



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

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

National Interstate Insurance Company

NAIC Group Code	0084 (Current)	0084 (Prior)	NAIC Company Code	32620	Employer's ID Number	34-1607395
Organized under the Laws of	Ohio			State of Domicile or Port of Entry		OH
Country of Domicile	United States of America					
Incorporated/Organized	02/10/1989			Commenced Business		03/28/1989
Statutory Home Office	3250 Interstate Drive (Street and Number)			Richfield, OH, US 44286 (City or Town, State, Country and Zip Code)		
Main Administrative Office	3250 Interstate Drive (Street and Number)			330-659-8900 (Area Code) (Telephone Number)		
	Richfield, OH, US 44286 (City or Town, State, Country and Zip Code)					
Mail Address	3250 Interstate Drive (Street and Number or P.O. Box)			Richfield, OH, US 44286 (City or Town, State, Country and Zip Code)		
Primary Location of Books and Records	3250 Interstate Drive (Street and Number)			330-659-8900 (Area Code) (Telephone Number)		
	Richfield, OH, US 44286 (City or Town, State, Country and Zip Code)					
Internet Website Address	www.natl.com					
Statutory Statement Contact	Leah Marie Blazek (Name)			330-659-8900-5498 (Area Code) (Telephone Number)		
	Leah.Blazek@natl.com (E-mail Address)			330-659-8904 (FAX Number)		

OFFICERS

President	Anthony Joseph Mercurio	Senior VP, Chief Financial Officer, & Treasurer	Julie Ann McGraw
Secretary	Matthew David Felvus	Executive Vice President	Shawn Vincent Los #

OTHER

George Olaf Skuggen, Senior Vice President	Chris Edward Mikolay #, Senior Vice President	Stephen Edward Winborn, Senior Vice President
James Allan Parks, VP, Chief Underwriting Officer	Gary Norman Monda, VP, Chief Investment Officer, & Assistant Treasurer	Scott Edward Noerr, Vice President, Chief Information Officer
Stephen Joseph Blankenship Jr., Vice President	Paul Joel Stock, Vice President	Daniel Mark Keenan #, Vice President
Howard Kim Baird, Assistant Treasurer	Robert Jude Zbacnik, Assistant Treasurer	Magdalena Franziska Kulik Grossman, Chief Compliance Officer
Stephen Charles Beraha, Assistant Secretary	Anthony Gerald Prinzo #, Vice President	Jonathan Douglas Hicks, Assistant Vice President
Colleen Frances Shepherd #, Vice President	Jan Marie Lombardi, Assistant Vice President	Janice Induni Shee, Assistant Vice President
David Bernard Slisz, Assistant Vice President	Keith Raymond Boyle, Assistant Vice President	Jeannine Eileen Novak #, Vice President
Brad Thomas Foust, Assistant Vice President	Michael Joseph Heramb, Assistant Vice President	Andrew Carlos Suvak, Assistant Vice President
Scott Michael Clough #, Assistant Vice President	Joshua Lee Stoll #, Assistant Vice President	Michael Anthony Wilson #, Assistant Vice President
Alecia Marie Brace #, Assistant Vice President	Timothy Allen Brewster Jr. #, Assistant Vice President	

DIRECTORS OR TRUSTEES

Michelle Ann Gillis	Gary John Gruber	Michael Eugene Sullivan Jr.
David John Witzgall	Anthony Joseph Mercurio	David Lawrence Thompson Jr.

State of	Ohio	SS
County of	Summit	

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.

Shawn Vincent Los (effective 2/7/2022) President	Matthew David Felvus Secretary	Julie Ann McGraw Senior VP, Chief Financial Officer & Treasurer
Subscribed and sworn to before me this 18th day of February, 2022		
a. Is this an original filing? Yes [X] No []		
b. If no, 1. State the amendment number.....		
2. Date filed		
3. Number of pages attached.....		

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D)	796,876,880	0	796,876,880	758,164,453
2. Stocks (Schedule D):				
2.1 Preferred stocks	16,361,380	0	16,361,380	12,135,128
2.2 Common stocks	231,548,581	1,732,901	229,815,680	208,357,765
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	5,000,000	0	5,000,000	0
3.2 Other than first liens	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$0 encumbrances)	36,619,880	0	36,619,880	37,830,829
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 (\$26,191,682 , Schedule E - Part 1), cash equivalents (\$103,194,967 , Schedule E - Part 2) and short-term investments (\$0 , Schedule DA)	129,386,649	0	129,386,649	70,747,842
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)	10,929,919	0	10,929,919	11,057,395
9. Receivable for securities	95,904	0	95,904	2,292
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)	1,226,819,193	1,732,901	1,225,086,292	1,098,295,704
13. Title plants less \$0 charged off (for Title insurers only)	0	0	0	0
14. Investment income due and accrued	4,442,695	0	4,442,695	4,513,839
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	39,230,132	166,011	39,064,121	38,756,048
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$0 earned but unbilled premiums)	162,783,648	344,448	162,439,200	162,181,965
15.3 Accrued retrospective premiums (\$5,353,321) and contracts subject to redetermination (\$0)	5,353,321	0	5,353,321	8,192,512
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	16,674,654	0	16,674,654	25,726,360
16.2 Funds held by or deposited with reinsured companies	591,210	0	591,210	705,462
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	2,623,722	0	2,623,722	0
18.2 Net deferred tax asset	19,787,791	173,085	19,614,706	18,678,990
19. Guaranty funds receivable or on deposit	0	0	0	0
20. Electronic data processing equipment and software	3,484,055	1,916,890	1,567,165	1,671,423
21. Furniture and equipment, including health care delivery assets (\$0)	1,532,470	1,532,470	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	1,591,043	0	1,591,043	336,166
24. Health care (\$0) and other amounts receivable	0	0	0	0
25. Aggregate write-ins for other than invested assets	13,982,875	7,930,109	6,052,766	5,600,002
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	1,498,896,809	13,795,913	1,485,100,896	1,364,658,471
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0	0
28. Total (Lines 26 and 27)	1,498,896,809	13,795,913	1,485,100,896	1,364,658,471
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. Intangible assets	5,384,640	5,384,640	0	0
2502. Receivable from insureds for deductible payments	4,536,988	480,649	4,056,339	3,531,061
2503. Prepaid expenses	2,042,647	2,042,647	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	2,018,600	22,173	1,996,427	2,068,941
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	13,982,875	7,930,109	6,052,766	5,600,002

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	433,921,095	397,872,490
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	73,651	12,379
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	97,555,588	92,014,295
4. Commissions payable, contingent commissions and other similar charges	16,162,113	15,452,622
5. Other expenses (excluding taxes, licenses and fees)	26,346,629	24,685,428
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	9,899,690	7,334,907
7.1 Current federal and foreign income taxes (including \$0 on realized capital gains (losses))	0	1,600,448
7.2 Net deferred tax liability	0	0
8. Borrowed money \$0 and interest thereon \$0	0	0
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$176,676,201 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)	170,054,141	168,953,881
10. Advance premium	64,356	171,296
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	29,005,310	21,807,703
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)	308,583,718	284,020,895
14. Amounts withheld or retained by company for account of others	46,003,630	40,421,802
15. Remittances and items not allocated	15,589,296	9,772,681
16. Provision for reinsurance (including \$0 certified) (Schedule F, Part 3, Column 78)	43,000	454,800
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	3,593,354	12,219,142
20. Derivatives	0	0
21. Payable for securities	0	1,500,000
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	10,050	15,147
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	1,156,905,620	1,078,309,914
27. Protected cell liabilities	0	0
28. Total liabilities (Lines 26 and 27)	1,156,905,620	1,078,309,914
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	3,000,000	3,000,000
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	33,231,754	32,997,358
35. Unassigned funds (surplus)	291,963,521	250,351,199
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)	328,195,276	286,348,557
38. TOTALS (Page 2, Line 28, Col. 3)	1,485,100,896	1,364,658,471
DETAILS OF WRITE-INS		
2501. Unearned rental income	10,050	15,147
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	10,050	15,147
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 NATIONAL INTERSTATE INSURANCE COMPANY

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4).....	373,968,580	338,913,949
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	173,614,242	137,827,069
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	44,037,077	36,703,010
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	115,835,131	106,272,883
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	333,486,450	280,802,962
7. Net income of protected cells	0	0
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	40,482,131	58,110,987
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	24,652,751	53,757,497
10. Net realized capital gains or (losses) less capital gains tax of \$(34,154) (Exhibit of Capital Gains (Losses))	4,005,722	(3,123,200)
11. Net investment gain (loss) (Lines 9 + 10)	28,658,473	50,634,297
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$0 amount charged off \$0)	0	0
13. Finance and service charges not included in premiums	1,945	1,350
14. Aggregate write-ins for miscellaneous income	(8,413,688)	(8,951,721)
15. Total other income (Lines 12 through 14)	(8,411,743)	(8,950,371)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	60,728,860	99,794,914
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)	60,728,860	99,794,914
19. Federal and foreign income taxes incurred	12,509,341	15,120,910
20. Net income (Line 18 minus Line 19)(to Line 22)	48,219,519	84,674,004
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	286,348,557	287,866,646
22. Net income (from Line 20)	48,219,519	84,674,004
23. Net transfers (to) from Protected Cell accounts	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$235,856	23,723,305	(934,885)
25. Change in net unrealized foreign exchange capital gain (loss)	0	0
26. Change in net deferred income tax	1,344,657	1,903,170
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(2,086,960)	(3,426,336)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	411,800	958,200
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	234,396	307,758
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	(30,000,000)	(85,000,000)
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)	41,846,719	(1,518,089)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	328,195,276	286,348,557
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	375,726	400,273
1402. Funds held interest	(8,789,415)	(9,351,994)
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above)	(8,413,688)	(8,951,721)
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 NATIONAL INTERSTATE INSURANCE COMPANY

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	385,490,091	326,132,077
2. Net investment income	27,883,014	57,395,358
3. Miscellaneous income	(8,411,743)	(8,950,371)
4. Total (Lines 1 through 3)	404,961,362	374,577,064
5. Benefit and loss related payments	128,452,659	144,853,900
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	149,122,449	135,964,193
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ (34,154) tax on capital gains (losses)	16,699,356	15,568,962
10. Total (Lines 5 through 9)	294,274,464	296,387,055
11. Net cash from operations (Line 4 minus Line 10)	110,686,897	78,190,009
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	237,245,916	204,230,568
12.2 Stocks	3,936,191	11,363,162
12.3 Mortgage loans	0	0
12.4 Real estate	0	0
12.5 Other invested assets	3,420,313	1,820,074
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(9,785)	(2,860)
12.7 Miscellaneous proceeds	0	1,501,250
12.8 Total investment proceeds (Lines 12.1 to 12.7)	244,592,634	218,912,194
13. Cost of investments acquired (long-term only):		
13.1 Bonds	277,410,017	199,153,486
13.2 Stocks	6,030,145	3,057,436
13.3 Mortgage loans	5,000,000	0
13.4 Real estate	25,393	59,919
13.5 Other invested assets	152,197	0
13.6 Miscellaneous applications	1,593,612	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	290,211,364	202,270,841
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)	(45,618,729)	16,641,353
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	(38,595)	33,442
16.3 Borrowed funds	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
16.5 Dividends to stockholders	30,000,000	85,000,000
16.6 Other cash provided (applied)	23,609,234	8,504,744
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(6,429,361)	(76,461,814)
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)	58,638,807	18,369,548
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	70,747,842	52,378,294
19.2 End of period (Line 18 plus Line 19.1)	129,386,649	70,747,842

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

20.0001. Exchange of debt securities	1,011,070	3,805,844
20.0002. Stock based compensation	272,991	274,316
20.0003. Exchange of equity securities	231,134	0
20.0004. Securities acquired in paid in kind interest payment	0	39,437

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE 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	84,359	23,274	31,544	76,089
2.	Allied lines	35,397	14,716	24,375	25,738
3.	Farmowners multiple peril	0	0	0	0
4.	Homeowners multiple peril	0	0	0	0
5.	Commercial multiple peril	2,951,495	1,975,332	1,993,851	2,932,976
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	5,187,023	2,724,962	2,745,706	5,166,280
10.	Financial guaranty	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0
12.	Earthquake	0	0	0	0
13.	Group accident and health	701,171	302,582	305,295	698,458
14.	Credit accident and health (group and individual)	0	0	0	0
15.	Other accident and health	246	7,242	3,766	3,722
16.	Workers' compensation	82,381,481	42,583,588	35,273,924	89,691,145
17.1	Other liability - occurrence	13,790,043	7,594,855	7,788,583	13,596,315
17.2	Other liability - claims-made	690,417	201,215	249,031	642,601
17.3	Excess workers' compensation	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0
19.1, 19.2	Private passenger auto liability	0	1,025	917	108
19.3, 19.4	Commercial auto liability	220,046,538	95,153,685	100,306,014	214,894,209
21.	Auto physical damage	49,189,618	18,337,420	21,293,347	46,233,691
22.	Aircraft (all perils)	0	0	0	0
23.	Fidelity	0	7,529	7,529	0
24.	Surety	0	(1)	(1)	0
26.	Burglary and theft	4,682	1,098	2,614	3,166
27.	Boiler and machinery	6,370	25,358	27,645	4,083
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	375,068,841	168,953,880	170,054,141	373,968,579
DETAILS OF WRITE-INS					
3401.	Combined write-ins for U&I Part 1 Line 34	0	0	0	0
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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

		1	2	3	4	5
Line of Business		Amount Unearned (Running One Year or Less from Date of Policy) (a)	Amount Unearned (Running More Than One Year from Date of Policy) (a)	Earned But Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire	31,544	0	0	0	31,544
2.	Allied lines	24,375	0	0	0	24,375
3.	Farmowners multiple peril	0	0	0	0	0
4.	Homeowners multiple peril	0	0	0	0	0
5.	Commercial multiple peril	1,993,851	0	0	0	1,993,851
6.	Mortgage guaranty	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0
9.	Inland marine	2,745,706	0	0	0	2,745,706
10.	Financial guaranty	0	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0	0
12.	Earthquake	0	0	0	0	0
13.	Group accident and health	305,295	0	0	0	305,295
14.	Credit accident and health (group and individual)	0	0	0	0	0
15.	Other accident and health	3,766	0	0	0	3,766
16.	Workers' compensation	35,273,924	0	0	0	35,273,924
17.1	Other liability - occurrence	7,788,583	0	0	0	7,788,583
17.2	Other liability - claims-made	249,031	0	0	0	249,031
17.3	Excess workers' compensation	0	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0	0
19.1, 19.2	Private passenger auto liability	917	0	0	0	917
19.3, 19.4	Commercial auto liability	100,306,014	0	0	0	100,306,014
21.	Auto physical damage	21,293,347	0	0	0	21,293,347
22.	Aircraft (all perils)	0	0	0	0	0
23.	Fidelity	7,529	0	0	0	7,529
24.	Surety	(1)	0	0	0	(1)
26.	Burglary and theft	2,614	0	0	0	2,614
27.	Boiler and machinery	27,645	0	0	0	27,645
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	170,054,141	0	0	0	170,054,141
36.	Accrued retrospective premiums based on experience					0
37.	Earned but unbilled premiums					0
38.	Balance (Sum of Line 35 through 37)					170,054,141
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 Pro Rata

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

		1	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1+2+3-4-5
			2	3	4	5	
Line of Business		Direct Business (a)	From Affiliates	From Non-Affiliates	To Affiliates	To Non-Affiliates	
1.	Fire	113,682	40,905	0	36,393	33,835	84,359
2.	Allied lines	14,128	39,153	0	15,193	2,691	35,397
3.	Farmowners multiple peril	0	0	0	0	0	0
4.	Homeowners multiple peril	0	0	0	0	0	0
5.	Commercial multiple peril	2,731,533	2,346,290	0	1,289,411	836,916	2,951,495
6.	Mortgage guaranty	0	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0	0
9.	Inland marine	8,730,315	1,152,154	0	3,861,823	833,623	5,187,023
10.	Financial guaranty	0	0	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0	0	0
12.	Earthquake	0	0	0	0	0	0
13.	Group accident and health	0	1,492,915	0	791,744	0	701,171
14.	Credit accident and health (group and individual)	0	0	0	0	0	0
15.	Other accident and health	494	0	0	248	0	246
16.	Workers' compensation	35,156,678	101,287,080	198,057	48,167,367	6,092,966	82,381,481
17.1	Other liability - occurrence	64,395,017	11,900,660	0	10,633,708	51,871,926	13,790,043
17.2	Other liability - claims-made	1,249,268	89,991	0	491,240	157,602	690,417
17.3	Excess workers' compensation	0	0	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0	0	0
19.1, 19.2	Private passenger auto liability	0	0	0	0	0	0
19.3, 19.4	Commercial auto liability	412,815,343	55,647,304	3,682,675	175,791,950	76,306,834	220,046,538
21.	Auto physical damage	80,629,171	15,133,336	182,541	33,786,355	12,969,076	49,189,618
22.	Aircraft (all perils)	0	0	0	0	0	0
23.	Fidelity	0	0	0	0	0	0
24.	Surety	0	0	0	0	0	0
26.	Burglary and theft	2,778	3,922	0	2,013	6	4,682
27.	Boiler and machinery	128,716	9,099	0	2,730	128,716	6,370
28.	Credit	0	0	0	0	0	0
29.	International	0	0	0	0	0	0
30.	Warranty	0	0	0	0	0	0
31.	Reinsurance - nonproportional assumed property	XXX	0	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	605,967,123	189,142,811	4,063,273	274,870,176	149,234,191	375,068,841
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 [] No [X]

If yes: 1. The amount of such installment premiums \$0
 2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis \$0

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business		Losses Paid Less Salvage				5	6	7	8
		1	2	3	4				
		Direct Business	Reinsurance Assumed	Reinsurance Recovered	Net Payments (Cols. 1 + 2 - 3)	Net Losses Unpaid Current Year (Part 2A , Col. 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Cols. 4 + 5 - 6)	Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
1.	Fire	0	0	0	0	40,459	24,290	16,169	21.3
2.	Allied lines	0	1,295	388	906	18,480	13,189	6,197	24.1
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	403,104	608,968	394,331	617,741	3,401,874	3,458,749	560,867	19.1
6.	Mortgage guaranty	0	0	0	0	0	0	0	0.0
8.	Ocean marine	0	0	0	0	2,913	2,913	0	(77.8)
9.	Inland marine	2,355,992	129,445	1,418,999	1,066,438	1,246,114	1,246,695	1,065,856	20.6
10.	Financial guaranty	0	0	0	0	0	0	0	0.0
11.1	Medical professional liability - occurrence	0	0	0	0	0	0	0	0.0
11.2	Medical professional liability - claims-made	0	0	0	0	0	0	0	0.0
12.	Earthquake	0	0	0	0	60	60	0	(466.7)
13.	Group accident and health	0	509,773	271,879	237,894	503,941	456,749	285,086	40.8
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	180,753	179,962	791	21.3
16.	Workers' compensation	38,052,598	26,561,985	35,730,164	28,884,419	129,970,227	134,200,240	24,654,406	27.5
17.1	Other liability - occurrence	27,090,343	3,335,748	25,697,190	4,728,901	19,580,067	16,925,047	7,383,920	54.3
17.2	Other liability - claims-made	1,748,000	0	851,859	896,141	1,351,765	1,346,288	901,618	140.3
17.3	Excess workers' compensation	0	0	0	0	0	0	0	0.0
18.1	Products liability - occurrence	0	0	0	0	0	0	0	0.0
18.2	Products liability - claims-made	0	0	0	0	0	0	0	0.0
19.1, 19.2	Private passenger auto liability	500	0	150	350	481,124	771,734	(290,260)	(269,508.3)
19.3, 19.4	Commercial auto liability	172,184,905	30,730,165	115,931,706	86,983,363	268,273,356	232,089,389	123,167,330	57.3
21.	Auto physical damage	25,620,219	6,717,195	18,187,930	14,149,484	8,832,282	7,121,172	15,860,594	34.3
22.	Aircraft (all perils)	0	0	0	0	0	0	0	0.0
23.	Fidelity	0	0	0	0	0	0	0	0.0
24.	Surety	0	0	0	0	32,831	32,831	0	(31.0)
26.	Burglary and theft	0	0	0	0	2,376	1,703	673	21.3
27.	Boiler and machinery	0	0	0	0	2,472	1,477	995	24.4
28.	Credit	0	0	0	0	0	0	0	0.0
29.	International	0	0	0	0	0	0	0	0.0
30.	Warranty	0	0	0	0	0	0	0	0.0
31.	Reinsurance - nonproportional assumed property	XXX	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	267,455,659	68,594,573	198,484,595	137,565,637	433,921,095	397,872,488	173,614,244	46.4
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 NATIONAL INTERSTATE 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	2	3	4	5	6	7		
		Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable	Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	Net Unpaid Loss Adjustment Expenses
1.	Fire	0	0	0	0	50,556	13,321	23,418	40,459	7,140
2.	Allied lines	0	0	0	0	12,577	15,271	9,368	18,480	3,261
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	190,571	2,110,471	703,977	1,597,065	862,036	2,243,335	1,300,561	3,401,874	1,032,580
6.	Mortgage guaranty	0	0	0	0	0	0	0	0	0
8.	Ocean marine	0	(31)	(9)	(22)	3,077	4,192	4,334	2,913	694
9.	Inland marine	924,511	52,898	515,032	462,377	4,160,319	128,168	3,504,749	1,246,114	165,531
10.	Financial guaranty	0	0	0	0	0	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0	0	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0	0	0	0	0	0
12.	Earthquake	0	0	0	0	103	0	43	60	14
13.	Group accident and health	0	558,693	297,970	260,723	0	258,025	14,807	(a) 503,941	42,921
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	514,490	0	333,737	(a) 180,753	56,258
16.	Workers' compensation	57,368,389	48,994,305	55,742,673	50,620,021	69,638,008	88,880,154	79,167,957	129,970,227	24,632,837
17.1	Other liability - occurrence	25,387,942	3,639,590	20,971,959	8,055,574	63,303,104	7,724,249	59,502,860	19,580,067	5,699,297
17.2	Other liability - claims-made	965,003	0	468,002	497,001	1,358,206	240,354	743,796	1,351,765	270,256
17.3	Excess workers' compensation	0	0	0	0	0	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0	0	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0	0	0	0	0	0
19.1, 19.2	Private passenger auto liability	0	175,000	52,555	122,445	499,414	211,046	351,781	481,124	96,173
19.3, 19.4	Commercial auto liability	306,875,473	38,502,510	206,214,903	139,163,079	311,335,234	47,350,969	229,575,927	268,273,356	63,585,586
21.	Auto physical damage	9,067,614	824,458	6,068,373	3,823,699	20,474,174	1,822,405	17,287,995	8,832,282	1,954,403
22.	Aircraft (all perils)	0	0	0	0	0	0	0	0	0
23.	Fidelity	0	0	0	0	0	0	0	0	0
24.	Surety	0	0	0	0	47,000	0	14,169	32,831	7,774
26.	Burglary and theft	0	0	0	0	1,396	949	(31)	2,376	427
27.	Boiler and machinery	977	0	977	0	11	3,520	1,059	2,472	436
28.	Credit	0	0	0	0	0	0	0	0	0
29.	International	0	0	0	0	0	0	0	0	0
30.	Warranty	0	0	0	0	0	0	0	0	0
31.	Reinsurance - nonproportional assumed property	XXX	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	400,780,480	94,857,894	291,036,413	204,601,962	472,259,704	148,895,960	391,836,531	433,921,095	97,555,588
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 NATIONAL INTERSTATE INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct	53,468,007	0	0	53,468,007
1.2 Reinsurance assumed	9,420,484	0	0	9,420,484
1.3 Reinsurance ceded	38,923,204	0	0	38,923,204
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	23,965,286	0	0	23,965,286
2. Commission and brokerage:				
2.1 Direct excluding contingent	0	48,989,988	0	48,989,988
2.2 Reinsurance assumed, excluding contingent	0	17,986,581	0	17,986,581
2.3 Reinsurance ceded, excluding contingent	0	30,939,718	0	30,939,718
2.4 Contingent - direct	0	133,350	0	133,350
2.5 Contingent - reinsurance assumed	0	1,551,200	0	1,551,200
2.6 Contingent - reinsurance ceded	0	567,728	0	567,728
2.7 Policy and membership fees	0	23	0	23
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)	0	37,153,696	0	37,153,696
3. Allowances to managers and agents	0	3,098	0	3,098
4. Advertising	0	301,044	0	301,044
5. Boards, bureaus and associations	174,315	3,983,411	0	4,157,726
6. Surveys and underwriting reports	410	654,172	0	654,582
7. Audit of assureds' records	0	167,834	0	167,834
8. Salary and related items:				
8.1 Salaries	14,356,679	28,162,421	431,375	42,950,474
8.2 Payroll taxes	1,158,986	2,207,868	46,656	3,413,510
9. Employee relations and welfare	2,548,776	5,137,064	73,005	7,758,846
10. Insurance	65,673	76,450	0	142,123
11. Directors' fees	0	0	0	0
12. Travel and travel items	26,816	978,930	3,043	1,008,789
13. Rent and rent items	155,243	1,150,044	8,544	1,313,831
14. Equipment	415,971	504,529	0	920,500
15. Cost or depreciation of EDP equipment and software	637,880	3,787,073	0	4,424,953
16. Printing and stationery	183,181	402,689	463	586,334
17. Postage, telephone and telegraph, exchange and express	125,299	257,192	1,243	383,734
18. Legal and auditing	(7,492)	971,286	641,329	1,605,123
19. Totals (Lines 3 to 18)	19,841,738	48,745,104	1,205,659	69,792,501
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$44,848	0	13,336,494	0	13,336,494
20.2 Insurance department licenses and fees	0	421,989	0	421,989
20.3 Gross guaranty association assessments	0	385,667	0	385,667
20.4 All other (excluding federal and foreign income and real estate)	0	961,297	0	961,297
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	15,105,447	0	15,105,447
21. Real estate expenses	6,886	2,929,323	1,985,493	4,921,702
22. Real estate taxes	0	0	587,835	587,835
23. Reimbursements by uninsured plans	0	0	0	0
24. Aggregate write-ins for miscellaneous expenses	223,167	11,901,561	4,207	12,128,936
25. Total expenses incurred	44,037,077	115,835,131	3,783,195	(a) 163,655,403
26. Less unpaid expenses - current year	97,555,588	51,381,132	1,027,300	149,964,020
27. Add unpaid expenses - prior year	92,014,295	46,523,543	949,414	139,487,252
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)	38,495,785	110,977,542	3,705,309	153,178,635
DETAILS OF WRITE-INS				
2401. Miscellaneous expenses	32,466	11,679,566	4,207	11,716,239
2402. Intangible asset amortization	190,701	221,995	0	412,697
2403.				
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)	223,167	11,901,561	4,207	12,128,936

(a) Includes management fees of \$18,081,915 to affiliates and \$0 to non-affiliates.

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE INSURANCE COMPANY

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds	(a) .....100,125	.....167,672
1.1	Bonds exempt from U.S. tax	(a) .....3,987,580	.....3,585,650
1.2	Other bonds (unaffiliated)	(a) .....19,404,724	.....19,678,333
1.3	Bonds of affiliates	(a) .....0	.....0
2.1	Preferred stocks (unaffiliated)	(b) .....646,222	.....631,765
2.11	Preferred stocks of affiliates	(b) .....0	.....0
2.2	Common stocks (unaffiliated) .....	.....306,372	.....297,013
2.21	Common stocks of affiliates .....	.....0	.....0
3.	Mortgage loans	(c) .....52,979	.....66,111
4.	Real estate	(d) .....5,190,118	.....5,190,118
5	Contract loans .....	.....0	.....0
6	Cash, cash equivalents and short-term investments	(e) .....7,537	.....7,851
7	Derivative instruments	(f) .....0	.....0
8.	Other invested assets .....	.....14,060	.....14,060
9.	Aggregate write-ins for investment income .....	.....33,715	.....33,715
10.	Total gross investment income	29,743,432	29,672,288
11.	Investment expenses		(g) .....3,783,195
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) .....0
13.	Interest expense		(h) .....0
14.	Depreciation on real estate and other invested assets		(i) .....1,236,343
15.	Aggregate write-ins for deductions from investment income .....		.....0
16.	Total deductions (Lines 11 through 15) .....		.....5,019,537
17.	Net investment income (Line 10 minus Line 16)		24,652,751
DETAILS OF WRITE-INS			
0901.	Miscellaneous Investment Income .....	.....33,715	.....33,715
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)	33,715	33,715
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 \$761,415 accrual of discount less \$2,684,105 amortization of premium and less \$136,344 paid for accrued interest on purchases.

(b) Includes \$11 accrual of discount less \$99 amortization of premium and less \$0 paid for accrued dividends on purchases.

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

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

(e) Includes \$0 accrual of discount less \$0 amortization of premium and less \$1 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 \$1,236,343 depreciation on real estate and \$0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	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 .....	.....4,683	.....0	.....4,683	.....0	.....0
1.2	Other bonds (unaffiliated) .....	.....486,149	.....(97,122)	.....389,026	.....77,306	.....0
1.3	Bonds of affiliates .....	.....0	.....0	.....0	.....0	.....0
2.1	Preferred stocks (unaffiliated) .....	.....2	.....0	.....2	.....60,338	.....0
2.11	Preferred stocks of affiliates .....	.....0	.....0	.....0	.....0	.....0
2.2	Common stocks (unaffiliated) .....	.....1,334,255	.....0	.....1,334,255	.....101,417	.....0
2.21	Common stocks of affiliates .....	.....0	.....0	.....0	.....22,832,848	.....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 .....	.....0	.....(12,973)	.....(12,973)	.....3,187	.....0
7.	Derivative instruments .....	.....0	.....0	.....0	.....0	.....0
8.	Other invested assets .....	.....2,256,575	.....0	.....2,256,575	.....884,065	.....0
9.	Aggregate write-ins for capital gains (losses) .....	.....0	.....0	.....0	.....0	.....0
10.	Total capital gains (losses)	4,081,663	(110,095)	3,971,568	23,959,162	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 NATIONAL INTERSTATE INSURANCE COMPANY

EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	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	1,732,901	994,342	(738,559)
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)	1,732,901	994,342	(738,559)
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	166,011	653,322	487,311
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	344,448	799,584	455,136
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	173,085	0	(173,085)
19. Guaranty funds receivable or on deposit	0	0	0
20. Electronic data processing equipment and software	1,916,890	716,114	(1,200,776)
21. Furniture and equipment, including health care delivery assets	1,532,470	2,318,273	785,803
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	7,930,109	6,227,318	(1,702,791)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	13,795,913	11,708,953	(2,086,960)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
28. Total (Lines 26 and 27)	13,795,913	11,708,953	(2,086,960)
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. Intangible assets	5,384,640	2,847,699	(2,536,941)
2502. Receivable from insureds for deductible payments	480,649	2,227,572	1,746,923
2503. Prepaid expenses	2,042,647	1,077,889	(964,758)
2598. Summary of remaining write-ins for Line 25 from overflow page	22,173	74,158	51,985
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	7,930,109	6,227,318	(1,702,791)

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The Annual Statement of National Interstate Insurance Company (Company) has been prepared on the basis of accounting practices prescribed or permitted by the State of Ohio Department of Insurance. The Ohio Department of Insurance requires insurance companies domiciled in the state of Ohio to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners’ (NAIC) *Accounting Practices and Procedures Manual* subject to any deviations prescribed or permitted by the Ohio Department of Insurance. There are no deviations prescribed or permitted by the Ohio Department of Insurance utilized in these financial statements as shown below:

	SSAP #	F/S Page	F/S Line #	2021	2020
1. Net income state basis	XXX	XXX	XXX	\$ 48,219,519	\$ 84,674,004
2. Effect of state prescribed practices				-	-
3. Effect of state permitted practices				-	-
4. Net income, NAIC SAP	XXX	XXX	XXX	\$ 48,219,519	\$ 84,674,004
5. Statutory surplus state basis	XXX	XXX	XXX	\$ 328,195,276	\$ 286,348,557
6. Effect of state prescribed practices				-	-
7. Effect of state permitted practices				-	-
8. Statutory surplus, NAIC SAP	XXX	XXX	XXX	\$ 328,195,276	\$ 286,348,557

B. Use of Estimates

The preparation of financial statements in accordance with the NAIC *Accounting Practices and Procedures Manual* requires management to make estimates and assumptions that affect amounts reported in these financial statements and notes. Actual results could differ from the estimates and assumptions used.

C. Accounting Policies

Premiums that are written, assumed and ceded under the Company’s insurance policies and reinsurance contracts are earned over the terms of the related policies and contracts on a pro rata basis. Unearned premiums are established as liabilities and represent the portion of premiums written, but not yet earned.

Unlike the recognition of premium revenue, expenses incurred while producing new insurance business, such as commissions and premium taxes, are charged to operations as incurred and ceding allowances received or receivable are credited to operations through reductions in expenses incurred.

In addition, the Company uses the following accounting policies:

1. Short-term investments are stated at amortized cost using the interest method. Non-investment grade short-term investments are stated at the lower of amortized cost or fair value.
2. Bonds with a NAIC rating 1 and 2 are stated at amortized cost using the interest method; all others are stated at the lower of amortized cost or fair value. The Company does not own any SVO Identified Exchange Traded Funds.
3. Common stocks are stated at fair value except for investments in subsidiaries – see Item 7.
4. Redeemable preferred stocks rated 1 and 2 are stated at amortized cost; perpetual preferred stocks rated 1 and 2 are stated at fair value; all others are stated at the lower of cost, amortized cost or fair value.
5. Mortgage loans on real estate are stated at the aggregate unpaid balance, net of unamortized discount.
6. For residential mortgage-backed securities (RMBS), commercial mortgage-backed securities (CMBS) and other loan-backed and structured securities (LBASS), the NAIC has retained third-party investment management firm to assist in the determination of the appropriate NAIC designations and Book Adjusted Carrying Values based not only on the probability of loss, but also on the severity of loss. Those RMBS, CMBS and other LBASS securities that are not modeled but receive a current year NAIC Credit Rating Provider (CRP) rating equal to NAIC 1 and 2 are stated at amortized cost and NAIC 3-6 are stated at lower of amortized cost or fair value. Mandatory convertible bonds are stated at the lower of book value or fair value, regardless of the NAIC designation.
7. Investments in subsidiary and affiliated companies are stated as follows:
Three wholly owned insurance subsidiaries, National Interstate Insurance Company of Hawaii, Inc. (NIHI), Triumphe Casualty Company (TCC) and Vanliner Insurance Company (VIC) are stated at the statutory equity in net assets. TransProtection Service Company (TPSC), a wholly owned non-insurance subsidiary, is stated at GAAP equity value, but is nonadmitted.

NOTES TO FINANCIAL STATEMENTS

- 8. Investments in limited partnerships are stated at the underlying audited GAAP equity value.
- 9. The Company does not invest in derivative instruments.
- 10. The Company does not anticipate investment income when evaluating the need for premium deficiency reserves.
- 11. Unpaid losses and loss adjustment expense reserves represent the estimated ultimate net cost of all reported and unreported losses incurred. The Company does not discount loss and loss adjustment expense reserves. The reserves for unpaid losses and loss adjustment expenses include an amount determined using individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Those estimates are subject to the effects of trends in loss severity and frequency. Although considerable variability is inherent in such estimates and the ultimate liability may be in excess of or less than the amounts provided, management believes that the reserves for losses and loss adjustment expenses are adequate. The estimates are continually reviewed and adjusted as necessary as experience develops or new information becomes known; such adjustments are reflected in the period determined.
- 12. The Company has a capitalization policy for prepaid expenses and purchases of items such as office equipment, software/hardware, furniture, vehicles, other equipment and leasehold improvements. The predefined capitalization thresholds under this policy have not changed from those of the prior year.
- 13. The Company is a property and casualty insurance company only and does not write major medical and/or prescription drug coverage.

D. Going Concern

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

Note 2 – Accounting Changes and Corrections of Errors

Not applicable

Note 3 – Business Combinations and Goodwill

A. Statutory Purchase Method

Not applicable

B. Statutory Merger

Not applicable

C. Impairment Loss

Not applicable

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

Not applicable

Note 4 – Discontinued Operations

A - D. Not applicable

NOTES TO FINANCIAL STATEMENTS

Note 5 – Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

1. The maximum and minimum lending rates for commercial mortgage loans during 2021 were both 3.050%.
2. The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgage, was 68.62%.
3. There were no taxes, assessments, and amounts advanced and not included in the mortgage loan.
4. Age analysis of mortgage loans and identification of mortgage loans in which the insurer is a participant or co-lender in a mortgage loan agreement are as follows:

	Residential			Commercial			
	Farm	Insured	All Other	Insured	All Other	Mezzanine	Total
a. Current Year							
1. Recorded Investment (All)							
(a) Current	-	-	-	-	\$5,000,000	-	\$5,000,000
(b) 30-59 Days Past Due	-	-	-	-	-	-	-
(c) 60-89 Days Past Due	-	-	-	-	-	-	-
(d) 90-179 Days Past Due	-	-	-	-	-	-	-
(e) 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Number of Loans	-	-	-	-	-	-	-
(b) Percent Reduced	-	-	-	-	-	-	-
5. Participant or Co-Lender in a Mortgage Loan Agreement							
(a) Recorded Investment	-	-	-	-	-	-	-
b. Prior Year							
1. Recorded Investment (All)							
(a) Current	-	-	-	-	-	-	-
(b) 30-59 Days Past Due	-	-	-	-	-	-	-
(c) 60-89 Days Past Due	-	-	-	-	-	-	-
(d) 90-179 Days Past Due	-	-	-	-	-	-	-
(e) 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Number of Loans	-	-	-	-	-	-	-
(b) Percent Reduced	-	-	-	-	-	-	-
5. Participant or Co-Lender in a Mortgage Loan Agreement							
(a) Recorded Investment	-	-	-	-	-	-	-

5-6. The Company had no investment in impaired loans with or without allowance for credit losses during 2021 or 2020.

NOTES TO FINANCIAL STATEMENTS

- 7. The Company had no allowance for credit losses during 2021 or 2020.
- 8. The Company had no mortgage loans derecognized as a result of foreclosure.
- 9. The Company recognizes interest income on its impaired loans upon receipt.

B. Debt Restructuring

Not applicable

C. Reverse Mortgages

Not applicable

D. Loan-Backed Securities

- 1. The Company uses dealer-modeled prepayment assumptions for mortgage-backed and asset-backed securities at the date of purchase to determine effective yields; significant changes in estimated cash flows from the original purchase assumptions are accounted for on a prospective basis.
- 2. The Company had no loan-backed securities with a recognized other-than-temporary impairment ("OTTI") due to either the intent to sell or the inability or lack of intent to hold to recovery during 2021.
- 3. The Company does not have any loan-backed securities with an OTTI recognized during 2021.
- 4. The following table shows all loan-backed securities with an unrealized loss:
 - a. The aggregate amount of unrealized losses:

1. Less than 12 months	\$	(1,316,459)
2. 12 months or longer		(538,840)
 - b. The aggregate related fair value of securities with unrealized losses:

1. Less than 12 months	\$	202,872,924
2. 12 months or longer		25,901,533
- 5. Based on cash flow projections received from independent sources (which reflect loan to collateral values, subordination, vintage and geographic concentration), implied cash flows inherent in security ratings and analysis of historical payment data, management believes that the Company will recover its cost basis in all securities with unrealized losses as of December 31, 2021. The Company has the intent to hold such securities until they recover in value or mature.

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

Not applicable

NOTES TO FINANCIAL STATEMENTS

L. Restricted Assets

1. Restricted Assets (Including Pledged)

	Gross (Admitted & Nonadmitted) Restricted							8	9	Percentage	
	Current Year					6	7			10	11
	1	2	3	4	5						
	Total General Account (G/A)	G/A Supporting Protected Cell Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	-
b. Collateral held under security lending agreements	-	-	-	-	-	-	-	-	-	-	-
c. Subject to repurchase agreements	-	-	-	-	-	-	-	-	-	-	-
d. Subject to reverse repurchase agreements	-	-	-	-	-	-	-	-	-	-	-
e. Subject to dollar repurchase agreements	-	-	-	-	-	-	-	-	-	-	-
f. Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	-	-	-	-	-
g. Placed under option contracts	-	-	-	-	-	-	-	-	-	-	-
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock	10,929,919	-	-	-	10,929,919	11,057,395	(127,476)	-	10,929,919	0.729%	0.736%
i. FHLB capital stock	-	-	-	-	-	-	-	-	-	-	-
j. On deposit with states	93,036,526	-	-	-	93,036,526	97,198,267	(4,161,741)	-	93,036,526	6.207%	6.265%
k. On deposit with other regulatory bodies	601,493	-	-	-	601,493	602,187	(694)	-	601,493	0.040%	0.041%
l. Pledged collateral to FHLB (including assets backing funding agreements)	-	-	-	-	-	-	-	-	-	-	-
m. Pledged as collateral not captured in other categories	-	-	-	-	-	-	-	-	-	-	-
n. Other restricted assets	-	-	-	-	-	-	-	-	-	-	-
o. Total restricted assets	\$ 104,567,938	\$ -	\$ -	\$ -	\$104,567,938	\$ 108,857,849	\$ (4,289,911)	\$ -	\$ 104,567,938	6.976%	7.041%

- (a) Subset of column 1
- (b) Subset of column 2
- (c) Column 5 divided by Assets Page, Column 1, Line 28
- (d) Column 9 divided by Assets Page, Column 3, Line 28

2. Detail of Assets Pledged as Collateral Not Captured in Other Categories

Not applicable

3. Detail of Other Restricted Assets

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

NOTES TO FINANCIAL STATEMENTS

O. 5GI Securities

Investment	Number of 5GI Securities		Aggregate BACV		Aggregate Fair Value	
	Current Year	Prior Year	Current Year	Prior Year	Current Year	Prior Year
(1) Bonds – AC	-	-	\$ -	\$ -	\$ -	\$ -
(2) Bonds – FV	-	2	-	91,067	-	91,067
(3) LB & SS – AC	1	3	75,538	276,644	122,031	290,000
(4) LB & SS – FV	2	1	100,064	9	100,064	9
(5) Preferred Stock – AC	-	-	-	-	-	-
(6) Preferred Stock – FV	-	1	-	-	-	-
(7) Total (1+2+3+4+5+6)	3	7	\$ 175,602	\$ 367,720	\$ 222,095	\$ 381,076

AC – Amortized Cost FV – Fair Value

P. Short Sales

The Company did not have any short sales during 2021.

Q. Prepayment Penalty and Acceleration Fees

During 2021, the Company had 14 bonds sold, redeemed, or otherwise disposed as a result of a callable feature with a total prepayment penalty of \$413,358.

	General Account	Protected Cell
(1) Number of CUSIPs	14	-
(2) Aggregate Amount of Investment Income	\$ 413,358	\$ -

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

Not applicable

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

A. Detail for Those Greater than 10% of Admitted Assets

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

B. Write-down’s for Impairment of Joint Ventures, Partnerships and LLCs

The Company did not recognize any impairment write-down for its investments in Joint Ventures, Partnerships and Limited Liability Companies during the statement periods.

Note 7 – Investment Income

A. Accrued Investment Income

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

B. Amounts Nonadmitted

There are no amounts excluded as the Company’s due and accrued investment income is current.

Note 8 – Derivative Instruments

A - B. Not applicable as the Company does not invest in derivative instruments.

NOTES TO FINANCIAL STATEMENTS

Note 9 – Income Taxes

A. Deferred Tax Assets and Deferred Tax Liabilities

1. The components of the net deferred tax asset / (liability) at December 31 are as follows:

	2021			2020			Change		
	(1) Ordinary	(2) Capital	(3) (Col 1+2) Total	(4) Ordinary	(5) Capital	(6) (Col 4+5) Total	(7) (Col 1-4) Ordinary	(8) (Col 2-5) Capital	(9) Col (7+8) Total
(a) Gross Deferred Tax Assets	\$22,673,471	\$ 2,008,251	\$24,681,722	\$21,335,579	\$2,095,147	\$23,430,726	\$ 1,337,892	\$ (86,896)	\$1,250,996
(b) Statutory Valuation Allowance Adjustment	-	-	-	-	-	-	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a-1b)	22,673,471	2,008,251	24,681,722	21,335,579	2,095,147	23,430,726	1,337,892	(86,896)	1,250,996
(d) Deferred Tax Assets Nonadmitted	173,085	-	173,085	-	-	-	173,085	-	173,085
(e) Subtotal (Net Deferred Tax Assets) (1c-1d)	22,500,386	2,008,251	24,508,637	21,335,579	2,095,147	23,430,726	1,164,807	(86,896)	1,077,911
(f) Deferred Tax Liabilities	4,042,981	850,950	4,893,931	4,128,822	622,914	4,751,736	(85,841)	228,036	142,195
(g) Net Admitted Deferred Tax Assets/(Net Deferred Tax Liability) (1e-1f)	\$18,457,405	\$ 1,157,301	\$19,614,706	\$17,206,757	\$1,472,233	\$18,678,990	\$ 1,250,648	\$(314,932)	\$ 935,716

2. Admission Calculation Components, SSAP No. 101:

	2021			2020			Change		
	(1) Ordinary	(2) Capital	(3) (Col 1+2) Total	(4) Ordinary	(5) Capital	(6) (Col 4+5) Total	(7) (Col 1-4) Ordinary	(8) (Col 2-5) Capital	(9) Col (7+8) Total
(a). Federal income taxes paid in prior years recoverable through loss carrybacks	\$11,193,735	\$ -	\$11,193,735	\$15,362,731	\$ -	\$15,362,731	\$(4,168,996)	\$ -	\$(4,168,996)
(b). Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 below:	6,412,720	2,008,251	8,420,971	1,742,884	2,095,147	3,838,031	4,669,836	(86,896)	4,582,940
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	6,412,720	2,008,251	8,420,971	1,742,884	2,095,147	3,838,031	4,669,836	(86,896)	4,582,940
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	46,052,011	XXX	XXX	39,899,722	XXX	XXX	6,152,289
(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	4,893,931	-	4,893,931	4,229,964	-	4,229,964	663,967	-	663,967
(d). Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c))	\$22,500,386	\$2,008,251	\$24,508,637	\$21,335,579	\$2,095,147	\$23,430,726	\$1,164,807	\$(86,896)	\$1,077,911

NOTES TO FINANCIAL STATEMENTS

3. Other Admissibility Criteria:

	2021	2020
a. Ratio percentage used to determine recovery period and threshold limitation amount	432%	402%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 308,580,570	\$ 267,669,567

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		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character, as a percentage.									
1. Adjusted gross DTAs amount from Note 9A1(c)	22,673,471	2,008,251	24,681,722	21,335,579	2,095,147	23,430,726	1,337,892	(86,896)	1,250,996
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e).	22,500,386	2,008,251	24,508,637	21,335,579	2,095,147	23,430,726	1,164,807	(86,896)	1,077,911
4. Percentage of net adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies.	1.0%	0.0%	1.0%	0.0%	0.0%	0.0%	1.0%	0.0%	1.0%

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

B. The Company has recognized all deferred tax liabilities.

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

1.

Current Income Tax:		(1) 2021	(2) 2020	(3) (Col 1-2) Change
(a)	Federal	\$ 12,507,576	\$ 15,118,430	\$ (2,610,854)
(b)	Foreign	1,765	2,480	(715)
(c)	Subtotal	12,509,341	15,120,910	(2,611,569)
(d)	Federal income tax on net capital gains	(34,154)	998,359	(1,032,513)
(e)	Utilization of capital loss carry-forwards	-	-	-
(f)	Other	-	-	-
(g)	Federal and Foreign income taxes incurred	\$ 12,475,187	\$ 16,119,269	\$ (3,644,082)

NOTES TO FINANCIAL STATEMENTS

2.

Deferred Tax Assets:	(1) 2021	(2) 2020	(3) (Col 1-2) Change
(a) Ordinary:			
(1) Discounting of unpaid losses	\$ 9,083,037	\$ 8,840,890	\$ 242,147
(2) Unearned premium reserve	7,144,977	7,103,257	41,720
(3) Policyholder reserves	-	-	-
(4) Investments	-	-	-
(5) Deferred acquisition costs	-	-	-
(6) Policyholder dividends accrual	-	-	-
(7) Fixed assets	-	-	-
(8) Compensation and benefits accrual	3,158,011	2,690,204	467,807
(9) Pension accrual	-	-	-
(10) Receivables - nonadmitted	-	-	-
(11) Net operating loss carry-forward	-	-	-
(12) Tax credit carry-forward	-	-	-
(13) Other (items <=5% and >5% of total ordinary tax assets)	3,287,446	2,701,228	586,218
Other (items listed individually >5% of total ordinary tax assets)			
Other assets – nonadmitted	2,240,403	1,406,838	833,565
(99) Subtotal	\$ 22,673,471	\$ 21,335,579	\$ 1,337,892
(b) Statutory valuation allowance adjustment	-	-	-
(c) Nonadmitted	173,085	-	173,085
(d) Admitted ordinary deferred tax assets (2a99-2b-2c)	\$22,500,386	\$21,335,579	\$ 1,164,807
(e) Capital:			
(1) Investments	\$ 2,008,251	\$ 2,095,147	\$ (86,896)
(2) Net capital loss carry-forward	-	-	-
(3) Real Estate			
(4) Other (items <=5% and >5% of total capital tax assets)			
Other (items listed individually >5% of total capital tax assets)			
	-	-	-
(99) Subtotal	\$ 2,008,251	\$ 2,095,147	\$ (86,896)
(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets (2e99-2f-2g)	\$ 2,008,251	\$ 2,095,147	\$ (86,896)
(i) Admitted deferred tax assets (2d+2h)	\$ 24,508,637	\$ 23,430,726	\$ 1,077,911

3.

Deferred Tax Liabilities:	(1) 2021	(2) 2020	(3) (Col 1-2) Change
(a) Ordinary:			
(1) Investments	\$ -	\$ -	\$ -
(2) Fixed assets	2,025,610	1,916,915	108,695
(3) Deferred and uncollected premium	-	-	-
(4) Policyholder reserves	-	-	-
(5) Other (items <=5% and >5% of total ordinary tax liabilities)	2,017,371	2,211,907	(194,536)
Other (items listed individually >5% of total ordinary tax liabilities)			
Discount of unpaid losses transition	1,299,241	1,624,051	(324,810)
Accruals	385,263	172,531	212,732
(99) Subtotal	\$ 4,042,981	\$ 4,128,822	\$ (85,841)
(b) Capital:			
(1) Investments	\$ 850,950	\$ 622,914	\$ 228,036
(2) Real estate	-	-	-
(3) Other (items <=5% and >5% of total capital tax liabilities)	-	-	-
Other (items listed individually >5% of total capital tax liabilities)			
	-	-	-
(99) Subtotal	\$ 850,950	\$ 622,914	\$ 228,036
(c) Deferred tax liabilities (3a99+3b99)	\$ 4,893,931	\$ 4,751,736	\$ 142,195

4.

Net Deferred Tax Assets/Liabilities	(1) 2021	(2) 2020	(3) (Col 1-2) Change
Net Deferred Tax Assets/Liabilities (2i-3c)	\$ 19,614,706	\$ 18,678,990	\$ 935,716

NOTES TO FINANCIAL STATEMENTS

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

The Company's income tax expense and change in deferred income taxes differs from the amount obtained by applying the federal statutory rate of 21% in 2021 and 2020, respectively, to net income are as follows:

	2021	2020
Income taxes at the statutory rate	\$ 12,843,955	\$ 21,242,637
Intercompany dividends	-	(5,670,000)
Tax exempt income deduction	(569,854)	(749,088)
Dividend received deduction	(53,208)	(59,389)
Other	(1,090,363)	(548,061)
Totals	\$ 11,130,530	\$ 14,216,099
Federal and foreign income taxes incurred	\$ 12,509,341	\$ 15,120,910
Federal income tax on net capital (losses) gains	(1,344,657)	998,359
Change in net deferred income taxes ex. unrealized	(34,154)	(1,903,170)
Total statutory income taxes	\$ 11,130,530	\$ 14,216,099

E. Operating Loss and Tax Credit Carryforwards

1. At December 31, 2021, the Company did not have any unused operating loss carryforwards available to offset against future taxable income.
2. The amount of federal income taxes incurred and available for recoupment in the event of future net losses:

Year	Amount	Ordinary	Capital
2021	\$ 7,028,661	\$ 7,028,661	\$ -
2020	4,165,074	4,165,074	\$ -
2019	-	-	-

3. At December 31, 2021, the Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

F. Consolidated Federal Income Tax Return

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

AAG Insurance Agency, Inc.	Great American Life Insurance Company
ABA Insurance Services, Inc.	Great American Management Services, Inc.
American Empire Insurance Company	Great American Protection Insurance Company
American Empire Surplus Lines Insurance Company	Great American Re Inc.
American Empire Underwriters, Inc.	Great American Security Insurance Company
American Financial Enterprises, Inc.	Great American Spirit Insurance Company
American Financial Group, Inc.	Great American Underwriters Insurance Company
American Highways Insurance Agency, Inc.	Hangar Acquisition Corp.
American Money Management Corporation	Hudson Indemnity, Ltd.
American Premier Underwriters, Inc.	Key Largo Group, Inc.
American Signature Underwriters, Inc.	Lehigh Valley Railroad Company
Annuity Investors Life Insurance Company	Magnolia Alabama Holdings, Inc.
APU Holding Company	Manhattan National Holding Corporation
Bridgefield Casualty Insurance Company	Manhattan National Life Insurance Company
Bridgefield Employers Insurance Company	Mid-Continent Assurance Company
Brothers Pennsylvanian Corporation	Mid-Continent Casualty Company
Brothers Property Corporation	Mid-Continent Excess and Surplus Insurance Company
Brothers Property Management Corporation	Mid-Continent Specialty Insurance Services, Inc.
Ceres Group, Inc.	National Interstate Corporation
Continental General Corporation	National Interstate Insurance Agency, Inc.
Crop Managers Insurance Agency, Inc.	National Interstate Insurance Company
Dempsey & Siders Agency, Inc.	National Interstate Insurance Company of Hawaii, Inc.
Dixie Terminal Corporation	Oklahoma Surety Company
Eden Park Insurance Brokers, Inc.	One East Fourth, Inc.
Explorer RV Insurance Agency, Inc.	Owasco River Railway, Inc. (The)
Farmers Crop Insurance Alliance, Inc.	PCC Technical Industries, Inc.
FCLIA Management Company, Inc.	Pioneer Carpet Mills, Inc.
GAI Insurance Company, Ltd.	Premier Lease & Loan Services Insurance Agency, Inc.
GAI Mexico Holdings, LLC	Premier Lease & Loan Services of Canada, Inc.
GAI Warranty Company	Professional Risk Brokers, Inc.
GAI Warranty Company of Florida	QQAgency of Texas, Inc.
GALIC Brothers, Inc.	Republic Indemnity Company of America
Global Premier Finance Company	Republic Indemnity Company of California
Great American Advisors, Inc.	Safety Claims & Litigation Services, LLC
Great American Alliance Insurance Company	Safety, Claims and Litigation Services, LLC
Great American Assurance Company	Skipjack Marina Corp.
Great American Casualty Insurance Company	Summit Consulting, LLC
Great American Contemporary Insurance Company	Summit Holding Southeast, Inc.
Great American E & S Insurance Company	TEJ Holdings, Inc.

NOTES TO FINANCIAL STATEMENTS

Great American Fidelity Insurance Company
Great American Financial Resources, Inc.
Great American Holding, Inc.
Great American Insurance Agency, Inc.
Great American Insurance Company
Great American Insurance Company of New York

Three East Fourth, Inc.
TransProtection Service Company
Triumphe Casualty Company
Vanliner Insurance Company
Verikai Inc.

2. Pursuant to the tax allocation agreement, the Company's tax expense will be determined based upon its inclusion in the consolidated tax return of AFG and its includable subsidiaries. Estimated payments are to be made quarterly during the year. Following year-end, additional settlements will be made on the original due date of the return and, when extended, at the time the return is filed. The method of allocation among the companies under the agreement is based upon separate return calculations with current credit for net losses to the extent the losses provide a benefit in the consolidated tax return

G. Federal or Foreign Federal Income Tax Loss Contingencies:

The Company does not have any tax loss contingencies.

H. Repatriation Transition Tax (RTT) - RTT owed under the TCJA

The Company has no liability under the Repatriation Transition Tax.

I. Alternative Minimum Tax (AMT Credit)

The Company has no AMT credit.

Note 10 – Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

A. Nature of Relationships

The Company is a wholly owned subsidiary of National Interstate Corporation (the Corporation), an insurance holding company. The Company also owns 100% of TCC, NIHI, VIC, and TransProtection Service Company (TPSC). Other subsidiaries of the Corporation include Hudson Indemnity Ltd. (HIL), National Interstate Insurance Agency, Inc. (NIIA), Explorer RV Insurance Agency, Inc., American Highways Insurance Agency, Inc., Safety, Claims & Litigation Services, LLC (MT), and Safety, Claims and Litigation Services, LLC (OH).

The Company is an indirect 100% owned subsidiary of American Financial Group, Inc. (AFG), a public company (NYSE: AFG), and 100% of the outstanding common stock of the Corporation is directly owned by Great American Holding, Inc., a subsidiary of AFG.

B. Significant Transactions and Changes in Terms of Intercompany Arrangements

The Company did not receive any dividends from its wholly owned subsidiaries during 2021.

The Company paid the following dividend to its parent National Interstate Corporation during 2021:

<u>Date</u>	<u>Amount</u>	<u>Type</u>
12/15/2021	\$ 30,000,000	Ordinary

The Corporation paid the following dividend to its parent Great American Holding, Inc. during 2021:

<u>Date</u>	<u>Amount</u>	<u>Type</u>
12/15/2021	\$ 30,000,000	N/A

C. Transactions with Related Parties Who Are Not Reported on Schedule Y

Not applicable

NOTES TO FINANCIAL STATEMENTS

D. Amounts Due to or from Related Parties

The Company had the following inter-company receivables and (payables) at December 31,

	2021	2020
National Interstate Corporation	\$ 39,595	\$ 6,023
National Interstate Insurance Agency, Inc.	143,350	(173,164)
National Interstate Insurance of Hawaii, Inc.	(1,246,128)	(2,567,301)
Triumphe Casualty Company	(2,205,536)	(1,097,655)
American Highways Insurance Agency, Inc.	9,889	34,644
Explorer RV Insurance Agency, Inc.	2,691	1,280
Hudson Indemnity, Ltd.	(141,690)	(888,029)
Hudson Management Group, Ltd.	-	(156,063)
TransProtection Service Company	105,357	294,219
Vanliner Insurance Company	1,290,162	(7,336,929)
Total	\$ (2,002,310)	\$ (11,882,975)

These arrangements are subject to written agreements, which require that intercompany balances be settled quarterly.

E. Management, Service Contracts, Cost Sharing Arrangements

The Company is party with some of its affiliate companies to a Cash Management Agreement under which the Company manages all cash accounts for the other parties to the Agreement. Expenses incurred and fees charged to the participants are allocated among the parties at cost.

The Company has a cost sharing agreement with some of its affiliates under which costs are allocated between companies to reflect the actual costs incurred to operate each company. Allocated costs for 2021 were \$17,494,590.

The Company has an agreement with American Money Management Corporation (AMMC), a wholly owned subsidiary of AFG, whereby AMMC manages the Company's investment portfolio. Fees incurred for these services during 2021 were \$587,325.

F. Guarantees or Undertakings for Related Parties

Not applicable (see Note 14A)

G. Nature of Relationships that Could Affect Operations

The Company is a wholly owned subsidiary of the Corporation (See Note 10A).

H. Amount Deducted for Investment in Upstream Company

Not applicable

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

The Company owns a 100% interest in VIC whose carrying value is equal to or exceeds 10% of the net admitted assets of the Company. The Company carries VIC at its statutory equity value of \$186,003,756.

Summarized statutory information for VIC follows.

Description	Amount
Admitted Assets	\$ 607,734,619
Liabilities	\$ 421,730,863
Policyholders' Surplus	\$ 186,003,756
Net Income	\$ 18,775,754

J. Write-downs for Impairment of Investments in Affiliates

Not applicable

K. Foreign Subsidiary Valued Using CARVM

Not applicable

L. Downstream Holding Company Valued Using Look-Through Method

Not applicable

M. Non-insurance Subsidiary, Controlled and Affiliated (SCA) Entity Valuations

NOTES TO FINANCIAL STATEMENTS

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

SCA Entity	Percentage of SCA Ownership	Gross Amount	Admitted Amount	Nonadmitted Amount
a. SSAP No. 97 8a Entities				
	%	\$ -	\$ -	\$ -
Total SSAP No. 97 8a Entities	XXX	\$ -	\$ -	\$ -
b. SSAP No. 97 8b(ii) Entities				
	%	\$ -	\$ -	\$ -
Total SSAP No. 97 8b(ii) Entities	XXX	\$ -	\$ -	\$ -
c. SSAP No. 97 8b(iii) Entities				
TransProtection Service Company	100 %	\$ 1,732,901	\$ -	\$ 1,732,901
Total SSAP No. 97 8b(iii) Entities	XXX	\$ 1,732,901	\$ -	\$ 1,732,901
d. SSAP No. 97 8b(iv) Entities				
	%	\$ -	\$ -	\$ -
Total SSAP No. 97 8b(iv) Entities	XXX	\$ -	\$ -	\$ -
e. Total SSAP No. 97 8b Entities (exception 8b(i) entities) (b + c + d)	XXX	\$ 1,732,901	\$ -	\$ 1,732,901
f. Aggregate Total (a + e)	XXX	\$ 1,732,901	\$ -	\$ 1,732,901

(2) NAIC Filing Response Information

SCA Entity (Should be the same entities as shown in M(1) above)	Type of NAIC Filing*	Date of Filing to the NAIC	NAIC Valuation Amount	NAIC Response Received Y/N	NAIC Disallowed Entities Valuation Method Resubmission Required Y/N	Code **
a. SSAP No. 97 8a Entities						
			\$ -			
Total SSAP No. 97 8a Entities	XXX	XXX	\$ -	XXX	XXX	XXX
b. SSAP No. 97 8b(ii) Entities						
			\$ -			
Total SSAP No. 97 8b(ii) Entities	XXX	XXX	\$ -	XXX	XXX	XXX
c. SSAP No. 97 8b(iii) Entities						
TransProtection Service Company	S1	5/15/14	\$ -	Y	N	I
Total SSAP No. 97 8b(iii) Entities	XXX	XXX	\$ -	XXX	XXX	XXX
d. SSAP No. 97 8b(iv) Entities						
			\$ -			
Total SSAP No. 97 8b(iv) Entities	XXX	XXX	\$ -	XXX	XXX	XXX
e. Total SSAP No. 97 8b Entities (exception 8b(i) entities) (b + c + d)	XXX	XXX	\$ -	XXX	XXX	XXX
f. Aggregate Total (a + e)	XXX	XXX	\$ -	XXX	XXX	XXX

* S1 – Sub-1, S2 – Sub-2 or RDF – Resubmission of Disallowed Filing
** I – Immaterial or M – Material

N. Insurance SCA Entities Utilizing Prescribed or Permitted Practices

All insurance subsidiaries owned by the Company prepare their statutory financial statements in compliance with NAIC statutory accounting practices and procedures.

O. SCA and SSAP No. 48 Entity Loss Tracking

Not applicable

Note 11 – Debt

- A. The Company does not have any outstanding liability for borrowed money.
- B. The Company does not have any agreements with the Federal Home Loan Bank.

NOTES TO FINANCIAL STATEMENTS

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

- A. Defined Benefit Plans - The Company does not have any defined benefit plans.
- B. Defined Benefit Plan Investment Policies - The Company does not have any defined benefit plans.
- C. Defined Benefit Plan Fair Value of Assets - The Company does not have any defined benefit plans.
- D. Defined Benefit Plans - Rate of Return on Assets Assumptions - The Company does not have any defined benefit plans.
- E. Defined Contribution Plans - The Company does not have any defined contribution plans.
- F. Multiemployer Plans - The Company does not have any multiemployer plans.
- G. Consolidated / Holding Company Plans

Employee Retirement Plan

American Financial Group, Inc. has established the American Financial Group, Inc. 401(K) Retirement and Savings Plan for the benefit of employees of American Financial Group, Inc. and its participating subsidiaries. Substantially all employees meeting minimum requirements regarding service are eligible to participate in this Plan. The Plan is a defined contribution plan in which participating employees are entitled to share in contributions made by the Company on their behalf. The Plan has three types of contributions, including (1) Retirement Contributions made by the Company, (2) 401(k) Contributions made by participating employees, and (3) Matching Contributions made by the Company. The benefits for the Retirement Contributions are based on eligible compensation as defined by the Plan for each year of participation. Funding is determined annually. Each Company contributes an amount for Retirement Contributions based upon the relationship of its total eligible compensation to total eligible compensation under the Plan for all participating subsidiaries. In addition, participating employees are permitted to make 401(k) Contributions to the Plan. Matching Contributions may be made by the Company based on the amount of 401(k) Contributions made by the participating employees. Plan costs are funded as they accrue and vested benefits are fully funded. Both Retirement Contributions and Matching Contributions to the Plan are subject to the discretion of the Company. The Company has no liability for future contributions to the Plan. At December 31, 2021, the fair market value of the Plan's Retirement Contributions assets was \$528,014,514 and the fair market value of the Plan's Matching Contributions assets was \$423,567,411. The Company's share of the expense for the plan during 2021 was \$1,668,400.

Postretirement Benefit Plan

The Company provides postretirement health care and life insurance benefits to employees meeting age and service requirements through plans sponsored by American Financial Group, Inc. The retiree medical care plan is a contributory plan covering all eligible employees hired prior to 1993; employees hired after 1992 pay the full cost of retiree medical coverage. The Company has established a cap on the total amount of health care costs that are subsidized for the majority of current retirees. All eligible future retirees receive a flat dollar amount contributed to a Retiree Health Reimbursement Arrangement Account. The Company currently pays the full cost of life insurance coverage for past retirees, but no coverage is provided for new retirees after 2005. The medical plan is funded by monthly payments to a trust. Life insurance benefits are provided by insurance contracts. American Financial Group, Inc. has the right to modify or terminate either of these plans in the future. The Company has the right to terminate its participation at any time in the future.

The Company accrues its postretirement benefits over the period the employees qualify for such benefits. At December 31, 2021, the Company's accumulated postretirement benefit obligation was \$158,422 using a discount rate of 2.00% of which \$97,765 is currently accrued. Net postretirement benefits costs for the year ended December 31, 2020, were \$35,473, which includes service cost, interest cost, and amortization of the transition obligation. The weighted average annual assumed rate of increase in the health care cost trend rate is 6.50% for 2022 and is assumed to decrease gradually to 4.75% over 8 years and to remain at that level thereafter.

- H. Postemployment Benefits and Compensated Absences – The Company has accrued for postemployment benefits in accordance with SSAP No. 11.
- I. Impact of Medicare Modernization Act on Postretirement Benefits – There is no impact to the Company under this Act.

Note 13 – Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

- A. Outstanding Shares

The Company has 3,000 Common shares with a par value of \$1,000 a share, authorized, issued and outstanding at

NOTES TO FINANCIAL STATEMENTS

December 31, 2021.

B. Dividend Rate of Preferred Stock

Not applicable as no preferred shares are authorized.

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 policyholders' 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, is \$48,219,519.

D. Dates and Amounts of Dividends Paid

The Company paid one ordinary dividend in the amount of \$30,000,000 on December 15, 2021.

E. Amount of Ordinary Dividends That May Be Paid

Other than the limitations described above in paragraph C, there are no other limitations on the amount of ordinary dividends that may be paid.

F. Restrictions on Unassigned Funds

There are no restrictions on the unassigned funds of the Company other than those described above in paragraph C and these unassigned funds are held for the benefit of the owner and policyholders.

G. Mutual Surplus Advances

Not applicable

H. Company Stock Held for Special Purposes

Not applicable

I. Changes in Special Surplus Funds

Not applicable

J. Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented by cumulative unrealized capital gains is \$83,745,873 after deducting applicable deferred taxes of \$771,267.

K. Surplus Notes

Not applicable

L and M. Quasi Reorganizations

Not applicable

Note 14 – Liabilities, Contingencies and Assessments

A. Contingent Commitments

At December 31, 2021, the Company has an outstanding capital commitment of \$8,733,187 related to future investments in limited partnerships. There were no commitments or contingent commitments to affiliates or any other entities, and the Company has made no guarantees on behalf of its affiliates or on indebtedness of others.

B. Assessments

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

The Company has accrued a liability for guaranty fund and other assessments of \$3,383,112 and \$2,999,190, for the current and prior year, respectively. The liability is included in the taxes, licenses and fees liability. The amounts represent management's best estimates based on information received from the states in which the pooled group (refer to Note 26) writes business and may change due to many factors including the Company's share of the ultimate cost of current insolvencies.

NOTES TO FINANCIAL STATEMENTS

C. Gain Contingencies

Not applicable

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

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

	Direct:
Claims related ECO and bad faith losses paid during the reporting period:	\$ 1,200,000

Number of claims where amounts were paid to settle claims related to extra contractual obligations or bad faith claims resulting from lawsuits during the reporting period.

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

Indicate whether claim count information is disclosed per claim or per claimant.

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

E. Product Warranties

Not applicable

F. Joint and Several Liabilities

Not applicable

G. All Other Contingencies

Lawsuits arise against the Company in the normal course of business. Contingent liabilities from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

At the end of the current and prior year, the Company had admitted assets of \$206,856,643 and \$209,130,526, respectively, in premiums due from policyholders, agents and ceding insurers. The Company routinely assesses the collectability of these receivables. Based upon Company experience, any uncollectable premiums receivable as of the end of the current year are not expected to exceed the nonadmitted amounts totaling \$510,459 and, therefore, no additional provision for uncollectible amounts has been recorded. The potential for any additional loss is not believed to be material to the Company’s financial position.

During the current year, the Company recognized other-than-temporary impairment charges of \$97,122 relating to bonds, and no impairment relating to preferred stocks and unaffiliated common stocks. Considerations the Company used in the impairment evaluation process included, but were not limited to, whether the issuer is experiencing significant financial difficulties, the economic stability of an entire industry sector or subsection, and the extent to which the unrealized gain is credit-driven or a result of changes in market interest rates.

Note 15 – Leases

A. Lessee Leasing Arrangements

- At December 31, 2021, there are no office lease obligations for the Company. There was no rental expense in either 2021 or 2020.
- At December 31, 2021, there are no future minimum rental payments.
- The Company has not entered into any sale and leaseback arrangements.

B. Lessor Leasing Arrangements

1. Operating Leases

- The Company leases space at its Richfield, Ohio campus to unrelated parties. Real estate owned and leased is stated at cost less accumulated depreciation. The lease period is 5 years and contains renewal options. The Company is responsible for the payment of property taxes, insurance and maintenance costs related to the leased spaced.

During the first quarter of 2021, a lessee under one of the Company’s lease agreements terminated their 5-year lease expiring on December 31, 2021 effective January 31, 2021. The total remaining 2021 lease payments along with other related fees and expenses in the amount of \$374,291 were paid to the Company in a lump sum as of the termination date.

NOTES TO FINANCIAL STATEMENTS

- b. Rental income for the current and the prior year was approximately \$535,348 and \$533,599, respectively.
- c. Future minimum lease payments receivables under non-cancelable leasing arrangements are as follows:

Year	Amount
2022	121,323
2023	123,071
2024	72,386
2025	-
2026	-
Total	\$ 316,780

- d. The lease agreements contain no provision for contingent rental payments.

2. Leveraged Leases

Not applicable

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

1 – 4. Not applicable as the Company has no financial instruments with off-balance sheet risk or financial instruments with concentrations of credit risk.

Note 17 – Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

- A. The Company did not sell any receivable balances during 2021.
- B. Transfers and Servicing of Financial Assets – Not applicable.
- C. The Company was not involved in any wash sale transactions during 2021.

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

A. Administrative Services Only (ASO) Plans

Not applicable

B. Administrative Services Contract (ASC) Plans

Not applicable

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contracts

Not applicable

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

The Company had the following premium written by a managing general agent:

Name and Address of Managing General Agent or Third-Party Administration	FEIN Number	Exclusive Contract	Types of Business Written	Types of Authority Granted	Total Direct Premium Written/ Produced By
Anchor Group Management Inc. 953 American Lane Schaumburg, IL 60173	06-1628915	Y	Paratransit	B, P, U	\$ 17,803,463
Total					\$ 17,803,463

- C - Claims Payment
A - Claims Adjustment
R - Reinsurance Ceding
B - Binding Authority
P - Premium Collection
U - Underwriting

NOTES TO FINANCIAL STATEMENTS

Note 20 – Fair Value Measurement

A. Inputs Used for Assets and Liabilities Measured and Reported at Fair Value

1. Items Measured and Reported at Fair Value by Levels 1, 2 and 3

The Company categorizes its financial instruments, based on the degree of subjectivity inherent in the method by which they are valued, into a fair value hierarchy of three levels. The fair value hierarchy prioritizes the inputs, which refer broadly to assumptions market participants would use in pricing an asset or liability, into three levels. It gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities and the lowest priority to unobservable inputs. The level in the fair value hierarchy within which a fair value measurement in its entirety falls is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

Level 1 inputs are quoted prices (unadjusted) in active markets for identical securities that the reporting entity has the ability to access at the measurement date.

Level 2 inputs are inputs other than quoted prices within Level 1 that are observable for the security, either directly or indirectly. Level 2 inputs include quoted prices for similar securities in active markets, quoted prices for identical or similar securities that are not active and observable inputs other than quoted prices, such as interest rate and yield curves.

Level 3 inputs are unobservable inputs for the asset or liability.

The following table provides information as of December 31, 2021 about the Company's investments measured at fair value.

Assets at fair value	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Total
Bonds:					
Residential MBS	\$ -	\$ 545,339	\$ -	\$ -	\$ 545,339
Asset backed securities	-	879,126	310,337	-	1,189,463
All other bonds	-	2,748,099	-	-	2,748,099
Total bonds	-	4,172,564	310,337	-	4,482,901
Preferred stocks	14,225,600	2,135,780	-	-	16,361,380
Non-affiliated common stocks	6,284,412	-	-	-	6,284,412
Total assets at fair value	\$ 20,510,012	\$ 6,308,344	\$ 310,337	\$ -	\$ 27,128,693

2. Rollforward of Level 3 Items

The following table presents a reconciliation of the beginning and ending balances for investments measured at fair value using Level 3 inputs for the year ended December 31, 2021.

	Beginning Balance at 1/1/2021	Transfers into Level 3	Transfers out of Level 3	Total gains (losses) included in Net Income	Total gains (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2021
Asset backed securities	\$ 214,218	\$ 101,259	\$ -	\$ 28,087	\$ (22,706)	\$ -	\$ -	\$ (10,521)	\$ -	\$ 310,337
All other bonds	91,069	-	-	(97,122)	6,053	-	-	-	-	-
Total	\$ 305,287	\$ 101,259	\$ -	\$ (69,035)	\$ (16,653)	\$ -	\$ -	\$ (10,521)	\$ -	\$ 310,337

3. Policy on Transfers Into and Out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred between levels. The Company's policy is to recognize transfers in and transfers out as of the end of the reporting period.

4. Inputs and Techniques Used for Level 2 and Level 3 Fair Values

The Company's investment manager, AMMC (an affiliate) is responsible for the valuation process and uses data from outside sources (including nationally recognized pricing services and broker/dealers) in establishing fair value. Pricing services use a variety of observable inputs to estimate the fair value of fixed maturities that do not trade on a daily basis. These inputs include, but are not limited to, recent reported trades, benchmark yields, issuer spreads, bids or offers, reference data and measures of volatility. Included in the pricing of mortgage-backed securities are estimates of the rate of future prepayments and defaults of principal over the remaining life of the underlying

NOTES TO FINANCIAL STATEMENTS

collateral. Inputs from brokers and independent financial institutions include, but are not limited to, yields or spreads of comparable investments which have recent trading activity, credit quality, duration, credit enhancements, collateral value and estimated cash flows based on inputs including delinquency rates, estimated defaults and losses, and estimates of the rate of future prepayments. Valuation techniques utilized by pricing services and prices obtained from external sources are reviewed by the Company’s affiliated investment professionals who are familiar with the securities being priced and the markets in which they trade to ensure the fair value determination is representative of an exit price. To validate the appropriateness of the prices obtained, these investment professionals compare the valuation received to independent third party pricing sources and consider widely published indices (as benchmarks), recent trades, changes in interest rates, general economic conditions and the credit quality of the specific issuers. In addition, AMMC communicates directly with the pricing service regarding the methods and assumptions used in pricing, including verifying, on a test basis, the inputs used by the pricing service to value specific securities.

Level 1 consists of publicly traded equity securities and highly liquid, direct obligations of the U.S. Government whose fair value is based on quoted prices that are readily and regularly available in an active market. Level 2 primarily consists of financial instruments whose fair value is based on quoted prices in markets that are not active and include U.S. government agency securities, fixed maturity investments and perpetual preferred stocks that are not actively traded. Level 3 consists of valuations derived from market valuation techniques generally consistent with those used to estimate the fair value of Level 2 financial instruments in which one or more significant inputs are unobservable or when the market for a security exhibits significantly less liquidity relative to markets supporting Level 2 fair value measurements. The unobservable inputs may include management’s own assumptions about the assumptions market participants would use based on the best information available in the circumstances. The Company’s Level 3 is comprised of financial instruments whose fair value is estimated based on non-binding broker quotes or internally developed using significant inputs not based on, or corroborated by, observable market information. The Company primarily uses the market approach valuation technique for all investments.

5. Derivative Fair Values

Not applicable

B. Other Fair Value Disclosures

The Company has no additional fair value disclosures.

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

The table below reflects, as of December 31, 2021, the fair values and admitted values of all admitted assets that are financial instruments excluding those accounted for under the equity method.

	Fair Value	Admitted Value	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
U.S. Government and government agencies	\$ 2,657,819	\$ 2,638,553	\$ 2,657,819	\$ -	\$ -	\$ -	\$ -
States, municipalities and political subdivisions	118,125,988	113,816,467	-	116,481,605	1,644,383	-	-
Residential MBS	84,170,383	81,792,616	-	84,170,383	-	-	-
Commercial MBS	13,038,452	12,729,039	-	13,038,452	-	-	-
Collateralized loan obligations	160,171,741	159,558,974	-	158,549,710	1,622,031	-	-
Asset backed securities	235,160,482	235,000,284	-	230,858,999	4,301,483	-	-
All other bonds	196,613,799	191,340,947	830,500	185,725,841	10,057,458	-	-
Total bonds	809,938,664	796,876,880	3,488,319	788,824,990	17,625,355	-	-
Preferred stocks	16,361,380	16,361,380	14,225,600	2,135,780	-	-	-
Non-affiliated common stocks	6,284,412	6,284,412	6,284,412	-	-	-	-
Mortgage loans	4,984,128	5,000,000	-	-	4,984,128	-	-
Cash, cash equivalents & short-term investments	129,386,649	129,386,649	129,386,649	-	-	-	-
Total	\$ 966,955,233	\$ 953,909,321	\$ 153,384,980	\$ 790,960,770	\$ 22,609,483	\$ -	\$ -

D. Items for which Not Practicable to Determine Fair Values

Not applicable

E. Instruments Measured at Net Asset Value (NAV)

Not applicable

NOTES TO FINANCIAL STATEMENTS

Note 21 – Other Items

A. Unusual or Infrequent Items

In response to the unprecedented situation caused by the COVID-19 virus, the Company worked with its insureds, upon request, to provide premium adjustments or credits to reflect COVID-19 related exposure reductions. Subsequently, premiums were adjusted accordingly for any vehicles returning to service during the policy period.

B. Troubled Debt Restructuring for Debtors

Not applicable

C. Other Disclosures

Not applicable

D. Business Interruption Insurance Recoveries

Not applicable

E. State Transferable and Non-Transferable Tax Credits

Not applicable

F. Subprime Mortgage Related Risk Exposure

- 1. The Company invests in mortgage-backed securities and equity securities that could potentially be adversely affected by subprime mortgage exposure. The Company believes that its greatest exposure is to unrealized losses from declines in asset values versus realized losses resulting from defaults or foreclosures. Conservative investment practices limit the Company's exposure to such losses.
- 2. The Company does not have any investments with direct exposure in subprime mortgage loans.
- 3. Direct exposure to subprime mortgage risk through other investments in the following securities:

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other-Than- Temporary Impairment Losses Recognized
a. Residential mortgage-backed securities	\$ 4,170,417	\$ 3,885,572	\$ 4,610,318	\$ 1,825,968
b. Commercial mortgage-backed securities	-	-	-	-
c. Collateralized debt obligations	-	-	-	-
d. Structured securities	-	-	-	-
e. Equity investments in SCAs *	2,299,097	2,621,624	2,843,169	143,809
f. Other assets	1,177,208	1,631,782	1,631,782	1,090,037
g. Totals	\$ 7,646,722	\$8,138,978	\$ 9,085,269	\$ 3,059,814

* The Company has 100% owned SCA entities whose investment holdings in residential mortgage-backed securities and equity securities have exposure to subprime mortgage risk. These investments comprise less than 1% of the Company's invested assets.

- 4. The Company has no underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty coverages.

G. Insurance-Linked Securities (ILS) Contracts

Not applicable

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

Not applicable

Note 22 – Events Subsequent

Subsequent events have been considered through February 18, 2022, the date of issuance of these financial statements. There were no occurring events subsequent to the end of the year that merited recognition or disclosure in these statements.

NOTES TO FINANCIAL STATEMENTS

Note 23 – Reinsurance

A. Unsecured Reinsurance Recoverables

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

Individual Reinsurers Who Are Not Members of a Group

FEIN	Reinsurer Name	Unsecured Amount
52-1952955	Renaissance Reinsurance U.S. Inc.	\$24,326,000
AA-1340125	Hannover Rückversicherung AG	14,677,000

Individual Reinsurers Who Are Members of a Group

FEIN	Reinsurer Name	Unsecured Amount
86-0114294	Vanliner Insurance Company	\$260,888,000
13-4924125	Munich Reinsurance America Inc.	74,710,000
13-1675535	Swiss Reinsurance America Corporation	38,253,000
13-2673100	General Reinsurance Corporation	26,418,000
99-0345306	National Interstate Insurance Company of Hawaii	20,068,000
95-3623282	Triumphe Casualty Company	20,068,000
22-2005057	Everest Reinsurance Company	19,932,000
31-0501234	Great American Insurance Company	11,016,000

All Members of the Groups Shown above with Unsecured Reinsurance Recoverables

Group Code	FEIN	Reinsurer Name	Unsecured Amount
0084	86-0114294	Vanliner Insurance Company	260,888,000
0084	99-0345306	National Interstate Insurance Company of Hawaii	20,068,000
0084	95-3623282	Triumphe Casualty Company	20,068,000
0084	31-0501234	Great American Insurance Company	11,016,000
Total 0084			\$312,040,000
0361	13-4924125	Munich Reinsurance America Inc.	74,710,000
Total 0361			\$74,710,000
0181	13-1675535	Swiss Reinsurance America Corporation	38,253,000
0181	47-0355979	Westpoint Insurance Company	4,000
Total 0181			\$38,257,000
0031	13-2673100	General Reinsurance Corporation	26,418,000
0031	48-0921045	National Indemnity Company	7,207,000
Total 0031			\$33,625,000
1120	22-2005057	Everest Reinsurance Company	19,932,000
Total 1120			\$19,932,000

B. Reinsurance Recoverables in Dispute

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

C. Reinsurance Assumed and Ceded and Protected Cells

1. The following table summarizes ceded and assumed unearned premiums and the related commission equity at the end of the current year.

	Assumed		Ceded		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
Affiliates	\$ 88,553,047	\$7,836,957	\$118,529,341	\$ 7,309,798	\$(29,976,294)	\$ 527,159
All other	2,539,960	754,973	58,146,860	6,201,315	(55,606,900)	(5,446,342)
Totals	\$ 91,093,007	\$8,591,930	\$176,676,201	\$13,511,113	\$(85,583,194)	\$(4,919,183)

Direct Unearned Premium Reserve: \$ 255,637,336

NOTES TO FINANCIAL STATEMENTS

2. Amounts accrued at the end of the current year for additional or return on commission resulting from existing contractual arrangements are as follows:

	Direct	Assumed	Ceded	Net
Contingent commissions	\$ -	\$1,689,210	\$982,369	\$706,841
Sliding scale adjustments	-	-	-	-
Other profit commissions	-	-	-	-
Totals	\$	\$1,689,210	\$982,369	\$706,841

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

D. Uncollectible Reinsurance

The Company has no reinsurance in dispute nor does it deem any of its reinsurance recoverables to be uncollectible.

E. Commutation of Ceded Reinsurance

During 2021 the Company commuted several treaties with the reinsurers listed below. The Company recognized the amounts received from the reinsurers as a reduction of losses and loss adjustment expenses paid (thereby reducing losses and loss adjustment expenses incurred) in the current year. The Company also increased its loss and loss adjustment expense reserves by the same amount (thereby increasing losses and loss adjustment expense incurred) to recognize the effect of releasing the reinsurer from its obligation under the treaty. The net effect of the commutations was \$0. The amounts received are shown below by reinsurer and treaty year.

Reinsurer and Treaty Year	Amounts Received
Wheels Ins Ltd (2017-2018)	\$3,608,806
TRAX Insurance Ltd (2017 – 2018)	2,113,865
Tennessee Steel Haulers (2015 – 2016)	295,714
Tennessee Steel Haulers (2016 – 2017)	128,544
The Preferred Energy Group Ltd. (2014-2015)	52,877
The Preferred Energy Group Ltd. (2013-2014)	42,216
Tennessee Steel Haulers (2017 – 2018)	14,384
Total	\$6,256,406

F. Retroactive Reinsurance

Not applicable as the Company does not have any retroactive reinsurance agreements.

G. Reinsurance Accounted for as a Deposit

Not applicable as the Company does not have any reinsurance contracts that are accounted for as deposits.

H. Run-off Agreements

Not applicable as the Company did not have any run-off agreements in the current year.

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not applicable

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

Not applicable

K. Reinsurance Credit on Contracts Covering Health Business

Not applicable

NOTES TO FINANCIAL STATEMENTS

Note 24 – Retrospectively Rated Contracts & Contracts Subject to Redetermination

A. Method Used to Estimate

The Company estimates accrued retrospective premium adjustments through the review of each individual retrospective rate risk, comparing case basis loss and allocated loss adjustment expense with that anticipated in the policy contract to arrive at the best estimate of return or additional retrospective premium.

B. Method Used to Record

The Company records accrued retrospective premium through written premium.

C. Amount and Percent of Net Retrospective Premiums

Net premiums written for 2021 on retrospective policies were \$6,518,088, or 1.7% of total net premiums written.

D. Medical Loss Ratio Rebates

Not applicable

E. Calculation of Nonadmitted Accrued Retrospective Premiums

Ten percent of the amount of accrued retrospective premiums not offset by retrospective return premiums, other liabilities to the same party (other than loss and loss adjustment expense reserves), or collateral as permitted by SSAP No. 66, Retrospectively Rated Contracts, is nonadmitted. As of December 31, 2021, the Company's accrued retrospective premiums were sufficiently collateralized, resulting in no nonadmitted amount at the reporting date.

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

Not applicable

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

A. The following table provides a reconciliation of the beginning and ending balances for outstanding losses and loss adjustment expenses (LAE), net of reinsurance recoverable, for 2021 and 2020:

	Year Ended December 31	
	2021	2020
Outstanding losses and LAE, net of reinsurance recoverables, at beginning of year	\$ 489,886,785	\$ 489,630,419
Add provision for claims, net of reinsurance, occurring in:		
Current year	237,951,319	209,530,079
Prior years	(20,300,000)	(35,000,000)
Net incurred losses during the current year	217,651,319	174,530,079
Deduct payments for claims, net of reinsurance occurring in:		
Current year	46,666,528	41,911,510
Prior years	129,394,893	132,362,203
Net claim payments during the current year	176,061,421	174,273,713
Outstanding losses and LAE, net of reinsurance recoverables, at end of year	\$ 531,476,683	\$ 489,886,785

The foregoing reconciliation shows that \$20,300,000 of favorable development in the December 31, 2020 balances emerged in 2021 and \$35,000,000 of favorable development in the December 31, 2019 balances emerged in 2020. The favorable development in 2021 and 2020 resulted from the combination of settling cases and adjusting current estimates of case and incurred but not reported (IBNR) reserves for amounts less than the case and IBNR estimates carried at the end of December 31, 2020 and December 31, 2019, respectively. Management of the Company evaluates case and IBNR estimates based on data from a variety of sources including the Company's historical experience and knowledge of various factors such as the historic loss experience of the industry, trends in claims frequency and severity, the Company's mix of business and claims processing procedures, legislative enactments, judicial decisions, legal developments in imposition of damages and changes and trends in general economic conditions, including the effects of inflation.

B. Significant Change in Methodologies and Assumptions

Not applicable

NOTES TO FINANCIAL STATEMENTS

Note 26 – Intercompany Pooling Arrangements

Effective January 1, 2011, the Company entered into an amended intercompany reinsurance pooling agreement with its subsidiaries, NIHI, TCC and VIC. The effect is to transfer all net retained insurance liabilities of the subsidiaries to NIIC and to cede specified percentages of the net underwriting results of the group to the participating companies as follows:

Name of Insurer	NAIC Code	% Participation
Triumphe Casualty Company	41106	2%
National Interstate Insurance Company of Hawaii, Inc.	11051	2%
Vanliner Insurance Company	21172	26%
National Interstate Insurance Company (Lead)	32620	70%

Prior to the pooling of business, each participating company makes cessions, primarily excess of loss arrangements, to various other affiliated and non-affiliated reinsurers under terms of other reinsurance agreements. Each participant records its own Provision for Reinsurance based on its pre-pooling reinsurance activity. These liabilities are not shared with the other pooled participants. In the event that a reinsurance balance becomes uncollectible, the pool members will share the uncollectible balance in accordance with the pooling participation schedule. As of December 31, 2021, under the pooling agreement, the Company, the lead entity for pooling activity, has payable balances due to NIHI and TCC of \$700,052 and \$979,293, respectively, and a receivable balance due from VIC of \$6,862,954. These amounts are settled on a quarterly basis.

Note 27 – Structured Settlements

A. Reserves Released Due to Purchase of Annuities

During the current year, the Company purchased 7 structured settlements from unaffiliated life insurance companies with the claimants as payee. The loss and LAE reserves for these claims are no longer included in the balance sheet as a liability for losses and loss adjustment expenses.

Loss Reserves Eliminated by Annuities	Unrecorded Loss Contingencies
\$ 283,212	\$ -

B. Annuity Insurers with Balances Due Greater than 1% of Policyholders’ Surplus

None

Note 28 – Health Care Receivables

A - B. Not applicable as the Company does not write pharmaceutical or risk shared health insurance coverage.

Note 29 – Participating Policies

Not applicable as the Company does not have participating policies.

Note 30 – Premium Deficiency Reserves

As of December 31, 2021, the Company does not have any premium deficiency reserves.

Liability carried for premium deficiency reserves	\$ -
Date of the most recent evaluation of this liability	1/24/2022
Was anticipated investment income utilized in the calculation?	Yes [] No [X]

NOTES TO FINANCIAL STATEMENTS

Note 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

Annual Statement Line of Business (ASL)		3	4	5	6
1	2	Gross (of High Deductible) Loss Reserves	Reserve Credit for High Deductibles	Billed Recoverables on Paid Claims	Total High Deductibles and Billed Recoverables (Col. 4 + Col. 5)
ASL #	ASL Description				
19.4	Commercial Auto	\$ 5,568,571	\$ 2,820,242	\$ 723,684	\$ 3,543,926
16	Workers' Compensation	481,401	34,166	28,132	62,298
Total		\$ 6,049,972	\$ 2,854,408	\$ 751,816	\$ 3,606,224

2. Unsecured Amounts of High Deductibles

a. Total high deductibles and billed recoverables on paid claims	\$ 3,606,224
b. Collateral on balance sheet	3,254,924
c. Collateral off balance sheet	12,438,854
d. Total unsecured deductibles and billed recoverables on paid claims	14,723
e. Percentage unsecured	0.41%

3. High Deductible Recoverables Amounts on Paid Claims

a. Amount of overdue nonadmitted (either due to aging or collateral)	\$ -
b. Total over 90 days overdue admitted	-
c. Total overdue (a+b)	\$ -

4. The Deductible Amounts for the Highest Ten Unsecured High Deductible Policies

Counterparty Ranking	Top Unsecured High Deductible Amounts
Counterparty 1	\$ 13,566
Counterparty 2	1,157

B. Unsecured High Deductibles 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

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

A - C. The Company does not discount its liabilities for unpaid loss and loss adjustment expenses.

Note 33 – Asbestos/Environmental Reserves

A - F. Not applicable as the Company does not have on the books, nor has it ever written, an insured for which it has identified a potential for the existence of a liability due to asbestos or environmental losses.

Note 34 – Subscriber Savings Accounts

Not applicable

Note 35 – Multiple Peril Crop Insurance

Not applicable

Note 36 – Financial Guaranty Insurance

The Company does not write financial guaranty insurance.

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?
If yes, complete Schedule Y, Parts 1, 1A, 2 and 3.

Yes ☒ No ☐

1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?

Yes ☒ No ☐ N/A ☐

1.3

State Regulating?

Ohio

1.4

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

Yes ☒ No ☐

1.5

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

1042046

2.1

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

Yes ☐ No ☒

2.2

If yes, date of change:

3.1

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

12/31/2016

3.2

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

12/31/2016

3.3

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

11/17/2017

3.4

By what department or departments?
Ohio Department of Insurance

3.5

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

Yes ☐ No ☐ N/A ☒

3.6

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

Yes ☐ No ☐ N/A ☒

4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.11 sales of new business?
4.12 renewals?

Yes ☒ No ☐
Yes ☒ No ☐

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?
4.22 renewals?

Yes ☐ No ☒
Yes ☐ No ☒

5.1

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

Yes ☐ No ☒

5.2

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

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

6.1

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

Yes ☐ No ☒

6.2

If yes, give full information:

7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes ☐ No ☒

7.2

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

0.0 %

1 Nationality	2 Type of Entity

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE 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 [X] No []

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

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
American Money Management Corporation	Cincinnati, OH	NO	NO	NO	YES

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, 221 East 4th Street, Suite 2900, Cincinnati, OH 45202

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

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

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

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

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

10.6 If the response to 10.5 is no or n/a, please explain
The Audit Committee of American Financial Group, Inc., the Company's SOX compliant ultimate parent, is deemed to serve as the Company's Audit Committee for the purposes of compliance with Ohio insurance law.

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?
Lisa Hays, Vice President - Great American Insurance Company 301 East 4th Street, Cincinnati, Ohio 45202

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

12.11 Name of real estate holding company
12.12 Number of parcels involved0
12.13 Total book/adjusted carrying value\$0

12.2 If, yes provide explanation:

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

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

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

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

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

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

- a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- c. Compliance with applicable governmental laws, rules and regulations;
- d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- e. Accountability for adherence to the code.

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

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

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

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

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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE 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?
- 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.
- Yes [X] No []

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
031316815	1st Summit Bank	Non Payment of Audit Premium	18,906
103100616	American Heritage Bank	Non Payment of Deductible	25,000
061201754	Ameris Bank	Non Payment of Deductible	2,000,000
082905505	Anstaff Bank	Non Payment of Audit Premium	37,148
073902546	Availa Bank	Non Payment of Audit Premium/Deductible	43,815
081903867	Bank of Missouri	Non Payment of Audit Premium	155,456
075903446	Bank of the Prairie	Non Payment of Deductible	20,000
271972899	Bank Financial	Non Payment of Audit Premium	17,990
323371076	Banner Bank	Non Payment of Audit Premium/Deductible	29,611
084201757	BNA Bank	Non Payment of Deductible	440,831
053101121	Branch Banking and Trust	Non Payment of Audit Premium/Deductible	800,268
081500859	Central Bank of Boone County	Non Payment of Deductible	500,000
244172095	Century National Bank	Non Payment of Audit Premium/Deductible	47,120
072410013	Chemical Bank	Non Payment of Deductible	40,000
031308302	Citizens & Northern Bank	Non Payment of Audit Premium	15,000
084301107	Commercial Bank & Trust	Non Payment of Deductible	220,000
101015282	Crossfirst Bank	Non Payment of Deductible	504,000
073912756	Danville State Savings Bank	Non Payment of Audit Premium/Deductible	26,113
307074580	Elevations Credit Union	Non Payment of Audit Premium	80,000
121108441	Farmers & Merchants Bank of Central California	Non Payment of Audit Premium	317,469
041208421	Farmers State Bank	Non Payment of Audit Premium	18,937
101205681	Fidelity Bank & Trust	Non Payment of Audit Premium/Deductible	103,374
083900525	Field & Main Bank	Non Payment of Audit Premium/Deductible	96,381
053104568	First Bank	Non Payment of Audit Premium	25,000
084008811	First Capital Bank	Non Payment of Audit Premium	120,321
241070417	First Citizens Bank	Non Payment of Audit Premium	80,420
062102726	First Community Bank	Non Payment of Audit Premium	78,754
091916077	First Farmers and Merchants Bank	Non Payment of Deductible	61,887
091305031	First International Bank and Trust	Non Payment of Audit Premium	31,349
074900657	First Merchants Bank	Non Payment of Audit Premium/Deductible	115,085
071102076	First Mid Bank & Trust	Non Payment of Audit Premium/Deductible	89,644
084101417	First National Bank of Eastern Arkansas	Non Payment of Deductible	50,000
084304243	First State Bank	Non Payment of Audit Premium	80,005
071925826	First Trust Bank of IL	Non Payment of Deductible	100,000
103100881	First United Bank & Trust	Non Payment of Deductible	1,447,530
111905612	Gilmer National Bank	Non Payment of Audit Premium	87,659
074909218	Grant County State Bank	Non Payment of Deductible	15,000
031207856	Harvest Community Bank	Non Payment of Audit Premium	11,604
064109057	Heritage Bank & Trust	Non Payment of Audit Premium	25,918
075911852	Johnson Bank	Non Payment of Audit Premium	54,533
044210063	Kingston National Bank	Non Payment of Audit Premium	20,906
081500862	Landmark Bank	Non Payment of Audit Premium	35,490
101107886	Legacy Bank	Non Payment of Audit Premium	34,187
072413845	Macatawa Bank	Non Payment of Deductible	66,000
231372811	MCS Bank	Non Payment of Audit Premium/Deductible	94,000
072413829	Merchantile Bank of Michigan	Non Payment of Audit Premium/Deductible	181,000
031205340	Newfield National Bank	Non Payment of Deductible	5,000
101201863	Nodaway Valley Bank	Non Payment of Audit Premium	30,542
243374218	Northwest Savings Bank	Non Payment of Audit Premium	44,739
072404333	Oxford Bank	Non Payment of Audit Premium/Deductible	152,940
107000068	Pueblo Bank and Trust	Non Payment of Audit Premium/Deductible	54,750
111322994	PlainsCapital Bank	Non Payment of Deductible	306,258
104102309	Platte Valley Bank	Non Payment of Audit Premium	184,463
091408598	Premier Bank and Trust	Non Payment of Deductible	40,000
031907790	QNB Bank	Non Payment of Audit Premium	67,500
062206567	River Bank and Trust	Non Payment of Deductible	78,000
042307224	Second National Bank	Non Payment of Audit Premium/Deductible	159,409
051409456	Select Bank	Non Payment of Audit Premium	73,553
082900432	Simmons Bank	Non Payment of Audit Premium/Deductible	26,873
063114030	South State Bank	Non Payment of Deductible	700,000
073913755	Sterling Bank	Non Payment of Audit Premium	46,862
083000564	Stock Yards Bank & Trust	Non Payment of Audit Premium/Deductible	128,943
061100606	Synovus Bank	Non Payment of Deductible	10,000
113121135	Texas State Bank	Non Payment of Audit Premium	18,844
124100417	The Bank of Commerce	Non Payment of Audit Premium	39,822
083907926	The Casey County Bank	Non Payment of Deductible	25,000
041206135	The Commerical & Savings Bank	Non Payment of Audit Premium/Deductible	181,094
062104520	The First National Bank & Trust Co.	Non Payment of Audit Premium	25,000
071122616	The Fisher National Bank	Non Payment of Audit Premium/Deductible	38,303
031310219	The Juniata Valley Bank	Non Payment of Audit Premium/Deductible	95,805
041210448	The Middlefield Banking Company	Non Payment of Audit Premium/Deductible	13,280
101201863	The Nodaway Valley Bank	Non Payment of Audit Premium	29,027
044101305	The Park National Bank	Non Payment of Audit Premium/Deductible	787,681
011601100	Union Bank	Non Payment of Audit Premium	31,739
051403164	Union First Market Bank	Non Payment of Audit Premium	168,306
091210074	United Community Bank	Non Payment of Audit Premium	45,962
053111690	Uwharrie Bank	Non Payment of Audit Premium	7,226
122245044	Valley Republic Bank	Non Payment of Audit Premium	127,671
041215854	Waterford Bank	Non Payment of Audit Premium	40,900
021914544	Westchester Bank	Non Payment of Audit Premium	39,853
041272279	Westfield Bank	Non Payment of Audit Premium	53,592
031100102	Wilmington Savings Fund Society	Non Payment of Audit Premium/Deductible	200,000

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE INSURANCE COMPANY

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

\$ 100

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:

\$ 39,595
- 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.

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

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 NATIONAL INTERSTATE 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)
The Company does not engage in securities lending.

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 \$ 10,929,919

26.27 FHLB Capital Stock \$ 0

26.28 On deposit with states \$ 93,036,526

26.29 On deposit with other regulatory bodies \$ 601,493

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
Partnership limitation	CANAL MEZZANINE PARTNERS II, LP	2,750,221
Partnership limitation	CANAL CAPITAL PARTNERS III, LP	767,180
Partnership limitation	FORT WASHINGTON PRIVATE EQUITY OPPORTUNITIES FUND III, LP	1,793,176
Partnership limitation	PRIMUS CAPITAL FUND VII, LP	5,619,342

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

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

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

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

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

27.41 Special accounting provision of SSAP No. 108 Yes [] No []

27.42 Permitted accounting practice Yes [] No []

27.43 Other accounting guidance Yes [] No []

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

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

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

28.2 If yes, state the amount thereof at December 31 of the current year. \$ 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
The Bank of New York Mellon	1 Wall Street, New York, NY 10286

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE INSURANCE COMPANY

GENERAL INTERROGATORIES

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

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

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

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

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

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

1 Name of Firm or Individual	2 Affiliation
American Money Management Corporation	A.....

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 [] No [X]

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	2	3	4	5
Central Registration Depository Number	Name of Firm or Individual	Legal Entity Identifier (LEI)	Registered With	Investment Management Agreement (IMA) Filed
161853	American Money Management Corporation	54930048Y5YTQDRCSM84	SEC	DS.....

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
30.2999 - Total		0

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

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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE 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	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
31.1 Bonds	796,876,880	809,938,664	13,061,784
31.2 Preferred stocks	16,361,380	16,361,380	0
31.3 Totals	813,238,260	826,300,044	13,061,784

31.4 Describe the sources or methods utilized in determining the fair values:
The source used to determine the fair value is primarily from pricing services and to a lesser extent broker quotes when necessary.

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

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

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:
For the securities that were priced using broker prices, American Money Management Corporation obtains data from brokers that are familiar with the securities being priced and the markets in which they trade.

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

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

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

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

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

37. By rolling/renewing short-term or cash equivalent investments with continued reporting on Schedule DA, Part 1 or Schedule E Part 2 (identified through a code (%) in those investment schedules), the reporting entity is certifying to the following:
a. The investment is a liquid asset that can be terminated by the reporting entity on the current maturity date.
b. If the investment is with a nonrelated party or nonaffiliate, then it reflects an arms-length transaction with renewal completed at the discretion of all involved parties.
c. If the investment is with a related party or affiliate, then the reporting entity has completed robust re-underwriting of the transaction for which documentation is available for regulator review.
d. Short-term and cash equivalent investments that have been renewed/rolled from the prior period that do not meet the criteria in 37.a - 37.c are reported as long-term investments.
Has the reporting entity rolled/renewed short-term or cash equivalent investments in accordance with these criteria? Yes [] No [X] N/A []

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE INSURANCE COMPANY

GENERAL INTERROGATORIES

OTHER

38.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$1,595,158

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

1 Name	2 Amount Paid
INSURANCE SERVICES OFFICE, INC	1,320,031
.....

39.1 Amount of payments for legal expenses, if any?\$222,268

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
THOMPSON HINE LLP	64,647
JACKSON LEWIS PC	60,898
.....

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 NATIONAL INTERSTATE 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 0

2.2 Premium Denominator 373,968,580 338,913,949

2.3 Premium Ratio (2.1/2.2) 0.000 0.000

2.4 Reserve Numerator 1,092,935 1,069,303

2.5 Reserve Denominator 701,604,475 658,853,045

2.6 Reserve Ratio (2.4/2.5) 0.002 0.002

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 []

4.2 Does the reporting entity issue non-assessable policies?

Yes [] No []

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 []

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 []

5.5

If yes, give full information

16

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE 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 is party to an intercompany pooling agreement where it retains no more than \$700,000 per occurrence. In addition, the pool purchases up to \$20M per person WC coverage and up to \$55M multiple person WC coverage subject to a \$15M maximum any one life.

6.2

Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process.
The Company obtains its results from its Reinsurer and/or its Broker using RMS RiskLink model v18.1.1 for both Hurricane and EQ to help identify locations of concentrations. In addition to RMS, AIR Touchstone v8 results were attained and produced significantly lower PMLs in the 20- year up to and including the 250-year return periods. Company also limits writing of property insurance in HI and coastal areas on the mainland and purchases facultative when applicable.

6.3

What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?
The Company purchases up to \$14.5M in Cat reinsurance limit in excess of \$500K for property, including APD located in the State of HI and for Property business located on the Mainland. In addition, there is Mainland APD catastrophe protection in excess of \$500K retention. Lastly, the Company maintains property per risk protection \$14.9M in excess of \$100K.

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 uninsured catastrophic loss.
.....

7.1

Has this reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss ratio cap, an aggregate limit or any similar provisions)?.....

Yes [X] No []

7.2

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

67

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 [X] No []

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 [X] No []

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,
(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
(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]
Yes [] No [X]
Yes [] No [X]

10.

If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances 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 []

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

11.1

Has the reporting entity guaranteed policies issued by any other entity and now in force?

Yes [] No [X]

11.2

If yes, give full information

12.1

If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:

12.11 Unpaid losses

\$

4,139,238

12.12 Unpaid underwriting expenses (including loss adjustment expenses)

\$

327,922

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

\$

30,918,796

12.62 Collateral and other funds

\$

44,384,437

13.1

Largest net aggregate amount insured in any one risk (excluding workers' compensation):

\$

700,000

13.2

Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision?

Yes [] No [X]

13.3

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

2

14.1

Is the company a cedant in a multiple cedant reinsurance contract?

Yes [X] No []

14.2

If yes, please describe the method of allocating and recording reinsurance among the cedants:
The allocation would be based on the percentage of the individual company's claim to the total of all claims.

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 [X] No []

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 []

14.5

If the answer to 14.4 is no, please explain:

15.1

Has the reporting entity guaranteed any financed premium accounts?

Yes [] No [X]

15.2

If yes, give full information

16.1

Does the reporting entity write any warranty business?

Yes [] No [X]

If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home	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 NATIONAL INTERSTATE 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 [☒]

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 [☒]

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 [☒]

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 [☒] 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 NATIONAL INTERSTATE 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)	686,422,073	596,935,191	627,818,796	587,051,950	567,565,299
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	106,042,087	93,530,503	91,283,162	76,840,634	86,254,369
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	5,215,638	4,973,744	5,700,905	5,454,584	6,405,146
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	1,493,409	1,286,444	1,301,417	808,989	576,261
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	799,173,207	696,725,882	726,104,280	670,156,156	660,801,075
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)	316,908,479	284,681,745	297,957,904	281,133,461	272,748,970
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	54,501,080	47,699,916	46,125,290	40,161,812	46,245,195
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	2,957,865	2,854,021	3,555,349	3,469,991	4,104,236
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	701,418	601,157	611,991	387,835	278,478
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	375,068,841	335,836,839	348,250,533	325,153,100	323,376,879
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	40,482,131	58,110,987	43,362,144	32,750,142	15,518,056
14. Net investment gain or (loss) (Line 11)	28,658,473	50,634,297	33,835,911	52,591,687	55,135,111
15. Total other income (Line 15)	(8,411,743)	(8,950,371)	(8,067,827)	(6,257,248)	(4,221,626)
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	12,509,341	15,120,910	12,775,026	12,498,383	12,044,240
18. Net income (Line 20)	48,219,519	84,674,004	56,355,202	66,586,198	54,387,301
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	1,485,100,896	1,364,658,471	1,349,539,512	1,283,039,372	1,272,393,181
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	39,064,121	38,756,048	34,710,164	22,890,037	25,871,994
20.2 Deferred and not yet due (Line 15.2)	162,439,200	162,181,965	153,606,459	150,034,430	133,493,969
20.3 Accrued retrospective premiums (Line 15.3)	5,353,321	8,192,512	11,812,250	5,702,994	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	1,156,905,620	1,078,309,914	1,061,672,866	1,017,521,837	971,183,517
22. Losses (Page 3, Line 1)	433,921,095	397,872,490	398,309,367	384,947,589	370,855,100
23. Loss adjustment expenses (Page 3, Line 3)	97,555,588	92,014,295	91,321,052	84,709,365	74,434,847
24. Unearned premiums (Page 3, Line 9)	170,054,141	168,953,881	172,030,991	163,804,586	159,410,012
25. Capital paid up (Page 3, Lines 30 & 31)	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
26. Surplus as regards policyholders (Page 3, Line 37)	328,195,276	286,348,557	287,866,646	265,517,535	301,209,664
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	110,686,897	78,190,010	62,736,196	68,846,944	94,351,765
Risk-Based Capital Analysis					
28. Total adjusted capital	328,195,276	286,348,557	287,866,646	265,517,535	301,209,664
29. Authorized control level risk-based capital	71,358,620	66,623,400	65,436,248	57,718,628	62,278,699
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)	65.0	69.0	69.5	69.1	67.0
31. Stocks (Lines 2.1 & 2.2)	20.1	20.1	20.9	19.6	20.2
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.4	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	3.0	3.4	3.5	3.8	2.9
34. Cash, cash equivalents and short-term investments (Line 5)	10.6	6.4	4.8	5.8	8.0
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)	0.9	1.0	1.2	1.8	1.9
38. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
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)	225,264,169	202,469,915	200,213,144	174,078,956	172,717,498
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	225,264,169	202,469,915	200,213,144	174,078,956	172,717,498
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)	68.6	70.7	69.6	65.6	57.3

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)	23,723,305	(934,885)	27,220,223	(2,344,139)	(10,676,711)
52. Dividends to stockholders (Line 35)	(30,000,000)	(85,000,000)	(60,000,000)	(95,000,000)	(70,000,000)
53. Change in surplus as regards policyholders for the year (Line 38)	41,846,719	(1,518,089)	22,349,111	(35,692,129)	(35,755,884)
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)	299,704,243	314,352,804	324,159,308	303,181,872	333,328,362
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	34,824,144	35,906,504	34,627,510	37,027,470	52,098,426
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	1,012,072	1,241,075	3,373,310	3,209,288	1,746,142
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	509,773	193,884	197,326	81,570	8,486
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59. Total (Line 35)	336,050,232	351,694,267	362,357,454	343,500,200	387,181,416
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)	121,493,174	122,672,438	124,598,211	117,977,605	128,496,221
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	15,216,828	14,657,293	14,789,690	18,420,319	23,999,103
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	617,741	843,737	1,206,412	2,140,006	1,097,193
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	237,894	90,479	91,995	38,066	3,582
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65. Total (Line 35)	137,565,637	138,263,946	140,686,308	138,575,996	153,596,100
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)	46.4	40.7	45.3	47.6	54.7
68. Loss expenses incurred (Line 3)	11.8	10.8	11.9	13.2	12.3
69. Other underwriting expenses incurred (Line 4)	31.0	31.4	30.0	29.0	28.0
70. Net underwriting gain (loss) (Line 8)	10.8	17.1	12.8	10.2	5.0
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)	33.1	34.3	31.6	30.6	27.9
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	58.2	51.5	57.2	60.8	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)	114.3	117.3	121.0	122.5	107.4
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)	(19,454)	(37,466)	(24,588)	(16,801)	(3,943)
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)	(6.8)	(13.0)	(9.3)	(5.6)	(1.2)
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)	(52,940)	(55,736)	(39,728)	(19,401)	11,159
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	(18.4)	(21.0)	(13.2)	(5.8)	3.8

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 NATIONAL INTERSTATE 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
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported Direct and Assumed
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded	Salvage and Subrogation Received	Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	
1. Prior.....	XXX	XXX	XXX	2,032	1,066	337	92	293	0	77	1,504	XXX
2. 2012.....	405,272	154,351	250,921	264,560	120,908	37,029	20,625	13,511	0	4,215	173,568	XXX
3. 2013.....	454,725	180,218	274,507	303,020	140,471	37,877	21,142	13,960	0	4,301	193,244	XXX
4. 2014.....	488,205	203,622	284,583	303,103	152,891	34,156	20,056	15,240	0	4,614	179,551	XXX
5. 2015.....	512,201	218,337	293,864	327,385	176,237	33,619	20,657	17,286	0	5,185	181,396	XXX
6. 2016.....	519,895	221,743	298,152	263,140	130,305	30,755	19,087	18,518	0	5,695	163,021	XXX
7. 2017.....	508,057	200,235	307,822	263,455	133,900	26,569	16,953	18,615	0	4,855	157,787	XXX
8. 2018.....	520,525	199,764	320,760	242,114	121,067	25,326	15,941	18,233	0	4,533	148,665	XXX
9. 2019.....	561,715	221,691	340,024	232,138	122,002	20,130	12,805	20,863	0	4,041	138,325	XXX
10. 2020.....	561,813	222,899	338,914	140,315	73,474	12,131	8,060	17,106	0	3,456	88,019	XXX
11. 2021.....	633,069	259,100	373,969	72,800	39,803	5,175	3,916	12,409	0	1,590	46,667	XXX
12. Totals	XXX	XXX	XXX	2,414,064	1,212,123	263,105	159,333	166,034	0	42,561	1,471,747	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR						
	13	14	15	16	17	18	19	20	21	22			
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded				Salvage and Subrogation Anticipated	Total Net Losses and Expenses Unpaid	Number of Claims Outstanding Direct and Assumed
1. Prior.....	16,597	10,836	9,222	3,072	551	167	2,266	1,469	344	4	66	13,430	XXX
2. 2012.....	2,101	1,150	3,733	2,121	79	30	2,392	2,054	280	0	16	3,229	XXX
3. 2013.....	3,428	1,697	9,708	6,991	166	34	3,681	3,289	487	0	66	5,459	XXX
4. 2014.....	4,436	2,207	10,770	7,151	205	82	2,855	2,319	600	0	79	7,107	XXX
5. 2015.....	9,904	5,134	9,537	4,691	587	28	2,127	1,251	854	0	139	11,905	XXX
6. 2016.....	10,349	4,246	19,897	11,846	815	(42)	3,247	1,925	1,161	0	224	17,494	XXX
7. 2017.....	32,045	11,275	20,492	11,423	1,181	(91)	4,695	2,529	1,740	0	415	35,019	XXX
8. 2018.....	55,648	27,417	40,805	24,451	2,154	262	7,578	3,401	2,541	(4)	957	53,199	XXX
9. 2019.....	80,249	43,727	59,387	35,165	3,809	1,157	14,315	6,293	3,661	0	1,349	75,080	XXX
10. 2020.....	77,118	32,101	127,682	75,947	4,184	1,691	24,099	10,136	5,062	0	1,914	118,270	XXX
11. 2021.....	106,859	54,341	202,924	101,981	6,284	3,401	35,775	12,650	11,815	0	4,177	191,285	XXX
12. Totals	398,733	194,132	514,157	284,837	20,015	6,720	103,030	47,315	28,545	0	9,399	531,477	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	27	28	29	30	31	32	33		35	36
	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	11,910	1,520
2. 2012.....	323,685	146,888	176,797	79.9	95.2	70.5	0	0	0.0	2,563	667
3. 2013.....	372,327	173,624	198,703	81.9	96.3	72.4	0	0	0.0	4,447	1,011
4. 2014.....	371,363	184,706	186,658	76.1	90.7	65.6	0	0	0.0	5,848	1,259
5. 2015.....	401,299	207,998	193,301	78.3	95.3	65.8	0	0	0.0	9,616	2,289
6. 2016.....	347,882	167,367	180,515	66.9	75.5	60.5	0	0	0.0	14,155	3,340
7. 2017.....	368,794	175,988	192,806	72.6	87.9	62.6	0	0	0.0	29,839	5,179
8. 2018.....	394,400	192,536	201,864	75.8	96.4	62.9	0	0	0.0	44,585	8,614
9. 2019.....	434,553	221,148	213,405	77.4	99.8	62.8	0	0	0.0	60,745	14,335
10. 2020.....	407,697	201,408	206,289	72.6	90.4	60.9	0	0	0.0	96,752	21,518
11. 2021.....	454,042	216,091	237,951	71.7	83.4	63.6	0	0	0.0	153,460	37,824
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	433,921	97,556

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 NATIONAL INTERSTATE 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.....	198,295	200,201	210,262	220,545	225,354	225,293	221,412	220,202	219,295	218,616	(679)	(1,586)
2. 2012.....	154,152	154,188	161,696	165,687	172,625	171,017	169,687	165,595	163,778	163,006	(772)	(2,589)
3. 2013.....	XXX	178,881	182,047	184,547	188,989	189,639	189,169	186,176	185,108	184,255	(853)	(1,921)
4. 2014.....	XXX	XXX	186,717	184,600	182,140	182,313	178,940	174,722	171,896	170,817	(1,079)	(3,905)
5. 2015.....	XXX	XXX	XXX	186,992	186,667	185,268	183,060	181,125	177,291	175,162	(2,129)	(5,963)
6. 2016.....	XXX	XXX	XXX	XXX	183,216	181,517	177,322	171,305	165,191	160,836	(4,355)	(10,469)
7. 2017.....	XXX	XXX	XXX	XXX	XXX	189,797	188,453	185,990	175,948	172,450	(3,498)	(13,540)
8. 2018.....	XXX	XXX	XXX	XXX	XXX	XXX	189,647	187,986	183,446	181,086	(2,360)	(6,900)
9. 2019.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	194,949	188,631	188,881	250	(6,068)
10. 2020.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	188,101	184,121	(3,980)	XXX
11. 2021.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	213,727	XXX	XXX
12. Totals											(19,454)	(52,940)

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	2	3	4	5	6	7	8	9	10		
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021		
1. Prior.....	.000	81,710	140,388	171,976	186,179	193,925	198,529	201,728	204,314	205,525	XXX	XXX
2. 2012.....	46,981	81,993	111,803	134,034	147,838	153,372	156,824	159,034	159,598	160,057	XXX	XXX
3. 2013.....	XXX	55,567	98,027	128,965	151,426	163,502	171,277	176,811	178,687	179,284	XXX	XXX
4. 2014.....	XXX	XXX	47,141	86,430	116,712	139,812	152,742	159,486	162,807	164,310	XXX	XXX
5. 2015.....	XXX	XXX	XXX	43,543	88,435	124,522	143,658	155,696	160,891	164,111	XXX	XXX
6. 2016.....	XXX	XXX	XXX	XXX	43,267	82,883	107,832	127,306	137,824	144,503	XXX	XXX
7. 2017.....	XXX	XXX	XXX	XXX	XXX	43,363	86,328	110,407	131,485	139,172	XXX	XXX
8. 2018.....	XXX	XXX	XXX	XXX	XXX	XXX	35,235	81,860	110,458	130,432	XXX	XXX
9. 2019.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	33,805	80,027	117,462	XXX	XXX
10. 2020.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	30,677	70,913	XXX	XXX
11. 2021.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	34,257	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)									
	1	2	3	4	5	6	7	8	9	10
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
1. Prior.....	109,406	51,225	21,692	17,758	17,468	15,891	10,660	9,113	8,183	6,946
2. 2012.....	77,036	40,185	21,376	13,274	13,678	11,278	9,022	5,033	2,768	1,950
3. 2013.....	XXX	83,457	45,690	26,605	19,734	14,263	11,061	5,841	4,509	3,109
4. 2014.....	XXX	XXX	94,941	56,032	33,472	22,583	15,966	10,123	4,997	4,155
5. 2015.....	XXX	XXX	XXX	94,328	53,548	32,903	20,590	15,172	9,344	5,722
6. 2016.....	XXX	XXX	XXX	XXX	97,333	63,216	43,134	26,319	15,701	9,373
7. 2017.....	XXX	XXX	XXX	XXX	XXX	106,254	66,019	44,614	21,662	11,236
8. 2018.....	XXX	XXX	XXX	XXX	XXX	XXX	108,172	60,991	36,565	20,531
9. 2019.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	116,252	61,813	32,245
10. 2020.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	117,240	65,698
11. 2021.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	124,069

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						
1. Alabama	AL	L	8,094,386	6,786,375	0	3,190,997	(451,178)	4,350,377	0	4,933,462
2. Alaska	AK	L	5,221,375	4,932,748	0	1,456,745	(1,761,230)	1,628,824	100	3,110,021
3. Arizona	AZ	L	11,169,039	11,264,372	0	3,788,688	(344,979)	8,766,078	0	1,038,076
4. Arkansas	AR	L	6,640,271	5,969,460	0	2,574,087	(147,211)	3,928,947	50	1,070,396
5. California	CA	L	83,439,197	76,681,411	0	42,039,796	26,693,822	98,966,129	170	25,643,844
6. Colorado	CO	L	5,285,227	5,047,295	0	794,782	(589,365)	2,152,091	0	1,504,172
7. Connecticut	CT	L	2,096,087	3,175,612	0	2,323,599	(531,062)	6,121,398	0	796,980
8. Delaware	DE	L	30,059,456	26,566,365	0	11,251,172	14,463,460	38,881,156	0	354,330
9. District of Columbia	DC	L	662,060	426,333	0	88,260	240,959	1,269,160	0	470,063
10. Florida	FL	L	24,564,251	28,604,445	0	13,870,571	(1,119,115)	19,711,094	75	14,300,856
11. Georgia	GA	L	15,420,034	14,502,370	0	9,194,801	7,522,453	12,491,338	0	10,335,423
12. Hawaii	HI	L	17,192,936	15,424,189	0	4,226,692	(4,062,757)	9,791,845	500	6,722,153
13. Idaho	ID	L	11,739,783	10,838,302	0	6,193,298	1,957,165	5,959,465	25	4,600,314
14. Illinois	IL	L	25,444,112	23,078,981	0	8,910,015	5,092,810	28,365,286	50	9,216,335
15. Indiana	IN	L	13,064,894	13,552,802	0	6,082,991	1,185,045	8,275,518	0	7,612,669
16. Iowa	IA	L	6,834,769	6,919,935	0	1,692,953	360,111	3,854,061	100	2,601,630
17. Kansas	KS	L	23,941,738	22,748,956	0	7,979,720	7,523,089	16,071,662	50	3,718,184
18. Kentucky	KY	L	6,025,356	6,412,866	0	2,540,666	724,681	5,460,144	25	2,970,836
19. Louisiana	LA	L	9,931,020	9,926,614	0	4,568,459	460,380	8,936,610	0	5,522,253
20. Maine	ME	L	354,015	381,647	0	360,492	(220,404)	374,662	25	128,077
21. Maryland	MD	L	4,306,552	4,344,421	0	1,102,489	(4,094)	5,958,331	25	628,750
22. Massachusetts	MA	L	16,053,894	14,943,156	0	3,473,009	(5,526,544)	7,882,921	0	4,680,519
23. Michigan	MI	L	318,003	3,618,416	0	1,308,986	3,247,524	4,168,981	0	202,618
24. Minnesota	MN	L	6,742,986	6,246,745	0	2,330,379	(1,707,376)	4,280,924	25	1,534,144
25. Mississippi	MS	L	7,901,508	7,577,553	0	2,307,848	2,585,682	6,276,607	0	2,665,387
26. Missouri	MO	L	13,762,962	22,029,201	0	13,475,102	4,158,739	17,070,274	25	4,977,885
27. Montana	MT	L	2,052,925	1,804,350	0	1,410,276	(640,751)	453,364	0	1,549,880
28. Nebraska	NE	L	4,689,784	4,653,337	0	1,991,854	(1,356,620)	3,438,866	25	1,601,385
29. Nevada	NV	L	5,820,525	5,048,459	0	5,405,661	623,658	5,146,904	0	2,332,035
30. New Hampshire	NH	L	4,031,690	3,507,198	0	335,179	(2,079,214)	1,297,523	0	126,482
31. New Jersey	NJ	L	3,801,730	2,813,839	0	250,939	160,498	1,591,923	0	0
32. New Mexico	NM	L	2,261,245	2,480,165	0	2,330,810	(51,865)	2,110,540	0	1,409,436
33. New York	NY	L	50,184,679	48,792,389	0	17,204,697	3,866,923	62,350,406	275	21,615,192
34. North Carolina	NC	L	10,129,819	9,183,493	0	4,836,297	1,568,528	10,612,218	0	2,153,263
35. North Dakota	ND	L	1,256,243	1,749,682	0	2,573,693	1,403,925	470,557	0	860,782
36. Ohio	OH	L	24,893,698	24,650,848	0	7,651,737	11,533,280	25,580,495	25	12,400,919
37. Oklahoma	OK	L	9,860,295	9,189,404	0	1,574,793	(131,390)	6,291,824	0	5,351,698
38. Oregon	OR	L	1,861,282	2,381,282	0	603,990	240,722	1,337,137	25	815,878
39. Pennsylvania	PA	L	20,522,127	21,025,469	0	9,280,891	8,918,482	25,778,349	25	8,210,173
40. Rhode Island	RI	L	475,149	496,034	0	249,012	(592,670)	741,981	0	187,190
41. South Carolina	SC	L	9,166,412	7,590,057	0	1,856,535	976,402	3,959,365	100	5,266,317
42. South Dakota	SD	L	297,511	314,193	0	217,630	(243,643)	174,088	0	77,878
43. Tennessee	TN	L	14,388,596	14,125,708	0	7,733,527	(2,237,443)	8,270,132	25	6,926,612
44. Texas	TX	L	41,513,343	40,960,076	0	27,646,244	320,960,036	347,850,378	0	17,096,181
45. Utah	UT	L	13,578,404	12,712,766	0	5,779,480	1,314,200	10,068,423	0	8,745,143
46. Vermont	VT	L	1,073,054	1,113,604	0	632,282	(444,430)	1,357,123	0	283,149
47. Virginia	VA	L	10,154,817	10,192,888	0	5,098,023	2,051,183	5,013,480	125	2,462,744
48. Washington	WA	L	5,067,503	4,757,080	0	1,329,902	(226,237)	5,465,238	50	1,431,556
49. West Virginia	WV	L	148,107	203,130	0	219,609	(19,035)	462,780	0	0
50. Wisconsin	WI	L	12,311,271	13,493,871	0	4,110,559	341,254	12,116,451	25	4,456,637
51. Wyoming	WY	L	161,001	148,341	0	5,442	(92,896)	106,757	0	93,208
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		605,967,123	595,388,235	0	267,455,659	405,593,503	873,040,184	1,945	226,793,115
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.....	51	R - Registered - Non-domiciled RRGs.....	0
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - see DSLI).....	0	Q - Qualified - Qualified or accredited reinsurer.....	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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE INSURANCE COMPANY

(b) Explanation of basis of allocation of premiums by states, etc.
Allied Lines - Location of property
Commercial multiperil - Location of property
Inland Marine - Location of property
Other Accident and Health - Individual, by personal residence
Workers' Compensation - Location of risk
Other Liability - Location of risk
Auto Liability - Location of primary garage
Auto Physical - Location of primary garage
Surety - Location of contractor
Boiler and machinery - Location of property

Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group

	Domiciliary Location	FEIN	NAIC Co. Code
American Financial Group, Inc.	OH	31-1544320	
AFG Real Estate Holding Company, LLC	OH	86-3438529	
Bay Bridge Holding Company, LLC ^	MD	84-4395026	
Bay Bridge Marina Hemingway's Restaurant, LLC (85%)	MD	27-4078277	
Bay Bridge Marina Management, LLC (85%)	MD	27-0513333	
GALIC - Bay Bridge Marina, LLC	MD	20-4604276	
Charleston Harbor Holding Company, LLC ^	SC	84-3355051	
Charleston Harbor Fishing, LLC	SC	81-3737639	
Mountain View Grand Holding Company, LLC ^	NH	84-4574243	
Sailfish Holding Company, LLC	FL	86-3225970	
Skipjack Holding Company, LLC	MD	84-2654660	
Skipjack Marina Corp.	MD	52-2179330	
American Financial Enterprises, Inc.	CT	31-0996797	
American Money Management Corporation	OH	31-0828578	
American Real Estate Capital Company, LLC	OH	27-1577326	
Mid-Market Capital Partners, LLC	DE	27-2829629	
APU Holding Company	OH	41-2112001	
American Premier Underwriters, Inc.	PA	23-6000765	
Lehigh Valley Railroad Company	PA	13-6400464	
Pennsylvania Lehigh Oil & Gas Holdings LLC	PA	46-1665396	
Magnolia Alabama Holdings, Inc.	DE	20-1548213	
Magnolia Alabama Holdings LLC	AL	20-1574094	
Michigan Oil & Gas Holdings, LLC	MI	46-1852532	
Ohio Oil & Gas Holdings, LLC	OH	46-1480078	
The Owasco River Railway, Inc.	NY	13-6021353	
PCC Technical Industries, Inc.	DE	76-0080537	
Pennsylvania Oil & Gas Holdings, LLC	PA	46-3246684	
Pennsylvania-Reading Seashore Lines (66.67%)	NJ	23-6000766	
GAI Insurance Company, Ltd. *	BMU	98-1073776	
Hangar Acquisition Corp.	OH	31-1446308	
Premier Lease & Loan Services Insurance Agency, Inc.	WA	91-1242743	
Premier Lease & Loan Services of Canada, Inc.	WA	91-1508644	
Dixie Terminal Corporation	OH	31-0823725	
Great American Financial Resources, Inc.	DE	06-1356481	
Ceres Group, Inc.	DE	34-1017531	
Continental General Corporation	NE	47-0717079	
QQAgency of Texas, Inc.	TX	34-1947042	
Brothers Management, LLC	FL	20-1246122	
GALIC Brothers, Inc.	OH	31-1391777	
Helium Holdings Limited	BMU		
GAI Australia Pty Ltd	AUS		
One East Fourth, Inc.	OH	31-0686194	
TEJ Holdings, Inc.	OH	31-1119320	
Three East Fourth, Inc.	OH	31-0728327	
Verikai Inc.	DE	81-4361220	

* Denotes insurer
@ Entity affiliated but not owned
Subsidiaries 100% owned by respective parent unless otherwise stated
^ Entity is owned by more than one company within the AFG group.

Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group

	Domiciliary Location	FEIN	NAIC Co. Code
American Financial Group, Inc.	OH	31-1544320	
Great American Holding, Inc.	OH	42-1575938	
ABA Insurance Services, Inc.	OH	80-0333563	
Agricultural Services, LLC	OH	27-3062314	
Great American Contemporary Insurance Company *	OH	36-4079497	10646
Bridgefield Employers Insurance Company*	FL	59-1835212	10701
Bridgefield Casualty Insurance Company*	FL	59-3269531	10335
Republic Indemnity Company of America *	CA	95-2801326	22179
Republic Indemnity Company of California *	CA	31-1054123	43753
Great American Holding (Europe) Limited	GBR		
Great American Europe Limited	GBR		
Great American International Insurance (EU) Designated Activity Company *	IRL		
Great American International Insurance (UK) Limited*	GBR		
Mid-Continent Casualty Company *	OH	73-0556513	23418
Mid-Continent Assurance Company *	OH	73-1406844	15380
Mid-Continent Excess and Surplus Insurance Company *	OH	38-3803661	13794
Mid-Continent Specialty Insurance Services, Inc.	OK	30-0571535	
Oklahoma Surety Company *	OH	73-0773259	23426
National Interstate Corporation	OH	34-1607394	
American Highways Insurance Agency, Inc.	OH	34-1899058	
Explorer RV Insurance Agency, Inc.	OH	31-1548235	
Hudson Indemnity, Ltd. *	CYM	98-0191335	
National Interstate Insurance Agency, Inc.	OH	34-1607396	
Commercial For Hire Transportation Purchasing Group @	SC	36-4670968	
National Interstate Insurance Company *	OH	34-1607395	32620
National Interstate Insurance Company of Hawaii, Inc. *	OH	99-0345306	11051
TransProtection Service Company	MO	43-1254631	
Triumphe Casualty Company *	OH	95-3623282	41106
Vanliner Insurance Company *	OH	86-0114294	21172
Safety Claims & Litigation Services, LLC	MT	20-5546054	
Safety, Claims and Litigation Services, LLC	OH	46-4570914	
Radion Insurance Holding, LLC (32%)	DE	87-1038842	
Radion Health, Inc.	DE	87-1053786	
Radion Re, Inc	CYM		
Summit Consulting, LLC	FL	59-1683711	
Heritage Summit Healthcare, LLC	FL	59-3385208	

* Denotes insurer
@ Entity affiliated but not owned
Subsidiaries 100% owned by respective parent unless otherwise stated
^ Entity is owned by more than one company within the AFG group.

Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group

	Domiciliary Location	FEIN	NAIC Co. Code
American Financial Group, Inc.	OH	31-1544320	
Great American Insurance Company *	OH	31-0501234	16691
American Empire Insurance Company *	OH	31-0973761	37990
American Empire Surplus Lines Insurance Company *	OH	31-0912199	35351
American Signature Underwriters, Inc.	OH	31-1463075	
Brothers Property Corporation	OH	59-2840291	
Brothers Pennsylvanian Corporation	PA	25-1754638	
Brothers Property Management Corporation	OH	59-2840294	
Crop Managers Insurance Agency, Inc.	KS	31-1277904	
CropSurance Agency, LLC	OH	83-1767590	
Dempsey & Siders Agency, Inc.	OH	31-0589001	
Human and Social Services Risk Purchasing Group, LLC	OH	84-2358400	
Eden Park Insurance Brokers, Inc.	CA	31-1341668	
El Aguila, Compañía de Seguros, S.A. de C.V. *	MEX		
Farmers Crop Insurance Alliance, Inc.	KS	39-1404033	
Foreign Credit Insurance Association @	NY		
GAI Mexico Holdings, LLC	DE	81-0814136	
GAI Warranty Company	OH	31-1753938	
GAI Warranty Company of Florida	FL	31-1765544	
Global Premier Finance Company	OH	61-1329718	
Great American Alliance Insurance Company *	OH	95-1542353	26832
Great American Assurance Company *	OH	15-6020948	26344
Great American Casualty Insurance Company *	OH	61-0983091	39896
Great American E & S Insurance Company *	OH	31-0954439	37532
Great American Fidelity Insurance Company *	OH	31-1036473	41858
Great American Insurance Agency, Inc.	OH	31-1652643	
Great American Insurance Company of New York *	NY	13-5539046	22136
Great American Management Services, Inc.	OH	31-0856644	
Great American Protection Insurance Company *	OH	31-1288778	38580
Great American Re Inc.	DE	31-0918893	
Great American Security Insurance Company *	OH	31-1209419	31135
Great American Spirit Insurance Company *	OH	31-1237970	33723
Great American Underwriters Insurance Company *	OH	83-1694393	16618
PLLS Canada Insurance Brokers Inc.	CAN	871850814	
Professional Risk Brokers, Inc.	IL	31-1293064	
Shelter Rock Holdings, LLC	OH		
Westline Industrial, LLC	OH		

* Denotes insurer
@ Entity affiliated but not owned
Subsidiaries 100% owned by respective parent unless otherwise stated
^ Entity is owned by more than one company within the AFG group.

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE NATIONAL INTERSTATE INSURANCE COMPANY

OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Assets Line 25

		Current Year			Prior Year
		1	2	3	4
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
2504.	Miscellaneous receivables	1,307,525	0	1,307,525	1,432,281
2505.	Commission receivables	711,075	22,173	688,901	636,660
2597.	Summary of remaining write-ins for Line 25 from overflow page	2,018,600	22,173	1,996,427	2,068,941

Additional Write-ins for Exhibit of Nonadmitted Assets Line 25

		1	2	3
		Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
2504.	Commission receivables	22,173	74,158	51,985
2597.	Summary of remaining write-ins for Line 25 from overflow page	22,173	74,158	51,985