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**ANNUAL STATEMENT**  
 FOR THE YEAR ENDED DECEMBER 31, 2023  
 OF THE CONDITION AND AFFAIRS OF THE  
**FALLS LAKE NATIONAL INSURANCE COMPANY**

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

Organized under the Laws of..... 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**

..... WILLIAM KENAH BOWMAN, PRESIDENT/CEO..... .TIMOTHY SEAN MACALEESE, SVP/CHIEF FINANCIAL OFFICER.....  
 ..... ERIC FOREST LILAND, SECRETARY/CHIEF ACTUARY..... ..... DANIEL ARTHUR SHULTIS, TREASURER/CONTROLLER.....

**OTHER**

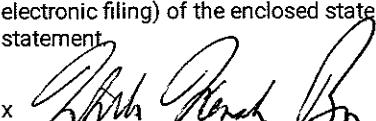
..... SARAH CASEY DORAN, CHAIRMAN OF THE BOARD..... ..... BENSON LEE JEFFRESS, ASSISTANT SECRETARY.....

**DIRECTORS OR TRUSTEES**

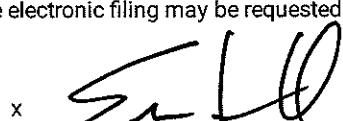
..... SARAH CASEY DORAN..... ..... WILLIAM KENAH BOWMAN.....  
 ..... MICHAEL EDWARD CROW..... ..... ANGELA JENKINS BURNETT.....  
 ..... TIMOTHY SEAN MACALEESE..... ..... THOMAS EDWARD PEACH.....

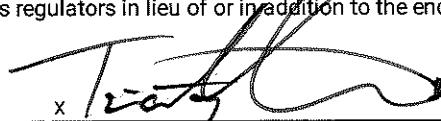
State of North Carolina.....  
 County of Wake..... SS

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 William Kenah Bowman

President/CEO

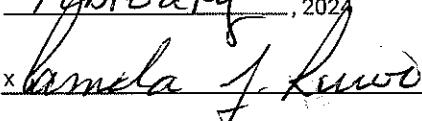
  
 x Eric Forest Liland  
 Secretary/Chief Actuary

  
 x Timothy Sean MacAleese  
 SVP/Chief Financial Officer

Subscribed and sworn to before me

this 8 day of

February, 2024

  
 x Pamela J. Ruivo

a. Is this an original filing? Yes

b. If no:

PAMELA J RUIVO 1. State the amendment number: \_\_\_\_\_  
 NOTARY PUBLIC 2. Date filed: \_\_\_\_\_  
 Johnston County 3. Number of pages attached: \_\_\_\_\_  
 North Carolina  
 My Commission Expires Sept. 25, 2026

**ASSETS**

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	77,315,427	0	77,315,427	66,059,693
2. Stocks (Schedule D):				
2.1 Preferred stocks.....	185,925	0	185,925	184,125
2.2 Common stocks.....	192,537,960	0	192,537,960	170,401,049
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 (\$ 30,679,396, Schedule E - Part 1), cash equivalents (\$ 2,897,663, Schedule E - Part 2) and short-term investments (\$ 7,914,177, Schedule DA).....	41,491,236	0	41,491,236	43,597,829
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.....	0	0	0	2,095
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).....	311,530,548	0	311,530,548	280,244,791
13. Title plants less \$ 0 charged off (for Title insurers only).....	0	0	0	0
14. Investment income due and accrued.....	653,235	0	653,235	496,340
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	134,530,854	539,602	133,991,252	141,438,681
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums).....	61,869,387	6,849	61,862,538	68,900,092
15.3 Accrued retrospective premiums (\$ 0) and contracts subject to redetermination (\$ 0).....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	160,019,868	0	160,019,868	137,833,754
16.2 Funds held by or deposited with reinsured companies.....	1,546,847,360	0	1,546,847,360	1,376,488,821
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.....	553,974	0	553,974	0
18.2 Net deferred tax asset.....	2,954,525	1,283,009	1,671,516	2,402,572
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.....	4,202,400	0	4,202,400	1,704,584
24. Health care (\$ 0) and other amounts receivable.....	0	0	0	0
25. Aggregate write-ins for other-than-invested assets.....	548,755	0	548,755	272,412
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	2,223,710,906	1,829,460	2,221,881,446	2,009,782,047
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0	0
28. Total (Lines 26 and 27).....	2,223,710,906	1,829,460	2,221,881,446	2,009,782,047
<b>Details of Write-Ins</b>				
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.....	430,098	0	430,098	245,536
2502. MISCELLANEOUS RECEIVABLE.....	118,657	0	118,657	26,876
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).....	548,755	0	548,755	272,412

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	67,573,395	58,607,996
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	129,906,948	134,291,415
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	25,179,304	20,020,946
4. Commissions payable, contingent commissions and other similar charges	(164,736)	15,974,677
5. Other expenses (excluding taxes, licenses and fees)	1,604,915	0
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	3,727,918	2,219,418
7.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses))	0	777,562
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 \$ 345,984,330 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)	20,649,563	21,636,839
10. Advance premium	30,730	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	191,271,557	181,589,425
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)	1,513,811,450	1,334,653,480
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)	116,000	180,000
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	22,075	1,337,372
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	34,853,838	33,712,299
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	1,988,582,957	1,805,001,429
27. Protected cell liabilities	0	0
28. Total liabilities (Lines 26 and 27)	1,988,582,957	1,805,001,429
29. Aggregate write-ins for special surplus funds	5,886,678	3,268,790
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	150,558,551
35. Unassigned funds (surplus)	72,653,260	46,753,277
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)	233,298,489	204,780,618
38. Totals (Page 2, Line 28, Col. 3)	2,221,881,446	2,009,782,047
<b>Details of Write-Ins</b>		
2501. FUNDS HELD DEPOSIT	24,928,876	28,919,022
2502. POLICYHOLDER DEPOSITS	8,045,559	2,989,459
2503. DEFERRED CEDING COMMISSION	1,188,808	1,029,494
2598. Summary of remaining write-ins for Line 25 from overflow page	690,595	774,324
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	34,853,838	33,712,299
2901. SPECIAL SURPLUS FUNDS - RETROACTIVE REINSURANCE	5,886,678	3,268,790
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)	5,886,678	3,268,790
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 Current Year	2 Prior Year
<b>Underwriting Income</b>			
1. Premiums earned (Part 1, Line 35, Column 4)		49,560,367	44,079,314
Deductions:			
2. Losses incurred (Part 2, Line 35, Column 7)		28,687,481	24,241,550
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)		10,482,303	8,025,730
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)		10,824,162	11,519,322
5. Aggregate write-ins for underwriting deductions		0	0
6. Total underwriting deductions (Lines 2 through 5)		49,993,946	43,786,602
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)		(433,579)	292,712
<b>Investment Income</b>			
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)		3,509,312	992,435
10. Net realized capital gains (losses) less capital gains tax of \$ (2,039) (Exhibit of Capital Gains (Losses))		(7,662)	(2,388)
11. Net investment gain (loss) (Lines 9 + 10)		3,501,650	990,047
<b>Other Income</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 239,588 amount charged off \$ 150,337)		89,251	(252,728)
13. Finance and service charges not included in premiums		3,714	283,142
14. Aggregate write-ins for miscellaneous income		5,581,238	3,843,873
15. Total other income (Lines 12 through 14)		5,674,203	3,874,287
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)		8,742,274	5,157,046
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)		8,742,274	5,157,046
19. Federal and foreign income taxes incurred		2,012,154	2,578,825
20. Net income (Line 18 minus Line 19) (to Line 22)		6,730,120	2,578,221
<b>Capital and Surplus Account</b>			
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)		204,780,618	123,475,583
22. Net income (from Line 20)		6,730,120	2,578,221
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 378		22,138,333	16,165,055
25. Change in net unrealized foreign exchange capital gain (loss)		0	0
26. Change in net deferred income tax		119,989	1,157,199
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)		(534,571)	1,524,560
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)		64,000	(120,000)
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		0	60,000,000
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)		28,517,871	81,305,035
39. Surplus as regards to policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)		233,298,489	204,780,618
<b>Details of Write-Ins</b>			
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		4,508,164	3,268,790
1402. FRONTING FEE INCOME		652,867	551,316
1403. OTHER INCOME (EXPENSE)		419,455	159,546
1498. Summary of remaining write-ins for Line 14 from overflow page		752	(135,779)
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)		5,581,238	3,843,873
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 Current Year	2 Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance.....	85,108,989	(219,327,294)
2. Net investment income.....	3,035,805	496,122
3. Miscellaneous income.....	5,674,203	3,874,287
4. Total (Lines 1 to 3).....	93,818,997	(214,956,885)
5. Benefit and loss related payments.....	228,683,159	372,140,363
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	29,174,105	15,131,510
8. Dividends paid to policyholders.....	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses).....	3,341,651	1,250,945
10. Total (Lines 5 through 9).....	261,198,915	388,522,818
11. Net cash from operations (Line 4 minus Line 10).....	(167,379,918)	(603,479,703)
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	3,196,954	610,500
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.....	(1,239)	(3,023)
12.7 Miscellaneous proceeds.....	2,095	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	3,197,810	607,477
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	14,144,531	58,769,439
13.2 Stocks.....	0	55,000,000
13.3 Mortgage loans.....	0	0
13.4 Real estate.....	0	0
13.5 Other invested assets.....	0	0
13.6 Miscellaneous applications.....	0	2,095
13.7 Total investments acquired (Lines 13.1 to 13.6).....	14,144,531	113,771,534
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).....	(10,946,721)	(113,164,057)
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	60,000,000
16.3 Borrowed funds.....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0
16.5 Dividends to stockholders.....	0	0
16.6 Other cash provided (applied).....	176,220,046	662,356,045
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	176,220,046	722,356,045
<b>Reconciliation of Cash, Cash Equivalents and Short-Term Investments</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	(2,106,593)	5,712,285
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	43,597,829	37,885,544
19.2 End of year (Line 18 plus Line 19.1).....	41,491,236	43,597,829

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

20.0001. Quota Share Settlement - Transfer of Invested Assets.....	0	3,195,001
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## UNDERWRITING AND INVESTMENT EXHIBIT

## PART 1 – PREMIUMS EARNED

Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Fire.....	2,895	56,714	24,277	35,332
2.1 Allied lines.....	56,598	193,416	107,868	142,146
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).....	10	0	0	10
5.2 Commercial multiple peril (liability portion).....	1,311	0	979	332
6. Mortgage guaranty.....	0	0	0	0
8. Ocean marine.....	0	0	0	0
9. Inland marine.....	95,338	36,742	41,082	90,998
10. Financial guaranty.....	0	0	0	0
11.1 Medical professional liability – occurrence.....	5,116	421	1,805	3,732
11.2 Medical professional liability – claims-made.....	660,921	477,594	315,237	823,278
12. Earthquake.....	5,539	15,384	5,694	15,229
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.....	3,587,116	499,301	1,007,469	3,078,948
17.1 Other liability – occurrence.....	31,261,396	13,732,952	13,596,615	31,397,733
17.2 Other liability – claims-made.....	2,043,079	1,170,551	939,757	2,273,873
17.3 Excess workers' compensation.....	0	0	0	0
18.1 Products liability – occurrence.....	5,356,091	3,010,935	2,437,704	5,929,322
18.2 Products liability – claims-made.....	738,316	467,368	366,806	838,878
19.1 Private passenger auto no-fault (personal injury protection).....	(273)	0	0	(273)
19.2 Other private passenger auto liability.....	(573)	0	0	(573)
19.3 Commercial auto no-fault (personal injury protection).....	46,164	22,330	21,244	47,250
19.4 Other commercial auto liability.....	4,122,915	1,630,054	1,542,645	4,210,324
21.1 Private passenger auto physical damage.....	(3,703)	0	0	(3,703)
21.2 Commercial auto physical damage.....	388,079	146,322	147,040	387,361
22. Aircraft (all perils).....	213,118	170,496	93,086	290,528
23. Fidelity.....	0	0	0	0
24. Surety.....	0	0	0	0
26. Burglary and theft.....	(6,697)	6,254	4	(447)
27. Boiler and machinery.....	335	5	251	89
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.....	48,573,091	21,636,839	20,649,563	49,560,367
<b>Details of Write-Ins</b>				
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.....	23,710	567	0	0	24,277
2.1 Allied lines.....	105,756	2,112	0	0	107,868
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).....	979	0	0	0	979
6. Mortgage guaranty.....	0	0	0	0	0
8. Ocean marine.....	0	0	0	0	0
9. Inland marine.....	41,082	0	0	0	41,082
10. Financial guaranty.....	0	0	0	0	0
11.1 Medical professional liability – occurrence.....	1,805	0	0	0	1,805
11.2 Medical professional liability – claims-made.....	315,112	125	0	0	315,237
12. Earthquake.....	5,694	0	0	0	5,694
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.....	1,007,469	0	0	0	1,007,469
17.1 Other liability – occurrence.....	12,925,890	670,725	0	0	13,596,615
17.2 Other liability – claims-made.....	923,820	15,937	0	0	939,757
17.3 Excess workers' compensation.....	0	0	0	0	0
18.1 Products liability—occurrence.....	2,173,573	264,131	0	0	2,437,704
18.2 Products liability—claims-made.....	365,688	1,118	0	0	366,806
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).....	21,202	42	0	0	21,244
19.4 Other commercial auto liability.....	1,523,193	19,452	0	0	1,542,645
21.1 Private passenger auto physical damage.....	0	0	0	0	0
21.2 Commercial auto physical damage.....	147,040	0	0	0	147,040
22. Aircraft (all perils).....	92,137	949	0	0	93,086
23. Fidelity.....	0	0	0	0	0
24. Surety.....	0	0	0	0	0
26. Burglary and theft.....	4	0	0	0	4
27. Boiler and machinery.....	251	0	0	0	251
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.....	19,674,405	975,158	0	0	20,649,563
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	20,649,563

## 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 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1+2+3-4-5
		2 From Affiliates	3 From Non- Affiliates	4 To Affiliates	5 To Non- Affiliates	
1. Fire.....	10,443,014	(154,784)	0	157,030	10,128,305	2,895
2.1 Allied lines.....	18,325,066	2,194,894	0	633,381	19,829,981	56,598
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).....	10,713,183	146	0	136	10,713,183	10
5.2 Commercial multiple peril (liability portion).....	5,612,472	0	0	17,410	5,593,751	1,311
6. Mortgage guaranty.....	0	0	0	0	0	0
8. Ocean marine.....	0	0	0	0	0	0
9. Inland marine.....	3,793,949	289,547	0	1,266,639	2,721,519	95,338
10. Financial guaranty.....	0	0	0	0	0	0
11.1 Medical professional liability – occurrence.....	0	73,091	0	67,975	0	5,116
11.2 Medical professional liability – claims-made.....	0	9,441,726	0	8,780,805	0	660,921
12. Earthquake.....	2,240	79,124	0	73,585	2,240	5,539
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.....	3,680,248	49,993,668	53,436	47,657,414	2,482,822	3,587,116
17.1 Other liability – occurrence.....	33,015,029	441,915,598	0	415,329,992	28,339,239	31,261,396
17.2 Other liability – claims-made.....	609,941	28,991,271	0	27,143,758	414,375	2,043,079
17.3 Excess workers' compensation.....	0	0	0	0	0	0
18.1 Products liability–occurrence.....	1,786,356	76,185,681	0	71,159,498	1,456,448	5,356,091
18.2 Products liability–claims-made.....	0	10,547,368	0	9,809,052	0	738,316
19.1 Private passenger auto no-fault (personal injury protection).....	(17,831)	0	0	(3,632)	(13,926)	(273)
19.2 Other private passenger auto liability.....	(6,299)	0	0	(7,619)	1,893	(573)
19.3 Commercial auto no-fault (personal injury protection).....	1,257,274	1,069	291,314	613,314	890,179	46,164
19.4 Other commercial auto liability.....	99,880,557	29,495,289	0	54,775,875	70,477,056	4,122,915
21.1 Private passenger auto physical damage.....	0	0	0	(49,203)	52,906	(3,703)
21.2 Commercial auto physical damage.....	18,902,232	1,022,047	0	5,155,905	14,380,295	388,079
22. Aircraft (all perils).....	15,995,643	151,099	0	2,831,422	13,102,202	213,118
23. Fidelity.....	0	0	0	0	0	0
24. Surety.....	0	0	0	0	0	0
26. Burglary and theft.....	1,046,583	(963)	0	(88,977)	1,141,294	(6,697)
27. Boiler and machinery.....	2,493,196	433	0	4,447	2,488,847	335
28. Credit.....	31,246,742	0	0	(1)	31,246,743	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.....	258,779,595	650,226,304	344,750	645,328,206	215,449,352	48,573,091
<b>Details of Write-Ins</b>						
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 \$2,752,003

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$1,682,960

## UNDERWRITING AND INVESTMENT EXHIBIT

## PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5	6	7	8
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire.....	1,006,348	82,505	1,082,260	6,593	86,331	54,142	38,782	109.765 %
2.1 Allied lines.....	13,777,234	2,921,789	16,497,407	201,616	348,090	808,544	(258,838)	(182.093)%
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).....	12,249,754	(4,352)	12,308,875	(63,473)	588	(63,132)	247	2,470,000 %
5.2 Commercial multiple peril (liability portion).....	5,391,813	20,637	5,363,408	49,042	232	49,751	(477)	(143.675)%
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.....	1,625,741	72,847	1,674,621	23,967	14,605	8,219	30,353	33.356 %
10. Financial guaranty.....	0	0	0	0	0	0	0	0 %
11.1 Medical professional liability – occurrence.....	0	(150,607)	(140,065)	(10,542)	32,844	20,768	1,534	41.104 %
11.2 Medical professional liability – claims-made.....	0	3,295,151	3,064,490	230,661	1,485,929	1,353,453	363,137	44.109 %
12. Earthquake.....	0	0	0	0	3,539	6,604	(3,065)	(20.126)%
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.....	4,148,966	11,092,870	14,446,600	795,236	3,859,075	2,992,756	1,661,555	53.965 %
17.1 Other liability – occurrence.....	10,089,678	114,794,634	116,862,862	8,021,450	39,951,159	30,868,424	17,104,185	54.476 %
17.2 Other liability – claims-made.....	35,000	3,060,009	2,880,110	214,899	1,312,051	1,101,760	425,190	18.699 %
17.3 Excess workers' compensation.....	0	0	0	0	0	0	0	0 %
18.1 Products liability–occurrence.....	0	(2,795,332)	(2,599,660)	(195,672)	10,172,921	7,657,104	2,320,145	39.130 %
18.2 Products liability–claims-made.....	0	1,654,837	1,538,998	115,839	297,018	362,264	50,593	6.031 %
19.1 Private passenger auto no-fault (personal injury protection).....	8,350,527	0	8,268,436	82,091	63,008	136,418	8,681	(3,179.853)%
19.2 Other private passenger auto liability.....	3,761,274	0	3,711,157	50,117	29,311	77,826	1,602	(279.581)%
19.3 Commercial auto no-fault (personal injury protection).....	492,355	364,122	827,607	28,870	121,559	83,827	66,602	140.957 %
19.4 Other commercial auto liability.....	51,169,938	132,616,529	173,938,121	9,848,346	9,479,651	12,901,834	6,426,163	152.629 %
21.1 Private passenger auto physical damage.....	36,427	0	35,634	793	298	1,067	24	(0.648)%
21.2 Commercial auto physical damage.....	15,085,231	227,185	15,096,101	216,315	80,347	47,411	249,251	64.346 %
22. Aircraft (all perils).....	7,971,930	91,835	7,957,654	106,111	234,479	138,557	202,033	69.540 %
23. Fidelity.....	0	0	0	0	0	0	0	0 %
24. Surety.....	0	0	0	0	0	0	0	0 %
26. Burglary and theft.....	553,970	0	554,147	(177)	344	387	(220)	49.217 %
27. Boiler and machinery.....	104,614	0	104,614	0	16	12	4	4.494 %
28. Credit.....	14,160,231	0	14,160,231	0	0	0	0	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.....	150,011,031	267,344,659	397,633,608	19,722,082	67,573,395	58,607,996	28,687,481	57.884 %
<b>Details of Write-Ins</b>								
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	9
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excl. Incurred But Not Reported (Cols. 1+2-3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire.....	333,464	263,522	578,539	18,447	3,070,390	953,268	3,955,774	86,331	26,678
2.1 Allied lines.....	3,301,345	3,918,665	6,945,703	274,307	1,609,758	983,957	2,519,932	348,090	56,492
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).....	6,639,114	0	6,639,114	0	5,331,768	8,400	5,339,580	588	236
5.2 Commercial multiple peril (liability portion).....	10,611,262	0	10,611,262	0	8,791,015	0	8,790,783	232	47
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.....	312,541	0	307,820	4,721	547,521	23,713	561,350	14,605	2,787
10. Financial guaranty.....	0	0	0	0	0	0	0	0	0
11.1 Medical professional liability – occurrence.....	0	270,000	251,100	18,900	0	199,200	185,256	32,844	12,159
11.2 Medical professional liability – claims-made.....	0	9,397,474	8,739,651	657,823	0	11,830,087	11,001,981	1,485,929	605,787
12. Earthquake.....	0	0	0	0	786	50,551	47,798	3,539	3,165
13.1 Comprehensive (hospital and medical) individual.....	0	0	0	0	0	0	0	0	0
13.2 Comprehensive (hospital and medical) group.....	0	0	0	0	0	0	0	0	0
14. Credit accident and health (group and individual).....	0	0	0	0	0	0	0	0	0
15.1 Vision only.....	0	0	0	0	0	0	0	0	0
15.2 Dental only.....	0	0	0	0	0	0	0	0	0
15.3 Disability income.....	0	0	0	0	0	0	0	0	0
15.4 Medicare supplement.....	0	0	0	0	0	0	0	0	0
15.5 Medicaid Title XIX.....	0	0	0	0	0	0	0	0	0
15.6 Medicare Title XVIII.....	0	0	0	0	0	0	0	0	0
15.7 Long-term care.....	0	0	0	0	0	0	0	0	0
15.8 Federal employees health benefits plan.....	0	0	0	0	0	0	0	0	0
15.9 Other health.....	0	0	0	0	0	0	0	0	0
16. Workers' compensation.....	11,957,855	34,394,342	43,844,642	2,507,555	5,393,315	18,657,151	22,698,946	3,859,075	814,872
17.1 Other liability – occurrence.....	25,052,235	172,012,805	184,791,238	12,273,802	41,402,757	387,205,199	400,930,599	39,951,159	14,542,629
17.2 Other liability – claims-made.....	130,000	3,527,875	3,407,739	250,136	89,546	15,155,901	14,183,532	1,312,051	631,914
17.3 Excess workers' compensation.....	0	0	0	0	0	0	0	0	0
18.1 Products liability–occurrence.....	0	29,267,642	27,219,807	2,048,735	773,760	115,919,101	108,568,675	10,172,921	6,082,587
18.2 Products liability–claims-made.....	0	776,053	721,729	54,324	0	3,467,053	3,224,359	297,018	244,767
19.1 Private passenger auto no-fault (personal injury protection).....	8,595,894	0	8,556,429	39,465	2,082,562	0	2,059,019	63,008	28,049
19.2 Other private passenger liability.....	692,847	0	681,599	11,248	1,026,194	0	1,008,131	29,311	8,433
19.3 Commercial auto no-fault (personal injury protection).....	1,853,001	736,716	2,500,389	89,328	801,380	264,798	1,033,947	121,559	4,082
19.4 Other commercial auto liability.....	53,330,183	62,974,579	111,137,629	5,167,133	55,276,733	48,578,233	99,542,448	9,479,651	2,054,433
21.1 Private passenger auto physical damage.....	0	0	0	0	18,652	0	18,354	298	116
21.2 Commercial auto physical damage.....	3,159,007	10,156	3,133,253	35,910	4,200,744	2,161	4,158,468	80,347	20,290
22. Aircraft (all perils).....	14,493,756	70,954	14,414,353	150,357	5,082,367	120,394	5,118,639	234,479	40,908
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.....	111,750	0	111,435	315	69,490	22	69,483	344	300
27. Boiler and machinery.....	37,621	0	37,621	0	1,160,151	152	1,160,287	16	(1,427)
28. Credit.....	175,000	0	175,000	0	5,623,196	0	5,623,196	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.....	140,786,875	317,620,783	434,805,152	23,602,506	142,352,085	603,419,341	701,800,537	67,573,395	25,179,304
<b>Details of Write-Ins</b>									
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 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1. Direct.....	13,051,773	0	0	13,051,773
1.2. Reinsurance assumed.....	27	0	0	27
1.3. Reinsurance ceded.....	4,013,781	0	0	4,013,781
1.4. Net claim adjustment services (1.1+1.2-1.3).....	9,038,019	0	0	9,038,019
2. Commission and brokerage:				
2.1. Direct, excluding contingent.....	0	18,089,701	0	18,089,701
2.2. Reinsurance assumed, excluding contingent.....	0	56,829	0	56,829
2.3. Reinsurance ceded, excluding contingent.....	0	15,311,023	0	15,311,023
2.4. Contingent—direct.....	0	697,412	0	697,412
2.5. Contingent—reinsurance assumed.....	0	0	0	0
2.6. Contingent—reinsurance ceded.....	0	173,204	0	173,204
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	3,359,715	0	3,359,715
3. Allowances to manager and agents.....	0	16,496	0	16,496
4. Advertising.....	51	1,796	0	1,847
5. Boards, bureaus and associations.....	3,385	282,293	0	285,678
6. Surveys and underwriting reports.....	0	(317,868)	0	(317,868)
7. Audit of assureds' records.....	0	99,556	0	99,556
8. Salary and related items:				
8.1. Salaries.....	987,634	4,140,551	0	5,128,185
8.2. Payroll taxes.....	68,130	282,208	0	350,338
9. Employee relations and welfare.....	153,432	686,866	0	840,298
10. Insurance.....	16,203	106,118	0	122,321
11. Directors' fees.....	0	0	0	0
12. Travel and travel items.....	8,831	122,559	0	131,390
13. Rent and rent items.....	46,144	273,300	0	319,444
14. Equipment.....	50,959	355,171	0	406,130
15. Cost or depreciation of EDP equipment and software.....	9,330	60,503	0	69,833
16. Printing and stationery.....	824	17,730	0	18,554
17. Postage, telephone and telegraph, exchange and express.....	10,031	69,167	0	79,198
18. Legal and auditing.....	9,086	81,501	0	90,587
19. Totals (Lines 3 to 18).....	1,364,040	6,277,947	0	7,641,987
20. Taxes, licenses and fees:				
20.1. State and local insurance taxes deducting guaranty association credits of \$ 4,989.....	371	796,493	0	796,864
20.2. Insurance department licenses and fees.....	0	46,164	0	46,164
20.3. Gross guaranty association assessments.....	(7)	18,985	0	18,978
20.4. All other (excluding federal and foreign income and real estate).....	756	5,248	0	6,004
20.5. Total taxes, licenses and fees (20.1+20.2+20.3+20.4).....	1,120	866,890	0	868,010
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.....	79,124	319,610	104,050	502,784
25. Total expenses incurred.....	10,482,303	10,824,162	104,050	(a) 21,410,515
26. Less unpaid expenses—current year.....	25,179,304	6,356,905	30,278	31,566,487
27. Add unpaid expenses—prior year.....	20,020,946	19,223,589	16,563	39,261,098
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).....	5,323,945	23,690,846	90,335	29,105,126
<b>Details of Write-Ins</b>				
2401. OUTSIDE CONSULTING.....	56,841	328,671	104,050	489,562
2402. OTHER.....	21,845	4,383	0	26,228
2403. CLAIMS SEARCH FEES.....	2,490	0	0	2,490
2498. Summary of remaining write-ins for Line 24 from overflow page.....	(2,052)	(13,444)	0	(15,496)
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above).....	79,124	319,610	104,050	502,784

(a) Includes management fees of \$12,628,272 to affiliates and \$71,812 to non-affiliates.

## EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year	
1. U.S. Government bonds	(a) 140,929		150,946
1.1. Bonds exempt from U.S. tax	(a) 76,697		76,697
1.2. Other bonds (unaffiliated)	(a) 3,044,114		3,188,018
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) 330,675		329,956
7. Derivative instruments	(f) 0		0
8. Other invested assets	0		0
9. Aggregate write-ins for investment income	2,107		2,107
10. Total gross investment income	3,606,475		3,759,677
11. Investment expenses		(g) 104,050	
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 0	
13. Interest expense		(h) 146,315	
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)		250,365	
17. Net investment income (Line 10 minus Line 16)		3,509,312	
<b>Details of Write-Ins</b>			
0901. MISC INCOME	2,107		2,107
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)	2,107		2,107
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 \$393,583 accrual of discount less \$76,971 amortization of premium and less \$56,400 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 \$166,677 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued interest on purchases.

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

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

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

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

## EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)	
1. U.S. Government bonds	0	0	0	0	0	0
1.1. Bonds exempt from U.S. tax	0	0	0	0	0	0
1.2. Other bonds (unaffiliated)	(8,461)	0	(8,461)	0	0	0
1.3. Bonds of affiliates	0	0	0	0	0	0
2.1. Preferred stocks (unaffiliated)	0	0	0	1,800	0	0
2.11. Preferred stocks of affiliates	0	0	0	0	0	0
2.2. Common stocks (unaffiliated)	0	0	0	0	0	0
2.21. Common stocks of affiliates	0	0	0	22,136,911	0	0
3. Mortgage loans	0	0	0	0	0	0
4. Real estate	0	0	0	0	0	0
5. Contract loans	0	0	0	0	0	0
6. Cash, cash equivalents and short-term investments	(1,239)	0	(1,239)	0	0	0
7. Derivative instruments	0	0	0	0	0	0
8. Other invested assets	0	0	0	0	0	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0	0
10. Total capital gains (losses)	(9,700)	0	(9,700)	22,138,711	0	0
<b>Details of Write-Ins</b>						
0901.	0	0	0	0	0	0
0902.	0	0	0	0	0	0
0903.	0	0	0	0	0	0
0998. Summary of remaining write-ins for Line 09 from overflow page	0	0	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above)	0	0	0	0	0	0

## EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....	0	0	0
2. Stocks (Schedule D):			
2.1. Preferred stocks.....	0	0	0
2.2. Common stocks.....	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1. First liens.....	0	0	0
3.2. Other than first liens.....	0	0	0
4. Real estate (Schedule A):			
4.1. Properties occupied by the company.....	0	0	0
4.2. Properties held for the production of income.....	0	0	0
4.3. Properties held for sale.....	0	0	0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....	0	0	0
6. Contract loans.....	0	0	0
7. Derivatives (Schedule DB).....	0	0	0
8. Other invested assets (Schedule BA).....	0	0	0
9. Receivables for securities.....	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL).....	0	0	0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	0	0	0
13. Title plants (for Title insurers only).....	0	0	0
14. Investment income due and accrued.....	0	0	0
15. Premiums and considerations:			
15.1. Uncollected premiums and agents' balances in the course of collection.....	539,602	845,698	306,096
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.....	1,283,009	432,342	(850,667)
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.....	0	10,000	10,000
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	1,829,460	1,294,889	(534,571)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. Total (Lines 26 and 27).....	1,829,460	1,294,889	(534,571)
<b>Details of Write-Ins</b>			
1101.....	0	0	0
1102.....	0	0	0
1103.....	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	0	0	0
2501. OTHER ASSETS.....	0	10,000	10,000
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).....	0	10,000	10,000

## 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 #	2023	2022
Net Income					
(1) State basis (Page 4, Line 20, Columns 1 & 2).....	XXX	XXX	XXX	\$ 6,730,120	\$ 2,578,221
(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	\$ 6,730,120	\$ 2,578,221
Surplus					
(5) State basis (Page 3, Line 37, Columns 1 & 2).....	XXX	XXX	XXX	\$ 233,298,489	\$ 204,780,618
(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	\$ 233,298,489	\$ 204,780,618

#### 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.....	\$.....	62,464
2. 12 months or longer.....	\$.....	329,984

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

1. Less than 12 months.....	\$.....	7,260,483
2. 12 months or longer.....	\$.....	5,411,525

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

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

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

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

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

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

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

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

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

J. Real Estate - Not Applicable

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

## Notes to the Financial Statements

### 5. Investments (Continued)

#### L. Restricted Assets

##### (1) Restricted assets (including pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted							Current Year			
	Current Year							Current Year			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity	Total (1 + 3)	Total From Prior Year	Increase / (Decrease) (5 - 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5-8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets, %	Admitted to Total Admitted Assets, %
a. Subject to contractual obligation for which liability is not shown	\$ 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	7,563,087	0	0	0	7,563,087	7,597,020	(33,933)	0	7,563,087	0.340	0.340
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)	\$ 7,563,087	\$ 0	\$ 0	\$ 0	\$ 7,563,087	\$ 7,597,020	\$ (33,933)	\$ 0	\$ 7,563,087	0.340 %	0.340 %

(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

C. The gross, nonadmitted and admitted amounts for interest income due and accrued

Interest Income Due and Accrued	Amount
1. Gross.....	\$ 653,235
2. Nonadmitted.....	\$ 0
3. Admitted.....	\$ 653,235

D. The aggregate deferred interest - Not Applicable

E. The cumulative amounts of paid-in-kind (PIK) interest included in the current principal balance - Not Applicable

## Notes to the Financial Statements

### 8. Derivative Instruments - Not Applicable

### 9. Income Taxes

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

##### (1) Change between years by tax character

	2023			2022			Change		
	(1)	(2)	(3) Total (Col 1+2)	(4)	(5)	(6) Total (Col 4+5)	(7)	(8)	(9) Total (Col 7+8)
	Ordinary	Capital		Ordinary	Capital		Ordinary (Col 1-4)	Capital (Col 2-5)	
(a) Gross deferred tax assets	\$ 3,062,919	\$ 2,898	\$ 3,065,817	\$ 2,891,746	\$ 3,276	\$ 2,895,022	\$ 171,173	\$ (378)	\$ 170,795
(b) Statutory valuation allowance adjustments	0	0	0	0	0	0	0	0	0
(c) Adjusted gross deferred tax assets (1a - 1b)	3,062,919	2,898	3,065,817	2,891,746	3,276	2,895,022	171,173	(378)	170,795
(d) Deferred tax assets nonadmitted	1,280,111	2,898	1,283,009	429,066	3,276	432,342	851,045	(378)	850,667
(e) Subtotal net admitted deferred tax asset (1c - 1d)	\$ 1,782,808	\$ 0	\$ 1,782,808	\$ 2,462,680	\$ 0	\$ 2,462,680	\$ (679,872)	\$ 0	\$ (679,872)
(f) Deferred tax liabilities	111,292	0	111,292	60,108	0	60,108	51,184	0	51,184
(g) Net admitted deferred tax asset/(net deferred tax liability) (1e - 1f)	\$ 1,671,516	\$ 0	\$ 1,671,516	\$ 2,402,572	\$ 0	\$ 2,402,572	\$ (731,056)	\$ 0	\$ (731,056)

##### (2) Admission calculation components SSAP No. 101

	2023			2022			Change			
	(1)	(2)	(3) Total (Col 1+2)	(4)	(5)	(6) Total (Col 4+5)	(7)	(8)	(9) Total (Col 7+8)	
	Ordinary	Capital		Ordinary	Capital		Ordinary (Col 1-4)	Capital (Col 2-5)		
(a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 1,671,516	\$ 0	\$ 1,671,516	\$ 2,365,090	\$ 0	\$ 2,365,090	\$ (693,574)	\$ 0	\$ (693,574)	
(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)	0	0	0	37,482	0	37,482	(37,482)	0	(37,482)	
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	0	0	0	37,482	0	37,482	(37,482)	0	(37,482)	
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	23,181,267	XXX	XXX	30,356,707	XXX	XXX	(7,175,440)	
(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	111,292	0	111,292	60,108	0	60,108	51,184	0	51,184	
(d) Deferred tax assets admitted as the result of application of SSAP No. 101.	Total (2(a) + 2(b) + 2(c))	\$ 1,782,808	\$ 0	\$ 1,782,808	\$ 2,462,680	\$ 0	\$ 2,462,680	\$ (679,872)	\$ 0	\$ (679,872)

##### (3) Ratio used as basis of admissibility

	2023	2022
(a) Ratio percentage used to determine recovery period and threshold limitation amount	272.183 %	315.400 %
(b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 231,626,973	\$ 202,378,046

##### (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

	2023			2022			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)	\$ 3,062,919	\$ 2,898	\$ 2,891,746	\$ 3,276	\$ 171,173	\$ (378)			
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0 %	0 %	0 %	0 %	0 %	0 %	0 %	0 %	0 %
3. Net admitted adjusted gross DTAs amount from Note 9A1(e)	\$ 1,782,808	\$ 0	\$ 2,462,680	\$ 0	\$ (679,872)	\$ 0			
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 %	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) 2023	(2) 2022	(3) Change (1-2)
Current income taxes incurred consist of the following major components:			
1. Current Income Tax			
(a) Federal.....	\$ 1,987,955	\$ 2,440,722	\$ (452,767)
(b) Foreign.....	0	0	0
(c) Subtotal (1a+1b).....	\$ 1,987,955	\$ 2,440,722	\$ (452,767)
(d) Federal income tax on net capital gains.....	(2,039)	(635)	(1,404)
(e) Utilization of capital loss carry-forwards.....	0	0	0
(f) Other.....	24,199	138,103	(113,904)
(g) Federal and foreign income taxes incurred (1c+1d+1e+1f).....	<u>\$ 2,010,115</u>	<u>\$ 2,578,190</u>	<u>\$ (568,075)</u>
	(1) 2023	(2) 2022	(3) Change (1-2)
2. Deferred Tax Assets			
(a) Ordinary			
(1) Discounting of unpaid losses.....	\$ 1,631,140	\$ 1,259,587	\$ 371,553
(2) Unearned premium reserve.....	880,705	908,670	(27,965)
(3) Policyholder reserves.....	0	0	0
(4) Investments.....	0	0	0
(5) Deferred acquisition costs.....	0	259,617	(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.....	114,755	181,135	(66,380)
(11) Net operating loss carry-forward.....	0	0	0
(12) Tax credit carry-forward.....	0	0	0
(13) Other.....	436,319	282,737	153,582
(99) Subtotal (Sum of 2a1 through 2a13).....	<u>\$ 3,062,919</u>	<u>\$ 2,891,746</u>	<u>\$ 171,173</u>
(b) Statutory valuation allowance adjustment.....	0	0	0
(c) Nonadmitted.....	1,280,111	429,066	851,045
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c).....	<u>\$ 1,782,808</u>	<u>\$ 2,462,680</u>	<u>\$ (679,872)</u>
(e) Capital			
(1) Investments.....	\$ 0	\$ 0	\$ 0
(2) Net capital loss carry-forward.....	0	0	0
(3) Real estate.....	0	0	0
(4) Other.....	2,898	3,276	(378)
(99) Subtotal (2e1+2e2+2e3+2e4).....	<u>\$ 2,898</u>	<u>\$ 3,276</u>	<u>\$ (378)</u>
(f) Statutory valuation allowance adjustment.....	0	0	0
(g) Nonadmitted.....	2,898	3,276	(378)
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g).....	0	0	0
(i) Admitted deferred tax assets (2d + 2h).....	<u>\$ 1,782,808</u>	<u>\$ 2,462,680</u>	<u>\$ (679,872)</u>
	(1) 2023	(2) 2022	(3) Change (1-2)
3. Deferred Tax Liabilities			
(a) Ordinary			
(1) Investments.....	\$ 82,740	\$ 17,280	\$ 65,460
(2) Fixed assets.....	0	0	0
(3) Deferred and uncollected premium.....	0	0	0
(4) Policyholder reserves.....	0	0	0
(5) Other.....	28,552	42,828	(14,276)
(99) Subtotal (3a1+3a2+3a3+3a4+3a5).....	<u>\$ 111,292</u>	<u>\$ 60,108</u>	<u>\$ 51,184</u>
(b) Capital			
(1) Investments.....	\$ 0	\$ 0	\$ 0
(2) Real estate.....	0	0	0
(3) Other.....	0	0	0
(99) Subtotal (3b1+3b2+3b3).....	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
(c) Deferred tax liabilities (3a99 + 3b99).....	<u>\$ 111,292</u>	<u>\$ 60,108</u>	<u>\$ 51,184</u>
4. Net deferred tax assets/liabilities (2i - 3c).....	<u>\$ 1,671,516</u>	<u>\$ 2,402,572</u>	<u>\$ (731,056)</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)

	2023	Effective Tax Rate
Provision computed at statutory rate.....	\$ 1,835,449	21.000 %
Proration of tax exempt investment income.....	4,250	0.049 ...
Tax exempt income deduction.....	(16,061)	-0.184 ...
Dividends received deduction.....	(941)	-0.011 ...
Other Permanent differences.....	1,049	0.012 ...
Change in nonadmitted assets.....	66,380	0.759 ...
Accrual adjustment - prior year.....	0	0 ...
Other.....	0	0 ...
<b>Total.....</b>	<b>\$ 1,890,126</b>	<b>21.626 %</b>

	2023	Effective Tax Rate
Federal and foreign income taxes incurred.....	\$ 2,012,154	23.022 %
Realized capital gains (losses) tax.....	(2,039)	-0.023 ...
Change in deferred income taxes.....	(119,989)	-1.373 ...
<b>Total statutory income taxes.....</b>	<b>\$ 1,890,126</b>	<b>21.626 %</b>

### E. Operating Loss and Tax Credit Carryforwards

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

Total
2021..... \$ 0
2022..... 1,324,141
2023..... 347,375

- (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

#### Dollar Amounts of Transactions

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

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

### D. Amounts Due From or To Related Parties

See Note 10E.

## Notes to the Financial Statements

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

#### **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 2023, Falls Lake Insurance Management Company, Inc. incurred \$12,628,272 of expenses on behalf of Falls Lake National Insurance Company, pursuant to the terms of the intercompany Management Services Agreement. As of December 31, 2023, \$12,658,703 of this amount had been settled, and the resulting \$30,431 receivable was settled by January 31, 2024.

#### **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 \$422,233 for 2023. 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. The Company has 300,000 shares of common stock authorized, issued, and outstanding at a par value of \$14 per share.**

#### **B. Dividend Rate of Preferred Stock - Not Applicable**

#### **C. The maximum amount of dividends or distributions which may be paid to stockholders by property/casualty insurance companies domiciled in the State of Ohio without (i) prior approval or (ii) expiration of a 30-day waiting period without disapproval of the Director of Insurance is the greater of net income or 10% of policyholders' surplus as of the preceding December 31, but only to the extent of earned surplus as of the preceding December 31. Based on this calculation, the maximum amount of ordinary dividends or distributions which may be paid in 2024 is \$23,329,849.**

#### **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. There were no restrictions placed on the Company's unassigned funds.**

#### **G. Surplus Advances - Not Applicable**

#### **H. Stock Held for Special Purposes - Not Applicable**

#### **I. During 2023, the Aggregate Write-In for Special Surplus Funds increased by \$4.5 million as a result of a gain on retroactive reinsurance. During 2023, \$1.9 million of restricted surplus was transferred to unassigned funds as a result of retroactive reinsurance (see note 23F(1)d).**

## Notes to the Financial Statements

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

#### J. Unassigned Funds (Surplus)

The portion of unassigned funds (surplus) represented by cumulative unrealized gains is: \$55,792,685.

#### 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 off 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 has an accrual of \$8,757 for guaranty fund assessments as of December 31, 2023. The liability is included in the taxes, licenses and fees liability and is expected to be paid in 2024. The amounts represent management's best estimates based on information received from the states in which the Company writes business and may change due to many factors, including the Company's share of the ultimate cost of current insolvencies.

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

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

#### C. Gain Contingencies - Not Applicable

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

#### E. Product Warranties - Not Applicable

#### F. Joint and Several Liabilities - Not Applicable

#### G. All Other Contingencies

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

### 15. Leases - Not Applicable

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

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

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

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

Name and Address of Managing General Agent or Third Party Administration	FEIN Number	Exclusive Contract	Types of Business Written	Type of Authority Granted	Total Direct Premium Written / Produced By
AE Underwriters Agency Inc., 444 Madison Ave., Suite 501, New York, NY 10022 .....	46-3127467 ..	NO .....	Commercial Package, WC..... U,B,PCA,C.....	\$.....	22,233,429
Total .....					\$ 22,233,429

### 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.

## Notes to the Financial Statements

### 20. Fair Value Measurements (Continued)

#### (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	\$ 185,925	\$ 0	\$ 0	\$ 185,925
Money market mutual funds .....	0	0	0	2,897,663	2,897,663
Total assets at fair value/NAV .....	<u>\$ 0</u>	<u>\$ 185,925</u>	<u>\$ 0</u>	<u>\$ 2,897,663</u>	<u>\$ 3,083,588</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, 2023, 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 .....	\$ 77,254,140	\$ 77,315,427	\$ 5,793,442	\$ 71,460,698	\$ 0	\$ 0	\$ 0
Preferred stock .....	185,925	185,925	0	185,925	0	0	0
Cash equivalents & short-term investments .....	10,813,184	10,811,840	0	7,915,521	0	2,897,663	0

#### D. Not Practicable to Estimate Fair Value - Not Applicable

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

### 21. Other Items

#### A. Unusual or Infrequent Items

On September 25, 2023, the Company and its subsidiary Stonewood Insurance Company ("SIC") announced that they entered into an agreement to sell the renewal rights to the Individual Risk Workers' Compensation ("IRWC") business in the Specialty Admitted Insurance segment. The transaction includes the full operations of the business, including underwriting, loss control and claims, and transfer of the employees supporting the business. The transaction, which closed on September 29, 2023, is aligned with the strategy to focus resources on core businesses where we have meaningful scale. Gross written premiums for the Company's IRWC business were \$0.4 million for the nine months ended September 30, 2023 (\$0.1 million in the respective prior year period). The Company is a party to an intercompany pooling agreement ("the Pool") (see note 26 of Annual Statement). The IRWC business represent 3.2% of the consolidated gross written premiums for the Pool for the nine months ended September 30, 2023.

On November 8, 2023, the Company's ultimate parent James River Group Holdings, LTD. ("JRGH") entered into a Stock Purchase Agreement (the "Stock Purchase Agreement") with Fleming Intermediate Holdings LLC, a Cayman Islands limited liability company (the "Buyer"). Pursuant to the Stock Purchase Agreement, and on the terms and subject to the conditions therein, the Buyer agreed to purchase from JRGH all of the common shares of JRG Re, the Company's sister company (the "Transaction"). The Transaction, which is expected to close in the first quarter of 2024, will result in the JRGH's disposition of its casualty reinsurance business and related assets.

On November 10, 2023, JRGH announced that its board of directors has initiated an exploration of strategic alternatives. As part of this process, the board will consider a wide range of options for the JRGH including, among other things, a potential sale, merger, or other strategic transaction. JRGH has retained financial advisers to assist in the process. There is no assurance that the process will result in the JRGH pursuing a particular transaction or other strategic outcome.

#### B. Troubled Debt Restructuring - Not Applicable

## Notes to the Financial Statements

### 21. Other Items (Continued)

- 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 23, 2024 that merited recognition or disclosure in these statements.

### 23. Reinsurance

#### A. Unsecured Reinsurance Recoverables

At December 31, 2023, 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-1340125	Hannover Rueck SE	\$ 21,637,000

Individual Reinsurers Who Are Members of a Group

NAIC Group Code	FEIN	Reinsurer Name	Unsecured Amount
1279	06-1430254	Arch Reins Co	\$ 8,847,000
0079	38-0855585	Motors Ins Corp	33,860,000
0181	13-1675535	Swiss Reins Amer Corp	90,246,000

#### 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	\$ 277,169,892	\$ 59,940,214	\$ 274,344,198	\$ 61,135,620	\$ 2,825,694	\$ (1,195,406)
b. All other	194,768	73,236	71,640,133	17,089,291	(71,445,365)	(17,016,055)
c. Total (a+b)	<u>\$ 277,364,660</u>	<u>\$ 60,013,450</u>	<u>\$ 345,984,331</u>	<u>\$ 78,224,911</u>	<u>\$ (68,619,671)</u>	<u>\$ (18,211,461)</u>
d. Direct unearned premium reserve				\$ 89,269,233		

- (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	4,835,549	0	4,670,814	164,735
c. Other profit commission arrangements	0	0	0	0
d. Total (a+b+c)	<u>\$ 4,835,549</u>	<u>\$ 0</u>	<u>\$ 4,670,814</u>	<u>\$ 164,735</u>

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

#### D. Uncollectible Reinsurance - Not Applicable

#### 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	\$ 0
(5) Company	\$ 0
JRG Re, Ltd.	\$ 0

## Notes to the Financial Statements

### 23. Reinsurance (Continued)

Effective January 1, 2023, the Company fully commuted its 70% quota share reinsurance agreement with its affiliate JRG 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 \$2.7 million from JRG Re, Ltd, which was equal to the total of the outstanding balances under the contract. There were no losses or loss adjustment expenses incurred nor premiums earned as a result of this transaction.

#### 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 of Annual Statement). 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 is 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 is 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 resulting from a gain on the LPT is 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	\$ (3,268,790)
2. Current year.....	0	(4,508,164)
3. Current total (1+2).....	<u>\$ 0</u>	<u>\$ (7,776,954)</u>

##### (d) Special surplus from retroactive reinsurance

	Assumed	Ceded
1. Initial surplus gain or loss.....	\$ 0	\$ 0
2. Adjustments - prior year(s).....	0	3,268,790
3. Adjustments - current year.....	0	4,508,164
4. Current year restricted surplus.....	0	(5,886,678)
5. Cumulative total transferred to unassigned funds (1+2+3+4).....	<u>\$ 0</u>	<u>\$ 1,890,276</u>

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

Company	Assumed Amount	Ceded Amount
Total.....	<u>\$ 0</u>	<u>\$ 0</u>

## Notes to the Financial Statements

### 23. Reinsurance (Continued)

(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	Collateral Held
Total.....	\$ 0	\$ 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, 2023	Dec. 31, 2022
<b>Reserves, Net of Reinsurance Recoverables at Beginning of Period</b>	\$ 78,628,942	\$ 42,041,575
Loss and loss adjustment expense incurred:		
Current accident year	32,425,047	30,038,184
Prior accident years	6,744,737	2,229,096
	39,169,784	32,267,280
Loss and loss adjustment expense payments made for:		
Current accident year	2,268,666	2,360,388
Prior accident years	22,777,361	(6,680,475)
	25,046,027	(4,320,087)
<b>Reserves, Net of Reinsurance Recoverables at End of Period</b>	<b>\$ 92,752,699</b>	<b>\$ 78,628,942</b>

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 2023, due to adverse paid loss trends on the legacy commercial auto portfolio, the Pool recognized adverse prior year development of \$64.4 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 \$64.4 million in Aggregate Write-Ins for Miscellaneous Income. See Note 23. The Pool also recognized \$32.6 million of net adverse development in the Excess and Surplus Lines segment, with adverse development in accident years 2020 and prior exceeding favorable development on accident years 2022 and 2021, primarily on the other liability lines of business.

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, and CA). 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 Cedents 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 \$3,145,007 as of December 31, 2023.

### 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: 02/15/2024
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 Liab Occur.....	\$..... 16,392,871	\$..... 13,036,198	\$..... 0	\$..... 13,036,198
Total.....		<u>\$..... 16,392,871</u>	<u>\$..... 13,036,198</u>	<u>\$..... 0</u>	<u>\$..... 13,036,198</u>

(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).....	\$..... 13,036,198
b. Collateral on balance sheet (must be equal to or greater than zero).....	13,036,198
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

	2019	2020	2021	2022	2023
a. Beginning reserves.....	\$..... 132,610	\$..... 78,148	\$..... 117,814	\$..... 31,648	\$..... 32,101
b. Incurred losses and loss adjustment expense.....	(47,831)	(6,806)	9,649	6,710	(5,951)
c. Calendar year payments for losses and loss adjustment expenses.....	6,631	(46,472)	95,815	6,257	(63,445)
d. Ending reserves (a+b-c).....	<u>\$..... 78,148</u>	<u>\$..... 117,814</u>	<u>\$..... 31,648</u>	<u>\$..... 32,101</u>	<u>\$..... 89,595</u>

(3) Net of ceded reinsurance basis

	2019	2020	2021	2022	2023
a. Beginning reserves.....	\$..... 9,283	\$..... 4,690	\$..... 11,781	\$..... 2,215	\$..... 2,247
b. Incurred losses and loss adjustment expenses.....	(2,869)	3,838	675	470	(417)
c. Calendar year payments for losses and loss adjustment expenses.....	1,724	(3,253)	10,241	438	(4,441)
d. Ending reserves (a+b-c).....	<u>\$..... 4,690</u>	<u>\$..... 11,781</u>	<u>\$..... 2,215</u>	<u>\$..... 2,247</u>	<u>\$..... 6,271</u>

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

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? ..... NO .....  
2.2. If yes, date of change: .....  
3.1. State as of what date the latest financial examination of the reporting entity was made or is being made. ..... 12/31/2019 .....  
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: .....  
    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: .....  
    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	2	3
Name of Entity	NAIC Company Code	State of Domicile
.....	00000	.....

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

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.

**GENERAL INTERROGATORIES**  
PART 1 - COMMON INTERROGATORIES

1	2	3	4
American Bankers Association (ABA) Routing Number	Issuing or Confirming Bank Name	Circumstances That Can Trigger the Letter of Credit	Amount
051401027	AMERICAN BANK & TRUST	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	\$ 81,830
053201034	ARTHUR STATE BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	35,000
075901590	BARABOO STATE BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	28,453
101201892	CENTRAL BANK OF THE MIDWEST	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	17,500
251483311	DUPONT COMMUNITY CREDIT UNION	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	53,206
112314066	FORT DAVIS STATE BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	2,300
073913755	HILLS BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	30,723
043308691	SOMERSET TRUST COMMUNITY	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	73,411
061112843	UNITED COMMUNITY BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	43,872
243374221	WASHINGTON FINANCIAL BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	62,945

**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

**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	

**GENERAL INTERROGATORIES**  
PART 1 - COMMON INTERROGATORIES

**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)

NOT APPLICABLE

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..... \$..... 7,563,087

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

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	2
Name of Custodian(s)	Custodian's Address
TRUIST BANK	P.O. 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:

**GENERAL INTERROGATORIES**

## PART 1 - COMMON INTERROGATORIES

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?  YES29.0598. 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	

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

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
31.1. Bonds.....	\$..... 85,229,604	\$..... 85,169,661	\$..... (59,943)
31.2. Preferred Stocks.....	185,925	185,925	0
31.3. Totals.....	\$..... 85,415,529	\$..... 85,355,586	\$..... (59,943)

## GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

FAIR VALUES ARE BASED ON END OF PERIOD PRICES PROVIDED BY PRICING SERVICES SUCH AS REFINITIV OR IHS MARKIT. PRICES MAY ALSO BE OBTAINED FROM A BROKER. SHORT-TERM SECURITIES AND CASH EQUIVALENTS ARE VALUED AT AMORTIZED COST. MONEY MARKET FUNDS ARE VALUED USING A STABLE NET ASSET VALUE (NAV).

32.1. Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? ..... 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? ..... \$ ..... 367,037

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 SERVICES, INC.	\$ ..... 171,973

41.1. Amount of payments for legal expenses, if any? ..... \$ ..... 20,014

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
	\$ ..... 0

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

**GENERAL INTERROGATORIES**

## PART 1 - COMMON INTERROGATORIES

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
1.3.	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?	\$ 0
1.31.	Reason for excluding	
1.4.	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.	\$ 0
1.5.	Indicate total incurred claims on all Medicare Supplement insurance.	\$ 0
1.6.	Individual policies:	
	Most current three years:	
1.61.	Total premium earned	\$ 0
1.62.	Total incurred claims	\$ 0
1.63.	Number of covered lives	0
	All years prior to most current three years:	
1.64.	Total premium earned	\$ 0
1.65.	Total incurred claims	\$ 0
1.66.	Number of covered lives	0
1.7.	Group policies:	
	Most current three years:	
1.71.	Total premium earned	\$ 0
1.72.	Total incurred claims	\$ 0
1.73.	Number of covered lives	0
	All years prior to most current three years:	
1.74.	Total premium earned	\$ 0
1.75.	Total incurred claims	\$ 0
1.76.	Number of covered lives	0
		<u>Current Year</u> <u>Prior Year</u>
2.	Health Test:	
2.1.	Premium Numerator	\$ 0 \$ 0
2.2.	Premium Denominator	\$ 49,560,367 \$ 44,079,314
2.3.	Premium Ratio (2.1/2.2)	0 % 0 %
2.4.	Reserve Numerator	\$ 0 \$ 0
2.5.	Reserve Denominator	\$ 243,309,210 \$ 234,557,196
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
3.22.	Non-participating policies	\$ 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
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 COMPANY MAINTAINED A REINSURANCE PLACEMENT COMPRISED OF A PRIMARY 84% QS TREATY UP TO \$1M PER OCCURRENCE AND AN EXCESS OF LOSS TREATY UP TO \$49M, PER OCCURRENCE. NET RISK BEING \$160,000 BEFORE INTERCOMPANY POOLING.	
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 LEAST 80% 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 uninsured 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** 0

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 noncancelable by the reporting entity during the contract term
- (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
- (c) Aggregate stop loss reinsurance coverage;
- (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
- (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
- (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity..... **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?..... **NO**

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 %	0 %
12.42 To.....	0 %	0 %

12.5. Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies?..... **YES**

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

12.61 Letters of Credit.....	\$.....	564,082
12.62 Collateral and other funds.....	\$.....	296,481

**GENERAL INTERROGATORIES**

## PART 2 - PROPERTY &amp; 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:

NOT APPLICABLE

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 2023	2 2022	3 2021	4 2020	5 2019
<b>Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 &amp; 3)</b>					
1. Liability lines (Lines 11, 16, 17, 18 & 19).....	787,194,786	932,107,398	328,597,442	259,776,219	238,069,195
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	55,942,949	46,694,195	42,152,737	27,693,288	16,556,120
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	34,966,172	48,111,915	44,632,644	38,687,915	23,416,350
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	31,246,742	27,674,286	7,960,081	386,756	0
5. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	0	0	0	0	0
6. Total (Line 35).....	909,350,649	1,054,587,794	423,342,904	326,544,178	278,041,665
<b>Net Premiums Written (Page 8, Part 1B, Col. 6)</b>					
7. Liability lines (Lines 11, 16, 17, 18 & 19).....	47,820,268	58,717,829	10,455,054	14,674,577	12,887,113
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	538,049	783,398	205,145	111,679	133,601
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	214,774	373,273	66,533	65,181	1
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).....	48,573,091	59,874,500	10,726,732	14,851,437	13,020,715
<b>Statement of Income (Page 4)</b>					
13. Net underwriting gain (loss) (Line 8).....	(433,579)	292,712	(2,160,545)	4,620,641	545,276
14. Net investment gain (loss) (Line 11).....	3,501,650	990,047	1,657	50,896	440,013
15. Total other income (Line 15).....	5,674,203	3,874,287	1,537,339	2,362,169	395,013
16. Dividends to policyholders (Line 17).....	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19).....	2,012,154	2,578,825	(71,971)	1,580,054	337,427
18. Net income (Line 20).....	6,730,120	2,578,221	(549,578)	5,453,652	1,042,875
<b>Balance Sheet Lines (Pages 2 and 3)</b>					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3).....	2,221,881,446	2,009,782,047	1,152,213,665	566,011,260	500,096,240
20. Premiums and considerations (Page 2, Col. 3)					
20.1. In course of collection (Line 15.1).....	133,991,252	141,438,681	62,769,226	97,588,921	68,511,077
20.2. Deferred and not yet due (Line 15.2).....	61,862,538	68,900,092	65,244,017	5,945,738	14,683,358
20.3. Accrued retrospective premiums (Line 15.3).....	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26).....	1,988,582,957	1,805,001,429	1,028,738,082	451,979,468	400,872,011
22. Losses (Page 3, Line 1).....	67,573,395	58,607,996	31,175,632	16,193,303	14,313,637
23. Loss adjustment expenses (Page 3, Line 3).....	25,179,304	20,020,946	10,865,941	9,180,233	9,030,828
24. Unearned premiums (Page 3, Line 9).....	20,649,563	21,636,839	5,841,653	7,190,675	5,969,323
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).....	233,298,489	204,780,618	123,475,583	114,031,792	99,224,226
<b>Cash Flow (Page 5)</b>					
27. Net cash from operations (Line 11).....	(167,379,918)	(603,479,703)	(395,836,293)	(26,695,554)	(50,100,484)
<b>Risk-Based Capital Analysis</b>					
28. Total adjusted capital.....	233,298,489	204,780,618	123,475,583	114,031,792	99,224,226
29. Authorized control level risk-based capital.....	85,099,705	64,156,616	36,728,906	22,553,955	22,223,540
<b>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</b>					
30. Bonds (Line 1).....	24.8	23.6	3.3	3.5	5.1
31. Stocks (Lines 2.1 & 2.2).....	61.9	60.9	70.0	76.1	83.2
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).....	13.3	15.6	26.7	20.4	11.7
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
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
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).....	192,537,960	170,401,049	99,213,900	94,354,687	83,568,671
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.....	192,537,960	170,401,049	99,213,900	94,354,687	83,568,671
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).....	82.5	83.2	80.4	82.7	84.2

## FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2023	2 2022	3 2021	4 2020	5 2019
<b>Capital and Surplus Accounts (Page 4)</b>					
51. Net unrealized capital gains (losses) (Line 24)	22,138,333	16,165,055	(2,143,401)	10,796,983	4,332,542
52. Dividends to stockholders (Line 35)	0	0	0	0	0
53. Change in surplus as regards policyholders for the year (Line 38)	28,517,871	81,305,035	9,443,791	14,807,566	5,192,742
<b>Gross Losses Paid (Page 9, Part 2, Cols. 1 &amp; 2)</b>					
54. Liability lines (Lines 11, 16, 17, 18 & 19)	341,979,951	21,027,308	(99,368,052)	66,523,802	63,014,247
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	35,389,277	11,892,476	18,019,120	9,369,760	3,312,747
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	25,826,231	20,166,399	18,647,425	7,342,165	12,052,000
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	14,160,231	12,712,570	3,395,287	222,070	0
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59. Total (Line 35)	417,355,690	65,798,753	(59,306,220)	83,457,797	78,378,994
<b>Net Losses Paid (Page 9, Part 2, Col. 4)</b>					
60. Liability lines (Lines 11, 16, 17, 18 & 19)	19,181,295	(3,128,948)	(5,577,744)	3,157,599	3,136,203
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	449,107	(116,125)	137,675	32,156	24,692
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	91,680	57,940	13,421	747	4,629
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	(3,681)	690	0	0
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65. Total (Line 35)	19,722,082	(3,190,814)	(5,425,958)	3,190,502	3,165,524
<b>Operating Percentages (Page 4)</b>					
(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)	57.9	55.0	79.1	37.2	43.8
68. Loss expenses incurred (Line 3)	21.2	18.2	39.1	23.6	33.9
69. Other underwriting expenses incurred (Line 4)	21.8	26.1	(0.3)	5.3	17.3
70. Net underwriting gain (loss) (Line 8)	(0.9)	0.7	(17.9)	33.9	5.0
<b>Other Percentages</b>					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4+5-15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	10.6	12.8	(14.7)	(11.0)	11.4
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2+3 divided by Page 4, Line 1 x 100.0)	79.0	73.2	118.2	60.8	77.7
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)	20.8	29.2	8.7	13.0	13.1
<b>One-Year Loss Development (\$000 omitted)</b>					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11)	6,890	2,357	4,323	(989)	(522)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year-end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0)	3.4	1.9	3.8	(1.0)	(0.6)
<b>Two-Year Loss Development (\$000 omitted)</b>					
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)	12,534	7,709	5,929	(1,104)	(492)
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)	10.2	6.8	6.0	(1.2)	(0.8)

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								12 Number of Claims Reported Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1-2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4-5+6-7+8-9)		
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior	XXX	XXX	XXX	249	481	81	184	37	15	3	(313)	XXX	
2. 2014	19,840	15,108	4,732	8,297	6,657	2,645	1,995	1,050	383	85	2,956	XXX	
3. 2015	25,939	19,989	5,950	11,928	9,751	3,086	2,358	1,886	865	467	3,925	XXX	
4. 2016	34,063	26,597	7,466	21,720	17,335	4,562	3,509	2,428	656	1,330	7,210	XXX	
5. 2017	59,171	47,922	11,249	40,711	32,632	7,295	5,683	4,660	1,796	2,688	12,556	XXX	
6. 2018	69,558	56,663	12,895	41,836	34,173	7,089	5,716	5,265	2,164	2,171	12,137	XXX	
7. 2019	83,042	68,684	14,358	47,785	40,492	7,556	6,708	5,734	1,950	2,033	11,924	XXX	
8. 2020	70,631	60,469	10,161	25,855	26,611	3,664	4,177	2,576	1,289	204	18	XXX	
9. 2021	88,135	76,059	12,076	25,608	30,864	2,646	5,117	2,294	908	265	(6,341)	XXX	
10. 2022	96,716	52,636	44,079	15,902	11,273	1,068	631	1,734	473	220	6,328	XXX	
11. 2023	104,927	55,367	49,560	5,798	4,367	304	231	1,003	238	91	2,269	XXX	
12. Totals	XXX	XXX	XXX	245,689	214,635	39,996	36,308	28,667	10,738	9,557	52,670	XXX	

Years in Which Premiums Were Earned and Losses Were Incurred	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	Direct and Assumed	Ceded			
1. Prior	608	245	364	159	190	0	96	32	48	0	0	870	XXX
2. 2014	193	0	137	44	36	0	49	17	20	0	0	373	XXX
3. 2015	267	4	235	70	39	0	74	12	50	0	0	579	XXX
4. 2016	1,148	361	458	206	145	15	147	46	66	10	0	1,326	XXX
5. 2017	2,467	824	1,320	620	296	81	371	102	143	48	0	2,921	XXX
6. 2018	3,895	1,588	2,217	780	445	133	600	136	230	84	0	4,664	XXX
7. 2019	7,327	2,717	5,256	2,838	858	222	1,147	408	297	106	0	8,593	XXX
8. 2020	8,901	5,373	7,792	4,442	1,099	419	1,449	397	632	215	0	9,027	XXX
9. 2021	9,209	5,602	15,513	8,790	1,188	430	3,477	1,170	1,126	369	0	14,152	XXX
10. 2022	10,703	7,339	22,945	12,004	1,267	582	5,746	2,011	1,759	391	0	20,093	XXX
11. 2023	8,808	5,871	35,619	17,932	916	516	9,086	3,022	3,955	887	0	30,157	XXX
12. Totals	53,526	29,923	91,856	47,885	6,479	2,400	22,241	7,354	8,325	2,112	0	92,753	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 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	Loss	Loss Expense	33		35 Losses Unpaid	36 Loss Expenses Unpaid
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense	Losses Unpaid	Losses Unpaid	Losses Unpaid	Loss Expenses Unpaid
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	569	301	
2. 2014	12,426	9,096	3,330	62,631	60,209	70,362	0	0	7,000	286	88	
3. 2015	17,566	13,062	4,504	67,721	65,347	75,695	0	0	7,000	428	151	
4. 2016	30,674	22,138	8,536	90,052	83,235	114,337	0	0	7,000	1,040	286	
5. 2017	57,264	41,786	15,477	96,776	87,196	137,591	0	0	7,000	2,343	579	
6. 2018	61,576	44,775	16,801	88,524	79,019	130,290	0	0	7,000	3,744	920	
7. 2019	75,958	55,441	20,517	91,469	80,719	142,896	0	0	7,000	7,028	1,564	
8. 2020	51,968	42,923	9,045	73,578	70,983	89,019	0	0	7,000	6,878	2,149	
9. 2021	61,061	53,251	7,811	69,282	70,012	64,681	0	0	7,000	10,330	3,822	
10. 2022	61,125	34,704	26,421	63,201	65,932	59,939	0	0	7,000	14,305	5,787	
11. 2023	65,489	33,064	32,425	62,414	59,717	65,426	0	0	7,000	20,624	9,532	
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	67,574	25,180	

**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 2014	2 2015	3 2016	4 2017	5 2018	6 2019	7 2020	8 2021	9 2022	10 2023	11 One Year	12 Two Year
1. Prior	5,660	5,431	5,387	5,820	6,009	5,754	5,648	5,710	5,817	5,879	62	169
2. 2014	2,932	2,581	2,329	2,208	2,247	2,316	2,361	2,393	2,394	2,643	249	250
3. 2015	XXX	3,432	3,216	3,134	3,060	3,064	3,153	3,263	3,295	3,434	139	171
4. 2016	XXX	XXX	4,465	5,095	5,458	5,828	5,969	6,266	6,243	6,708	465	442
5. 2017	XXX	XXX	XXX	7,528	7,318	8,594	9,361	10,220	11,062	12,519	1,456	2,298
6. 2018	XXX	XXX	XXX	XXX	8,697	7,942	8,754	10,252	11,286	13,555	2,269	3,303
7. 2019	XXX	XXX	XXX	XXX	XXX	9,713	8,843	11,036	12,496	16,543	4,047	5,508
8. 2020	XXX	XXX	XXX	XXX	XXX	XXX	5,926	5,197	5,129	7,340	2,211	2,144
9. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,419	6,390	5,669	(721)	(1,750)
10. 2022	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,079	23,791	(3,288)	XXX
11. 2023	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	28,592	XXX	XXX	XXX
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,890	12,534

**SCHEDULE P - PART 3 - SUMMARY**

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR-END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1 2014	2 2015	3 2016	4 2017	5 2018	6 2019	7 2020	8 2021	9 2022	10 2023		
1. Prior	XXX	1,364	2,546	3,773	4,305	4,687	4,927	5,148	5,392	5,057	XXX	XXX
2. 2014	218	627	956	1,354	1,715	1,953	2,061	2,133	2,268	2,290	XXX	XXX
3. 2015	XXX	240	797	1,378	1,968	2,387	2,648	2,770	2,996	2,905	XXX	XXX
4. 2016	XXX	XXX	359	1,560	2,832	4,092	4,845	4,781	5,495	5,438	XXX	XXX
5. 2017	XXX	XXX	XXX	765	2,563	4,825	6,524	6,051	8,859	9,692	XXX	XXX
6. 2018	XXX	XXX	XXX	XXX	695	2,592	4,478	2,620	6,464	9,036	XXX	XXX
7. 2019	XXX	XXX	XXX	XXX	XXX	690	2,450	(1,663)	913	8,141	XXX	XXX
8. 2020	XXX	XXX	XXX	XXX	XXX	XXX	281	1,070	(5,066)	(1,270)	XXX	XXX
9. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	455	(11,773)	(7,726)	XXX	XXX
10. 2022	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,546	5,067	XXX	XXX
11. 2023	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,504	XXX	XXX

**SCHEDULE P - PART 4 - SUMMARY**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR-END (\$000 OMITTED)										10 2023
	1 2014	2 2015	3 2016	4 2017	5 2018	6 2019	7 2020	8 2021	9 2022	10 2023	
1. Prior	4,026	2,591	1,873	1,225	875	567	391	245	158	269	
2. 2014	2,242	1,545	1,009	496	256	201	145	100	31	125	
3. 2015	XXX	2,534	1,686	1,078	491	174	126	162	78	227	
4. 2016	XXX	XXX	2,921	2,078	1,180	643	419	582	151	352	
5. 2017	XXX	XXX	XXX	4,733	2,306	1,444	805	1,041	365	968	
6. 2018	XXX	XXX	XXX	XXX	6,074	2,780	1,399	2,295	259	1,901	
7. 2019	XXX	XXX	XXX	XXX	XXX	7,048	3,392	5,400	2,546	3,156	
8. 2020	XXX	XXX	XXX	XXX	XXX	XXX	4,768	2,780	5,172	4,402	
9. 2021	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,724	13,374	9,029	
10. 2022	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22,641	14,676	
11. 2023	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	23,751	

## SCHEDULE T – EXHIBIT OF PREMIUMS WRITTEN

Allocated By States And Territories

States, Etc.	1 Active Status (a)	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	9,474,069	8,972,896	0	1,941,049	4,002,023	5,992,046	0	0
2. Alaska	AK	L	1,431,713	2,990,867	0	302,413	318,589	1,583,892	0
3. Arizona	AZ	L	2,496,522	2,529,744	0	1,989,795	4,718,186	6,538,074	10,582
4. Arkansas	AR	L	4,587,846	5,204,166	0	3,715,317	4,075,573	4,256,193	0
5. California	CA	E	14,083,803	19,111,982	0	7,905,174	17,967,668	27,105,800	0
6. Colorado	CO	L	4,957,940	7,431,416	0	2,612,469	6,484,827	6,475,742	196
7. Connecticut	CT	L	2,207,228	2,701,329	0	3,553,954	2,112,178	3,108,498	600
8. Delaware	DE	L	496,813	739,552	0	78,353	280,084	1,315,811	0
9. District of Columbia	DC	L	9,900	11,396	0	0	5,209	10,146	0
10. Florida	FL	L	18,898,811	18,126,272	0	4,741,345	13,000,495	21,555,890	3,560
11. Georgia	GA	L	7,212,607	8,498,147	0	8,016,088	7,757,246	11,122,431	1,634
12. Hawaii	HI	L	181,651	329,449	0	1,048,343	843,724	130,370	0
13. Idaho	ID	L	962,550	1,197,527	0	186,768	(76,109)	597,169	0
14. Illinois	IL	L	18,157,413	18,346,291	0	5,143,575	11,665,224	12,714,503	190
15. Indiana	IN	L	3,079,323	3,244,855	0	963,063	2,079,385	2,413,295	806
16. Iowa	IA	L	4,506,084	4,175,432	0	4,985,738	4,338,054	2,393,547	0
17. Kansas	KS	L	1,523,246	1,614,121	0	674,226	768,067	1,202,923	180
18. Kentucky	KY	L	480,872	389,629	0	47,535	18,526	287,810	100
19. Louisiana	LA	L	(454,018)	2,282,603	0	480,735	2,424,289	3,155,691	0
20. Maine	ME	L	211,749	199,325	0	3,120	18,175	29,231	0
21. Maryland	MD	L	1,836,430	2,431,445	0	1,256,292	1,569,430	2,289,800	200
22. Massachusetts	MA	L	2,141,866	2,165,289	0	949,544	622,194	1,906,163	0
23. Michigan	MI	L	3,739,556	3,762,784	0	13,126,641	5,787,702	15,202,011	(2,400)
24. Minnesota	MN	L	4,306,649	4,064,135	0	1,616,927	1,960,341	1,770,136	0
25. Mississippi	MS	L	3,540,864	3,071,957	0	359,478	518,219	1,294,457	20
26. Missouri	MO	L	3,717,209	3,815,961	0	852,898	1,318,388	2,114,647	1,420
27. Montana	MT	L	677,463	603,633	0	26,570	8,038	282,416	0
28. Nebraska	NE	L	831,331	533,426	0	77,352	253,780	284,313	0
29. Nevada	NV	L	1,510,316	2,063,361	0	592,723	1,286,685	2,440,937	4,715
30. New Hampshire	NH	L	304,470	268,650	0	25,535	(9,966)	91,971	5
31. New Jersey	NJ	L	6,226,557	7,315,929	0	6,321,618	7,145,331	18,696,497	2,384
32. New Mexico	NM	L	484,303	406,103	0	12,865	(19,728)	200,118	0
33. New York	NY	L	24,586,687	25,988,363	0	11,053,856	16,192,635	54,058,462	5,090
34. North Carolina	NC	L	8,253,060	8,820,741	0	3,964,933	5,556,143	6,940,935	150
35. North Dakota	ND	L	194,917	185,313	0	31,443	20,842	83,023	0
36. Ohio	OH	L	8,224,000	7,316,076	0	1,991,127	3,786,742	4,122,016	60
37. Oklahoma	OK	L	3,879,560	4,060,821	0	2,560,974	2,152,934	1,639,673	0
38. Oregon	OR	L	2,436,926	2,882,886	0	1,145,403	2,355,261	2,746,774	0
39. Pennsylvania	PA	L	4,738,448	6,283,304	0	9,975,056	7,531,263	8,968,747	1,418
40. Rhode Island	RI	L	1,906,929	2,032,582	0	480,853	1,396,983	2,504,255	0
41. South Carolina	SC	L	5,077,798	5,473,187	0	3,644,248	4,155,140	4,697,151	288
42. South Dakota	SD	L	505,277	423,827	0	999,231	98,705	274,978	0
43. Tennessee	TN	L	5,673,660	5,444,287	0	3,074,355	4,312,131	3,249,170	270
44. Texas	TX	L	53,852,424	50,502,876	0	29,273,820	32,048,250	23,318,178	3,335
45. Utah	UT	L	1,976,069	2,533,202	0	467,771	910,972	953,598	0
46. Vermont	VT	L	171,057	112,240	0	9,633	(37,962)	35,227	0
47. Virginia	VA	L	4,918,368	5,642,440	0	3,296,246	3,674,189	4,680,502	460
48. Washington	WA	L	1,697,780	1,815,627	0	736,374	1,689,036	1,819,222	0
49. West Virginia	WV	L	703,185	1,003,521	0	841,971	16,062	684,715	0
50. Wisconsin	WI	L	5,706,749	5,573,138	0	2,858,734	2,169,141	3,659,696	0
51. Wyoming	WY	L	453,565	389,476	0	(2,500)	13,468	140,111	0
52. American Samoa	AS	N	0	0	0	0	0	0	0
53. Guam	GU	N	0	0	0	0	0	0	0
54. Puerto Rico	PR	N	0	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	N	0	0	0	0	0	0	0
56. Northern Mariana Islands	MP	N	0	0	0	0	0	0	0
57. Canada	CAN	N	0	0	0	0	0	0	0
58. Aggregate Other Alien	OT	XXX	0	0	0	0	0	0	0
59. Totals		XXX	258,779,595	275,083,579	0	150,011,031	191,283,762	283,138,961	35,263
<b>Details of Write-Ins</b>									
58001.		XXX	0	0	0	0	0	0	0
58002.		XXX	0	0	0	0	0	0	0
58003.		XXX	0	0	0	0	0	0	0
58998.	Summary of remaining write-ins for Line 58 from overflow page								
58999.	Totals (Lines 58001 through 58003 plus 58998) (Line 58 above)								
		XXX	0	0	0	0	0	0	0

(a) Active Status Counts

1. L – Licensed or Chartered - Licensed insurance carrier or domiciled RRG  
 2. R – Registered – Non-domiciled RRGs  
 3. E – Eligible - Reporting entities eligible or approved to write surplus lines in the state

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

PREMIUMS ARE ALLOCATED TO JURISDICTION BASED ON LOCATION OF RISK.

50. 4. Q – Qualified - Qualified or accredited reinsurer  
 5. D – Domestic Surplus Lines Insurer (DSI) – Reporting entities  
 0. authorized to write surplus lines in the state of domicile

1. 6. N – None of the above - Not allowed to write business in the state

6

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

PART 1 - ORGANIZATIONAL CHART

