



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT
For the Year Ended December 31, 2025
OF THE CONDITION AND AFFAIRS OF THE
BCS Insurance Company

NAIC Group Code 00023, 00023 NAIC Company Code 38245 Employer's ID Number 36-6033921
Organized under the Laws of Ohio, State of Domicile or Port of Entry Ohio
Country of Domicile United States
Incorporated/Organized 12/05/1950 Commenced Business 11/30/1952
Statutory Home Office 6740 North High Street, Worthington, OH, US 43085
Main Administrative Office 2 Mid America Plaza, Suite 200, Oakbrook Terrace, IL, US 60181
Mail Address 2 Mid America Plaza, Suite 200, Oakbrook Terrace, IL, US 60181
Primary Location of Books and Records 2 Mid America Plaza, Suite 200, Oakbrook Terrace, IL, US 60181
Internet Web Site Address www.bcsins.com
Statutory Statement Contact David J. Burke, 630-472-7815
DBurke@bcscf.com (E-Mail Address), 630-472-7837 (Fax Number)

OFFICERS

Table with 4 columns: Name, Title, Name, Title. Peter Lorin Costello, President, Chief Executive Officer; Terry Michael Hackett, General Counsel & Secretary; Susan Ann Pickar, Chief Financial Officer & Treasurer.

OTHER OFFICERS

Empty table row for other officers.

DIRECTORS OR TRUSTEES

Table with 4 columns: Name, Title, Name, Title. Peter Lorin Costello, Terry Michael Hackett, Susan Ann Pickar, Mehboob Aziz Khoja.

State of Illinois
County of DuPage

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

Signatures of Peter Lorin Costello, Terry Michael Hackett, and Susan Ann Pickar with their respective titles.

Subscribed and sworn to before me this 26th day of February, 2026

- a. Is this an original filing? Yes [X] No []
b. If no:
1. State the amendment number 0
2. Date filed
3. Number of pages attached 0

Signature of Rochelle Roeske Rynes, Statutory Analyst, 12/10/2028



ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	258,095,725	0	258,095,725	230,612,345
2. Stocks (Schedule D):				
2.1 Preferred stocks	4,494,635	0	4,494,635	0
2.2 Common stocks	18,495,353	0	18,495,353	15,621,653
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 (\$(1,602,350) , Schedule E-Part 1), cash equivalents (\$37,418,394 , Schedule E-Part 2) and short-term investments (\$1,274,703 , Schedule DA).....	37,090,748	0	37,090,748	20,999,408
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)	26,166,241	0	26,166,241	20,508,909
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)	344,342,702	0	344,342,702	287,742,315
13. Title plants less \$0 charged off (for Title insurers only).....	0	0	0	0
14. Investment income due and accrued	2,217,263	0	2,217,263	2,047,617
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	44,125,430	1,653,873	42,471,557	38,512,565
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$0 earned but unbilled premiums).....	0	0	0	586,667
15.3 Accrued retrospective premiums (\$12,404,526) and contracts subject to redetermination (\$0)	12,404,526	0	12,404,526	12,827,442
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	13,376,139	0	13,376,139	20,065,442
16.2 Funds held by or deposited with reinsured companies	50,000	0	50,000	50,000
16.3 Other amounts receivable under reinsurance contracts	0	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0	0
18.2 Net deferred tax asset.....	55,331	0	55,331	234,023
19. Guaranty funds receivable or on deposit	1,222,293	0	1,222,293	1,337,864
20. Electronic data processing equipment and software.....	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$0)	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates	1,779,343	0	1,779,343	0
24. Health care (\$0) and other amounts receivable.....	0	0	0	0
25. Aggregate write-ins for other-than-invested assets	1,660,687	0	1,660,687	2,332,328
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	421,233,714	1,653,873	419,579,841	365,736,263
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0	0
28. Total (Lines 26 and 27)	421,233,714	1,653,873	419,579,841	365,736,263
DETAILS OF WRITE-INS				
1101.			0	0
1102.			0	0
1103.			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. Unapplied Claim Payments.....	1,526,285	0	1,526,285	1,834,500
2502. State Income Tax & Premium Tax Recoverable.....	92,256	0	92,256	66,690
2503. Miscellaneous Accounts Receivable.....	42,146	0	42,146	431,138
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)	1,660,687	0	1,660,687	2,332,328

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	62,696,949	49,032,391
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	0	0
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	6,605,611	6,168,477
4. Commissions payable, contingent commissions and other similar charges	0	0
5. Other expenses (excluding taxes, licenses and fees)	1,157,564	404,609
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	2,823,750	1,694,017
7.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses))	2,608,444	1,931,681
7.2 Net deferred tax liability	0	0
8. Borrowed money \$ 8,000,000 and interest thereon \$ 9,784	8,009,784	8,009,757
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ 88,913,666 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	6,803,423	5,556,000
10. Advance premium	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	70,645,621	65,844,266
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)	73,932,960	57,055,526
14. Amounts withheld or retained by company for account of others	0	0
15. Remittances and items not allocated	5,247,553	4,658,457
16. Provision for reinsurance (including \$ 0 certified) (Schedule F, Part 3, Column 78)	1,622,000	630,000
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	8,748,826	8,544,884
20. Derivatives	0	0
21. Payable for securities	744,211	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	1,963,905	1,985,476
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	253,610,601	211,515,541
27. Protected cell liabilities	0	0
28. Total liabilities (Lines 26 and 27)	253,610,601	211,515,541
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	3,000,000	3,000,000
31. Preferred capital stock	0	0
32. Aggregate write-ins for other-than-special surplus funds	0	0
33. Surplus notes	0	0
34. Gross paid in and contributed surplus	36,484,581	36,484,581
35. Unassigned funds (surplus)	126,484,659	114,736,141
36. Less treasury stock, at cost:		
36.1 0 shares common (value included in Line 30 \$)	0	0
36.2 0 shares preferred (value included in Line 31 \$)	0	0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	165,969,240	154,220,722
38. Totals (Page 2, Line 28, Col. 3)	419,579,841	365,736,263
DETAILS OF WRITE-INS		
2501. Allowance for Doubtful Accounts	1,963,905	1,985,476
2502.	0	0
2503.	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,963,905	1,985,476
2901.	0	0
2902.	0	0
2903.	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.	0	0
3202.	0	0
3203.	0	0
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	140,977,266	122,215,412
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	97,025,446	80,344,329
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	4,276,577	2,759,130
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	38,903,504	37,279,444
5. Aggregate write-ins for underwriting deductions	23	0
6. Total underwriting deductions (Lines 2 through 5)	140,205,550	120,382,903
7. Net income of protected cells	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	771,716	1,832,509
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	12,988,490	11,706,251
10. Net realized capital gains (losses) less capital gains tax of \$ 307,265 (Exhibit of Capital Gains (Losses))	1,239,453	548,478
11. Net investment gain (loss) (Lines 9 + 10)	14,227,943	12,254,729
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)	0	0
13. Finance and service charges not included in premiums	0	0
14. Aggregate write-ins for miscellaneous income	(449,633)	(1,149,328)
15. Total other income (Lines 12 through 14)	(449,633)	(1,149,328)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	14,550,026	12,937,909
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)	14,550,026	12,937,909
19. Federal and foreign income taxes incurred	2,845,991	2,401,869
20. Net income (Line 18 minus Line 19) (to Line 22)	11,704,035	10,536,040
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	154,220,722	142,839,504
22. Net income (from Line 20)	11,704,035	10,536,040
23. Net transfers (to) from Protected Cell accounts	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 377,054	1,418,443	1,079,176
25. Change in net unrealized foreign exchange capital gain (loss)	0	0
26. Change in net deferred income tax	198,363	34,167
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(580,323)	(353,165)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	(992,000)	85,000
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 policyholders for the year (Lines 22 through 37)	11,748,518	11,381,218
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	165,969,240	154,220,722
DETAILS OF WRITE-INS		
0501. Other Expense	23	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)	23	0
1401. Miscellaneous (Expense) Income	359,519	(260,782)
1402. Funds Held Interest Expense	(809,152)	(888,546)
1403.	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	(449,633)	(1,149,328)
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

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	143,496,312	127,203,359
2. Net investment income	10,834,239	11,462,200
3. Miscellaneous income	(449,633)	(1,149,328)
4. Total (Lines 1 through 3)	153,880,918	137,516,231
5. Benefit and loss related payments	76,671,585	86,457,674
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	40,783,416	40,632,059
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	2,476,492	2,189,051
10. Total (Lines 5 through 9)	119,931,493	129,278,784
11. Net cash from operations (Line 4 minus Line 10)	33,949,425	8,237,447
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	46,551,433	58,031,111
12.2 Stocks	491,222	1,175,966
12.3 Mortgage loans	0	0
12.4 Real estate	0	0
12.5 Other invested assets	1,602,345	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	59,709	35,989
12.7 Miscellaneous proceeds	792,266	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	49,496,976	59,243,066
13. Cost of investments acquired (long-term only exclude cash equivalents and short-term investments):		
13.1 Bonds	75,838,843	78,964,360
13.2 Stocks	4,525,462	378,014
13.3 Mortgage loans	0	0
13.4 Real estate	0	0
13.5 Other invested assets	3,483,927	1,134,582
13.6 Miscellaneous applications	48,055	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	83,896,287	80,476,955
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)	(34,399,312)	(21,233,889)
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	27	(27)
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)	16,541,199	16,588,726
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	16,541,226	16,588,699
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)	16,091,339	3,592,256
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	20,999,408	17,407,152
19.2 End of year (Line 18 plus Line 19.1)	37,090,748	20,999,408

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

20.0001. Transfer of 8 securities from Schedule D to Schedule BA	3,054,570	
20.0002. Common stock dividends received and reinvested	591,275	
20.0003. Distributions from limited partnership investments received and reinvested	1,216,380	
20.0004. Reclassification of 1 security between categories	325,000	

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1	2	3	4
		Net Premiums Written per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	0	0	0	0
2.1	Allied lines	0	0	0	0
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)	0	0	0	0
5.2	Commercial multiple peril (liability portion)	4,375,615	1,766,537	1,874,924	4,267,228
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.1	Inland marine	0	0	0	0
9.2	Pet insurance plans	0	0	0	0
10.	Financial guaranty	0	0	0	0
11.1	Medical professional liability-occurrence	0	0	0	0
11.2	Medical professional liability-claims-made	0	0	0	0
12.	Earthquake	0	0	0	0
13.1	Comprehensive (hospital and medical) individual	0	0	0	0
13.2	Comprehensive (hospital and medical) group	303,766	55	111	303,710
14.	Credit accident and health (group and individual)	0	0	0	0
15.1	Vision only	1,391,761	24,893	14,682	1,401,972
15.2	Dental only	9,284,823	73,971	42,647	9,316,147
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	101,441,036	303,923	168,851	101,576,108
16.	Workers' compensation	0	0	0	0
17.1	Other liability-occurrence	14,595,293	0	0	14,595,293
17.2	Other liability-claims-made	10,487,187	3,310,885	4,609,714	9,188,358
17.3	Excess workers' compensation	0	0	0	0
18.1	Products liability-occurrence	0	0	0	0
18.2	Products liability-claims-made	0	0	0	0
19.1	Private passenger auto no-fault (personal injury protection)	0	0	0	0
19.2	Other private passenger auto liability	0	0	0	0
19.3	Commercial auto no-fault (personal injury protection)	0	0	0	0
19.4	Other commercial auto liability	0	0	0	0
21.1	Private passenger auto physical damage	0	0	0	0
21.2	Commercial auto physical damage	0	0	0	0
22.	Aircraft (all perils)	0	0	0	0
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	0	0	0	0
27.	Boiler and machinery	0	0	0	0
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	345,208	75,736	92,494	328,450
35.	TOTALS	142,224,689	5,556,000	6,803,423	140,977,266
DETAILS OF WRITE-INS					
3401.	Special Risk	345,208	75,736	92,494	328,450
3402.	.....	0	0	0	0
3403.	.....	0	0	0	0
3498.	Sum. 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)	345,208	75,736	92,494	328,450

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1+2+3+4
1.	Fire					0
2.1	Allied lines					0
2.2	Multiple peril crop					0
2.3	Federal flood					0
2.4	Private crop					0
2.5	Private flood					0
3.	Farmowners multiple peril					0
4.	Homeowners multiple peril					0
5.1	Commercial multiple peril (non-liability portion)					0
5.2	Commercial multiple peril (liability portion)	1,851,028	23,896		0	1,874,924
6.	Mortgage guaranty					0
8.	Ocean marine					0
9.1	Inland marine	0	0		0	0
9.2	Pet insurance plans					0
10.	Financial guaranty					0
11.1	Medical professional liability-occurrence					0
11.2	Medical professional liability-claims-made	0	0		0	0
12.	Earthquake					0
13.1	Comprehensive (hospital and medical) individual					0
13.2	Comprehensive (hospital and medical) group	111	0		0	111
14.	Credit accident and health (group and individual)					0
15.1	Vision only	14,682	0		0	14,682
15.2	Dental only	42,647	0		0	42,647
15.3	Disability income					0
15.4	Medicare supplement					0
15.5	Medicaid title XIX					0
15.6	Medicare title XVIII					0
15.7	Long-term care	0	0		0	0
15.8	Federal employees health benefits plan					0
15.9	Other health	168,851	0		0	168,851
16.	Workers' compensation					0
17.1	Other liability-occurrence	0	0		0	0
17.2	Other liability-claims-made	4,607,078	2,636		0	4,609,714
17.3	Excess workers' compensation					0
18.1	Products liability-occurrence					0
18.2	Products liability-claims-made					0
19.1	Private passenger auto no-fault (personal injury protection)					0
19.2	Other private passenger auto liability					0
19.3	Commercial auto no-fault (personal injury protection)					0
19.4	Other commercial auto liability					0
21.1	Private passenger auto physical damage					0
21.2	Commercial auto physical damage					0
22.	Aircraft (all perils)					0
23.	Fidelity	0	0		0	0
24.	Surety					0
26.	Burglary and theft					0
27.	Boiler and machinery					0
28.	Credit					0
29.	International					0
30.	Warranty					0
31.	Reinsurance-nonproportional assumed property					0
32.	Reinsurance-nonproportional assumed liability					0
33.	Reinsurance-nonproportional assumed financial lines					0
34.	Aggregate write-ins for other lines of business	90,754	1,740	0	0	92,494
35.	TOTALS	6,775,151	28,272	0	0	6,803,423
36.	Accrued retrospective premiums based on experience					
37.	Earned but unbilled premiums					
38.	Balance (Sum of Lines 35 through 37)					6,803,423
DETAILS OF WRITE-INS						
3401.	Special Risk	90,754	1,740		0	92,494
3402.	.....					0
3403.	.....					0
3498.	Sum. 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)	90,754	1,740	0	0	92,494

(a) State here basis of computation used in each case. Pro rata basis

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1		Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1+2+3-4-5
	Direct Business (a)		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire .....							.0
2.1 Allied lines .....							.0
2.2 Multiple peril crop .....							.0
2.3 Federal flood .....							.0
2.4 Private crop .....							.0
2.5 Private flood .....							.0
3. Farmowners multiple peril .....							.0
4. Homeowners multiple peril .....							.0
5.1 Commercial multiple peril (non-liability portion) .....							.0
5.2 Commercial multiple peril (liability portion)	32,068,697		0	0	0	27,693,082	4,375,615
6. Mortgage guaranty .....							.0
8. Ocean marine .....							.0
9.1 Inland marine	192,965,366		0	0	0	192,965,366	.0
9.2 Pet insurance plans .....							.0
10. Financial guaranty .....							.0
11.1 Medical professional liability-occurrence .....							.0
11.2 Medical professional liability-claims-made	135,342		0	0	0	135,342	.0
12. Earthquake .....							.0
13.1 Comprehensive (hospital and medical) individual .....							.0
13.2 Comprehensive (hospital and medical) group	610,517		0	0	0	306,751	303,766
14. Credit accident and health (group and individual) .....							.0
15.1 Vision only	2,785,573		0	0	0	1,393,812	1,391,761
15.2 Dental only	13,482,486		0	0	0	4,197,663	9,284,823
15.3 Disability income .....							.0
15.4 Medicare supplement .....							.0
15.5 Medicaid Title XIX .....							.0
15.6 Medicare Title XVIII .....							.0
15.7 Long-term care	90,268		0	0	0	90,268	.0
15.8 Federal employees health benefits plan .....							.0
15.9 Other health	226,322,234		0	125,173,799	96,290,873	153,764,124	101,441,036
16. Workers' compensation .....							.0
17.1 Other liability-occurrence	33,572,003		0	0	14,135,361	4,841,349	14,595,293
17.2 Other liability-claims-made	26,793,560		0	0	0	16,306,373	10,487,187
17.3 Excess workers' compensation .....							.0
18.1 Products liability-occurrence .....							.0
18.2 Products liability-claims-made .....							.0
19.1 Private passenger auto no-fault (personal injury protection) .....							.0
19.2 Other private passenger auto liability .....							.0
19.3 Commercial auto no-fault (personal injury protection) .....							.0
19.4 Other commercial auto liability .....							.0
21.1 Private passenger auto physical .....							.0
21.2 Commercial auto physical damage .....							.0
22. Aircraft (all perils) .....							.0
23. Fidelity	0		0	0	0	0	.0
24. Surety .....							.0
26. Burglary and theft .....							.0
27. Boiler and machinery .....							.0
28. Credit .....							.0
29. International .....							.0
30. Warranty .....							.0
31. Reinsurance-nonproportional assumed property	XXX						.0
32. Reinsurance-nonproportional assumed liability	XXX						.0
33. Reinsurance-nonproportional assumed financial lines	XXX						.0
34. Aggregate write-ins for other lines of business	1,906,593		0	0	0	1,561,385	345,208
35. TOTALS	530,732,639		0	125,173,799	110,426,234	403,255,515	142,224,689
DETAILS OF WRITE-INS							
3401. Special Risk	1,906,593		0	0	0	1,561,385	345,208
3402. ....							.0
3403. ....							.0
3498. Sum. 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)	1,906,593		0	0	0	1,561,385	345,208

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

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

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

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire				.0	0	0	.0	0.0
2.1 Allied lines				.0	0	0	.0	0.0
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)				.0	0	0	.0	0.0
5.2 Commercial multiple peril (liability portion)	10,638,806	0	8,927,705	1,711,101	4,296,753	3,802,716	2,205,138	51.7
6. Mortgage guaranty				.0	0	0	.0	0.0
8. Ocean marine				.0	0	0	.0	0.0
9.1 Inland marine	80,985,836	0	80,985,836	0	0	0	0	0.0
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	0	0	.0	0.0
11.2 Medical professional liability-claims-made	0	0	0	0	0	0	0	0.0
12. Earthquake				.0	0	0	.0	0.0
13.1. Comprehensive (hospital and medical) individual				.0	0	0	.0	0.0
13.2. Comprehensive (hospital and medical) group	471,791	0	235,896	235,895	185,958	355,748	66,105	21.8
14. Credit accident and health (group and individual)				.0	0	0	.0	0.0
15.1. Vision only	476,156	0	238,085	238,071	63,411	50,620	250,862	17.9
15.2. Dental only	6,223,220	0	610,624	5,612,596	1,465,663	1,302,227	5,776,032	62.0
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	14,780	0	14,780	0	0	0	0	0.0
15.8. Federal employees health benefits plan				.0	0	0	.0	0.0
15.9. Other health	140,684,030	48,306,839	126,307,547	62,683,322	37,357,686	27,179,463	72,861,545	71.7
16. Workers' compensation				.0	0	0	.0	0.0
17.1 Other liability-occurrence	25,171,604	0	12,952,257	12,219,347	5,035,536	4,295,873	12,959,010	88.8
17.2 Other liability-claims-made	49,297,833	0	48,757,266	540,567	14,013,890	11,771,033	2,783,424	30.3
17.3 Excess workers' compensation				.0	0	0	.0	0.0
18.1 Products liability-occurrence				.0	0	0	.0	0.0
18.2 Products liability-claims-made				.0	0	0	.0	0.0
19.1 Private passenger auto no-fault (personal injury protection)				.0	0	0	.0	0.0
19.2 Other private passenger auto liability				.0	0	0	.0	0.0
19.3 Commercial auto no-fault (personal injury protection)				.0	0	0	.0	0.0
19.4 Other commercial auto liability				.0	0	0	.0	0.0
21.1 Private passenger auto physical damage				.0	0	0	.0	0.0
21.2 Commercial auto physical damage				.0	0	0	.0	0.0
22. Aircraft (all perils)				.0	0	0	.0	0.0
23. Fidelity	(551)	0	0	(551)	939	939	(551)	0.0
24. Surety				.0	0	0	.0	0.0
26. Burglary and theft				.0	0	0	.0	0.0
27. Boiler and machinery				.0	0	0	.0	0.0
28. Credit				.0	0	0	.0	0.0
29. International				.0	0	0	.0	0.0
30. Warranty				.0	0	0	.0	0.0
31. Reinsurance-nonproportional assumed property	XXX	0	0	0	0	0	0	0.0
32. Reinsurance-nonproportional assumed liability	XXX	0	0	0	0	0	0	0.0
33. Reinsurance-nonproportional assumed financial lines	XXX	0	0	0	0	0	0	0.0
34. Aggregate write-ins for other lines of business	906,223	0	785,683	120,540	277,113	273,772	123,881	37.7
35. TOTALS	314,869,728	48,306,839	279,815,679	83,360,888	62,696,949	49,032,391	97,025,446	68.8
DETAILS OF WRITE-INS								
3401. Special Risk	906,223	0	785,683	120,540	277,113	273,772	123,881	37.7
3402.				0	0	0	0	0.0
3403.				0	0	0	0	0.0
3498. Sum. 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 + 3498) (Line 34 above)	906,223	0	785,683	120,540	277,113	273,772	123,881	37.7

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4+5+6-7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excl. Incurred But Not Reported (Cols. 1+2-3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire				.0				.0	
2.1 Allied lines				.0				.0	
2.2 Multiple peril crop				.0				.0	
2.3 Federal flood				.0				.0	
2.4 Private crop				.0				.0	
2.5 Private flood				.0				.0	
3. Farmowners multiple peril				.0				.0	
4. Homeowners multiple peril				.0				.0	
5.1 Commercial multiple peril (non-liability portion)				.0				.0	
5.2 Commercial multiple peril (liability portion)	6,284,069	.0	5,299,801	984,268	26,099,415	.0	22,786,930	4,296,753	1,131,749
6. Mortgage guaranty				.0				.0	
8. Ocean marine				.0				.0	
9.1 Inland marine	.0	.0	.0	.0	19,107,682	.0	19,107,682	.0	.0
9.2 Pet insurance plans				.0				.0	
10. Financial guaranty				.0				.0	
11.1 Medical professional liability-occurrence				.0				.0	
11.2 Medical professional liability-claims-made	.0	.0	.0	.0	175,000	.0	175,000	.0	.0
12. Earthquake				.0				.0	
13.1 Comprehensive (hospital and medical) individual				.0				(a) .0	
13.2 Comprehensive (hospital and medical) group	.0	.0	.0	.0	361,916	.0	175,958	(a) 185,958	13,767
14. Credit accident and health (group and individual)				.0				.0	
15.1 Vision only	.0	.0	.0	.0	126,824	.0	63,413	(a) 63,411	9,258
15.2 Dental only	.0	.0	.0	.0	1,686,566	.0	220,903	(a) 1,465,663	34,865
15.3 Disability income				.0				(a) .0	
15.4 Medicare supplement				.0				(a) .0	
15.5 Medicaid Title XIX				.0				(a) .0	
15.6 Medicare Title XVIII				.0				(a) .0	
15.7 Long-term care	.0	.0	.0	.0	28,151	.0	28,151	(a) .0	.0
15.8 Federal employees health benefits plan				.0				(a) .0	
15.9 Other health	.0	13,016,258	13,016,258	.0	71,548,924	90,963,047	125,154,285	(a) 37,357,686	708,547
16. Workers' compensation				.0				.0	
17.1 Other liability-occurrence	.0	.0	.0	.0	11,449,014	.0	6,413,478	5,035,536	97,415
17.2 Other liability-claims-made	55,765,160	.0	48,640,858	7,124,302	81,478,067	.0	74,588,479	14,013,890	4,542,945
17.3 Excess workers' compensation				.0				.0	
18.1 Products liability-occurrence				.0				.0	
18.2 Products liability-claims-made				.0				.0	
19.1 Private passenger auto no-fault (personal injury protection)				.0				.0	
19.2 Other private passenger auto liability				.0				.0	
19.3 Commercial auto no-fault (personal injury protection)				.0				.0	
19.4 Other commercial auto liability				.0				.0	
21.1 Private passenger auto physical damage				.0				.0	
21.2 Commercial auto physical damage				.0	.0			.0	.0
22. Aircraft (all perils)				.0				.0	
23. Fidelity	.0	.0	.0	.0	45,429	.0	44,490	939	116
24. Surety				.0				.0	
26. Burglary and theft				.0				.0	
27. Boiler and machinery				.0				.0	
28. Credit				.0				.0	
29. International				.0				.0	
30. Warranty				.0				.0	
31. Reinsurance-nonproportional assumed property	XXX			.0	XXX			.0	
32. Reinsurance-nonproportional assumed liability	XXX			.0	XXX			.0	
33. Reinsurance-nonproportional assumed financial lines	XXX			.0	XXX			.0	
34. Aggregate write-ins for other lines of business	163,644	0	142,223	21,421	1,715,605	0	1,459,913	277,113	66,949
35. TOTALS	62,212,873	13,016,258	67,099,140	8,129,991	213,822,593	90,963,047	250,218,682	62,696,949	6,605,611
DETAILS OF WRITE-INS									
3401. Special Risk	163,644	.0	142,223	21,421	1,715,605	.0	1,459,913	277,113	66,949
3402.	.0	.0	.0	.0	.0	.0	.0	.0	.0
3403.									
3498. Sum. 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 + 3498) (Line 34 above)	163,644	0	142,223	21,421	1,715,605	0	1,459,913	277,113	66,949

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

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	8,263,641	0	0	8,263,641
1.2 Reinsurance assumed	50,619	0	0	50,619
1.3 Reinsurance ceded	6,298,155	0	0	6,298,155
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	2,016,105	0	0	2,016,105
2. Commission and brokerage:				
2.1 Direct, excluding contingent	0	25,579,272	0	25,579,272
2.2 Reinsurance assumed, excluding contingent	0	648,677	0	648,677
2.3 Reinsurance ceded, excluding contingent	0	45,981,682	0	45,981,682
2.4 Contingent-direct	0	(1,137,083)	0	(1,137,083)
2.5 Contingent-reinsurance assumed	0	36,864,064	0	36,864,064
2.6 Contingent-reinsurance ceded	0	36,864,064	0	36,864,064
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	(20,890,816)	0	(20,890,816)
3. Allowances to manager and agents			0	0
4. Advertising	21,952	325,970	6,176	354,098
5. Boards, bureaus and associations	890	39,956	312	41,158
6. Surveys and underwriting reports			0	0
7. Audit of assureds' records			0	0
8. Salary and related items:				
8.1 Salaries	1,433,845	18,273,924	386,557	20,094,326
8.2 Payroll taxes	63,418	947,710	20,080	1,031,208
9. Employee relations and welfare	288,303	3,983,154	82,088	4,353,545
10. Insurance	0	0	0	0
11. Directors' fees	31	410	8	449
12. Travel and travel items	66,023	833,779	17,602	917,404
13. Rent and rent items	38,023	515,042	10,920	563,985
14. Equipment	1,369	18,905	400	20,674
15. Cost or depreciation of EDP equipment and software	205,446	3,607,450	37,763	3,850,659
16. Printing and stationery	16,844	228,595	4,782	250,221
17. Postage, telephone and telegraph, exchange and express	5,228	67,768	15,896	88,892
18. Legal and auditing	118,038	2,025,094	577,775	2,720,907
19. Totals (Lines 3 to 18)	2,259,410	30,867,757	1,160,359	34,287,526
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$	0	9,976,903	0	9,976,903
20.2 Insurance department licenses and fees	0	862,073	0	862,073
20.3 Gross guaranty association assessments	0	434,956	0	434,956
20.4 All other (excluding federal and foreign income and real estate)	0	1,382,847	0	1,382,847
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	12,656,779	0	12,656,779
21. Real estate expenses			0	0
22. Real estate taxes			0	0
23. Reimbursements by uninsured plans			0	0
24. Aggregate write-ins for miscellaneous expenses	1,062	16,269,784	292	16,271,138
25. Total expenses incurred	4,276,577	38,903,504	1,160,651	(a) 44,340,732
26. Less unpaid expenses-current year	6,605,611	3,901,241	80,073	10,586,925
27. Add unpaid expenses-prior year	6,168,477	2,057,261	41,368	8,267,106
28. Amounts receivable relating to uninsured plans, prior year	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year			0	0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	3,839,443	37,059,524	1,121,946	42,020,913
DETAILS OF WRITE-INS				
2401. Donations.....	1,062	13,813	292	15,167
2402. Group Service Administration.....	0	16,255,971	0	16,255,971
2403.				0
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0	0	0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	1,062	16,269,784	292	16,271,138

(a) Includes management fees of \$ 33,983,248 to affiliates and \$ 0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 1,126,969	1,155,271
1.1 Bonds exempt from U.S. tax	(a) 89,209	139,401
1.2 Other bonds (unaffiliated)	(a) 8,863,790	9,120,004
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b) 58,646	70,538
2.11 Preferred stocks of affiliates	(b) 0	
2.2 Common stocks (unaffiliated)	300,084	300,084
2.21 Common stocks of affiliates	0	
3. Mortgage loans	(c)	
4. Real estate	(d)	0
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 1,855,274	1,837,353
7. Derivative instruments	(f)	
8. Other invested assets	1,800,723	1,641,690
9. Aggregate write-ins for investment income	0	0
10. Total gross investment income	14,094,694	14,264,341
11. Investment expenses		(g) 1,160,651
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h) 115,200
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		0
16. Total deductions (Lines 11 through 15)		1,275,851
17. Net investment income (Line 10 minus Line 16)		12,988,490
DETAILS OF WRITE-INS		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	0	0
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		0
1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above)		0

- (a) Includes \$ 808,898 accrual of discount less \$ 564,576 amortization of premium and less \$ 218,410 paid for accrued interest on purchases.
 (b) Includes \$ accrual of discount less \$ 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 \$ paid for accrued interest on purchases.
 (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
 (e) Includes \$ 7,952 accrual of discount less \$ 41,903 amortization of premium and less \$ 8,097 paid for accrued interest on purchases.
 (f) Includes \$ accrual of discount less \$ amortization of premium.
 (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
 (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
 (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	9,246		9,246		
1.1 Bonds exempt from U.S. tax	(3,106)		(3,106)		
1.2 Other bonds (unaffiliated)	945,976	(48,056)	897,920	102,159	
1.3 Bonds of affiliates			0		
2.1 Preferred stocks (unaffiliated)	5,585	0	5,585	21,288	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	460,921	0	460,921	2,255,025	0
2.21 Common stocks of affiliates	0	0	0	0	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	59,554		59,554	155	0
7. Derivative instruments			0		
8. Other invested assets	116,597	0	116,597	(583,130)	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	1,594,773	(48,056)	1,546,718	1,795,497	0
DETAILS OF WRITE-INS					
0901.			0		
0902.			0		
0903.			0		
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	0	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

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.....	1,653,873	1,073,550	(580,323)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	.0	.0	.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.....	.0	.0	.0
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).....	1,653,873	1,073,550	(580,323)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. Total (Lines 26 and 27)	1,653,873	1,073,550	(580,323)
DETAILS OF WRITE-INS			
1101. ....		.0	.0
1102. ....		.0	.0
1103. ....		.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. ....		.0	.0
2502. ....		.0	.0
2503. ....		.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 FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices and Going Concern

The accompanying financial statements of the Company have been prepared on the basis of accounting procedures prescribed or permitted by the Ohio Insurance Department. The state of Ohio requires insurance companies domiciled in the state of Ohio to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual subject to any deviations prescribed or permitted by the Ohio Insurance Department.

	SSAP #	F/S Page	F/S Line #	2025	2024
Net Income					
(1) BCS Insurance Company State Basis (Page 4, Line 20, Columns 1 & 2) State Prescribed Practices that increase/(decrease)				\$ 11,704,035	\$ 10,536,040
(2) NAIC SAP: None State Permitted Practices that increase/(decrease)				-	-
(3) NAIC SAP: None				-	-
(4) NAIC SAP (1-2-3=4)				<u>\$ 11,704,035</u>	<u>\$ 10,536,040</u>
Surplus					
(5) BCS Insurance Company State Basis (Page 3, Line 37, Columns 1 & 2) State Prescribed Practices that increase/(decrease)				\$ 165,969,240	\$ 154,220,722
(6) NAIC SAP: None State Permitted Practices that increase/(decrease)				-	-
(7) NAIC SAP: None				-	-
(8) NAIC SAP (5-6-7=8)				<u>\$ 165,969,240</u>	<u>\$ 154,220,722</u>

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

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, and expenses. Such estimates and assumptions could change in the future as more information becomes known, which could impact the amounts reported and disclosed herein.

C. Accounting Policy

Premiums are earned over the terms of the related policies and reinsurance contracts. Unearned premium is established to cover the unexpired portion of premiums written. Such reserves are computed by the pro rata method. Expenses incurred in connection with acquiring new insurance business (acquisition costs) are charged to operations as incurred. Net investment income consists primarily of interest and dividends. Net realized capital gains (losses) are recognized on a specific identification basis when securities are sold, redeemed or otherwise disposed.

In addition, the Company uses the following accounting policies:

1. Short-term investments are stated at their amortized value using the scientific interest method.
2. Issuer credit obligations are stated at their amortized value using the scientific interest method. Non-investment grade securities with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value, with any unrealized losses recorded as a reduction to surplus. If a security is deemed to be other than temporarily impaired, it is written down to its fair value through a charge to earnings.
3. The Company's investment in two unaffiliated common stock mutual funds are stated at fair value. The Company's ownership in restricted FHLB shares are accounted for as common stock and carried at par value.
4. The Company has investments in perpetual and mandatory convertible preferred stocks, which are stated at fair value.
5. Mortgage Loans – Not Applicable
6. Asset-backed securities related to U.S. government agencies are reported at amortized cost. Other asset-backed and structured securities that are modeled by an NAIC vendor are reported at either amortized cost or fair value, depending on the relationship of amortized cost to the values generated by the modeling vendor. The remaining asset-backed securities are reported on based upon credit rating; asset-backed securities with NAIC designations of 1 and 2 are reported at amortized cost, while asset-backed securities with NAIC designations of 3 through 6 are reported at the lower of amortized cost or fair value. The Company applies the retrospective scientific method to value asset-backed securities.
7. Subsidiaries, Controlled and Affiliated Companies – Not Applicable
8. Joint ventures, Partnerships and Limited Liability Companies are valued based on the underlying audited GAAP equity of the investee in accordance with statutory accounting practices. Debt securities that do not qualify as bonds are valued at lower of amortized cost or fair value, with unrealized fluctuations recorded in surplus. Surplus notes with NAIC designations of 1 and 2 are reported at amortized cost; surplus notes with

NOTES TO FINANCIAL STATEMENTS

NAIC designations 3 through 6 are reported at the lower of amortized cost or fair value, with unrealized fluctuations recorded in surplus.

9. Derivatives - Not Applicable
10. Anticipated investment income is a factor for 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 experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is reasonable, 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 liabilities are continually reviewed and any adjustments are reflected in the period determined.
12. Capitalization Policy – Not Applicable
13. Pharmaceutical Rebate Receivables – Not Applicable

D. Going Concern

Not Applicable

2. Accounting Changes and Corrections of Errors

The effective date of the principles-based bond definition project, noted in SSAP No. 26 Bonds and SSAP No. 43 Asset-Backed Securities, is January 1, 2025. The guidance includes updated principles-based bond definitions to assist with the classification of securities eligible to be reported as a bond, and additionally assists further with the bond classification between issuer credit obligation and asset-backed securities. The Company evaluated all Schedule D Part 1 securities as of December 31, 2024. Securities not meeting the definition of a bond were classified within Schedule BA as other invested assets as of January 1, 2025. Schedule BA securities identified as debt securities that do not qualify as bonds were valued at the lower of amortized cost or fair value. Additionally, a security was identified as a surplus note; this security had an NAIC designation equivalent of 1 and was therefore valued at amortized cost within Schedule BA in accordance with SSAP No. 41 Surplus Notes. The impact of applying the principles-based bond definition on January 1, 2025 is detailed in Note 21(c) Other Items.

3. Business Combinations and Goodwill

A. Statutory Purchase Method

None

B. Statutory Merger

None

C. Impairment Loss

None

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

Not Applicable

4. Discontinued Operations

Not Applicable

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

None

B. Debt Restructuring

None

C. Reverse Mortgages

None

D. Asset-Backed Securities

1. Anticipated prepayments for asset-backed are used to determine the effective yield of an issue at purchase. Changes in the estimated cash flows of the issue are incorporated when determining the statement value at the end of each quarter and year-end. The Company calculates prepayment speeds for fixed-rate agency mortgage-backed securities utilizing Mortgage Industry Advisory Corporation Mortgage Industry Medians (MIMs). MIMs are derived from a semi-monthly dealer-consensus survey of long-term prepayment projections. For other asset-backed securities, the Company utilizes prepayment assumptions 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. In instances where Moody's projections are not available, the Company uses data from Reuters, which utilizes the median prepayment speed from contributors' models. These assumptions are consistent with

NOTES TO FINANCIAL STATEMENTS

the current interest rate and economic environment. The prospective method is used to value asset-backed and securities.

2. The following table summarizes by quarter other-than-temporary impairments (OTTI) for asset-backed securities recorded during the year because the Company had either the intent to sell the securities or the inability or lack of intent to retain as cited in the table:

None

3. The following table summarizes other-than-temporary impairments (OTTI) for asset-backed securities held at the end of the year recorded based on the fact that the present value of projected cash flows expected to be collected was less than the amortized cost of the securities:

None

4. All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

- a. The aggregate amount of unrealized losses:

1. Less than 12 months	\$48,260
2. 12 Months or Longer	\$2,912,900

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

1. Less than 12 months	\$6,778,158
2. 12 Months or Longer	\$33,747,563

5. The Company periodically reviews its bonds on a case by case basis to determine whether any decline in fair value below amortized cost is other than temporary. Factors considered when determining whether a decline is other than temporary include the length of time a security has been in an unrealized loss position, reasons for the decline in value, expectations for the amount and timing of a recovery in fair value, and whether or not the Company has the intent and ability to hold the security. When the Company intends to sell an impaired security or has the intent and ability to sell an impaired security before recovery of its amortized cost basis, an other than temporary impairment is recognized in the statutory statements of operations as the difference between the amortized cost basis of the security and fair value. For structured securities, a credit loss also exists when an estimate of the present value of cash flows expected to be collected on the security is less than its amortized cost basis. For other bonds, a credit loss exists when the fair value of the security is less than the amortized cost basis and based on analysis, the decrease in value is thought to be other than temporary. Credit losses are recognized in the statutory statements of operations.

Generally, securities with fair values that are less than 80% of book value, other securities the Company determines are underperforming, or potential problem securities are subject to regular impairment review. To facilitate the review, securities with significant declines in value, or where objective criteria evidencing credit deterioration have been met, are included on a watch list. Among the criteria for securities to be included on a watch list are: credit deterioration, which has led to a significant decline in value of the security; rating downgrades, a significant covenant related to the security has been breached; and an issuer has filed or indicated a possibility of filing for bankruptcy, has missed or announced it intends to miss a scheduled interest or principal payment, or has experienced a specific material adverse change that may impair its creditworthiness.

When performing these reviews, the Company considers the relevant facts and circumstances relating to each investment and exercises considerable judgment in determining whether a security is other than temporarily impaired. Assessment factors include judgments about an obligor's current and projected financial position, an issuer's current and projected ability to service and repay its debt obligations, the existence of, and realizable value of, any collateral backing the obligations, the macro economic outlook, and the micro economic outlook for specific industries and issuers. Assessing the duration of asset backed securities can also involve assumptions regarding underlying collateral, such as prepayment rates, default and recovery rates, and third party servicing capabilities.

Among the factors considered is whether the decline in fair value results from a change in the quality of the security itself, or from a downward movement in the market as a whole, the likelihood of recovering the carrying value based on the current and short term prospects of the issuer and the Company's ability and intent to sell the security before such a recovery may occur. Unrealized losses that are considered to be primarily the result of market conditions, such as increasing interest rates, unusual market volatility, or industry related events, and where the Company also believes there exists a reasonable expectation for recovery and, furthermore, has the intent and ability to hold the investment until maturity or the market recovery, are usually determined to be temporary. To the extent factors contributing to recognized other than temporary impairment losses affected other investments, such investments were reviewed for other than temporary impairment and losses were recorded when appropriate.

In addition to the review procedures described above, investments in structured securities where market prices are depressed are subject to a review of their future estimated cash flows, including expected and stress case scenarios, to identify potential shortfalls with regards to full recovery of amortized cost. Even in the case of severely depressed market values on structured securities, the Company places significant importance on the results of its cash flow testing and its intent to sell these securities prior to full recovery of amortized cost until their fair values recover when reaching other than temporary impairment conclusions. If amortized cost of the security is less than the present value of estimated cash flows, an other than temporary impairment is recognized in the statutory statements of operations.

NOTES TO FINANCIAL STATEMENTS

If the Company does not expect to recover the amortized cost of asset-backed securities, an impairment loss is recognized as the difference between amortized cost and fair value under SSAP No. 26 Bonds. If the Company intends to sell an impaired asset-backed security or has the intent and ability to sell such a security before a period of time sufficient for recovery of the amortized cost basis, an other than temporary impairment has occurred and an impairment loss is recognized as the difference between amortized cost and fair value of the asset-backed security. If the Company does not expect to recover the amortized cost basis of asset-backed securities even if the entity has no intent to sell and the entity has the intent and ability to hold, an impairment loss is recognized as the difference between the amortized cost basis and the present value of cash flows expected to be collected. Impairment losses are recognized in the statutory statements of operations.

There are inherent uncertainties in assessing the fair values assigned to the Company's investments and in determining whether a decline in fair value is other than temporary. The Company's review of fair value involves several criteria including economic conditions, credit loss experience, other issuer specific developments, and future cash flows. These assessments are based on the best available information at the time. Factors such as market liquidity, the widening of bid/ask spreads, and a change in the cash flow assumptions can contribute to fair value volatility and uncertainty with regards to other than temporary impairment. If actual experience differs negatively from the assumptions and other considerations, realized losses may be recognized in the statutory statements of operations in future periods.

As of December 31, 2025, the Company does not intend to sell securities with unrealized losses not considered other than temporary prior to full recovery of amortized cost. However, if the specific facts and circumstances surrounding a security or the outlook for its industry sector change, the Company may sell the security and realize a loss in the period in which the decision to sell was made.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

None

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

None

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

None

H. Repurchase Agreements Transactions Accounted for as a Sale

None

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

None

J. Writedowns for Impairments of Real Estate, Real Estate Sales, Retail Land Sales Operations and Real Estate with Participating Mortgage Loan Features

None

K. Investments in Tax Credit Structures (tax credit investments)

None

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

NOTES TO FINANCIAL STATEMENTS

L. Restricted Assets

1. Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted						
	Current Year					6	7
	1	2	3	4	5		
Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1plus 3)	Total From Prior Year	Increase / (Decrease) (5 minus 6)	
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Collateral held under security lending arrangements	-	-	-	-	-	-	-
c. Subject to repurchase agreements	-	-	-	-	-	-	-
d. Subject to reverse repurchase agreements	-	-	-	-	-	-	-
e. Subject to dollar repurchase agreements	-	-	-	-	-	-	-
f. Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	-
g. Placed under option contracts	-	-	-	-	-	-	-
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	-	-	-	-	-	-	-
i. FHLB capital stock	652,600	-	-	-	652,600	625,200	27,400
j. On deposit with states	4,751,429	-	-	-	4,751,429	4,757,090	(5,661)
k. On deposit with other regulatory bodies	-	-	-	-	-	-	-
l. Pledged as collateral to FHLB (including assets backing funding agreements)	9,934,219	-	-	-	9,934,219	12,044,812	(2,110,593)
m. Pledged as collateral not captured in other categories	-	-	-	-	-	-	-
n. Other restricted assets	-	-	-	-	-	-	-
o. Collateral assets received and on balance sheet	-	-	-	-	-	-	-
p. Assets held under modco reinsurance agreements	-	-	-	-	-	-	-
q. Assets held under funds withheld reinsurance agreements	-	-	-	-	-	-	-
r. Total restricted assets	\$ 15,338,248	\$ -	\$ -	\$ -	\$ 15,338,248	\$ 17,427,102	\$ (2,088,854)

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

Restricted Asset Category	Current Year						
	8	9	Percentage		12	13	14
			10	11			
Total Nonadmitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)	Amount Reported in General Interrogatories	Difference from Note and GI	GI Ref	
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	-	-	XXX	XXX	XXX
b. Collateral held under security lending arrangements	-	-	-	-	-	-	25.04 + 25.05
c. Subject to repurchase agreements	-	-	-	-	-	-	26.21
d. Subject to reverse repurchase agreements	-	-	-	-	-	-	26.22
e. Subject to dollar repurchase agreements	-	-	-	-	-	-	26.23
f. Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	26.24
g. Placed under option contracts	-	-	-	-	-	-	26.25
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	-	-	-	-	-	-	26.26
i. FHLB capital stock	-	652,600	0.2%	0.2%	652,600	-	26.27
j. On deposit with states	-	4,751,429	1.1%	1.1%	4,751,429	-	26.28
k. On deposit with other regulatory bodies	-	-	-	-	-	-	26.29
l. Pledged as collateral to FHLB (including assets backing funding agreements)	-	9,934,219	2.4%	2.4%	9,934,219	-	26.31
m. Pledged as collateral not captured in other categories	-	-	-	-	-	-	26.30
n. Other restricted assets	-	-	-	-	-	-	26.32
o. Collateral assets received and on balance sheet	-	-	-	-	XXX	XXX	XXX
p. Assets held under modco reinsurance agreements	-	-	-	-	XXX	XXX	XXX
q. Assets held under funds withheld reinsurance agreements	-	-	-	-	XXX	XXX	XXX
r. Total restricted assets	\$ -	\$ 15,338,248	3.6%	3.7%	XXX	XXX	XXX

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

NOTES TO FINANCIAL STATEMENTS

Reporting entities shall explain the differences between amounts reported in Note 5L(1) and the general interrogatories. This shall include all instances in which an amount is reported in column 14 above.

GI Reference	Difference between Note and GI (Per Column 14 above)	Explanation
25.04 + 25.05	0	
26.21	0	
26.22	0	
26.23	0	
26.24	0	
26.25	0	
26.26	0	
26.27	0	
26.28	0	
26.29	0	
26.31	0	
26.30	0	
26.32	0	

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

None

3. Detail of Other Restricted Assets

None

4. Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

None

5. Assets held as collateral or under modified coinsurance (Modco) or funds withheld reinsurance (FWH) agreements have been pledged for another purpose not for the benefit of the reinsurer

Not applicable

M. Working Capital Finance Investments

1. Aggregate Working Capital Finance Investments (WCFI) Book/Adjusted Carrying Value by NAIC designation:

None

2. Aggregate Maturity Distribution the Underlying Working Capital Finance Programs:

None

3. Events of Default of Working Capital Finance Investments During the Reporting Period

None

N. Offsetting and Netting of Assets and Liabilities

None

O. 5GI Securities

None

P. Short Sales

None

Q. Prepayment Penalty and Acceleration Fees

The company had two bonds called during the year which included a prepayment penalty of \$49,517.

	General Account	Protected Cell
(1) Number of CUSIPs	2	
(2) Aggregate Amount of Investment Income	49,517	

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

Not Applicable

S. Aggregate Collateral Loans by Qualifying Investment Collateral

None

NOTES TO FINANCIAL STATEMENTS

6. Joint Ventures, Partnerships and Limited Liability Companies

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

Not Applicable

B. Write-downs for Impairments

Not Applicable

7. Investment Income

A. Due and accrued income was excluded from surplus on the following bases:

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

B. The total amount excluded:

The total amount excluded was \$0.

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

Interest Income Due and Accrued	Amount
1. Gross	2,217,263
2. Nonadmitted	-
3. Admitted	2,217,263

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

8. Derivative Instruments

Not Applicable

NOTES TO FINANCIAL STATEMENTS

9. Income Taxes

A. The components of the net deferred tax asset/(liability) are as follows:

1. The change between years by tax character (ordinary and capital) for the year 2025 and 2024:

	12/31/2025		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
(a) Gross Deferred Tax Assets	\$ 1,758,748	\$ 171,826	\$ 1,930,574
(b) Statutory Valuation Allowance Adjustments	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a-1b)	1,758,748	171,826	1,930,574
(d) Deferred Tax Assets Nonadmitted	-	-	-
(e) Subtotal Net Admitted Deferred Tax Asset (1c-1d)	1,758,748	171,826	1,930,574
(f) Deferred Tax Liabilities	-	1,875,243	1,875,243
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e-1f)	\$ 1,758,748	\$ (1,703,417)	\$ 55,331

	12/31/2024		
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4+5) Total
(a) Gross Deferred Tax Assets	\$ 1,497,549	\$ 135,412	\$ 1,632,961
(b) Statutory Valuation Allowance Adjustments	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a-1b)	1,497,549	135,412	1,632,961
(d) Deferred Tax Assets Nonadmitted	-	-	-
(e) Subtotal Net Admitted Deferred Tax Asset (1c-1d)	1,497,549	135,412	1,632,961
(f) Deferred Tax Liabilities	15,977	1,382,961	1,398,938
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e-1f)	\$ 1,481,572	\$ (1,247,549)	\$ 234,023

	Change		
	(7)	(8)	(9)
	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
(a) Gross Deferred Tax Assets	\$ 261,199	\$ 36,414	\$ 297,613
(b) Statutory Valuation Allowance Adjustments	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a-1b)	261,199	36,414	297,613
(d) Deferred Tax Assets Nonadmitted	-	-	-
(e) Subtotal Net Admitted Deferred Tax Asset (1c-1d)	261,199	36,414	297,613
(f) Deferred Tax Liabilities	(15,977)	492,282	476,305
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e-1f)	\$ 277,176	\$ (455,868)	\$ (178,692)

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

NOTES TO FINANCIAL STATEMENTS

2. The amount of admitted adjusted gross deferred tax assets admitted under each component of SSAP 101:

	12/31/2025		
	(1) Ordinary	(2) Capital	(3) (Col 1+2) Total
Admission Calculation Components SSAP No. 101			
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	\$ 1,093,171	\$ 1,038	\$ 1,094,209
(b) Adjusted Gross Deferred Tax Assets Expected to be Realized (Excluding the Amount of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation (The Lesser of 2(b)1 and 2(b)2 below)	44,121	-	44,121
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	44,121	-	44,121
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	XXX	XXX	24,887,086
(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	621,456	170,788	792,244
(d) Deferred Tax Assets Admitted as the Result of Application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	\$ 1,758,748	\$ 171,826	\$ 1,930,574

	12/31/2024		
	(4) Ordinary	(5) Capital	(6) (Col 4+5) Total
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	\$ 852,594	\$ 18,584	\$ 871,178
(b) Adjusted Gross Deferred Tax Assets Expected to be Realized (Excluding the Amount of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation (The Lesser of 2(b)1 and 2(b)2 below)	61,371	-	61,371
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	61,371	-	61,371
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	XXX	XXX	23,098,005
(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	583,584	116,828	700,412
(d) Deferred Tax Assets Admitted as the Result of Application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	\$ 1,497,549	\$ 135,412	\$ 1,632,961

	Change		
	(7) (Col 1-4) Ordinary	(8) (Col 2-5) Capital	(9) (Col 7+8) Total
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	\$ 240,577	\$ (17,546)	\$ 223,031
(b) Adjusted Gross Deferred Tax Assets Expected to be Realized (Excluding the Amount of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation (The Lesser of 2(b)1 and 2(b)2 below)	(17,250)	-	(17,250)
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	(17,250)	-	(17,250)
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	XXX	XXX	1,789,081
(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	37,872	53,960	91,832
(d) Deferred Tax Assets Admitted as the Result of Application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	\$ 261,199	\$ 36,414	\$ 297,613

3. The ratio used to determine applicable period used in 9A(2)b1 for determining the amount of adjusted gross DTAs:

	2025	2024
(a) Ratio Percentage Used to Determine Recovery Period and Threshold Limitation Amount	942%	960%
(b) Amount of Adjusted Capital and Surplus Used to Determine Recovery Period and Threshold Limitation in 2(b)2 Above	\$ 165,913,909	\$ 153,986,699

NOTES TO FINANCIAL STATEMENTS

4. Disclose the impact of tax-planning strategies:

		12/31/2025	
		(1)	(2)
		Ordinary Percent	Capital Percent
(a)	Determination Of Adjusted Gross Deferred Tax Assets and Net Admitted Deferred Tax Assets, By Tax Character as a Percentage.		
1.	Adjusted Gross DTAs Amount from Note 9A1(c)	1,758,748	171,826
2.	Percentage of Adjusted Gross DTAs By Tax Character Attributable to the Impact of Tax Planning Strategies	0%	0%
3.	Net Admitted Adjusted Gross DTAs Amount from Note 9A1(e)	1,758,748	171,826
4.	Percentage of Net Admitted Adjusted Gross DTAs by Tax Character Admitted because of the Impact of Tax Planning Strategies	0%	0%
		12/31/2024	
		(3)	(4)
		Ordinary Percent	Capital Percent
(a)	Determination Of Adjusted Gross Deferred Tax Assets and Net Admitted Deferred Tax Assets, By Tax Character as a Percentage.		
1.	Adjusted Gross DTAs Amount from Note 9A1(c)	1,497,549	135,412
2.	Percentage of Adjusted Gross DTAs By Tax Character Attributable to the Impact of Tax Planning Strategies	0%	0%
3.	Net Admitted Adjusted Gross DTAs Amount from Note 9A1(e)	1,497,549	135,412
4.	Percentage of Net Admitted Adjusted Gross DTAs by Tax Character Admitted because of the Impact of Tax Planning Strategies	0%	0%
		Change	
		(5)	(6)
		(Col 1-3) Ordinary Percent	(Col 2-4) Capital Percent
(a)	Determination Of Adjusted Gross Deferred Tax Assets and Net Admitted Deferred Tax Assets, By Tax Character as a Percentage.		
1.	Adjusted Gross DTAs Amount from Note 9A1(c)	261,199	36,414
2.	Percentage of Adjusted Gross DTAs By Tax Character Attributable to the Impact of Tax Planning Strategies	0%	0%
3.	Net Admitted Adjusted Gross DTAs Amount from Note 9A1(e)	261,199	36,414
4.	Percentage of Net Admitted Adjusted Gross DTAs by Tax Character Admitted because of the Impact of Tax Planning Strategies	0%	0%
(b)	Does the Company's tax-planning strategies include the use of reinsurance?	Yes ___	No_X_

B. Unrecognized Deferred Tax Liabilities

Not Applicable

NOTES TO FINANCIAL STATEMENTS

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

	(1) 12/31/2025	(2) 12/31/2024	(3) (Col 1-2) Change
1. Current Income Tax			
(a) Federal	\$ 2,845,991	\$ 2,401,869	\$ 444,122
(b) Foreign	-	-	-
(c) Subtotal	<u>2,845,991</u>	<u>2,401,869</u>	<u>444,122</u>
(d) Federal income tax on net capital gains	307,265	145,743	161,522
(e) Utilization of capital loss carry-forwards	-	-	-
(f) Other	-	-	-
(g) Federal and foreign income taxes incurred	<u>\$ 3,153,256</u>	<u>\$ 2,547,612</u>	<u>\$ 605,644</u>
2. Deferred Tax Assets:			
(a) Ordinary			
(1) Discounting of unpaid losses	\$ 630,294	\$ 511,428	\$ 118,866
(2) Unearned premium reserve	285,744	233,352	52,392
(3) Policyholder reserves	-	-	-
(4) Investments	82,977	110,374	(27,397)
(5) Deferred acquisition costs	-	-	-
(6) Policyholder dividends accrual	-	-	-
(7) Fixed assets	-	-	-
(8) Compensation and benefits accrual	-	-	-
(9) Pension accrual	-	-	-
(10) Receivables - nonadmitted	759,733	642,395	117,338
(11) Net operating loss carry-forward	-	-	-
(12) Tax credit carry-forward	-	-	-
(13) Other (including items <5% of total ordinary tax assets)	-	-	-
(99) Subtotal	<u>1,758,748</u>	<u>1,497,549</u>	<u>261,199</u>
(b) Statutory valuation allowance adjustment	-	-	-
(c) Nonadmitted	-	-	-
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	1,758,748	1,497,549	261,199
(e) Capital:			
(1) Investments	171,826	135,412	36,414
(2) Net capital loss carry-forward	-	-	-
(3) Real estate	-	-	-
(4) Other (including items <5% of total capital tax assets)	-	-	-
(99) Subtotal	<u>171,826</u>	<u>135,412</u>	<u>36,414</u>
(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets (2e99 -2f -2g)	171,826	135,412	36,414
(i) Admitted deferred tax assets (2d + 2h)	<u>1,930,574</u>	<u>1,632,961</u>	<u>297,613</u>
3. Deferred Tax Liabilities:			
(a) Ordinary			
(1) Investments	-	-	-
(2) Fixed assets	-	-	-
(3) Deferred and uncollected premium	-	-	-
(4) Policyholder reserves	-	-	-
(5) Other (including items <5% of total ordinary tax liabilities)	-	-	-
(99) Subtotal	<u>-</u>	<u>-</u>	<u>-</u>
(b) Capital			
(1) Investments	1,875,243	1,398,938	476,305
(2) Real estate	-	-	-
(3) Other (including items <5% of total ordinary tax liabilities)	-	-	-
(99) Subtotal	<u>1,875,243</u>	<u>1,398,938</u>	<u>476,305</u>
(c) Deferred tax liabilities (3a99 + 3b99)	1,875,243	1,398,938	476,305
4. Net deferred tax assets/liabilities (2i - 3c)	<u>\$ 55,331</u>	<u>\$ 234,023</u>	<u>\$ (178,692)</u>

NOTES TO FINANCIAL STATEMENTS

D. Among the more significant book to tax adjustments were the following:

	December 31, 2025	Effective Tax Rate
Provision computed at statutory rate	\$ 3,120,031	21%
Nondeductible expense for meals, lobbying and penalties	-	0%
Tax exempt interest	(23,170)	0%
Change in nonadmitted balances	(121,868)	-1%
Provision to actual adjustment	(14,893)	0%
Other adjustments	(5,207)	0%
Total income tax reported	<u>\$ 2,954,893</u>	<u>20%</u>
Federal and foreign income taxes incurred	\$ 2,845,991	19%
Realized capital gains (losses) tax	307,265	2%
Change in net deferred income taxes	(198,363)	-1%
Total income tax	<u>\$ 2,954,893</u>	<u>20%</u>

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits

- As of December 31, 2025 and December 31, 2024, the Company did not have any unused operating loss carry forwards available to offset against future taxable income.
- The income tax expense of \$3,244,754 from 2025 and \$2,749,590 from 2024 is available for recoupment in the event of future net losses.
- The reporting entity has a total of \$0 protective deposits which are on deposit with the Internal Revenue Service under Section 6603 of the Internal Revenue Service Code.

F. Consolidated Federal Income Tax Return

- The Company's federal income tax return is consolidated with its parent, BCS Financial Corporation ("BCSF").
- The method of allocation between companies is subject to written agreement, approved by the Board of Directors. Intercompany tax balances are settled annually. Allocation is based upon separate return calculations, with credit for net losses being obtained when utilized.

G. Federal or Foreign Federal Income Tax Loss Contingencies

The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

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 Relationships

The Company is owned 100% by BCSF. The Company has a management service agreement with BCSF. It shares common management, staff and facilities provided by BCSF with its other affiliates. Expenses identified as specific to a company are charged directly; all other expenses are charged in accordance with the service agreement.

BCSF sold their 20% interest in LifeSecure Holdings Corporation pursuant to a Security Purchase Agreement. This transaction was approved by the State of Michigan Department of Insurance and Financial Services on October 2, 2025. The transaction was settled on October 3, 2025. There is no impact to the Company for this transaction.

B. Significant Transactions and Changes in Terms of Intercompany Arrangements

The Company paid no cash dividends to BCSF in 2025 and 2024.

C. Transactions with related parties who are not reported on Schedule Y

Not Applicable

NOTES TO FINANCIAL STATEMENTS

D. Amounts Due to or from Related Parties

At December 31, 2025, the Company reported \$8,748,626 due to affiliates and \$1,779,343 due from affiliates. This is comprised of \$8,727,993 and \$20,833 payable to BCSF and 4 Ever Life Insurance Company, respectively, and a \$1,779,343 receivable from BCS Re, Inc.

E. Management or Service Contracts and Cost Sharing Arrangements

The Company has a management service agreement with BCSF whereby BCSF provides all insurance management, administrative and advisory services as well as investment management and general office administrative services. Expenses identified as specific to a company are charged directly; all other expenses are charged in accordance with the service agreement. There has been no change in the management service agreement in 2025.

The Company has multiple managing general underwriting agreements with Medical Risk Managers Inc. ("MRM") whereby MRM provides services to acquire business, perform risk selection, issue policies, and adjudicate claims for the Company's medical stop loss business in exchange for a fee. There have been no changes in the managing general underwriting agreements with MRM in 2025.

F. Guarantees or Contingencies for Related Parties

Not applicable

G. Nature of Control Relationship

All outstanding common shares are owned by BCSF, an insurance holding company domiciled in the state of Delaware.

H. Amount Deducted for Investment in Upstream Company

Not Applicable

I. Investments in SCA Entities Disclosures

Not Applicable

J. Investments in Impaired SCA Entities Disclosures

Not Applicable

K. Foreign Insurance Subsidiary

Not Applicable

L. Downstream Noninsurance Company

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 & Holding Company Obligations

Not Applicable

B. Federal Home Loan Bank (FHLB) Agreements

1. The Company is a member of Federal Home Loan Bank (FHLB) of Cincinnati. Through its membership, the Company has conducted business activity (borrowings) with the FHLB. It is part of the Company's strategy to utilize these funds for general operations. The Company has determined the actual/estimated maximum borrowing capacity as \$8,749,932. The Company calculated this amount in accordance with its investment in FHLB capital stock and pledged collateral.

NOTES TO FINANCIAL STATEMENTS

2. FHLB Capital Stock

a. Aggregate Totals

	1 Total 2+3	2 General Account	3 Separate Account
1. Current Year			
(a) Membership Stock - Class A	-	-	-
(b) Membership Stock - Class B	292,589	292,589	-
(c) Activity Stock	360,000	360,000	-
(d) Excess Stock	11	11	-
(e) Aggregate Total (a+b+c)	652,600	652,600	-
(f) Actual or estimated Borrowing Capacity as Determined by the Insurer	8,749,932	XXX	XXX
2. Prior Year-end Year			
(a) Membership Stock - Class A	-	-	-
(b) Membership Stock - Class B	249,341	249,341	-
(c) Activity Stock	360,000	360,000	-
(d) Excess Stock	15,859	15,859	-
(e) Aggregate Total (a+b+c)	625,200	625,200	-
(f) Actual or estimated Borrowing Capacity as Determined by the Insurer	10,187,575	XXX	XXX

11B(2)a1(f) should be equal to or greater than 11B(4)a1(d)

11B(2)a2(f) should be equal to or greater than 11B(4)a2(d)

b. Membership Stock (Class A and B) Eligible for Redemption

Membership Stock	1	2	Eligible for Redemption			
	Current Year Total (2+3+4+5+6)	Not Eligible for Redemption	3 Less than 6 Months	4 6 Months to Less than 1 Year	5 1 to Less than 3 Years	6 3 to 5 Years
1. Class A	-	-	-	-	-	-
2. Class B	292,589	292,589	-	-	-	-

11B(2)b1 Current Year Total (Column 1) should equal 11B(2)a1(a) Total (Column 1)

11B(2)b2 Current Year Total (Column 1) should equal 11B(2)a1(b) Total (Column 1)

3. Collateral Pledged to FHLB

a. Amount Pledged as of Reporting Date

	1 Fair Value	2 Carrying Value	3 Aggregate Total Borrowing
1. Current Year Total General and Separate Accounts Total Collateral Pledged (Lines 2+3)	9,336,871	9,934,219	8,000,000
2. Current Year General Account Total Collateral Pledged	9,336,871	9,934,219	8,000,000
3. Current Year Protected Cell Accounts Total Collateral Pledged	-	-	-
4. Prior Year-end Total General and Separate Accounts Total Collateral Pledged	11,056,938	12,044,812	8,000,000

11B(3)a1 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b1 (Columns 1, 2 and 3 respectively)

11B(3)a2 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b2 (Columns 1, 2 and 3 respectively)

11B(3)a3 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b3 (Columns 1, 2 and 3 respectively)

11B(3)a4 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b4 (Columns 1, 2 and 3 respectively)

NOTES TO FINANCIAL STATEMENTS

b. Maximum Amount Pledged During Reporting Period

	1 Fair Value	2 Carrying Value	3 Amount Borrowed at Time of Maximum Collateral
1. Current Year Total General and Separate Accounts Maximum Collateral Pledged (Lines 2+3)	11,042,015	11,990,872	8,000,000
2. Current Year General Account Maximum Collateral Pledged	11,042,015	11,990,872	8,000,000
3. Current Year Separate Accounts Maximum Collateral Pledged	-	-	-
4. Prior year-end Total General and Separate Accounts Maximum Collateral Pledged	11,888,759	12,852,505	8,000,000

4. Borrowing from FHLB

a. Amounts as of the Reporting Date

	1 Total 2+3	2 General Account	3 Separate Account	4 Funding Agreements Reserves Established
1. Current Year				
(a) Debt	8,000,000	8,000,000	-	XXX
(b) Funding	-	-	-	-
(c) Other	-	-	-	-
(d) Aggregate Total (a+b+c)	8,000,000	8,000,000	-	XXX
2. Prior Year-end				
(a) Debt	8,000,000	8,000,000	-	XXX
(b) Funding	-	-	-	-
(c) Other	-	-	-	-
(d) Aggregate Total (a+b+c)	8,000,000	8,000,000	-	XXX

b. Maximum Amount during Reporting Period (Current Year)

	1 Total 2+3	2 General Account	3 Separate Account
1. Debt	8,000,000	8,000,000	-
2. Funding	-	-	-
3. Other	-	-	-
4. Aggregate Total (Lines 1+2+3)	8,000,000	8,000,000	-

11B(4)b4 (Columns 1, 2 and 3) should be equal to or greater than 11B(4)a1(d) (Columns 1, 2 and 3 respectively)

c. FHLB – Prepayments Obligations

	Does the company have prepayment obligations under the following arrangements (YES/NO)?
1. Debt	YES
2. Funding Agreements	NO
3. Other	NO

C. Unused commitments and lines of credit for financing arrangements:

None

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

A. Defined Benefit Plan

None

B. Investment Policies & Strategies

None

NOTES TO FINANCIAL STATEMENTS

C. Fair Value of Each Class of Plan Assets

None

D. Basis Used to Determine the Overall Expected Long-Term Rate-of-Return-on-Assets

None

E. Defined Contribution Plans

None

F. Multiemployer Plans

None

G. Consolidated/Holding Company Plans

BCSF sponsors a defined contribution 401(k) plan covering substantially all employees, as well as a deferred compensation plan and a post-retirement healthcare plan for select employees. The expenses of these plans are charged in accordance with the management service agreement. In 2025, the Company incurred expenses of \$3,644,560 relating to these plans. The Company has no legal obligation for benefits under these plans.

H. Postemployment Benefits and Compensated Absences

None

I. Impact of Medicare Modernization Act on Postretirement Benefits

Not Applicable

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

A. Outstanding Shares

The Company has 300,000 shares of \$10 par value common stock authorized, issued and outstanding. The Company has no preferred stock authorized, issued, or outstanding.

B. Dividend Rate of Preferred Stock

Not Applicable

C., D. & E. Dividend Restrictions and Dividends Paid

All dividends require notification to the Director of the Ohio Department of Insurance. The amount of dividends that can be paid by insurance companies domiciled in Ohio without prior approval of the Director of the Ohio Department of Insurance is subject to restriction and cannot exceed the greater of ten percent of prior year end surplus or the prior year's net income. The amount of dividends that could be paid in the next year without prior approval is \$16,596,924. The Company paid no ordinary dividends to its stockholders during 2025.

F. Surplus Restriction

None

G. Mutual Surplus Advances

None

H. Company Stock Held for Special Purposes

None

I. Changes in Special Surplus Funds

None

J. Changes in Unassigned Funds

The portion of unassigned funds represented or increased by net unrealized gains is \$5,151,242 at December 31, 2025.

K. Surplus Notes

None

NOTES TO FINANCIAL STATEMENTS

L. & M. Quasi Reorganizations

None

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments

a. Capital Commitments

The Company executed a subscription agreement on February 29, 2024 to commit to invest \$7.5M of capital in Heitman Value Partners VI, L.P. (Heitman). As of December 31, 2025, there has been a capital contribution of \$1,418,225 in Heitman. After this capital call, the company's unfunded capital commitment is \$6,081,775.

B. Assessments

1. The Company is subject to guaranty fund assessments by the states in which it writes business. Guaranty fund assessments are accrued at the time of insolvency. The Company has accrued a liability for guaranty fund assessments of \$261,393 at December 31, 2025. The amount represents 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. Guaranty Fund & Other Assessments with Liabilities Recognized Under SSAP No. 35:

Assets recognized from paid and accrued premium tax		
a.	offsets and policy surcharges prior year-end	\$ 1,337,864
b.	Decrease current year:	
	Policy surcharges collected	\$ -
	Policy surcharges charged off	\$ -
	Premium tax offset applied	\$ -
	Re-evaluation decrease	\$ (169,473)
c.	Increases current year:	
	Policy surcharges collected	\$ -
	Policy surcharges charged off	\$ -
	Premium tax offset applied	\$ 53,902
	Re-evaluation increase	\$ -
Assets recognized from paid and accrued premium tax		
d.	offsets and policy surcharges current year-end	\$ 1,222,293

3. At December 31, 2025 there were no guaranty fund liabilities or assets related to insolvencies of entities that wrote long-term care insurance.

C. Gain Contingencies

None

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

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

	Direct
Claims related to ECO and bad faith losses paid during the reporting period	\$ -

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

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

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

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

E. Product Warranties

None

F. Joint and Several Liabilities

None

NOTES TO FINANCIAL STATEMENTS

G. All Other Contingencies

None

15. Leases

None

16. Information About Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

None

17. Sale, Transfer and Servicing of Financial Assets and Extinguishment of Liabilities

A. Transfer of Receivables Reported as Sales

Not Applicable

B. Transfer and Servicing of Financial Assets

Not Applicable

C. Wash Sales

1. The Company has not sold and reacquired any security within a 30 day period of its original sale.
2. The details by NAIC designation 3 or below of securities sold during the year ended December 31, 2025, are reacquired within 30 days of the sale date are:

None

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

A. Administrative Services Only (ASO) Plans

Not Applicable

B. Administrative Services Contract (ASC) Plans

Not Applicable

C. Medicare or Similarly Structured Cost Based Reimbursement Contracts

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	Types of Authority Granted	Total Direct Premium Written/Produced By
AGA Service Company 2805 North Parham Road Richmond, VA 23294	54-1545622	N	Group Travel	C, CA, P, U, B	\$ 204,712,507
Planned Administrators, Inc. 8906 Two Notch Road, Suite 200 Columbia, SC 29223	57-0718839	N	Accident & Health Dental, AD & D Disability	C, CA, P	47,872,954
Risk Placement Services, Inc. 2850 Golf Road, 5th Floor Rolling Meadows, IL 60008	36-3110841	N	Other Liability	P, U, B	34,742,772
ATS Underwriting, Inc. 250 Commercial Street, Suite 4002A Manchester, NH 03101	93-4622489	N	Accident & Health	C, CA, P, U, B	24,703,067
All Other TPA Premium Total					18,316,395 <u>\$ 330,347,695</u>

NOTES TO FINANCIAL STATEMENTS

20. Fair Value Measurements

A. Input used for assets measured and reported at Fair Value

1. Items measured and reported at Fair Value by Levels 1, 2, and 3

Statutory accounting principles define the fair value of a financial instrument as the amount at which that asset could be bought or sold in a current transaction between willing parties that is other than in a forced or liquidation sale. The fair value of a liability is the amount at which that liability could be incurred or settled in a current transaction between willing parties. Certain financial instruments and all nonfinancial instruments are excluded from statutory disclosure requirements. Therefore, the aggregate fair value amounts presented below do not represent the underlying fair value of the Company.

Fair values are based on quoted market prices when available. When market prices are not available, fair value is generally estimated using discounted cash flow analyses, incorporation of current market inputs for similar financial instruments with comparable terms and credit quality (matrix pricing). In instances where there is little or no market activity for the same or similar instruments, the Company estimates fair value using methods, models, and assumptions that management believes market participants would use to determine a current transaction price. These valuation techniques involve some level of management estimation and judgment, which becomes significant with increasingly complex instruments or pricing models. Where appropriate, adjustments are included to reflect the risk inherent in a particular methodology model or input used.

The Company's financial assets and liabilities carried at fair value have been classified, for disclosure purposes, based on a hierarchy as defined by SSAP No. 100, Fair Value Measurements. The hierarchy gives the highest ranking to fair values determined using unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest ranking to fair values determined using methodologies and models with unobservable inputs (Level 3). An asset's or liability's classification is based on the lowest level input that is significant to its measurement. For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level 3).

The levels of the fair value hierarchy are as follows:

Level 1 – Management's valuations are unadjusted quoted prices for identical, unrestricted assets and liabilities in active markets accessible at the measurement date. Since valuations are based on quoted prices that are readily available in an active market, valuation of these assets does not involve any meaningful degree of judgment. An active market is defined as a market where transactions for the financial instrument occur with sufficient frequency and volume to provide pricing information on an ongoing basis. Level 1 financial assets and liabilities generally include common stocks and U.S. government debt securities, where management's valuations are based on quoted market prices.

Level 2 – Management's valuations are based on quoted prices where such markets are not deemed to be sufficiently "active." In such circumstances, additional valuations metrics will be used, which involve direct or indirect observable market inputs. Level 2 financial assets and liabilities generally include debt securities other than debt issued by the U.S. government. Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, spreads, and yield curves.

Level 3 – Management's valuations are based on inputs that are unobservable (supported by little or no market activity) and significant to the fair value measurement. Valuations under Level 3 generally involve a significant degree of judgment on the part of management.

Assets Measured at Fair Value

Certain financial assets are measured at fair value, such as certain bonds valued at the lower of cost or fair value, or investments that are impaired during the reporting period and recorded at fair value on the balance sheet at December 31, 2025. The following table summarizes assets measured at fair value:

NOTES TO FINANCIAL STATEMENTS

Description of each class of assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	(Total)
Assets at fair value					
Bonds					
Issuer credit obligations	\$ -	\$ 1,202,921	\$ -	\$ -	\$ 1,202,921
Asset-backed securities	-	23,611	-	-	23,611
Total bonds	-	1,226,532	-	-	1,226,532
Common stock					
Mutual funds	17,842,753	-	-	-	17,842,753
Total common stock	17,842,753	-	-	-	17,842,753
Preferred stock					
Mandatory convertible	-	3,388,778	-	-	3,388,778
Perpetual	-	1,105,857	-	-	1,105,857
Total preferred stock	-	4,494,635	-	-	4,494,635
Other invested assets					
Debt securities that do not qualify as bonds	-	318,565	-	-	318,565
Total other invested assets	-	318,565	-	-	318,565
Total assets measured at fair value/NAV	\$ 17,842,753	\$ 6,039,732	\$ -	\$ -	\$ 23,882,485

Bonds measured at fair value are those bonds that were determined to be other-than-temporarily impaired at December 31, 2025 and bonds valued at the lower of cost or fair value at December 31, 2025. NAIC 3 – 6 rated bonds are valued at the lower of cost or market.

2. Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

None

3. Policy on Transfers into and out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3. During the current year, no transfers into or out of Level 3 were required.

4. Inputs and techniques used for level 2 and level 3 Fair Values

Bonds carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations as quoted markets prices for similar instruments in an active market were utilized. This was accomplished by the use of matrix pricing. Matrix pricing takes quoted prices of bonds with similar features and applies analytic methods to determine the fair value of bonds held. Features that are inputs into the analysis include duration, credit quality, tax status and call and sinking fund features.

Investments categorized as Level 3 had key unobservable inputs. Also, the investments are less liquid, and there is limited trading activity. The use of independent non-binding broker quotations to value investments generally indicates there is a lack of liquidity or the general lack of transparency in the process to develop the valuation estimates generally causing these investments to be classified in Level 3.

5. Derivative Fair Values

Not applicable

B. Other Fair Value Disclosures

Not applicable

NOTES TO FINANCIAL STATEMENTS

C. Fair Value for all financial instruments by levels 1, 2, and 3

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Assets							
Bonds							
Issuer credit obligations	\$ 145,365,556	\$ 149,615,574	\$ -	\$ 145,365,556	\$ -	\$ -	\$ -
Asset-backed securities	106,832,866	108,480,151	-	106,832,866	-	-	-
Total bonds	252,198,422	258,095,725	-	252,198,422	-	-	-
Common stock							
Industrial & miscellaneous	17,842,753	17,842,753	17,842,753	-	-	-	-
Total common stock	17,842,753	17,842,753	17,842,753	-	-	-	-
Preferred stock							
Mandatory convertible	3,388,778	3,388,778	-	3,388,778	-	-	-
Perpetual preferred stock	1,105,857	1,105,857	-	1,105,857	-	-	-
Total preferred stock	4,494,635	4,494,635	-	4,494,635	-	-	-
Other invested assets							
Debt securities that do not qualify as bonds	989,169	945,095	-	989,169	-	-	-
Surplus notes	572,201	652,061	-	572,201	-	-	-
Total other invested assets	1,561,370	1,597,156	-	1,561,370	-	-	-
Cash, cash equivalents and short-term investments	37,105,300	37,090,748	(1,602,350)	1,289,255	-	37,418,395	-
Total assets	\$ 313,202,480	\$ 319,121,017	\$ 16,240,403	\$ 259,543,682	\$ -	\$ 37,418,395	\$ -
Liabilities							
Federal Home Loan Bank Funds held by company under reinsurance treaties	\$ (73,932,960)	\$ (73,932,960)	-	(73,932,960)	-	-	-
Total liabilities	\$ (81,932,960)	\$ (81,932,960)	\$ -	\$ (81,932,960)	\$ -	\$ -	\$ -

D. Financial instruments for which not practicable to Estimate Fair Value

Not applicable

E. Instruments Measured at Net Asset Value (NAV)

The company uses NAV to value its money market and other invested assets because it is the readily available value for these funds. NAV is the value of each fund's assets minus liabilities.

21. Other Items

A. Unusual or Infrequent Items

None

B. Troubled Debt Restructuring: Debtors

None

C. Other Disclosures

The classification of a security as a bond changed effective January 1, 2025 due to the recently adopted principles-based bond definition; please refer to Note 2 Accounting Changes and Corrections of Errors. The Company evaluated securities within Schedule D Part 1 to determine if they could be classified as a bond within the new principles-based bond definition. Securities falling within the new bond definition then underwent further categorization between issuer credit obligation and asset-backed bond securities. Securities not meeting the principles-based bond definition were classified within Schedule BA as an other invested asset as of January 1, 2025. Seven securities were identified as debt securities that do not qualify as bonds on Schedule BA and were valued at the lower of amortized cost or fair value. Out of these seven securities, six were identified as synthetic bonds that are principal protected securities, in which the underlying company is not making the interest and principal payments. The remaining security is a single tranche, single asset, single borrower mortgage-backed security and did not meet the bond definition with having only one piece of underlying collateral. Additionally, one security was identified as a surplus note and is listed on Schedule BA.

The impact of moving these securities as of January 1, 2025, was as follows:

Aggregate BACV for all securities reclassified off Schedule D-1	2,963,210
Aggregate BACV after transition for all securities reclassified off Schedule D-1 that resulted in a change in measurement	1,872,207
Aggregate surplus impact, due to the change in valuation basis, for securities reclassified from Schedule D-1 to Schedule BA on 1/1/2025 and valued at lower of amortized cost or fair value (excludes deferred tax impact of \$19,209)	(91,470)

NOTES TO FINANCIAL STATEMENTS

D. Business Interruption Insurance Recoveries

None

E. State and Federal Tax Credits

None

F. Subprime-Mortgage-Related Risk Exposure

1. The Company has identified securities with the following characteristics as having subprime mortgage risk:

- a. First lien mortgages where borrowers have a FICO scores less than 650
- b. First lien mortgages with loan-to-value ratios greater than 95%
- c. Second lien mortgages where borrowers have FICO scores less than 675
- d. Borrowers with less than conventional documentation of their income and/or net assets and FICO scores less than 650

2. Direct Exposure through investments in subprime mortgage loans

None

3. The following summarizes the Company's investments in securities with underlying subprime exposure at December 31, 2025:

Investment Type	Actual Cost	Book Adjusted Carrying Value (excluding interest)	Fair Value	Other-than-Temporary Impairment Losses Recognized
a. Asset-backed securities	\$ 41,539	\$ 41,461	\$ 41,027	\$ -
b. Collateralized loan obligations	-	-	-	-
c. Equity investments in SCAs	-	-	-	-
d. Other assets	-	-	-	-
e. Total (a+b+c+d)	\$ 41,539	\$ 41,461	\$ 41,027	\$ -

4. Underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage

None

G. Insurance-Linked Securities (ILS) Contracts

None

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

None

22. Events Subsequent

Type I – Recognized Subsequent Events:

Subsequent events have been considered through February 26, 2026 for the statutory statement issued on March 1, 2026.

The Company does not have any subsequent events to report.

Type II – Nonrecognized Subsequent Events:

Subsequent events have been considered through February 26, 2026 for the statutory statement issued on March 1, 2026.

The Company does not have any subsequent events to report.

NOTES TO FINANCIAL STATEMENTS

23. Reinsurance

A. Unsecured Reinsurance Recoverable

The Company has outlined below unsecured aggregate recoverable for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium with authorized, unauthorized, certified, or reciprocal jurisdiction reinsurers, that exceed 3% of policyholders' surplus.

Individual Reinsurers Who Are Not Members of a Group:

ID Number	Reinsurer	Unsecured Amount
AA-1120156	LLOYD'S SYNDICATE NUMBER 1686	\$ 19,078,000
AA-1340125	HANNOVER RUECK SE	12,731,000
AA-1126510	LLOYD'S SYNDICATE NUMBER 510	10,565,000
AA-1120337	ASPEN INS UK LTD	10,563,000
AA-1126006	LLOYD'S SYNDICATE NUMBER 4472	7,009,000
AA-1127084	LLOYD'S SYNDICATE NUMBER 1084	6,096,000
AA-1128001	LLOYD'S SYNDICATE NUMBER 2001	5,697,000
AA-1128987	LLOYD'S SYNDICATE NUMBER 2987	5,057,000
AA-1126435	LLOYD'S SYNDICATE NUMBER 435	5,054,000

Individual Reinsurers Who Are Members of a Group:

Group Code	ID Number	Reinsurer	Unsecured Amount
00917	36-1236610	HEALTH CARE SERV CORP A MUT LEGAL RE	\$ 34,749,000
00023	36-2149353	4 EVER LIFE INS CO	28,823,000
00031	13-5616275	TRANSATLANTIC REINS CO	23,925,000
00181	13-1675535	SWISS REINS AMER CORP	6,902,000
04639	43-1235868	RGA REINS CO	6,258,000

All Members of the Groups Shown above with Unsecured Reinsurance Recoverable:

Group Code	ID Number	Reinsurer	Unsecured Amount
00917	36-1236610	HEALTH CARE SERV CORP A MUT LEGAL RE	\$ 34,749,000
Total 00917			34,749,000
00023	36-2149353	4 EVER LIFE INS CO	28,823,000
Total 00023			28,823,000
00031	13-5616275	TRANSATLANTIC REINS CO	23,925,000
Total 00031			23,925,000
00181	13-1675535	SWISS REINS AMER CORP	6,902,000
Total 00181			6,902,000
04639	43-1235868	RGA REINS CO	6,258,000
Total 04639			6,258,000

B. Reinsurance Recoverable in Dispute

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

C. Reinsurance Assumed and Ceded

- The following table summarizes ceded and assumed unearned premiums and the related commission equity at December 31, 2025:

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. All Other	-	-	88,913,666	6,942,079	(88,913,666)	(6,942,079)
c. Total (a+b)	\$ -	\$ -	\$88,913,666	\$ 6,942,079	\$ (88,913,666)	\$ (6,942,079)
d. Direct Unearned Premium Reserves			\$95,717,089			

Line (c.) of Ceded Reinsurance Premium Reserve Column must equal Page 3, Line 9, first inside amount.

NOTES TO FINANCIAL STATEMENTS

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

REINSURANCE

	Direct	Assumed	Ceded	Net
a. Contingent Commission	\$ -	\$ -	\$ -	\$ -
b. Sliding Scale Adjustments	-	-	-	-
c. Other Profit Commission	-	36,864,064	36,864,064	-
d. Total (a+b+c)	\$ -	\$ 36,864,064	\$ 36,864,064	\$ -

3. Types of risk attributed to each of the Company's protected cells

None

- D. Uncollectible Reinsurance

None

- E. Commutation of Ceded Reinsurance

None

- F. Retroactive Reinsurance

None

- 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

None

- J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

None

- K. Reinsurance Credit on Contracts Covering Health Business

Not Applicable

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

- A. Methods Used to Estimate

The Company estimates accrued retrospective premium adjustments through the review of each individual retrospectively rated risk, comparing case basis loss and IBNR activity in the policy contract to arrive at the best estimate of return or additional retrospective premium.

- B. Method used to Record

The Company records accrued retrospective premium as an adjustment to written premium.

- 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 Non-Admitted Retrospective Premiums

None

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

1. Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions (YES/NO)?

NO

NOTES TO FINANCIAL STATEMENTS

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

Not Applicable

25. Changes in Incurred Losses and Loss Adjustment Expenses

The estimated savings on loss and loss adjustment expenses attributable to insured events of prior years is \$3.5 million for the twelve months ending December 31, 2025, as shown in the chart below. This is -6.3% of unpaid losses and loss adjustment expenses of \$55.2 million as of December 31, 2024. The decrease occurred primarily in the Company's Accident and Health and cybersecurity lines of business because ultimate claim costs were lower than expected. This decrease was offset by unfavorable experience in the agents' errors and omissions liability and medical stop loss business.

<u>Line of Business</u>	<u>2025 Calendar Year Losses and LAE Incurred (\$000's)</u>	<u>2025 Loss Year Losses and LAE Incurred Schedule P, Part 1 (\$000's)</u>	<u>Total Shortage (Redundancy) (\$000's)</u>	<u>Loss and DCC Shortage (Redundancy) Schedule P, Part 2 (\$000's)</u>	<u>Impact of AO on Total Shortage (Redundancy) (\$000's)</u>
Group Accident and Health	\$ 81,199	\$ 84,484	\$ (3,285)	\$ (3,256)	\$ (29)
Commercial Multi-Peril	2,924	3,265	(341)	(518)	177
Medical Malpractice-Claims Made	-	-	-	-	-
Other Liability-Occurrence	13,139	13,071	68	103	(35)
Other Liability-Claims Made	4,041	3,949	92	(1)	93
Fidelity	(1)	-	(1)	(1)	-
Inland Marine/Other	-	-	-	-	-
Total	\$ 101,302	\$ 104,769	\$ (3,467)	\$ (3,673)	\$ 206

26. Intercompany Pooling Arrangements

Not Applicable

27. Structured Settlements

A. Reserves Released due to Purchase of Annuities

In 2003, the Company purchased annuities that have a remaining balance of \$43,050 through New York Life Insurance Company under which the claimant is the payee.

<u>Loss Reserves Eliminated by Annuities</u>	<u>Unrecorded Loss Contingencies</u>
\$ 43,050	\$ -

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

Not Applicable

28. Health Care Receivables

A. Pharmaceutical Rebate Receivables

None

B. Risk Sharing Receivables

None

C. Medicare Prescription Payment Plan Receivables

None

29. Participating Policies

Not Applicable

30. Premium Deficiency Reserves

The Company evaluated the need to record a premium deficiency reserve as of the end of the current year and determined a reserve was not necessary. This evaluation was completed on February 4, 2026. The Company does anticipate investment income when evaluating the need for a premium deficiency reserve.

1. Liability carried for premium deficiency reserves \$ -
2. Date of the most recent evaluation of this liability 2/4/2026
3. Was anticipated investment income utilized in the calculation? Yes X No _____

NOTES TO FINANCIAL STATEMENTS

31. High Deductibles

Not Applicable

32. Discounting of Liabilities for Unpaid Losses and Loss Adjustment Expenses

A. Tabular Basis

Not Applicable

B. Non-Tabular Basis

Not Applicable

C. Changes in Discount Assumptions

Not Applicable

33. Asbestos/ Environmental Reserves

Not Applicable

34. Subscriber Savings Accounts

Not Applicable

35. Multiple Peril Crop Insurance

None

36. Financial Guaranty Insurance

Not Applicable

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes No
- 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 No N/A
- 1.3 State Regulating? Ohio.....
- 1.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes No
- 1.5 If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes No
- 2.2 If yes, date of change:
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made.12/31/2023
- 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.12/31/2023
- 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).06/28/2025
- 3.4 By what department or departments? Ohio.....
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes No N/A
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes No N/A
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes No
- 4.12 renewals? Yes No
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes No
- 4.22 renewals? Yes No
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes No
- If yes, complete and file the merger history data file with the NAIC.
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes No
- 6.2 If yes, give full information
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes No
- 7.2 If yes, 7.21 State the percentage of foreign control0.0 %
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity
.....
.....
.....

- 8.1 Is the company a subsidiary of a depository institution holding company (DIHC) or a DIHC itself, regulated by the Federal Reserve Board? Yes No
- 8.2 If response to 8.1 is yes, please identify the name of the DIHC.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes No
- 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

- 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? Yes 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? Yes No N/A
9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit? KPMG LLP, 200 E. Randolph Drive, Suite 5500, Chicago, IL 60601.....
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes No
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes No

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

- 10.4 If the response to 10.3 is yes, provide information related to this exemption:
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes No N/A
- 10.6 If the response to 10.5 is no or n/a, please explain
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?
Charles C. Emma, Risk International Services, LLC, 2580 Foxfield Rd., Suite 203, St. Charles, IL 60174.....
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes No
- 12.11 Name of real estate holding company
- 12.12 Number of parcels involved0
- 12.13 Total book/adjusted carrying value \$.....
- 12.2 If yes, provide explanation
13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes No
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes No
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes No N/A
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?
a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
c. Compliance with applicable governmental laws, rules and regulations;
d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
e. Accountability for adherence to the code.
- 14.11 If the response to 14.1 is no, please explain:
- 14.2 Has the code of ethics for senior managers been amended? Yes No
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes No
- 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 No
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1	2	3	4
American Bankers Association (ABA) Routing Number	Issuing or Confirming Bank Name	Circumstances That Can Trigger the Letter of Credit	Amount

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes No
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes No
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes No

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes No
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers \$.....0
- 20.12 To stockholders not officers \$.....0
- 20.13 Trustees, supreme or grand (Fraternal only) \$.....0
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers \$.....0
- 20.22 To stockholders not officers \$.....0
- 20.23 Trustees, supreme or grand (Fraternal only) \$.....0
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes No
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others \$.....0
- 21.22 Borrowed from others \$.....0
- 21.23 Leased from others \$.....0
- 21.24 Other \$.....0
- 22.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes No
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment \$.....0
- 22.22 Amount paid as expenses \$.....139,647
- 22.23 Other amounts paid \$.....0
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes No
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$.....0
- 24.1 Does the insurer utilize third parties to pay agent commissions in which the amounts advanced by the third parties are not settled in full within 90 days? Yes No
- 24.2 If the response to 24.1 is yes, identify the third-party that pays the agents and whether they are a related party.

1	2
Name of Third-Party	Is the Third-Party Agent a Related Party (Yes/No)

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

INVESTMENT

- 25.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 25.03) Yes [] No [X]
- 25.02 If no, give full and complete information, relating thereto
To secure borrowings with the FHLB, the Company purchased FHLB stock and pledged securities as collateral with the FHLB. Additionally, the Company has securities on deposit with state insurance departments as part of its licensing requirements.....
- 25.03 For securities lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- 25.04 For the reporting entity's securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions. \$.....0
- 25.05 For the reporting entity's securities lending program, report amount of collateral for other programs. \$.....0
- 25.06 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [] No [] NA [X]
- 25.07 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [] No [] NA [X]
- 25.08 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes [] No [] NA [X]
- 25.09 For the reporting entity's securities lending program, state the amount of the following as of December 31 of the current year:
- 25.091 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$.....0
- 25.092 Total book/adjusted carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$.....0
- 25.093 Total payable for securities lending reported on the liability page \$.....0
- 26.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 24.1 and 25.03). Yes [X] No []
- 26.2 If yes, state the amount thereof at December 31 of the current year:
- 26.21 Subject to repurchase agreements \$.....0
- 26.22 Subject to reverse repurchase agreements \$.....0
- 26.23 Subject to dollar repurchase agreements \$.....0
- 26.24 Subject to reverse dollar repurchase agreements \$.....0
- 26.25 Placed under option agreements \$.....0
- 26.26 Letter stock or securities restricted as to sale – excluding FHLB Capital Stock \$.....0
- 26.27 FHLB Capital Stock \$.....652,600
- 26.28 On deposit with states \$.....4,751,429
- 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 \$.....9,934,219
- 26.32 Other \$.....0

26.3 For category (26.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

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

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

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

- 28.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [X] No []
- 28.2 If yes, state the amount thereof at December 31 of the current year. \$.....3,749,473

29. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping agreements of the NAIC *Financial Condition Examiners Handbook*? Yes [X] No []

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

1 Name of Custodian(s)	2 Custodian's Address
Federal Home Loan Bank of Cincinnati.....	221 East Fourth Street, Suite 600 Cincinnati, OH 45202.....
U.S. Bank National Association.....	800 Nicollet Mall, Minneapolis, MN 55402-7014.....

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

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

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

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

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

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

29.05 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. 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 Name of Firm or Individual	2 Affiliation
Asset Allocation & Management Company, LLC.....	U.....
Wellington Management Company, LLP.....	U.....
Advent Capital Management, LLC.....	U.....

29.0597 For those firms/individuals listed in the table for Question 29.05, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's invested assets? Yes [X] No [] NA []

29.0598 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 29.05, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets? Yes [X] No [] NA []

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

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Registered With	4 Investment Management Agreement (IMA) Filed
109875.....	Asset Allocation & Management Company, LLC.....	Securities Exchange Commission.....	NO.....
106595.....	Wellington Mangement Company, LLP.....	Securities Exchange Commission.....	NO.....
113013.....	Advent Capital Management, LLC.....	Securities Exchange Commission.....	NO.....

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

30.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
30.2999 TOTAL		0

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

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

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

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
31.1 Issuer Credit Obligations.....	149,615,574	145,365,556	(4,250,018)
31.2 Asset-Backed Securities.....	108,480,151	106,832,866	(1,647,284)
31.3 Preferred Stocks.....	4,494,635	4,494,635	0
31.4 Totals	262,590,360	256,693,058	(5,897,302)

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

See Attachment.....

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

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

32.3 If the answer to 32.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

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

33.2 If no, list exceptions:

34. By self-designating 5GI securities, the reporting entity is certifying the following elements of each self-designated 5GI security:
a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
b. Issuer or obligor is current on all contracted interest and principal payments.
c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.
Has the reporting entity self-designated 5GI securities?

Yes [] No [X]

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:

- The security was either:
 - issued prior to January 1, 2018 (which is exempt from PLR filing requirements pursuant to the P&P Manual), or
 - 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").
- The reporting entity is holding capital commensurate with the NAIC Designation and NAIC Designation Category reported for the security.
- 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.
- 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.

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

Has the reporting entity self-designated PLGI to securities, all of which meet the above requirement and as specified in the P&P Manual? Yes [] No [X]

36. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:
- a. The shares were purchased prior to January 1, 2019.
 - b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
 - c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.
 - d. The fund only or predominantly holds bonds in its portfolio.
 - e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.
 - f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

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

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

38.1 Does the reporting entity directly hold cryptocurrencies? Yes [] No [X]

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? Yes [] No [X]

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 Yes [] No []

39.22 Immediately converted to U.S. dollars Yes [] No []

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

OTHER

40.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$106,111

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 Name	2 Amount Paid
A.M. BEST RATING SERVICES, INC.....	\$.....48,200
INDEPENDENT STATISTICAL SERVICE, INC.....	\$.....32,065

41.1 Amount of payments for legal expenses, if any? \$306,842

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 Name	2 Amount Paid
STEPTOE & JOHNSON, LLP.....	\$.....133,138
MENDES & MOUNT, LLP.....	\$.....80,232

42.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers, or departments of government, if any? \$3,630

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 Name	2 Amount Paid
US TRAVEL ASSOCIATION.....	\$.....3,630
.....	\$.....
.....	\$.....

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

GENINTPT1 - Attachment

31.5 For most security types, the company uses Refinitiv for pricing. Refinitiv utilizes both market and model valuation methods, and the asset classes covered include corporate and government debt, mortgage and asset-backed securities, and US agency and municipal securities.

In the absence of a price from Refinitiv, the company uses pricing from its investment managers and custodial bank.

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]
 1.2 If yes, indicate premium earned on U. S. business only. \$0
 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$0

1.3.1 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:

1.6.1 Total premium earned \$0
 1.6.2 Total incurred claims \$0
 1.6.3 Number of covered lives 0

All years prior to most current three years:

1.6.4 Total premium earned \$0
 1.6.5 Total incurred claims \$0
 1.6.6 Number of covered lives 0

1.7 Group policies:

Most current three years:

1.7.1 Total premium earned \$0
 1.7.2 Total incurred claims \$0
 1.7.3 Number of covered lives 0

All years prior to most current three years:

1.7.4 Total premium earned \$0
 1.7.5 Total incurred claims \$0
 1.7.6 Number of covered lives 0

2. Health Test:

		1		2
		Current Year		Prior Year
2.1	Premium Numerator	\$112,597,938	\$	.....96,476,727
2.2	Premium Denominator	\$140,977,266	\$	.....122,215,412
2.3	Premium Ratio (2.1/2.2)	.....0.799		.....0.789
2.4	Reserve Numerator	\$40,065,445	\$	.....30,040,354
2.5	Reserve Denominator	\$76,105,983	\$	.....60,756,868
2.6	Reserve Ratio (2.4/2.5)	.....0.526		.....0.494

3.1 Did the reporting entity issue participating policies during the calendar year? Yes [] No [X]
 3.2 If yes, provide the amount of premium written for participating and/or non-participating policies during the calendar year:

3.2.1 Participating policies..... \$0
 3.2.2 Non-participating policies..... \$0

4. For Mutual reporting entities and Reciprocal Exchanges only:

4.1 Does the reporting entity issue assessable policies?..... Yes [] No []
 4.2 Does the reporting entity issue non-assessable policies?..... Yes [] No []
 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?..... 0.0 %
 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. \$0

5. For Reciprocal Exchanges Only:

5.1 Does the exchange appoint local agents?..... Yes [] No []

5.2 If yes, is the commission paid:

5.2.1 Out of Attorney's-in-fact compensation..... Yes [] No [] N/A [X]
 5.2.2 As a direct expense of the exchange..... Yes [] No [] N/A [X]

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?..... Yes [] No []

5.5 If yes, give full information

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss:
 No workers' compensation contracts were written.....
- 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:
 N/A.....
- 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?.....
 N/A.....
- 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 [] No [X]
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss
 The Company is provided protection through excess of loss reinsurance and primarily writes Accident and Health policies.....
- 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 [] No [X]
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions.....
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?..... Yes [] No []
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured?..... Yes [] No [X]
- 8.2 If yes, give full information
- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
 (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
 (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
 (c) Aggregate stop loss reinsurance coverage;
 (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
 (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
 (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity..... Yes [] No [X]
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
 (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
 (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes [] No [X]
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
 (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
 (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
 (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 36 of *SSAP No. 62 - Property and Casualty Reinsurance*, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
 (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
 (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [] No [X]
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
 (a) The entity does not utilize reinsurance; or, Yes [] No [X]
 (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes [] No [X]
 (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes [] No [X]
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X] No [] N/A []

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force: Yes [] No [X]
 11.2 If yes, give full information
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
 12.11 Unpaid losses.....\$.....17,028,901
 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?.....\$.....12,404,526
 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [] No [] N/A [X]
 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
 12.41 From.....0.0 %
 12.42 To.....0.0 %
 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [] No [X]
 12.6 If yes, state the amount thereof at December 31 of current year:
 12.61 Letters of Credit.....\$.....0
 12.62 Collateral and other funds.....\$.....0
 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation):\$.....3,000,000
 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No [X]
 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.2
 14.1 Is the reporting entity a cedant in a multiple cedant reinsurance contract?..... Yes [] No [X]
 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:

 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [] No []
 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements?..... Yes [] No []
 14.5 If the answer to 14.4 is no, please explain:

 15.1 Has the reporting entity guaranteed any financed premium accounts?..... Yes [] No [X]
 15.2 If yes, give full information
- 16.1 Does the reporting entity write any warranty business? Yes [] No [X]
 If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home	\$0	\$0	\$0	\$0	\$0
16.12 Products	\$0	\$0	\$0	\$0	\$0
16.13 Automobile	\$0	\$0	\$0	\$0	\$0
16.14 Other*	\$0	\$0	\$0	\$0	\$0

* Disclose type of coverage:

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F – Part 3 that is exempt from the statutory provision for unauthorized reinsurance? Yes [] No []

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from the statutory provision for unauthorized reinsurance. Provide the following information for this exemption:

17.11	Gross amount of unauthorized reinsurance in Schedule F – Part 3 exempt from the statutory provision for unauthorized reinsurance.....	\$.....	0
17.12	Unfunded portion of Interrogatory 17.11.....	\$.....	0
17.13	Paid losses and loss adjustment expenses portion of Interrogatory 17.11	\$.....	0
17.14	Case reserves portion of Interrogatory 17.11.....	\$.....	0
17.15	Incurred but not reported portion of Interrogatory 17.11.....	\$.....	0
17.16	Unearned premium portion of Interrogatory 17.11.....	\$.....	0
17.17	Contingent commission portion of Interrogatory 17.11.....	\$.....	0

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

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

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

18.4 If yes, please provide the balance of 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 [] No []

19.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? Yes [] No []

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

FIVE-YEAR HISTORICAL DATA

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

	1 2025	2 2024	3 2023	4 2022	5 2021
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	60,500,905	46,770,606	47,958,092	46,046,457	45,786,602
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	192,965,366	223,331,882	242,922,789	234,156,611	159,145,682
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	32,068,697	36,031,715	39,929,714	49,232,344	54,083,580
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	370,371,470	325,324,749	223,084,107	181,347,146	161,762,148
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	655,906,438	631,458,952	553,894,702	510,782,558	420,778,012
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	25,082,480	21,410,978	18,705,625	19,104,120	18,078,581
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	4,375,615	3,618,613	3,682,326	5,838,095	6,599,451
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	112,766,594	97,085,136	90,096,022	72,659,839	64,250,261
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	142,224,689	122,114,727	112,483,973	97,602,054	88,928,293
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	771,716	1,832,509	508	9,211,707	3,688,242
14. Net investment gain (loss) (Line 11)	14,227,943	12,254,729	9,771,943	7,233,325	6,703,571
15. Total other income (Line 15)	(449,633)	(1,149,328)	(1,028,705)	(1,007,059)	(1,072,675)
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	2,845,991	2,401,869	1,968,026	3,065,768	1,856,127
18. Net income (Line 20)	11,704,035	10,536,040	6,775,720	12,372,205	7,463,011
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	419,579,841	365,736,263	311,676,537	301,385,216	290,132,129
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	42,471,557	38,512,565	27,034,881	24,876,458	22,961,083
20.2 Deferred and not yet due (Line 15.2)	0	586,667	275,000	2,075,000	600,000
20.3 Accrued retrospective premiums (Line 15.3)	12,404,526	12,827,442	9,580,156	10,872,399	7,775,385
21. Total liabilities excluding protected cell business (Page 3, Line 26)	253,610,601	211,515,541	168,837,033	159,932,438	148,712,263
22. Losses (Page 3, Line 1)	62,696,949	49,032,391	44,013,481	34,023,863	32,168,898
23. Loss adjustment expenses (Page 3, Line 3)	6,605,611	6,168,477	6,167,863	5,376,314	4,758,510
24. Unearned premiums (Page 3, Line 9)	6,803,423	5,556,000	5,656,685	6,588,760	8,289,154
25. Capital paid up (Page 3, Lines 30 & 31)	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
26. Surplus as regards policyholders (Page 3, Line 37)	165,969,240	154,220,722	142,839,504	141,452,778	141,419,866
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	33,949,425	8,237,447	20,898,520	9,578,083	16,398,116
Risk-Based Capital Analysis					
28. Total adjusted capital	165,969,240	154,220,722	142,839,504	141,452,778	141,419,866
29. Authorized control level risk-based capital	17,617,322	16,039,098	16,600,659	12,176,562	14,739,980
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	75.0	80.1	80.3	83.5	82.5
31. Stocks (Lines 2.1 & 2.2)	6.7	5.4	5.6	5.1	6.6
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	0.0	0.0	0.0	0.0	0.0
34. Cash, cash equivalents and short-term investments (Line 5)	10.8	7.3	6.7	4.2	3.7
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	0.0	0.0	0.0	0.0
37. Other invested assets (Line 8)	7.6	7.1	7.5	7.2	7.2
38. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	0.0	0.0
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds, (Sch. D, Summary, Line 9 + 15, Col. 1)	0	0	0	0	0
43. Affiliated preferred stocks (Sch. D, Summary, Line 22, Col. 1)	0	0	0	0	0
44. Affiliated common stocks (Sch. D, Summary, Line 28, Col. 1)	0	0	0	0	0
45. Affiliated mortgage loans on real estate	0	0	0	0	0
46. All other affiliated	0	0	0	0	0
47. Total of above Lines 42 to 46	0	0	0	0	0
48. Total Investment in parent included in Lines 42 to 46 above	0	0	0	0	0
49. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 47 above divided by Page 3, Col. 1, Line 37 x 100.0)	0.0	0.0	0.0	0.0	0.0

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2025	2 2024	3 2023	4 2022	5 2021
Capital and Surplus Accounts (Page 4)					
50. Net unrealized capital gains (losses) (Line 24)	1,418,443	1,079,176	2,264,313	(4,358,983)	1,530,689
51. Dividends to stockholders (Line 35)	0	0	(11,000,000)	(8,000,000)	(14,600,000)
52. Change in surplus as regards policyholders for the year (Line 38)	11,748,518	11,381,218	1,386,726	32,912	(4,988,206)
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
53. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	74,469,437	48,830,103	70,375,716	110,016,978	48,000,389
54. Property lines (Lines 1, 2, 9, 12, 21 & 26)	80,985,836	84,962,428	88,399,876	73,217,916	18,878,447
55. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	10,638,806	10,421,223	16,504,761	22,833,482	23,519,211
56. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	197,082,488	161,524,468	129,318,023	105,267,642	82,033,799
57. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
58. Total (Line 35)	363,176,567	305,738,222	304,598,376	311,336,018	172,431,846
Net Losses Paid (Page 9, Part 2, Col. 4)					
59. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3 & 19.4)	12,759,914	10,908,250	7,990,525	6,898,571	5,820,981
60. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
61. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	1,711,101	1,394,453	2,510,796	3,645,384	2,328,362
62. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	68,889,873	63,022,716	54,234,875	42,469,828	34,261,070
63. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
64. Total (Line 35)	83,360,888	75,325,419	64,736,196	53,013,783	42,410,413
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
65. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
66. Losses incurred (Line 2)	68.8	65.7	65.9	55.3	54.9
67. Loss expenses incurred (Line 3)	3.0	2.3	3.0	3.0	4.3
68. Other underwriting expenses incurred (Line 4)	27.6	30.5	31.0	32.5	36.6
69. Net underwriting gain (loss) (Line 8)	0.5	1.5	0.0	9.3	4.3
Other Percentages					
70. 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)	27.7	31.5	32.3	34.1	36.7
71. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	71.9	68.0	68.9	58.2	59.1
72. 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)	85.7	79.2	78.7	69.0	62.9
One Year Loss Development (\$000 omitted)					
73. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11)	(3,673)	(10,262)	(9,294)	(8,799)	(7,493)
74. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 73 above divided by Page 4, Line 21, Col. 1 x 100.0)	(2.4)	(7.2)	(6.6)	(6.2)	(5.1)
Two Year Loss Development (\$000 omitted)					
75. 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)	(11,072)	(13,671)	(11,678)	(11,918)	(7,897)
76. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 75 above divided by Page 4, Line 21, Col. 2 x 100.0)	(7.8)	(9.7)	(8.3)	(8.1)	(5.3)

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

If no, please explain

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

**SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY**

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4	5	6	7	8	9			
				Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded			
1. Prior	XXX	XXX	XXX	40,877	40,877	1,259	1,259	(3)	0	(1)	(3)	XXX
2. 2016	362,232	260,611	101,621	215,464	152,329	1,164	600	2,743	778	(21)	65,664	XXX
3. 2017	355,722	255,790	99,932	205,592	145,316	2,885	2,075	4,595	2,465	0	63,216	XXX
4. 2018	454,333	357,973	96,360	251,358	195,932	3,642	2,719	4,489	2,276	0	58,562	XXX
5. 2019	650,911	553,589	97,322	330,162	280,716	1,855	794	3,734	1,834	0	52,407	XXX
6. 2020	459,228	376,603	82,625	238,241	197,779	1,521	939	4,125	2,217	14	42,952	XXX
7. 2021	412,928	326,751	86,177	156,063	110,969	984	515	4,941	2,510	0	47,994	XXX
8. 2022	462,175	362,872	99,303	226,202	174,379	793	522	4,279	2,076	0	54,297	XXX
9. 2023	547,703	434,287	113,416	263,727	190,918	716	349	4,103	1,804	0	75,475	XXX
10. 2024	634,496	512,281	122,215	293,452	214,335	1,764	1,370	3,636	1,131	(4)	82,016	XXX
11. 2025	653,187	512,209	140,978	210,698	154,927	188	14	2,624	676	(3)	57,893	XXX
12. Totals	XXX	XXX	XXX	2,431,836	1,858,477	16,771	11,156	39,266	17,767	(15)	600,473	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	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.	32,070	32,070	42,907	42,907	89	89	4,091	4,091	0	0	0	0	10
2.	60	60	8,854	8,854	0	0	733	733	138	138	0	0	3
3.	200	200	6,555	6,555	0	0	872	872	168	168	0	0	2
4.	3	3	4,012	4,011	77	77	483	483	639	639	0	1	1
5.	11,604	9,912	0	0	716	538	0	0	16	15	0	1,871	4
6.	0	0	0	0	17	3	0	0	0	0	0	14	0
7.	249	223	7,440	6,560	10	9	1,860	1,640	37	33	0	1,131	3
8.	5,272	3,035	5,025	3,292	277	230	1,845	823	43	32	0	5,050	5
9.	5,527	3,158	9,598	7,374	96	70	2,372	1,434	453	384	0	5,626	20
10.	6,344	5,806	28,189	21,629	291	223	3,689	2,164	214	169	0	8,736	95
11.	13,902	12,633	192,207	149,038	121	65	3,211	1,847	1,497	479	0	46,876	565
12.	75,231	67,100	304,787	250,220	1,694	1,304	19,156	14,087	3,205	2,057	0	69,305	708

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33		35 Losses Unpaid	36 Loss Expenses Unpaid
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense			
1.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	0	0
2.	229,156	163,492	65,664	63.3	62.7	64.6	0	0	0	0	0
3.	220,867	157,651	63,216	62.1	61.6	63.3	0	0	0	0	0
4.	264,703	206,140	58,563	58.3	57.6	60.8	0	0	0	1	0
5.	348,087	293,809	54,278	53.5	53.1	55.8	0	0	0	1,692	179
6.	243,904	200,938	42,966	53.1	53.4	52.0	0	0	0	0	14
7.	171,584	122,459	49,125	41.6	37.5	57.0	0	0	0	906	225
8.	243,736	184,389	59,347	52.7	50.8	59.8	0	0	0	3,970	1,080
9.	286,592	205,491	81,101	52.3	47.3	71.5	0	0	0	4,593	1,033
10.	337,579	246,827	90,752	53.2	48.2	74.3	0	0	0	7,098	1,638
11.	424,448	319,679	104,769	65.0	62.4	74.3	0	0	0	44,438	2,438
12.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	62,698	6,607

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements, which will reconcile Part 1 with Parts 2 and 4.

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT		
	1 2016	2 2017	3 2018	4 2019	5 2020	6 2021	7 2022	8 2023	9 2024	10 2025	11 One Year	12 Two Year	
1. Prior	9,406	6,499	5,918	5,845	5,652	5,109	4,510	4,309	4,307	4,307	0	(2)	
2. 2016	74,448	66,283	63,926	64,021	63,945	63,729	63,718	63,707	63,701	63,699	(2)	(8)	
3. 2017	XXX	66,695	62,413	61,720	61,360	61,065	61,083	61,086	61,086	61,086	0	0	
4. 2018	XXX	XXX	61,048	57,452	56,986	56,522	56,439	56,442	56,427	56,350	(77)	(92)	
5. 2019	XXX	XXX	XXX	58,061	52,480	52,777	52,061	51,995	51,964	52,377	413	382	
6. 2020	XXX	XXX	XXX	XXX	52,452	46,180	43,146	42,381	41,124	41,058	(66)	(1,323)	
7. 2021	XXX	XXX	XXX	XXX	XXX	55,916	51,542	49,700	47,665	46,690	(975)	(3,010)	
8. 2022	XXX	XXX	XXX	XXX	XXX	XXX	64,575	58,160	57,129	57,133	4	(1,027)	
9. 2023	XXX	XXX	XXX	XXX	XXX	XXX	XXX	84,725	78,840	78,733	(107)	(5,992)	
10. 2024	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	91,065	88,202	(2,863)	XXX	
11. 2025	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	101,803	XXX	XXX	
											12. Totals	(3,673)	(11,072)

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 2016	2 2017	3 2018	4 2019	5 2020	6 2021	7 2022	8 2023	9 2024	10 2025	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
1. Prior	000	2,874	4,537	4,710	4,670	4,682	4,510	4,309	4,307	4,307	XXX	XXX
2. 2016	47,648	63,330	63,589	63,751	63,721	63,729	63,718	63,707	63,701	63,699	XXX	XXX
3. 2017	XXX	44,714	60,874	61,076	61,079	61,039	61,058	61,083	61,086	61,086	XXX	XXX
4. 2018	XXX	XXX	42,335	55,789	56,194	56,297	56,316	56,325	56,348	56,349	XXX	XXX
5. 2019	XXX	XXX	XXX	36,034	48,839	49,801	50,173	50,200	50,295	50,507	XXX	XXX
6. 2020	XXX	XXX	XXX	XXX	27,808	40,370	40,722	40,973	41,034	41,044	XXX	XXX
7. 2021	XXX	XXX	XXX	XXX	XXX	29,473	44,770	45,127	45,558	45,563	XXX	XXX
8. 2022	XXX	XXX	XXX	XXX	XXX	XXX	37,255	51,304	51,985	52,094	XXX	XXX
9. 2023	XXX	XXX	XXX	XXX	XXX	XXX	XXX	50,239	71,736	73,176	XXX	XXX
10. 2024	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	53,011	79,511	XXX	XXX
11. 2025	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	55,945	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 2016	2 2017	3 2018	4 2019	5 2020	6 2021	7 2022	8 2023	9 2024	10 2025
1. Prior	4,932	1,168	750	754	750	400	0	0	0	0
2. 2016	26,163	2,596	168	158	150	0	0	0	0	0
3. 2017	XXX	21,230	1,270	354	1	0	0	0	0	0
4. 2018	XXX	XXX	18,181	1,084	543	26	25	25	12	1
5. 2019	XXX	XXX	XXX	21,063	2,542	983	207	188	75	0
6. 2020	XXX	XXX	XXX	XXX	23,588	5,330	2,236	1,315	90	0
7. 2021	XXX	XXX	XXX	XXX	XXX	24,861	6,021	4,070	2,075	1,100
8. 2022	XXX	XXX	XXX	XXX	XXX	XXX	26,254	6,633	5,027	2,755
9. 2023	XXX	XXX	XXX	XXX	XXX	XXX	XXX	33,830	4,612	3,162
10. 2024	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	37,661	8,085
11. 2025	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	44,533

ANNUAL STATEMENT FOR THE YEAR 2025 OF THE BCS Insurance Company

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated By States And Territories

States, etc.	1	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4	5	6	7	8	9	
		2	3							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)
	Active Status (a)	Direct Premiums Written	Direct Premiums Earned							
1. Alabama	AL	L	8,352,395	8,332,432	0	7,993,894	5,367,743	7,154,973	0	
2. Alaska	AK	L	175,380	163,928	0	29,048	32,420	50,276	0	
3. Arizona	AZ	L	7,363,515	7,180,483	0	2,384,501	3,400,659	2,843,281	0	
4. Arkansas	AR	L	3,670,044	3,655,424	0	442,711	664,194	3,335,280	0	
5. California	CA	L	60,605,523	62,554,787	0	22,989,738	21,867,419	19,452,493	0	
6. Colorado	CO	L	11,712,392	11,535,518	0	5,360,829	6,942,226	4,850,656	0	
7. Connecticut	CT	L	5,662,493	5,501,643	0	3,181,268	4,635,078	1,985,095	0	
8. Delaware	DE	L	2,504,824	2,485,546	0	398,386	975,879	796,437	0	
9. Dist. Columbia	DC	L	2,688,780	2,685,408	0	1,909,964	2,684,091	1,685,329	0	
10. Florida	FL	L	23,393,955	22,678,371	0	17,134,220	19,927,210	6,467,504	0	
11. Georgia	GA	L	11,861,602	11,909,491	0	5,345,576	6,895,267	3,954,951	0	
12. Hawaii	HI	L	1,423,304	1,400,104	0	762,319	817,574	461,494	0	
13. Idaho	ID	L	3,922,417	3,802,203	0	1,373,686	1,367,684	691,233	0	
14. Illinois	IL	L	14,986,433	15,062,073	0	7,992,712	13,008,956	19,100,417	0	
15. Indiana	IN	L	16,482,867	16,182,816	0	9,452,593	6,020,556	15,546,573	0	
16. Iowa	IA	L	5,682,395	5,793,759	0	1,317,511	2,628,868	2,396,536	0	
17. Kansas	KS	L	2,813,129	2,843,668	0	2,441,646	2,587,582	1,213,293	0	
18. Kentucky	KY	L	4,264,578	4,203,738	0	2,128,113	2,163,798	1,896,961	0	
19. Louisiana	LA	L	17,810,355	17,838,566	0	16,761,511	16,503,486	9,031,395	0	
20. Maine	ME	L	2,102,045	2,029,351	0	874,558	879,428	672,311	0	
21. Maryland	MD	L	5,782,273	5,724,718	0	13,333,266	2,610,562	3,287,522	0	
22. Massachusetts	MA	L	17,560,260	17,123,477	0	20,071,123	12,531,263	5,659,738	0	
23. Michigan	MI	L	19,330,673	18,337,574	0	9,662,658	10,876,609	13,674,601	0	
24. Minnesota	MN	L	4,590,916	4,570,264	0	2,231,569	2,603,237	4,140,417	0	
25. Mississippi	MS	L	2,709,908	2,662,097	0	711,481	870,445	2,173,767	0	
26. Missouri	MO	L	5,636,015	5,746,751	0	2,169,521	1,220,276	18,810,939	0	
27. Montana	MT	L	463,372	428,541	0	1,625,186	598,388	119,287	0	
28. Nebraska	NE	L	12,207,130	12,143,457	0	9,416,654	9,012,726	9,549,550	0	
29. Nevada	NV	L	2,046,710	1,833,722	0	378,680	714,074	5,604,663	0	
30. New Hampshire	NH	L	2,219,555	2,113,723	0	684,370	1,565,910	1,580,530	0	
31. New Jersey	NJ	L	21,832,122	21,594,290	0	22,778,589	17,933,152	7,132,783	0	
32. New Mexico	NM	L	3,018,865	2,992,288	0	741,106	899,511	941,043	0	
33. New York	NY	L	62,302,141	63,467,570	0	47,798,289	32,157,552	14,265,188	0	
34. No. Carolina	NC	L	25,289,380	25,008,449	0	15,003,246	15,381,480	9,966,635	0	
35. No. Dakota	ND	L	348,793	351,286	0	90,747	(128,781)	1,950,692	0	
36. Ohio	OH	L	20,430,696	19,935,033	0	7,928,818	10,410,003	5,181,472	0	
37. Oklahoma	OK	L	6,344,760	6,386,868	0	7,159,405	7,946,401	2,646,263	0	
38. Oregon	OR	L	3,430,454	3,338,655	0	1,087,258	1,139,240	2,452,802	0	
39. Pennsylvania	PA	L	28,294,111	27,733,053	0	11,823,001	13,528,245	10,423,513	0	
40. Rhode Island	RI	L	3,418,726	3,377,929	0	709,976	1,246,538	2,730,277	0	
41. So. Carolina	SC	L	5,493,615	5,365,518	0	2,412,886	2,168,817	3,131,142	0	
42. So. Dakota	SD	L	1,370,666	1,351,603	0	1,048,179	1,085,359	455,763	0	
43. Tennessee	TN	L	15,490,532	15,345,742	0	3,525,088	6,984,967	8,376,112	0	
44. Texas	TX	L	31,496,229	31,521,322	0	12,566,618	17,769,367	11,320,098	0	
45. Utah	UT	L	2,153,754	2,169,294	0	419,124	589,452	671,890	0	
46. Vermont	VT	L	336,083	324,946	0	423,791	(114,269)	7,528,242	0	
47. Virginia	VA	L	7,093,061	6,995,789	0	2,617,834	3,044,056	12,285,286	0	
48. Washington	WA	L	5,817,470	5,789,069	0	3,153,422	2,822,004	4,314,890	0	
49. West Virginia	WV	L	885,850	854,776	0	325,646	335,721	181,363	0	
50. Wisconsin	WI	L	4,526,107	4,490,393	0	2,536,844	2,129,707	1,567,372	0	
51. Wyoming	WY	L	348,902	346,349	0	109,520	(313,221)	179,040	0	
52. American Samoa	AS	N	0	0	0	0	0	0	0	
53. Guam	GU	N	0	0	0	0	0	0	0	
54. Puerto Rico	PR	L	985,084	748,862	0	51,048	154,852	146,098	0	
55. U.S. Virgin Islands	VI	N	0	0	0	0	0	0	0	
56. Northern Mariana Islands	MP	N	0	0	0	0	0	0	0	
57. Canada	CAN	N	0	0	0	0	0	0	0	
58. Aggregate other alien	OT	XXX	0	0	0	0	0	0	0	
59. Totals	XXX		530,732,639	528,012,717	0	314,869,727	299,143,761	276,035,466	0	
DETAILS OF WRITE-INS										
58001.	XXX									
58002.	XXX									
58003.	XXX									
58998. Sum. 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 + 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	52	4. Q – Qualified – Qualified or accredited reinsurer	0
2. R – Registered – Non-domiciled RRGs	0	5. D – Domestic Surplus Lines Insurer (DSLII) – 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 (other than their state of domicile – See DSLII)	0	6. N – None of the above – Not allowed to write business in the state	5

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

See below footnote for allocation explanation.

For group accident and health business, BCS Insurance Company allocates premium by either the group situs state or by the insured member state depending upon the specific type of accident and health business. The group entity, usually an employer, that the policy is issued to and the insured member is the participant, usually an employee, to whom a certificate is issued to. For travel accident business, the premium is allocated by state based upon the insured state of residence. The insured is the individual that purchases the travel accident coverage through a particular entity. For professional liability business the premium is allocated by the group situs state. The group is a corporate entity that purchases the policy.

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

PART 1 – ORGANIZATIONAL CHART

