



# ANNUAL STATEMENT

**For the Year Ended December 31, 2020**  
of the Condition and Affairs of the

# SCOTTSDALE INSURANCE COMPANY

NAIC Group Code..... (Current Period)	140, 140 (Prior Period)	NAIC Company Code..... 41297	Employer's ID Number..... 31-1024978
Organized under the Laws of OH		State of Domicile or Port of Entry OH	
Incorporated/Organized..... January 4, 1982		Commenced Business..... July 1, 1982	
Statutory Home Office	ONE WEST NATIONWIDE BLVD. .. COLUMBUS .. OH .. US .. 43215-2220 (Street and Number) (City or Town, State, Country and Zip Code)		
Main Administrative Office	8877 N. GAINY CENTER DRIVE .. SCOTTSDALE .. AZ .. US .. 85258-2108 (Street and Number) (City or Town, State, Country and Zip Code)		
Mail Address	ONE WEST NATIONWIDE BLVD., FRAP SOLUTIONS .. COLUMBUS .. OH .. US .. 43215-2220 (Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)		
Primary Location of Books and Records	ONE WEST NATIONWIDE BLVD., 1-14-301 .. COLUMBUS .. OH .. US .. 43215-2220 (Street and Number) (City or Town, State, Country and Zip Code)		
Internet Web Site Address	WWW.SCOTTSDALEINS.COM		
Statutory Statement Contact	CHERYL M DENNIS (Name)		
	FINRPT@NATIONWIDE.COM (E-Mail Address)		
	614-249-1545 (Area Code) (Telephone Number) (Extension)		
	866-315-1430 (Fax Number)		

## OFFICERS

<b>OFFICERS</b>			
<b>Name</b>	<b>Title</b>	<b>Name</b>	<b>Title</b>
1. DENISE LYNN SKINGLE	SVP & SECRETARY	2. AMBER M. WAYNE	VP & TREASURER

**OTHER**

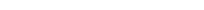
PAMELA ANN BIESECKER SVP-HEAD OF TAXATION

## **DIRECTORS OR TRUSTEES**

MARK ALLEN BERVEN THOMAS WAYNE JURGENS DAVID NEIL NELSON ELIZABETH MARGARET RICZKO

State of..... OHIO  
County of.... FRANKLIN

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

 (Signature) DENISE LYNN SKINGLE 1. (Printed Name) SVP & SECRETARY (Title)	 (Signature) AMBER M. WAYNE 2. (Printed Name) VP & TREASURER (Title)	 (Signature) Vacant 3. (Printed Name) President (Title)
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Subscribed and sworn to before me  
This 13th day of February 2021

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

Yes [X] No [ ]



**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).....	117,818,093		117,818,093	1,232,072,698
2. Stocks (Schedule D):				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	62,311,172		62,311,172	61,341,962
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 (less \$.....0 encumbrances).....			0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$....(95,763,638), Schedule E-Part 1), cash equivalents (\$....94,629,287, Schedule E-Part 2) and short-term investments (\$.....0, Schedule DA).....	(1,134,351)		(1,134,351)	(19,218,724)
6. Contract loans (including \$.....0 premium notes).....			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).....	31,982		31,982	1,090,978
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	179,026,896	0	179,026,896	1,275,286,914
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	768,235		768,235	8,587,015
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	615,362,198	36,019,385	579,342,813	626,204,308
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	203,455,626		203,455,626	279,145,041
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	233,989,634		233,989,634	202,463,506
16.2 Funds held by or deposited with reinsured companies.....	407,659		407,659	736,316
16.3 Other amounts receivable under reinsurance contracts.....	29,944,255		29,944,255	2,940,247
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....	1,389,122		1,389,122	
18.2 Net deferred tax asset.....	7,840,590		7,840,590	35,190,364
19. Guaranty funds receivable or on deposit.....			0	266,391
20. Electronic data processing equipment and software.....			0	
21. Furniture and equipment, including health care delivery assets (\$.....0).....			0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	301		301	561
23. Receivables from parent, subsidiaries and affiliates.....	32,009,614		32,009,614	13,374,734
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other-than-invested assets.....	1,127,250	1,127,250	0	12,852,788
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	1,305,321,380	37,146,635	1,268,174,745	2,457,048,185
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. TOTAL (Lines 26 and 27).....	1,305,321,380	37,146,635	1,268,174,745	2,457,048,185

**DETAILS OF WRITE-INS**

1101. ....			0	
1102. ....			0	
1103. ....			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Funds held equity pools & associations.....			0	6,342,986
2502. Miscellaneous assets.....	1,127,250	1,127,250	0	3,453,059
2503. Recoupment receivable.....			0	1,831,990
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	1,224,753
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	1,127,250	1,127,250	0	12,852,788

**SCOTTSDALE INSURANCE COMPANY**  
**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8).....	.....471,177,336	
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....	.....136,699,576	.....135,134,433
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....	.....96,393,439	
4. Commissions payable, contingent commissions and other similar charges.....	.....13,681,360	
5. Other expenses (excluding taxes, licenses and fees).....	.....267,003	.....9,523,821
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	.....3,546,960	
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....	.....1,837,751	
7.2 Net deferred tax liability.....	.....	
8. Borrowed money \$.....0 and interest thereon \$.....0.....	.....	
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....2,074,267,020 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act).....	.....308,712,320	
10. Advance premium.....	.....5,280,053	
11. Dividends declared and unpaid:		
11.1 Stockholders.....	.....	
11.2 Policyholders.....	.....326,182	
12. Ceded reinsurance premiums payable (net of ceding commissions).....	.....949,245,358	.....786,225,652
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20).....	.....476,572	.....685,064
14. Amounts withheld or retained by company for account of others.....	.....1,586,877	.....17,719,213
15. Remittances and items not allocated.....	.....158,037	.....398,390
16. Provision for reinsurance (including \$.....0 certified) (Schedule F, Part 3, Column 78).....	.....7,809,000	.....9,859,000
17. Net adjustments in assets and liabilities due to foreign exchange rates.....	.....	
18. Drafts outstanding.....	.....	
19. Payable to parent, subsidiaries and affiliates.....	.....12,111,800	.....21,518,147
20. Derivatives.....	.....	
21. Payable for securities.....	.....	.....9,997,300
22. Payable for securities lending.....	.....	.....1,126,550
23. Liability for amounts held under uninsured plans.....	.....	
24. Capital notes \$.....0 and interest thereon \$.....0.....	.....	
25. Aggregate write-ins for liabilities.....	.....9,634,566	.....9,997,034
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	.....1,117,988,789	.....1,903,140,005
27. Protected cell liabilities.....	.....	
28. Total liabilities (Lines 26 and 27).....	.....1,117,988,789	.....1,903,140,005
29. Aggregate write-ins for special surplus funds.....	.....0	.....0
30. Common capital stock.....	.....6,027,200	.....6,027,200
31. Preferred capital stock.....	.....	
32. Aggregate write-ins for other-than-special surplus funds.....	.....0	.....0
33. Surplus notes.....	.....	
34. Gross paid in and contributed surplus.....	.....110,036,570	.....173,973,300
35. Unassigned funds (surplus).....	.....34,122,186	.....373,907,680
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....	.....	
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....	.....	
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39).....	.....150,185,956	.....553,908,180
38. TOTAL (Page 2, Line 28, Col. 3).....	.....1,268,174,745	.....2,457,048,185

**DETAILS OF WRITE-INS**

2501. Contingent suit liability.....	.....242,629
2502. Escrow liability.....	.....103,614
2503. Miscellaneous liabilities.....	.....47,162
2598. Summary of remaining write-ins for Line 25 from overflow page.....	.....9,634,566
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	.....9,634,566
2901. ....	.....
2902. ....	.....
2903. ....	.....
2998. Summary of remaining write-ins for Line 29 from overflow page.....	.....0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above).....	.....0
3201. ....	.....
3202. ....	.....
3203. ....	.....
3298. Summary of remaining write-ins for Line 32 from overflow page.....	.....0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above).....	.....0

# SCOTTSDALE INSURANCE COMPANY

## STATEMENT OF INCOME

	1 Current Year	2 Prior Year
<b>UNDERWRITING INCOME</b>		
1. Premiums earned (Part 1, Line 35, Column 4).....		711,066,494
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7).....		431,329,269
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....		74,107,490
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	(54,089,611)	235,095,521
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	(54,089,611)	740,532,280
7. Net income of protected cells.....		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	54,089,611	(29,465,786)
<b>INVESTMENT INCOME</b>		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	10,847,994	40,773,817
10. Net realized capital gains (losses) less capital gains tax of \$.....(64,716) (Exhibit of Capital Gains (Losses)).....	42,670,280	9,199,345
11. Net investment gain (loss) (Lines 9 + 10).....	53,518,274	49,973,162
<b>OTHER INCOME</b>		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0).....	0	(2,131,492)
13. Finance and service charges not included in premiums.....		4,202,075
14. Aggregate write-ins for miscellaneous income.....	12,549	3,402,342
15. Total other income (Lines 12 through 14).....	12,549	5,472,925
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	107,620,434	25,980,301
17. Dividends to policyholders.....		276,438
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).....	107,620,434	25,703,863
19. Federal and foreign income taxes incurred.....	(1,582,933)	2,463,917
20. Net income (Line 18 minus Line 19) (to Line 22).....	109,203,367	23,239,946
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	553,908,180	526,242,763
22. Net income (from Line 20).....	109,203,367	23,239,946
23. Net transfers (to) from Protected Cell accounts.....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....(3,257,638).....	(12,899,799)	2,180,737
25. Change in net unrealized foreign exchange capital gain (loss).....	1,614,084	717,877
26. Change in net deferred income tax.....	(30,607,412)	(1,357,139)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3).....	(9,243,392)	(697,920)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....	2,050,000	1,150,800
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.....	(63,936,730)	
33.2 Transferred to capital (Stock Dividend).....		
33.3. Transferred from capital.....		
34. Net remittances from or (to) Home Office.....		
35. Dividends to stockholders.....	(411,063,270)	
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1).....		
37. Aggregate write-ins for gains and losses in surplus.....	11,160,928	2,431,116
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	(403,722,224)	27,665,417
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	150,185,956	553,908,180

### DETAILS OF WRITE-INS

0501.....		
0502.....		
0503.....		
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above).....	0	0
1401. Change in contingent suit liability.....	242,629	300,526
1402. Other income/(loss).....	(230,080)	3,101,816
1403.....		
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above).....	12,549	3,402,342
3701. Change in surplus miscellaneous.....	11,160,928	2,431,116
3702.....		
3703.....		
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above).....	11,160,928	2,431,116

# SCOTTSDALE INSURANCE COMPANY

## CASH FLOW

	1 Current Year	2 Prior Year
<b>CASH FROM OPERATIONS</b>		
1. Premiums collected net of reinsurance.....	127,112,881	696,166,818
2. Net investment income.....	20,051,251	46,469,294
3. Miscellaneous income.....	341,206	5,465,063
4. Total (Lines 1 through 3).....	147,505,338	748,101,175
5. Benefit and loss related payments.....	95,165,193	520,562,326
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	26,914,399	254,546,296
8. Dividends paid to policyholders.....		325,958
9. Federal and foreign income taxes paid (recovered) net of \$ 26,489 tax on capital gains (losses).....	1,579,224	(1,437,404)
10. Total (Lines 5 through 9).....	123,658,816	773,997,176
11. Net cash from operations (Line 4 minus Line 10).....	23,846,522	(25,896,001)
<b>CASH FROM INVESTMENTS</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	62,251,103	265,872,841
12.2 Stocks.....		
12.3 Mortgage loans.....		
12.4 Real estate.....		
12.5 Other invested assets.....		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	15,445	5,286
12.7 Miscellaneous proceeds.....	1,059,032	11,733,961
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	63,325,580	277,612,088
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	25,152,175	245,406,799
13.2 Stocks.....		
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....		
13.6 Miscellaneous applications.....	9,997,300	
13.7 Total investments acquired (Lines 13.1 to 13.6).....	35,149,475	245,406,799
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	28,176,105	32,205,289
<b>CASH FROM FINANCING AND MISCELLANEOUS SOURCES</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....		
16.2 Capital and paid in surplus, less treasury stock.....		
16.3 Borrowed funds.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....	3,322,343	
16.6 Other cash provided (applied).....	(30,615,911)	25,816,611
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(33,938,254)	25,816,611
<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).....	18,084,373	32,125,899
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	(19,218,724)	(51,344,623)
19.2 End of year (Line 18 plus Line 19.1).....	(1,134,351)	(19,218,724)

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

20.0001 Exchange of bond investment to bond investment.....	12,719,648	5,552,294
20.0002 Capitalized interest on bonds.....	631,688,079	3
20.0003 Dividends settled through the transfer of bonds.....	471,160,900	
20.0004 Intercompany transfer of securities out.....		

**SCOTTSDALE INSURANCE COMPANY**  
**UNDERWRITING AND INVESTMENT EXHIBIT**
**PART 1 - PREMIUMS EARNED**

Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Col. 5, Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Fire.....	.....(4,426,133)	.....4,426,132	.....0	.....(1)
2. Allied lines.....	.....(6,936,436)	.....6,936,436	.....0	.....0
3. Farmowners multiple peril.....	.....(10,449,643)	.....10,449,643	.....0	.....0
4. Homeowners multiple peril.....	.....(68,314,557)	.....68,314,557	.....0	.....0
5. Commercial multiple peril.....	.....(45,824,415)	.....45,824,415	.....0	.....0
6. Mortgage guaranty.....	.....0	.....0	.....0	.....0
8. Ocean marine.....	.....(139,538)	.....139,538	.....0	.....0
9. Inland marine.....	.....(15,619,726)	.....15,619,726	.....0	.....0
10. Financial guaranty.....	.....0	.....0	.....0	.....0
11.1 Medical professional liability - occurrence.....	.....(16)	.....16	.....0	.....0
11.2 Medical professional liability - claims-made.....	.....0	.....0	.....0	.....0
12. Earthquake.....	.....(639,842)	.....639,843	.....0	.....1
13. Group accident and health.....	.....(26,104)	.....26,104	.....0	.....0
14. Credit accident and health (group and individual).....	.....0	.....0	.....0	.....0
15. Other accident and health.....	.....(1,027)	.....3,845	.....0	.....2,818
16. Workers' compensation.....	.....(6,974,771)	.....6,974,772	.....0	.....1
17.1 Other liability - occurrence.....	.....(24,292,394)	.....24,290,558	.....981	.....(2,817)
17.2 Other liability - claims-made.....	.....(13,069,599)	.....13,069,599	.....0	.....0
17.3 Excess workers' compensation.....	.....0	.....0	.....0	.....0
18.1 Products liability - occurrence.....	.....(1,750,609)	.....1,750,608	.....0	.....(1)
18.2 Products liability - claims-made.....	.....(2,384)	.....2,384	.....0	.....0
19.1, 19.2 Private passenger auto liability.....	.....(44,745,963)	.....44,745,963	.....0	.....0
19.3, 19.4 Commercial auto liability.....	.....(24,035,844)	.....24,035,844	.....0	.....0
21. Auto physical damage.....	.....(39,573,642)	.....39,573,642	.....0	.....0
22. Aircraft (all perils).....	.....0	.....0	.....0	.....0
23. Fidelity.....	.....(166,588)	.....166,588	.....0	.....0
24. Surety.....	.....(1,226,645)	.....1,226,645	.....0	.....0
26. Burglary and theft.....	.....(62,346)	.....62,346	.....0	.....0
27. Boiler and machinery.....	.....83,997	.....(83,997)	.....0	.....0
28. Credit.....	.....(29,702)	.....29,702	.....0	.....0
29. International.....	.....0	.....0	.....0	.....0
30. Warranty.....	.....(489,000)	.....488,999	.....0	.....(1)
31. Reinsurance - nonproportional assumed property.....	.....607	.....(607)	.....0	.....0
32. Reinsurance - nonproportional assumed liability.....	.....0	.....0	.....0	.....0
33. Reinsurance - nonproportional assumed financial lines.....	.....0	.....0	.....0	.....0
34. Aggregate write-ins for other lines of business.....	.....0	.....0	.....0	.....0
35. TOTALS.....	.....(308,712,320)	.....308,713,301	.....981	.....0

**DETAILS OF WRITE-INS**

3401.....	.....0	.....0	.....0	.....0
3402.....	.....0	.....0	.....0	.....0
3403.....	.....0	.....0	.....0	.....0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	.....0	.....0	.....0	.....0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	.....0	.....0	.....0	.....0

**SCOTTSDALE 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.....					0
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.....				981	981
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.....					0
19.3, 19.4 Commercial auto liability.....					0
21. Auto physical damage.....					0
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.....	0	0	0	981	981
36. Accrued retrospective premiums based on experience.....					(981)
37. Earned but unbilled premiums.....					0
38. Balance (sum of Lines 35 through 37).....					0

**DETAILS OF WRITE-INS**

3401.....					0
3402.....					0
3403.....					0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0

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

**SCOTTSDALE 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.....	66,193,910	3,995,029	691	74,615,643	120	(4,426,133)
2. Allied lines.....	189,795,787	9,462,261	128,292	206,225,462	97,314	(6,936,436)
3. Farmowners multiple peril.....	3,356,087	(10,408,762)		3,396,968		(10,449,643)
4. Homeowners multiple peril.....	150,247,426	(65,117,650)	1,738	153,414,246	31,825	(68,314,557)
5. Commercial multiple peril.....	418,375,619	60,937,005	5,607,774	530,716,781	28,032	(45,824,415)
6. Mortgage guaranty.....						0
8. Ocean marine.....	5,843,594	45,276,416		50,444,428	815,120	(139,538)
9. Inland marine.....	39,421,249	529,554,397		584,622,560	(27,188)	(15,619,726)
10. Financial guaranty.....						0
11.1 Medical professional liability - occurrence.....		(16)				(16)
11.2 Medical professional liability - claims-made.....		3,104		3,104		0
12. Earthquake.....	120,188	(584,841)		175,189		(639,842)
13. Group accident and health.....		(26,104)				(26,104)
14. Credit accident and health (group and individual).....						0
15. Other accident and health.....		(1,027)				(1,027)
16. Workers' compensation.....		91,376,858		93,188,066	5,163,563	(6,974,771)
17.1 Other liability - occurrence.....	593,034,039	110,072,621	2,432,972	729,938,327	(106,301)	(24,292,394)
17.2 Other liability - claims-made.....	508,152,450	523,287,197	6,853,335	1,030,430,480	20,932,101	(13,069,599)
17.3 Excess workers' compensation.....						0
18.1 Products liability - occurrence.....	18,689,914	(491,607)		19,939,511	9,405	(1,750,609)
18.2 Products liability - claims-made.....	5,191,301	47,142		5,240,827		(2,384)
19.1, 19.2 Private passenger auto liability.....		(44,704,027)		41,936		(44,745,963)
19.3, 19.4 Commercial auto liability.....	117,270,100	254,379,804	85,686	395,884,520	(113,086)	(24,035,844)
21. Auto physical damage.....	15,890,400	34,496,062	140	89,970,761	(10,517)	(39,573,642)
22. Aircraft (all perils).....						0
23. Fidelity.....	244,968	1,642,422		1,978,819	75,159	(166,588)
24. Surety.....	2,007	(869,814)		(376,203)	735,041	(1,226,645)
26. Burglary and theft.....	113,435	341,747		516,492	1,036	(62,346)
27. Boiler and machinery.....	3,809,208	3,039,869		(492,633)	7,257,713	83,997
28. Credit.....	46,832,739	5,305,638		745,062	51,423,017	(29,702)
29. International.....						0
30. Warranty.....	3,792,256	40,511,984		6,824,320	37,968,920	(489,000)
31. Reinsurance - nonproportional assumed property.....	XXX.....	607				607
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.....	2,186,376,677	1,591,526,315	15,110,628	3,977,444,666	124,281,274	(308,712,320)

**DETAILS OF WRITE-INS**

3401.....						0
3402.....						0
3403.....						0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0

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

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

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

## UNDERWRITING AND INVESTMENT EXHIBIT

## PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5	6	7	8
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire.....	81,095,279	6,250,712	84,739,388	2,606,603	0	2,606,603	0	0.0
2. Allied lines.....	91,649,750	24,976,642	111,291,830	5,334,562	0	5,334,562	0	0.0
3. Farmowners multiple peril.....	883,149	4,839,282	883,148	4,839,283	0	4,839,283	0	0.0
4. Homeowners multiple peril.....	90,079,684	31,497,737	91,775,982	29,801,439	0	29,801,439	0	0.0
5. Commercial multiple peril.....	280,238,339	148,797,514	349,071,320	79,964,533	0	79,964,533	0	0.0
6. Mortgage guaranty.....				0	0	0	0	0.0
8. Ocean marine.....		11,040,970	10,630,002	410,968	0	410,968	0	0.0
9. Inland marine.....	12,349,250	355,111,187	363,816,855	3,643,582	0	3,643,582	0	0.0
10. Financial guaranty.....				0	0	0	0	0.0
11.1 Medical professional liability - occurrence.....		43,354	5,601	37,753	0	37,753	0	0.0
11.2 Medical professional liability - claims-made.....		199,570	100,915	98,655	0	98,655	0	0.0
12. Earthquake.....		18,660		18,660	0	18,660	0	0.0
13. Group accident and health.....		153,777	8,944	144,833	0	144,833	0	0.0
14. Credit accident and health (group and individual).....		59,130	15,606	43,524	0	43,524	0	0.0
15. Other accident and health.....		72,195,268	30,915,376	41,279,892	0	41,279,892	0	0.0
16. Workers' compensation.....	324,608,547	183,664,849	405,278,178	102,995,218	0	102,995,218	0	0.0
17.1 Other liability - occurrence.....	118,035,512	176,983,085	275,607,865	19,410,732	0	19,410,732	0	0.0
17.3 Excess workers' compensation.....				0	0	0	0	0.0
18.1 Products liability - occurrence.....	15,851,355	7,461,444	16,084,748	7,228,051	0	7,228,051	0	0.0
18.2 Products liability - claims-made.....				0	0	0	0	0.0
19.1, 19.2 Private passenger auto liability.....		99,114,677	29,659	99,085,018	0	99,085,018	0	0.0
19.3, 19.4 Commercial auto liability.....	82,929,673	267,962,860	280,404,065	70,488,468	0	70,488,468	0	0.0
21. Auto physical damage.....	5,797,553	34,211,077	36,860,425	3,148,205	0	3,148,205	0	0.0
22. Aircraft (all perils).....				0	0	0	0	0.0
23. Fidelity.....		19,643	6,837	12,806	0	12,806	0	0.0
24. Surety.....		481,961		481,961	0	481,961	0	0.0
26. Burglary and theft.....	338,253	79,456	406,961	10,748	0	10,748	0	0.0
27. Boiler and machinery.....	1,282,510	501,436	1,805,354	(21,408)	0	(21,408)	0	0.0
28. Credit.....	29,645,778	4,368,167	34,008,146	5,799	0	5,799	0	0.0
29. International.....				0	0	0	0	0.0
30. Warranty.....	44,361	57,291,171	57,314,572	20,960	0	20,960	0	0.0
31. Reinsurance - nonproportional assumed property.....	XXX	86,490		86,490	0	86,490	0	0.0
32. Reinsurance - nonproportional assumed liability.....	XXX			0	0	0	0	0.0
33. Reinsurance - nonproportional assumed financial lines.....	XXX			0	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.....	1,134,828,993	1,487,410,119	2,151,061,777	471,177,335	0	471,177,335	0	0.0
DETAILS OF WRITE-INS								
3401.				0	0	0	0	0.0
3402.				0	0	0	0	0.0
3403.				0	0	0	0	0.0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0	0	XXX
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0	0	0.0

## UNDERWRITING AND INVESTMENT EXHIBIT

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

Line of Business	Reported Losses				Incurred But Not Reported			8	9
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred but not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire.....	17,916,885	5,930,189	23,847,074	0	16,085,158	1,720,459	17,805,617	0	0
2. Allied lines.....	70,794,375	5,096,592	75,890,967	0	46,002,309	2,375,632	48,377,941	0	0
3. Farmowners multiple peril.....	1,043,651		1,043,651	0	840,523	6,168	846,691	0	0
4. Homeowners multiple peril.....	32,182,004	354,102	32,536,106	0	35,986,131	831,356	36,817,487	0	0
5. Commercial multiple peril.....	149,567,519	106,953,595	256,521,114	0	189,849,803	88,947,596	278,797,399	0	0
6. Mortgage guaranty.....				0				0	0
8. Ocean marine.....		7,281,176	7,281,176	0	930,704	11,893,692	12,824,396	0	0
9. Inland marine.....	4,681,478	4,338,735	9,020,213	0	3,193,367	46,224,007	49,417,374	0	0
10. Financial guaranty.....				0				0	0
11.1 Medical professional liability - occurrence.....	(60,000)	(8,005)	(68,005)	0	(59,593)		(59,593)	0	0
11.2 Medical professional liability - claims-made.....	500,000	1,108,412	1,608,412	0	69,970	204,132	274,102	0	0
12. Earthquake.....				0	19,216	1,793	21,009	0	0
13. Group accident and health.....				0				(a)	0
14. Credit accident and health (group and individual).....				0				0	0
15. Other accident and health.....		12,144	12,144	0				(a)	0
16. Workers' compensation.....		58,963,875	58,963,875	0		58,518,980	58,518,980	0	0
17.1 Other liability - occurrence.....	635,162,802	229,275,087	864,437,889	0	993,752,123	335,527,574	1,329,279,697	0	0
17.2 Other liability - claims-made.....	91,402,604	113,873,386	205,275,990	0	349,828,727	505,804,527	855,633,254	0	0
17.3 Excess workers' compensation.....				0				0	0
18.1 Products liability - occurrence.....	46,996,273	1,772,300	48,768,573	0	93,330,343	3,185,183	96,515,526	0	0
18.2 Products liability - claims-made.....				0		2,672	2,672	0	0
19.1, 19.2 Private passenger auto liability.....		(160)	(160)	0		(202)	(202)	0	0
19.3, 19.4 Commercial auto liability.....	88,657,608	192,819,590	281,477,198	0	103,249,775	197,068,394	300,318,169	0	0
21. Auto physical damage.....	1,194,775	7,798,859	8,993,634	0	695,839	228,562	924,401	0	0
22. Aircraft (all perils).....				0				0	0
23. Fidelity.....				0				0	0
24. Surety.....				0		363,682	363,682	0	0
26. Burglary and theft.....		62,436	62,436	0	30,420	47,372	77,792	0	0
27. Boiler and machinery.....	312,180	25,801	337,981	0	186,002	73,994	259,996	0	0
28. Credit.....				0	16,075,243	1,603,757	17,679,000	0	0
29. International.....				0				0	0
30. Warranty.....				0	2,160	1,788,840	1,791,000	0	0
31. Reinsurance - nonproportional assumed property.....	XXX			0	XXX			0	0
32. Reinsurance - nonproportional assumed liability.....	XXX			0	XXX			0	0
33. Reinsurance - nonproportional assumed financial lines.....	XXX			0	XXX			0	0
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0	0
35. TOTALS.....	1,140,352,154	735,658,114	1,876,010,268	0	1,850,068,220	1,256,418,170	3,106,486,390	0	0

## DETAILS OF WRITE-INS

3401. ....					0				0
3402. ....					0				0
3403. ....					0				0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0	0	0	0

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

**SCOTTSDALE 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.....	218,580,709			218,580,709
1.2 Reinsurance assumed.....	131,453,326			131,453,326
1.3 Reinsurance ceded.....	350,034,035			350,034,035
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	0	0	0	0
2. Commission and brokerage:				
2.1 Direct, excluding contingent.....		475,372,473		475,372,473
2.2 Reinsurance assumed, excluding contingent.....		376,259,672		376,259,672
2.3 Reinsurance ceded, excluding contingent.....		905,721,757		905,721,757
2.4 Contingent - direct.....		19,576,834		19,576,834
2.5 Contingent - reinsurance assumed.....		1,122		1,122
2.6 Contingent - reinsurance ceded.....		19,577,955		19,577,955
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	(54,089,611)	0	(54,089,611)
3. Allowances to manager and agents.....				0
4. Advertising.....			61	61
5. Boards, bureaus and associations.....				0
6. Surveys and underwriting reports.....				0
7. Audit of assureds' records.....				0
8. Salary and related items:				
8.1 Salaries.....			68,075	68,075
8.2 Payroll taxes.....				0
9. Employee relations and welfare.....			16,318	16,318
10. Insurance.....				0
11. Directors' fees.....			8,835	8,835
12. Travel and travel items.....			2,021	2,021
13. Rent and rent items.....			892	892
14. Equipment.....			1,156	1,156
15. Cost or depreciation of EDP equipment and software.....				0
16. Printing and stationery.....			71	71
17. Postage, telephone and telegraph, exchange and express.....			215	215
18. Legal and auditing.....			3,827	3,827
19. Totals (Lines 3 to 18).....	0	0	101,471	101,471
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0.....				0
20.2 Insurance department licenses and fees.....				0
20.3 Gross guaranty association assessments.....				0
20.4 All other (excluding federal and foreign income and real estate).....				0
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	0	0	0	0
21. Real estate expenses.....				0
22. Real estate taxes.....				0
23. Reimbursements by uninsured plans.....				0
24. Aggregate write-ins for miscellaneous expenses.....	0	0	901,442	901,442
25. Total expenses incurred.....	0	(54,089,611)	1,002,913	(a).....(53,086,698)
26. Less unpaid expenses - current year.....		267,003		267,003
27. Add unpaid expenses - prior year.....	96,393,439	26,485,749		122,879,188
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).....	96,393,439	(27,870,865)	1,002,913	69,525,487

**DETAILS OF WRITE-INS**

2401. Other expenses.....			901,300	901,300
2402. Outside services and income.....			142	142
2403.....				0
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	0	0	0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above).....	0	0	901,442	901,442

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

**SCOTTSDALE INSURANCE COMPANY**  
**EXHIBIT OF NET INVESTMENT INCOME**

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds.....	(a).....	.....904,708
1.1 Bonds exempt from U.S. tax.....	(a).....	.....1,338,506
1.2 Other bonds (unaffiliated).....	(a).....	.....9,345,463
1.3 Bonds of affiliates.....	(a).....	.....
2.1 Preferred stocks (unaffiliated).....	(b).....	.....
2.11 Preferred stocks of affiliates.....	(b).....	.....
2.2 Common stocks (unaffiliated).....	.....	.....
2.21 Common stocks of affiliates.....	.....	.....
3. Mortgage loans.....	(c).....	.....
4. Real estate.....	(d).....	.....
5. Contract loans.....	.....	.....
6. Cash, cash equivalents and short-term investments.....	(e).....	.....261,461
7. Derivative instruments.....	(f).....	.....
8. Other invested assets.....	.....	.....
9. Aggregate write-ins for investment income.....	.....2,376	.....2,376
10. Total gross investment income.....	.....19,824,586	.....11,852,514
11. Investment expenses.....	(g).....	.....1,002,913
12. Investment taxes, licenses and fees, excluding federal income taxes.....	(g).....	.....
13. Interest expense.....	(h).....	.....
14. Depreciation on real estate and other invested assets.....	(i).....	.....0
15. Aggregate write-ins for deductions from investment income.....	.....1,606	.....
16. Total deductions (Lines 11 through 15).....	.....1,004,519	.....
17. Net investment income (Line 10 minus Line 16).....	.....10,847,995	.....

**DETAILS OF WRITE-INS**

0901. Misc. Income.....	.....(18,677)	.....(18,677)
0902. Securities Lending.....	.....21,053	.....21,053
0903. ....	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above).....	.....2,376	.....2,376
1501. Misc. Exp.....	.....	.....1,606
1502. ....	.....	.....
1503. ....	.....	.....
1598. Summary of remaining write-ins for Line 15 from overflow page.....	.....0	.....0
1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above).....	.....1,606	.....

- (a) Includes \$....512,901 accrual of discount less \$....1,897,118 amortization of premium and less \$....120,956 paid for accrued interest on purchases.  
 (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.  
 (c) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.  
 (d) Includes \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.  
 (e) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.  
 (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.  
 (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.  
 (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.  
 (i) Includes \$.....0 depreciation on real estate and \$.....0 depreciation on other invested assets.

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

	1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds.....	.....21,751,286	.....	.....21,751,286	.....(17,351,893)	.....
1.1 Bonds exempt from U.S. tax.....	.....4,317,677	.....	.....4,317,677	.....	.....
1.2 Other bonds (unaffiliated).....	.....17,707,348	.....(1,186,191)	.....16,521,157	.....225,210	.....1,614,084
1.3 Bonds of affiliates.....	.....	.....	.....0	.....	.....
2.1 Preferred stocks (unaffiliated).....	.....	.....	.....0	.....	.....
2.11 Preferred stocks of affiliates.....	.....	.....	.....0	.....	.....
2.2 Common stocks (unaffiliated).....	.....	.....	.....0	.....	.....
2.21 Common stocks of affiliates.....	.....	.....	.....0	.....	.....
3. Mortgage loans.....	.....	.....	.....0	.....969,210	.....
4. Real estate.....	.....	.....	.....0	.....	.....
5. Contract loans.....	.....	.....	.....0	.....	.....
6. Cash, cash equivalents and short-term investments.....	.....	.....	.....0	.....	.....
7. Derivative instruments.....	.....	.....	.....0	.....	.....
8. Other invested assets.....	.....	.....	.....0	.....	.....
9. Aggregate write-ins for capital gains (losses).....	.....0	.....15,445	.....15,445	.....36	.....0
10. Total capital gains (losses).....	.....43,776,311	.....(1,170,746)	.....42,605,565	.....(16,157,437)	.....1,614,084

**DETAILS OF WRITE-INS**

0901. Securities Lending.....	.....0	.....0	.....36	.....
0902. FX on Currency.....	.....15,445	.....15,445	.....	.....
0903. ....	.....	.....0	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0	.....0	.....0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above).....	.....0	.....15,445	.....15,445	.....36

**SCOTTSDALE INSURANCE COMPANY**  
**EXHIBIT OF NONADMITTED ASSETS**

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....			0
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.....	36,019,385	24,692,886	(11,326,499)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....		165,571	165,571
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.....			0
21. Furniture and equipment, including health care delivery assets.....			0
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.....	1,127,250	3,044,786	1,917,536
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	37,146,635	27,903,243	(9,243,392)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0
28. TOTALS (Lines 26 and 27).....	37,146,635	27,903,243	(9,243,392)

**DETAILS OF WRITE-INS**

1101.....			0
1102.....			0
1103.....			0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	0	0	0
2501. Deposits and prepaid assets.....		1,479,943	1,479,943
2502. Other assets nonadmitted.....	1,127,250	1,550,013	422,763
2503. Deductible receivables.....		14,830	14,830
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	1,127,250	3,044,786	1,917,536

**NOTES TO THE FINANCIAL STATEMENTS****Note 1 – Summary of Significant Accounting Policies and Going Concern****A. Accounting Practices**

The accompanying statutory financial statements of Scottsdale Insurance Company (the Company) have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners (NAIC) and the State of Ohio.

The Ohio Department of Insurance recognizes only statutory accounting practices (SAP) prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, as well as, determining its solvency under the Ohio Insurance law. The NAIC's *Accounting Practices and Procedures Manual* (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio. The Company has no statutory accounting practices that differ from NAIC SAP.

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

	SSAP #	F/S Page	F/S Line #	2020	2019
<b><u>Net Income</u></b>					
Scottsdale Insurance Company state basis (Page 4, Line 20, Columns 1 (1) & 2)	XXX	XXX	XXX	\$ 109,203,367	\$ 23,239,946
(2) State Prescribed Practices that increase/(decrease) NAIC SAP				-	-
(3) State Permitted Practices that increase/(decrease) NAIC SAP				-	-
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	\$ <u>109,203,367</u>	\$ <u>23,239,946</u>
<b><u>Surplus</u></b>					
Scottsdale Insurance Company state basis (Page 3, Line 37, Columns 1 (5) & 2)	XXX	XXX	XXX	\$ 150,185,956	\$ 553,908,180
(6) State Prescribed Practices that increase/(decrease) NAIC SAP				-	-
(7) State Permitted Practices that increase/(decrease) NAIC SAP				-	-
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	\$ <u>150,185,956</u>	\$ <u>553,908,180</u>

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

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

**C. Accounting Policies**

**Federal Income Taxes.** The Company's parent, Nationwide Mutual Insurance Company (Mutual), files a consolidated federal income tax return, which includes all eligible U.S. subsidiaries and affiliates. In this regard, the included subsidiaries and affiliates pay to Mutual the amount which would have been payable on a separate return basis without regard to the alternative minimum tax. Mutual pays tax due on a consolidated basis.

The Company provides for federal income taxes based on amounts the Company believes it will ultimately owe. Inherent in the provision for federal income taxes are estimates regarding the deductibility of certain items and the realization of certain tax credits. In the event the ultimate deductibility of certain items or the realization of certain tax credits differs from estimates, the Company may be required to change the provision for federal income taxes recorded in the financial statements, which could be significant. Management has used best estimates to establish reserves based on current facts and circumstances regarding tax exposure items where the ultimate deductibility is open to interpretation.

In accordance with guidance specified in the NAIC SAP, the Company utilizes the asset and liability method of accounting for income taxes. Under this method, deferred tax assets (DTA), net of any non-admitted portion and statutory valuation allowance, and deferred tax liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax basis. DTAs and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The change in deferred taxes, excluding the impact of taxes on unrealized capital gains or losses and nonadmitted deferred taxes, is charged directly to surplus.

**Reinsurance Recoverables.** The Company cedes insurance to other companies in order to limit potential losses and diversify its exposure. Such agreements do not relieve the Company of its primary obligation to the policyholder in the event the reinsurer is unable to meet the obligations it has assumed. The Company monitors the financial condition of reinsurers on an ongoing basis and reviews its reinsurance agreements regularly in an attempt to minimize its exposure to significant losses from reinsurer insolvencies. Reinsurance recoverables include amounts billed to reinsurers on losses paid. Estimates of amounts expected to be recovered from reinsurers that have not yet been paid on losses are estimated in a manner consistent with the claim liability associated with the underlying policy. Such reinsurance recoverables and reserve deductions partially offset claim costs in the Company's statutory statements of operations and are included as an offset to losses and loss expense reserves in the accompanying statutory statements of admitted assets, liabilities and surplus. There were no contracts using deposit accounting as of December 31, 2020 and 2019.

Statutory accounting principles require recognition of a minimum liability for certain unsecured or overdue reinsurance recoverables. As of December 31, 2020 and 2019, the Company had conditional reserves of \$7,809,000 and \$9,859,000, respectively.

In addition, the Company uses the following accounting policies:

1. Short-term investments consist of investments with maturities of twelve months or less at acquisition and are stated at amortized cost, which approximates fair value.
2. Bonds, excluding loan-backed and structured securities, are stated at amortized cost except those with an NAIC designation of "3" through "6", which are stated at the lower of amortized cost or fair value. 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.
3. Unaffiliated common stocks are reported at fair value.
4. Redeemable preferred stocks are stated at amortized cost, except those with an NAIC designation of "3" through "6", which are stated at the lower of amortized cost or fair value. Perpetual preferred stocks are stated at fair value, except those with an NAIC designation of "3" through "6", which are stated at the lower of amortized cost or fair value.
5. Mortgage loans are carried at the unpaid principal balance adjusted for premiums and discounts, less a valuation allowance. The valuation allowance for mortgage loans reflects management's best estimate of probable credit losses.

## **NOTES TO THE FINANCIAL STATEMENTS**

6. Loan-backed and structured securities (collectively, loan-backed securities) are stated at amortized cost or the lower of amortized cost or fair value in accordance with the provisions of Statement of Statutory Accounting Principles (SSAP) No. 43-Revised and the Purposes and Procedures Manual of the NAIC Securities Valuation Office. The retrospective adjustment method is used to value loan-backed securities where the collection of all contractual cash flows is probable. For all other loan-backed securities, the Company uses the prospective adjustment method.

7. Investments in subsidiary and affiliated companies are states as follows:

The admitted investments in all subsidiary, controlled, and affiliated (SCA) entities are valued using an equity method approach. Under this approach, investments in insurance affiliated companies are stated at underlying audited statutory surplus adjusted for unamortized goodwill. Investments in non-insurance affiliated companies that have no significant ongoing operations other than to hold assets that are primarily for the direct or indirect benefit or use of the reporting entity or its affiliates are stated at audited GAAP equity adjusted to a statutory basis of accounting. Investments in non-insurance affiliated companies that have significant ongoing operations beyond holding assets that are primarily for the direct or indirect benefit or use of the reporting entity or its affiliates are stated at audited GAAP equity. Unaudited affiliated companies of the reporting entity or its affiliates are non-admitted under prescribed SAP accounting practices. Goodwill arising from the acquisition of affiliated companies is amortized over a period of ten years. There was no unamortized goodwill as of December 31, 2020 and 2019.

8. Other invested assets consist primarily of alternative investments in hedge funds, private equity funds, private and emerging market debt funds, tax credit funds and real estate partnerships. Except for investments in certain tax credit funds, these investments are recorded using the equity method of accounting. Changes in carrying value as a result of the equity method are reflected as net unrealized capital gains and losses as a direct adjustment to surplus. Gains and losses are generally recognized through income at the time of disposal or when operating distributions are received. Partnership interests in tax credit funds are held at amortized cost with amortization charged to investment income over the period in which the tax benefits, primarily credits, are utilized. Refer to Note 1(C)7 above for the accounting treatment for the Company's investment in a limited liability company, which is a wholly owned subsidiary.

9. Not applicable – The Company does not have derivatives.

10. Insurance premiums are generally earned ratably over the policy term. The liability for unearned premiums represents the portion of premiums written relating to the unexpired terms of coverage. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance assumed. Premiums in course of collection represent agent balances and uncollected premiums from policyholders for current policies in force and policy premiums assumed from others, including amounts placed with affiliates. As of December 31, 2020 and 2019, the Company had no liabilities related to premium deficiency reserves. The Company includes anticipated investment income when calculating its premium deficiency reserves, in accordance with SSAP No. 53, Property-Casualty Contracts – Premiums.

11. The Company establishes losses and loss expense reserves for reported claims and claims incurred but not yet reported (IBNR). Estimating the liability for losses and loss expense reserves involves significant judgment and multiple assumptions. Management considers the Company's experience with similar claims, historical trends, economic factors and judicial, legislative and regulatory changes in establishing reserves. The Company's losses and loss expense reserves are recorded net of reinsurance and amounts expected to be received from salvage (the amount recovered from property after the Company pays for a total loss) and subrogation (the right to recover payments from third parties).

Assumptions and estimates for losses and loss expense reserves are updated as new information becomes available. Due to the inherent uncertainty in estimating losses and loss expense reserves, the actual cost of settling claims may differ materially from recorded amounts. Changes in losses and loss expense reserve estimates are included in results of operations in the period the estimates are revised.

12. The Company has a written capitalization policy for prepaid expenses and purchases of items such as electronic data processing equipment, software, furniture, vehicles, other equipment and leasehold improvements. The Company has not modified its capitalization policy from the prior period.

13. Not applicable as the Company does not write major medical insurance with prescription drug coverage.

**D. Going Concern**

Not applicable.

**Note 2 - Accounting Changes and Corrections of Errors**

In December 2020, the Company adopted revisions to SSAP No. 2R, Cash Equivalent – Cash and Liquidity Pools. The adopted revisions require internal cash pooling arrangements to meet certain criteria to be considered qualified cash pools, with investments in qualifying pools reported as cash and cash equivalents on Page 2 within line 5. The Company's cash pool meets the criteria to be considered a qualified cash pool under SSAP No. 2R. The internal cash pooling arrangement with Nationwide Cash Management Company (NCMC) was historically classified as short-term investments, resulting in a change in classification to cash and cash equivalents. See Note 10 for more information on the Company's relationship with NCMC.

**Note 3 - Business Combinations and Goodwill**

Not applicable

**Note 4 – Discontinued Operations**

Not applicable.

**Note 5 – Investments**

**A. Mortgage Loans**

Not applicable.

**B. Troubled Debt Restructuring**

Not applicable.

**C. Reverse Mortgages**

Not applicable.

**D. Loan-Backed Securities**

1. Prepayment assumptions are generally obtained using a model provided by a third-party vendor.
2. Not applicable

**NOTES TO THE FINANCIAL STATEMENTS**

3. Not applicable.
4. All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):
- a. The aggregate amount of unrealized losses:
- |  |                        |              |
|--|------------------------|--------------|
|  | 1. Less than 12 Months | \$ (189,299) |
|  | 2. 12 Months or Longer | \$ (4,770)   |
- b. The aggregate related fair value of securities with unrealized losses:
- |  |                        |              |
|--|------------------------|--------------|
|  | 1. Less than 12 Months | \$ 3,633,853 |
|  | 2. 12 Months or Longer | \$ 33,588    |

5. The Company reviews all loan-backed and structured securities in which the fair value of the given security is less than the amortized cost to determine if a given security is other-than-temporarily impaired. The Company examines characteristics of the underlying collateral, such as delinquency and default rates, the quality of the underlying borrower, the type of collateral in the pool, the vintage year of the collateral, subordination levels within the structure of the collateral pool, and the quality of any credit guarantors, to determine the cash flows expected to be received for the security. If the severity and duration of the security's unrealized loss indicates a risk of an other-than-temporary impairment, then the Company will evaluate if the amortized cost basis of the security will be recovered by comparing the present value of the cash flows expected to be received for the given security with the amortized cost basis of the security. If the present value of cash flows is greater than the amortized cost basis of a security, then the security is deemed not to be other-than-temporarily impaired.

**E. Dollar Repurchase Agreements and/or Securities Lending Transactions**

1. The Company's securities lending agreement requires a minimum of 102% of the fair value of loaned securities to be held as collateral. Cash collateral received is invested in short-term investments and reported on the Asset page as Securities Lending Reinvested Collateral assets. The offsetting collateral liability is reported in the Payable for Securities Lending line on the Liabilities page.

2. No assets were pledged as collateral as of year-end.

**3. Collateral Received****a. Aggregate Amount Collateral Received**

	<u>Fair Value</u>
1. Securities Lending	
(a) Open	\$ -
(b) 30 Days or Less	\$ _____
(c) 31 to 60 Days	\$ _____
(d) 61 to 90 Days	\$ _____
(e) Greater Than 90 Days	\$ _____
(f) Subtotal	\$ _____
(g) Securities Received	\$ _____
(h) Total Collateral Received	\$ _____

**2. Dollar Repurchase Agreement - Not applicable**

- b. The fair value of that collateral and of the portion of that collateral that the Company has sold or repledged

	\$ _____ -
--	------------

- c. The reporting entity receives primarily cash collateral in an amount in excess of the fair value of the securities lent. The reporting entity invests the cash collateral (primarily in short-term investments) to earn additional yield.

4. The Company did not have any securities lending activities with an Affiliated agent.

**5. Collateral Reinvestment****a. Aggregate Amount Collateral Reinvested**

	<u>Amortized Cost</u>	<u>Fair Value</u>
1. Securities Lending		
(a) Open	\$	\$
(b) 30 Days or Less	\$	\$
(c) 31 to 60 Days	\$	\$
(d) 61 to 90 Days	\$	\$
(e) 91 to 120 Days	\$	\$
(f) 121 to 180 Days	\$	\$
(g) 181 to 365 Days	\$	\$
(h) 1 to 2 years	\$	\$
(i) 2 to 3 years	\$	\$
(j) Greater Than 3 years	\$ 36,351	\$ 54,031
(k) Subtotal	\$ 36,351	\$ 54,031
(l) Securities Received	\$	\$
(m) Total Collateral Reinvested	\$ 36,351	\$ 54,031

**2. Dollar Repurchase Agreement - Not applicable.**

- b. Since the borrower or the Company may terminate a securities lending transaction at any time, to the extent loans are terminated in advance of reinvestment collateral maturities, the Company would repay its securities lending payable obligation from operating cash flows or the proceeds of sales from its investment portfolio, which includes significant liquid securities.
6. The Company has accepted securities as collateral that is not permitted by contract or custom to repledge or sell. The fair value as of the date of each statement of financial position presented of the securities received as collateral was \$- as of December 31, 2020.
7. There are no securities lending transactions that extend beyond one year as of the reporting date.

**NOTES TO THE FINANCIAL STATEMENTS****F. Repurchase Agreements Transactions Accounted for as Secured Borrowing**

Not applicable.

**G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing**

- To manage short-term liquidity needs within the Nationwide insurance subsidiaries', the company has agreements to enter into repurchase or reverse repurchase agreements with several authorized affiliated insurance companies. The collateral required meets minimum state specific requirements or statutory requirements if state of domicile does not specify.

As these transactions are with affiliated insurance companies within the Nationwide family and are short-term in nature, the risk of changes in the fair value of the collateral are considered negligible.

For yield enhancement, the company has agreements to enter into repurchase agreements through its securities lending program with collateral consisting of U.S. Government/Agency securities with investment grade counterparties. The collateral, which is marked to market daily, must represent 102% of the amount loaned and is monitored by the plan's manager in Bank of New York Mellon for changes in fair value.

**2. Type of Repo Trades Used**

	1	2	3	4
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter
a. Bilateral (YES/NO)	NO	NO	NO	NO
b. Tri-Party (YES/NO)	YES	YES	YES	YES

**3. Original (Flow) & Residual Maturity**

	1	2	3	4
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter

**a. Maximum Amount**

1. Open - No Maturity	\$-	\$-	\$-	\$-
2. Overnight	\$1,594,560	\$2,107,151	\$208,981	\$430,831
3. 2 Days to 1 Week	\$-	\$-	\$-	\$-
4. > 1 Week to 1 Month	\$-	\$-	\$-	\$-
5. > 1 Month to 3 Months	\$-	\$-	\$-	\$-
6. > 3 Months to 1 Year	\$-	\$-	\$-	\$-
7. > 1 Year	\$-	\$-	\$-	\$-

**b. Ending Balance**

1. Open - No Maturity	\$-	\$-	\$-	\$-
2. Overnight	\$450,613	\$-	\$-	\$-
3. 2 Days to 1 Week	\$-	\$-	\$-	\$-
4. > 1 Week to 1 Month	\$-	\$-	\$-	\$-
5. > 1 Month to 3 Months	\$-	\$-	\$-	\$-
6. > 3 Months to 1 Year	\$-	\$-	\$-	\$-
7. > 1 Year	\$-	\$-	\$-	\$-

**4. Not applicable.****5. Fair Value of Securities Acquired Under Repo - Secured Borrowing**

	1	2	3	4
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter
a. Maximum Amount	\$1,626,451	\$2,149,294	\$213,161	\$439,448
b. Ending Balance	\$459,625	\$-	\$-	\$-

**6. Securities Acquired Under Repo - Secured Borrowing by NAIC Designation****ENDING BALANCE**

	1	2	3	4	5	6	7	8	Does Not Qualify as Admitted
	None	NAIC 1	NAIC 2	NAIC 3	NAIC 4	NAIC 5	NAIC 6		
a. Bonds - FV	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
b. LB & SS - FV	-	-	-	-	-	-	-	-	-
c. Preferred Stock - FV	-	-	-	-	-	-	-	-	-
d. Common Stock	-	-	-	-	-	-	-	-	-
e. Mortgage Loans - FV	-	-	-	-	-	-	-	-	-
f. Real Estate - FV	-	-	-	-	-	-	-	-	-
g. Derivatives - FV	-	-	-	-	-	-	-	-	-
h. Other Invested Assets - FV	-	-	-	-	-	-	-	-	-
i. Total Assets - FV	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-

**NOTES TO THE FINANCIAL STATEMENTS**

## 7. Collateral Provided - Secured Borrowing

	1	2	3	4
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter
a. Maximum Amount				
1. Cash	\$1,594,560	\$2,107,151	\$208,981	\$430,831
2. Securities (FV)	\$-	\$-	\$-	\$-
3. Securities (BACV)	\$-	\$-	\$-	\$-
4. Nonadmitted Subset (BACV)	\$-	\$-	\$-	\$-
b. Ending Balance				
1. Cash	\$450,613	\$-	\$-	\$-
2. Securities (FV)	\$-	\$-	\$-	\$-
3. Securities (BACV)	\$-	\$-	\$-	\$-
4. Nonadmitted Subset (BACV)	\$-	\$-	\$-	\$-

## 8. Allocation of Aggregate Collateral Pledged by Remaining Contractual Maturity

	Amortized Cost	Fair Value
a. Overnight and Continuous	\$-	\$-
b. 30 Days or Less	-	-
c. 31 to 90 Days	-	-
d. > 90 Days	-	-

## 9. Not applicable.

## 10. 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

Not applicable.

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

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted						6	7		
	Current Year					Total From Prior Year				
	1 Total General Account (G/A)	2 G/A Supporting Protected Cell Account Activity (a)	3 Total Protected Cell Account Restricted Assets	4 Protected Cell Account Assets Supporting G/A Activity (b)	5 Total (1 plus 3)					
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	4,353,872	-	-	-	4,353,872	6,796,427	(2,442,555)			
k. On deposit with other regulatory bodies	17,338,661	-	-	-	17,338,661	14,291,096	3,047,565			
l. Pledged as collateral to FHLB (including assets backing funding agreements)	-	-	-	-	-	-	-	-		
m. Pledged as collateral not captured in other categories	-	-	-	-	-	-	-	-		
n. Other restricted assets	-	-	-	-	-	-	-	-		
o. Total Restricted Assets	\$21,692,533	\$-	\$-	\$-	\$21,692,533	\$21,087,523	\$605,010			

(a) Subset of Column 1

(b) Subset of Column 3

**NOTES TO THE FINANCIAL STATEMENTS**

Restricted Asset Category	Current Year			
	8 Total Nonadmitted Restricted	9 Total Admitted Restricted (5 minus 8)	Percentage	
			10 Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	11 Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown	\$-	\$-	0.00%	0.00%
b. Collateral held under security lending agreements	-	-	0.00%	0.00%
c. Subject to repurchase agreements	-	-	0.00%	0.00%
d. Subject to reverse repurchase agreements	-	-	0.00%	0.00%
e. Subject to dollar repurchase agreements	-	-	0.00%	0.00%
f. Subject to dollar reverse repurchase agreements	-	-	0.00%	0.00%
g. Placed under option contracts	-	-	0.00%	0.00%
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	-	-	0.00%	0.00%
i. FHLB capital stock	-	-	0.00%	0.00%
j. On deposit with states	-	4,353,872	0.33%	0.34%
k. On deposit with other regulatory bodies	-	17,338,661	1.33%	1.37%
l. Pledged as collateral to FHLB (including assets backing funding agreements)	-	-	0.00%	0.00%
m. Pledged as collateral not captured in other categories	-	-	0.00%	0.00%
n. Other restricted assets	-	-	0.00%	0.00%
o. Total Restricted Assets	\$-	\$21,692,533	1.66%	1.71%

(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**

No assets or liabilities are offset and reported net in accordance with a valid right to offset per SSAP No 64, *Offsetting and Netting of Assets and Liabilities*.

**O. 5GI Securities**

Not applicable.

**P. Short Sales**

Not applicable.

**Q. Prepayment Penalty and Acceleration Fees**

	General Account	Protected Cell Account
(1) Number of CUSIPs	4	-
(2) Aggregate Amount of Investment Income	\$ 530,805	\$ -

**NOTES TO THE FINANCIAL STATEMENTS****Note 6 - Joint Ventures, Partnerships and Limited Liability Companies****A. Detail for Those Greater than 10% of Admitted Assets**

The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its total admitted assets.

**B. Write-downs for Impairments**

The Company did not recognize any impairments for its investments in Joint Venture, Partnerships or Limited Liability Companies in 2020.

**Note 7 - Investment Income****A. Accrued Investment Income**

The Company nonadmits investment income due and accrued if amounts are over 90 days past due with the exception of mortgage loans in default which are nonadmitted if amounts are over 180 days past due.

**B. Amounts Nonadmitted**

The total amount of investment income nonadmitted at December 31, 2020 was \$0.

**Note 8 - Derivative Instruments**

Not applicable.

**Note 9 - Income Taxes****A. The Components of the deferred tax asset/(liability) at December 31, 2020 are as follows:**

	December 31, 2020		
	Ordinary	Capital	Total
(1a) Gross deferred tax assets	\$ 22,080,945	\$ -	\$ 22,080,945
(1b) Statutory valuation allowance adjustment	-	-	-
(1c) Adjusted gross deferred tax assets	\$ 22,080,945	\$ -	\$ 22,080,945
(1d) Deferred tax assets nonadmitted	-	-	-
(1e) Subtotal net admitted deferred tax asset	\$ 22,080,945	\$ -	\$ 22,080,945
(1f) Deferred tax liabilities	1,775,718	12,464,637	14,240,355
(1g) Net admitted deferred tax asset/(net deferred tax liability)	\$ 20,305,227	\$ (12,464,637)	\$ 7,840,590

	December 31, 2019		
	Ordinary	Capital	Total
(1a) Gross deferred tax assets	\$ 37,201,539	\$ 264,860	\$ 37,466,399
(1b) Statutory valuation allowance adjustment	-	-	-
(1c) Adjusted gross deferred tax assets	\$ 37,201,539	\$ 264,860	\$ 37,466,399
(1d) Deferred tax assets nonadmitted	-	-	-
(1e) Subtotal net admitted deferred tax asset	\$ 37,201,539	\$ 264,860	\$ 37,466,399
(1f) Deferred tax liabilities	2,161,927	114,108	2,276,035
(1g) Net admitted deferred tax asset/(net deferred tax liability)	\$ 35,039,612	\$ 150,752	\$ 35,190,364

	Change		
	Ordinary	Capital	Total
(1a) Gross deferred tax assets	\$ (15,120,594)	\$ (264,860)	\$ (15,385,454)
(1b) Statutory valuation allowance adjustment	-	-	-
(1c) Adjusted gross deferred tax assets	\$ (15,120,594)	\$ (264,860)	\$ (15,385,454)
(1d) Deferred tax assets nonadmitted	-	-	-
(1e) Subtotal net admitted deferred tax asset	\$ (15,120,594)	\$ (264,860)	\$ (15,385,454)
(1f) Deferred tax liabilities	(386,209)	12,350,529	11,964,320
(1g) Net admitted deferred tax asset/(net deferred tax liability)	\$ (14,734,385)	\$ (12,615,389)	\$ (27,349,774)

**NOTES TO THE FINANCIAL STATEMENTS****Admission Calculation Components SSAP No. 101**

		December 31, 2020		
		Ordinary	Capital	Total
(2a)	Federal income taxes paid in prior years recoverable through loss carrybacks	\$ -	\$ -	\$ -
(2b)	Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from (2a) above) after application of the threshold limitation (the less of (2b)1 and (2b)2 below)	\$ 9,503,973	\$ -	\$ 9,503,973
	1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	\$ 9,503,973	\$ -	\$ 9,503,973
	2. Adjusted gross deferred tax assets allowed per limit threshold	XXX	XXX	\$ 21,351,805
(2c)	Adjusted gross deferred tax assets (excluding the amount of deferred tax asset from 2(a) and 2(b) above) offset by gross deferred tax liabilities	\$ 12,576,972	\$ -	\$ 12,576,972
(2d)	Deferred tax assets admitted as the result of application of SSAP No. 101 Total ((2a) + (2b) + (2c))	\$ 22,080,945	\$ -	\$ 22,080,945
December 31, 2019				
		Ordinary	Capital	Total
(2a)	Federal income taxes paid in prior years recoverable through loss carrybacks	\$ -	\$ -	\$ -
(2b)	Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from (2a) above) after application of the threshold limitation (the less of (2b)1 and (2b)2 below)	\$ 35,094,791	\$ 158,916	\$ 35,253,707
	1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	\$ 35,094,791	\$ 158,916	\$ 35,253,707
	2. Adjusted gross deferred tax assets allowed per limit threshold	XXX	XXX	\$ 73,973,035
(2c)	Adjusted gross deferred tax assets (excluding the amount of deferred tax asset from 2(a) and 2(b) above) offset by gross deferred tax liabilities	\$ 2,106,748	\$ 105,944	\$ 2,212,692
(2d)	Deferred tax assets admitted as the result of application of SSAP No. 101 Total ((2a) + (2b) + (2c))	\$ 37,201,539	\$ 264,860	\$ 37,466,399
Change				
		Ordinary	Capital	Total
(2a)	Federal income taxes paid in prior years recoverable through loss carrybacks	\$ -	\$ -	\$ -
(2b)	Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from (2a) above) after application of the threshold limitation (the less of (2b)1 and (2b)2 below)	\$ (25,590,818)	\$ (158,916)	\$ (25,749,734)
	1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	\$ (25,590,818)	\$ (158,916)	\$ (25,749,734)
	2. Adjusted gross deferred tax assets allowed per limit threshold	XXX	XXX	\$ (52,621,230)
(2c)	Adjusted gross deferred tax assets (excluding the amount of deferred tax asset from 2(a) and 2(b) above) offset by gross deferred tax liabilities	\$ 10,470,224	\$ (105,944)	\$ 10,364,280
(2d)	Deferred tax assets admitted as the result of application of SSAP No. 101 Total ((2a) + (2b) + (2c))	\$ (15,120,594)	\$ (264,860)	\$ (15,385,454)
December 31, 2020		December 31, 2019		
(3a)	Ratio percentage used to determine recovery period and threshold limitation amount		545.483%	563.119%
(3b)	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in (2b)2 above	\$ 142,345,366	\$ 518,717,816	

**NOTES TO THE FINANCIAL STATEMENTS****Impact of Tax Planning Strategies**

	December 31, 2020		
	Ordinary	Capital	Total
(4a) 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)	\$ 22,080,945	\$ -	\$ 22,080,945
(2) Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.00%	0.00%	0.00%
(3) Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 22,080,945	\$ -	\$ 22,080,945
(4) Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of planning strategies	0.00%	0.00%	0.00%
December 31, 2019			
	Ordinary	Capital	Total
(4a) 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)	\$ 37,201,539	\$ 264,860	\$ 37,466,399
(2) Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.00%	0.00%	0.00%
(3) Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 37,201,539	\$ 264,860	\$ 37,466,399
(4) Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of planning strategies	24.22%	0.00%	24.22%
Change			
	Ordinary	Capital	Total
(4a) 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)	\$ (15,120,594)	\$ (264,860)	\$ (15,385,454)
(2) Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.00%	0.00%	0.00%
(3) Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ (15,120,594)	\$ (264,860)	\$ (15,385,454)
(4) Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of planning strategies	-24.22%	0.00%	-24.22%
(4b) Does this Company's tax-planning strategies include the use of reinsurance?	Yes [ ]	No [ X ]	

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

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

	December 31, 2020		December 31, 2019		Change
	Ordinary	Capital	Ordinary	Capital	
<b>1. Current Income Tax</b>					
(a) Federal	\$ (1,582,933)	\$ 2,463,917	\$ (4,046,850)		
(b) Foreign					
(c) Subtotal	\$ (1,582,933)	\$ 2,463,917	\$ (4,046,850)		
(d) Federal income tax on net capital gains					
(e) Utilization of capital loss carry-forwards					
(f) Other					
(g) Federal and foreign income taxes incurred	\$ (1,647,649)	\$ 2,501,463	\$ (4,149,112)		

**NOTES TO THE FINANCIAL STATEMENTS**

		December 31, 2020	December 31, 2019	Change
<b>2. Deferred Tax Assets</b>				
(a) Ordinary:				
(1) Discounting of unpaid losses	\$ -	\$ 8,365,094	\$ (8,365,094)	
(2) Unearned premium reserve	-	13,011,066	(13,011,066)	
(3) Policyholder reserves	-	-	-	
(4) Investments	-	-	-	
(5) Deferred acquisition costs	-	-	-	
(6) Policyholder dividends accrual	-	-	-	
(7) Fixed Assets	-	-	-	
(8) Compensation benefits accrual	-	961,528	(961,528)	
(9) Pension accrual	-	-	-	
(10) Receivables - nonadmitted	236,723	325,503	(88,780)	
(11) Net operating loss carry-forward	14,116,143	8,661,611	5,454,532	
(12) Tax credit carry-forward	-	-	-	
(13) Other (including items <5% of total ordinary tax assets)	164,008	656,461	(492,453)	
(14) Nonadmitted miscellaneous	-	-	-	
(15) Intangibles	-	-	-	
(16) Capitalized R&E	-	-	-	
(17) Nonadmitted premiums and agent bal	7,564,071	5,220,276	2,343,795	
(18) Premium deficiency reserve	-	-	-	
(99) Subtotal	\$ 22,080,945	\$ 37,201,539	\$ (15,120,594)	
(b) Statutory valuation allowance adjustment	\$ -	\$ -	\$ -	
(c) Nonadmitted	-	-	-	
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	\$ 22,080,945	\$ 37,201,539	\$ (15,120,594)	
(e) Capital:				
(1) Investments	\$ -	\$ 264,860	\$ (264,860)	
(2) Net capital loss carry-forward	-	-	-	
(3) Real estate	-	-	-	
(4) Other (including items <5% of total capital tax assets)	-	-	-	
(99) Subtotal	\$ -	\$ 264,860	\$ (264,860)	
(f) Statutory valuation allowance adjustment	\$ -	\$ -	\$ -	
(g) Nonadmitted	-	-	-	
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	\$ -	\$ 264,860	\$ (264,860)	
(i) Admitted deferred tax assets (2d + 2h)	\$ 22,080,945	\$ 37,466,399	\$ (15,385,454)	
<b>3. Deferred Tax Liabilities</b>				
(a) Ordinary:				
(1) Investments	\$ -	\$ -	\$ -	
(2) Fixed assets	-	-	-	
(3) Deferred and uncollected premium	-	-	-	
(4) Policyholder reserves	-	-	-	
(5) Other (including items <5% of total ordinary tax liabilities)	1	31,067	(31,066)	
(6) Compensation and benefits accrual	-	-	-	
(7) Guaranty assessments	-	-	-	
(8) Agent acquisitions	-	-	-	
(9) Surplus note interest accrual	-	-	-	
(10) Pension accrual	-	-	-	
(11) Other liabilities	-	-	-	
(12) Unrealized miscellaneous	-	-	-	
(13) Discount of Unpaid Losses	1,775,717	2,130,860	(355,143)	
(99) Subtotal	\$ 1,775,718	\$ 2,161,927	\$ (386,209)	
(b) Capital:				
(1) Investments	\$ 12,464,637	\$ 114,108	\$ 12,350,529	
(2) Real estate	-	-	-	
(3) Other (including items <5% of total capital tax liabilities)	-	-	-	
(99) Subtotal	\$ 12,464,637	\$ 114,108	\$ 12,350,529	
(c) Deferred tax liabilities (3a99 + 3b99)	\$ 14,240,355	\$ 2,276,035	\$ 11,964,320	
<b>4. Net deferred tax asset/(liability) (2i - 3c)</b>	<b>\$ 7,840,590</b>	<b>\$ 35,190,364</b>	<b>\$ (27,349,774)</b>	

**NOTES TO THE FINANCIAL STATEMENTS**

5. The change in deferred income taxes is comprised of the following (this analysis is exclusive of the nonadmitted assets as the Change in Nonadmitted Assets are reported separately from the Change in Net Deferred Income Taxes in the surplus section of the Annual Statement):

	December 31, 2020	December 31, 2019	Change
(a) Adjusted gross deferred tax assets	\$ 22,080,945	\$ 37,466,399	(15,385,454)
(b) Deferred tax liabilities	<u>14,240,355</u>	<u>2,276,035</u>	11,964,320
(c) Net deferred tax assets (liabilities)	\$ 7,840,590	\$ 35,190,364	(27,349,774)
(d) Tax effect of unrealized gains (losses)			3,257,638
(e) Tax effect of unrealized postretirement benefits			-
(f) Change in deferred income tax			<u><u>(30,607,412)</u></u>

- D. The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory Federal income tax rate to pre-tax income. The significant book to tax adjustments causing this difference are as follows:

	December 31, 2020	December 31, 2019
(a) Current income taxes incurred	\$ (1,647,649)	\$ 2,501,463
(b) Change in deferred income tax	<u>30,607,412</u>	<u>1,357,139</u>
(c) Total income tax reported	\$ 28,959,763	\$ 3,858,602
(d) Income before taxes	\$ 107,555,720	\$ 25,741,409
(e) Federal statutory tax rate	21%	21%
(f) Expected income tax expense (benefit) at 21% statutory rate	<u>\$ 22,586,701</u>	<u>\$ 5,405,696</u>
(1) Tax-exempt income	\$ (435,774)	\$ (799,897)
(2) Dividends received deduction	-	-
(3) Nondeductible expenses	-	(29,630)
(4) Deferred tax benefit on nonadmitted assets	(1,941,112)	(717,567)
(5) Change in tax reserves	699,873	-
(6) Tax credits	-	-
(7) Other	130,339	-
(8) Extraordinary distribution	-	-
(9) COLI - change in CSV	-	-
(10) Dividends - Return of Capital	-	-
(11) Tax Attribute Expiration	-	-
(12) Impact of enacted tax law changes	-	-
(13) Investments	7,919,739	-
(g) Total	<u>\$ 28,959,763</u>	<u>\$ 3,858,602</u>

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

1. As of December 31, operating loss or tax credit carryforwards are available as follows:

	Amount	Origination	Expiration
Operating loss carryforwards	\$ 28,013,525	2017	2037
Operating loss carryforwards	\$ 12,484,324	2018	2038
Operating loss carryforwards	\$ 26,721,879	2020	2040

2. The amount of Federal income taxes incurred that are available for recoupment in the event of future net losses are:

2020	\$ _____	-
2019	\$ _____	-

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

**NOTES TO THE FINANCIAL STATEMENTS****F. Consolidated Federal Income Tax Return**

1. The company's federal income tax return is consolidated with the following entities:

Nationwide Mutual Insurance Company	Nationwide Corporation
AGMC Reinsurance, Ltd	Nationwide Financial Assignment Company
Allied Group, Inc.	Nationwide Financial General Agency, Inc.
Allied Holding (Delaware), Inc.	Nationwide Financial Services, Inc.
Allied Insurance Company of America	Nationwide General Insurance Company
Allied Property & Casualty Insurance Company	Nationwide Global Holdings, Inc.
Allied Texas Agency, Inc.	Nationwide Indemnity Company
AMCO Insurance Company	Nationwide Insurance Company of America
American Marine Underwriters	Nationwide Insurance Company of Florida
Crestbrook Insurance Company	Nationwide Investment Services Corporation
Depositors Insurance Company	Nationwide Life and Annuity Insurance Company
DVM Insurance Agency, Inc.	Nationwide Life Insurance Company
Eagle Captive Reinsurance, LLC	Nationwide Lloyds
Freedom Specialty Insurance Company	Nationwide Property & Casualty Insurance Company
Harleysville Group Inc.	Nationwide Retirement Solutions, Inc.
Harleysville Insurance Co. of New York	Nationwide Sales Solutions, Inc.
Harleysville Insurance Company	Nationwide Trust Company, FSB
Harleysville Insurance Company of New Jersey	NBS Insurance Agency, Inc.
Harleysville Lake States Insurance Company	NFS Distributors, Inc.
Harleysville Life Insurance Company	NWD Investment Management, Inc.
Harleysville Preferred Insurance Company	Registered Investment Advisors Services, Inc.
Harleysville Worcester Insurance Company	Scottsdale Indemnity Company
Jefferson National Financial Corporation	Scottsdale Insurance Company
Jefferson National Securities Corporation	Scottsdale Surplus Lines Insurance Company
Lone Star General Agency, Inc.	THI Holdings (Delaware), Inc.
National Casualty Company	Titan Insurance Company
Nationwide Advantage Mortgage Company	Titan Insurance Services, Inc.
Nationwide Affinity Insurance Company of America	Veterinary Pet Insurance Company
Nationwide Agent Risk Purchasing Group, Inc.	Victoria Fire & Casualty Company
Nationwide Agribusiness Insurance Company	Victoria National Insurance Company
Nationwide Assurance Company	Victoria Select Insurance Company
Nationwide Cash Management Company	VPI Services, Inc.

2. The method of allocation among the companies is subject to the resolution approved by the Board of Directors. Allocation is based upon separate return or sub-group aggregated separate return calculations with the company being reimbursed for the actual Federal income tax benefit of its net operating losses which are actually used to reduce the taxable income of other companies in the consolidated return.

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

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

**H. Repatriation Transition Tax (RTT)**

Not applicable.

**I. Alternative Minimum Tax (AMT)**

Not applicable.

**Note 10 - Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties****A. Nature of Relationships**

All outstanding shares of the Company are owned by Mutual.

Bonds and stocks, if any owned, acquired or disposed of in any year by the Company in any subsidiary or affiliate are set forth in Schedule D of either this statement or those of prior years. Intercompany relationships and specific holdings are detailed in the Nationwide Corporate Organizational Chart, which appears as Schedule Y of this statement.

The Company is a party to various reinsurance agreements including a pooling agreement with several affiliated companies. See Note 26.

The Company and various affiliates have entered into agreements with Nationwide Cash Management Company (NCMC) a subsidiary of Mutual, under which NCMC acts as a common agent in handling the purchases and sales of short-term investments for the respective accounts of the participants. Amounts on deposit with NCMC were \$94,629,287 and \$85,304,368 as of December 31, 2020 and 2019, respectively.

**B. Detail of Transactions Greater than 1/2 % of Admitted Assets**

On June 29, 2020, the Company paid an extraordinary dividend of \$475.0 million to Nationwide Mutual, consisting of securities of \$471.2 million and cash of \$3.8 million.

**C. Transactions with Related Party who are not Reported on Schedule Y**

Not applicable.

**NOTES TO THE FINANCIAL STATEMENTS****D. Amounts Due to or from Related Parties**

Affiliate receivables and payables are the result of cost sharing and intercompany service agreements between the Company and its affiliates in which settlement has not yet occurred. Affiliate receivables are presented gross of affiliate payables when the Company has the right to offset. The gross amounts due from affiliates were \$32,009,614 and \$13,374,734 as of December 31, 2020 and 2019, respectively. The gross amounts due to affiliates were \$12,111,800 and \$21,518,147 as of December 31, 2020 and 2019, respectively. These arrangements are subject to written agreements which require that intercompany balances be settled within 30 days.

**E. Guarantees or Undertakings for Related Parties**

The Company has no guarantees or contingent commitments to affiliates other than indicated in Note 14 A.

**F. Management, Service Contracts, Cost Sharing Arrangements**

The Company and various affiliates share a home office, other facilities, equipment, common management and administrative services. Pursuant to a cost sharing agreement between the companies, the amounts associated with these services are subject to allocation based on standard allocation techniques and procedures acceptable under general cost accounting techniques and procedures in conformity with the NAIC SAP. Measures used to determine the allocation among companies includes individual employee estimates of time spent, special cost studies, claims counts, policies in force, direct written premium, paid losses, pro rata share of employees or their salaries and other methods agreed to by the participating companies. The Company does not believe amounts recognized under the intercompany agreement are materially different than what would have been recognized had the Company operated on a stand-alone basis.

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

Not applicable.

**H. Amount Deducted for Investment in Upstream Company**

Not applicable.

**I. Detail of Investment in Affiliates Greater than 10% of Admitted Assets**

The Company does not hold any investments in affiliates greater than 10% of Admitted Assets.

**J. Write-down for Impairments of Investments in Subsidiary, Controlled or Affiliated Companies**

Not applicable.

**K. Investment in a Foreign Insurance Subsidiary**

Not applicable.

**L. Downstream Holding Company**

The Company does not hold any investments in affiliates.

**M. All SCA Investments**

Not applicable.

**N. Investment in Insurance SCA Entities**

Not applicable.

**O. SCA or SSAP Entity Loss Tracking**

Not applicable.

**Note 11 – Debt**

Not applicable.

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

Not applicable in 2020.

**Note 13 - Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations****A. Outstanding Shares**

The Company has 100,000 shares of \$200 par value common stock authorized, 30,136 shares issued and 30,136 shares outstanding as of December 31, 2020.

**B. Dividend Rate of Preferred Stock**

Not applicable.

**NOTES TO THE FINANCIAL STATEMENTS****C. Dividend Restrictions**

The maximum amount of dividends which can be paid to shareholders by a State of Ohio domiciled insurance company without prior approval of the Director of Insurance is limited to, together with that of other dividends or distributions made within the preceding twelve months, the greater of either 10% of surplus as regards policyholders as of the preceding December 31, or the net income for the twelve month period ending December 31 of the previous calendar year. Additionally, any dividend or distribution paid from other than earned surplus shall require prior approval of the Director of Insurance. Subject to applicable regulatory approval(s), dividends are paid as determined by the insurer's board of directors.

**D. Dividends Paid**

On June 29, 2020, the Company paid an extraordinary dividend of \$475.0 million to Nationwide Mutual, consisting of securities of \$471.2 million and cash of \$3.8 million.

**E. Profits Available for Ordinary Dividends**

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

**F. Restrictions on Surplus**

There is no restriction on the use of the Company's unassigned surplus and such surplus is held for the benefit of the shareholder.

**G. Advances to Surplus Not Repaid**

Not applicable.

**H. Stock Held by Company for Special Purposes**

Not applicable.

**I. Changes in Special Surplus Funds**

Not applicable.

**J. Changes in Unassigned Funds**

The portion of unassigned funds (surplus) represented by cumulative unrealized capital losses is \$12,232,688 less applicable deferred taxes of \$402,388 for a net unrealized capital loss of \$12,635,076.

**K. Surplus Notes**

Not applicable.

**L. and M. Quasi Reorganizations**

Not applicable.

**Note 14 – Contingencies****A. Contingent Commitments**

The Company has no commitments or contingent commitment to affiliates or other entities. As indicated in Note 10 E, the Company has made no guarantees on behalf of affiliates.

**B. Assessments**

1. The Company is subject to guaranty fund and other assessments by the states in which it writes business. Guaranty fund assessments should be accrued at the time of insolvencies. Other assessments should be accrued either at the time of assessment or in the case of premium based assessments, at the time the premiums were written. In the case of loss-based assessments, the assessments should be accrued at the time the losses are incurred.

As of December 31, 2020 and 2019, the Company accrued a liability for guaranty fund and other assessments of (\$0) and \$89,109, respectively. These represent management's best estimates based on information received from the states in which the Company writes business and may change due to many factors including the Company's share of the ultimate cost of current insolvencies.

2.	Description	Amount
a.	Assets recognized from paid and accrued premium tax offsets and policy holder surcharges prior year-end	\$ 117,439
b. Decreases current year:		
Premium tax offsets applied		\$ -
c. Increases current year:		
Change in accrued premium tax offsets		\$ (117,439)
d. Assets recognized from paid and accrued premium tax offsets and policy holder surcharges current year-end		\$ -

3. Guaranty fund liabilities and assets related to assessments from insolvencies of entities that wrote long-term care contracts

Not applicable.

**C. Gain Contingencies**

Not applicable.

**NOTES TO THE FINANCIAL STATEMENTS****D. Claims Related Extra Contractual Obligations and Bad Faith Losses Stemming from Lawsuits**

The Company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits.

Claims related ECO and bad faith losses paid during the reporting period: \$20,944,201

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.

(a) 0 - 25 claims	(b) 26 - 50 claims	(c) 51 - 100 claims	(d) 101 - 500 claims	(e) More than 500 claims
X				

(f) Per Claim [ X ]      Per Claimant [ ]

**E. Product Warranties**

Not applicable.

**F. Joint and Several Liabilities**

Not applicable.

**G. All Other Contingencies**

Various lawsuits arise against the Company in the normal course of the Company's business. Contingent liabilities arising from litigation were reserved net of anticipated recoveries for \$0 and \$2,289,720 at December 31, 2020 and 2019, respectively.

**Note 15 – Leases**

Not applicable.

**Note 16 - Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk**

Not applicable.

**Note 17 - Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities****A. Transfers of Receivables Reported as Sales**

Not applicable.

**B. Transfer and Servicing of Financial Assets**

1. The Company has entered into a securities lending agreement with an agent bank whereby eligible securities may be loaned to third parties, primarily major brokerage firms. These transactions are used to generate additional income on the securities portfolio. Loaned securities continue to be reported as invested assets and the Company is entitled to receive any payments of interest or dividends paid on loaned securities. The agreement requires a minimum of 102% of the fair value of loaned securities to be held as collateral. Cash collateral received from borrowers is reflected as a "Payable for securities lending" on the "Statement of Liabilities, Surplus and Other Funds" while non-cash collateral is recorded off-balance sheet. Cash collateral received is reinvested by the agent bank in accordance with the Company's authorized investment policy and included in "Securities lending reinvested collateral assets" in the "Statement of Assets". If the fair value of the reinvested collateral assets is less than the fair value of the securities loaned, the shortfall is non-admitted. Because the borrower or the Company may terminate a securities lending transaction at any time, if loans are terminated in advance of the reinvested collateral asset maturities, the Company would repay its securities lending obligation from operating cash flows or the proceeds of sales from its investment portfolio, which includes significant liquid securities.

The fair value of loaned securities was \$0 as of December 31, 2020. The Company holds \$0 of non-cash collateral for loaned securities as of December 31, 2020.

Reinvested collateral assets reported on Schedule DL are excluded from other statutory schedules and disclosures.

See Note 5 E. for additional information concerning securities lending.

2. No servicing assets or liabilities were recognized during the period.
3. No servicing assets or liabilities were recognized during the period.
4. There were no assets securitized during the period.
5. There were no transfers of financial assets accounted for as a secured borrowing (excluding any repurchase and reverse repurchase transactions that may be disclosed under notes 5 F. through 5 I. above).
6. There were no transfers of receivables with recourse.
7. (a) Not applicable.  
(b) Not applicable.

**C. Wash Sales**

Not applicable.

**NOTES TO THE FINANCIAL STATEMENTS****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 Premiums Written/Produced by Managing General Agents/Third Party Administrators**

The following summarizes direct premium written in 2020 by managing general agent.

Name and Address of Managing General Agent	FEIN Number	Exclusive Contract	Business Written	Authority Granted	Direct Written Premium
ALL RISKS LTD, HUNT VALLEY, MD	52-0801316	No	C	P	\$ 17,363,573
AMWINS ACCESS, REDONDO BEACH, CA	56-2051233	No	C	P, U, B	9,530,847
AMWINS ACCESS, JACKSONVILLE, FL	58-1367775	No	C	P, U, B	28,581,329
AMWINS BROKERAGE, FARMINGTON, CT	13-4225804	No	C	P, U, B	39,652,839
AMWINS INSURANCE BROKERAGE OF CALIFORNIA, LOS ANGELES,	95-3657774	No	C	P, U, B	8,192,181
ARLINGTON ROE & COMPANY, INDIANAPOLIS, IN	35-1150545	No	C	P, U, B	12,799,398
ASEGRA MGA, ROCKWALL, TX	75-1777084	No	C	P, U, B	7,844,198
AUSTIN SURPLUS LINES AGENCY INC, AUSTIN, TX	74-2020183	No	C	P, U, B	8,683,383
BIG SKY UNDERWRITERS, MISSOULA, MT	20-2357767	No	C	P, U, B	49,739,316
BURNS & WILCOX LTD, MYRTLE BEACH, SC	38-1804059	No	C	P, U, B	152,834,862
COASTAL BROKERS INSURANCE SERVICES INC, PLEASANTON, CA	94-2729125	No	C	P, U, B	9,783,235
COCHRANE & COMPANY, SPOKANE, WA	91-1191102	No	C	P, U, B	26,533,450
COLONIAL GENERAL INSURANCE AGENCY INC, SCOTTSDALE, AZ	31-1125848	No	C	P, U, B	17,777,225
CONCORD SPECIALTY RISK, NEW YORK, NY	27-1520113	No	C	P, U, B	12,631,558
CPRO ASSOCIATES INC, DALLAS, TX	27-1934607	No	C	P, U, B	14,863,981
CRC HEALTHCARE PROGRAM, GREENWOOD VILLAGE, CO	63-0834817	No	C	P	59,102,784
CRC INSURANCE SERVICES INC, SEATTLE, WA	74-1565310	No	C	P	19,048,462
CRC INSURANCE SERVICES INC, GREENWOOD VILLAGE, CO	75-1285583	No	C	P	70,257,292
CRC INSURANCE SERVICES INC, ATLANTA, GA	26-1353331	No	C	P	17,312,841
CROUSE & ASSOCIATES INSURANCE, SAN FRANCISCO, CA	94-3129868	No	C	P, U, B	16,420,073
DELTA GENERAL AGENCY CORPORATION, HOUSTON, TX	74-1326527	No	C	P, U, B	8,442,934
DUAL COMMERCIAL LLC, NAPLES, FL	68-0598494	No	C	P, U, B	75,340,722
E-RISK SERVICES LLC, FLANDERS, NJ	26-3260559	No	C	P, U, B	230,348,084
FEDERAL EMPLOYEE DEFENSE SERVICES, CABIN JOHN, MD	26-0394170	No	C	P, U, B	11,117,806
FTP INC, OLD BRIDGE, NJ	22-1752341	No	C	P	15,041,996
GORST, HARRY W CO INC, CHATWORTH, CA	95-2513704	No	C	P, U, B	18,533,893
GRIFFIN UNDERWRITING SERVICES, BELLEVUE, WA	91-0679660	No	C	P, U, B	10,000,081
HULL & COMPANY INC, GREENWOOD VILLAGE, CO	20-2357767	No	C	P, U, B	10,449,504
HUNTERSURE LLC, GARDEN CITY, NY	26-0319479	No	C	P, U, B	65,911,428
JOHNSON & JOHNSON MANAGERS INC, MT PLEASANT, SC	57-0189850	No	C	P, U, B	41,679,441
K&K INSURANCE GROUP INC, FORT WAYNE, IN	35-1003799	No	C	P, U, B	18,758,596
LOUIS A WILLIAMS & ASSOCIATES INC, MARSHALL, TX	75-1469549	No	C	P	10,714,240
LOVULLA ASSOCIATE INC, DEPEW, NY	16-1014425	No	C	P, U, B	10,557,669
MACNEIL GROUP INC, SUNRISE, FL	59-0861097	No	C	P, U, B	9,286,530
METCOM EXCESS, RIDGEFIELD PARK, NJ	36-3110841	No	C	P, U, B	7,668,880
MONARCH E&S INSURANCE SERVICES, RANCHO MIRAGE, CA	95-4017089	No	C	P, U, B	9,503,315
MYRON F STEVES & COMPANY, AUSTIN, TX	74-1838638	No	C	P, U, B	19,970,097
NATIONWIDE BROKERAGE SOLUTION, COLUMBUS OH	31-0871532	No	C	P, U, B	18,852,135
NEGLEY ASSOCIATES, PARSIPPANY, NJ	63-0834817	No	C	P, U, B	41,990,568
NIF GROUP INC, NEW YORK, NY	11-2584200	No	C	P, U, B	7,997,340
PARTNERS GENERAL INSURANCE AGENCY LLC, SIMI VALLEY, CA	62-1855334	No	C	P, U, B	31,586,457
PHOENIX AMERICAN INSURANCE, MIAMI, FL	59-2786982	No	C	C, CA, B, P, U	46,832,739
RISK PLACEMENT SERVICES INC, SCOTTSDALE, AZ	36-3110841	No	C	P, U, B	53,823,266
RSGUM, CHICAGO, IL	27-1520113	No	C, P	C, CA, B, P, U	34,470,773
RT SPECIALTY LLC, SAN FRANCISCO, CA	94-3137400	No	C	P, U, B	43,374,819
SHIELD COMMERCIAL INSURANCE SERVICES INC, PALM DESERT, CA	42-1648682	No	C	P, U, B	21,133,150
SOUTHERN INSURANCE UNDERWRITERS, ALPHARETTA, GA	58-0939621	No	C	P, U, B	14,614,110
SPECIALTY RISK ASSOCIATES, MESQUITE, TX	63-0834817	No	C	P, U, B	14,212,494
TAPCO UNDERWRITERS INC, CLEARWATER, FL	80-0325165	No	C	P, U, B	28,945,378
VIRTUE RISK PARTNERS LLC, PEARL RIVER, NY	46-5418564	No	C	P, U, B	19,153,680
WORLDWIDE FACILITIES, LOS ANGELES, CA	95-2666941	No	C	P, U, B	7,800,217
XS BROKERS INSURANCE AGENCY INC, LAKE MARY, FL	04-2658206	No	C	P, U, B	21,349,847
					\$ 1,578,415,01

\*Authority Codes

C - Commercial Auto Liability

P - Private Passenger Auto Liability and Auto Physical Damage

U - Underwriting, Premium Collection, and Claim Payment

B - Binding

CA - Claims Adjustment

**Note 20 – Fair Value Measurements**

A. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements are based upon observable and unobservable inputs. Observable inputs reflect market data obtained from independent sources while unobservable inputs reflect the Company's view of market assumptions in the absence of observable market information. The Company utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. In determining fair value, the Company uses various methods including market, income and cost approaches.

The Company categorizes its financial instruments into a three-level hierarchy based on the priority of the inputs to the valuation technique. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure fair value fall within different levels of the hierarchy, the category level is based on the lowest priority level input that is significant to the fair value measurement of the instrument in its entirety.

## **NOTES TO THE FINANCIAL STATEMENTS**

The Company categorizes assets and liabilities held at fair value in the statutory statements of assets and liabilities, surplus and other funds as follows:

**Level 1.** Unadjusted quoted prices accessible in active markets for identical assets or liabilities at the measurement date and mutual funds where the value per share (unit) is determined and published daily and is the basis for current transactions.

**Level 2.** Unadjusted quoted prices for similar assets or liabilities in active markets or inputs (other than quoted prices) that are observable or that are derived principally from or corroborated by observable market data through correlation or other means. Primary inputs to this valuation technique may include comparative trades, bid/asks, interest rate movements, U.S. Treasury rates, London Interbank Offered Rate, prime rates, cash flows, maturity dates, call ability, estimated prepayments and/or underlying collateral values.

**Level 3.** Prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. Inputs reflect management's best estimates of the assumptions market participants would use at the measurement date in pricing the asset or liability. Consideration is given to the risk inherent in both the method of valuation and the valuation inputs. Primary inputs to this valuation technique include broker quotes and comparative trades.

The Company reviews its fair value hierarchy classifications for assets and liabilities quarterly. Changes in observability of significant valuation inputs identified during these reviews may trigger reclassifications. Reclassifications are reported as transfers at the beginning of the period in which the change occurs.

Independent pricing services are most often utilized to determine the fair value of bonds and stocks for which market quotations or quotations on comparable securities are available. For these bonds and stocks, the Company obtains the pricing services' methodologies, pricing from additional sources, inputs and assumptions and classifies the investments accordingly in the fair value hierarchy.

A corporate pricing matrix is used in valuing certain corporate bonds. The corporate pricing matrix was developed using publicly available spreads for privately placed corporate securities with varying weighted average lives and credit quality ratings. The weighted average life and credit quality rating of a particular bond to be priced using the corporate pricing matrix are important inputs into the model and are used to determine a corresponding spread that is added to the appropriate U.S. Treasury yield to create an estimated market yield for that bond. The estimated market yield and other relevant factors are then used to estimate the fair value of the particular bond.

Non-binding broker quotes are also utilized to determine the fair value of certain bonds when deemed appropriate or when quotes are not available from independent pricing services or a corporate pricing matrix. These bonds are classified with the lowest priority in the fair value hierarchy as only one broker quote is ordinarily obtained, the investment is not traded on an exchange, the pricing is not available to other entities and/or the transaction volume in the same or similar investments has decreased. Inputs used in the development of prices are not provided to the Company by the brokers as the brokers often do not provide the necessary transparency into their quotes and methodologies. At least annually, the Company performs reviews and tests to ensure that quotes are a reasonable estimate of the investments' fair value. Price movements of broker quotes are subject to validation and require approval from the Company's management. Management uses its knowledge of the investment and current market conditions to determine if the price is indicative of the investment's fair value.

The Company carries short-term investments at amortized cost, which approximates fair value.

The following table summarizes assets held at fair value as of December 31, 2020:

	Level 1	Level 2	Level 3	Net Asset Value (NAV)		Total
<b>Assets at Fair Value</b>						
Bonds	\$ -	\$ 10,268,111	\$ -	\$ -	\$ -	\$ 10,268,111
Securities lending collateral assets	-	4,251	-	-	-	4,251
<b>Total Assets at Fair Value/(NAV)</b>	<b>\$ -</b>	<b>\$ 10,272,362</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 10,272,362</b>

B. & C. The following table summarizes the carrying value and fair value of the Company's assets not held at fair value as of December 31, 2020:

	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Net Asset Value (NAV)		Not Practicable (Carrying Value)
<b>Assets</b>								
Bonds	\$119,304,874	\$107,549,982	\$69,597,590	\$49,158,623	\$548,661	\$-	\$-	\$-
Cash, Cash Equivalents and Short-term investments	(1,134,351)	(1,134,351)	(95,763,638)	94,629,287	-	-	-	-
Securities lending collateral assets	49,780	27,731	-	49,780	-	-	-	-
<b>Total Assets</b>	<b>\$118,220,303</b>	<b>\$106,443,362</b>	<b>\$(26,166,048)</b>	<b>\$143,837,690</b>	<b>\$548,661</b>	<b>\$-</b>	<b>\$-</b>	

D. Not Practicable to Estimate Fair Value

Not applicable.

E. Measured Using Net Asset Value

Not applicable.

### **Note 21 - Other Items**

A. Unusual or Infrequent Items

On March 11, 2020, the World Health Organization declared COVID-19 a pandemic. The conditions as a result of the pandemic have and may continue to impact the Company's operations and financial condition. The extent to which the COVID-19 pandemic may impact the Company's operations and financial condition will depend on future developments which are evolving and uncertain.

B. Troubled Debt Restructuring for Debtors

Not applicable.

C. Other Disclosures

Not applicable.

D. Business Interruption Insurance Recoveries

Not applicable.

**NOTES TO THE FINANCIAL STATEMENTS****E. State Transferable and Non-Transferable Tax Credits**

Not applicable.

**F. Subprime Mortgage Related Risk Exposure**

1. The Company evaluates many characteristics when classifying collateral as subprime, including the credit quality of the borrower as defined by Fair Isaac Credit Organization (FICO) scores, as well as other factors, such as loan-to-value ratios and type of real estate.
2. The company has no direct exposure through investments in subprime mortgage loans.
3. Direct exposure through other investments:

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other Than Temporary Impairment Losses Recognized
a. Residential mortgage backed securities	\$ 27,731	\$ 27,731	\$ 49,780	\$ 121,686
b. Commercial mortgage backed securities				
c. Collateralized debt obligations				
d. Structured securities				
e. Equity investments in SCAs				
f. Other assets				
<b>g. Total</b>	<b>\$ 27,731</b>	<b>\$ 27,731</b>	<b>\$ 49,780</b>	<b>\$ 121,686</b>

4. The company has no exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage.

**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.

**Note 22 - Events Subsequent****Type I – Recognized Subsequent Events:**

Subsequent events have been considered through February 19, 2021 for the statutory statement issued on February 22, 2021.

There were no material Type I events occurring subsequent to the end of the year that merited recognition or disclosure in these statements that have not already been reflected as required.

**Type II – Nonrecognized Subsequent Events:**

Subsequent events have been considered through February 19, 2021 for the statutory statement issued on February 22, 2021.

There were no material Type II events occurring subsequent to the end of the year that merited disclosure in these statements that have not already been reflected as required.

**NOTES TO THE FINANCIAL STATEMENTS****Note 23 – Reinsurance****A. Unsecured Reinsurance Recoverables**

The Company has unsecured aggregate reinsurance recoverable for paid and unpaid losses, including IBNR, loss adjustment expenses and unearned premiums, from an individual reinsurer that exceeds 3% of policyholders' surplus. The amount is shown below by reinsurer in thousands.

<b>Individual Reinsurers Who are not Members of a Group</b>		
FEIN #	Reinsurer	Unsecured Reinsurance
06-0237820	Ace Prop & Cas Ins Co	\$4,526
06-1182357	Allied World Ins Co	\$14,627
06-1430254	Arch Reins Co	\$5,385
51-0434766	Axis Reins Co	\$13,166
47-0574325	Berkley Insurance Co	\$22,201
35-2293075	Endurance Assur Corp	\$103,484
AA-1340125	Hannover Ruck SE	\$46,975
AA-3190958	Jrg Reins Co Ltd	\$6,731
04-1543470	Liberty Mutual Insurance Co	\$26,107
AA-1128003	Lloyd's Syndicate Number 2003	\$16,020
06-1481194	Markel Global Reinsurance	\$112,224
37-1370035	Midwest Ins Co	\$7,689
13-4924125	Munich Reinsurance America Inc	\$105,416
13-3138390	Navigators Ins Co	\$8,070
47-0698507	Odyssey Reinsurance Company	\$62,600
13-3031176	Partner Reinsurance Company of US	\$40,487
59-2551669	Phoenix American Warranty Company	\$4,518
23-1641984	Qbe Reins Corp	\$15,488
52-1952955	Renaissance Reinsurance Us Inc	\$74,567
AA-3191238	Renaissance Specialty U.S. Ltd.	\$6,318
75-1444207	Scor Reinsurance Company	\$47,517
13-2997499	Sirius Amer Ins Co	\$13,027
13-1675535	Swiss Reinsurance America Corp	\$79,562
13-2918573	Toa Reinsurance Company Of Amer	\$37,516
30-0703280	Tokio Millennium Re Ag US Branch	\$19,517
13-5616275	Transatlantic Reinsurance Co	\$104,510
AA-1460006	Validus Reins (Switzerland) Ltd	\$9,641
13-1290712	Xi Reinsurance America Inc	\$25,855

<b>Individual Reinsurers Who are Members of a Group</b>			
NAIC Group	Reinsurer	FEIN #	Unsecured Reinsurance
0140	Nationwide Mutual Insurance Company	31-4177100	\$6,382,766

<b>All Members of the Groups Shown Above with Unsecured Recoverables</b>					
NAIC Group	Reinsurer	FEIN #	Unsecured Reinsurance		
0140	Nationwide Mutual Insurance Company	31-4177100	\$6,382,766		
Total 0140			\$6,382,766		

**B. Reinsurance Recoverable in Dispute**

The Company does not have reinsurance recoverables in dispute for paid losses and loss adjustment expenses that exceed 5% of policyholders' surplus from an individual reinsurer or exceed 10% of policyholders' surplus in aggregate.

**C. Reinsurance Assumed and Ceded**

- The following table summarizes ceded and assumed unearned premiums and the related commission equity at December 31, 2020.

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$973,521,021	\$231,747,876	\$1,927,315,735	\$454,147,520	\$(953,794,714)	\$(222,399,644)
b. All Others	5,086,614	1,830,315	146,951,285	17,125,007	(141,864,671)	(15,294,692)
c. Total	\$978,607,635	\$233,578,191	\$2,074,267,020	\$471,272,527	\$(1,095,659,38)	\$(237,694,336)

d. Direct Unearned Premium Reserve \$1,095,659,386

- Certain agency agreements and ceded reinsurance contracts provide for additional or return commissions based on the actual loss experience of the produced or reinsured business. Amounts accrued at December 31, 2020 are as follows:

Reinsurance	Direct	Assumed	Ceded	Net
a. Contingent Commissions	\$54,753,007	\$576	\$54,753,582	\$1
b. Sliding Scale Adjustments	-	-	-	-
c. Other Profit Commission Arrangements	-	-	-	-
d. Total	\$54,753,007	\$576	\$54,753,582	\$1

- The Company does not use protected cells as an alternative to traditional reinsurance.

**NOTES TO THE FINANCIAL STATEMENTS****D. Uncollectible Reinsurance**

No reinsurance recoverables were written off during 2020.

**E. Commutation of Ceded Reinsurance**

The Company has reported in its operations in the current year as a result of commutation of reinsurance with the companies listed below, amounts that are reflected as:

(a) Losses incurred	\$ 1,072,202
(b) Loss adjustment expenses incurred	\$ 752,984
(c) Premiums earned	-
(d) Other	-
(e) <u>Company</u>	<u>Amount</u>
Guarantee Insurance Co.	\$ 1,825,186

**F. Retroactive Reinsurance**

There was no retroactive reinsurance affected during 2020.

**G. Reinsurance Accounted for as a Deposit**

There were no reinsurance agreements that were accounted for as deposits during 2020.

**H. Disclosures for the Transfer of Property and Casualty Run-Off Agreements**

There was no transfer of any property and casualty run-off agreements requiring approval of regulators and qualifying under SSAP No. 62R, Property and Casualty Reinsurance, to receive property & casualty run-off accounting treatment.

**I. Certified Reinsurer Rating Downgrades or Status Subject to Revocation**

Not applicable.

**J. Reinsurance Agreements Qualifying for Reinsurer Aggregation**

Not applicable.

**K. Reinsurance Credit**

Not applicable.

**Note 24 - Retrospectively Rated Contracts and Contracts Subject to Redetermination**

Not applicable.

**Note 25 - Changes in Incurred Losses and Loss Adjustment Expenses**

- A. As of December 31, 2019, loss and loss adjustment expense reserves, net of reinsurance recoveries, were \$567.6 million. On January 1, 2020, the Company was removed as a Nationwide Pool recipient and loss and loss adjustment expense reserves of \$567.6 million were transferred from the Company as a result of the pooling and quota share agreements that were effective January 1, 2020. See Note 26 for details.
- B. During 2020, the Company did not make any significant changes in methodologies and assumptions used in calculating the liability for unpaid losses and loss adjustment expenses.

**Note 26 - Intercompany Pooling Arrangements**

Nationwide Mutual Insurance Company is the lead company in the Nationwide Pool. Each pool member company contributes 100% of its underwriting results to the Nationwide Pool through the reinsurance pooling agreement.

Effective January 1, 2020, the Nationwide Pool structure was revised. Nationwide Mutual Insurance Company's assumed pooling percentage decreased from 72% to 71%. Scottsdale Insurance Company's retainage share changed from 4% to 0%, Nationwide Agribusiness Insurance Company's retainage share changed from 0% to 3% and Nationwide Insurance Company of America's retainage share changed from 0% to 1%. Furthermore, National Casualty Company terminated its 100% quota share reinsurance agreement with Nationwide Mutual and was added to the Nationwide Pool with a 1% retainage share.

As of December 31, 2020 and December 31, 2019, the companies in the Nationwide Pool assuming a proportionate share of the pool are:

	NAIC #	2020 Pool	2019 Pool
Nationwide Mutual Insurance Company	23787	71.0%	72.0%
Nationwide Mutual Fire Insurance Company	23779	23.0%	23.0%
Nationwide Agribusiness Insurance Company	28223	3.0%	0.0%
Nationwide Insurance Company of America	25453	1.0%	0.0%
National Casualty Company	11991	1.0%	0.0%
Nationwide General Insurance Company	23760	1.0%	1.0%
Scottsdale Insurance Company	41297	0.0%	4.0%

Effective January 1, 2021, Nationwide Indemnity Company (NAIC #10070) was added to the Nationwide Pool with 0% retrocession.

Effective January 1, 2019, Victoria Select Insurance Company was removed from the Nationwide Pool and entered into a 100% quota share reinsurance agreement with Nationwide Mutual Insurance Company. Nationwide Mutual Insurance Company then cedes 100% of the business to the Nationwide Pool.

**NOTES TO THE FINANCIAL STATEMENTS**

Effective January 1, 2019, in conjunction with the merger of Titan Indemnity Company with and into Titan Insurance Company on January 1, 2019, Titan Indemnity Company terminated its participation in the Nationwide Pool and the assets and liabilities were commuted back to Titan Indemnity Company.

Effective January 1, 2019, Nationwide General Insurance Company was added as a Nationwide Pool recipient and changed from a 0% to 1% retrocessionaire.

All of the other companies in the Nationwide Pool have a 0% retrocession. The zero percent participants in the Nationwide Pool as of December 31, 2020 are: Nationwide Property and Casualty Insurance Company (NAIC # 37877), Nationwide Affinity Insurance Company of America (NAIC # 26093), Crestbrook Insurance Company (NAIC # 18961), Allied Insurance Company of America (NAIC # 10127), Nationwide Assurance Company (NAIC #10723), Nationwide Lloyds (NAIC #42110), Nationwide Insurance Company of Florida (NAIC #10948), AMCO Insurance Company (NAIC # 19100), Depositors Insurance Company (NAIC # 42587), Allied Property & Casualty Insurance Company (NAIC #42579), Victoria Fire & Casualty Company (NAIC # 42889), Victoria National Insurance Company (NAIC # 10778), Harleysville Preferred Insurance Company (NAIC #35696), Harleysville Insurance Company of New Jersey (NAIC #42900), Harleysville Worcester Insurance Company (NAIC #26182), Harleysville Insurance Company of New York (NAIC #10674), Harleysville Lake States Insurance Company (NAIC #14516), Harleysville Insurance Company (NAIC #23582), Veterinary Pet Insurance Company (NAIC #42285) and Scottsdale Insurance Company (NAIC #41297).

All lines of business are subject to the pooling agreements.

There are no discrepancies related to the pooled business between the assumed and ceded reinsurance schedules of the pool participants.

Amounts due to/from the lead entity and pool participants as of December 31, 2020:

Name of Insurer	Amounts Receivable	Amounts Payable
Nationwide Mutual Insurance Company (Lead Insurer)	\$ 5,486,907,159	\$ 18,712,731,144
Nationwide Mutual Fire Insurance Company	\$ 984,953,505	\$ 4,351,684,988
Nationwide General Insurance Company	\$ 925,892,763	\$ 189,203,695
Nationwide Property & Casualty Insurance Company	\$ 943,323,257	\$ -
Nationwide Assurance Company	\$ 8,961,205	\$ -
Nationwide Lloyds	\$ 4,328,132	\$ -
Nationwide Insurance Company of Florida	\$ 19,655,954	\$ -
Nationwide Affinity Insurance Company of America	\$ 395,516,625	\$ -
Crestbrook Insurance Company	\$ 384,625,527	\$ -
Nationwide Insurance Company of America	\$ 766,426,098	\$ 189,203,695
Allied Insurance Company of America	\$ 214,463,449	\$ -
AMCO Insurance Company	\$ 1,007,189,523	\$ -
Allied Property & Casualty Insurance Company	\$ 637,130,279	\$ -
Depositors Insurance Company	\$ 513,127,564	\$ -
Nationwide Agribusiness Insurance Company	\$ 1,672,010,803	\$ 567,611,085
Victoria Fire & Casualty Company	\$ 9,325,322	\$ -
Victoria National Insurance Company	\$ 280	\$ -
National Casualty Company	\$ 1,642,021,046	\$ 189,203,695
Scottsdale Insurance Company	\$ 6,756,893,530	\$ -
Veterinary Pet Insurance Company	\$ 30,712,736	\$ -
Harleysville Insurance Company of New York	\$ 218,988,779	\$ -
Harleysville Lake States Insurance Company	\$ 45,536,223	\$ -
Harleysville Insurance Company of New Jersey	\$ 181,637,354	\$ -
Harleysville Worcester Insurance Company	\$ 548,290,127	\$ -
Harleysville Insurance Company	\$ 526,802,714	\$ -
Harleysville Preferred Insurance Company	\$ 274,918,349	\$ -

As of December 31, 2020, Colonial County Mutual Insurance Company and Victoria Select Insurance Company remain covered under separate 100% quota share reinsurance agreements with Nationwide Mutual Insurance Company. Nationwide Mutual Insurance Company then cedes 100% of this business to the Nationwide Pool.

As of December 31, 2020, Scottsdale Surplus Lines Insurance Company, Scottsdale Indemnity Company and Freedom Specialty Insurance Company remain covered under a separate 100% quota share reinsurance agreement with Scottsdale Insurance Company. Scottsdale Insurance Company then cedes 100% of this business to the Nationwide Pool.

In connection with the above pooling percentage change and the participation of Titan Indemnity Company being terminated effective January 1, 2019, assets and liabilities were transferred between Nationwide Mutual Insurance Company, Nationwide Mutual Fire Insurance Company, Scottsdale Insurance Company, Nationwide General Insurance Company and Titan Insurance Company. The Company transferred assets of \$0.8 million and liabilities of \$2.6 million, primarily consisting of loss and loss expense reserves of \$2.6 million.

Furthermore, the Company transferred cash of \$1.9 million to settle these transactions.

In connection with the above pooling structure change effective January 1, 2020, assets and liabilities were transferred between Nationwide Mutual Insurance Company, Nationwide Agribusiness, Nationwide Insurance Company of America, National Casualty Company and the Company. The Company transferred assets of \$185.7 million and liabilities of \$928.3 million, primarily consisting of loss and loss expense reserves of \$567.6 million and unearned premiums of \$308.7 million.

In addition, the Company received ceding commissions of \$54.0 million.

Furthermore, the Company transferred securities of \$636.0 million and cash of \$52.6 million to settle these transactions.

**Note 27 - Structured Settlements**

Not applicable.

**Note 28 - Health Care Receivables**

Not applicable.

**Note 29 – Participating Policies**

Not applicable.

**NOTES TO THE FINANCIAL STATEMENTS****Note 30 - Premium Deficiency Reserves**

The Company's liability for premium deficiency reserves as of December 31, 2020 is as follows:

1. Liability carried for premium deficiency reserves	\$0
2. Date of the most recent evaluation of this liability	January 22, 2021
3. Was anticipated investment income utilized in the calculation?	Yes

**Note 31 – High Deductibles**

Not applicable.

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

The Company discounts the liabilities for unpaid losses and loss expenses for long-term accident and health claims. The Company does not discount IBNR for accident and health claims. Third party administrators service the Company's long-term accident and health unpaid disability claims and supply the reserves and tabular discount; thus, different methodologies have been utilized.

**A. Tabular Discounts**

Reserves for long-term accident and health claims have been discounted on a tabular basis using the 1987 Commissioner's Group Disability Table (CGDT). The rate used was the maximum interest rate permitted by law in the valuation of a single premium immediate annuity issued on the same date as the claim incurrable date, reduced by one hundred basis points (rates used vary from 3.00% to 10.25%). As of December 31, 2020 and 2019, liabilities include \$0 and \$22,675 of such discounted reserves, respectively. During 2020, the Company did not recognize interest accretion related to tabular discount.

**B. Non-Tabular Discounts**

The Company does not have any non-tabular discount.

**C. Changes in Discount Assumptions**

None

**NOTES TO THE FINANCIAL STATEMENTS****Note 33 - Asbestos/Environmental Reserves**

A. The Company has exposure to asbestos and environmental claims through either the direct issuance of general liability policies or through reinsurance assumptions. The Company estimates the full impact of its asbestos and environmental exposure by establishing case reserves when sufficient information has been developed to indicate the involvement of a specific insurance policy. In addition, incurred but not reported reserves have been established to cover additional exposures on both known and unasserted claims, primarily utilizing historical information.

The Company's asbestos and environmental related losses for calendar years 2016-2019 have been restated to reflect the pooling changes that were effective January 1, 2017 and January 1, 2019. See Note 26 for details.

	<b><u>2016</u></b>	<b><u>2017</u></b>	<b><u>2018</u></b>	<b><u>2019</u></b>	<b><u>2020</u></b>
<b>(1) Asbestos Claims - Direct</b>					
Beginning Reserves:	\$ 2,090,652	\$ 2,197,825	\$ 1,945,969	\$ 1,674,992	\$ 1,634,847
Incurred Loss and Loss Adj. Expense:	\$ 435,510	\$ 53,672	\$ -	\$ 160,000	\$ -
Calendar Year Payments/Transfers:	\$ 328,337	\$ 305,528	\$ 270,977	\$ 200,144	\$ 1,634,847
Ending Reserve:	\$ 2,197,825	\$ 1,945,969	\$ 1,674,992	\$ 1,634,848	\$ -
<b>(2) Asbestos Claims - Assumed</b>					
Beginning Reserves:	\$ 3,924,208	\$ 3,909,682	\$ 3,355,426	\$ 3,087,867	\$ 2,871,237
Incurred Loss and Loss Adj. Expense:	\$ 188,404	\$ (396,000)	\$ 32,000	\$ (48,000)	\$ -
Calendar Year Payments/Transfers:	\$ 202,930	\$ 158,256	\$ 299,559	\$ 168,630	\$ 2,871,237
Ending Reserve:	\$ 3,909,682	\$ 3,355,426	\$ 3,087,867	\$ 2,871,237	\$ -
<b>(3) Asbestos Claims - Net</b>					
Beginning Reserves:	\$ 460,008	\$ 582,869	\$ 4,388	\$ -	\$ -
Incurred Loss and Loss Adj. Expense:	\$ 300,357	\$ (133,353)	\$ -	\$ -	\$ -
Calendar Year Payments/Transfers:	\$ 177,496	\$ 445,128	\$ 4,388	\$ -	\$ -
Ending Reserve:	\$ 582,869	\$ 4,388	\$ -	\$ -	\$ -
<b>B. Bulk and IBNR Losses and LAE</b>					
(1) Direct				\$ 1,433,700	\$ -
(2) Assumed				\$ 2,111,288	\$ -
(3) Net of Ceded Reinsurance				\$ -	\$ -
<b>C. Case, Bulk and IBNR LAE</b>					
(1) Direct				\$ 886,043	\$ -
(2) Assumed				\$ 24,550	\$ -
(3) Net of Ceded Reinsurance				\$ -	\$ -
<b>D. See A above</b>					
<b>(1) Environmental Claims - Direct</b>					
Beginning Reserves:	\$ 1,255,749	\$ 842,012	\$ 586,478	\$ 204,219	\$ 277,860
Incurred Loss & Loss Adj. Expense:	\$ (236,825)	\$ (73,108)	\$ (307,358)	\$ 19,289	\$ -
Calendar Year Payments/Transfers:	\$ 176,912	\$ 182,426	\$ 74,901	\$ (54,352)	\$ 277,860
Ending Reserve:	\$ 842,012	\$ 586,478	\$ 204,219	\$ 277,860	\$ -
<b>(2) Environmental Claims - Assumed</b>					
Beginning Reserves:	\$ 946,037	\$ 794,134	\$ 758,389	\$ 458,893	\$ 511,650
Incurred Loss & Loss Adj. Expense:	\$ (104,000)	\$ 12,000	\$ (224,000)	\$ 92,000	\$ -
Calendar Year Payments/Transfers:	\$ 47,903	\$ 47,745	\$ 75,496	\$ 39,243	\$ 511,650
Ending Reserve:	\$ 794,134	\$ 758,389	\$ 458,893	\$ 511,650	\$ -
<b>(3) Environmental Claims - Net</b>					
Beginning Reserves:	\$ 1,166,041	\$ 751,548	\$ 508,408	\$ 198,930	\$ 217,436
Incurred Loss and Loss Adj. Expense:	\$ (233,328)	\$ (73,108)	\$ (246,041)	\$ 19,049	\$ -
Calendar Year Payments/Transfers:	\$ 181,165	\$ 170,032	\$ 63,437	\$ 543	\$ 217,436
Ending Reserve:	\$ 751,548	\$ 508,408	\$ 198,930	\$ 217,436	\$ -
<b>E. Bulk and IBNR Losses and LAE</b>					
(1) Direct				\$ 210,013	\$ -
(2) Assumed				\$ 336,859	\$ -
(3) Net of Ceded Reinsurance				\$ 167,239	\$ -
<b>F. Case, Bulk and IBNR LAE</b>					
(1) Direct				\$ 82,375	\$ -
(2) Assumed				\$ 4,447	\$ -
(3) Net of Ceded Reinsurance				\$ 57,768	\$ -

**Note 34 – Subscriber Savings Accounts**

Not applicable.

## **NOTES TO THE FINANCIAL STATEMENTS**

### **Note 35 – Multiple Peril Crop Insurance**

Not applicable.

### **Note 36 – Financial Guaranty Insurance**

Not applicable.

**GENERAL INTERROGATORIES****PART 1 - COMMON INTERROGATORIES****GENERAL**

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [ X ] No [ ]  
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? OH
- 1.4 Is the reporting entity publicly traded or a member of 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: 12/31/2016
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2016
- 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. 12/31/2016
- 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). 05/24/2018
- 3.4 By what department or departments? OH
- 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 [ ] No [ X ]
- 4.22 renewals? Yes [ ] No [ X ]
- 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 the answer is YES, complete and file the merger history data file with the NAIC.
- 5.2 If yes, provide the name of entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 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, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity

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

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
Nationwide Trust Company, FSB	Columbus, OH	No	Yes	No	No
Nationwide Investment Services Corp.	Columbus, OH	No	No	No	Yes
Nationwide Investment Advisors, LLC	Columbus, OH	No	No	No	Yes
Nationwide Securities, LLC	Columbus, OH	No	No	No	Yes
Nationwide Fund Advisors	Columbus, OH	No	No	No	Yes
Nationwide Fund Distributors, LLC	Columbus, OH	No	No	No	Yes
Nationwide Asset Management, LLC	Columbus, OH	No	No	No	Yes
Jefferson National Securities Corporation	Louisville, KY	No	No	No	Yes

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?

**GENERAL INTERROGATORIES****PART 1 - COMMON INTERROGATORIES**

KPMG LLP, 191 W NATIONWIDE BLVD., SUITE 500, 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 other requirements of the Annual Financial Reporting Model Regulation as allowed 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?  
G. Chris Nyce, FCAS, MAAA, KPMG LLP, Three Radnor Corporate Center Suite 105, 100 Matsonford Road Radnor, PA 19087
- 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 \_\_\_\_\_ 0
- 12.12 Number of parcels involved \_\_\_\_\_ 0
- 12.13 Total book/adjusted carrying value \_\_\_\_\_ 0
- 12.2 If yes, provide explanation
13. **FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [ ] No [ ]
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [ ] No [ ]
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [ ] No [ ] N/A [ ]
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [ X ] No [ ]
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships; \_\_\_\_\_
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity; \_\_\_\_\_
- (c) Compliance with applicable governmental laws, rules and regulations; \_\_\_\_\_
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and \_\_\_\_\_
- (e) Accountability for adherence to the code. \_\_\_\_\_
- 14.11 If the response to 14.1 is no, please explain:
- 14.2 Has the code of ethics for senior managers been amended? Yes [ X ] No [ ]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).  
The Code of Conduct was updated 2nd quarter and made effective 4/30/2020. We updated our gift policy, increasing the gift value from \$50 to \$100.
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [ X ]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [ ] No [ X ]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.
- | 1<br>American Bankers Association (ABA)<br>Routing Number | 2<br>Issuing or Confirming Bank Name | 3<br>Circumstances That Can Trigger<br>the Letter of Credit | 4<br>Amount |
|---|--------------------------------------|---|-------------|
|   |                                      |   | \$ _____ 0  |

**BOARD OF DIRECTORS**

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinator committee thereof? Yes [ X ] No [ ]
17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [ X ] No [ ]
18. Has the reporting entity an established procedure for disclosure to its Board of Directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [ X ] No [ ]

**FINANCIAL**

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [ ] No [ X ]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers \_\_\_\_\_ 0
- 20.12 To stockholders not officers \_\_\_\_\_ 0
- 20.13 Trustees, supreme or grand (Fraternal only) \_\_\_\_\_ 0
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers \_\_\_\_\_ 0
- 20.22 To stockholders not officers \_\_\_\_\_ 0
- 20.23 Trustees, supreme or grand (Fraternal only) \_\_\_\_\_ 0
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [ ] No [ X ]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others \_\_\_\_\_ 0
- 21.22 Borrowed from others \_\_\_\_\_ 0
- 21.23 Leased from others \_\_\_\_\_ 0
- 21.24 Other \_\_\_\_\_ 0

**GENERAL INTERROGATORIES****PART 1 - COMMON INTERROGATORIES**

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

22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment	\$ 0
22.22 Amount paid as expenses	\$ 0
22.23 Other amounts paid	\$ 0

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [X] No [ ]

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

\$ 17,861,415
---------------

**INVESTMENT**

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

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

24.03 For securities 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). Please refer to Footnote 17 where this information is provided

Yes [X] No [ ]

24.04 For the reporting entity's securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions. \$ 0

24.05 For the reporting entity's securities lending program, report amount of collateral for other programs. \$ 0

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

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

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

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

24.091 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:	\$ 54,031
---	-----------

24.092 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:	\$ 31,982
---	-----------

24.093 Total payable for securities lending reported on the liability page:	\$ 0
---	------

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

25.2 If yes, state the amount thereof at December 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 sale – excluding FHLB Capital Stock	\$ 0
--	------

25.27 FHLB Capital Stock	\$ 0
--------------------------	------

25.28 On deposit with states	\$ 4,353,872
------------------------------	--------------

25.29 On deposit with other regulatory bodies	\$ 17,338,661
---	---------------

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 results 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:

- 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 Guidance 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 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: \$ 0

**GENERAL INTERROGATORIES****PART 1 - COMMON INTERROGATORIES**

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
The Bank of New York Mellon	1 Wall Street, New York, NY 10286
BNY Trust of Canada	320 Bay St., 11th Floor, Toronto, ON M5H 4A6

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
Members of the investment staff designated by the Chief Investment Officer as detailed in the Corporate Resolution	I

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's invested assets?  Yes [ ]  No [ X ]

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 [ ]  No [ X ]

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 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed

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

29.2 If yes, complete the following schedule:

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

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

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

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

		1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1	Bonds	\$ 117,818,093	\$ 129,572,983	\$ 11,754,890
30.2	Preferred Stocks	\$ 0	\$ 0	\$ 0
30.3	Totals	\$ 117,818,093	\$ 129,572,983	\$ 11,754,890

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

For fixed maturity and marketable equity securities for which market quotations generally are available, Nationwide generally uses independent pricing services to assist in determining the fair value measurement. For certain fixed maturity securities not priced by independent services (generally private placement securities without quoted market prices), an internally developed pricing model or "corporate pricing matrix" is most often used. The corporate pricing matrix is developed by obtaining private spreads versus the U.S. Treasury yield for corporate securities with varying weighted average lives and bond ratings. The weighted average life and bond rating of a particular fixed maturity security to be priced using the corporate matrix are important inputs into the model and are used to determine a corresponding spread that is added to the U.S. Treasury yield to create an estimated market yield for that bond. The estimated market yield and other relevant factors are then used to estimate the fair value of the particular fixed maturity security. Nationwide also utilized broker quotes to assist in pricing securities or to validate modeled prices.

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

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

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:

**GENERAL INTERROGATORIES****PART 1 - COMMON INTERROGATORIES**

Nationwide relies on broker valuations only when an approved third party vendor evaluation is not available. Any exceptions are approved by Risk Management and the Middle Office and reviewed by the Investments Pricing Committee. The brokers used to value securities are deemed to be main market makers for each individual security and therefore have in depth knowledge of the particular issue.

- 32.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed? Yes [ X ] No [ ]
- 32.2 If no, list exceptions:  
N/A
33. By self-designating 5GI securities, the reporting entity is certifying the following elements for each self-designation 5GI security:
- 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.
  - Issuer or obligor is current on all contracted interest and principal payments.
  - The insurer has an actual expectation of ultimate payment of all contracted interest and principal.
- Has the reporting entity self-designated 5GI securities? Yes [ ] No [ X ]
34. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:
- The security was purchased prior to January 1, 2018.
  - The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
  - The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as an NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
  - The reporting entity is not permitted to share this credit rating of the PL security with the SVO.
- Has the reporting entity self-designated PLGI securities? Yes [ ] No [ X ]
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:
- The shares were purchased prior to January 1, 2019.
  - The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
  - 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.
  - The fund only or predominantly holds bonds in its portfolio.
  - 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.
  - 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 [ X ]
36. By rolling/renewing short-term or cash equivalent investments with continued reporting on Schedule DA, Part 1 or Schedule E, Part 2 (identified through a code (%) in those investment schedules), the reporting entity is certifying to the following:
- The investment is a liquid asset that can be terminated by the reporting entity on the current maturity date.
  - If the investment is with a nonrelated party or nonaffiliate, then it reflects an arms-length transaction with renewal completed at the discretion of all involved parties.
  - If the investment is with a related party or affiliate then the reporting entity has completed robust re-underwriting of the transaction for which documentation is available for regulator review.
  - Short-term and cash equivalent investments that have been renewed/rolled from the prior period that do not meet the criteria in 36.a-36.c are reported as long-term investments.
- Has the reporting entity rolled/renewed short-term or cash equivalent investments in accordance with these criteria? Yes [ ] No [ X ] N/A [ ]

**OTHER**

- 37.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 0
- 37.2 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<br>Name | 2<br>Amount Paid |
|-----------|------------------|
|           | \$               |

- 38.1 Amount of payments for legal expenses, if any? \$ 0
- 38.2 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<br>Name | 2<br>Amount Paid |
|-----------|------------------|
|           | \$               |

- 39.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$ 0
- 39.2 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<br>Name | 2<br>Amount Paid |
|-----------|------------------|
|           | \$               |

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

1.1	Does the reporting entity have any direct Medicare Supplement Insurance in force?	Yes [ ]	No [ X ]
1.2	If yes, indicate premium earned on U.S. business only.	\$	0
1.3	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?	\$	0
1.31	Reason for excluding:		
1.4	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.	\$	0
1.5	Indicate total incurred claims on all Medicare Supplement insurance.	\$	0
1.6	Individual policies:		
	Most current three years:		
1.61	Total premium earned	\$	0
1.62	Total incurred claims	\$	0
1.63	Number of covered lives		0
	All years prior to most current three years:		
1.64	Total premium earned	\$	0
1.65	Total incurred claims	\$	0
1.66	Number of covered lives		0
1.7	Group policies:		
	Most current three years:		
1.71	Total premium earned	\$	0
1.72	Total incurred claims	\$	0
1.73	Number of covered lives		0
	All years prior to most current three years:		
1.74	Total premium earned	\$	0
1.75	Total incurred claims	\$	0
1.76	Number of covered lives		0
2.	Health Test:		
		1 Current Year	2 Prior Year
2.1	Premium Numerator	\$	0
2.2	Premium Denominator	\$	711,066,494
2.3	Premium Ratio (2.1/2.2)		0.0%
2.4	Reserve Numerator	\$	226,119
2.5	Reserve Denominator	\$	1,011,417,526
2.6	Reserve Ratio (2.4/2.5)		0.0%
3.1	Did the reporting entity issue participating policies during the calendar year?		Yes [ ]
3.2	If yes, provide the amount of premium written for participating and/or non-participating policies during the calendar year:		No [ X ]
3.21	Participating policies	\$	0
3.22	Non-participating policies	\$	0
4.	FOR MUTUAL REPORTING ENTITIES AND RECIPROCAL EXCHANGES ONLY:		
4.1	Does the reporting entity issue assessable policies?	Yes [ ]	No [ 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.	\$	0
5.	FOR RECIPROCAL EXCHANGES ONLY:		
5.1	Does the exchange appoint local agents?	Yes [ ]	No [ ]
5.2	If yes, is the commission paid:		
5.21	Out of Attorney's-in-fact compensation	Yes [ ]	No [ ]
5.22	As a direct expense of the exchange	Yes [ ]	N/A [ ]
5.3	What expenses of the exchange are not paid out of the compensation of the Attorney-in-fact?	Yes [ ]	No [ ]
5.4	Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?	Yes [ ]	No [ ]
5.5	If yes, give full information:		
6.1	What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss? <u>The company's net exposure if any ultimately is 100% ceded to the Nationwide Mutual Insurance Company Pool under a quota share reinsurance agreement. No retained exposure.</u>		
6.2	Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process: <u>The company's net exposure if any ultimately is 100% ceded to the Nationwide Mutual Insurance Company Pool under a quota share reinsurance agreement. The company's property exposures are aggregated with the other Nationwide companies and modeled using Applied Insurance Research (AIR) software.</u>		
6.3	What provision has this reporting entity made (such as catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss? <u>The company's net property-catastrophe exposures, if any, are mitigated through managed coastal growth, purchase of excess of loss reinsurance, policy provisions such as higher deductibles, and enforcement of underwriting guidelines related to building construction, etc.</u>		
6.4	Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?		Yes [ X ]
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:		No [ ]

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

7.1	Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?	Yes [ ]	No [ X ]
7.2	If yes, indicate the number of reinsurance contracts containing such provisions.	0	
7.3	If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?	Yes [ ]	No [ ]
8.1	Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured?	Yes [ ]	No [ X ]
8.2	If yes, give full information		
9.1	Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:		
	(a) A contract term longer than two years and the contract is noncancelable by the reporting entity during the contract term;		
	(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;		
	(c) Aggregate stop loss reinsurance coverage;		
	(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;		
	(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or		
	(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity?		
9.2	Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:	Yes [ ]	No [ X ]
	(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 36 of SSAP No. 62R, <i>Property and Casualty Reinsurance</i> , 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 reinsurance a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?	Yes [ X ]	No [ ] N/A [ ]
11.1	Has the reporting entity guaranteed policies issued by any other entity and now in force?	Yes [ ]	No [ X ]
11.2	If yes, give full information		
12.1	If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for:		
12.11	Unpaid losses	\$	0
12.12	Unpaid underwriting expenses (including loss adjustment expenses)	\$	0
12.2	Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds?	\$	0
12.3	If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses?	Yes [ ]	No [ X ] N/A [ ]
12.4	If yes, provide the range of interest rates charged under such notes during the period covered by this statement:		
12.41	From	%	
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 [ X ]	No [ ]
12.6	If yes, state the amount thereof at December 31 of current year:		
12.61	Letters of Credit	\$	0
12.62	Collateral and other funds	\$	0
13.1	Largest net aggregate amount insured in any one risk (excluding workers' compensation):	\$	0
13.2	Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision?	Yes [ ]	No [ X ]

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

- 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. 1
- 14.1 Is the reporting entity a cedant in a multiple cedant reinsurance contract? Yes [X] No [ ]
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:  
Companies that are not part of the Nationwide Mutual Insurance Company Pooling and Quota Share Arrangements receive a fair and equitable allocation of ceded premium and loss. The terms of the Nationwide Pooling and Quota Share Agreements govern the allocation and recording of ceded premium and loss for the participating companies.
- 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 [X]
- 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 [X]
- 14.5 If the answer to 14.4 is no, please explain:  
Written agreements are in place for all multi-cedent reinsurance treaties that cover any company that does not participate in the Nationwide Mutual Insurance Company Pooling and Quota Share Arrangements.
- 15.1 Has the reporting entity guaranteed any financed premium accounts? Yes [ ] No [X]
- 15.2 If yes, give full information
- 16.1 Does the reporting entity write any warranty business? Yes [X] No [ ]
- If yes, disclose the following information for each of the following types of warranty coverage:

	1	2	3	4	5
	Direct Losses Incurred	Direct Losses Unpaid	Direct Written Premium	Direct Premium Unearned	Direct Premium Earned
16.11 Home	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
16.12 Products	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
16.13 Automobile	\$ 2,160	\$ 2,160	\$ 0	\$ 0	\$ 0
16.14 Other*	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

\* Disclose type of coverage:

- 17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F-Part 3 that is exempt from the statutory provision for unauthorized reinsurance? Yes [ ] No [X]
- Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from the statutory provision for unauthorized reinsurance. Provide the following information for this exemption:
- |  |      |
|--|------|
| 17.11 Gross amount of unauthorized reinsurance in Schedule F-Part 3 exempt from the statutory provision for unauthorized reinsurance | \$ 0 |
| 17.12 Unfunded portion of Interrogatory 17.11  | \$ 0 |
| 17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11  | \$ 0 |
| 17.14 Case reserves portion of Interrogatory 17.11   | \$ 0 |
| 17.15 Incurred but not reported portion of Interrogatory 17.11   | \$ 0 |
| 17.16 Unearned premium portion of Interrogatory 17.11  | \$ 0 |
| 17.17 Contingent commission portion of Interrogatory 17.11   | \$ 0 |
- 18.1 Do you act as a custodian for health savings accounts? Yes [ ] No [X]
- 18.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ 0
- 18.3 Do you act as an administrator for health savings accounts? Yes [ ] No [X]
- 18.4 If yes, please provide the balance of the funds administered as of the reporting date. \$ 0
19. Is the reporting entity licensed or charted, registered, qualified, eligible, or writing business in at least 2 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 [ ]

**FIVE-YEAR HISTORICAL DATA**

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

	1 2020	2 2019	3 2018	4 2017	5 2016
<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)	2,185,680,873	2,351,899,805	2,091,316,449	2,043,993,372	2,081,971,679
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	888,928,747	1,005,811,783	906,650,417	839,873,828	1,043,670,909
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	620,968,324	945,873,242	860,433,687	848,474,125	827,138,635
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	97,435,069	117,209,831	102,670,676	38,928,533	40,116,226
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	607	2,327		121,973	
6. Total (Line 35)	3,793,013,620	4,420,796,988	3,961,071,229	3,771,391,831	3,992,897,449
<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)	(114,871,580)	292,356,087	299,536,675	315,061,034	327,569,344
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	(67,258,125)	175,970,819	177,652,134	186,487,465	194,818,651
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	(124,644,156)	238,044,214	235,605,511	244,989,743	247,277,652
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	(1,939,066)	13,710,952	12,538,535	8,074,647	9,824,027
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	607	2,327		121,973	
12. Total (Line 35)	(308,712,320)	720,084,399	725,332,855	754,734,862	779,489,674
<b>Statement of Income (Page 4)</b>					
13. Net underwriting gain (loss) (Line 8)	54,089,611	(29,465,786)	(55,215,430)	(96,096,280)	(53,693,945)
14. Net investment gain (loss) (Line 11)	53,518,274	49,973,162	108,754,105	43,259,777	62,778,550
15. Total other income (Line 15)	12,549	5,472,925	8,459,362	10,679,897	5,666,816
16. Dividends to policyholders (Line 17)		276,438	385,765	502,664	526,212
17. Federal and foreign income taxes incurred (Line 19)	(1,582,933)	2,463,917	(796,766)	(6,228,628)	(2,799,023)
18. Net income (Line 20)	109,203,367	23,239,946	62,409,038	(36,430,642)	17,024,232
<b>Balance Sheet Lines (Pages 2 and 3)</b>					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	1,268,174,745	2,457,048,185	2,294,860,321	2,523,298,312	2,683,325,113
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1)	579,342,813	626,204,308	509,106,753	498,720,009	562,535,966
20.2 Deferred and not yet due (Line 15.2)	203,455,626	279,145,041	261,427,636	241,917,654	247,579,441
20.3 Accrued retrospective premiums (Line 15.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 26)	1,117,988,789	1,903,140,005	1,768,617,558	1,785,508,417	1,908,044,931
22. Losses (Page 3, Line 1)		471,177,336	497,432,836	518,593,774	484,144,500
23. Loss adjustment expenses (Page 3, Line 3)		96,393,439	93,360,582	91,979,999	90,174,456
24. Unearned premiums (Page 3, Line 9)		308,712,320	299,685,149	309,110,540	315,232,712
25. Capital paid up (Page 3, Lines 30 & 31)	6,027,200	6,027,200	6,027,200	10,803,276	6,027,200
26. Surplus as regards policyholders (Page 3, Line 37)	150,185,956	553,908,180	526,242,763	737,789,895	775,280,182
<b>Cash Flow (Page 5)</b>					
27. Net cash from operations (Line 11)	23,846,522	(25,896,001)	5,536,722	(4,776,968)	6,810,838
<b>Risk-Based Capital Analysis</b>					
28. Total adjusted capital	150,185,956	553,908,180	526,242,763	737,789,895	775,280,182
29. Authorized control level risk-based capital	26,095,268	92,115,075	92,297,572	99,171,241	91,524,418
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b>					
(Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	65.8	96.6	99.4	89.6	82.4
31. Stocks (Lines 2.1 & 2.2)	34.8	4.8	4.4	11.6	19.3
32. Mortgage loans on real estate (Lines 3.1 & 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)					
34. Cash, cash equivalents and short-term investments (Line 5)	(0.6)	(1.5)	(4.1)	(1.8)	(2.3)
35. Contract loans (Line 6)					
36. Derivatives (Line 7)					
37. Other invested assets (Line 8)					
38. Receivables for securities (Line 9)					
39. Securities lending reinvested collateral assets (Line 10)	0.0	0.1	0.2	0.6	0.6
40. Aggregate write-ins for invested assets (Line 11)					
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
42. Affiliated bonds (Sch. D, Summary, Line 12, Col. 1)					
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)					
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	62,311,173	61,341,962	55,662,388	173,303,698	287,086,358
45. Affiliated short-term investments (subtotals included in Schedule DA, Verification, Column 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above lines 42 to 47	62,311,173	61,341,962	55,662,388	173,303,698	287,086,358
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)	41.5	11.1	10.6	23.5	37.0

**SCOTTSDALE INSURANCE COMPANY**  
**FIVE-YEAR HISTORICAL DATA**  
(Continued)

	1 2020	2 2019	3 2018	4 2017	5 2016
<b>Capital and Surplus Accounts (Page 4)</b>					
51. Net unrealized capital gains (losses) (Line 24).....	(12,899,799)	2,180,737	(67,385,725)	4,102,038	(3,821,554)
52. Dividends to stockholders (Line 35).....	(411,063,270)		(195,000,000)		
53. Change in surplus as regards policyholders for the year (Line 38).....	(403,722,224)	27,665,417	(211,547,132)	(37,490,287)	9,137,256
<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).....	1,349,050,194	1,252,805,865	1,209,187,428	1,045,010,642	1,080,168,753
55. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	611,877,819	610,514,584	568,342,782	515,864,151	464,502,996
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	569,160,621	570,831,082	604,381,843	533,112,358	451,852,748
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	92,063,988	80,615,325	49,708,020	16,491,806	11,625,611
58. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	86,490	(120,062)	(735)	(688,959)	30,837
59. Total (Line 35).....	2,622,239,112	2,514,646,794	2,431,619,338	2,109,789,997	2,008,180,945
<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).....	340,623,787	184,747,485	195,286,317	199,118,190	200,892,410
61. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	14,762,360	106,537,766	110,053,286	120,846,793	119,568,417
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	114,994,815	158,234,929	181,937,141	180,235,135	134,129,765
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	709,883	8,184,653	7,377,058	3,632,992	5,603,849
64. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	86,490	(120,062)	(735)	(688,959)	30,837
65. Total (Line 35).....	471,177,335	457,584,771	494,653,067	503,144,151	460,225,278
<b>Operating Percentages (Page 4)</b> (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1).....	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2).....		60.7	64.4	70.7	65.3
68. Loss expenses incurred (Line 3).....		10.4	10.7	10.4	9.4
69. Other underwriting expenses incurred (Line 4).....		33.1	32.4	31.6	32.3
70. Net underwriting gain (loss) (Line 8).....		(4.1)	(7.5)	(12.6)	(7.0)
<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).....	17.5	31.9	31.6	30.4	31.1
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....		71.1	75.1	81.1	74.7
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).....	(205.6)	130.0	137.8	102.3	100.5
<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).....		7,416	6,126	3,408	14,612
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).....		1.4	0.8	0.4	1.9
<b>Two Year Loss Development (\$000 omitted)</b>					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12).....		15,982	9,348	15,126	18,560
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).....		2.2	1.2	2.0	2.4

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:

**Sch. P - Pt. 1**  
**NONE**

**Sch. P - Pt. 2**  
**NONE**

**Sch. P - Pt. 3**  
**NONE**

**Sch. P - Pt. 4**  
**NONE**

# SCOTTSDALE 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 (Incl. in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama.....	AL E.....	34,258,783	31,278,548		25,054,720	37,696,009	38,438,601	100	
2. Alaska.....	AK E.....	4,821,194	4,464,272		1,439,895	1,476,121	4,252,549		
3. Arizona.....	AZ L.....	11,656,326	11,615,276		3,065,237	5,071,998	9,122,522	420	4,026
4. Arkansas.....	AR E.....	14,352,861	13,267,770		11,271,713	13,609,194	14,824,206		
5. California.....	CA E.....	492,212,265	459,103,295		152,789,184	270,962,570	575,958,675	870	
6. Colorado.....	CO E.....	42,726,030	40,095,956		20,614,835	24,678,202	46,592,259	15	
7. Connecticut.....	CT E.....	14,619,229	13,286,907		4,874,420	6,799,152	19,672,520		
8. Delaware.....	DE L.....	3,563,739	2,648,309		1,163,039	1,712,161	1,820,096	625	
9. District of Columbia.....	DC E.....	17,090,537	16,652,185		2,058,486	3,168,963	7,672,305		756,702
10. Florida.....	FL E.....	235,884,883	243,255,050		138,595,606	142,468,114	267,799,185	60	
11. Georgia.....	GA E.....	56,221,702	51,619,496		28,902,099	40,141,113	54,487,682	45	
12. Hawaii.....	HI E.....	12,883,896	12,391,367		6,106,548	6,676,363	11,809,611		
13. Idaho.....	ID E.....	7,613,319	7,060,963		3,245,091	1,951,473	5,186,896		
14. Illinois.....	IL E.....	58,551,210	52,117,970		15,489,646	33,775,627	66,355,826		
15. Indiana.....	IN E.....	32,870,666	31,170,984		17,967,419	17,743,695	36,736,151	220	
16. Iowa.....	IA E.....	8,582,773	8,442,399		2,665,565	4,705,664	8,473,812	15	
17. Kansas.....	KS E.....	13,922,025	11,543,843		3,606,303	4,989,080	16,703,375		
18. Kentucky.....	KY E.....	13,918,130	13,322,742		7,636,322	12,484,601	17,258,330		
19. Louisiana.....	LA E.....	109,504,920	105,988,594		150,890,933	208,413,503	153,836,333		
20. Maine.....	ME E.....	3,783,499	3,484,035		626,274	1,120,647	2,532,833		
21. Maryland.....	MD E.....	23,309,291	22,909,049		11,728,105	9,030,602	30,678,875		
22. Massachusetts.....	MA E.....	36,148,989	31,686,698		24,976,896	28,815,932	44,715,259	105	
23. Michigan.....	MI E.....	22,244,875	21,352,197		6,757,188	13,637,386	31,063,471		
24. Minnesota.....	MN E.....	18,446,155	18,258,676		4,876,495	7,991,040	18,667,477		
25. Mississippi.....	MS E.....	22,878,696	23,694,755		24,760,919	19,871,061	14,920,672		
26. Missouri.....	MO E.....	27,961,166	24,588,277		9,559,335	25,875,529	39,197,470		
27. Montana.....	MT E.....	11,809,645	11,348,699		7,247,212	7,806,474	10,414,262		
28. Nebraska.....	NE E.....	9,214,244	8,365,945		1,691,331	3,104,788	10,998,416	50	
29. Nevada.....	NV E.....	14,576,560	13,255,009		3,254,096	5,928,295	17,519,836	45	
30. New Hampshire.....	NH E.....	3,006,673	2,680,100		255,569	1,320,153	2,881,326		
31. New Jersey.....	NJ E.....	85,694,630	81,192,395		47,953,925	48,696,736	106,710,993	255	
32. New Mexico.....	NM E.....	11,898,990	11,091,825		3,256,890	5,497,055	12,165,188		
33. New York.....	NY E.....	132,098,553	130,261,990		131,661,459	48,246,066	642,874,128	15	
34. North Carolina.....	NC E.....	35,191,058	33,429,617		12,460,870	11,280,861	28,004,525	60	
35. North Dakota.....	ND E.....	4,795,411	4,651,087		965,463	2,461,727	5,411,200		
36. Ohio.....	OH L.....	4,915,023	4,835,971		1,822,708	26,408,038	31,440,274	60	
37. Oklahoma.....	OK E.....	25,381,310	25,307,834		8,770,470	12,320,473	24,282,916		
38. Oregon.....	OR E.....	20,478,053	19,134,472		26,680,431	3,808,239	18,520,227	15	
39. Pennsylvania.....	PA E.....	45,728,801	41,520,590		22,955,572	19,974,407	51,315,492		
40. Rhode Island.....	RI E.....	4,994,629	4,813,618		683,854	1,707,981	6,610,868	15	
41. South Carolina.....	SC E.....	31,272,922	30,029,668		16,289,622	16,362,322	31,526,502	30	
42. South Dakota.....	SD E.....	2,961,003	2,873,510		1,882,636	2,006,110	2,327,401		
43. Tennessee.....	TN E.....	25,762,335	22,856,690		12,967,226	16,657,005	25,342,436		
44. Texas.....	TX E.....	243,038,946	232,119,016		110,117,164	153,586,153	296,170,815	75	
45. Utah.....	UT E.....	16,046,473	13,422,654		4,524,284	6,581,738	14,548,537		
46. Vermont.....	VT E.....	4,070,325	3,488,434		469,582	1,389,539	3,097,328		
47. Virginia.....	VA E.....	33,297,076	31,262,351		11,854,833	11,418,201	29,309,396	15	
48. Washington.....	WA E.....	47,068,292	41,315,507		16,785,045	19,179,983	49,608,969		
49. West Virginia.....	WV E.....	9,373,431	9,453,658		4,463,786	6,919,408	9,770,077		
50. Wisconsin.....	WI E.....	13,420,291	12,037,122		3,481,913	6,811,358	12,355,461		
51. Wyoming.....	WY E.....	6,630,533	6,174,733		1,370,774	1,540,990	4,208,692		
52. American Samoa.....	AS N.....								
53. Guam.....	GU N.....								
54. Puerto Rico.....	PR E.....	178,010	178,262		240,000	(9,982)	1,849,736		
55. US Virgin Islands.....	VI E.....	593,926	187,519			37,056	253,785		
56. Northern Mariana Islands.....	MP N.....								
57. Canada.....	CAN E.....	1,708,601	738,039			130,605	155,649		
58. Aggregate Other Alien.....	OT XXX	1,143,775	1,325,346	0	0	871,255	1,968,950	0	0
59. Totals.....	XXX	2,186,376,678	2,074,651,275	0	1,134,828,989	1,386,908,831	2,990,420,374	3,110	760,728

## DETAILS OF WRITE-INS

58001. Bermuda BMU.....	XXX	963,971	1,177,245			871,255	1,968,950		
58002. England GBR.....	XXX	179,804	148,101						
58003. ....	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page		0	0		0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above)	XXX	1,143,775	1,325,346	0	0	871,255	1,968,950	0	0

(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG..... 3

E - Eligible - Reporting entities eligible or approved to write surplus lines in the state

(other than their state of domicile - See DSLI)..... 51

D - Domestic Surplus Lines Insurer (DSLI) - Reporting entities authorized to write

surplus lines in the state of domicile..... 0

(b) Explanation of Basis of Allocation of Premiums by States, etc.

Premiums are allocated to those states where the insured risks are located: principle garage for automobile, physical address for homeowners,

commercial multiple peril and other liability and main place of work for workers' compensation. Allocation of premiums for individual and group

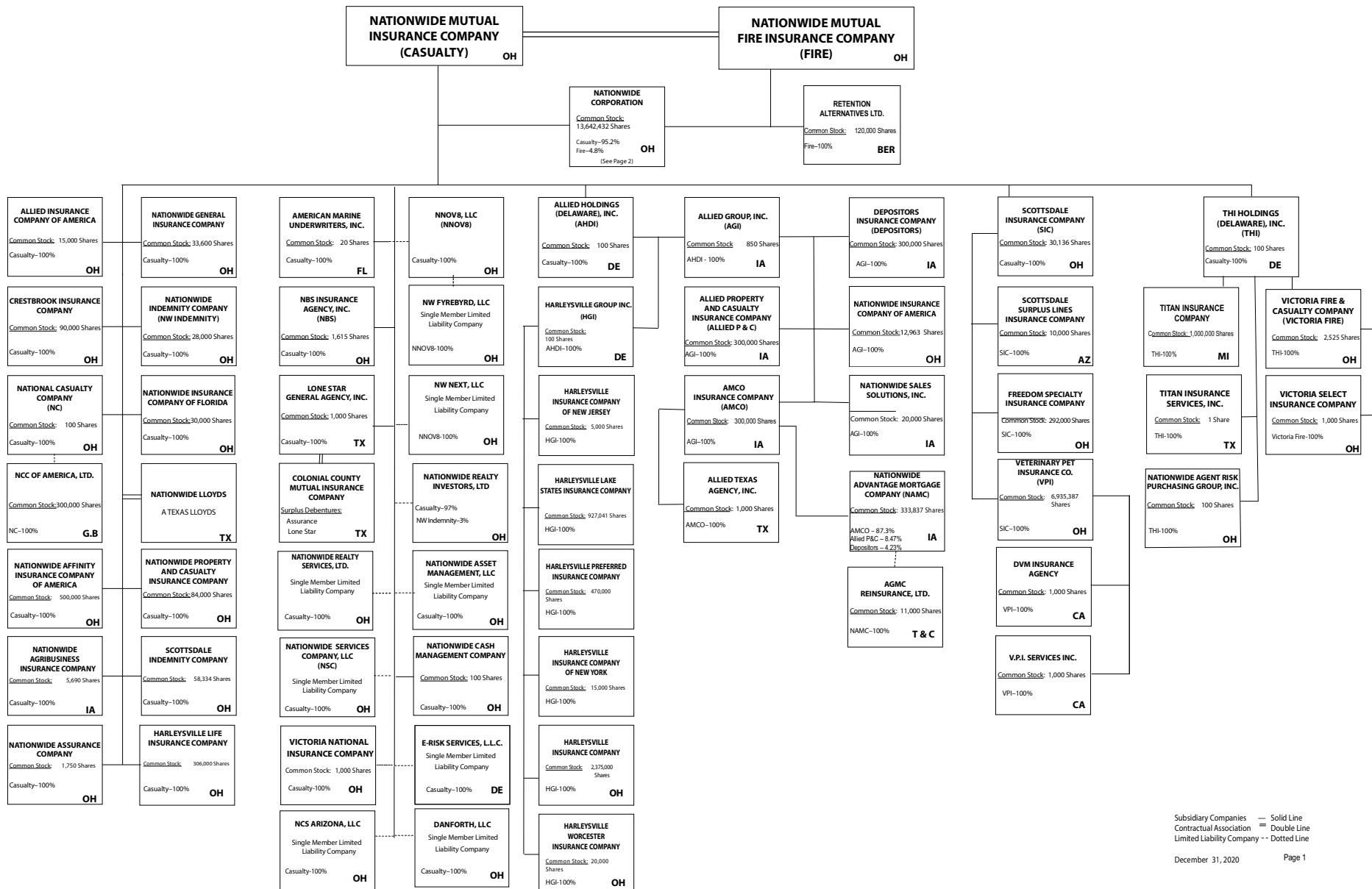
health insurance is based on the situs of the contract.

R - Registered - Non-domiciled RRGs..... 0

Q - Qualified - Qualified or accredited reinsurer..... 0

N - None of the above - Not allowed to write business in the state..... 3

**NATIONWIDE®**

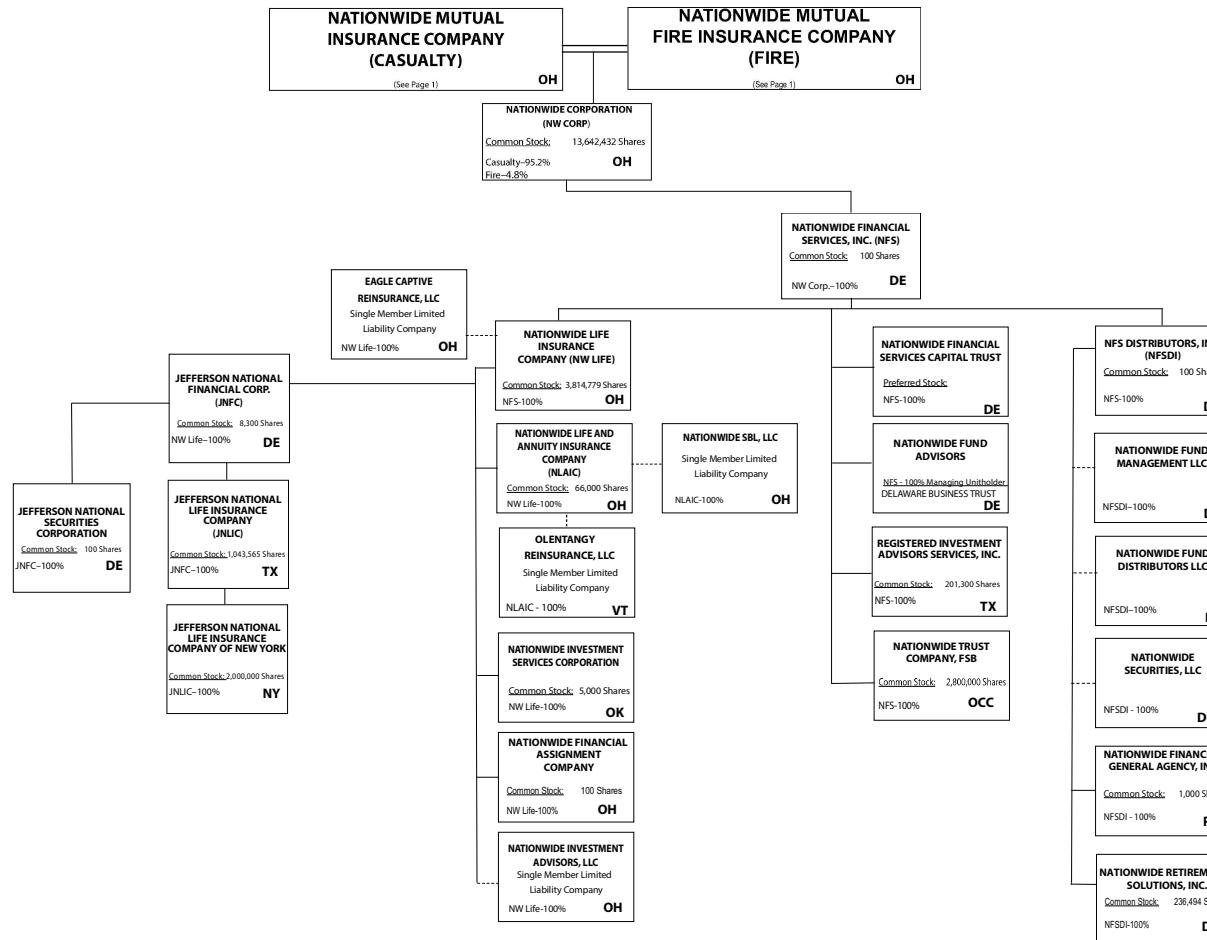


(Casualty/Fire subsidiaries)

Subsidiary Companies — Solid Line  
Contractual Association = Double Line  
Limited Liability Company - - Dotted Line

Page 1

**NATIONWIDE®**



Subsidiary Companies — Solid Line  
Contractual Association = Double Line  
Limited Liability Company -- Dotted Line

December 31, 2020 Page 2

(Nationwide Corp. subsidiaries)

**NATIONWIDE INSURANCE COMPANIES**

NAIC Group Code	Group Name	NAIC Company Code	State of Domicile	Federal ID Number	Name of Company
0140	Nationwide	10127	OH	27-0114983	Allied Insurance Company of America
0140	Nationwide	42579	IA	42-1201931	Allied Property and Casualty Insurance Company
0140	Nationwide	19100	IA	42-6054959	AMCO Insurance Company
0140	Nationwide	29262	TX	74-1061659	Colonial County Mutual Insurance Company
0140	Nationwide	18961	OH	68-0066866	Crestbrook Insurance Company
0140	Nationwide	42587	IA	42-1207150	Depositors Insurance Company
0140	Nationwide	15821	OH	42-4523959	Eagle Captive Reinsurance, LLC
0140	Nationwide	22209	OH	75-6013587	Freedom Specialty Insurance Company
0140	Nationwide	23582	OH	41-0417250	Harleysville Insurance Company
0140	Nationwide	42900	NJ	23-2253669	Harleysville Insurance Company of New Jersey
0140	Nationwide	10674	OH	23-2864924	Harleysville Insurance Company of New York
0140	Nationwide	14516	MI	38-3198542	Harleysville Lake States Insurance Company
0140	Nationwide	64327	OH	23-1580983	Harleysville Life Insurance Company
0140	Nationwide	35696	OH	23-2384978	Harleysville Preferred Insurance Company
0140	Nationwide	26182	OH	04-1989660	Harleysville Worcester Insurance Company
0140	Nationwide	64017	TX	75-0300900	Jefferson National Life Insurance Company
0140	Nationwide	15727	NY	47-1180302	Jefferson National Life Insurance Company of New York
0140	Nationwide	11991	OH	38-0865250	National Casualty Company
0140	Nationwide	26093	OH	48-0470690	Nationwide Affinity Insurance Company of America
0140	Nationwide	28223	IA	42-1015537	Nationwide Agribusiness Insurance Company
0140	Nationwide	10723	OH	95-0639970	Nationwide Assurance Company
0140	Nationwide	23760	OH	31-4425763	Nationwide General Insurance Company
0140	Nationwide	10070	OH	31-1399201	Nationwide Indemnity Company
0140	Nationwide	25453	OH	95-2130882	Nationwide Insurance Company of America
0140	Nationwide	10948	OH	31-1613686	Nationwide Insurance Company of Florida
0140	Nationwide	92657	OH	31-1000740	Nationwide Life and Annuity Insurance Company
0140	Nationwide	66869	OH	31-4156830	Nationwide Life Insurance Company
0140	Nationwide	42110	TX	75-1780981	Nationwide Lloyds
0140	Nationwide	23779	OH	31-4177110	Nationwide Mutual Fire Insurance Company
0140	Nationwide	23787	OH	31-4177100	Nationwide Mutual Insurance Company
0140	Nationwide	37877	OH	31-0970750	Nationwide Property & Casualty Insurance Company
0140	Nationwide	13999	VT	27-1712056	Odentangy Reinsurance, LLC
0140	Nationwide	15580	OH	31-1117969	Scottsdale Indemnity Company
0140	Nationwide	41297	OH	31-1024978	Scottsdale Insurance Company
0140	Nationwide	10672	AZ	86-0835870	Scottsdale Surplus Lines Insurance Company
0140	Nationwide	36269	MI	86-0619597	Titan Insurance Company
0140	Nationwide	42285	OH	95-3750113	Veterinary Pet Insurance Company
0140	Nationwide	42889	OH	34-1394913	Victoria Fire & Casualty Company
0140	Nationwide	10778	OH	34-1842604	Victoria National Insurance Company
0140	Nationwide	10105	OH	34-1777972	Victoria Select Insurance Company