



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2022
OF THE CONDITION AND AFFAIRS OF THE
FALLS LAKE NATIONAL INSURANCE COMPANY

NAIC Group Code..... 3494..... 3494..... NAIC Company Code..... 31925... Employer's ID Number..... 42-1019055.....
Organized under the Laws of..... OH..... State of Domicile or Port of Entry..... OH.....
Country of Domicile..... US.....
Incorporated/Organized..... 02/06/1974..... Commenced Business..... 02/21/1974.....
Statutory Home Office..... 3366 RIVERSIDE DRIVE, SUITE 103..... UPPER ARLINGTON, OH, US 43221.....
Main Administrative Office..... 6131 FALLS OF NEUSE RD., SUITE 306.....
RALEIGH, NC, US 27609..... 919-882-3585.....
(Telephone)
Mail Address..... P.O. BOX 27648..... RICHMOND, VA, US 23261.....
Primary Location of Books and
Records..... 6131 FALLS OF NEUSE RD., SUITE 306.....
RALEIGH, NC, US 27609..... 919-882-3585.....
(Telephone)
Internet Website Address..... WWW.FALLSLAKEINS.COM.....
Statutory Statement Contact..... TIMOTHY SEAN MACALEESE..... 804-281-2683.....
(Telephone)
ACCOUNTING@FALLSLAKEINS.COM..... 888-698-7290.....
(E-Mail) (Fax)

OFFICERS

.....TERENCE MICHAEL MCCAFFERTY, PRESIDENT/CEO..... TIMOTHY SEAN MACALEESE, SVP/CHIEF FINANCIAL OFFICER.
.....ERIC FOREST LILAND, SECRETARY/CHIEF ACTUARY..... DANIEL ARTHUR SHULTIS, TREASURER/CONTROLLER.....

OTHER

.....SARAH CASEY DORAN, CHAIRMAN OF THE BOARD..... BENSON LEE JEFFRESS, ASSISTANT SECRETARY.....

DIRECTORS OR TRUSTEES

.....SARAH CASEY DORAN..... TERENCE MICHAEL MCCAFFERTY.....
.....MICHAEL EDWARD CROW..... ANGELA JENKINS BURNETT.....
.....TIMOTHY SEAN MACALEESE..... THOMAS EDWARD PEACH.....

State of North Carolina.....
County of Wake..... SS

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

x [Signature] Terence Michael McCafferty President/CEO
x [Signature] Eric Forest Liland Secretary/Chief Actuary
x [Signature] Timothy Sean MacAleese SVP/Chief Financial Officer

Subscribed and sworn to before me
this 23rd day of

February, 2023
x Pamela J. Ruivo

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

PAMELA J RUIVO
NOTARY PUBLIC
Johnston County
North Carolina
My Commission Expires Sept. 25, 2026

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)	66,059,693	0	66,059,693	4,668,402
2. Stocks (Schedule D):				
2.1 Preferred stocks	184,125	0	184,125	212,100
2.2 Common stocks	170,401,049	0	170,401,049	99,213,900
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	0	0	0	0
3.2 Other than first liens	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ 0 encumbrances)	0	0	0	0
4.2 Properties held for the production of income (less \$ 0 encumbrances)	0	0	0	0
4.3 Properties held for sale (less \$ 0 encumbrances)	0	0	0	0
5. Cash (\$ 30,092,507, Schedule E - Part 1), cash equivalents (\$ 3,019,735, Schedule E - Part 2) and short-term investments (\$ 10,485,587, Schedule DA)	43,597,829	0	43,597,829	37,885,544
6. Contract loans (including \$ 0 premium notes)	0	0	0	0
7. Derivatives (Schedule DB)	0	0	0	0
8. Other invested assets (Schedule BA)	0	0	0	0
9. Receivables for securities	2,095	0	2,095	0
10. Securities lending reinvested collateral assets (Schedule DL)	0	0	0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	280,244,791	0	280,244,791	141,979,946
13. Title plants less \$ 0 charged off (for Title insurers only)	0	0	0	0
14. Investment income due and accrued	496,340	0	496,340	37,387
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	142,284,379	845,698	141,438,681	62,769,226
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)	68,906,941	6,849	68,900,092	65,244,017
15.3 Accrued retrospective premiums (\$ 0) and contracts subject to redetermination (\$ 0)	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	137,833,754	0	137,833,754	132,140,494
16.2 Funds held by or deposited with reinsured companies	1,376,488,821	0	1,376,488,821	723,392,822
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	0	0	0	549,683
18.2 Net deferred tax asset	2,834,914	432,342	2,402,572	903,058
19. Guaranty funds receivable or on deposit	0	0	0	0
20. Electronic data processing equipment and software	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$ 0)	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates	1,704,584	0	1,704,584	25,102,536
24. Health care (\$ 0) and other amounts receivable	0	0	0	0
25. Aggregate write-ins for other-than-invested assets	282,412	10,000	272,412	94,496
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	2,011,076,936	1,294,889	2,009,782,047	1,152,213,665
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0	0
28. Total (Lines 26 and 27)	2,011,076,936	1,294,889	2,009,782,047	1,152,213,665
Details of Write-Ins				
1101.	0	0	0	0
1102.	0	0	0	0
1103.	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. OTHER ASSETS	255,536	10,000	245,536	46,000
2502. CLAIMS RECEIVABLE	26,876	0	26,876	48,496
2503.	0	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	282,412	10,000	272,412	94,496

LIABILITIES, SURPLUS AND OTHER FUNDS

	1	2
	Current Year	Prior Year
1. Losses (Part 2A, Line 35, Column 8).....	58,607,996	31,175,632
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....	134,291,415	108,792,309
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....	20,020,946	10,865,941
4. Commissions payable, contingent commissions and other similar charges.....	15,974,677	15,432,797
5. Other expenses (excluding taxes, licenses and fees).....	0	11,540
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	2,219,418	7,491,221
7.1 Current federal and foreign income taxes (including \$ (635) on realized capital gains (losses)).....	777,562	0
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 \$ 373,397,751 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).....	21,636,839	5,841,653
10. Advance premium.....	0	41,325
11. Dividends declared and unpaid:		
11.1 Stockholders.....	0	0
11.2 Policyholders.....	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions).....	181,589,425	115,189,718
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20).....	1,334,653,480	688,445,837
14. Amounts withheld or retained by company for account of others.....	0	0
15. Remittances and items not allocated.....	0	0
16. Provision for reinsurance (including \$ 0 certified) (Schedule F, Part 3 Column 78).....	180,000	60,000
17. Net adjustments in assets and liabilities due to foreign exchange rates.....	0	0
18. Drafts outstanding.....	0	0
19. Payable to parent, subsidiaries and affiliates.....	1,337,372	25,365,788
20. Derivatives.....	0	0
21. Payable for securities.....	0	0
22. Payable for securities lending.....	0	0
23. Liability for amounts held under uninsured plans.....	0	0
24. Capital notes \$ 0 and interest thereon \$ 0.....	0	0
25. Aggregate write-ins for liabilities.....	33,712,299	20,024,321
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	1,805,001,429	1,028,738,082
27. Protected cell liabilities.....	0	0
28. Total liabilities (Lines 26 and 27).....	1,805,001,429	1,028,738,082
29. Aggregate write-ins for special surplus funds.....	3,268,790	0
30. Common capital stock.....	4,200,000	4,200,000
31. Preferred capital stock.....	0	0
32. Aggregate write-ins for other-than-special surplus funds.....	0	0
33. Surplus notes.....	0	0
34. Gross paid in and contributed surplus.....	150,558,551	90,558,551
35. Unassigned funds (surplus).....	46,753,277	28,717,032
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).....	204,780,618	123,475,583
38. Totals (Page 2, Line 28, Col. 3).....	2,009,782,047	1,152,213,665
Details of Write-Ins		
2501. FUNDS HELD DEPOSIT.....	28,919,022	18,774,886
2502. POLICYHOLDER DEPOSITS.....	2,989,459	804,075
2503. DEFERRED CEDING COMMISSION.....	1,029,494	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	774,324	445,360
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	33,712,299	20,024,321
2901. SPECIAL SURPLUS FUNDS - RETROACTIVE REINSURANCE.....	3,268,790	0
2902.....	0	0
2903.....	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above).....	3,268,790	0
3201.....	0	0
3202.....	0	0
3203.....	0	0
3298. Summary of remaining write-ins for Line 32 from overflow page.....	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above).....	0	0

STATEMENT OF INCOME

	1	2
	Current Year	Prior Year
Underwriting Income		
1. Premiums earned (Part 1, Line 35, Column 4)	44,079,314	12,075,754
Deductions:		
2. Losses incurred (Part 2, Line 35, Column 7)	24,241,550	9,556,371
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	8,025,730	4,716,466
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	11,519,322	(36,538)
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	43,786,602	14,236,299
7. Net income of protected cells	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	292,712	(2,160,545)
Investment Income		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	992,435	1,651
10. Net realized capital gains (losses) less capital gains tax of \$ (635) (Exhibit of Capital Gains (Losses))	(2,388)	6
11. Net investment gain (loss) (Lines 9 + 10)	990,047	1,657
Other Income		
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 0 amount charged off \$ 252,728)	(252,728)	(136,490)
13. Finance and service charges not included in premiums	283,142	1,452,171
14. Aggregate write-ins for miscellaneous income	3,843,873	221,658
15. Total other income (Lines 12 through 14)	3,874,287	1,537,339
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	5,157,046	(621,549)
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)	5,157,046	(621,549)
19. Federal and foreign income taxes incurred	2,578,825	(71,971)
20. Net income (Line 18 minus Line 19) (to Line 22)	2,578,221	(549,578)
Capital and Surplus Account		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	123,475,583	114,031,792
22. Net income (from Line 20)	2,578,221	(549,578)
23. Net transfers (to) from Protected Cell accounts	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ (5,876)	16,165,055	(2,143,401)
25. Change in net unrealized foreign exchange capital gain (loss)	0	0
26. Change in net deferred income tax	1,157,199	(80,529)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	1,524,560	250,299
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	(120,000)	(33,000)
29. Change in surplus notes	0	0
30. Surplus (contributed to) withdrawn from protected cells	0	0
31. Cumulative effect of changes in accounting principles	0	0
32. Capital changes:		
32.1 Paid in	0	0
32.2 Transferred from surplus (Stock Dividend)	0	0
32.3 Transferred to surplus	0	0
33. Surplus adjustments:		
33.1 Paid in	60,000,000	12,000,000
33.2 Transferred to capital (Stock Dividend)	0	0
33.3 Transferred from capital	0	0
34. Net remittances from or (to) Home Office	0	0
35. Dividends to stockholders	0	0
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)	0	0
37. Aggregate write-ins for gains and losses in surplus	0	0
38. Change in surplus as regards to policyholders (Lines 22 through 37)	81,305,035	9,443,791
39. Surplus as regards to policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	204,780,618	123,475,583
Details of Write-Ins		
0501.	0	0
0502.	0	0
0503.	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0
1401. RETROACTIVE REINSURANCE GAIN	3,268,790	0
1402. FRONTING FEE INCOME	551,316	442,773
1403. OTHER INCOME	159,546	0
1498. Summary of remaining write-ins for Line 14 from overflow page	(135,779)	(221,115)
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	3,843,873	221,658
3701.	0	0
3702.	0	0
3703.	0	0
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	(219,327,294)	23,299,859
2. Net investment income	496,122	(4,617)
3. Miscellaneous income	3,874,287	1,537,339
4. Total (Lines 1 to 3)	(214,956,885)	24,832,581
5. Benefit and loss related payments	372,140,363	416,556,934
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	15,131,510	3,381,455
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses)	1,250,945	730,485
10. Total (Lines 5 through 9)	388,522,818	420,668,874
11. Net cash from operations (Line 4 minus Line 10)	(603,479,703)	(395,836,293)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	610,500	963,377
12.2 Stocks	0	0
12.3 Mortgage loans	0	0
12.4 Real estate	0	0
12.5 Other invested assets	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(3,023)	8
12.7 Miscellaneous proceeds	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	607,477	963,385
13. Cost of investments acquired (long-term only):		
13.1 Bonds	58,769,439	1,305,468
13.2 Stocks	55,000,000	7,000,000
13.3 Mortgage loans	0	0
13.4 Real estate	0	0
13.5 Other invested assets	0	0
13.6 Miscellaneous applications	2,095	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	113,771,534	8,305,468
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)	(113,164,057)	(7,342,083)
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	60,000,000	12,000,000
16.3 Borrowed funds	0	(5,000,000)
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
16.5 Dividends to stockholders	0	0
16.6 Other cash provided (applied)	662,356,045	408,686,551
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	722,356,045	415,686,551
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)	5,712,285	12,508,175
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	37,885,544	25,377,369
19.2 End of year (Line 18 plus Line 19.1)	43,597,829	37,885,544
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.0001. Quota Share Settlement - Transfer of Invested Assets	3,195,001	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 – PREMIUMS EARNED

Line of Business		1	2	3	4
		Net Premiums Written per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	61,043	18,311	56,714	22,640
2.1	Allied lines	206,509	61,405	193,416	74,498
2.2	Multiple peril crop	0	0	0	0
2.3	Federal flood	0	0	0	0
2.4	Private crop	0	0	0	0
2.5	Private flood	0	0	0	0
3.	Farmowners multiple peril	0	0	0	0
4.	Homeowners multiple peril	0	0	0	0
5.1	Commercial multiple peril (non-liability portion)	(616)	0	0	(616)
5.2	Commercial multiple peril (liability portion)	(20,584)	3,424	0	(17,160)
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	102,850	11,168	36,742	77,276
10.	Financial guaranty	0	0	0	0
11.1.	Medical professional liability – occurrence	(454)	64	421	(811)
11.2.	Medical professional liability – claims-made	1,343,876	158,445	477,594	1,024,727
12.	Earthquake	29,997	7,639	15,384	22,252
13.1	Comprehensive (hospital and medical) individual	0	0	0	0
13.2	Comprehensive (hospital and medical) group	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0
15.1	Vision only	0	0	0	0
15.2	Dental only	0	0	0	0
15.3	Disability income	0	0	0	0
15.4	Medicare supplement	0	0	0	0
15.5	Medicaid Title XIX	0	0	0	0
15.6	Medicare Title XVIII	0	0	0	0
15.7	Long-term care	0	0	0	0
15.8	Federal employees health benefits plan	0	0	0	0
15.9	Other health	0	0	0	0
16.	Workers' compensation	2,785,602	153,987	499,301	2,440,288
17.1	Other liability – occurrence	36,934,684	3,462,782	13,732,952	26,664,514
17.2	Other liability – claims-made	3,203,101	353,431	1,170,551	2,385,981
17.3	Excess workers' compensation	0	0	0	0
18.1	Products liability—occurrence	7,942,782	817,585	3,010,935	5,749,432
18.2	Products liability—claims-made	1,187,633	213,700	467,368	933,965
19.1	Private passenger auto no-fault (personal injury protection)	28,045	18,212	0	46,257
19.2	Other private passenger auto liability	40,199	15,661	0	55,860
19.3	Commercial auto no-fault (personal injury protection)	63,129	5,508	22,330	46,307
19.4	Other commercial auto liability	5,189,232	452,571	1,630,054	4,011,749
21.1	Private passenger auto physical damage	(334)	2,352	0	2,018
21.2	Commercial auto physical damage	378,626	41,953	146,322	274,257
22.	Aircraft (all perils)	394,378	41,363	170,496	265,245
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	4,707	2,063	6,254	516
27.	Boiler and machinery	95	29	5	119
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	59,874,500	5,841,653	21,636,839	44,079,314
Details of Write-Ins					
3401.		0	0	0	0
3402.		0	0	0	0
3403.		0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A – RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1+2+3+4
1.	Fire	56,386	328	0	0	56,714
2.1	Allied lines	191,695	1,721	0	0	193,416
2.2	Multiple peril crop	0	0	0	0	0
2.3	Federal flood	0	0	0	0	0
2.4	Private crop	0	0	0	0	0
2.5	Private flood	0	0	0	0	0
3.	Farmowners multiple peril	0	0	0	0	0
4.	Homeowners multiple peril	0	0	0	0	0
5.1	Commercial multiple peril (non-liability portion)	0	0	0	0	0
5.2	Commercial multiple peril (liability portion)	0	0	0	0	0
6.	Mortgage guaranty	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0
9.	Inland marine	36,742	0	0	0	36,742
10.	Financial guaranty	0	0	0	0	0
11.1.	Medical professional liability – occurrence	421	0	0	0	421
11.2.	Medical professional liability – claims-made	477,487	107	0	0	477,594
12.	Earthquake	15,245	139	0	0	15,384
13.1	Comprehensive (hospital and medical) individual	0	0	0	0	0
13.2	Comprehensive (hospital and medical) group	0	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0	0
15.1	Vision only	0	0	0	0	0
15.2	Dental only	0	0	0	0	0
15.3	Disability income	0	0	0	0	0
15.4	Medicare supplement	0	0	0	0	0
15.5	Medicaid Title XIX	0	0	0	0	0
15.6	Medicare Title XVIII	0	0	0	0	0
15.7	Long-term care	0	0	0	0	0
15.8	Federal employees health benefits plan	0	0	0	0	0
15.9	Other health	0	0	0	0	0
16.	Workers' compensation	499,301	0	0	0	499,301
17.1	Other liability – occurrence	13,478,888	254,064	0	0	13,732,952
17.2	Other liability – claims-made	1,169,497	1,054	0	0	1,170,551
17.3	Excess workers' compensation	0	0	0	0	0
18.1	Products liability – occurrence	2,941,721	69,214	0	0	3,010,935
18.2	Products liability – claims-made	463,767	3,601	0	0	467,368
19.1	Private passenger auto no-fault (personal injury protection)	0	0	0	0	0
19.2	Other private passenger auto liability	0	0	0	0	0
19.3	Commercial auto no-fault (personal injury protection)	22,159	171	0	0	22,330
19.4	Other commercial auto liability	1,624,106	5,948	0	0	1,630,054
21.1	Private passenger auto physical damage	0	0	0	0	0
21.2	Commercial auto physical damage	146,322	0	0	0	146,322
22.	Aircraft (all perils)	170,058	438	0	0	170,496
23.	Fidelity	0	0	0	0	0
24.	Surety	0	0	0	0	0
26.	Burglary and theft	6,254	0	0	0	6,254
27.	Boiler and machinery	5	0	0	0	5
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	21,300,054	336,785	0	0	21,636,839
36.	Accrued retrospective premiums based on experience	XXX	XXX	XXX	XXX	0
37.	Earned but unbilled premiums	XXX	XXX	XXX	XXX	0
38.	Balance (Sum of Lines 35 through 37)	XXX	XXX	XXX	XXX	21,636,839
Details of Write-Ins						
3401.		0	0	0	0	0
3402.		0	0	0	0	0
3403.		0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B – PREMIUMS WRITTEN

Line of Business	1	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1+2+3-4-5
	Direct Business (a)	2 From Affiliates	3 From Non- Affiliates	4 To Affiliates	5 To Non- Affiliates	
1. Fire	6,664,105	479,866	0	472,781	6,610,147	61,043
2.1 Allied lines	12,711,511	1,873,507	0	1,913,151	12,465,358	206,509
2.2 Multiple peril crop	0	0	0	0	0	0
2.3 Federal flood	0	0	0	0	0	0
2.4 Private crop	0	0	0	0	0	0
2.5 Private flood	0	0	0	0	0	0
3. Farmowners multiple peril	0	0	0	0	0	0
4. Homeowners multiple peril	0	0	0	0	0	0
5.1 Commercial multiple peril (non-liability portion)	12,028,537	(8,802)	0	(8,186)	12,028,537	(616)
5.2 Commercial multiple peril (liability portion)	6,177,944	(61,977)	0	(360,573)	6,497,124	(20,584)
6. Mortgage guaranty	0	0	0	0	0	0
8. Ocean marine	0	0	0	0	0	0
9. Inland marine	4,038,246	174,796	0	1,039,831	3,070,361	102,850
10. Financial guaranty	0	0	0	0	0	0
11.1. Medical professional liability – occurrence	0	(6,480)	0	(6,026)	0	(454)
11.2. Medical professional liability – claims-made	0	19,198,227	0	17,854,351	0	1,343,876
12. Earthquake	3,819	428,473	0	398,554	3,741	29,997
13.1 Comprehensive (hospital and medical) individual	0	0	0	0	0	0
13.2 Comprehensive (hospital and medical) group	0	0	0	0	0	0
14. Credit accident and health (group and individual)	0	0	0	0	0	0
15.1 Vision only	0	0	0	0	0	0
15.2 Dental only	0	0	0	0	0	0
15.3 Disability income	0	0	0	0	0	0
15.4 Medicare supplement	0	0	0	0	0	0
15.5 Medicaid Title XIX	0	0	0	0	0	0
15.6 Medicare Title XVIII	0	0	0	0	0	0
15.7 Long-term care	0	0	0	0	0	0
15.8 Federal employees health benefits plan	0	0	0	0	0	0
15.9 Other health	0	0	0	0	0	0
16. Workers' compensation	4,478,185	38,695,237	135,703	36,798,194	3,725,329	2,785,602
17.1 Other liability – occurrence	42,814,715	518,463,578	0	487,712,489	36,631,120	36,934,684
17.2 Other liability – claims-made	42,516	45,745,424	0	42,554,213	30,626	3,203,101
17.3 Excess workers' compensation	0	0	0	0	0	0
18.1 Products liability—occurrence	1,117,947	113,258,130	0	105,515,299	917,996	7,942,782
18.2 Products liability—claims-made	0	16,966,192	0	15,778,559	0	1,187,633
19.1 Private passenger auto no-fault (personal injury protection)	(730,453)	0	0	(234,483)	(524,015)	28,045
19.2 Other private passenger auto liability	196,255	0	0	12,027	144,029	40,199
19.3 Commercial auto no-fault (personal injury protection)	1,393,767	23,532	407,217	665,951	1,095,436	63,129
19.4 Other commercial auto liability	78,021,947	51,885,759	0	64,474,387	60,244,087	5,189,232
21.1 Private passenger auto physical damage	164,631	0	0	(82,867)	247,832	(334)
21.2 Commercial auto physical damage	18,679,150	637,821	0	3,764,304	15,174,041	378,626
22. Aircraft (all perils)	27,251,608	351,851	0	3,920,376	23,288,705	394,378
23. Fidelity	0	0	0	0	0	0
24. Surety	0	0	0	0	0	0
26. Burglary and theft	830,830	7,440	0	(996)	834,559	4,707
27. Boiler and machinery	2,372,074	680	0	742	2,371,917	95
28. Credit	27,674,286	0	0	0	27,674,286	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	245,931,620	808,113,254	542,920	782,182,078	212,531,216	59,874,500
Details of Write-Ins						
3401.	0	0	0	0	0	0
3402.	0	0	0	0	0	0
3403.	0	0	0	0	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0
3499. Totals (Lines 3401 through 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

If yes: 1. The amount of such installment premiums \$1,687,036

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$2,771,372

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	693,172	(573,480)	135,314	(15,622)	54,142	15,641	22,879	101.056 %
2.1 Allied lines	2,001,780	(3,203,119)	(938,358)	(262,981)	808,544	252,603	292,960	393.245 %
2.2 Multiple peril crop	0	0	0	0	0	0	0	0 %
2.3 Federal flood	0	0	0	0	0	0	0	0 %
2.4 Private crop	0	0	0	0	0	0	0	0 %
2.5 Private flood	0	0	0	0	0	0	0	0 %
3. Farmowners multiple peril	0	0	0	0	0	0	0	0 %
4. Homeowners multiple peril	0	0	0	0	0	0	0	0 %
5.1 Commercial multiple peril (non-liability portion)	6,394,272	738	6,394,757	253	(63,132)	(10,052)	(52,827)	8,575.812 %
5.2 Commercial multiple peril (liability portion)	6,461,160	(6,447)	6,455,821	(1,108)	49,751	20,466	28,177	(164.202) %
6. Mortgage guaranty	0	0	0	0	0	0	0	0 %
8. Ocean marine	0	0	0	0	0	0	0	0 %
9. Inland marine	1,400,678	113,125	1,493,423	20,380	8,219	4,143	24,456	31.648 %
10. Financial guaranty	0	0	0	0	0	0	0	0 %
11.1. Medical professional liability – occurrence	0	(2,960,348)	(2,753,124)	(207,224)	20,768	17,769	(204,225)	25,181.874 %
11.2. Medical professional liability – claims-made	0	(3,237,075)	(3,010,480)	(226,595)	1,353,453	494,676	632,182	61.693 %
12. Earthquake	0	(84,651)	(78,725)	(5,926)	6,604	2,540	(1,862)	(8.368) %
13.1 Comprehensive (hospital and medical) individual	0	0	0	0	0	0	0	0 %
13.2 Comprehensive (hospital and medical) group	0	0	0	0	0	0	0	0 %
14. Credit accident and health (group and individual)	0	0	0	0	0	0	0	0 %
15.1 Vision only	0	0	0	0	0	0	0	0 %
15.2 Dental only	0	0	0	0	0	0	0	0 %
15.3 Disability income	0	0	0	0	0	0	0	0 %
15.4 Medicare supplement	0	0	0	0	0	0	0	0 %
15.5 Medicaid Title XIX	0	0	0	0	0	0	0	0 %
15.6 Medicare Title XVIII	0	0	0	0	0	0	0	0 %
15.7 Long-term care	0	0	0	0	0	0	0	0 %
15.8 Federal employees health benefits plan	0	0	0	0	0	0	0	0 %
15.9 Other health	0	0	0	0	0	0	0	0 %
16. Workers' compensation	7,227,704	(7,978,461)	(156,948)	(593,809)	2,992,756	1,192,771	1,206,176	49.428 %
17.1 Other liability – occurrence	3,012,906	(127,805,115)	(115,700,412)	(9,091,797)	30,868,424	8,369,065	13,407,562	50.282 %
17.2 Other liability – claims-made	160,000	(6,972,927)	(6,325,322)	(487,605)	1,101,760	405,400	208,755	8.749 %
17.3 Excess workers' compensation	0	0	0	0	0	0	0	0 %
18.1 Products liability—occurrence	0	(41,156,201)	(38,274,556)	(2,881,645)	7,657,104	2,538,403	2,237,056	38.909 %
18.2 Products liability—claims-made	0	(697,048)	(648,255)	(48,793)	362,264	135,451	178,020	19.061 %
19.1 Private passenger auto no-fault (personal injury protection)	11,452,645	88,127	11,603,230	(62,458)	136,418	82,264	(8,304)	(17.952) %
19.2 Other private passenger auto liability	7,665,270	0	7,591,316	73,954	77,826	22,771	129,009	230.951 %
19.3 Commercial auto no-fault (personal injury protection)	308,926	293,622	589,931	12,617	83,827	25,218	71,226	153.813 %
19.4 Other commercial auto liability	32,175,089	149,450,194	171,240,876	10,384,407	12,901,834	17,565,955	5,720,286	142.588 %
21.1 Private passenger auto physical damage	1,092,871	5,709	1,078,721	19,859	1,067	2,040	18,886	935.877 %
21.2 Commercial auto physical damage	10,049,534	184,611	10,108,302	125,843	47,411	14,515	158,739	57.880 %
22. Aircraft (all perils)	6,923,668	211,865	7,076,607	58,926	138,557	22,599	174,884	65.933 %
23. Fidelity	0	0	0	0	0	0	0	0 %
24. Surety	0	0	0	0	0	0	0	0 %
26. Burglary and theft	202,452	9,794	209,924	2,322	387	(238)	2,947	571.124 %
27. Boiler and machinery	181,223	(80)	181,274	(131)	12	57	(176)	(147.899) %
28. Credit	12,731,535	(18,965)	12,716,251	(3,681)	0	1,575	(5,256)	0 %
29. International	0	0	0	0	0	0	0	0 %
30. Warranty	0	0	0	0	0	0	0	0 %
31. Reinsurance - nonproportional assumed property	XXX	0	0	0	0	0	0	0 %
32. Reinsurance - nonproportional assumed liability	XXX	0	0	0	0	0	0	0 %
33. Reinsurance - nonproportional assumed financial lines	XXX	0	0	0	0	0	0	0 %
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0 %
35. TOTALS	110,134,885	(44,336,132)	68,989,567	(3,190,814)	58,607,996	31,175,632	24,241,550	54.995 %
Details of Write-Ins								
3401.	0	0	0	0	0	0	0	0
3402.	0	0	0	0	0	0	0	0
3403.	0	0	0	0	0	0	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4+5+6-7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excl. Incurred But Not Reported (Cols. 1+2-3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire	48,000	717,738	715,440	50,298	1,704,886	117,313	1,818,355	54,142	5,778
2.1 Allied lines	1,832,051	7,006,410	8,348,541	489,920	3,321,502	4,397,180	7,400,058	808,544	15,115
2.2 Multiple peril crop	0	0	0	0	0	0	0	0	0
2.3 Federal flood	0	0	0	0	0	0	0	0	0
2.4 Private crop	0	0	0	0	0	0	0	0	0
2.5 Private flood	0	0	0	0	0	0	0	0	0
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
5.1 Commercial multiple peril (non-liability portion)	3,367,797	512	3,368,298	11	5,514,170	0	5,577,313	(63,132)	(94,422)
5.2 Commercial multiple peril (liability portion)	10,477,969	20,000	10,496,373	1,596	10,314,018	10,755	10,276,618	49,751	114,807
6. Mortgage guaranty	0	0	0	0	0	0	0	0	0
8. Ocean marine	0	0	0	0	0	0	0	0	0
9. Inland marine	279,849	0	275,891	3,958	806,772	19,532	822,043	8,219	(8,896)
10. Financial guaranty	0	0	0	0	0	0	0	0	0
11.1 Medical professional liability – occurrence	0	129,500	120,435	9,065	0	167,186	155,483	20,768	11,737
11.2 Medical professional liability – claims-made	0	5,796,413	5,390,664	405,749	0	13,538,635	12,590,931	1,353,453	660,992
12. Earthquake	0	0	0	0	572	94,338	88,306	6,604	8,602
13.1 Comprehensive (hospital and medical) individual	0	0	0	0	0	0	0	(a)	0
13.2 Comprehensive (hospital and medical) group	0	0	0	0	0	0	0	(a)	0
14. Credit accident and health (group and individual)	0	0	0	0	0	0	0	0	0
15.1 Vision only	0	0	0	0	0	0	0	(a)	0
15.2 Dental only	0	0	0	0	0	0	0	(a)	0
15.3 Disability income	0	0	0	0	0	0	0	(a)	0
15.4 Medicare supplement	0	0	0	0	0	0	0	(a)	0
15.5 Medicaid Title XIX	0	0	0	0	0	0	0	(a)	0
15.6 Medicare Title XVIII	0	0	0	0	0	0	0	(a)	0
15.7 Long-term care	0	0	0	0	0	0	0	(a)	0
15.8 Federal employees health benefits plan	0	0	0	0	0	0	0	(a)	0
15.9 Other health	0	0	0	0	0	0	0	(a)	0
16. Workers' compensation	10,141,727	23,992,914	32,370,166	1,764,475	6,683,012	16,840,017	22,294,748	2,992,756	829,286
17.1 Other liability – occurrence	21,790,100	147,208,440	158,563,381	10,435,159	35,837,262	286,715,786	302,119,783	30,868,424	10,774,427
17.2 Other liability – claims-made	15,000	4,105,685	3,833,287	287,398	27,394	11,619,572	10,832,604	1,101,760	541,533
17.3 Excess workers' compensation	0	0	0	0	0	0	0	0	0
18.1 Products liability—occurrence	0	22,229,664	20,673,588	1,556,076	280,098	87,110,356	81,289,426	7,657,104	4,650,011
18.2 Products liability—claims-made	0	1,571,506	1,461,501	110,005	0	3,603,698	3,351,439	362,264	242,914
19.1 Private passenger auto no-fault (personal injury protection)	12,277,314	0	12,199,692	77,622	5,119,254	0	5,060,458	136,418	54,206
19.2 Other private passenger liability	2,106,944	0	2,076,893	30,051	3,488,571	0	3,440,796	77,826	12,924
19.3 Commercial auto no-fault (personal injury protection)	789,791	682,806	1,419,826	52,771	837,847	290,070	1,096,861	83,827	3,246
19.4 Other commercial auto liability	41,650,233	135,726,115	167,436,836	9,939,512	44,063,793	33,764,752	74,866,223	12,901,834	2,147,857
21.1 Private passenger auto physical damage	7,660	0	7,555	105	69,649	0	68,687	1,067	431
21.2 Commercial auto physical damage	1,967,496	46,454	1,992,315	21,635	2,454,263	(24,471)	2,404,016	47,411	13,082
22. Aircraft (all perils)	3,832,189	65,008	3,840,018	57,179	5,880,525	81,897	5,881,044	138,557	36,797
23. Fidelity	0	0	0	0	0	0	0	0	0
24. Surety	0	0	0	0	0	0	0	0	0
26. Burglary and theft	70,132	0	70,131	1	294,665	(3,070)	291,209	387	378
27. Boiler and machinery	32,621	0	32,621	0	944,872	108	944,968	12	141
28. Credit	282,000	0	282,000	0	3,254,232	0	3,254,232	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	110,968,873	349,299,165	434,975,452	25,292,586	130,897,357	458,343,654	555,925,601	58,607,996	20,020,946
Details of Write-Ins									
3401.	0	0	0	0	0	0	0	0	0
3402.	0	0	0	0	0	0	0	0	0
3403.	0	0	0	0	0	0	0	0	0
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 through 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 reported in Lines 13 and 15.

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	11,334,536	0	0	11,334,536
1.2. Reinsurance assumed	(4,863)	0	0	(4,863)
1.3. Reinsurance ceded	4,750,335	0	0	4,750,335
1.4. Net claim adjustment services (1.1+1.2-1.3)	6,579,338	0	0	6,579,338
2. Commission and brokerage:				
2.1. Direct, excluding contingent	0	16,853,101	0	16,853,101
2.2. Reinsurance assumed, excluding contingent	0	72,833	0	72,833
2.3. Reinsurance ceded, excluding contingent	0	12,217,180	0	12,217,180
2.4. Contingent—direct	0	319,218	0	319,218
2.5. Contingent—reinsurance assumed	0	0	0	0
2.6. Contingent—reinsurance ceded	0	(105,370)	0	(105,370)
2.7. Policy and membership fees	0	0	0	0
2.8. Net commission and brokerage (2.1+2.2-2.3+2.4+2.5-2.6+2.7)	0	5,133,342	0	5,133,342
3. Allowances to manager and agents	0	20,905	0	20,905
4. Advertising	0	2,075	0	2,075
5. Boards, bureaus and associations	4,916	257,656	0	262,572
6. Surveys and underwriting reports	0	(330,941)	0	(330,941)
7. Audit of assureds' records	0	111,308	0	111,308
8. Salary and related items:				
8.1. Salaries	948,374	3,753,724	0	4,702,098
8.2. Payroll taxes	70,132	247,729	0	317,861
9. Employee relations and welfare	160,082	555,007	0	715,089
10. Insurance	20,285	107,001	0	127,286
11. Directors' fees	0	0	0	0
12. Travel and travel items	5,052	80,011	0	85,063
13. Rent and rent items	50,671	261,759	0	312,430
14. Equipment	78,253	317,006	0	395,259
15. Cost or depreciation of EDP equipment and software	2,952	17,370	0	20,322
16. Printing and stationery	997	15,673	0	16,670
17. Postage, telephone and telegraph, exchange and express	14,202	79,062	0	93,264
18. Legal and auditing	5,467	56,411	0	61,878
19. Totals (Lines 3 to 18)	1,361,383	5,551,756	0	6,913,139
20. Taxes, licenses and fees:				
20.1. State and local insurance taxes deducting guaranty association credits of \$ 7,938	389	534,769	0	535,158
20.2. Insurance department licenses and fees	0	50,639	0	50,639
20.3. Gross guaranty association assessments	5	(16,533)	0	(16,528)
20.4. All other (excluding federal and foreign income and real estate)	940	7,974	0	8,914
20.5. Total taxes, licenses and fees (20.1+20.2+20.3+20.4)	1,334	576,849	0	578,183
21. Real estate expenses	0	0	0	0
22. Real estate taxes	0	0	0	0
23. Reimbursements by uninsured plans	0	0	0	0
24. Aggregate write-ins for miscellaneous expenses	83,675	257,375	48,850	389,900
25. Total expenses incurred	8,025,730	11,519,322	48,850	(a) 19,593,902
26. Less unpaid expenses—current year	20,020,946	19,223,589	16,563	39,261,098
27. Add unpaid expenses—prior year	10,865,941	22,937,937	4,817	33,808,695
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)	(1,129,275)	15,233,670	37,104	14,141,499
Details of Write-Ins				
2401. OUTSIDE CONSULTING	80,736	271,953	48,850	401,539
2402. CLAIMS SEARCH FEES	5,586	0	0	5,586
2403. SHARED REIMBURSEMENTS	(2,532)	(13,130)	0	(15,662)
2498. Summary of remaining write-ins for Line 24 from overflow page	(115)	(1,448)	0	(1,563)
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	83,675	257,375	48,850	389,900

(a) Includes management fees of \$12,304,189 to affiliates and \$35,484 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1		2	
	Collected During Year		Earned During Year	
1. U.S. Government bonds	(a)	45,120		66,877
1.1. Bonds exempt from U.S. tax	(a)	68,891		71,836
1.2. Other bonds (unaffiliated)	(a)	357,073		784,305
1.3. Bonds of affiliates	(a)	0		0
2.1. Preferred stocks (unaffiliated)	(b)	11,953		11,953
2.11. Preferred stocks of affiliates	(b)	0		0
2.2. Common stocks (unaffiliated)		0		0
2.21. Common stocks of affiliates		0		0
3. Mortgage loans	(c)	0		0
4. Real estate	(d)	0		0
5. Contract loans		0		0
6. Cash, cash equivalents and short-term investments	(e)	258,410		265,440
7. Derivative instruments	(f)	0		0
8. Other invested assets		0		0
9. Aggregate write-ins for investment income		785		785
10. Total gross investment income		742,232		1,201,196
11. Investment expenses			(g)	48,850
12. Investment taxes, licenses and fees, excluding federal income taxes			(g)	0
13. Interest expense			(h)	159,911
14. Depreciation on real estate and other invested assets			(i)	0
15. Aggregate write-ins for deductions from investment income				0
16. Total deductions (Lines 11 through 15)				208,761
17. Net investment income (Line 10 minus Line 16)				992,435
Details of Write-Ins				
0901. MISC. INCOME		785		785
0902.		0		0
0903.		0		0
0998. Summary of remaining write-ins for Line 09 from overflow page		0		0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above)		785		785
1501.		0		0
1502.		0		0
1503.		0		0
1598. Summary of remaining write-ins for Line 15 from overflow page		0		0
1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above)		0		0

- (a) Includes \$102,924 accrual of discount less \$46,074 amortization of premium and less \$253,019 paid for accrued interest on purchases.
- (b) Includes \$0 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued dividends on purchases.
- (c) Includes \$0 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued interest on purchases.
- (d) Includes \$0 for company's occupancy of its own buildings; and excludes \$0 interest on encumbrances.
- (e) Includes \$53,147 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued interest on purchases.
- (f) Includes \$0 accrual of discount less \$0 amortization of premium.
- (g) Includes \$0 investment expenses and \$0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$0 interest on surplus notes and \$0 interest on capital notes.
- (i) Includes \$0 depreciation on real estate and \$0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	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	0	0	0	0	0
1.2. Other bonds (unaffiliated)	0	0	0	0	0
1.3. Bonds of affiliates	0	0	0	0	0
2.1. Preferred stocks (unaffiliated)	0	0	0	(27,975)	0
2.11. Preferred stocks of affiliates	0	0	0	0	0
2.2. Common stocks (unaffiliated)	0	0	0	0	0
2.21. Common stocks of affiliates	0	0	0	16,187,154	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	(3,023)	0	(3,023)	0	0
7. Derivative instruments	0	0	0	0	0
8. Other invested assets	0	0	0	0	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	(3,023)	0	(3,023)	16,159,179	0
Details of Write-Ins					
0901.	0	0	0	0	0
0902.	0	0	0	0	0
0903.	0	0	0	0	0
0998. Summary of remaining write-ins for Line 09 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above)	0	0	0	0	0

EXHIBIT OF NONADMITTED 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.....	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1. First liens.....	0	0	0
3.2. Other than first liens.....	0	0	0
4. Real estate (Schedule A):			
4.1. Properties occupied by the company.....	0	0	0
4.2. Properties held for the production of income.....	0	0	0
4.3. Properties held for sale.....	0	0	0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....	0	0	0
6. Contract loans.....	0	0	0
7. Derivatives (Schedule DB).....	0	0	0
8. Other invested assets (Schedule BA).....	0	0	0
9. Receivables for securities.....	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL).....	0	0	0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	0	0	0
13. Title plants (for Title insurers only).....	0	0	0
14. Investment income due and accrued.....	0	0	0
15. Premiums and considerations:			
15.1. Uncollected premiums and agents' balances in the course of collection.....	845,698	2,033,819	1,188,121
15.2. Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	6,849	6,849	0
15.3. Accrued retrospective premiums and contracts subject to redetermination.....	0	0	0
16. Reinsurance:			
16.1. Amounts recoverable from reinsurers.....	0	0	0
16.2. Funds held by or deposited with reinsured companies.....	0	0	0
16.3. Other amounts receivable under reinsurance contracts.....	0	0	0
17. Amounts receivable relating to uninsured plans.....	0	0	0
18.1. Current federal and foreign income tax recoverable and interest thereon.....	0	0	0
18.2. Net deferred tax asset.....	432,342	768,781	336,439
19. Guaranty funds receivable or on deposit.....	0	0	0
20. Electronic data processing equipment and software.....	0	0	0
21. Furniture and equipment, including health care delivery assets.....	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	0	0	0
24. Health care and other amounts receivable.....	0	0	0
25. Aggregate write-ins for other-than-invested assets.....	10,000	10,000	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	1,294,889	2,819,449	1,524,560
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. Total (Lines 26 and 27).....	1,294,889	2,819,449	1,524,560
Details of Write-Ins			
1101.....	0	0	0
1102.....	0	0	0
1103.....	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	0	0	0
2501. OTHER ASSETS.....	10,000	10,000	0
2502.....	0	0	0
2503.....	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	10,000	10,000	0

Notes to the Financial Statements

1. Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

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

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

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

	SSAP #	F/S Page	F/S Line #	2022	2021
Net Income					
(1) State basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ 2,578,221	\$ (549,578)
(2) State prescribed practices that are an increase / (decrease) from NAIC SAP:					
(3) State permitted practices that are an increase / (decrease) from NAIC SAP:					
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	<u>\$ 2,578,221</u>	<u>\$ (549,578)</u>
Surplus					
(5) State basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 204,780,618	\$ 123,475,583
(6) State prescribed practices that are an increase / (decrease) from NAIC SAP:					
(7) State permitted practices that are an increase / (decrease) from NAIC SAP:					
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	<u>\$ 204,780,618</u>	<u>\$ 123,475,583</u>

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

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

C. Accounting Policy

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance. Expenses incurred in connection with acquiring new business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

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

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

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

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

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

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

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

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

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

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

(9) The Company has no investments in derivatives.

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

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

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

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

D. Going Concern

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

Notes to the Financial Statements

2. **Accounting Changes and Corrections of Errors** - Not Applicable

3. **Business Combinations and Goodwill** - Not Applicable

4. **Discontinued Operations** - Not Applicable

5. **Investments**

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

B. Debt Restructuring - Not Applicable

C. Reverse Mortgages - Not Applicable

D. Loan-Backed Securities

(1) Description of Sources Used to Determine Prepayment Assumptions

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

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

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

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

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

a. The aggregate amount of unrealized losses:

1. Less than 12 months	\$ 418,152
2. 12 months or longer	49,436

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

1. Less than 12 months	\$ 15,134,477
2. 12 months or longer	643,540

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

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

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

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

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

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

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

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

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

J. Real Estate - Not Applicable

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

Notes to the Financial Statements

5. Investments (Continued)

L. Restricted Assets

(1) Restricted assets (including pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted							Current Year			
	Current Year							Current Year			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity	Total (1 + 3)	Total From Prior Year	Increase / (Decrease) (5 - 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5-8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets, %	Admitted to Total Admitted Assets, %
a. Subject to contractual obligation for which liability is not shown	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0 %	0 %
b. Collateral held under security lending agreements	0	0	0	0	0	0	0	0	0	0	0
c. Subject to repurchase agreements	0	0	0	0	0	0	0	0	0	0	0
d. Subject to reverse repurchase agreements	0	0	0	0	0	0	0	0	0	0	0
e. Subject to dollar repurchase agreements	0	0	0	0	0	0	0	0	0	0	0
f. Subject to dollar reverse repurchase agreements	0	0	0	0	0	0	0	0	0	0	0
g. Placed under option contracts	0	0	0	0	0	0	0	0	0	0	0
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	0	0	0	0	0	0	0	0	0	0	0
i. FHLB capital stock	0	0	0	0	0	0	0	0	0	0	0
j. On deposit with states	7,597,020	0	0	0	7,597,020	7,969,787	(372,767)	0	7,597,020	0.378	0.378
k. On deposit with other regulatory bodies	0	0	0	0	0	0	0	0	0	0	0
l. Pledged as collateral to FHLB (including assets backing funding agreements)	0	0	0	0	0	0	0	0	0	0	0
m. Pledged as collateral not captured in other categories	0	0	0	0	0	0	0	0	0	0	0
n. Other restricted assets	0	0	0	0	0	0	0	0	0	0	0
o. Total restricted assets (Sum of a through n)	\$ 7,597,020	\$ 0	\$ 0	\$ 0	\$ 7,597,020	\$ 7,969,787	\$ (372,767)	\$ 0	\$ 7,597,020	0.378 %	0.378 %

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

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

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

M. Working Capital Finance Investments - Not Applicable

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

O. 5GI Securities - Not Applicable

P. Short Sales - Not Applicable

Q. Prepayment Penalty and Acceleration Fees - Not Applicable

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

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

7. Investment Income

A. Due and Accrued Income Excluded from Surplus

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

B. Total Amount Excluded - Not Applicable

8. Derivative Instruments - Not Applicable

Notes to the Financial Statements

9. Income Taxes

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

(1) Change between years by tax character

	2022			2021			Change		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Ordinary	Capital	Total (Col 1+2)	Ordinary	Capital	Total (Col 4+5)	Ordinary (Col 1-4)	Capital (Col 2-5)	Total (Col 7+8)
(a) Gross deferred tax assets	\$ 2,891,746	\$ 3,276	\$ 2,895,022	\$ 1,744,156	\$ 832	\$ 1,744,988	\$ 1,147,590	\$ 2,444	\$ 1,150,034
(b) Statutory valuation allowance adjustments	0	0	0	0	0	0	0	0	0
(c) Adjusted gross deferred tax assets (1a - 1b)	2,891,746	3,276	2,895,022	1,744,156	832	1,744,988	1,147,590	2,444	1,150,034
(d) Deferred tax assets nonadmitted	429,066	3,276	432,342	768,781	0	768,781	(339,715)	3,276	(336,439)
(e) Subtotal net admitted deferred tax asset (1c - 1d)	\$ 2,462,680	\$ 0	\$ 2,462,680	\$ 975,375	\$ 832	\$ 976,207	\$ 1,487,305	\$ (832)	\$ 1,486,473
(f) Deferred tax liabilities	60,108	0	60,108	70,550	2,599	73,149	(10,442)	(2,599)	(13,041)
(g) Net admitted deferred tax asset/(net deferred tax liability) (1e - 1f)	\$ 2,402,572	\$ 0	\$ 2,402,572	\$ 904,825	\$ (1,767)	\$ 903,058	\$ 1,497,747	\$ 1,767	\$ 1,499,514

(2) Admission calculation components SSAP No. 101

	2022			2021			Change		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Ordinary	Capital	Total (Col 1+2)	Ordinary	Capital	Total (Col 4+5)	Ordinary (Col 1-4)	Capital (Col 2-5)	Total (Col 7+8)
(a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 2,365,090	\$ 0	\$ 2,365,090	\$ 904,825	\$ 0	\$ 904,825	\$ 1,460,265	\$ 0	\$ 1,460,265
(b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation (lesser of 2(b)1 and 2(b)2 below)	37,482	0	37,482	0	0	0	37,482	0	37,482
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	37,482	0	37,482	0	0	0	37,482	0	37,482
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	30,356,707	XXX	XXX	18,385,879	XXX	XXX	11,970,828
(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	60,108	0	60,108	70,550	832	71,382	(10,442)	(832)	(11,274)
(d) Deferred tax assets admitted as the result of application of SSAP No. 101									
Total (2(a) + 2(b) + 2(c))	\$ 2,462,680	\$ 0	\$ 2,462,680	\$ 975,375	\$ 832	\$ 976,207	\$ 1,487,305	\$ (832)	\$ 1,486,473

(3) Ratio used as basis of admissibility

	2022	2021
(a) Ratio percentage used to determine recovery period and threshold limitation amount	315.400 %	333.800 %
(b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 202,378,046	\$ 122,572,525

(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

	2022		2021		Change	
	(1)	(2)	(3)	(4)	(5)	(6)
	Ordinary	Capital	Ordinary	Capital	Ordinary (Col. 1-3)	Capital (Col. 2-4)
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 2,891,746	\$ 3,276	\$ 1,744,156	\$ 832	\$ 1,147,590	\$ 2,444
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0 %	0 %	0 %	0 %	0 %	0 %
3. Net admitted adjusted gross DTAs amount from Note 9A1(e)	\$ 2,462,680	\$ 0	\$ 975,375	\$ 832	\$ 1,487,305	\$ (832)
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0 %	0 %	0 %	0 %	0 %	0 %

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

Does the company's tax-planning strategies include the use of reinsurance? **NO**

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

Notes to the Financial Statements

9. Income Taxes (Continued)

C. Major Components of Current Income Taxes Incurred

	(1) 2022	(2) 2021	(3) Change (1-2)
Current income taxes incurred consist of the following major components:			
1. Current Income Tax			
(a) Federal	\$ 2,440,722	\$ (67,668)	\$ 2,508,390
(b) Foreign	0	0	0
(c) Subtotal (1a+1b)	<u>\$ 2,440,722</u>	<u>\$ (67,668)</u>	<u>\$ 2,508,390</u>
(d) Federal income tax on net capital gains	(635)	2	(637)
(e) Utilization of capital loss carry-forwards	0	0	0
(f) Other	138,103	(4,303)	142,406
(g) Federal and foreign income taxes incurred (1c+1d+1e+1f)	<u>\$ 2,578,190</u>	<u>\$ (71,969)</u>	<u>\$ 2,650,159</u>
	(1) 2022	(2) 2021	(3) Change (1-2)
2. Deferred Tax Assets			
(a) Ordinary			
(1) Discounting of unpaid losses	\$ 1,259,587	\$ 658,217	\$ 601,370
(2) Unearned premium reserve	908,670	247,085	661,585
(3) Policyholder reserves	0	0	0
(4) Investments	0	0	0
(5) Deferred acquisition costs	259,617	0	259,617
(6) Policyholder dividends accrual	0	0	0
(7) Fixed assets	0	0	0
(8) Compensation and benefits accrual	0	0	0
(9) Pension accrual	0	0	0
(10) Receivables - nonadmitted	181,135	430,640	(249,505)
(11) Net operating loss carry-forward	0	0	0
(12) Tax credit carry-forward	0	0	0
(13) Other	282,737	408,214	(125,477)
(99) Subtotal (sum of 2a1 through 2a13)	<u>\$ 2,891,746</u>	<u>\$ 1,744,156</u>	<u>\$ 1,147,590</u>
(b) Statutory valuation allowance adjustment	0	0	0
(c) Nonadmitted	429,066	768,781	(339,715)
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	<u>\$ 2,462,680</u>	<u>\$ 975,375</u>	<u>\$ 1,487,305</u>
(e) Capital			
(1) Investments	\$ 0	\$ 0	\$ 0
(2) Net capital loss carry-forward	0	832	(832)
(3) Real estate	0	0	0
(4) Other	3,276	0	3,276
(99) Subtotal (2e1+2e2+2e3+2e4)	<u>\$ 3,276</u>	<u>\$ 832</u>	<u>\$ 2,444</u>
(f) Statutory valuation allowance adjustment	0	0	0
(g) Nonadmitted	3,276	0	3,276
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	0	832	(832)
(i) Admitted deferred tax assets (2d + 2h)	<u>\$ 2,462,680</u>	<u>\$ 976,207</u>	<u>\$ 1,486,473</u>
	(1) 2022	(2) 2021	(3) Change (1-2)
3. Deferred Tax Liabilities			
(a) Ordinary			
(1) Investments	\$ 17,280	\$ 787	\$ 16,493
(2) Fixed assets	0	0	0
(3) Deferred and uncollected premium	0	0	0
(4) Policyholder reserves	0	0	0
(5) Other	42,828	69,763	(26,935)
(99) Subtotal (3a1+3a2+3a3+3a4+3a5)	<u>\$ 60,108</u>	<u>\$ 70,550</u>	<u>\$ (10,442)</u>
(b) Capital			
(1) Investments	\$ 0	\$ 0	\$ 0
(2) Real estate	0	0	0
(3) Other	0	2,599	(2,599)
(99) Subtotal (3b1+3b2+3b3)	<u>\$ 0</u>	<u>\$ 2,599</u>	<u>\$ (2,599)</u>
(c) Deferred tax liabilities (3a99 + 3b99)	<u>\$ 60,108</u>	<u>\$ 73,149</u>	<u>\$ (13,041)</u>
4. Net deferred tax assets/liabilities (2i - 3c)	<u>\$ 2,402,572</u>	<u>\$ 903,058</u>	<u>\$ 1,499,514</u>

D. Among the More Significant Book to Tax Adjustments

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

Notes to the Financial Statements

9. Income Taxes (Continued)

	2022	Effective Tax Rate
Provision computed at statutory rate.....	\$ 1,082,846	21.000 %
Proration of tax exempt investment income.....	4,081	0.079
Tax exempt income deduction.....	(15,069)	-0.292
Dividends received deduction.....	(1,255)	-0.024
Other Permanent differences.....	904	0.018
Change in nonadmitted assets.....	249,506	4.839
Accrual adjustment - prior year.....	(9)	0
Other.....	99,986	1.939
Total.....	\$ 1,420,990	27.558 %

	2022	Effective Tax Rate
Federal and foreign income taxes incurred.....	\$ 2,578,825	50.012 %
Realized capital gains (losses) tax.....	(635)	-0.012
Change in deferred income taxes.....	(1,157,200)	-22.442
Total statutory income taxes.....	\$ 1,420,990	27.558 %

E. Operating Loss and Tax Credit Carryforwards

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

	Total
2020.....	\$ 1,523,828
2021.....	0
2022.....	841,262

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

F. Consolidated Federal Income Tax Return

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

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

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

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

H. Repatriation Transition Tax (RTT) - Not Applicable

I. Alternative Minimum Tax (AMT) Credit - Not Applicable

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

A. Nature of the Relationship Involved

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

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

Effective March 28, 2022, the Company's immediate parent, James River Group Inc., contributed \$15,000,000 of additional Paid in Surplus to the Company. Effective December 22, 2022, the Company's immediate parent, James River Group Inc., contributed \$45,000,000 of additional Paid in Surplus to the Company. Both transactions are in accordance with SSAP No. 72 and Quasi-Reorganizations, paragraph 7.

Dollar Amounts of Transactions

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

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

Notes to the Financial Statements

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

D. Amounts Due From or To Related Parties

See Note 10E.

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

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

During 2022, Falls Lake Insurance Management Company, Inc. incurred \$12,304,189 of expenses on behalf of Falls Lake National Insurance Company, pursuant to the terms of the intercompany Management Services Agreement. As of December 31, 2022, \$10,970,939 of this amount had been settled, and the resulting \$1,333,250 receivable was settled by January 31, 2023.

F. Guarantees or Contingencies - Not Applicable

G. Nature of the Control Relationship

See Schedule Y, Part 1, Organizational Chart.

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

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

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

K. Foreign Subsidiary Value Using CARVM - Not Applicable

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

M. All SCA Investments - Not Applicable

N. Investment in Insurance SCAs - Not Applicable

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

11. Debt

A. Debt, Including Capital Notes - Not Applicable

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

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

A. Defined Benefit Plan - Not Applicable

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

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

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

E. Defined Contribution Plans - Not Applicable

F. Multiemployer Plans - Not Applicable

G. Consolidated/Holding Company Plans

The Company has no employees. However, Falls Lake Insurance Management Company, Inc. sponsors a 401(k) plan for its employees. The terms of the 401(k) plan allow employees to contribute the maximum allowed by the U.S. Government. One hundred percent (100%) of this contribution, up to a maximum of 6% of salary, is matched by Falls Lake Insurance Management Company, Inc. All expenses associated with the plan are allocated to the Company, in accordance with the terms of the Management Services Agreement. The Company's share of this 401(k) plan expense was \$356,480 for 2022. The Company has no legal obligation for benefits under this plan.

H. Postemployment Benefits and Compensated Absences - Not Applicable

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

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

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

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

B. Dividend Rate of Preferred Stock - Not Applicable

C. Dividend Restrictions

The maximum amount of dividends or distributions which may be paid to stockholders by property/casualty insurance companies domiciled in the state of Ohio without (i) prior approval or (ii) expiration of a 30 day waiting period without disapproval of the Director of Insurance, is the greater of net income or 10% of capital and surplus as of the preceding December 31, but only to the extent of earned surplus as of the preceding December 31. The maximum amount of ordinary dividends or distributions which may be paid in 2023 based on capital and surplus is \$20,478,062.

D. Ordinary Dividends - Not Applicable

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

F. Restrictions Plans on Unassigned Funds (Surplus)

Notes to the Financial Statements

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations (Continued)

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

- G. Surplus Advances - Not Applicable
- H. Stock Held for Special Purposes - Not Applicable
- I. Changes in Special Surplus Funds

During the third quarter of 2022, the Aggregate Write-In for Special Surplus Funds increased by \$3.3 million as a result of a gain on retroactive reinsurance (see note 23D).

- J. Unassigned Funds (Surplus)
The Portion of Unassigned Funds (Surplus) Represented or Reduced by Unrealized Gains and Losses is: \$33,653,974.
- K. Company-Issued Surplus Debentures or Similar Obligations - Not Applicable
- L. Impact of Any Restatement Due to Prior Quasi-Reorganizations - Not Applicable
- M. Effective Date(s) of Quasi-Reorganizations in the Prior 10 Years - Not Applicable

14. Liabilities, Contingencies and Assessments

- A. Contingent Commitments - Not Applicable
- B. Assessments

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

The Company is subject to guaranty fund and other assessments by the states in which it writes business. Guaranty fund assessments are accrued at a reasonable estimate based of historical assessments. Other assessments are accrued either at the time of assessments or in the case of premium based assessments, at the time the premiums were written, or, in the case of loss based assessments, at the time the losses are incurred.

The Company had an accrual of \$1,819 for guaranty fund assessments as of December 31, 2022. The liability is included in the taxes, licenses and fees liability and is expected to be paid in 2023. The amounts represent management's best estimates based on information received from the states in which the Company writes business and may change due to many factors, including the Company's share of the ultimate cost of current insolvencies.

- (2) Assets (Liabilities) recognized from paid and accrued premium tax offsets and policy surcharges - Not Applicable
- (3) Guaranty fund liabilities and assets related to long-term care insolvencies - Not Applicable

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

	Direct
Claims-related ECO and bad faith losses paid during the reporting period.....	\$..... 1,850,000

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

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

Method used to disclose claim count information:

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

- E. Product Warranties - Not Applicable
- F. Joint and Several Liabilities - Not Applicable
- G. All Other Contingencies

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

- 15. Leases - Not Applicable**
- 16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk - Not Applicable**
- 17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities - Not Applicable**
- 18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans - Not Applicable**

Notes to the Financial Statements

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

Name and Address of Managing General Agent or Third Party Administration	FEIN Number	Exclusive Contract	Types of Business Written	Type of Authority Granted	Total Direct Premium Written / Produced By
AE Underwriters Agency Inc., 444 Madison Ave., Suite 501, New York, NY 10022	46-3127467	NO	Commercial Package, WC	U,B,P,CA,C	\$ 25,209,663
Total					<u>\$ 25,209,663</u>

20. Fair Value Measurements

A. Fair Value Measurement

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

Three levels of inputs are used to measure fair value:

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

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

(1) Fair value measurements at reporting date

Description for each class of asset or liability	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Total
a. Assets at fair value					
Preferred Stock	\$ 0	\$ 184,125	\$ 0	\$ 0	\$ 184,125
Money market mutual funds	0	0	0	3,019,735	3,019,735
Total assets at fair value/NAV	<u>\$ 0</u>	<u>\$ 184,125</u>	<u>\$ 0</u>	<u>\$ 3,019,735</u>	<u>\$ 3,203,860</u>
b. Liabilities at fair value					
Not applicable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total liabilities at fair value	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

(3) Policies when Transfers Between Levels are Recognized

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

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

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

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

Investments for which external sources are not available or are determined by the investment manager not to be representative of fair value are recorded at fair value as determined by the investment manager. In determining the fair value of such investments, the investment manager considers one or more of the following factors: type of security held, convertibility or exchangeability of the security, redeemability of the security (including timing of such redemptions), application of industry accepted valuation models, recent trading activity, liquidity, estimates of liquidation value, purchase cost, and prices received for securities with similar terms of the same issuer or similar issuers. As of December 31, 2022, there were no investments for which external sources were unavailable to determine fair value.

The Company does not have any Level 3 assets.

(5) Derivatives - Not Applicable

B. Other Fair Value Disclosures - Not Applicable

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

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

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Bonds	\$ 65,231,193	\$ 66,059,693	\$ 5,212,163	\$ 60,019,030	\$ 0	\$ 0	\$ 0
Preferred stock	184,125	184,125	0	184,125	0	0	0
Cash equivalents & short-term investments	13,506,017	13,505,322	0	10,486,282	0	3,019,735	0

D. Not Practicable to Estimate Fair Value - Not Applicable

Notes to the Financial Statements

20. Fair Value Measurements (Continued)

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

21. Other Items

A. Unusual or Infrequent Items

Impact of the COVID-19 Pandemic

The Company's financial condition and results of operations were not materially impacted by the coronavirus (COVID-19) pandemic during 2022. However, we are continuing to monitor a number of risks that COVID-19 poses to the Company. For a description of these risks, see "Part I-Item 1A. Risk Factors" in the James River Group Holdings, LTD. Annual Report on Form 10-K.

B. Troubled Debt Restructuring - Not Applicable

C. Other Disclosures - Not Applicable

D. Business Interruption Insurance Recoveries - Not Applicable

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

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

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

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

22. Events Subsequent

There were no other subsequent events occurring through February 22, 2023 that merited recognition or disclosure in these statements.

23. Reinsurance

A. Unsecured Reinsurance Recoverables

At December 31, 2022, the Company had the following unsecured aggregate reinsurance recoverables for losses and loss adjustment expenses, paid and unpaid, including IBNR, and unearned premium that exceeded 3% of the Company's policyholders' surplus:

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

Individual Reinsurers Who Are Not Members of a Group

FEIN	Reinsurer Name	Unsecured Amount
AA-9991159	Michigan Catastrophic Claims Assn	\$ 7,767,000
AA-1340125	Hannover Ruckversicherungs AG	13,641,000

Individual Reinsurers Who Are Members of a Group

NAIC Group Code	FEIN	Reinsurer Name	Unsecured Amount
3494	22-2824607	James River Ins Co	\$ 13,691,000
0140	31-4177100	Nationwide Mut Ins Co	7,372,000
0079	38-0855585	Motors Ins Corp	19,513,000
0181	13-1675535	Swiss Reins Amer Corp	104,575,000
1279	06-1430254	Arch Reins Co	8,354,000

B. Reinsurance Recoverable in Dispute - Not Applicable

C. Reinsurance Assumed and Ceded

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

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ 289,201,848	\$ 53,644,356	\$ 287,460,864	\$ 55,304,916	\$ 1,740,984	\$ (1,660,560)
b. All other	259,524	99,222	85,936,887	18,999,853	(85,677,363)	(18,900,631)
c. Total (a+b)	\$ 289,461,372	\$ 53,743,578	\$ 373,397,751	\$ 74,304,769	\$ (83,936,379)	\$ (20,561,191)
d. Direct unearned premium reserve			\$ 105,573,218			

(2) The additional or return commission, predicated on loss experience or on any other form of profit sharing arrangements in this statement as a result of existing contractual arrangements is accrued as follows:

Reinsurance

	Direct	Assumed	Ceded	Net
a. Contingent commission	\$ 0	\$ 0	\$ 0	\$ 0
b. Sliding scale adjustments	3,555,292	0	4,386,137	(830,845)
c. Other profit commission arrangements	0	0	0	0
d. Total (a+b+c)	\$ 3,555,292	\$ 0	\$ 4,386,137	\$ (830,845)

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

D. Uncollectible Reinsurance - Not Applicable

Notes to the Financial Statements

23. Reinsurance (Continued)

E. Commutation of Ceded Reinsurance

The Company has reported in its operations in the current year as a result of commutation of reinsurance with the companies listed below, amounts that are reflected as:

	Amount
(1) Losses incurred.....	\$ 0
(2) Loss adjustment expenses incurred.....	0
(3) Premiums earned.....	0
(4) Other.....	(3,323,353)
(5) Company	
Carolina Re, Ltd.....	\$ (3,323,353)

Effective January 1, 2022, the Company fully commuted its 70% quota share reinsurance agreement with its affiliate Carolina Re, Ltd ("the Reinsurer"). The Company and the Reinsurer fully and finally settled their obligations. As a result of these transactions the Company received consideration of \$26.9 million from Carolina Re, Ltd, which was equal to the total of the outstanding deferred balances under the contract. As a result there were no losses or loss adjustment expenses incurred nor premiums earned as a result of this transaction. As the cash settlement was based on outstanding deferred acquisition costs ("DAC") under Generally Accepted Accounting Principles ("GAAP"), the difference between deferred ceding commission and GAAP DAC was recognized as an other underwriting expense on the income statement.

F. Retroactive Reinsurance

- (1) Retroactive reinsurance agreements that transfer liabilities for losses that have already occurred and that will generate special surplus transactions

The Company is a party to an intercompany pooling agreement ("the Pool") (see note 26). Two of the pooling participants, James River Insurance Company ("JRIC") and James River Casualty Company ("JRCC"), entered into a loss portfolio transfer ("LPT") reinsurance transaction with Aleka Insurance, Inc. ("Aleka"), a wholly-owned captive insurer of Uber Technologies, Inc. ("Uber"), under which Aleka will reinsure substantially all of JRIC and JRCC's legacy portfolio of commercial auto policies related to Uber's ridesharing business on September 27, 2021. The coverage being provided by Aleka is fully collateralized and not subject to an aggregate limit.

The LPT is considered a retroactive reinsurance contract. The Loss and LAE reserves ceded under the LPT are reflected as a contra-liability "Retroactive Reinsurance Reserve Ceded" within Aggregate Write-Ins for Liabilities on JRIC and JRCC's financial statements. When the cumulative loss and LAE ceded under the LPT exceed the consideration paid, the resulting gain would be reflected as an Aggregate Write-In for Special Surplus Funds.

Development on the JRIC and JRCC's legacy portfolio of commercial auto policies related to Uber's ridesharing business is ceded to the pool. Any gain on the LPT related to development would be shared by the pooling participants at their respective pooling percentages. Each Company's share of the gain on LPT is immediately settled through recoveries on paid losses.

Any balance in the Aggregate Write-In for Special Surplus Funds borne from a gain on the LPT would be transferred to Unassigned Funds to the extent the retroactive reinsurance recovered exceeds the initial consideration paid under the contract.

(a) Reserves transferred

	Reported Company	
	Assumed	Ceded
1. Initial reserves.....	\$ 0	\$ 0
2. Adjustments - prior year(s).....	0	0
3. Adjustment - current year.....	0	0
4. Current total (1+2+3).....	<u>\$ 0</u>	<u>\$ 0</u>

(b) Consideration paid or received

	Assumed	Ceded
1. Initial consideration.....	\$ 0	\$ 0
2. Adjustments - prior year(s).....	0	0
3. Adjustments - current year.....	0	0
4. Current total (1+2+3).....	<u>\$ 0</u>	<u>\$ 0</u>

(c) Paid losses reimbursed or recovered

	Assumed	Ceded
1. Prior year(s).....	\$ 0	\$ 0
2. Current year.....	0	(3,268,790)
3. Current total (1+2).....	<u>\$ 0</u>	<u>\$ (3,268,790)</u>

(d) Special surplus from retroactive reinsurance

	Assumed	Ceded
1. Initial surplus gain or loss.....	\$ 0	\$ 0
2. Adjustments - prior year(s).....	0	0
3. Adjustments - current year.....	0	3,268,790
4. Current year restricted surplus.....	0	(3,268,790)
5. Cumulative total transferred to unassigned funds (1+2+3+4).....	<u>\$ 0</u>	<u>\$ 0</u>

Notes to the Financial Statements

23. Reinsurance (Continued)

(e) All cedents and reinsurers involved in all transactions included in summary totals above

Company	Assumed Amount	Ceded Amount
Total.....	\$ 0	\$ 0

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

(1) Authorized reinsurers

Company	Total Paid/Loss/LAE Recoverable	Amount Over 90 Days Overdue
Total.....	\$ 0	\$ 0

(2) Unauthorized reinsurers

Company	Total Paid/Loss/LAE Recoverable	Amount Over 90 Days Overdue	Collateral Held
Total.....	\$ 0	\$ 0	\$ 0

(3) Certified reinsurers

Company	Total Paid/Loss/LAE Recoverable	Amount Over 90 Days Overdue	Collateral Held
Total.....	\$ 0	\$ 0	\$ 0

(4) Reciprocal Jurisdiction Reinsurers

Company	Total Paid/Loss/LAE Recoverable	Amount Over 90 Days Overdue
Total.....	\$ 0	\$ 0

G. Reinsurance Accounted for as a Deposit - Not Applicable

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

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation - Not Applicable

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation - Not Applicable

K. Reinsurance Credit - Not Applicable

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

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

A. Method Used to Estimate - None

B. Method Used to Record - None

C. Amount and Percent of Net Retrospective Premiums - None

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

E. Calculation of Nonadmitted Retrospective Premium - None

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

NONE

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

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

(2) Impact of Risk-Sharing Provisions of the Affordable Care Act on admitted assets, liabilities and revenue for the current year - Not Applicable

(3) Roll-forward of prior year ACA risk-sharing provisions for the following asset (gross of any nonadmission) and liability balances, along with the reasons for adjustments to prior year balance - Not Applicable

(4) Roll-forward of risk corridors asset and liability balances by program benefit year - Not Applicable

(5) ACA risk corridors receivable as of reporting date - Not Applicable

25. Changes in Incurred Losses and Loss Adjustment Expenses

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

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

Notes to the Financial Statements

25. Changes in Incurred Losses and Loss Adjustment Expenses (Continued)

	Dec. 31, 2022	Dec. 31, 2021
Reserves, Net of Reinsurance Recoverables at Beginning of Period	\$ 42,041,575	\$ 25,373,536
Loss and loss adjustment expense incurred:		
Current accident year	30,038,184	9,548,992
Prior accident years	2,229,096	4,723,845
	32,267,280	14,272,837
Loss and loss adjustment expense payments made for:		
Current accident year	2,360,388	1,154,054
Prior accident years	(6,680,475)	(3,549,256)
	(4,320,087)	(2,395,202)
Reserves, Net of Reinsurance Recoverables at End of Period	\$ 78,628,942	\$ 42,041,575

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

Losses Incurred

During the third quarter of 2022, due to adverse paid loss trends on the legacy commercial auto portfolio, the Pool recognized adverse prior year development of \$46.7 million on the reserves subject to the Commercial Auto LPT. Because the reserves were fully subject to the agreement that provides unlimited coverage, the Pool does not expect any economic impact from this development. The Pool recorded a retroactive reinsurance benefit of \$46.7 million in Aggregate Write-Ins for Miscellaneous Income. See Note 23. This was partially offset by favorable development in various other lines of business across the Pool.

Losses Paid

Effective January 1, 2022, the companies participating in the Pool, James River Insurance Company, James River Casualty Company, Falls Lake National Insurance Company, Falls Lake Fire and Casualty Company and Stonewood Insurance Company, commuted their quota share reinsurance contract with their affiliate Carolina Re, Ltd. As part of the commutation the Companies received \$630.5 million in ceded recoveries included in prior accident year loss payments. The transaction did not have any impact on losses incurred but reduced the net losses paid by its share of the pooled recoveries.

- B. Significant Changes in Methodologies and Assumptions Used in Calculating the Liability for Unpaid Losses and Loss Adjustment Expenses - Not Applicable

26. Intercompany Pooling Arrangements

- A. A- D. The insurance entities within the James River Group are participants in an intercompany reinsurance pooling agreement which was effective January 1, 2013 and included business in-force and subsequent to that date. The Pool is net of all other reinsurance coverage carried by the participants. The Pool provides proportionate sharing of premiums earned, losses and loss adjustment expenses incurred and underwriting expenses incurred. Additionally, any gain related to pooled adverse development subject to a loss portfolio transfer agreement would be shared by the pooling participants at their respective pooling percentages.

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

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

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

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

- E. Explanation of Discrepancies Between Entries of Pooled Business - Not Applicable
- F. Description of intercompany sharing, if other than in accordance with the pooling percentage, of the Provision for Reinsurance and the write-off of uncollectible reinsurance:

The Provision for Reinsurance is recorded on a standalone basis and not allocated based on the pooling participation percentages. Write-offs for uncollectible reinsurance are not applicable. Under the pooling agreement, the ultimate parent, James River Group, Inc. ("JRG") guarantees the payment of all Third Party Reinsurance amounts owed to Reinsurer or Cededs that is not collectable under a Third Party Reinsurance agreement.

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

As a result of the pooling the net amount due from the other participants is \$3,525,924 as of December 31, 2022.

27. Structured Settlements - Not Applicable

28. Health Care Receivables - Not Applicable

29. Participating Policies - Not Applicable

30. Premium Deficiency Reserves

- | | |
|---|------------|
| 1. Liability carried for premium deficiency reserves: | \$0 |
| 2. Date of the most recent evaluation of this liability: | 02/01/2023 |
| 3. Was anticipated investment income utilized in the calculation? | NO |

Notes to the Financial Statements

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				
171	Other Liability Occurrence	\$ 18,422,780	\$ 17,221,421	\$ 0	\$ 17,221,421
Total		\$ 18,422,780	\$ 17,221,421	\$ 0	\$ 17,221,421

(2) Unsecured amounts of high deductibles

a. Total high deductibles and billed recoverables on paid claims (should equal total line for Column 6 for A(1) above)	\$ 17,221,421
b. Collateral on balance sheet (must be equal to or greater than zero)	17,221,421
c. Collateral off balance sheet (must be equal to or greater than zero)	0
d. Total unsecured deductibles and billed recoverables on paid claims d=a-(b+c) (must be equal to or greater than zero)	\$ 0
e. Percentage unsecured	0 %

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

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

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

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

33. Asbestos/Environmental Reserves

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

Yes (X) No ()

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

(1) Direct basis - Not Applicable

(2) Assumed reinsurance basis

	2018	2019	2020	2021	2022
a. Beginning reserves	\$ 170,296	\$ 132,610	\$ 78,148	\$ 117,814	\$ 31,648
b. Incurred losses and loss adjustment expense	(47,794)	(47,831)	(6,806)	9,649	6,710
c. Calendar year payments for losses and loss adjustment expenses	(10,108)	6,631	(46,472)	95,815	6,257
d. Ending reserves (a+b-c)	\$ 132,610	\$ 78,148	\$ 117,814	\$ 31,648	\$ 32,101

(3) Net of ceded reinsurance basis

	2018	2019	2020	2021	2022
a. Beginning reserves	\$ 11,921	\$ 9,283	\$ 4,690	\$ 11,781	\$ 2,215
b. Incurred losses and loss adjustment expenses	(3,346)	(2,869)	3,838	675	470
c. Calendar year payments for losses and loss adjustment expenses	(708)	1,724	(3,253)	10,241	438
d. Ending reserves (a+b-c)	\$ 9,283	\$ 4,690	\$ 11,781	\$ 2,215	\$ 2,247

B. Amount of the Ending Reserves for Bulk + IBNR Included in A (Loss & LAE)

(1) Direct basis	\$ 0
(2) Assumed reinsurance basis	\$ 0
(3) Net of ceded reinsurance basis	\$ 0

C. Amount of the Ending Reserves for Loss Adjustment Expenses Included in A (Case, Bulk + IBNR)

(1) Direct basis	\$ 3,500
(2) Assumed reinsurance basis	\$ 11
(3) Net of ceded reinsurance basis	\$ 11

D. Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of, a liability due to environmental losses? - Not Applicable

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

F. Amount of the Ending Reserves for Loss Adjustment Expenses Included in D (Case, Bulk + IBNR) - Not Applicable

34. Subscriber Savings Accounts - Not Applicable

Notes to the Financial Statements

35. **Multiple Peril Crop Insurance** - Not Applicable

36. **Financial Guaranty Insurance** - Not Applicable

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1. Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?..... YES
- If yes, complete Schedule Y, Parts 1, 1A, 2, and 3.
- 1.2. If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?..... YES
- 1.3. State Regulating?..... OHIO
- 1.4. Is the reporting entity publicly traded or a member of a publicly traded group?..... YES
- 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..... 1620459
- 2.1. Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?..... YES
- 2.2. If yes, date of change:..... 07/19/2022
- 3.1. State as of what date the latest financial examination of the reporting entity was made or is being made..... 12/31/2019
- 3.2. State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released..... 12/31/2019
- 3.3. State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date)..... 06/26/2021
- 3.4. By what department or departments?
OHIO DEPARTMENT OF INSURANCE
- 3.5. Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?..... N/A
- 3.6. Have all of the recommendations within the latest financial examination report been complied with?..... 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:..... YES
- 4.11. sales of new business?..... YES
- 4.12. renewals?..... YES
- 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:..... NO
- 4.21. sales of new business?..... NO
- 4.22. renewals?..... NO
- 5.1. Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?..... NO
- If yes, complete and file the merger history data file with the NAIC.
- 5.2. If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
.....	0

- 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?..... 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
- 7.2. If yes,
 - 7.21. State the percentage of foreign control..... 100.000 %
 - 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, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity
BERMUDA.....	CORPORATION.....

- 8.1. Is the company a subsidiary of a depository institution holding company (DIHC) or a DIHC itself, regulated by the Federal Reserve Board?..... NO
- 8.2. If response to 8.1 is yes, please identify the name of the DIHC..... NOT APPLICABLE
- 8.3. Is the company affiliated with one or more banks, thrifts or securities firms?..... NO
- 8.4. If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial 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
.....

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES

- 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 depository institution holding company?..... NO
- 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?..... NO
9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
ERNST & YOUNG LLP, 100 NORTH TRYON STREET, CHARLOTTE, NC 28202
- 10.1. Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation?..... NO
- 10.2. If the response to 10.1 is yes, provide information related to this exemption:
NOT APPLICABLE
- 10.3. Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation?..... NO
- 10.4. If the response to 10.3 is yes, provide information related to this exemption:
NOT APPLICABLE
- 10.5. Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws?..... YES
- 10.6. If the response to 10.5 is no or n/a, please explain.
NOT APPLICABLE
11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
YI JING WILLIS TOWERS WATSON 1500 MARKET STREET CENTER SQUARE EAST PHILADELPHIA, PA 19102
- 12.1. Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?..... NO
- 12.11 Name of real estate holding company
NOT APPLICABLE
- 12.12 Number of parcels involved..... 0
- 12.13 Total book / adjusted carrying value..... \$ 0
- 12.2. If yes, provide explanation
NOT APPLICABLE
13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1. What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?..... NOT APPLICABLE
- 13.2. Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?.....
- 13.3. Have there been any changes made to any of the trust indentures during the year?.....
- 13.4. If answer to (13.3) is yes, has the domiciliary or entry state approved the changes?.....
- 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
- a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- c. Compliance with applicable governmental laws, rules and regulations;
- d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- e. Accountability for adherence to the code.
- 14.11. If the response to 14.1 is no, please explain:
NOT APPLICABLE
- 14.2. Has the code of ethics for senior managers been amended?..... NO
- 14.21. If the response to 14.2 is yes, provide information related to amendment(s).
NOT APPLICABLE
- 14.3. Have any provisions of the code of ethics been waived for any of the specified officers?..... NO
- 14.31. If the response to 14.3 is yes, provide the nature of any waiver(s).
NOT APPLICABLE
- 15.1. Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List?..... YES
- 15.2. If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1	2	3	4
American Bankers Association (ABA) Routing Number	Issuing or Confirming Bank Name	Circumstances That Can Trigger the Letter of Credit	Amount
053201034.....	ARTHUR STATE BANK.....	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE.....	\$ 35,000
251483311.....	DUPONT COMMUNITY CREDIT UNION.....	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE.....	53,206
043308691.....	SOMERSET TRUST COMMUNITY.....	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE.....	73,411

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?..... 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
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 or is likely to conflict with the official duties of such person?..... YES

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES

FINANCIAL

- 19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)?..... 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?..... 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?..... NO
- 22.2. If answer is yes:
 - 22.21 Amount paid as losses or risk adjustment..... \$ 0
 - 22.22 Amount paid as expenses..... \$ 0
 - 22.23 Other amounts paid..... \$ 0
- 23.1. Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?..... YES
- 23.2. If yes, indicate any amounts receivable from parent included in the Page 2 amount..... \$ 0
- 24.1. Does the insurer utilize third parties to pay agent commissions in which the amounts advanced by the third parties are not settled in full within 90 days?..... 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.

1	2
Name of Third-Party	Is the Third-Party Agent a Related Party (Yes/No)
NOT APPLICABLE	

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
- 25.02. If no, give full and complete information, relating thereto
- 25.03. For securities lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- 25.04. For the reporting entity's securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions..... \$ 0
- 25.05. For the reporting entity's securities lending program, report amount of collateral for other programs..... \$ 0
- 25.06. Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?..... N/A
- 25.07. Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?..... N/A
- 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?..... N/A
- 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
- 26.2. If yes, state the amount thereof at December 31 of the current year:
 - 26.21. Subject to repurchase agreements..... \$ 0
 - 26.22. Subject to reverse repurchase agreements..... \$ 0
 - 26.23. Subject to dollar repurchase agreements..... \$ 0
 - 26.24. Subject to reverse dollar repurchase agreements..... \$ 0
 - 26.25. Placed under option agreements..... \$ 0
 - 26.26. Letter stock or securities restricted as to sale - excluding FHLB Capital Stock..... \$ 0
 - 26.27. FHLB Capital Stock..... \$ 0
 - 26.28. On deposit with states..... \$ 7,597,020
 - 26.29. On deposit with other regulatory bodies..... \$ 0
 - 26.30. Pledged as collateral - excluding collateral pledged to an FHLB..... \$ 0
 - 26.31. Pledged as collateral to FHLB - including assets backing funding agreements..... \$ 0
 - 26.32. Other..... \$ 0
- 26.3. For category (26.26) provide the following:

1	2	3
Nature of Restriction	Description	Amount
NOT APPLICABLE		\$ 0

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES

- 27.1. Does the reporting entity have any hedging transactions reported on Schedule DB?..... NO.....
- 27.2. If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? If no, attach a description with this statement..... N/A.....

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?.....
- 27.4. If the response to 27.3 is YES, does the reporting entity utilize:
- 27.41 Special accounting provision of SSAP No. 108.....
- 27.42 Permitted accounting practice.....
- 27.43 Other accounting guidance.....
- 27.5. By responding YES to 27.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following:.....
- The reporting entity has obtained explicit approval from the domiciliary state.
 - Hedging strategy subject to the special accounting provisions is consistent with the requirements of VM-21.
 - Actuarial certification has been obtained which indicates that the hedging strategy is incorporated within the establishment of VM-21 reserves and provides the impact of the hedging strategy within the Actuarial Guideline Conditional Tail Expectation Amount.
 - Financial Officer Certification has been obtained which indicates that the hedging strategy meets the definition of a Clearly Defined Hedging Strategy within VM-21 and that the Clearly Defined Hedging Strategy is the hedging strategy being used by the company in its actual day-to-day risk mitigation efforts.

- 28.1. Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity?..... NO.....
- 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.....

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

1 Name of Custodian(s)	2 Custodian's Address
TRUIST BANK	PO BOX 896735 Charlotte, NC 28289

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

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
NOT APPLICABLE		

29.03. Have there been any changes, including name changes, in the custodian(s) identified in 29.01 during the current year?..... NO.....

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
NEW ENGLAND ASSET MANAGEMENT, INC.	U

29.0597. For those firms/individuals listed in the table for Question 29.05, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's invested assets?..... YES.....

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?..... NO.....

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

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
105900	NEW ENGLAND ASSET MANAGEMENT, INC.	KUR85E5PS4GQFZTFC130	SEC	NO

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

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 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book / Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
		\$..... 0	

GENERAL INTERROGATORIES
PART 1 - COMMON 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.....	\$ 76,545,280	\$ 75,717,474	\$ (827,806)
31.2. Preferred Stocks.....	184,125	184,125	0
31.3. Totals.....	\$ 76,729,405	\$ 75,901,599	\$ (827,806)

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

FAIR VALUES ARE BASED ON END OF PERIOD PRICES PROVIDED BY INDEPENDENT PRICING SERVICES SUCH AS REFINITIV OR IHS MARKIT. IF A VENDOR PRICE IS UNAVAILABLE, A PRICE MAY BE OBTAINED FROM A BROKER. SHORT-TERM SECURITIES ARE VALUED AT AMORTIZED COST. CASH EQUIVALENTS, EXCLUDING MONEY MARKET MUTUAL FUNDS,

32.1. Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?..... 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?.....

32.3. If the answer to 32.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
NOT APPLICABLE

33.1. Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed?..... YES.....

33.2. If no, list exceptions:
NOT APPLICABLE

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

- 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?..... 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 an 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?..... NO.....

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?..... NO.....

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?..... N/A.....

38.1 Does the reporting entity directly hold cryptocurrencies?..... NO.....

38.2 If the response to 38.1 is yes, on what schedule are they reported?.....

39.1 Does the reporting entity directly or indirectly accept cryptocurrencies as payments for premiums on policies?..... NO.....

39.2 If the response to 39.1 is yes, are the cryptocurrencies held directly or are they immediately converted to U.S. dollars?

39.21 Held directly.....

39.22 Immediately converted to U.S. dollars.....

39.3. If the response to 38.1 or 39.1 is yes, list all cryptocurrencies accepted for payments of premiums or that are held directly.

1	2	3
Name of Cryptocurrency	Immediately Converted to USD, Directly Held, or Both	Accepted for Payment of Premiums

OTHER

40.1. Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?..... \$ 347,749

40.2. 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	2
Name	Amount Paid
ISO, INC.....	\$ 190,062

41.1. Amount of payments for legal expenses, if any?..... \$ 17,287

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

41.2. 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	2
Name	Amount Paid
CLYDE & CO US, LLP.....	\$..... 6,496

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

42.2. 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	2
Name	Amount Paid
.....	\$..... 0

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1.1.	Does the reporting entity have any direct Medicare Supplement Insurance in force?	NO		
1.2.	If yes, indicate premium earned on U.S. business only	\$	0	0
1.3.	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?	\$	0	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	0
1.5.	Indicate total incurred claims on all Medicare Supplement insurance.	\$	0	0
1.6.	Individual policies:			
	Most current three years:			
	1.61. Total premium earned	\$	0	0
	1.62. Total incurred claims	\$	0	0
	1.63. Number of covered lives		0	0
	All years prior to most current three years:			
	1.64. Total premium earned	\$	0	0
	1.65. Total incurred claims	\$	0	0
	1.66. Number of covered lives		0	0
1.7.	Group policies:			
	Most current three years:			
	1.71. Total premium earned	\$	0	0
	1.72. Total incurred claims	\$	0	0
	1.73. Number of covered lives		0	0
	All years prior to most current three years:			
	1.74. Total premium earned	\$	0	0
	1.75. Total incurred claims	\$	0	0
	1.76. Number of covered lives		0	0
			Current Year	Prior Year
2.	Health Test:			
	2.1. Premium Numerator	\$	0	\$ 0
	2.2. Premium Denominator	\$	44,079,314	\$ 12,075,754
	2.3. Premium Ratio (2.1/2.2)		0 %	0 %
	2.4. Reserve Numerator	\$	0	\$ 0
	2.5. Reserve Denominator	\$	234,557,196	\$ 156,675,535
	2.6. Reserve Ratio (2.4/2.5)		0 %	0 %
3.1.	Did the reporting entity issue participating policies during the calendar year?			NO
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	0
	3.22. Non-participating policies	\$	0	0
4.	For Mutual reporting entities and Reciprocal Exchanges only:			
4.1.	Does the reporting entity issue assessable policies?			
4.2.	Does the reporting entity issue non-assessable policies?			
4.3.	If assessable policies are issued, what is the extent of the contingent liability of the policyholders?			0 %
4.4.	Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.	\$	0	0
5.	For Reciprocal Exchanges Only:			
5.1.	Does the exchange appoint local agents?			
5.2.	If yes, is the commission paid:			
	5.21. Out of Attorney's-in-fact compensation			N/A
	5.22. As a direct expense of the exchange			N/A
5.3.	What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?			
	NOT APPLICABLE			
5.4.	Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?			NO
5.5.	If yes, give full information			
	NOT APPLICABLE			
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 CO. MAINT A REINS PLCMT COMP OF BOTH AN AT LEAST 84.5% PRIM QS TREATY UP TO \$1M PER CLAIM & AN EXCESS OF LOSS TREATY UP TO \$49M, ANY ONE CLAIM. NET LOSSES AFT BTH QS & THE EXCESS REINS TREATIES ARE THEN PRTCT BY A 70% QS MAINT WITH THE JRG REINS CO., LTD, AN AFF FR POLICIES EFF 1/1/08-12/31/17.			
6.2.	Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process: FOR WORKERS' COMPENSATION, THE COMPANY RELIES UPON CATASTROPHE MODELING EXPERTISE FROM ITS REINSURANCE BROKERS. FOR ALL OTHER BUSINESS THE PML IS ESTIMATED BY USE OF CATASTROPHIC MODELING SOFTWARE FROM AIR WORLDWIDE TOUCHSTONE VERSION 7.0.			
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 CEDES AT LEASE 85% OF ALL EXPOSURES VIA A PRIMARY \$1M QUOTA SHARE REINSURANCE. FOR ONE SPECIFIC PROPERTY PER RISK REINSURANCE TREATY, THE COMPANY CEDES 100% OF A PRIMARY \$1M QUOTA SHARE AND 100% OF \$39.5M EXCESS OF \$1M PER OCCURRENCE.			
6.4.	Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?			YES
6.5.	If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss			
	NOT APPLICABLE			

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 7.1. Has the 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 cap, an aggregate limit or any similar provisions)?..... NO.....
- 7.2. If yes, indicate the number of reinsurance contracts containing such provisions..... 0
- 7.3. If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?.....
- 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?..... NO.....
- 8.2. If yes, give full information
NOT APPLICABLE
- 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..... 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..... 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?..... NO.....
- 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..... NO.....
(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..... NO.....
(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..... NO.....
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.....
- 11.1. Has the reporting entity guaranteed policies issued by any other entity and now in force?..... NO.....
- 11.2. If yes, give full information
NOT APPLICABLE
- 12.1. If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
12.11 Unpaid losses..... \$..... 0
12.12 Unpaid underwriting expenses (including loss adjustment expenses)..... \$..... 0
- 12.2. Of the amount on Line 15.3, Page 2, state the amount that 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?..... NO.....
- 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 %
12.42 To..... 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.....
- 12.6. If yes, state the amount thereof at December 31 of current year:
12.61 Letters of Credit..... \$..... 50,000
12.62 Collateral and other funds..... \$..... 201,822

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 13.1. Largest net aggregate amount insured in any one risk (excluding workers' compensation):..... \$ 350,000
- 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?..... NO
- 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 reporting entity a cedant in a multiple cedant reinsurance contract?..... YES
- 14.2. If yes, please describe the method of allocating and recording reinsurance among the cedants:
PREMIUMS AND LOSSES ARE CEDED ON A PRO-RATA BASIS.
- 14.3. If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts?..... 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
- 14.5. If the answer to 14.4 is no, please explain:

- 15.1. Has the reporting entity guaranteed any financed premium accounts?..... NO
- 15.2. If yes, give full information
NOT APPLICABLE
- 16.1. Does the reporting entity write any warranty business?..... NO

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

	1	2	3	4	5
	Direct Losses Incurred	Direct Losses Unpaid	Direct Written Premium	Direct Premium Unearned	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:

- 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?..... 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?..... 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?..... NO
- 18.4. If yes, please provide the balance of the 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
- 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?.....

FIVE-YEAR HISTORICAL DATA

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

	1	2	3	4	5
	2022	2021	2020	2019	2018
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11, 16, 17, 18 & 19)	932,107,398	328,597,442	259,776,219	238,069,195	165,225,538
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	46,694,195	42,152,737	27,693,288	16,556,120	7,781,204
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	48,111,915	44,632,644	38,687,915	23,416,350	16,663,231
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	27,674,286	7,960,081	386,756	0	0
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	1,054,587,794	423,342,904	326,544,178	278,041,665	189,669,974
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11, 16, 17, 18 & 19)	58,717,829	10,455,054	14,674,577	12,887,113	9,491,178
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	783,398	205,145	111,679	133,601	64,867
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	373,273	66,533	65,181	1	665
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	59,874,500	10,726,732	14,851,437	13,020,715	9,556,709
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	292,712	(2,160,545)	4,620,641	545,276	496,197
14. Net investment gain (loss) (Line 11)	990,047	1,657	50,896	440,013	382,054
15. Total other income (Line 15)	3,874,287	1,537,339	2,362,169	395,013	45,788
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	2,578,825	(71,971)	1,580,054	337,427	203,409
18. Net income (Line 20)	2,578,221	(549,578)	5,453,652	1,042,875	720,630
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	2,009,782,047	1,152,213,665	566,011,260	500,096,240	405,957,041
20. Premiums and considerations (Page 2, Col. 3)					
20.1. In course of collection (Line 15.1)	141,438,681	62,769,226	97,588,921	68,511,077	39,111,532
20.2. Deferred and not yet due (Line 15.2)	68,900,092	65,244,017	5,945,738	14,683,358	9,305,755
20.3. Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	1,805,001,429	1,028,738,082	451,979,468	400,872,011	311,925,557
22. Losses (Page 3, Line 1)	58,607,996	31,175,632	16,193,303	14,313,637	12,722,505
23. Loss adjustment expenses (Page 3, Line 3)	20,020,946	10,865,941	9,180,233	9,030,828	7,639,418
24. Unearned premiums (Page 3, Line 9)	21,636,839	5,841,653	7,190,675	5,969,323	3,802,754
25. Capital paid up (Page 3, Lines 30 & 31)	4,200,000	4,200,000	4,200,000	4,200,000	4,200,000
26. Surplus as regards policyholders (Page 3, Line 37)	204,780,618	123,475,583	114,031,792	99,224,226	94,031,484
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(603,479,703)	(395,836,293)	(26,695,554)	(50,100,484)	(26,980,642)
Risk-Based Capital Analysis					
28. Total adjusted capital	204,780,618	123,475,583	114,031,792	99,224,226	94,031,484
29. Authorized control level risk-based capital	64,156,616	36,728,906	22,553,955	22,223,540	18,308,682
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	23.6	3.3	3.5	5.1	10.1
31. Stocks (Lines 2.1 & 2.2)	60.9	70.0	76.1	83.2	81.4
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0	0	0	0	0
33. Real estate (Lines 4.1, 4.2 & 4.3)	0	0	0	0	0
34. Cash, cash equivalents and short-term investments (Line 5)	15.6	26.7	20.4	11.7	8.5
35. Contract loans (Line 6)	0	0	0	0	0
36. Derivatives (Line 7)	0	0	0	0	0
37. Other invested assets (Line 8)	0	0	0	0	0
38. Receivables for securities (Line 9)	0	0	0	0	0
39. Securities lending reinvested collateral assets (Line 10)	0	0	0	0	0
40. Aggregate write-ins for invested assets (Line 11)	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, (Sch. D, Summary, Line 12, Col. 1)	0	0	0	0	0
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)	0	0	0	0	0
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	170,401,049	99,213,900	94,354,687	83,568,671	79,292,288
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	170,401,049	99,213,900	94,354,687	83,568,671	79,292,288
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)	83.2	80.4	82.7	84.2	84.3

FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2022	2021	2020	2019	2018
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	16,165,055	(2,143,401)	10,796,983	4,332,542	(236,440)
52. Dividends to stockholders (Line 35)	0	0	0	0	0
53. Change in surplus as regards policyholders for the year (Line 38)	81,305,035	9,443,791	14,807,566	5,192,742	35,953,112
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11, 16, 17, 18 & 19)	21,027,308	(99,368,052)	66,523,802	63,014,247	50,105,241
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	11,892,476	18,019,120	9,369,760	3,312,747	3,247,184
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	20,166,399	18,647,425	7,342,165	12,052,000	5,836,096
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	12,712,570	3,395,287	222,070	0	0
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59. Total (Line 35)	65,798,753	(59,306,220)	83,457,797	78,378,994	59,188,521
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11, 16, 17, 18 & 19)	(3,128,948)	(5,577,744)	3,157,599	3,136,203	2,623,044
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	(116,125)	137,675	32,156	24,692	18,488
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	57,940	13,421	747	4,629	3,514
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	(3,681)	690	0	0	0
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65. Total (Line 35)	(3,190,814)	(5,425,958)	3,190,502	3,165,524	2,645,046
Operating Percentages (Page 4) (Item 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)	55.0	79.1	37.2	43.8	46.2
68. Loss expenses incurred (Line 3)	18.2	39.1	23.6	33.9	28.1
69. Other underwriting expenses incurred (Line 4)	26.1	(0.3)	5.3	17.3	20.3
70. Net underwriting gain (loss) (Line 8)	0.7	(17.9)	33.9	5.0	5.4
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)	12.8	(14.7)	(11.0)	11.4	19.0
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2+3 divided by Page 4, Line 1 x 100.0)	73.2	118.2	60.8	77.7	74.3
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)	29.2	8.7	13.0	13.1	10.2
One-Year Loss Development (\$000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11)	2,357	4,323	(989)	(522)	(171)
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)	1.9	3.8	(1.0)	(0.6)	(0.3)
Two-Year Loss Development (\$000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12)	7,709	5,929	(1,104)	(492)	26
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year-end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	6.8	6.0	(1.2)	(0.8)	0

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?

If no, please explain:

SCHEDULE P – ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							10	11	12
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments					
				4	5	6	7	8	9				
										Direct and Assumed			
Direct and Assumed	Ceded	Net (Cols. 1-2)	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Received	Total Net Paid (Cols. 4-5+6-7+8-9)	Number of Claims Reported Direct and Assumed		
1. Prior	XXX	XXX	XXX	761	627	82	50	29	3	0	191	XXX	
2. 2013	13,851	10,508	3,343	4,932	3,554	1,873	1,288	625	185	26	2,402	XXX	
3. 2014	19,840	15,108	4,732	8,051	6,455	2,594	1,922	1,041	379	84	2,930	XXX	
4. 2015	25,939	19,989	5,950	11,278	9,012	2,925	2,195	1,858	833	466	4,021	XXX	
5. 2016	34,063	26,597	7,466	20,828	16,415	4,373	3,291	2,384	641	1,298	7,237	XXX	
6. 2017	59,171	47,922	11,249	38,146	30,763	6,778	5,303	4,599	1,756	2,594	11,702	XXX	
7. 2018	69,558	56,663	12,895	36,119	30,614	6,319	5,359	5,190	2,156	2,022	9,498	XXX	
8. 2019	83,042	68,684	14,358	35,712	34,465	5,948	6,282	5,599	1,938	1,899	4,573	XXX	
9. 2020	70,631	60,469	10,161	17,485	21,339	2,551	3,764	2,273	1,239	164	(4,032)	XXX	
10. 2021	88,135	76,059	12,076	15,422	24,129	1,450	4,516	1,974	866	211	(10,665)	XXX	
11. 2022	96,716	52,636	44,079	6,250	4,766	254	191	1,053	238	70	2,361	XXX	
12. Totals	XXX	XXX	XXX	194,983	182,140	35,146	34,160	26,624	10,236	8,833	30,218	XXX	

Years in Which Premiums Were Earned and Losses Were Incurred	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13	14	15	16	17	18	19	20					
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	555	418	453	355	140	72	117	81	55	10	0	384	XXX
2. 2013	180	133	89	73	46	32	37	29	20	6	0	99	XXX
3. 2014	254	177	109	93	64	45	61	47	24	4	0	147	XXX
4. 2015	636	471	263	204	191	134	80	61	75	32	0	342	XXX
5. 2016	1,610	1,094	499	392	243	163	141	97	86	28	0	806	XXX
6. 2017	3,856	2,220	1,524	1,259	480	278	381	282	188	106	0	2,286	XXX
7. 2018	6,780	2,808	2,511	2,487	784	193	731	496	314	142	0	4,994	XXX
8. 2019	12,899	5,027	4,239	2,411	1,587	422	1,199	480	500	168	0	11,915	XXX
9. 2020	10,055	5,859	9,149	5,249	1,362	534	2,077	806	834	252	0	10,777	XXX
10. 2021	11,731	7,661	21,089	11,103	1,273	555	5,156	1,768	1,401	363	0	19,201	XXX
11. 2022	8,440	5,837	34,894	17,879	783	494	8,477	2,851	3,142	997	0	27,678	XXX
12. Totals	56,997	31,704	74,820	41,505	6,954	2,923	18,457	6,998	6,639	2,109	0	78,629	XXX

Years in Which Premiums Were Earned and Losses Were Incurred	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34	Net Balance Sheet Reserves After Discount										
	26	27	28	29	30	31	32	33		Inter-Company Pooling Participation Percentage	35	36								
													Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense
													Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense
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	236	148									
2. 2013	7,802	5,301	2,502	56.328	50.443	74.827	0	0	7.000	64	35									
3. 2014	12,199	9,122	3,077	61.486	60.379	65.020	0	0	7.000	93	54									
4. 2015	17,306	12,943	4,363	66.717	64.752	73.319	0	0	7.000	223	119									
5. 2016	30,165	22,121	8,044	88.557	83.172	107.744	0	0	7.000	623	183									
6. 2017	55,953	41,966	13,988	94.562	87.570	124.349	0	0	7.000	1,902	384									
7. 2018	58,748	44,256	14,492	84.459	78.104	112.384	0	0	7.000	3,996	997									
8. 2019	67,682	51,194	16,488	81.503	74.535	114.835	0	0	7.000	9,700	2,215									
9. 2020	45,786	39,041	6,745	64.825	64.564	66.379	0	0	7.000	8,097	2,680									
10. 2021	59,497	50,961	8,536	67.506	67.001	70.686	0	0	7.000	14,056	5,145									
11. 2022	63,291	33,253	30,039	65.441	63.175	68.147	0	0	7.000	19,617	8,060									
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	58,608	20,021									

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	2	3	4	5	6	7	8	9	10	11	12
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	One Year	Two Year
1. Prior	6,257	5,167	5,090	5,015	5,411	5,581	5,349	5,254	5,295	5,387	92	134
2. 2013	2,114	2,113	1,960	1,990	2,028	2,047	2,025	2,013	2,033	2,048	15	35
3. 2014	XXX	2,932	2,581	2,329	2,208	2,247	2,316	2,361	2,393	2,394	1	34
4. 2015	XXX	XXX	3,432	3,216	3,134	3,060	3,064	3,153	3,263	3,295	31	142
5. 2016	XXX	XXX	XXX	4,465	5,095	5,458	5,828	5,969	6,266	6,243	(23)	274
6. 2017	XXX	XXX	XXX	XXX	7,528	7,318	8,594	9,361	10,220	11,062	842	1,701
7. 2018	XXX	XXX	XXX	XXX	XXX	8,697	7,942	8,754	10,252	11,286	1,034	2,532
8. 2019	XXX	XXX	XXX	XXX	XXX	XXX	9,713	8,843	11,036	12,496	1,460	3,653
9. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,926	5,197	5,129	(67)	(797)
10. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,419	6,390	(1,029)	XXX
11. 2022	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,079	XXX	XXX
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,357	7,709

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	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022		
1. Prior	XXX	1,184	2,152	2,913	3,831	4,225	4,519	4,692	4,883	5,048	XXX	XXX
2. 2013	130	435	830	1,252	1,561	1,699	1,786	1,854	1,885	1,963	XXX	XXX
3. 2014	XXX	218	627	956	1,354	1,715	1,953	2,061	2,133	2,268	XXX	XXX
4. 2015	XXX	XXX	240	797	1,378	1,968	2,387	2,648	2,770	2,996	XXX	XXX
5. 2016	XXX	XXX	XXX	359	1,560	2,832	4,092	4,845	4,781	5,495	XXX	XXX
6. 2017	XXX	XXX	XXX	XXX	765	2,563	4,825	6,524	6,051	8,859	XXX	XXX
7. 2018	XXX	XXX	XXX	XXX	XXX	695	2,592	4,478	2,620	6,464	XXX	XXX
8. 2019	XXX	XXX	XXX	XXX	XXX	XXX	690	2,450	(1,663)	913	XXX	XXX
9. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	281	1,070	(5,066)	XXX	XXX
10. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	455	(11,773)	XXX	XXX
11. 2022	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,546	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
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
1. Prior	4,481	2,709	1,819	1,418	940	669	453	320	190	134
2. 2013	1,571	1,317	772	455	285	205	114	72	54	24
3. 2014	XXX	2,242	1,545	1,009	496	256	201	145	100	31
4. 2015	XXX	XXX	2,534	1,686	1,078	491	174	126	162	78
5. 2016	XXX	XXX	XXX	2,921	2,078	1,180	643	419	582	151
6. 2017	XXX	XXX	XXX	XXX	4,733	2,306	1,444	805	1,041	365
7. 2018	XXX	XXX	XXX	XXX	XXX	6,074	2,780	1,399	2,295	259
8. 2019	XXX	XXX	XXX	XXX	XXX	XXX	7,048	3,392	5,400	2,546
9. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,768	2,780	5,172
10. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,724	13,374
11. 2022	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22,641

SCHEDULE T – EXHIBIT OF PREMIUMS WRITTEN

Allocated By States And Territories

	1	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4	5	6	7	8	9	
		Active Status (a)	2 Direct Premiums Written							3 Direct Premiums Earned
States, Etc.										
1. Alabama	AL	L	7,611,822	7,244,190	0	1,105,829	3,070,267	3,931,074	9,899	0
2. Alaska	AK	L	3,280,599	3,024,291	0	891,587	960,106	1,567,716	0	0
3. Arizona	AZ	L	2,526,161	2,569,847	0	1,715,723	1,971,657	3,809,683	10,095	0
4. Arkansas	AR	L	5,813,321	5,677,884	0	2,153,593	4,464,493	3,895,940	0	0
5. California	CA	E	18,953,319	18,967,451	0	2,661,491	8,370,995	17,043,306	0	0
6. Colorado	CO	L	7,074,557	6,657,695	0	1,496,757	2,271,707	2,603,379	10	0
7. Connecticut	CT	L	2,687,301	3,121,076	0	740,368	1,524,635	4,550,274	1,237	0
8. Delaware	DE	L	808,951	993,480	0	439,720	995,586	1,114,081	5	0
9. District of Columbia	DC	L	40,138	31,231	0	0	(1,532)	4,938	0	0
10. Florida	FL	L	15,479,193	14,115,238	0	5,308,226	6,847,137	13,296,738	2,480	0
11. Georgia	GA	L	10,194,274	11,972,258	0	10,369,073	11,366,382	11,381,273	103,372	0
12. Hawaii	HI	L	457,062	450,378	0	95,100	368,692	334,988	0	0
13. Idaho	ID	L	988,900	1,276,766	0	438,249	643,175	860,045	0	0
14. Illinois	IL	L	9,727,010	9,362,631	0	2,768,111	4,251,270	6,192,857	911	0
15. Indiana	IN	L	1,665,999	1,763,221	0	493,777	930,352	1,296,968	244	0
16. Iowa	IA	L	2,832,039	2,925,068	0	569,883	1,047,615	3,041,228	0	0
17. Kansas	KS	L	1,424,827	1,222,741	0	309,375	566,973	1,109,082	50	0
18. Kentucky	KY	L	444,709	372,819	0	147,791	55,496	316,817	30	0
19. Louisiana	LA	L	3,670,825	3,328,963	0	546,291	407,512	1,212,138	0	0
20. Maine	ME	L	23,174	40,283	0	153,804	160,851	14,176	0	0
21. Maryland	MD	L	2,714,854	2,742,132	0	1,163,578	1,241,418	1,976,659	230	0
22. Massachusetts	MA	L	1,976,106	2,014,513	0	1,385,937	41,431	2,233,509	4,120	0
23. Michigan	MI	L	2,231,114	6,237,502	0	15,308,207	6,063,939	22,540,951	458,540	0
24. Minnesota	MN	L	2,150,011	2,269,701	0	421,114	1,277,517	1,426,722	0	0
25. Mississippi	MS	L	2,257,645	2,294,936	0	211,653	709,435	1,135,713	0	0
26. Missouri	MO	L	2,730,435	2,526,265	0	(108,863)	(110,102)	1,649,159	50	0
27. Montana	MT	L	460,158	536,568	0	418,580	589,935	300,948	0	0
28. Nebraska	NE	L	244,021	191,796	0	1,056	80,233	107,883	0	0
29. Nevada	NV	L	2,404,216	2,145,712	0	687,090	936,123	1,746,976	5,856	0
30. New Hampshire	NH	L	196,370	176,608	0	67,134	112,591	127,471	50	0
31. New Jersey	NJ	L	8,287,828	7,721,093	0	4,073,656	8,182,439	17,872,784	33,026	0
32. New Mexico	NM	L	293,648	406,280	0	584,667	(4,487,330)	232,711	10	0
33. New York	NY	L	26,291,202	25,514,722	0	14,888,932	21,224,234	48,919,686	4,899	0
34. North Carolina	NC	L	7,369,792	7,608,987	0	2,614,872	5,439,656	5,349,725	910	0
35. North Dakota	ND	L	126,975	208,075	0	3,755	(32,843)	93,625	0	0
36. Ohio	OH	L	4,684,292	3,703,868	0	681,762	1,976,099	2,326,401	80	0
37. Oklahoma	OK	L	3,923,269	4,349,417	0	3,418,670	3,343,671	2,047,715	0	0
38. Oregon	OR	L	3,063,062	2,840,866	0	423,205	1,343,126	1,536,914	0	0
39. Pennsylvania	PA	L	8,733,056	8,285,571	0	5,575,461	4,227,847	11,412,541	18,182	0
40. Rhode Island	RI	L	2,002,858	2,006,038	0	1,012,053	683,112	1,588,123	267	0
41. South Carolina	SC	L	4,461,231	4,805,053	0	2,132,922	4,302,057	4,186,257	5,056	0
42. South Dakota	SD	L	396,657	422,047	0	49,139	648,740	1,175,502	0	0
43. Tennessee	TN	L	3,512,560	3,554,035	0	1,329,999	2,732,689	2,011,395	527	0
44. Texas	TX	L	42,947,897	41,730,140	0	14,648,134	15,584,185	20,543,775	2,465	0
45. Utah	UT	L	2,651,142	2,468,158	0	460,469	415,962	510,398	0	0
46. Vermont	VT	L	201,252	206,335	0	4,437	79,561	82,820	100	0
47. Virginia	VA	L	6,848,774	7,446,922	0	3,858,894	4,313,142	4,302,555	248	0
48. Washington	WA	L	1,446,708	1,628,920	0	100,977	582,786	866,561	0	0
49. West Virginia	WV	L	1,157,055	1,304,344	0	165,933	1,223,151	1,510,623	0	0
50. Wisconsin	WI	L	4,131,948	4,180,762	0	2,029,850	4,113,531	4,349,286	0	0
51. Wyoming	WY	L	331,303	308,184	0	116,864	141,667	124,141	0	0
52. American Samoa	AS	N	0	0	0	0	0	0	0	0
53. Guam	GU	N	0	0	0	0	0	0	0	0
54. Puerto Rico	PR	N	0	0	0	0	0	0	0	0
55. US 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		245,931,620	246,953,061	0	110,134,885	137,253,371	241,866,230	662,949	0
Details of Write-Ins										
58001.	XXX		0	0	0	0	0	0	0	0
58002.	XXX		0	0	0	0	0	0	0	0
58003.	XXX		0	0	0	0	0	0	0	0
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

1. L – Licensed or Chartered - Licensed insurance carrier or domiciled RRG	50	4. Q – Qualified - Qualified or accredited reinsurer	0
2. R – Registered – Non-domiciled RRGs	0	5. D – Domestic Surplus Lines Insurer (DSL) – Reporting entities authorized to write surplus lines in the state of domicile	0
3. E – Eligible - Reporting entities eligible or approved to write surplus lines in the state	1	6. N – None of the above - Not allowed to write business in the state	6

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

PREMIUMS ARE ALLOCATED TO JURISDICTION BASED ON LOCATION OF RISK.

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

PART 1 - ORGANIZATIONAL CHART

