



QUARTERLY STATEMENT  
AS OF JUNE 30, 2021  
OF THE CONDITION AND AFFAIRS OF THE  
BRANCH INSURANCE EXCHANGE

NAIC Group Code	0000	0000	NAIC Company Code	16825	Employer's ID Number	84-4471638
	(Current Period)	(Prior Period)				
Organized under the Laws of	Ohio	State of Domicile or Port of Entry	OH			
Country of Domicile	United States					
Incorporated/Organized	07/23/2020	Commenced Business	07/23/2020			
Statutory Home Office	875 N HIGH STREET, SUITE 300	COLUMBUS, OH, US 43215				
	(Street and Number)	(City or Town, State, Country and Zip Code)				
Main Administrative Office	875 N HIGH STREET, SUITE 300					
	(Street and Number)					
	COLUMBUS, OH, US 43215	(833)427-2624				
	(City or Town, State, Country and Zip Code)	(Area Code) (Telephone Number)				
Mail Address	P.O. Box 340380 #42184	COLUMBUS, OH, US 43234-0380				
	(Street and Number or P.O. Box)	(City or Town, State, Country and Zip Code)				
Primary Location of Books and Records	875 N HIGH STREET, SUITE 300					
	(Street and Number)					
	COLUMBUS, OH, US 43215	(833)427-2624				
	(City or Town, State, Country and Zip Code)	(Area Code) (Telephone Number)				
Internet Web Site Address	HTTPS://OURBRANCH.COM					
Statutory Statement Contact	BRADY ELLIS	(614)245-5099				
	(Name)	(Area Code)(Telephone Number)(Extension)				
	BRADY@OURBRANCH.COM					
	(E-Mail Address)	(Fax Number)				

OFFICERS

Name	Title
JOSEPH EMISON	PRESIDENT
JOSEPH EMISON	SECRETARY
STEPHEN LEKAS	TREASURER

OTHERS

DIRECTORS OR TRUSTEES

IAN SIGALOW	VIKAS SINGHAL
JOHN PEPPARD	JOSEPH EMISON
STEPHEN LEKAS	RUTH FOXE BLADER #

State of Ohio  
County of Franklin ss

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

(Signature)	(Signature)	(Signature)
JOSEPH EMISON	JOSEPH EMISON	STEPHEN LEKAS
(Printed Name)	(Printed Name)	(Printed Name)
1.	2.	3.
PRESIDENT	SECRETARY	TREASURER
(Title)	(Title)	(Title)

Subscribed and sworn to before me this	a. Is this an original filing?	Yes[X] No[ ]
day of , 2021	b. If no,	
	1. State the amendment number	
	2. Date filed	
	3. Number of pages attached	

(Notary Public Signature)

ASSETS

		Current Statement Date			4
		1	2	3	
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
1.	Bonds .....	8,011,844		8,011,844	8,093,844
2.	Stocks:				
2.1	Preferred stocks .....				
2.2	Common stocks .....				
3.	Mortgage loans on real estate:				
3.1	First liens .....				
3.2	Other than first liens .....				
4.	Real estate:				
4.1	Properties occupied by the company (less \$.....0 encumbrances) .....				
4.2	Properties held for the production of income (less \$.....0 encumbrances) .....				
4.3	Properties held for sale (less \$.....0 encumbrances) .....				
5.	Cash (\$.....89,397), cash equivalents (\$.....6,532,686) and short-term investments (\$.....2,999,444) .....	9,621,527		9,621,527	2,427,013
6.	Contract loans (including \$.....0 premium notes) .....				
7.	Derivatives .....				
8.	Other invested assets .....				
9.	Receivables for securities .....				
10.	Securities lending reinvested collateral assets .....				
11.	Aggregate write-ins for invested assets .....				
12.	Subtotals, cash and invested assets (Lines 1 to 11) .....	17,633,371		17,633,371	10,520,857
13.	Title plants less \$.....0 charged off (for Title insurers only) .....				
14.	Investment income due and accrued .....	67,193		67,193	46,523
15.	Premiums and considerations:				
15.1	Uncollected premiums and agents' balances in the course of collection .....	283,302		283,302	197,652
15.2	Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums) .....	377,249		377,249	
15.3	Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0) .....				
16.	Reinsurance:				
16.1	Amounts recoverable from reinsurers .....	433,082		433,082	23,763
16.2	Funds held by or deposited with reinsured companies .....				
16.3	Other amounts receivable under reinsurance contracts .....				
17.	Amounts receivable relating to uninsured plans .....				
18.1	Current federal and foreign income tax recoverable and interest thereon .....				
18.2	Net deferred tax asset .....				
19.	Guaranty funds receivable or on deposit .....				
20.	Electronic data processing equipment and software .....				
21.	Furniture and equipment, including health care delivery assets (\$.....0) .....				
22.	Net adjustments in assets and liabilities due to foreign exchange rates .....				
23.	Receivables from parent, subsidiaries and affiliates .....				
24.	Health care (\$.....0) and other amounts receivable .....				
25.	Aggregate write-ins for other-than-invested assets .....	100,000	100,000		
26.	TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	18,894,197	100,000	18,794,197	10,788,795
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
28.	TOTAL (Lines 26 and 27) .....	18,894,197	100,000	18,794,197	10,788,795
DETAILS OF WRITE-INS					
1101.	.....				
1102.	.....				
1103.	.....				
1198.	Summary of remaining write-ins for Line 11 from overflow page .....				
1199.	TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above) .....				
2501.	CLAIMS TPA DEPOSIT .....	100,000	100,000		
2502.	.....				
2503.	.....				
2598.	Summary of remaining write-ins for Line 25 from overflow page .....				
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	100,000	100,000		

LIABILITIES, SURPLUS AND OTHER FUNDS

		1	2
		Current Statement Date	December 31, Prior Year
1.	Losses (current accident year \$.....121,354) .....	128,817	7,223
2.	Reinsurance payable on paid losses and loss adjustment expenses .....		
3.	Loss adjustment expenses .....	29,003	1,395
4.	Commissions payable, contingent commissions and other similar charges .....		
5.	Other expenses (excluding taxes, licenses and fees) .....	157,315	
6.	Taxes, licenses and fees (excluding federal and foreign income taxes) .....		
7.1	Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)) .....		
7.2	Net deferred tax liability .....		
8.	Borrowed money \$.....0 and interest thereon \$.....0 .....		
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$.....971,230 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act) .....	242,807	64,643
10.	Advance premium .....		
11.	Dividends declared and unpaid:		
11.1	Stockholders .....		
11.2	Policyholders .....		
12.	Ceded reinsurance premiums payable (net of ceding commissions) .....	1,273,957	263,767
13.	Funds held by company under reinsurance treaties .....		
14.	Amounts withheld or retained by company for account of others .....		
15.	Remittances and items not allocated .....		
16.	Provision for reinsurance (including \$.....0 certified) .....		
17.	Net adjustments in assets and liabilities due to foreign exchange rates .....		
18.	Drafts outstanding .....		
19.	Payable to parent, subsidiaries and affiliates .....	558,568	602,237
20.	Derivatives .....		
21.	Payable for securities .....		
22.	Payable for securities lending .....		
23.	Liability for amounts held under uninsured plans .....		
24.	Capital notes \$.....0 and interest thereon \$.....0 .....		
25.	Aggregate write-ins for liabilities .....	16,222	
26.	TOTAL liabilities excluding protected cell liabilities (Lines 1 through 25) .....	2,406,689	939,265
27.	Protected cell liabilities .....		
28.	TOTAL liabilities (Lines 26 and 27) .....	2,406,689	939,265
29.	Aggregate write-ins for special surplus funds .....		
30.	Common capital stock .....		
31.	Preferred capital stock .....		
32.	Aggregate write-ins for other-than-special surplus funds .....		
33.	Surplus notes .....	21,000,000	11,000,000
34.	Gross paid in and contributed surplus .....	41,906	8,677
35.	Unassigned funds (surplus) .....	(4,654,398)	(1,159,147)
36.	Less treasury stock, at cost:		
36.1	.....0 shares common (value included in Line 30 \$.....0) .....		
36.2	.....0 shares preferred (value included in Line 31 \$.....0) .....		
37.	Surplus as regards policyholders (Lines 29 to 35, less 36) .....	16,387,508	9,849,530
38.	TOTALS (Page 2, Line 28, Col. 3) .....	18,794,197	10,788,795
DETAILS OF WRITE-INS			
2501.	OTHER LIABILITIES .....	16,222	
2502.	.....		
2503.	.....		
2598.	Summary of remaining write-ins for Line 25 from overflow page .....		
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	16,222	
2901.	.....		
2902.	.....		
2903.	.....		
2998.	Summary of remaining write-ins for Line 29 from overflow page .....		
2999.	TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above) .....		
3201.	.....		
3202.	.....		
3203.	.....		
3298.	Summary of remaining write-ins for Line 32 from overflow page .....		
3299.	TOTALS (Lines 3201 through 3203 plus 3298) (Line 32 above) .....		

STATEMENT OF INCOME

		1	2	3
		Current Year to Date	Prior Year to Date	Prior Year Ended December 31
UNDERWRITING INCOME				
1.	Premiums earned			
1.1	Direct (written \$.....1,661,496)	770,676		110,611
1.2	Assumed (written \$.....0)			
1.3	Ceded (written \$.....1,329,197)	616,540		88,489
1.4	Net (written \$.....332,299)	154,136		22,122
DEDUCTIONS:				
2.	Losses incurred (current accident year \$.....994,477)			
2.1	Direct	1,009,828		58,241
2.2	Assumed			
2.3	Ceded	803,795		46,593
2.4	Net	206,033		11,648
3.	Loss adjustment expenses incurred	104,034		39,276
4.	Other underwriting expenses incurred	3,385,925		1,046,977
5.	Aggregate write-ins for underwriting deductions			
6.	TOTAL underwriting deductions (Lines 2 through 5)	3,695,992		1,097,901
7.	Net income of protected cells			
8.	Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)	(3,541,856)		(1,075,779)
INVESTMENT INCOME				
9.	Net investment income earned	23,521		12,636
10.	Net realized capital gains (losses) less capital gains tax of \$.....0	(2,041)		(2,274)
11.	Net investment gain (loss) (Lines 9 + 10)	21,480		10,362
OTHER INCOME				
12.	Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0)			
13.	Finance and service charges not included in premiums			
14.	Aggregate write-ins for miscellaneous income	25,125		6,270
15.	TOTAL other income (Lines 12 through 14)	25,125		6,270
16.	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(3,495,251)		(1,059,147)
17.	Dividends to policyholders			
18.	Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	(3,495,251)		(1,059,147)
19.	Federal and foreign income taxes incurred			
20.	Net income (Line 18 minus Line 19) (to Line 22)	(3,495,251)		(1,059,147)
CAPITAL AND SURPLUS ACCOUNT				
21.	Surplus as regards policyholders, December 31 prior year	9,849,530		
22.	Net income (from Line 20)	(3,495,251)		(1,059,147)
23.	Net transfers (to) from Protected Cell accounts			
24.	Change in net unrealized capital gains or (losses) less capital gains tax of \$.....0			
25.	Change in net unrealized foreign exchange capital gain (loss)			
26.	Change in net deferred income tax			
27.	Change in nonadmitted assets			(100,000)
28.	Change in provision for reinsurance			
29.	Change in surplus notes	10,000,000		11,000,000
30.	Surplus (contributed to) withdrawn from Protected cells			
31.	Cumulative effect of changes in accounting principles			
32.	Capital changes:			
32.1	Paid in			
32.2	Transferred from surplus (Stock Dividend)			
32.3	Transferred to surplus			
33.	Surplus adjustments:			
33.1	Paid in	33,229		8,677
33.2	Transferred to capital (Stock Dividend)			
33.3	Transferred from capital			
34.	Net remittances from or (to) Home Office			
35.	Dividends to stockholders			
36.	Change in treasury stock			
37.	Aggregate write-ins for gains and losses in surplus			
38.	Change in surplus as regards policyholders (Lines 22 through 37)	6,537,978		9,849,530
39.	Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	16,387,508		9,849,530
DETAILS OF WRITE-INS				
0501.				
0502.				
0503.				
0598.	Summary of remaining write-ins for Line 5 from overflow page			
0599.	TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)			
1401.	FEE REVENUE	25,125		6,270
1402.				
1403.				
1498.	Summary of remaining write-ins for Line 14 from overflow page			
1499.	TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	25,125		6,270
3701.				
3702.				
3703.				
3798.	Summary of remaining write-ins for Line 37 from overflow page			
3799.	TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)			

**CASH FLOW**

		1	2	3
		Current	Prior	Prior
		Year	Year	Year Ended
		To Date	To Date	December 31
Cash from Operations				
1.	Premiums collected net of reinsurance .....	879,590		152,881
2.	Net investment income .....	67,471		8,344
3.	Miscellaneous income .....	25,125		6,270
4.	TOTAL (Lines 1 to 3) .....	972,186		167,495
5.	Benefit and loss related payments .....	493,758		28,188
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			
7.	Commissions, expenses paid and aggregate write-ins for deductions .....	3,288,814		1,184,858
8.	Dividends paid to policyholders .....			
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses) .....			
10.	TOTAL (Lines 5 through 9) .....	3,782,572		1,213,046
11.	Net cash from operations (Line 4 minus Line 10) .....	(2,810,386)		(1,045,551)
Cash from Investments				
12.	Proceeds from investments sold, matured or repaid:			
12.1	Bonds .....	438,392		205,103
12.2	Stocks .....			
12.3	Mortgage loans .....			
12.4	Real estate .....			
12.5	Other invested assets .....			
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments .....			
12.7	Miscellaneous proceeds .....			
12.8	TOTAL investment proceeds (Lines 12.1 to 12.7) .....	438,392		205,103
13.	Cost of investments acquired (long-term only):			
13.1	Bonds .....	423,053		8,343,451
13.2	Stocks .....			
13.3	Mortgage loans .....			
13.4	Real estate .....			
13.5	Other invested assets .....			
13.6	Miscellaneous applications .....			
13.7	TOTAL investments acquired (Lines 13.1 to 13.6) .....	423,053		8,343,451
14.	Net increase (or decrease) in contract loans and premium notes .....			
15.	Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	15,339		(8,138,348)
Cash from Financing and Miscellaneous Sources				
16.	Cash provided (applied):			
16.1	Surplus notes, capital notes .....	10,000,000		11,000,000
16.2	Capital and paid in surplus, less treasury stock .....	33,229		8,677
16.3	Borrowed funds .....			
16.4	Net deposits on deposit-type contracts and other insurance liabilities .....			
16.5	Dividends to stockholders .....			
16.6	Other cash provided (applied) .....	(43,668)		602,235
17.	Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6) .....	9,989,561		11,610,912
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) .....	7,194,514		2,427,013
19.	Cash, cash equivalents and short-term investments:			
19.1	Beginning of year .....	2,427,013		
19.2	End of period (Line 18 plus Line 19.1) .....	9,621,527		2,427,013

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

20.0001				
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**Notes to Financial Statement**

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of Branch Insurance Exchange (the Company) are presented on the basis of accounting practices prescribed or permitted by the Ohio Insurance Department.

The state of Ohio requires insurance companies domiciled in the state of Ohio to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual (NAIC SAP) subject to any deviations prescribed or permitted by the Ohio Insurance Department.

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

	SSAP #	F/S Page	F/S Line #	2021	2020
NET INCOME					
(1) State basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX		\$ -
(2) State Prescribed Practices that are an increase/(decrease) from NAIC SAP				(3,495,251)	\$ (1,059,147)
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP				-	\$ -
(4) NAIC SAP (1+2-3=4)	XXX	XXX	XXX	<u>\$ (3,495,251)</u>	<u>\$ (1,059,147)</u>
SURPLUS					
(5) State basis (Page 3, Line 38, Columns 1 & 2)	XXX	XXX	XXX	\$ 16,387,508	\$ 9,849,530
(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	<u>\$ 16,387,508</u>	<u>\$ 9,849,530</u>

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

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

C. Accounting Policy

Direct and ceded premiums are earned over the terms of the related policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods.

Commissions and other expenses incurred in connection with acquiring new insurance business are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Net investment income earned consists of interest less investment related expenses. Interest is recognized on an accrual basis. Net realized capital gains (losses) are recognized on a specific identification basis when securities are sold, redeemed or otherwise disposed. Realized capital losses include write-downs for impairments considered to be other than temporary.

In addition, the Company uses the following accounting policies:

- Short-term Investments are stated at amortized cost.
- Investment grade bonds not backed by other loans are stated at amortized cost using the interest method. Non-investment grade bonds with NAIC designations of 3 through 6 would be stated at the lower of amortized cost or fair value. The Company does not currently have any of these non-investment grade bonds. The Company's bond portfolio is reviewed quarterly and as a result the carrying value of a bond may be reduced to reflect changes in valuation resulting from asset impairment. The Company does not hold any mandatory convertible securities or SVO-Identified investments identified in SSAP No. 26R.
- Common Stocks – Not Applicable
- Preferred Stocks – Not Applicable
- Mortgage Loans – Not Applicable
- Investment grade loan-backed securities are stated at amortized cost. The retrospective adjustment method is used to determine amortized value for all loan-backed securities. Non-investment grade loan-backed securities with NAIC designations of 3 through 6 would be stated at the lower of amortized cost or fair value. The Company does not currently have any non-investment grade loan-backed securities.  
  
The carrying value and final NAIC designation for non-agency residential mortgage backed securities are determined using a special two-step NAIC process. Those assigned a NAIC designation in the first step of 1 or 2 are stated at amortized cost and those assigned a 3 through 6 designation are stated at the lower of amortized cost or fair value. The NAIC designation assigned under the second step of the process is reported for these securities in Schedule D and is used in the risk-based capital calculation. The Company does not currently have any non-agency residential mortgage backed securities.
- Subsidiaries, Controlled and Affiliated Entities – Not Applicable
- Joint Ventures, Partnerships and Limited Liability Companies – Not Applicable

**Notes to Financial Statement**

- 9. Derivatives – Not Applicable
- 10. Anticipated Investment Income – Not Applicable
- 11. Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed and any adjustments are reflected in the period determined.
- 12. Capitalization Policy Change – Not Applicable
- 13. Pharmaceutical Rebate Receivables – Not Applicable

D. Going Concern – Not Applicable

2. Accounting Changes and Corrections of Errors

A. Not Applicable

3. Business Combinations and Goodwill

- A. Statutory Purchase Method – Not Applicable
- B. Statutory Merger – Not Applicable
- C. Impairment Loss – Not Applicable

4. Discontinued Operations

Not Applicable

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

Not Applicable

B. Debt Restructuring

Not Applicable

C. Reverse Mortgages

Not Applicable

D. Loan-Backed Securities

1. Prepayment assumptions for mortgage-backed/loan-backed and structured securities were obtained from external estimates provided by the investment manager.

2. – 3. Securities with recognized other-than-temporary impairment - Not Applicable

4. All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

a. The aggregate amount of unrealized losses:	1. Less than 12 Months	\$ 19,960
	2. 12 Months or Longer	\$ -
b. The aggregate related fair value of securities with unrealized losses:	1. Less than 12 Months	\$ 1,696,648
	2. 12 Months or Longer	\$ -

5. The Company determines a decline to be other than temporary by reviewing and evaluating relevant objective and subjective factors for each security, including the extent of the depressed value, the length of time the value has been depressed, the Company's intent and ability to hold the security, a security's current performance, the financial condition of the issuer, the industry in which the issuer operates, and the status of the market as a whole. Assessments include judgments about an obligor's or guarantor's current and projected financial position, projected ability to service and repay its debt obligations, the existence of, and realizable value for, any collateral backing the obligations, and the macro-economic and micro-economic outlooks for specific industries and issuers. Estimating the future cash flows of loan-backed securities also involves assumptions regarding the underlying collateral such as prepayment rates, default and recovery rates, existence of subordinated classes capable of absorbing losses, and third-party servicing abilities. There have been no security declines determined to be other than temporary in the current or prior year.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

Not Applicable

Notes to Financial Statement

- F. Repurchase Agreements Transactions Accounted for as Secured Borrowing  

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

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

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

None
- J. Real Estate  

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

Not Applicable
- L. Restricted Assets

1. Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted							Current Year			
	Current Year					6	7	Current Year			
	1	2	3	4	5			8	9	Percentage	
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity	Total (1plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)			10 Gross (Admitted & Non-admitted)	11 Admitted Restricted
a. Subject to contractual obligation for which liability is not shown											
b. Collateral held under security lending agreements											
c. Subject to repurchase agreements											
d. Subject to reverse repurchase											
e. Subject to dollar repurchase agreements											
f. Subject to dollar reverse repurchase											
g. Placed under option contracts											
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock											
i. FHLB capital stock											
j. On deposit with states	\$2,587,834	\$ -	\$ -	\$ -	\$2,587,834	\$ 1631225	\$ 956,609	\$ -	\$2,587,834	13.696%	13.769%
k. On deposit with other regulatory bodies											
l. Pledged collateral to FHLB (including assets backing funding agreements)											
m. Pledged as collateral not captured in other categories											
n. Other restricted assets											
o. Total Restricted Assets	\$2,587,834	\$ -	\$ -	\$ -	\$2,587,834	\$ 1631225	\$ 956,609	\$ -	\$2,587,834	13.696%	13.769%

(a) Subset of Column 1  
(b) Subset of Column 3  
(c) Column 5 divided by Asset Page, Column 1, Line 28  
(d) Column 9 divided by Asset Page, Column 3, Line 28

- M. Working Capital Finance Investments  

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

Not Applicable
- O. 5GI\* Securities  

Not Applicable
- P. Short Sales  

None
- Q. Prepayment Penalty and Acceleration Fees  

None
- R. Reporting Entity's Share of Cash Pool by Asset type  

None



# Notes to Financial Statement

6. Joint Ventures, Partnerships, and Limited Liability Companies
- A. Detail for Those Greater than 10% of Admitted Assets

Not Applicable

B. Write-downs for Impairments

Not Applicable
7. Investment Income
- A. Accrued Investment Income

The Company does not admit investment income due and accrued if amounts are over 90 days past due.

B. Amounts Nonadmitted

Not Applicable
8. Derivative Instruments
- Not Applicable
9. Income Taxes
- No significant changes in income taxes during the year.
10. Information Concerning Parent, Subsidiaries, Affiliates, and Other Related Parties
- A. Nature of Relationships

Branch Financial, Inc. (BFI) is a Delaware-based corporation that acts as the attorney-in-fact for the Company. All of the Company's cash receipts and disbursements are administered by BFI, and BFI allocates certain shared expenses to the Company.

B. Detail of Transactions Greater than ½% of 1% of Admitted Assets

On July 10, 2020, the Company issued a surplus note for \$8,000,000 at an interest rate of 6% to BFI in exchange for cash. The maturity date of the surplus note is May 1, 2030. On November 12, 2020 the Company issued a second surplus note for \$3,000,000 at an interest rate of 6% to BFI in exchange for cash. The maturity date of the surplus note is November 1, 2030. On June 24, 2021, the Company issued a third surplus note for \$10,000,000 at an interest rate of 6% to BFI in exchange for cash. The maturity date of the third surplus note is May 1, 2031.

All transactions with regard to the surplus notes, both principal and any interest, are subject to regulatory approval. Regulatory approval for the surplus note issuances occurred on July 13, 2020, November 12, 2020, and June 24, 2021, respectively.

C. Amounts of Transactions

Not Applicable

D. Amounts Due to or from Related Parties

The Company reported \$558,568 and \$602,237 as due to BFI and at June 30, 2021 and December 31, 2020, respectively.

E. Guarantees or Contingencies for Related Parties

Not Applicable

F. Management, Service Contracts, Cost Sharing Arrangements

All Company policy subscribers designate BFI as the Attorney-in-Fact for the Company through an executed subscriber agreement. Each subscriber agreement requires the Company reimburse BFI for all expenses incurred at BFI during the course of business that are attributed to operating the Company. The Company is also required to pay a commission to BFI in exchange for the services performed by BFI in their attorney-in-fact relationship with the Company at 5% of written premium. All payments of premium, fees, and surplus contributions, are collected by BFI and remitted to the Company in a timely fashion. All payables and receivables between the Company and BFI are also settled in a timely fashion.

The Company was charged \$3,631,541 and \$1,161,172 by BFI for commissions and other expenses incurred under this agreement as of June 30, 2021, and December 31, 2020, respectively.

G. Nature of Relationships that Could Affect Operations

Not Applicable

H. Amount Deducted for Investment in Upstream Company

Not Applicable

I. Detail of Investments in Affiliates Greater than 10% of Admitted Assets
- Q6.3

**Notes to Financial Statement**

Not Applicable

J. Write-downs for Impairments

Not Applicable

K. Detail of the Investment in a Foreign Subsidiary

Not Applicable

L. Detail of the Investment in a Downstream Noninsurance Holding Company

Not Applicable

M. All SCA investments

Not Applicable

N. Investments in Insurance SCAs

Not Applicable

O. SCA and SSAP No. 48 Entity Loss Tracking

Not Applicable

11. Debt

Not Applicable

12. Retirement Plans, Deferred Compensation, Post-Employment Benefits and Compensated Absences and Other Postretirement Benefit Plans

A. B. C. D. Defined Benefit Plans

Not Applicable

E. Defined Contribution Plans

Not Applicable

F. Multiemployer Plans

Not Applicable

G. Consolidated/Holding Company Plans

Not Applicable

H. Postemployment Benefits and Compensated Absences

Not Applicable

I. Impact of Medicare Modernization Act on Postretirement Benefits

Not Applicable

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

Along with their policy premium, subscribers agree to make a surplus contribution to the Company equal to 2% of all premiums. The surplus contribution is payable to the Company on or prior to the initial effective date of coverage and on or prior to the effective date of all endorsements generating additional premium. The amounts paid as surplus contributions are credited to policyholder surplus for the benefit and protection of subscribers. Upon the issuance of a policy, or any other confirmation of coverage by the Company, the return of surplus contributions can occur only after withdrawal of the subscriber from the Company, and only with the approval of BFI and regulating authorities, where so required. The Company will return any surplus contributions (without interest) made during the policy term on a pro-rata basis to those subscribers who terminate coverage for any reason. All other surplus contributions, including those made on previous policy terms, are retained by the Company for the benefit of all remaining subscribers.

A. Number of Shares Issued

Not Applicable

B. Dividend Rate of Preferred Stock

Not Applicable

C. D. E. Dividends

Not Applicable

Notes to Financial Statement

F. Restrictions on Unassigned Funds

Not Applicable

G. Mutual Surplus Advances

Not Applicable

H. Company Stock Held for Special Purposes

Not Applicable

I. Changes in Special Surplus Funds

Not Applicable

J. The portion of unassigned funds (surplus) represented by cumulative net unrealized gain is \$0 at June 30, 2021.

K. Surplus Notes

The Company issued the following surplus debentures or similar obligations:

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
1	07/10/2020	6.000%	\$ 8,000,000	Y	\$ 8,000,000	\$ 8,000,000	\$ 464,000
2	11/12/2020	6.000%	\$ 3,000,000	Y	\$ 3,000,000	\$ 3,000,000	\$ 112,500
3	6/24/2021	6.000%	\$ 10,000,000	Y	\$ -	\$ 10,000,000	\$ 11,667
Total	XXX	XXX	\$ 21,000,000	XXX	\$ 11,000,000	\$ 21,000,000	\$ 588,167

\* Total should agree with Page 3, Line 33.

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
1	\$ -	\$ -	0.000%	\$ -	\$ -	05/01/2030
2	\$ -	\$ -	0.000%	\$ -	\$ -	11/1/2030
3	\$ -	\$ -	0.000%	\$ -	\$ -	05/01/2031
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
1	N	N	N	N/A	N/A
2	N	N	N	N/A	N/A
3	N	N	N	N/A	N/A
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)
1	\$ -	\$ -	N/A
2	\$ -	\$ -	N/A
3	\$ -	\$ -	N/A
Total	\$ -	\$ -	XXX

**Notes to Financial Statement**

L. M. Quasi-Reorganizations

Not Applicable

14. Contingencies

A. Contingent Commitments

Not Applicable

B. Assessments

Not Applicable

C. Gain Contingencies

Not Applicable

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits

Not Applicable

E. Product Warranties

Not Applicable

F. Joint and Several Liabilities

G. All Other Contingencies

Lawsuits do arise against the Company in its normal course of business. Contingent liabilities arising from litigation or other matters are not, at this time, considered to be material in relation to the financial position of the Company.

15. Leases

A. Lessee Leasing Arrangements

Not Applicable

B. Lessor and Leveraged Leasing Arrangements

Not Applicable

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

Not Applicable

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

A. Transfers of Receivables Reported as Sales

Not Applicable

B. Transfer and Servicing of Financial Assets

Not Applicable

C. Wash Sales

Not Applicable

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

A. Administrative Services Only (ASO) Plans

Not Applicable

B. Administrative Services Contract (ASC) Plans

Not Applicable

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contracts

Not Applicable

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

Not Applicable

**Notes to Financial Statement**

20. Fair Value Measurements

SSAP 100, Fair Value Measurements, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy are described as follows:

- Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Company has the ability to access.
- Level 2 – Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable; or inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The Company believes its valuation methods are appropriate and consistent with other market participants. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

A. Inputs Used for Assets Measured at Fair Value

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					
Money Market Mutual Fund	\$ 4,032,888	\$ -	\$ -	\$ -	\$ 4,032,888
Total assets at fair value/NAV	\$ 4,032,888	\$ -	\$ -	\$ -	\$ 4,032,888

2. Fair Value Measurements in Level 3 of the Fair Value Hierarchy - N/A

3. Reasons for any transfers between levels - N/A

4. Valuation Techniques for Fair Value Measurement Categorized Within Level 2 and Level 3 - N/A

5. Derivative assets and liabilities - N/A

B. Other Fair Value Disclosures

Not Applicable

C. Fair Value for all Financial Instruments

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Bonds	\$ 7,966,186	\$ 8,011,844	\$ 1,149,088	\$ 6,817,098	\$ -	\$ -	\$ -
Money Market Mutual Fund	\$ 4,032,888	\$ 4,032,888	\$ 4,032,888		\$ -	\$ -	\$ -

D. Reasons Not Practical to Estimate Fair Value

Not Applicable

E. Investments measured using Net Asset Value (NAV) practical expedient

Not Applicable

21. Other Items

A. Unusual or Infrequent Items

Not Applicable

B. Troubled Debt Restructuring for Debtors

Not Applicable

C. Other Disclosures and Unusual Items

The Company elected to use rounding in reporting amounts in the statement.

D. Business Interruption Insurance Recoveries

Not Applicable

E. State Transferable and Non-transferable Tax Credits

Not Applicable

**Notes to Financial Statement**

- F. Subprime Mortgage Related Risk Exposure
- Not Applicable
- G. Insurance-Linked Securities (ILS) Contracts
- Not Applicable
- H. The Amount That Could be Realized on Life Insurance Where the Reporting Entity is Owner and Beneficiary or Has Otherwise Obtained Rights to Control the Policy
- Not Applicable

22. Events Subsequent

Type I Recognized Subsequent Events:

Subsequent events have been considered through 8/9/21 for the statutory statement issued on 8/13/21.

Type II Nonrecognized Subsequent Events:

Subsequent events have been considered through 8/9/21 for the statutory statement issued on 8/13/21.

- A. Did the reporting entity write accident or health insurance premium that is subject to Section 9010 of the federal Affordable Care Act?
- No
- B.-H. Not Applicable

23. Reinsurance

A. Unsecured Reinsurance Recoverables

The Company does not have any unsecured aggregate recoverable for losses and LAE that exceeds 3% of the Company's policyholder surplus as of June 30, 2021.

B. Reinsurance Recoverable in Dispute

Not Applicable

C. Reinsurance Assumed and Ceded

1. Return commissions

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. All Other	\$ -	\$ -	\$ 971230	\$ 233,095	\$ (971230)	\$ (233,095)
c. Total	\$ -	\$ -	\$ 971230	\$ 233,095	\$ (971230)	\$ (233,095)
d. Direct Unearned Premium Reserve			\$ 1214,037			

2. Contingent commissions

None

3. Risk associated with protected cells

Not Applicable

D. Uncollectible Reinsurance

Not Applicable

E. Commutation of Ceded Reinsurance

Not Applicable

F. Retroactive Reinsurance

Not Applicable

G. Reinsurance Accounted for as a Deposit

Not Applicable

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

Not Applicable

**Notes to Financial Statement**

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not Applicable

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

Not Applicable

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. through E. Not Applicable

F. Risk-Sharing Provisions of the Affordable Care Act (ACA)

1. Did the reporting entity write accident and health insurance premium that is subject the Affordable Care Act risk-sharing provisions?

Yes ( ) No (X)

2. Impact of Risk-Sharing provisions of the ACA

Not Applicable

3. Roll-forward of Prior Year ACA Risk-Sharing Provisions

Not Applicable

4. Roll-forward of Risk Corridors Asset and Liability Balances by Program Benefit Year

Not Applicable

5. ACA Risk Corridors Receivable as of Reporting Date

Not Applicable

25. Changes in Incurred Losses and Loss Adjustment Expenses

	2021	2020
Balance, beginning of year	\$ 43	\$ -
Less reinsurance recoverables	34	-
Net balance at January 1	9	-
Incurred related to:		
Current Year	305	51
Prior Years	5	-
Total incurred	310	51
Paid related to:		
Current Year	157	42
Prior Years	4	-
Total paid	161	42
Net balance at December 31	158	9
Plus reinsurance recoverables	539	34
Balance, end of year	\$ 697	\$ 43

26. Intercompany Pooling Arrangements

Not Applicable

27. Structured Settlements

Not Applicable

28. Health Care Receivables

A. Pharmaceutical Rebate Receivables

Not Applicable

B. Risk Sharing Receivables

Not Applicable

29. Participating Policies

Not Applicable

**Notes to Financial Statement**

30. Premium Deficiency Reserves

1. Liability carried for premium deficiency reserves	\$ 0
2. Date of the most recent evaluation of this liability	6/30/2021
3. Was anticipated investment income utilized in the calculation?	Yes p No n

31. High Deductibles

Not Applicable

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

Not Applicable

33. Asbestos/Environmental Reserves

- A.

Does the Company have on the books, or has it ever written an insured for which you have identified a potential existence of, a liability due to asbestos losses? Yes ( ) No (X)
- B.

C. Ending Reserves for Asbestos Claims

Not Applicable
- D.

Does the Company have on the books, or has it ever written an insured for which you have identified a potential for the existence of, a liability due to environmental losses? Yes ( ) No (X)
- E.

F. Ending Reserves for Environmental Claims

Not Applicable

34. Subscriber Savings Accounts

The Company will maintain a separate individual Subscriber Savings Account (“SSA”) for each subscriber, and may, in its discretion, set aside a credit for each subscriber. Subscribers may become vested in a certain percentage of SSA funds according to a schedule that rewards Company loyalty. Additionally, subscribers may be entitled to cash distributions of vested funds.

As of June 30, 2021, the Company has not set aside any funds to subscriber savings accounts.

35. Multiple Peril Crop Insurance

Not Applicable

36. Financial Guaranty Insurance

Not Applicable



**GENERAL INTERROGATORIES**

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

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

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

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

Yes[ ] No[X]
- 2.2 If yes, date of change:

.....
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?

Yes[ ] No[X]
- If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes[ ] No[X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes:
- 3.4 Is the reporting entity publicly traded or a member of a publicly traded group?

Yes[ ] No[X]
- 3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes[ ] No[X]
- If yes, complete and file the merger history data file with the NAIC.
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	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[X] N/A[ ]
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

.....
- 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.

.....
- 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).

.....
- 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[X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with?

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

Yes[ ] No[X]
- 7.2 If yes, give full information
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes[ ] No[X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms?

Yes[ ] No[X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

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

- 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.

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:

**GENERAL INTERROGATORIES (Continued)**

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

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

Yes[ ] No[X]
- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes[ ] No[ ] N/A[X]
- If no, attach a description with this statement.
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
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	2
Name of Custodian(s)	Custodian Address
FIFTH THIRD BANK .....	21 EAST STATE STREET COLUMBUS, OH 43215 ..

- 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	2	3
Name(s)	Location(s)	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 and complete information relating thereto:

1	2	3	4
Old Custodian	New Custodian	Date of Change	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	2
Name of Firm or Individual	Affiliation
ASSET ALLOCATION AND MANAGEMENT COMPANY .....	..... U .....

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

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

Yes[X] No[ ]
- 17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1	2	3	4	5
Central Registration Depository Number	Name of Firm or Individual	Legal Entity Identifier (LEI)	Registered With	Investment Management Agreement (IMA) Filed
109875 .....	ASSET ALLOCATION AND MANAGEMENT COMPANY .....	549300DSCHIV5W3U963 .....	SEC .....	..... NO .....

- 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.

**GENERAL INTERROGATORIES (Continued)**

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 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change?  
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 other than certain workers' compensation tabular reserves (see annual statement instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero?

Yes[ ] No[X]
- 4.2 If yes, complete the following schedule:

1  Line of Business	2  Maximum Interest	3  Discount Rate	TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
			4  Unpaid Losses	5  Unpaid LAE	6  IBNR	7  TOTAL	8  Unpaid Losses	9  Unpaid LAE	10  IBNR	11  TOTAL
04.2999 Total .....			.....	.....	.....	.....	.....	.....	.....	.....

5. Operating Percentages:

5.1 A&H loss percent

5.2 A&H cost containment percent

5.3 A&H expense percent excluding cost containment expenses

.....0.000%

.....0.000%

.....0.000%
- 6.1 Do you act as a custodian for health savings accounts?

Yes[ ] No[X]
- 6.2 If yes, please provide the amount of custodial funds held as of the reporting date.

\$.....0
- 6.3 Do you act as an administrator for health savings accounts?

Yes[ ] No[X]
- 6.4 If yes, please provide the balance of the funds administered as of the reporting date.

\$.....0
7. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states?

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

Yes[ ] No[X]

**SCHEDULE F - CEDED REINSURANCE**  
**Showing all new reinsurers - Current Year to Date**

1 NAIC Company Code	2  ID Number	3  Name of Reinsurer	4  Domiciliary Jurisdiction	5  Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
			NONE			

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

**Current Year to Date - Allocated by States and Territories**

		1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
			2	3	4	5	6	7
States, etc.		Active Status (a)	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
1.	Alabama (AL) .....	N						
2.	Alaska (AK) .....	N						
3.	Arizona (AZ) .....	L	413,344					
4.	Arkansas (AR) .....	N						
5.	California (CA) .....	N						
6.	Colorado (CO) .....	N						
7.	Connecticut (CT) .....	N						
8.	Delaware (DE) .....	N						
9.	District of Columbia (DC) .....	N						
10.	Florida (FL) .....	N						
11.	Georgia (GA) .....	N						
12.	Hawaii (HI) .....	N						
13.	Idaho (ID) .....	N						
14.	Illinois (IL) .....	N						
15.	Indiana (IN) .....	L	188,755					
16.	Iowa (IA) .....	N						
17.	Kansas (KS) .....	N						
18.	Kentucky (KY) .....	N						
19.	Louisiana (LA) .....	N						
20.	Maine (ME) .....	N						
21.	Maryland (MD) .....	L	34,800					
22.	Massachusetts (MA) .....	N						
23.	Michigan (MI) .....	L						
24.	Minnesota (MN) .....	N						
25.	Mississippi (MS) .....	N						
26.	Missouri (MO) .....	N						
27.	Montana (MT) .....	N						
28.	Nebraska (NE) .....	L						
29.	Nevada (NV) .....	N						
30.	New Hampshire (NH) .....	N						
31.	New Jersey (NJ) .....	N						
32.	New Mexico (NM) .....	N						
33.	New York (NY) .....	N						
34.	North Carolina (NC) .....	N						
35.	North Dakota (ND) .....	N						
36.	Ohio (OH) .....	L	957,617					
37.	Oklahoma (OK) .....	L	66,026					
38.	Oregon (OR) .....	N						
39.	Pennsylvania (PA) .....	L						
40.	Rhode Island (RI) .....	N						
41.	South Carolina (SC) .....	N						
42.	South Dakota (SD) .....	N						
43.	Tennessee (TN) .....	N						
44.	Texas (TX) .....	L						
45.	Utah (UT) .....	N						
46.	Vermont (VT) .....	N						
47.	Virginia (VA) .....	N						
48.	Washington (WA) .....	N						
49.	West Virginia (WV) .....	N						
50.	Wisconsin (WI) .....	L	954					
51.	Wyoming (WY) .....	N						
52.	American Samoa (AS) .....	N						
53.	Guam (GU) .....	N						
54.	Puerto Rico (PR) .....	N						
55.	U.S. Virgin Islands (VI) .....	N						
56.	Northern Mariana Islands (MP) .....	N						
57.	Canada (CAN) .....	N						
58.	Aggregate other alien (OT) .....	X X X						
59.	Totals .....	X X X	1,661,496					
DETAILS OF WRITE-INS								
58001.....	X X X							
58002.....	X X X							
58003.....	X X X							
58998Summary of remaining write-ins for Line 58 from overflow page .....	X X X							
58999TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above) .....	X X X							

(a) Active Status Counts:

L – Licensed or Chartered - Licensed insurance carrier or domiciled RRG

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

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

10

R – Registered - Non-domiciled RRGs

Q – Qualified - Qualified or accredited reinsurer

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

47

**11 Schedule Y Part 1 ..... NONE**

**12 Schedule Y Part 1A - Detail of Insurance Holding Company System ..... NONE**

STATEMENT AS OF **June 30, 2021** OF THE **BRANCH INSURANCE EXCHANGE**

PART 1 - LOSS EXPERIENCE

Line of Business		Current Year to Date			4 Prior Year to Date Direct Loss Percentage
		1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1.	Fire .....				
2.	Allied lines .....				
3.	Farmowners multiple peril .....				
4.	Homeowners multiple peril .....	222,807	114,438	51.362	
5.	Commercial multiple peril .....				
6.	Mortgage guaranty .....				
8.	Ocean marine .....				
9.	Inland marine .....	2,681			
10.	Financial guaranty .....				
11.1	Medical professional liability - occurrence .....				
11.2	Medical professional liability - claims made .....				
12.	Earthquake .....				
13.	Group accident and health .....				
14.	Credit accident and health .....				
15.	Other accident and health .....				
16.	Workers' compensation .....				
17.1	Other liability - occurrence .....	6,469	4,250	65.698	
17.2	Other liability - claims made .....				
17.3	Excess Workers' Compensation .....				
18.1	Products liability - occurrence .....				
18.2	Products liability - claims made .....				
19.1	19.2 Private passenger auto liability .....	311,113	494,074	158.809	
19.3	19.4 Commercial auto liability .....				
21.	Auto physical damage .....	227,606	397,066	174.453	
22.	Aircraft (all perils) .....				
23.	Fidelity .....				
24.	Surety .....				
26.	Burglary and theft .....				
27.	Boiler and machinery .....				
28.	Credit .....				
29.	International .....				
30.	Warranty .....				
31.	Reinsurance-Nonproportional Assumed Property .....	X X X	X X X	X X X	X X X
32.	Reinsurance-Nonproportional Assumed Liability .....	X X X	X X X	X X X	X X X
33.	Reinsurance-Nonproportional Assumed Financial Lines .....	X X X	X X X	X X X	X X X
34.	Aggregate write-ins for other lines of business .....				
35.	TOTALS .....	770,676	1,009,828	131.032	
DETAILS OF WRITE-INS					
3401.	.....				
3402.	.....				
3403.	.....				
3498.	Summary of remaining write-ins for Line 34 from overflow page .....				
3499.	TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above) .....				

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire .....			
2.	Allied lines .....			
3.	Farmowners multiple peril .....			
4.	Homeowners multiple peril .....	367,196	593,759	
5.	Commercial multiple peril .....			
6.	Mortgage guaranty .....			
8.	Ocean marine .....			
9.	Inland marine .....	1,555	3,740	
10.	Financial guaranty .....			
11.1	Medical professional liability - occurrence .....			
11.2	Medical professional liability - claims made .....			
12.	Earthquake .....			
13.	Group accident and health .....			
14.	Credit accident and health .....			
15.	Other accident and health .....			
16.	Workers' compensation .....			
17.1	Other liability - occurrence .....	7,880	15,682	
17.2	Other liability - claims made .....			
17.3	Excess Workers' Compensation .....			
18.1	Products liability - occurrence .....			
18.2	Products liability - claims made .....			
19.1	19.2 Private passenger auto liability .....	406,657	614,954	
19.3	19.4 Commercial auto liability .....			
21.	Auto physical damage .....	282,722	433,361	
22.	Aircraft (all perils) .....			
23.	Fidelity .....			
24.	Surety .....			
26.	Burglary and theft .....			
27.	Boiler and machinery .....			
28.	Credit .....			
29.	International .....			
30.	Warranty .....			
31.	Reinsurance-Nonproportional Assumed Property .....	X X X	X X X	X X X
32.	Reinsurance-Nonproportional Assumed Liability .....	X X X	X X X	X X X
33.	Reinsurance-Nonproportional Assumed Financial Lines .....	X X X	X X X	X X X
34.	Aggregate write-ins for other lines of business .....			
35.	TOTALS .....	1,066,010	1,661,496	
DETAILS OF WRITE-INS				
3401.	.....			
3402.	.....			
3403.	.....			
3498.	Summary of remaining write-ins for Line 34 from overflow page .....			
3499.	TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above) .....			



**PART 3 (000 omitted)**  
**LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE**

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2021 Loss and LAE Payments on Claims Reported as of Prior Year-End	2021 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2021 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2018 + Prior .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
2. 2019 .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
3. Subtotals 2019 + Prior .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
4. 2020 .....	..... 3	..... 6	..... 9	..... 4	.....	..... 4	..... 3	.....	..... 6	..... 9	..... 4	.....	..... 4
5. Subtotals 2020 + Prior .....	..... 3	..... 6	..... 9	..... 4	.....	..... 4	..... 3	.....	..... 6	..... 9	..... 4	.....	..... 4
6. 2021 .....	..... X X X	..... X X X	..... X X X	..... X X X	..... 157	..... 157	..... X X X	..... 114	..... 35	..... 149	..... X X X	..... X X X	..... X X X
7. Totals .....	..... 3	..... 6	..... 9	..... 4	..... 157	..... 161	..... 3	..... 114	..... 41	..... 158	..... 4	.....	..... 4
8. Prior Year-End Surplus As Regards Policyholders .....	..... 9,850										Col. 11, Line 7 As % of Col. 1 Line 7 1..... 133.333	Col. 12, Line 7 As % of Col. 2 Line 7 2.....	Col. 13, Line 7 As % of Col. 3 Line 7 3..... 44.444
.....													Col. 13, Line 7 Line 8 4..... 0.041

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

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

Explanations:

1. Not Applicable
2. Not Applicable
3. Not Applicable
4. Not Applicable

Bar Codes:

## Trusted Surplus Statement



16825202149000002 2021 Document Code: 490

Supplement A to Schedule T



16825202145500002 2021 Document Code: 455

Medicare Part D Coverage Supplement



16825202136500002 2021 Document Code: 365

Director and Officer Supplement



16825202150500002 2021 Document Code: 505

**OVERFLOW PAGE FOR WRITE-INS**

**N O N E**

STATEMENT AS OF **June 30, 2021** OF THE **BRANCH INSURANCE EXCHANGE**

**SCHEDULE A - VERIFICATION**

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

**SCHEDULE B - VERIFICATION**

Mortgage Loans

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

**SCHEDULE BA - VERIFICATION**

Other Long-Term Invested Assets

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

**SCHEDULE D - VERIFICATION**

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	8,093,844	
2. Cost of bonds and stocks acquired .....	423,053	8,343,451
3. Accrual of discount .....	71	42
4. Unrealized valuation increase (decrease) .....		
5. Total gain (loss) on disposals .....	(2,041)	(2,274)
6. Deduct consideration for bonds and stocks disposed of .....	440,875	207,530
7. Deduct amortization of premium .....	64,691	42,272
8. Total foreign exchange change in book/adjusted carrying value .....		
9. Deduct current year's other-than-temporary impairment recognized .....		
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees .....	2,483	2,427
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9 + 10) .....	8,011,844	8,093,844
12. Deduct total nonadmitted amounts .....		
13. Statement value at end of current period (Line 11 minus Line 12) .....	8,011,844	8,093,844

**SCHEDULE D - PART 1B**  
**Showing the Acquisitions, Dispositions and Non-Trading Activity**  
**During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation**

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a) .....	7,041,364	5,922,282	318,758	(27,981)	7,041,364	12,616,907		7,398,465
2. NAIC 2 (a) .....	898,750			(4,570)	898,750	894,180		795,904
3. NAIC 3 (a) .....								
4. NAIC 4 (a) .....								
5. NAIC 5 (a) .....								
6. NAIC 6 (a) .....								
7. Total Bonds .....	7,940,114	5,922,282	318,758	(32,551)	7,940,114	13,511,087		8,194,369
<b>PREFERRED STOCK</b>								
8. NAIC 1 .....								
9. NAIC 2 .....								
10. NAIC 3 .....								
11. NAIC 4 .....								
12. NAIC 5 .....								
13. NAIC 6 .....								
14. Total Preferred Stock .....								
15. Total Bonds & Preferred Stock .....	7,940,114	5,922,282	318,758	(32,551)	7,940,114	13,511,087		8,194,369

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....5,499,242; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

**SCHEDULE DA - PART 1**

**Short - Term Investments**

	1 Book/Adjusted Carrying Value	2  Par Value	3  Actual Cost	4  Interest Collected Year To Date	5  Paid for Accrued Interest Year To Date
9199999. Totals .....	2,999,444	X X X	2,999,437		

**SCHEDULE DA - Verification**

**Short-Term Investments**

		1  Year To Date	2  Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year .....	100,525	
2.	Cost of short-term investments acquired .....	3,099,961	101,063
3.	Accrual of discount .....	8	
4.	Unrealized valuation increase (decrease) .....		
5.	Total gain (loss) on disposals .....		
6.	Deduct consideration received on disposals .....	200,525	
7.	Deduct amortization of premium .....	525	538
8.	Total foreign exchange change in book/adjusted carrying value .....		
9.	Deduct current year's other-than-temporary impairment recognized ....		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) .....	2,999,444	100,525
11.	Deduct total nonadmitted amounts .....		
12.	Statement value at end of current period (Line 10 minus Line 11) .....	2,999,444	100,525

**SI04   Schedule DB - Part A Verification   .....   NONE**

**SI04   Schedule DB - Part B Verification   .....   NONE**

**SI05   Schedule DB Part C Section 1   .....   NONE**

**SI06   Schedule DB Part C Section 2   .....   NONE**

**SI07   Schedule DB - Verification   .....   NONE**

**SCHEDULE E - PART 2 - VERIFICATION**  
**(Cash Equivalents)**

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year .....	2,188,090	.....
2.	Cost of cash equivalents acquired .....	13,013,734	11,312,936
3.	Accrual of discount .....	6	.....
4.	Unrealized valuation increase (decrease) .....	.....	.....
5.	Total gain (loss) on disposals .....	.....	.....
6.	Deduct consideration received on disposals .....	8,669,144	9,124,846
7.	Deduct amortization of premium .....	.....	.....
8.	Total foreign exchange change in book/adjusted carrying value .....	.....	.....
9.	Deduct current year's other-than-temporary impairment recognized .....	.....	.....
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) .....	6,532,686	2,188,090
11.	Deduct total nonadmitted amounts .....	.....	.....
12.	Statement value at end of current period (Line 10 minus Line 11) .....	6,532,686	2,188,090



**E01   Schedule A Part 2   ..... NONE**

**E01   Schedule A Part 3   ..... NONE**

**E02   Schedule B Part 2   ..... NONE**

**E02   Schedule B Part 3   ..... NONE**

**E03   Schedule BA Part 2   ..... NONE**

**E03   Schedule BA Part 3   ..... NONE**

**SCHEDULE D - PART 3**

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation, NAIC Designation Modifier and SVO Administrative Symbol
<b>Bonds - U.S. Governments</b>									
9128282U3 ..	UNITED STATES TREASURY .....		.. 06/16/2021 ..	JP MORGAN SECURITIES INC. ....	..... X X X .....	..... 115,247 .....	..... 110,000 .....	..... 611 .....	..... 1.A .....
912828YV6 ..	UNITED STATES TREASURY .....		.. 06/16/2021 ..	JP MORGAN SECURITIES INC. ....	..... X X X .....	..... 207,282 .....	..... 200,000 .....	..... 139 .....	..... 1.A .....
0599999	Subtotal - Bonds - U.S. Governments .....				..... X X X .....	..... 322,529 .....	..... 310,000 .....	..... 750 .....	..... X X X .....
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
87165LBB6 ..	SYNCT 2016-2 A - ABS .....		.. 04/01/2021 ..	INTL FCStone L.P. ....	..... X X X .....	..... .....	..... (100,000) .....	..... .....	..... 1.A FE .....
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) .....				..... X X X .....	..... .....	..... (100,000) .....	..... .....	..... X X X .....
8399997	Subtotal - Bonds - Part 3 .....				..... X X X .....	..... 322,529 .....	..... 210,000 .....	..... 750 .....	..... X X X .....
8399998	Summary Item from Part 5 for Bonds (N/A to Quarterly) .....				..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....
8399999	Subtotal - Bonds .....				..... X X X .....	..... 322,529 .....	..... 210,000 .....	..... 750 .....	..... X X X .....
8999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly) .....				..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....
8999999	Subtotal - Preferred Stocks .....				..... X X X .....	..... .....	..... X X X .....	..... .....	..... X X X .....
9799998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly) .....				..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....
9799999	Subtotal - Common Stocks .....				..... X X X .....	..... .....	..... X X X .....	..... .....	..... X X X .....
9899999	Subtotal - Preferred and Common Stocks .....				..... X X X .....	..... .....	..... X X X .....	..... .....	..... X X X .....
9999999	Total - Bonds, Preferred and Common Stocks .....				..... X X X .....	..... 322,529 .....	..... X X X .....	..... 750 .....	..... X X X .....

**SCHEDULE D - PART 4**  
**Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of**  
**During the Current Quarter**

1	2	3 F o r e i g n	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22 NAIC Designation, NAIC Designation Modifier and SVO Admini- strative Symbol
										11	12	13	14	15							
CUSIP Identification	Description		Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	
<b>Bonds - U.S. Governments</b>																					
38378BR35	GNR 2012-142 AB - CMBS		06/01/2021	Paydown	X X X	6,457	6,457	6,441	6,441		16		16		6,457				36	11/16/2042	1.A
38382LDM0	GNR 2020-167 PA - CMO/RMBS		06/01/2021	Paydown	X X X	14,671	14,671	14,687	14,687		(16)		(16)		14,671				46	11/20/2050	1.A
0599999	Subtotal - Bonds - U.S. Governments				X X X	21,128	21,128	21,128	21,128		0		0		21,128				82	X X X	X X X
<b>Bonds - U.S. Special Revenue, Special Assessment</b>																					
3132D55W8	FH SB8061 - RMBS		06/01/2021	Paydown	X X X	7,636	7,636	7,938	7,931		(294)		(294)		7,636				61	09/01/2035	1.A
3132D56C1	FH SB8067 - RMBS		06/01/2021	Paydown	X X X	6,007	6,007	6,165	6,161		(154)		(154)		6,007				37	09/01/2035	1.A
3133KYUP2	FH RB5090 - RMBS		06/01/2021	Paydown	X X X	2,798	2,798	2,909	2,907		(109)		(109)		2,798				24	12/01/2040	1.A
3136B23J9	FNA 2018-M12 FA - CMBS		06/01/2021	Paydown	X X X	265	265	265	267		(3)		(3)		265				1	08/25/2030	1.A
3137BGWZ8	FHR 4447 PA - CMO/RMBS		06/01/2021	Paydown	X X X	4,598	4,598	4,928	4,928		(330)		(330)		4,598				58	12/15/2044	1.A
3137FV6Q0	FHR 4998 BC - CMO/RMBS		06/01/2021	Paydown	X X X	7,517	7,517	7,746	7,745		(228)		(228)		7,517				60	07/25/2044	1.A
3140X86N2	FN FM5376 - RMBS		06/01/2021	Paydown	X X X	3,681	3,681	3,851	3,852		(171)		(171)		3,681				29	01/01/2036	1.A
31418DRR5	FN MA4095 - RMBS		06/01/2021	Paydown	X X X	7,778	7,778	8,109	8,101		(323)		(323)		7,778				62	08/01/2035	1.A
31418DRV6	FN MA4099 - RMBS		06/01/2021	Paydown	X X X	8,955	8,955	9,418	9,402		(448)		(448)		8,955				90	08/01/2035	1.A
31418DRW4	FN MA4100 - RMBS		06/01/2021	Paydown	X X X	4,774	4,774	4,940	4,933		(159)		(159)		4,774				38	08/01/2050	1.A
31418DSH6	FN MA4119 - RMBS		06/01/2021	Paydown	X X X	4,366	4,366	4,518	4,510		(143)		(143)		4,366				35	09/01/2050	1.A
31418DSL7	FN MA4122 - RMBS		06/01/2021	Paydown	X X X	5,952	5,952	6,131	6,124		(172)		(172)		5,952				36	09/01/2035	1.A
31418DSM5	FN MA4123 - RMBS		06/01/2021	Paydown	X X X	8,181	8,181	8,510	8,490		(309)		(309)		8,181				65	09/01/2035	1.A
31418DVZ2	FN MA4231 - RMBS		06/01/2021	Paydown	X X X	1,862	1,862	1,897	1,896		(35)		(35)		1,862				12	01/01/2041	1.A
3199999	Subtotal - Bonds - U.S. Special Revenue, Special Assessment				X X X	74,369	74,369	77,326	77,248		(2,879)		(2,879)		74,369				606	X X X	X X X
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																					
87165LBB6	SYNCT 2016-2 A - ABS		04/01/2021	Adjustment	X X X	100,525									100,525					05/15/2024	1.A FE
89238UAD2	TAOT 2019-C A3 - ABS		06/15/2021	Paydown	X X X	14,066	14,066	14,361	14,289		(222)		(222)		14,066				123	09/15/2023	1.A FE
98162EAC1	WOART 2017-A A3 - ABS		05/17/2021	Paydown	X X X	8,671	8,671	8,710	8,696		(25)		(25)		8,671				59	09/15/2022	1.A FE
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	123,262	22,737	23,071	22,985		(248)		(248)		123,262				183	X X X	X X X
8399997	Subtotal - Bonds - Part 4				X X X	218,758	118,234	121,525	121,361		(3,127)		(3,127)		218,758				870	X X X	X X X
8399998	Summary Item from Part 5 for Bonds (N/A to Quarterly)				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
8399999	Subtotal - Bonds				X X X	218,758	118,234	121,525	121,361		(3,127)		(3,127)		218,758				870	X X X	X X X
8999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
8999999	Subtotal - Preferred Stocks				X X X		X X X													X X X	X X X
9799998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
9799999	Subtotal - Common Stocks				X X X		X X X													X X X	X X X
9899999	Subtotal - Preferred and Common Stocks				X X X		X X X													X X X	X X X
9999999	Total - Bonds, Preferred and Common Stocks				X X X	218,758	X X X	121,525	121,361		(3,127)		(3,127)		218,758				870	X X X	X X X

**E06   Schedule DB Part A Section 1 ..... NONE**

**E07   Schedule DB Part B Section 1 ..... NONE**

**E08   Schedule DB Part D Section 1 ..... NONE**

**E09   Schedule DB Part D Section 2 - Collateral Pledged By Reporting Entity ..... NONE**

**E09   Schedule DB Part D Section 2 - Collateral Pledged To Reporting Entity ..... NONE**

**E10   Schedule DB Part E ..... NONE**

**E11   Schedule DL - Part 1 - Securities Lending Collateral Assets ..... NONE**

**E12   Schedule DL - Part 2 - Securities Lending Collateral Assets ..... NONE**

**SCHEDULE E - PART 1 - CASH**

**Month End Depository Balances**

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
0199998 Deposits in .....1 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories ..	X X X	... X X X ..	.....	.....	..... 26,664	..... 63,246	..... 89,397	X X X
0199999 Totals - Open Depositories .....	X X X	... X X X ..	.....	.....	..... 26,664	..... 63,246	..... 89,397	X X X
0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories .....	X X X	... X X X ..	.....	.....	.....	.....	.....	X X X
0299999 Totals - Suspended Depositories .....	X X X	... X X X ..	.....	.....	.....	.....	.....	X X X
0399999 Total Cash On Deposit .....	X X X	... X X X ..	.....	.....	..... 26,664	..... 63,246	..... 89,397	X X X
0499999 Cash in Company's Office .....	X X X	... X X X ..	... X X X ..	... X X X ..	.....	.....	.....	X X X
0599999 Total Cash .....	X X X	... X X X ..	.....	.....	..... 26,664	..... 63,246	..... 89,397	X X X

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP	Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
<b>Bonds - U.S. Governments - Issuer Obligations</b>								
	UNITED STATES TREASURY .....		06/28/2021 ...	0.000	09/09/2021 ...	1,999,827		5
	UNITED STATES TREASURY .....		06/28/2021 ...	0.000	08/19/2021 ...	499,971		1
0199999	Subtotal - Bonds - U.S. Governments - Issuer Obligations .....					2,499,798		6
0599999	Subtotal - Bonds - U.S. Governments .....					2,499,798		6
7699999	Subtotal - Bonds - Issuer Obligations .....					2,499,798		6
8399999	Subtotal - Bonds .....					2,499,798		6
<b>Exempt Money Market Mutual Funds - as Identified by SVO</b>								
60934N500	FEDERATED HRMS TRS INST .....		06/30/2021 ...	0.010	X X X .....	4,032,888	12	
8599999	Subtotal - Exempt Money Market Mutual Funds - as Identified by SVO .....					4,032,888	12	
9999999	Total Cash Equivalents .....					6,532,686	12	6