

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

## ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2021  
OF THE CONDITION AND AFFAIRS OF THE

## MOTORISTS MUTUAL INSURANCE COMPANY

NAIC Group Code	0291 (Current)	0291 (Prior)	NAIC Company Code	14621	Employer's ID Number	31-4259550
Organized under the Laws of Country of Domicile	Ohio			State of Domicile or Port of Entry United States of America		OH
Incorporated/Organized	11/08/1928			Commenced Business	11/27/1928	
Statutory Home Office	471 EAST BROAD STREET (Street and Number)			COLUMBUS, OH, US 43215 (City or Town, State, Country and Zip Code)		
Main Administrative Office	471 EAST BROAD STREET COLUMBUS, OH, US 43215 (Street and Number) (City or Town, State, Country and Zip Code)			614-225-8211 (Area Code) (Telephone Number)		
Mail Address	471 EAST BROAD STREET (Street and Number or P.O. Box)			COLUMBUS, OH, US 43215 (City or Town, State, Country and Zip Code)		
Primary Location of Books and Records	471 EAST BROAD STREET COLUMBUS, OH, US 43215 (Street and Number) (City or Town, State, Country and Zip Code)			614-225-8211 (Area Code) (Telephone Number)		
Internet Website Address	ENCOVA.COM					
Statutory Statement Contact	AMY E KUHLMAN (Name) ACCOUNTING@ENCOVA.COM (E-mail Address)			614-225-8285 (Area Code) (Telephone Number) 614-225-8330 (FAX Number)		

## OFFICERS

**PRESIDENT & CHIEF  
EXECUTIVE OFFICER** THOMAS JOSEPH O BROKTA JR **TREASURER** JAMES CHRISTOPHER HOWAT  
**SECRETARY** MARCHELLE ELAINE MOORE

State of OH 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.

THOMAS JOSEPH OBROKTA JR.  
PRESIDENT & CHIEF EXECUTIVE OFFICER

MARCHELLE ELAINE MOORE  
SECRETARY

JAMES CHRISTOPHER HOWAT  
TREASURER

Subscribed and sworn to before me this

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

Deborah Dailey  
Notary Public, State of Ohio  
My Commission Expires 11-26-22



## ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D) .....	756,493,474		756,493,474	716,561,867
2. Stocks (Schedule D):				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....	527,716,743		527,716,743	256,877,746
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances) .....	0	34,754,145	34,754,145	33,627,832
4.2 Properties held for the production of income (less \$ 0 encumbrances) .....		1,735,644	1,735,644	1,753,961
4.3 Properties held for sale (less \$ 0 encumbrances) .....			0	0
5. Cash (\$ 32,969,451 , Schedule E - Part 1), cash equivalents (\$ 57,430,047 , Schedule E - Part 2) and short-term investments (\$ , Schedule DA) .....	90,399,498		90,399,498	58,486,753
6. Contract loans (including \$ premium notes) .....			0	0
7. Derivatives (Schedule DB) .....			0	0
8. Other invested assets (Schedule BA) .....	74,475,979	23,952,066	50,523,912	115,690,525
9. Receivable for securities .....	15,000		15,000	18,029
10. Securities lending reinvested collateral assets (Schedule DL) .....	0		0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	1,485,590,483	23,952,066	1,461,638,417	1,183,016,713
13. Title plants less \$ charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	4,973,825		4,973,825	4,906,142
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	77,809,092	9,021	77,800,071	12,848,074
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums) .....	22,381,298	2,072,927	20,308,371	23,931,350
15.3 Accrued retrospective premiums (\$ ) and contracts subject to redetermination (\$ ) .....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	52,449,003		52,449,003	24,324,400
16.2 Funds held by or deposited with reinsured companies .....	379,538,126		379,538,126	372,694,841
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	5,893,189
18.2 Net deferred tax asset .....	33,255,229	1,246,643	32,008,586	40,810,215
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....	70,992,983	67,597,020	3,395,963	2,283,158
21. Furniture and equipment, including health care delivery assets (\$ ) .....	3,983,105	3,983,105	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....	7,811,723		7,811,723	124,698,423
24. Health care (\$ ) and other amounts receivable .....			0	0
25. Aggregate write-ins for other than invested assets .....	61,544,015	12,318,048	49,225,967	50,526,920
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	2,200,328,882	111,178,830	2,089,150,052	1,845,933,425
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27) .....	2,200,328,882	111,178,830	2,089,150,052	1,845,933,425
<b>DETAILS OF WRITE-INS</b>				
1101. .....				
1102. .....				
1103. .....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	0	0	0	0
2501. ICOLI cash surrender value .....	47,902,996		47,902,996	49,028,226
2502. Prepaid expenses .....	10,148,364	10,148,364	0	0
2503. Agency Loans .....	2,123,404	2,123,404	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	1,369,251	46,280	1,322,971	1,498,694
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	61,544,015	12,318,048	49,225,967	50,526,920

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8) .....	544,188,127	531,167,441
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....	58,492,921	3,789,474
3. Loss adjustment expenses (Part 2A, Line 35, Column 9) .....	92,701,133	90,745,645
4. Commissions payable, contingent commissions and other similar charges .....	13,404,326	13,832,850
5. Other expenses (excluding taxes, licenses and fees) .....	35,441,697	33,778,380
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	2,767,515	3,674,379
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....	1,904,147	.....
7.2 Net deferred tax liability .....	.....	.....
8. Borrowed money \$ ..... and interest thereon \$ .....	15,371,000	30,371,000
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ ..... 344,297,043 and including warranty reserves of \$ ..... and accrued accident and health experience rating refunds including \$ ..... 0 for medical loss ratio rebate per the Public Health Service Act) .....	165,010,935	161,430,579
10. Advance premium .....	1,673,033	895,236
11. Dividends declared and unpaid:		
11.1 Stockholders .....	0	.....
11.2 Policyholders .....	0	(4,760)
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	61,361,527	5,987,909
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20) .....	213,386,124	292,725,987
14. Amounts withheld or retained by company for account of others .....	4,321,953	3,779,405
15. Remittances and items not allocated .....	323,555	316,983
16. Provision for reinsurance (including \$ ..... 0 certified) (Schedule F, Part 3, Column 78) .....	743,787	55,540
17. Net adjustments in assets and liabilities due to foreign exchange rates .....	0	.....
18. Drafts outstanding .....	0	.....
19. Payable to parent, subsidiaries and affiliates .....	24,886,485	81,707,017
20. Derivatives .....	0	0
21. Payable for securities .....	833,450	1,196,062
22. Payable for securities lending .....	0	.....
23. Liability for amounts held under uninsured plans .....	.....	.....
24. Capital notes \$ ..... and interest thereon \$ .....	.....	.....
25. Aggregate write-ins for liabilities .....	38,131,158	48,056,506
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	1,274,942,872	1,303,505,633
27. Protected cell liabilities .....	.....	.....
28. Total liabilities (Lines 26 and 27) .....	1,274,942,872	1,303,505,633
29. Aggregate write-ins for special surplus funds .....	0	0
30. Common capital stock .....	5,000,000	.....
31. Preferred capital stock .....	.....	.....
32. Aggregate write-ins for other than special surplus funds .....	0	0
33. Surplus notes .....	.....	0
34. Gross paid in and contributed surplus .....	214,187,580	.....
35. Unassigned funds (surplus) .....	595,019,600	542,427,791
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 30 \$ ..... ) .....	.....	.....
36.2 ..... shares preferred (value included in Line 31 \$ ..... ) .....	.....	.....
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39) .....	814,207,180	542,427,791
38. TOTALS (Page 2, Line 28, Col. 3)	2,089,150,052	1,845,933,424
<b>DETAILS OF WRITE-INS</b>		
2501. Retiree benefit obligations .....	33,952,718	47,768,940
2502. Miscellaneous liabilities .....	3,151,658	(152,087)
2503. Reinsurance assumed overhead payable .....	967,335	486,446
2598. Summary of remaining write-ins for Line 25 from overflow page .....	59,446	(46,793)
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	38,131,158	48,056,506
2901. .....	.....	.....
2902. .....	.....	.....
2903. .....	.....	.....
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above)	0	0
3201. .....	.....	.....
3202. .....	.....	.....
3203. .....	.....	.....
3298. Summary of remaining write-ins for Line 32 from overflow page .....	0	0
3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above)	0	0

**ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY**  
**STATEMENT OF INCOME**

	1 Current Year	2 Prior Year
<b>UNDERWRITING INCOME</b>		
1. Premiums earned (Part 1, Line 35, Column 4).....	351,422,609	347,765,991
<b>DEDUCTIONS:</b>		
2. Losses incurred (Part 2, Line 35, Column 7).....	176,712,465	182,848,238
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	53,011,406	52,248,499
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	110,289,519	111,406,077
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	340,013,391	346,502,814
7. Net income of protected cells.....		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7).....	11,409,217	1,263,177
<b>INVESTMENT INCOME</b>		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	37,126,586	28,828,391
10. Net realized capital gains or (losses) less capital gains tax of \$ 7,885,668 (Exhibit of Capital Gains (Losses) ).....	29,669,473	(2,989,629)
11. Net investment gain (loss) (Lines 9 + 10).....	66,796,059	25,838,762
<b>OTHER INCOME</b>		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$ 1,254,426 ).....	(1,254,426)	(1,213,048)
13. Finance and service charges not included in premiums.....	612,409	1,165,913
14. Aggregate write-ins for miscellaneous income.....	(1,060,844)	813,299
15. Total other income (Lines 12 through 14).....	(1,702,861)	766,164
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	76,502,416	27,868,103
17. Dividends to policyholders.....	1,279,384	397,932
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).....	75,223,032	27,470,171
19. Federal and foreign income taxes incurred.....	95,828	(1,410,279)
20. Net income (Line 18 minus Line 19)(to Line 22).....	75,127,204	28,880,450
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	542,427,792	524,467,503
22. Net income (from Line 20).....	75,127,204	28,880,450
23. Net transfers (to) from Protected Cell accounts.....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 1,379,565.....	22,392,387	36,002,102
25. Change in net unrealized foreign exchange capital gain (loss).....	38,365	55,743
26. Change in net deferred income tax.....	(7,422,064)	(14,266,855)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3).....	(356,780)	(11,819,060)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....	(688,247)	(13,380)
29. Change in surplus notes.....		
30. Surplus (contributed to) withdrawn from protected cells.....		
31. Cumulative effect of changes in accounting principles.....		
32. Capital changes:		
32.1 Paid in.....		
32.2 Transferred from surplus (Stock Dividend).....	5,000,000	
32.3 Transferred to surplus.....		
33. Surplus adjustments:		
33.1 Paid in.....	214,187,580	0
33.2 Transferred to capital (Stock Dividend).....		
33.3 Transferred from capital.....		
34. Net remittances from or (to) Home Office.....		
35. Dividends to stockholders.....		
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1).....	0	0
37. Aggregate write-ins for gains and losses in surplus.....	(36,499,057)	(20,878,711)
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	271,779,388	17,960,289
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	814,207,180	542,427,792
<b>DETAILS OF WRITE-INS</b>		
0501.....		
0502.....		
0503.....		
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above).....	0	0
1401. Change in ICOLI cash surrender value.....	(1,125,231)	5,667,569
1402. Miscellaneous income or expense.....	64,387	(4,854,270)
1403.....		
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above).....	(1,060,844)	813,299
3701. Miscellaneous gains / losses.....	(15,499,057)	(20,878,711)
3702. Surplus note forgiveness.....	(16,000,000)	
3703. Reclass for organizational restructure.....	(5,000,000)	
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above).....	(36,499,057)	(20,878,711)

**ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY**  
**CASH FLOW**

	1 Current Year	2 Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance .....	385,364,158	369,931,943
2. Net investment income .....	40,611,338	33,129,724
3. Miscellaneous income .....	(577,630)	1,244,912
4. Total (Lines 1 through 3) .....	425,397,866	404,306,579
5. Benefit and loss related payments .....	190,250,135	236,421,919
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	151,324,943	153,954,043
8. Dividends paid to policyholders .....	1,274,624	969,838
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses) .....	(2,076,129)	(444,682)
10. Total (Lines 5 through 9) .....	340,773,573	390,901,118
11. Net cash from operations (Line 4 minus Line 10) .....	84,624,293	13,405,461
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	101,372,311	148,408,807
12.2 Stocks .....	73,873,521	68,292,820
12.3 Mortgage loans .....	0	0
12.4 Real estate .....	0	1,527,767
12.5 Other invested assets .....	78,735,274	12,202,538
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	0	21
12.7 Miscellaneous proceeds .....	3,029	364,443
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	253,984,134	230,796,396
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	158,960,486	183,103,426
13.2 Stocks .....	89,006,364	7,724,589
13.3 Mortgage loans .....	0	0
13.4 Real estate .....	2,670,396	3,986,754
13.5 Other invested assets .....	7,830,529	8,027,392
13.6 Miscellaneous applications .....	362,612	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	258,830,386	202,842,161
14. Net increase (decrease) in contract loans and premium notes .....	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	(4,846,252)	27,954,235
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....	0	0
16.2 Capital and paid in surplus, less treasury stock .....	0	0
16.3 Borrowed funds .....	(15,000,000)	20,873,000
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0
16.5 Dividends to stockholders .....	0	0
16.6 Other cash provided (applied) .....	(32,865,296)	(16,316,345)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	(47,865,296)	4,556,655
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	31,912,745	45,916,351
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	58,486,753	12,570,402
19.2 End of period (Line 18 plus Line 19.1) .....	90,399,498	58,486,753

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

20.0001. Non-Cash Investment Exchanges .....	4,529,415
20.0002. Subsidiary acquisition through dividend .....	214,187,580
20.0003. Surplus note forgiveness .....	16,000,000
20.0004. Capital stock from organizational restructure .....	5,000,000

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1 - PREMIUMS EARNED

Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Fire .....	1,025,592	550,938	489,316	1,087,214
2. Allied lines .....	1,059,244	585,446	558,952	1,085,738
3. Farmowners multiple peril .....	1,156,133	710,939	525,254	1,341,818
4. Homeowners multiple peril .....	23,196,341	13,181,789	12,635,597	23,742,533
5. Commercial multiple peril .....	57,560,486	25,423,591	27,343,227	55,640,849
6. Mortgage guaranty .....	0	0		0
8. Ocean marine .....	51,149	31,299	26,648	55,800
9. Inland marine .....	6,185,134	3,124,947	3,081,265	6,228,816
10. Financial guaranty .....	0	0		0
11.1 Medical professional liability - occurrence .....	0	0		0
11.2 Medical professional liability - claims-made .....	0	0		0
12. Earthquake .....	301,239	172,036	171,519	301,756
13. Group accident and health .....	0	0		0
14. Credit accident and health (group and individual) .....	0	0		0
15. Other accident and health .....	0	0		0
16. Workers' compensation .....	157,264,686	72,000,085	74,971,130	154,293,641
17.1 Other liability - occurrence .....	15,518,771	6,874,873	7,518,798	14,874,845
17.2 Other liability - claims-made .....	589,428	755,658	750,297	594,789
17.3 Excess workers' compensation .....	0	0		0
18.1 Products liability - occurrence .....	94,832	124,412	81,295	137,949
18.2 Products liability - claims-made .....	0	0		0
19.1, 19.2 Private passenger auto liability .....	15,470,308	6,277,240	5,804,048	15,943,500
19.3, 19.4 Commercial auto liability .....	40,884,886	19,124,276	19,053,825	40,955,337
21. Auto physical damage .....	27,582,032	12,056,770	11,611,166	28,027,636
22. Aircraft (all perils) .....	0	0		0
23. Fidelity .....	(3)	41		38
24. Surety .....	0	0		0
26. Burglary and theft .....	582,222	289,651	267,169	604,704
27. Boiler and machinery .....	65,419	81,125	24,282	122,262
28. Credit .....	0	0		0
29. International .....	0	0		0
30. Warranty .....	0	0		0
31. Reinsurance - nonproportional assumed property .....	2,615,750	17,410	44,848	2,588,312
32. Reinsurance - nonproportional assumed liability .....	3,799,301	48,026	52,284	3,795,043
33. Reinsurance - nonproportional assumed financial lines .....	0	0		0
34. Aggregate write-ins for other lines of business .....	0	27	0	27
35. TOTALS .....	355,002,950	161,430,579	165,010,920	351,422,609
<b>DETAILS OF WRITE-INS</b>				
3401. Miscellaneous .....		27		27
3402. .....				
3403. .....				
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	27	0	27

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1. Fire .....	489,316				.489,316
2. Allied lines .....	558,952				558,952
3. Farmowners multiple peril .....	525,254				525,254
4. Homeowners multiple peril .....	12,635,597				12,635,597
5. Commercial multiple peril .....	27,343,227				27,343,227
6. Mortgage guaranty .....					0
8. Ocean marine .....	26,648				26,648
9. Inland marine .....	3,081,265				3,081,265
10. Financial guaranty .....					0
11.1 Medical professional liability - occurrence .....					0
11.2 Medical professional liability - claims-made .....					0
12. Earthquake .....	171,519				.171,519
13. Group accident and health .....					0
14. Credit accident and health (group and individual) .....					0
15. Other accident and health .....					0
16. Workers' compensation .....	74,971,130				.74,971,130
17.1 Other liability - occurrence .....	7,518,798				.7,518,798
17.2 Other liability - claims-made .....	750,297				.750,297
17.3 Excess workers' compensation .....					0
18.1 Products liability - occurrence .....	81,295				.81,295
18.2 Products liability - claims-made .....					0
19.1, 19.2 Private passenger auto liability .....	.5,804,048				.5,804,048
19.3, 19.4 Commercial auto liability .....	19,053,825				.19,053,825
21. Auto physical damage .....	11,611,166				.11,611,166
22. Aircraft (all perils) .....					0
23. Fidelity .....					0
24. Surety .....					0
26. Burglary and theft .....	267,169				.267,169
27. Boiler and machinery .....	24,282				.24,282
28. Credit .....					0
29. International .....					0
30. Warranty .....					0
31. Reinsurance - nonproportional assumed property .....	44,848				.44,848
32. Reinsurance - nonproportional assumed liability .....	52,284				.52,284
33. Reinsurance - nonproportional assumed financial lines .....					0
34. Aggregate write-ins for other lines of business .....	15	0	0	0	15
35. TOTALS .....	165,010,935	0	0	0	165,010,935
36. Accrued retrospective premiums based on experience .....					
37. Earned but unbilled premiums .....					
38. Balance (Sum of Line 35 through 37) .....					165,010,935
<b>DETAILS OF WRITE-INS</b>					
3401. Aggregate - Other .....	15				.15
3402. .....					
3403. .....					
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	15	0	0	0	15

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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1+2+3-4-5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire	1,041,144	1,898,483	249,924	2,139,814	24,145	1,025,592
2. Allied lines	1,297,061	1,848,330	154,391	2,210,026	30,512	1,059,244
3. Farmowners multiple peril	0	3,551,207	17,106	2,412,180	0	1,156,133
4. Homeowners multiple peril	46,825,572	23,418,324	3,293,079	48,397,304	1,943,330	23,196,341
5. Commercial multiple peril	(3,196)	175,843,619	1,816,748	120,095,333	1,352	57,560,486
6. Mortgage guaranty	0	0	0	0	0	0
8. Ocean marine	161,968	0	0	106,717	4,102	51,149
9. Inland marine	1,231,258	17,877,129	10,176	12,904,784	28,645	6,185,134
10. Financial guaranty	0	0	0	0	0	0
11.1 Medical professional liability - occurrence		0	0	0	0	0
11.2 Medical professional liability - claims-made		0	0	0	0	0
12. Earthquake	517,934	447,661	181	628,513	36,024	301,239
13. Group accident and health	0	0	0	0	0	0
14. Credit accident and health (group and individual)	0	0	0	0	0	0
15. Other accident and health	0	0	0	0	0	0
16. Workers' compensation	140,462	485,253,677	(6,343)	328,120,146	2,964	157,264,686
17.1 Other liability - occurrence	1,781,505	43,286,881	3,028,793	32,378,667	199,741	15,518,771
17.2 Other liability - claims-made	0	1,819,222	0	1,229,794	0	589,428
17.3 Excess workers' compensation	0	0	0	0	0	0
18.1 Products liability - occurrence	(9,000)	301,650	0	197,858	(40)	94,832
18.2 Products liability - claims-made		0	0	0	0	0
19.1, 19.2 Private passenger auto liability	34,618,583	13,079,318	49,964	32,277,557	0	15,470,308
19.3, 19.4 Commercial auto liability	(129,110)	125,114,319	1,202,697	85,303,031	(11)	40,884,886
21. Auto physical damage	31,462,844	54,024,374	931	57,547,695	358,422	27,582,032
22. Aircraft (all perils)	0	0	0	0	0	0
23. Fidelity	(7)	0	0	(5)	1	(3)
24. Surety	0	0	0	0	0	0
26. Burglary and theft	0	1,796,910	70	1,214,758	0	582,222
27. Boiler and machinery	(166)	201,990	0	136,491	(86)	65,419
28. Credit	0	0	0	0	0	0
29. International	0	0	0	0	0	0
30. Warranty	0	0	0	0	0	0
31. Reinsurance - nonproportional assumed property	XXX	0	8,073,303	5,457,553	0	2,615,750
32. Reinsurance - nonproportional assumed liability	XXX	0	11,726,238	7,926,937	0	3,799,301
33. Reinsurance - nonproportional assumed financial lines	XXX	0	0	0	0	0
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0
35. TOTALS	118,936,852	949,763,094	29,617,258	740,685,153	2,629,101	355,002,950
<b>DETAILS OF WRITE-INS</b>						
3401.						
3402.						
3403.						
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	0	0	0	0	0	0

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

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

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

## ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY

## UNDERWRITING AND INVESTMENT EXHIBIT

## PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5	6	7	8
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3 )				
1. Fire .....	843,955	1,774,656	1,770,181	848,430	378,366	426,709	.800,087	73.6
2. Allied lines .....	621,018	1,196,036	1,229,227	587,826	126,227	.93,089	.620,964	57.2
3. Farmowners multiple peril .....	0	1,042,656	.704,835	337,820	157,516	.97,784	.397,552	29.6
4. Homeowners multiple peril .....	23,487,139	13,679,970	.25,209,903	11,957,206	.4,553,968	.4,484,024	.12,027,150	50.7
5. Commercial multiple peril .....	3,592,876	51,879,669	.37,758,027	.17,714,518	.32,205,467	.20,215,656	.29,704,329	53.4
6. Mortgage guaranty .....	0	.0	.0	0	0	0	0	0.0
8. Ocean marine .....	.57,085	.55	.38,627	.18,513	.1,506	.3,977	.16,042	28.8
9. Inland marine .....	272,064	.6,884,513	.4,837,915	2,318,662	.739,701	.404,294	.2,654,069	42.6
10. Financial guaranty .....	0	0	0	0	0	0	0	0.0
11.1 Medical professional liability - occurrence .....	0	0	0	0	0	0	0	0.0
11.2 Medical professional liability - claims-made .....	0	0	0	0	0	0	0	0.0
12. Earthquake .....	0	0	0	0	0	0	0	0.0
13. Group accident and health .....	0	0	0	0	0	0	0	0.0
14. Credit accident and health (group and individual) .....	0	0	0	0	0	0	0	0.0
15. Other accident and health .....	0	0	0	0	0	0	0	0.0
16. Workers' compensation .....	2,336,578	.216,901,251	.148,429,440	.70,808,388	.385,429,167	.382,189,332	.74,048,223	48.0
17.1 Other liability - occurrence .....	.18,147,431	.10,774,303	.20,050,712	.8,871,021	.37,058,927	.37,708,019	.8,221,929	55.3
17.2 Other liability - claims-made .....	0	.422,675	.285,729	.136,947	.1,274,515	.777,433	.634,029	.106.6
17.3 Excess workers' compensation .....	0	0	0	0	0	0	0	0.0
18.1 Products liability - occurrence .....	1,398,198	(2,944,879)	(1,045,556)	(501,125)	3,374,774	.3,446,814	(573,165)	(415.5)
18.2 Products liability - claims-made .....	0	0	0	0	0	0	0	0.0
19.1, 19.2 Private passenger auto liability .....	22,851,390	.7,075,356	.20,978,053	.8,948,693	.12,793,306	.12,936,737	.8,805,262	55.2
19.3, 19.4 Commercial auto liability .....	19,996,865	.43,617,019	.43,128,677	.20,485,207	.52,195,623	.54,190,922	.18,489,908	45.1
21. Auto physical damage .....	14,901,221	.35,187,383	.33,867,700	.16,220,904	.1,522,136	.1,554,696	.16,188,344	.57.8
22. Aircraft (all perils) .....	0	0	0	0	0	0	0	0.0
23. Fidelity .....	(8,122)	(1,623)	(6,587)	(3,157)	0	0	(3,157)	(8,330.5)
24. Surety .....	0	0	0	0	.16,200	.16,200	0	0.0
26. Burglary and theft .....	(600)	.99,524	.66,873	.32,052	.36,329	.24,896	.43,485	7.2
27. Boiler and machinery .....	0	.38,467	.26,004	.12,463	.85,284	.16,201	.81,546	.66.7
28. Credit .....	0	0	0	0	0	0	0	0.0
29. International .....	0	0	0	0	0	0	0	0.0
30. Warranty .....	0	0	0	0	0	0	0	0.0
31. Reinsurance - nonproportional assumed property .....	XXX	.5,592,422	.3,780,477	.1,811,945	.2,251,537	.2,360,117	.1,703,365	65.8
32. Reinsurance - nonproportional assumed liability .....	XXX	.3,323,045	.2,246,379	.1,076,667	.9,987,578	.8,211,741	.2,852,504	75.2
33. Reinsurance - nonproportional assumed financial lines .....	XXX	0	0	0	0	0	0	0.0
34. Aggregate write-ins for other lines of business .....	0	0	0	0	0	0	0	0.0
35. TOTALS .....	108,497,098	396,542,497	343,356,616	161,682,979	544,188,127	529,158,641	176,712,465	50.3
<b>DETAILS OF WRITE-INS</b>								
3401. Aggregate - Other .....				0		0	0	
3402. .....								
3403. .....								
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0	0	
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	0	0	0	0	0	0	0.0

## ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY

## UNDERWRITING AND INVESTMENT EXHIBIT

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

Line of Business	Reported Losses				Incurred But Not Reported			8	9
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire .....	4,088	1,080,110	732,918	351,280	28,000	55,600	56,514	378,366	59,877
2. Allied lines .....	16,690	302,401	215,706	103,385	34,800	35,700	47,658	126,227	23,758
3. Farmowners multiple peril .....	0	354,362	239,549	114,813	0	131,800	89,097	157,516	27,676
4. Homeowners multiple peril .....	6,386,989	5,159,258	7,842,520	3,703,727	1,446,500	1,177,700	1,773,959	4,553,968	772,301
5. Commercial multiple peril .....	2,015,172	48,053,333	34,052,245	16,016,260	25,400	49,941,289	33,777,482	32,205,467	6,798,352
6. Mortgage guaranty .....	0	0	0	0	0	0	0	0	0
8. Ocean marine .....	0	550	372	178	4,100	0	2,772	1,506	884
9. Inland marine .....	44,083	1,738,650	1,205,129	577,604	35,800	464,500	338,203	739,701	140,842
10. Financial guaranty .....	0	0	0	0	0	0	0	0	0
11.1 Medical professional liability - occurrence .....	0	0	0	0	0	0	0	0	0
11.2 Medical professional liability - claims-made .....	0	0	0	0	0	0	0	0	0
12. Earthquake .....	0	0	0	0	0	0	0	0	0
13. Group accident and health .....	0	0	0	0	0	0	0	(a) 0	0
14. Credit accident and health (group and individual) .....	0	0	0	0	0	0	0	0	0
15. Other accident and health .....	0	0	0	0	0	0	0	(a) 0	0
16. Workers' compensation .....	10,109,960	640,194,020	440,329,154	209,974,826	2,835,300	538,690,443	366,071,402	385,429,167	52,388,454
17.1 Other liability - occurrence .....	34,359,180	24,563,311	40,328,660	18,593,831	16,098,900	40,892,137	38,525,941	37,058,927	13,936,228
17.2 Other liability - claims-made .....	0	761,188	514,563	246,625	0	3,172,500	2,144,610	1,274,515	504,502
17.3 Excess workers' compensation .....	0	0	0	0	0	0	0	0	0
18.1 Products liability - occurrence .....	3,189,330	3,783,638	4,713,726	2,259,242	898,900	2,544,100	2,327,468	3,374,774	901,980
18.2 Products liability - claims-made .....	0	0	0	0	0	0	0	0	0
19.1, 19.2 Private passenger auto liability .....	58,995,767	9,735,195	58,117,528	10,613,434	4,656,500	2,071,500	4,548,128	12,793,306	2,720,798
19.3, 19.4 Commercial auto liability .....	28,660,031	59,690,281	60,715,349	27,634,963	13,559,600	64,933,907	53,932,847	52,195,623	13,792,873
21. Auto physical damage .....	1,071,444	3,280,615	2,942,424	1,409,635	129,600	217,624	234,723	1,522,136	286,359
22. Aircraft (all perils) .....	0	0	0	0	0	0	0	0	0
23. Fidelity .....	0	0	0	0	0	0	0	0	0
24. Surety .....	0	50,000	33,800	16,200	0	0	0	16,200	0
26. Burglary and theft .....	0	67,629	45,718	21,911	0	44,500	30,082	36,329	6,287
27. Boiler and machinery .....	2	263,222	177,940	85,284	0	0	0	85,284	0
28. Credit .....	0	0	0	0	0	0	0	0	0
29. International .....	0	0	0	0	0	0	0	0	0
30. Warranty .....	0	0	0	0	0	0	0	0	0
31. Reinsurance - nonproportional assumed property .....	XXX	5,772,466	3,902,187	1,870,279	XXX	1,176,722	795,464	2,251,537	67,376
32. Reinsurance - nonproportional assumed liability .....	XXX	11,815,559	7,987,318	3,828,241	XXX	19,010,300	12,850,963	9,987,578	272,586
33. Reinsurance - nonproportional assumed financial lines .....	XXX			0	XXX			0	0
34. Aggregate write-ins for other lines of business .....	0	0	0	0	0	0	0	0	0
35. TOTALS .....	144,852,736	816,665,788	664,096,806	297,421,718	39,753,400	724,560,322	517,547,313	544,188,127	92,701,133
<b>DETAILS OF WRITE-INS</b>									
3401. Aggregate - Other .....				0				0	
3402. .....									
3403. .....									
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	0	0	0	0	0	0	0	0

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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct .....	(6,845,408)	0	0	(6,845,408)
1.2 Reinsurance assumed .....	58,836,732	0	0	58,836,732
1.3 Reinsurance ceded .....	35,219,505	0	0	35,219,505
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3) .....	16,771,819	0	0	16,771,819
2. Commission and brokerage:				
2.1 Direct excluding contingent .....	0	19,245,945	0	19,245,945
2.2 Reinsurance assumed, excluding contingent .....	0	121,688,701	0	121,688,701
2.3 Reinsurance ceded, excluding contingent .....	0	95,274,121	0	95,274,121
2.4 Contingent - direct .....	0	2,211,548	0	2,211,548
2.5 Contingent - reinsurance assumed .....	0	12,070,140	0	12,070,140
2.6 Contingent - reinsurance ceded .....	0	9,664,013	0	9,664,013
2.7 Policy and membership fees .....	0	0	0	0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) .....	0	50,278,200	0	50,278,200
3. Allowances to managers and agents .....	0	15	0	15
4. Advertising .....	0	985,503	0	985,503
5. Boards, bureaus and associations .....	1,802,112	1,507,497	0	3,309,609
6. Surveys and underwriting reports .....	232,735	1,438,137	0	1,670,872
7. Audit of assureds' records .....	14,761	363,494	0	378,255
8. Salary and related items:				
8.1 Salaries .....	18,309,896	24,074,453	875,081	43,259,430
8.2 Payroll taxes .....	1,227,581	1,504,506	36,557	2,768,644
9. Employee relations and welfare .....	2,210,950	1,827,156	167,351	4,205,457
10. Insurance .....	266,551	265,688	0	532,240
11. Directors' fees .....	285,347	648,515	129,744	1,063,606
12. Travel and travel items .....	570,038	3,698,913	111,967	4,380,918
13. Rent and rent items .....	954,977	688,494	1,333,186	2,976,657
14. Equipment .....	300,331	277,769	172,070	750,170
15. Cost or depreciation of EDP equipment and software .....	6,668,638	8,772,538	130,003	15,571,179
16. Printing and stationery .....	87,515	116,882	5,692	210,088
17. Postage, telephone and telegraph, exchange and express .....	598,001	643,884	561,398	1,803,283
18. Legal and auditing .....	330,611	314,116	39,202	683,929
19. Totals (Lines 3 to 18) .....	33,860,044	47,127,560	3,562,251	84,549,855
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$ .....	0	6,904,519	0	6,904,519
20.2 Insurance department licenses and fees .....	0	1,948,360	0	1,948,360
20.3 Gross guaranty association assessments .....	0	378,499	0	378,499
20.4 All other (excluding federal and foreign income and real estate) .....	0	2,139	1,046,744	1,046,883
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) .....	0	9,233,516	1,046,744	10,280,261
21. Real estate expenses .....	0	0	3,268,309	3,268,309
22. Real estate taxes .....	0	0	715,211	715,211
23. Reimbursements by uninsured plans .....	0	0	0	0
24. Aggregate write-ins for miscellaneous expenses .....	2,379,543	3,650,243	277,134	6,306,920
25. Total expenses incurred .....	53,011,406	110,289,519	8,869,650	(a) 172,170,576
26. Less unpaid expenses - current year .....	92,701,133	50,808,864	804,675	144,314,672
27. Add unpaid expenses - prior year .....	90,745,645	49,772,840	1,492,143	142,010,628
28. Amounts receivable relating to uninsured plans, prior year .....	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year .....	0	0	0	0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29) .....	51,055,918	109,253,495	9,557,118	169,866,532
<b>DETAILS OF WRITE-INS</b>				
2401. Consulting Fees .....	1,465,497	2,105,884	33,128	3,604,509
2402. Donations and Contributions .....	456,262	1,032,834	205,219	1,694,315
2403. Temporary Staff .....	90,104	188,779	14,479	293,362
2498. Summary of remaining write-ins for Line 24 from overflow page .....	367,680	322,746	24,308	.714,734
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above) .....	2,379,543	3,650,243	277,134	6,306,920

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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**EXHIBIT OF NET INVESTMENT INCOME**

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds .....	(a) 288,576	268,216
1.1 Bonds exempt from U.S. tax .....	(a) 3,664,459	3,395,581
1.2 Other bonds (unaffiliated) .....	(a) 16,833,187	16,988,282
1.3 Bonds of affiliates .....	(a) .....	.....
2.1 Preferred stocks (unaffiliated) .....	(b) .....	.....
2.11 Preferred stocks of affiliates .....	(b) .....	.....
2.2 Common stocks (unaffiliated) .....	9,236,281	9,438,080
2.21 Common stocks of affiliates .....	.....	.....
3. Mortgage loans .....	(c) .....	.....
4. Real estate .....	(d) 6,848,656	6,848,656
5. Contract loans .....	.....	.....
6. Cash, cash equivalents and short-term investments .....	(e) 30,278	30,305
7. Derivative instruments .....	(f) .....	.....
8. Other invested assets .....	10,256,721	10,256,721
9. Aggregate write-ins for investment income .....	378,184	378,184
10. Total gross investment income .....	47,536,342	47,604,025
11. Investment expenses .....	(g) 7,822,906	.....
12. Investment taxes, licenses and fees, excluding federal income taxes .....	(g) 1,046,744	.....
13. Interest expense .....	(h) 54,018	.....
14. Depreciation on real estate and other invested assets .....	(i) 1,553,771	.....
15. Aggregate write-ins for deductions from investment income .....	0	.....
16. Total deductions (Lines 11 through 15) .....	10,477,439	.....
17. Net investment income (Line 10 minus Line 16) .....	37,126,586	.....
<b>DETAILS OF WRITE-INS</b>		
0901. Miscellaneous income .....	366,191	366,191
0902. Securities lending income .....	11,037	11,037
0903. Prior year income .....	956	956
0998. Summary of remaining write-ins for Line 9 from overflow page .....	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	378,184	378,184
1501. .....	.....	.....
1502. .....	.....	.....
1503. .....	.....	.....
1598. Summary of remaining write-ins for Line 15 from overflow page .....	0	0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above) .....	0	0

(a) Includes \$ 847,600 accrual of discount less \$ 3,533,733 amortization of premium and less \$ 248,087 paid for accrued interest on purchases.

(b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.

(c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.

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

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

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

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

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

(i) Includes \$ 1,562,399 depreciation on real estate and \$ depreciation on other invested assets.

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds .....	631,691	0	631,691	726,239	0
1.1 Bonds exempt from U.S. tax .....	.....	0	0	.....	.....
1.2 Other bonds (unaffiliated) .....	507,245	0	507,245	117,031	0
1.3 Bonds of affiliates .....	0	0	0	0	0
2.1 Preferred stocks (unaffiliated) .....	0	0	0	0	0
2.11 Preferred stocks of affiliates .....	0	0	0	0	0
2.2 Common stocks (unaffiliated) .....	26,125,775	(387)	26,125,388	(5,975,668)	0
2.21 Common stocks of affiliates .....	0	0	0	21,368,838	0
3. Mortgage loans .....	.....	0	0	.....	0
4. Real estate .....	0	0	0	.....	0
5. Contract loans .....	.....	0	0	.....	0
6. Cash, cash equivalents and short-term investments .....	.....	0	0	.....	0
7. Derivative instruments .....	.....	0	0	.....	0
8. Other invested assets .....	10,286,473	0	10,286,473	7,535,514	38,365
9. Aggregate write-ins for capital gains (losses) .....	4,343	0	4,343	0	0
10. Total capital gains (losses) .....	37,555,527	(387)	37,555,140	23,771,952	38,365
<b>DETAILS OF WRITE-INS</b>			.....	.....	.....
0901. Prior year .....	4,343	.....	4,343	.....	.....
0902. .....	.....	.....	.....	.....	.....
0903. .....	.....	.....	.....	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page .....	0	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	4,343	0	4,343	0	0

**ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY**  
**EXHIBIT OF NON-ADMITTED ASSETS**

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D) .....	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks .....	0	0	0
2.2 Common stocks .....	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens .....	0	0	0
3.2 Other than first liens .....	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company .....	0	0	0
4.2 Properties held for the production of income .....	0	0	0
4.3 Properties held for sale .....	0	0	0
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA) .....	0	0	0
6. Contract loans .....	0	0	0
7. Derivatives (Schedule DB) .....	0	0	0
8. Other invested assets (Schedule BA) .....	23,952,066	27,829,847	3,877,781
9. Receivables for securities .....	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL) .....	0	0	0
11. Aggregate write-ins for invested assets .....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	23,952,066	27,829,847	3,877,781
13. Title plants (for Title insurers only) .....	0	0	0
14. Investment income due and accrued .....	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection .....	9,021	8,936	(85)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due .....	2,072,927	2,428,095	355,168
15.3 Accrued retrospective premiums and contracts subject to redetermination .....	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers .....	0	0	0
16.2 Funds held by or deposited with reinsured companies .....	0	0	0
16.3 Other amounts receivable under reinsurance contracts .....	0	0	0
17. Amounts receivable relating to uninsured plans .....	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	0	0	0
18.2 Net deferred tax asset .....	1,246,643	3,545,297	2,298,654
19. Guaranty funds receivable or on deposit .....	0	0	0
20. Electronic data processing equipment and software .....	67,597,020	58,947,783	(8,649,237)
21. Furniture and equipment, including health care delivery assets .....	3,983,105	4,544,104	560,999
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0	0
23. Receivables from parent, subsidiaries and affiliates .....	0	0	0
24. Health care and other amounts receivable .....	0	0	0
25. Aggregate write-ins for other than invested assets .....	12,318,048	13,517,988	1,199,940
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	111,178,830	110,822,050	(356,780)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
28. Total (Lines 26 and 27) .....	111,178,830	110,822,050	(356,780)
<b>DETAILS OF WRITE-INS</b>			
1101. .....	0	0	0
1102. .....	0	0	0
1103. .....	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	0	0	0
2501. Prepaid expenses .....	10,148,364	10,449,729	301,365
2502. Other Than Invested Assets .....	0	2,245,223	2,245,223
2503. Automobiles .....	0	815,774	815,774
2598. Summary of remaining write-ins for Line 25 from overflow page .....	2,169,684	7,262	(2,162,422)
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	12,318,048	13,517,988	1,199,940

## NOTES TO FINANCIAL STATEMENTS

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

This statement has been completed in accordance with the accounting practices and procedures prescribed or permitted by the National Association of Insurance Commissioners (NAIC) and the State of Ohio. 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
<b>NET INCOME</b>					
(1) State basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ 75,127,204	\$ 28,880,450
<b>(2) State Prescribed Practices that are an increase/(decrease) from NAIC SAP:</b>					
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP:					
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	\$ 75,127,204	\$ 28,880,450
<b>SURPLUS</b>					
(5) State basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 814,207,180	\$ 542,427,791
(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	\$ 814,207,180	\$ 542,427,791

The preparation of financial statements in conformity with Statutory Accounting Principles as described in the NAIC Annual Statement Instructions and the Accounting Policies and Procedures Manual requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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.

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

The preparation of financial statements in conformity with Statutory Accounting Principles as described in the NAIC Annual Statement Instructions and the Accounting Policies and Procedures Manual requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

**C. Accounting Policy**

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

**(1) Basis for Short-Term Investments**

Short-term investments consist of class 1 money market mutual funds, agencies, and treasury bonds. Short term investments are stated at amortized cost.

**(2) Basis for Bonds and Amortization Schedule**

Bonds not back by other loans are stated at amortized cost using the scientific amortization method.

**(3) Basis for Common Stocks**

Common Stocks are valued at market. However, investments in stocks of uncombined subsidiaries and affiliates in which the company has an interest of 20% or more are valued using the equity basis.

**(4) Basis for Preferred Stocks**

Preferred stocks are stated in accordance with the guidance provided in SSAP No. 32: Investments in Preferred Stock.

**(5) Basis for Mortgage Loans**

The Company did not have any mortgage loans.

**(6) Basis for Loan-Backed Securities and Adjustment Methodology**

Loan-backed securities are stated in accordance with the guidance provided in SSAP No. 43R: Loan-backed and Structured Securities. The retrospective adjustment method is used to value these securities

**(7) Accounting Policies for Investments in Subsidiaries, Controlled and Affiliated Entities**

The Company owns 100% of the common stock of Motorists Commercial Mutual Insurance Company, a property/casualty insurer; 100% of the common stock of MICO Insurance Company, a property/casualty insurer; 100% of the common stock of Encova Service Corporation, a software services and staffing company; and 100% of Consumers Insurance USA, Inc., a property/casualty insurer. Motorists Commercial Mutual Insurance Company, MICO Insurance Company and Consumers Insurance USA, Inc. are valued on an equity basis as described in Part 5, Section 2ciB1 of the Securities Valuation Handbook. Encova Service Corporation is valued on an equity basis as described in Part 5, Section 2ciB2 of the Securities Valuation Handbook.

**(8) Accounting Policies for Investments in Joint Ventures, Partnerships and Limited Liability Entities**

The Company has investments in limited partnerships and limited liability companies. In accordance with SSAP No. 48: Joint Ventures, Partnerships and Limited Liability Companies, the investments are recorded using the equity method of accounting based on the underlying audited U.S. GAAP equity values of the holdings. The company also has partnership investments in low income housing tax credit properties. In accordance with SSAP No. 93: Accounting for Low Income Housing Tax Credit Property Investments, the investments are reported at amortized cost.

**(9) Accounting Policies for Derivatives**

The Company does not hold any derivative instruments.

**(10) Anticipated Investment Income Used in Premium Deficiency Calculation**

The Company anticipates investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53: Property/Casualty Contracts

**(11) Management's Policies and Methodologies for Estimating Liabilities for Losses and Loss/Claim Adjustment Expenses**

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

**(12) Changes in the Capitalization Policy and Predefined Thresholds from Prior Period**

The Encova Insurance Group standardized its thresholds for capitalization across all member companies. The Group also implemented updates for software licenses and maintenance agreements that allow amortization over service periods for material transactions.

## NOTES TO FINANCIAL STATEMENTS

(13) Method Used to Estimate Pharmaceutical Rebate Receivables  
 The Company has no pharmaceutical rebate receivables to report.

## D. Going Concern

Management has concluded that there is no substantial doubt about the Company's ability to continue as a going concern.

**NOTE 2 Accounting Changes and Corrections of Errors**

Not Applicable

**NOTE 3 Business Combinations and Goodwill**

## A. Statutory Purchase Method

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

1 Purchased Entity	2 Acquisition Date	3 Cost of Acquired Entity	4 Original Amount of Goodwill	5 Original Amount of Admitted Goodwill
Consumers Insurance Group, Inc.	08/31/2014	\$ 32,371,923	\$ 17,174,689	\$ 17,174,689
Total	XXX	\$ 32,371,923	\$ 17,174,689	\$ 17,174,689

1 Purchased Entity	6 Admitted Goodwill as of the Reporting Date	7 Amount of Goodwill Amortized During the Reporting Period	8 Book Value of SCA	9 Admitted Goodwill as a % of SCA BACV, Gross of Admitted Goodwill Col. 6/Col. 8
Consumers Insurance Group, Inc.	\$ 4,579,917	\$ 1,717,469	\$ 40,705,344	11.3% 0.0%
Total	\$ 4,579,917	\$ 1,717,469	\$ 40,705,344	XXX

## B. Statutory Merger

Not Applicable

## C. Impairment Loss

Not Applicable

## D. Subcomponents and Calculation of Adjusted Surplus and Total Admitted Goodwill

- (1) Capital & Surplus
- Less:
  - (2) Admitted Positive Goodwill
  - (3) Admitted EDP Equipment & Operating System Software
  - (4) Admitted Net Deferred Taxes
- (5) Adjusted Capital and Surplus (Line 1-2-3-4)
- (6) Limitation on amount of goodwill (adjusted capital and surplus times 10% goodwill limitation [Line 5\*10%])
- (7) Current period reported Admitted Goodwill
- (8) Current Period Admitted Goodwill as a % of prior period Adjusted Capital and Surplus (Line 7/Line 5)

Calculation of Limitation Using Prior Quarter Numbers	Current Reporting Period
\$ 814,207,180	XXX
\$ 4,579,917	XXX
\$ 3,395,963	XXX
\$ 32,008,586	XXX
\$ 774,222,714	XXX
\$ 77,422,271	XXX
XXX	\$ 32,008,586
XXX	4.1%

**NOTE 4 Discontinued Operations**

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

Not Applicable

## B. Change in Plan of Sale of Discontinued Operation

Not Applicable

## C. Nature of Any Significant Continuing Involvement with Discontinued Operations After Disposal

Not Applicable

## D. Equity Interest Retained in the Discontinued Operation After Disposal

Not Applicable

**NOTE 5 Investments**

## A. Mortgage Loans, including Mezzanine Real Estate Loans

Not Applicable

## B. Debt Restructuring

Not Applicable

## C. Reverse Mortgages

Not Applicable

## NOTES TO FINANCIAL STATEMENTS

## D. Loan-Backed Securities

(1) Prepayment assumptions for mortgage-backed/loan-backed and structured securities were obtained from market data vendors or broker dealer values.

(2)-(3) Not Applicable

(4) At December 31, 2021, the estimated fair value and gross unrealized losses for loan-backed securities, aggregated by length of time the securities have been in a continuous loss position were as follows:

a) The aggregated amount of unrealized losses:

1. Less than 12 Months	\$ 2,229,570
2. 12 Months or Longer	\$ 97,751

b) The aggregate related fair value of securities with unrealized losses:

1. Less than 12 Months	\$ 116,136,346
2. 12 Months or Longer	\$ 2,426,611

(5) The company performed an analysis of loan-backed securities and determined that exposure to credit risk was not a factor and did not warrant any other-

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

Not Applicable

## F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not Applicable

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

Not Applicable

## H. Repurchase Agreements Transactions Accounted for as a Sale

Not Applicable

## I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

Not Applicable

## J. Real Estate

(1) The Company did not recognize any impairment losses for investments in real estate during the periods reported.

(2) The Company did not sell or reclassify any real estate investments during the reporting period.

(3) There were no properties held for sale as of December 31, 2021.

(4) The Company did not engage in retail land sales operations during the periods reported.

(5) The Company did not hold any real estate investments with participating mortgage loan features during the periods reported.

## K. Low Income Housing tax Credits (LIHTC)

(1) As of December 31, 2021, the company's LIHTC investments did not have any remaining unexpired tax credits. There is not a required holding period for the LIHTC investments.

(2) There was \$523,622 in recognized losses during the current year and \$371,609 in the prior year.

(3) The remaining LIHTC investments total \$217,352 as of December 31, 2021.

(4) As of the date of this publication, there were not any underlying properties in the LIHTC funds known to be under regulatory review.

(5) Not applicable

(6) Not applicable

(7) Not applicable

## L. Restricted Assets

## 1. Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted					6	7		
	Current Year								
	1	2	3	4	5				
Restricted Asset Category	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)		
a. Subject to contractual obligation for which liability is not shown					\$ -	\$ -	\$ -		
b. Collateral held under security lending agreements					\$ -	\$ -	\$ -		
c. Subject to repurchase agreements					\$ -	\$ -	\$ -		
d. Subject to reverse repurchase agreements					\$ -	\$ -	\$ -		
e. Subject to dollar repurchase agreements					\$ -	\$ -	\$ -		
f. Subject to dollar reverse repurchase agreements					\$ -	\$ -	\$ -		
g. Placed under option contracts					\$ -	\$ -	\$ -		
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock					\$ -	\$ -	\$ -		
i. FHLB capital stock	\$ 4,172,000				\$ 4,172,000	\$ 3,866,400	\$ 305,600		
j. On deposit with states	\$ 1,981,451				\$ 1,981,451	\$ 1,951,643	\$ 29,808		
k. On deposit with other regulatory bodies					\$ -	\$ -	\$ -		
l. Pledged collateral to FHLB (including assets backing funding agreements)	\$34,955,821				\$34,955,821	\$44,119,803	\$(-9,163,982)		
m. Pledged as collateral not captured in other categories					\$ -	\$ -	\$ -		
n. Other restricted assets	\$ 8,106,011				\$ 8,106,011	\$ 8,104,944	\$ 1,067		
o. Total Restricted Assets	\$49,215,283	\$ -	\$ -	\$ -	\$49,215,283	\$58,042,790	\$(8,827,507)		

(a) Subset of Column 1

(b) Subset of Column 3

## NOTES TO FINANCIAL STATEMENTS

Restricted Asset Category	Current Year			
	8	9	Percentage	
			10 Gross (Admitted & Non- admitted) Restricted to Total Assets (c)	11 Admitted Restricted to Total Admitted Assets (d)
Restricted Asset Category	Total Non- admitted Restricted	Total Admitted Restricted (5 minus 8)		
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		\$ 4,172,000	0.190%	0.200%
j. On deposit with states		\$ 1,981,451	0.090%	0.095%
k. On deposit with other regulatory bodies		\$ -	0.000%	0.000%
l. Pledged collateral to FHLB (including assets backing funding agreements)		\$34,955,821	1.589%	1.673%
m. Pledged as collateral not captured in other categories		\$ -	0.000%	0.000%
n. Other restricted assets		\$ 8,106,011	0.368%	0.388%
o. Total Restricted Assets	\$ -	\$49,215,283	2.237%	2.356%

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

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

2. Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

Not Applicable

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

Description of Assets	Gross (Admitted & Nonadmitted) Restricted						8	Percentage		
	Current Year					6	7	9	10	
	1	2	3	4	5					
Description of Assets	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account (S/A) Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross (Admitted & Nonadmitted) Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
COMM 2018-COR3 A2	\$ 2,513,350				\$ 2,513,350	\$ 2,515,711	\$ (2,361)	\$ 2,513,350	0.114%	0.120%
TOTALENERGIES CAPITAL IN	\$ 4,990,544				\$ 4,990,544	\$ 4,986,632	\$ 3,912	\$ 4,990,544	0.227%	0.239%
UNIVERSITY TOLEDO OHIO G	\$ 250,000				\$ 250,000	\$ 250,000	\$ -	\$ 250,000	0.011%	0.012%
WFCM 2018-C47 A3	\$ 352,117				\$ 352,117	\$ 352,601	\$ (484)	\$ 352,117	0.016%	0.017%
Total (c)	\$ 8,106,011	\$ -	\$ -	\$ -	\$ 8,106,011	\$ 8,104,944	\$ 1,067	\$ 8,106,011	0.368%	0.388%

(a) Subset of column 1

(b) Subset of column 3

(c) Total Line for Columns 1 through 7 should equal 5L(1)n Columns 1 through 7 respectively and Total Line for Columns 8 through 10 should equal 5L(1)n Columns 9 through 11 respectively.

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

M. Working Capital Finance Investments  
Not ApplicableN. Offsetting and Netting of Assets and Liabilities  
Not ApplicableO. 5GI Securities  
Not ApplicableP. Short Sales  
Not Applicable

Q. Prepayment Penalty and Acceleration Fees

	General Account	Protected Cell
1. Number of CUSIPs		3
2. Aggregate Amount of Investment Income	\$ 336,779	

R. Reporting Entity's Share of Cash Pool by Asset Type  
Not Applicable**NOTE 6 Joint Ventures, Partnerships and Limited Liability Companies**  
Not Applicable**NOTE 7 Investment Income**  
Not Applicable**NOTE 8 Derivative Instruments**  
Not Applicable

## NOTES TO FINANCIAL STATEMENTS

## NOTE 9 Income Taxes

## A. Deferred Tax Assets/(Liabilities)

## 1. The components of the net deferred tax assets/(liabilities)

	2021			2020			Change		
	(1) Ordinary	(2) Capital	(3) (Col. 1 + 2) Total	(4) Ordinary	(5) Capital	(6) (Col. 4 + 5) Total	(7) (Col. 1 - 4) Ordinary	(8) (Col. 2 - 5) Capital	(9) (Col. 7 + 8) Total
(a) Gross Deferred Tax Assets	\$70,754,944	\$ 69,976	\$70,824,920	\$77,643,880	\$ 809,380	\$78,453,260	\$ (6,888,936)	\$ (739,404)	\$ (7,628,340)
(b) Statutory Valuation Allowance Adjustment									
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	\$70,754,944	\$ 69,976	\$70,824,920	\$77,643,880	\$ 809,380	\$78,453,260	\$ (6,888,936)	\$ (739,404)	\$ (7,628,340)
(d) Deferred Tax Assets Nonadmitted	\$ 1,246,643	\$ -	\$ 1,246,643	\$ 3,545,297	\$ -	\$ 3,545,297	\$ (2,298,654)	\$ -	\$ (2,298,654)
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	\$69,508,301	\$ 69,976	\$69,578,277	\$74,098,583	\$ 809,380	\$74,907,963	\$ (4,590,282)	\$ (739,404)	\$ (5,329,686)
(f) Deferred Tax Liabilities	\$14,916,891	\$22,652,800	\$37,569,691	\$12,085,109	\$22,012,639	\$34,097,748	\$ 2,831,782	\$ 640,161	\$ 3,471,943
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$54,591,410	\$ (22,582,824)	\$32,008,586	\$62,013,474	\$ (21,203,259)	\$40,810,215	\$ (7,422,064)	\$ (1,379,565)	\$ (8,801,629)

## 2. Admission Calculation Components SSAP No. 101

	2021			2020			Change		
	(1) Ordinary	(2) Capital	(3) (Col. 1 + 2) Total	(4) Ordinary	(5) Capital	(6) (Col. 4 + 5) Total	(7) (Col. 1 - 4) Ordinary	(8) (Col. 2 - 5) Capital	(9) (Col. 7 + 8) Total
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	\$ 1,234,578	\$ 5,603,997	\$ 6,838,575			\$ -	\$ 1,234,578	\$ 5,603,997	\$ 6,838,575
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	\$25,170,011	\$ -	\$25,170,011	\$40,810,213	\$ -	\$40,810,213	\$ (15,640,202)	\$ -	\$ (15,640,202)
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	\$25,170,011	\$ -	\$25,170,011	\$40,810,213	\$ -	\$40,810,213	\$ (15,640,202)	\$ -	\$ (15,640,202)
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	\$96,694,834	XXX	XXX	\$81,806,068	XXX	XXX	\$14,888,766
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	\$37,499,715	\$ 69,976	\$37,569,691	\$33,288,369	\$ 809,380	\$34,097,749	\$ 4,211,346	\$ (739,404)	\$ 3,471,942
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	\$63,904,304	\$ 5,673,973	\$69,578,277	\$74,098,582	\$ 809,380	\$74,907,962	\$ (10,194,278)	\$ 4,864,593	\$ (5,329,685)

## 3. Other Admissibility Criteria

2021 2020

a. Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount. 909.000% 767.000%

b. Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above. \$ 644,632,230 \$ 545,373,788

## 4. Impact of Tax Planning Strategies

	2021			2020			Change	
	(1) Ordinary	(2) Capital	(3) Ordinary	(4) Capital	(5) (Col. 1 - 3) Ordinary	(6) (Col. 2 - 4) Capital		
(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.								
1. Adjusted Gross DTAs amount from Note 9A1(c)	\$ 70,754,944	\$ 69,976	\$ 77,643,880	\$ 809,380	\$ (6,888,936)	\$ (739,404)		
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies								
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 69,508,301	\$ 69,976	\$ 74,098,583	\$ 809,380	\$ (4,590,282)	\$ (739,404)		
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies								

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

## B. Deferred Tax Liabilities that are not recognized

Not Applicable

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

	(1) 2021	(2) 2020	(3) (Col. 1 - 2) Change
1. Current Income Tax			
(a) Federal	\$ (1,047,092)	\$ (1,410,279)	\$ 363,187
(b) Foreign			
(c) Subtotal	\$ (1,047,092)	\$ (1,410,279)	\$ 363,187
(d) Federal income tax on net capital gains	\$ 7,885,668	\$ (729,563)	\$ 8,615,231
(e) Utilization of capital loss carry-forwards			
(f) Other	\$ 1,142,920		\$ 1,142,920
(g) Federal and foreign income taxes incurred	\$ 7,981,496	\$ (2,139,842)	\$ 10,121,338

## NOTES TO FINANCIAL STATEMENTS

## 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)

(1)	(2)	(3) (Col. 1 - 2) Change
2021	2020	
\$ 16,989,694	\$ 16,828,453	\$ 161,241
\$ 7,000,727	\$ 6,817,684	\$ 183,043
\$ 3,344,541	\$ 2,644,206	\$ 700,335
\$ 4,292,844	\$ 4,848,295	\$ (555,451)
\$ 16,196,662	\$ 16,769,809	\$ (573,147)
\$ 22,722,188	\$ 22,528,118	\$ 194,070
\$ 208,288	\$ 175,964	\$ 32,324
\$ 70,754,944	\$ 77,643,880	\$ (6,888,936)
\$ 1,246,643	\$ 3,545,297	\$ (2,298,654)
\$ 69,508,301	\$ 74,098,583	\$ (4,590,282)
\$ 69,976	\$ 809,380	\$ (739,404)
\$ 69,976	\$ 809,380	\$ (739,404)
\$ 69,578,277	\$ 74,907,963	\$ (5,329,686)

## 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)

(1)	(2)	(3) (Col. 1 - 2) Change
2021	2020	
\$ 6,989	\$ 31,667	\$ (24,678)
\$ 13,911,538	\$ 10,849,920	\$ 3,061,618
\$ 998,364	\$ 1,203,522	\$ (205,158)
\$ 14,916,891	\$ 12,085,109	\$ 2,831,782
\$ 22,652,800	\$ 22,012,639	\$ 640,161
\$ 22,652,800	\$ 22,012,639	\$ 640,161
\$ 37,569,691	\$ 34,097,748	\$ 3,471,943
\$ 32,008,586	\$ 40,810,215	\$ (8,801,629)

## D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

Among the more significant book to tax adjustments were the following:

Provision computed at statutory rate

Change in nonadmitted assets

C Tax exempt interest income deduction

C Dividends received deduction

C ICOLI

Non-deductible expenses

Other

Total statutory income taxes

Federal and foreign income taxes incurred

Realized capital gains (losses) tax

Change in net deferred income taxes

Total statutory income taxes

2021	
Amount	Effective Tax Rate (%)
\$ 17,373,163	21.0%
\$ (194,071)	-0.2%
\$ (534,634)	-0.7%
\$ (237,233)	-0.3%
\$ 236,298	0.3%
\$ 497,075	0.6%
\$ 1,301,018	1.6%
\$ 18,441,616	22.3%
\$ 7,981,496	9.7%
\$ -	%
\$ 10,460,120	12.6%
\$ 18,441,616	22.3%

## E. Operating Loss and Tax Carry Forwards and Protective Tax Deposits

- (1) At December 31, 2021, the Company did not have any operating loss or tax credit carry forwards.

- (2) The following is income tax expense for current and preceding years that is available for recoupment in the event of future net losses:

Year Generated	Ordinary	Capital
2021	\$ 1,234,578	\$ 5,603,997

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

## NOTES TO FINANCIAL STATEMENTS

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## F. Consolidated Federal Income Tax Return

(1) The Company's Federal income tax return is consolidated with the following entities:

AlleghenyPoint Insurance Company  
 BrickStreet Mutual Insurance Company  
 Consumers Insurance USA, Inc.  
 Encova Insurance Agency, Inc  
 Encova Service Corporation  
 Iowa American Insurance Company  
 Iowa Mutual Insurance Company  
 MCM Insurance Agency Inc of MA  
 MICO Insurance Company  
 Motorists Commercial Mutual Insurance Company  
 NorthStone Insurance Company  
 Phenix Mutual Fire Insurance Company  
 PinnaclePoint Insurance Company  
 SummitPoint Insurance Company  
 Wilson Mutual Insurance Company

(2) The method of allocation between the companies is subject to written agreement, approved by the Board of Directors. Allocation is based upon separate return calculations with current credit for net losses. Intercompany tax balances are settled annually when the federal income tax return is filed.

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

As of December 31, 2021, the Company had no unrecognized tax benefits.

## H. Repatriation Transition Tax (RTT)

The Company is not subject to the Repatriation Transition Tax.

## I. Alternative Minimum Tax (AMT) Credit

Not Applicable

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

## A. Nature of the Relationship Involved

Effective January 1, 2021, a mutual holding company structure went into effect. Through this conversion, the Company and its mutual affiliates became stock companies under Encova Holdings, Inc., which is 100% owned by Encova Mutual Insurance Group, Inc.

The Company is a member of an affiliated group of companies and is party to various transactions and agreements with other members of the group.

- IT and Payroll processing services are provided by a non-insurance member of the group.
- The P&C Companies within the group participate in a pooling arrangement.
- The lead company to the pool provides management services to the other members of the Group. All Companies in the Group are parties to a cost sharing.
- The Various companies have entered into a tax sharing agreement with each company that qualifies to be included in a consolidated return.
- Selected members of the group participated in intercompany loan agreements.

## B. Transactions

Effective January 1, 2021, \$5,000,000 was reclassified out of unassigned surplus into common stock with the issuance of 1,000 shares to Encova Holdings, Inc. at a par value of \$5,000.

Effective June 30, 2021, the Company's surplus notes held with Iowa Mutual Insurance Company and Wilson Mutual Insurance Company were forgiven and terminated without repayment required. There was a \$16,000,000 reduction to the Company's surplus due to derecognizing the asset held for each note and offsetting the activity in unassigned surplus.

On November 30, 2021, the Company made a capital contribution to MICO Insurance company of \$20.0 million.

## C. Transactions with related party who are not reported on Schedule Y

Not Applicable

## D. Amounts Due From or To Related Parties

As of December 31, 2021 and 2020, the Company reported net amounts due from/(due to) affiliates of \$(24,886,485) and \$42,991,406 respectively. All amounts were settled within 60 days.

## E. Material Management or Service Contracts and Cost-Sharing Arrangements

See Note A

## F. Guarantees or Undertakings

The Company had no guarantees or undertakings for the benefit of an affiliate or related party that resulted in a material contingency exposure to the Company or any related parties during the periods reported.

## G. Nature of the Control Relationship

The Company is a mutual property/casualty insurer that controls its operations. As the lead Company of The Encova Insurance Group, Motorists Mutual Insurance Company also controls its affiliated companies' operations through interlocking boards of directors.

## H. Amount Deducted from the Value of Upstream Intermediate Entity or Ultimate Parent Owned

The Company did not own any shares, directly or indirectly, of an upstream intermediate entity or ultimate parent during the periods reported.

## I. Investments in SCA that Exceed 10% of Admitted Assets

The Company had one affiliated investment in Motorists Commercial Mutual Insurance Company (MCMIC) that exceeded 10% of the Company's admitted assets during the period reported. MCMIC's affiliate value of \$269,541,504 was 12.9% of the Company's admitted assets of \$2,089,150,052. MCMIC is valued on an equity basis as described in Part 5, Section 2cIB1 of the Securities Valuation Handbook.

MCMIC's assets and liabilities as of 12/31/2021 were \$828,182,245. The net income was \$259,541,504.

## J. Investments in Impaired SCAs

The Company did not recognize any impairment write-downs for investments in subsidiary, controlled, or affiliated entities during the periods reported.

## K. Investment in Foreign Insurance Subsidiary

The Company did not have any investments in foreign insurance subsidiaries during the periods reported.

## L. Investment in Downstream Noninsurance Holding Company

The Company did not have any investments in downstream non-insurance holding companies.

## NOTES TO FINANCIAL STATEMENTS

## M. All SCA Investments

The Company held SCA Investments during the periods reported.

## (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 Encova Service Corp.		\$ -	\$ -	
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 (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 Yes/No	NAIC Disallowed Entities Valuation Method, Resubmission Required Yes/No	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 Encova Service Corp.						
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

The Company did not hold any insurance SCA investments that departed from the NAIC statutory accounting practices and procedures.

## O. SCA or SSAP 48 Entity Loss Tracking

Not Applicable

**NOTE 11 Debt**

## A. Debt, Including Capital Notes

The Company has entered into monthly fixed rate advances from FHLB. Total advances of \$15,371,000 have been taken since the inception of the fixed rate advances in November 2018. The latest fixed rate is a rate of 0.21% for a 4 week period. Interest in the amount of \$31,450.32 was charged in 2021.

## NOTES TO FINANCIAL STATEMENTS

## B. FHLB (Federal Home Loan Bank) Agreements

## (1) Nature of the FHLB Agreement

The Company is a member of the Federal Home Loan Bank (FHLB) of Cincinnati, Ohio. Through its membership the Company has access to cash advances in the amount of \$50,000,000. The Company calculated this amount in accordance with current FHLB capital stock holdings and collateral. It is the Company's intent to use these funds as a backup source of liquidity.

## (2) FHLB Capital Stock

## a. Aggregate Totals

	1 Total 2+3	2 General Account	3 Protected Cell Accounts
<b>1. Current Year</b>			
(a) Membership Stock - Class A	\$ 1,854,252	\$ 1,854,252	
(b) Membership Stock - Class B	\$ 691,695	\$ 691,695	
(c) Activity Stock	\$ 1,626,053	\$ 1,626,053	
(d) Excess Stock	\$ 4,172,000	\$ 4,172,000	\$ -
(e) Aggregate Total (a+b+c+d)	\$ 50,000,000	XXX	XXX
(f) Actual or estimated Borrowing Capacity as Determined by the Insurer	\$ 50,000,000	XXX	XXX
<b>2. Prior Year-end</b>			
(a) Membership Stock - Class A	\$ 2,805,218	\$ 2,805,218	\$ -
(b) Membership Stock - Class B	\$ 1,061,182	\$ 1,061,182	\$ -
(c) Activity Stock	\$ 3,866,400	\$ 3,866,400	\$ -
(d) Excess Stock	\$ 50,000,000	XXX	XXX
(e) Aggregate Total (a+b+c+d)	\$ 50,000,000	XXX	XXX

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 (2+3+4+5+6)	Not Eligible for Redemption	3 Less Than 6 Months	4 6 Months to Less Than 1 Year	5 1 to Less Than 3 Years	6 3 to 5 Years
Membership Stock						
1. Class A						
2. Class B	\$ 1,854,252	\$ 1,854,252				

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 Aggregate Total Borrowing	
	Fair Value	Carrying Value	Fair Value	Carrying Value
1. Current Year Total General and Protected Cell Account Total Collateral Pledged (Lines 2+3)	\$ 39,296,359	\$ 34,955,821	\$ 15,371,000	\$ 15,371,000
2. Current Year General Account Total Collateral Pledged	\$ 39,296,359	\$ 34,955,821	\$ 15,371,000	\$ 15,371,000
3. Current Year Protected Cell Account Total Collateral Pledged				
4. Prior Year-end Total General and Protected Cell Account Total Collateral Pledged	\$ 49,062,388	\$ 44,119,803	\$ 30,371,000	\$ 30,371,000

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)

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 Borrowed at Time of Maximum Collateral	
	Fair Value	Carrying Value	Fair Value	Carrying Value
1. Current Year Total General and Protected Cell Account Maximum Collateral Pledged (Lines 2+3)	\$ 48,159,763	\$ 43,263,262	\$ 30,371,000	\$ 30,371,000
2. Current Year General Account Maximum Collateral Pledged	\$ 48,159,763	\$ 43,263,262	\$ 30,371,000	\$ 30,371,000
3. Current Year Protected Cell Account Maximum Collateral Pledged				
4. Prior Year-end Total General and Protected Cell Account Maximum Collateral Pledged	\$ 50,762,479	\$ 51,323,627	\$ 9,498,000	\$ 9,498,000

## NOTES TO FINANCIAL STATEMENTS

## (4) Borrowing from FHLB

## a. Amount as of Reporting Date

	1	2	3	4
	Total 2+3	General Account	Protected Cell Account	Funding Agreements Reserves Established
1. Current Year				
(a) Debt	\$ 15,371,000	\$ 15,371,000		XXX
(b) Funding Agreements				XXX
(c) Other				XXX
(d) Aggregate Total (a+b+c)	\$ 15,371,000	\$ 15,371,000	\$ -	\$ -
2. Prior Year end				
(a) Debt	\$ 30,371,000	\$ 30,371,000	\$ -	XXX
(b) Funding Agreements				XXX
(c) Other				XXX
(d) Aggregate Total (a+b+c)	\$ 30,371,000	\$ 30,371,000	\$ -	\$ -
b. Maximum Amount During Reporting Period (Current Year)				
	1	2	3	
	Total 2+3	General Account	Protected Cell Account	
1. Debt	\$ 30,371,000	\$ 30,371,000	\$ -	
2. Funding Agreements				
3. Other				
4. Aggregate Total (1+2+3)	\$ 30,371,000	\$ 30,371,000	\$ -	

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 prepayment obligations under the following arrangements (YES/NO)?
1. Debt		No
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

## (1) Change in benefit obligation

## a. Pension Benefits

	Overfunded		Underfunded	
	2021	2020	2021	2020
1. Benefit obligation at beginning of year	\$ -	\$ -	\$ 80,961,365	\$ 70,650,621
2. Service cost				
3. Interest cost		0	1,539,154	2,005,014
4. Contribution by plan participants				
5. Actuarial gain (loss)		0	-3,495,522	9,487,928
6. Foreign currency exchange rate changes				
7. Benefits paid		0	-1,272,009	-1,182,198
8. Plan amendments				
9. Business combinations, divestitures, curtailments, settlements and special termination benefits				
10. Benefit obligation at end of year	\$ -	\$ -	\$ 77,732,988	\$ 80,961,365

## b. Postretirement Benefits

	Overfunded		Underfunded	
	2021	2020	2021	2020
1. Benefit obligation at beginning of year	\$ 18,421,764	\$ 19,036,645	\$ -	\$ -
2. Service cost	128,160	124,084		
3. Interest cost	316,590	503,136		
4. Contribution by plan participants	863,739	1,073,893		
5. Actuarial gain (loss)	-10,427,567	118,796		
6. Foreign currency exchange rate changes				
7. Benefits paid	-1,676,366	-2,434,790		
8. Plan amendments	28,345			
9. Business combinations, divestitures, curtailments, settlements and special termination benefits				
10. Benefit obligation at end of year	\$ 7,654,665	\$ 18,421,764	\$ -	\$ -

## NOTES TO FINANCIAL STATEMENTS

## c. Special or Contractual Benefits Per SSAP No. 11

	Overfunded		Underfunded	
	2021	2020	2021	2020
1. Benefit obligation at beginning of year	\$ -	\$ -	\$ 36,246,378	\$ 34,543,508
2. Service cost				
3. Interest cost		\$ -	621,683	931,266
4. Contribution by plan participants		\$ -	-727,282	2,953,367
5. Actuarial gain (loss)		\$ -		
6. Foreign currency exchange rate changes		\$ -		
7. Benefits paid		\$ -	-2,188,060	-2,181,763
8. Plan amendments				
9. Business combinations, divestitures, curtailments, settlements and special termination benefits				
10. Benefit obligation at end of year	\$ -	\$ -	\$ 33,952,719	\$ 36,246,378
Pension Benefits				
2021		Postretirement Benefits		Special or Contractual Benefits Per SSAP No. 11
2021		2020		2021
(2) Change in plan assets		2020		2020
a. Fair value of plan assets at beginning of year	\$ 68,604,998	\$ 60,646,523	\$ 20,280,080	\$ 18,714,676
b. Actual return on plan assets	1,249,681	9,140,673	307,836	2,975,469
c. Foreign currency exchange rate changes				
d. Reporting entity contribution		0	-12,029	-49,168
e. Plan participants' contributions		0	863,739	1,073,893
f. Benefits paid	-1,272,009	-1,182,198	-1,676,366	-2,434,790
g. Business combinations, divestitures and settlements				
h. Fair value of plan assets at end of year	\$ 68,582,670	\$ 68,604,998	\$ 19,763,260	\$ 20,280,080
(3) Funded status				
Pension Benefits				
2021		2020		2021
a. Components:		2020		2020
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)		\$ (9,150,318)	\$ (12,356,367)	\$ 12,108,595
2. Liabilities recognized				\$ 1,858,316
c. Unrecognized liabilities				
Pension Benefits				
2021		2020		2021
(4) Components of net periodic benefit cost		2020		2020
a. Service cost	\$ -	\$ 128,160	\$ 124,084	\$ -
b. Interest cost	1,539,154	2,005,014	316,590	503,136
c. Expected return on plan assets	-2,389,575	-2,819,555	-698,565	-853,136
d. Transition asset or obligation				
e. Gains and losses	-2,355,628	3,166,810	10,036,838	-2,003,537
f. Prior service cost or credit		0	-287,546	-291,887
g. Gain or loss recognized due to a settlement or curtailment				
h. Total net periodic benefit cost	\$ (3,206,049)	\$ 2,352,269	\$ 9,495,477	\$ (2,521,340)
(5) Amounts in unassigned funds (surplus) recognized as components of net periodic benefit cost				
Pension Benefits				
2021		2020		2021
a. Items not yet recognized as a component of net periodic cost - prior year		\$ -	\$ -	\$ (593,822)
b. Net transition asset or obligation recognized				\$ (885,709)
c. Net prior service cost or credit arising during the period				28,345
d. Net prior service cost or credit recognized			0	287,546
e. Net gain and loss arising during the period		-2,355,628	3,166,810	10,036,838
f. Net gain and loss recognized		2,355,628	-3,166,810	-10,036,838
g. Items not yet recognized as a component of net periodic cost - current year		\$ -	\$ -	\$ (593,822)
(6) Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost				
Pension Benefits				
2021		2020		2021
a. Net transition asset or obligation		\$ -	\$ -	\$ (277,931)
b. Net prior service cost or credit				\$ (593,822)
c. Net recognized gains and losses				

## NOTES TO FINANCIAL STATEMENTS

(7) Weighted-average assumptions used to determine net periodic benefit cost as of the end of current period:

The Company has three retiree medical plan options. For measurement purposes, the 2021 assumed annual rate of increase in the per capita cost of covered health care benefits was 6.3% for retirees under age 65, 0% for retirees 65 and older not in the MAPD plan and 3.0% for retirees 65 and older in the MAPD Plan. The rate was assumed to decrease over time until an ultimate increase rate of 4.5% is attained in 2028 for retirees other than those covered by the MAPD Plan.

	2021	2020
a. Weighted average discount rate	2.340%	3.110%
b. Expected long-term rate of return on plan assets	3.520%	4.700%
c. Rate of compensation increase		
d. Interest crediting rates (for cash balance plans and other plans with promised interest crediting rates)		

Weighted average assumptions used to determine projected benefit obligations as of end of current period:

	2021	2020
e. Weighted average discount rate	2.690%	2.340%
f. Rate of compensation increase		
g. Interest crediting rates (for cash balance plans and other plans with promised interest crediting rates)		

(8) Accumulated Benefit Obligation for Defined Benefit Pension Plans

The amount of accumulated benefit obligation for defined benefit pension plans as of December 31, 2021 and 2020 was \$77,732,988 and \$80,961,998, respectively.

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

Employer retiree healthcare costs assume a 3% increase for all future years to reflect the maximum employer increase in premiums.

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

	Amount
a. 2022	\$ 2,484,517
b. 2023	\$ 2,533,766
c. 2024	\$ 2,768,108
d. 2025	\$ 3,094,916
e. 2026	\$ 3,414,125
f. 2027 through 2031	\$ 20,554,831

(11) Estimate of Contributions Expected to be Paid to the Plan.

In 2022, the Company intends to make contributions to the pension plan, postretirement plan and postemployment plans in the amounts of \$0, \$81,986 and \$2,178,524, respectively.

(12) Amounts and Types of Securities Included in Plan Assets

As of December 31, 2021, none of the Company's securities or those of related parties were included in plan assets. The Company or related parties did not issue insurance contracts covering plan participant benefits, and there were no significant transactions between the plan and the Company or related parties during the period.

(13) Alternative Method Used to Amortize Prior Service Amounts or Net Gains and Losses

The Company did not use an alternate amortization method to amortize prior service amounts. Beginning in 2017, the Company moved to a mark-to-market approach for recognizing net gains and losses.

(14) Substantive Commitment Used to Account for Benefit Obligation

The Company did not use any substantive commitments as a basis for accounting for the benefit obligations.

(15) Cost of Providing Special or Contractual Termination Benefits Recognized

On November 20, 2018, the Company purchased an annuity contract for a select group of retirees. The transaction resulted in a reduction in the plan's benefit obligation and assets of \$251,779,292. A return of assets of \$3,513,545 was received in 2019 due to the original asset transfer being overstated.

(16) Significant Change in the Benefit Obligation or Plan Assets

All significant changes in the Company's benefit obligation and assets are presented in the disclosure.

(17) Accumulated Postretirement and Pension Benefit Obligation and Fair Value of Plan Assets for Defined Postretirement and Pension Benefit Plan

The Accumulated Postretirement and Pension Benefit Obligations and Fair Value of Plan Assets are the same as in 12 (1), 12 (2) and 12 (3) above.

(18) Full Transition Surplus Impact of SSAP 102

The Company adopted SSAP No. 92, Accounting for Postretirement Benefits Other than Pensions and SSAP No. 102, Accounting for Pensions as of January 31, 2013 and elected to recognize the surplus impact using the deferral method. As of December 31, 2020, there was no remaining transition

### B. Investment Policies and Strategies

The policy, as established by the Qualified Benefit Plans Committee, is to invest assets per the target allocations stated below. The assets will be reallocated periodically. The investment policy will be reviewed periodically, under the advisement of a certified investment advisor, to determine if the policy should be revised due to changes in factors including, but not limited to, funded ratio and discount rate changes, available asset classes, or market conditions. Allowable assets include, but are not limited to, cash equivalents fixed income securities, equity holdings, exchange traded index funds, and GICs.

### 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
Cash and cash equivalents	\$ 954,027			\$ 954,027
Small cap	1,776,398			1,776,398
Large cap	5,290,356			5,290,356
International equity	3,356,853			3,356,853
Pooled separate acct/commingled	0	76,968,295		76,968,295
Total Plan Assets	\$ 11,377,634	\$ 76,968,295	\$ -	\$ 88,345,929

(2) Information about the valuation technique(s) and inputs used to measure fair value and discussion of changes in valuation techniques and inputs, if any. The company uses the market approach

### D. Basis Used to Determine Expected Long-Term Rate-of-Return on Assets Assumption

The expected long-term rate of return for the plan's total assets is based on the expected return of each category, weighted based on the median of the target allocation for each class.

## NOTES TO FINANCIAL STATEMENTS

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## E. Defined Contribution Plan

The Company sponsors an Incentive Savings Plan under Section 401(k) of the Internal Revenue Code sponsored by its parent, Motorists Mutual Insurance Company covering substantially all of its employees. The Plan matches employee contributions of 5% and 7% of total eligible compensation for 2021 and 2020, respectively. Employer contributions are immediately vested. The Company contributions to the plan were \$4,883,812 and \$7,367,302 for 2021 and 2020, respectively. All of the expenses associated with this Plan are allocated to the Group via the cost allocation model. The Company also participates two Non-qualified Supplemental Retirement Plans, sponsored by BrickStreet Insurance, for selected employees. One plan provides for contributions at the Group's discretion on a yearly basis. The other was composed of a single contribution for selected employees. Employees vest at age 60 or when certain vesting events occur. The Company participates a long term incentive deferred compensation plan, sponsored by BrickStreet Insurance, that provides for deferred bonuses for selected executives and other employees. Employees are credited with deferred amounts when the Group hits certain targets and, if they remain with the Group for the required time periods, the amounts will be paid out. All of the expenses associated with this Plan are allocated to the Group via the cost allocation model.

## F. Multiemployer Plans

Not Applicable

## G. Consolidated/Holding Company Plans

The company's subsidiaries and affiliates participated in defined benefit plans sponsored by the company during the years reported. Plan costs were allocated to the participating affiliates and subsidiaries based on cost sharing and/or intercompany pooling arrangements. See Note 2 for periodic pension plan costs and mark-to-market adjustments for the company and its property/casualty affiliates.

## H. Postemployment Benefits and Compensated Absences

The Company's financial records include adequate accruals for all postemployment benefit obligations and compensated absences.

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

## (1) Recognition of the Existence of the Act

The Company first measured the impact of the Medicare Prescription Drug, Improvement and Modernization Act of 2003, on postretirement benefits as of January 1, 2004.

## (2) Effects of the Subsidy in Measuring the Net Postretirement Benefit Cost

The results of that measurement were included in the Company's 2004 financial records. The Act had no impact on the statutory expense for the periods

## (3) Disclosure of Gross Benefit Payments

Not Applicable

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

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

As of December 31, 2021, the Company had 1,000 capital stock shares authorized, issued, and outstanding, with a par value of \$5,000.

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

Not Applicable

## C. Dividend Restrictions

Not Applicable

## D. Dates and Amounts of Dividends Paid

Not Applicable

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

Not Applicable

## F. Restrictions Places on Unassigned Funds (Surplus)

Not Applicable

## G. Amount of Advances to Surplus not Repaid

Not Applicable

## H. Amount of Stock Held for Special Purposes

Not Applicable

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

Not Applicable

## J. The Portion of Unassigned Funds (Surplus) Represented or Reduced by Unrealized Gains and Losses is \$125,127,096.

## K. The Company Issued the Following Surplus Debentures or Similar Obligations

Not Applicable

## L. The Impact of Any Restatement Due to Prior Quasi-Reorganizations is as Follows

Not Applicable

## M. Effective Date of Quasi-Reorganization for a Period of Ten Years Following Reorganization

Not Applicable

**NOTE 14 Liabilities, Contingencies and Assessments**

## A. Contingent Commitments

## (1) Total contingent liabilities:

The Company makes commitments to fund partnership investments in the normal course of business. The amount of these unfunded commitments is \$12,360,746 as of December 31, 2021.

## NOTES TO FINANCIAL STATEMENTS

## (2) Detail of other contingent commitments

(1)	(2)	(3)	(4)	(5)
Nature and circumstances of guarantee and key attributes, including date and duration of agreement	Liability recognition of guarantee. (Include amount recognized at inception. If no initial recognition, document exception allowed under SSAP No. 5R.)	Ultimate financial statement impact if action under the guarantee is required	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.	Current status of payment or performance risk of guarantee. Also provide additional discussion as warranted
Commercial bank loan guarantee for three agencies with various terms, extending to 2028		Expense	\$ 1,295,248	All loans are current in payments of principal and interest. The likelihood of the company having to make any payments is remote.
Adams Street 2012 Global Fund LP Arcmont Direct Lending Fund III (USD) Special Limited Partnership		Joint Venture	\$ 2,177,600	All current capital calls have been funded.
HarbourVest Partners, LLC Park Street Capital Private Equity Fund LP		Joint Venture	\$ 8,042,724	All current capital calls have been funded.
Total	\$ -	XXX	\$ 13,655,994	XXX

## (3) Guarantee Obligations

	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.)	\$ 13,655,994
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	\$ 12,360,746
2. Joint Venture	\$ 1,295,248
3. Dividends to Stockholders (capital contribution)	
4. Expense	\$ 1,295,248
5. Other	
6. Total (Should equal (3)a.)	\$ 13,655,994

## B. Assessments

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

The Company is subject to guaranty fund and other assessments by the states in which it conducts business. Guaranty fund assessments are accrued upon notification of the insolvency. Other assessments are recognized 1) when assessed by a state, 2) when premiums are written for premium-based assessments, or 3) when losses are incurred for loss based assessments. Incurred assessments are subject to the intercompany pooling arrangement described in Note 26. The company's net paid guaranty fund assessments totaled \$147,723.26 and \$60,868.25 for the years ended December 31, 2021 and 2020, respectively. The company's net accrued liabilities for guaranty funds were \$321,358.76 and \$300,144.89 as of December 31, 2021 and 2020, respectively. Per the accounting practices and procedures prescribed by the company's state of domicile, receivables for premium tax credits are not reflected in the accompanying financial statements.

## (2) Assessments

Not Applicable

## (3) Undiscounted and Discounted Guaranty Fund Assessments

Not Applicable

## C. Gain Contingencies

Not Applicable

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

## Direct

## (1) The company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits

## (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. Product Warranties

## (1)-(2) Not Applicable

## F. Joint and Several Liabilities

Not Applicable

## G. All Other Contingencies

Not Applicable

**NOTE 15 Leases**

## A. Lessee Operating Lease:

## (1) The Company has allocated expenses related to leases of building space, vehicles, and various office equipment. The Company recognized expense for the years ending December 31, 2021 and 2020 of \$470,667 and \$367,389, respectively.

## NOTES TO FINANCIAL STATEMENTS

(2) a. At December 31, 2021, the minimum aggregate rental commitments are as follows:

	Operating Leases
1. 2022	\$ 5,480,486
2. 2023	\$ 4,495,959
3. 2024	\$ 3,611,367
4. 2025	\$ 222,145
5. 2026	\$ 228,810
6. Total	\$ 14,557,839

(3) For Sale-Leaseback Transactions

Not applicable

B. Lessor Leases

Not applicable

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

Not Applicable

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

A. Transfers of Receivables Reported as Sales  
Not Applicable

B. Transfer and Servicing of Financial Assets  
Not Applicable

C. Wash Sales

Not Applicable

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

Not Applicable

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

Not Applicable

### NOTE 20 Fair Value Measurements

A. Fair Value Measurements

(1) Fair Value Measurements at Reporting Date

SSAP No. 100, Fair Value Measurements, clarifies the definition of estimated fair value and establishes a hierarchy for measuring estimated fair value. The hierarchy established by this standard consists of three levels to indicate the quality of the estimated fair value measurements as described below:

Level 1 - Quoted Prices in Active Markets for Identical Assets and Liabilities: Unadjusted quoted prices for identical assets or liabilities in active markets that are readily and regularly obtainable.

Level 2 - Significant Other Observable Inputs: Quoted prices in markets that are not active or inputs that are observable either directly or indirectly. These inputs can include quoted prices for similar but not identical assets or liabilities other than quoted prices in Level 1.

Level 3 - Significant Unobservable Inputs: Unobservable inputs that are supported by little or no market activity and are significant to the determination of estimated fair value of assets or liabilities. Unobservable inputs reflect the entity's assumptions about the assumptions that market participants would use in pricing the asset or liability.

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
a. Assets at fair value Common Stocks, unaffiliated	\$ 178,636,518	\$ 2,685	\$ 5,778,697		\$ 184,417,901
Total assets at fair value/NAV	\$ 178,636,518	\$ 2,685	\$ 5,778,697	\$ -	\$ 184,417,901

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

Description	Beginning Balance at 01/01/2021	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 at 12/31/2021
a. Assets Common Stocks, unaffiliated	\$ 4,966,710			\$ 811,991				\$ (3)		\$ 5,778,697
Total Assets	\$ 4,966,710	\$ -	\$ -	\$ 811,991	\$ -	\$ -	\$ -	\$ (3)	\$ -	\$ 5,778,697

Description	Beginning Balance at 01/01/2021	Transfers into Level 3	Transfers out of Level 3	(losses) included in Net Income	(losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2021
b. Liabilities										
Total Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(3) Policies when Transfers Between Levels are Recognized

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred between Levels 1, 2 or 3. The Company had no transfers into or out of any of the levels during the years ended December 31, 2021 and 2020.

## NOTES TO FINANCIAL STATEMENTS

(4) Description of Valuation Techniques and Inputs Used in Fair Value Measurement

Common Stocks, unaffiliated- According to statutory accounting rules, common stocks are reported at fair value.

(5) Fair Value Disclosures

Not Applicable

B. Fair Value Reporting under SSAP 100 and Other Accounting Pronouncements

Not Applicable

C. Fair Value Level

The following tables reflect the estimated fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries, joint ventures and ventures). The estimated fair values are categorized into the three-level fair value hierarchy as described above.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Bonds	\$ 786,295,509	\$ 756,493,474		\$ 786,295,509			
Common Stocks, unaffiliated	\$ 184,417,901	\$ 184,417,901	\$ 178,636,518	\$ 2,685	\$ 5,778,697		

Bonds and Common Stocks

Bonds, Cash, and Short-term Investments

When available, the estimated fair values for bonds, including loan-backed and structured securities, and certain short-term investments are based on quoted prices in active markets that are readily and regularly obtainable. Generally, these investments are classified in Level 1. Generally, these are the most liquid of the Company's securities holdings and valuation of these securities does not involve management's judgment.

When quoted prices in active markets are not available, the determination of estimated fair value is based on market standard valuation methodologies, giving priority to observable inputs. The significant inputs to the market standard valuation methodologies for certain types of securities with reasonable levels of price transparency are inputs that are observable in the market or can be derived principally from or corroborated by observable market data. Generally, these investments are classified as Level 2.

When observable inputs are not available, the market standard valuation methodologies for determining the estimated fair value of certain types of securities that trade infrequently, and therefore have little or no price transparency, rely on inputs that are significant to the estimated fair value that are not observable in the market or cannot be derived principally from or corroborated by observable market data. These unobservable inputs can be based in large part on management's judgement or estimation, and cannot be supported by reference or market activity. Even though these inputs are unobservable, management believes they are consistent with what other market participants would use when pricing such securities and are considered appropriate given the circumstances. Generally, these investment are classified as Level 3.

The estimated fair value of cash approximates carrying value and is classified as Level 1 given the nature of cash.

D. Not Practicable to Estimate Fair Value

Not Applicable

E. NAV Practical Expedient Investments

Not Applicable

**NOTE 21 Other Items**

A. Unusual or Infrequent Items

Not Applicable

B. Troubled Debt Restructuring: Debtors

Not Applicable

C. Other Disclosures

Not Applicable

D. Business Interruption Insurance Recoveries

Not Applicable

E. State Transferable and Non-transferable Tax Credits

Not Applicable

F. Subprime Mortgage Related Risk Exposure

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

The Company does not engage in subprime residential mortgage lending.

The Company's exposure to subprime lending is limited to investments within the fixed maturity investment portfolio which contains securities collateralized by mortgages that might have characteristics of subprime lending such as adjustable rate mortgages and alternative documentation mortgages. Currently the Company has no exposure to subprime loans within the fixed maturity investment portfolio.

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

Not Applicable

(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	\$ 380,646	\$ 379,298	\$ 382,402	
b. Commercial mortgage backed securities				
c. Collateralized debt obligations				
d. Structured securities				
e. Equity investment in SCAs *				
f. Other assets				
g. Total	\$ 380,646	\$ 379,298	\$ 382,402	\$ -

\* These investments comprise

of the companies invested assets.

## NOTES TO FINANCIAL STATEMENTS

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

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

H. The Amount That Could Be Realized on Life Insurance Where the Reporting Entity is Owner and Beneficiary or Has Otherwise Obtained Rights to Control the Policy

	Amount	Percent
(1) Amount of admitted balance that could be realized from an investment vehicle	\$ 47,902,995	
(2) Percentage Bonds		0%
(3) Percentage Stocks		89.59%
(4) Percentage Mortgage Loans		0%
(5) Percentage Real Estate		0%
(6) Percentage Cash and Short-Term Investments		10.31%
(7) Percentage Derivatives		0%
(8) Percentage Other Invested Assets		0.10%

**NOTE 22 Events Subsequent**

The Company did not have any recognized subsequent events for the periods reported.

Subsequent events have been considered through February 24, 2022 for these statutory financial statements which are to be issued on March 1, 2022.

A. Federal Affordable Care Act (YES/NO)? Yes [ ] No [ X ]

		2021	2020
B.	ACA Fee Assessment Payable for the Upcoming Year	\$ -	\$ -
C.	ACA Fee Assessment Paid	\$ -	\$ -
D.	Premium Written Subject to ACA 9010 Assessment	\$ -	\$ -
E.	Total Adjusted Capital Before Surplus Adjustment (Five-Year Historical Line 28)	\$ 814,207,180	\$ 542,427,791
F.	Total Adjusted Capital After Surplus Adjustment (Five-Year Historical Line 28 minus 22B above)	\$ 814,207,180	\$ 542,427,791
G.	Authorized Control Level (Five-Year Historical Line 29)	\$ 89,576,558	\$ 70,719,737

H. (YES/NO)? Yes [ ] No [ X ]

**NOTE 23 Reinsurance**

A. Unsecured Reinsurance Recoverables

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

Individual Reinsurers Who Are Members of a Group

Group Code	FEIN	Reinsurer Name	Unsecured Amount
12372	20-2394166	BrickStreet Mutual Insurance Company	\$ 1,068,032,145
13331	41-0299900	Motorists Commercial Mutual Ins Company	\$ 229,181,898
10204	62-1590861	Consumers Insurance USA Inc	\$ 46,726,406
14338	42-0333120	Iowa Mutual Insurance Company	\$ 37,826,138
19950	39-0739760	Wilson Mutual Insurance Company	\$ 37,826,138
23175	02-0178290	Phenix Mutual Fire Insurance Company	\$ 35,601,072
00000	AA-9991159	Michigan Catastrophic Claims Association	\$ 28,641,284

B. Reinsurance Recoverable in Dispute

Not Applicable

C. Reinsurance Assumed and Ceded

(1)

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ 455,361,585	\$ 56,705,894	\$ 344,282,073	\$ 43,633,929	\$ 111,079,512	\$ 13,071,965
b. All Other	\$ 4,799,547	\$ 920,770	\$ 14,970	\$ 943,790	\$ 4,784,577	\$ (23,020)
c. Total	\$ 460,161,132	\$ 57,626,664	\$ 344,297,043	\$ 44,577,719	\$ 115,864,089	\$ 13,048,945

d. Direct Unearned Premium Reserve \$ 49,146,846

(2)

	Direct	Assumed	Ceded	Net
a. Contingent Commission	\$ 1,450,792			\$ 1,450,792
b. Sliding Scale Adjustments				
c. Other Profit Commission Arrangements				
d. TOTAL	\$ 1,450,792	\$ -	\$ -	\$ 1,450,792

(3) Not Applicable

D. Uncollectible Reinsurance  
Not Applicable

E. Commutation of Reinsurance Reflected in Income and Expenses.  
Not Applicable

F. Retroactive Reinsurance  
Not Applicable

G. Reinsurance Accounted for as a Deposit  
Not Applicable

## NOTES TO FINANCIAL STATEMENTS

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

Not Applicable

## I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not Applicable

## J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

Not Applicable

## K. Reinsurance Credit

Not Applicable

**NOTE 24 Retrospectively Rated Contracts & Contracts Subject to Redetermination**

## F. Risk Sharing Provisions of the Affordable Care Act provisions (YÉS/NÓ)?

Yes [ ] No [ X ]

(2) Impact of Risk Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year

Not applicable

(3) Roll forward of prior year ACA risk sharing provisions for the following asset (gross of any nonadmission) and liability balances along with the reasons for adjustments to prior year balance.

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

**NOTE 25 Change in Incurred Losses and Loss Adjustment Expenses**

Reserves for the Company's incurred losses and loss adjustment expenses (after intercompany pooling) are attributable to insured events of prior years, which reflect favorable development totaling \$81,188,111. The development can be attributed primarily to the re-estimation of unpaid losses and loss adjustment expenses in the workers' compensation, commercial auto liability, private passenger auto liability, commercial multi perils, auto physical damage, products liability and other lines of business. The changes reflected in these lines were generally the result of recent development trends. There were not any premium adjustments made as a result of this loss and loss adjustment expense development.

**NOTE 26 Intercompany Pooling Arrangements**

## A. Identification of the Lead Entity and all Affiliated Entities Participating in the Intercompany Pool

	NAIC Company Code	Pooling Percentage
Lead Entity and all Affiliated Entities		
Motorists Mutual Insurance Company (Lead Entity)	14621	32.4%
BrickStreet Mutual Insurance Company	12372	48.0%
Motorists Commercial Mutual Insurance Company	13331	10.3%
Consumers Insurance USA, Inc.	10204	2.1%
Iowa Mutual Insurance Company	14338	1.7%
Wilson Mutual Insurance Company	19950	1.7%
Phenix Mutual Fire Insurance Company	23175	1.6%
PinnaclePoint Insurance Company	15137	0.8%
SummitPoint Insurance Company	15136	0.8%
Iowa American Insurance Company	31577	0.6%
MICO Insurance Company	40932	%
NorthStone Insurance Company	13045	%
AlleghenyPoint Insurance Company	13016	%

## B. Description of Lines and Types of Business Subject to the Pooling Agreement

The pooling arrangement covered premiums, losses and underwriting expenses for all lines during the year. Related finance and service charge income, agent and premium balance charge-offs, deficiency reserves, and policyholder dividends were also subject to the pooling arrangement.

## C. Description of Cessions to Non-Affiliated Reinsurance Subject to Pooling Agreement

## D. Identification of all Pool Members that are Parties to Reinsurance Agreements with Non-Affiliated Reinsurers

participant its share of the pool.

## E. Explanation of Discrepancies Between Entries of Pooled Business

There are no discrepancies between any entries regarding pooled business on the assumed and ceded reinsurance schedules of other pooled participants.

## F. Description of Intercompany Sharing

ceded premium payables and loss receivables, general expense receivables and payables, funds held balances, advanced premiums, and outstanding drafts were also pooled.

## G. Amounts Due To/From Lead Entity and all Affiliated Entities Participating in the Intercompany Pool

As of December 31, 2021, the lead company reported an aggregate pooling-related balance of \$23,714,417 payable to the other pool participants.

**NOTE 27 Structured Settlements**

	Loss Reserves Eliminated by Annuities	Unrecorded Loss Conting- encies
A. Reserves No Longer Carried	\$ 3,494,122	\$ 3,484,145
B. Annuities Which Equal or Exceed 1% of Policyholders' Surplus		

As of December 31, 2021, there were not any amounts in excess of 1% of the company's surplus due for annuities from any one life insurance company associated with purchased annuities for which the company did not receive a release of liability from the claimant.

**NOTE 28 Health Care Receivables**

Not Applicable

# NOTES TO FINANCIAL STATEMENTS

**NOTE 29 Participating Policies**

Not Applicable

**NOTE 30 Premium Deficiency Reserves**

As of December 31, 2021 the Company reported no premium deficiency reserves.

(1) Liability carried for premium deficiency reserves	\$	-
(2) Date of the most recent evaluation of this liability		01/21/2022
(3) Was anticipated investment income utilized in the calculation?		Yes [ X ] No [ ]

**NOTE 31 High Deductibles**

Not Applicable

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

Not Applicable

**NOTE 33 Asbestos/Environmental Reserves**

A. 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 asbestos losses?

Yes, the Company had exposure to asbestos losses during the periods reported. Direct exposure arose from the sale of general liability business. The company also had exposure through its unaffiliated reinsurance assumed operations and an intercompany pooling arrangement (reference Note 26). The company estimates the impact of its direct exposure by establishing case reserves on all known losses and by computing IBNR losses based on previous experience. The company relies on case and IBNR reserves established by the Excess Casualty Reinsurance Association and the Mutual Reinsurance Bureau to measure its exposure from unaffiliated reinsurance assumed operations.

## (1) Direct

	2017	2018	2019	2020	2021
a. Beginning reserves:	\$ 3,622,877	\$ 3,425,381	\$ 2,966,122	\$ 3,861,485	\$ 5,712,163
b. Incurred losses and loss adjustment expense:	\$ 168,263	\$ (227,991)	\$ 1,086,191	\$ 2,508,917	\$ (564,920)
c. Calendar year payments for losses and loss adjustment expenses:	\$ 365,759	\$ 231,268	\$ 190,828	\$ 658,239	\$ 2,272,938
d. Ending reserves:	\$ 3,425,381	\$ 2,966,122	\$ 3,861,485	\$ 5,712,163	\$ 2,874,305

## (2) Assumed Reinsurance

	2017	2018	2019	2020	2021
a. Beginning reserves:	\$ 712,478	\$ 1,067,854	\$ 1,034,255	\$ 1,017,101	\$ 827,523
b. Incurred losses and loss adjustment expense:	\$ 440,916	\$ (215)	\$ 19,500	\$ (155,944)	\$ 1,105
c. Calendar year payments for losses and loss adjustment expenses:	\$ 85,540	\$ 33,384	\$ 36,654	\$ 33,634	\$ 22,704
d. Ending reserves:	\$ 1,067,854	\$ 1,034,255	\$ 1,017,101	\$ 827,523	\$ 805,924

## (3) Net of Ceded Reinsurance

	2017	2018	2019	2020	2021
a. Beginning reserves:	\$ 4,331,050	\$ 4,484,929	\$ 3,990,699	\$ 4,857,712	\$ 5,324,724
b. Incurred losses and loss adjustment expense:	\$ 604,732	\$ (231,073)	\$ 1,095,385	\$ 1,158,693	\$ (563,978)
c. Calendar year payments for losses and loss adjustment expenses:	\$ 450,853	\$ 263,157	\$ 228,372	\$ 691,681	\$ 1,719,502
d. Ending reserves:	\$ 4,484,929	\$ 3,990,699	\$ 4,857,712	\$ 5,324,724	\$ 3,041,244

B. State the amount of the ending reserves for Bulk + IBNR included in A (Loss &amp; LAE):

(1) Direct Basis:	\$ 1,702,428
(2) Assumed Reinsurance Basis:	\$ 583,952
(3) Net of Ceded Reinsurance Basis:	\$ 2,283,048

C. State the amount of the ending reserves for loss adjustment expenses included in A (Case, Bulk + IBNR):

(1) Direct Basis:	\$ 424,124
(2) Assumed Reinsurance Basis:	\$ 31,155
(3) Net of Ceded Reinsurance Basis:	\$ 453,613

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, the Company had exposure to environmental losses during the periods reported. Direct exposure arose from the sale of general liability, commercial autoliability, and homeowners business. The Company also had exposure through its unaffiliated reinsurance assumed operations and an intercompany pooling arrangement (reference Note 26). The Company estimates the impact of its direct exposure by establishing case reserves on all known losses and by computing IBNR losses based on previous experience. The Company relies on case and IBNR reserves established by the Excess Casualty Reinsurance Association and the Mutual Reinsurance Bureau to measure its exposure from unaffiliated reinsurance assumed operations.

## (1) Direct

	2017	2018	2019	2020	2021
a. Beginning reserves:	\$ 1,418,652	\$ 1,630,273	\$ 1,267,354	\$ 1,135,472	\$ 740,259
b. Incurred losses and loss adjustment expense:	\$ 338,690	\$ (214,614)	\$ (63,227)	\$ (229,170)	\$ (319,172)
c. Calendar year payments for losses and loss adjustment expenses:	\$ 127,069	\$ 148,305	\$ 68,655	\$ 166,043	\$ 12,643
d. Ending reserves:	\$ 1,630,273	\$ 1,267,354	\$ 1,135,472	\$ 740,259	\$ 408,444

## NOTES TO FINANCIAL STATEMENTS

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## (2) Assumed Reinsurance

	2017	2018	2019	2020	2021
a. Beginning reserves:	\$ 95,360	\$ 156,933	\$ 228,336	\$ 213,037	\$ 294,362
b. Incurred losses and loss adjustment expense:	\$ 81,213	\$ 88,629	\$ 400	\$ 94,546	\$ (56,714)
c. Calendar year payments for losses and loss adjustment expenses:	\$ 19,640	\$ 17,226	\$ 15,699	\$ 13,221	\$ 14,785
d. Ending reserves:	\$ 156,933	\$ 228,336	\$ 213,037	\$ 294,362	\$ 222,863

## (3) Net of Ceded Reinsurance

	2017	2018	2019	2020	2021
a. Beginning reserves:	\$ 1,501,697	\$ 1,733,638	\$ 1,391,459	\$ 1,252,685	\$ 928,101
b. Incurred losses and loss adjustment expense:	\$ 368,366	\$ (179,156)	\$ (47,337)	\$ (150,212)	\$ (337,272)
c. Calendar year payments for losses and loss adjustment expenses:	\$ 136,425	\$ 163,023	\$ 91,437	\$ 174,372	\$ 26,340
d. Ending reserves:	\$ 1,733,638	\$ 1,391,459	\$ 1,252,685	\$ 928,101	\$ 564,489

## E. State the amount of the ending reserves for Bulk + IBNR included in D (Loss &amp; LAE):

(1) Direct Basis:	\$ 351,301
(2) Assumed Reinsurance Basis:	\$ 181,428
(3) Net of Ceded Reinsurance Basis:	\$ 472,585

## F. State the amount of the ending reserves for loss adjustment expenses included in D (Case, Bulk + IBNR):

(1) Direct Basis:	\$ 114,913
(2) Assumed Reinsurance Basis:	\$ 49,512
(3) Net of Ceded Reinsurance Basis:	\$ 134,353

**NOTE 34 Subscriber Savings Accounts**

Not Applicable

**NOTE 35 Multiple Peril Crop Insurance**

Not Applicable

**NOTE 36 Financial Guaranty Insurance**

Not Applicable

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

**PART 1 - COMMON INTERROGATORIES  
 GENERAL**

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? .....  Yes [ X ]  No [ ]  
 If yes, complete Schedule Y, Parts 1, 1A, 2 and 3.

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

1.3 State Regulating? .....  OHIO

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

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

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

2.2 If yes, date of change: .....  01/01/2021

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. ....  12/31/2018

3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. ....  12/31/2018

3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). ....  06/03/2020

3.4 By what department or departments?  
 OHIO DEPARTMENT OF INSURANCE .....

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

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

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

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

5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? .....  Yes [ ]  No [ X ]  
 If yes, complete and file the merger history data file with the NAIC.

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

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

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

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

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

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

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

**ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY**  
**GENERAL INTERROGATORIES**

8.1 Is the company a subsidiary of a depository institution holding company (DIHC) or a DIHC itself, regulated by the Federal Reserve Board? ..... Yes [ ] No [ X ]

8.2 If the response to 8.1 is yes, please identify the name of the DIHC.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? ..... Yes [ ] No [ X ]

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

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

8.5 Is the reporting entity a depository institution holding company with significant insurance operations as defined by the Board of Governors of Federal Reserve System or a subsidiary of the reporting entity? ..... Yes [ ] No [ X ]

8.6 If response to 8.5 is no, is the reporting entity a company or subsidiary of a company that has otherwise been made subject to the Federal Reserve Board's capital rule? ..... Yes [ ] No [ X ] N/A [ ]

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

KPMG LLP 191 W. Nationwide Blvd., Suite 500, Columbus OH 43215

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? ..... Yes [ ] No [ X ]

10.2 If the response to 10.1 is yes, provide information related to this exemption:

10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? ..... Yes [ ] No [ X ]

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

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? ..... Yes [ X ] No [ ] N/A [ ]

10.6 If the response to 10.5 is no or n/a, please explain

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

Derek A. Jones, FCAS, MAAA, Milliman, One Pennsylvania Plaza, 38th Floor, New York, NY 10119, who is a consulting actuary for the Encova Mutual Insurance Group

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? ..... Yes [ ] No [ X ]

12.11 Name of real estate holding company ....

12.12 Number of parcels involved ..... 0

12.13 Total book/adjusted carrying value ..... \$ ..... 0

12.2 If, yes provide explanation:

**13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**

13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? ..... Yes [ ] No [ ]

Yes [ ] No [ ]

13.3 Have there been any changes made to any of the trust indentures during the year? ..... Yes [ ] No [ ]

Yes [ ] No [ ]

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? ..... Yes [ ] No [ ] N/A [ ]

Yes [ ] No [ ] N/A [ ]

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? ..... Yes [ ] No [ ]

Yes [ ] No [ ]

a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

c. Compliance with applicable governmental laws, rules and regulations;

d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

e. Accountability for adherence to the code.

14.11 If the response to 14.1 is No, please explain:

14.2 Has the code of ethics for senior managers been amended? ..... Yes [ ] No [ X ]

14.21 If the response to 14.2 is yes, provide information related to amendment(s).

Yes [ ] No [ X ]

14.3 Have any provisions of the code of ethics been waived for any of the specified officers? ..... Yes [ ] No [ X ]

14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

**ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY**  
**GENERAL INTERROGATORIES**

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? ..... Yes [ ] No [ X ]

15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

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

**BOARD OF DIRECTORS**

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

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

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

**FINANCIAL**

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

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11	To directors or other officers.....	\$ ..... 0
20.12	To stockholders not officers.....	\$ ..... 0
20.13	Trustees, supreme or grand (Fraternal Only).....	\$ ..... 0

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

20.21	To directors or other officers.....	\$ ..... 0
20.22	To stockholders not officers.....	\$ ..... 0
20.23	Trustees, supreme or grand (Fraternal Only).....	\$ ..... 0

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? ..... Yes [ ] No [ X ]

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

21.21	Rented from others.....	\$ ..... 0
21.22	Borrowed from others.....	\$ ..... 0
21.23	Leased from others .....	\$ ..... 0
21.24	Other .....	\$ ..... 0

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

22.2 If answer is yes:

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

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

23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$ ..... 0

24.1 Does the insurer utilize third parties to pay agent commissions in which the amounts advanced by the third parties are not settled in full within 90 days? ..... Yes [ ] No [ X ]

24.2 If the response to 24.1 is yes, identify the third-party that pays the agents and whether they are a related party.

Name of Third-Party	Is the Third-Party Agent a Related Party (Yes/No)

**INVESTMENT**

25.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 25.03)..... Yes [ X ] No [ ]

**ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY**  
**GENERAL INTERROGATORIES**

25.02 If no, give full and complete information relating thereto

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

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

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

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

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

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

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

25.091 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. .... \$ .....	0
25.092 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 .... \$ .....	0
25.093 Total payable for securities lending reported on the liability page. .... \$ .....	0

26.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 25.03). .... Yes [ X ] No [ ]

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

26.21 Subject to repurchase agreements .... \$ .....	
26.22 Subject to reverse repurchase agreements .... \$ .....	
26.23 Subject to dollar repurchase agreements .... \$ .....	
26.24 Subject to reverse dollar repurchase agreements .... \$ .....	
26.25 Placed under option agreements .... \$ .....	
26.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock .... \$ .....	
26.27 FHLB Capital Stock .... \$ .....	4,172,000
26.28 On deposit with states .... \$ .....	1,981,451
26.29 On deposit with other regulatory bodies .... \$ .....	
26.30 Pledged as collateral - excluding collateral pledged to an FHLB .... \$ .....	
26.31 Pledged as collateral to FHLB - including assets backing funding agreements .... \$ .....	34,955,821
26.32 Other .... \$ .....	8,106,011

26.3 For category (26.26) provide the following:

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

27.1 Does the reporting entity have any hedging transactions reported on Schedule DB? .... Yes [ ] No [ X ]

27.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? .... Yes [ ] No [ ] N/A [ X ]  
 If no, attach a description with this statement.

LINES 27.3 through 27.5: FOR LIFE/FRATERNAL REPORTING ENTITIES ONLY:

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

27.4 If the response to 27.3 is YES, does the reporting entity utilize:

27.41 Special accounting provision of SSAP No. 108 ....	Yes [ ] No [ ]
27.42 Permitted accounting practice ....	Yes [ ] No [ ]
27.43 Other accounting guidance ....	Yes [ ] No [ ]

27.5 By responding YES to 27.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following: .... Yes [ ] No [ ]

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

28.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? .... Yes [ ] No [ X ]

28.2 If yes, state the amount thereof at December 31 of the current year. .... \$ .....

29. 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 [ ]

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

1 Name of Custodian(s)	2 Custodian's Address
BNY Mellon .....	500 Grant Street One Mellon Center, Suite #1035, Pittsburgh, PA 15258 .....

**ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY**  
**GENERAL INTERROGATORIES**

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

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

29.03 Have there been any changes, including name changes, in the custodian(s) identified in 29.01 during the current year?..... Yes [ ] No [ X ]

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

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

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

1 Name of Firm or Individual	2 Affiliation
Chickasaw Capital Management, LLC .....	U.....
New England Asset Management, Inc. .....	U.....
Northern Trust Investments, Inc. .....	U.....

29.0597 For those firms/individuals listed in the table for Question 29.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's invested assets?..... Yes [ X ] No [ ]

29.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 29.05, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets?..... Yes [ ] No [ X ]

29.06 For those firms or individuals listed in the table for 29.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
127398 .....	Chickasaw Capital Management, LLC .....	254900X6FR1LTWA2B610 .....	SEC .....	NO.....
109846 .....	New England Asset Management, Inc. .....	KUR85E5PS4GQFZTFC130 .....	SEC .....	NO.....
105900 .....	Northern Trust Investments, Inc. .....	BEL4B8X7EHJU845Y2N39 .....	SEC .....	NO.....

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

30.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
04314H-85-7 .....	Artisan Intl Val Fund 1 .....	38,597,653
04314H-66-7 .....	Artisan Intl Val ADV .....	26,327,816
693391-88-0 .....	PMICO:DIV INCOME INST .....	60,384,982
30.2999 - Total .....	.....	125,310,451

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

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
Artisan Intl Val Fund 1 .....	Samsung Electronics Co Ltd .....	1,760,053	12/31/2021 ..
Artisan Intl Val Fund 1 .....	Compass Group PLC .....	1,717,595	12/31/2021 ..
Artisan Intl Val Fund 1 .....	Arch Capital Group LTD .....	1,678,997	12/31/2021 ..
Artisan Intl Val Fund 1 .....	Novartis AG .....	1,559,345	12/31/2021 ..
Artisan Intl Val Fund 1 .....	ABB Ltd .....	1,528,467	12/31/2021 ..
Artisan Intl Val ADV .....	Samsung Electronics Co Ltd .....	1,200,548	12/31/2021 ..
Artisan Intl Val ADV .....	Compass Group PLC .....	1,171,587	12/31/2021 ..
Artisan Intl Val ADV .....	Arch Capital Group Ltd .....	1,145,260	12/31/2021 ..
Artisan Intl Val ADV .....	Novartis AG .....	1,063,643	12/31/2021 ..
Artisan Intl Val ADV .....	ABB Ltd .....	1,042,581	12/31/2021 ..
PMICO:DIV INCOME INST .....	CDX HY36 %Y ICE .....	1,761,330	12/31/2021 ..
PMICO:DIV INCOME INST .....	CDX IG37 5Y ICE .....	1,026,784	12/31/2021 ..
PMICO:DIV INCOME INST .....	Euro Bund Future Dec 21 .....	660,828	12/31/2021 ..
PMICO:DIV INCOME INST .....	IRS EUR-0.25000 03/16/22-5Y LCH Receive .....	616,070	12/31/2021 ..
PMICO:DIV INCOME INST .....	CDX IG36 5Y ICE .....	592,375	12/31/2021 ..

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

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

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
31.1 Bonds .....	762,973,420	792,775,482	29,802,062
31.2 Preferred stocks .....	.0		0
31.3 Totals .....	762,973,420	792,775,482	29,802,062

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

The Fair Value of securities is determined using quoted market prices when available, external pricing service, SVO pricing, fair values available from custodians or investment managers .....

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

32.2 If the answer to 32.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? ..... Yes [ X ] No [ ]

32.3 If the answer to 32.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D: .....

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

33.2 If no, list exceptions: .....

34. By self-designating 5GI securities, the reporting entity is certifying the following elements of each self-designated 5GI security:

- a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
- b. Issuer or obligor is current on all contracted interest and principal payments.
- c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5GI securities? ..... Yes [ ] No [ X ]

35. 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 ]

36. 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 ]

37. By rolling/renewing short-term or cash equivalent investments with continued reporting on Schedule DA, Part 1 or Schedule E Part 2 (identified through a code (%) in those investment schedules), the reporting entity is certifying to the following:

- a. The investment is a liquid asset that can be terminated by the reporting entity on the current maturity date.
- b. If the investment is with a nonrelated party or nonaffiliate, then it reflects an arms-length transaction with renewal completed at the discretion of all involved parties.
- c. If the investment is with a related party or affiliate, then the reporting entity has completed robust re-underwriting of the transaction for which documentation is available for regulator review.
- d. Short-term and cash equivalent investments that have been renewed/rolled from the prior period that do not meet the criteria in 37.a - 37.c are reported as long-term investments.

Has the reporting entity rolled/renewed short-term or cash equivalent investments in accordance with these criteria? ..... Yes [ ] No [ ] N/A [ X ]

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

**OTHER**

38.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? .....\$ 3,138,232

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

1 Name	2 Amount Paid
Insurance Services Office Inc .....	1,198,380
NCCI Holdings Inc .....	1,006,453

39.1 Amount of payments for legal expenses, if any? .....\$ 570,745

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

1 Name	2 Amount Paid
TAFT STETTINIUS & HOLLISTER LLP .....	164,831

40.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? .....\$ 139,147

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

1 Name	2 Amount Paid
BOWLES RICE LLP .....	36,000
S&J CAPITOL CONCEPTS LLC .....	64,200
JACKSON KELLY PLLC .....	40,200

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

1.1	Does the reporting entity have any direct Medicare Supplement Insurance in force? .....	Yes [ ] No [ X ]	
1.2	If yes, indicate premium earned on U. S. business only. ....	\$ .....	
1.3	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? .....	\$ .....	
1.31	Reason for excluding .....		
1.4	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. ....	\$ .....	
1.5	Indicate total incurred claims on all Medicare Supplement Insurance. ....	\$ .....	0
1.6	Individual policies:	Most current three years: 1.61 Total premium earned ..... \$ ..... 0 1.62 Total incurred claims ..... \$ ..... 0 1.63 Number of covered lives ..... 0	
		All years prior to most current three years 1.64 Total premium earned ..... \$ ..... 0 1.65 Total incurred claims ..... \$ ..... 0 1.66 Number of covered lives ..... 0	
1.7	Group policies:	Most current three years: 1.71 Total premium earned ..... \$ ..... 0 1.72 Total incurred claims ..... \$ ..... 0 1.73 Number of covered lives ..... 0	
		All years prior to most current three years 1.74 Total premium earned ..... \$ ..... 0 1.75 Total incurred claims ..... \$ ..... 0 1.76 Number of covered lives ..... 0	
2.	Health Test:	1 Current Year 2 Prior Year	
2.1	Premium Numerator .....	0 ..... 89	
2.2	Premium Denominator .....	351,422,609 ..... 347,765,991	
2.3	Premium Ratio (2.1/2.2) .....	.0.000 ..... 0.000	
2.4	Reserve Numerator .....	0 ..... 0	
2.5	Reserve Denominator .....	860,393,116 ..... 787,133,139	
2.6	Reserve Ratio (2.4/2.5) .....	.0.000 ..... 0.000	
3.1	Did the reporting entity issue participating policies during the calendar year? .....	Yes [ ] No [ X ]	
3.2	If yes, provide the amount of premium written for participating and/or non-participating policies during the calendar year: 3.21 Participating policies ..... \$ .....		
	3.22 Non-participating policies ..... \$ .....		
4.	For mutual reporting Entities and Reciprocal Exchanges Only:		
4.1	Does the reporting entity issue assessable policies? .....	Yes [ ] No [ X ]	
4.2	Does the reporting entity issue non-assessable policies? .....	Yes [ X ] No [ ]	
4.3	If assessable policies are issued, what is the extent of the contingent liability of the policyholders? .....	% .....	
4.4	Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. ....	\$ ..... 0	
5.	For Reciprocal Exchanges Only:		
5.1	Does the Exchange appoint local agents? .....	Yes [ ] No [ ]	
5.2	If yes, is the commission paid: 5.21 Out of Attorney's-in-fact compensation ..... Yes [ ] No [ ] N/A [ ] 5.22 As a direct expense of the exchange ..... Yes [ ] No [ ] N/A [ ]		
5.3	What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact? ....		
5.4	Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? .....	Yes [ ] No [ ]	
5.5	If yes, give full information ....		

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?  
Those Companies that concentrate in the Workers Compensation business, and which the Company has exposure to through the intercompany pooling arrangement, purchase catastrophic reinsurance at levels that are deemed adequate to protect against excessive loss. In addition, losses arising from claims under the federal black lung programs for dates of injury prior to 2016 are subject to ADC arrangement related to black lung claims. In addition, single locations, where excessive concentration of potential losses have been identified, are subject to facultative reinsurance above the layers contained in the catastrophic policies. ....

6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process.  
The Lead Company in the pooling arrangement performs a concentration of risk study using modeling software to determine the probable maximum insurance loss. The software utilized includes Management Solutions (RMS) RiskLink and AIR Touchstone catastrophe models. Analysis is performed for the perils of hurricane, severe convective storm, winter storm, and earthquake. The PML driver on low return periods (~20 years) is severe convective storm. Starting around the 100 year return period, hurricane becomes the largest driver of the PML. The highest concentration of exposure (total insured value) is in Ohio. Ohio also has the highest gross average annual loss (Gross AAL). 8 of the top 10 counties for exposure are in Ohio. The other two counties are in Kentucky and Rhode Island. 7 of the top 10 counties for Gross AAL are in Ohio. The other counties are in Kentucky, Rhode Island, and South Carolina. The Encova Mutual Insurance Group utilizes Guy Carpenter's CATography tool to analyze and manage property risk. The Group to which this Company is a party through its pooling arrangement works with reinsurer brokers to assist in developing maximum probable losses. Both Property and Casualty exposures are analyzed for probable maximum loss and include various scenarios. ....

6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?  
The Company purchases catastrophic reinsurance at levels that are deemed adequate to protect against excessive loss. ....

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

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

7.1 Has this reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss ratio cap, an aggregate limit or any similar provisions)? .... Yes [ ] No [ X ]

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

7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? .... Yes [ ] No [ ]

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

8.2 If yes, give full information ....

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

9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:  
(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or  
(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. .... Yes [ ] No [ X ]

9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:  
(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;  
(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and  
(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4 Except for transactions meeting the requirements of paragraph 36 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:  
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or  
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? .... Yes [ ] No [ X ]

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

9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:  
(a) The entity does not utilize reinsurance; or ..... Yes [ ] No [ X ]  
(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or ..... Yes [ ] No [ X ]  
(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. .... Yes [ ] No [ X ]

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurance a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? .... Yes [ X ] No [ ] N/A [ ]

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force? ..... Yes [ ] No [ X ]

11.2 If yes, give full information  
.....

12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:  
12.11 Unpaid losses ..... \$  
12.12 Unpaid underwriting expenses (including loss adjustment expenses) ..... \$

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

12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? ..... Yes [ ] No [ X ] N/A [ ]

12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:  
12.41 From ..... %  
12.42 To ..... %

12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? ..... Yes [ ] No [ X ]

12.6 If yes, state the amount thereof at December 31 of the current year:  
12.61 Letters of credit ..... \$  
12.62 Collateral and other funds ..... \$

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): ..... \$ 648,000

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

13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. ..... 2

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

14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:  
Premiums are allocated to cedant based on experience weighted earned premiums subject to the contract. Reinsurance recoveries are distributed based on each cedant's share of the aggregate losses subject to the contract.

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

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

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

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

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

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

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

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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that is exempt from the statutory provision for unauthorized reinsurance? ..... Yes [ ] No [ X ]

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

17.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 exempt from the statutory provision for unauthorized reinsurance .....	\$ .....
17.12 Unfunded portion of Interrogatory 17.11 .....	\$ .....
17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 .....	\$ .....
17.14 Case reserves portion of Interrogatory 17.11 .....	\$ .....
17.15 Incurred but not reported portion of Interrogatory 17.11 .....	\$ .....
17.16 Unearned premium portion of Interrogatory 17.11 .....	\$ .....
17.17 Contingent commission portion of Interrogatory 17.11 .....	\$ .....

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

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

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

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

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

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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY

**FIVE-YEAR HISTORICAL DATA**

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

	1 2021	2 2020	3 2019	4 2018	5 2017
<b>Gross Premiums Written (Page 8, Part 1B Cols. 1, 2 &amp; 3)</b>					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	709,532,617	700,908,446	733,118,827	890,714,324	362,619,497
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	113,858,801	119,485,014	141,747,730	157,690,298	162,040,460
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	255,126,252	243,756,815	217,766,741	197,103,654	204,026,304
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	(7)	(8,411)	666,735	1,030,135	1,160,774
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	19,799,541	15,270,006	13,498,399	8,294,031	7,272,621
6. Total (Line 35)	1,098,317,204	1,079,411,870	1,106,798,431	1,254,832,443	737,119,656
<b>Net Premiums Written (Page 8, Part 1B, Col. 6)</b>					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	229,822,910	226,278,573	235,486,911	231,375,857	243,775,690
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	36,735,463	38,491,213	45,468,314	25,324,821	109,857,608
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	82,029,529	78,109,428	68,511,692	25,396,382	135,321,489
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	(3)	(2,995)	215,716	148,276	794,313
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	6,415,051	4,947,482	4,373,481	2,521,821	4,981,745
12. Total (Line 35)	355,002,950	347,823,701	354,056,115	284,767,157	494,730,845
<b>Statement of Income (Page 4)</b>					
13. Net underwriting gain (loss) (Line 8)	11,409,217	1,263,178	(7,122,309)	17,838,927	(127,919,257)
14. Net investment gain or (loss) (Line 11)	66,796,059	25,838,762	40,611,082	48,669,132	30,945,473
15. Total other income (Line 15)	(1,702,861)	766,164	11,051,100	(5,717,973)	10,655,491
16. Dividends to policyholders (Line 17)	1,279,384	397,932	908,275	2,200,089	2,760,795
17. Federal and foreign income taxes incurred (Line 19)	95,828	(1,410,279)	650,861	(4,686,042)	3,270,930
18. Net income (Line 20)	75,127,204	28,880,450	42,980,738	63,276,040	(92,350,018)
<b>Balance Sheet Lines (Pages 2 and 3)</b>					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	2,089,150,052	1,845,933,424	1,753,260,974	1,612,580,695	1,370,810,725
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	77,800,071	12,848,074	53,080,836	48,394,901	22,082,182
20.2 Deferred and not yet due (Line 15.2)	20,308,371	23,931,350	77,052,540	117,201,076	123,999,858
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	1,274,942,872	1,303,505,633	1,228,793,463	1,162,725,747	910,144,826
22. Losses (Page 3, Line 1)	544,188,127	531,167,441	511,170,241	500,780,495	338,314,315
23. Loss adjustment expenses (Page 3, Line 3)	92,701,133	90,745,645	89,156,870	91,051,094	84,784,538
24. Unearned premiums (Page 3, Line 9)	165,010,935	161,430,579	161,372,870	156,011,014	223,358,065
25. Capital paid up (Page 3, Lines 30 & 31)	5,000,000	0	0	0	0
26. Surplus as regards policyholders (Page 3, Line 37)	814,207,180	542,427,791	524,467,508	449,854,944	460,665,899
<b>Cash Flow (Page 5)</b>					
27. Net cash from operations (Line 11)	84,624,293	13,405,460	43,711,109	91,063,126	(58,166,546)
<b>Risk-Based Capital Analysis</b>					
28. Total adjusted capital	814,207,180	542,427,791	524,467,508	453,150,090	464,841,655
29. Authorized control level risk-based capital	89,576,558	70,719,737	73,410,092	65,750,830	79,308,314
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0</b>					
30. Bonds (Line 1)	51.8	60.6	59.7	61.5	56.3
31. Stocks (Lines 2.1 & 2.2)	36.1	21.7	26.3	23.8	27.7
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	2.5	3.0	3.0	2.9	3.0
34. Cash, cash equivalents and short-term investments (Line 5)	6.2	4.9	1.1	1.9	2.2
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	0.0	0.0	0.0	0.0
37. Other invested assets (Line 8)	3.5	9.8	9.9	9.8	10.7
38. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.1
39. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	0.0	0.0
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
42. Affiliated bonds (Schedule D, Summary, Line 12, Col. 1)		0	0	0	0
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)	0	0	0	0	0
44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)	343,298,827	104,695,050	100,418,822	94,191,032	100,091,524
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)		0	0	0	0
46. Affiliated mortgage loans on real estate					
47. All other affiliated		16,000,000	0	16,000,000	16,000,000
48. Total of above Lines 42 to 47	343,298,827	120,695,050	100,418,822	110,191,032	116,091,524
49. Total Investment in Parent included in Lines 42 to 47 above					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	42.2	22.3	19.1	24.5	25.2

## ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY

## FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2021	2 2020	3 2019	4 2018	5 2017
<b>Capital and Surplus Accounts (Page 4)</b>					
51. Net unrealized capital gains (losses) (Line 24)	22,392,387	36,002,102	36,990,792	(51,313,795)	6,171,637
52. Dividends to stockholders (Line 35)		0	0	0	0
53. Change in surplus as regards policyholders for the year (Line 38)	271,779,388	17,960,289	74,612,560	(10,810,956)	(83,593,130)
<b>Gross Losses Paid (Page 9, Part 2, Cols. 1 &amp; 2)</b>					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	340,576,187	332,320,685	353,522,922	(637,744,938)	189,163,160
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	61,779,769	62,410,174	83,435,933	82,344,707	89,564,563
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	93,777,917	123,487,458	116,098,341	98,310,820	130,144,674
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	(9,745)	296,419	302,001	688,153	263,637
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	8,915,467	9,365,056	7,924,704	5,462,382	5,093,404
59. Total (Line 35)	505,039,595	527,879,793	561,283,901	(450,938,876)	414,229,438
<b>Net Losses Paid (Page 9, Part 2, Col. 4)</b>					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	108,749,131	102,067,569	111,980,447	(61,880,520)	127,404,349
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	20,007,873	19,631,588	26,958,072	31,460,016	61,342,240
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	30,040,521	38,021,562	36,264,681	48,359,696	86,308,185
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	(3,157)	96,040	97,848	400,823	180,591
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	2,888,611	3,034,278	2,567,604	10,487,128	3,488,982
65. Total (Line 35)	161,682,979	162,851,038	177,868,653	28,827,143	278,724,347
<b>Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0</b>					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	50.3	52.6	54.0	54.3	66.3
68. Loss expenses incurred (Line 3)	15.1	15.0	15.1	13.9	17.2
69. Other underwriting expenses incurred (Line 4)	31.4	32.0	33.0	26.7	42.4
70. Net underwriting gain (loss) (Line 8)	3.2	0.4	(2.0)	5.1	(25.9)
<b>Other Percentages</b>					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	31.5	31.8	29.4	35.0	40.2
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	65.4	67.6	69.0	68.2	83.5
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	43.6	64.1	67.5	63.3	107.4
<b>One Year Loss Development (\$000 omitted)</b>					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11)	(69,040)	(34,716)	(23,064)	(58,526)	28,009
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0)	(12.7)	(6.6)	(5.1)	(12.7)	5.1
<b>Two Year Loss Development (\$000 omitted)</b>					
76. Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	(98,802)	(57,071)	(90,545)	(59,288)	11,178
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	(18.8)	(12.7)	(19.7)	(10.9)	2.0

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

Yes  No 

If no, please explain: \_\_\_\_\_

**SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES****SCHEDULE P - PART 1 - SUMMARY**

(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12 Number of Claims Reported Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)		
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior	XXX	XXX	XXX	4,842	2,460	756	19	6	10	195	3,115	XXX	
2. 2012	281,136	25,693	255,443	155,912	14,893	16,567	2,578	23,788	1,204	3,052	177,592	XXX	
3. 2013	306,542	31,685	274,857	164,264	19,988	18,282	3,437	25,126	1,459	2,764	182,788	XXX	
4. 2014	323,309	38,725	284,584	166,612	18,331	19,128	4,101	24,700	1,720	3,168	186,287	XXX	
5. 2015	316,267	47,491	268,776	156,358	23,555	18,278	3,825	22,754	1,634	2,819	168,375	XXX	
6. 2016	324,070	38,748	285,322	144,477	13,406	16,689	2,258	23,720	1,729	2,911	167,493	XXX	
7. 2017	331,206	24,147	307,059	148,079	8,259	15,083	535	26,445	1,507	2,403	179,306	XXX	
8. 2018	308,104	7,909	300,194	136,400	3,919	12,130	.81	21,287	.10	2,402	165,807	XXX	
9. 2019	358,102	9,403	348,699	153,074	6,587	12,998	.9	26,501	.11	5,819	185,965	XXX	
10. 2020	358,549	10,782	347,767	121,193	2,765	4,679	.0	37,687	.(3)	4,264	160,796	XXX	
11. 2021	364,759	13,336	351,422	71,306	407	1,566	.0	35,798	.0	2,469	108,264	XXX	
12. Totals	XXX	XXX	XXX	1,422,516	114,571	136,155	16,843	267,813	9,282	32,267	1,685,788	XXX	

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed			
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR									
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded						
1. Prior	65,738	17,454	.27,489	.5,262	.964	.29	1,697	.699	2,324	.390	.0	74,379	XXX			
2. 2012	10,817	498	6,587	2,654	292	.26	.599	.374	339	.71	.0	15,012	XXX			
3. 2013	15,602	714	12,140	.5,779	494	.16	1,355	.861	554	.159	.0	22,615	XXX			
4. 2014	14,287	126	11,785	.5,724	537	.14	1,523	.924	860	.236	.0	21,967	XXX			
5. 2015	14,786	757	12,145	2,475	535	.23	1,406	.336	974	.173	.0	26,082	XXX			
6. 2016	10,803	896	12,111	1,025	272	.7	1,734	.259	1,269	.49	.0	23,953	XXX			
7. 2017	16,840	1,392	12,291	.90	.525	.0	1,946	.0	1,242	.0	.0	31,362	XXX			
8. 2018	22,975	685	17,335	105	686	.0	3,378	.0	2,277	.0	.0	45,860	XXX			
9. 2019	30,028	39	.25,619	.388	1,344	.0	5,108	.0	3,778	.0	.0	65,449	XXX			
10. 2020	46,825	1,595	.45,889	.214	.2,136	.0	7,128	.0	7,392	.0	.0	107,561	XXX			
11. 2021	74,415	1,539	87,092	0	3,740	0	12,134	0	26,806	0	0	202,648	XXX			
12. Totals	323,117	25,695	270,482	23,717	11,524	115	38,008	3,453	47,815	1,076	0	636,889	XXX			

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred /Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	70,512	3,867
2. 2012	214,902	22,298	192,604	.76.4	86.8	.75.4	0	0	0.0	14,252	760
3. 2013	237,817	32,414	205,403	.77.6	102.3	.74.7	0	0	0.0	21,248	1,367
4. 2014	239,431	31,177	208,255	.74.1	80.5	.73.2	0	0	0.0	20,222	1,745
5. 2015	227,235	32,778	194,457	.71.8	69.0	.72.3	0	0	0.0	.23,699	2,382
6. 2016	211,075	19,629	191,446	.65.1	50.7	.67.1	0	0	0.0	.20,993	2,960
7. 2017	222,451	11,783	210,667	.67.2	48.8	.68.6	0	0	0.0	.27,649	3,713
8. 2018	216,468	4,801	211,667	.70.3	60.7	.70.5	0	0	0.0	.39,520	6,340
9. 2019	258,449	7,035	251,414	.72.2	74.8	.72.1	0	0	0.0	.55,220	10,230
10. 2020	272,929	4,572	268,357	.76.1	42.4	.77.2	0	0	0.0	.90,905	16,656
11. 2021	312,858	1,946	310,912	.85.8	14.6	.88.5	0	0	0.0	159,968	42,681
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	544,187	92,702

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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY

**SCHEDULE P - PART 2 - SUMMARY**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2012	2 2013	3 2014	4 2015	5 2016	6 2017	7 2018	8 2019	9 2020	10 2021	11 One Year	12 Two Year
1. Prior	336,282	320,735	302,562	272,096	258,547	232,313	239,145	221,913	218,234	209,961	(8,273)	(11,951)
2. 2012	180,741	177,289	172,545	171,988	168,842	167,044	166,959	167,836	169,331	169,752	422	1,917
3. 2013	XXX	189,068	188,701	187,077	183,430	180,497	177,608	177,626	180,965	181,340	375	3,715
4. 2014	XXX	XXX	191,950	193,873	192,504	189,509	185,439	185,651	188,745	184,651	(4,094)	(1,000)
5. 2015	XXX	XXX	XXX	184,567	183,476	181,492	176,046	172,433	171,500	172,537	1,037	104
6. 2016	XXX	XXX	XXX	XXX	190,405	197,546	184,636	176,977	169,836	168,234	(1,602)	(8,742)
7. 2017	XXX	XXX	XXX	XXX	XXX	240,598	216,326	209,046	193,431	184,489	(8,943)	(24,558)
8. 2018	XXX	XXX	XXX	XXX	XXX	XXX	208,783	219,015	204,437	188,112	(16,325)	(30,903)
9. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	248,529	247,818	221,147	(26,671)	(27,382)
10. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	228,242	223,276	(4,966)	XXX
11. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	248,307	XXX	XXX
										12. Totals	(69,040)	(98,802)

**SCHEDULE P - PART 3 - SUMMARY**

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1 2012	2 2013	3 2014	4 2015	5 2016	6 2017	7 2018	8 2019	9 2020	10 2021		
1. Prior	000	45,569	76,117	92,493	105,683	115,164	121,166	126,173	134,398	137,517	XXX	XXX
2. 2012	62,744	103,752	122,500	133,702	142,362	146,924	149,456	152,702	154,073	155,009	XXX	XXX
3. 2013	XXX	63,483	105,147	125,789	139,674	147,521	151,650	155,212	157,300	159,120	XXX	XXX
4. 2014	XXX	XXX	68,964	111,918	132,135	146,539	154,338	158,616	161,403	163,308	XXX	XXX
5. 2015	XXX	XXX	XXX	60,900	100,238	121,394	133,056	140,624	144,112	147,256	XXX	XXX
6. 2016	XXX	XXX	XXX	XXX	83,939	128,971	151,840	163,117	168,574	145,502	XXX	XXX
7. 2017	XXX	XXX	XXX	XXX	XXX	96,625	146,035	165,886	175,505	154,369	XXX	XXX
8. 2018	XXX	XXX	XXX	XXX	XXX	XXX	86,287	135,150	158,878	144,529	XXX	XXX
9. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	94,198	138,145	159,475	XXX	XXX
10. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	76,819	123,106	XXX	XXX
11. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	72,465	XXX	XXX

**SCHEDULE P - PART 4 - SUMMARY**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										10
	1 2012	2 2013	3 2014	4 2015	5 2016	6 2017	7 2018	8 2019	9 2020	2021	
1. Prior	217,117	172,574	144,061	109,869	87,991	56,517	57,776	41,465	34,684	23,226	
2. 2012	65,727	41,111	23,698	19,358	12,032	6,646	3,542	2,809	4,209	4,158	
3. 2013	XXX	70,463	41,251	30,090	20,186	13,272	9,115	6,698	7,493	6,854	
4. 2014	XXX	XXX	67,247	45,815	30,718	21,966	14,014	11,770	11,954	6,660	
5. 2015	XXX	XXX	XXX	71,345	51,107	33,946	24,253	15,176	12,456	10,740	
6. 2016	XXX	XXX	XXX	XXX	76,718	53,725	37,166	24,756	15,419	12,560	
7. 2017	XXX	XXX	XXX	XXX	XXX	104,647	61,897	47,262	26,091	14,146	
8. 2018	XXX	XXX	XXX	XXX	XXX	XXX	87,201	70,962	41,413	20,607	
9. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	95,496	69,201	30,339	
10. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	81,121	52,803	
11. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	99,225	

## ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY

## SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	1 Active Status (a)	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Included in Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
		Active Status (a)	Active Status (a)						
1. Alabama .....	AL	Q	0	0	0	0	0	0	
2. Alaska .....	AK	N							
3. Arizona .....	AZ	N							
4. Arkansas .....	AR	N							
5. California .....	CA	Q	0	0	0	0	0	0	
6. Colorado .....	CO	N							
7. Connecticut .....	CT	Q	0	0	0	0	0	0	
8. Delaware .....	DE	Q	0	0	0	0	0	0	
9. District of Columbia .....	DC	N							
10. Florida .....	FL	N							
11. Georgia .....	GA	Q	0	0	0	0	0	0	
12. Hawaii .....	HI	N							
13. Idaho .....	ID	N							
14. Illinois .....	IL	Q	0	0	0	0	0	0	
15. Indiana .....	IN	L	6,137,532	6,464,124	0	5,298,195	581,020	15,815,819	37,249
16. Iowa .....	IA	Q	0	0	0	0	0	0	
17. Kansas .....	KS	N							
18. Kentucky .....	KY	L	11,217,329	12,239,176	0	16,068,271	5,329,674	22,529,512	47,579
19. Louisiana .....	LA	N							
20. Maine .....	ME	Q							
21. Maryland .....	MD	Q	0	0	0	0	0	0	
22. Massachusetts .....	MA	Q	0	0	0	0	0	0	
23. Michigan .....	MI	L	(3,436)	(3,436)	0	4,235,242	25,034,806	30,896,644	
24. Minnesota .....	MN	N							
25. Mississippi .....	MS	N							
26. Missouri .....	MO	Q	0	0	0	0	0	0	
27. Montana .....	MT	Q							
28. Nebraska .....	NE	Q							
29. Nevada .....	NV	N							
30. New Hampshire .....	NH	Q	0	0	0	0	0	0	
31. New Jersey .....	NJ	Q	0	0	0	0	0	0	
32. New Mexico .....	NM	N							
33. New York .....	NY	Q	0	0	0	0	0	0	
34. North Carolina .....	NC	Q	0	0	0	0	0	0	
35. North Dakota .....	ND	Q							
36. Ohio .....	OH	L	88,156,398	92,303,297	0	62,174,307	37,443,338	60,426,933	669,611
37. Oklahoma .....	OK	Q	0	0	0	0	0	0	
38. Oregon .....	OR	Q							
39. Pennsylvania .....	PA	L	9,650,851	10,414,142	0	15,496,404	16,219,994	47,207,682	77,348
40. Rhode Island .....	RI	Q	0	0	0	0	0	0	
41. South Carolina .....	SC	Q	0	0	0	0	0	0	
42. South Dakota .....	SD	Q	0	0	0	0	0	0	
43. Tennessee .....	TN	Q	0	0	0	0	0	0	
44. Texas .....	TX	Q	0	0	0	0	0	0	
45. Utah .....	UT	Q	0	0	0	0	0	0	
46. Vermont .....	VT	Q	0	0	0	0	0	0	
47. Virginia .....	VA	Q	0	0	0	0	0	0	
48. Washington .....	WA	N							
49. West Virginia .....	WV	L	3,778,177	4,129,986	0	5,224,679	2,635,986	7,729,545	7,931
50. Wisconsin .....	WI	Q	0	0	0	0	0	0	
51. Wyoming .....	WY	N							
52. American Samoa .....	AS	N							
53. Guam .....	GU	N							
54. Puerto Rico .....	PR	N							
55. U.S. Virgin Islands .....	VI	N							
56. Northern Mariana Islands .....	MP	N							
57. Canada .....	CAN	N							
58. Aggregate other alien ..	OT	XXX	0	0	0	0	0	0	0
59. Totals .....		XXX	118,936,852	125,547,288	0	108,497,098	87,244,818	184,606,135	839,718

## 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	0	0
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX	0	0	0	0	0	0	0	0

## (a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG.....	6	R - Registered - Non-domiciled RRGs.....	0
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - see DSLI).....	0	Q - Qualified - Qualified or accredited reinsurer.....	29
D - Domestic Surplus Lines Insurer (DSLI) - Reporting entities authorized to write surplus lines in the state of domicile.....	0	N - None of the above - Not allowed to write business in the state.....	22

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

Premiums are assigned to state based on the following methods:

1) the location of the risk for lines 1, 2, 4, 5, 8, 9, 12, 16 and 27

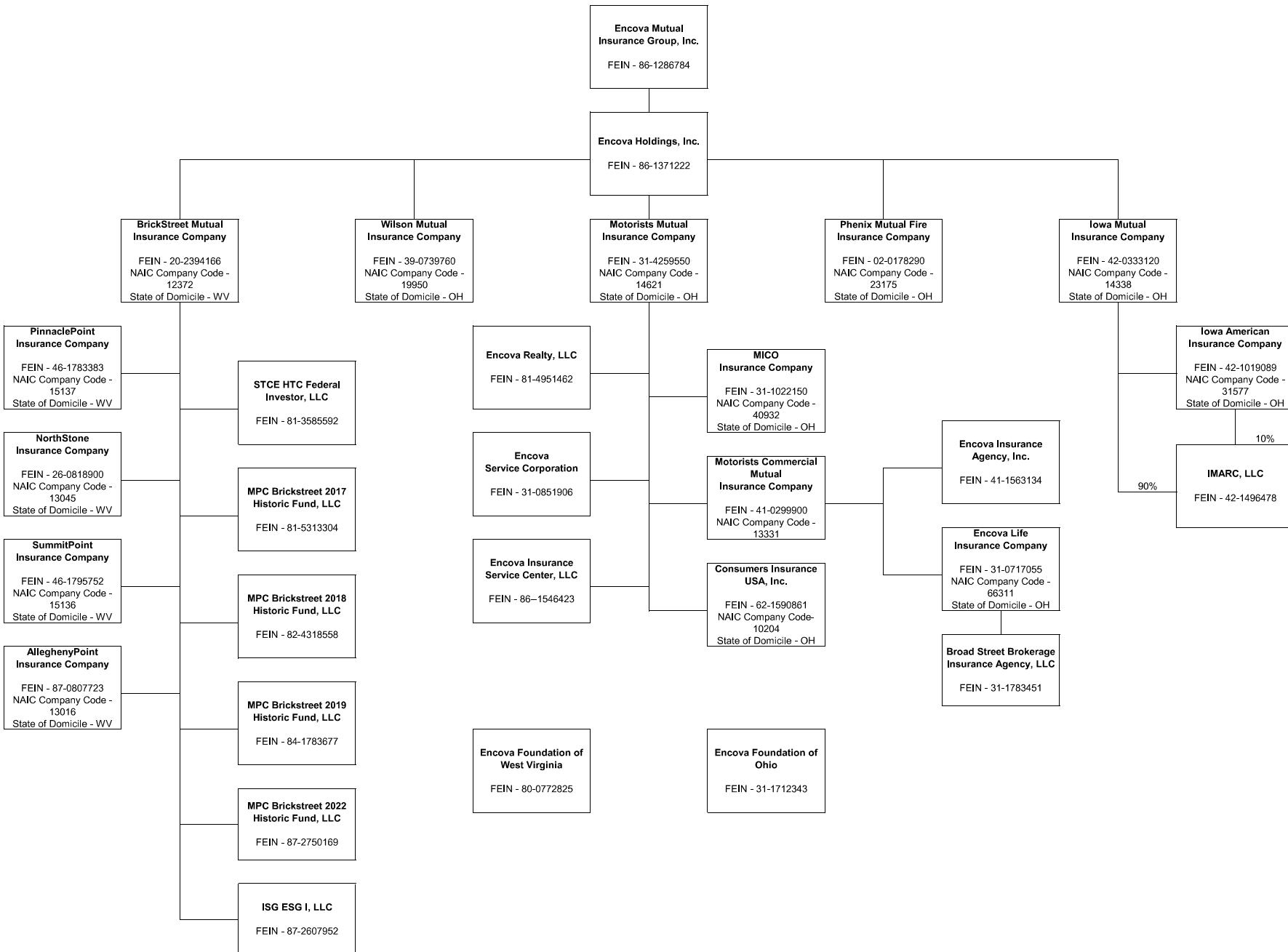
2) the location of the insured's operation for lines 17 and 18

3) the principal garaging location for lines 19 and 21

4) the location of the employer for line 23

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATIONAL CHART



ANNUAL STATEMENT FOR THE YEAR 2021 OF THE MOTORISTS MUTUAL INSURANCE COMPANY  
**OVERFLOW PAGE FOR WRITE-INS**

Additional Write-ins for Assets Line 25

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
2504. Equities and deposits in pools and associations .....	665,250		665,250	709,678
2505. State tax credits .....	479,437		479,437	568,038
2506. Misc Other Assets .....	224,564	.46,280	178,284	220,978
2597. Summary of remaining write-ins for Line 25 from overflow page	1,369,251	46,280	1,322,971	1,498,694

Additional Write-ins for Liabilities Line 25

	1 Current Year	2 Prior Year
2504. State surcharges payable .....	59,446	-(46,793)
2597. Summary of remaining write-ins for Line 25 from overflow page	59,446	(46,793)

Additional Write-ins for Underwriting and Investment Exhibit Part 3 Line 24

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
2404. Misc Expenses .....	.55	321,398	24,308	345,761
2405. Unalloc Direct Adj Exp .....	367,625	1,348	0	368,973
2497. Summary of remaining write-ins for Line 24 from overflow page	367,680	322,746	24,308	714,734

Additional Write-ins for Exhibit of Nonadmitted Assets Line 25

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
2504. Agency Loans .....	2,123,404	0	-(2,123,404)
2505. Misc Other Assets .....	46,280	7,262	-(39,018)
2597. Summary of remaining write-ins for Line 25 from overflow page	2,169,684	7,262	(2,162,422)