

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

**HARRISON T. SCHODT**  
NOTARY PUBLIC  
Franklin County  
North Carolina  
My Commission Expires September 21, 2026

ASSETS

		Current Year			Prior Year
		1	2	3	4
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1.	Bonds (Schedule D)	82,233,452	0	82,233,452	77,315,427
2.	Stocks (Schedule D):				
	2.1 Preferred stocks	189,900	0	189,900	185,925
	2.2 Common stocks	197,761,148	0	197,761,148	192,537,960
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 (\$.....33,903,802, Schedule E - Part 1), cash equivalents (\$.....2,090,519, Schedule E - Part 2) and short-term investments (\$.....1,877,001, Schedule DA)	37,871,322	0	37,871,322	41,491,236
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	0
10.	Securities lending reinvested collateral assets (Schedule DL)	0	0	0	0
11.	Aggregate write-ins for invested assets	0	0	0	0
12.	Subtotals, cash and invested assets (Lines 1 to 11)	318,055,822	0	318,055,822	311,530,548
13.	Title plants less \$.....0 charged off (for Title insurers only)	0	0	0	0
14.	Investment income due and accrued	677,321	0	677,321	653,235
15.	Premiums and considerations:				
	15.1 Uncollected premiums and agents' balances in the course of collection	110,176,386	336,340	109,840,046	133,991,252
	15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums)	65,498,192	6,849	65,491,343	61,862,538
	15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0)	0	0	0	0
16.	Reinsurance:				
	16.1 Amounts recoverable from reinsurers	195,616,137	0	195,616,137	160,019,868
	16.2 Funds held by or deposited with reinsured companies	1,681,854,861	0	1,681,854,861	1,546,847,360
	16.3 Other amounts receivable under reinsurance contracts	0	0	0	0
17.	Amounts receivable relating to uninsured plans	0	0	0	0
18.1	Current federal and foreign income tax recoverable and interest thereon	2,415,316	0	2,415,316	553,974
18.2	Net deferred tax asset	2,858,217	1,354,507	1,503,710	1,671,516
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	22,436,441	0	22,436,441	4,202,400
24.	Health care (\$.....0) and other amounts receivable	0	0	0	0
25.	Aggregate write-ins for other-than-invested assets	205,444	0	205,444	548,755
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	2,399,794,137	1,697,696	2,398,096,441	2,221,881,446
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0	0
28.	Total (Lines 26 and 27)	2,399,794,137	1,697,696	2,398,096,441	2,221,881,446
Details of Write-Ins					
1101.		0	0	0	0
1102.		0	0	0	0
1103.		0	0	0	0
1198.	Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199.	Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501.	OTHER ASSETS	151,771	0	151,771	430,098
2502.	MISCELLANEOUS RECEIVABLE	53,673	0	53,673	118,657
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)	205,444	0	205,444	548,755

LIABILITIES, SURPLUS AND OTHER FUNDS

		1	2
		Current Year	Prior Year
1.	Losses (Part 2A, Line 35, Column 8) .....	76,241,256	67,573,395
2.	Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....	164,031,377	129,906,948
3.	Loss adjustment expenses (Part 2A, Line 35, Column 9) .....	27,609,565	25,179,304
4.	Commissions payable, contingent commissions and other similar charges .....	(591,062)	(164,736)
5.	Other expenses (excluding taxes, licenses and fees) .....	1,665,357	1,604,915
6.	Taxes, licenses and fees (excluding federal and foreign income taxes) .....	4,514,160	3,727,918
7.1	Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)) .....	0	0
7.2	Net deferred tax liability .....	0	0
8.	Borrowed money \$.....0 and interest thereon \$.....0 .....	0	0
9.	Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....324,205,149 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) .....	19,295,588	20,649,563
10.	Advance premium .....	19,166	30,730
11.	Dividends declared and unpaid:		
11.1	Stockholders .....	0	0
11.2	Policyholders .....	0	0
12.	Ceded reinsurance premiums payable (net of ceding commissions) .....	166,132,394	191,271,557
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20) .....	1,644,020,288	1,513,811,450
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) .....	492,000	116,000
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 .....	24,574,224	22,075
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 .....	42,254,004	34,853,838
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	2,170,258,317	1,988,582,957
27.	Protected cell liabilities .....	0	0
28.	Total liabilities (Lines 26 and 27) .....	2,170,258,317	1,988,582,957
29.	Aggregate write-ins for special surplus funds .....	5,958,058	5,886,678
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) .....	67,121,515	72,653,260
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) .....	227,838,124	233,298,489
38.	Totals (Page 2, Line 28, Col. 3) .....	2,398,096,441	2,221,881,446
Details of Write-Ins			
2501.	FUNDS HELD DEPOSIT .....	27,807,474	24,928,876
2502.	POLICYHOLDER DEPOSITS .....	11,347,433	8,045,559
2503.	DEFERRED CEDING COMMISSION .....	2,357,352	1,188,808
2598.	Summary of remaining write-ins for Line 25 from overflow page .....	741,745	690,595
2599.	Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	42,254,004	34,853,838
2901.	SPECIAL SURPLUS FUNDS - RETROACTIVE REINSURANCE .....	5,958,058	5,886,678
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) .....	5,958,058	5,886,678
3201.	.....	0	0
3202.	.....	0	0
3203.	.....	0	0
3298.	Summary of remaining write-ins for Line 32 from overflow page .....	0	0
3299.	Totals (Lines 3201 through 3203 plus 3298) (Line 32 above) .....	0	0

STATEMENT OF INCOME

		1	2
		Current Year	Prior Year
Underwriting Income			
1.	Premiums earned (Part 1, Line 35, Column 4) .....	45,707,328	49,560,367
Deductions:			
2	Losses incurred (Part 2, Line 35, Column 7) .....	30,028,966	28,687,481
3.	Loss adjustment expenses incurred (Part 3, Line 25, Column 1) .....	9,796,575	10,482,303
4.	Other underwriting expenses incurred (Part 3, Line 25, Column 2) .....	10,609,502	10,824,162
5.	Aggregate write-ins for underwriting deductions .....	0	0
6.	Total underwriting deductions (Lines 2 through 5) .....	50,435,043	49,993,946
7.	Net income of protected cells .....	0	0
8.	Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7) .....	(4,727,715)	(433,579)
Investment Income			
9.	Net investment income earned (Exhibit of Net Investment Income, Line 17) .....	3,817,839	3,509,312
10.	Net realized capital gains (losses) less capital gains tax of \$.....1,538 (Exhibit of Capital Gains (Losses)) .....	5,784	(7,662)
11.	Net investment gain (loss) (Lines 9 + 10) .....	3,823,623	3,501,650
Other Income			
12.	Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....37,557) .....	(37,557)	89,251
13.	Finance and service charges not included in premiums .....	2,713	3,714
14.	Aggregate write-ins for miscellaneous income .....	471,932	5,581,238
15.	Total other income (Lines 12 through 14) .....	437,088	5,674,203
16.	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) .....	(467,004)	8,742,274
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) .....	(467,004)	8,742,274
19.	Federal and foreign income taxes incurred .....	(120,019)	2,012,154
20.	Net income (Line 18 minus Line 19) (to Line 22) .....	(346,985)	6,730,120
Capital and Surplus Account			
21.	Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) .....	233,298,489	204,780,618
22.	Net income (from Line 20) .....	(346,985)	6,730,120
23.	Net transfers (to) from Protected Cell accounts .....	0	0
24.	Change in net unrealized capital gains or (losses) less capital gains tax of \$.....835 .....	(4,773,673)	22,138,333
25.	Change in net unrealized foreign exchange capital gain (loss) .....	0	0
26.	Change in net deferred income tax .....	(95,471)	119,989
27.	Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3) .....	131,764	(534,571)
28.	Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) .....	(376,000)	64,000
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	0
33.2	Transferred to capital (Stock Dividend) .....	0	0
33.3	Transferred from capital .....	0	0
34.	Net remittances from or (to) Home Office .....	0	0
35.	Dividends to stockholders .....	0	0
36.	Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1) .....	0	0
37.	Aggregate write-ins for gains and losses in surplus .....	0	0
38.	Change in surplus as regards to policyholders (Lines 22 through 37) .....	(5,460,365)	28,517,871
39.	Surplus as regards to policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37) .....	227,838,124	233,298,489
Details of Write-Ins			
0501.	.....	0	0
0502.	.....	0	0
0503.	.....	0	0
0598.	Summary of remaining write-ins for Line 5 from overflow page .....	0	0
0599.	Totals (Lines 0501 through 0503 plus 0598) (Line 5 above) .....	0	0
1401.	RETROACTIVE REINSURANCE INITIAL LOSS .....	(3,693,561)	0
1402.	RETROACTIVE REINSURANCE GAIN .....	3,626,003	4,508,164
1403.	FRONTING FEE INCOME .....	601,183	652,867
1498.	Summary of remaining write-ins for Line 14 from overflow page .....	(61,693)	420,207
1499.	Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) .....	471,932	5,581,238
3701.	.....	0	0
3702.	.....	0	0
3703.	.....	0	0
3798.	Summary of remaining write-ins for Line 37 from overflow page .....	0	0
3799.	Totals (Lines 3701 through 3703 plus 3798) (Line 37 above) .....	0	0

CASH FLOW

		1	2
		Current Year	Prior Year
Cash from Operations			
1.	Premiums collected net of reinsurance .....	57,929,585	85,108,989
2.	Net investment income .....	3,452,499	3,035,805
3.	Miscellaneous income .....	287,088	5,674,203
4.	Total (Lines 1 to 3) .....	61,669,172	93,818,997
5.	Benefit and loss related payments .....	175,691,742	228,683,159
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0
7.	Commissions, expenses paid and aggregate write-ins for deductions .....	17,555,458	29,174,105
8.	Dividends paid to policyholders .....	0	0
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses) .....	1,742,859	3,341,651
10.	Total (Lines 5 through 9) .....	194,990,059	261,198,915
11.	Net cash from operations (Line 4 minus Line 10) .....	(133,320,887)	(167,379,918)
Cash from Investments			
12.	Proceeds from investments sold, matured or repaid:		
12.1	Bonds .....	10,934,203	3,196,954
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 .....	299	(1,239)
12.7	Miscellaneous proceeds .....	0	2,095
12.8	Total investment proceeds (Lines 12.1 to 12.7) .....	10,934,502	3,197,810
13.	Cost of investments acquired (long-term only):		
13.1	Bonds .....	15,503,951	14,144,531
13.2	Stocks .....	10,000,000	0
13.3	Mortgage loans .....	0	0
13.4	Real estate .....	0	0
13.5	Other invested assets .....	0	0
13.6	Miscellaneous applications .....	0	0
13.7	Total investments acquired (Lines 13.1 to 13.6) .....	25,503,951	14,144,531
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) .....	(14,569,449)	(10,946,721)
Cash from Financing and Miscellaneous Sources			
16.	Cash provided (applied):		
16.1	Surplus notes, capital notes .....	0	0
16.2	Capital and paid in surplus, less treasury stock .....	0	0
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) .....	144,270,422	176,220,046
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	144,270,422	176,220,046
Reconciliation of Cash, Cash Equivalents and Short-Term Investments			
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	(3,619,914)	(2,106,593)
19.	Cash, cash equivalents and short-term investments:		
19.1	Beginning of year .....	41,491,236	43,597,829
19.2	End of year (Line 18 plus Line 19.1) .....	37,871,322	41,491,236
Note: Supplemental disclosures of cash flow information for non-cash transactions:			
20.0001.		0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 – PREMIUMS EARNED

		1	2	3	4
		Net Premiums Written per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
Line of Business					
1.	Fire	29,405	24,277	23,361	30,321
2.1	Allied lines	39,988	107,868	48,626	99,230
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)	78	0	59	19
5.2	Commercial multiple peril (liability portion)	18	979	0	997
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.1	Inland marine	123,380	41,082	39,587	124,875
9.2	Pet insurance plans	0	0	0	0
10.	Financial guaranty	0	0	0	0
11.1	Medical professional liability – occurrence	3,042	1,805	1,766	3,081
11.2	Medical professional liability – claims-made	475,128	315,237	294,541	495,824
12.	Earthquake	5,114	5,694	6,791	4,017
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	507,659	1,007,469	45,729	1,469,399
17.1	Other liability – occurrence	32,309,567	13,596,615	14,128,826	31,777,356
17.2	Other liability – claims-made	1,592,769	939,757	855,923	1,676,603
17.3	Excess workers' compensation	0	0	0	0
18.1	Products liability—occurrence	3,907,451	2,437,704	1,877,007	4,468,148
18.2	Products liability—claims-made	443,606	366,806	255,972	554,440
19.1	Private passenger auto no-fault (personal injury protection)	0	0	0	0
19.2	Other private passenger auto liability	13	0	0	13
19.3	Commercial auto no-fault (personal injury protection)	69,284	21,244	27,276	63,252
19.4	Other commercial auto liability	4,224,524	1,542,645	1,475,914	4,291,255
21.1	Private passenger auto physical damage	(614)	0	0	(614)
21.2	Commercial auto physical damage	416,548	147,040	100,936	462,652
22.	Aircraft (all perils)	206,632	93,086	113,259	186,459
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	0	4	4	0
27.	Boiler and machinery	(239)	251	11	1
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	44,353,353	20,649,563	19,295,588	45,707,328
Details of Write-Ins					
3401.		0	0	0	0
3402.		0	0	0	0
3403.		0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A – RECAPITULATION OF ALL PREMIUMS

		1	2	3	4	5
		Amount Unearned (Running One Year or Less from Date of Policy) (a)	Amount Unearned (Running More Than One Year from Date of Policy) (a)	Earned but Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols. 1+2+3+4
Line of Business						
1.	Fire	18,148	5,213	0	0	23,361
2.1	Allied lines	44,248	4,378	0	0	48,626
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)	59	0	0	0	59
5.2	Commercial multiple peril (liability portion)	0	0	0	0	0
6.	Mortgage guaranty	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0
9.1	Inland marine	39,587	0	0	0	39,587
9.2	Pet insurance plans	0	0	0	0	0
10.	Financial guaranty	0	0	0	0	0
11.1	Medical professional liability – occurrence	1,766	0	0	0	1,766
11.2	Medical professional liability – claims-made	293,716	825	0	0	294,541
12.	Earthquake	6,791	0	0	0	6,791
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	45,729	0	0	0	45,729
17.1	Other liability – occurrence	13,384,941	743,885	0	0	14,128,826
17.2	Other liability – claims-made	848,202	7,721	0	0	855,923
17.3	Excess workers' compensation	0	0	0	0	0
18.1	Products liability—occurrence	1,710,690	166,317	0	0	1,877,007
18.2	Products liability—claims-made	253,537	2,435	0	0	255,972
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)	27,258	18	0	0	27,276
19.4	Other commercial auto liability	1,473,615	2,299	0	0	1,475,914
21.1	Private passenger auto physical damage	0	0	0	0	0
21.2	Commercial auto physical damage	100,936	0	0	0	100,936
22.	Aircraft (all perils)	113,259	0	0	0	113,259
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	11	0	0	0	11
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	18,362,497	933,091	0	0	19,295,588
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	19,295,588
Details of Write-Ins						
3401.		0	0	0	0	0
3402.		0	0	0	0	0
3403.		0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0

(a) State here basis of computation used in each case: Daily Pro Rata

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B – PREMIUMS WRITTEN

Line of Business		1	Reinsurance Assumed		Reinsurance Ceded		6
		Direct Business (a)	2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	Net Premiums Written Cols. 1+2+3-4-5
1.	Fire	10,885,646	376,242	0	390,674	10,841,809	29,405
2.1	Allied lines	22,861,447	603,013	0	531,275	22,893,197	39,988
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)	6,445,948	1,139	0	1,061	6,445,948	78
5.2	Commercial multiple peril (liability portion)	3,209,520	(17)	0	228	3,209,257	18
6.	Mortgage guaranty	0	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0	0
9.1	Inland marine	4,807,714	460,697	0	1,639,186	3,505,845	123,380
9.2	Pet insurance plans	0	0	0	0	0	0
10.	Financial guaranty	0	0	0	0	0	0
11.1	Medical professional liability – occurrence	0	43,459	0	40,417	0	3,042
11.2	Medical professional liability – claims-made	0	6,787,543	0	6,312,415	0	475,128
12.	Earthquake	584	73,058	0	67,944	584	5,114
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	384,762	7,014,081	39,102	6,744,610	185,676	507,659
17.1	Other liability – occurrence	31,290,363	457,308,219	0	429,255,634	27,033,381	32,309,567
17.2	Other liability – claims-made	(469,110)	22,928,120	0	21,161,081	(294,840)	1,592,769
17.3	Excess workers' compensation	0	0	0	0	0	0
18.1	Products liability–occurrence	2,132,081	55,432,825	0	51,913,279	1,744,176	3,907,451
18.2	Products liability–claims-made	0	6,337,223	0	5,893,617	0	443,606
19.1	Private passenger auto no-fault (personal injury protection)	0	0	0	0	0	0
19.2	Other private passenger auto liability	0	0	0	169	(182)	13
19.3	Commercial auto no-fault (personal injury protection)	1,528,456	18,348	576,804	920,492	1,133,832	69,284
19.4	Other commercial auto liability	126,690,562	22,994,047	0	56,125,819	89,334,266	4,224,524
21.1	Private passenger auto physical damage	0	0	0	(8,160)	8,774	(614)
21.2	Commercial auto physical damage	20,740,193	1,081,962	0	5,534,137	15,871,470	416,548
22.	Aircraft (all perils)	23,143,261	(20,524)	0	2,745,260	20,170,845	206,632
23.	Fidelity	0	0	0	0	0	0
24.	Surety	0	0	0	0	0	0
26.	Burglary and theft	1,222,076	0	0	0	1,222,076	0
27.	Boiler and machinery	567,723	495	0	(3,168)	571,625	(239)
28.	Credit	27,506,043	0	0	0	27,506,043	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	282,947,269	581,439,930	615,906	589,265,970	231,383,782	44,353,353
Details of Write-Ins							
3401.		0	0	0	0	0	0
3402.		0	0	0	0	0	0
3403.		0	0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0	0

(a) Does the company's direct premiums written include premiums recorded on an installment basis? YES  
If yes: 1. The amount of such installment premiums \$603,197  
2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$(99,041)

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business		Losses Paid Less Salvage				5	6	7	8
		1	2	3	4	Net Losses Unpaid Current Year (Part 2A, Col. 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Cols. 4 + 5 - 6)	Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
		Direct Business	Reinsurance Assumed	Reinsurance Recovered	Net Payments (Cols. 1 + 2 - 3)				
1.	Fire .....	3,610,544	0	3,596,180	14,364	31,607	86,331	(40,360)	(133.109)%
2.1	Allied lines .....	6,998,256	0	6,952,701	45,555	451,438	348,090	148,903	150.058 %
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) .....	7,104,612	0	7,104,861	(249)	33	588	(804)	(4,231.579)%
5.2	Commercial multiple peril (liability portion) .....	4,715,112	0	4,715,112	0	911	232	679	68.104 %
6.	Mortgage guaranty .....	0	0	0	0	0	0	0	0 %
8.	Ocean marine .....	0	0	0	0	0	0	0	0 %
9.1	Inland marine .....	3,171,105	0	3,110,988	60,117	27,907	14,605	73,419	58.794 %
9.2	Pet insurance plans .....	0	0	0	0	0	0	0	0 %
10.	Financial guaranty .....	0	0	0	0	0	0	0	0 %
11.1	Medical professional liability — occurrence .....	0	0	(31,500)	31,500	31,633	32,844	30,289	983.090 %
11.2	Medical professional liability — claims-made .....	0	0	(888,382)	888,382	1,043,742	1,485,929	446,195	89.991 %
12.	Earthquake .....	0	0	0	0	1,030	3,539	(2,509)	(62.460)%
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 .....	2,783,314	116,974	1,462,002	1,438,286	3,234,247	3,859,075	813,458	55.360 %
17.1	Other liability — occurrence .....	21,896,221	0	10,684,129	11,212,092	50,667,634	39,951,159	21,928,567	69.007 %
17.2	Other liability — claims-made .....	0	0	(231,388)	231,388	977,810	1,312,051	(102,853)	(6.135)%
17.3	Excess workers' compensation .....	0	0	0	0	0	0	0	0 %
18.1	Products liability—occurrence .....	0	0	(2,050,326)	2,050,326	11,298,060	10,172,921	3,175,465	71.069 %
18.2	Products liability—claims-made .....	0	0	(9,041)	9,041	279,805	297,018	(8,172)	(1.474)%
19.1	Private passenger auto no-fault (personal injury protection) .....	2,940,803	0	2,906,563	34,240	25,522	63,008	(3,246)	0 %
19.2	Other private passenger auto liability .....	1,043,872	0	1,025,851	18,021	14,916	29,311	3,626	27,892.308 %
19.3	Commercial auto no-fault (personal injury protection) .....	381,152	435,714	777,413	39,453	136,368	121,559	54,262	85.787 %
19.4	Other commercial auto liability .....	58,803,961	0	53,951,330	4,852,631	7,618,774	9,479,651	2,991,754	69.717 %
21.1	Private passenger auto physical damage .....	(49,662)	0	(48,794)	(868)	(6)	298	(1,172)	190.879 %
21.2	Commercial auto physical damage .....	16,868,664	0	16,547,842	320,822	79,542	80,347	320,017	69.170 %
22.	Aircraft (all perils) .....	10,227,605	0	10,112,970	114,635	320,266	234,479	200,422	107.489 %
23.	Fidelity .....	0	0	0	0	0	0	0	0 %
24.	Surety .....	0	0	0	0	0	0	0	0 %
26.	Burglary and theft .....	832,361	0	830,992	1,369	0	344	1,025	0 %
27.	Boiler and machinery .....	588,959	0	588,959	0	17	16	1	100.000 %
28.	Credit .....	10,361,442	0	10,361,442	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 .....	152,278,321	552,688	131,469,904	21,361,105	76,241,256	67,573,395	30,028,966	65.698 %
Details of Write-Ins									
3401.	.....	0	0	0	0	0	0	0	0
3402.	.....	0	0	0	0	0	0	0	0
3403.	.....	0	0	0	0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above) .....	0	0	0	0	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

		Reported Losses				Incurred But Not Reported			8	9
		1	2	3	4	5	6	7	Net Losses Unpaid (Cols. 4+5+6-7)	Net Unpaid Loss Adjustment Expenses
Line of Business		Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable	Net Losses Excl. Incurred But Not Reported (Cols. 1+2-3)	Direct	Reinsurance Assumed	Reinsurance Ceded		
1.	Fire	613,789	35	613,787	37	5,108,823	442,990	5,520,243	31,607	34,615
2.1	Allied lines	525,734	1,921,366	2,312,604	134,496	2,823,560	4,515,450	7,022,068	451,438	174,210
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)	5,370,671	0	5,370,638	33	2,882,783	0	2,882,783	33	0
5.2	Commercial multiple peril (liability portion)	15,046,810	0	15,046,810	0	6,575,572	0	6,574,661	911	205
6.	Mortgage guaranty	0	0	0	0	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0	0	0	0	0
9.1	Inland marine	415,787	0	409,624	6,163	1,033,648	41,267	1,053,171	27,907	6,299
9.2	Pet insurance plans	0	0	0	0	0	0	0	0	0
10.	Financial guaranty	0	0	0	0	0	0	0	0	0
11.1	Medical professional liability — occurrence	0	240,000	223,200	16,800	0	211,899	197,066	31,633	13,398
11.2	Medical professional liability — claims-made	0	9,046,144	8,412,914	633,230	0	5,864,456	5,453,944	1,043,742	397,717
12.	Earthquake	0	0	0	0	532	13,998	13,500	1,030	731
13.1	Comprehensive (hospital and medical) individual	0	0	0	0	0	0	0	(a)	0
13.2	Comprehensive (hospital and medical) group	0	0	0	0	0	0	0	(a)	0
14.	Credit accident and health (group and individual)	0	0	0	0	0	0	0	0	0
15.1	Vision only	0	0	0	0	0	0	0	(a)	0
15.2	Dental only	0	0	0	0	0	0	0	(a)	0
15.3	Disability income	0	0	0	0	0	0	0	(a)	0
15.4	Medicare supplement	0	0	0	0	0	0	0	(a)	0
15.5	Medicaid Title XIX	0	0	0	0	0	0	0	(a)	0
15.6	Medicare Title XVIII	0	0	0	0	0	0	0	(a)	0
15.7	Long-term care	0	0	0	0	0	0	0	(a)	0
15.8	Federal employees health benefits plan	0	0	0	0	0	0	0	(a)	0
15.9	Other health	0	0	0	0	0	0	0	(a)	0
16.	Workers' compensation	9,671,124	29,646,064	37,165,226	2,151,962	4,177,012	14,923,250	18,017,977	3,234,247	617,028
17.1	Other liability — occurrence	23,471,649	204,954,880	213,866,384	14,560,145	48,006,442	508,049,888	519,948,841	50,667,634	16,893,031
17.2	Other liability — claims-made	0	2,582,639	2,401,854	180,785	(247,079)	11,406,522	10,362,418	977,810	437,065
17.3	Excess workers' compensation	0	0	0	0	0	0	0	0	0
18.1	Products liability — occurrence	0	40,161,876	37,350,545	2,811,331	1,483,730	120,976,125	113,973,126	11,298,060	6,813,413
18.2	Products liability — claims-made	0	748,328	695,945	52,383	0	3,248,890	3,021,468	279,805	227,085
19.1	Private passenger auto no-fault (personal injury protection)	6,657,427	0	6,643,215	14,212	942,438	0	931,128	25,522	12,710
19.2	Other private passenger liability	296,503	0	291,886	4,617	615,933	0	605,634	14,916	4,160
19.3	Commercial auto no-fault (personal injury protection)	1,930,515	782,076	2,616,648	95,943	933,734	342,892	1,236,201	136,368	4,523
19.4	Other commercial auto liability	62,033,523	35,346,108	93,930,237	3,449,394	73,928,012	40,099,032	109,857,664	7,618,774	1,894,277
21.1	Private passenger auto physical damage	0	0	0	0	(635)	0	(629)	(6)	80
21.2	Commercial auto physical damage	2,823,267	45,904	2,842,374	26,797	3,498,565	200,233	3,646,053	79,542	22,981
22.	Aircraft (all perils)	22,980,187	237,136	23,010,164	207,159	11,445,765	103,700	11,436,358	320,266	55,976
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	141,718	0	141,718	0	123,340	0	123,340	0	19
27.	Boiler and machinery	5,121	0	5,121	0	485,609	167	485,759	17	42
28.	Credit	244,000	0	244,000	0	7,009,391	0	7,009,391	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	152,227,825	325,712,556	453,594,894	24,345,487	170,827,175	710,440,759	829,372,165	76,241,256	27,609,565
Details of Write-Ins										
3401.		0	0	0	0	0	0	0	0	0
3402.		0	0	0	0	0	0	0	0	0
3403.		0	0	0	0	0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0	0	0	0	0

(a) Including \$0 for present value of life indemnity claims reported in Lines 13 and 15.

UNDERWRITING AND INVESTMENT EXHIBIT  
PART 3 – EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1. Direct.....	15,740,693	0	0	15,740,693
1.2. Reinsurance assumed.....	0	0	0	0
1.3. Reinsurance ceded.....	7,478,117	0	0	7,478,117
1.4. Net claim adjustment services (1.1+1.2-1.3).....	8,262,576	0	0	8,262,576
2. Commission and brokerage:				
2.1. Direct, excluding contingent.....	0	17,642,492	0	17,642,492
2.2. Reinsurance assumed, excluding contingent.....	0	55,909	0	55,909
2.3. Reinsurance ceded, excluding contingent.....	0	14,810,134	0	14,810,134
2.4. Contingent—direct.....	0	198,882	0	198,882
2.5. Contingent—reinsurance assumed.....	0	0	0	0
2.6. Contingent—reinsurance ceded.....	0	(63,947)	0	(63,947)
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	3,151,096	0	3,151,096
3. Allowances to manager and agents.....	0	11,442	0	11,442
4. Advertising.....	0	1,051	0	1,051
5. Boards, bureaus and associations.....	3,474	250,929	0	254,403
6. Surveys and underwriting reports.....	0	(311,569)	0	(311,569)
7. Audit of assureds' records.....	0	74,677	0	74,677
8. Salary and related items:				
8.1. Salaries.....	1,027,318	4,193,763	0	5,221,081
8.2. Payroll taxes.....	70,713	283,294	0	354,007
9. Employee relations and welfare.....	157,260	719,885	0	877,145
10. Insurance.....	16,034	104,542	0	120,576
11. Directors' fees.....	0	0	0	0
12. Travel and travel items.....	9,723	115,278	0	125,001
13. Rent and rent items.....	36,971	239,045	0	276,016
14. Equipment.....	45,306	349,623	0	394,929
15. Cost or depreciation of EDP equipment and software.....	21,888	141,124	0	163,012
16. Printing and stationery.....	1,630	14,717	0	16,347
17. Postage, telephone and telegraph, exchange and express.....	9,956	64,145	0	74,101
18. Legal and auditing.....	18,389	175,976	0	194,365
19. Totals (Lines 3 to 18).....	1,418,662	6,427,922	0	7,846,584
20. Taxes, licenses and fees:				
20.1. State and local insurance taxes deducting guaranty association credits of \$.....5,770.....	0	533,001	0	533,001
20.2. Insurance department licenses and fees.....	352	45,878	0	46,230
20.3. Gross guaranty association assessments.....	0	1,862	0	1,862
20.4. All other (excluding federal and foreign income and real estate).....	761	5,461	0	6,222
20.5. Total taxes, licenses and fees (20.1+20.2+20.3+20.4).....	1,113	586,202	0	587,315
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.....	114,224	444,282	104,752	663,258
25. Total expenses incurred.....	9,796,575	10,609,502	104,752	(a) 20,510,829
26. Less unpaid expenses—current year.....	27,609,565	7,945,807	22,372	35,577,744
27. Add unpaid expenses—prior year.....	25,179,304	6,356,905	30,278	31,566,487
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).....	7,366,314	9,020,600	112,658	16,499,572
Details of Write-Ins				
2401. OTHER.....	61,062	18,929	0	79,991
2402. OUTSIDE CONSULTING.....	54,095	431,442	104,752	590,289
2403. CLAIMS SEARCH FEES.....	7	0	0	7
2498. Summary of remaining write-ins for Line 24 from overflow page.....	(940)	(6,089)	0	(7,029)
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above).....	114,224	444,282	104,752	663,258

(a) Includes management fees of \$9,979,269 to affiliates and \$86,880 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds.....	(a).....149,450	.....143,874
1.1.	Bonds exempt from U.S. tax.....	(a).....78,200	.....71,602
1.2.	Other bonds (unaffiliated).....	(a).....3,353,064	.....3,393,435
1.3.	Bonds of affiliates.....	(a).....0	.....0
2.1.	Preferred stocks (unaffiliated).....	(b).....11,953	.....12,020
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).....622,677	.....617,054
7.	Derivative instruments.....	(f).....0	.....0
8.	Other invested assets.....	.....0	.....0
9.	Aggregate write-ins for investment income.....	.....6,841	.....6,841
10.	Total gross investment income.....	.....4,222,185	.....4,244,826
11.	Investment expenses.....		(g).....104,752
12.	Investment taxes, licenses and fees, excluding federal income taxes.....		(g).....0
13.	Interest expense.....		(h).....322,235
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).....		.....426,987
17.	Net investment income (Line 10 minus Line 16).....		.....3,817,839
Details of Write-Ins			
0901.	MISC. INCOME.....	.....6,841	.....6,841
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).....	.....6,841	.....6,841
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 \$423,537 accrual of discount less \$82,283 amortization of premium and less \$53,111 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 \$282,243 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued interest on purchases.
- (f) Includes \$0 accrual of discount less \$0 amortization of premium.
- (g) Includes \$0 investment expenses and \$0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$0 interest on surplus notes and \$0 interest on capital notes.
- (i) Includes \$0 depreciation on real estate and \$0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds.....	.....0	.....0	.....0	.....0	.....0
1.1.	Bonds exempt from U.S. tax.....	.....0	.....0	.....0	.....0	.....0
1.2.	Other bonds (unaffiliated).....	.....7,023	.....0	.....7,023	.....0	.....0
1.3.	Bonds of affiliates.....	.....0	.....0	.....0	.....0	.....0
2.1.	Preferred stocks (unaffiliated).....	.....0	.....0	.....0	.....3,975	.....0
2.11.	Preferred stocks of affiliates.....	.....0	.....0	.....0	.....0	.....0
2.2.	Common stocks (unaffiliated).....	.....0	.....0	.....0	.....0	.....0
2.21.	Common stocks of affiliates.....	.....0	.....0	.....0	.....(4,776,812)	.....0
3.	Mortgage loans.....	.....0	.....0	.....0	.....0	.....0
4.	Real estate.....	.....0	.....0	.....0	.....0	.....0
5.	Contract loans.....	.....0	.....0	.....0	.....0	.....0
6.	Cash, cash equivalents and short-term investments.....	.....299	.....0	.....299	.....0	.....0
7.	Derivative instruments.....	.....0	.....0	.....0	.....0	.....0
8.	Other invested assets.....	.....0	.....0	.....0	.....0	.....0
9.	Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0	.....0
10.	Total capital gains (losses).....	.....7,322	.....0	.....7,322	.....(4,772,837)	.....0
Details of Write-Ins						
0901.	.....	.....0	.....0	.....0	.....0	.....0
0902.	.....	.....0	.....0	.....0	.....0	.....0
0903.	.....	.....0	.....0	.....0	.....0	.....0
0998.	Summary of remaining write-ins for Line 09 from overflow page.....	.....0	.....0	.....0	.....0	.....0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 09 above).....	.....0	.....0	.....0	.....0	.....0

EXHIBIT OF NONADMITTED ASSETS

		1	2	3
		Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1.	Bonds (Schedule D) .....	0	0	0
2.	Stocks (Schedule D):			
2.1.	Preferred stocks .....	0	0	0
2.2.	Common stocks .....	0	0	0
3.	Mortgage loans on real estate (Schedule B):			
3.1.	First liens .....	0	0	0
3.2.	Other than first liens .....	0	0	0
4.	Real estate (Schedule A):			
4.1.	Properties occupied by the company .....	0	0	0
4.2.	Properties held for the production of income .....	0	0	0
4.3.	Properties held for sale .....	0	0	0
5.	Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA) .....	0	0	0
6.	Contract loans .....	0	0	0
7.	Derivatives (Schedule DB) .....	0	0	0
8.	Other invested assets (Schedule BA) .....	0	0	0
9.	Receivables for securities .....	0	0	0
10.	Securities lending reinvested collateral assets (Schedule DL) .....	0	0	0
11.	Aggregate write-ins for invested assets .....	0	0	0
12.	Subtotals, cash and invested assets (Lines 1 to 11) .....	0	0	0
13.	Title plants (for Title insurers only) .....	0	0	0
14.	Investment income due and accrued .....	0	0	0
15.	Premiums and considerations:			
15.1.	Uncollected premiums and agents' balances in the course of collection .....	336,340	539,602	203,262
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 .....	1,354,507	1,283,009	(71,498)
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	0	0
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	1,697,696	1,829,460	131,764
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
28.	Total (Lines 26 and 27) .....	1,697,696	1,829,460	131,764
Details of Write-Ins				
1101.	.....	0	0	0
1102.	.....	0	0	0
1103.	.....	0	0	0
1198.	Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0
1199.	Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) .....	0	0	0
2501.	OTHER ASSETS .....	0	0	0
2502.	MISCELLANEOUS RECEIVABLE .....	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	0	0

Notes to the Financial Statements

1. Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

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

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

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

	SSAP #	F/S Page	F/S Line #	2024	2023
Net Income					
(1) State basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ (346,985)	\$ 6,730,120
(2) State prescribed practices that are an increase / (decrease) from NAIC SAP:					
(3) State permitted practices that are an increase / (decrease) from NAIC SAP:					
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	<u>\$ (346,985)</u>	<u>\$ 6,730,120</u>
Surplus					
(5) State basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 227,838,124	\$ 233,298,489
(6) State prescribed practices that are an increase / (decrease) from NAIC SAP:					
(7) State permitted practices that are an increase / (decrease) from NAIC SAP:					
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	<u>\$ 227,838,124</u>	<u>\$ 233,298,489</u>

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

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

C. Accounting Policy

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

- (1) Short-term investments are stated at amortized cost.
- (2) Basis for Bonds, Mandatory Convertible Securities, SVO-Identified Investments and Amortization Method

Investment-grade non-loan-backed bonds are stated at amortized cost using the interest method. Non-investment-grade non-loan-backed bonds are stated at the lower of amortized cost or fair value. The Company does not have any investments in mandatory convertible securities or SVO-Identified investments.
- (3) The Company has no investments in unaffiliated common stock.
- (4) Perpetual preferred stocks are stated at fair value not exceeding the current effective call price. Mandatory redeemable preferred stocks are stated at amortized cost, except non-investment grade redeemable preferred stocks, which are stated at the lower of cost or fair value.
- (5) The Company has no investments in mortgage loans.
- (6) Basis for Loan-Backed Securities and Adjustment Methodology

Loan-backed securities are stated at either amortized cost using the interest method, or the lower of amortized cost or fair value. The retrospective adjustment method is used to value all securities except for interest-only securities or securities where the yield has become negative, which are valued using the prospective method.
- (7) Affiliated common stock is stated at the statutory value of the insurance subsidiary.
- (8) The Company has no investments in joint ventures, partnerships or limited liability companies.
- (9) The Company has no investments in derivatives.
- (10) The Company does not consider investment income as a factor in determining premium deficiency reserves.
- (11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past company and industry experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) The Company does not write major medical insurance with prescription drug coverage.

Notes to the Financial Statements

1. Summary of Significant Accounting Policies and Going Concern (Continued)

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.

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 Determined 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	\$	656,373
2. 12 months or longer		406,670

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

1. Less than 12 months	\$	22,338,938
2. 12 months or longer		4,170,339

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

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

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

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

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

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

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

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

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

J. Real Estate - Not Applicable

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

Notes to the Financial Statements

5. Investments (Continued)

L. Restricted Assets

(1) Restricted assets (including pledged)

Gross (Admitted & Nonadmitted) Restricted											
Current Year							Current Year				
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Restricted Asset Category	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.....	6,330,198	.....0	.....0	.....0	6,330,198	7,563,087	(1,232,889)	.....0	6,330,198	.....0.264	.....0.264
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).....	\$ 6,330,198	\$ .....0	\$ .....0	\$ .....0	\$ 6,330,198	\$ 7,563,087	\$ (1,232,889)	\$ .....0	\$ 6,330,198	.....0.264 %	.....0.264 %

- (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
- S. Aggregate Collateral Loans by Qualifying Investment Collateral - 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.....	\$ ..... 677,321
2. Nonadmitted.....	\$ ..... 0
3. Admitted.....	\$ ..... 677,321

- 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

	2024			2023			Change		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Ordinary	Capital	Total (Col 1+2)	Ordinary	Capital	Total (Col 4+5)	Ordinary (Col 1-4)	Capital (Col 2-5)	Total (Col 7+8)
(a) Gross deferred tax assets	\$ 3,012,549	\$ 2,063	\$ 3,014,612	\$ 3,062,919	\$ 2,898	\$ 3,065,817	\$ (50,370)	\$ (835)	\$ (51,205)
(b) Statutory valuation allowance adjustments	0	0	0	0	0	0	0	0	0
(c) Adjusted gross deferred tax assets (1a - 1b)	3,012,549	2,063	3,014,612	3,062,919	2,898	3,065,817	(50,370)	(835)	(51,205)
(d) Deferred tax assets nonadmitted	1,352,444	2,063	1,354,507	1,280,111	2,898	1,283,009	72,333	(835)	71,498
(e) Subtotal net admitted deferred tax asset (1c - 1d)	\$ 1,660,105	\$ 0	\$ 1,660,105	\$ 1,782,808	\$ 0	\$ 1,782,808	\$ (122,703)	\$ 0	\$ (122,703)
(f) Deferred tax liabilities	156,395	0	156,395	111,292	0	111,292	45,103	0	45,103
(g) Net admitted deferred tax asset/(net deferred tax liability) (1e - 1f)	<u>\$ 1,503,710</u>	<u>\$ 0</u>	<u>\$ 1,503,710</u>	<u>\$ 1,671,516</u>	<u>\$ 0</u>	<u>\$ 1,671,516</u>	<u>\$ (167,806)</u>	<u>\$ 0</u>	<u>\$ (167,806)</u>

(2) Admission calculation components SSAP No. 101

	2024			2023			Change		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Ordinary	Capital	Total (Col 1+2)	Ordinary	Capital	Total (Col 4+5)	Ordinary (Col 1-4)	Capital (Col 2-5)	Total (Col 7+8)
(a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 1,503,710	\$ 0	\$ 1,503,710	\$ 1,671,516	\$ 0	\$ 1,671,516	\$ (167,806)	\$ 0	\$ (167,806)
(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	0	0	0	0	0	0
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	0	0	0	0	0	0	0	0	0
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	22,633,441	XXX	XXX	23,181,267	XXX	XXX	(547,826)
(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	156,395	0	156,395	111,292	0	111,292	45,103	0	45,103
(d) Deferred tax assets admitted as the result of application of SSAP No. 101.									
Total 2(a) + 2(b) + 2(c))	<u>\$ 1,660,105</u>	<u>\$ 0</u>	<u>\$ 1,660,105</u>	<u>\$ 1,782,808</u>	<u>\$ 0</u>	<u>\$ 1,782,808</u>	<u>\$ (122,703)</u>	<u>\$ 0</u>	<u>\$ (122,703)</u>

(3) Ratio used as basis of admissibility

	2024	2023
(a) Ratio percentage used to determine recovery period and threshold limitation amount	202.050 %	272.183 %
(b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 226,334,414	\$ 231,626,973

(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

	2024		2023		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)	\$ 3,012,549	\$ 2,063	\$ 3,062,919	\$ 2,898	\$ (50,370)	\$ (835)
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0 %	0 %	0 %	0 %	0 %	0 %
3. Net admitted adjusted gross DTAs amount from Note 9A1(e)	\$ 1,660,105	\$ 0	\$ 1,782,808	\$ 0	\$ (122,703)	\$ 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 %

(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

Current income taxes incurred consist of the following major components:			
	(1) 2024	(2) 2023	(3) Change (1-2)
1. Current Income Tax			
(a) Federal	\$ (120,021)	\$ 1,987,955	\$ (2,107,976)
(b) Foreign	0	0	0
(c) Subtotal (1a+1b)	\$ (120,021)	\$ 1,987,955	\$ (2,107,976)
(d) Federal income tax on net capital gains	1,538	(2,039)	3,577
(e) Utilization of capital loss carry-forwards	0	0	0
(f) Other	0	24,199	(24,199)
(g) Federal and foreign income taxes incurred (1c+1d+1e+1f)	\$ (118,483)	\$ 2,010,115	\$ (2,128,598)
	(1) 2024	(2) 2023	(3) Change (1-2)
2. Deferred Tax Assets			
(a) Ordinary			
(1) Discounting of unpaid losses	\$ 1,460,284	\$ 1,631,140	\$ (170,856)
(2) Unearned premium reserve	810,132	880,705	(70,573)
(3) Policyholder reserves	0	0	0
(4) Investments	0	0	0
(5) Deferred acquisition costs	0	0	0
(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	72,069	114,755	(42,686)
(11) Net operating loss carry-forward	0	0	0
(12) Tax credit carry-forward	0	0	0
(13) Other	670,064	436,319	233,745
(99) Subtotal (Sum of 2a1 through 2a13)	\$ 3,012,549	\$ 3,062,919	\$ (50,370)
(b) Statutory valuation allowance adjustment	0	0	0
(c) Nonadmitted	1,352,444	1,280,111	72,333
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	\$ 1,660,105	\$ 1,782,808	\$ (122,703)
(e) Capital			
(1) Investments	\$ 0	\$ 0	\$ 0
(2) Net capital loss carry-forward	0	0	0
(3) Real estate	0	0	0
(4) Other	2,063	2,898	(835)
(99) Subtotal (2e1+2e2+2e3+2e4)	\$ 2,063	\$ 2,898	\$ (835)
(f) Statutory valuation allowance adjustment	0	0	0
(g) Nonadmitted	2,063	2,898	(835)
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	0	0	0
(i) Admitted deferred tax assets (2d + 2h)	\$ 1,660,105	\$ 1,782,808	\$ (122,703)
	(1) 2024	(2) 2023	(3) Change (1-2)
3. Deferred Tax Liabilities			
(a) Ordinary			
(1) Investments	\$ 142,119	\$ 82,740	\$ 59,379
(2) Fixed assets	0	0	0
(3) Deferred and uncollected premium	0	0	0
(4) Policyholder reserves	0	0	0
(5) Other	14,276	28,552	(14,276)
(99) Subtotal (3a1+3a2+3a3+3a4+3a5)	\$ 156,395	\$ 111,292	\$ 45,103
(b) Capital			
(1) Investments	\$ 0	\$ 0	\$ 0
(2) Real estate	0	0	0
(3) Other	0	0	0
(99) Subtotal (3b1+3b2+3b3)	\$ 0	\$ 0	\$ 0
(c) Deferred tax liabilities (3a99 + 3b99)	\$ 156,395	\$ 111,292	\$ 45,103
4. Net deferred tax assets/liabilities (2i - 3c)	\$ 1,503,710	\$ 1,671,516	\$ (167,806)

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)

	2024	Effective Tax Rate
Provision computed at statutory rate.....	\$ (97,748)	21.000 %
Proration of tax exempt investment income.....	4,061	-0.872 ...
Tax exempt income deduction.....	(14,989)	3.220 ...
Dividends received deduction.....	(1,255)	0.270 ...
Other Permanent differences.....	932	-0.200 ...
Change in nonadmitted assets.....	42,685	-9.170 ...
Accrual adjustment - prior year.....	(236)	0.051 ...
Other.....	43,540	-9.354 ...
Total.....	<u>\$ (23,010)</u>	<u>4.943 %</u>

  

	2024	Effective Tax Rate
Federal and foreign income taxes incurred.....	\$ (120,019)	25.785 %
Realized capital gains (losses) tax.....	1,538	-0.330 ...
Change in deferred income taxes.....	95,471	-20.511 ...
Total statutory income taxes.....	<u>\$ (23,010)</u>	<u>4.943 %</u>

E. Operating Loss and Tax Credit Carryforwards

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

	Total
2022.....	\$ 0
2023.....	2,074,122
2024.....	0

- (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:
- 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.

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

Notes to the Financial Statements

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

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 2024, Falls Lake Insurance Management Company, Inc. incurred \$9,979,269 of expenses on behalf of Falls Lake National Insurance Company, pursuant to the terms of the intercompany Management Services Agreement. As of December 31, 2024, \$9,149,363 of this amount had been settled, and the resulting \$829,906 payable was settled by January 31, 2025.

- 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 \$313,679 for 2024. 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 2025 is \$22,783,812.
- 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 2024, the Aggregate Write-In for Special Surplus Funds increased by \$3.6 million as a result of a gain on retroactive reinsurance. During 20234, \$3.6 million of restricted surplus was transferred to unassigned funds as a result of retroactive reinsurance (see note 23F(1)d).
- J. Unassigned Funds (Surplus)

The portion of unassigned funds (surplus) represented by cumulative unrealized gains is: \$50,893,847.

Notes to the Financial Statements

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

- 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 \$10,357 for guaranty fund assessments as of December 31, 2024. The liability is included in the taxes, licenses and fees liability and is expected to be paid in 2025. 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 contingetnt liabilities arising from such litigation and other matters will not have material effect on the financial position or the results of operatiions 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,P,CA,C	\$ 12,868,854
Total					\$ 12,868,854

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 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 - industrial & misc.	\$ 0	\$ 189,900	\$ 0	\$ 0	\$ 189,900
Money market mutual funds	0	0	0	2,090,519	2,090,519
Total assets at fair value/NAV	<u>\$ 0</u>	<u>\$ 189,900</u>	<u>\$ 0</u>	<u>\$ 2,090,519</u>	<u>\$ 2,280,419</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, 2024, 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	\$ 80,785,003	\$ 82,233,452	\$ 4,856,268	\$ 75,928,735	\$ 0	\$ 0	0
Preferred stock	189,900	189,900	0	189,900	0	0	0
Cash equivalents & short-term investments	3,967,742	3,967,520	0	1,877,223	0	2,090,519	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 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 closed on April 16, 2024, resulted 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 considered a wide range of options for JRGH including, among other things, a potential sale, merger, or other strategic transaction. As of November 11, 2024, the Board of Directors has concluded the strategic review process and entered into a strategic partnership with Enstar Group Limited ("Enstar"). This partnership includes an agreement for Enstar to purchase \$12.5 million of newly issued common shares, executing an adverse development cover ("ADC") agreement with James River Insurance Company and James River Casualty Company for a limit of \$75 million, and having an ongoing informal consulting relationship and best practices dialogue with Enstar leadership across a myriad of industry topics. See note 23 for discussion of the ADC agreement.

B. Troubled Debt Restructuring - Not Applicable

C. Other Disclosures - Not Applicable

D. Business Interruption Insurance Recoveries - Not Applicable

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

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

Notes to the Financial Statements

21. Other Items (Continued)

- 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 subsequent events occurring through February 24, 2025 that merited recognition or disclosure in these statements.

23. Reinsurance

A. Unsecured Reinsurance Recoverables

At December 31, 2024, 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

ID Number	Reinsurer Name	Unsecured Amount
AA-1340125	Hannover Rueck SE	\$ 22,751,645

Individual Reinsurers Who Are Members of a Group

NAIC Group Code	ID Number	Reinsurer Name	Unsecured Amount
1279	06-1430254	Arch Reins Co	\$ 9,722,982
3494	22-2824607	James River Insurance Company	45,484,000
0079	38-0855585	Motors Ins Corp	56,300,240
0181	13-1675535	Swiss Reins Amer Corp	76,478,595

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	\$ 259,168,596	\$ 63,777,390	\$ 256,355,663	\$ 61,321,315	\$ 2,812,933	\$ 2,456,075
b. All other	310,479	109,104	67,849,486	16,889,485	(67,539,007)	(16,780,381)
c. Total (a+b)	\$ 259,479,075	\$ 63,886,494	\$ 324,205,149	\$ 78,210,800	\$ (64,726,074)	\$ (14,324,306)
d. Direct unearned premium reserve			\$ 84,021,661			

- (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	5,863,114	0	5,132,149	730,965
c. Other profit commission arrangements	0	0	0	0
d. Total (a+b+c)	\$ 5,863,114	\$ 0	\$ 5,132,149	\$ 730,965

- (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	

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 and James River Casualty Company, collectively ("the Ceding Companies"), have entered into three Loss Portfolio Transfer agreements ("LPTs") that are accounted for as retroactive reinsurance.

Notes to the Financial Statements

23. Reinsurance (Continued)

1) **LPT – Aleka:** The Ceding Companies 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 reinsures substantially all of the Company's legacy portfolio of commercial auto policies related to Uber's ridesharing business on September 27, 2021. The coverage provided by Aleka is fully collateralized and not subject to an aggregate limit.

2) **LPT – ADC State National:** On July 2, 2024, the Ceding Companies entered into a Combined Loss Portfolio Transfer and Adverse Development Cover Reinsurance Contract (the "LPT-ADC Agreement") with State National Insurance Company, Inc. ("State National"). The transaction closed upon signing and is reflected in the results for the third quarter of 2024. The LPT-ADC Agreement is effective January 1, 2024 (the "Effective Date") and applies to the Ceding Companies' losses attaching to premium earned during 2010-2023 (both years inclusive), excluding, among others, losses related to property lines of business and commercial auto policies issued to a former large insured or its affiliates (the "Subject Business"). Pursuant to the LPT-ADC Agreement, (a) State National reinsured 85% of losses paid on and after the Effective Date in respect of the Subject Business in excess of \$716.6 million up to an aggregate limit of \$467.1 million (with State National's share of the aggregate limit being \$397.0 million) in exchange for consideration paid by the Ceding Companies equal to \$313.2 million, and (b) the Ceding Companies will continue to manage claims and to manage and collect the benefit of other existing third-party reinsurance on the Subject Business, which third-party reinsurance shall inure to the benefit of the LPT-ADC Agreement.

3) **LPT -ADC Cavello Bay:** On November 11, 2024, the Ceding Companies executed an Adverse Development Cover Reinsurance Contract with Enstar, through its subsidiary Cavello Bay Reinsurance Limited ("Cavello Bay"), effective January 1, 2024 and covers accident years 2010 through 2023 for the Ceding Companies' E&S segment net reserves and is placed at 100%. This transaction provides an additional \$75 million in adverse development coverage on top of the existing LPT-ADC agreement with State National described above. It excludes exposure to property and the commercial auto segment already included in a previously executed loss portfolio transfer with Aleka described above. The reserves as of December 31, 2024 did not reach the initial retention, and no reserves were ceded to Cavello Bay under the ADC as of December 31, 2024. The transaction received final regulatory approval on December 19, 2024 and was settled on December 24, 2024. The cost of the ADC paid by the Ceding Companies was \$52.8 million and resulted in an initial loss.

The LPTs are considered retroactive reinsurance contracts. 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. The initial loss on the ADC (if applicable) is reflected as an Aggregate Write-In on the Statement of Income. When the cumulative loss and LAE ceded under each of the LPTs exceed the consideration paid, the resulting gains are reflected as an Aggregate Write-In on the Statement of Income and as an Aggregate Write-in for Special Surplus Funds.

Development on the Ceding Companies' business subject to the LPTs is ceded to the Pool. Any gain or loss on the LPTs related to development is shared by the pooling participants at their respective pooling percentages. Each company's share of the gain or loss on LPTs 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 LPTs is transferred to Unassigned Funds to the extent the retroactive reinsurance recovered exceeds the initial consideration paid under the contracts.

(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	\$ (7,776,954)
2. Current year	0	(3,626,003)
3. Current total (1+2)	<u>\$ 0</u>	<u>\$ (11,402,957)</u>

(d) Special surplus from retroactive reinsurance

	Assumed	Ceded
1. Initial surplus gain or loss	\$ 0	\$ (3,693,561)
2. Adjustments - prior year(s)	0	7,776,954
3. Adjustments - current year	0	3,626,003
4. Current year restricted surplus	0	(5,958,058)
5. Cumulative total transferred to unassigned funds (1+2+3+4)	<u>\$ 0</u>	<u>\$ 1,751,338</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
Total.....	\$..... 0	\$..... 0

- G. Reinsurance Accounted for as a Deposit - Not Applicable
- H. Disclosures for the Transfer of Property and Casualty Run-Off Agreements - Not Applicable
- I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation - Not Applicable
- J. Reinsurance Agreements Qualifying for Reinsurer Aggregation - Not Applicable
- K. Reinsurance Credit - Not Applicable

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

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

- A. Method Used to Estimate - None
- B. Method Used to Record - None
- C. Amount and Percent of Net Retrospective Premiums - None
- D. Medical Loss Ratio Rebates Required Pursuant to the Public Health Service Act - None
- E. Calculation of Nonadmitted Retrospective Premium - None
- F. Risk-Sharing Provisions of the Affordable Care Act (ACA)

NONE

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

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

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

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

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, 2024	Dec. 31, 2023
Reserves, Net of Reinsurance Recoverables at Beginning of Period	\$ 92,752,699	\$ 78,628,942
Loss and loss adjustment expense incurred:		
Current accident year	30,897,686	32,425,047
Prior accident years	8,927,855	6,744,737
	39,825,541	39,169,784
Loss and loss adjustment expense payments made for:		
Current accident year	2,191,895	2,268,666
Prior accident years	26,535,524	22,777,361
	28,727,419	25,046,027
Reserves, Net of Reinsurance Recoverables at End of Period	\$ 103,850,821	\$ 92,752,699

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 2024, the companies participating in the Pool experienced \$127.5 million of adverse development on prior years.

The development was primarily related to James River Insurance Company and James River Casualty Company (collectively "James River"). James River experienced adverse development of \$123.0 million attributable to the other liability lines and product liability lines in accident years 2019-2022 which accounts for the majority of the development. As described in Note 23, James River purchased an ADC in 2024 that is accounted for as retroactive reinsurance. James River reported a net gain of \$48.7 million during 2024 reported as retroactive reinsurance benefit in Aggregate Write-ins for Miscellaneous income and pooled among the companies. This gain is not included in the Loss and LAE amounts above. See Note 23 for more information.

- 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 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 Company's parent, JRG, guarantees the payment of all Third Party Reinsurance amounts owed to Reinsurer or Ceded 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 to the other participants is \$379,975 as of December 31, 2024.

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:.....02/24/2025.....
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.....	\$ ..... 12,793,619	\$ ..... 10,833,492	\$ ..... 0	\$ ..... 10,833,492
Total.....		<u>\$ ..... 12,793,619</u>	<u>\$ ..... 10,833,492</u>	<u>\$ ..... 0</u>	<u>\$ ..... 10,833,492</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)..... \$ ..... 10,833,492
- b. Collateral on balance sheet (must be equal to or greater than zero)..... 10,833,492
- 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

	2020	2021	2022	2023	2024
a. Beginning reserves.....	\$ ..... 78,148	\$ ..... 117,814	\$ ..... 31,648	\$ ..... 32,101	\$ ..... 89,595
b. Incurred losses and loss adjustment expense .....	(6,806)	9,649	6,710	(5,951)	(81,538)
c. Calendar year payments for losses and loss adjustment expenses.....	(46,472)	95,815	6,257	(63,445)	8,057
d. Ending reserves (a+b-c).....	<u>\$ ..... 117,814</u>	<u>\$ ..... 31,648</u>	<u>\$ ..... 32,101</u>	<u>\$ ..... 89,595</u>	<u>\$ ..... 0</u>

(3) Net of ceded reinsurance basis

	2020	2021	2022	2023	2024
a. Beginning reserves.....	\$ ..... 4,690	\$ ..... 11,781	\$ ..... 2,215	\$ ..... 2,247	\$ ..... 6,271
b. Incurred losses and loss adjustment expenses .....	3,838	675	470	(417)	(5,708)
c. Calendar year payments for losses and loss adjustment expenses.....	(3,253)	10,241	438	(4,441)	563
d. Ending reserves (a+b-c).....	<u>\$ ..... 11,781</u>	<u>\$ ..... 2,215</u>	<u>\$ ..... 2,247</u>	<u>\$ ..... 6,271</u>	<u>\$ ..... 0</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

35. Multiple Peril Crop Insurance - Not Applicable

Notes to the Financial Statements

36. Financial Guaranty Insurance - Not Applicable

GENERAL INTERROGATORIES  
PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1. Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?.....YES.....  
If yes, complete Schedule Y, Parts 1, 1A, 2, and 3.
- 1.2. If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?.....YES.....
- 1.3. State Regulating?.....OHIO.....
- 1.4. Is the reporting entity publicly traded or a member of a publicly traded group?.....YES.....
- 1.5. If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.....1620459.....
- 2.1. Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?.....YES.....
- 2.2. If yes, date of change:.....04/29/2024.....
- 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

GENERAL INTERROGATORIES  
PART 1 - COMMON INTERROGATORIES

8.1.

Is the company a subsidiary of a depository institution holding company (DIHC) or a DIHC itself, regulated by the Federal Reserve Board?

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

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

GENERAL INTERROGATORIES  
PART 1 - COMMON INTERROGATORIES

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).

15.1. Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List?

YES

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

1	2	3	4
American Bankers Association (ABA) Routing Number	Issuing or Confirming Bank Name	Circumstances That Can Trigger the Letter of Credit	Amount
113011258	AMEGY BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	\$ 125,000
051401027	AMERICAN BANK & TRUST	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	81,830
064202860	ANDREW JOHNSON BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	17,344
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
053100300	FIRST CITIZENS BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	135,000
051403041	FIRST NATIONAL BANK	NON-PAYMENT OF DEDUCTIBLE BALANCE	20,000
062203308	FIRST STATE BANK OF DEKALB COUNTY	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	238,259
112314066	FORT DAVIS STATE BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	2,300
082900432	SIMMONS BANK	NON-PAYMENT OF DEDUCTIBLE BALANCE	10,143
243374221	WASHINTON FINANCIAL BANK	NON-PAYMENT OF PREMIUMS RECEIVABLE BALANCE	62,945

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

GENERAL INTERROGATORIES  
PART 1 - COMMON INTERROGATORIES

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

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

INVESTMENT

- 25.01. Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 25.03)..... YES
- 25.02. If no, give full and complete information, relating thereto  
NOT APPLICABLE
- 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.....\$ 6,330,198

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

GENERAL INTERROGATORIES  
PART 1 - COMMON INTERROGATORIES

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?.....NO
- 27.4. If the response to 27.3 is YES, does the reporting entity utilize:
- 27.41 Special accounting provision of SSAP No. 108.....
- 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:

1	2	3
Name(s)	Location(s)	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	2	3	4
Old Custodian	New Custodian	Date of Change	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. This includes both primary and sub-advisors. 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	2
Name of Firm or Individual	Affiliation
NEW ENGLAND ASSET MANAGEMENT, INC.....	U.....

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

29.0598. For firms/individuals unaffiliated with the reporting entity (i.e., designated with a “U”) listed in the table for Question 29.05, does the total assets under management aggregate to more than 50% of the reporting entity’s invested assets?.....NO

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

1	2	3	4	5
Central Registration Depository Number	Name of Firm or Individual	Legal Entity Identifier (LEI)	Registered With	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	2	3
CUSIP #	Name of Mutual Fund	Book/Adjusted Carrying Value
30.2999 TOTAL		\$.....0

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

GENERAL INTERROGATORIES  
PART 1 - COMMON INTERROGATORIES

1	2	3	4
Name of Mutual Fund (from above table)	Name of Significant Holding of the Mutual Fund	Amount of Mutual Fund's Book / Adjusted Carrying Value Attributable to the Holding	Date of Valuation
		\$ 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	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
31.1. Bonds.....	\$ 84,110,454	\$ 82,662,226	\$ (1,448,228)
31.2. Preferred Stocks.....	189,900	189,900	0
31.3. Totals.....	\$ 84,300,354	\$ 82,852,126	\$ (1,448,228)

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 its compliance with the requirements as specified in the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* (P&P Manual) for private letter rating (PLR) securities and the following elements of each self-designated PLGI security:.....  
a. The security was either:  
i. issued prior to January 1, 2018 (which is exempt from PLR filing requirements pursuant to the P&P Manual), or  
ii. issued from January 1, 2018 to December 31, 2021 and subject to a confidentiality agreement executed prior to January 1, 2022 which confidentiality agreement remains in force, for which an insurance company cannot provide a copy of a private letter rating rationale report to the SVO due to confidentiality or other contractual reasons ("waived submission PLR securities").  
b. The reporting entity is holding capital commensurate with the NAIC Designation and NAIC Designation Category reported for the security.  
c. The NAIC Designation and NAIC Designation Category were 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, dated during the financial statement year, held by the insurer and available for examination by state insurance regulators.  
d. Other than for waived submission PLR securities, defined above, on or after January 1, 2024 for any PLR securities issued on or after January 1, 2022, if the reporting entity is not permitted to share this private credit rating or the private rating letter rationale report of the PL security with the SVO, it certifies that it is reporting it as an NAIC 5.B GI and may not assign any other self-designation.  
Has the reporting entity self-designated PLGI to securities, all of which meet the above requirement and as specified in the P&P Manual?.....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?.....YES.....

GENERAL INTERROGATORIES  
PART 1 - COMMON INTERROGATORIES

- 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?.....\$..... 344,135 .
- 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.....	\$..... 146,167

- 41.1. Amount of payments for legal expenses, if any?.....\$..... 24,525 .
- 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
STEPTOE, LLP.....	\$..... 10,322

- 42.1. Amount of payments for expenditures in connection with matters before legislative bodies, officers, or departments of government, if any?.....\$..... 0 .
- 42.2. List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers, or departments of government during the period covered by this statement.

1	2
Name	Amount Paid
	\$..... 0

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 1.1. Does the reporting entity have any direct Medicare Supplement Insurance in force?..... NO .....
- 1.2. If yes, indicate premium earned on U.S. business only..... \$ ..... 0 .....
- 1.3. What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?..... \$ ..... 0 .....
- 1.31 Reason for excluding:
- 1.4. Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above..... \$ ..... 0 .....
- 1.5. Indicate total incurred claims on all Medicare Supplement insurance..... \$ ..... 0 .....
- 1.6. Individual policies:
- Most current three years:
- 1.61. Total premium earned..... \$ ..... 0 .....
- 1.62. Total incurred claims..... \$ ..... 0 .....
- 1.63. Number of covered lives..... 0 .....
- All years prior to most current three years:
- 1.64. Total premium earned..... \$ ..... 0 .....
- 1.65. Total incurred claims..... \$ ..... 0 .....
- 1.66. Number of covered lives..... 0 .....
- 1.7. Group policies:
- Most current three years:
- 1.71. Total premium earned..... \$ ..... 0 .....
- 1.72. Total incurred claims..... \$ ..... 0 .....
- 1.73. Number of covered lives..... 0 .....
- All years prior to most current three years:
- 1.74. Total premium earned..... \$ ..... 0 .....
- 1.75. Total incurred claims..... \$ ..... 0 .....
- 1.76. Number of covered lives..... 0 .....

2. Health Test:

	Current Year	Prior Year
2.1. Premium Numerator.....	\$ ..... 0	\$ ..... 0
2.2. Premium Denominator.....	\$ ..... 45,707,328	\$ ..... 49,560,367
2.3. Premium Ratio (2.1/2.2).....	..... 0 %	..... 0 %
2.4. Reserve Numerator.....	\$ ..... 0	\$ ..... 0
2.5. Reserve Denominator.....	\$ ..... 123,146,409	\$ ..... 113,402,262
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 \$500K PER OCCURRENCE AND AN EXCESS OF LOSS TREATY UP TO \$29.5M. NET RISK BEING \$160K 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. THE COMPANY RELIES ON THE EXPERTISE OF ITS REINS BROKERS.
- 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?

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

THE COMPANY CEDES ON AVERAGE 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 PROPERTY QUOTA SHARE UP TO \$40M OCCURRENCE.

6.4. Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?.....YES

6.5. If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss  
NOT APPLICABLE

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)?.....YES

7.2. If yes, indicate the number of reinsurance contracts containing such provisions.....3

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)?.....NO

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

8.2. If yes, give full information  
NOT APPLICABLE

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

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

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

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

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

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

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?.....YES

11.1. Has the reporting entity guaranteed policies issued by any other entity and now in force:.....NO

11.2. If yes, give full information  
NOT APPLICABLE

12.1. If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:  
12.11 Unpaid losses.....\$0

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

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

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

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

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

12.41 From.....0 %

12.42 To.....0 %

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

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

12.61 Letters of Credit.....\$.....1,041,090 .

12.62 Collateral and other funds.....\$.....327,204 .

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. ....0

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	2	3	4	5
	2024	2023	2022	2021	2020
<b>Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 &amp; 3)</b>					
1. Liability lines (Lines 11, 16, 17, 18 & 19)	741,036,885	787,194,786	932,107,398	328,597,442	259,776,219
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	63,112,632	55,942,949	46,694,195	42,152,737	27,693,288
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	33,347,545	34,966,172	48,111,915	44,632,644	38,687,915
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	27,506,043	31,246,742	27,674,286	7,960,081	386,756
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	865,003,105	909,350,649	1,054,587,794	423,342,904	326,544,178
<b>Net Premiums Written (Page 8, Part 1B, Col. 6)</b>					
7. Liability lines (Lines 11, 16, 17, 18 & 19)	43,533,043	47,820,268	58,717,829	10,455,054	14,674,577
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	613,821	538,049	783,398	205,145	111,679
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	206,489	214,774	373,273	66,533	65,181
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)	44,353,353	48,573,091	59,874,500	10,726,732	14,851,437
<b>Statement of Income (Page 4)</b>					
13. Net underwriting gain (loss) (Line 8)	(4,727,715)	(433,579)	292,712	(2,160,545)	4,620,641
14. Net investment gain (loss) (Line 11)	3,823,623	3,501,650	990,047	1,657	50,896
15. Total other income (Line 15)	437,088	5,674,203	3,874,287	1,537,339	2,362,169
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	(120,019)	2,012,154	2,578,825	(71,971)	1,580,054
18. Net income (Line 20)	(346,985)	6,730,120	2,578,221	(549,578)	5,453,652
<b>Balance Sheet Lines (Pages 2 and 3)</b>					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	2,398,096,441	2,221,881,446	2,009,782,047	1,152,213,665	566,011,260
20. Premiums and considerations (Page 2, Col. 3)					
20.1. In course of collection (Line 15.1)	109,840,046	133,991,252	141,438,681	62,769,226	97,588,921
20.2. Deferred and not yet due (Line 15.2)	65,491,343	61,862,538	68,900,092	65,244,017	5,945,738
20.3. Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	2,170,258,317	1,988,582,957	1,805,001,429	1,028,738,082	451,979,468
22. Losses (Page 3, Line 1)	76,241,256	67,573,395	58,607,996	31,175,632	16,193,303
23. Loss adjustment expenses (Page 3, Line 3)	27,609,565	25,179,304	20,020,946	10,865,941	9,180,233
24. Unearned premiums (Page 3, Line 9)	19,295,588	20,649,563	21,636,839	5,841,653	7,190,675
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)	227,838,124	233,298,489	204,780,618	123,475,583	114,031,792
<b>Cash Flow (Page 5)</b>					
27. Net cash from operations (Line 11)	(133,320,887)	(167,379,918)	(603,479,703)	(395,836,293)	(26,695,554)
<b>Risk-Based Capital Analysis</b>					
28. Total adjusted capital	227,838,124	233,298,489	204,780,618	123,475,583	114,031,792
29. Authorized control level risk-based capital	112,019,098	85,099,705	64,156,616	36,728,906	22,553,955
<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)	25.9	24.8	23.6	3.3	3.5
31. Stocks (Lines 2.1 & 2.2)	62.2	61.9	60.9	70.0	76.1
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)	11.9	13.3	15.6	26.7	20.4
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)	197,761,148	192,537,960	170,401,049	99,213,900	94,354,687
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	197,761,148	192,537,960	170,401,049	99,213,900	94,354,687
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)	86.8	82.5	83.2	80.4	82.7

FIVE–YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2024	2023	2022	2021	2020
<b>Capital and Surplus Accounts (Page 4)</b>					
51. Net unrealized capital gains (losses) (Line 24)	(4,773,673)	22,138,333	16,165,055	(2,143,401)	10,796,983
52. Dividends to stockholders (Line 35)	0	0	0	0	0
53. Change in surplus as regards policyholders for the year (Line 38)	(5,460,365)	28,517,871	81,305,035	9,443,791	14,807,566
<b>Gross Losses Paid (Page 9, Part 2, Cols. 1 &amp; 2)</b>					
54. Liability lines (Lines 11, 16, 17, 18 & 19)	88,402,011	341,979,951	21,027,308	(99,368,052)	66,523,802
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	31,431,268	35,389,277	11,892,476	18,019,120	9,369,760
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	22,636,288	25,826,231	20,166,399	18,647,425	7,342,165
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	10,361,442	14,160,231	12,712,570	3,395,287	222,070
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59. Total (Line 35)	152,831,009	417,355,690	65,798,753	(59,306,220)	83,457,797
<b>Net Losses Paid (Page 9, Part 2, Col. 4)</b>					
60. Liability lines (Lines 11, 16, 17, 18 & 19)	20,805,360	19,181,295	(3,128,948)	(5,577,744)	3,157,599
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	441,359	449,107	(116,125)	137,675	32,156
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	114,386	91,680	57,940	13,421	747
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	(3,681)	690	0
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65. Total (Line 35)	21,361,105	19,722,082	(3,190,814)	(5,425,958)	3,190,502
<b>Operating Percentages (Page 4)</b>					
<b>(Item divided by Page 4, Line 1) x 100.0</b>					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	65.7	57.9	55.0	79.1	37.2
68. Loss expenses incurred (Line 3)	21.4	21.2	18.2	39.1	23.6
69. Other underwriting expenses incurred (Line 4)	23.2	21.8	26.1	(0.3)	5.3
70. Net underwriting gain (loss) (Line 8)	(10.3)	(0.9)	0.7	(17.9)	33.9
<b>Other Percentages</b>					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4+5-15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	22.9	10.6	12.8	(14.7)	(11.0)
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2+3 divided by Page 4, Line 1 x 100.0)	87.1	79.0	73.2	118.2	60.8
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)	19.5	20.8	29.2	8.7	13.0
<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)	8,898	6,890	2,357	4,323	(989)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year-end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0)	3.8	3.4	1.9	3.8	(1.0)
<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)	17,261	12,534	7,709	5,929	(1,104)
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)	8.4	10.2	6.8	6.0	(1.2)

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
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported Direct and Assumed
				4	5	6	7	8	9			
Direct and Assumed	Ceded	Net (Cols. 1-2)	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Received	Total Net Paid (Cols. 4-5+6-7+8-9)		
1. Prior	XXX	XXX	XXX	301	17	191	(1)	43	(3)	0	521	XXX
2. 2015	25,939	19,989	5,950	11,962	9,752	3,165	2,357	1,904	858	467	4,065	XXX
3. 2016	34,063	26,597	7,466	22,387	17,523	4,750	3,542	2,456	650	1,337	7,878	XXX
4. 2017	59,171	47,922	11,249	42,126	33,081	7,620	5,740	4,722	1,799	2,702	13,847	XXX
5. 2018	69,558	56,663	12,895	43,641	34,731	7,565	5,814	5,375	2,160	2,192	13,876	XXX
6. 2019	83,042	68,684	14,358	53,899	42,948	8,745	7,111	5,869	1,957	2,191	16,497	XXX
7. 2020	70,631	60,469	10,161	30,668	28,475	4,711	4,417	2,873	1,328	270	4,032	XXX
8. 2021	88,135	76,059	12,076	32,620	34,621	3,994	5,469	2,551	982	311	(1,905)	XXX
9. 2022	96,716	52,636	44,079	24,749	16,657	2,478	1,063	2,099	489	320	11,117	XXX
10. 2023	104,927	55,367	49,560	15,416	10,430	1,228	725	1,556	410	340	6,633	XXX
11. 2024	101,335	55,627	45,707	4,959	3,486	277	192	822	188	145	2,192	XXX
12. Totals	XXX	XXX	XXX	282,728	231,721	44,724	36,429	30,271	10,818	10,275	78,754	XXX

Years in Which Premiums Were Earned and Losses Were Incurred	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13	14	15	16	17	18	19	20					
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded					
1. Prior	387	24	625	237	113	0	211	33	68	1	0	1,109	6
2. 2015	284	4	264	88	72	0	103	21	55	0	0	665	8
3. 2016	686	177	523	203	97	13	170	40	67	7	0	1,103	35
4. 2017	1,827	750	1,415	798	250	63	346	120	157	44	0	2,220	115
5. 2018	2,891	1,081	2,660	1,829	361	97	597	305	224	82	0	3,341	169
6. 2019	4,619	1,889	4,177	2,233	671	128	1,051	373	324	58	0	6,160	237
7. 2020	7,054	3,986	8,543	5,534	883	316	2,050	1,040	697	184	0	8,168	173
8. 2021	6,717	3,342	14,184	8,753	1,003	330	3,245	1,426	1,050	186	0	12,161	201
9. 2022	9,946	5,336	20,089	12,215	1,396	490	4,501	1,887	1,344	278	0	17,070	260
10. 2023	10,538	6,090	29,038	16,522	1,390	666	6,631	2,688	1,888	371	0	23,148	273
11. 2024	5,452	3,376	39,815	21,025	569	310	9,588	4,349	3,003	662	0	28,706	216
12. Totals	50,401	26,056	121,332	69,436	6,804	2,413	28,494	12,281	8,877	1,873	0	103,851	1,694

Years in Which Premiums Were Earned and Losses Were Incurred	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33	Inter-Company Pooling Participation Percentage	35	36
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	750	359
2. 2015	17,809	13,079	4,729	68.657	65.434	79.484	0	0	7.000	456	208
3. 2016	31,136	22,155	8,981	91.408	83.299	120.297	0	0	7.000	829	274
4. 2017	58,463	42,396	16,067	98.803	88.467	142.832	0	0	7.000	1,693	526
5. 2018	63,315	46,098	17,217	91.025	81.355	133.518	0	0	7.000	2,641	699
6. 2019	79,355	56,697	22,658	95.559	82.547	157.806	0	0	7.000	4,673	1,487
7. 2020	57,479	45,279	12,200	81.380	74.879	120.064	0	0	7.000	6,077	2,091
8. 2021	65,365	55,108	10,256	74.164	72.455	84.931	0	0	7.000	8,806	3,356
9. 2022	66,601	38,414	28,187	68.862	72.979	63.946	0	0	7.000	12,484	4,586
10. 2023	67,684	37,903	29,781	64.506	68.458	60.091	0	0	7.000	16,964	6,184
11. 2024	64,485	33,587	30,898	63.635	60.378	67.599	0	0	7.000	20,866	7,840
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	76,241	27,610

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred		INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR-END (\$000 OMITTED)										DEVELOPMENT	
		1	2	3	4	5	6	7	8	9	10	11	12
		2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	One Year	Two Year
1.	Prior	6,021	5,725	6,038	6,265	6,080	6,018	6,112	6,221	6,531	6,873	342	653
2.	2015	3,432	3,216	3,134	3,060	3,064	3,153	3,263	3,295	3,434	3,628	194	334
3.	2016	XXX	4,465	5,095	5,458	5,828	5,969	6,266	6,243	6,708	7,116	408	873
4.	2017	XXX	XXX	7,528	7,318	8,594	9,361	10,220	11,062	12,519	13,030	511	1,968
5.	2018	XXX	XXX	XXX	8,697	7,942	8,754	10,252	11,286	13,555	13,859	304	2,573
6.	2019	XXX	XXX	XXX	XXX	9,713	8,843	11,036	12,496	16,543	18,479	1,936	5,983
7.	2020	XXX	XXX	XXX	XXX	XXX	5,926	5,197	5,129	7,340	10,142	2,802	5,013
8.	2021	XXX	XXX	XXX	XXX	XXX	XXX	7,419	6,390	5,669	7,823	2,155	1,434
9.	2022	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,079	23,791	25,511	1,720	(1,568)
10.	2023	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	28,592	27,119	(1,473)	XXX
11.	2024	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,922	XXX	XXX
12.	Totals	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,898	17,261

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred		CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR-END (\$000 OMITTED)										11	12
		1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
		2015	2016	2017	2018	2019	2020	2021	2022	2023	2024		
1.	Prior	XXX	1,512	3,137	4,030	4,650	4,998	5,290	5,669	5,356	6,204	XXX	XXX
2.	2015	240	797	1,378	1,968	2,387	2,648	2,770	2,996	2,905	3,019	XXX	XXX
3.	2016	XXX	359	1,560	2,832	4,092	4,845	4,781	5,495	5,438	6,073	XXX	XXX
4.	2017	XXX	XXX	765	2,563	4,825	6,524	6,051	8,859	9,692	10,924	XXX	XXX
5.	2018	XXX	XXX	XXX	695	2,592	4,478	2,620	6,464	9,036	10,661	XXX	XXX
6.	2019	XXX	XXX	XXX	XXX	690	2,450	(1,663)	913	8,141	12,585	XXX	XXX
7.	2020	XXX	XXX	XXX	XXX	XXX	281	1,070	(5,066)	(1,270)	2,488	XXX	XXX
8.	2021	XXX	XXX	XXX	XXX	XXX	XXX	455	(11,773)	(7,726)	(3,475)	XXX	XXX
9.	2022	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,546	5,067	9,507	XXX	XXX
10.	2023	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,504	5,488	XXX	XXX
11.	2024	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,558	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred		BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR-END (\$000 OMITTED)									
		1	2	3	4	5	6	7	8	9	10
		2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
1.	Prior	4,136	2,882	1,721	1,131	767	536	344	189	394	566
2.	2015	2,534	1,686	1,078	491	174	126	162	78	227	258
3.	2016	XXX	2,921	2,078	1,180	643	419	582	151	352	451
4.	2017	XXX	XXX	4,733	2,306	1,444	805	1,041	365	968	843
5.	2018	XXX	XXX	XXX	6,074	2,780	1,399	2,295	259	1,901	1,124
6.	2019	XXX	XXX	XXX	XXX	7,048	3,392	5,400	2,546	3,156	2,621
7.	2020	XXX	XXX	XXX	XXX	XXX	4,768	2,780	5,172	4,402	4,019
8.	2021	XXX	XXX	XXX	XXX	XXX	XXX	5,724	13,374	9,029	7,250
9.	2022	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22,641	14,676	10,488
10.	2023	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	23,751	16,460
11.	2024	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24,029

SCHEDULE T – EXHIBIT OF PREMIUMS WRITTEN

Allocated By States And Territories

			1	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4	5	6	7	8	9
			Active Status (a)	Direct Premiums Written	Direct Premiums Earned	Dividends Paid or Credited to Policyholders on Direct Business	Direct Losses Paid (Deducting Salvage)	Direct Losses Incurred	Direct Losses Unpaid	Finance and Service Charges Not Included in Premiums	Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
States, Etc.											
1.	Alabama	AL	L	7,037,338	8,160,996	0	3,372,974	3,495,368	6,114,439	0	0
2.	Alaska	AK	L	26,234	255,493	0	448,734	1,336,674	2,471,834	0	0
3.	Arizona	AZ	L	4,350,233	3,874,618	0	1,714,082	1,534,144	6,358,136	2,141	0
4.	Arkansas	AR	L	6,709,543	5,280,721	0	2,944,230	2,060,055	3,372,019	0	0
5.	California	CA	E	14,015,685	19,116,873	0	8,577,981	7,815,530	26,343,352	0	0
6.	Colorado	CO	L	4,065,465	4,599,707	0	2,116,623	7,003,447	11,362,566	40	0
7.	Connecticut	CT	L	2,094,759	2,259,226	0	1,481,970	1,146,161	2,772,689	370	0
8.	Delaware	DE	L	698,837	477,583	0	257,160	(781,111)	277,541	0	0
9.	District of Columbia	DC	L	1,173	8,584	0	0	(4,171)	5,975	0	0
10.	Florida	FL	L	17,691,573	17,249,268	0	11,853,381	17,542,963	27,245,469	2,100	0
11.	Georgia	GA	L	10,611,365	10,369,302	0	5,886,560	5,668,328	10,904,200	730	0
12.	Hawaii	HI	L	156,134	151,385	0	19,313	70,198	181,255	0	0
13.	Idaho	ID	L	867,443	821,268	0	105,472	614,089	1,105,783	0	0
14.	Illinois	IL	L	25,404,188	25,831,356	0	13,536,245	19,861,502	19,039,760	80	0
15.	Indiana	IN	L	4,132,394	4,206,120	0	1,147,351	1,918,305	3,184,247	134	0
16.	Iowa	IA	L	6,739,129	6,584,218	0	2,791,804	7,285,093	6,886,834	0	0
17.	Kansas	KS	L	1,783,826	1,773,929	0	555,675	1,006,949	1,654,197	130	0
18.	Kentucky	KY	L	828,886	644,766	0	120,575	364,333	531,569	0	0
19.	Louisiana	LA	L	1,083,884	1,081,568	0	545,693	4,189,568	6,799,567	0	0
20.	Maine	ME	L	270,805	196,491	0	0	41,374	70,605	0	0
21.	Maryland	MD	L	1,138,679	1,239,218	0	640,728	1,123,922	2,772,991	200	0
22.	Massachusetts	MA	L	1,935,667	2,161,443	0	728,345	1,378,148	2,555,964	0	0
23.	Michigan	MI	L	6,536,132	6,215,869	0	6,956,498	3,564,935	11,810,448	0	0
24.	Minnesota	MN	L	2,852,410	2,704,923	0	993,652	1,121,205	1,897,689	0	0
25.	Mississippi	MS	L	4,339,929	3,957,064	0	756,123	1,196,870	1,735,202	100	0
26.	Missouri	MO	L	6,147,207	5,469,981	0	2,008,594	3,449,181	3,555,236	760	0
27.	Montana	MT	L	1,218,212	1,174,796	0	876,800	1,588,019	993,636	0	0
28.	Nebraska	NE	L	2,525,830	2,607,719	0	3,490,542	4,172,961	966,731	0	0
29.	Nevada	NV	L	3,074,844	2,061,203	0	182,193	877,813	3,136,558	1,169	0
30.	New Hampshire	NH	L	540,501	496,601	0	45,126	117,882	164,726	0	0
31.	New Jersey	NJ	L	5,990,018	6,389,191	0	4,431,154	3,551,640	17,816,985	1,746	0
32.	New Mexico	NM	L	557,797	541,116	0	47,896	159,454	311,674	0	0
33.	New York	NY	L	14,702,032	18,605,646	0	13,688,478	15,866,398	56,236,381	4,130	0
34.	North Carolina	NC	L	9,225,770	9,722,420	0	5,865,469	5,244,391	6,319,855	380	0
35.	North Dakota	ND	L	176,013	176,708	0	19,473	17,453	81,004	0	0
36.	Ohio	OH	L	9,103,706	9,335,591	0	8,199,076	10,620,889	6,543,832	0	0
37.	Oklahoma	OK	L	4,965,428	5,039,697	0	2,082,161	2,583,107	2,140,620	0	0
38.	Oregon	OR	L	4,803,606	4,140,384	0	780,566	970,868	2,937,076	0	0
39.	Pennsylvania	PA	L	5,725,671	6,411,556	0	3,558,700	5,292,975	10,703,022	284	0
40.	Rhode Island	RI	L	1,444,130	1,850,191	0	1,528,034	318,886	1,295,106	0	0
41.	South Carolina	SC	L	7,135,184	7,024,169	0	6,384,408	6,533,611	4,846,353	(30)	0
42.	South Dakota	SD	L	624,384	614,844	0	314,717	304,828	265,090	0	0
43.	Tennessee	TN	L	6,564,372	6,696,616	0	1,731,188	1,680,855	3,198,836	260	0
44.	Texas	TX	L	55,225,847	53,527,665	0	21,144,845	28,935,875	31,109,219	914	0
45.	Utah	UT	L	2,764,291	2,576,547	0	518,414	1,011,607	1,446,789	0	0
46.	Vermont	VT	L	123,952	128,584	0	3,190	28,504	60,540	0	0
47.	Virginia	VA	L	4,480,199	4,536,650	0	4,224,128	3,349,586	3,805,958	180	0
48.	Washington	WA	L	3,501,213	3,133,671	0	932,654	1,605,846	2,492,415	0	0
49.	West Virginia	WV	L	248,326	256,636	0	574,311	443,909	554,314	0	0
50.	Wisconsin	WI	L	5,941,875	5,847,736	0	2,095,036	2,873,587	4,438,245	0	0
51.	Wyoming	WY	L	765,150	606,934	0	0	40,357	180,468	0	0
52.	American Samoa	AS	N	0	0	0	0	0	0	0	0
53.	Guam	GU	N	0	0	0	0	0	0	0	0
54.	Puerto Rico	PR	N	0	0	0	0	0	0	0	0
55.	U.S. Virgin Islands	VI	N	0	0	0	0	0	0	0	0
56.	Northern Mariana Islands	MP	N	0	0	0	0	0	0	0	0
57.	Canada	CAN	N	0	0	0	0	0	0	0	0
58.	Aggregate Other Alien	OT	XXX	0	0	0	0	0	0	0	0
59.	Totals		XXX	282,947,269	288,194,841	0	152,278,322	192,194,361	323,055,000	15,818	0
Details of Write-Ins											
58001.			XXX	0	0	0	0	0	0	0	0
58002.			XXX	0	0	0	0	0	0	0	0
58003.			XXX	0	0	0	0	0	0	0	0
58998.	Summary of remaining write-ins for Line 58 from overflow page		XXX	0	0	0	0	0	0	0	0
58999.	Totals (Lines 58001 through 58003 plus 58998) (Line 58 above)		XXX	0	0	0	0	0	0	0	0

(a) Active Status Counts

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

(b) Explanation of basis of allocation by states, etc., of premiums and annuity considerations  
PREMIUMS ARE ALLOCATED TO JURISDICTION BASED ON LOCATION OF RISK.

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

