



TITLE INSURANCE COMPANIES - ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF MARCH 31, 2021

OF THE CONDITION AND AFFAIRS OF THE

BG Title Guarantee, Inc.

NAIC Group Code

5016

(Current)

5016

(Prior)

NAIC Company Code

50164

Employer's ID Number

34-0083590

Organized under the Laws of

Ohio

, State of Domicile or Port of Entry

OH

Country of Domicile

United States of America

Incorporated/Organized

08/11/1911

Commenced Business

08/11/1911

Statutory Home Office

1330 6th Avenue, 28th Floor

(Street and Number)

New York, NY, US 10019

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

Main Administrative Office

1330 6th Avenue, 28th Floor

(Street and Number)

New York, NY, US 10019

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

212-521-6468

(Area Code) (Telephone Number)

Mail Address

N/A

(Street and Number or P.O. Box)

US

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

Primary Location of Books and Records

N/A

(Street and Number)

US

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

212-521-6468

(Area Code) (Telephone Number)

Internet Website Address

www.bgtitleguarantee.com

Statutory Statement Contact

Daniel Singer

(Name)

212-521-6468

(Area Code) (Telephone Number)

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(E-mail Address)

(FAX Number)

OFFICERS

Chief Executive Officer / Executive Managing Director

Daniel Singer

Vice President

Norman Essey

Executive Managing Director/General Counsel/Secret

Kara Harchuck

OTHER

Claudia Ivey, Senior Vice President

Tyler Van Gundy, Vice President

David Miller, Senior Vice President / Treasurer

Michael Wagnon, Vice President

DIRECTORS OR TRUSTEES

James C Hunt

Ryan McCrory

Daniel Singer

Tyler Van Gundy

Clay Parker

State of

Ohio

County of

SS:

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

Daniel Singer

Chief Executive Officer / Executive Managing Director

Norman Essey

Vice President

Kara Harchuck

Executive Managing Director/General Counsel/Secretary

Subscribed and sworn to before me this

day of

a. Is this an original filing?

Yes [ X ] No [ ]

b. If no,

1. State the amendment number

2. Date filed 05/14/2021

3. Number of pages attached

STATEMENT AS OF MARCH 31, 2021 OF THE BG TITLE GUARANTEE, INC.

ASSETS

|   | Current Statement Date |                         |   | 4<br>December 31<br>Prior Year Net<br>Admitted Assets |
|---|------------------------|-------------------------|---|---|
|   | 1<br>Assets            | 2<br>Nonadmitted Assets | 3<br>Net Admitted Assets<br>(Cols. 1 - 2) |   |
| 1. Bonds .....  |                        |                         | 0   | 0   |
| 2. Stocks:  |                        |                         |   |   |
| 2.1 Preferred stocks .....  |                        |                         | 0   | 0   |
| 2.2 Common stocks .....   | 363                    |                         | 363                                       | 649,863   |
| 3. Mortgage loans on real estate:   |                        |                         |   |   |
| 3.1 First liens .....   | 27,634,757             |                         | 27,634,757                                | 28,160,245  |
| 3.2 Other than first liens .....  |                        |                         | 0   | 0   |
| 4. Real estate:   |                        |                         |   |   |
| 4.1 Properties occupied by the company (less \$<br>encumbrances) .....  |                        |                         | 0   | 0   |
| 4.2 Properties held for the production of income (less<br>\$ ..... encumbrances) .....  |                        |                         | 0   | 0   |
| 4.3 Properties held for sale (less \$<br>encumbrances) .....  |                        |                         | 0   | 0   |
| 5. Cash (\$ .....15,315,463 ), cash equivalents<br>(\$ ..... ) and short-term<br>investments (\$ ..... ) .....  | 15,315,463             |                         | 15,315,463                                | 14,905,600  |
| 6. Contract loans (including \$ ..... premium notes) .....  |                        |                         | 0   | 0   |
| 7. Derivatives .....  |                        |                         | 0   | 0   |
| 8. Other invested assets .....  | 0                      |                         | 0   | 0   |
| 9. Receivables for securities .....   |                        |                         | 0   | 0   |
| 10. Securities lending reinvested collateral assets .....   |                        |                         | 0   | 0   |
| 11. Aggregate write-ins for invested assets .....   | 0                      | 0                       | 0   | 0   |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) .....   | 42,950,583             | 0                       | 42,950,583                                | 43,715,708  |
| 13. Title plants less \$ ..... charged off (for Title insurers<br>only) .....   |                        |                         | 0   | 0   |
| 14. Investment income due and accrued .....   | 195,941                |                         | 195,941                                   | 190,356   |
| 15. Premiums and considerations:  |                        |                         |   |   |
| 15.1 Uncollected premiums and agents' balances in the course of collection .....  |                        |                         | 0   | 0   |
| 15.2 Deferred premiums, agents' balances and installments booked but<br>deferred and not yet due (including \$ .....<br>earned but unbilled premiums) ..... |                        |                         | 0   | 0   |
| 15.3 Accrued retrospective premiums (\$ ..... ) and<br>contracts subject to redetermination (\$ ..... ) .....   |                        |                         | 0   | 0   |
| 16. Reinsurance:  |                        |                         |   |   |
| 16.1 Amounts recoverable from reinsurers .....  |                        |                         | 0   | 0   |
| 16.2 Funds held by or deposited with reinsured companies .....  |                        |                         | 0   | 0   |
| 16.3 Other amounts receivable under reinsurance contracts .....   |                        |                         | 0   | 0   |
| 17. Amounts receivable relating to uninsured plans .....  |                        |                         | 0   | 0   |
| 18.1 Current federal and foreign income tax recoverable and interest thereon .....  |                        |                         | 0   | 0   |
| 18.2 Net deferred tax asset .....   |                        |                         | 0   | 0   |
| 19. Guaranty funds receivable or on deposit .....   |                        |                         | 0   | 0   |
| 20. Electronic data processing equipment and software .....   | 467,389                | 467,389                 | 0   | 0   |
| 21. Furniture and equipment, including health care delivery assets<br>(\$ ..... ) .....   |                        |                         | 0   | 0   |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates .....  |                        |                         | 0   | 0   |
| 23. Receivables from parent, subsidiaries and affiliates .....  |                        |                         | 0   | 0   |
| 24. Health care (\$ ..... ) and other amounts receivable .....  |                        |                         | 0   | 0   |
| 25. Aggregate write-ins for other than invested assets .....  | 1,646                  | 1,646                   | 0   | 8,851,572   |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and<br>Protected Cell Accounts (Lines 12 to 25) .....                                     | 43,615,559             | 469,035                 | 43,146,524                                | 52,757,636  |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell<br>Accounts .....  |                        |                         | 0   | 0   |
| 28. Total (Lines 26 and 27)   | 43,615,559             | 469,035                 | 43,146,524                                | 52,757,636  |
| DETAILS OF WRITE-INS  |                        |                         |   |   |
| 1101. ....  |                        |                         |   |   |
| 1102. ....  |                        |                         |   |   |
| 1103. ....  |                        |                         |   |   |
| 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. Miscellaneous Receivable .....  | 1,646                  | 1,646                   | 0   | 0   |
| 2502. Funds Segregated for others .....   | 0                      | 0                       | 0   | 8,851,572   |
| 2503. ....  |                        |                         |   |   |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....   | 0                      | 0                       | 0   | 0   |
| 2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)   | 1,646                  | 1,646                   | 0   | 8,851,572   |

STATEMENT AS OF MARCH 31, 2021 OF THE BG TITLE GUARANTEE, INC.

LIABILITIES, SURPLUS AND OTHER FUNDS

|   | 1<br>Current<br>Statement Date | 2<br>December 31,<br>Prior Year |
|---|--------------------------------|---------------------------------|
| 1. Known claims reserve .....   |                                | 0                               |
| 2. Statutory premium reserve .....  | 114,690                        | 116,373                         |
| 3. Aggregate of other reserves required by law .....  | 0                              | 0                               |
| 4. Supplemental reserve .....   |                                | 0                               |
| 5. Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers ..... |                                |                                 |
| 6. Other expenses (excluding taxes, licenses and fees) .....  | 279,284                        | 900,062                         |
| 7. Taxes, licenses and fees (excluding federal and foreign income taxes) .....                                |                                |                                 |
| 8.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....    |                                | 0                               |
| 8.2 Net deferred tax liability .....  |                                |                                 |
| 9. Borrowed money \$ ..... and interest thereon \$ .....  | 17,862,569                     | 17,862,569                      |
| 10. Dividends declared and unpaid .....   |                                |                                 |
| 11. Premiums and other consideration received in advance .....  |                                |                                 |
| 12. Unearned interest and real estate income received in advance .....  |                                |                                 |
| 13. Funds held by company under reinsurance treaties .....  |                                | 0                               |
| 14. Amounts withheld or retained by company for account of others .....                                       | 0                              | 8,851,572                       |
| 15. Provision for unauthorized and certified reinsurance .....  |                                | 0                               |
| 16. Net adjustments in assets and liabilities due to foreign exchange rates .....                             |                                |                                 |
| 17. Drafts outstanding .....  |                                |                                 |
| 18. Payable to parent, subsidiaries and affiliates .....  |                                |                                 |
| 19. Derivatives .....   | 0                              | 0                               |
| 20. Payable for securities .....  |                                |                                 |
| 21. Payable for securities lending .....  |                                |                                 |
| 22. Aggregate write-ins for other liabilities .....   | 0                              | 125,741                         |
| 23. Total liabilities (Lines 1 through 22) .....  | 18,256,543                     | 27,856,317                      |
| 24. Aggregate write-ins for special surplus funds .....   | 0                              | 0                               |
| 25. Common capital stock .....  | 631,250                        | 631,250                         |
| 26. Preferred capital stock .....   |                                |                                 |
| 27. Aggregate write-ins for other than special surplus funds .....  | 0                              | 0                               |
| 28. Surplus notes .....   |                                | 0                               |
| 29. Gross paid in and contributed surplus .....   | 24,270,069                     | 24,270,069                      |
| 30. Unassigned funds (surplus) .....  | (11,338)                       | 0                               |
| 31. Less treasury stock, at cost:   |                                |                                 |
| 31.1 ..... shares common (value included in Line 25 \$ ..... ) .....  |                                |                                 |
| 31.2 ..... shares preferred (value included in Line 26 \$ ..... ) .....                                       |                                |                                 |
| 32. Surplus as regards policyholders (Lines 24 to 30, less 31) .....  | 24,889,981                     | 24,901,319                      |
| 33. Totals (Page 2, Line 28, Col. 3)  | 43,146,524                     | 52,757,636                      |
| DETAILS OF WRITE-INS  |                                |                                 |
| 0301. ....  |                                |                                 |
| 0302. ....  |                                |                                 |
| 0303. ....  |                                |                                 |
| 0398. Summary of remaining write-ins for Line 3 from overflow page .....                                      | 0                              | 0                               |
| 0399. Totals (Lines 0301 through 0303 plus 0398)(Line 3 above)  | 0                              | 0                               |
| 2201. Loan Escrow .....   | 0                              | 59,555                          |
| 2202. Allowance Risk Share & Recourse and rounding .....  | 0                              | 66,186                          |
| 2203. ....  |                                |                                 |
| 2298. Summary of remaining write-ins for Line 22 from overflow page .....                                     | 0                              | 0                               |
| 2299. Totals (Lines 2201 through 2203 plus 2298)(Line 22 above)   | 0                              | 125,741                         |
| 2401. ....  |                                |                                 |
| 2402. ....  |                                |                                 |
| 2403. ....  |                                |                                 |
| 2498. Summary of remaining write-ins for Line 24 from overflow page .....                                     | 0                              | 0                               |
| 2499. Totals (Lines 2401 through 2403 plus 2498)(Line 24 above)   | 0                              | 0                               |
| 2701. ....  |                                |                                 |
| 2702. ....  |                                |                                 |
| 2703. ....  |                                |                                 |
| 2798. Summary of remaining write-ins for Line 27 from overflow page .....                                     | 0                              | 0                               |
| 2799. Totals (Lines 2701 through 2703 plus 2798)(Line 27 above)   | 0                              | 0                               |

OPERATIONS AND INVESTMENT EXHIBIT

| STATEMENT OF INCOME   |                              |                            |                                      |
|---|------------------------------|----------------------------|--------------------------------------|
|   | 1<br>Current<br>Year to Date | 2<br>Prior Year<br>to Date | 3<br>Prior Year Ended<br>December 31 |
| OPERATING INCOME  |                              |                            |                                      |
| 1. Title insurance and related income:  |                              |                            |                                      |
| 1.1 Title insurance premiums earned   | 0                            | 0                          | 4,865                                |
| 1.2 Escrow and settlement services  |                              |                            | 0                                    |
| 1.3 Other title fees and service charges  |                              |                            | 0                                    |
| 2. Aggregate write-ins for other operating income   | 3,276                        | 906,387                    | 2,188,345                            |
| 3. Total Operating Income (Lines 1 through 2)   | 3,276                        | 906,387                    | 2,193,210                            |
| EXPENSES  |                              |                            |                                      |
| 4. Losses and loss adjustment expenses incurred   |                              |                            | 0                                    |
| 5. Operating expenses incurred  | 0                            | 612,370                    | 1,742,085                            |
| 6. Aggregate write-ins for other operating expenses   | 429,089                      | 597,921                    | 2,435,796                            |
| 7. Total Operating Expenses   | 429,089                      | 1,210,291                  | 4,177,881                            |
| 8. Net operating gain or (loss) (Lines 3 minus 7)   | (425,813)                    | (303,904)                  | (1,984,671)                          |
| INVESTMENT INCOME   |                              |                            |                                      |
| 9. Net investment income earned   | 334,513                      | 287,957                    | 1,561,361                            |
| 10. Net realized capital gains (losses) less capital gains tax of \$                              | 0                            | 58,651                     | 642,870                              |
| 11. Net investment gain (loss) (Lines 9 + 10)   | 334,513                      | 346,608                    | 2,204,231                            |
| OTHER INCOME  |                              |                            |                                      |
| 12. Aggregate write-ins for miscellaneous income or (loss) or other deductions                    | 0                            | 0                          | 0                                    |
| 13. Net income, after capital gains tax and before all other federal income taxes (Lines 8+11+12) | (91,300)                     | 42,704                     | 219,560                              |
| 14. Federal and foreign income taxes incurred   | 0                            | 160                        | 443,381                              |
| 15. Net income (Lines 13 minus 14)  | (91,300)                     | 42,544                     | (223,821)                            |
| CAPITAL AND SURPLUS ACCOUNT   |                              |                            |                                      |
| 16. Surplus as regards policyholders, December 31 prior year                                      | 24,901,319                   | 45,206,473                 | 45,206,473                           |
| 17. Net income (from Line 15)   | (91,300)                     | 42,544                     | (223,821)                            |
| 18. Change in net unrealized capital gains (losses) less capital gains tax of \$                  |                              |                            |                                      |
| 19. Change in net unrealized foreign exchange capital gain (loss)                                 |                              |                            |                                      |
| 20. Change in net deferred income taxes   | 0                            | 163,377                    | (126,806)                            |
| 21. Change in nonadmitted assets  | 165,613                      | 71,331                     | 45,473                               |
| 22. Change in provision for unauthorized and certified reinsurance                                | 0                            | 0                          | 0                                    |
| 23. Change in supplemental reserves   | 0                            | 0                          | 0                                    |
| 24. Change in surplus notes   | 0                            | 0                          | 0                                    |
| 25. Cumulative effect of changes in accounting principles   |                              |                            |                                      |
| 26. Capital changes:  |                              |                            |                                      |
| 26.1 Paid in  |                              |                            |                                      |
| 26.2 Transferred from surplus (Stock Dividend)  |                              |                            |                                      |
| 26.3 Transferred to surplus   |                              |                            |                                      |
| 27. Surplus adjustments:  |                              |                            |                                      |
| 27.1 Paid in  | 0                            | 0                          | 0                                    |
| 27.2 Transferred to capital (Stock Dividend)  |                              |                            |                                      |
| 27.3 Transferred from capital   |                              |                            |                                      |
| 28. Dividends to stockholders   | (85,651)                     | 0                          | (20,000,000)                         |
| 29. Change in treasury stock  |                              |                            | 0                                    |
| 30. Aggregate write-ins for gains and losses in surplus   |                              | 0                          | 0                                    |
| 31. Change in surplus as regards policyholders (Lines 17 through 30)                              | (11,338)                     | 277,252                    | (20,305,154)                         |
| 32. Surplus as regards policyholders as of statement date (Lines 16 plus 31)                      | 24,889,981                   | 45,483,725                 | 24,901,319                           |
| DETAILS OF WRITE-INS  |                              |                            |                                      |
| 0201. mortgage lending  | 3,276                        | 906,387                    | 2,188,345                            |
| 0202.   |                              |                            |                                      |
| 0203.   |                              |                            |                                      |
| 0298. Summary of remaining write-ins for Line 2 from overflow page                                | 0                            | 0                          | 0                                    |
| 0299. Totals (Lines 0201 through 0203 plus 0298)(Line 2 above)                                    | 3,276                        | 906,387                    | 2,188,345                            |
| 0601. mortgage lending  | 429,089                      | 597,921                    | 2,435,796                            |
| 0602.   |                              |                            |                                      |
| 0603.   |                              |                            |                                      |
| 0698. Summary of remaining write-ins for Line 6 from overflow page                                | 0                            | 0                          | 0                                    |
| 0699. Totals (Lines 0601 through 0603 plus 0698)(Line 6 above)                                    | 429,089                      | 597,921                    | 2,435,796                            |
| 1201.   |                              |                            |                                      |
| 1202.   |                              |                            |                                      |
| 1203.   |                              |                            |                                      |
| 1298. Summary of remaining write-ins for Line 12 from overflow page                               | 0                            | 0                          | 0                                    |
| 1299. Totals (Lines 1201 through 1203 plus 1298)(Line 12 above)                                   | 0                            | 0                          | 0                                    |
| 3001. Rounding  |                              | 0                          |                                      |
| 3002.   |                              |                            |                                      |
| 3003.   |                              |                            |                                      |
| 3098. Summary of remaining write-ins for Line 30 from overflow page                               | 0                            | 0                          | 0                                    |
| 3099. Totals (Lines 3001 through 3003 plus 3098)(Line 30 above)                                   | 0                            | 0                          | 0                                    |

CASH FLOW

|   | 1<br>Current Year<br>To Date | 2<br>Prior Year<br>To Date | 3<br>Prior Year Ended<br>December 31 |
|---|------------------------------|----------------------------|--------------------------------------|
| Cash from Operations  |                              |                            |                                      |
| 1. Premiums collected net of reinsurance .....  | 0                            | 0                          | 5,406                                |
| 2. Net investment income .....  | 311,916                      | (396,206)                  | 1,562,300                            |
| 3. Miscellaneous income .....   | 1,331                        | 977,603                    | 2,188,345                            |
| 4. Total (Lines 1 to 3) .....   | 313,247                      | 581,397                    | 3,756,051                            |
| 5. Benefit and loss related payments .....  | 0                            | 0                          | 0                                    |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....                                |                              |                            |                                      |
| 7. Commissions, expenses paid and aggregate write-ins for deductions .....  | 516,142                      | 1,916,658                  | 4,084,838                            |
| 8. Dividends paid to policyholders .....  |                              |                            |                                      |
| 9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital<br>gains (losses) .....                 | 0                            | (457,971)                  | 1,172,858                            |
| 10. Total (Lines 5 through 9) .....   | 516,142                      | 1,458,687                  | 5,257,696                            |
| 11. Net cash from operations (Line 4 minus Line 10) .....   | (202,895)                    | (877,290)                  | (1,501,645)                          |
| Cash from Investments   |                              |                            |                                      |
| 12. Proceeds from investments sold, matured or repaid:  |                              |                            |                                      |
| 12.1 Bonds .....  | 0                            | 0                          | 0                                    |
| 12.2 Stocks .....   | 649,500                      | 0                          | 0                                    |
| 12.3 Mortgage loans .....   | 48,909                       | 5,884,002                  | 45,490,193                           |
| 12.4 Real estate .....  | 0                            | 0                          | 0                                    |
| 12.5 Other invested assets .....  | 0                            | 0                          | 552,732                              |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....                                       | 0                            | 0                          | 0                                    |
| 12.7 Miscellaneous proceeds .....   | 0                            | 0                          | 0                                    |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) .....   | 698,409                      | 5,884,002                  | 46,042,925                           |
| 13. Cost of investments acquired (long-term only):  |                              |                            |                                      |
| 13.1 Bonds .....  | 0                            | 0                          | 0                                    |
| 13.2 Stocks .....   | 0                            | 0                          | 0                                    |
| 13.3 Mortgage loans .....   | 0                            | 5,471,488                  | 43,922,600                           |
| 13.4 Real estate .....  | 0                            | 0                          | 0                                    |
| 13.5 Other invested assets .....  | 0                            | 0                          | 318,339                              |
| 13.6 Miscellaneous applications .....   | 0                            | 0                          | 0                                    |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) .....  | 0                            | 5,471,488                  | 44,240,939                           |
| 14. Net increase (or decrease) in contract loans and premium notes .....  | 0                            | 0                          | 0                                    |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....   | 698,409                      | 412,514                    | 1,801,986                            |
| Cash from Financing and Miscellaneous Sources   |                              |                            |                                      |
| 16. Cash provided (applied):  |                              |                            |                                      |
| 16.1 Surplus notes, capital notes .....   | 0                            | 0                          | 0                                    |
| 16.2 Capital and paid in surplus, less treasury stock .....   | 0                            | 0                          | 0                                    |
| 16.3 Borrowed funds .....   | 0                            | 0                          | 0                                    |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities .....   | 0                            | 0                          | 0                                    |
| 16.5 Dividends to stockholders .....  | 85,651                       | 0                          | 20,000,000                           |
| 16.6 Other cash provided (applied) .....  | 0                            | 0                          | 0                                    |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5<br>plus Line 16.6) ..... | (85,651)                     | 0                          | (20,000,000)                         |
| RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS   |                              |                            |                                      |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) ..                      | 409,863                      | (464,776)                  | (19,699,659)                         |
| 19. Cash, cash equivalents and short-term investments:  |                              |                            |                                      |
| 19.1 Beginning of year .....  | 14,905,600                   | 34,605,259                 | 34,605,259                           |
| 19.2 End of period (Line 18 plus Line 19.1) .....   | 15,315,463                   | 34,140,483                 | 14,905,600                           |

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1 Summary of Significant Accounting Policies and Going Concern

- A. Accounting Practices
- The financial statements of the Company are prepared in conformity with accounting practices prescribed or permitted by the Ohio Department of Insurance ("ODI"). Prescribed statutory accounting practices include a variety of publications of the National Association of Insurance Commissioners ("NAIC"), as well as state laws, regulations and general administrative rules. Permitted statutory accounting practices encompass all accounting practices not so prescribed. The State of Ohio requires its domestic insurance companies to prepare financial statements in conformity with the NAIC Accounting Practices and Procedures Manual ("APPM"), which includes all Statements of Statutory Accounting Principles ("SSAPs"), subject to any deviations prescribed or permitted by the ODI. The Company's net income and capital and surplus did not include any accounting practices prescribed or permitted by the ODI during 2021 and 2020.
- |  | SSAP # | F/S<br>Page | F/S<br>Line # | 2021          | 2020          |
|--|--------|-------------|---------------|---------------|---------------|
| NET INCOME   |        |             |               |               |               |
| (1) State basis (Page 4, Line 15, Columns 1 & 3)                               | XXX    | XXX         | XXX           | \$ (91,300)   | \$ (223,821)  |
| (2) State Prescribed Practices that are an increase/ (decrease) from NAIC SAP: |        |             |               |               |               |
| (3) State Permitted Practices that are an increase/(decrease) from NAIC SAP:   |        |             |               |               |               |
| (4) NAIC SAP (1-2-3=4)   | XXX    | XXX         | XXX           | \$ (91,300)   | \$ (223,821)  |
| SURPLUS  |        |             |               |               |               |
| (5) State basis (Page 3, Line 32, Columns 1 & 2)                               | XXX    | XXX         | XXX           | \$ 24,889,981 | \$ 24,901,319 |
| (6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP:  |        |             |               |               |               |
| (7) State Permitted Practices that are an increase/(decrease) from NAIC SAP:   |        |             |               |               |               |
| (8) NAIC SAP (5-6-7=8)   | XXX    | XXX         | XXX           | \$ 24,889,981 | \$ 24,901,319 |
- B. Use of Estimates in the Preparation of the Financial Statements
- The preparation of financial statements in conformity with the NAIC Annual Statement Instructions and APPM requires management to make estimates and assumptions that affect the reported amounts in the financial statements and related disclosure in the accompanying notes. Estimates are based on experience and current market conditions affecting the Company's business. Management actively monitors the market conditions on an ongoing basis and adjusts its estimates used, as necessary. Actual results may differ from these estimates. The most significant estimates include those used in determining measurement of any related impairment; provision for income taxes and valuation of deferred tax assets; and reserves for contingent liabilities, including reserves for losses in connection with unresolved legal matters.
- C. Accounting Policy
- Cash equivalents are reported at amortized cost. They are readily convertible into known amounts of cash and so near to their maturity that they present an insignificant risk of change in value because of changes in interest rates. Restricted cash represents cash held in a bank account to satisfy Ohio Department of Insurance requirements, of which the Company was in compliance with at March 31, 2021 and December 31, 2020.
- (1) Basis for Short-Term Investments
- Short-term investments are reported at cost or amortized cost.
- (2) Basis for Bonds and Amortization Schedule
- Bonds with an NAIC designation of 1 or 2, including loan-backed and structured securities ("LBASS"), are reported at amortized cost using the effective yield method. Bonds with an NAIC designation of 3 through 6 are reported at the lower of amortized cost or fair value, with the difference reflected in unassigned surplus as unrealized capital loss. In general, LBASS utilize a multi-step process for determining carrying value and NAIC designation in accordance with SSAP No. 43R, Loan-backed and Structured Securities.
- (3) Basis for Common Stocks
- Unaffiliated common stocks are reported at fair value. For unaffiliated common stocks, the differences between amortized cost or cost and fair value are recorded as a change in net unrealized capital gains (losses), which is a component of unassigned surplus. Restricted stock is stock from the Federal Home Loan Bank of Cincinnati ("FHLB"), which is restricted as to its marketability. Because no ready market exists for these investments and they have no quoted market value, the Bank's investment in these stocks are carried at cost.
- (4) Basis for Mortgage Loans
- Mortgage loans are reported at unpaid principal balances, net of unamortized premiums and discounts and impairments. Impaired loans are identified by management when it is considered probable that all amounts due according to the contractual terms of the loan agreement will not be collected. Interest received on impaired loans is generally either applied against the principal or reported as revenue, according to management's judgment as to the collectability of principal. Management discontinues accruing interest on impaired loans after the loans are 90 days delinquent as to principal or interest, or earlier when management has substantial doubts about collectability. Generally, a loan is restored to accrual status only after all delinquent interest and principal are brought current and, in the case of loans where interest has been interrupted for a substantial period, a regular payment performance has been established. The Company monitors the credit quality of mortgage loans to assess for losses inherent in the portfolio as of the balance sheet date. The Company assesses the credit quality of each loan by monitoring the financial condition of the borrower and the financial trends of the underlying property. Management considers the outstanding portfolio balance, delinquency status, historic loss experience, and other conditions influencing loss expectations, such as current economic conditions. The Company also considers loans collectively with similar risk characteristics when there may be no evidence of impairment on an individual loan basis.
- (5) Accounting Policies for Investments in Joint Ventures, Partnerships and Limited Liability Entities
- Investments in joint ventures, partnerships and limited liability companies are generally reported based on the underlying audited Generally Accepted Accounting Principles ("GAAP") equity of the investee, with undistributed earnings or losses reflected in unassigned surplus as a change in net unrealized capital gains and losses and, are generally recognized on a delay due to the availability of financial statements.
- D. Going Concern
- The Company has not had any condition or event that would cause doubt about its ability to continue as a going concern.

NOTE 2 Accounting Changes and Corrections of Errors

The Company did not have material accounting changes for the periods ended March 31, 2021 and December 31, 2020.

Effective December 31, 2019 with early adoption permitted, the NAIC adopted revisions to SSAP No. 1, Accounting Policies, Risks & Uncertainties, and Other Disclosures and SSAP No. 69, Statement of Cash Flow. The revisions will result in restricted cash amounts reported with cash and cash equivalents when reconciling the beginning and ending amounts in the cash flow statement. The revisions also require information on restricted cash, cash equivalents and short-term investments in the restricted asset disclosure. The Company adopted this guidance as of December 31, 2019 which did not have a material impact to the financial statements.

Effective January 1, 2020, revisions to SSAP No 22, Leases retains the operating lease concept for statutory accounting, clarifies the application of statutory accounting guidance for leases in certain areas, and identifies the types of assets allowed for lease and sale-leaseback treatment. The Company adopted this guidance as of January 1, 2020 which had no material impact to the financial statements.

NOTE 3 Business Combinations and Goodwill

- A. Statutory Purchase Method

NOTES TO FINANCIAL STATEMENTS

The Company did not have any business combinations taking the form of a statutory purchase in 2021 or 2020.

The transaction was accounted for as a statutory purchase, and reflects the following:

| 1                | 2                | 3                       | 4                                    | 5  | 6  | 7  |
|------------------|------------------|-------------------------|--------------------------------------|--|--|--|
| Purchased Entity | Acquisition Date | Cost of Acquired Entity | Original Amount of Admitted Goodwill | Admitted Goodwill as of the Reporting Date | Amount of Goodwill Amortized During the Reporting Period | Admitted Goodwill as a % of SCA BACV, Gross of Admitted Goodwill |
|                  |                  |                         |                                      |  |  |  |

- B. Statutory Merger  
The Company did not have any business combinations taking the form of a statutory merger in 2021 or 2020.
- C. Impairment Loss  
The Company did not recognize an impairment loss on the transactions decribed above in 2021 or 2020.

NOTE 4 Discontinued Operations

- A. Discontinued Operation Disposed of or Classified as Held for Sale

The Company did not have any material discontinued operations during 2021 or 2020.

- (1) List of Discontinued Operations Disposed of or Classified as Held for Sale

| Discontinued Operation Identifier | Description of Discontinued Operation |
|-----------------------------------|---------------------------------------|
|-----------------------------------|---------------------------------------|

- (2) Description of the Facts and Circumstances Leading to the Disposal or Expected Disposal and a Description of the Expected Manner and Timing of that Disposal

- (3) Loss Recognized on Discontinued Operations

| Discontinued Operation Identifier | Amount for Reporting Period | Cumulative Amount Since Classified as Held for Sale |
|-----------------------------------|-----------------------------|---|
|-----------------------------------|-----------------------------|---|

- (4) Carrying Amount and Fair Value of Discontinued Operations and the Effect on Assets, Liabilities, Surplus and Income
- a. Carrying Amount of Discontinued Operations

| Discontinued Operation Identifier | Carrying Amount Immediately Prior to Classification as Held for Sale | Current Fair Value Less Costs to Sell |
|-----------------------------------|--|---------------------------------------|
|-----------------------------------|--|---------------------------------------|

- b. Effect of Discontinued Operations on Assets, Liabilities, Surplus and Income

|                | Discontinued Operation Identifier | Line Number | Line Description | Amount Attributable to Discontinued Operations |
|----------------|-----------------------------------|-------------|------------------|--|
| 1. Assets      |                                   |             |                  |  |
| 2. Liabilities |                                   |             |                  |  |
| 3. Surplus     |                                   |             |                  |  |
| 4. Income      |                                   |             |                  |  |

- B. Change in Plan of Sale of Discontinued Operation  
The Company did not have any material discontinued operations during 2021 or 2020.
- C. Nature of Any Significant Continuing Involvement with Discontinued Operations After Disposal  
The Company did not have any material discontinued operations during 2021 or 2020.
- D. Equity Interest Retained in the Discontinued Operation After Disposal  
The Company did not have any material discontinued operations during 2021 or 2020.

NOTE 5 Investments

- A. Mortgage Loans, including Mezzanine Real Estate Loans

(1) Maximum and Minimum Lending Rates  
The minimum and maximum lending raes for new mortgage loans as of December 31, 2020 were: Residential mortgage loans 2.50% and 5.75%. The residential mortgage business was transferred to a related entity on January 4, 2021.

(2) The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgage was:

NOTES TO FINANCIAL STATEMENTS

For loans acquired during 2020, the maximum percentage of any one loan to the value of the property at the time was 100% for residential mortgage loans. The residential mortgage business was transferred to a related entity on January 4, 2021.

|   | Current Year | Prior Year |
|---|--------------|------------|
| (3) Taxes, assessments and any amounts advanced and not included in the mortgage loan total |              | \$ 2,176   |

(4) Age Analysis of Mortgage Loans and Identification of Mortgage Loans in Which the Insurer is a Participant or Co-lender in a Mortgage Loan Agreement:

|  | Farm   | Residential |            | Commercial |              | Mezzanine | Total        |
|--|--------|-------------|------------|------------|--------------|-----------|--------------|
|  |        | Insured     | All Other  | Insured    | All Other    |           |              |
| a. Current Year  |        |             |            |            |              |           |              |
| 1. Recorded Investment (All)                             |        |             |            |            |              |           |              |
| (a) Current  |        |             |            |            | \$27,634,757 |           | \$27,634,757 |
| (b) 30 - 59 Days Past Due                                |        |             |            |            |              |           | \$ -         |
| (c) 60 - 89 Days Past Due                                |        |             |            |            |              |           | \$ -         |
| (d) 90 - 179 Days Past Due                               |        |             |            |            |              |           | \$ -         |
| (e) 180+ Days Past Due                                   |        |             |            |            |              |           | \$ -         |
| 2. Accruing Interest 90 - 179 Days Past Due              |        |             |            |            |              |           |              |
| (a) Recorded Investment                                  |        |             |            |            |              |           | \$ -         |
| (b) Interest Accrued                                     |        |             |            |            |              |           | \$ -         |
| 3. Accruing Interest 180+ Days Past Due                  |        |             |            |            |              |           |              |
| (a) Recorded Investment                                  |        |             |            |            |              |           | \$ -         |
| (b) Interest Accrued                                     |        |             |            |            |              |           | \$ -         |
| 4. Interest Reduced                                      |        |             |            |            |              |           |              |
| (a) Recorded Investment                                  |        |             |            |            |              |           | \$ -         |
| (b) Number of Loans                                      |        |             |            |            |              |           | \$ -         |
| (c) Percent Reduced                                      | 0.000% | 0.000%      | 0.000%     | 0.000%     | 0.000%       | 0.000%    | 0.000%       |
| 5. Participant or Co-lender in a Mortgage Loan Agreement |        |             |            |            |              |           |              |
| (a) Recorded Investment                                  |        |             |            |            |              |           | \$ -         |
| b. Prior Year  |        |             |            |            |              |           |              |
| 1. Recorded Investment (All)                             |        |             |            |            |              |           |              |
| (a) Current  |        |             | \$ 478,599 |            | \$27,681,646 |           | \$28,160,245 |
| (b) 30 - 59 Days Past Due                                |        |             |            |            |              |           | \$ -         |
| (c) 60 - 89 Days Past Due                                |        |             |            |            |              |           | \$ -         |
| (d) 90 - 179 Days Past Due                               |        |             |            |            |              |           | \$ -         |
| (e) 180+ Days Past Due                                   |        |             |            |            |              |           | \$ -         |
| 2. Accruing Interest 90 - 179 Days Past Due              |        |             |            |            |              |           |              |
| (a) Recorded Investment                                  |        |             |            |            |              |           | \$ -         |
| (b) Interest Accrued                                     |        |             |            |            |              |           | \$ -         |
| 3. Accruing Interest 180+ Days Past Due                  |        |             |            |            |              |           |              |
| (a) Recorded Investment                                  |        |             |            |            |              |           | \$ -         |
| (b) Interest Accrued                                     |        |             |            |            |              |           | \$ -         |
| 4. Interest Reduced                                      |        |             |            |            |              |           |              |
| (a) Recorded Investment                                  |        |             |            |            |              |           | \$ -         |
| (b) Number of Loans                                      |        |             |            |            |              |           | \$ -         |
| (c) Percent Reduced                                      | 0.000% | 0.000%      | 0.000%     | 0.000%     | 0.000%       | 0.000%    | 0.000%       |
| 5. Participant or Co-lender in a Mortgage Loan Agreement |        |             |            |            |              |           |              |
| (a) Recorded Investment                                  |        |             |            |            |              |           | \$ -         |

(5) Investment in Impaired Loans With or Without Allowance for Credit Losses and Impaired Loans Subject to a Participant or Co-lender Mortgage Loan Agreement for Which the Reporting Entity is Restricted from Unilaterally Foreclosing on the Mortgage Loan Agreement:

|  | Farm | Residential |           | Commercial |           | Mezzanine | Total |
|--|------|-------------|-----------|------------|-----------|-----------|-------|
|  |      | Insured     | All Other | Insured    | All Other |           |       |
| a. Current Year  |      |             |           |            |           |           |       |
| 1. With Allowance for Credit Losses  |      |             |           |            |           |           | \$ -  |
| 2. No Allowance for Credit Losses  |      |             |           |            |           |           | \$ -  |
| 3. Total (1 + 2)   | \$ - | \$ -        | \$ -      | \$ -       | \$ -      | \$ -      | \$ -  |
| 4. Subject to a participant or co-lender mortgage loan agreement for which the reporting entity is restricted from unilaterally foreclosing on the mortgage loan |      |             |           |            |           |           | \$ -  |
| b. Prior Year  |      |             |           |            |           |           |       |
| 1. With Allowance for Credit Losses  |      |             |           |            |           |           | \$ -  |
| 2. No Allowance for Credit Losses  |      |             |           |            |           |           | \$ -  |
| 3. Total (1 + 2)   | \$ - | \$ -        | \$ -      | \$ -       | \$ -      | \$ -      | \$ -  |
| 4. Subject to a participant or co-lender mortgage loan agreement for which the reporting entity is restricted from unilaterally foreclosing on the mortgage loan |      |             |           |            |           |           | \$ -  |

(6) Investment in Impaired Loans – Average Recorded Investment, Interest Income Recognized, Recorded Investment on Nonaccrual Status and Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting:

|   | Farm | Residential |           | Commercial |           | Mezzanine | Total |
|---|------|-------------|-----------|------------|-----------|-----------|-------|
|   |      | Insured     | All Other | Insured    | All Other |           |       |
| a. Current Year   |      |             |           |            |           |           |       |
| 1. Average Recorded Investment  |      |             |           |            |           |           | \$ -  |
| 2. Interest Income Recognized   |      |             |           |            |           |           | \$ -  |
| 3. Recorded Investments on Nonaccrual Status                                    |      |             |           |            |           |           | \$ -  |
| 4. Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting |      |             |           |            |           |           | \$ -  |
| b. Prior Year   |      |             |           |            |           |           |       |
| 1. Average Recorded Investment  |      |             |           |            |           |           | \$ -  |
| 2. Interest Income Recognized   |      |             |           |            |           |           | \$ -  |
| 3. Recorded Investments on Nonaccrual Status                                    |      |             |           |            |           |           | \$ -  |



NOTES TO FINANCIAL STATEMENTS

|   |  |  |  |  |  |  |      |
|---|--|--|--|--|--|--|------|
| 4. Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting |  |  |  |  |  |  | \$ - |
|---|--|--|--|--|--|--|------|

(7) Allowance for credit losses:

|  | Current Year | Prior Year |
|--|--------------|------------|
| a) Balance at beginning of period                    |              |            |
| b) Additions charged to operations                   |              |            |
| c) Direct write-downs charged against the allowances |              |            |
| d) Recoveries of amounts previously charged off      |              |            |
| e) Balance at end of period                          | \$ -         | \$ -       |

(8) Mortgage Loans Derecognized as a Result of Foreclosure:

|   | Current Year |
|---|--------------|
| a) Aggregate amount of mortgage loans derecognized                                    |              |
| b) Real estate collateral recognized  |              |
| c) Other collateral recognized  |              |
| d) Receivables recognized from a government guarantee of the foreclosed mortgage loan |              |

(9) Policy for Recognizing Interest Income on Impaired Loans

B. Debt Restructuring

The Company did not have any debt restructurings in 2021 and 2020.

|   | Current Year | Prior Year |
|---|--------------|------------|
| (1) The total recorded investment in restructured loans, as of year end   |              |            |
| (2) The realized capital losses related to these loans  |              |            |
| (3) Total contractual commitments to extend credit to debtors owning receivables whose terms have been modified in troubled debt restructurings |              |            |
| (4) Creditor's Income Recognition Policy for Interest Income on Impaired Loans  |              |            |

C. Reverse Mortgages

- (1) Description of Accounting Policies and Methods  
The Company did not enter into reverse mortgages in 2021 and 2020.
- (2) General Information Regarding Commitment Under the Agreement
- (3) Reverse Mortgages: Enter the reserve amount that is netted against the asset
- (4) Reverse Mortgages: Investment income or (loss) recognized in the period as a result of the re-estimated cash flows

D. Loan-Backed Securities

- (1) Description of Sources Used to Determine Prepayment Assumptions  
The Company had no loan-backed securities during 2021 and 2020.

(2) OTTI recognized 1st Quarter

- a. Intent to sell
- b. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis
- c. Total 1st Quarter
- OTTI recognized 2nd Quarter
- d. Intent to sell
- e. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis
- f. Total 2nd Quarter
- OTTI recognized 3rd Quarter
- g. Intent to sell
- h. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis
- i. Total 3rd Quarter
- OTTI recognized 4th Quarter
- j. Intent to sell
- k. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis
- l. Total 4th Quarter
- m. Annual Aggregate Total

| 1<br>Amortized Cost Basis Before Other-than-Temporary Impairment | 2<br>Other-than-Temporary Impairment Recognized in Loss | 3<br>Fair Value 1 - 2 |
|--|---|-----------------------|
|  |   | \$ -                  |
|  |   | \$ -                  |
| \$ -   | \$ -  | \$ -                  |
|  |   | \$ -                  |
|  |   | \$ -                  |
| \$ -   | \$ -  | \$ -                  |
|  |   | \$ -                  |
|  |   | \$ -                  |
| \$ -   | \$ -  | \$ -                  |
|  |   | \$ -                  |
|  |   | \$ -                  |
| \$ -   | \$ -  | \$ -                  |
|  | \$ -  |                       |

(3) Recognized OTTI Securities

| 1     | 2  | 3                                     | 4  | 5  | 6                          | 7  |
|-------|--|---------------------------------------|--|--|----------------------------|--|
| CUSIP | Book/Adjusted Carrying Value Amortized Cost Before Current Period OTTI | Present Value of Projected Cash Flows | Recognized Other-Than-Temporary Impairment | Amortized Cost After Other-Than-Temporary Impairment | Fair Value at time of OTTI | Date of Financial Statement Where Reported |
|       |  |                                       |  |  |                            |  |
| Total | XXX  | XXX                                   | \$ -                                       | XXX  | XXX                        | XXX  |

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):

- (4) interest related impairment remains):
- a) The aggregate amount of unrealized losses:
1. Less than 12 Months
2. 12 Months or Longer
- b)The aggregate related fair value of securities with unrealized losses:
1. Less than 12 Months
2. 12 Months or Longer

NOTES TO FINANCIAL STATEMENTS

(5) Information Investor Considered in Reaching Conclusion that Impairments are Not Other-Than-Temporary

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

- (1) Policy for Requiring Collateral or Other Security  
The Company did not enter into any repurchase agreements or securities lending transactions in 2021 and 2020.
- (2) Disclose the Carrying Amount and Classification of Both Assets and Liabilities
- (3) Collateral Received
  - a. Aggregate Amount Collateral Received

|  | Fair Value |
|--|------------|
| 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   |            |
| (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  | \$ -       |
| b. The fair value of that collateral and of the portion of that collateral that it has sold or repledged |            |
| c. Information about Sources and Uses of Collateral  |            |

(4) Aggregate Value of the Reinvested Collateral

- (5) Collateral Reinvestment
  - a. Aggregate Amount Collateral Reinvested

|                                 | Amortized Cost | Fair Value |
|---------------------------------|----------------|------------|
| 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        |                |            |
| (k) Subtotal                    | \$ -           | \$ -       |
| (l) Securities Received         |                |            |
| (m) Total Collateral Reinvested | \$ -           | \$ -       |
| 2. Dollar Repurchase Agreement  |                |            |
| (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        |                |            |
| (k) Subtotal                    | \$ -           | \$ -       |
| (l) Securities Received         |                |            |
| (m) Total Collateral Reinvested | \$ -           | \$ -       |

- b. Explanation of Additional Sources of Liquidity for Maturity Date Mismatches

(6) Detail on Collateral Transactions Not Permitted by Contract or Custom to Sell or Repledge

(7) Collateral for securities lending transactions that extend beyond one year from the reporting date.

| Description of Collateral  | Amount |
|--|--------|
|  |        |
| Total Collateral Extending beyond one year of the reporting date | \$ -   |

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

- (1) Company Policies or Strategies for Repo Programs  
The Company did not have any repurchase agreements transactions accounted for as secured borrowing transactions in 2021 and 2020.

REPURCHASE TRANSACTION – CASH TAKER – OVERVIEW OF SECURED BORROWING TRANSACTIONS

(2) Type of Repo Trades Used

- a. Bilateral (YES/NO)
- b. Tri-Party (YES/NO)

| FIRST QUARTER | SECOND QUARTER | THIRD QUARTER | FOURTH QUARTER |
|---------------|----------------|---------------|----------------|
|               |                |               |                |

(3) Original (Flow) & Residual Maturity

NOTES TO FINANCIAL STATEMENTS

|                          | FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|--------------------------|------------------|-------------------|------------------|-------------------|
| a. Maximum Amount        |                  |                   |                  |                   |
| 1. Open – No Maturity    |                  |                   |                  |                   |
| 2. Overnight             |                  |                   |                  |                   |
| 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             |                  |                   |                  |                   |
| 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) Fair Value Securities Sold and/or Acquired that Resulted in Default

(5) Securities "Sold" Under Repo – Secured Borrowing

|                                 | FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|---------------------------------|------------------|-------------------|------------------|-------------------|
| a. Maximum Amount               |                  |                   |                  |                   |
| 1. BACV                         | XXX              | XXX               | XXX              |                   |
| 2. Nonadmitted - Subset of BACV | XXX              | XXX               | XXX              |                   |
| 3. Fair Value                   |                  |                   |                  |                   |
| b. Ending Balance               |                  |                   |                  |                   |
| 1. BACV                         | XXX              | XXX               | XXX              |                   |
| 2. Nonadmitted - Subset of BACV | XXX              | XXX               | XXX              |                   |
| 3. Fair Value                   |                  |                   |                  |                   |

(6) Securities Sold Under Repo – Secured Borrowing by NAIC Designation

| ENDING BALANCE                  | 1<br>NONE | 2<br>NAIC 1 | 3<br>NAIC 2 | 4<br>NAIC 3 |
|---------------------------------|-----------|-------------|-------------|-------------|
| a. Bonds - BACV                 |           |             |             |             |
| b. Bonds - FV                   |           |             |             |             |
| c. LB & SS - BACV               |           |             |             |             |
| d. LB & SS - FV                 |           |             |             |             |
| e. Preferred Stock - BACV       |           |             |             |             |
| f. Preferred Stock - FV         |           |             |             |             |
| g. Common Stock                 |           |             |             |             |
| h. Mortgage Loans - BACV        |           |             |             |             |
| i. Mortgage Loans - FV          |           |             |             |             |
| j. Real Estate - BACV           |           |             |             |             |
| k. Real Estate - FV             |           |             |             |             |
| l. Derivatives - BACV           |           |             |             |             |
| m. Derivatives - FV             |           |             |             |             |
| n. Other Invested Assets - BACV |           |             |             |             |
| o. Other Invested Assets - FV   |           |             |             |             |
| p. Total Assets - BACV          | \$ -      | \$ -        | \$ -        | \$ -        |
| q. Total Assets - FV            | \$ -      | \$ -        | \$ -        | \$ -        |

| ENDING BALANCE                  | 5<br>NAIC 4 | 6<br>NAIC 5 | 7<br>NAIC 6 | 8<br>NON-<br>ADMITTED |
|---------------------------------|-------------|-------------|-------------|-----------------------|
| a. Bonds - BACV                 |             |             |             |                       |
| b. Bonds - FV                   |             |             |             |                       |
| c. LB & SS - BACV               |             |             |             |                       |
| d. LB & SS - FV                 |             |             |             |                       |
| e. Preferred Stock - BACV       |             |             |             |                       |
| f. Preferred Stock - FV         |             |             |             |                       |
| g. Common Stock                 |             |             |             |                       |
| h. Mortgage Loans - BACV        |             |             |             |                       |
| i. Mortgage Loans - FV          |             |             |             |                       |
| j. Real Estate - BACV           |             |             |             |                       |
| k. Real Estate - FV             |             |             |             |                       |
| l. Derivatives - BACV           |             |             |             |                       |
| m. Derivatives - FV             |             |             |             |                       |
| n. Other Invested Assets - BACV |             |             |             |                       |
| o. Other Invested Assets - FV   |             |             |             |                       |
| p. Total Assets - BACV          | \$ -        | \$ -        | \$ -        | \$ -                  |
| q. Total Assets - FV            | \$ -        | \$ -        | \$ -        | \$ -                  |

(7) Collateral Received – Secured Borrowing

|                    | FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|--------------------|------------------|-------------------|------------------|-------------------|
| a. Maximum Amount  |                  |                   |                  |                   |
| 1. Cash            |                  |                   |                  |                   |
| 2. Securities (FV) |                  |                   |                  |                   |
| b. Ending Balance  |                  |                   |                  |                   |
| 1. Cash            |                  |                   |                  |                   |
| 2. Securities (FV) |                  |                   |                  |                   |

NOTES TO FINANCIAL STATEMENTS

(8) Cash & Non-Cash Collateral Received – Secured Borrowing by NAIC Designation

ENDING BALANCE

- a. Cash
- b. Bonds - FV
- c. LB & SS - FV
- d. Preferred Stock - FV
- e. Common Stock
- f. Mortgage Loans - FV
- g. Real Estate - FV
- h. Derivatives - FV
- i. Other Invested Assets - FV
- j. Total Collateral Assets - FV (Sum of a through i)

| 1<br>NONE | 2<br>NAIC 1 | 3<br>NAIC 2 | 4<br>NAIC 3 |
|-----------|-------------|-------------|-------------|
|           |             |             |             |
| \$ -      | \$ -        | \$ -        | \$ -        |

ENDING BALANCE

- a. Cash
- b. Bonds - FV
- c. LB & SS - FV
- d. Preferred Stock - FV
- e. Common Stock
- f. Mortgage Loans - FV
- g. Real Estate - FV
- h. Derivatives - FV
- i. Other Invested Assets - FV
- j. Total Collateral Assets - FV (Sum of a through i)

| 5<br>NAIC 4 | 6<br>NAIC 5 | 7<br>NAIC 6 | 8<br>DOES NOT<br>QUALIFY AS<br>ADMITTED |
|-------------|-------------|-------------|---|
|             |             |             |   |
| \$ -        | \$ -        | \$ -        | \$ -                                    |

(9) Allocation of Aggregate Collateral by Remaining Contractual Maturity

- a. Overnight and Continuous
- b. 30 Days or Less
- c. 31 to 90 Days
- d. > 90 Days

| FAIR VALUE |
|------------|
|            |

(10) Allocation of Aggregate Collateral Reinvested by Remaining Contractual Maturity

- a. 30 Days or Less
- b. 31 to 60 Days
- c. 61 to 90 Days
- d. 91 to 120 Days
- e. 121 to 180 Days
- f. 181 to 365 Days
- g. 1 to 2 years
- h. 2 to 3 years
- i. > than 3 years

| AMORTIZED<br>COST | FAIR VALUE |
|-------------------|------------|
|                   |            |

(11) Liability to Return Collateral – Secured Borrowing (Total)

- a. Maximum Amount
  - 1. Cash (Collateral – All)
  - 2. Securities Collateral (FV)
- b. Ending Balance
  - 1. Cash (Collateral – All)
  - 2. Securities Collateral (FV)

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

(1) Company Policy or Strategies for Engaging in Repo Programs

The Company did not have any repurchase agreements transactions accounted for as secured borrowing transactions in 2021 and 2020.

REPURCHASE TRANSACTION – CASH PROVIDER – OVERVIEW OF SECURED BORROWING TRANSACTIONS

(2) Type of Repo Trades Used

- a. Bilateral (YES/NO)
- b. Tri-Party (YES/NO)

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

(3) Original (Flow) & Residual Maturity

- a. Maximum Amount
  - 1. Open – No Maturity
  - 2. Overnight
  - 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
  - 3. 2 Days to 1 Week
  - 4. > 1 Week to 1 Month

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

NOTES TO FINANCIAL STATEMENTS

5. > 1 Month to 3 Months  
6. > 3 Months to 1 Year  
7. > 1 Year

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

(4) Fair Value Securities Sold and/or Acquired that Resulted in Default

(5) Fair Value of Securities Acquired Under Repo – Secured Borrowing

- a. Maximum Amount  
b. Ending Balance

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

(6) Securities Acquired Under Repo – Secured Borrowing by NAIC Designation

ENDING BALANCE

- 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 (Sum of a through h)

| 1<br>NONE | 2<br>NAIC 1 | 3<br>NAIC 2 | 4<br>NAIC 3 |
|-----------|-------------|-------------|-------------|
|           |             |             |             |
| \$ -      | \$ -        | \$ -        | \$ -        |

ENDING BALANCE

- 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 (Sum of a through h)

| 5<br>NAIC 4 | 6<br>NAIC 5 | 7<br>NAIC 6 | 8<br>DOES NOT<br>QUALIFY AS<br>ADMITTED |
|-------------|-------------|-------------|---|
|             |             |             |   |
| \$ -        | \$ -        | \$ -        | \$ -                                    |

(7) Collateral Provided – Secured Borrowing

- a. Maximum Amount  
1. Cash  
2. Securities (FV)  
3. Securities (BACV)  
4. Nonadmitted Subset (BACV)  
  
b. Ending Balance  
1. Cash  
2. Securities (FV)  
3. Securities (BACV)  
4. Nonadmitted Subset (BACV)

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
| XXX<br>XXX       | XXX<br>XXX        | XXX<br>XXX       | XXX<br>XXX        |

(8) Allocation of Aggregate Collateral Pledged by Remaining Contractual Maturity

- a. Overnight and Continuous  
b. 30 Days or Less  
c. 31 to 90 Days  
d. > 90 Days

| AMORTIZED<br>COST | FAIR VALUE |
|-------------------|------------|
|                   |            |

(9) Recognized Receivable for Return of Collateral – Secured Borrowing

- a. Maximum Amount  
1. Cash  
2. Securities (FV)  
  
b. Ending Balance  
1. Cash  
2. Securities (FV)

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

(10) Recognized Liability to Return Collateral – Secured Borrowing (Total)

- a. Maximum Amount  
1. Repo Securities Sold/Acquired with Cash Collateral  
2. Repo Securities Sold/Acquired with Securities Collateral (FV)  
  
b. Ending Balance  
1. Repo Securities Sold/Acquired with Cash Collateral  
2. Repo Securities Sold/Acquired with Securities Collateral (FV)

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

NOTES TO FINANCIAL STATEMENTS

H. Repurchase Agreements Transactions Accounted for as a Sale

(1) Company Policy or Strategies for Engaging in Repo Programs

The Company did not have any repurchase agreement transactions accounted for as sale transactions in 2021 and 2020.

REPURCHASE TRANSACTION – CASH TAKER – OVERVIEW OF SALE TRANSACTIONS

(2) Type of Repo Trades Used

- a. Bilateral (YES/NO)
- b. Tri-Party (YES/NO)

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

(3) Original (Flow) & Residual Maturity

- a. Maximum Amount
  - 1. Open – No Maturity
  - 2. Overnight
  - 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
  - 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

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

(4) Fair Value Securities Sold and/or Acquired that Resulted in Default

(5) Securities "Sold" Under Repo – Sale

- a. Maximum Amount
  - 1. BACV
  - 2. Nonadmitted - Subset of BACV
  - 3. Fair Value
- b. Ending Balance
  - 1. BACV
  - 2. Nonadmitted - Subset of BACV
  - 3. Fair Value

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
| XXX<br>XXX       | XXX<br>XXX        | XXX<br>XXX       |                   |
| XXX<br>XXX       | XXX<br>XXX        | XXX<br>XXX       |                   |

(6) Securities Sold Under Repo – Sale by NAIC Designation

ENDING BALANCE

- a. Bonds - BACV
- b. Bonds - FV
- c. LB & SS - BACV
- d. LB & SS - FV
- e. Preferred Stock - BACV
- f. Preferred Stock - FV
- g. Common Stock
- h. Mortgage Loans - BACV
- i. Mortgage Loans - FV
- j. Real Estate - BACV
- k. Real Estate - FV
- l. Derivatives - BACV
- m. Derivatives - FV
- n. Other Invested Assets - BACV
- o. Other Invested Assets - FV
- p. Total Assets - BACV
- q. Total Assets - FV

| 1<br>NONE | 2<br>NAIC 1 | 3<br>NAIC 2 | 4<br>NAIC 3 |
|-----------|-------------|-------------|-------------|
|           |             |             |             |
| \$ -      | \$ -        | \$ -        | \$ -        |
| \$ -      | \$ -        | \$ -        | \$ -        |

ENDING BALANCE

- a. Bonds - BACV
- b. Bonds - FV
- c. LB & SS - BACV
- d. LB & SS - FV
- e. Preferred Stock - BACV
- f. Preferred Stock - FV
- g. Common Stock
- h. Mortgage Loans - BACV
- i. Mortgage Loans - FV
- j. Real Estate - BACV
- k. Real Estate - FV
- l. Derivatives - BACV
- m. Derivatives - FV
- n. Other Invested Assets - BACV
- o. Other Invested Assets - FV
- p. Total Assets - BACV
- q. Total Assets - FV

| 5<br>NAIC 4 | 6<br>NAIC 5 | 7<br>NAIC 6 | 8<br>NON-<br>ADMITTED |
|-------------|-------------|-------------|-----------------------|
|             |             |             |                       |
| \$ -        | \$ -        | \$ -        | \$ -                  |
| \$ -        | \$ -        | \$ -        | \$ -                  |

NOTES TO FINANCIAL STATEMENTS

(7) Proceeds Received – Sale

- a. Maximum Amount
1. Cash

2. Securities (FV)

3. Nonadmitted
- b. Ending Balance
1. Cash

2. Securities (FV)

3. Nonadmitted

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

(8) Cash & Non-Cash Collateral Received – Sale by NAIC Designation

ENDING BALANCE

- 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 Collateral Assets - FV (Sum of a through h)

| 1<br>NONE | 2<br>NAIC 1 | 3<br>NAIC 2 | 4<br>NAIC 3 |
|-----------|-------------|-------------|-------------|
|           |             |             |             |
| \$ -      | \$ -        | \$ -        | \$ -        |

ENDING BALANCE

- 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 Collateral Assets - FV (Sum of a through h)

| 5<br>NAIC 4 | 6<br>NAIC 5 | 7<br>NAIC 6 | 8<br>NON-<br>ADMITTED |
|-------------|-------------|-------------|-----------------------|
|             |             |             |                       |
| \$ -        | \$ -        | \$ -        | \$ -                  |

(9) Recognized Forward Resale Commitment

- a. Maximum Amount
- b. Ending Balance

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

- (1) Company Policy or Strategies for Engaging in Repo Programs
- The Company did not have any repurchase agreements transactions accounted for as sale transactions in 2021 and 2020.

REPURCHASE TRANSACTION – CASH PROVIDER – OVERVIEW OF SALE TRANSACTIONS

(2) Type of Repo Trades Used

- a. Bilateral (YES/NO)
- b. Tri-Party (YES/NO)

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

(3) Original (Flow) & Residual Maturity

- a. Maximum Amount
1. Open – No Maturity

2. Overnight

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

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

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
|                  |                   |                  |                   |

(4) Fair Value Securities Sold and/or Acquired that Resulted in Default

(5) Securities Acquired Under Repo – Sale

- a. Maximum Amount
1. BACV

2. Nonadmitted - Subset of BACV

3. Fair Value

| FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------|-------------------|------------------|-------------------|
| XXX<br>XXX       | XXX<br>XXX        | XXX<br>XXX       |                   |

NOTES TO FINANCIAL STATEMENTS

|                                 |     |     |     |  |
|---------------------------------|-----|-----|-----|--|
| b. Ending Balance               |     |     |     |  |
| 1. BACV                         | XXX | XXX | XXX |  |
| 2. Nonadmitted - Subset of BACV | XXX | XXX | XXX |  |
| 3. Fair Value                   |     |     |     |  |

(6) Securities Acquired Under Repo – Sale by NAIC Designation

|                                 |           |             |             |             |
|---------------------------------|-----------|-------------|-------------|-------------|
| ENDING BALANCE                  | 1<br>NONE | 2<br>NAIC 1 | 3<br>NAIC 2 | 4<br>NAIC 3 |
| a. Bonds - BACV                 |           |             |             |             |
| b. Bonds - FV                   |           |             |             |             |
| c. LB & SS - BACV               |           |             |             |             |
| d. LB & SS - FV                 |           |             |             |             |
| e. Preferred Stock - BACV       |           |             |             |             |
| f. Preferred Stock - FV         |           |             |             |             |
| g. Common Stock                 |           |             |             |             |
| h. Mortgage Loans - BACV        |           |             |             |             |
| i. Mortgage Loans - FV          |           |             |             |             |
| j. Real Estate - BACV           |           |             |             |             |
| k. Real Estate - FV             |           |             |             |             |
| l. Derivatives - BACV           |           |             |             |             |
| m. Derivatives - FV             |           |             |             |             |
| n. Other Invested Assets - BACV |           |             |             |             |
| o. Other Invested Assets - FV   |           |             |             |             |
| p. Total Assets - BACV          | \$ -      | \$ -        | \$ -        | \$ -        |
| q. Total Assets - FV            | \$ -      | \$ -        | \$ -        | \$ -        |

|                                 |             |             |             |                       |
|---------------------------------|-------------|-------------|-------------|-----------------------|
| ENDING BALANCE                  | 5<br>NAIC 4 | 6<br>NAIC 5 | 7<br>NAIC 6 | 8<br>NON-<br>ADMITTED |
| a. Bonds - BACV                 |             |             |             |                       |
| b. Bonds - FV                   |             |             |             |                       |
| c. LB & SS - BACV               |             |             |             |                       |
| d. LB & SS - FV                 |             |             |             |                       |
| e. Preferred Stock - BACV       |             |             |             |                       |
| f. Preferred Stock - FV         |             |             |             |                       |
| g. Common Stock                 |             |             |             |                       |
| h. Mortgage Loans - BACV        |             |             |             |                       |
| i. Mortgage Loans - FV          |             |             |             |                       |
| j. Real Estate - BACV           |             |             |             |                       |
| k. Real Estate - FV             |             |             |             |                       |
| l. Derivatives - BACV           |             |             |             |                       |
| m. Derivatives - FV             |             |             |             |                       |
| n. Other Invested Assets - BACV |             |             |             |                       |
| o. Other Invested Assets - FV   |             |             |             |                       |
| p. Total Assets - BACV          | \$ -        | \$ -        | \$ -        | \$ -                  |
| q. Total Assets - FV            | \$ -        | \$ -        | \$ -        | \$ -                  |

(7) Proceeds Provided - Sale

|                              |                  |                   |                  |                   |
|------------------------------|------------------|-------------------|------------------|-------------------|
|                              | FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
| a. Maximum Amount            |                  |                   |                  |                   |
| 1. Cash                      |                  |                   |                  |                   |
| 2. Securities (FV)           |                  |                   |                  |                   |
| 3. Securities (BACV)         | XXX              | XXX               | XXX              | XXX               |
| 4. Nonadmitted Subset (BACV) | XXX              | XXX               | XXX              | XXX               |
| b. Ending Balance            |                  |                   |                  |                   |
| 1. Cash                      |                  |                   |                  |                   |
| 2. Securities (FV)           |                  |                   |                  |                   |
| 3. Securities (BACV)         |                  |                   |                  |                   |
| 4. Nonadmitted Subset (BACV) |                  |                   |                  |                   |

(8) Recognized Forward Resale Commitment

|                   |                  |                   |                  |                   |
|-------------------|------------------|-------------------|------------------|-------------------|
|                   | FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
| a. Maximum Amount |                  |                   |                  |                   |
| b. Ending Balance |                  |                   |                  |                   |

J. Real Estate

- (1) Recognized Impairment Losses  
The Company did not recognize impairment loss on real estate during 2021 or 2020.
- (2) Sold or Classified Real Estate Investments as Held for Sale  
The Company did not have any real estate investments sold or classified as held for sale during 2021 or 2020.
- (3) Changes to a Plan of Sale for an Investment in Real Estate  
The Company did not experience any changes to a plan of sale for an investment in real estate in 2021 or 2020.
- (4) Retail Land Sales Operations  
The Company did not engage in retail land sales operations in 2021 or 2020.
- (5) Real Estate Investments with Participating Mortgage Loan Features  
The Company did not hold any real estate investments with participating mortgage loan features in 2021 or 2020.

K. Low Income Housing tax Credits (LIHTC)

- (1) Number of Remaining Years of Unexpired Tax Credits and Holding Period for LIHTC Investments  
The Company did not have any low-income housing tax credits at March 31, 2021 or December 31, 2020.
- (2) Amount of LIHTC and Other Tax Benefits Recognized



NOTES TO FINANCIAL STATEMENTS

- (3) Balance of Investment Recognized
- (4) Regulatory Reviews
- (5) LIHTC investments which Exceed 10% of Total Admitted Assets
- (6) Recognized Impairment
- (7) Amount and Nature of Write-Downs or Reclassifications

L. Restricted Assets

1. Restricted Assets (Including Pledged)

| Restricted Asset Category  | 1<br><br>Total Gross<br>(Admitted &<br>Non-<br>admitted)<br>Restricted<br>from<br>Current<br>Year | 2<br><br>Total Gross<br>(Admitted &<br>Non-<br>admitted)<br>Restricted<br>from Prior<br>Year | 3<br><br>Increase/<br>(Decrease)<br>(1 minus 2) | 4<br><br>Total<br>Current<br>Year<br>Non-<br>admitted<br>Restricted | 5<br><br>Total<br>Current<br>Year<br>Admitted<br>Restricted<br>(1 minus 4) | 6<br><br>Gross<br>(Admitted &<br>Non-<br>admitted)<br>Restricted<br>to<br>Total<br>Assets<br>(a) | 7<br><br>Admitted<br>Restricted<br>to<br>Total<br>Admitted<br>Assets (b) |
|--|---|--|---|---|--|--|--|
| a. Subject to contractual obligation for which liability is not shown              |   |  | \$ -  |   | \$ -   | 0.000%   | 0.000%   |
| b. Collateral held under security lending agreements                               |   |  | \$ -  |   | \$ -   | 0.000%   | 0.000%   |
| c. Subject to repurchase agreements  |   |  | \$ -  |   | \$ -   | 0.000%   | 0.000%   |
| d. Subject to reverse repurchase agreements  |   |  | \$ -  |   | \$ -   | 0.000%   | 0.000%   |
| e. Subject to dollar repurchase agreements   |   |  | \$ -  |   | \$ -   | 0.000%   | 0.000%   |
| f. Subject to dollar reverse repurchase agreements                                 |   |  | \$ -  |   | \$ -   | 0.000%   | 0.000%   |
| g. Placed under option contracts   |   |  | \$ -  |   | \$ -   | 0.000%   | 0.000%   |
| h. Letter stock or securities restricted as to sale - excluding FHLB capital stock |   |  | \$ -  |   | \$ -   | 0.000%   | 0.000%   |
| i. FHLB capital stock  | \$ -  | \$ 649,800   | \$ (649,800)                                    |   | \$ -   | 0.000%   | 0.000%   |
| j. On deposit with states  | \$ 140,044  | \$ 140,033   | \$ 11   |   | \$ 140,044   | 0.321%   | 0.325%   |
| k. On deposit with other regulatory bodies   |   |  | \$ -  |   | \$ -   | 0.000%   | 0.000%   |
| l. Pledged collateral to FHLB (including assets backing funding agreements)        | \$ -  | \$31,481,646   | -\$31,481,646                                   |   | \$ -   | 0.000%   | 0.000%   |
| m. Pledged as collateral not captured in other categories                          | \$27,634,757  | \$ -   | \$27,634,757                                    |   | \$27,634,757   | 63.360%  | 64.049%  |
| n. Other restricted assets   |   |  | \$ -  |   | \$ -   | 0.000%   | 0.000%   |
| o. Total Restricted Assets   | \$27,774,801  | \$32,271,479   | \$(4,496,678)                                   | \$ -  | \$27,774,801   | 63.681%  | 64.373%  |

- (a) Column 1 divided by Asset Page, Column 1, Line 28
- (b) Column 5 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)

The Company did not have assets pledged as collateral not captured in other categories as of March 31, 2021 and December 31, 2020.

| Description of Assets                                      | 1<br><br>Total Gross<br>(Admitted &<br>Non-<br>admitted)<br>Restricted<br>from<br>Current<br>Year | 2<br><br>Total Gross<br>(Admitted &<br>Non-<br>admitted)<br>Restricted<br>from Prior<br>Year | 3<br><br>Increase/<br>(Decrease)<br>(1 minus 2) | 4<br><br>Total<br>Current<br>Year<br>Admitted<br>Restricted | 5<br><br>Gross<br>(Admitted &<br>Non-<br>admitted)<br>Restricted<br>to<br>Total<br>Assets | 6<br><br>Admitted<br>Restricted<br>to<br>Total<br>Admitted<br>Assets |
|--|---|--|---|---|---|--|
| Commercial Loans Pledged as Collateral for Bank Borrowings | \$27,634,757  | \$ -   | \$27,634,757                                    | \$27,634,757  | 63.360%   | 64.049%  |
| Total (a)  | \$27,634,757  | \$ -   | \$27,634,757                                    | \$27,634,757  | 63.360%   | 64.049%  |

(a) Total Line for Columns 1 through 3 should equal 5L(1)m Columns 1 through 3 respectively and Total Line for Column 4 should equal 5L(1)m Column 5.

3. Detail of Other Restricted Assets (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

The Company did not have restricted assets as of March 31, 2021 and December 31, 2020.

| Description of Assets | 1<br><br>Total Gross<br>(Admitted &<br>Non-<br>admitted)<br>Restricted<br>from<br>Current<br>Year | 2<br><br>Total Gross<br>(Admitted &<br>Non-<br>admitted)<br>Restricted<br>from Prior<br>Year | 3<br><br>Increase/<br>(Decrease)<br>(1 minus 2) | 4<br><br>Total<br>Current<br>Year<br>Admitted<br>Restricted | 5<br><br>Gross<br>(Admitted &<br>Non-<br>admitted)<br>Restricted<br>to<br>Total<br>Assets | 6<br><br>Admitted<br>Restricted<br>to<br>Total<br>Admitted<br>Assets |
|-----------------------|---|--|---|---|---|--|
|                       |   |  |   |   |   |  |
| Total (a)             | \$ -  | \$ -   | \$ -  | \$ -  | 0.000%  | 0.000%   |

(a) Total Line for Columns 1 through 3 should equal 5L(1)n Columns 1 through 3 respectively and Total Line for Column 4 should equal 5L(1)n Column 5.

4. Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

The Company did not receive any assets as collateral in 2021 and 2020.

NOTES TO FINANCIAL STATEMENTS

|  | 1   | 2          | 3  | 4  |
|--|---|------------|--|--|
| Collateral Assets                                    | Book/Adjusted<br>Carrying Value<br>(BACV) | Fair Value | % of BACV to<br>Total Assets<br>(Admitted and<br>Nonadmitted)* | % of BACV to<br>Total Admitted<br>Assets<br>** |
| a. Cash, Cash Equivalents and Short-Term Investments |   |            | 0.000%   | 0.000%   |
| b. Schedule D, Part 1                                |   |            | 0.000%   | 0.000%   |
| c. Schedule D, Part 2, Section 1                     |   |            | 0.000%   | 0.000%   |
| d. Schedule D, Part 2, Section 2                     |   |            | 0.000%   | 0.000%   |
| e. Schedule B  |   |            | 0.000%   | 0.000%   |
| f. Schedule A  |   |            | 0.000%   | 0.000%   |
| g. Schedule BA, Part 1                               |   |            | 0.000%   | 0.000%   |
| h. Schedule DL, Part 1                               |   |            | 0.000%   | 0.000%   |
| i. Other   |   |            | 0.000%   | 0.000%   |
| j. Total Collateral Assets (a+b+c+d+e+f+g+h+i)       | \$ -                                      | \$ -       | 0.000%   | 0.000%   |

\* Column 1 divided by Asset Page, Line 26 (Column 1)

\*\* Column 1 divided by Asset Page, Line 26 (Column 3)

|  | 1      | 2  |
|--|--------|--|
|  | Amount | % of Liability to<br>Total Liabilities * |
| k. Recognized Obligation to Return Collateral Asset      |        | 0.000%                                   |
| * Column 1 divided by Liability Page, Line 24 (Column 3) |        |  |

M. Working Capital Finance Investments

1. Aggregate Working Capital Finance Investments (WCFI) Book/Adjusted Carrying Value by NAIC Designation:

The Company did not hold working capital finance investments as of March 31, 2021 and December 31, 2020.

|                       | Gross Asset CY | Non-admitted<br>Asset CY | Net Admitted<br>Asset CY |
|-----------------------|----------------|--------------------------|--------------------------|
| a. WCFI Designation 1 |                |                          | \$ -                     |
| b. WCFI Designation 2 |                |                          | \$ -                     |
| c. WCFI Designation 3 |                |                          | \$ -                     |
| d. WCFI Designation 4 |                |                          | \$ -                     |
| e. WCFI Designation 5 |                |                          | \$ -                     |
| f. WCFI Designation 6 |                |                          | \$ -                     |
| g. Total              | \$ -           | \$ -                     | \$ -                     |

2. Aggregate Maturity Distribution on the Underlying Working Capital Finance Programs

|                    | Book/Adjusted<br>Carrying Value |
|--------------------|---------------------------------|
| a. Up to 180 Days  |                                 |
| b. 181 to 365 Days |                                 |
| c. Total           | \$ -                            |

3. Any Events of Default or Working Capital Finance Investments

N. Offsetting and Netting of Assets and Liabilities

The Company did not have any applicable transactions that are offset and reported as net in accordance with SSAP No. 65.

|            | Gross Amount<br>Recognized | Amount Offset* | Net Amount<br>Presented on<br>Financial<br>Statements |
|------------|----------------------------|----------------|---|
| (1) Assets |                            |                |   |

\* For derivative assets and derivative liabilities, the amount offset shall agree to Schedule DB, Part D, Section 1

|                 | Gross Amount<br>Recognized | Amount Offset* | Net Amount<br>Presented on<br>Financial<br>Statements |
|-----------------|----------------------------|----------------|---|
| (2) Liabilities |                            |                |   |

\* For derivative assets and derivative liabilities, the amount offset shall agree to Schedule DB, Part D, Section 1

O. 5GI Securities

The Company did not hold 5GI Securites as of March 31, 2021 and December 31, 2020.

| Investment               | Number of 5GI Securities |            | Aggregate BACV |            | Aggregate Fair Value |            |
|--------------------------|--------------------------|------------|----------------|------------|----------------------|------------|
|                          | Current Year             | Prior Year | Current Year   | Prior Year | Current Year         | Prior Year |
| (1) Bonds - AC           |                          |            |                |            |                      |            |
| (2) Bonds - FV           |                          |            |                |            |                      |            |
| (3) LB&SS - AC           |                          |            |                |            |                      |            |
| (4) LB&SS - FV           |                          |            |                |            |                      |            |
| (5) Preferred Stock - AC |                          |            |                |            |                      |            |
| (6) Preferred Stock - FV |                          |            |                |            |                      |            |
| (7) Total (1+2+3+4+5+6)  | 0                        | 0          | \$ -           | \$ -       | \$ -                 | \$ -       |

AC - Amortized Cost FV - Fair Value

P. Short Sales

The Company did not have any short sales as of March 31, 2021 and December 31, 2020.

(1) Unsettled Short Sale Transactions (Outstanding as of Reporting Date)

NOTES TO FINANCIAL STATEMENTS

|                    | Proceeds<br>Received | Current Fair<br>Value of<br>Securities Sold<br>Short | Unrealized<br>Gain or Loss | Expected<br>Settlement (# of<br>Days) | Fair Value of<br>Short Sales<br>Exceeding (or<br>expected to<br>exceed) 3<br>Settlement<br>Days | Fair Value of<br>Short Sales<br>Expected to be<br>Settled by<br>Secured<br>Borrowing |
|--------------------|----------------------|--|----------------------------|---------------------------------------|---|--|
| a. Bonds           |                      |  |                            |                                       |   |  |
| b. Preferred Stock |                      |  |                            |                                       |   |  |
| c. Common Stock    |                      |  |                            |                                       |   |  |
| d. Totals (a+b+c)  | \$ -                 | \$ -   | \$ -                       | XXX                                   | \$ -  | \$ -   |

(2) Settled Short Sale Transactions

|                    | Proceeds<br>Received | Current Fair<br>Value of<br>Securities Sold<br>Short | Realized Gain<br>or Loss on<br>Transaction | Fair Value of<br>Short Sales that<br>Exceeded 3<br>Settlement<br>Days | Fair Value of<br>Short Sales<br>Settled by<br>Secured<br>Borrowing |
|--------------------|----------------------|--|--|---|--|
| a. Bonds           |                      |  |  |   |  |
| b. Preferred Stock |                      |  |  |   |  |
| c. Common Stock    |                      |  |  |   |  |
| d. Totals (a+b+c)  | \$ -                 | \$ -   | \$ -                                       | \$ -  | \$ -   |

Q. Prepayment Penalty and Acceleration Fees

The Company did not recognize any prepayment penalty and acceleration fees during 2021 and 2020.

General Account

1. Number of CUSIPs
2. Aggregate Amount of Investment Income

R. Reporting Entity's Share of Cash Pool by Asset Type

The Company does not pool cash as of March 31, 2021 and December 31, 2020.

|                            | Asset Type | Percent Share |
|----------------------------|------------|---------------|
| (1) Cash                   |            | 0.0%          |
| (2) Cash Equivalents       |            | 0.0%          |
| (3) Short-Term Investments |            | 0.0%          |
| (4) Total                  |            | 0.0%          |

NOTE 6 Joint Ventures, Partnerships and Limited Liability Companies

- A. Investments in Joint Ventures, Partnerships and Limited Liability Companies that Exceed 10% of Ownership  
The Company did not have any investments in joint ventures, partnerships or LLCs that exceeds 10% of admitted assets during 2021 and 2020.
- B. Investments in Impaired Joint Ventures, Partnerships and Limited Liability Companies  
The Company did not have any investments in impaired joint ventures, partnerships or LLCs that exceeds 10% of admitted assets during 2021 and 2020.

NOTE 7 Investment Income

- A. The bases, by category of investment income, for excluding (nonadmitting) any investment income due and accrued:  
Due and accrued investment income is recorded as an asset, with three exceptions. Due and accrued investment income on mortgage loans in default, where interest is more than 180 days past due, is non-admitted. Due and accrued investment income for investments other than mortgage loans, that is more than 90 days past due, is non-admitted. In addition, due and accrued investment income that is determined to be uncollectible, regardless of its age, is written off in the period that determination is made.
- B. The total amount excluded:  
All due and accrued investment income was admitted as of March 31, 2021 and December 31, 2020.

NOTE 8 Derivative Instruments

The Company did not have derivative instruments as of March 31, 2021 and December 31, 2020.

- A. Derivatives under SSAP No. 86—Derivatives

(1) Market Risk, Credit Risk and Cash Requirements

(2) Objectives for Derivative Use

(3) Accounting Policies for Recognition and Measurement

(4) Identification of Whether Derivative Contracts with Financing Premiums

(5) Net Gain or Loss Recognized

(6) Net Gain or Loss Recognized from Derivatives that no Longer Qualify for Hedge Accounting

(7) Derivatives Accounted for as Cash Flow Hedges

(8) Total Premium Costs for Contracts

a.
- Fiscal Year

1. 2021

2. 2022

3. 2023

4. 2024

5. Thereafter

6. Total Future Settled Premiums
- Derivative  
Premium  
Payments Due

\$ -

b.

NOTES TO FINANCIAL STATEMENTS

|                 | Undiscounted<br>Future Premium<br>Commitments | Derivative Fair<br>Value With<br>Premium<br>Commitments<br>(Reported on DB) | Derivative Fair<br>Value Excluding<br>Impact of Future<br>Settled Premiums |
|-----------------|---|---|--|
| 1. Prior Year   |   |   |  |
| 2. Current Year |   |   |  |

B. Derivatives under SSAP No. 108—Derivative Hedging Variable Annuity Guarantees

(1) Discussion of Hedged Item/Hedging Instruments and Hedging Strategy

(2) Recognition of gains/losses and deferred assets and liabilities

a. Scheduled Amortization

| Amortization Year | Deferred<br>Assets | Deferred<br>Liabilities |
|-------------------|--------------------|-------------------------|
| 1. 2021           |                    |                         |
| 2. 2022           |                    |                         |
| 3. 2023           |                    |                         |
| 4. 2024           |                    |                         |
| 5. 2025           |                    |                         |
| 6. 2026           |                    |                         |
| 7. 2027           |                    |                         |
| 8. 2028           |                    |                         |
| 9. 2029           |                    |                         |
| 10. 2030          |                    |                         |
| 11. Total         | \$ -               | \$ -                    |

b. Total Deferred Balance \*

\* Should agree to Column 19 of Schedule DB, Part E

c. Reconciliation of Amortization:

|  |    |   |
|--|----|---|
| 1. Prior Year Total Deferred Balance     | \$ | - |
| 2. Current Year Amortization             |    |   |
| 3. Current Year Deferred Recognition     |    |   |
| 4. Ending Deferred Balance [1 - (2 + 3)] | \$ | - |

d. Open Derivative Removed from SSAP No. 108 and Captured in Scope of SSAP No. 86

|  |    |   |
|--|----|---|
| 1. Total Derivative Fair Value Change  |    |   |
| 2. Change in Fair Value Reflected as a Natural Offset to VM21 Liability under SSAP No. 108     |    |   |
| 3. Change in Fair Value Reflected as a Deferred Asset / Liability Under SSAP No. 108           |    |   |
| 4. Other Changes   |    |   |
| 5. Unrealized Gain / Loss Recognized for Derivative Under SSAP No. 86 [1-(sum of 2 through 4)] | \$ | - |

e. Open Derivative Removed from SSAP No. 86 and Captured in Scope of SSAP No. 108

|  |    |   |
|--|----|---|
| 1. Total Derivative Fair Value Change  |    |   |
| 2. Unrealized Gain / Loss Recognized Prior to the Reclassification to SSAP No. 108 |    |   |
| 3. Other Changes   |    |   |
| 4. Fair Value Change Available for Application under SSAP No. 108 [1-(2+3)]        | \$ | - |

(3) Hedging Strategies Identified as No Longer Highly Effective

a. Information on Determination of Ineffectiveness, Including Variations from Prior Assessments Resulting in the Change from Classification as a Highly Effective Hedge

b. Details of Hedging Strategies Identified as No Longer Highly Effective

| Unique Identifier | Date<br>Domiciliary<br>State Notified | Amortization<br>(# of Years)<br>5 or Less | Recognized<br>Deferred Assets | Recognized<br>Deferred<br>Liabilities |
|-------------------|---------------------------------------|---|-------------------------------|---------------------------------------|
|                   |                                       |   |                               |                                       |

c. Amortization

| Amortization Year | Recognized<br>Deferred Assets | Recognized<br>Deferred Assets | Accelerated<br>Amortization | Original<br>Amortization |
|-------------------|-------------------------------|-------------------------------|-----------------------------|--------------------------|
| 1. 2021           |                               |                               |                             |                          |
| 2. 2022           |                               |                               |                             |                          |
| 3. 2023           |                               |                               |                             |                          |
| 4. 2024           |                               |                               |                             |                          |
| 5. 2025           |                               |                               |                             |                          |

6. Total Adjusted Amortization

d. Disclosure on Whether the Reporting Entity is Electing to Accelerate Amortization

(4) Hedging Strategies Terminated

a. Key Elements in the Reporting Entity's Decision to Terminate

b. Details of Hedging Strategies Terminated

| Unique Identifier | Date<br>Domiciliary<br>State Notified | Amortization<br>(# of Years)<br>5 or Less | Recognized<br>Deferred Assets | Recognized<br>Deferred<br>Liabilities |
|-------------------|---------------------------------------|---|-------------------------------|---------------------------------------|
|                   |                                       |   |                               |                                       |

c. Amortization

| Amortization Year | Recognized<br>Deferred Assets | Recognized<br>Deferred Assets | Accelerated<br>Amortization | Original<br>Amortization |
|-------------------|-------------------------------|-------------------------------|-----------------------------|--------------------------|
| 1. 2021           |                               |                               |                             |                          |
| 2. 2022           |                               |                               |                             |                          |

NOTES TO FINANCIAL STATEMENTS

|         |  |  |  |  |
|---------|--|--|--|--|
| 3. 2023 |  |  |  |  |
| 4. 2024 |  |  |  |  |
| 5. 2025 |  |  |  |  |

6. Total Adjusted Amortization

d. Disclosure on Whether the Reporting Entity is Electing to Accelerate Amortization

NOTE 9 Income Taxes

A. The components of the net deferred tax asset/(liability) at the end of current period are as follows:  
Effective July 1, 2015, HCI, an S-corporation, filed an election to treat the Company as a Q-Sub. While Q-Subs are generally not subject to entity level income based taxes because all items of income and deductions will be treated as that of Hunt's, On June 4, 2018, the Company's Q-Sub status terminated and it became a corporation subject to federal income tax. The statute of limitations is open for the tax years 2019 through 2020 and expires in 2022 and 2023.

The Company is required to assess the recoverability of deferred tax assets and if we determine that deferred tax assets may not be recoverable, we record a valuation allowance as appropriate. Significant judgment is required in assessing the future tax consequences of events that have been recognized in our financial statements or tax returns as well as the recoverability of amounts we record. In evaluating the need for a valuation allowance the Company considers many factors, such as the nature and character of the deferred tax assets and liabilities, carryback availability, projected taxable income, tax planning strategies and other factors, as applicable. Management has determined that it is more likely than not that its deferred tax assets will be realized, and therefore no valuation allowance has been established.

1. Components of Net Deferred Tax Asset/(Liability)

|  | As of End of Current Period |                |                              | 12/31/2020      |                |                              | Change                          |                                |                              |
|--|-----------------------------|----------------|------------------------------|-----------------|----------------|------------------------------|---------------------------------|--------------------------------|------------------------------|
|  | (1)<br>Ordinary             | (2)<br>Capital | (3)<br>(Col. 1 + 2)<br>Total | (4)<br>Ordinary | (5)<br>Capital | (6)<br>(Col. 4 + 5)<br>Total | (7)<br>(Col. 1 - 4)<br>Ordinary | (8)<br>(Col. 2 - 5)<br>Capital | (9)<br>(Col. 7 + 8)<br>Total |
| (a) Gross Deferred Tax Assets  |                             |                | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| (b) Statutory Valuation Allowance Adjustment                                     |                             |                | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| (c) Adjusted Gross Deferred Tax Assets<br>(1a - 1b)                              | \$ -                        | \$ -           | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| (d) Deferred Tax Assets Nonadmitted  |                             |                | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| (e) Subtotal Net Admitted Deferred Tax Asset<br>(1c - 1d)                        | \$ -                        | \$ -           | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| (f) Deferred Tax Liabilities   |                             |                | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| (g) Net Admitted Deferred Tax Asset/(Net<br>Deferred Tax Liability)<br>(1e - 1f) | \$ -                        | \$ -           | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |

2. Admission Calculation Components SSAP No. 101

|  | As of End of Current Period |                |                              | 12/31/2020      |                |                              | Change                          |                                |                              |
|--|-----------------------------|----------------|------------------------------|-----------------|----------------|------------------------------|---------------------------------|--------------------------------|------------------------------|
|  | (1)<br>Ordinary             | (2)<br>Capital | (3)<br>(Col. 1 + 2)<br>Total | (4)<br>Ordinary | (5)<br>Capital | (6)<br>(Col. 4 + 5)<br>Total | (7)<br>(Col. 1 - 4)<br>Ordinary | (8)<br>(Col. 2 - 5)<br>Capital | (9)<br>(Col. 7 + 8)<br>Total |
| Admission Calculation Components<br>SSAP No. 101   |                             |                |                              |                 |                |                              |                                 |                                |                              |
| (a) Federal Income Taxes Paid In Prior<br>Years Recoverable Through Loss<br>Carrybacks   |                             |                | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| (b) Adjusted Gross Deferred Tax<br>Assets Expected To Be Realized<br>(Excluding The Amount Of Deferred<br>Tax Assets From 2(a) above) After<br>Application of the Threshold Limitation.<br>(The Lesser of 2(b)1 and 2(b)2 Below) |                             |                | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| 1. Adjusted Gross Deferred Tax<br>Assets Expected to be Realized<br>Following the Balance Sheet Date.  |                             |                | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| 2. Adjusted Gross Deferred Tax<br>Assets Allowed per Limitation<br>Threshold.  | XXX                         | XXX            |                              | XXX             | XXX            | \$ -                         | XXX                             | XXX                            | \$ -                         |
| (c) Adjusted Gross Deferred Tax Assets<br>(Excluding The Amount Of Deferred Tax<br>Assets From 2(a) and 2(b) above)<br>Offset by Gross Deferred Tax Liabilities.   |                             |                | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| (d) Deferred Tax Assets Admitted as the result<br>of application of SSAP No. 101. Total (2(a) +<br>2(b) + 2(c))  | \$ -                        | \$ -           | \$ -                         | \$ -            | \$ -           | \$ -                         | \$ -                            | \$ -                           | \$ -                         |

3. Other Admissibility Criteria

|  | 2021   | 2020   |
|--|--------|--------|
| a. Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount.                               | 0.000% | 0.000% |
| b. Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above. |        |        |

4. Impact of Tax Planning Strategies

|   | As of End of Current Period |                | 12/31/2020      |                | Change                          |                                |
|---|-----------------------------|----------------|-----------------|----------------|---------------------------------|--------------------------------|
|   | (1)<br>Ordinary             | (2)<br>Capital | (3)<br>Ordinary | (4)<br>Capital | (5)<br>(Col. 1 - 3)<br>Ordinary | (6)<br>(Col. 2 - 4)<br>Capital |
| Impact of Tax Planning Strategies:  |                             |                |                 |                |                                 |                                |
| (a) Determination of adjusted gross deferred tax<br>assets and net admitted deferred tax assets, by tax<br>character as a percentage. |                             |                |                 |                |                                 |                                |
| 1. Adjusted Gross DTAs amount from Note 9A1<br>(c)  | \$ -                        | \$ -           | \$ -            | \$ -           | \$ -                            | \$ -                           |
| 2. Percentage of adjusted gross DTAs by tax<br>character attributable to the impact of tax<br>planning strategies                     | 0.000%                      | 0.000%         | 0.000%          | 0.000%         | 0.000%                          | 0.000%                         |
| 3. Net Admitted Adjusted Gross DTAs amount<br>from Note 9A1(e)  | \$ -                        | \$ -           | \$ -            | \$ -           | \$ -                            | \$ -                           |

NOTES TO FINANCIAL STATEMENTS

|  |        |        |        |        |        |        |
|--|--------|--------|--------|--------|--------|--------|
| 4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies | 0.000% | 0.000% | 0.000% | 0.000% | 0.000% | 0.000% |
|--|--------|--------|--------|--------|--------|--------|

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

B. Deferred Tax Liabilities Not Recognized

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

|   | (1)<br>As of End of<br>Current Period | (2)<br>12/31/2020 | (3)<br>(Col. 1 - 2)<br>Change |
|---|---------------------------------------|-------------------|-------------------------------|
| 1. Current Income Tax   |                                       |                   |                               |
| (a) Federal   |                                       | \$ 443,381        | \$ (443,381)                  |
| (b) Foreign   |                                       | \$ -              | \$ -                          |
| (c) Subtotal  | \$ -                                  | \$ 443,381        | \$ (443,381)                  |
| (d) Federal income tax on net capital gains                       |                                       | \$ -              | \$ -                          |
| (e) Utilization of capital loss carry-forwards                    |                                       | \$ -              | \$ -                          |
| (f) Other   |                                       | \$ -              | \$ -                          |
| (g) Federal and foreign income taxes incurred                     | \$ -                                  | \$ 443,381        | \$ (443,381)                  |
| 2. Deferred Tax Assets:   |                                       |                   |                               |
| (a) Ordinary:   |                                       |                   |                               |
| (1) Discounting of unpaid losses                                  |                                       | \$ -              | \$ -                          |
| (2) Unearned premium reserve                                      |                                       | \$ -              | \$ -                          |
| (3) Policyholder reserves   |                                       | \$ -              | \$ -                          |
| (4) Investments   |                                       | \$ -              | \$ -                          |
| (5) Deferred acquisition costs                                    |                                       | \$ -              | \$ -                          |
| (6) Policyholder dividends accrual                                |                                       | \$ -              | \$ -                          |
| (7) Fixed Assets  |                                       | \$ -              | \$ -                          |
| (8) Compensation and benefits accrual                             |                                       | \$ -              | \$ -                          |
| (9) Pension accrual   |                                       | \$ -              | \$ -                          |
| (10) Receivables - nonadmitted                                    |                                       | \$ -              | \$ -                          |
| (11) Net operating loss carry-forward                             |                                       | \$ -              | \$ -                          |
| (12) Tax credit carry-forward                                     |                                       | \$ -              | \$ -                          |
| (13) Other (including items <5% of total ordinary tax assets)     |                                       | \$ -              | \$ -                          |
| (99) Subtotal   | \$ -                                  | \$ -              | \$ -                          |
| (b) Statutory valuation allowance adjustment                      |                                       | \$ -              | \$ -                          |
| (c) Nonadmitted   |                                       | \$ -              | \$ -                          |
| (d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)        | \$ -                                  | \$ -              | \$ -                          |
| (e) Capital:  |                                       |                   |                               |
| (1) Investments   |                                       | \$ -              | \$ -                          |
| (2) Net capital loss carry-forward                                |                                       | \$ -              | \$ -                          |
| (3) Real estate   |                                       | \$ -              | \$ -                          |
| (4) Other (including items <5% of total ordinary tax assets)      |                                       | \$ -              | \$ -                          |
| (99) Subtotal   | \$ -                                  | \$ -              | \$ -                          |
| (f) Statutory valuation allowance adjustment                      |                                       | \$ -              | \$ -                          |
| (g) Nonadmitted   |                                       | \$ -              | \$ -                          |
| (h) Admitted capital deferred tax assets (2e99 - 2f - 2g)         | \$ -                                  | \$ -              | \$ -                          |
| (i) Admitted deferred tax assets (2d + 2h)                        | \$ -                                  | \$ -              | \$ -                          |
| 3. Deferred Tax Liabilities:                                      |                                       |                   |                               |
| (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) |                                       | \$ -              | \$ -                          |
| (99) Subtotal   | \$ -                                  | \$ -              | \$ -                          |
| (b) Capital:  |                                       |                   |                               |
| (1) Investments   |                                       | \$ -              | \$ -                          |
| (2) Real estate   |                                       | \$ -              | \$ -                          |
| (3) Other (including items <5% of total capital tax liabilities)  |                                       | \$ -              | \$ -                          |
| (99) Subtotal   | \$ -                                  | \$ -              | \$ -                          |
| (c) Deferred tax liabilities (3a99 + 3b99)                        | \$ -                                  | \$ -              | \$ -                          |
| 4. Net deferred tax assets/liabilities (2i - 3c)                  | \$ -                                  | \$ -              | \$ -                          |

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate Among the more significant book to tax adjustments were the following:

E. Operating Loss Carry Forwards and Income Taxes Available for Recoupment

F. Consolidated Federal Income Tax Return  
The Company's federal income tax return is consolidated with Nevada General Corporation, which owns 99% of Bankers Guarantee. Because all revenue is related to the Company's activities and the parent company holds only a small cash balance, 100% of federal income tax for all entities is allocated to the Company.

G. Federal or Foreign Federal Income Tax Loss Contingencies  
The Company had no federal income tax loss contingencies as of March 31, 2021 and December 31, 2020.

H. Repatriation Transition Tax (RTT)  
Not Applicable

I. Alternative Minimum Tax (AMT) Credit  
Not Applicable

(1) Gross AMT Credit Recognized as: Amount

NOTES TO FINANCIAL STATEMENTS

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

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

- A. Nature of the Relationship Involved  
Certain expenses of the Company are paid by an affiliate. These expenses included (i) the actual costs to the Parent Company of goods, materials and services used for and obtained by the Company from unaffiliated parties, and (ii) the costs of certain personnel employed by the Parent Company and directly involved in the organization and business of the Company and for legal, accounting, administration, data processing, duplication and other miscellaneous costs or services performed by employees or officers of the Parent Company. Any amounts outstanding as of March 31, 2021 and December 31, 2020 are reflected in Other expenses on the Schedule of Liabilities, Surplus and Other Funds.
- B. Transactions
- C. Transactions with related party who are not reported on Schedule Y

(1) Detail of Material Related Party Transactions

| Ref # | Date of Transaction | Name of Related Party | Nature of Relationship | Type of Transaction | Written Agree-ment (Yes/No) | Due Date | Reporting Period Date Amount Due From (To) |
|-------|---------------------|-----------------------|------------------------|---------------------|-----------------------------|----------|--|
|       |                     |                       |                        |                     |                             |          |  |

Options for Type of Transaction:

- Loan
- Exchange of Assets or Liabilities (e.g., buys, sells and secured borrowing transactions)
- Management Services
- Cost-Sharing Agreement
- Other Transactions Involving Services
- Guarantee (e.g., guarantees to related parties, on behalf of, and when beneficiary is related party)
- Other

(2) Detail of Material Related Party Transactions Involving Services

| Ref # | Name of Related Party | Overview Description | Amount Charged | Amount Based on Allocation of Costs or Market Rates | Amount Charged Modified or Waived (Yes/No) |
|-------|-----------------------|----------------------|----------------|---|--|
|       |                       |                      |                |   |  |
| Total |                       |                      | \$ -           | \$ -  |  |

(3) Detail of Material Related Party Transactions Involving Exchange of Assets and Liabilities

a. Description of Transaction

| Ref # | Name of Related Party | Overview Description | Have Terms Changed from Preceding Period? (Yes/No) |
|-------|-----------------------|----------------------|--|
|       |                       |                      |  |

b. Assets Received

| Ref # | Name of Related Party | Description of Assets Received | Statement Value of Assets Received |
|-------|-----------------------|--------------------------------|------------------------------------|
|       |                       |                                |                                    |
| Total |                       |                                | \$ -                               |

c. Assets Transferred

| Ref # | Name of Related Party | Description of Assets Transferred | Statement Value of Assets Transferred |
|-------|-----------------------|-----------------------------------|---------------------------------------|
|       |                       |                                   |                                       |
| Total |                       |                                   | \$ -                                  |

(4) Detail of Amounts Owed To/From a Related Party

| Ref # | Name of Related Party | Aggregate Reporting Period Amount Due From | Aggregate Reporting Period (Amount Due To) | Amount Offset in Financial Statement (if qualifying) | Net Amount Recoverable/ (Payable) by Related Party | Admitted Recoverable |
|-------|-----------------------|--|--|--|--|----------------------|
|       |                       |  |  |  |  |                      |
| Total | XXX                   | \$ -                                       | \$ -                                       | \$ -   | \$ -   | \$ -                 |

- D. Amounts Due From or To Related Parties  
At December 31, 2020, the Company had \$11,383 due to two affiliates.

NOTES TO FINANCIAL STATEMENTS

- E. Material Management or Service Contracts and Cost-Sharing Arrangements
- F. Guarantees or Undertakings
- G. Nature of the Control Relationship
- H. Amount Deducted from the Value of Upstream Intermediate Entity or Ultimate Parent Owned
- I. Investments in SCA that Exceed 10% of Admitted Assets
- J. Investments in Impaired SCAs
- K. Investment in Foreign Insurance Subsidiary
- L. Investment in Downstream Noninsurance Holding Company

M. All SCA Investments

(1) Balance Sheet Value (Admitted and Nonadmitted) All SCAs (Except 8bi Entities)

| SCA Entity   | Percentage of SCA Ownership | Gross Amount | Admitted Amount | Nonadmitted Amount |
|--|-----------------------------|--------------|-----------------|--------------------|
| a. SSAP No. 97 8a Entities                                     |                             |              |                 |                    |
| Total SSAP No. 97 8a Entities                                  | XXX                         | \$ -         | \$ -            | \$ -               |
| b. SSAP No. 97 8b(ii) Entities                                 |                             |              |                 |                    |
| Total SSAP No. 97 8b(ii) Entities                              | XXX                         | \$ -         | \$ -            | \$ -               |
| c. SSAP No. 97 8b(iii) Entities                                |                             |              |                 |                    |
| Total SSAP No. 97 8b(iii) Entities                             | XXX                         | \$ -         | \$ -            | \$ -               |
| d. SSAP No. 97 8b(iv) Entities                                 |                             |              |                 |                    |
| Total SSAP No. 97 8b(iv) Entities                              | XXX                         | \$ -         | \$ -            | \$ -               |
| e. Total SSAP No. 97 8b Entities (except 8bi entities) (b+c+d) | XXX                         | \$ -         | \$ -            | \$ -               |
| f. Aggregate Total (a+ e)                                      | XXX                         | \$ -         | \$ -            | \$ -               |

(2) NAIC Filing Response Information

| SCA Entity<br>(Should be same entities as shown in M(1) above.) | Type of NAIC Filing * | Date of Filing to the NAIC | NAIC Valuation Amount | NAIC Response Received Y/N | NAIC Disallowed Entities Valuation Method, Resubmission Required Y/N | Code ** |
|---|-----------------------|----------------------------|-----------------------|----------------------------|--|---------|
| a. SSAP No. 97 8a Entities                                      |                       |                            |                       |                            |  |         |
| Total SSAP No. 97 8a Entities                                   | XXX                   | XXX                        | \$ -                  | XXX                        | XXX  | XXX     |
| b. SSAP No. 97 8b(ii) Entities                                  |                       |                            |                       |                            |  |         |
| Total SSAP No. 97 8b(ii) Entities                               | XXX                   | XXX                        | \$ -                  | XXX                        | XXX  | XXX     |
| c. SSAP No. 97 8b(iii) Entities                                 |                       |                            |                       |                            |  |         |
| Total SSAP No. 97 8b(iii) Entities                              | XXX                   | XXX                        | \$ -                  | XXX                        | XXX  | XXX     |
| d. SSAP No. 97 8b(iv) Entities                                  |                       |                            |                       |                            |  |         |
| Total SSAP No. 97 8b(iv) Entities                               | XXX                   | XXX                        | \$ -                  | XXX                        | XXX  | XXX     |
| e. Total SSAP No. 97 8b Entities (except 8bi entities) (b+c+d)  | XXX                   | XXX                        | \$ -                  | XXX                        | XXX  | XXX     |
| f. Aggregate Total (a+e)  | XXX                   | XXX                        | \$ -                  | XXX                        | XXX  | XXX     |

\* S1 - Sub-1, S2 - Sub-2 or RDF - Resubmission of Disallowed Filing

\*\* I - Immaterial or M - Material

N. Investment in Insurance SCAs

(1) Accounting Practice that Differs from NAIC Statutory Accounting Practices and Procedures

(2) The monetary effect on net income and surplus as a result of using an accounting practice that differed from NAIC Statutory Accounting Practices and Procedures (NAIC SAP), the amount of the investment in the insurance SCA per audited statutory equity and amount of the investment if the insurance SCA had completed statutory financial statements in accordance with the AP&P Manual.

| SCA Entity<br>(Investments in Insurance SCA Entities) | Monetary Effect on NAIC SAP | Amount of Investment |
|---|-----------------------------|----------------------|
|---|-----------------------------|----------------------|



NOTES TO FINANCIAL STATEMENTS

|  | Net Income<br>Increase<br>(Decrease) | Surplus<br>Increase<br>(Decrease) | Per Audited<br>Statutory Equity | If the Insurance<br>SCA Had<br>Completed<br>Statutory<br>Financial<br>Statements * |
|--|--------------------------------------|-----------------------------------|---------------------------------|--|
|  |                                      |                                   |                                 |  |

\* Per AP&P Manual (without permitted or prescribed practices)

(3) RBC Regulatory Event Because of Prescribed or Permitted Practice

O. SCA or SSAP 48 Entity Loss Tracking

| 1      | 2   | 3   | 4   | 5  | 6  |
|--------|---|---|---|--|--|
| Entity | Reporting<br>Entity's<br>Share of<br>Net Income<br>(Loss) | Accumulated<br>Share of<br>Net Income<br>(Losses) | Reporting<br>Entity's<br>Share of<br>Equity, Including<br>Negative Equity | Guaranteed<br>Obligation /<br>Commit-<br>ment<br>for<br>Financial<br>Support<br>(Yes/No) | Amount of<br>Guarantee<br>Recognized<br>Under<br>SSAP No. 5R |
|        |   |   |   |  |  |

NOTE 11 Debt

A. Debt Including Capital Notes

The Company did not have debt or capital notes outstanding as of March 31, 2021 and December 31, 2020.

B. FHLB (Federal Home Loan Bank) Agreements

The Company, a third party title insurance company since 1911, was an eligible member of the FHLB. On March 31, 2016, the Company was informed by the FHFA that for purposes of the rules governing FHLB membership, the FHFA considers the Company to be a captive insurance company. The Company was admitted as a member of the FHLB prior to September 12, 2014, and the Company's membership with the FHLB terminated effective February 19, 2021.

As of December 31, 2020, commercial loans and a money market account with a carrying value of \$31.5 million have been pledged as collateral for such advances. In connection with the advances, the Company has purchased, as required under the terms of the advances, \$649,800 of FHLB stock

In connection with the Company's membership with the FHLB being terminated, its investment in the capital stock of the FHLB in connection with its membership was redeemed. The Company repaid its outstanding FHLB advances with proceeds from a new \$17.9 million recourse loan facility on February 16, 2021 that is interest only; bears interest at a rate of one-month LIBOR plus 2.25%, with a floor of 2.50%; and, has a maturity date in February 2023, which may be extended for one year.

(1) Nature of the Agreement, Type of Borrowing and Use of Funding

(2) FHLB Capital Stock

a. Aggregate Totals

|   | Total         |
|---|---------------|
| 1. Current Year   |               |
| (a) Membership Stock - Class A  | \$ -          |
| (b) Membership Stock - Class B  | \$ -          |
| (c) Activity Stock  | \$ -          |
| (d) Excess Stock  | \$ -          |
| (e) Aggregate Total (a+b+c+d)   | \$ -          |
| (f) Actual or estimated Borrowing Capacity as Determined by the Insurer | \$ -          |
| 2. Prior Year-end   |               |
| (a) Membership Stock - Class A  |               |
| (b) Membership Stock - Class B  | \$ 649,800    |
| (c) Activity Stock  |               |
| (d) Excess Stock  |               |
| (e) Aggregate Total (a+b+c+d)   | \$ 649,800    |
| (f) Actual or estimated Borrowing Capacity as Determined by the Insurer | \$ 31,481,646 |

11B(2)a1(f) should be equal to or greater than 11B(4)a1(d)

11B(2)a2(f) should be equal to or greater than 11B(4)a2(d)

b. Membership Stock (Class A and B) Eligible and Not Eligible for Redemption

|                  | 1                                 | 2                              | Eligible for Redemption |                                    |                           |              |
|------------------|-----------------------------------|--------------------------------|-------------------------|------------------------------------|---------------------------|--------------|
|                  | Current Year Total<br>(2+3+4+5+6) | Not Eligible for<br>Redemption | 3                       | 4                                  | 5                         | 6            |
|                  |                                   |                                | Less Than<br>6 Months   | 6 Months to<br>Less Than<br>1 Year | 1 to Less Than<br>3 Years | 3 to 5 Years |
| Membership Stock |                                   |                                |                         |                                    |                           |              |
| 1. Class A       | \$ -                              | \$ -                           | \$ -                    | \$ -                               | \$ -                      | \$ -         |
| 2. Class B       | \$ -                              | \$ -                           | \$ -                    | \$ -                               | \$ -                      | \$ -         |

11B(2)b1 Current Year Total (Column 1) should equal 11B(2)a1(a) Total (Column 1)

11B(2)b2 Current Year Total (Column 1) should equal 11B(2)a1(b) Total (Column 1)

(3) Collateral Pledged to FHLB

a. Amount Pledged as of Reporting Date

|  | 1             | 2              | 3                            |
|--|---------------|----------------|------------------------------|
|  | Fair Value    | Carrying Value | Aggregate Total<br>Borrowing |
| 1. Current Year Total Collateral Pledged   | \$ -          | \$ -           | \$ -                         |
| 2. Prior Year-end Total Collateral Pledged | \$ 31,481,646 | \$ 31,481,646  | \$ 17,862,569                |

11B(3)a1 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b1 (Columns 1, 2 and 3 respectively)

11B(3)a2 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b2 (Columns 1, 2 and 3 respectively)

11B(3)a3 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b3 (Columns 1, 2 and 3 respectively)

NOTES TO FINANCIAL STATEMENTS

11B(3)a4 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b4 (Columns 1, 2 and 3 respectively)

b. Maximum Amount Pledged During Reporting Period

|  | 1             | 2              | 3   |
|--|---------------|----------------|---|
|  |               |                | Amount<br>Borrowed<br>at Time of<br>Maximum<br>Collateral |
|  | Fair Value    | Carrying Value |   |
| 1. Current Year Total Maximum Collateral Pledged   | \$ 31,481,646 | \$ 31,481,646  | \$ 17,862,569   |
| 2. Prior Year-end Total Maximum Collateral Pledged | \$ 31,481,646 | \$ 31,481,646  | \$ 17,862,569   |

(4) Borrowing from FHLB

a. Amount as of Reporting Date

|                             | Total         | Funding<br>Agreements<br>Reserves<br>Established |
|-----------------------------|---------------|--|
| 1. Current Year             |               |  |
| (a) Debt                    | \$ -          | XXX  |
| (b) Funding Agreements      | \$ -          | \$ -   |
| (c) Other                   | \$ -          | XXX  |
| (d) Aggregate Total (a+b+c) | \$ -          | \$ -   |
| 2. Prior Year end           |               |  |
| (a) Debt                    | \$ 17,862,569 | XXX  |
| (b) Funding Agreements      |               |  |
| (c) Other                   |               | XXX  |
| (d) Aggregate Total (a+b+c) | \$ 17,862,569 | \$ -   |

b. Maximum Amount During Reporting Period (Current Year)

|                                  | Total         |
|----------------------------------|---------------|
| 1. Debt                          | \$ 17,862,569 |
| 2. Funding Agreements            | \$ -          |
| 3. Other                         | \$ -          |
| 4. Aggregate Total (Lines 1+2+3) | \$ 17,862,569 |

11B(4)b4 (Columns 1, 2 and 3) should be equal to or greater than 11B(4)a1(d) (Columns 1, 2 and 3 respectively)

c. FHLB - Prepayment Obligations

|                       | Does the company have<br>prepayment obligations under<br>the following arrangements<br>(YES/NO)? |
|-----------------------|--|
| 1. Debt               | Yes  |
| 2. Funding Agreements | No   |
| 3. Other              | No   |

C. Other Borrowing Agreements

The Company repaid its outstanding FHLB advances with proceeds from a new \$17.9 million recourse loan facility on February 16, 2021 that is interest only; bears interest at a rate of one-month LIBOR plus 2.25%, with a floor of 2.50%; and, has a maturity date in February 2023, which may be extended for one year.

(1) Nature of the Agreement, Type of Borrowing and Use of Funding

(2) Collateral Pledged

a. Amount Pledged as of Reporting Date

|  | 31,481,646    | 31,481,646    | 17,862,569    |
|--|---------------|---------------|---------------|
| 1. Current Year Total Collateral Pledged   | \$ 31,481,646 | \$ 31,481,646 | \$ 17,862,569 |
| 2. Prior Year-end Total Collateral Pledged | \$ -          | \$ -          | \$ -          |

(4) Borrowing from FHLB

11B(3)a1 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b1 (Columns 1, 2 and 3 respectively)

11B(3)a2 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b2 (Columns 1, 2 and 3 respectively)

11B(3)a3 (Columns 1, 2 and 3) should be equal to or less than 11B(3)0

11B(3)a4 (Columns 1, 2 and 3) should be equal to or less than 11B(3)0  
0

b. Maximum Amount Pledged During Reporting Period

|  | 1             | 2              | 3   |
|--|---------------|----------------|---|
|  |               |                | Amount<br>Borrowed<br>at Time of<br>Maximum<br>Collateral |
|  | Fair Value    | Carrying Value |   |
| 1. Current Year Total Maximum Collateral Pledged   | \$ 27,634,757 | \$ 27,634,757  | \$ 17,862,569   |
| 2. Prior Year-end Total Maximum Collateral Pledged | \$ -          | \$ -           | \$ -  |

(3) Borrowing

NOTES TO FINANCIAL STATEMENTS

| a. Amount as of Reporting Date | #  | 0          |   |
|--------------------------------|----|------------|---|
|                                |    | Total      | Funding Agreements Reserves Established |
| 1. Current Year                |    |            |   |
| (a) Debt                       | \$ | 17,862,569 | XXX                                     |
| (b) Funding Agreements         | \$ | -          | \$ -                                    |
| (c) Other                      | \$ | -          | XXX                                     |
| (d) Aggregate Total (a+b+c)    | \$ | 17,862,569 | \$ -                                    |
|                                | #  |            |   |
| 2. Prior Year end              |    |            |   |
| (a) Debt                       | \$ | -          | XXX                                     |
| (b) Funding Agreements         |    |            |   |
| (c) Other                      |    |            | XXX                                     |
| (d) Aggregate Total (a+b+c)    | \$ | -          | \$ -                                    |

b. Maximum Amount During Reporting Period (Current Year)

|                                  | Total         |
|----------------------------------|---------------|
| 1. Debt                          | \$ 17,862,569 |
| 2. Funding Agreements            | \$ -          |
| 3. Other                         | \$ -          |
| 4. Aggregate Total (Lines 1+2+3) | \$ 17,862,569 |

11B(4)b4 (Columns 1, 2 and 3) should be equal to or greater than 11B(4)a1(d) (Columns 1, 2 and 3 respectively)

c. Prepayment Obligations

|                       | Does the company have prepayment obligations under the following arrangements (YES/NO)? |
|-----------------------|---|
| 1. Debt               | Yes   |
| 2. Funding Agreements | No  |
| 3. Other              | No  |

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

A. Defined Benefit Plan  
The Company did not have retirement plans, postemployment benefits, compensated balances, or other postretirement benetift plans as of March 31, 2021 and December 31, 2020. The Company has a deferred compensation plan for certain members of management in 2021 and 2020, and the Company accrued compensation expense of\$78,750 and \$118,820 included in liabilities as of March 31, 2021 and December 31, 2020, respectively.

(1) Change in benefit obligation

a. Pension Benefits

|  | Overfunded |      | Underfunded |      |
|--|------------|------|-------------|------|
|  | 2021       | 2020 | 2021        | 2020 |
| 1. Benefit obligation at beginning of year   | \$ -       |      | \$ -        |      |
| 2. Service cost  |            |      |             |      |
| 3. Interest cost   |            |      |             |      |
| 4. Contribution by plan participants   |            |      |             |      |
| 5. Actuarial gain (loss)   |            |      |             |      |
| 6. Foreign currency exchange rate changes  |            |      |             |      |
| 7. Benefits paid   |            |      |             |      |
| 8. Plan amendments   |            |      |             |      |
| 9. Business combinations, divestitures, curtailments, settlements and special termination benefits |            |      |             |      |
| 10. Benefit obligation at end of year  | \$ -       | \$ - | \$ -        | \$ - |

b. Postretirement Benefits

|  | Overfunded |      | Underfunded |      |
|--|------------|------|-------------|------|
|  | 2021       | 2020 | 2021        | 2020 |
| 1. Benefit obligation at beginning of year   | \$ -       |      | \$ -        |      |
| 2. Service cost  |            |      |             |      |
| 3. Interest cost   |            |      |             |      |
| 4. Contribution by plan participants   |            |      |             |      |
| 5. Actuarial gain (loss)   |            |      |             |      |
| 6. Foreign currency exchange rate changes  |            |      |             |      |
| 7. Benefits paid   |            |      |             |      |
| 8. Plan amendments   |            |      |             |      |
| 9. Business combinations, divestitures, curtailments, settlements and special termination benefits |            |      |             |      |
| 10. Benefit obligation at end of year  | \$ -       | \$ - | \$ -        | \$ - |

c. Special or Contractual Benefits Per SSAP No. 11

|  | Overfunded |      | Underfunded |      |
|--|------------|------|-------------|------|
|  | 2021       | 2020 | 2021        | 2020 |

NOTES TO FINANCIAL STATEMENTS

|  |    |   |    |   |    |   |
|--|----|---|----|---|----|---|
| 1. Benefit obligation at beginning of year   | \$ | - | \$ | - |    |   |
| 2. Service cost  |    |   |    |   |    |   |
| 3. Interest cost   |    |   |    |   |    |   |
| 4. Contribution by plan participants   |    |   |    |   |    |   |
| 5. Actuarial gain (loss)   |    |   |    |   |    |   |
| 6. Foreign currency exchange rate changes  |    |   |    |   |    |   |
| 7. Benefits paid   |    |   |    |   |    |   |
| 8. Plan amendments   |    |   |    |   |    |   |
| 9. Business combinations, divestitures, curtailments, settlements and special termination benefits |    |   |    |   |    |   |
| 10. Benefit obligation at end of year  | \$ | - | \$ | - | \$ | - |

|  | Pension Benefits |      | Postretirement Benefits |      | Special or Contractual Benefits Per SSAP No. 11 |      |
|--|------------------|------|-------------------------|------|---|------|
|  | 2021             | 2020 | 2021                    | 2020 | 2021  | 2020 |
| (2) Change in plan assets                              |                  |      |                         |      |   |      |
| a. Fair value of plan assets at beginning of year      | \$               | -    | \$                      | -    | \$  | -    |
| b. Actual return on plan assets                        |                  |      |                         |      |   |      |
| c. Foreign currency exchange rate changes              |                  |      |                         |      |   |      |
| d. Reporting entity contribution                       |                  |      |                         |      |   |      |
| e. Plan participants' contributions                    |                  |      |                         |      |   |      |
| f. Benefits paid                                       |                  |      |                         |      |   |      |
| g. Business combinations, divestitures and settlements |                  |      |                         |      |   |      |
| h. Fair value of plan assets at end of year            | \$               | -    | \$                      | -    | \$  | -    |

|                                       |                  |      |                         |      |      |      |
|---------------------------------------|------------------|------|-------------------------|------|------|------|
| (3) Funded status                     |                  |      |                         |      |      |      |
|                                       | Pension Benefits |      | Postretirement Benefits |      |      |      |
|                                       | 2021             | 2020 | 2021                    | 2020 | 2021 | 2020 |
| a. Components:                        |                  |      |                         |      |      |      |
| 1. Prepaid benefit costs              |                  |      |                         |      |      |      |
| 2. Overfunded plan assets             |                  |      |                         |      |      |      |
| 3. Accrued benefit costs              |                  |      |                         |      |      |      |
| 4. Liability for pension benefits     |                  |      |                         |      |      |      |
| b. Assets and liabilities recognized: |                  |      |                         |      |      |      |
| 1. Assets (nonadmitted)               |                  |      |                         |      |      |      |
| 2. Liabilities recognized             |                  |      |                         |      |      |      |
| c. Unrecognized liabilities           |                  |      |                         |      |      |      |

|   | Pension Benefits |      | Postretirement Benefits |      | Special or Contractual Benefits Per SSAP No. 11 |      |
|---|------------------|------|-------------------------|------|---|------|
|   | 2021             | 2020 | 2021                    | 2020 | 2021  | 2020 |
| (4) Components of net periodic benefit cost                   |                  |      |                         |      |   |      |
| a. Service cost   |                  |      |                         |      |   |      |
| b. Interest cost  |                  |      |                         |      |   |      |
| c. Expected return on plan assets                             |                  |      |                         |      |   |      |
| d. Transition asset or obligation                             |                  |      |                         |      |   |      |
| e. Gains and losses   |                  |      |                         |      |   |      |
| f. Prior service cost or credit                               |                  |      |                         |      |   |      |
| g. Gain or loss recognized due to a settlement or curtailment |                  |      |                         |      |   |      |
| h. Total net periodic benefit cost                            | \$               | -    | \$                      | -    | \$  | -    |

|   |                  |      |                         |      |      |      |
|---|------------------|------|-------------------------|------|------|------|
| (5) Amounts in unassigned funds (surplus) recognized as components of net periodic benefit cost |                  |      |                         |      |      |      |
|   | Pension Benefits |      | Postretirement Benefits |      |      |      |
|   | 2021             | 2020 | 2021                    | 2020 | 2021 | 2020 |
| a. Items not yet recognized as a component of net periodic cost - prior year                    | \$               | -    | \$                      | -    | \$   | -    |
| b. Net transition asset or obligation recognized  |                  |      |                         |      |      |      |
| c. Net prior service cost or credit arising during the period                                   |                  |      |                         |      |      |      |
| d. Net prior service cost or credit recognized  |                  |      |                         |      |      |      |
| e. Net gain and loss arising during the period  |                  |      |                         |      |      |      |
| f. Net gain and loss recognized   |                  |      |                         |      |      |      |
| g. Items not yet recognized as a component of net periodic cost - current year                  | \$               | -    | \$                      | -    | \$   | -    |

|  |                  |      |                         |      |      |      |
|--|------------------|------|-------------------------|------|------|------|
| (6) Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost |                  |      |                         |      |      |      |
|  | Pension Benefits |      | Postretirement Benefits |      |      |      |
|  | 2021             | 2020 | 2021                    | 2020 | 2021 | 2020 |
| a. Net transition asset or obligation  |                  |      |                         |      |      |      |
| b. Net prior service cost or credit  |                  |      |                         |      |      |      |
| c. Net recognized gains and losses   |                  |      |                         |      |      |      |

|   |  |  |  |  |        |        |
|---|--|--|--|--|--------|--------|
| (7) Weighted-average assumptions used to determine net periodic benefit cost as of the end of current period: |  |  |  |  |        |        |
|   |  |  |  |  | 2021   | 2020   |
| a. Weighted average discount rate   |  |  |  |  | 0.000% | 0.000% |
| b. Expected long-term rate of return on plan assets   |  |  |  |  | 0.000% | 0.000% |
| c. Rate of compensation increase  |  |  |  |  | 0.000% | 0.000% |
| d. Interest crediting rates (for cash balance plans and other plans with promised interest crediting rates)   |  |  |  |  | 0.000% | 0.000% |
| Weighted average assumptions used to determine projected benefit obligations as of end of current period:     |  |  |  |  |        |        |
|   |  |  |  |  | 2021   | 2020   |
| e. Weighted average discount rate   |  |  |  |  | 0.000% | 0.000% |
| f. Rate of compensation increase  |  |  |  |  | 0.000% | 0.000% |
| g. Interest crediting rates (for cash balance plans and other plans with promised interest crediting rates)   |  |  |  |  | 0.000% | 0.000% |

|  |  |  |  |  |  |  |
|--|--|--|--|--|--|--|
| (8) Accumulated Benefit Obligation for Defined Benefit Pension Plans |  |  |  |  |  |  |
|--|--|--|--|--|--|--|

|   |  |  |  |  |  |  |
|---|--|--|--|--|--|--|
| (9) For Postretirement Benefits Other Than Pensions, the Assumed Health Care Cost Trend Rate(s) |  |  |  |  |  |  |
|---|--|--|--|--|--|--|

NOTES TO FINANCIAL STATEMENTS

(10) The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated:

- a. 2022
- b. 2023
- c. 2024
- d. 2025
- e. 2026
- f. 2027 through 20xx

Amount

- (11) Estimate of Contributions Expected to be Paid to the Plan
- (12) Amounts and Types of Securities Included in Plan Assets
- (13) Alternative Method Used to Amortize Prior Service Amounts or Net Gains and Losses
- (14) Substantive Comment Used to Account for Benefit Obligation
- (15) Cost of Providing Special or Contractual Termination Benefits Recognized
- (16) Reasons for Significant Gains/Losses Related to Changes in Defined Benefit Obligation and any Other Significant Change in the Benefit Obligations or Plan Assets Not Otherwise Apparent
- (17) Accumulated Postretirement and Pension Benefit Obligation and Fair Value of Plan Assets for Defined Postretirement and Pension Benefit Plans
- (18) Full Transition Surplus Impact of SSAP 102

B. Investment Policies and Strategies

C. The fair value of each class of plan assets

(1) Fair Value Measurements of Plan Assets at Reporting Date

| Description for each class of plan assets | (Level 1) | (Level 2) | (Level 3) | Total |
|---|-----------|-----------|-----------|-------|
|   |           |           |           |       |
| Total Plan Assets                         | \$ -      | \$ -      | \$ -      | \$ -  |

(2) Valuation Technique(s) and Inputs Used to Measure Fair Value

D. Basis Used to Determine Expected Long-Term Rate-of-Return

E. Defined Contribution Plan

F. Multiemployer Plans

G. Consolidated/Holding Company Plans

H. Postemployment Benefits and Compensated Absences

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

NOTE 13 Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

A. Number of Share and Par or State Value of Each Class

The Company has 15,000 shares authorized, 12,625 shares issued, and 12,625 shares outstanding.

B. Dividend Rate, Liquidation Value and Redemption Schedule of Preferred Stock Issues

The Company has no preferred stock outstanding.

C. Dividend Restrictions

The ability of the Company to pay dividends is generally dependent on business conditions, income, cash requirements, and other relevant factors. More specifically, the Ohio Revised Code ("Code") provides a two-step process. First, no dividend may be declared or paid except from earned (unassigned) surplus, as distinguished from contributed surplus, nor when the payment of a dividend reduces surplus below the minimum amount required by the Code. Secondly, a determination of the ordinary versus extraordinary dividends that can be paid is formula based and considers net income and capital and surplus, as well as the timing and amounts of dividends paid in the preceding twelve months as specified by the Code. Ordinary dividends to shareholders do not require prior approval of the ODI. Dividends are not cumulative. As of March 31, 2021, the maximum ordinary dividend that can be declared and paid in 2021 by the Company is limited to \$0.

D. Dates and Amounts of Dividends Paid

The Company paid a \$20.0 million dividend on June 1, 2020 consisting of a \$2,780,325 ordinary dividend and a \$17,219,675 extraordinary dividend. The Company also paid a \$85,651 dividend on January 4, 2021 as a ordinary dividend as part of the transfer of the residential mortgage business.

E. Profits that may be Paid as Ordinary Dividends to Stockholders

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

F. Restrictions Placed on Unassigned Funds (Surplus)

There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.

G. Amount of Advances to Surplus not Repaid

The Company had no advances to surplus not repaid in 2021 or 2020.

H. Amount of Stock Held for Special Purposes

There were no amounts of stock held by the Company, including stock of affiliated companies, for special purposes.

I. Reasons for Changes in Balance of Special Surplus Funds from Prior Period

The Company had no special surplus funds in 2021 or 2020.

J. The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses is

K. The Company issued the following surplus debentures or similar obligations:

NOTES TO FINANCIAL STATEMENTS

The Company did not issue surplus debentures or similar obligations in 2021 or 2020.

| 1           | 2           | 3             | 4                             | 5  | 6                                 | 7                                    | 8                                    |
|-------------|-------------|---------------|-------------------------------|--|-----------------------------------|--------------------------------------|--------------------------------------|
| Item Number | Date Issued | Interest Rate | Original Issue Amount of Note | Is Surplus Note Holder a Related Party (Y/N) | Carrying Value of Note Prior Year | Carrying Value of Note Current Year* | Unapproved Interest And/Or Principal |
|             |             |               |                               |  |                                   |                                      |                                      |
| Total       | XXX         | XXX           | \$ -                          | XXX  | \$ -                              | \$ -                                 | \$ -                                 |

\* Total should agree with Page 3, Line 28.

| 1           | 9  | 10                                       | 11   | 12                          | 13                          | 14               |
|-------------|--|--|--|-----------------------------|-----------------------------|------------------|
| Item Number | Current Year Interest Expense Recognized | Life-To-Date Interest Expense Recognized | Current Year Interest Offset Percentage (not including amounts paid to a 3rd party liquidity provider) | Current Year Principal Paid | Life-To-Date Principal Paid | Date of Maturity |
|             |  |  |  |                             |                             |                  |
| Total       | \$ -                                     | \$ -                                     | XXX  | \$ -                        | \$ -                        | XXX              |

| 1           | 15  | 16   | 17   | 18                                    | 19                                    |
|-------------|---|--|--|---------------------------------------|---------------------------------------|
| Item Number | Are Surplus Note Payments Contractually Linked? (Y/N) | Surplus Note Payments Subject to Administrative Offsetting Provisions? (Y/N) | Were Surplus Note Proceeds Used to Purchase an Asset Directly From the Holder of the Surplus Note? (Y/N) | Is Asset Issuer a Related Party (Y/N) | Type of Assets Received Upon Issuance |
|             |   |  |  |                                       |                                       |
| Total       | XXX   | XXX  | XXX  | XXX                                   | XXX                                   |

| 1           | 20  | 21                                  | 22  |
|-------------|---|-------------------------------------|---|
| Item Number | Principal Amount of Assets Received Upon Issuance | Book/Adjusted Carry Value of Assets | Is Liquidity Source a Related Party to the Surplus Note Issuer? (Y/N) |
|             |   |                                     |   |
| Total       | \$ -  | \$ -                                | XXX   |

L. The impact of any restatement due to prior quasi-reorganizations is as follows:

| Change in Year Surplus | Change in Gross Paid-in and Contributed Surplus |
|------------------------|---|
|                        |   |

M. Not Applicable

NOTE 14 Liabilities, Contingencies and Assessments

A. Contingent Commitments

(1) Total contingent liabilities:

(2) Detail of Other Contingent Commitments

NOTES TO FINANCIAL STATEMENTS

| (1)  | (2)  | (3)   | (4)  | (5)   |
|--|--|---|--|---|
|  | Liability recognition of guarantee.<br>(Include amount recognized at inception.<br>If no initial recognition, document exception allowed under SSAP No. 5R.) |   | Maximum potential amount of future payments (undiscounted) the guarantor could be required to make under the guarantee. If unable to develop an estimate, this should be specifically noted. |   |
| Nature and circumstances of guarantee and key attributes, including date and duration of agreement |  | Ultimate financial statement impact if action under the guarantee is required |  | Current status of payment or performance risk of guarantee. Also provide additional discussion as warranted |
|  |  |   |  |   |
| Total  | \$ -   | XXX   | \$ -   | XXX   |

(3)

|  | Amount |
|--|--------|
| a. Aggregate Maximum Potential of Future Payments of All Guarantees (undiscounted) the guarantor could be required to make under guarantees. (Should equal total of Column 4 for (2) above.) | \$ -   |
| b. Current Liability Recognized in F/S:  |        |
| 1. Noncontingent Liabilities   |        |
| 2. Contingent Liabilities  |        |
| c. Ultimate Financial Statement Impact if action under the guarantee is required:  |        |
| 1. Investments in SCA  |        |
| 2. Joint Venture   |        |
| 3. Dividends to Stockholders (capital contribution)  |        |
| 4. Expense   |        |
| 5. Other   |        |
| 6. Total (Should equal (3)a.)  | \$ -   |

B. Assessments

(1) Nature of Any Assets That Could Have a Material Financial Effect

|   |      |
|---|------|
| (2) a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end | \$ - |
| b. Decreases current period:  |      |
| c. Increases current period:  |      |
| d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end   | \$ - |

C. Gain Contingencies

The Company did not have any gain contingencies as of March 31, 2021 and December 31, 2020.

D. Claims related extra contractual obligations and bad faith losses stemming from lawsuits

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

E. Joint and Several Liabilities

The Company did not have joint and several liabilities as of March 31, 2021 and December 31, 2020.

F. All Other Contingencies

The Company did not have any other contingencies as of March 31, 2021 and December 31, 2020.

NOTE 15 Leases

A. Lessee Operating Lease:

(1) Lessee's Leasing Arrangements

a. Rental Expense

Effective December 15, 2016, the Company entered into a lease for new office space. The lease is for 60 months and requires base monthly rental payment ranging from \$5,008 to \$5,278 over the term of the lease.

The Company recognized lease expense on a straight line basis upon the total minimum lease payments required over the term of the lease. Annual rent expenses incurred under the lease totaled \$53,873 for the year ended December 31, 2020. The lease was transferred to a related entity on January 4, 2021.

(2) a. January 1, 2021, the minimum aggregate rental commitments are as follows:

NOTES TO FINANCIAL STATEMENTS

|          |                     |
|----------|---------------------|
|          | Operating<br>Leases |
| 1. 2021  | \$ 49,687           |
| 2. 2022  |                     |
| 3. 2023  |                     |
| 4. 2024  |                     |
| 5. 2025  |                     |
| 6. Total |                     |

- (3) For Sale-Leaseback Transactions  
The Company had no non-cancelable subleases as of March 31, 2021 and December 31, 2020.

B. Lessor Leases  
(1) Operating Leases

The Company has no lessor leasing arrangements as of March 31, 2021 and December 31, 2020.

|          |                     |
|----------|---------------------|
|          | Operating<br>Leases |
| 1. 2021  |                     |
| 2. 2022  |                     |
| 3. 2023  |                     |
| 4. 2024  |                     |
| 5. 2025  |                     |
| 6. Total |                     |

- (2) Leveraged Leases

- a. Terms Including Pretax Income from Leveraged Leases  
The Company has no leveraged leases as of March 31, 2021 and December 31, 2020.
- b. The Company's investment in leveraged leases relates to equipment used primarily in the transportation industries. The component of net income from leveraged leases as of the end of current period and December 31, 2020 were as shown below:

|   |      |      |
|---|------|------|
|   | 2021 | 2020 |
| 1. Income from leveraged leases before income tax including investment tax credit |      |      |
| 2. Less current income tax  |      |      |
| 3. Net income from leverage leases  | \$ - | \$ - |

- c. The components of the investment in leveraged leases as of the end of current period and December 31, 2020 were as shown below:

|   |      |      |
|---|------|------|
|   | 2021 | 2020 |
| 1. Lease contracts receivable (net of principal and interest on non-recourse financing) |      |      |
| 2. Estimated residual value of leased assets  |      |      |
| 3. Unearned and deferred income   |      |      |
| 4. Investment in leveraged leases   |      |      |
| 5. Deferred income taxes related to leveraged leases                                    |      |      |
| 6. Net investment in leveraged leases   | \$ - | \$ - |

NOTE 16 Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk

Commitments for the origination and subsequent sale and delivery of loans to GSEs represent those mortgage transactions where the borrower has locked an interest rate scheduled closing and the Company has entered into mandatory delivery commitment to sell the loan to the GSEs. At March 31, 2021 the Company had no such commitments. The funded loans are recorded at fair value and are included in "Mortgage loans on real estate" in the Statement of Assets.

- (1) The table below summarizes the face amount of the Company's financial instruments with off-balance sheet risk.

|            |        |      |             |      |
|------------|--------|------|-------------|------|
|            | ASSETS |      | LIABILITIES |      |
|            | 2021   | 2020 | 2021        | 2020 |
| a. Swaps   |        |      |             |      |
| b. Futures |        |      |             |      |
| c. Options |        |      |             |      |
| d. Total   | \$ -   | \$ - | \$ -        | \$ - |

- (2) Nature and Terms of Off-Balance Sheet Risk
- (3) Amount of Loss if any Party to the Financial Instrument Failed
- (4) Collateral or Other Security Required to Support Financial Instrument

NOTE 17 Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

- A. Transfers of Receivables Reported as Sales
- (1) Proceeds to the Transferor  
The Company did not have transfers of receivables reported as sales in accordance with SSAP No. 42, Sale of Premium Receivables in 2021 and 2020.
- (2) Gain or Loss Record on Sale

- B. Transfer and Servicing of Financial Assets
- (1) Description of any Loaned Securities  
The Company did not have any loaned securities as of March 31, 2021 and December 31, 2020.
- (2) Servicing Assets and Servicing Liabilities

MSRs represent servicing rights retained by the Company for loans it originates and sells. The servicing fees are collected from the monthly payments made by the borrowers. The Company generally receives other remuneration including rights to various loan fees such as late charges, loan prepayment penalties, and other ancillary fees. In addition, the Company is also generally entitled to retain the interest earned on funds held pending remittance related to its collection of loan principal and escrow balances. As of December 31, 2020, the carrying value of MSRs at fair value was approximately \$1.4 million. As of December 31, 2020 the Company had a servicing portfolio consisting of 1,713 loans with an unpaid principal balance of \$214.7 million. The MSRs were transferred on January 4, 2021 to a related entity.

The Company's mortgage banking activities include originating and underwriting loans for sale to third parties and subsequently servicing these loans. Loans originated and/or underwritten by the Company are primarily self-funded until subsequent sale to investors. This business was transferred on January 4, 2021 to a related entity.



NOTES TO FINANCIAL STATEMENTS

- (3) When Servicing Assets and Liabilities are Measured as Fair Value  
The Company carried its MSRs at fair value as determined by a third party valuation firm. The MSRs were transferred on January 4, 2021 to a related entity.
- (4) Securitizations, Asset-Based Financing Arrangements and Similar Transfers Accounted for as Sales  
The Company did not have any such transactions in 2021 and 2020.
- (5) Disclosure Requirements for Transfers of Assets Accounted for as Secured Borrowing  
The Company had no transfers of assets accounted for as secured borrowing in 2021 and 2020.
- (6) Transfer of Receivables with Recourse  
The Company had no transfer of receivables with recourse in 2021 and 2020.
- (7) Securities Underlying Repurchase and Reverse Repurchase Agreements, Dollar Repurchase and Dollar Reverse Repurchase Agreements  
The Company had no such transactions in 2021 and 2020.

C. Wash Sales  
The Company did not have any wash sales in 2021 and 2020.

- (1) Description of the Objectives Regarding These Transactions
- (2) The details by NAIC designation 3 or below, or unrated of securities sold during the current quarter and reacquired within 30 days of the sale date are:

| Description  | NAIC Designation | Number of Transactions | Book Value of Securities Sold | Cost of Securities Repurchased | Gain/(Loss) |
|--|------------------|------------------------|-------------------------------|--------------------------------|-------------|
| Department of The State of Ohio on October 19, 2020. |                  | 1                      |                               |                                |             |

NOTE 18 Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans  
Not Applicable

NOTE 19 Direct Premium Written/Produced by Managing General Agents/Third Party Administrators  
Not Applicable

NOTE 20 Fair Value Measurements

A.

- (1) Fair Value Measurements at Reporting Date

| Description for each class of asset or liability | (Level 1) | (Level 2) | (Level 3) | Net Asset Value (NAV) | Total |
|--|-----------|-----------|-----------|-----------------------|-------|
| a. Assets at fair value                          |           |           |           |                       |       |
| Total assets at fair value/NAV                   | \$ -      | \$ -      | \$ -      | \$ -                  | \$ -  |

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

- (2) Fair Value Measurements in (Level 3) of the Fair Value hierarchy  
The Company does not have Level 3 assets or liabilities reported at fair value as of March 31, 2021.

| Description  | Ending Balance as of Prior Quarter End | Transfers into Level 3 | Transfers out of Level 3 | Total gains and (losses) included in Net Income | Total gains and (losses) included in Surplus | Purchases | Issuances | Sales | Settlements | Ending Balance for Current Quarter End |
|--------------|--|------------------------|--------------------------|---|--|-----------|-----------|-------|-------------|--|
| a. Assets    |  |                        |                          |   |  |           |           |       |             |  |
| Total Assets | \$ -                                   | \$ -                   | \$ -                     | \$ -  | \$ -   | \$ -      | \$ -      | \$ -  | \$ -        | \$ -                                   |

| Description       | Ending Balance as of Prior Quarter End | Transfers into Level 3 | Transfers out of Level 3 | Total gains and (losses) included in Net Income | Total gains and (losses) included in Surplus | Purchases | Issuances | Sales | Settlements | Ending Balance for Current Quarter End |
|-------------------|--|------------------------|--------------------------|---|--|-----------|-----------|-------|-------------|--|
| b. Liabilities    |  |                        |                          |   |  |           |           |       |             |  |
| Total Liabilities | \$ -                                   | \$ -                   | \$ -                     | \$ -  | \$ -   | \$ -      | \$ -      | \$ -  | \$ -        | \$ -                                   |

- (3) Policies when Transfers Between Levels are Recognized  
There were no transfers between level categorizations during 2021 and 2020.
- (4) Description of Valuation Techniques and Inputs Used in Fair Value Measurement  
The Company had no assets or liabilities carried at fair value as of March 31, 2021.
- (5) Fair Value Disclosures  
The Company had no derivative assets or liabilities as of March 31, 2021.

B. Fair Value Reporting under SSAP 100 and Other Accounting Pronouncements  
Fair value is defined, per SSAP No. 100, Fair Value ("SSAP No. 100"), 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. SSAP No. 100 identified three valuation techniques which are used, either independently or in combination, to determine fair value: (1) market approach; (2) income approach; and (3) cost approach. SSAP No. 100 also contains guidance about observable and unobservable inputs, which are assumptions that market participants would use in pricing an asset or liability. To increase consistency and comparability in fair value measurements, the fair value hierarchy prioritizes the inputs to valuation techniques into three broad levels: 1, 2 and 3. The hierarchy for inputs used in determining fair value maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that observable inputs be used when available.

NOTES TO FINANCIAL STATEMENTS

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

| Type of Financial Instrument | Aggregate Fair Value | Admitted Assets | (Level 1) | (Level 2) | (Level 3) | Net Asset Value (NAV) | Not Practicable (Carrying Value) |
|------------------------------|----------------------|-----------------|-----------|-----------|-----------|-----------------------|----------------------------------|
|                              |                      |                 |           |           |           |                       |                                  |

D. Not Practicable to Estimate Fair Value

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

E. NAV Practical Expedient Investments

The Company had no financial instruments measured under the NAV Practical Expedient.

NOTE 21 Other Items

A. Unusual or Infrequent Items

The Company transferred its residential mortgage business to a related entity on January 4, 2021.

B. Troubled Debt Restructuring: Debtors

C. Other Disclosures

D. Business Interruption Insurance Recoveries

E. State Transferable and Non-transferable Tax Credits

(1) Carrying Value of Transferable and Non-transferable State Tax Credits Gross of any Related Tax Liabilities and Total Unused Transferable and Non-transferable State Tax Credits by State and in Total

| Description of State Transferable and Non-transferable Tax Credits | State | Carrying Value | Unused Amount |
|--|-------|----------------|---------------|
|  |       |                |               |
| 21E1999 - Total  |       | \$ -           | \$ -          |

(2) Method of Estimating Utilization of Remaining Transferable and Non-Transferable State Tax Credits

(3) Impairment Loss

(4) State Tax Credits Admitted and Nonadmitted

|                     |                       |                          |
|---------------------|-----------------------|--------------------------|
| a. Transferable     | <u>Total Admitted</u> | <u>Total Nonadmitted</u> |
| b. Non-transferable |                       |                          |

F. Subprime Mortgage Related Risk Exposure

(1) Description of the Subprime-Mortgage-Related Exposure and Related Risk Management Policies

(2) Direct exposure through investments in subprime mortgage loans.

|  | Book/Adjusted Carrying Value (excluding interest) | Fair Value | Value of Land and Buildings | Other-Than-Temporary Impairment Losses Recognized | Default Rate |
|--|---|------------|-----------------------------|---|--------------|
| a. Mortgages in the process of foreclosure |   |            |                             |   | 0.000%       |
| b. Mortgages in good standing              |   |            |                             |   | 0.000%       |
| c. Mortgages with restructure terms        |   |            |                             |   | 0.000%       |
| d. Total                                   | \$ -  | \$ -       | \$ -                        | \$ -  | XXX          |

(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 |             |   |            |   |
| b. Commercial mortgage backed securities  |             |   |            |   |
| c. Collateralized debt obligations        |             |   |            |   |
| d. Structured securities                  |             |   |            |   |
| e. Equity investment in SCAs *            |             |   |            |   |
| f. Other assets                           |             |   |            |   |
| g. Total                                  | \$ -        | \$ -  | \$ -       | \$ -  |

\* These investments comprise 0.000% of the companies invested assets.

(4) Underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage.

|                                | Losses Paid in the Current Year | Losses Incurred in the Current Year | Case Reserves at End of Current Period | IBNR Reserves at End of Current Period |
|--------------------------------|---------------------------------|-------------------------------------|--|--|
| a. Mortgage Guaranty Coverage  |                                 |                                     |  |  |
| b. Financial Guaranty Coverage |                                 |                                     |  |  |

|                           | Losses Paid in the Current Year | Losses Incurred in the Current Year | Case Reserves at End of Current Period | IBNR Reserves at End of Current Period |
|---------------------------|---------------------------------|-------------------------------------|--|--|
| c. Other Lines (specify): |                                 |                                     |  |  |

NOTES TO FINANCIAL STATEMENTS

|          |    |   |    |   |    |   |    |   |
|----------|----|---|----|---|----|---|----|---|
| d. Total | \$ | - | \$ | - | \$ | - | \$ | - |
|----------|----|---|----|---|----|---|----|---|

G. Insurance-Linked Securities (ILS) Contracts

|                                      | Number of Outstanding ILS Contracts | Aggregate Maximum Proceeds |
|--------------------------------------|-------------------------------------|----------------------------|
| Management of Risk Related To:       |                                     |                            |
| (1) Directly-Written Insurance Risks |                                     |                            |
| a. ILS Contracts as Issuer           |                                     |                            |
| b. ILS Contracts as Ceding Insurer   |                                     |                            |
| c. ILS Contracts as Counterparty     |                                     |                            |
| (2) Assumed Insurance Risks          |                                     |                            |
| a. ILS Contracts as Issuer           |                                     |                            |
| b. ILS Contracts as Ceding Insurer   |                                     |                            |
| c. ILS Contracts as Counterparty     |                                     |                            |

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

|  |      |
|--|------|
| (1) Amount of admitted balance that could be realized from an investment vehicle |      |
| (2) Percentage Bonds   | 0.0% |
| (3) Percentage Stocks  | 0.0% |
| (4) Percentage Mortgage Loans  | 0.0% |
| (5) Percentage Real Estate   | 0.0% |
| (6) Percentage Cash and Short-Term Investments                                   | 0.0% |
| (7) Percentage Derivatives   | 0.0% |
| (8) Percentage Other Invested Assets   | 0.0% |

NOTE 22 Events Subsequent

An evaluation of subsequent events was made through May 14, 2021 for the Q1 2021 Quarterly Statement, issued on May 14, 2021. Management concluded that there were no subsequent events that occurred that would require disclosure in the notes to the financial statements.

NOTE 23 Reinsurance

A. Unsecured Reinsurance Recoverables

Individual Reinsurers with Unsecured Reinsurance Recoverables Exceeding 3% of Policyholder Surplus

Individual Reinsurers Who Are Not Members of a Group

| FEIN | Reinsurer Name | Unsecured Amount |
|------|----------------|------------------|
|      | detail row 1   | \$ -             |
|      | detail row 2   | \$ -             |

Individual Reinsurers Who Are Members of a Group

| Group Code | FEIN | Reinsurer Name | Unsecured Amount |
|------------|------|----------------|------------------|
|            |      | detail row 1   | \$ -             |
|            |      | detail row 2   | \$ -             |

All Members of the Groups Shown above with Unsecured Reinsurance Recoverables

| Group Code | FEIN | Reinsurer Name | Unsecured Amount |
|------------|------|----------------|------------------|
|            |      | detail row 1   | XXX              |
|            |      | detail row 2   | XXX              |
| Total      |      |                | \$ -             |
|            |      | detail row 1   | XXX              |
|            |      | detail row 2   | XXX              |
| Total      |      |                | \$ -             |
|            |      | detail row 1   | XXX              |
|            |      | detail row 2   | XXX              |
| Total      |      |                | \$ -             |

B. Reinsurance Recoverable in Dispute

| Name of Reinsurer | Total Amount in Dispute (Including IBNR) | Notification | Arbitration | Litigation |
|-------------------|--|--------------|-------------|------------|
|-------------------|--|--------------|-------------|------------|

C. Reinsurance Assumed and Ceded

(1)

|                                    | Assumed Reinsurance |                   | Ceded Reinsurance |                   | Net             |                   |
|------------------------------------|---------------------|-------------------|-------------------|-------------------|-----------------|-------------------|
|                                    | Premium Reserve     | Commission Equity | Premium Reserve   | Commission Equity | Premium Reserve | Commission Equity |
| a. Affiliates                      |                     |                   |                   |                   | \$ -            | \$ -              |
| b. All Other                       |                     |                   |                   |                   | \$ -            | \$ -              |
| c. Total                           | \$ -                | \$ -              | \$ -              | \$ -              | \$ -            | \$ -              |
| d. Direct Unearned Premium Reserve |                     |                   |                   |                   |                 |                   |

(2)

|   | Direct | Assumed | Ceded | Net  |
|---|--------|---------|-------|------|
| a. Contingent Commission                |        |         |       | \$ - |
| b. Sliding Scale Adjustments            |        |         |       | \$ - |
| c. Other Profit Commission Arrangements |        |         |       | \$ - |

NOTES TO FINANCIAL STATEMENTS

d. TOTAL \$ - \$ - \$ - \$ -

D. Uncollectible Reinsurance

(1) The Company has written off in the current year reinsurance balances due from the companies listed below, the amount of:

Which is reflected as:

- a. Losses incurred
- b. Loss adjustment expenses incurred
- c. Premiums earned
- d. Other

e. Company Amount

E. Commutation of Reinsurance Reflected in Income and Expenses.

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:

- (1) Losses incurred
- (2) Loss adjustment expenses incurred
- (3) Premiums earned
- (4) Other

(5) Company Amount

F. Retroactive Reinsurance

(1)

Reported Company

| As:   | Assumed | Ceded |
|---|---------|-------|
| a. Reserves Transferred:                            |         |       |
| 1. Initial Reserves                                 |         |       |
| 2. Adjustments - Prior Year (s)                     |         |       |
| 3. Adjustments - Current Year                       |         |       |
| 4. Current Total                                    | \$ -    | \$ -  |
| b. Consideration Paid or Received:                  |         |       |
| 1. Initial Consideration                            |         |       |
| 2. Adjustments - Prior Year (s)                     |         |       |
| 3. Adjustments - Current Year                       |         |       |
| 4. Current Total                                    | \$ -    | \$ -  |
| c. Paid Losses Reimbursed or Recovered:             |         |       |
| 1. Prior Year (s)                                   |         |       |
| 2. Current Year                                     |         |       |
| 3. Current Total                                    | \$ -    | \$ -  |
| d. Special Surplus from Retroactive Reinsurance:    |         |       |
| 1. Initial Surplus Gain or Loss                     |         |       |
| 2. Adjustments - Prior Year (s)                     |         |       |
| 3. Adjustments - Current Year                       |         |       |
| 4. Current Year Restricted Surplus                  |         |       |
| 5. Cumulative Total Transferred to Unassigned Funds |         |       |

e. All cedents and reinsurers involved in all transactions included in summary totals above:

| Company | Assumed Amount | Ceded Amount |
|---------|----------------|--------------|
| Total   | \$ -           | \$ -         |

\* Total amounts must agree with totals in a.4 above. Include the NAIC Company Code or Alien Insurer Identification Number for each insurer listed.

f. Total Paid Loss/LAE amounts recoverable (for authorized, reciprocal jurisdiction, unauthorized and certified reinsurers), any amounts more than 90 days overdue (for authorized, reciprocal jurisdiction, unauthorized and certified reinsurers), and for amounts recoverable the collateral held (for unauthorized and certified reinsurers) as respects amounts recoverable from unauthorized and certified reinsurers:

1. Authorized Reinsurers

| Company | Total Paid/Loss/LAE Recoverable | Amounts Over 90 Days Overdue |
|---------|---------------------------------|------------------------------|
| Total*  | \$ -                            | \$ -                         |

2. Unauthorized Reinsurers

| Company | Total Paid/Loss/LAE Recoverable | Amount Over 90 Days Overdue | Collateral Held |
|---------|---------------------------------|-----------------------------|-----------------|
| Total*  | \$ -                            | \$ -                        | \$ -            |

3. Certified Reinsurers

NOTES TO FINANCIAL STATEMENTS

| Company | Total<br>Paid/Loss/LAE<br>Recoverable | Amount Over 90<br>Days Overdue | Collateral Held |
|---------|---------------------------------------|--------------------------------|-----------------|
| Total*  | \$ -                                  | \$ -                           | \$ -            |

4. Reciprocal Jurisdiction Reinsurers

| Company | Total<br>Paid/Loss/LAE<br>Recoverable | Amounts Over 90<br>Days<br>Overdue |
|---------|---------------------------------------|------------------------------------|
| Total   | \$ -                                  | \$ -                               |

G. Reinsurance Accounted for as a Deposit

| Description | Interest Income | Cash<br>Recoveries | Deposit Balance |
|-------------|-----------------|--------------------|-----------------|
|-------------|-----------------|--------------------|-----------------|

H. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

(1) Reporting Entity Ceding to Certified Reinsurer Whose Rating Was Downgraded or Status Subject to Revocation

| Name of Certified Reinsurer | Relationship to Reporting Entity | Date of Action | Jurisdiction of Action | Collateral Percentage Requirement |       | Net Obligation Subject to Collateral | Collateral Required (but not received) |
|-----------------------------|----------------------------------|----------------|------------------------|-----------------------------------|-------|--------------------------------------|--|
|                             |                                  |                |                        | Before                            | After |                                      |  |
|                             |                                  |                |                        |                                   |       |                                      |  |

(2) Reporting Entity's Certified Reinsurer Rating Downgraded or Status Subject to Revocation

| Date of Action | Jurisdiction of Action | Collateral Percentage Requirement |       | Net Obligation Subject to Collateral | Collateral Required (but not yet funded) |
|----------------|------------------------|-----------------------------------|-------|--------------------------------------|--|
|                |                        | Before                            | After |                                      |  |
|                |                        |                                   |       |                                      |  |

NOTE 24 Retrospectively Rated Contracts & Contracts Subject to Redetermination  
Not Applicable

NOTE 25 Change in Incurred Claims and Claim Adjustment Expenses  
The Company did not have any changes in incurred loss and loss adjustment expenses in 2021 or 2020.

NOTE 26 Intercompany Pooling Arrangements  
Not Applicable

NOTE 27 Structured Settlements

|  |   | Loss<br>Reserves<br>Eliminated by<br>Annuities             | Unrecorded<br>Loss<br>Contingencies                            |
|--|---|--|--|
| The Company did not have structured settlements in 2021 or 2020. |   |  |  |
| 27A. Structured Settlements                                      |   |  |  |
| 27B.   | Life Insurance Company<br>And<br>Location | Licensed<br>in Company's<br>State of<br>Domicile<br>Yes/No | Statement<br>Value (i.e.,<br>Present<br>Value) of<br>Annuities |

NOTE 28 Supplemental Reserve  
The Company did not have supplemental reserves in 2021 and 2020.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☒ No ☐

1.2

If yes, has the report been filed with the domiciliary state?

Yes ☒ No ☐

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☐ No ☒

2.2

If yes, date of change:

3.1

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

Yes ☒ No ☐

3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☒ No ☐

3.3

If the response to 3.2 is yes, provide a brief description of those changes.  
On January 4, 2021, the Company transferred certain assets related to its residential mortgage business to a related entity.

3.4

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

Yes ☐ No ☒

3.5

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

4.1

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

Yes ☐ No ☒

4.2

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

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

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?  
If yes, attach an explanation.

Yes ☐ No ☐ N/A ☒

6.1

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

07/02/2019

6.2

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

12/31/2017

6.3

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

07/02/2019

6.4

By what department or departments?

6.5

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

Yes ☒ No ☐ N/A ☐

6.6

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

Yes ☒ No ☐ N/A ☐

7.1

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

Yes ☐ No ☒

7.2

If yes, give full information:

8.1

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

Yes ☐ No ☒

8.2

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

8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes ☒ No ☐

8.4

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

|                                |                             |          |          |           |          |
|--------------------------------|-----------------------------|----------|----------|-----------|----------|
| 1<br>Affiliate Name            | 2<br>Location (City, State) | 3<br>FRB | 4<br>OCC | 5<br>FDIC | 6<br>SEC |
| Hunt Financial Securities, LLC | Chicago, IL                 |          |          |           | YES      |

GENERAL INTERROGATORIES

- 9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? .....  
(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.

Yes [ X ] No [ ]
- 9.11

If the response to 9.1 is No, please explain:
- 9.2

Has the code of ethics for senior managers been amended? .....

Yes [ ] No [ X ]
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3

Have any provisions of the code of ethics been waived for any of the specified officers? .....

Yes [ ] No [ X ]
- 9.31

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

FINANCIAL

- 10.1

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

Yes [ ] No [ X ]
- 10.2

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

\$ .....0

INVESTMENT

- 11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) .....

Yes [ ] No [ X ]
- 11.2

If yes, give full and complete information relating thereto:
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA: .....

\$ .....0
13.

Amount of real estate and mortgages held in short-term investments: .....

\$ .....0
- 14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates? .....

Yes [ ] No [ X ]
- 14.2

If yes, please complete the following:

|   | 1   | 2  |
|---|---|--|
|   | Prior Year-End<br>Book/Adjusted<br>Carrying Value | Current Quarter<br>Book/Adjusted<br>Carrying Value |
| 14.21 Bonds .....   | \$ .....0   | \$ .....   |
| 14.22 Preferred Stock .....   | \$ .....0   | \$ .....   |
| 14.23 Common Stock .....  | \$ .....0   | \$ .....   |
| 14.24 Short-Term Investments .....  | \$ .....0   | \$ .....   |
| 14.25 Mortgage Loans on Real Estate .....   | \$ .....0   | \$ .....   |
| 14.26 All Other .....   | \$ .....0   | \$ .....   |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) ..... | \$ .....0   | \$ .....0  |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....                       | \$ .....  | \$ .....   |
- 15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB? .....

Yes [ ] No [ X ]
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? .....  
If no, attach a description with this statement.

Yes [ ] No [ ] N/A [ ]
16.

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

16.1

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

\$ .....0

16.2

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

\$ .....0

16.3

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

\$ .....0

STATEMENT AS OF MARCH 31, 2021 OF THE BG TITLE GUARANTEE, INC.

GENERAL INTERROGATORIES

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

| 1<br>Name of Custodian(s) | 2<br>Custodian Address |
|---------------------------|------------------------|
| FHLB Cincinnati .....     | Cincinnati, OH .....   |
| Wells Fargo Bank .....    | Columbia, MD .....     |

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

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

- 17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? ..... Yes [ ] No [ X ]
- 17.4 If yes, give full information relating thereto:

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

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

| 1<br>Name of Firm or Individual | 2<br>Affiliation |
|---------------------------------|------------------|
|                                 |                  |

- 17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's invested assets?..... Yes [ ] No [ X ]

- 17.5098 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets?..... Yes [ ] No [ X ]

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

| 1   | 2                          | 3                             | 4               | 5  |
|---|----------------------------|-------------------------------|-----------------|--|
| Central Registration<br>Depository Number | Name of Firm or Individual | Legal Entity Identifier (LEI) | Registered With | Investment<br>Management<br>Agreement<br>(IMA) Filed |
|   |                            |                               |                 |  |

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? ..... Yes [ X ] No [ ]
- 18.2 If no, list exceptions:

19. By self-designating 5GI securities, the reporting entity is certifying the following elements for each self-designated 5GI security:
- a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
  - b. Issuer or obligor is current on all contracted interest and principal payments.
  - c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.
- Has the reporting entity self-designated 5GI securities? ..... Yes [ ] No [ X ]

20. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:
- a. The security was purchased prior to January 1, 2018.
  - b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
  - c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
  - d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.
- Has the reporting entity self-designated PLGI securities? ..... Yes [ ] No [ X ]

21. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:
- a. The shares were purchased prior to January 1, 2019.
  - b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
  - c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.
  - d. The fund only or predominantly holds bonds in its portfolio.
  - e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.
  - f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.
- Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria? ..... Yes [ ] No [ X ]



GENERAL INTERROGATORIES

PART 2 - TITLE

1.

If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? .....  
If yes, attach an explanation.

Yes [ ] No [ ] N/A [ X ]
2.

Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? .....  
If yes, attach an explanation.

Yes [ ] No [ X ]
- 3.1

Have any of the reporting entity's primary reinsurance contracts been canceled? .....

Yes [ ] No [ X ]
- 3.2

If yes, give full and complete information thereto.
- 4.1

Are any of the liabilities for unpaid losses and loss adjustment expenses discounted to present value at a rate of interest greater than zero? .....

Yes [ ] No [ X ]
- 4.2

If yes, complete the following schedule:

| 1<br><br>Line of Business | 2<br><br>Maximum Interest | 3<br><br>Discount Rate | Total Discount         |                     |               |                | Discount Taken During Period |                     |                |                 |
|---------------------------|---------------------------|------------------------|------------------------|---------------------|---------------|----------------|------------------------------|---------------------|----------------|-----------------|
|                           |                           |                        | 4<br><br>Unpaid Losses | 5<br><br>Unpaid LAE | 6<br><br>IBNR | 7<br><br>TOTAL | 8<br><br>Unpaid Losses       | 9<br><br>Unpaid LAE | 10<br><br>IBNR | 11<br><br>TOTAL |
|                           |                           |                        |                        |                     |               |                |                              |                     |                |                 |
| Total                     |                           |                        | 0                      | 0                   | 0             | 0              | 0                            | 0                   | 0              | 0               |

- 5.1

Reporting entity assets listed on Page 2 include the following segregated assets of the Statutory Premium Reserve or other similar statutory reserves:

5.11 Bonds .....\$ .....

5.12 Short-term investments .....\$ .....

5.13 Mortgages .....\$ .....

5.14 Cash .....\$ .....140,044

5.15 Other admissible invested assets .....\$ .....

5.16 Total .....\$ .....140,044
- 5.2

List below segregated funds held for others by the reporting entity, set apart in special accounts and excluded from entity assets and liabilities. (These funds are also included in Schedule E-Part 1 and the "From Separate Accounts, Segregated Accounts and Protected Cell Accounts" line on Page 2 except for escrow funds held by Title insurers):

5.21 Custodial funds not included in this statement were held pursuant to the governing agreements of custody in the amount of: .....\$ .....

These funds consist of:

5.22 In cash on deposit .....\$ .....

5.23 Other forms of security .....\$ .....

STATEMENT AS OF MARCH 31, 2021 OF THE BG TITLE GUARANTEE, INC.

## SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

[illegible]

STATEMENT AS OF MARCH 31, 2021 OF THE BG TITLE GUARANTEE, INC.

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

| Current Year to Date - By States and Territories                     |                            |                           |                         |   |                         |                            |                         |
|--|----------------------------|---------------------------|-------------------------|---|-------------------------|----------------------------|-------------------------|
| States, etc.   | 1<br><br>Active Status (a) | Direct Premiums Written   |                         | Direct Losses and Allocated Loss Adjustment Expenses Paid (Deducting Salvage) |                         | Direct Known Claim Reserve |                         |
|  |                            | 2<br>Current Year To Date | 3<br>Prior Year To Date | 4<br>Current Year To Date   | 5<br>Prior Year To Date | 6<br>Current Year To Date  | 7<br>Prior Year To Date |
| 1. Alabama.....AL  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 2. Alaska.....AK   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 3. Arizona.....AZ  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 4. Arkansas.....AR   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 5. California.....CA   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 6. Colorado.....CO   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 7. Connecticut.....CT  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 8. Delaware.....DE   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 9. District of Columbia.....DC                                       | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 10. Florida.....FL   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 11. Georgia.....GA   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 12. Hawaii.....HI  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 13. Idaho.....ID   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 14. Illinois.....IL  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 15. Indiana.....IN   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 16. Iowa.....IA  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 17. Kansas.....KS  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 18. Kentucky.....KY  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 19. Louisiana.....LA   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 20. Maine.....ME   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 21. Maryland.....MD  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 22. Massachusetts.....MA   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 23. Michigan.....MI  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 24. Minnesota.....MN   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 25. Mississippi.....MS   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 26. Missouri.....MO  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 27. Montana.....MT   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 28. Nebraska.....NE  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 29. Nevada.....NV  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 30. New Hampshire.....NH   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 31. New Jersey.....NJ  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 32. New Mexico.....NM  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 33. New York.....NY  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 34. North Carolina.....NC  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 35. North Dakota.....ND  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 36. Ohio.....OH  | L                          |                           | 0                       |   | 0                       |                            | 0                       |
| 37. Oklahoma.....OK  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 38. Oregon.....OR  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 39. Pennsylvania.....PA  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 40. Rhode Island.....RI  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 41. South Carolina.....SC  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 42. South Dakota.....SD  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 43. Tennessee.....TN   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 44. Texas.....TX   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 45. Utah.....UT  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 46. Vermont.....VT   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 47. Virginia.....VA  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 48. Washington.....WA  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 49. West Virginia.....WV   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 50. Wisconsin.....WI   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 51. Wyoming.....WY   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 52. American Samoa.....AS  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 53. Guam.....GU  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 54. Puerto Rico.....PR   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 55. U.S. Virgin Islands.....VI                                       | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 56. Northern Mariana Islands.....MP                                  | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 57. Canada.....CAN   | N                          |                           | 0                       |   | 0                       |                            | 0                       |
| 58. Aggregate Other Alien OT   | XXX                        | 0                         | 0                       | 0   | 0                       | 0                          | 0                       |
| 59. Totals   | XXX                        | 0                         | 0                       | 0   | 0                       | 0                          | 0                       |
| DETAILS OF WRITE-INS   |                            |                           |                         |   |                         |                            |                         |
| 58001. ....  | XXX                        |                           |                         |   |                         |                            |                         |
| 58002. ....  | XXX                        |                           |                         |   |                         |                            |                         |
| 58003. ....  | XXX                        |                           |                         |   |                         |                            |                         |
| 58998. Summary of remaining write-ins for Line 58 from overflow page | XXX                        | 0                         | 0                       | 0   | 0                       | 0                          | 0                       |
| 58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)  | XXX                        | 0                         | 0                       | 0   | 0                       | 0                          | 0                       |

(a) Active Status Counts:

|  |    |   |   |
|--|----|---|---|
| L - Licensed or Chartered - Licensed Insurance carrier or domiciled RRG.....                     | 1  | R - Registered - Non-domiciled RRGs.....                | 0 |
| E - Eligible - Reporting entities eligible or approved to write surplus lines in the state ..... | 0  | Q - Qualified - Qualified or accredited reinsurer. .... | 0 |
| N - None of the above - Not allowed to write business in the state.....                          | 56 |   |   |

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

PART 1 – ORGANIZATIONAL CHART

|  |  |                      |
|--|--|----------------------|
| Hunt Company, LLC<br>00909<br>Limited Liability Company<br>Nevada<br>20-3701471                          |  |                      |
| Security<br>Percentage Ownership Interest  |  | 100%                 |
| Hunt Capital Holdings Investments 2, LLC<br>02028<br>Limited Liability Company<br>Delaware<br>84-5158048 |  |                      |
| Security<br>Common Shares - Voting<br>Common Shares - Non-Voting<br>Class B Preferred                    |  | 100%<br>100%<br>100% |
| Nevada General Corp.<br>38925<br>Corporation<br>Nevada<br>88-0134231                                     |  |                      |
| Security<br>Common Shares  |  | 100%                 |
| BG Title Guarantee, Inc.<br>38930<br>Corporation<br>Ohio<br>34-0083590                                   |  |                      |

Schedule Y - Part 1A - Detail of Insurance Holding Company System

**N O N E**

Schedule Y - Part 1A - Explanations

**N O N E**

PART 1 - LOSS EXPERIENCE

|  | 1                             | 2  | 3                            | 4  | 5  |
|--|-------------------------------|--|------------------------------|--|--|
|  | Direct<br>Premiums<br>Written | Other Income<br>(Page 4, Lines<br>1.2+1.3+2) | Direct<br>Losses<br>Incurred | Direct Loss<br>Percentage<br>Cols. 3/(1+2) | Prior Year<br>to Date<br>Direct Loss<br>Percentage |
| 1. Direct operations .....                 |                               |  |                              | 0.0  | 0.0  |
| 2. Agency operations:                      |                               |  |                              |  |  |
| 2.1 Non-affiliated agency operations ..... |                               | 3,276  |                              | 0.0  | 0.0  |
| 2.2 Affiliated agency operations .....     |                               |  |                              | 0.0  | 0.0  |
| 3. Totals                                  | 0                             | 3,276  | 0                            | 0.0  | 0.0  |

PART 2 - DIRECT PREMIUMS WRITTEN

|  | 1                  | 2                       | 3                          |
|--|--------------------|-------------------------|----------------------------|
|  | Current<br>Quarter | Current<br>Year to Date | Prior Year<br>Year to Date |
| 1. Direct operations .....                 | NONE               |                         |                            |
| 2. Agency operations:                      |                    |                         |                            |
| 2.1 Non-affiliated agency operations ..... |                    |                         |                            |
| 2.2 Affiliated agency operations .....     |                    |                         |                            |
| 3. Totals                                  |                    |                         |                            |

Overflow Page for Write-ins  
**N O N E**

SCHEDULE A - VERIFICATION

Real Estate

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

SCHEDULE B - VERIFICATION

Mortgage Loans

|   | 1            | 2                               |
|---|--------------|---------------------------------|
|   | Year to Date | Prior Year Ended<br>December 31 |
| 1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....                             | 28,160,245   | 29,084,968                      |
| 2. Cost of acquired:  |              |                                 |
| 2.1 Actual cost at time of acquisition .....  |              | 43,922,600                      |
| 2.2 Additional investment made after acquisition .....  |              | 0                               |
| 3. Capitalized deferred interest and other .....  |              | 0                               |
| 4. Accrual of discount .....  |              | 0                               |
| 5. Unrealized valuation increase (decrease) .....   |              | 0                               |
| 6. Total gain (loss) on disposals .....   | 0            | 642,870                         |
| 7. Deduct amounts received on disposals .....   | 525,488      | 45,490,193                      |
| 8. Deduct amortization of premium and mortgage interest points and commitment fees .....                                  |              | 0                               |
| 9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....                       |              | 0                               |
| 10. Deduct current year's other than temporary impairment recognized .....  |              | 0                               |
| 11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) ..... | 27,634,757   | 28,160,245                      |
| 12. Total valuation allowance .....   |              |                                 |
| 13. Subtotal (Line 11 plus Line 12) .....   | 27,634,757   | 28,160,245                      |
| 14. Deduct total nonadmitted amounts .....  |              | 0                               |
| 15. Statement value at end of current period (Line 13 minus Line 14) .....  | 27,634,757   | 28,160,245                      |

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

|  | 1            | 2                               |
|--|--------------|---------------------------------|
|  | Year to Date | Prior Year Ended<br>December 31 |
| 1. Book/adjusted carrying value, December 31 of prior year .....                             | 1,422,380    | 1,751,318                       |
| 2. Cost of acquired:   |              |                                 |
| 2.1 Actual cost at time of acquisition .....   |              | 0                               |
| 2.2 Additional investment made after acquisition .....                                       |              | 318,339                         |
| 3. Capitalized deferred interest and other .....   |              | 0                               |
| 4. Accrual of discount .....   |              |                                 |
| 5. Unrealized valuation increase (decrease) .....  |              | (68,625)                        |
| 6. Total gain (loss) on disposals .....  | 0            | 0                               |
| 7. Deduct amounts received on disposals .....  | 1,422,380    | 0                               |
| 8. Deduct amortization of premium and depreciation .....                                     |              | 578,652                         |
| 9. Total foreign exchange change in book/adjusted carrying value .....                       |              | 0                               |
| 10. Deduct current year's other than temporary impairment recognized .....                   |              | 0                               |
| 11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) ..... | 0            | 1,422,380                       |
| 12. Deduct total nonadmitted amounts .....   |              | 1,422,380                       |
| 13. Statement value at end of current period (Line 11 minus Line 12) .....                   | 0            | 0                               |

SCHEDULE D - VERIFICATION

Bonds and Stocks

|   | 1            | 2                               |
|---|--------------|---------------------------------|
|   | Year to Date | Prior Year Ended<br>December 31 |
| 1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....                      | 649,864      | 649,864                         |
| 2. Cost of bonds and stocks acquired .....  |              | 0                               |
| 3. Accrual of discount .....  |              | 0                               |
| 4. Unrealized valuation increase (decrease) .....   |              | 0                               |
| 5. Total gain (loss) on disposals .....   |              | 0                               |
| 6. Deduct consideration for bonds and stocks disposed of .....  | 649,500      | 0                               |
| 7. Deduct amortization of premium .....   |              | 0                               |
| 8. Total foreign exchange change in book/adjusted carrying value .....                                    |              | 0                               |
| 9. Deduct current year's other than temporary impairment recognized .....                                 |              | 0                               |
| 10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees ..... |              | 0                               |
| 11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10) .....              | 364          | 649,864                         |
| 12. Deduct total nonadmitted amounts .....  |              | 0                               |
| 13. Statement value at end of current period (Line 11 minus Line 12) .....                                | 364          | 649,864                         |



Schedule D - Part 1B - Bonds and Preferred Stock by NAIC Designation

**N O N E**

Schedule DA - Part 1 - Short-Term Investments

**N O N E**

Schedule DA - Verification - Short-Term Investments

**N O N E**

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

**N O N E**

Schedule DB - Part B - Verification - Futures Contracts

**N O N E**

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

**N O N E**

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

**N O N E**

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

**N O N E**

Schedule E - Part 2 - Verification - Cash Equivalents

**N O N E**

Schedule A - Part 2 - Real Estate Acquired and Additions Made

**N O N E**

Schedule A - Part 3 - Real Estate Disposed

**N O N E**

STATEMENT AS OF MARCH 31, 2021 OF THE BG TITLE GUARANTEE, INC.

## SCHEDULE B - PART 2

Showing All Mortgage Loans ACQUIRED AND ADDITIONS MADE During the Current Quarter

[illegible]

## SCHEDULE B - PART 3

Showing All Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

[illegible]

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

**N O N E**

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

**N O N E**

Schedule D - Part 3 - Long-Term Bonds and Stocks Acquired

**N O N E**

STATEMENT AS OF MARCH 31, 2021 OF THE BG TITLE GUARANTEE, INC.

SCHEDULE D - PART 4

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

| 1   | 2                             | 3            | 4                | 5                    | 6                               | 7                  | 8         | 9              | 10   | Change In Book/Adjusted Carrying Value             |  |   |   |   | 16  | 17   | 18  | 19                                  | 20  | 21   | 22   |
|---|-------------------------------|--------------|------------------|----------------------|---------------------------------|--------------------|-----------|----------------|--|--|--|---|---|---|---|--|---|-------------------------------------|---|--|--|
|   |                               |              |                  |                      |                                 |                    |           |                |  | 11   | 12   | 13  | 14  | 15  |   |  |   |                                     |   |  |  |
| CUSIP<br>Ident-<br>ification  | Description                   | For-<br>eign | Disposal<br>Date | Name<br>of Purchaser | Number of<br>Shares of<br>Stock | Consid-<br>eration | Par Value | Actual<br>Cost | Prior Year<br>Book/<br>Adjusted<br>Carrying<br>Value | Unrealized<br>Valuation<br>Increase/<br>(Decrease) | Current<br>Year's<br>(Amor-<br>tization)/<br>Accretion | Current<br>Year's<br>Other Than<br>Temporary<br>Impairment<br>Recog-<br>nized | Total<br>Change in<br>Book/<br>Adjusted<br>Carrying<br>Value<br>(11 + 12 -<br>13) | Total<br>Foreign<br>Exchange<br>Change in<br>Book<br>/Adjusted<br>Carrying<br>Value | Book/<br>Adjusted<br>Carrying<br>Value at<br>Disposal<br>Date | Foreign<br>Exchange<br>Gain<br>(Loss) on<br>Disposal | Realized<br>Gain<br>(Loss) on<br>Disposal | Total Gain<br>(Loss) on<br>Disposal | Bond<br>Interest/<br>Stock<br>Dividends<br>Received<br>During<br>Year | Stated<br>Con-<br>tractual<br>Maturity<br>Date | NAIC<br>Desig-<br>nation,<br>NAIC<br>Desig-<br>nation<br>Modifier<br>and<br>SVO<br>Admini-<br>strative<br>Symbol |
| 8399997. Total - Bonds - Part 4   |                               |              |                  |                      |                                 | 0                  | 0         | 0              | 0  | 0  | 0  | 0   | 0   | 0   | 0   | 0  | 0   | 0                                   | 0   | XXX  | XXX  |
| 8399998. Total - Bonds - Part 5   |                               |              |                  |                      |                                 | XXX                | XXX       | XXX            | XXX  | XXX  | XXX  | XXX   | XXX   | XXX   | XXX   | XXX  | XXX                                       | XXX                                 | XXX   | XXX  | XXX  |
| 8399999. Total - Bonds  |                               |              |                  |                      |                                 | 0                  | 0         | 0              | 0  | 0  | 0  | 0   | 0   | 0   | 0   | 0  | 0   | 0                                   | 0   | XXX  | XXX  |
| 8999997. Total - Preferred Stocks - Part 4  |                               |              |                  |                      |                                 | 0                  | XXX       | 0              | 0  | 0  | 0  | 0   | 0   | 0   | 0   | 0  | 0   | 0                                   | 0   | XXX  | XXX  |
| 8999998. Total - Preferred Stocks - Part 5  |                               |              |                  |                      |                                 | XXX                | XXX       | XXX            | XXX  | XXX  | XXX  | XXX   | XXX   | XXX   | XXX   | XXX  | XXX                                       | XXX                                 | XXX   | XXX  | XXX  |
| 8999999. Total - Preferred Stocks   |                               |              |                  |                      |                                 | 0                  | XXX       | 0              | 0  | 0  | 0  | 0   | 0   | 0   | 0   | 0  | 0   | 0                                   | 0   | XXX  | XXX  |
|   | FHLB Cincinnati Capital Stock |              | 02/24/2021       | FHLB Cincinnati      |                                 | 649,500            |           | 649,500        | 649,500  | 0  | 0  | 0   | 0   | 0   | 0   | 0  | 0   | 0                                   | 0   |  |  |
| 9199999. Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated) Other |                               |              |                  |                      |                                 | 649,500            | XXX       | 649,500        | 649,500  | 0  | 0  | 0   | 0   | 0   | 0   | 0  | 0   | 0                                   | 0   | XXX  | XXX  |
| 9799997. Total - Common Stocks - Part 4   |                               |              |                  |                      |                                 | 649,500            | XXX       | 649,500        | 649,500  | 0  | 0  | 0   | 0   | 0   | 0   | 0  | 0   | 0                                   | 0   | XXX  | XXX  |
| 9799998. Total - Common Stocks - Part 5   |                               |              |                  |                      |                                 | XXX                | XXX       | XXX            | XXX  | XXX  | XXX  | XXX   | XXX   | XXX   | XXX   | XXX  | XXX                                       | XXX                                 | XXX   | XXX  | XXX  |
| 9799999. Total - Common Stocks  |                               |              |                  |                      |                                 | 649,500            | XXX       | 649,500        | 649,500  | 0  | 0  | 0   | 0   | 0   | 0   | 0  | 0   | 0                                   | 0   | XXX  | XXX  |
| 9899999. Total - Preferred and Common Stocks  |                               |              |                  |                      |                                 | 649,500            | XXX       | 649,500        | 649,500  | 0  | 0  | 0   | 0   | 0   | 0   | 0  | 0   | 0                                   | 0   | XXX  | XXX  |
|   |                               |              |                  |                      |                                 |                    |           |                |  |  |  |   |   |   |   |  |   |                                     |   |  |  |
|   |                               |              |                  |                      |                                 |                    |           |                |  |  |  |   |   |   |   |  |   |                                     |   |  |  |
|   |                               |              |                  |                      |                                 |                    |           |                |  |  |  |   |   |   |   |  |   |                                     |   |  |  |
|   |                               |              |                  |                      |                                 |                    |           |                |  |  |  |   |   |   |   |  |   |                                     |   |  |  |
|   |                               |              |                  |                      |                                 |                    |           |                |  |  |  |   |   |   |   |  |   |                                     |   |  |  |
|   |                               |              |                  |                      |                                 |                    |           |                |  |  |  |   |   |   |   |  |   |                                     |   |  |  |
|   |                               |              |                  |                      |                                 |                    |           |                |  |  |  |   |   |   |   |  |   |                                     |   |  |  |
|   |                               |              |                  |                      |                                 |                    |           |                |  |  |  |   |   |   |   |  |   |                                     |   |  |  |
| 9999999 - Totals  |                               |              |                  |                      |                                 | 649,500            | XXX       | 649,500        | 649,500  | 0  | 0  | 0   | 0   | 0   | 0   | 0  | 0   | 0                                   | 0   | XXX  | XXX  |

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

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

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

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

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

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

Schedule DB - Part E - Derivatives Hedging Variable Annuity Guarantees  
**N O N E**

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

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

SCHEDULE E - PART 1 - CASH

| Month End Depository Balances  |               |                           |   |   |  |                       |                      |            |
|--|---------------|---------------------------|---|---|--|-----------------------|----------------------|------------|
| 1<br><br>Depository  | 2<br><br>Code | 3<br><br>Rate of Interest | 4<br><br>Amount of Interest Received During Current Quarter | 5<br><br>Amount of Interest Accrued at Current Statement Date | Book Balance at End of Each Month During Current Quarter |                       |                      | 9<br><br>* |
|  |               |                           |   |   | 6<br><br>First Month                                     | 7<br><br>Second Month | 8<br><br>Third Month |            |
| OPEN DEPOSITORIES  |               |                           |   |   |  |                       |                      | XXX        |
| Section (A) - Segregated Funds Held for Others   |               |                           |   |   |  |                       |                      | XXX        |
|  |               |                           |   |   |  |                       |                      |            |
| 0199998. Deposits in                      depositories that do not exceed the allowable limit in any one depository (See Instructions) | XXX           | XXX                       |   |   |  |                       |                      | XXX        |
| 0199999. Total Segregated Funds Held for Others  | XXX           | XXX                       | 0   | 0   | 0  | 0                     | 0                    | XXX        |
| Section (B) - General Funds  |               |                           |   |   |  |                       |                      | XXX        |
|  |               |                           |   |   |  |                       |                      |            |
| 0299998. Deposits in                      depositories that do not exceed the allowable limit in any one depository (See Instructions) | XXX           | XXX                       |   |   | 10,544,619   | 15,417,111            | 15,315,463           | XXX        |
| 0299999. Total General Funds   | XXX           | XXX                       | 0   | 0   | 10,544,619   | 15,417,111            | 15,315,463           | XXX        |
| Section (C) - Reinsurance Resrve Funds   |               |                           |   |   |  |                       |                      | XXX        |
|  |               |                           |   |   |  |                       |                      |            |
| 0399998. Deposits in                      depositories that do not exceed the allowable limit in any one depository (See Instructions) | XXX           | XXX                       |   |   |  |                       |                      | XXX        |
| 0399999. Total Reinsurance Resrve Funds  | XXX           | XXX                       | 0   | 0   | 0  | 0                     | 0                    | XXX        |
| 0499999. Total Open Depositories   | XXX           | XXX                       | 0   | 0   | 10,544,619   | 15,417,111            | 15,315,463           | XXX        |
| SUSPENDED DEPOSITORIES   |               |                           |   |   |  |                       |                      | XXX        |
| Section (A) - Segregated Funds Held for Others   |               |                           |   |   |  |                       |                      | XXX        |
|  |               |                           |   |   |  |                       |                      |            |
| 0599998. Deposits in                      depositories that do not exceed the allowable limit in any one depository (See Instructions) | XXX           | XXX                       |   |   |  |                       |                      | XXX        |
| 0599999. Total Segregated Funds Held for Others  | XXX           | XXX                       | 0   | 0   | 0  | 0                     | 0                    | XXX        |
| Section (B) - General Funds  |               |                           |   |   |  |                       |                      | XXX        |
|  |               |                           |   |   |  |                       |                      |            |
| 0699998. Deposits in                      depositories that do not exceed the allowable limit in any one depository (See Instructions) | XXX           | XXX                       |   |   |  |                       |                      | XXX        |
| 0699999. Total General Funds   | XXX           | XXX                       | 0   | 0   | 0  | 0                     | 0                    | XXX        |
| Section (C) - Reinsurance Resrve Funds   |               |                           |   |   |  |                       |                      | XXX        |
|  |               |                           |   |   |  |                       |                      |            |
| 0799998. Deposits in                      depositories that do not exceed the allowable limit in any one depository (See Instructions) | XXX           | XXX                       |   |   |  |                       |                      | XXX        |
| 0799999. Total Reinsurance Resrve Funds  | XXX           | XXX                       | 0   | 0   | 0  | 0                     | 0                    | XXX        |
| 0899999. Total Suspended Depositories  | XXX           | XXX                       | 0   | 0   | 0  | 0                     | 0                    | XXX        |
| 0999999. Total Cash on Deposit   | XXX           | XXX                       | 0   | 0   | 10,544,619   | 15,417,111            | 15,315,463           | XXX        |
| 1099999. Cash in Company's Office  | XXX           | XXX                       | XXX   | XXX   |  |                       |                      | XXX        |
| 1199999. Total Cash  | XXX           | XXX                       | 0   | 0   | 10,544,619   | 15,417,111            | 15,315,463           | XXX        |

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

[illegible]