 43215  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records      80 E. Rich St., Suite 500  
(Street and Number)  
Columbus, OH, US 43215      866-980-9431  
(City or Town, State, Country and Zip Code)      (Area Code) (Telephone Number)

Internet Website Address [www.joinroot.com](http://www.joinroot.com)

Statutory Statement Contact Lawrence Theodore Conrad, 614-591-4568

(Name) \_\_\_\_\_ (Area Code) (Telephone Number) \_\_\_\_\_  
accounting@joinroot.com \_\_\_\_\_, 614-591-4568  
(E-mail Address) \_\_\_\_\_ (FAX Number) \_\_\_\_\_

## OFFICERS

President Alexander Edward Timm  
Secretary Jonathan Alexander Allison

Vice President Daniel Craig Manges  
Chief Financial Officer Daniel Harris Rosenthal #

## OTHER

**DIRECTORS OR TRUSTEES**

Alexander Edward Timm	Cynthia Ann Powell	Lawrence Allen Hilsheimer
Christopher George Olsen #	Julie Mix McPeak #	

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) 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.

Alexander Edward Timm  
President

Jonathan Alexander Allison  
Secretary

Daniel Harris Rosenthal  
Chief Financial Officer

Subscribed and sworn to before me this  
25th day of

February 2020

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

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company

**ASSETS**

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D) .....	118,682,556		118,682,556	4,926,460
2. Stocks (Schedule D):				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....			0	0
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances) .....			0	0
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	0
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	0
5. Cash (\$ .....(8,607,135) , Schedule E - Part 1), cash equivalents (\$ .....195,881,324 , Schedule E - Part 2) and short-term investments (\$ .....3,498,497 , Schedule DA) .....	190,772,687		190,772,687	92,312,414
6. Contract loans (including \$ ..... premium notes) .....			0	0
7. Derivatives (Schedule DB) .....			0	0
8. Other invested assets (Schedule BA) .....			0	0
9. Receivable for securities .....			0	0
10. Securities lending reinvested collateral assets (Schedule DL) .....			0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	309,455,243	0	309,455,243	97,238,874
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	714,920		714,920	152,858
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	11,072,679		11,072,679	1,296,210
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....	111,625,374		111,625,374	33,701,071
15.3 Accrued retrospective premiums (\$ ..... ) and contracts subject to redetermination (\$ ..... ) .....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	8,404,461		8,404,461	4,697,076
16.2 Funds held by or deposited with reinsured companies .....			0	0
16.3 Other amounts receivable under reinsurance contracts .....			0	0
17. Amounts receivable relating to uninsured plans .....			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....			0	0
18.2 Net deferred tax asset .....			0	0
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....	3,034,437	3,034,437	0	0
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	97,192	97,192	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....	0		0	27,995,941
24. Health care (\$ ..... ) and other amounts receivable .....	104,444		104,444	0
25. Aggregate write-ins for other than invested assets .....	66,455	66,455	0	87,913
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	444,575,205	3,198,084	441,377,121	165,169,943
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27) .....	444,575,205	3,198,084	441,377,121	165,169,943
<b>DETAILS OF WRITE-INS</b>				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	0	0	0	0
2501. Security Deposit .....	26,789	26,789	0	0
2502. Claims Funding Imprest .....			0	87,913
2503. Prepaid Assets .....	39,666	39,666	0	
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	66,455	66,455	0	87,913

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8) .....	99,540,222	17,317,341
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....	0	0
3. Loss adjustment expenses (Part 2A, Line 35, Column 9) .....	15,129,901	4,568,120
4. Commissions payable, contingent commissions and other similar charges .....	1,050,934	
5. Other expenses (excluding taxes, licenses and fees) .....	6,022,680	4,793,467
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	6,895,386	2,112,632
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....		
7.2 Net deferred tax liability .....		
8. Borrowed money \$ ..... and interest thereon \$ .....		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ ..... 38,000,307 and including warranty reserves of \$ ..... and accrued accident and health experience rating refunds including \$ ..... 0 for medical loss ratio rebate per the Public Health Service Act) .....	107,414,483	34,454,942
10. Advance premium .....	372,544	361,386
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....		
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	46,954,821	18,529,181
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20) .....	0	69,694
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) .....	1,200	0
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		
18. Drafts outstanding .....		2,902,047
19. Payable to parent, subsidiaries and affiliates .....	6,282,219	5,475,058
20. Derivatives .....	0	0
21. Payable for securities .....		
22. Payable for securities lending .....		
23. Liability for amounts held under uninsured plans .....		
24. Capital notes \$ ..... and interest thereon \$ .....		
25. Aggregate write-ins for liabilities .....	430,562	47,225
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	289,044,018	91,682,027
27. Protected cell liabilities .....		
28. Total liabilities (Lines 26 and 27) .....	289,044,018	91,682,027
29. Aggregate write-ins for special surplus funds .....	0	0
30. Common capital stock .....	4,500,000	4,500,000
31. Preferred capital stock .....		
32. Aggregate write-ins for other than special surplus funds .....	0	0
33. Surplus notes .....	0	0
34. Gross paid in and contributed surplus .....	383,682,379	146,770,379
35. Unassigned funds (surplus) .....	(235,849,276)	(77,782,463)
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 30 \$ ..... ) .....		
36.2 ..... shares preferred (value included in Line 31 \$ ..... ) .....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39) .....	152,333,103	73,487,916
38. TOTALS (Page 2, Line 28, Col. 3)	441,377,121	165,169,943
<b>DETAILS OF WRITE-INS</b>		
2501. Miscellaneous .....	430,562	47,225
2502. .....		
2503. .....		
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	430,562	47,225
2901. .....		
2902. .....		
2903. .....		
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above)	0	0
3201. .....		
3202. .....		
3203. .....		
3298. Summary of remaining write-ins for Line 32 from overflow page .....	0	0
3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above)	0	0

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**STATEMENT OF INCOME**

	1 Current Year	2 Prior Year
<b>UNDERWRITING INCOME</b>		
1. Premiums earned (Part 1, Line 35, Column 4).....	258,880,995	40,173,735
<b>DEDUCTIONS:</b>		
2. Losses incurred (Part 2, Line 35, Column 7).....	270,154,572	36,256,232
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	38,202,030	7,285,461
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	112,600,798	57,335,494
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	420,957,400	100,877,187
7. Net income of protected cells.....		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7).....	(162,076,405)	(60,703,452)
<b>INVESTMENT INCOME</b>		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	3,608,282	731,557
10. Net realized capital gains or (losses) less capital gains tax of \$ ..... (Exhibit of Capital Gains (Losses) ) .....		
11. Net investment gain (loss) (Lines 9 + 10).....	3,608,282	731,557
<b>OTHER INCOME</b>		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ ..... amount charged off \$ ..... 8,997,856 ) .....	(8,997,856)	(245,155)
13. Finance and service charges not included in premiums.....	9,745,581	1,900,337
14. Aggregate write-ins for miscellaneous income.....	80,422	0
15. Total other income (Lines 12 through 14).....	828,147	1,655,182
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) .....	(157,639,976)	(58,316,714)
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).....	(157,639,976)	(58,316,714)
19. Federal and foreign income taxes incurred.....		
20. Net income (Line 18 minus Line 19)(to Line 22).....	(157,639,976)	(58,316,714)
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	73,487,916	18,118,974
22. Net income (from Line 20).....	(157,639,976)	(58,316,714)
23. Net transfers (to) from Protected Cell accounts.....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ .....	4,999	
25. Change in net unrealized foreign exchange capital gain (loss).....		
26. Change in net deferred income tax .....		
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3).....	(430,636)	(1,826,344)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....	(1,200)	0
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 .....	236,912,000	115,512,000
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, Lines 36.1 and 36.2, Column 2 minus Column 1).....	0	0
37. Aggregate write-ins for gains and losses in surplus .....	0	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	78,845,187	55,368,942
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	152,333,103	73,487,916
<b>DETAILS OF WRITE-INS</b>		
0501. .....		
0502. .....		
0503. .....		
0598. Summary of remaining write-ins for Line 5 from overflow page .....	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above).....	0	0
1401. Rent Income .....	80,422	
1402. .....		
1403. .....		
1498. Summary of remaining write-ins for Line 14 from overflow page .....	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above).....	80,422	0
3701. .....		
3702. .....		
3703. .....		
3798. Summary of remaining write-ins for Line 37 from overflow page .....	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above).....	0	0

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**CASH FLOW**

	1 Current Year	2 Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance .....	272,576,562	58,805,814
2. Net investment income .....	3,128,668	373,254
3. Miscellaneous income .....	828,147	1,900,337
4. Total (Lines 1 through 3) .....	276,533,377	61,079,405
5. Benefit and loss related payments .....	191,639,076	20,916,860
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	133,268,710	53,524,106
8. Dividends paid to policyholders .....	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses) .....	0	0
10. Total (Lines 5 through 9) .....	324,907,786	74,440,966
11. Net cash from operations (Line 4 minus Line 10) .....	(48,374,409)	(13,361,560)
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	4,392,178	3,026,913
12.2 Stocks .....	0	0
12.3 Mortgage loans .....	0	0
12.4 Real estate .....	0	0
12.5 Other invested assets .....	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	0	0
12.7 Miscellaneous proceeds .....	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	4,392,178	3,026,913
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	118,230,722	5,100,649
13.2 Stocks .....	0	0
13.3 Mortgage loans .....	0	0
13.4 Real estate .....	0	0
13.5 Other invested assets .....	0	0
13.6 Miscellaneous applications .....	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	118,230,722	5,100,649
14. Net increase (decrease) in contract loans and premium notes .....	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	(113,838,544)	(2,073,736)
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....	0	0
16.2 Capital and paid in surplus, less treasury stock .....	262,400,000	90,000,000
16.3 Borrowed funds .....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0
16.5 Dividends to stockholders .....	0	0
16.6 Other cash provided (applied) .....	(1,726,774)	716,227
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	260,673,226	90,716,227
<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) .....	98,460,273	75,280,930
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	92,312,414	17,031,484
19.2 End of period (Line 18 plus Line 19.1) .....	190,772,687	92,312,414

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

20.0001. SSAP No. 72 approved transaction at December 31, 2018, settling on February 14, 2019. ....	25,500,000
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## ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company

**UNDERWRITING AND INVESTMENT EXHIBIT**

## PART 1 - PREMIUMS EARNED

Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Fire .....	0		0	0
2. Allied lines .....	0		0	0
3. Farmowners multiple peril .....	0		0	0
4. Homeowners multiple peril .....	228,712		178,452	50,260
5. Commercial multiple peril .....	0		0	0
6. Mortgage guaranty .....	0		0	0
8. Ocean marine .....	0		0	0
9. Inland marine .....	0		0	0
10. Financial guaranty .....	0		0	0
11.1 Medical professional liability - occurrence .....	0		0	0
11.2 Medical professional liability - claims-made .....	0		0	0
12. Earthquake .....	0		0	0
13. Group accident and health .....	0		0	0
14. Credit accident and health (group and individual) .....	0		0	0
15. Other accident and health .....	0		0	0
16. Workers' compensation .....	0		0	0
17.1 Other liability - occurrence .....	0		0	0
17.2 Other liability - claims-made .....	0		0	0
17.3 Excess workers' compensation .....	0		0	0
18.1 Products liability - occurrence .....	0		0	0
18.2 Products liability - claims-made .....	0		0	0
19.1, 19.2 Private passenger auto liability .....	218,389,621	21,498,362	72,519,738	167,368,245
19.3, 19.4 Commercial auto liability .....	0		0	0
21. Auto physical damage .....	113,222,203	12,956,580	34,716,293	91,462,490
22. Aircraft (all perils) .....	0		0	0
23. Fidelity .....	0		0	0
24. Surety .....	0		0	0
26. Burglary and theft .....	0		0	0
27. Boiler and machinery .....	0		0	0
28. Credit .....	0		0	0
29. International .....	0		0	0
30. Warranty .....	0		0	0
31. Reinsurance - nonproportional assumed property .....	0		0	0
32. Reinsurance - nonproportional assumed liability .....	0		0	0
33. Reinsurance - nonproportional assumed financial lines .....	0		0	0
34. Aggregate write-ins for other lines of business .....	0	0	0	0
35. TOTALS .....	331,840,536	34,454,942	107,414,483	258,880,995
<b>DETAILS OF WRITE-INS</b>				
3401. .....				
3402. .....				
3403. .....				
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	0	0	0

## ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company

**UNDERWRITING AND INVESTMENT EXHIBIT**

## PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1. Fire .....					0
2. Allied lines .....					0
3. Farmowners multiple peril .....					0
4. Homeowners multiple peril .....	178,452				178,452
5. Commercial multiple peril .....					0
6. Mortgage guaranty .....					0
8. Ocean marine .....					0
9. Inland marine .....					0
10. Financial guaranty .....					0
11.1 Medical professional liability - occurrence .....					0
11.2 Medical professional liability - claims-made .....					0
12. Earthquake .....					0
13. Group accident and health .....					0
14. Credit accident and health (group and individual) .....					0
15. Other accident and health .....					0
16. Workers' compensation .....					0
17.1 Other liability - occurrence .....					0
17.2 Other liability - claims-made .....					0
17.3 Excess workers' compensation .....					0
18.1 Products liability - occurrence .....					0
18.2 Products liability - claims-made .....					0
19.1, 19.2 Private passenger auto liability .....	72,519,738				72,519,738
19.3, 19.4 Commercial auto liability .....					0
21. Auto physical damage .....	34,716,293				34,716,293
22. Aircraft (all perils) .....					0
23. Fidelity .....					0
24. Surety .....					0
26. Burglary and theft .....					0
27. Boiler and machinery .....					0
28. Credit .....					0
29. International .....					0
30. Warranty .....					0
31. Reinsurance - nonproportional assumed property .....					0
32. Reinsurance - nonproportional assumed liability .....					0
33. Reinsurance - nonproportional assumed financial lines .....					0
34. Aggregate write-ins for other lines of business .....	0	0	0	0	0
35. TOTALS .....	107,414,483	0	0	0	107,414,483
36. Accrued retrospective premiums based on experience .....					
37. Earned but unbilled premiums .....					
38. Balance (Sum of Line 35 through 37) .....					107,414,483
<b>DETAILS OF WRITE-INS</b>					
3401. .....					
3402. .....					
3403. .....					
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	0	0	0	0

(a) State here basis of computation used in each case      Pro-rata method .....

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**UNDERWRITING AND INVESTMENT EXHIBIT**

**PART 1B - PREMIUMS WRITTEN**

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1+2+3+4-5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire .....	0					0
2. Allied lines .....	0					0
3. Farmowners multiple peril .....	0					0
4. Homeowners multiple peril .....	228,712					228,712
5. Commercial multiple peril .....	0					0
6. Mortgage guaranty .....	0					0
8. Ocean marine .....	0					0
9. Inland marine .....	0					0
10. Financial guaranty .....	0					0
11.1 Medical professional liability - occurrence .....						0
11.2 Medical professional liability - claims-made .....						0
12. Earthquake .....	0					0
13. Group accident and health .....	0					0
14. Credit accident and health (group and individual) .....	0					0
15. Other accident and health .....	0					0
16. Workers' compensation .....	0					0
17.1 Other liability - occurrence .....	0					0
17.2 Other liability - claims-made .....	0					0
17.3 Excess workers' compensation .....	0					0
18.1 Products liability - occurrence .....						0
18.2 Products liability - claims-made .....						0
19.1, 19.2 Private passenger auto liability .....	295,716,228			26,300,870	51,025,737	218,389,621
19.3, 19.4 Commercial auto liability .....	0					0
21. Auto physical damage .....	155,113,618			10,674,132	31,217,283	113,222,203
22. Aircraft (all perils) .....	0					0
23. Fidelity .....	0					0
24. Surety .....	0					0
26. Burglary and theft .....	0					0
27. Boiler and machinery .....	0					0
28. Credit .....	0					0
29. International .....	0					0
30. Warranty .....	0					0
31. Reinsurance - nonproportional assumed property .....	XXX					0
32. Reinsurance - nonproportional assumed liability .....	XXX					0
33. Reinsurance - nonproportional assumed financial lines .....	XXX					0
34. Aggregate write-ins for other lines of business .....	0	0	0	0	0	0
35. TOTALS .....	451,058,558	0	0	36,975,002	82,243,020	331,840,536
<b>DETAILS OF WRITE-INS</b>						
3401. ....						
3402. ....						
3403. ....						
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	0	0	0	0	0

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

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

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

## ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company

**UNDERWRITING AND INVESTMENT EXHIBIT**

## PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5	6	7	8
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire .....	0			0	0		0	0.0
2. Allied lines .....	0			0	0		0	0.0
3. Farmowners multiple peril .....	0			0	0		0	0.0
4. Homeowners multiple peril .....	12,152			12,152	13,606		25,758	51.2
5. Commercial multiple peril .....	0			0	0		0	0.0
6. Mortgage guaranty .....	0			0	0		0	0.0
8. Ocean marine .....	0			0	0		0	0.0
9. Inland marine .....	0			0	0		0	0.0
10. Financial guaranty .....	0			0	0		0	0.0
11.1 Medical professional liability - occurrence .....				0	0		0	0.0
11.2 Medical professional liability - claims-made .....				0	0		0	0.0
12. Earthquake .....	0			0	0		0	0.0
13. Group accident and health .....	0			0	0		0	0.0
14. Credit accident and health (group and individual) .....	0			0	0		0	0.0
15. Other accident and health .....	0			0	0		0	0.0
16. Workers' compensation .....	0			0	0		0	0.0
17.1 Other liability - occurrence .....	0			0	0		0	0.0
17.2 Other liability - claims-made .....	0			0	0		0	0.0
17.3 Excess workers' compensation .....	0			0	0		0	0.0
18.1 Products liability - occurrence .....				0	0		0	0.0
18.2 Products liability - claims-made .....				0	0		0	0.0
19.1, 19.2 Private passenger auto liability .....	127,325,992		34,286,596	93,039,396	96,285,199	11,067,713	178,256,882	106.5
19.3, 19.4 Commercial auto liability .....	0			0	0		0	0.0
21. Auto physical damage .....	126,990,769		32,110,626	94,880,143	3,241,417	6,249,628	91,871,932	100.4
22. Aircraft (all perils) .....	0			0	0		0	0.0
23. Fidelity .....	0			0	0		0	0.0
24. Surety .....	0			0	0		0	0.0
26. Burglary and theft .....	0			0	0		0	0.0
27. Boiler and machinery .....	0			0	0		0	0.0
28. Credit .....	0			0	0		0	0.0
29. International .....	0			0	0		0	0.0
30. Warranty .....	0			0	0		0	0.0
31. Reinsurance - nonproportional assumed property .....	XXX			0	0		0	0.0
32. Reinsurance - nonproportional assumed liability .....	XXX			0	0		0	0.0
33. Reinsurance - nonproportional assumed financial lines .....	XXX			0	0		0	0.0
34. Aggregate write-ins for other lines of business .....	0	0	0	0	0	0	0	0.0
35. TOTALS .....	254,328,913	0	66,397,222	187,931,691	99,540,222	17,317,341	270,154,572	104.4
<b>DETAILS OF WRITE-INS</b>								
3401. ....				0		0	0	0
3402. ....								
3403. ....								
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0	0	0.0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	0	0	0	0	0	0	0.0

## ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company

## 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 Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire .....				.0					0
2. Allied lines .....				.0					0
3. Farmowners multiple peril .....				.0					0
4. Homeowners multiple peril .....	0			.0	13,606				13,606
5. Commercial multiple peril .....				.0					0
6. Mortgage guaranty .....				.0					0
8. Ocean marine .....				.0					0
9. Inland marine .....				.0					0
10. Financial guaranty .....				.0					0
11.1 Medical professional liability - occurrence .....				.0					0
11.2 Medical professional liability - claims-made .....				.0					0
12. Earthquake .....				.0					0
13. Group accident and health .....				.0				(a)	0
14. Credit accident and health (group and individual) .....				.0				(a)	0
15. Other accident and health .....				.0				(a)	0
16. Workers' compensation .....				.0					0
17.1 Other liability - occurrence .....				.0					0
17.2 Other liability - claims-made .....				.0					0
17.3 Excess workers' compensation .....				.0					0
18.1 Products liability - occurrence .....				.0					0
18.2 Products liability - claims-made .....				.0					0
19.1, 19.2 Private passenger auto liability .....	60,177,415			7,311,281	52,866,134	61,341,539		17,922,474	96,285,199
19.3, 19.4 Commercial auto liability .....									0
21. Auto physical damage .....	2,315,926			216,029	2,099,897	1,713,536		572,016	3,241,417
22. Aircraft (all perils) .....									0
23. Fidelity .....									0
24. Surety .....									0
26. Burglary and theft .....									0
27. Boiler and machinery .....									0
28. Credit .....									0
29. International .....									0
30. Warranty .....									0
31. Reinsurance - nonproportional assumed property .....	XXX					XXX			0
32. Reinsurance - nonproportional assumed liability .....	XXX					XXX			0
33. Reinsurance - nonproportional assumed financial lines .....	XXX					XXX			0
34. Aggregate write-ins for other lines of business .....	0	0	0	0		0	0	0	0
35. TOTALS	62,493,341	0	7,527,310	54,966,031	63,068,681	0	18,494,490	99,540,222	15,129,901
<b>DETAILS OF WRITE-INS</b>									
3401. .....					.0				0
3402. .....									
3403. .....									
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0		0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	0	0	0	0		0	0	0	0

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

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct .....	22,174,992			22,174,992
1.2 Reinsurance assumed .....				0
1.3 Reinsurance ceded .....	4,408,507			4,408,507
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3) .....	17,766,485	0	0	17,766,485
2. Commission and brokerage:				
2.1 Direct excluding contingent .....		45,094,234		45,094,234
2.2 Reinsurance assumed, excluding contingent .....				0
2.3 Reinsurance ceded, excluding contingent .....		22,775,478		22,775,478
2.4 Contingent - direct .....		8,247,984		8,247,984
2.5 Contingent - reinsurance assumed .....				0
2.6 Contingent - reinsurance ceded .....				0
2.7 Policy and membership fees .....				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) .....	0	30,566,740	0	30,566,740
3. Allowances to managers and agents .....				0
4. Advertising .....				0
5. Boards, bureaus and associations .....		1,132,924		1,132,924
6. Surveys and underwriting reports .....		30,443,680		30,443,680
7. Audit of assureds' records .....				0
8. Salary and related items:				
8.1 Salaries .....	14,152,449	18,534,377	168,159	32,854,985
8.2 Payroll taxes .....	1,122,648	1,470,246	13,339	2,606,233
9. Employee relations and welfare .....	2,676,535	3,505,253	31,803	6,213,591
10. Insurance .....		72,712		72,712
11. Directors' fees .....		58,764		58,764
12. Travel and travel items .....		496,257		496,257
13. Rent and rent items .....	618,773	2,498,713		3,117,486
14. Equipment .....		115,767		115,767
15. Cost or depreciation of EDP equipment and software .....	1,186,361	5,116,914		6,303,275
16. Printing and stationery .....		2,397,230		2,397,230
17. Postage, telephone and telegraph, exchange and express .....	678,779	4,261,820	43,147	4,983,746
18. Legal and auditing .....		1,172,878		1,172,878
19. Totals (Lines 3 to 18) .....	20,435,545	71,277,535	256,448	91,969,528
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$ .....		9,772,207		9,772,207
20.2 Insurance department licenses and fees .....		499,176		499,176
20.3 Gross guaranty association assessments .....		50,928		50,928
20.4 All other (excluding federal and foreign income and real estate) .....		15,448		15,448
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) .....	0	10,337,759	0	10,337,759
21. Real estate expenses .....				0
22. Real estate taxes .....				0
23. Reimbursements by uninsured plans .....				0
24. Aggregate write-ins for miscellaneous expenses .....	0	418,764	0	418,764
25. Total expenses incurred .....	38,202,030	112,600,798	256,448	(a) 151,059,276
26. Less unpaid expenses - current year .....	15,129,901	12,918,067		28,047,968
27. Add unpaid expenses - prior year .....	4,568,120	6,953,324		11,521,444
28. Amounts receivable relating to uninsured plans, prior year .....				0
29. Amounts receivable relating to uninsured plans, current year .....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29) .....	27,640,249	106,636,055	256,448	134,532,752
<b>DETAILS OF WRITE-INS</b>				
2401. Temporary Services .....		366,537		366,537
2402. Other Expenses .....		52,227		52,227
2403. .....				
2498. Summary of remaining write-ins for Line 24 from overflow page .....	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above) .....	0	418,764	0	418,764

(a) Includes management fees of \$ 45,094,234 to affiliates and \$ to non-affiliates.

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**EXHIBIT OF NET INVESTMENT INCOME**

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds .....	(a) 190,589	.218,773
1.1 Bonds exempt from U.S. tax .....	(a)	0
1.2 Other bonds (unaffiliated) .....	(a) 795,063	1,251,279
1.3 Bonds of affiliates .....	(a)	0
2.1 Preferred stocks (unaffiliated) .....	(b)	0
2.11 Preferred stocks of affiliates .....	(b)	0
2.2 Common stocks (unaffiliated) .....	(c)	0
2.21 Common stocks of affiliates .....	(d)	0
3. Mortgage loans .....	(e) 2,317,017	2,394,678
4. Real estate .....	(f)	0
5. Contract loans .....	(g) 256,448	0
6. Cash, cash equivalents and short-term investments .....	(g)	0
7. Derivative instruments .....	(h)	0
8. Other invested assets .....	(i)	0
9. Aggregate write-ins for investment income .....	0	0
10. Total gross investment income .....	3,302,669	3,864,730
<b>11. Investment expenses .....</b>		
12. Investment taxes, licenses and fees, excluding federal income taxes .....	(g) 0	0
13. Interest expense .....	(h) 0	0
14. Depreciation on real estate and other invested assets .....	(i) 0	0
15. Aggregate write-ins for deductions from investment income .....		
16. Total deductions (Lines 11 through 15) .....		256,448
17. Net investment income (Line 10 minus Line 16) .....		3,608,282
<b>DETAILS OF WRITE-INS</b>		
0901. ....		
0902. ....		
0903. ....		
0998. Summary of remaining write-ins for Line 9 from overflow page .....	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	0	0
1501. ....		
1502. ....		
1503. ....		
1598. Summary of remaining write-ins for Line 15 from overflow page .....		0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above) .....		0

(a) Includes \$ 106,422 accrual of discount less \$ 188,870 amortization of premium and less \$ 425,152 paid for accrued interest on purchases.

(b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.

(c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.

(d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.

(e) Includes \$ 350,969 accrual of discount less \$ 2,699 amortization of premium and less \$ 18,485 paid for accrued interest on purchases.

(f) Includes \$ accrual of discount less \$ amortization of premium.

(g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.

(h) Includes \$ interest on surplus notes and \$ interest on capital notes.

(i) Includes \$ depreciation on real estate and \$ 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 .....	0	0	0	0	0
1.1 Bonds exempt from U.S. tax .....			0		
1.2 Other bonds (unaffiliated) .....	0	0	0	0	0
1.3 Bonds of affiliates .....	0	0	0	0	0
2.1 Preferred stocks (unaffiliated) .....	0	0	0	0	0
2.11 Preferred stocks of affiliates .....	0	0	0	0	0
2.2 Common stocks (unaffiliated) .....	0	0	0	0	0
2.21 Common stocks of affiliates .....	0	0	0	0	0
3. Mortgage loans .....			0		
4. Real estate .....			0		
5. Contract loans .....			0		
6. Cash, cash equivalents and short-term investments .....	0	0	0	4,999	0
7. Derivative instruments .....			0		
8. Other invested assets .....			0	0	0
9. Aggregate write-ins for capital gains (losses) .....	0	0	0	0	0
10. Total capital gains (losses) .....	0	0	0	4,999	0
<b>DETAILS OF WRITE-INS</b>					
0901. ....					
0902. ....					
0903. ....					
0998. Summary of remaining write-ins for Line 9 from overflow page .....	0	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	0	0	0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**EXHIBIT OF NON-ADMITTED ASSETS**

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D) .....			0
2. Stocks (Schedule D):			
2.1 Preferred stocks .....			0
2.2 Common stocks .....			0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens .....			0
3.2 Other than first liens.....			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company .....			0
4.2 Properties held for the production of income.....			0
4.3 Properties held for sale .....			0
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA) .....			0
6. Contract loans .....			0
7. Derivatives (Schedule DB) .....			0
8. Other invested assets (Schedule BA) .....			0
9. Receivables for securities .....			0
10. Securities lending reinvested collateral assets (Schedule DL) .....			0
11. Aggregate write-ins for invested assets .....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	0	0	0
13. Title plants (for Title insurers only) .....			0
14. Investment income due and accrued .....			0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection .....			0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due .....			0
15.3 Accrued retrospective premiums and contracts subject to redetermination .....			0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers .....			0
16.2 Funds held by or deposited with reinsured companies .....			0
16.3 Other amounts receivable under reinsurance contracts .....			0
17. Amounts receivable relating to uninsured plans .....			0
18.1 Current federal and foreign income tax recoverable and interest thereon .....			0
18.2 Net deferred tax asset .....			0
19. Guaranty funds receivable or on deposit .....			0
20. Electronic data processing equipment and software .....	3,034,437	2,596,446	(437,991)
21. Furniture and equipment, including health care delivery assets .....	97,192	138,214	41,022
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0
23. Receivables from parent, subsidiaries and affiliates .....			0
24. Health care and other amounts receivable .....			0
25. Aggregate write-ins for other than invested assets .....	66,456	32,789	(33,667)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	3,198,085	2,767,449	(430,636)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0
28. Total (Lines 26 and 27) .....	3,198,085	2,767,449	(430,636)
<b>DETAILS OF WRITE-INS</b>			
1101. .....			
1102. .....			
1103. .....			
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	0	0	0
2501. Prepaid Insurance Expense .....	39,667	0	(39,667)
2502. Security Deposit .....	26,789	32,789	6,000
2503. .....			
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	66,456	32,789	(33,667)

## NOTES TO FINANCIAL STATEMENTS

**NOTE 1 Summary of Significant Accounting Policies and Going Concern**
**A. Accounting Practices**

**Basis of Presentation** - The financial statements of Root Insurance Company ("Root", the "Company" or "RIC") are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance. The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of Ohio, subject to any deviations prescribed or permitted by the Ohio Department of Insurance.

There are no significant differences between Ohio prescribed practices and the NAIC SAP which affect the Company.

The following reconciliation table illustrates the Company's net income and capital and surplus under NAIC SAP and those practices prescribed and permitted by the State of Ohio:

	SSAP #	F/S Page	F/S Line #	2019	2018
<b>NET INCOME</b>					
(1) State basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ (157,639,976)	\$ (58,316,714)
(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	\$ (157,639,976)	\$ (58,316,714)
<b>SURPLUS</b>					
(5) State basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 152,333,103	\$ 73,487,916
(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	\$ 152,333,103	\$ 73,487,916

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

The preparation of statutory financial statements requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the statutory financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**C. Accounting Policy**

Premiums are recognized as earned pro rata over the policy period. Unearned premium is established to cover the unexpired portion of premiums written. A premium deficiency is recorded when the sum of expected losses, loss adjustment expenses and maintenance costs exceed the recorded unearned premium reserve and anticipated investment income. A premium deficiency reserve is recognized by accruing an additional liability for the deficiency, with a corresponding charge to operations. The Company did not record a premium deficiency in 2019 and 2018.

Through September 30, 2018, expenses incurred in the connection with acquiring new insurance business, including such items as marketing or referral fees, were charged to underwriting expenses as incurred. Beginning October 1, 2018, The Company entered into a producer agreement with Root Insurance Agency, LLC ("RIA"), to provide these services for which RIA pays RIC a commission percentage based on direct premium written. See Footnote 10. Underwriting expenses are reduced for ceding commissions related to the Company's quota share reinsurance program.

Loss and loss adjustment expense reserves include an amount determined from case-base estimates for reported claims and on estimates, based on experience and perceived trends, for unreported losses and loss expenses. These reserves have been established to cover the estimated ultimate cost to settle insured losses. The amounts are based on estimates of loss cost trends and other factors, and accordingly, there can be no assurance that the ultimate liability will not vary materially from such estimates. These estimates are continually reviewed by management and adjusted as necessary, with adjustments included in the period determined. As such, loss and loss adjustment expense reserves represent management's best estimate of the ultimate liability related to reported and unreported claims.

In the ordinary course of business, the Company cedes a portion of its business written to limit the maximum net loss potential arising from large risks and catastrophes. These arrangements, known as treaties, provide for reinsurance coverage on quota share and excess of loss basis. Although the ceding of reinsurance does not discharge the Company from its primary liability to its policyholder, the insurance company that assumes the coverage assumes the related liability. Amounts recoverable from reinsurers are estimated in a manner consistent with the claim liability associated with the reinsured business. Ceded reinsurance premiums are recognized over the remaining policy period based on the reinsurance protection provided. The Company evaluates and monitors the financial condition associated with its reinsurers in order to minimize its exposure to significant losses from reinsurer insolvencies. All reinsurance contracts provide for indemnification against loss or liability relating to insurance risk and have been accounted for as reinsurance.

Cash consists of cash on deposit. Cash equivalents are short-term, highly liquid investments that mature within three months from the date of origination. Money market mutual funds are stated at fair value and other cash equivalents are principally stated at amortized cost, which approximates their fair value. Short-term investments are securities with an original maturity greater than 3 months, but less than 1 year, are stated at amortized cost, which approximates fair value.

Bonds are stated at amortized cost because they are NAIC designated "1" or "2." Amortization of premiums and discounts is calculated using the effective yield method. The Company does not hold any mandatory convertible securities or SVO-identified investments.

Investment income is recognized when earned. Realized investment gains and losses are determined on the basis of specific identification. The effective interest method is used for amortization of premiums or discounts. Unrealized gains and losses, net of taxes, on investments are included in unassigned surplus.

**D. Going Concern**

There are no going concern issues.

**NOTE 2 Accounting Changes and Corrections of Errors - Not Applicable**
**NOTE 3 Business Combinations and Goodwill - Not Applicable**
**NOTE 4 Discontinued Operations - Not Applicable**
**NOTE 5 Investments**

- A. Mortgage Loans, including Mezzanine Real Estate Loans - Not Applicable
- B. Debt Restructuring - Not Applicable

## NOTES TO FINANCIAL STATEMENTS

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C. Reverse Mortgages - Not Applicable

D. Loan-Backed Securities
 

- (1) For fixed-rate agency mortgage-backed securities, the Company calculates prepayment speeds utilizing Mortgage Industry Advisory Corporation (MIAC) Mortgage Industry Medians (MIMs). MIMs are derived from a semi-monthly dealer-consensus survey of long-term prepayment projections. For other mortgage-backed, loan-backed, and structured securities, Clearwater utilizes prepayment assumptions from Moody's Analytics. Moody's applies a flat economic credit model and utilizes a vector of multiple monthly speeds as opposed to a single speed for more robust projections. In instances where Moody's projections are not available, Clearwater uses data from Reuters, which utilizes the median prepayment speed from contributors' models.
- (2) OTTI recognized - Not applicable
- (3) OTTI - Not applicable
- (4)
  - a) The aggregate amount of unrealized losses:
 

1. Less than 12 Months	\$ 141,415
2. 12 Months or Longer	
  - b) The aggregate related fair value of securities with unrealized losses:
 

1. Less than 12 Months	\$ 33,761,060
2. 12 Months or Longer	

E. Dollar Repurchase Agreements and/or Securities Lending Transactions - Not Applicable

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing - Not Applicable

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing - Not Applicable

H. Repurchase Agreements Transactions Accounted for as a Sale - Not Applicable

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale - Not Applicable

J. Real Estate - Not Applicable

K. Low Income Housing tax Credits (LIHTC) - Not Applicable

L. Restricted Assets

1. Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted					6	7		
	Current Year								
	1	2	3	4	5				
Restricted Asset Category	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/(Decrease) (5 minus 6)		
a. Subject to contractual obligation for which liability is not shown					\$ -		\$ -		
b. Collateral held under security lending agreements					\$ -		\$ -		
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					\$ 10,596,358	\$ 5,674,727	\$ 4,921,631		
k. On deposit with other regulatory bodies					\$ -		\$ -		
l. Pledged 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	\$ 10,596,358	\$ -	\$ -	\$ -	\$ 10,596,358	\$ 5,674,727	\$ 4,921,631		

(a) Subset of Column 1

(b) Subset of Column 3

## NOTES TO FINANCIAL STATEMENTS

Restricted Asset Category	Current Year			
	8 Total Non-admitted Restricted	9 Total Admitted Restricted (5 minus 8)	Percentage	
			10 Gross (Admitted & Non-admitted)	11 Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown		\$ -	0.000%	0.000%
b. Collateral held under security lending agreements		\$ -	0.000%	0.000%
c. Subject to repurchase agreements		\$ -	0.000%	0.000%
d. Subject to reverse repurchase agreements		\$ -	0.000%	0.000%
e. Subject to dollar repurchase agreements		\$ -	0.000%	0.000%
f. Subject to dollar reverse repurchase agreements		\$ -	0.000%	0.000%
g. Placed under option contracts		\$ -	0.000%	0.000%
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock		\$ -	0.000%	0.000%
i. FHLB capital stock		\$ -	0.000%	0.000%
j. On deposit with states		\$10,596,358	2.383%	2.401%
k. On deposit with other regulatory bodies		\$ -	0.000%	0.000%
l. Pledged collateral to FHLB (including assets backing funding agreements)		\$ -	0.000%	0.000%
m. Pledged as collateral not captured in other categories		\$ -	0.000%	0.000%
n. Other restricted assets		\$ -	0.000%	0.000%
o. Total Restricted Assets	\$ -	\$10,596,358	2.383%	2.401%

(c) Column 5 divided by Asset Page, Column 1, Line 28

(d) Column 9 divided by Asset Page, Column 3, Line 28

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) - Not applicable

3. Detail of Other Restricted Assets (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate) - Not applicable

4. Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements - Not applicable

M. Working Capital Finance Investments - Not Applicable

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

O. 5GI Securities - Not Applicable

P. Short Sales - Not Applicable

Q. Prepayment Penalty and Acceleration Fees - Not applicable

## NOTE 6 Joint Ventures, Partnerships and Limited Liability Companies - Not Applicable

## NOTE 7 Investment Income

A. Accrued Investment Income - The Company does not admit accrued investment income over 90 days past due.

B. Amounts Non-admitted - Not Applicable

## NOTE 8 Derivative Instruments - Not Applicable

## NOTE 9 Income Taxes

A. The components of the net deferred tax asset/(liability) at the end of current period are as follows:

1.

	As of End of Current Period		12/31/2018		Change				
	(1) Ordinary	(2) Capital	(3) (Col. 1 + 2) Total	(4) Ordinary	(5) Capital	(6) (Col. 4 + 5) Total	(7) (Col. 1 - 4) Ordinary	(8) (Col. 2 - 5) Capital	(9) (Col. 7 + 8) Total
(a) Gross Deferred Tax Assets	\$50,781,897		\$50,781,897	\$17,440,485		\$17,440,485	\$33,341,412	\$ -	\$33,341,412
(b) Statutory Valuation Allowance Adjustment	\$50,091,291		\$50,091,291	\$16,866,504		\$16,866,504	\$33,224,787	\$ -	\$33,224,787
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	\$ 690,606	\$ -	\$ 690,606	\$ 573,981	\$ -	\$ 573,981	\$ 116,625	\$ -	\$ 116,625
(d) Deferred Tax Assets Nonadmitted			\$ -			\$ -	\$ -	\$ -	\$ -
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	\$ 690,606	\$ -	\$ 690,606	\$ 573,981	\$ -	\$ 573,981	\$ 116,625	\$ -	\$ 116,625
(f) Deferred Tax Liabilities	\$ 690,606	\$ -	\$ 690,606	\$ 573,981	\$ -	\$ 573,981	\$ 116,625	\$ -	\$ 116,625
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

## NOTES TO FINANCIAL STATEMENTS

2.

	As of End of Current Period			12/31/2018			Change		
	(1) Ordinary	(2) Capital	(3) (Col. 1 + 2) Total	(4) Ordinary	(5) Capital	(6) (Col. 4 + 5) Total	(7) (Col. 1 - 4) Ordinary	(8) (Col. 2 - 5) Capital	(9) (Col. 7 + 8) Total
Admission Calculation Components SSAP No. 101			\$ -			\$ -	\$ -	\$ -	\$ -
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks			\$ -			\$ -	\$ -	\$ -	\$ -
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)			\$ -			\$ -	\$ -	\$ -	\$ -
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.			\$ -			\$ -	\$ -	\$ -	\$ -
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	\$22,849,965	XXX	XXX	\$11,023,187	XXX	XXX	\$11,826,778
(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.	\$ 690,606		\$ 690,606	\$ 573,981		\$ 573,981	\$ 116,625	\$ -	\$ 116,625
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	\$ 690,606	\$ -	\$ 690,606	\$ 573,981	\$ -	\$ 573,981	\$ 116,625	\$ -	\$ 116,625

3.

	2019	2018
a. Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount.	334.000%	302.000%
b. Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above.	\$ 152,333,103	\$ 73,487,916

4.

	As of End of Current Period			12/31/2018			Change	
	(1) Ordinary	(2) Capital	(3) Ordinary	(4) Capital	(5) (Col. 1 - 3) Ordinary	(6) (Col. 2 - 4) Capital		
Impact of Tax Planning Strategies:								
(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.								
1. Adjusted Gross DTAs amount from Note 9A1(c)	\$ 690,606	\$ -	\$ 573,981	\$ -	\$ 116,625	\$ -		
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 690,606	\$ -	\$ 573,981	\$ -	\$ 116,625	\$ -		
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%

b. Do the Company's tax-planning strategies include the use of reinsurance? Yes [ ] No [X]

B. DTLs Not Recognized - Not Applicable

## NOTES TO FINANCIAL STATEMENTS

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

	(1) As of End of Current Period	(2) 12/31/2018	(3) (Col. 1 - 2) Change
1. Current Income Tax			
(a) Federal	\$ -	\$ -	\$ -
(b) Foreign			
(c) Subtotal	\$ -	\$ -	\$ -
(d) Federal income tax on net capital gains			\$ -
(e) Utilization of capital loss carry-forwards			\$ -
(f) Other			\$ -
(g) Federal and foreign income taxes incurred	\$ -	\$ -	\$ -
2. Deferred Tax Assets:			
(a) Ordinary:			
(1) Discounting of unpaid losses	\$ 831,800	\$ 225,759	\$ 606,041
(2) Unearned premium reserve	\$ 4,527,055	\$ 1,462,286	\$ 3,064,769
(3) Policyholder reserves			\$ -
(4) Investments			\$ -
(5) Deferred acquisition costs			\$ -
(6) Policyholder dividends accrual			\$ -
(7) Fixed Assets	\$ 671,598	\$ 581,164	\$ 90,434
(8) Compensation and benefits accrual			\$ -
(9) Pension accrual			\$ -
(10) Receivables - nonadmitted			\$ -
(11) Net operating loss carry-forward	\$ 42,977,543	\$ 14,458,483	\$ 28,519,060
(12) Tax credit carry-forward	\$ 487,780	\$ 449,061	\$ 38,719
(13) Other (including items <5% of total ordinary tax assets)	\$ 1,286,121	\$ 263,732	\$ 1,022,389
(99) Subtotal	\$ 50,781,897	\$ 17,440,485	\$ 33,341,412
(b) Statutory valuation allowance adjustment	\$ 50,091,291	\$ 16,866,504	\$ 33,224,787
(c) Nonadmitted			\$ -
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	\$ 690,606	\$ 573,981	\$ 116,625
(e) Capital:			
(1) Investments			\$ -
(2) Net capital loss carry-forward			\$ -
(3) Real estate			\$ -
(4) Other (including items <5% of total ordinary tax assets)			\$ -
(99) Subtotal	\$ -	\$ -	\$ -
(f) Statutory valuation allowance adjustment			\$ -
(g) Nonadmitted			\$ -
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	\$ -	\$ -	\$ -
(i) Admitted deferred tax assets (2d + 2h)	\$ 690,606	\$ 573,981	\$ 116,625
3. Deferred Tax Liabilities:			
(a) Ordinary:			
(1) Investments			\$ -
(2) Fixed Assets	\$ 13,628	\$ 31,992	\$ (18,364)
(3) Deferred and uncollected premium			\$ -
(4) Policyholder reserves			\$ -
(5) Other (including items <5% of total ordinary tax liabilities)	\$ 676,978	\$ 541,989	\$ 134,989
(99) Subtotal	\$ 690,606	\$ 573,981	\$ 116,625
(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)	\$ 690,606	\$ 573,981	\$ 116,625
4. Net deferred tax assets/liabilities (2i - 3c)	\$ -	\$ -	\$ -

## D. Significant Book to Tax Adjustments

The following table reconciles the differences between federal income taxes incurred and the expected amount of income taxes, which is obtained by applying the statutory U.S. federal income tax rate of 21% for 2019 and 2018, respectively, to income before federal income taxes:

	Amount	Tax Rate
Provision at statutory rate	\$ (33,104,395)	21.0%
Tax exempt deduction	\$ -	0.0%
Dividends received deduction	\$ -	0.0%
Proration of tax exempt investment income	\$ -	0.0%
Nondeductible expenses	\$ 5,710	0.0%
Tax rate change due to the Tax Act	\$ -	0.0%
Change in deferred tax on non-admitted assets	\$ (90,433)	0.0%
Change in deferred tax on pension plan	\$ -	0.0%
Change in statutory valuation allowance	\$ 33,224,786	-21.0%
Prior year over/under accrual	\$ -	0.0%
Tax Credits	\$ (38,719)	0.0%
RTP, permanent	<u>\$ 3,051</u>	0.0%
Total	\$ -	0.0%
Prior year over/under accrual	\$ -	
Tax Credits	<u>\$ -</u>	
RTP, permanent	\$ -	

## NOTES TO FINANCIAL STATEMENTS

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## E. Operating Loss &amp; Tax Credit

1. As of December 31, 2019 and 2018, the Company had approximately \$205,000,000 and \$69,000,000, respectively, of unused operating loss carryforwards available to offset future taxable income. These losses will expire between 2036 and 2039. The company also has R&D Tax credit carryforwards as of December 31, 2019 of approximately \$500,000, which originated 2016 through 2018 and will expire between 2036 and 2038.
2. As of December 31, 2019 and 2018, the Company had no federal income taxes incurred that are available for recoupment in the event of future net losses.
3. The Company has no protective tax deposits under Section 6603 of the Internal Revenue Code.

## F. Consolidated Federal Tax Returns

The Company is included in a consolidated federal income tax return with its parent company, Root Stockholdings, Inc. The Company has a written agreement, approved by the Company's Board of Directors, which sets forth the manner in which the total combined federal income tax is allocated to each entity which is a party to the consolidation. Additional members of the consolidated group include Root, Inc. (RHC), Root Insurance Agency, Inc. Root Reinsurance Company LTD, and Buzzwords Labs, Inc. The consolidated return also includes RIA, which is a disregarded entity under RHC for federal income tax purposes.

## G. Federal or Foreign Federal Income Tax Loss Contingencies - None

## H. Repatriation Transition Tax (RTT)

Not Applicable

## I. Alternative Minimum Tax (AMT) Credit

Not Applicable

	Amount
(1) Gross AMT Credit Recognized as:	
a. Current year recoverable	
b. Deferred tax asset (DTA)	
(2) Beginning Balance of AMT Credit Carryforward	
(3) Amounts Recovered	
(4) Adjustments	
(5) Ending Balance of AMT Credit Carryforward (5=2-3-4)	\$ -
(6) Reduction for Sequestration	
(7) Nonadmitted by Reporting Entity	
(8) Reporting Entity Ending Balance (8=5-6-7)	\$ -

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

## A. Nature of the Relationship:

On September 9, 2019 Buzzwords Labs, Inc. (Buzzword) was formed. Buzzword is a subsidiary of RHC and performs technical research and development.

On August 12, 2019 Root Stockholdings, Inc. (RSI) was formed. RSI acquired 100% of the outstanding shares of RHC.

On June 18, 2019 Root Reinsurance Company, Ltd. (Root Re) was formed. Root Re is a subsidiary of RHC. See Footnote 23 below for additional information.

On October 1, 2018 RIA, a single member LLC, was formed. RIA is a subsidiary of RHC.

## B. &amp; C. Description of Transactions Greater than 1/2 of 1% of Total Admitted Assets:

RHC made contributions totaling \$236,912,000 to the Company during 2019. On December 31, 2019, RHC made a \$61,000,000 capital contribution to the Company. On November 27, 2019, RHC made a \$7,000,000 capital contribution to the Company. On October 30, 2019, RHC made a \$30,000,000 capital contribution to the Company. On September 30, 2019, RHC made a \$30,000,000 capital contribution to the Company. On September 16, 2019, RHC made a \$45,000,000 capital contribution to the Company. On June 28, 2019, RHC made a \$33,900,000 capital contribution to the Company. On March 31, 2019, the Company recognized a \$30,000,000 SSAP 72 capital contribution from RHC, which was settled in full on April 18, 2019.

RHC made contributions totaling \$115,500,000 to the Company during 2018. On December 31, 2018, the Company recognized a \$25,500,000 SSAP 72 capital contribution from RHC, which was settled in full on February 14, 2019. On December 27, 2018, RHC made a \$10,000,000 capital contribution to the Company. On September 30, 2018, the Company recognized a \$35,000,000 SSAP 72 capital contribution from RHC, which was settled in full on October 25, 2018. On June 30, 2018, the Company recognized a \$15,000,000 SSAP 72 capital contribution from RHC, which was settled in full on July 30, 2018. On March 26, 2018, RHC made a \$30,000,000 cash contribution to the Company.

## D. Amounts Due From or To Related Parties - At December 31, 2019, the Company had a net payable balance to RHC totaling \$1,765,386 and RIA totaling \$4,516,833.

## E. Guarantees or Contingencies for Related Parties - Not Applicable

## F. Management/Service Contracts and Cost Sharing Arrangements - Management/Service Contracts and Cost Sharing Arrangements:

The Company has an administrative service agreement in place, where RHC provides employees and other administrative services to the Company. For these services, the Company reimburses RHC at cost.

Effective October 1, 2018, the Company entered into a producer agreement with RIA, to provide advertising, marketing and customer services. As compensation for these services, the Company pays a commission based on direct written premium. Prior to October 1, 2018, these services and costs were borne by the Company. The Company paid a total of \$45,094,234 and \$5,080,180 to RIA related to this agreement during the years ended December 31, 2019 and December 31, 2018, respectively.

## G. Nature of the Control Relationship - Not Applicable

## H. Amount Deducted for Investment in Upstream Company - Not Applicable

## I. Investments in SCA Greater than 10% of Admitted Assets - Not Applicable

## J. Investments in Impaired SCA Entities - Not Applicable

## K. Investments in Foreign Insurance Subsidiaries - Not Applicable

## L. Investments in Downstream Noninsurance Holding Company - Not Applicable

## M. All SCA Investments - Not Applicable

## N. Investment in Insurance SCAs - Not Applicable

## O. SCA or SSAP 48 Entity Loss Tracking - Not Applicable

**NOTE 11 Debt - Not Applicable**

## NOTES TO FINANCIAL STATEMENTS

**NOTE 12 Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**
**E. Defined Contribution Plan**

Through April 30, 2018 the Company leased its employees from an unrelated third party, which provided employer-related health and welfare plans. The Company had no legal obligation to these plans. Beginning May 1, 2018, the Company is allocated its share of employee costs from RHC, through an Administrative Services Agreement, the employer of record. The Company has no legal obligation to any employer-related health, welfare or retirement plans.

**NOTE 13 Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations**

- (1) At December 31, 2019 and 2018, the Company had 850 shares of \$10,000 par value common stock authorized and 450 shares issued and outstanding.
- (2) Preferred Stock - The Company has no preferred stock authorized, issued or outstanding.
- (3) Dividend Restrictions - Without prior approval of the OH DOI, dividends to shareholders are limited to \$0, an amount that is based on restrictions relating to statutory surplus and net income.
- (4) Dividends - Not Applicable
- (5) Unassigned Surplus Available for Dividends - Not Applicable
- (6) Unassigned Surplus Restrictions - Not Applicable
- (7) Mutual Reciprocals - Not Applicable
- (8) Company Stock Held for Special Purposes - Not Applicable
- (9) Changes in Special Surplus Funds - Not Applicable
- (10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses \$ 4,999
- (11) Surplus Debentures - Not Applicable
- (12) The impact of any restatement due to prior quasi-reorganizations - Not Applicable
- (13) Effective date of quasi-reorganization - Not Applicable

**NOTE 14 Liabilities, Contingencies and Assessment**
**A. Contingent Commitments - Not Applicable**
**B. Assessments - Not Applicable**
**C. Gain Contingencies - Not Applicable**
**D. Claims related extra contractual obligations and bad faith losses stemming from lawsuits**

Direct

- (1) The company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits \$ 42,500
- (2) Number of claims where amounts were paid to settle claims related extra contractual obligations or bad faith claims resulting from lawsuits during the reporting period
- (3) Indicate whether claim count information is disclosed per claim or per claimant

0-25 Claims  
Per Claim
**E. Product Warranties - Not Applicable**
**F. Joint and Several Liabilities - Not Applicable**
**G. All Other Contingencies**

The Company routinely assesses the collectibility of its premiums that are less than 90 days old. Premiums older than 90 days are nonadmitted. The allowance for uncollectible premiums and considerations is determined based on the age of the receivable and prior collection experience. The allowance balance for admitted premiums was \$2.0 million and zero as of December 31, 2019 and 2018.

**NOTE 15 Leases**
**A. Lessee Operating Lease:**

- (1) The Company leases office space under a noncancelable operating lease agreement that expires September, 2022. Operating rent expense for both 2019 and 2018 was \$78,170.

- (2) a. At December 31, 2019, the minimum aggregate rental commitments are as follows:

	Operating Leases
1. 2020	\$ 148,186
2. 2021	\$ 152,496
3. 2022	\$ 130,073
4. 2023	
5. 2024	
6. Total	\$ 430,755

- (3) Not Applicable

**B. Lessor Leases**

- (1) In 2018, the Company entered into a 23 month agreement to sublease a portion of its office space to a third party with an effective date of February, 2019. The anticipated rent income from this sublease in 2020 is \$95,939.

**NOTE 16 Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk - Not Applicable**
**NOTE 17 Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities - Not Applicable**
**NOTE 18 Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans - Not Applicable**
**NOTE 19 Direct Premium Written/Produced by Managing General Agents/Third Party Administrators - Not Applicable**
**NOTE 20 Fair Value Measurements**
**A.**

- (1) Fair Value Measurements at Reporting Date

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
a. Assets at fair value Cash Equivalents - Other Money Market Mutual Funds	\$ 186,275,050				\$ 186,275,050
Total assets at fair value/NAV	\$ 186,275,050	\$ -	\$ -	\$ -	\$ 186,275,050

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
b. Liabilities at fair value					
Total liabilities at fair value	\$ -	\$ -	\$ -	\$ -	\$ -

## NOTES TO FINANCIAL STATEMENTS

## (2) Fair Value Measurements in (Level 3) of the Fair Value hierarchy

Description	Beginning Balance at 01/01/2019	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlem-ents	Ending Balance at 12/31/2019
a. Assets										
Total Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Description	Beginning Balance at 01/01/2019	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlem-ents	Ending Balance at 12/31/2019
b. Liabilities										
Total Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(3) The Company records transfers between Fair Value Levels at the end of each reporting period.

(4) Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability (exit price) in an orderly transaction between market participants at the measurement date. In determining fair value, the Company primarily uses the market approach which utilizes processes and other relevant information generated by market transactions involving identical or comparable assets or liabilities. To a lesser extent, the Company also uses the income approach which uses discounted cash flows to determine fair value. When applying either approach, the Company maximizes the use of observable inputs and minimizes the use of unobservable inputs. Observable inputs reflect the assumptions market participants would use in valuing a financial instrument based on market data obtained from sources independent of the Company. Unobservable inputs reflect the Company's estimates about the assumptions market participants would use in valuing financial assets and financial liabilities. Based on the best information available in the circumstances.

The Company is required to categorize its financial assets and financial liabilities carried at fair value on the statutory statements of admitted assets, liabilities and capital and surplus according to a three-level hierarchy. A level is assigned to each financial asset and financial liability based on the lowest level input that is significant to the fair value measurement in its entirety. The levels of fair value hierarchy are as follows:

Level 1 – Fair value is based on unadjusted quoted prices for identical assets or liabilities in an active market. The types of assets and liabilities utilizing Level 1 valuations generally include money-market funds.

Level 2 – Fair value is based on significant inputs, other than quoted prices included in Level 1, that are observable in active markets for identical or similar assets and liabilities.

Level 3 – Fair value is based on at least one or more significant unobservable inputs. These inputs reflect the Company's assumptions about the inputs market participants would use in pricing the assets or liabilities.

The fair value of the Company's financial assets and financial liabilities has been determined using available market information as of December 31, 2019. Although the Company is not aware of any factors that would significantly affect the fair value of financial assets and financial liabilities such amounts have not been comprehensively revalued since those dates. Therefore, estimates of fair value subsequent to the valuation dates may differ significantly from the amounts presented herein. Considerable judgement is required to interpret market data to develop the estimates of fair value. The use of different market assumptions and/or estimation methodologies may have a material effect on the estimated fair value amounts.

The Company uses prices and inputs that are current as of the measurement date. In periods of market disruption, the ability to observe prices and inputs may be reduced, which could cause an asset or liability to be reclassified to a lower level.

Inputs used to measure fair value or an asset or liability may fall into different levels of the fair value hierarchy. In these situations, the Company will determine the level in which the fair value fall based upon the lowest level input that is significant to the determination of the fair value.

(5) Not applicable

B. Not applicable

C. Aggregate fair value for all financial instruments and the level within the fair value hierarchy in which the fair value measurements in their entirety fall.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Long Term Bonds	\$ 119,249,824	\$ 118,682,556	\$ 9,749,222	\$ 109,500,602			
Short Term Bonds	\$ 3,500,314	\$ 3,498,497	\$ 2,998,828	\$ 501,486			
Cash Equivalents	\$ 195,881,324	\$ 195,881,324	\$ 195,881,324				

D. Not Practicable to Estimate Fair Value

Type or Class of Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation

E. Not applicable

**NOTE 21 Other Items**

A. Unusual or Infrequent Items - Not Applicable

B. Troubled Debt Restructuring: Debtors - Not Applicable

C. Other Disclosures - Not Applicable

D. Business Interruption Insurance Recoveries - Not Applicable

E. State Transferable and Non-transferable Tax Credits - Not Applicable

F. Subprime Mortgage Related Risk Exposure - Not Applicable

(1) The Company has no direct exposure to subprime mortgage risk and believes it has no substantial indirect exposure.

(2) Direct exposure through investments in subprime mortgage loans. - Not Applicable

(3) Direct exposure through other investments. - Not Applicable

(4) Underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage. - Not Applicable

G. Insurance-Linked Securities (ILS) Contracts - Not Applicable

H. The Amount That Could Be Realized on Life Insurance Where the Reporting Entity is Owner and Beneficiary or Has Otherwise Obtained Rights to Control the Policy - Not Applicable

## NOTES TO FINANCIAL STATEMENTS

**NOTE 22 Events Subsequent**

RHC made a capital contribution in the amount of \$6,000,000 to the Company during January 2020.

An evaluation of subsequent events was made through February 25, 2020 for the Annual Statement available to be issued on February 25, 2020. There were no other significant subsequent events requiring disclosure in the financial statements.

**NOTE 23 Reinsurance**

- A. Unsecured Reinsurance Recoverables - Not Applicable
- B. Reinsurance Recoverable in Dispute - Not Applicable
- C. Reinsurance Assumed and Ceded
  - (1)

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates			20,575,207	\$ 5,143,802	\$ (20,575,207)	\$ (5,143,802)
b. All Other			17,425,100	\$ 4,095,937	\$ (17,425,100)	\$ (4,095,937)
c. Total	\$ -	\$ -	\$ 38,000,307	\$ 9,239,739	\$ (38,000,307)	\$ (9,239,739)
d. Direct Unearned Premium Reserve						\$ 145,414,790

(2)

	Direct	Assumed	Ceded	Net
a. Contingent Commission				\$ -
b. Sliding Scale Adjustments			\$ 9,298,919	\$ (9,298,919)
c. Other Profit Commission Arrangements				\$ -
d. TOTAL	\$ -	\$ -	\$ 9,298,919	\$ (9,298,919)

(3)

Protected Cell Name	Covered Exposure	Ultimate Exposure Amt.	Fair Value of Assets as of Statement Date	Initial Contract Date of Securitization Instrument	Maturity Date of Securitized Instrument
TOTAL	XXX	\$ -	\$ -	XXX	XXX

- D. Uncollectible Reinsurance - Not Applicable
- E. Commutation of Reinsurance Reflected in Income and Expenses - Not Applicable
- F. Retroactive Reinsurance - Not Applicable
- G. Reinsurance Accounted for as a Deposit - Not Applicable
- H. Disclosures for the Transfer of Property and Casualty Run-off Agreements - Not Applicable
- I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation - Not Applicable
- J. Reinsurance Agreements Qualifying for Reinsurer Aggregation - Not Applicable

**NOTE 24 Retrospectively Rated Contracts & Contracts Subject to Redetermination - Not Applicable****NOTE 25 Change in Incurred Losses and Loss Adjustment Expenses**

Incurred loss and loss adjustment expenses attributable to prior accident years increased by \$8,821,984 from December 31, 2018. This increase in prior period incurred losses is the result of higher-than-estimated claim frequency on bodily injury, uninsured bodily injury, and underinsured motorists bodily injury coverages, and higher-than-estimated average claim size for property damage coverages. The company transitioned from using a third party for claims handling to using internal staff in the fourth quarter of 2018, which also impacted the claims payment and reporting patterns especially in the latter part of 2018.

	2019	2018
Gross loss and loss expense reserves, January 1	\$ 33,254,097	\$ 1,557,512
Less reinsurance recoverable	\$ 11,368,637	\$ 778,756
Net loss and expense reserves, January 1	\$ 21,885,460	\$ 778,756
Net incurred loss and loss expenses related to:		
Current year	\$ 299,534,618	\$ 43,753,482
Prior years	\$ 8,821,984	\$ (211,789)
Total incurred	\$ 308,356,602	\$ 43,541,693
Net paid loss and loss expenses related to:		
Current year	\$ 188,634,623	\$ 22,038,587
Prior years	\$ 26,937,316	\$ 396,402
Total paid	\$ 215,571,939	\$ 22,434,989
Net loss and loss expense reserves, December 31	\$ 114,670,123	\$ 21,885,460
Plus reinsurance recoverable	\$ 26,072,668	\$ 11,368,637
Gross loss and loss expense reserves, December 31	<u>\$ 140,742,791</u>	<u>\$ 33,254,097</u>

**NOTE 26 Intercompany Pooling Arrangements - Not Applicable****NOTE 27 Structured Settlements - Not Applicable**

## NOTES TO FINANCIAL STATEMENTS

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**NOTE 28** **Health Care Receivables - Not Applicable**

**NOTE 29** **Participating Policies - Not Applicable**

**NOTE 30** **Premium Deficiency Reserves**

1. Liability carried for premium deficiency reserves	\$	-
2. Date of the most recent evaluation of this liability	12/31/2019	
3. Was anticipated investment income utilized in the calculation?	Yes [X] No [ ]	

**NOTE 31** **High Deductibles - Not Applicable**

**NOTE 32** **Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses - Not Applicable**

**NOTE 33** **Asbestos/Environmental Reserves - Not Applicable**

**NOTE 34** **Subscriber Savings Accounts - Not Applicable**

**NOTE 35** **Multiple Peril Crop Insurance - Not Applicable**

**NOTE 36** **Financial Guaranty Insurance - Not Applicable**

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company  
**GENERAL INTERROGATORIES**

**PART 1 - COMMON INTERROGATORIES  
 GENERAL**

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? .....  Yes [ X ]  No [ ]  N/A [ ]  
 If yes, complete Schedule Y, Parts 1, 1A and 2

1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? .....  Yes [ X ]  No [ ]  N/A [ ]

1.3 State Regulating? .....  Ohio

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

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. ....

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

2.2 If yes, date of change: .....

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

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

3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). ....  02/26/2016

3.4 By what department or departments?  
 Ohio Department of Insurance .....

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

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

4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
 4.11 sales of new business? .....  Yes [ ]  No [ X ]  
 4.12 renewals? .....  Yes [ ]  No [ X ]

4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
 4.21 sales of new business? .....  Yes [ X ]  No [ ]  
 4.22 renewals? .....  Yes [ X ]  No [ ]

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

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? .....  Yes [ ]  No [ X ]

6.2 If yes, give full information: .....

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? .....  Yes [ ]  No [ X ]

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 or government, manager or attorney in fact).

1 Nationality	2 Type of Entity
------------------	---------------------

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**GENERAL INTERROGATORIES**

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? ..... Yes [ ] No [ X ]  
 8.2 If response to 8.1 is yes, please identify the name of the bank holding company: .....  
 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? ..... Yes [ ] No [ X ]  
 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
 Deloitte & Touche LLP 180 E. Broad St. Suite 1400 Columbus, OH 43215

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? ..... Yes [ ] No [ X ]  
 10.2 If the response to 10.1 is yes, provide information related to this exemption: .....  
 10.3 Has the insurer been granted any exemptions related to 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? ..... Yes [ ] No [ X ]  
 10.4 If the response to 10.3 is yes, provide information related to this exemption: .....  
 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? ..... Yes [ X ] No [ ] N/A [ ]  
 10.6 If the response to 10.5 is no or n/a, please explain .....  
 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?  
 William D. Hansen, FCAS, MAAA Root Insurance Company 80 E. Rich St, Ste 500 Columbus, OH 43215  
 Employee .....  
 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: .....  
 13. **FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**  
 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity? .....  
 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? ..... Yes [ ] No [ ]  
 13.3 Have there been any changes made to any of the trust indentures during the year? ..... Yes [ ] No [ ]  
 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? ..... Yes [ ] No [ ] N/A [ ]  
 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? ..... Yes [ X ] No [ ]  
 a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;  
 b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;  
 c. Compliance with applicable governmental laws, rules and regulations;  
 d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and  
 e. Accountability for adherence to the code.  
 14.11 If the response to 14.1 is No, please explain: .....  
 14.2 Has the code of ethics for senior managers been amended? ..... Yes [ ] No [ X ]  
 14.21 If the response to 14.2 is yes, provide information related to amendment(s). .....  
 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? ..... Yes [ ] No [ X ]  
 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s). .....

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**GENERAL INTERROGATORIES**

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 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) .....	\$ .....

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

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

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 .....	\$ .....

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 .....	\$ .....

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

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

**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 [ ] No [ X ]

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

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

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

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

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

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

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**GENERAL INTERROGATORIES**

24.10 For the reporting entity's security lending program state the amount of the following as 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 .....	\$ ..... 10,596,358
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.

LINES 26.3 through 26.5: FOR LIFE/FRATERNAL REPORTING ENTITIES ONLY:

26.3 Does the reporting entity utilize derivatives to hedge variable annuity guarantees subject to fluctuations as a result of interest rate sensitivity? ..  Yes [ ]  No [ ]

26.4 If the response to 26.3 is YES, does the reporting entity utilize:

26.41 Special accounting provision of SSAP No. 108 .....	Yes [ ] No [ ]
26.42 Permitted accounting practice .....	Yes [ ] No [ ]
26.43 Other accounting guidance .....	Yes [ ] No [ ]

26.5 By responding YES to 26.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following: .....  Yes [ ]  No [ ]

- The reporting entity has obtained explicit approval from the domiciliary state.
- Hedging strategy subject to the special accounting provisions is consistent with the requirements of VM-21.
- Actuarial certification has been obtained which indicates that the hedging strategy is incorporated within the establishment of VM-21 reserves and provides the impact of the hedging strategy within the Actuarial Guideline Conditional Tail Expectation Amount.
- Financial Officer Certification has been obtained which indicates that the hedging strategy meets the definition of a Clearly Defined Hedging Strategy within VM-21 and that the Clearly Defined Hedging Strategy is the hedging strategy being used by the company in its actual day-to-day risk mitigation efforts.

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. ..... \$ .....

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

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

1 Name of Custodian(s)	2 Custodian's Address
Huntington National Bank .....	41 South High Street, Columbus, OH 43215 .....
US Bank .....	One US Bank Plaza, St Louis, MO 63101 .....
Century Trust .....	100 South Federal Place, Santa Fe, NM 87501 .....
Regions Bank .....	201 Milan Parkway, 2nd Floor, Birmingham, AL 35211 .....
Wells Fargo Bank .....	MAC T9914-010, P.O. Box 2577, Waco, TX 76702 .....

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**GENERAL INTERROGATORIES**

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
Stephen Huber .....	I.....
Daniel Rosenthal .....	I.....
Asset Allocation and Management LLC .....	U.....

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 invested 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 invested 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.

1	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
109875 .....	Asset Allocation and Management LLC .....	549300DSCHE1V5I3U963 .....	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	.....	0

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

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

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**GENERAL INTERROGATORIES**

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

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds .....	122,181,053	122,750,138	569,085
30.2 Preferred stocks .....	0	0	0
30.3 Totals .....	122,181,053	122,750,138	569,085

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

Asset Allocation and Management LLC used Securities Evaluation, part of ICE, for the primary pricing source. ....

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 [  ] 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 [  ] No [  ]

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

.....

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? .... Yes [  ] No [  ]

32.2 If no, list exceptions:

.....

33. By self-designating 5GI securities, the reporting entity is certifying the following elements of 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 [  ]

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 a 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 [  ]

35. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:

- a. The shares were purchased prior to January 1, 2019.
- b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
- c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.
- d. The fund only or predominantly holds bonds in its portfolio.
- e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.
- f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria? .... Yes [  ] No [  ]

**OTHER**

36.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? .... \$ 24,439,348

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

1 Name	2 Amount Paid
ISO Services, Inc. ....	24,323,211

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company  
**GENERAL INTERROGATORIES**

37.1 Amount of payments for legal expenses, if any? .....\$ .....147,215

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

1 Name	2 Amount Paid
Squire Patton Boggs LLP .....	89,942

38.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? .....\$ .....344,657

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

1 Name	2 Amount Paid
Westmont Associates, Inc .....	107,037

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**GENERAL INTERROGATORIES**

**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

1.1	Does the reporting entity have any direct Medicare Supplement Insurance in force? .....	Yes [ ] No [ X ]	
1.2	If yes, indicate premium earned on U. S. business only. ....	\$ .....	
1.3	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? .....	\$ .....	
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. ....	\$ .....	
1.5	Indicate total incurred claims on all Medicare Supplement Insurance. ....	\$ .....	0
1.6	Individual policies:	Most current three years: 1.61 Total premium earned ..... \$ ..... 0 1.62 Total incurred claims ..... \$ ..... 0 1.63 Number of covered lives ..... 0	
1.7	Group policies:	All years prior to most current three years 1.64 Total premium earned ..... \$ ..... 0 1.65 Total incurred claims ..... \$ ..... 0 1.66 Number of covered lives ..... 0	
2.	Health Test:	1 Current Year      2 Prior Year	
2.1	Premium Numerator .....		
2.2	Premium Denominator .....	258,880,995      40,173,735	
2.3	Premium Ratio (2.1/2.2) .....	.0.000      0.000	
2.4	Reserve Numerator .....	0      0	
2.5	Reserve Denominator .....	222,084,606      56,340,403	
2.6	Reserve Ratio (2.4/2.5) .....	.0.000      0.000	
3.1	Does the reporting entity issue both participating and non-participating policies? .....	Yes [ ] No [ X ]	
3.2	If yes, state the amount of calendar year premiums written on: .....	3.21 Participating policies ..... \$ .....	
		3.22 Non-participating policies ..... \$ .....	
4.	For mutual reporting Entities and Reciprocal Exchanges Only:		
4.1	Does the reporting entity issue assessable policies? .....	Yes [ ] No [ X ]	
4.2	Does the reporting entity issue non-assessable policies? .....	Yes [ ] No [ X ]	
4.3	If assessable policies are issued, what is the extent of the contingent liability of the policyholders? .....	% .....	
4.4	Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. ....	\$ .....	
5.	For Reciprocal Exchanges Only:		
5.1	Does the Exchange appoint local agents? .....	Yes [ ] No [ 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 [ X ]	
5.5	If yes, give full information .....		

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**GENERAL INTERROGATORIES**

**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

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?  
 Not applicable .....

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 models PML from extreme weather events for personal auto physical damage comprehensive coverage across the geographic footprint of the company, including estimates of exposure growth by region. The reinsurance broker uses the company's prospective distribution of exposures for the time period and runs both the RMS RiskLink v18 model and the AIR Touchstone V6 model to get alternate views of the PML. ....

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 has reinsurance agreements including quota share, excess of loss, and catastrophe coverage. ....

6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? ..... Yes [ X ] No [ ]

6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss. ....

7.1 Has this 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 ratio cap, an aggregate limit or any similar provisions)? ..... Yes [ X ] No [ ]

7.2 If yes, indicate the number of reinsurance contracts containing such provisions: ..... 3

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 [ X ] No [ ]

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

8.2 If yes, give full information .....  
 ....

9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:  
 (a) A contract term longer than two years and the contract is noncancelable by the reporting entity during the contract term;  
 (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;  
 (c) Aggregate stop loss reinsurance coverage;  
 (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;  
 (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or  
 (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. .... 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 37 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 ..... Yes [ ] No [ X ]  
 (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or ..... Yes [ ] No [ X ]  
 (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. .... Yes [ ] No [ X ]

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such 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 ]

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company  
**GENERAL INTERROGATORIES**

**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

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

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

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 ..... %  
12.42 To ..... %

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 the current year:  
12.61 Letters of credit ..... \$ .....  
12.62 Collateral and other funds ..... \$ .....

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): ..... \$ 682,500

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

13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. ..... 3

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

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

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

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

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

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

15.2 If yes, give full information  
.....

16.1 Does the reporting entity write any warranty business? ..... Yes [ ] No [ X ]  
If yes, disclose the following information for each of the following types of warranty coverage:

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

\* Disclose type of coverage:  
.....

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company  
**GENERAL INTERROGATORIES**

**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

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 .....	\$ .....
17.12 Unfunded portion of Interrogatory 17.11 .....	\$ .....
17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 .....	\$ .....
17.14 Case reserves portion of Interrogatory 17.11 .....	\$ .....
17.15 Incurred but not reported portion of Interrogatory 17.11 .....	\$ .....
17.16 Unearned premium portion of Interrogatory 17.11 .....	\$ .....
17.17 Contingent commission portion of Interrogatory 17.11 .....	\$ .....

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

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

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

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

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

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 [ ] No [ ]

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**FIVE-YEAR HISTORICAL DATA**

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

	1 2019	2 2018	3 2017	4 2016	5 2015
<b>Gross Premiums Written (Page 8, Part 1B Cols. 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)	295,716,228	65,221,412	2,413,766	23,302	0
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	155,113,618	41,150,230	1,552,543	9,432	0
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	228,712	0	0	0	0
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	.6,106
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	451,058,558	106,371,642	3,966,309	32,734	.6,106
<b>Net Premiums Written (Page 8, Part 1B, Col. 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)	218,389,621	45,098,043	1,131,595	12,272	0
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	113,222,203	28,453,766	727,846	4,821	0
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	228,712	0	0	0	0
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	.6,106
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	331,840,536	73,551,809	1,859,441	17,093	.6,106
<b>Statement of Income (Page 4)</b>					
13. Net underwriting gain (loss) (Line 8)	(162,076,405)	(60,703,452)	(15,761,218)	(1,878,496)	(12,017)
14. Net investment gain or (loss) (Line 11)	.3,608,282	731,557	.47,714	.45,831	.98,331
15. Total other income (Line 15)	.828,147	1,655,182	.70,820	.75,480	.60,000
16. Dividends to policyholders (Line 17)					
17. Federal and foreign income taxes incurred (Line 19)					.27,000
18. Net income (Line 20)	(157,639,976)	(58,316,714)	(15,642,684)	(1,757,185)	.119,314
<b>Balance Sheet Lines (Pages 2 and 3)</b>					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	441,377,121	165,169,943	22,099,387	4,327,242	4,002,336
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	11,072,679	1,296,210	.8,935	2,928	0
20.2 Deferred and not yet due (Line 15.2)	111,625,374	33,701,071	1,635,213	9,709	0
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	289,044,018	91,682,027	3,980,411	198,811	.84,703
22. Losses (Page 3, Line 1)	99,540,222	17,317,341	662,348	3,158	.15,860
23. Loss adjustment expenses (Page 3, Line 3)	15,129,901	4,568,120	116,409	.723	0
24. Unearned premiums (Page 3, Line 9)	107,414,483	34,454,942	1,076,868	.9,089	0
25. Capital paid up (Page 3, Lines 30 & 31)	4,500,000	4,500,000	4,500,000	1,000,000	1,000,000
26. Surplus as regards policyholders (Page 3, Line 37)	152,333,103	73,487,916	18,118,975	4,128,431	.3,917,633
<b>Cash Flow (Page 5)</b>					
27. Net cash from operations (Line 11)	(48,374,409)	(13,361,560)	(13,878,678)	(1,599,292)	(.51,100)
<b>Risk-Based Capital Analysis</b>					
28. Total adjusted capital	152,333,103	.73,487,916	18,118,975	.4,128,431	.3,917,633
29. Authorized control level risk-based capital	.45,608,995	.24,322,469	.3,253,268	.47,924	.26,323
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0</b>					
30. Bonds (Line 1)	38.4	5.1	14.3	45.6	.92.4
31. Stocks (Lines 2.1 & 2.2)	0.0	0.0	0.0	0.0	0.0
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	0.0	0.0	0.0	0.0	0.0
34. Cash, cash equivalents and short-term investments (Line 5)	.61.6	.94.9	.85.7	.54.4	.7.6
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	0.0	0.0	0.0	0.0
37. Other invested assets (Line 8)	0.0	0.0	0.0	0.0	0.0
38. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	0.0	0.0
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	.100.0	100.0	100.0	.100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
42. Affiliated bonds (Schedule D, Summary, Line 12, Col. 1)					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)	0				
44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)	0				
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Lines 42 to 47	.0	0	0	0	0
49. Total Investment in Parent included in Lines 42 to 47 above					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	0.0	0.0	0.0	0.0	0.0

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**FIVE-YEAR HISTORICAL DATA**

(Continued)

	1 2019	2 2018	3 2017	4 2016	5 2015
<b>Capital and Surplus Accounts (Page 4)</b>					
51. Net unrealized capital gains (losses) (Line 24) .....	4,999				(187,391)
52. Dividends to stockholders (Line 35) .....					(4,500,000)
53. Change in surplus as regards policyholders for the year (Line 38) .....	78,845,187	55,368,942	13,990,543	210,798	(4,357,245)
<b>Gross Losses Paid (Page 9, Part 2, Cols. 1 &amp; 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) .....	127,325,992	10,329,087	33,083	0	0
55. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	126,990,769	21,025,356	1,017,826	392	0
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....	12,152	0	0	0	0
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....	0	0	0	2,250	77,283
58. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....	0	0	0	0	0
59. Total (Line 35) .....	254,328,913	31,354,443	1,050,909	2,642	77,283
<b>Net Losses Paid (Page 9, Part 2, Col. 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) .....	93,039,396	6,259,416	16,542	0	0
61. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	94,880,143	13,341,823	508,914	196	0
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....	12,152	0	0	0	0
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....	0	0	0	2,250	77,283
64. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....	0	0	0	0	0
65. Total (Line 35) .....	187,931,691	19,601,239	525,455	2,446	77,283
<b>Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0</b>					
66. Premiums earned (Line 1) .....	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2) .....	104.4	90.2	149.6	(128.1)	4.4
68. Loss expenses incurred (Line 3) .....	14.8	18.1	18.4	9.0	22.0
69. Other underwriting expenses incurred (Line 4) .....	43.5	142.7	1,922.9	23,688.6	77.4
70. Net underwriting gain (loss) (Line 8) .....	(62.6)	(151.1)	(1,990.9)	(23,469.5)	(3.8)
<b>Other Percentages</b>					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0) .....	33.7	75.7	814.9	10,650.9	3,056.2
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) .....	119.1	108.4	168.0	(119.1)	26.4
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0) .....	217.8	100.1	10.3	0.4	0.2
<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, Col. 11) .....	6,846	(205)	(1)	(16)	1,077
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0) .....	9.3	(1.1)	0.0	(0.4)	13.0
<b>Two Year Loss Development (\$000 omitted)</b>					
76. Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12) .....	(188)	0	(16)	(14)	968
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0) .....	(1.0)	0.0	(0.4)	(0.2)	0.0

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

If no, please explain: .....

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company

**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 (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)		
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior.	XXX	XXX	XXX	0	0	0	0	0	0	0	0	0	
2. 2010	1,524	0	1,524	261	0	0	0	44	0	0	305	XXX	
3. 2011	1,402	0	1,402	242	0	0	0	118	0	0	360	XXX	
4. 2012	1,383	0	1,383	279	0	0	0	117	0	0	396	XXX	
5. 2013	1,321	0	1,321	174	0	0	0	116	0	0	290	XXX	
6. 2014	1,206	0	1,206	107	0	0	0	117	0	0	224	XXX	
7. 2015	319	0	319	12	0	0	0	70	0	0	82	XXX	
8. 2016	13	5	8	10	3	0	0	4	1	0	10	XXX	
9. 2017	1,711	919	792	1,882	942	22	9	323	86	186	1,189	XXX	
10. 2018	61,388	21,214	40,174	62,150	21,534	248	0	10,860	2,994	2,750	48,730	XXX	
11. 2019	352,902	94,022	258,880	222,696	56,197	527	23	26,106	4,473	8,728	188,636	XXX	
12. Totals	XXX	XXX	XXX	287,813	78,676	797	32	37,875	7,554	11,664	240,222	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.	0	0	0	0	0	0	0	0	0	0	0	0	0			
2. 2010	0	0	0	0	0	0	0	0	0	0	0	0	0			
3. 2011	0	0	0	0	0	0	0	0	0	0	0	0	0			
4. 2012	0	0	0	0	0	0	0	0	0	0	0	0	0			
5. 2013	0	0	0	0	0	0	0	0	0	0	0	0	0			
6. 2014	0	0	0	0	0	0	0	0	0	0	0	0	0			
7. 2015	0	0	0	0	0	0	0	0	0	0	0	0	0			
8. 2016	0	0	0	0	0	0	0	0	0	0	0	0	0			
9. 2017	115	51	12	6	0	0	6	0	1	0	0	77	XXX			
10. 2018	3,709	1,411	1,191	690	8	0	136	3	757	2	644	3,695	XXX			
11. 2019	58,669	6,065	61,866	17,798	47	0	1,772	21	12,453	25	16,543	110,898	XXX			
12. Totals	62,493	7,527	63,069	18,494	55	0	1,914	24	13,211	27	17,187	114,670	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
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1. Prior.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	0	0
2. 2010	305	0	305	20.0	0.0	20.0	0	0	100.0	0	0
3. 2011	360	0	360	25.7	0.0	25.7	0	0	100.0	0	0
4. 2012	396	0	396	28.6	0.0	28.6	0	0	100.0	0	0
5. 2013	290	0	290	22.0	0.0	22.0	0	0	100.0	0	0
6. 2014	224	0	224	18.6	0.0	18.6	0	0	100.0	0	0
7. 2015	82	0	82	25.7	0.0	25.7	0	0	100.0	0	0
8. 2016	14	4	10	107.5	79.9	125.2	0	0	100.0	0	0
9. 2017	2,361	1,094	1,266	138.0	119.1	159.9	0	0	100.0	70	7
10. 2018	79,059	26,633	52,425	128.8	125.5	130.5	0	0	100.0	2,799	896
11. 2019	384,136	84,603	299,534	108.9	90.0	115.7	0	0	100.0	96,672	14,226
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	99,541	15,129

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.

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**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 2010	2 2011	3 2012	4 2013	5 2014	6 2015	7 2016	8 2017	9 2018	10 2019	11 One Year	12 Two Year
1. Prior	195	140	140	129	129	129	129	129	129	129	0	0
2. 2010	428	275	261	261	261	261	261	261	261	261	0	0
3. 2011	XXX	328	254	242	242	242	242	242	242	242	0	0
4. 2012	XXX	XXX	331	286	279	279	279	279	279	279	0	0
5. 2013	XXX	XXX	XXX	214	181	174	174	174	174	174	0	0
6. 2014	XXX	XXX	XXX	XXX	114	109	107	107	107	107	0	0
7. 2015	XXX	XXX	XXX	XXX	XXX	26	12	12	12	12	0	0
8. 2016	XXX	XXX	XXX	XXX	XXX	6	5	6	6	6	0	1
9. 2017	XXX	XXX	XXX	XXX	XXX	XXX	1,218	1,012	1,029	17	(189)	
10. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	36,975	43,804	6,829	XXX	
11. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	265,473	XXX	XXX	
										12. Totals	6,846	(188)

**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 2010	2 2011	3 2012	4 2013	5 2014	6 2015	7 2016	8 2017	9 2018	10 2019		
1. Prior	000	18	128	129	129	129	129	129	129	129	XXX	XXX
2. 2010	186	260	261	261	261	261	261	261	261	261	XXX	XXX
3. 2011	XXX	175	240	242	242	242	242	242	242	242	XXX	XXX
4. 2012	XXX	XXX	223	279	279	279	279	279	279	279	XXX	XXX
5. 2013	XXX	XXX	XXX	134	174	174	174	174	174	174	XXX	XXX
6. 2014	XXX	XXX	XXX	XXX	42	107	107	107	107	107	XXX	XXX
7. 2015	XXX	XXX	XXX	XXX	XXX	12	12	12	12	12	XXX	XXX
8. 2016	XXX	XXX	XXX	XXX	XXX	2	5	6	6	6	XXX	XXX
9. 2017	XXX	XXX	XXX	XXX	XXX	XXX	532	885	953	XXX	XXX	
10. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	19,247	40,864	XXX	XXX	
11. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	167,003	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)										2019
	1 2010	2 2011	3 2012	4 2013	5 2014	6 2015	7 2016	8 2017	9 2018	2019	
1. Prior	26	0	0	0	0	0	0	0	0	0	0
2. 2010	174	8								0	0
3. 2011	XXX	61	2							0	0
4. 2012	XXX	XXX	28	2						0	0
5. 2013	XXX	XXX	XXX	25	2	0	0	0	0	0	0
6. 2014	XXX	XXX	XXX	XXX	19	0	0	0	0	0	0
7. 2015	XXX	XXX	XXX	XXX	XXX	6	0	0	0	0	0
8. 2016	XXX	XXX	XXX	XXX	XXX	XXX	1	0	0	0	0
9. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	181	10	12	
10. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,895	634	
11. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	45,819	

**ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company**  
**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

Allocated by States and Territories

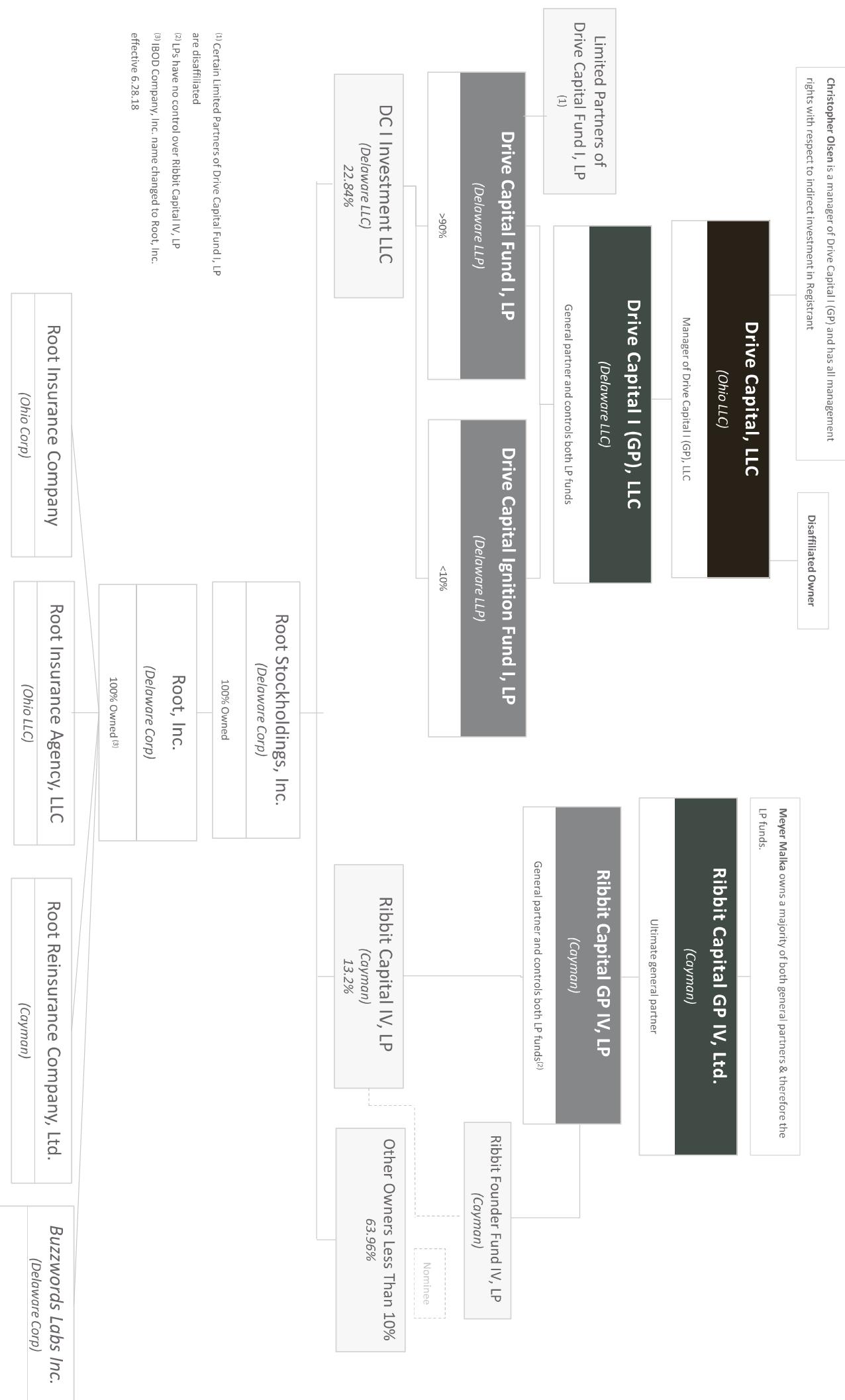
States, Etc.	1 Active Status (a)	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Included in Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	L							
2. Alaska	AK	L							
3. Arizona	AZ	L	26,744,505	22,083,895	0	17,550,007	23,744,452	8,397,652	729,883
4. Arkansas	AR	L	7,411,662	6,233,717	0	4,309,890	5,471,904	1,745,886	219,496
5. California	CA	L	671,321	294,451	0	160,144	316,772	156,628	17,440
6. Colorado	CO	L	8,099,534	4,976,519	0	2,286,165	3,732,513	1,446,348	144,948
7. Connecticut	CT	L	1,155,661	602,093	0	211,767	443,963	232,196	15,190
8. Delaware	DE	L	7,314,294	5,382,795	0	3,130,519	5,735,812	2,824,966	131,660
9. District of Columbia	DC	L							
10. Florida	FL	N							
11. Georgia	GA	L	44,016,497	24,320,703	0	11,739,336	24,789,298	13,049,962	758,860
12. Hawaii	HI	L							
13. Idaho	ID	N							
14. Illinois	IL	L	11,440,731	9,902,386	0	7,418,040	8,998,338	2,841,920	323,311
15. Indiana	IN	L	12,968,381	10,462,763	0	8,915,700	10,387,313	2,982,212	455,021
16. Iowa	IA	L	5,224,647	4,030,888	0	3,559,333	4,457,273	1,114,384	197,226
17. Kansas	KS	N							
18. Kentucky	KY	L	46,549,064	38,911,696	0	33,065,357	46,298,337	16,619,055	(19)
19. Louisiana	LA	L	15,283,526	11,718,944	0	7,466,937	11,514,508	4,936,122	0
20. Maine	ME	N							
21. Maryland	MD	L	16,509,086	12,654,580	0	9,043,957	13,763,820	5,298,839	301,775
22. Massachusetts	MA	N							
23. Michigan	MI	N							
24. Minnesota	MN	N							
25. Mississippi	MS	L	6,505,520	4,806,197	0	2,915,295	4,128,697	1,484,015	177,808
26. Missouri	MO	L	21,969,180	17,520,156	0	13,545,196	19,007,998	6,573,949	634,355
27. Montana	MT	L	2,592,597	2,087,433	0	1,934,805	2,374,924	582,026	87,036
28. Nebraska	NE	L	3,288,778	2,332,181	0	1,668,603	2,384,813	733,731	96,522
29. Nevada	NV	L	2,388,845	660,895	0	79,636	492,114	412,478	23,970
30. New Hampshire	NH	L							
31. New Jersey	NJ	N							
32. New Mexico	NM	L	6,557,351	5,200,083	0	3,261,372	4,594,153	1,674,741	198,250
33. New York	NY	N							
34. North Carolina	NC	L							
35. North Dakota	ND	L	763,661	606,850	0	562,922	777,792	237,761	23,335
36. Ohio	OH	L	22,828,249	20,060,611	0	16,209,232	19,884,508	6,447,475	738,952
37. Oklahoma	OK	L	12,933,588	10,433,058	0	7,004,694	8,933,234	2,675,725	391,910
38. Oregon	OR	L	12,411,980	9,322,055	0	5,290,577	8,308,870	3,389,399	338,430
39. Pennsylvania	PA	L	25,245,351	19,455,045	0	13,500,972	19,890,904	7,633,650	740,522
40. Rhode Island	RI	N							
41. South Carolina	SC	L	14,398,722	11,667,276	0	6,943,390	11,067,203	4,127,752	303,920
42. South Dakota	SD	N							
43. Tennessee	TN	L	2,075,851	787,824	0	232,166	734,861	502,695	.38,863
44. Texas	TX	L	94,717,869	81,606,509	0	62,470,126	77,343,243	22,894,768	2,163,300
45. Utah	UT	L	17,616,407	14,455,483	0	9,747,787	12,531,807	4,330,798	478,073
46. Vermont	VT	N							
47. Virginia	VA	L	1,375,700	325,021	0	104,988	319,877	214,889	15,542
48. Washington	WA	L							
49. West Virginia	WV	L							
50. Wisconsin	WI	N							
51. Wyoming	WY	N							
52. American Samoa	AS	N							
53. Guam	GU	N							
54. Puerto Rico	PR	N							
55. U.S. Virgin Islands	VI	N							
56. Northern Mariana Islands	MP	N							
57. Canada	CAN	N							
58. Aggregate other alien .. OT	XXX	0	0	0	0	0	0	0	0
59. Totals	XXX	451,058,558	352,902,107	0	254,328,913	352,429,301	125,562,022	9,745,579	0

(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG.....37 R - Registered - Non-domiciled RRGs.....0  
 E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - see DSLI).....0 Q - Qualified - Qualified or accredited reinsurer.....0  
 D - Domestic Surplus Lines Insurer (DSLI) - Reporting entities authorized to write surplus lines in the state of domicile.....0 N - None of the above - Not allowed to write business in the state.....20

(b) Explanation of basis of allocation of premiums by states, etc.

Actual premium by policy



ANNUAL STATEMENT FOR THE YEAR 2019 OF THE Root Insurance Company  
**OVERFLOW PAGE FOR WRITE-INS**

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