



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

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

Falls Lake National Insurance Company

NAIC Group Code 3494 3494 NAIC Company Code 31925 Employer's ID Number 42-1019055
(Current) (Prior)

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

Incorporated/Organized 02/06/1974 Commenced Business 02/21/1974

Statutory Home Office 50 West Broad Street, Suite 1330, Columbus, OH, US 43215
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 6131 Falls of Neuse Rd., Suite 306
(Street and Number)
Raleigh, NC, US 27609, 919-882-3585
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address P.O. BOX 27648, RICHMOND, VA, US 23261
(Street and Number or P.O. Box) (City or Town, State, County and Zip Code)

(City or Town, State, County and Zip Code) (Area Code) (Telephone Number)

Statutory Statement Contact _____ Timothy Sean MacAleese _____ 804-281-2683

OFFICERS

President/CEO Terence Michael McCaffery SVP/Chief Financial Officer Timothy Sean MacAuliffe
Secretary/Chief Actuary Eric Forest Liland Treasurer/Controller Daniel Arthur Shultz

OTHER

Sarah Casey Doran, Chairman of the Board Benson Lee Jeffress, Assistant Secretary

DIRECTORS OR TRUSTEES

Saran Casey Doran Terence Michael McCafferty Michael Edward Crow
Angela Jenkins Burnett # Timothy Sean MacAleese Thomas Edward Peach

State of North Carolina SS
County of Wake

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.

Terence Michael McCafferty
President/CEO

Eric Forest Liland
Secretary/Chief Actuary

Timothy Sean MacAleese
SVP/Chief Financial Officer

Subscribed and sworn to before me this
____ day of _____

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

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)	4,668,402	0	4,668,402	4,357,015
2. Stocks (Schedule D):				
2.1 Preferred stocks	212,100	0	212,100	215,400
2.2 Common stocks	99,213,900	0	99,213,900	94,354,687
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	0	0	0	0
3.2 Other than first liens	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)	0	0	0	0
4.2 Properties held for the production of income (less \$ 0 encumbrances)	0	0	0	0
4.3 Properties held for sale (less \$ 0 encumbrances)	0	0	0	0
5. Cash (\$ 33,912,954 , Schedule E - Part 1), cash equivalents (\$ 3,672,620 , Schedule E - Part 2) and short-term investments (\$ 299,970 , Schedule DA)	37,885,544	0	37,885,544	25,377,369
6. Contract loans (including \$ 0 premium notes)	0	0	0	0
7. Derivatives (Schedule DB)	0	0	0	0
8. Other invested assets (Schedule BA)	0	0	0	0
9. Receivable for securities	0	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL)	0	0	0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	141,979,946	0	141,979,946	124,304,471
13. Title plants less \$ 0 charged off (for Title insurers only)	0	0	0	0
14. Investment income due and accrued	37,387	0	37,387	35,914
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	64,803,045	2,033,819	62,769,226	97,588,921
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)	65,250,866	6,849	65,244,017	5,945,738
15.3 Accrued retrospective premiums (\$ 0) and contracts subject to redetermination (\$ 0)	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	132,140,494	0	132,140,494	21,010,509
16.2 Funds held by or deposited with reinsured companies	723,392,822	0	723,392,822	315,408,088
16.3 Other amounts receivable under reinsurance contracts	0	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	549,683	0	549,683	0
18.2 Net deferred tax asset	1,671,839	768,781	903,058	1,426,571
19. Guaranty funds receivable or on deposit	0	0	0	0
20. Electronic data processing equipment and software	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$ 0)	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates	25,102,536	0	25,102,536	280,445
24. Health care (\$ 0) and other amounts receivable	0	0	0	0
25. Aggregate write-ins for other than invested assets	104,496	10,000	94,496	10,603
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	1,155,033,114	2,819,449	1,152,213,665	566,011,260
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0	0
28. Total (Lines 26 and 27)	1,155,033,114	2,819,449	1,152,213,665	566,011,260
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. Other assets	56,000	10,000	46,000	10,603
2502. Miscellaneous receivable	48,496	0	48,496	0
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	104,496	10,000	94,496	10,603

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National Insurance Company
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8) .....	..31,175,632	..16,193,303
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....	.108,792,309	.11,660,482
3. Loss adjustment expenses (Part 2A, Line 35, Column 9) .....	..10,865,941	..9,180,233
4. Commissions payable, contingent commissions and other similar charges .....	..15,432,797	..15,491,193
5. Other expenses (excluding taxes, licenses and fees) .....	..11,540	..38,660
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	..7,491,221	..7,828,439
7.1 Current federal and foreign income taxes (including \$..0 on realized capital gains (losses)) .....	.0	252,770
7.2 Net deferred tax liability .....	.0	0
8. Borrowed money \$..0 and interest thereon \$..0 .....	.0	5,000,000
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$..178,813,990 and including warranty reserves of \$..0 and accrued accident and health experience rating refunds including \$..0 for medical loss ratio rebate per the Public Health Service Act) .....	..5,841,653	..7,190,675
10. Advance premium .....	..41,325	..111,879
11. Dividends declared and unpaid:		
11.1 Stockholders .....	.0	0
11.2 Policyholders .....	.0	0
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	..115,189,718	..78,761,429
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)	688,445,837	293,127,874
14. Amounts withheld or retained by company for account of others .....	.0	0
15. Remittances and items not allocated .....	.0	0
16. Provision for reinsurance (including \$..0 certified) (Schedule F, Part 3, Column 78) .....	..60,000	..27,000
17. Net adjustments in assets and liabilities due to foreign exchange rates .....	.0	0
18. Drafts outstanding .....	.0	0
19. Payable to parent, subsidiaries and affiliates .....	..25,365,788	..746,735
20. Derivatives .....	.0	0
21. Payable for securities .....	.0	0
22. Payable for securities lending .....	.0	0
23. Liability for amounts held under uninsured plans .....	.0	0
24. Capital notes \$..0 and interest thereon \$..0 .....	.0	0
25. Aggregate write-ins for liabilities	20,024,321	6,368,796
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	1,028,738,082	451,979,468
27. Protected cell liabilities	0	0
28. Total liabilities (Lines 26 and 27)	1,028,738,082	451,979,468
29. Aggregate write-ins for special surplus funds .....	.0	0
30. Common capital stock .....	..4,200,000	..4,200,000
31. Preferred capital stock .....	.0	0
32. Aggregate write-ins for other than special surplus funds .....	.0	0
33. Surplus notes .....	.0	0
34. Gross paid in and contributed surplus .....	..90,558,551	..78,558,551
35. Unassigned funds (surplus) .....	..28,717,032	..31,273,241
36. Less treasury stock, at cost:		
36.1 ..0 shares common (value included in Line 30 \$..0) .....	.0	0
36.2 ..0 shares preferred (value included in Line 31 \$..0) .....	.0	0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	123,475,583	114,031,792
38. TOTALS (Page 2, Line 28, Col. 3)	1,152,213,665	566,011,260
DETAILS OF WRITE-INS		
2501. Deferred service fees .....	..205,248	..195,330
2502. Funds held deposit	18,774,886	5,194,174
2503. Policyholder deposits .....	..804,075	..773,340
2598. Summary of remaining write-ins for Line 25 from overflow page .....	..240,112	..205,952
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	20,024,321	6,368,796
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 Falls Lake National Insurance Company
STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4).....	12,075,754	13,630,085
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7).....	9,556,371	5,070,168
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	4,716,466	3,213,038
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	(36,538)	726,238
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	14,236,299	9,009,444
7. Net income of protected cells.....	0	0
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7).....	(2,160,545)	4,620,641
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	1,651	54,027
10. Net realized capital gains or (losses) less capital gains tax of \$ 2 (Exhibit of Capital Gains (Losses)).....	6	(3,131)
11. Net investment gain (loss) (Lines 9 + 10).....	1,657	50,896
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ 0 amount charged off \$ 136,490).....	(136,490)	(23,784)
13. Finance and service charges not included in premiums.....	1,452,171	2,057,183
14. Aggregate write-ins for miscellaneous income.....	221,658	328,770
15. Total other income (Lines 12 through 14).....	1,537,339	2,362,169
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	(621,549)	7,033,706
17. Dividends to policyholders.....	0	0
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).....	(621,549)	7,033,706
19. Federal and foreign income taxes incurred.....	(71,971)	1,580,054
20. Net income (Line 18 minus Line 19)(to Line 22).....	(549,578)	5,453,652
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	114,031,792	99,224,226
22. Net income (from Line 20).....	(549,578)	5,453,652
23. Net transfers (to) from Protected Cell accounts.....	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ (692).....	(2,143,401)	10,796,983
25. Change in net unrealized foreign exchange capital gain (loss).....	0	0
26. Change in net deferred income tax.....	(80,529)	558,321
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3).....	250,299	(2,088,390)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....	(33,000)	87,000
29. Change in surplus notes.....	0	0
30. Surplus (contributed to) withdrawn from protected cells.....	0	0
31. Cumulative effect of changes in accounting principles.....	0	0
32. Capital changes:		
32.1 Paid in.....	0	0
32.2 Transferred from surplus (Stock Dividend).....	0	0
32.3 Transferred to surplus.....	0	0
33. Surplus adjustments:		
33.1 Paid in.....	12,000,000	0
33.2 Transferred to capital (Stock Dividend).....	0	0
33.3 Transferred from capital.....	0	0
34. Net remittances from or (to) Home Office.....	0	0
35. Dividends to stockholders.....	0	0
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1).....	0	0
37. Aggregate write-ins for gains and losses in surplus.....	0	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	9,443,791	14,807,566
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	123,475,583	114,031,792
DETAILS OF WRITE-INS		
0501.....		
0502.....		
0503.....		
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above).....	0	0
1401. Miscellaneous fees.....	(203,153)	(211,300)
1402. Fronting fee income.....	442,773	540,070
1403. Miscellaneous expense.....	(17,962)	0
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).....	221,658	328,770
3701.....		
3702.....		
3703.....		
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above).....	0	0

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National Insurance Company
CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	23,299,859	8,505,070
2. Net investment income	(4,617)	90,803
3. Miscellaneous income	1,537,339	2,362,169
4. Total (Lines 1 through 3)	24,832,581	10,958,042
5. Benefit and loss related payments	416,556,934	35,262,364
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	3,381,455	1,037,305
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) net of \$	0	730,485
10. Total (Lines 5 through 9)	420,668,874	37,653,596
11. Net cash from operations (Line 4 minus Line 10)	(395,836,293)	(26,695,554)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	963,377	3,396,381
12.2 Stocks	0	195,000
12.3 Mortgage loans	0	0
12.4 Real estate	0	0
12.5 Other invested assets	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	8	0
12.7 Miscellaneous proceeds	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	963,385	3,591,381
13. Cost of investments acquired (long-term only):		
13.1 Bonds	1,305,468	2,645,385
13.2 Stocks	7,000,000	0
13.3 Mortgage loans	0	0
13.4 Real estate	0	0
13.5 Other invested assets	0	0
13.6 Miscellaneous applications	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	8,305,468	2,645,385
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)	(7,342,083)	945,996
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock	12,000,000	0
16.3 Borrowed funds	(5,000,000)	5,000,000
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)	408,686,551	34,362,869
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	415,686,551	39,362,869
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	12,508,175	13,613,311
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	25,377,369	11,764,058
19.2 End of period (Line 18 plus Line 19.1)	37,885,544	25,377,369

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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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	18,010	14,217	18,311	13,916
2. Allied lines	62,013	50,765	61,405	51,373
3. Farmowners multiple peril	0	0	0	0
4. Homeowners multiple peril	0	0	0	0
5. Commercial multiple peril	7,340	1,157	3,424	5,073
6. Mortgage guaranty	0	0	0	0
8. Ocean marine	0	0	0	0
9. Inland marine	26,415	8,634	11,168	23,881
10. Financial guaranty	0	0	0	0
11.1 Medical professional liability - occurrence	(200)	502	64	238
11.2 Medical professional liability - claims-made	279,055	169,886	158,445	290,496
12. Earthquake	5,696	11,368	7,639	9,425
13. Group accident and health	0	0	0	0
14. Credit accident and health (group and individual)	0	0	0	0
15. Other accident and health	0	0	0	0
16. Workers' compensation	814,177	245,116	153,987	905,306
17.1 Other liability - occurrence	5,762,344	4,546,263	3,462,782	6,845,825
17.2 Other liability - claims-made	592,388	412,175	353,431	651,132
17.3 Excess workers' compensation	0	0	0	0
18.1 Products liability - occurrence	1,219,732	1,149,227	817,585	1,551,374
18.2 Products liability - claims-made	311,474	311,724	213,700	409,498
19.1, 19.2 Private passenger auto liability	140,474	41,846	33,874	148,446
19.3, 19.4 Commercial auto liability	1,335,610	147,706	458,079	1,025,237
21. Auto physical damage	90,560	37,683	44,304	83,939
22. Aircraft (all perils)	59,543	41,522	41,363	59,702
23. Fidelity	0	0	0	0
24. Surety	0	0	0	0
26. Burglary and theft	2,451	860	2,063	1,248
27. Boiler and machinery	(350)	24	29	(355)
28. Credit	0	0	0	0
29. International	0	0	0	0
30. Warranty	0	0	0	0
31. Reinsurance - nonproportional assumed property	0	0	0	0
32. Reinsurance - nonproportional assumed liability	0	0	0	0
33. Reinsurance - nonproportional assumed financial lines	0	0	0	0
34. Aggregate write-ins for other lines of business	0	0	0	0
35. TOTALS	10,726,732	7,190,675	5,841,653	12,075,754
DETAILS OF WRITE-INS				
3401.				
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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	16,065	2,246	0	0	18,311
2. Allied lines	57,078	4,327	0	0	61,405
3. Farmowners multiple peril	0	0	0	0	0
4. Homeowners multiple peril	0	0	0	0	0
5. Commercial multiple peril	3,424	0	0	0	3,424
6. Mortgage guaranty	0	0	0	0	0
8. Ocean marine	0	0	0	0	0
9. Inland marine	11,162	6	0	0	11,168
10. Financial guaranty	0	0	0	0	0
11.1 Medical professional liability - occurrence	64	0	0	0	64
11.2 Medical professional liability - claims-made	158,377	.68	0	0	.158,445
12. Earthquake	5,993	1,646	0	0	7,639
13. Group accident and health	0	0	0	0	0
14. Credit accident and health (group and individual)	0	0	0	0	0
15. Other accident and health	0	0	0	0	0
16. Workers' compensation	153,952	.35	0	0	.153,987
17.1 Other liability - occurrence	3,191,657	271,125	0	0	3,462,782
17.2 Other liability - claims-made	351,715	1,716	0	0	.353,431
17.3 Excess workers' compensation	0	0	0	0	0
18.1 Products liability - occurrence	762,256	55,329	0	0	.817,585
18.2 Products liability - claims-made	208,895	4,805	0	0	213,700
19.1, 19.2 Private passenger auto liability	33,874	0	0	0	33,874
19.3, 19.4 Commercial auto liability	434,083	23,996	0	0	.458,079
21. Auto physical damage	44,304	0	0	0	44,304
22. Aircraft (all perils)	41,207	156	0	0	41,363
23. Fidelity	0	0	0	0	0
24. Surety	0	0	0	0	0
26. Burglary and theft	2,063	0	0	0	2,063
27. Boiler and machinery	29	0	0	0	29
28. Credit	0	0	0	0	0
29. International	0	0	0	0	0
30. Warranty	0	0	0	0	0
31. Reinsurance - nonproportional assumed property	0	0	0	0	0
32. Reinsurance - nonproportional assumed liability	0	0	0	0	0
33. Reinsurance - nonproportional assumed financial lines	0	0	0	0	0
34. Aggregate write-ins for other lines of business	0	0	0	0	0
35. TOTALS	5,476,198	365,455	0	0	5,841,653
36. Accrued retrospective premiums based on experience					0
37. Earned but unbilled premiums					0
38. Balance (Sum of Line 35 through 37)					5,841,653
DETAILS OF WRITE-INS					
3401.					
3402.					
3403.					
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	0	0	0	0	0

(a) State here basis of computation used in each case Daily pro rata

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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	6,431,860	132,133	0	734,430	5,811,553	18,010
2. Allied lines	9,895,117	538,568	0	2,359,572	8,012,100	62,013
3. Farmowners multiple peril	0	0	0	0	0	0
4. Homeowners multiple peril	0	0	0	0	0	0
5. Commercial multiple peril	20,549,178	25,576	0	299,048	20,268,366	7,340
6. Mortgage guaranty	0	0	0	0	0	0
8. Ocean marine	0	0	0	0	0	0
9. Inland marine	4,564,762	44,908	0	1,249,970	3,333,285	26,415
10. Financial guaranty	0	0	0	0	0	0
11.1 Medical professional liability - occurrence	0	(693)	0	(493)	0	(200)
11.2 Medical professional liability - claims-made	0	4,714,585	0	4,435,530	0	279,055
12. Earthquake	16,633	129,874	0	124,893	15,918	5,696
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	9,114,622	12,176,128	308,132	12,972,950	7,811,755	.814,177
17.1 Other liability - occurrence	40,012,459	99,766,416	0	100,793,325	33,223,206	5,762,344
17.2 Other liability - claims-made	39,631	10,226,835	0	9,642,174	31,904	.592,388
17.3 Excess workers' compensation	0	0	0	0	0	0
18.1 Products liability - occurrence	184,868	22,338,725	0	21,156,562	147,299	1,219,732
18.2 Products liability - claims-made	0	5,785,590	0	5,474,116	0	.311,474
19.1, 19.2 Private passenger auto liability	31,447,514	(2)	0	7,146,458	24,160,580	.140,474
19.3, 19.4 Commercial auto liability	76,557,428	15,574,229	350,975	28,035,054	63,111,968	1,335,610
21. Auto physical damage	19,420,618	116,158	0	4,489,130	14,957,086	.90,560
22. Aircraft (all perils)	21,834,701	77,906	0	3,187,250	18,665,814	.59,543
23. Fidelity	0	0	0	0	0	0
24. Surety	0	0	0	0	0	0
26. Burglary and theft	861,150	.956	0	124,323	735,332	.2,451
27. Boiler and machinery	2,147,729	(2,446)	0	(10,331)	2,155,964	(.350)
28. Credit	7,960,081	0	0	0	7,960,081	0
29. International	0	0	0	0	0	0
30. Warranty	0	0	0	0	0	0
31. Reinsurance - nonproportional assumed property	XXX	0	0	0	0	0
32. Reinsurance - nonproportional assumed liability	XXX	0	0	0	0	0
33. Reinsurance - nonproportional assumed financial lines	XXX	0	0	0	0	0
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0
35. TOTALS	251,038,351	171,645,446	659,107	202,213,961	210,402,211	10,726,732
DETAILS OF WRITE-INS						
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 [X] No []

If yes: 1. The amount of such installment premiums \$ 1,742,870

2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis \$ 2,364,980

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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	4,788,099	4,245	4,757,374	34,970	15,641	63,800	(13,189)	(94.8)
2. Allied lines	1,126,575	273,174	1,355,405	44,344	252,603	.76,165	220,782	429.8
3. Farmowners multiple peril	0	0	0	0	0	0	0	0.0
4. Homeowners multiple peril	0	0	0	0	0	0	0	0.0
5. Commercial multiple peril	16,997,563	41,821	17,034,459	4,925	10,414	.11,667	3,672	72.4
6. Mortgage guaranty	0	0	0	0	0	0	0	0.0
8. Ocean marine	0	0	0	0	0	0	0	0.0
9. Inland marine	1,456,060	11,410	1,458,413	.9,057	.4,143	1,510	11,690	49.0
10. Financial guaranty	0	0	0	0	0	0	0	0.0
11.1 Medical professional liability - occurrence	0	21,024	10,059	10,965	.17,769	31,642	(2,908)	(1,221.8)
11.2 Medical professional liability - claims-made	0	3,079,179	2,654,281	424,898	494,676	697,853	221,721	76.3
12. Earthquake	0	0	0	0	2,540	0	2,540	26.9
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	8,605,387	5,637,562	13,305,853	.937,096	1,192,771	1,766,532	.363,335	40.1
17.1 Other liability - occurrence	2,544,895	19,702,945	18,087,933	4,159,907	8,369,065	.9,250,288	3,278,684	47.9
17.2 Other liability - claims-made	(45,000)	719,774	.476,775	.197,999	405,400	492,936	.110,463	17.0
17.3 Excess workers' compensation	0	0	0	0	0	0	0	0.0
18.1 Products liability - occurrence	35,000	5,241,126	3,991,690	1,284,436	2,538,403	.3,058,509	.764,330	49.3
18.2 Products liability - claims-made	0	23,261	(17,272)	40,533	135,451	129,685	.46,299	11.3
19.1, 19.2 Private passenger auto liability	19,273,101	0	19,170,020	.103,081	105,035	130,214	.77,902	52.5
19.3, 19.4 Commercial auto liability	20,596,549	(184,802,855)	(151,469,647)	(12,736,659)	17,591,174	453,152	4,401,363	429.3
21. Auto physical damage	10,232,970	21,540	10,204,620	49,890	16,554	20,708	.45,736	54.5
22. Aircraft (all perils)	1,409,412	13,033	1,414,086	8,359	22,599	6,144	24,814	41.6
23. Fidelity	0	0	0	0	0	0	0	0.0
24. Surety	0	0	0	0	0	0	0	0.0
26. Burglary and theft	120,086	(15,039)	.105,633	(.586)	(238)	.116	(.940)	(75.3)
27. Boiler and machinery	184,047	1,549	185,459	137	.57	81	113	(31.8)
28. Credit	3,395,287	0	3,394,597	690	1,575	2,301	(36)	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	0	0	0	0	0	0	0.0
32. Reinsurance - nonproportional assumed liability	XXX	0	0	0	0	0	0	0.0
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	90,720,031	(150,026,251)	(53,880,262)	(5,425,958)	31,175,632	16,193,303	9,556,371	79.1
DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	0.0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	0	0	0	0	0	0	0	0.0

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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	159,534	198,057	343,253	14,338	(2,493,048)	134,351	(2,360,000)	15,641	17,282
2. Allied lines	790,193	3,241,924	3,802,381	229,736	5,162,112	174,661	5,313,906	252,603	65,496
3. Farmowners multiple peril	0	0	0	0	0	0	0	0	0
4. Homeowners multiple peril	0	0	0	0	0	0	0	0	0
5. Commercial multiple peril	14,112,776	19,250	14,131,832	194	15,776,072	211,322	15,977,174	10,414	1,764
6. Mortgage guaranty	0	0	0	0	0	0	0	0	0
8. Ocean marine	0	0	0	0	0	0	0	0	0
9. Inland marine	139,910	3,578	142,450	1,038	616,475	3,851	617,221	4,143	1,147
10. Financial guaranty	0	0	0	0	0	0	0	0	0
11.1 Medical professional liability - occurrence	0	75,000	69,750	5,250	0	178,838	166,319	17,769	11,853
11.2 Medical professional liability - claims-made	0	4,098,813	3,811,896	286,917	0	2,967,983	2,760,224	494,676	267,496
12. Earthquake	0	0	0	0	0	36,279	33,739	2,540	7,241
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	12,408,307	7,898,761	19,740,781	.566,287	7,332,329	8,875,854	15,581,699	1,192,771	597,874
17.1 Other liability - occurrence	15,348,433	44,924,391	57,085,890	3,186,934	22,929,858	73,263,949	91,011,676	8,369,065	4,239,278
17.2 Other liability - claims-made	175,000	1,770,309	1,820,631	124,678	78,340	4,005,177	3,802,795	405,400	249,545
17.3 Excess workers' compensation	0	0	0	0	0	0	0	0	0
18.1 Products liability - occurrence	0	9,139,578	8,499,808	639,770	222,641	27,119,539	25,443,547	2,538,403	1,872,690
18.2 Products liability - claims-made	0	416,506	387,351	29,155	0	1,518,520	1,412,224	135,451	120,503
19.1, 19.2 Private passenger auto liability	14,817,138	0	14,771,610	.45,528	19,697,423	(37,769)	19,600,147	.105,035	49,665
19.3, 19.4 Commercial auto liability	32,099,140	175,945,436	.195,647,668	12,396,908	41,963,664	73,132,019	109,901,417	17,591,174	3,358,000
21. Auto physical damage	1,985,200	.7,730	1,983,910	9,020	1,635,273	.92,572	1,720,311	.16,554	2,366
22. Aircraft (all perils)	1,322,690	12,106	1,328,436	6,360	5,941,017	12,270	.5,937,048	22,599	.3,264
23. Fidelity	0	0	0	0	0	0	0	0	0
24. Surety	0	0	0	0	0	0	0	0	0
26. Burglary and theft	137,468	.1,050	138,156	362	(9,722)	(1,265)	(10,387)	(238)	(76)
27. Boiler and machinery	16,121	0	.16,068	53	1,193,629	43	1,193,668	.57	0
28. Credit	99,000	0	.99,000	0	1,090,772	8,128	1,097,325	1,575	.553
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	0	0	0	XXX	0	0	0	0
32. Reinsurance - nonproportional assumed liability	XXX	0	0	0	XXX	0	0	0	0
33. Reinsurance - nonproportional assumed financial lines	XXX	0	0	0	XXX	0	0	0	0
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0	0
35. TOTALS	93,610,910	247,752,489	323,820,871	17,542,528	121,136,835	191,696,322	299,200,053	31,175,632	10,865,941
DETAILS OF WRITE-INS									
3401.									
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 \$0 for present value of life indemnity claims.

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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	14,154,492	0	0	14,154,492	
1.2 Reinsurance assumed	1,118	0	0	1,118	
1.3 Reinsurance ceded	11,391,075	0	0	11,391,075	
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	2,764,535	0	0	2,764,535	
2. Commission and brokerage:					
2.1 Direct excluding contingent	0	16,079,469	0	16,079,469	
2.2 Reinsurance assumed, excluding contingent	0	81,574	0	81,574	
2.3 Reinsurance ceded, excluding contingent	0	22,171,709	0	22,171,709	
2.4 Contingent - direct	0	528,914	0	528,914	
2.5 Contingent - reinsurance assumed	0	0	0	0	
2.6 Contingent - reinsurance ceded	0	347,515	0	347,515	
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	(5,829,267)	0	(5,829,267)	
3. Allowances to managers and agents	0	11,731	0	11,731	
4. Advertising	0	.716	0	.716	
5. Boards, bureaus and associations	6,493	215,812	0	222,305	
6. Surveys and underwriting reports	129	(321,636)	0	(321,507)	
7. Audit of assureds' records	0	109,571	0	109,571	
8. Salary and related items:					
8.1 Salaries	1,281,129	3,253,880	0	4,535,009	
8.2 Payroll taxes	90,651	220,579	0	311,230	
9. Employee relations and welfare	107,312	440,355	0	547,667	
10. Insurance	26,048	.76,457	0	.102,505	
11. Directors' fees	0	0	0	0	
12. Travel and travel items	3,121	29,809	0	32,930	
13. Rent and rent items	94,744	237,394	0	332,138	
14. Equipment .....	.9,320	281,266	0	290,586
15. Cost or depreciation of EDP equipment and software	112,433	15,651	0	.128,084	
16. Printing and stationery	2,528	16,041	0	18,569	
17. Postage, telephone and telegraph, exchange and express	28,165	81,338	0	.109,503	
18. Legal and auditing	16,157	87,302	0	103,459	
19. Totals (Lines 3 to 18)	1,778,230	4,756,266	0	6,534,496	
20. Taxes, licenses and fees:					
20.1 State and local insurance taxes deducting guaranty association credits of \$	11,810	2,008	867,329	0	.869,337
20.2 Insurance department licenses and fees	0	.22	26,271	0	.26,293
20.3 Gross guaranty association assessments	0	(56,869)	0	(56,869)	
20.4 All other (excluding federal and foreign income and real estate)	951	3,671	0	4,622	
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	.2,981	840,402	0	.843,383
21. Real estate expenses	0	0	0	0	
22. Real estate taxes	0	0	0	0	
23. Reimbursements by uninsured plans	0	0	0	0	
24. Aggregate write-ins for miscellaneous expenses	170,720	196,061	.19,657	.386,438	
25. Total expenses incurred	4,716,466	(36,538)	.19,657	(a) .4,699,585	
26. Less unpaid expenses - current year	10,865,941	22,937,937	.4,817	.33,808,695	
27. Add unpaid expenses - prior year	9,180,233	23,359,223	.3,199	.32,542,655	
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)	3,030,758	384,748	18,039	3,433,545	
DETAILS OF WRITE-INS					
2401. Outside Consulting	131,615	201,374	.19,657	.352,646	
2402. Claims Search Fees	9,534	1,496	0	.11,030	
2403. Shared Reimbursements	(4,057)	(11,345)	0	(.15,402)	
2498. Summary of remaining write-ins for Line 24 from overflow page	33,628	4,536	0	.38,164	
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)	170,720	196,061	.19,657	.386,438	

(a) Includes management fees of \$ 11,979,655 to affiliates and \$ 5,909 to non-affiliates.

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National Insurance Company
EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a)	27,831	26,896
1.1 Bonds exempt from U.S. tax	(a)	68,534	68,534
1.2 Other bonds (unaffiliated)	(a)	13,335	15,736
1.3 Bonds of affiliates	(a)	0	0
2.1 Preferred stocks (unaffiliated)	(b)	11,953	11,953
2.11 Preferred stocks of affiliates	(b)	0	0
2.2 Common stocks (unaffiliated) .....	.....	0	0
2.21 Common stocks of affiliates .....	.....	0	0
3. Mortgage loans	(c)	0	0
4. Real estate	(d)	0	0
5. Contract loans .....	.....	0	0
6. Cash, cash equivalents and short-term investments	(e)	586	586
7. Derivative instruments	(f)	0	0
8. Other invested assets .....	.....	0	0
9. Aggregate write-ins for investment income .....	.....	471	471
10. Total gross investment income .....	.....	122,710	124,176
11. Investment expenses	(g)	19,657	
12. Investment taxes, licenses and fees, excluding federal income taxes	(g)	0	
13. Interest expense	(h)	102,868	
14. Depreciation on real estate and other invested assets	(i)	0	
15. Aggregate write-ins for deductions from investment income .....	.....	0	
16. Total deductions (Lines 11 through 15) .....	.....	122,525	
17. Net investment income (Line 10 minus Line 16) .....	.....	1,651	
DETAILS OF WRITE-INS			
0901. Misc. Income .....	.....	471	471
0902. .....	.....	
0903. .....	.....	
0998. Summary of remaining write-ins for Line 9 from overflow page .....	.....	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	.....	471	471
1501. .....	.....	
1502. .....	.....	
1503. .....	.....	
1598. Summary of remaining write-ins for Line 15 from overflow page .....	.....	0	
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above) .....	.....	0	

(a) Includes \$ 3,248 accrual of discount less \$ 33,952 amortization of premium and less \$ 947 paid for accrued interest on purchases.

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

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

(d) Includes \$ 0 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.

(e) Includes \$ 36 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.

(f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.

(g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.

(h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.

(i) Includes \$ 0 depreciation on real estate and \$ 0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	0	0	0	0	0
1.1 Bonds exempt from U.S. tax	0	0	0	0	0
1.2 Other bonds (unaffiliated)	0	0	0	0	0
1.3 Bonds of affiliates	0	0	0	0	0
2.1 Preferred stocks (unaffiliated)	0	0	0	(3,300)	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	0	0	0	0	0
2.21 Common stocks of affiliates	0	0	0	(2,140,793)	0
3. Mortgage loans	0	0	0	0	0
4. Real estate	0	0	0	0	0
5. Contract loans	0	0	0	0	0
6. Cash, cash equivalents and short-term investments	8	0	8	0	0
7. Derivative instruments	0	0	0	0	0
8. Other invested assets	0	0	0	0	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	8	0	8	(2,144,093)	0
DETAILS OF WRITE-INS					
0901. .....	.....	.....	.....	.....	.....
0902. .....	.....	.....	.....	.....	.....
0903. .....	.....	.....	.....	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	0	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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)	0	0	0
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)	0	0	0
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	2,033,819	2,727,795	-693,976
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	6,849	6,849	0
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	768,781	325,104	(443,677)
19. Guaranty funds receivable or on deposit	0	0	0
20. Electronic data processing equipment and software	0	0	0
21. Furniture and equipment, including health care delivery assets	0	0	0
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	10,000	10,000	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	2,819,449	3,069,748	-250,299
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
28. Total (Lines 26 and 27)	2,819,449	3,069,748	-250,299
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0	0
2501. Other assets	10,000	10,000	0
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	10,000	10,000	0

Notes to the Financial Statements

1. Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The financial statements of Falls Lake National Insurance Company ("the Company") are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance.

The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the state of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for purposes of determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners ("NAIC") *Accounting Practices and Procedures Manual* has been adopted as a component of prescribed or permitted practices by the state of Ohio.

The accompanying financial statements contain no differences as a result of practices prescribed or permitted by Ohio that differ from the NAIC's *Accounting Practices and Procedures Manual* as noted in the table below:

	SSAP #	F/S Page	F/S Line #	2021	2020
Net Income					
(1) State basis (Page 4, Line 20, Columns 1 & 2).....	XXX.....	XXX.....	XXX.....	\$.....(549,578)	\$..... 5,453,652
(2) State prescribed practices that are an increase / (decrease) from NAIC SAP:					
(3) State permitted practices that are an increase / (decrease) from NAIC SAP:					
(4) NAIC SAP (1-2-3=4).....	XXX.....	XXX.....	XXX.....	\$..... (549,578)	\$..... 5,453,652
Surplus					
(5) State basis (Page 3, Line 37, Columns 1 & 2).....	XXX.....	XXX.....	XXX.....	\$..... 123,475,583	\$..... 114,031,792
(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.....	\$..... 123,475,583	\$..... 114,031,792

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

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

C. Accounting Policy

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 pro rata methods for direct business and are based on reports received from ceding companies for reinsurance. Expenses incurred in connection with acquiring new business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

(1) Short-term investments are stated at amortized cost.

(2) Basis for Bonds, Mandatory Convertible Securities, SVO-Identified Investments and Amortization Method

Investment grade non-loan backed bonds are stated at amortized cost using the interest method. Non-investment grade non-loan backed bonds are stated at the lower of amortized cost or fair value. The Company does not have any investments in mandatory convertible securities or SVO-Identified investments.

(3) The Company has no investments in unaffiliated common stock.

(4) Perpetual preferred stocks are stated at fair value not exceeding the current effective call price. Mandatory redeemable preferred stocks are stated at amortized cost, except non-investment grade redeemable preferred stocks, which are stated at the lower of cost or fair value.

(5) The Company has no investments in mortgage loans.

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

Loan-backed securities are stated at either amortized cost using the interest method, or the lower of amortized cost or fair value. The retrospective adjustment method is used to value all securities except for interest only securities or securities where the yield has become negative, which are valued using the prospective method.

(7) Affiliated common stock is stated at the statutory value of the insurance subsidiary.

(8) The Company has no investments in joint ventures, partnerships or limited liability companies.

(9) The Company has no investments in derivatives.

(10) The Company does not consider investment income as a factor in determining premium deficiency reserves.

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

(12) The Company has not modified its capitalization policy from the prior period.

(13) The Company does not write major medical insurance with prescription drug coverage.

D. Going Concern

Based upon its evaluation of relevant conditions and events, management does not have substantial doubt about the Company's ability to continue as a going concern.

Notes to the Financial Statements

2. Accounting Changes and Corrections of Errors - Not Applicable

3. Business Combinations and Goodwill - Not Applicable

4. Discontinued Operations - Not Applicable

5. Investments

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

B. Debt Restructuring - Not Applicable

C. Reverse Mortgages - Not Applicable

D. Loan-Backed Securities

(1) Description of Sources Used to Determine Prepayment Assumptions

For fixed rate agency mortgage-backed securities, prepayment speeds are calculated utilizing Mortgage Industry Advisory Corporation (MIAC) Mortgage Industry Medians (MIMs). MIMs are derived from a semi-monthly dealer consensus survey of long-term prepayment projections.

For other mortgage-backed, loan-backed and structured securities, prepayment assumptions are obtained from Moody's Analytics. Moody's applies a flat economic credit model and utilizes a vector of multiple monthly speeds as opposed to a single speed for more robust projections. If Moody's projections are not available, data is obtained from Reuters, which utilizes the median prepayment speed from contributors' models. Prepayment assumptions for fixed rate agency mortgage-backed securities were generated using the prepayment speeds.

(2) Loan-backed and structured securities with a recognized other-than-temporary impairment (OTTI) - Not Applicable

(3) Securities held that were other-than-temporarily impaired due to the present value of cash flows expected to be collected was less than the amortized cost of securities - Not Applicable

(4) All impaired securities for which an OTTI has not been recognized in earnings as a realized loss

a. The aggregate amount of unrealized losses:

1. Less than 12 months.....	\$.....	8,518
2. 12 months or longer.....		—

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

1. Less than 12 months.....	\$.....	603,451
2. 12 months or longer.....		—

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

The Company's management regularly reviews the value of investments. If the value of an investment falls below its cost basis, the decline is analyzed to determine whether it is an other-than-temporary decline in value. To make this determination, the following are considered:

- (a) How long and by how much the fair value has been below its cost;
- (b) The financial condition and near-term prospects of the issuer of the security, including any specific events that may affect its operations;
- (c) Management's intent to hold the security long enough for it to recover its value;
- (d) Any downgrades of the security by a rating agency; and
- (e) Any nonpayment of scheduled interest payments.

Based on that analysis, management makes a judgment as to whether the loss is other-than-temporary. If the loss is other-than-temporary, the impairment is recognized as a realized capital loss in the Statement of Income in the period the determination is made.

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

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

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

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

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

J. Real Estate - Not Applicable

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

Notes to the Financial Statements

5. Investments (Continued)

L. Restricted Assets

(1) Restricted assets (including pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted							Current Year			
	Current Year							Current Year			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity	Total (1 + 3)	Total From Prior Year	Increase / (Decrease) (5 - 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5-8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets, %	Admitted to Total Admitted Assets, %
a. Subject to contractual obligation for which liability is not shown	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	%.....	%.....
b. Collateral held under security lending agreements											
c. Subject to reverse repurchase agreements											
d. Subject to reverse repurchase agreements											
e. Subject to dollar reverse repurchase agreements											
f. Subject to dollar reverse repurchase agreements											
g. Placed under option contracts											
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock											
i. FHLB capital stock											
j. On deposit with states	7,969,787				7,969,787	8,276,406	(306,619)		7,969,787	0.731	0.733
k. On deposit with other regulatory bodies											
l. Pledged as collateral to FHLB (including assets backing funding agreements)											
m. Pledged as collateral not captured in other categories											
n. Other restricted assets											
o. Total restricted assets	\$ 7,969,787	\$	\$	\$	\$ 7,969,787	\$ 8,276,406	\$ (306,619)	\$	\$ 7,969,787	0.731 %	0.733 %

(2) Detail of assets pledged as collateral not captured in other categories (contracts that share similar characteristics, such as reinsurance and derivatives, are reported in the aggregate) - Not Applicable

(3) Detail of other restricted assets (contracts that share similar characteristics, such as reinsurance and derivatives, are reported in the aggregate) - Not Applicable

(4) Collateral received and reflected as assets within the reporting entity's financial statements - Not Applicable

M. Working Capital Finance Investments - Not Applicable

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

O. 5GI Securities - Not Applicable

P. Short Sales - Not Applicable

Q. Prepayment Penalty and Acceleration Fees - Not Applicable

R. Reporting Entity's Share of Cash Pool by Asset type - Not Applicable

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

7. Investment Income

A. Due and Accrued Income Excluded from Surplus

The Company non-admits investment income due and accrued if amounts are over 90 days past due.

B. Total Amount Excluded - Not Applicable

Notes to the Financial Statements

8. Derivative Instruments - Not Applicable

9. Income Taxes

A. Components of the Net Deferred Tax Asset/(Liability)

(1) Change between years by tax character

	2021			2020			Change				
	(1)		(2)	(4)		(5)	(6)		(7)	(8)	(9)
	Ordinary	Capital	Total (Col 1+2)	Ordinary	Capital	Total (Col 4+5)	Ordinary (Col 1-4)	Capital (Col 2-5)	Total (Col 7+8)		
(a) Gross deferred tax assets	\$ 1,744,156	\$ 832	\$ 1,744,988	\$ 1,865,041	\$	\$ 1,865,041	\$ (120,885)	\$ 832	\$ (120,053)		
(b) Statutory valuation allowance adjustments											
(c) Adjusted gross deferred tax assets (1a - 1b)	1,744,156	832	1,744,988	1,865,041		1,865,041	(120,885)	832	(120,053)		
(d) Deferred tax assets nonadmitted	768,781		768,781	325,104		325,104	443,677		443,677		
(e) Subtotal net admitted deferred tax asset (1c - 1d)	\$ 975,375	\$ 832	\$ 976,207	\$ 1,539,937	\$	\$ 1,539,937	\$ (564,562)	\$ 832	\$ (563,730)		
(f) Deferred tax liabilities	70,550	2,599	73,149	110,074	3,292	113,366	(39,524)	(693)	(40,217)		
(g) Net admitted deferred tax asset/(net deferred tax liability) (1e - 1f)	\$ 904,825	\$ (1,767)	\$ 903,058	\$ 1,429,863	\$ (3,292)	\$ 1,426,571	\$ (525,038)	\$ 1,525	\$ (523,513)		

(2) Admission calculation components SSAP No. 101

	2021			2020			Change				
	(1)		(2)	(4)		(5)	(6)		(7)	(8)	(9)
	Ordinary	Capital	Total (Col 1+2)	Ordinary	Capital	Total (Col 4+5)	Ordinary (Col 1-4)	Capital (Col 2-5)	Total (Col 7+8)		
(a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 904,825	\$	\$ 904,825	\$ 1,355,242	\$	\$ 1,355,242	\$ (450,417)	\$	\$ (450,417)		
(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 (lesser of 2(b)1 and 2(b)2 below)	-	-	-	74,621		74,621	(74,621)	(74,621)	(74,621)		
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	-	-	-	74,621		74,621	(74,621)	(74,621)	(74,621)		
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	18,385,879	XXX	XXX	16,890,783	XXX	XXX	1,495,096		
(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	70,550	832	71,382	110,074		110,074	(39,524)	832	(38,692)		
(d) Deferred tax assets admitted as the result of application of SSAP No. 101.											
Total (2(a) + 2(b) + 2(c))	\$ 975,375	\$ 832	\$ 976,207	\$ 1,539,937	\$	\$ 1,539,937	\$ (564,562)	\$ 832	\$ (563,730)		

(3) Ratio used as basis of admissibility

	2021	2020
(a) Ratio percentage used to determine recovery period and threshold limitation amount		333.800 % 499.300 %
(b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 122,572,525	\$ 112,605,221

(4) Impact of tax-planning strategies

(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage

	2021		2020		Change			
	(1)		(2)		(4)		(5)	(6)
	Ordinary	Capital	Ordinary	Capital	Ordinary (Col. 1-3)	Capital (Col. 2-4)		
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 1,744,156	\$ 832	\$ 1,865,041	\$	\$ (120,885)	\$ 832		
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)	\$ 975,375	\$ 832	\$ 1,539,937	\$	\$ (564,562)	\$ 832		
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies		%		%	%	%	%	%

(b) Use of reinsurance-related tax-planning strategies

Does the company's tax-planning strategies include the use of reinsurance?..... No.....

B. Regarding Deferred Tax Liabilities That Are Not Recognized - Not Applicable

Notes to the Financial Statements

9. Income Taxes (Continued)

C. Major Components of Current Income Taxes Incurred

	(1) 2021	(2) 2020	(3) Change (1-2)
Current income taxes incurred consist of the following major components:			
1. Current Income Tax			
(a) Federal.....	\$ (67,668)	\$ 1,528,963	\$ (1,596,631)
(b) Foreign.....			
(c) Subtotal.....	\$ (67,668)	\$ 1,528,963	\$ (1,596,631)
(d) Federal income tax on net capital gains.....	2	(832)	834
(e) Utilization of capital loss carry-forwards.....			
(f) Other.....	(4,303)	51,091	(55,394)
(g) Federal and foreign income taxes incurred.....	\$ (71,969)	\$ 1,579,222	\$ (1,651,191)
	(1) 2021	(2) 2020	(3) Change (1-2)
2. Deferred Tax Assets			
(a) Ordinary			
(1) Discounting of unpaid losses.....	\$ 658,217	\$ 541,908	\$ 116,309
(2) Unearned premium reserve.....	247,085	306,376	(59,291)
(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.....	430,640	576,375	(145,735)
(11) Net operating loss carry-forward.....			
(12) Tax credit carry-forward.....			
(13) Other (including items less than 5% of total ordinary tax assets) ^x	408,214	440,382	(32,168)
(99) Subtotal.....	\$ 1,744,156	\$ 1,865,041	\$ (120,885)
(b) Statutory valuation allowance adjustment.....			
(c) Nonadmitted.....	768,781	325,104	443,677
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c).....	\$ 975,375	\$ 1,539,937	\$ (564,562)
(e) Capital			
(1) Investments.....	\$	\$	\$
(2) Net capital loss carry-forward.....	832		832
(3) Real estate.....			
(4) Other (including items <5% of total capital tax assets).....			
(99) Subtotal.....	\$ 832	\$ 832	\$ 832
(f) Statutory valuation allowance adjustment.....			
(g) Nonadmitted.....			
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g).....	832		832
(i) Admitted deferred tax assets (2d + 2h).....	\$ 976,207	\$ 1,539,937	\$ (563,730)
	(1) 2021	(2) 2020	(3) Change (1-2)
3. Deferred Tax Liabilities			
(a) Ordinary			
(1) Investments.....	\$ 787	\$ 738	\$ 49
(2) Fixed assets.....			
(3) Deferred and uncollected premium.....			
(4) Policyholder reserves.....			
(5) Other (including items <5% of total ordinary tax liabilities) [†]	69,763	109,336	(39,573)
(99) Subtotal.....	\$ 70,550	\$ 110,074	\$ (39,524)
(b) Capital			
(1) Investments.....	\$	\$	\$
(2) Real estate.....			
(3) Other (including items <5% of total capital tax liabilities).....	2,599	3,292	(693)
(99) Subtotal.....	\$ 2,599	\$ 3,292	\$ (693)
(c) Deferred tax liabilities (3a99 + 3b99).....	\$ 73,149	\$ 113,366	\$ (40,217)
4. Net deferred tax assets/liabilities (2i - 3c).....	\$ 903,058	\$ 1,426,571	\$ (523,513)

Notes to the Financial Statements

9. Income Taxes (Continued)

	(1) 2021	(2) 2020	(3) Change (1-2)
* Items >5% of total ordinary tax assets included in Other			
Deferred Fees.....	\$ 43,102	\$ 41,019	\$ 2,083
Amortization.....	276,809	316,229	(39,420)
Other.....	88,303	83,134	5,169
† Items >5% of total ordinary tax liabilities included in Other			
LRD transitional adjustment (TCJA).....	\$ 57,105	\$ 71,381	\$ (14,276)

D. Among the More Significant Book to Tax Adjustments

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

	2021	Effective Tax Rate
Provision computed at statutory rate.....	\$ (130,525)	21.000 %
Proration of tax exempt investment income.....	3,912	-0.629
Tax exempt income deduction.....	(14,392)	2.316
Dividends received deduction.....	(1,255)	0.202
Disallowable travel and entertainment.....		
Other Permanent differences.....	5,085	-0.818
Total ordinary DTAs.....		
Total ordinary DTLs.....		
Total capital DTAs.....		
Total capital DTLs.....		
Change in nonadmitted assets.....	145,735	-23.447
Accrual adjustment - prior year.....		
Other.....		
Total.....	\$ 8,560	-1.377 %
	2021	Effective Tax Rate
Federal and foreign income taxes incurred.....	\$ (71,971)	11.579 %
Realized capital gains (losses) tax.....	2	-
Change in deferred income taxes.....	80,529	-12.956
Total statutory income taxes.....	\$ 8,560	-1.377 %

E. Operating Loss and Tax Credit Carryforwards

- (1) Unused loss carryforwards available - Not Applicable
- (2) Income tax expense available for recoupment

	Total
2019.....	\$
2020.....	426,840
2021.....	478,005

- (3) Deposits admitted under IRS Code Section 6603 - Not Applicable

F. Consolidated Federal Income Tax Return

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

- Carolina Re Ltd.
- Falls Lake Fire & Casualty Company
- Falls Lake Insurance Management Company, Inc.
- James River Casualty Company
- James River Insurance Company
- James River Group, Inc.
- James River Management Company, Inc
- James River TPA Services, Inc
- Stonewood Insurance Company

- (2) A written agreement provides that federal income taxes will be allocated to the Company on approximately the same basis as though the Company were filing a separate return. Estimated tax payments are settled with the Company's parent at the time such estimates are payable to the Internal Revenue Service. Final settlement between the Company and its parent is made within ninety days of filing the tax return.

G. Federal or Foreign Income Tax Loss Contingencies - Not Applicable

Notes to the Financial Statements

9. Income Taxes (Continued)

- H. Repatriation Transition Tax (RTT) - Not Applicable
- I. Alternative Minimum Tax (AMT) Credit - Not Applicable

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

A. Nature of the Relationship Involved

The Company is an indirect subsidiary of James River Group Holdings (Bermuda), Ltd.; 100% of the outstanding stock of the Company is directly owned by James River Group, Inc. See Schedule Y, Part 1, Organizational Chart. The Company was purchased by James River Group, Inc. from Infinity Insurance Company ("Infinity") on December 31, 2011.

B. Detail of Transactions Greater Than 0.5% of Admitted Assets

Effective June 1, 2021, the Company's immediate parent, James River Group Inc., contributed \$5,000,000 of additional Paid in Surplus to the Company in accordance with SSAP No. 72 and Quasi-Reorganizations, paragraph 8.

Effective December 20, 2021, the Company's immediate parent, James River Group Inc., contributed \$7,000,000 of additional Paid in Surplus to the Company in accordance with SSAP No. 72, Surplus and Quasi-Reorganizations, paragraph 8.

Dollar Amounts of Transactions

- See Notes 9, 10E, and 12G.

C. Transactions With Related Party Who Are Not Reported on Schedule Y - None

D. Amounts Due From or To Related Parties

On January 1, 2020, the Company borrowed \$5,000,000 from its affiliate James River Insurance Company in the form of a promissory note maturing on January 1, 2023. During June 2021 the Company paid the entire unpaid principal balance to James River Insurance Company. During the period of the loan, the Company paid James River Insurance Company quarterly interest payments. The Company paid \$121,800 in total interest payments, of which \$39,000 was paid during 2021.

See Note 10E.

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

Falls Lake National Insurance Company and Falls Lake Insurance Management Company, Inc. are parties to a Management Services Agreement. Pursuant to this agreement, Falls Lake Insurance Management Company, Inc. provides various services to Falls Lake National Insurance Company, including but not limited to management, administration, underwriting, premium collection, claims, operations, accounting, actuarial, information technology and human resources.

During 2021, Falls Lake Insurance Management Company, Inc. incurred \$11,979,655 of expenses on behalf of Falls Lake National Insurance Company, pursuant to the terms of the intercompany Management Services Agreement. As of December 31, 2021, \$12,048,060 of this amount had been settled, and the resulting \$68,405 receivable was settled by January 31, 2022.

F. Guarantees or Contingencies - Not Applicable

G. Nature of the Control Relationship

See Schedule Y, Part 1, Organizational Chart.

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

I. Detail of Investments in Affiliates Greater Than 10% of Admitted Assets - Not Applicable

J. Write-Down for Impairments of Investments in Subsidiary Controlled or Affiliated Companies - Not Applicable

K. Foreign Subsidiary Value Using CARVM - Not Applicable

L. Downstream Holding Company Value Using Look-Through Method - Not Applicable

M. All SCA Investments - Not Applicable

N. Investment in Insurance SCAs - Not Applicable

O. SCA and SSAP No. 48 Entity Loss Tracking - Not Applicable

11. Debt

A. See note 10D for additional detail.

B. FHLB (Federal Home Loan Bank) Agreements - Not Applicable

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

A. Defined Benefit Plan - Not Applicable

B. Investment Policies and Strategies of Plan Assets - Not Applicable

C. Fair Value of Each Class of Plan Assets - Not Applicable

D. Expected Long-Term Rate of Return for the Plan Assets - Not Applicable

E. Defined Contribution Plans - Not Applicable

F. Multiemployer Plans - Not Applicable

Notes to the Financial Statements

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans (Continued)

G. Consolidated/Holding Company Plans

The Company has no employees. However, Falls Lake Insurance Management Company, Inc. sponsors a 401(k) plan for its employees. The terms of the 401(k) plan allow employees to contribute the maximum allowed by the U.S. Government. One hundred percent (100%) of this contribution, up to a maximum of 6% of salary, is matched by Falls Lake Insurance Management Company, Inc. All expenses associated with the plan are allocated to the Company, in accordance with the terms of the Management Services Agreement. The Company's share of this 401(k) plan expense was \$327,300 for 2021. The Company has no legal obligation for benefits under this plan.

H. Postemployment Benefits and Compensated Absences - Not Applicable

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17) - Not Applicable

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

See note 10B for additional detail.

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

The Company has 300,000 shares of common stock authorized, of which 300,000 shares are issued and outstanding with a par value of \$14 per share.

B. Dividend Rate of Preferred Stock - Not Applicable

C. Dividend Restrictions

The maximum amount of dividends or distributions which may be paid to stockholders by property/casualty insurance companies domiciled in the state of Ohio without (i) prior approval or (ii) expiration of a 30 day waiting period without disapproval of the Director of Insurance, is the greater of net income or 10% of capital and surplus as of the preceding December 31, but only to the extent of earned surplus as of the preceding December 31. The maximum amount of ordinary dividends or distributions which may be paid in 2022 based on capital and surplus is \$12,347,558.

D. Ordinary Dividends - Not Applicable

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

F. Restrictions Plans on Unassigned Funds (Surplus)

There are no restrictions placed on unassigned surplus other than those described above in paragraphs (3) and (5). These unassigned funds are held for the benefit of the owner and policyholders.

G. Surplus Advances - Not Applicable

H. Stock Held for Special Purposes - Not Applicable

I. Changes in Special Surplus Funds - Not Applicable

J. Unassigned Funds (Surplus)

The Portion of Unassigned Funds (Surplus) Represented or Reduced by Unrealized Gains and Losses is: \$17,494,795.

K. Company-Issued Surplus Debentures or Similar Obligations - Not Applicable

L. Impact of Any Restatement Due to Prior Quasi-Reorganizations - Not Applicable

M. Effective Date(s) of Quasi-Reorganizations in the Prior 10 Years - Not Applicable

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments - Not Applicable

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 writes business. Guaranty fund assessments are accrued at the time of insolvencies. Other assessments are accrued either at the time of assessments or in the case of premium based assessments, at the time the premiums were written, or, in the case of loss based assessments, at the time the losses are incurred.

The Company had an accrual of \$60,274 for guaranty fund assessments as of December 31, 2021. The liability is included in the taxes, licenses and fees liability and is expected to be paid in 2021. The amounts represent management's best estimates based on information received from the states in which the Company writes business and may change due to many factors, including the Company's share of the ultimate cost of current insolvencies.

(2) Assets (Liabilities) recognized from paid and accrued premium tax offsets and policy surcharges - Not Applicable

(3) Guaranty fund liabilities and assets related to long-term care insolvencies - Not Applicable

C. Gain Contingencies - Not Applicable

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits - Not Applicable

E. Product Warranties - Not Applicable

F. Joint and Several Liabilities - Not Applicable

G. All Other Contingencies

Various lawsuits against the Company arise during the normal course of business. The Company's management believes that the contingent liabilities arising from such litigation and other matters will not have material effect on the financial position or the results of operations of the Company.

Notes to the Financial Statements

15. Leases - Not Applicable

16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk - Not Applicable

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities - Not Applicable

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

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

Name and Address of Managing General Agent or Third Party Administration	FEIN Number	Exclusive Contract	Types of Business Written	Type of Authority Granted	Total Direct Premium Written / Produced By
Atlas General Insurance Services, LLC, 4365 Executive Drive, Ste. 400, San Diego, CA 92121	90-0409088	YES	Workers' Compensation	U, B, P	\$ 4,982,637
AE Underwriters Agency Inc., 444 Madison Ave., Suite 501, New York, NY 10022	46-3127467	NO	Commercial Package, WC	U, B, P, C, A, C	24,220,964
Arrowhead General Insurance Agency, Inc. 701 B Street, Suite 2100, San Diego, CA 92101	33-0108914	NO	Private Passenger Auto	U, C	33,621,874
Total					\$ 62,825,475

20. Fair Value Measurements

A. Fair Value Measurement

For statutory accounting, certain investments are carried at fair value, while others may periodically be carried at fair value based on certain factors such as the NAIC's lower of cost or market rule or an impairment. Assets recorded at fair value are categorized based on an evaluation of the various inputs used to measure the fair value.

Three levels of inputs are used to measure fair value:

- Level 1: Quoted prices in active markets for identical assets,
- Level 2: Indirect observable inputs, including prices for similar assets and market corroborated inputs, and
- Level 3: Unobservable inputs reflecting assumptions that market participants would use, including assumptions about risk.

Supporting documentation received from pricing vendors detailing the inputs, models and processes used in the vendor's evaluation process is used to determine the appropriate fair value hierarchy. Documentation from each pricing vendor is reviewed and monitored periodically to ensure they are consistent with pricing policy procedures. Market information obtained from brokers with respect to security valuations is also considered in the pricing hierarchy.

(1) Fair value measurements at reporting date

Description for each class of asset or liability	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Total
a. Assets at fair value					
Preferred Stock	\$	\$	212,100	\$	\$ 212,100
Money market mutual funds				3,672,620	3,672,620
Total assets at fair value/NAV	\$	\$	212,100	\$	\$ 3,672,620
					\$ 3,884,720
b. Liabilities at fair value					
Not applicable	\$	\$	\$	\$	\$
Total liabilities at fair value	\$	\$	\$	\$	\$

(2) Fair value measurements in Level 3 of the fair value hierarchy - Not Applicable

(3) Policies when Transfers Between Levels are Recognized

Transfers in and out of Level 3 are recognized based on the beginning of the reporting period.

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

Fair value measurements for fixed income and equity securities are based on values published by independent pricing services such as Refinitiv and IHS Markit. These sources have been evaluated and approved by the investment manager's pricing policy committee. Under certain circumstances, if a vendor price is not available, a price may be obtained from a broker. Short-term securities are valued at amortized cost. Cash Equivalents, excluding money market mutual funds, are valued at amortized cost. Money market mutual funds are valued using a stable Net Asset Value (NAV) of one dollar per share.

Generally, independent pricing service vendors use a pricing methodology involving the market approach, including pricing models, which use prices and relevant market information regarding a particular security or securities with similar characteristics to establish a valuation.

Investments for which external sources are not available or are determined by the investment manager not to be representative of fair value are recorded at fair value as determined by the investment manager. In determining the fair value of such investments, the investment manager considers one or more of the following factors: type of security held, convertibility or exchangeability of the security, redeemability of the security (including timing of such redemptions), application of industry accepted valuation models, recent trading activity, liquidity, estimates of liquidation value, purchase cost, and prices received for securities with similar terms of the same issuer or similar issuers. As of December 31, 2021, there were no investments for which external sources were unavailable to determine fair value.

The Company does not have any Level 3 assets.

(5) Derivatives - Not Applicable

B. Other Fair Value Disclosures - Not Applicable

Notes to the Financial Statements

20. Fair Value Measurements (Continued)

C. Fair Values for All Financial Instruments by Level 1, 2 and 3

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments, excluding those accounted for under the equity method (subsidiaries). The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20A.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Bonds	\$ 4,819,522	\$ 4,668,402	\$ 1,066,439	\$ 3,753,083	\$	\$	\$
Preferred stock	212,100	212,100		212,100			
Cash equivalents & short-term investments	3,972,581	3,972,590		299,961		3,672,620	

D. Not Practicable to Estimate Fair Value - Not Applicable

E. Nature and Risk of Investments Reported at NAV - Not Applicable

21. Other Items

A. Unusual or Infrequent Items

Impact of the COVID-19 Pandemic

In December 2019, a coronavirus (COVID-19) outbreak was reported in China, and, in March 2020, the World Health Organization declared it a pandemic. COVID-19 variants continue to spread throughout the United States. In response, many state and local governments instituted emergency restrictions that substantially limited the operation of non-essential businesses and the activities of individuals. Many jurisdictions impose, ease, and reinstate emergency restrictions in response to the spread of COVID-19 variants. These restrictions could result in significant adverse effects on the policyholders and many different types of small and mid-sized businesses within the Company's client base, particularly those in the retail, hospitality and food and beverage industries, among many others. The ultimate effect and severity of COVID-19 on the economy is not known nor is the ultimate length of the restrictions and any accompanying effects caused by it.

The effect of COVID-19 and related events, including those described above and those not yet known, could have a negative effect on the business prospects, financial condition and results of operations of the Company, including as a result of quarantines, market volatility, market downturns, actions of lawmakers and regulators, changes in consumer behavior, business closures, deterioration in the credit quality of policyholders or the inability of policyholders to pay their premium and deductible obligations to the Company, and deterioration in the credit quality of reinsurers or insurance entities with which the Company has a fronting arrangement or the inability of reinsurers or the insurance entities for which the Company is fronting to pay their obligations to the Company.

The Company is continually monitoring the impact that the ongoing coronavirus (COVID-19) pandemic may be having on the Company's financial condition and results of operations. COVID-19 has adversely affected premium and/or claims volume in some lines of business we write (such as auto and workers' compensation), however, to date it has not caused a decline in gross written premiums or a material increase in total claims for the Company as a whole. The Company is closely monitoring a number of risks that COVID-19 poses to the Company's financial condition and results of operations.

In response to the COVID-19 pandemic, there have been proposals by federal and state lawmakers to retroactively amend business interruption insurance policies to cover claims related to COVID-19 when such insurance policies otherwise would exclude such risks.

In July of 2021, after more than a year and a half of our offices being closed to all non-essential staff due to the COVID-19 pandemic, the Company reopened its offices on a voluntary basis. The Company built a reopening plan that reflected the shared goals and needs of the employees and business, placing an emphasis on remaining safe, productive and connected. Safety measures and procedures have been implemented throughout our offices to help ensure that all staff working in the office remain safe.

B. Troubled Debt Restructuring - Not Applicable

C. Other Disclosures - Not Applicable

D. Business Interruption Insurance Recoveries - Not Applicable

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

F. Subprime-Mortgage-Related Risk Exposure - Not Applicable

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

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

22. Events Subsequent

There were no other subsequent events occurring through February 25, 2022, that merited recognition or disclosure in these statements.

23. Reinsurance

A. Unsecured Reinsurance Recoverables

At December 31, 2021, the Company had the following unsecured aggregate reinsurance recoverables for losses and loss adjustment expenses, paid and unpaid, including IBNR, and unearned premium that exceeded 3% of the Company's policyholders' surplus:

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

Individual Reinsurers Who Are Not Members of a Group

FEIN	Reinsurer Name	Unsecured Amount
AA-9991159	Michigan Catastrophic Claims Assn.	\$ 4,086,000
AA-1340125	Hannover Rückversicherungs AG	15,735,000
AA-1128001	Lloyd's Syndicate Number 2001	4,040,000

Notes to the Financial Statements

23. Reinsurance (Continued)

Individual Reinsurers Who Are Members of a Group

NAIC Group Code	FEIN	Reinsurer Name	Unsecured Amount
0140	31-4177100	Nationwide Mut Ins Co	\$ 4,852,000
0079	38-0855585	Motors Ins Corp	5,716,000
0181	13-1675535	Swiss Reins Amer Corp	95,024,000
0626	06-0237820	Ace Prop & Cas Ins Co	5,921,000
1279	06-1430254	Arch Reins Co	8,391,000
0250	23-1336198	Donegal Mut Ins Co	15,728,000
0361	13-4924125	Munich Reins Amer Inc	6,438,000
3416	51-0434766	Axis Reins Co	7,042,000
0031	47-0355979	National Ind Co	4,063,000
0158	47-0698507	Odyssey Reins Co	5,131,000

B. Reinsurance Recoverable in Dispute - Not Applicable

C. Reinsurance Assumed and Ceded

(1) Maximum amount of return commission that would have been due reinsurers if all of the company's reinsurance was canceled or if the company's insurance assumed was canceled

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ 77,753,634	\$ (515,413)	\$ 90,903,946	\$ 3,105,995	\$ (13,150,312)	\$ (3,621,408)
b. All other	307,350	111,702	87,910,044	24,902,675	(87,602,694)	(24,790,973)
c. Total	<u>\$ 78,060,984</u>	<u>\$ (403,711)</u>	<u>\$ 178,813,990</u>	<u>\$ 28,008,670</u>	<u>\$ (100,753,006)</u>	<u>\$ (28,412,381)</u>
d. Direct unearned premium reserve				\$ 106,594,659		

(2) The additional or return commission, predicated on loss experience or on any other form of profit sharing arrangements in this statement as a result of existing contractual arrangements is accrued as follows: - Not Applicable

(3) Risks attributed to each of the company's protected cells - Not Applicable

D. Uncollectible Reinsurance - Not Applicable

E. Commutation of Ceded Reinsurance - Not Applicable

F. Retroactive Reinsurance - Not Applicable

G. Reinsurance Accounted for as a Deposit - Not Applicable

H. Disclosures for the Transfer of Property and Casualty Run-Off Agreements - Not Applicable

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

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

The Company does not write any contracts with retroactive rated contract terms.

A. Method Used to Estimate - None

B. Method Used to Record - None

C. Amount and Percent of Net Retrospective Premiums - None

D. Medical Loss Ratio Rebates Required Pursuant to the Public Health Service Act - None

E. Calculation of Nonadmitted Retrospective Premium - None

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

NONE

(1) Accident and health insurance premium subject to the Affordable Care Act risk-sharing provisions

Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act risk sharing provisions?
NO

(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

Notes to the Financial Statements

25. Changes in Incurred Losses and Loss Adjustment Expenses

A. Reasons for Changes in the Provision for Incurred Loss and Loss Adjustment Expenses Attributable to Insured Events of Prior Years

The following table provides an analysis of the change in loss and loss adjustment expense reserves net of reinsurance recoverables for the indicated periods:

	Dec. 31, 2021	Dec. 31, 2020
Reserves, Net of Reinsurance Recoverables at Beginning of Period	\$ 25,373,536	\$ 23,344,465
Loss and loss adjustment expense incurred:		
Current accident year	9,548,992	10,284,011
Prior accident years	4,723,845	(2,000,805)
	14,272,837	8,283,206
Loss and loss adjustment expense payments made for:		
Current accident year	1,154,054	1,155,802
Prior accident years	(3,549,256)	5,098,333
	(2,395,202)	6,254,135
Reserves, Net of Reinsurance Recoverables at End of Period	\$ 42,041,575	\$ 25,373,536

The Company participates in an intercompany pooling arrangement (the Pooling) as further described in Note 26. The Company's participation is 7% of the entire pool. The development across the entire pool is described below.

Losses Incurred

The Pool experienced \$67.5 million of net adverse development in the twelve months ended December 31, 2021 on the reserve for losses and loss adjustment expenses held at December 31, 2020. During the first quarter of 2021, the Pool recognized net adverse reserve development of \$50.7 million on its commercial auto business, almost entirely related to a previously canceled account that has been in runoff since 2019. The reported losses on this terminated commercial auto account meaningfully exceeded the expectations for the three months ended March 31, 2021.

The Pool had expected that reported losses would decline as the account moved further into runoff, but the continued heavy reported loss emergence in Q1 2021 indicated more inherent severity in the book than anticipated. In response, the actuarial methodology was meaningfully adjusted, resulting in a significant strengthening of reserves for this account. In prior quarters, its actuarial work for this terminated commercial auto account had been based on industry data, pricing data, experience data, average claims severity data, and blended methodologies. However, the continuation of the highly elevated reported losses in the first quarter of 2021 led to the conclusion that using only its own loss experience in its paid and incurred reserve projections rather than the array of inputs that were used in prior quarters, and giving greater weight to incurred methods, would provide a better estimate of ultimate losses on this account.

On September 27, 2021, James River Insurance Company and James River Casualty Company (together, "James River") entered into a loss portfolio transfer transaction. James River recognized a net pre-tax loss of \$19.2 million as adverse loss and loss adjustment reserve development for the third quarter of 2021 associated with the loss portfolio transfer, of which \$15.8 million was related to claims handling costs. The net \$15.8 million claims handling costs constitutes the James River's contribution to the fees of an administrator appointed by the James River and Aleka to handle the claims on the Rasier commercial auto policies for the remaining life of those claims, and unallocated loss adjustment expenses required to facilitate the transition of the claims to the administrator.

Losses Paid

Effective January 1, 2021, the Company amended its intercompany pooling agreement as further described in Note 26. Additionally, the Company's pooling percentage decreased from 10% to 7%. The transaction did not have any impact on losses incurred but decreased the Company's net losses paid related to prior accident years by \$0.2 million.

Effective July 1, 2021, two of the companies participating in the Pooling, James River Insurance Company and James River Casualty Company, partially commuted their quota share reinsurance contracts with their affiliates, as described in Note 23. As part of the partial commutation the Companies received \$250.8 million in ceded recoveries included in loss payments, above. The transaction did not have any impact on losses incurred but reduced the Company's net losses paid by its share of the pooled recoveries.

B. Significant Changes in Methodologies and Assumptions Used in Calculating the Liability for Unpaid Losses and Loss Adjustment Expenses

The Company meaningfully adjusted its actuarial methodology, resulting in a significant strengthening of reserves for this account during the first quarter of 2021, as described in A above.

26. Intercompany Pooling Arrangements

A. A-D. The insurance entities within the James River Group are participants in an intercompany reinsurance pooling agreement which was effective January 1, 2013 and included business in-force and subsequent to that date. The pooling is net of all other reinsurance coverage carried by the participants. The pooling provides proportionate sharing of premiums earned, losses and loss adjustment expenses incurred and underwriting expenses incurred.

On August 1, 2016 Falls Lake Fire and Casualty Company received approval from the California Department of Insurance to be a party to the pooling agreement, effective January 1, 2016 on an in-force, new and renewal basis.

Effective January 1, 2017, the intercompany reinsurance pooling agreement was amended to exclude the James River Insurance Company's commercial auto line of business.

Effective January 1, 2021, the intercompany reinsurance pooling agreement was amended to include the James River Insurance Company's commercial auto line of business. The participation percentages were also revised with the amendment. The current participating companies have received approval of the revised agreement with their States of domicile (OH, NC, CA and VA). Current participants and their current and prior percentages of the pool are as follows:

Company	NAIC #	Current Participation	Prior Participation
Falls Lake National Insurance Company (lead company)	31925	7%	10%
James River Insurance Company	12203	55%	61%
Stonewood Insurance Company	11828	14%	14%
James River Casualty Company	13685	7%	9%
Falls Lake Fire and Casualty Company	15884	17%	6%

E. Explanation of Discrepancies Between Entries of Pooled Business - Not Applicable

Notes to the Financial Statements

26. Intercompany Pooling Arrangements (Continued)

F. Description of Intercompany Sharing - Not Applicable
 G. Amounts Due To/From Lead Entity and all Affiliated Entities Participating in the Intercompany Pool.

As a result of the pooling the net amount due to the other participants is \$3,856,805 as of December 31, 2021.

27. Structured Settlements - Not Applicable

28. Health Care Receivables - Not Applicable

29. Participating Policies - Not Applicable

30. Premium Deficiency Reserves

1. Liability carried for premium deficiency reserves: \$—
 2. Date of the most recent evaluation of this liability: 01/26/2022
 3. Was anticipated investment income utilized in the calculation? NO

31. High Deductibles

A. Reserve Credit Recorded on Unpaid Claims and Amount Billed and Recoverable on Paid Claims for High Deductibles

(1) Counter party exposure recorded on unpaid claims and billed recoverables on paid claims

(1)	(2)	Gross (of High Deductible) Loss Reserves	(3)	(4)	(5)	Total High Deductibles and Billed Recoverables (Col 4 + Col 5)
			(3)	(4)	(5)	
ASL #	ASL Description					
171	Other Liability Occurrence.....	\$..... 12,010,013	\$..... 11,482,420	\$.....	\$.....	\$..... 11,482,420
Total		\$ 12,010,013	\$ 11,482,420	\$	\$	\$ 11,482,420

(2) Unsecured amounts of high deductibles

a. Total high deductibles and billed recoverables on paid claims (should equal total line for Column 6 for A(1) above)..... \$..... 11,482,420
 b. Collateral on balance sheet (must be equal to or greater than zero)..... 11,482,420
 c. Collateral off balance sheet (must be equal to or greater than zero).....
 d. Total unsecured deductibles and billed recoverables on paid claims d=a-(b+c) (must be equal to or greater than zero)..... \$..... —
 e. Percentage unsecured..... — %

(3) High deductible recoverables amounts on paid claims - Not Applicable

(4) The deductible amounts for the highest ten unsecured high deductible policies - Not Applicable

B. Unsecured High Deductible Recoverables for Individual Obligors Part of a Group Under the Same Management or Control Which Are Greater Than 1% of Capital and Surplus - Not Applicable

32. Discounting of Liabilities For Unpaid Losses or Unpaid Loss Adjustment Expenses - Not Applicable

33. Asbestos/Environmental Reserves

A. Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of, a liability due to asbestos losses?

Yes (X) No ()

The Company has exposure to asbestos claims through the assumption of workers compensation insurance from the intercompany pooling arrangement.

(1) Direct basis - Not Applicable

(2) Assumed reinsurance basis

	2017	2018	2019	2020	2021
a. Beginning reserves.....	\$..... 61,326	\$..... 170,296	\$..... 132,610	\$..... 78,148	\$..... 117,814
b. Incurred losses and loss adjustment expense.....	134,040	(47,794)	(47,831)	(6,806)	9,649
c. Calendar year payments for losses and loss adjustment expenses.....	25,070	(10,108)	6,631	(46,472)	95,815
d. Ending reserves (d=a+b-c).....	\$ 170,296	\$ 132,610	\$ 78,148	\$ 117,814	\$ 31,648

(3) Net of ceded reinsurance basis

	2017	2018	2019	2020	2021
a. Beginning reserves.....	\$..... 4,293	\$..... 11,921	\$..... 9,283	\$..... 4,690	\$..... 11,781
b. Incurred losses and loss adjustment expenses.....	9,383	(3,346)	(2,869)	3,838	675
c. Calendar year payments for losses and loss adjustment expenses.....	1,755	(708)	1,724	(3,253)	10,241
d. Ending reserves (d=a+b-c).....	\$ 11,921	\$ 9,283	\$ 4,690	\$ 11,781	\$ 2,215

B. Amount of the Ending Reserves for Bulk + IBNR Included in A (Loss & LAE) - Not Applicable

Notes to the Financial Statements

33. Asbestos/Environmental Reserves (Continued)

- C. Amount of the Ending Reserves for Loss Adjustment Expenses Included in A (Case, Bulk + IBNR) - Not Applicable
- D. Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of, a liability due to environmental losses? - Not Applicable
- E. Amount of the Ending Reserves for Bulk + IBNR Included in D (Loss & LAE) - Not Applicable
- F. Amount of the Ending Reserves for Loss Adjustment Expenses Included in D (Case, Bulk + IBNR) - Not Applicable

34. Subscriber Savings Accounts - Not Applicable

35. Multiple Peril Crop Insurance - Not Applicable

36. Financial Guaranty Insurance - Not Applicable

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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 [<input checked="" type="checkbox"/>] No [<input type="checkbox"/>]						
1.2	If yes, complete Schedule Y, Parts 1, 1A, 2 and 3.							
1.3	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 [<input checked="" type="checkbox"/>] No [<input type="checkbox"/>] N/A [<input type="checkbox"/>]						
1.4	State Regulating?	Ohio						
1.5	Is the reporting entity publicly traded or a member of a publicly traded group?	Yes [<input checked="" type="checkbox"/>] No [<input type="checkbox"/>]						
1.6	If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.	1620459						
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 [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]						
2.2	If yes, date of change:							
3.1	State as of what date the latest financial examination of the reporting entity was made or is being made.	12/31/2019						
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.	12/31/2019						
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).	06/26/2021						
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 [<input type="checkbox"/>] No [<input type="checkbox"/>] N/A [<input checked="" type="checkbox"/>]						
3.6	Have all of the recommendations within the latest financial examination report been complied with?	Yes [<input type="checkbox"/>] No [<input type="checkbox"/>] N/A [<input checked="" type="checkbox"/>]						
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 [<input checked="" type="checkbox"/>] No [<input type="checkbox"/>]						
	4.12 renewals?	Yes [<input checked="" type="checkbox"/>] No [<input type="checkbox"/>]						
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 [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]						
	4.22 renewals?	Yes [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]						
5.1	Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?	Yes [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]						
	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.							
<table border="1"> <thead> <tr> <th>1 Name of Entity</th> <th>2 NAIC Company Code</th> <th>3 State of Domicile</th> </tr> </thead> <tbody> <tr> <td>Not applicable</td> <td></td> <td></td> </tr> </tbody> </table>			1 Name of Entity	2 NAIC Company Code	3 State of Domicile	Not applicable		
1 Name of Entity	2 NAIC Company Code	3 State of Domicile						
Not applicable								
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 [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]						
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 [<input checked="" type="checkbox"/>] No [<input type="checkbox"/>]						
7.2	If yes,							
	7.21 State the percentage of foreign control;	100.0 %						
	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).							
<table border="1"> <thead> <tr> <th>1 Nationality</th> <th>2 Type of Entity</th> </tr> </thead> <tbody> <tr> <td>Bermuda</td> <td>Corporation</td> </tr> </tbody> </table>			1 Nationality	2 Type of Entity	Bermuda	Corporation		
1 Nationality	2 Type of Entity							
Bermuda	Corporation							

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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
Not applicable					

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?

Ernst & Young LLP, 100 North Tryon Street, Charlotte, NC 28202

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:

Not applicable

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:

Not applicable

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

Not applicable

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?

Sean P. McDermott

Willis Towers Watson

1500 Market Street

Center Square East

Philadelphia, PA 19102

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 Not applicable

12.12 Number of parcels involved 0

12.13 Total book/adjusted carrying value \$ 0

12.2 If, yes provide explanation:

Not applicable

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?

Not applicable

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

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

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

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

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

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

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

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

e. Accountability for adherence to the code.

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

Not applicable

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).

Not applicable

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).

Not applicable

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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 []

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
25148311	DuPont Community Credit Union	Non-payment of premiums receivable balance	53,206
043308691	Somerset Trust Community	Non-payment of premiums receivable balance	73,411
061112843	United Community Bank	Non-payment of premiums receivable balance	49,170

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 [] 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 [] 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 [] 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 []

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 []

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 []

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 [] 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 []

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 [] No []

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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. \$ 0

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

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	.... \$ ..... 0
26.22 Subject to reverse repurchase agreements	.... \$ ..... 0
26.23 Subject to dollar repurchase agreements	.... \$ ..... 0
26.24 Subject to reverse dollar repurchase agreements	.... \$ ..... 0
26.25 Placed under option agreements	.... \$ ..... 0
26.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock	.... \$ ..... 0
26.27 FHLB Capital Stock	.... \$ ..... 0
26.28 On deposit with states	.... \$ ..... 7,969,486
26.29 On deposit with other regulatory bodies	.... \$ ..... 0
26.30 Pledged as collateral - excluding collateral pledged to an FHLB	.... \$ ..... 0
26.31 Pledged as collateral to FHLB - including assets backing funding agreements	.... \$ ..... 0
26.32 Other	.... \$ ..... 0

26.3 For category (26.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
Not applicable		.... 0

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:

- 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. \$ 0

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
Truist Bank	PO Box 465 Atlanta, GA 30302

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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)
Not applicable

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
Not applicable

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
New England Asset Management, 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
105900	New England Asset Management, Inc.	KUR85E5PS4GQFZTFC130	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 [] No [X]

30.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
.....	Not applicable	0.....
30.2999 - Total	.....	0.....

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
Not applicable0	.....

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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	4,668,402	4,819,522	151,120
31.2 Preferred stocks	212,100	212,100	0
31.3 Totals	4,880,502	5,031,622	151,120

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

Fair values are based on end of period prices provided by independent pricing services such as Refinitiv or IHS Markit. If a vendor price is unavailable, a price may be obtained from a broker. Short-term securities are valued at amortized cost. Cash equivalents, excluding money market mutual funds, are valued at amortized cost. Money market mutual funds are valued using a stable Net Asset Value (NAV).

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 [] No [X]

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 [] 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:
Not applicable

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:
Not applicable

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

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

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

35. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:

- The security was purchased prior to January 1, 2018.
- The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
- The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
- The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities? Yes [] No [X]

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:

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

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

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:

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

OTHER

38.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$329,485

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
Overland Solutions, Inc.	94,591
Insurance Services Office, Inc.	130,880

39.1 Amount of payments for legal expenses, if any?\$65,290

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
Bryan, Cave, Leighton & Paisner, LLP	17,428
Wilson, Elser, Moskowitz, Edelman & Dicker, LLP	20,132

40.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?\$0

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
.....

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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.	\$ 0
1.3	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?	\$ 0
1.31	Reason for excluding	
1.4	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.	\$ 0
1.5	Indicate total incurred claims on all Medicare Supplement Insurance.	\$ 0
1.6	Individual policies:	Most current three years: 1.61 Total premium earned \$ 0 1.62 Total incurred claims \$ 0 1.63 Number of covered lives 0
		All years prior to most current three years 1.64 Total premium earned \$ 0 1.65 Total incurred claims \$ 0 1.66 Number of covered lives 0
1.7	Group policies:	Most current three years: 1.71 Total premium earned \$ 0 1.72 Total incurred claims \$ 0 1.73 Number of covered lives 0
		All years prior to most current three years 1.74 Total premium earned \$ 0 1.75 Total incurred claims \$ 0 1.76 Number of covered lives 0
2.	Health Test:	1 Current Year 2 Prior Year
2.1	Premium Numerator	0
2.2	Premium Denominator	12,075,754
2.3	Premium Ratio (2.1/2.2)	0.000
2.4	Reserve Numerator	0
2.5	Reserve Denominator	156,675,535
2.6	Reserve Ratio (2.4/2.5)	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 \$ 0 3.22 Non-participating policies \$ 0	
4.	For mutual reporting Entities and Reciprocal Exchanges Only:	
4.1	Does the reporting entity issue assessable policies?	Yes [] No [X]
4.2	Does the reporting entity issue non-assessable policies?	Yes [] No [X]
4.3	If assessable policies are issued, what is the extent of the contingent liability of the policyholders?	% 0.0
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 [X]
5.2	If yes, is the commission paid: 5.21 Out of Attorney's-in-fact compensation Yes [] No [] N/A [X] 5.22 As a direct expense of the exchange Yes [] No [] N/A [X]	
5.3	What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?	
5.4	Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?	Yes [] No [X]
5.5	If yes, give full information	

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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?
 The Company maintains a reinsurance placement comprised of both an at least 87.5% primary Quota Share Treaty up to \$1,000,000 per claim and an Excess of Loss Treaty up to \$49 million, any one claim. Net losses after both the Quota Share and the Excess reinsurance treaties are then protected by a 70% Quota Share maintained with the JRG Reinsurance Company, Ltd, an affiliate; and beginning in 2018 with Carolina Re, also an affiliate.

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.
 For workers' compensation, the Company relies upon Catastrophe modeling expertise from its reinsurance brokers. For all other business the PML is estimated by use of catastrophic modeling software from AIR Worldwide Touchstone version 5.1.

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?
 With the exception of one program, the company cedes at least 85% of all exposures via a primary 1M quota share reinsurance. For one specific property per risk reinsurance treaty, the company cedes 20% of primary 500K and 100% of 39.5M excess of 500k per occurrence.

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.
 Not applicable

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: 0

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

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

8.2 If yes, give full information

9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
 (a) A contract term longer than two years and the contract is noncancellable 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 Falls Lake National 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
Not applicable

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 \$ 0
 12.12 Unpaid underwriting expenses (including loss adjustment expenses) \$ 0

12.2 Of the amount on Line 15.3, Page 2, state the amount which is secured by letters of credit, collateral, and other funds \$ 0

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

12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
 12.41 From 0.0 %
 12.42 To 0.0 %

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

12.6 If yes, state the amount thereof at December 31 of the current year:
 12.61 Letters of credit \$ 50,000
 12.62 Collateral and other funds \$ 201,822

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$ 105,000

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. 3

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 and losses are ceded on a pro-rata basis.

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

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

14.5 If the answer to 14.4 is no, please explain:
Premiums and losses are ceded on a pro-rata basis.

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

15.2 If yes, give full information
Not applicable

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 .....	.0	0	0	.0	0
16.12 Products .....	.0	0	0	.0	0
16.13 Automobile .....	.0	0	0	.0	0
16.14 Other*	0	0	0	0	0

* Disclose type of coverage:
.....

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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	\$ 0
17.12 Unfunded portion of Interrogatory 17.11	\$ 0
17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11	\$ 0
17.14 Case reserves portion of Interrogatory 17.11	\$ 0
17.15 Incurred but not reported portion of Interrogatory 17.11	\$ 0
17.16 Unearned premium portion of Interrogatory 17.11	\$ 0
17.17 Contingent commission portion of Interrogatory 17.11	\$ 0

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

18.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ 0

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

18.4 If yes, please provide the balance of funds administered as of the reporting date. \$ 0

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 Falls Lake National 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
Gross Premiums Written (Page 8, Part 1B Cols. 1, 2 & 3)					
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)	328,597,442	259,776,219	238,069,195	165,225,538	122,794,182
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	42,152,737	27,693,288	16,556,120	7,781,204	8,376,169
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	44,632,644	38,687,915	23,416,350	16,663,231	12,966,174
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	7,960,081	386,756	0	0	(1)
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	423,342,904	326,544,178	278,041,665	189,669,974	144,136,524
Net Premiums Written (Page 8, Part 1B, Col. 6)					
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)	10,455,054	14,674,577	12,887,113	9,491,178	8,141,775
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	205,145	111,679	133,601	64,867	93,688
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	66,533	65,181	1	665	3,415
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	(1)
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	10,726,732	14,851,437	13,020,715	9,556,709	8,238,877
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(2,160,545)	4,620,641	545,276	496,197	.722,586
14. Net investment gain or (loss) (Line 11)	1,657	50,896	440,013	382,054	.362,311
15. Total other income (Line 15)	1,537,339	2,362,169	395,013	45,788	8,314
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	(71,971)	1,580,054	337,427	203,409	178,184
18. Net income (Line 20)	(549,578)	5,453,652	1,042,875	720,630	915,027
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	1,152,213,665	566,011,260	500,096,240	405,957,041	321,975,926
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	62,769,226	97,588,921	68,511,077	39,111,532	25,541,228
20.2 Deferred and not yet due (Line 15.2)	65,244,017	5,945,738	14,683,358	9,305,755	7,394,880
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	1,028,738,082	451,979,468	400,872,011	311,925,557	263,897,555
22. Losses (Page 3, Line 1)	31,175,632	16,193,303	14,313,637	12,722,505	11,130,417
23. Loss adjustment expenses (Page 3, Line 3)	10,865,941	9,180,233	9,030,828	7,639,418	6,822,203
24. Unearned premiums (Page 3, Line 9)	5,841,653	7,190,675	5,969,323	3,802,754	3,416,538
25. Capital paid up (Page 3, Lines 30 & 31)	4,200,000	4,200,000	4,200,000	4,200,000	4,200,000
26. Surplus as regards policyholders (Page 3, Line 37)	123,475,583	114,031,792	99,224,226	94,031,484	58,078,371
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(395,836,293)	(26,695,554)	(50,100,484)	(26,980,642)	23,507,184
Risk-Based Capital Analysis					
28. Total adjusted capital	123,475,583	114,031,792	99,224,226	94,031,484	58,078,371
29. Authorized control level risk-based capital	36,728,906	22,553,955	22,223,540	18,308,682	19,945,853
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0					
30. Bonds (Line 1)	3.3	3.5	5.1	10.1	20.5
31. Stocks (Lines 2.1 & 2.2)	70.0	76.1	83.2	81.4	63.5
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	0.0	0.0	0.0	0.0	0.0
34. Cash, cash equivalents and short-term investments (Line 5)	26.7	20.4	11.7	8.5	12.2
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)	0.0	0.0	0.0	0.0	0.0
38. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	3.8
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
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds (Schedule D, Summary, Line 12, Col. 1)	0	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)	99,213,900	94,354,687	83,568,671	79,292,288	40,453,677
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
46. Affiliated mortgage loans on real estate	0	0	0	0	0
47. All other affiliated	0	0	0	0	0
48. Total of above Lines 42 to 47	99,213,900	94,354,687	83,568,671	79,292,288	40,453,677
49. Total Investment in Parent included in Lines 42 to 47 above	0	0	0	0	0
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)	80.4	82.7	84.2	84.3	69.7

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National Insurance Company
FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2021	2 2020	3 2019	4 2018	5 2017
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	(2,143,401)	10,796,983	4,332,542	(236,440)	652,881
52. Dividends to stockholders (Line 35)	0	0	0	0	0
53. Change in surplus as regards policyholders for the year (Line 38)	9,443,791	14,807,566	5,192,742	35,953,112	1,372,441
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
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)	(99,368,052)	66,523,802	63,014,247	50,105,241	58,338,557
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	18,019,120	9,369,760	3,312,747	3,247,184	4,363,826
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	18,647,425	7,342,165	12,052,000	5,836,096	9,817,727
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	3,395,287	222,070	0	0	0
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59. Total (Line 35)	(59,306,220)	83,457,797	78,378,994	59,188,521	72,520,110
Net Losses Paid (Page 9, Part 2, Col. 4)					
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)	(5,577,744)	3,157,599	3,136,203	2,623,044	3,997,790
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	137,675	32,156	24,692	18,488	72,211
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	13,421	747	4,629	3,514	6,137
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	690	0	0	0	0
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65. Total (Line 35)	(5,425,958)	3,190,502	3,165,524	2,645,046	4,076,138
Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	.79.1	.37.2	.43.8	.46.2	.39.7
68. Loss expenses incurred (Line 3)	.39.1	.23.6	.33.9	.28.1	.27.3
69. Other underwriting expenses incurred (Line 4)	(0.3)	5.3	17.3	20.3	24.8
70. Net underwriting gain (loss) (Line 8)	(17.9)	33.9	5.0	5.4	8.2
Other Percentages					
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)	(14.7)	(11.0)	11.4	19.0	26.3
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	118.2	60.8	77.7	74.3	67.0
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)	8.7	13.0	13.1	10.2	14.2
One Year Loss Development (\$000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11)	4,323	(989)	(522)	(171)	(127)
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)	3.8	(1.0)	(0.6)	(0.3)	(0.2)
Two Year Loss Development (\$000 omitted)					
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)	5,929	(1,104)	(492)	26	(722)
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)	6.0	(1.2)	(0.8)	0.0	(1.3)

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

Yes No

If no, please explain: _____

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National Insurance Company
SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12 Number of Claims Reported Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)		
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior.	XXX	XXX	XXX	.172	.50	.56	.27	.28	.3	0	.176	XXX	
2. 2012	19,501	15,919	3,581	12,671	10,809	2,392	1,716	665	228	19	2,974	XXX	
3. 2013	13,851	10,508	3,343	4,716	3,403	1,828	1,256	617	185	26	2,317	XXX	
4. 2014	19,840	15,108	4,732	7,685	6,192	2,488	1,849	1,021	.371	84	2,783	XXX	
5. 2015	25,939	19,989	5,950	10,309	8,210	2,712	2,041	1,816	811	.466	3,775	XXX	
6. 2016	34,063	26,597	7,466	19,480	15,636	3,983	3,047	2,332	.626	1,290	6,487	XXX	
7. 2017	59,171	47,922	11,249	33,516	28,506	5,824	4,783	3,860	1,051	1,964	8,860	XXX	
8. 2018	69,558	56,663	12,895	28,423	26,269	4,944	4,478	5,094	2,132	1,937	5,582	XXX	
9. 2019	83,042	68,684	14,358	23,686	24,910	3,677	4,116	4,940	1,616	1,751	1,660	XXX	
10. 2020	70,631	60,469	10,161	10,463	9,531	1,308	1,170	1,974	1,124	.121	1,921	XXX	
11. 2021	88,135	76,059	12,076	4,921	4,508	354	313	1,218	518	93	1,154	XXX	
12. Totals	XXX	XXX	XXX	156,042	138,024	29,567	24,796	23,566	8,665	7,750	37,689	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.	156	.67	.367	.246	.56	.32	.109	.69	.39	.4	0	.311	XXX			
2. 2012	984	889	145	124	.49	.34	.36	.29	.30	.2	0	.165	XXX			
3. 2013	307	231	207	169	.63	.44	.67	.51	.33	.8	0	.173	XXX			
4. 2014	437	313	421	.350	.124	.87	.134	.104	.46	.7	0	.299	XXX			
5. 2015	1,163	931	349	.231	.358	.258	.126	.82	.105	.35	0	.564	XXX			
6. 2016	2,031	1,255	1,788	.1,356	.360	.233	.462	.313	.140	.37	0	1,588	XXX			
7. 2017	5,969	3,186	3,570	.2,792	.744	.398	.855	.591	.278	.116	0	4,331	XXX			
8. 2018	10,003	5,269	5,398	.3,708	.1,262	.659	.1,497	.893	.444	.312	0	.7,764	XXX			
9. 2019	14,651	8,216	13,244	.9,211	.2,083	.1,219	.3,557	.2,190	.790	.83	0	13,406	XXX			
10. 2020	10,654	9,531	14,675	.12,607	.1,334	.1,111	.3,498	.2,786	.1,378	.459	0	5,045	XXX			
11. 2021	12,943	11,866	31,204	26,942	1,051	887	7,614	6,152	2,332	902	0	8,395	XXX			
12. Totals	59,297	41,755	71,369	57,736	7,484	4,963	17,955	13,260	5,615	1,965	0	42,041	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	.210	.100
2. 2012	16,972	13,833	3,140	.87.0	.86.9	.87.7	0	0	7.0	.116	.49
3. 2013	7,837	5,347	2,490	.56.6	.50.9	.74.5	0	0	7.0	.114	.60
4. 2014	12,355	9,273	3,082	.62.3	.61.4	.65.1	0	0	7.0	.195	.105
5. 2015	16,938	12,599	4,339	.65.3	.63.0	.72.9	0	0	7.0	.349	.215
6. 2016	30,577	22,502	8,074	.89.8	.84.6	.108.2	0	0	7.0	.1,209	.379
7. 2017	54,615	41,424	13,191	.92.3	.86.4	.117.3	0	0	7.0	.3,560	.771
8. 2018	57,066	43,719	13,347	.82.0	.77.2	.103.5	0	0	7.0	.6,424	.1,340
9. 2019	66,627	51,561	15,066	.80.2	.75.1	.104.9	0	0	7.0	.10,468	.2,938
10. 2020	45,285	38,319	6,966	.64.1	.63.4	.68.6	0	0	7.0	.3,191	.1,854
11. 2021	61,638	52,089	9,549	.69.9	.68.5	.79.1	0	0	7.0	.5,339	.3,056
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	31,176	10,866

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 Falls Lake National 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	7,594	6,182	5,176	5,160	5,094	5,438	5,577	5,310	5,158	5,162	4	(148)
2. 2012	2,549	2,617	2,533	2,472	2,463	2,515	2,546	2,581	2,637	2,675	38	94
3. 2013	XXX	2,114	2,113	1,960	1,990	2,028	2,047	2,025	2,013	2,033	20	9
4. 2014	XXX	XXX	2,932	2,581	2,329	2,208	2,247	2,316	2,361	2,393	33	77
5. 2015	XXX	XXX	XXX	3,432	3,216	3,134	3,060	3,064	3,153	3,263	111	200
6. 2016	XXX	XXX	XXX	XXX	4,465	5,095	5,458	5,828	5,969	6,266	297	437
7. 2017	XXX	XXX	XXX	XXX	XXX	7,528	7,318	8,594	9,361	10,220	859	1,626
8. 2018	XXX	XXX	XXX	XXX	XXX	XXX	8,696	7,942	8,754	10,252	1,498	2,311
9. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,713	8,843	11,036	2,193	1,322
10. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,926	5,197	(730)	XXX
11. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,419	XXX	XXX
										12. Totals	4,323	5,929

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	1,427	2,263	2,933	3,456	4,219	4,489	4,667	4,737	4,887	XXX	XXX
2. 2012	300	1,115	1,462	1,761	1,999	2,154	2,278	2,394	2,497	2,537	XXX	XXX
3. 2013	XXX	130	435	830	1,252	1,561	1,699	1,786	1,854	1,885	XXX	XXX
4. 2014	XXX	XXX	218	627	956	1,354	1,715	1,953	2,061	2,133	XXX	XXX
5. 2015	XXX	XXX	XXX	240	797	1,378	1,968	2,387	2,648	2,770	XXX	XXX
6. 2016	XXX	XXX	XXX	XXX	359	1,560	2,832	4,092	4,845	4,781	XXX	XXX
7. 2017	XXX	XXX	XXX	XXX	XXX	765	2,563	4,825	6,524	6,051	XXX	XXX
8. 2018	XXX	XXX	XXX	XXX	XXX	XXX	695	2,592	4,478	2,620	XXX	XXX
9. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	690	2,450	(1,663)	XXX	XXX
10. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	281	1,070	XXX	XXX
11. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	454	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	5,688	3,456	2,020	1,397	1,156	760	570	394	280	162	
2. 2012	1,408	1,025	689	422	262	180	100	58	40	28	
3. 2013	XXX	1,571	1,317	772	455	285	205	114	72	54	
4. 2014	XXX	XXX	2,242	1,545	1,009	496	256	201	145	100	
5. 2015	XXX	XXX	XXX	2,534	1,686	1,078	491	174	126	162	
6. 2016	XXX	XXX	XXX	XXX	2,921	2,078	1,180	643	419	582	
7. 2017	XXX	XXX	XXX	XXX	XXX	4,733	2,306	1,444	805	1,041	
8. 2018	XXX	XXX	XXX	XXX	XXX	XXX	6,074	2,780	1,399	2,295	
9. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,048	3,392	5,400	
10. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,768	2,780	
11. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,724	

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National 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	Direct Premiums Written	Dividends Paid or Credited to Policyholders on Direct Business	Direct Losses Paid (Deducting Salvage)	Direct Losses Incurred	Direct Losses Unpaid	Finance and Service Charges Not Included in Premiums	
1. Alabama	AL	6,795,466	5,205,291	0	1,105,495	1,129,507	1,966,634	43,338	0
2. Alaska	AK	2,288,448	1,965,172	0	38,375	1,352,179	1,499,197	0	0
3. Arizona	AZ	3,118,853	3,218,783	0	2,591,689	3,345,626	3,553,752	14,879	0
4. Arkansas	AR	5,594,543	4,147,117	0	865,215	2,068,826	1,585,039	0	0
5. California	CA	E 22,351,808	15,551,602	0	8,387,455	11,316,261	11,333,795	0	0
6. Colorado	CO	L 9,279,229	5,810,458	0	311,478	1,787,532	1,828,434	0	0
7. Connecticut	CT	L 3,050,260	2,360,058	0	448,140	1,103,939	3,766,006	820	0
8. Delaware	DE	L 986,412	1,018,693	0	207,677	545,176	558,215	4	0
9. District of Columbia	DC	L 19,886	19,886	0	(6,563)	(324)	6,469	0	0
10. Florida	FL	L 12,766,778	10,680,967	0	1,328,855	6,604,790	11,757,830	2,470	0
11. Georgia	GA	L 18,430,623	17,077,732	0	10,777,333	12,629,892	10,383,963	349,760	0
12. Hawaii	HI	L 418,307	213,125	0	0	56,975	61,396	0	0
13. Idaho	ID	L 1,171,171	847,008	0	343,449	832,720	655,121	0	0
14. Illinois	IL	L 6,461,597	5,791,759	0	2,229,533	4,273,707	4,709,699	1,299	0
15. Indiana	IN	L 1,528,247	1,558,427	0	676,566	635,923	860,392	630	0
16. Iowa	IA	L 2,993,122	2,764,954	0	1,218,683	2,735,685	2,563,500	0	0
17. Kansas	KS	L 886,229	700,537	0	185,043	881,451	851,484	0	0
18. Kentucky	KY	L 87,297	21,818	0	20,165	(184,644)	409,111	0	0
19. Louisiana	LA	L 3,378,487	3,244,067	0	149,609	1,048,869	1,350,915	0	0
20. Maine	ME	L 57,072	26,693	0	0	7,129	7,129	0	0
21. Maryland	MD	L 2,784,264	3,230,272	0	1,979,086	855,353	1,898,820	290	0
22. Massachusetts	MA	L 2,287,650	2,374,529	0	1,526,386	2,384,710	3,578,014	30	0
23. Michigan	MI	L 28,778,948	31,565,835	0	15,287,275	17,404,562	31,785,221	3,220,640	0
24. Minnesota	MN	L 1,817,740	1,501,733	0	369,266	706,512	570,321	0	0
25. Mississippi	MS	L 2,095,613	1,659,143	0	116,222	676,322	637,929	0	0
26. Missouri	MO	L 1,770,377	1,575,609	0	1,062,187	1,071,943	1,650,397	0	0
27. Montana	MT	L 558,721	455,581	0	0	114,480	129,593	0	0
28. Nebraska	NE	L 80,191	87,271	0	0	8,741	28,710	0	0
29. Nevada	NV	L 1,914,826	1,853,704	0	15,330	78,291	1,497,943	7,624	0
30. New Hampshire	NH	L 145,075	115,675	0	(500)	42,978	82,015	40	0
31. New Jersey	NJ	L 8,120,381	8,262,994	0	4,945,533	3,905,041	13,764,002	2,960	0
32. New Mexico	NM	L 338,503	392,481	0	195,306	3,392,725	5,304,708	20	0
33. New York	NY	L 23,831,860	23,225,422	0	7,424,503	7,827,194	42,584,388	19,889	0
34. North Carolina	NC	L 8,049,109	7,362,579	0	2,851,890	4,014,533	2,524,942	1,052	0
35. North Dakota	ND	L 174,955	207,816	0	4,097	70,467	130,222	0	0
36. Ohio	OH	L 1,886,695	1,830,013	0	369,768	776,499	1,032,062	100	0
37. Oklahoma	OK	L 3,518,966	3,107,919	0	1,554,203	2,093,019	2,122,713	0	0
38. Oregon	OR	L 2,870,126	1,851,058	0	210,256	783,935	616,995	0	0
39. Pennsylvania	PA	L 10,316,366	10,981,346	0	7,165,956	10,212,123	12,760,155	2,871	0
40. Rhode Island	RI	L 2,185,925	2,212,592	0	805,549	727,558	1,917,064	0	0
41. South Carolina	SC	L 5,509,426	4,432,569	0	741,779	1,785,527	2,017,121	17,922	0
42. South Dakota	SD	L 430,147	320,807	0	31,273	599,367	575,901	0	0
43. Tennessee	TN	L 3,016,503	2,748,742	0	2,033,142	2,278,829	608,706	780	0
44. Texas	TX	L 19,990,068	19,819,219	0	6,459,182	13,017,075	19,607,708	3,832	0
45. Utah	UT	L 1,928,970	1,792,132	0	290,738	626,535	554,903	0	0
46. Vermont	VT	L 43,089	52,773	0	1,598	(2,417)	7,697	0	0
47. Virginia	VA	L 8,239,065	6,613,740	0	2,898,896	3,625,914	3,848,309	1,355	0
48. Washington	WA	L 1,335,815	1,038,592	0	140,296	386,400	384,751	0	0
49. West Virginia	WV	L 400,057	179,604	0	251,394	(450,610)	453,406	0	0
50. Wisconsin	WI	L 4,665,834	4,235,798	0	1,097,808	2,396,397	2,265,608	0	0
51. Wyoming	WY	L 289,251	258,066	0	13,415	76,520	99,340	0	0
52. American Samoa	AS	N 0	0	0	0	0	0	0	0
53. Guam	GU	N 0	0	0	0	0	0	0	0
54. Puerto Rico	PR	N 0	0	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	N 0	0	0	0	0	0	0	0
56. Northern Mariana Islands	MP	N 0	0	0	0	0	0	0	0
57. Canada	CAN	N 0	0	0	0	0	0	0	0
58. Aggregate other alien ..	OT	XXX 0	0	0	0	0	0	0	0
59. Totals		XXX 251,038,351	227,569,761	0	90,720,031	133,657,742	214,747,745	3,692,605	0
DETAILS OF WRITE-INS									
58001.		XXX							
58002.		XXX							
58003.		XXX							
58998. Summary of remaining write-ins for Line 58 from overflow page		XXX 0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)		XXX 0	0	0	0	0	0	0	0

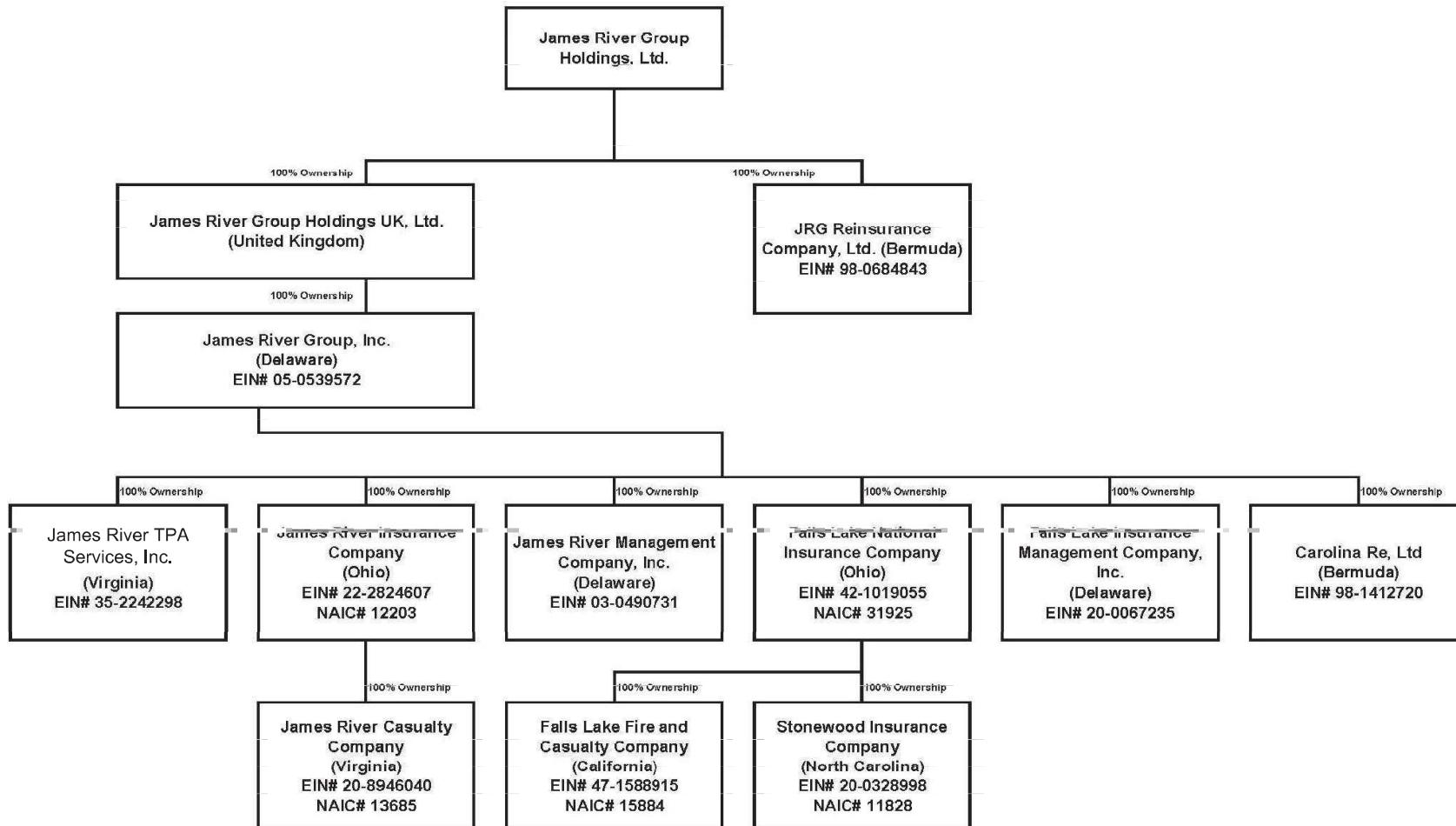
(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG..... 50 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)..... 1 Q - Qualified - Qualified or accredited reinsurer..... 0
 D - Domestic Surplus Lines Insurer (DSLI) - Reporting entities authorized to write surplus lines in the state of domicile..... 0 N - None of the above - Not allowed to write business in the state 6

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

Premiums are allocated to jurisdiction based on location of risk.

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National Insurance Company



ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Falls Lake National Insurance Company
OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Liabilities Line 25

	1 Current Year	2 Prior Year
2504. Other liabilities	240,112	205,952
2597. Summary of remaining write-ins for Line 25 from overflow page	240,112	205,952

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. Other	33,628	4,536	0	38,164
2497. Summary of remaining write-ins for Line 24 from overflow page	33,628	4,536	0	38,164