

ANNUAL STATEMENT

OF THE

Texas Windstorm Insurance Association

of **Austin**

STATE OF **Texas**

TO THE

Insurance Department

OF THE

State of Texas

FOR THE YEAR ENDED

December 31, 2022

PROPERTY AND CASUALTY

2022



30040202220100100

ANNUAL STATEMENT

For the Year Ended December 31, 2022
OF THE CONDITION AND AFFAIRS OF THE

Texas Windstorm Insurance Association

| | | | | | | |
|---------------------------------------|--|---|--------------------|--------------------|----------------------|------------|
| NAIC Group Code | 4766 | 4766 | NAIC Company Code | 30040 | Employer's ID Number | 74-6189303 |
| | (Current Period) | (Prior Period) | | | | |
| Organized under the Laws of | Texas | State of Domicile or Port of Entry | | | TX | |
| Country of Domicile | USA | | | | | |
| Incorporated/Organized | June 1, 1971 | Commenced Business | June 1, 1971 | | | |
| Statutory Home Office | 4801 Southwest Parkway Building 1, Suite 200 | Austin, TX, US | 78735 | | | |
| | (Street and Number) | (City or Town, State, Country and Zip Code) | | | | |
| Main Administrative Office | 4801 Southwest Parkway Building 1, Suite 200 | | | | | |
| | (Street and Number) | | | | | |
| | Austin, TX, US | 78735 | 512-899-4900 | | | |
| | (City or Town, State, Country and Zip Code) | (Area Code) | (Telephone Number) | | | |
| Mail Address | P.O. Box 99090 | Austin, TX, US | 78709 | | | |
| | (Street and Number or P.O. Box) | (City or Town, State, Country and Zip Code) | | | | |
| Primary Location of Books and Records | 4801 Southwest Parkway Building 1, Suite 200 | Austin, TX, US | 78735 | 512-899-4900 | | |
| | (Street and Number) | (City or Town, State, Country and Zip Code) | (Area Code) | (Telephone Number) | | |
| Internet Web Site Address | https://www.twia.org/ | | | | | |
| Statutory Statement Contact | Allen David Fulkerson | 512-899-4988 | | | | |
| | (Name) | (Area Code) | (Telephone Number) | (Extension) | | |
| | afulkerson@twia.org | 512-899-4952 | | | | |
| | (E-Mail Address) | (Fax Number) | | | | |

OFFICERS

| Chandra Franklin Womack | |
|-------------------------------|-------------------------|
| Name | Title |
| 1. David Patrick Durden # | General Manager |
| 2. Georgia Rutherford Neblett | Vice Chairman |
| 3. Karen Guard # | Secretary-Treasurer |
| 4. Stuart Keith Harbour | Chief Financial Officer |

VICE-PRESIDENTS

| Name | Title | Name | Title |
|-------------------|------------------------------|------------------------|---|
| Jessica Crass # | VP Underwriting | David Scott Williams | VP Claims |
| Camron Malik | VP IT | Juanita Deloris Lester | VP HR and Administration |
| Cynthia Watkins # | Acting VP Legal & Compliance | James Murphy | Chief Actuary and VP Enterprise Analytics |
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DIRECTORS OR TRUSTEES

| | | | |
|----------------------------|-------------------------|----------------|---------------------|
| Karen Guard | Ron Walenta | Tony Schrader | Michael Frank Gerik |
| Georgia Rutherford Neblett | Chandra Franklin Womack | Peggy Gonzalez | Tim Garrett |
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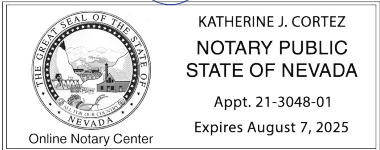
State of Nevada
County of Clark

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.

| | |
|----------------------|-----------------------------|
| <i>David Durden</i> | <i>Stuart Keith Harbour</i> |
| (Signature) | (Signature) |
| David Patrick Durden | Stuart Keith Harbour |
| (Printed Name) | (Printed Name) |
| 1. | 2. |
| General Manager | Chief Financial Officer |
| (Title) | (Title) |

Subscribed and sworn to (or affirmed) before me this on this 10th day of February, 2023, by David Durden and Stuart Harbour.

Katherine J. Cortez



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

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) | | | | |
| 2. Stocks (Schedule D): | | | | |
| 2.1 Preferred stocks | | | | |
| 2.2 Common stocks | | | | |
| 3. Mortgage loans on real estate (Schedule B): | | | | |
| 3.1 First liens | | | | |
| 3.2 Other than first liens | | | | |
| 4. Real estate (Schedule A): | | | | |
| 4.1 Properties occupied by the company (less \$ 0 encumbrances) | | | | |
| 4.2 Properties held for the production of income (less \$ 0 encumbrances) | | | | |
| 4.3 Properties held for sale (less \$ 0 encumbrances) | | | | |
| 5. Cash (\$ 222,015,854, Schedule E - Part 1), cash equivalents (\$ 261,853,803, Schedule E - Part 2), and short-term investments (\$ 0, Schedule DA) | 483,869,657 | | 483,869,657 | 493,826,887 |
| 6. Contract loans (including \$ 0 premium notes) | | | | |
| 7. Derivatives (Schedule DB) | | | | |
| 8. Other invested assets (Schedule BA) | | | | |
| 9. Receivables for securities | | | | |
| 10. Securities lending reinvested collateral assets (Schedule DL) | | | | |
| 11. Aggregate write-ins for invested assets | | | | |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 483,869,657 | | 483,869,657 | 493,826,887 |
| 13. Title plants less \$ 0 charged off (for Title insurers only) | | | | |
| 14. Investment income due and accrued | 797,441 | | 797,441 | 1,195 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 3,369,217 | 489,310 | 2,879,907 | 80,819 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums) | 22,089,801 | | 22,089,801 | 1,832,245 |
| 15.3 Accrued retrospective premiums (\$ 0) and contracts subject to redetermination (\$ 0) | | | | |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | | | | |
| 16.2 Funds held by or deposited with reinsured companies | | | | |
| 16.3 Other amounts receivable under reinsurance contracts | | | | |
| 17. Amounts receivable relating to uninsured plans | | | | |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | | | | |
| 18.2 Net deferred tax asset | | | | |
| 19. Guaranty funds receivable or on deposit | | | | |
| 20. Electronic data processing equipment and software | 13,050,382 | 13,050,382 | | |
| 21. Furniture and equipment, including health care delivery assets (\$ 0) | 2,258,791 | 2,258,791 | | |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | | |
| 23. Receivables from parent, subsidiaries and affiliates | 1,215,014 | | 1,215,014 | 1,158,937 |
| 24. Health care (\$ 0) and other amounts receivable | | | | |
| 25. Aggregate write-ins for other-than-invested assets | 3,344,861 | 3,344,474 | 387 | 34,957 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 529,995,164 | 19,142,957 | 510,852,207 | 496,935,040 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | | |
| 28. Total (Lines 26 and 27) | 529,995,164 | 19,142,957 | 510,852,207 | 496,935,040 |

| DETAILS OF WRITE-IN LINES | | | | |
|---|-----------|-----------|-----|--------|
| 1101. | | | | |
| 1102. | | | | |
| 1103. | | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | | | | |
| 1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) | | | | |
| 2501. Member Assessment Receivable | 2,199,241 | 2,199,241 | | |
| 2502. Prepaid assets | 926,701 | 926,701 | | |
| 2503. Security deposit - lease | 218,405 | 218,405 | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 514 | 127 | 387 | 34,957 |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 3,344,861 | 3,344,474 | 387 | 34,957 |

NONE

LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 | 2 |
|--|--------------|--------------|
| | Current Year | Prior Year |
| 1. Losses (Part 2A, Line 35, Column 8) | 39,511,834 | 57,664,806 |
| 2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) | | |
| 3. Loss adjustment expenses (Part 2A, Line 35, Column 9) | 18,663,506 | 19,920,288 |
| 4. Commissions payable, contingent commissions and other similar charges | 5,678,649 | 4,547,255 |
| 5. Other expenses (excluding taxes, licenses and fees) | 5,890,292 | 6,573,337 |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes) | 3,131,787 | 1,419,155 |
| 7.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses)) | | |
| 7.2 Net deferred tax liability | | |
| 8. Borrowed money \$ 0 and interest thereon \$ 0 | | 184,301,250 |
| 9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ 0 and including warranty reserves of \$ 0 and accrued accident and health experience rating refunds including \$ 0 for medical loss ratio rebate per the Public Health Service Act) | 277,334,168 | 202,525,339 |
| 10. Advance premium | 6,731,801 | 10,649,318 |
| 11. Dividends declared and unpaid: | | |
| 11.1 Stockholders | | |
| 11.2 Policyholders | | |
| 12. Ceded reinsurance premiums payable (net of ceding commissions) | 33,330,735 | 25,951,016 |
| 13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20) | | |
| 14. Amounts withheld or retained by company for account of others | | |
| 15. Remittances and items not allocated | 758,010 | 534,161 |
| 16. Provision for reinsurance (including \$ 0 certified) (Schedule F, Part 3 Column 78) | | |
| 17. Net adjustments in assets and liabilities due to foreign exchange rates | | |
| 18. Drafts outstanding | | |
| 19. Payable to parent, subsidiaries and affiliates | | |
| 20. Derivatives | | |
| 21. Payable for securities | | |
| 22. Payable for securities lending | | |
| 23. Liability for amounts held under uninsured plans | | |
| 24. Capital notes \$ 0 and interest thereon \$ 0 | | |
| 25. Aggregate write-ins for liabilities | 81,178,566 | 7,433,507 |
| 26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) | 472,209,348 | 521,519,432 |
| 27. Protected cell liabilities | | |
| 28. Total liabilities (Lines 26 and 27) | 472,209,348 | 521,519,432 |
| 29. Aggregate write-ins for special surplus funds | | |
| 30. Common capital stock | | |
| 31. Preferred capital stock | | |
| 32. Aggregate write-ins for other-than-special surplus funds | | |
| 33. Surplus notes | | |
| 34. Gross paid in and contributed surplus | | |
| 35. Unassigned funds (surplus) | 38,642,859 | (24,584,392) |
| 36. Less treasury stock, at cost: | | |
| 36.1 0 shares common (value included in Line 30 \$ 0) | | |
| 36.2 0 shares preferred (value included in Line 31 \$ 0) | | |
| 37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39) | 38,642,859 | (24,584,392) |
| 38. Totals (Page 2, Line 28, Col. 3) | 510,852,207 | 496,935,040 |

| DETAILS OF WRITE-IN LINES | | |
|---|------------|-----------|
| 2501. Statutory fund payable | 74,961,815 | |
| 2502. Pension benefits liability | 2,821,434 | 5,896,132 |
| 2503. Lease incentive obligation | 2,272,838 | 125,846 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 1,122,479 | 1,411,529 |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 81,178,566 | 7,433,507 |
| 2901. | | |
| 2902. | | |
| 2903. | | |
| 2998. Summary of remaining write-ins for Line 29 from overflow page | | |
| 2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above) | | |
| 3201. | | |
| 3202. | | |
| 3203. | | |
| 3298. Summary of remaining write-ins for Line 32 from overflow page | | |
| 3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above) | | |

NONE

NONE

STATEMENT OF INCOME

| | 1 | 2 |
|---|--------------|---------------|
| | Current Year | Prior Year |
| UNDERWRITING INCOME | | |
| 1. Premiums earned (Part 1, Line 35, Column 4) | 311,395,030 | 276,372,334 |
| DEDUCTIONS: | | |
| 2. Losses incurred (Part 2, Line 35, Column 7) | 28,894,251 | 9,578,155 |
| 3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) | 22,353,663 | 9,470,170 |
| 4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) | 120,049,584 | 95,933,045 |
| 5. Aggregate write-ins for underwriting deductions | 74,961,815 | |
| 6. Total underwriting deductions (Lines 2 through 5) | 246,259,313 | 114,981,370 |
| 7. Net income of protected cells | | |
| 8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7) | 65,135,717 | 161,390,964 |
| INVESTMENT INCOME | | |
| 9. Net investment income earned (Exhibit of Net Investment Income, Line 17) | (3,385,898) | (18,578,434) |
| 10. Net realized capital gains (losses) less capital gains tax of \$ 0 (Exhibit of Capital Gains (Losses)) | | |
| 11. Net investment gain (loss) (Lines 9 + 10) | (3,385,898) | (18,578,434) |
| OTHER INCOME | | |
| 12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 0 amount charged off \$ 0) | | |
| 13. Finance and service charges not included in premiums | | |
| 14. Aggregate write-ins for miscellaneous income | 35,300 | |
| 15. Total other income (Lines 12 through 14) | 35,300 | |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) | 61,785,119 | 142,812,530 |
| 17. Dividends to policyholders | | |
| 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) | 61,785,119 | 142,812,530 |
| 19. Federal and foreign income taxes incurred | | |
| 20. Net income (Line 18 minus Line 19) (to Line 22) | 61,785,119 | 142,812,530 |
| CAPITAL AND SURPLUS ACCOUNT | | |
| 21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) | (24,584,392) | (160,450,907) |
| 22. Net income (from Line 20) | 61,785,119 | 142,812,530 |
| 23. Net transfers (to) from Protected Cell accounts | | |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 0 | | |
| 25. Change in net unrealized foreign exchange capital gain (loss) | | |
| 26. Change in net deferred income tax | | |
| 27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3) | (1,632,566) | (8,983,735) |
| 28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) | | |
| 29. Change in surplus notes | | |
| 30. Surplus (contributed to) withdrawn from protected cells | | |
| 31. Cumulative effect of changes in accounting principles | | |
| 32. Capital changes: | | |
| 32.1 Paid in | | |
| 32.2 Transferred from surplus (Stock Dividend) | | |
| 32.3 Transferred to surplus | | |
| 33. Surplus adjustments: | | |
| 33.1 Paid in | | |
| 33.2 Transferred to capital (Stock Dividend) | | |
| 33.3 Transferred from capital | | |
| 34. Net remittances from or (to) Home Office | | |
| 35. Dividends to stockholders | | |
| 36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1) | | |
| 37. Aggregate write-ins for gains and losses in surplus | 3,074,698 | 2,037,720 |
| 38. Change in surplus as regards policyholders for the year (Lines 22 through 37) | 63,227,251 | 135,866,515 |
| 39. Surplus as regards policyholders, December 31 current year (Lines 21 plus Line 38) (Page 3, Line 37) | 38,642,859 | (24,584,392) |

| DETAILS OF WRITE-IN LINES | | |
|---|------------|-----------|
| 0501. Statutory Fund Expense | 74,961,815 | |
| 0502. | | |
| 0503. | | |
| 0598. Summary of remaining write-ins for Line 05 from overflow page | | |
| 0599. Totals (Lines 0501 through 0503 plus 0598) (Line 05 above) | 74,961,815 | |
| 1401. Other Income (loss) | 35,300 | |
| 1402. | | |
| 1403. | | |
| 1498. Summary of remaining write-ins for Line 14 from overflow page | | |
| 1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) | 35,300 | |
| 3701. Pension unassigned funds - unrecognized liability | 3,074,698 | 2,037,720 |
| 3702. | | |
| 3703. | | |
| 3798. Summary of remaining write-ins for Line 37 from overflow page | | |
| 3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above) | 3,074,698 | 2,037,720 |

CASH FLOW

| | 1 | 2 |
|---|---------------|--------------|
| Cash from Operations | Current Year | Prior Year |
| 1. Premiums collected net of reinsurance | 366,302,134 | 295,475,932 |
| 2. Net investment income | (5,067,315) | (19,288,809) |
| 3. Miscellaneous income | 203,348 | |
| 4. Total (Lines 1 through 3) | 361,438,167 | 276,187,123 |
| 5. Benefit and loss related payments | 47,047,223 | 75,140,050 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | | |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 140,781,923 | 124,290,939 |
| 8. Dividends paid to policyholders | | |
| 9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses) | | |
| 10. Total (Lines 5 through 9) | 187,829,146 | 199,430,989 |
| 11. Net cash from operations (Line 4 minus Line 10) | 173,609,021 | 76,756,134 |
| Cash from Investments | | |
| 12. Proceeds from investments sold, matured or repaid: | | |
| 12.1 Bonds | | |
| 12.2 Stocks | | |
| 12.3 Mortgage loans | | |
| 12.4 Real estate | | |
| 12.5 Other invested assets | | |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | | |
| 12.7 Miscellaneous proceeds | | |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | | |
| 13. Cost of investments acquired (long-term only): | | |
| 13.1 Bonds | | |
| 13.2 Stocks | | |
| 13.3 Mortgage loans | | |
| 13.4 Real estate | | |
| 13.5 Other invested assets | | |
| 13.6 Miscellaneous applications | | |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | | |
| 14. Net increase (decrease) in contract loans and premium notes | | |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) | | |
| Cash from Financing and Miscellaneous Sources | | |
| 16. Cash provided (applied): | | |
| 16.1 Surplus notes, capital notes | | |
| 16.2 Capital and paid in surplus, less treasury stock | | |
| 16.3 Borrowed funds | (184,301,250) | (52,270,750) |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | | |
| 16.5 Dividends to stockholders | | |
| 16.6 Other cash provided (applied) | 734,999 | (12,334,339) |
| 17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) | (183,566,251) | (64,605,089) |
| 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) | (9,957,230) | 12,151,045 |
| 19. Cash, cash equivalents and short-term investments: | | |
| 19.1 Beginning of year | 493,826,887 | 481,675,842 |
| 19.2 End of year (Line 18 plus Line 19.1) | 483,869,657 | 493,826,887 |

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

| | | |
|---------|--|--|
| 20.0001 | | |
| 20.0002 | | |
| 20.0003 | | |

UNDERWRITING AND INVESTMENT EXHIBIT
PART 1 – PREMIUMS EARNED

| | 1 | 2 | 3 | 4 |
|--|---|--|--|--|
| Line of Business | 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 | | | | |
| 2.1 Allied lines | 386,203,859 | 202,525,339 | 277,334,168 | 311,395,030 |
| 2.2 Multiple peril crop | | | | |
| 2.3 Federal Flood | | | | |
| 2.4 Private Crop | | | | |
| 2.5 Private flood | | | | |
| 3. Farmowners multiple peril | | | | |
| 4. Homeowners multiple peril | | | | |
| 5.1 Commercial multiple peril (non-liability portion) | | | | |
| 5.2 Commercial multiple peril (liability portion) | | | | |
| 6. Mortgage guaranty | | | | |
| 8. Ocean marine | | | | |
| 9. Inland marine | | | | |
| 10. Financial guaranty | | | | |
| 11.1 Medical professional liability—occurrence | | | | |
| 11.2 Medical professional liability—claims-made | | | | |
| 12. Earthquake | | | | |
| 13.1 Comprehensive (hospital and medical) individual | | | | |
| 13.2 Comprehensive (hospital and medical)group | | | | |
| 14. Credit accident and health (group and individual) | | | | |
| 15.1 Vision Only | | | | |
| 15.2 Dental Only | | | | |
| 15.3 Disability Income | | | | |
| 15.4 Medical supplement | | | | |
| 15.5 Medicaid Title XIX | | | | |
| 15.6 Medicaid Title XVIII | | | | |
| 15.7 Long-Term Care | | | | |
| 15.8 Federal employees health benefits plan | | | | |
| 15.9 Other health | | | | |
| 16. Workers compensation | | | | |
| 17.1 Other liability—occurrence | | | | |
| 17.2 Other liability—claims-made | | | | |
| 17.3 Excess workers' compensation | | | | |
| 18.1 Products liability—occurrence | | | | |
| 18.2 Products liability—claims-made | | | | |
| 19.1 Private passenger auto no-fault (personal injury protection) | | | | |
| 19.2 Other private passenger auto liability | | | | |
| 19.3 Commercial auto no-fault (personal injury protection) | | | | |
| 19.4 Other commercial auto liability | | | | |
| 21.1 Private passenger auto physical damage | | | | |
| 21.2 Commercial auto physical damage | | | | |
| 22. Aircraft (all perils) | | | | |
| 23. Fidelity | | | | |
| 24. Surety | | | | |
| 26. Burglary and theft | | | | |
| 27. Boiler and machinery | | | | |
| 28. Credit | | | | |
| 29. International | | | | |
| 30. Warranty | | | | |
| 31. Reinsurance-nonproportional assumed property | | | | |
| 32. Reinsurance-nonproportional assumed liability | | | | |
| 33. Reinsurance-nonproportional assumed financial lines | | | | |
| 34. Aggregate write-ins for other lines of business | | | | |
| 35. TOTALS | 386,203,859 | 202,525,339 | 277,334,168 | 311,395,030 |
| | | | | |
| DETAILS OF WRITE-IN LINES | | | | |
| 3401. | | | | |
| 3402. | | | | |
| 3403. | | | | |
| 3498. Sum of remaining write-ins for Line 34 from overflow page | | | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498 (Line 34 above)) | | | | |

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 | | | | | |
| 2.1 Allied lines | 277,334,168 | | | | 277,334,168 |
| 2.2 Multiple peril crop | | | | | |
| 2.3 Federal Flood | | | | | |
| 2.4 Private crop | | | | | |
| 2.5 Private flood | | | | | |
| 3. Farmowners multiple peril | | | | | |
| 4. Homeowners multiple peril | | | | | |
| 5.1 Commercial multiple peril (non-liability portion) | | | | | |
| 5.2 Commercial multiple peril (liability portion) | | | | | |
| 6. Mortgage Guarantee | | | | | |
| 8. Ocean marine | | | | | |
| 9. Inland marine | | | | | |
| 10. Financial guaranty | | | | | |
| 11.1 Medical professional liability—occurrence | | | | | |
| 11.2 Medical professional liability—claims-made | | | | | |
| 12. Earthquake | | | | | |
| 13.1 Comprehensive (hospital and medical) individual | | | | | |
| 13.2 Comprehensive (hospital and medical) group | | | | | |
| 14. Credit accident and health (group and individual) | | | | | |
| 15.1 Vision only | | | | | |
| 15.2 Dental only | | | | | |
| 15.3 Disability income | | | | | |
| 15.4 Medicare Supplement | | | | | |
| 15.5 Medicaid title XIX | | | | | |
| 15.6 Medicaid title XVIII | | | | | |
| 15.7 Long Term Care | | | | | |
| 15.8 Federal Employees health benefits plans | | | | | |
| 15.9 Other health | | | | | |
| 16. Workers' compensation | | | | | |
| 17.1 Other liability—occurrence | | | | | |
| 17.2 Other liability—claims-made | | | | | |
| 17.3 Excess workers' compensation | | | | | |
| 18.1 Products liability—occurrence | | | | | |
| 18.2 Products liability—claims-made | | | | | |
| 19.1 Private passenger auto no-fault (personal injury protection) | | | | | |
| 19.2 Other private passenger auto liability | | | | | |
| 19.3 Commercial auto no-fault (personal injury protection) | | | | | |
| 19.4 Other commercial auto liability | | | | | |
| 21.1 Private passenger auto physical damage | | | | | |
| 21.2 Commercial auto physical damage | | | | | |
| 22. Aircraft (all perils) | | | | | |
| 23. Fidelity | | | | | |
| 24. Surety | | | | | |
| 26. Burglary and theft | | | | | |
| 27. Boiler and machinery | | | | | |
| 28. Credit | | | | | |
| 29. International | | | | | |
| 30. Warranty | | | | | |
| 31. Reinsurance-nonproportional assumed property | | | | | |
| 32. Reinsurance-nonproportional assumed liability | | | | | |
| 33. Reinsurance-nonproportional assumed financial lines | | | | | |
| 34. Aggregate write-ins for other lines of business | | | | | |
| 35. TOTALS | 277,334,168 | | | | 277,334,168 |
| 36. Accrued retrospective premiums based on experience | | | | | |
| 37. Earned but unbilled premiums | | | | | |
| 38. Balance (Sum of Lines 35 through 37) | | | | | 277,334,168 |
| DETAILS OF WRITE-IN LINES | | | | | |
| 3401. | | NONE | | | |
| 3402. | | | | | |
| 3403. | | | | | |
| 3498. Sum of remaining write-ins for Line 19.3 from overflow page | | | | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above) | | | | | |

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

UNDERWRITING AND INVESTMENT EXHIBIT
PART 1B – PREMIUMS WRITTEN

| Line of Business | 1 Direct Business (a) | Reinsurance Assumed | | Reinsurance Ceded | | 6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5 |
|--|------------------------------------|-----------------------------|-------------------------------------|---------------------------|-----------------------------------|--|
| | | 2 From Affiliates | 3 From Non- Affiliates | 4 To Affiliates | 5 To Non- Affiliates | |
| 1. Fire | | | | | | |
| 2.1 Allied lines | 518,299,032 | | | | 132,095,173 | 386,203,859 |
| 2.2 Multiple peril crop | | | | | | |
| 2.3 Federal Flood | | | | | | |
| 2.4 Private Crop | | | | | | |
| 2.5 Private flood | | | | | | |
| 3. Farmowners multiple peril | | | | | | |
| 4. Homeowners multiple peril | | | | | | |
| 5.1 Commercial multiple peril (non-liability portion) | | | | | | |
| 5.2 Commercial multiple peril (liability portion) | | | | | | |
| 6. Mortgage guaranty | | | | | | |
| 8. Ocean marine | | | | | | |
| 9. Inland marine | | | | | | |
| 10. Financial guaranty | | | | | | |
| 11.1 Medical professional liability—occurrence | | | | | | |
| 11.2 Medical professional liability—claims-made | | | | | | |
| 12. Earthquake | | | | | | |
| 13.1 Comprehensive (hospital and medical) individual | | | | | | |
| 13.2 Comprehensive (hospital and medical)group | | | | | | |
| 14. Credit accident and health (group and individual) | | | | | | |
| 15.1 Vision Only | | | | | | |
| 15.2 Dental Only | | | | | | |
| 15.3 Disability Income | | | | | | |
| 15.4 Medical supplement | | | | | | |
| 15.5 Medicaid Title XIX | | | | | | |
| 15.6 Medicaid Title XVIII | | | | | | |
| 15.7 Long-Term Care | | | | | | |
| 15.8 Federal employees health benefits plan | | | | | | |
| 15.9 Other health | | | | | | |
| 16. Workers compensation | | | | | | |
| 17.1 Other liability—occurrence | | | | | | |
| 17.2 Other liability—claims-made | | | | | | |
| 17.3 Excess workers' compensation | | | | | | |
| 18.1 Products liability—occurrence | | | | | | |
| 18.2 Products liability—claims-made | | | | | | |
| 19.1 Private passenger auto no-fault (personal injury protection) | | | | | | |
| 19.2 Other private passenger auto liability | | | | | | |
| 19.3 Commercial auto no-fault (personal injury protection) | | | | | | |
| 19.4 Other commercial auto liability | | | | | | |
| 21.1 Private passenger auto physical damage | | | | | | |
| 21.2 Commercial auto physical damage | | | | | | |
| 22. Aircraft (all perils) | | | | | | |
| 23. Fidelity | | | | | | |
| 24. Surety | | | | | | |
| 26. Burglary and theft | | | | | | |
| 27. Boiler and machinery | | | | | | |
| 28. Credit | | | | | | |
| 29. International | | | | | | |
| 30. Warranty | | | | | | |
| 31. Reinsurance-nonproportional assumed property | X X X | | | | | |
| 32. Reinsurance-nonproportional assumed liability | X X X | | | | | |
| 33. Reinsurance-nonproportional assumed financial lines | X X X | | | | | |
| 34. Aggregate write-ins for other lines of business | | | | | | |
| 35. TOTALS | 518,299,032 | | | | 132,095,173 | 386,203,859 |
| | | | | | | |
| DETAILS OF WRITE-IN LINES | | | | | | |
| 3401. | | NONE | | | | |
| 3402. | | | | | | |
| 3403. | | | | | | |
| 3498. Sum of remaining write-ins for Line 34 from overflow page | | | | | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498 (Line 34 above)) | | | | | | |

(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 \$

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 | | | | | | | | |
| 2.1 Allied lines | 47,047,223 | | | 47,047,223 | 39,511,834 | 57,664,806 | 28,894,251 | 9.279 |
| 2.2 Multiple peril crop | | | | | | | | |
| 2.3 Federal flood | | | | | | | | |
| 2.4 Private crop | | | | | | | | |
| 2.5 Private flood | | | | | | | | |
| 3. Farmowners multiple peril | | | | | | | | |
| 4. Homeowners multiple peril | | | | | | | | |
| 5.1 Commercial multiple peril (non-liability portion) | | | | | | | | |
| 5.2 Commercial multiple peril (liability portion) | | | | | | | | |
| 6. Mortgage guaranty | | | | | | | | |
| 8. Ocean marine | | | | | | | | |
| 9. Inland marine | | | | | | | | |
| 10. Financial guaranty | | | | | | | | |
| 11.1 Medical professional liability—occurrence | | | | | | | | |
| 11.2 Medical professional liability—claims-made | | | | | | | | |
| 12. Earthquake | | | | | | | | |
| 13.1 Comprehensive (hospital and medical)individual | | | | | | | | |
| 13.2 Comprehensive (hospital and medical)group | | | | | | | | |
| 14. Credit accident and health (group and individual) | | | | | | | | |
| 15.1 Vision only | | | | | | | | |
| 15.2 Dental only | | | | | | | | |
| 15.3 Disability income | | | | | | | | |
| 15.4 Medicare supplement | | | | | | | | |
| 15.5 Medicaid Title XIX | | | | | | | | |
| 15.6 Medicaid Title XVIII | | | | | | | | |
| 15.7 Long Term care | | | | | | | | |
| 15.8 Federal Employees health benefits plan | | | | | | | | |
| 15.9 Other health | | | | | | | | |
| 16. Workers' compensation | | | | | | | | |

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) | | | | |
| 17.1 Other liability—occurrence | | | | | | | | |
| 17.2 Other liability—claims-made | | | | | | | | |
| 17.3 Excess workers' compensation | | | | | | | | |
| 18.1 Products liability—occurrence | | | | | | | | |
| 18.2 Products liability—claims-made | | | | | | | | |
| 19.1 Private passenger auto no-fault(personal injury protection) | | | | | | | | |
| 19.2 Other private passenger liability | | | | | | | | |
| 19.3 Commercial auto no-fault (personal injury protection) | | | | | | | | |
| 19.4 Other commercial auto liability | | | | | | | | |
| 21.1 Private passenger auto physical damage | | | | | | | | |
| 21.2 Commercial auto physical damage | | | | | | | | |
| 22. Aircraft (all perils) | | | | | | | | |
| 23. Fidelity | | | | | | | | |
| 24. Surety | | | | | | | | |
| 26. Burglary and theft | | | | | | | | |
| 27. Boiler and machinery | | | | | | | | |
| 28. Credit | | | | | | | | |
| 29. International | | | | | | | | |
| 30. Warranty | | | | | | | | |
| 31. Reinsurance-nonproportional assumed property | X X X | | | | | | | |
| 32. Reinsurance-nonproportional assumed liability | X X X | | | | | | | |
| 33. Reinsurance-nonproportional assumed financial lines | X X X | | | | | | | |
| 34. Aggregate write-ins for other lines of business | | | | | | | | |
| 35. TOTALS | 47,047,223 | | | 47,047,223 | 39,511,834 | 57,664,806 | 28,894,251 | 9.279 |
| DETAILS OF WRITE-IN LINES | | | | | | | | |
| 3401. | | | | | | | | |
| 3402. | | | | | | | | |
| 3403. | | | | | | | | |
| 3498. Sum of remaining write-ins for Line 34 from overflow page | | | | | | | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above) | | | | | | | | |

NONE

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

| Line of Business | Reported Losses | | | | Incurred But Not Reported | | | 8 | 9 |
|---|-----------------|-----------------------------|---|---|---------------------------|-----------------------------|---------------------------|---|---|
| | 1 Direct | 2 Reinsurance Assumed | 3 Deduct Reinsurance Recoverable | 4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3) | 5 Direct | 6 Reinsurance Assumed | 7 Reinsurance Ceded | Net Losses Unpaid (Cols. 4 + 5 + 6 - 7) | Net Unpaid Loss Adjustment Expenses |
| 1. Fire | | | | | | | | | |
| 2.1 Allied lines | 15,733,978 | | | 15,733,978 | 23,782,806 | | 4,950 | 39,511,834 | 18,663,506 |
| 2.2 Multiple peril crop | | | | | | | | | |
| 2.3 Federal flood | | | | | | | | | |
| 2.4 Private crop | | | | | | | | | |
| 2.5 Private flood | | | | | | | | | |
| 3. Farmowners multiple peril | | | | | | | | | |
| 4. Homeowners multiple peril | | | | | | | | | |
| 5.1 Commercial multiple peril (non-liability portion) | | | | | | | | | |
| 5.2 Commercial multiple peril (liability portion) | | | | | | | | | |
| 6. Mortgage guaranty | | | | | | | | | |
| 8. Ocean marine | | | | | | | | | |
| 9. Inland marine | | | | | | | | | |
| 10. Financial guaranty | | | | | | | | | |
| 11.1 Medical professional liability—occurrence | | | | | | | | | |
| 11.2 Medical professional liability—claims-made | | | | | | | | | |
| 12. Earthquake | | | | | | | | | |
| 13.1 Comprehensive (hospital and medical)individual | | | | | | | | (a) | |
| 13.2 Comprehensive (hospital and medical)group | | | | | | | | (a) | |
| 14. Credit accident and health (group and individual) | | | | | | | | | |
| 15.1 Vision only | | | | | | | | (a) | |
| 15.2 Dental only | | | | | | | | (a) | |
| 15.3 Disability income | | | | | | | | (a) | |
| 15.4 Medicare supplement | | | | | | | | (a) | |
| 15.5 Medicaid Title XIX | | | | | | | | (a) | |
| 15.6 Medicaid Title XIXVIII | | | | | | | | (a) | |
| 15.7 Long Term care | | | | | | | | (a) | |
| 15.8 Federal Employees health benefits plan | | | | | | | | (a) | |
| 15.9 Other health | | | | | | | | (a) | |
| 16. Workers' compensation | | | | | | | | | |

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

| Line of Business | Reported Losses | | | | Incurred But Not Reported | | | 8 | 9 |
|--|-----------------|-----------------------------|---|---|---------------------------|-----------------------------|---------------------------|---|---|
| | 1 Direct | 2 Reinsurance Assumed | 3 Deduct Reinsurance Recoverable | 4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3) | 5 Direct | 6 Reinsurance Assumed | 7 Reinsurance Ceded | Net Losses Unpaid (Cols. 4 + 5 + 6 - 7) | Net Unpaid Loss Adjustment Expenses |
| 17.1 Other liability—occurrence | | | | | | | | | |
| 17.2 Other liability—claims-made | | | | | | | | | |
| 17.3 Excess workers' compensation | | | | | | | | | |
| 18.1 Products liability—occurrence | | | | | | | | | |
| 18.2 Products liability—claims-made | | | | | | | | | |
| 19.1 Private passenger auto no-fault(personal injury protection) | | | | | | | | | |
| 19.2 Other private passenger liability | | | | | | | | | |
| 19.3 Commercial auto no-fault (personal injury protection) | | | | | | | | | |
| 19.4 Other commercial auto liability | | | | | | | | | |
| 21.1 Private passenger auto physical damage | | | | | | | | | |
| 21.2 Commercial auto physical damage | | | | | | | | | |
| 22. Aircraft (all perils) | | | | | | | | | |
| 23. Fidelity | | | | | | | | | |
| 24. Surety | | | | | | | | | |
| 26. Burglary and theft | | | | | | | | | |
| 27. Boiler and machinery | | | | | | | | | |
| 28. Credit | | | | | | | | | |
| 29. International | | | | | | | | | |
| 30. Warranty | | | | | | | | | |
| 31. Reinsurance-nonproportional assumed property | X X X | | | | X X X | | | | |
| 32. Reinsurance-nonproportional assumed liability | X X X | | | | X X X | | | | |
| 33. Reinsurance-nonproportional assumed financial lines | X X X | | | | X X X | | | | |
| 34. Aggregate write-ins for other lines of business | | | | | | | | | |
| 35. TOTALS | 15,733,978 | | | 15,733,978 | 23,782,806 | | 4,950 | 39,511,834 | 18,663,506 |
| DETAILS OF WRITE-IN LINES | | | | | | | | | |
| 3401. | | | | | | | | | |
| 3402. | | | | | | | | | |
| 3403. | | | | | | | | | |
| 3498. Sum of remaining write-ins for Line 34 from overflow page | | | | | | | | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above) | | | | | | | | | |

10.1

NONE

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

| | 1 | 2 | 3 | 4 |
|--|-----------------------------|--------------------------------|------------------------|-----------------|
| | Loss Adjustment Expenses | Other Underwriting Expenses | Investment Expenses | Total |
| 1. Claim adjustment services: | | | | |
| 1.1 Direct | 10,239,234 | | | 10,239,234 |
| 1.2 Reinsurance assumed | | | | |
| 1.3 Reinsurance ceded | (13,515) | | | (13,515) |
| 1.4 Net claim adjustment services (1.1 + 1.2 - 1.3) | 10,252,749 | | | 10,252,749 |
| 2. Commission and brokerage: | | | | |
| 2.1 Direct, excluding contingent | | 82,854,389 | | 82,854,389 |
| 2.2 Reinsurance assumed, excluding contingent | | | | |
| 2.3 Reinsurance ceded, excluding contingent | | 5,612,251 | | 5,612,251 |
| 2.4 Contingent—direct | | | | |
| 2.5 Contingent—reinsurance assumed | | | | |
| 2.6 Contingent—reinsurance ceded | | | | |
| 2.7 Policy and membership fees | | | | |
| 2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) | | 77,242,138 | | 77,242,138 |
| 3. Allowances to manager and agents | | | | |
| 4. Advertising | | 52,039 | | 52,039 |
| 5. Boards, bureaus and associations | | 181,137 | | 181,137 |
| 6. Surveys and underwriting reports | | 1,331,990 | | 1,331,990 |
| 7. Audit of assureds' records | | | | |
| 8. Salary and related items: | | | | |
| 8.1 Salaries | 8,168,418 | 13,547,080 | | 21,715,498 |
| 8.2 Payroll taxes | 214,966 | 766,675 | | 981,641 |
| 9. Employee relations and welfare | 1,122,299 | 3,971,214 | | 5,093,513 |
| 10. Insurance | 61,546 | 215,689 | | 277,235 |
| 11. Directors' fees | | | | |
| 12. Travel and travel items | 18,917 | 102,778 | | 121,695 |
| 13. Rent and rent items | 223,059 | 1,074,404 | | 1,297,463 |
| 14. Equipment | 29,640 | 394,465 | | 424,105 |
| 15. Cost or depreciation of EDP equipment and software | 553,564 | 1,628,473 | | 2,182,037 |
| 16. Printing and stationery | 57,307 | 99,614 | | 156,921 |
| 17. Postage, telephone and telegraph, exchange and express | 243,552 | 1,981,313 | | 2,224,865 |
| 18. Legal and auditing | 80,401 | 598,852 | | 679,253 |
| 19. Totals (Lines 3 to 18) | 10,773,669 | 25,945,723 | | 36,719,392 |
| 20. Taxes, licenses and fees: | | | | |
| 20.1 State and local insurance taxes deducting guaranty association credits of \$ 0 | | 9,456,110 | | 9,456,110 |
| 20.2 Insurance department licenses and fees | | | | |
| 20.3 Gross guaranty association assessments | | | | |
| 20.4 All other (excluding federal and foreign income and real estate) | | 43,073 | | 43,073 |
| 20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) | | 9,499,183 | | 9,499,183 |
| 21. Real estate expenses | | | | |
| 22. Real estate taxes | | | | |
| 23. Reimbursements by uninsured plans | | | | |
| 24. Aggregate write-ins for miscellaneous expenses | 1,327,245 | 7,362,540 | 2,270,317 | 10,960,102 |
| 25. Total expenses incurred | 22,353,663 | 120,049,584 | 2,270,317 | (a) 144,673,564 |
| 26. Less unpaid expenses—current year | 18,663,506 | 14,700,728 | | 33,364,234 |
| 27. Add unpaid expenses—prior year | 19,920,288 | 12,539,747 | | 32,460,035 |
| 28. Amounts receivable relating to uninsured plans, prior year | | | | |
| 29. Amounts receivable relating to uninsured plans, current year | | | | |
| 30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29) | 23,610,445 | 117,888,603 | 2,270,317 | 143,769,365 |

| DETAILS OF WRITE-IN LINES | | | | |
|--|-----------|-----------|-----------|------------|
| 2401. IT systems Support &Product development | 693,813 | 3,863,091 | | 4,556,904 |
| 2402. Expert Panel | | 2,287,831 | | 2,287,831 |
| 2403. Other Outside Services | 454,060 | 1,253,909 | | 1,707,969 |
| 2498. Sum of remaining write-ins for Line 24 from overflow page | 179,372 | (42,291) | 2,270,317 | 2,407,398 |
| 2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above) | 1,327,245 | 7,362,540 | 2,270,317 | 10,960,102 |

(a) Includes management fees of \$ 0 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) | |
| 1.1 Bonds exempt from U.S. tax | (a) | |
| 1.2 Other bonds (unaffiliated) | (a) | |
| 1.3 Bonds of affiliates | (a) | |
| 2.1 Preferred stocks (unaffiliated) | (b) | |
| 2.11 Preferred stocks of affiliates | (b) | |
| 2.2 Common stocks (unaffiliated) | | |
| 2.21 Common stocks of affiliates | | |
| 3. Mortgage loans | (c) | |
| 4. Real estate | (d) | |
| 5. Contract loans | | |
| 6. Cash, cash equivalents and short-term investments | (e)3,575,970 | 4,372,216 |
| 7. Derivative instruments | (f) | |
| 8. Other invested assets | | |
| 9. Aggregate write-ins for investment income | | |
| 10. Total gross investment income | 3,575,970 | 4,372,216 |
| 11. Investment expenses | | (g)2,270,317 |
| 12. Investment taxes, licenses and fees, excluding federal income taxes | | (g) |
| 13. Interest expense | | (h)5,487,797 |
| 14. Depreciation on real estate and other invested assets | | (i) |
| 15. Aggregate write-ins for deductions from investment income | | |
| 16. Total deductions (Lines 11 through 15) | | 7,758,114 |
| 17. Net investment income (Line 10 minus Line 16) | | (3,385,898) |

| DETAILS OF WRITE-IN LINES | | |
|---|------|--|
| 0901. | NONE | |
| 0902. | | |
| 0903. | | |
| 0998. Summary of remaining write-ins for Line 09 from overflow page | | |
| 0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above) | | |
| 1501. | NONE | |
| 1502. | | |
| 1503. | | |
| 1598. Summary of remaining write-ins for Line 15 from overflow page | | |
| 1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above) | | |

- (a)

Includes \$

0

accrual of discount less \$

0

amortization of premium and less \$

0

paid for accrued interest on purchases.
- (b)

Includes \$

0

accrual of discount less \$

0

amortization of premium and less \$

0

paid for accrued dividends on purchases.
- (c)

Includes \$

0

accrual of discount less \$

0

amortization of premium and less \$

0

paid for accrued interest on purchases.
- (d)

Includes \$

0

for company's occupancy of its own buildings; and excludes \$

0

interest on encumbrances.
- (e)

Includes \$

0

accrual of discount less \$

0

amortization of premium and less \$

0

paid for accrued interest on purchases.
- (f)

Includes \$

0

accrual of discount less \$

0

amortization of premium.
- (g)

Includes \$

0

investment expenses and \$

0

investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h)

Includes \$

0

interest on surplus notes and \$

0

interest on capital notes.
- (i)

Includes \$

0

depreciation on real estate and \$

0

depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

| | 1 Realized Gain (Loss) on Sales or Maturity | 2 Other Realized Adjustments | 3 Total Realized Capital Gain (Loss) (Columns 1 + 2) | 4 Change in Unrealized Capital Gain (Loss) | 5 Change in Unrealized Foreign Exchange Capital Gain (Loss) |
|--|---|---------------------------------------|---|--|--|
| 1. U.S. Government bonds | | | | | |
| 1.1 Bonds exempt from U.S. tax | | | | | |
| 1.2 Other bonds (unaffiliated) | | | | | |
| 1.3 Bonds of affiliates | | | | | |
| 2.1 Preferred stocks (unaffiliated) | | | | | |
| 2.11 Preferred stocks of affiliates | | | | | |
| 2.2 Common stocks (unaffiliated) | | | | | |
| 2.21 Common stocks of affiliates | | | | | |
| 3. Mortgage loans | | | | | |
| 4. Real estate | | | | | |
| 5. Contract loans | | | | | |
| 6. Cash, cash equivalents and short-term investments | | | | | |
| 7. Derivative instruments | | | | | |
| 8. Other invested assets | | | | | |
| 9. Aggregate write-ins for capital gains (losses) | | | | | |
| 10. Total capital gains (losses) | | | | | |

| DETAILS OF WRITE-IN LINES | | | | | |
|---|------|--|--|--|--|
| 0901. | NONE | | | | |
| 0902. | | | | | |
| 0903. | | | | | |
| 0998. Summary of remaining write-ins for Line 09 from overflow page | | | | | |
| 0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above) | | | | | |

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) | | | |
| 2. Stocks (Schedule D): | | | |
| 2.1 Preferred stocks | | | |
| 2.2 Common stocks | | | |
| 3. Mortgage loans on real estate (Schedule B): | | | |
| 3.1 First liens | | | |
| 3.2 Other than first liens | | | |
| 4. Real estate (Schedule A): | | | |
| 4.1 Properties occupied by the company | | | |
| 4.2 Properties held for the production of income | | | |
| 4.3 Properties held for sale | | | |
| 5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA) | | | |
| 6. Contract loans | | | |
| 7. Derivatives (Schedule DB) | | | |
| 8. Other invested assets (Schedule BA) | | | |
| 9. Receivables for securities | | | |
| 10. Securities lending reinvested collateral assets (Schedule DL) | | | |
| 11. Aggregate write-ins for invested assets | | | |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | | | |
| 13. Title plants (for Title insurers only) | | | |
| 14. Investment income due and accrued | | | |
| 15. Premiums and considerations: | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 489,310 | 182,413 | (306,897) |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due | | | |
| 15.3 Accrued retrospective premiums and contracts subject to redetermination | | | |
| 16. Reinsurance: | | | |
| 16.1 Amounts recoverable from reinsurers | | | |
| 16.2 Funds held by or deposited with reinsured companies | | | |
| 16.3 Other amounts receivable under reinsurance contracts | | | |
| 17. Amounts receivable relating to uninsured plans | | | |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | | | |
| 18.2 Net deferred tax asset | | | |
| 19. Guaranty funds receivable or on deposit | | | |
| 20. Electronic data processing equipment and software | 13,050,382 | 13,504,957 | 454,575 |
| 21. Furniture and equipment, including health care delivery assets | 2,258,791 | 242,494 | (2,016,297) |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | |
| 23. Receivables from parent, subsidiaries and affiliates | | | |
| 24. Health care and other amounts receivable | | | |
| 25. Aggregate write-ins for other-than-invested assets | 3,344,474 | 3,580,527 | 236,053 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 19,142,957 | 17,510,391 | (1,632,566) |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | |
| 28. Total (Lines 26 and 27) | 19,142,957 | 17,510,391 | (1,632,566) |

| DETAILS OF WRITE-IN LINES | | | |
|---|-----------|-----------|-----------|
| 1101. | NONE | | |
| 1102. | | | |
| 1103. | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | | | |
| 1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) | | | |
| 2501. Member Assessment Receivable | 2,199,241 | 2,199,241 | |
| 2502. Prepaid assets | 926,701 | 1,269,405 | 342,704 |
| 2503. Security deposit - lease | 218,405 | 111,881 | (106,524) |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 127 | | (127) |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 3,344,474 | 3,580,527 | 236,053 |

NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices, Impact of NAIC/State Differences

The accompanying financial statements of Texas Windstorm Insurance Association (The “Association” or "TWIA") have been prepared on the basis of accounting practices prescribed or permitted by the Texas Department of Insurance ("TDI"). TDI prescribed statutory accounting practices include state laws, regulations and general administrative rules applicable to all insurance companies domiciled in the State of Texas and the National Association of Insurance Commissioners’ Accounting Practices and Procedures Manual ("NAIC SAP") subject to any deviations prescribed or permitted by TDI.

Reconciliations of net income and policyholders’ surplus between the amounts reported in the accompanying financial statements (TX basis) and NAIC SAP follow:

| Net Income | SSAP # | F/S Page | F/S Line # | 2022 | 2021 |
|--|--------|----------|------------|--------------|---------------|
| 1. Company state basis (P 4, Line 20, Columns 1 & 3) | XXX | XXX | XXX | \$61,785,119 | \$142,812,530 |
| 2. State Prescribed Practices that is an increase / (decrease) from NAIC SAP | | | | - | - |
| 3. State Permitted Practices that is an increase / (decrease) from NAIC SAP | | | | - | - |
| 4. NAIC SAP (1 – 2 – 3 = 4) | XXX | XXX | XXX | \$61,785,119 | \$142,812,530 |

| Surplus | SSAP # | F/S Page | F/S Line # | December 31, 2022 | December 31, 2021 |
|--|--------|----------|------------|-------------------|-------------------|
| 5. Company state basis (Page 3, Line 37, Columns 1 & 2) | XXX | XXX | XXX | \$38,642,859 | (\$24,584,392) |
| 6. State Prescribed Practices that is an increase / (decrease) from NAIC SAP | | | | - | - |
| 7. State Permitted Practices that is an increase / (decrease) from NAIC SAP - Admission of restricted debt service funds | 20 | 2 | 5 | - | \$69,001,644 |
| 8. NAIC SAP (5 – 6 – 7 = 8) | XXX | XXX | XXX | \$38,642,859 | (\$93,586,036) |

B. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the amounts reported in these financial statements and accompanying footnotes. Actual results could differ from these estimates.

C. Accounting Policies

All insurance policies issued by the Association have a maximum term of one year from date of issuance. Premiums are earned over the terms of the related policies whereas the related acquisition costs such as sales commissions are expensed when incurred. Unearned premiums, net of deductions for reinsurance, are computed on a pro-rata basis to cover the unexpired portion of premiums written. Premiums receivable are primarily due from agents and policyholders and are charged off when specific balances are determined to be uncollectible. Net investment income consists primarily of interest income recognized on an accrual basis and is reduced by investment related expenses.

In addition, the company uses the following accounting policies:

1. Short-term investments are stated at amortized cost, which approximates market value. Reverse repurchase agreements are recorded in cash equivalents if the repurchase date is less than 90 days. Reverse repurchase agreements represent the purchase of a security with an agreement to resell.
2. through 9. Investment and mortgage loan related, Not applicable.
10. The Association does not anticipate investment income when evaluating the need for premium deficiency reserves.
11. Loss and loss adjustment expense reserves are based upon claim estimates for (1) losses for claims reported prior to the close of the accounting period, (2) losses incurred but unreported prior to the close of the accounting period, and (3) expenses for investigating and adjusting claims. Such liabilities are necessarily based on assumptions and estimates and while management believes the amounts are adequate, the ultimate liabilities 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. The Association has a written capitalization policy for prepaid expenses and purchases of items such as electronic data processing equipment, software, furniture, other equipment and leasehold improvements. The predefined capitalization thresholds under this policy have not changed from those of the prior year.

NOTES TO FINANCIAL STATEMENTS

13. Not applicable as the Association does not write medical insurance with prescription drug coverage.

D. Going Concern

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

Note 2 – Accounting Changes and Correction of Errors

A. Material Changes in Accounting Principle

None

B. Correction of Errors

Not applicable

Note 3 – Business Combinations and Goodwill

Not applicable

Note 4 – Discontinued Operations

Not applicable

Note 5 – Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

None

B. Troubled Debt Restructuring for Creditors

None

C. Reverse Mortgages

None

D. Loan-Backed and Structured Securities

None

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

None

F. Repurchase Agreements Transactions Accounted for as a Secured Borrowing

None

G. Reverse Repurchase Agreements Transactions Accounted for as a Secured Borrowing

None

H. Repurchase Agreements Transactions Accounted for as a Sale

None

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

1. Funds held by the Texas Treasury Safekeeping Trust Company (“TTSTC”) on behalf of the Association are invested in overnight reverse repurchase agreements. These funds represent debt service payments deposited by TWIA and held in trust at the TTSTC prior to disbursement to the bond investors. See note 1 and note 11. The reverse repurchase agreements require collateral of at least 100% for Treasuries, 101% for Agencies and US Instrumentalities, and 102% for mortgage-backed securities. The fair value of reverse repurchase agreements was \$0 and \$69,001,644 at December 31, 2022 and December 31, 2021, respectively.

NOTES TO FINANCIAL STATEMENTS

2. Type of Repo Trades Used

| | 1 | 2 | 3 | 4 |
|-----------------------|---------------|----------------|---------------|----------------|
| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
| a. Bilateral (YES/NO) | NO | NO | N/A | N/A |
| b. Tri-Party (YES/NO) | YES | YES | N/A | N/A |

3. Original (Flow) & Residual Maturity

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|--------------------------|---------------|----------------|---------------|----------------|
| a. Maximum Amount | | | | |
| 1. Open -- No Maturity | \$ - | \$ - | \$ - | \$ - |
| 2. Overnight | 78,960,700 | - | - | - |
| 3. 2 Days to 1 Week | - | - | - | - |
| 4. > 1 Week to 1 Month | - | - | - | - |
| 5. > 1 Month to 3 Months | - | - | - | - |
| 6. > 3 Months to 1 Year | - | - | - | - |
| 7. > 1 Year | - | - | - | - |

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|--------------------------|---------------|----------------|---------------|----------------|
| b. Ending Balance | | | | |
| 1. Open -- No Maturity | \$ - | \$ - | \$ - | \$ - |
| 2. Overnight | 78,960,700 | - | - | - |
| 3. 2 Days to 1 Week | - | - | - | - |
| 4. > 1 Week to 1 Month | - | - | - | - |
| 5. > 1 Month to 3 Months | - | - | - | - |
| 6. > 3 Months to 1 Year | - | - | - | - |
| 7. > 1 Year | - | - | - | - |

4. Counterparty, Jurisdiction and Fair Value (FV)

No Defaults, not applicable.

5. Securities Acquired Under Repo - Sale

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|----------------------------------|---------------|----------------|---------------|----------------|
| a. Maximum Amount | | | | |
| 1. BACV | X X X | X X X | X X X | X X X |
| 2. Nonadmitted -- Subset of BACV | X X X | X X X | X X X | X X X |
| 3. Fair value | \$78,960,700 | - | - | - |

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|----------------------------------|---------------|----------------|---------------|----------------|
| b. Ending Balance | | | | |
| 1. BACV | X X X | X X X | X X X | X X X |
| 2. Nonadmitted -- Subset of BACV | X X X | X X X | X X X | X X X |
| 3. Fair value | \$78,960,700 | - | - | - |

NOTES TO FINANCIAL STATEMENTS

6. Securities Acquired Under Repo – Sale by NAIC Designation

| Ending Balance | 1 None | 2 NAIC 1 | 3 NAIC 2 | 4 NAIC 3 |
|----------------------------------|-----------|-------------|-------------|-------------|
| a. Bonds -- BACV | - | - | - | - |
| b. Bonds -- FV | - | - | - | - |
| c. LB & SS -- BACV | - | - | - | - |
| d. LB & SS -- FV | - | - | - | - |
| e. Preferred Stock -- BACV | - | - | - | - |
| f. Preferred Stock -- FV | - | - | - | - |
| g. Common Stock | - | - | - | - |
| h. Mortgage Loans -- BACV | - | - | - | - |
| i. Mortgage Loans -- FV | - | - | - | - |
| j. Real Estate -- BACV | - | - | - | - |
| k. Real Estate -- FV | - | - | - | - |
| l. Derivatives -- BACV | - | - | - | - |
| m. Derivatives -- FV | - | - | - | - |
| n. Other Invested Assets -- BACV | - | - | - | - |
| o. Other Invested Assets -- FV | - | - | - | - |
| p. Total Assets -- BACV | - | - | - | - |
| q. Total Assets -- FV | - | - | - | - |

| Ending Balance | 5 NAIC 4 | 6 NAIC 5 | 7 NAIC 6 | 8 Nonadmitted |
|----------------------------------|-------------|-------------|-------------|------------------|
| a. Bonds -- BACV | - | - | - | - |
| b. Bonds -- FV | - | - | - | - |
| c. LB & SS -- BACV | - | - | - | - |
| d. LB & SS -- FV | - | - | - | - |
| e. Preferred Stock -- BACV | - | - | - | - |
| f. Preferred Stock -- FV | - | - | - | - |
| g. Common Stock | - | - | - | - |
| h. Mortgage Loans -- BACV | - | - | - | - |
| i. Mortgage Loans -- FV | - | - | - | - |
| j. Real Estate -- BACV | - | - | - | - |
| k. Real Estate -- FV | - | - | - | - |
| l. Derivatives -- BACV | - | - | - | - |
| m. Derivatives -- FV | - | - | - | - |
| n. Other Invested Assets -- BACV | - | - | - | - |
| o. Other Invested Assets -- FV | - | - | - | - |
| p. Total Assets -- BACV | - | - | - | - |
| q. Total Assets -- FV | - | - | - | - |

7. Proceeds Provided - Sale

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|-----------------------|---------------|----------------|---------------|----------------|
| a. Maximum Amount | | | | |
| 1. Cash | \$78,960,700 | - | - | - |
| 2. Securities (FV) | X X X | X X X | X X X | X X X |
| 3. Securities (BACV) | X X X | X X X | X X X | X X X |
| 4. Nonadmitted Subset | X X X | X X X | X X X | X X X |

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|-----------------------|---------------|----------------|---------------|----------------|
| b. Ending Balance | | | | |
| 1. Cash | \$78,960,700 | - | - | - |
| 2. Securities (FV) | X X X | X X X | X X X | X X X |
| 3. Securities (BACV) | X X X | X X X | X X X | X X X |
| 4. Nonadmitted Subset | X X X | X X X | X X X | X X X |

8. Recognized Forward Resale Commitment

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|-------------------|---------------|----------------|---------------|----------------|
| a. Maximum Amount | \$78,960,700 | - | - | - |
| b. Ending Balance | \$78,960,700 | - | - | - |

NOTES TO FINANCIAL STATEMENTS

J. Real Estate

None

K. Low-Income Housing Tax Credits

None

L. Restricted Assets

1. Restricted assets (including pledged) are summarized below by restricted asset category. These assets are held by the Texas Treasury Safekeeping Trust Company and are restricted for use for debt service reserves and for when a catastrophic event occurs (See note 1 and note 11). The assets are invested in overnight reverse repurchase agreements (See note 5).

| Restricted Asset Category | Gross (Admitted & Nonadmitted) Restricted | | | | | | | Current Year | | | |
|----------------------------------|---|--|--|--|------------------|-----------------------|-----------------------------------|-------------------------------|---------------------------------------|--|--|
| | Current Year | | | | | 6 | 7 | 8 | 9 | Percentage | |
| | 1 | 2 | 3 | 4 | 5 | | | | | 10 | 11 |
| | Total General Account (G/A) | G/A Supporting S/A Restricted Assets (a) | Total Separate Account (S/A) Restricted Assets | S/A Assets Supporting G/A Activity (b) | Total (1 plus 3) | Total From Prior Year | Increase / (Decrease) (5 minus 6) | Total Non-admitted Restricted | Total Admitted Restricted (5 minus 8) | Gross (Admitted & Non-admitted) Restricted to Total Assets (c) | Admitted Restricted to Total Admitted Assets (d) |
| a. to c. None | | | | | | | | | | | |
| d. Subject to reverse repurchase | \$ - | \$ - | \$ - | \$ - | \$ - | \$69,001,644 | (\$69,001,644) | \$ - | \$ - | \$ - | \$ - |
| e. to n. None | | | | | | | | | | | |
| o. Total restricted assets | \$ - | \$ - | \$ - | \$ - | \$ - | \$69,001,644 | (\$69,001,644) | \$ - | \$ - | \$ - | \$ - |

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

2. Detail of assets pledged as collateral not captured in other categories (reported on line m above)

None

3. Detail of other restricted assets (reported on line n above)

None

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

None

M. Working Capital Finance Investments

None

N. Offsetting and Netting of Assets and Liabilities

None

O. 5GI Securities

None

P. Short Sales

None

Q. Prepayment Penalty and Acceleration Fees

None

NOTES TO FINANCIAL STATEMENTS

- R. Share of Cash Pool by Asset Type
- None

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

Not applicable

Note 7 – Investment Income

- A. Accrued Investment Income
- The Association does not admit investment income due and accrued if amounts are over 90 days past due.
- B. Amounts Non-Admitted
- None

Note 8 – Derivative Instruments

Not applicable

Note 9 – Income Taxes

In 2010, Texas Windstorm Insurance Association (The “Association”) applied for and received a Private Letter Ruling (“PLR”) from the Internal Revenue Service. The PLR requested acknowledgement that the Association’s income is derived from an essential governmental function which accrues to a state or political subdivision and is therefore excluded from gross income under Section 115(1) of the Internal Revenue Code (“IRC”). On August 17, 2010, the Internal Revenue Service ruled that the Association performs an essential government function and that income from that function is excluded from gross income under IRC Section 115(1).

The Association had been filing form 1120-PC tax returns with the Internal Revenue Service as a property and casualty insurance company. Under the Internal Revenue Code the statute of limitations to be assessed additional taxes or to file amended tax returns is 3 years from the later of the due date of the return (including extensions) or the filing date of the return. There are existing net operating loss carryforwards in open tax years that are not anticipated to be realized. No further federal income tax impact is expected in the future.

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

- A. Nature of Relationships
- Pursuant to the Association’s Plan of Operation, the Board of Directors consists of nine voting members appointed by the Commissioner of Insurance. The nine-member Board includes three public members residing in the first tier coastal counties and representing certain regions of the catastrophe area, three non-coastal representatives residing more than 100 miles from the coast, and three industry representatives actively writing and renewing windstorm and hail insurance in the first tier coastal counties.
- On October 10, 2002, the Texas Commissioner of Insurance enacted Article 21.49A of the Texas Insurance Code creating the Texas FAIR Plan Association (“FAIR Plan” or “the Plan”). The Commissioner instructed the Texas Windstorm Insurance Association to manage all activities of FAIR Plan.
- B. Significant Transactions and Changes in Terms of Intercompany Arrangements
- None
- C. Transactions with related parties who are not reported on Schedule Y
- None
- D. Amounts Due to or from Related Parties
- During 2022 and 2021 the Association made expenditures on behalf of the Texas FAIR Plan Association under its management contract and was reimbursed \$13,202,081 and \$13,185,807, respectively. As of December 31, 2022, and December 31, 2021, the Association held an intercompany admitted receivable of \$1,215,014 and \$1,158,937, respectively. This arrangement is subject to a written agreement which requires that balances be settled within 30 days.

NOTES TO FINANCIAL STATEMENTS

| | |
|----|---|
| E. | Management, Service Contracts, Cost Sharing Arrangements |
| | During 2002, the Association entered into a service contract with the Texas Fair Plan Association in which the Association is to be fully reimbursed for all expenditures, professional fees, consulting services, allocated employee time, lost investment income and other costs directly associated with the services provided by the Association on behalf of the Plan. |
| F. | Guarantees or Undertakings for Related Parties |
| | Not applicable |
| G. | Nature of Relationships that Could Affect Operations |
| | None |
| H. | Amount Deducted for Investment in Upstream Company |
| | Not applicable |
| I. | Detail of Investments in Affiliates Greater than 10% of Admitted Assets |
| | Not applicable |
| J. | Write-downs for Impairment of Investments in Affiliates |
| | Not applicable |
| K. | Foreign Insurance Subsidiary Valued Using CARVM |
| | Not applicable |
| L. | Downstream Holding Company Valued Using Look-Through Method |
| | Not applicable |
| M. | All SCA Investments |
| | Not applicable |
| N. | Investment in Insurance SCAs |
| | Not applicable |
| O. | SCA or SSAP No. 48 Loss Tracking |
| | Not applicable |

Note 11 – Debt

| | |
|----|--|
| A. | <p>The Texas Public Finance Authority (the “Authority” or the “Issuer”) issued the Texas Public Finance Authority Class 1 Revenue Bonds (Texas Windstorm Insurance Association Program), Taxable Series 2014 (the “Bonds”) on behalf of TWIA for the purpose of financing future costs in the amount of \$500,000,000. The Bonds were issued pursuant to a master resolution adopted by the Board of Directors of the Authority (the “Board”) on September 24, 2014 (the “Master Resolution”), and a first supplemental resolution adopted by the Board on September 24, 2014 (the “First Supplemental Resolution”, and together with the Master Resolution, the “Resolutions”). The Bonds constitute the initial series of Class 1 Public Securities of the Authority secured and payable from Class 1 TWIA Pledged Revenues irrevocably pledged under the Resolutions. TWIA has pledged the Class 1 Pledged Revenues to the Authority pursuant to a Financing and Pledge Agreement dated as of September 1, 2014 between the Authority and TWIA.</p> <p>The secured Bonds were issued on September 30, 2014 for \$500,000,000 of which \$0 and \$227,200,000 was outstanding as of December 31, 2022 and December 31, 2021, respectively. On December 7, 2021, the Association Board of Directors approved an early redemption of the remaining \$177,000,000 of the Taxable Series 2014 Bonds and directed the staff to request approval from the Commissioner of Insurance to redeem the outstanding Bonds prior to their scheduled maturity dates. The redemption was completed on May 9, 2022. In conjunction with the redemption, the Association obtained a short term loan totaling \$29,118,454. The Association repaid the short term loan amount and interest in its entirety on July 21, 2022. The original Bonds bear interest from 5.25% to 8.25% with an effective interest rate of 8.03%. The Bonds were secured by TWIA’s net premium and other revenue which is used to fund the Debt Service and related accounts held by the Texas Treasury Safekeeping Trust Company.</p> <p>At December 31, 2021, the notes had no unamortized premium or discount. Bond issuance costs are expensed as incurred.</p> |
|----|--|

NOTES TO FINANCIAL STATEMENTS

Interest expense incurred on the bonds is recorded as an investment expense and totaled \$5,192,000 and \$16,673,250 for the years ended December 31, 2022 and 2021 respectively. Interest of \$12,493,250 and \$18,744,000 was paid to bondholders for the years ended December 31, 2022 and 2021 respectively. Interest expense on the short term loan totaled \$295,797 for the year ended December 31, 2022.

Changes in bonds payable for the year ending December 31, 2022:

| Description | Bonds Outstanding December 31, 2021 | Bonds Issued | Bonds Matured/Redeemed | Bonds Outstanding December 31, 2022 |
|------------------------|--|--------------|---------------------------|--|
| Taxable Series 2014 | \$ 177,000,000 | \$ - | \$177,000,000 | \$ - |

The Association obtained a \$500,000,000 committed line of credit with two of its primary financial institutions during 2022. The line of credit agreement was entered into June 1, 2022 subsequent to the Association's board of directors approval on May 17, 2022. No amounts have been drawn against the line of credit. Issuance fees for the line of credit were \$500,000 and the Association paid the lenders a 0.475% commitment fee against the unused portion of the line of credit. The commitment originally matured on May 31, 2023, however the line of credit was terminated by the Association as of December 27, 2022 without penalty.

B. FHLB (Federal Home Loan Bank) Agreements

Not applicable

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

A. Defined Benefit Plan

The Association sponsors a non-contributory defined benefit pension plan covering employees from date of hire that are scheduled to work at least 1,000 hours in a twelve-month period. Pension benefits are based on years of service and the employee’s compensation during the five highest consecutive years’ earnings from the last ten years of employment. An employee’s benefits vest 5 years from date of hire. The Association makes contributions to the plan that comply with the minimum funding provisions of the Employee Retirement Income Security Act. As of December 31, 2022, the Association accrued in accordance with actuarially determined amounts with an offset to the pension cost accrual for the incremental asset amortization.

A summary of assets, obligations and assumptions of the Pension Plan are as follows at December 31, 2022 and 2021:

1. Change in benefit obligation:

| | <u>Underfunded</u> | |
|---|--------------------|---------------|
| | <u>2022</u> | <u>2021</u> |
| Benefit obligation at beginning of year | \$ 38,948,786 | \$ 36,590,616 |
| Service cost | 2,754,539 | 2,794,629 |
| Interest cost | 1,255,648 | 1,114,515 |
| Contribution by plan participants | - | - |
| Actuarial loss/(gain) | (14,352,804) | (925,340) |
| Foreign currency exchange rate changes | - | - |
| Benefits paid | (670,269) | (625,634) |
| Plan Amendments | - | - |
| Business combinations, divestitures, curtailments, settlements and special termination benefits | - | - |
| Benefit obligation at end of year | \$ 27,935,900 | \$ 38,948,786 |

2. Change in plan assets:

| | <u>2022</u> | <u>2021</u> |
|---|---------------|---------------|
| Fair value of plan assets at beginning of year | \$ 30,126,911 | \$ 25,955,555 |
| Actual return/(loss) on plan assets | (10,083,043) | 1,836,050 |
| Foreign currency exchange rate changes | - | - |
| Employer contributions | 3,516,240 | 2,960,940 |
| Plan participants’ contributions | - | - |
| Benefits paid | (670,269) | (625,634) |
| Business combinations, divestitures and settlements | - | - |
| Fair value of plan assets at end of year | \$ 22,889,839 | \$ 30,126,911 |

NOTES TO FINANCIAL STATEMENTS

| | | | |
|-----|---|--------------|--------------|
| 3. | Funded status: | | |
| | | <u>2022</u> | <u>2021</u> |
| | Components: | | |
| | Prepaid benefit costs | \$ - | \$ - |
| | Overfunded plan assets | - | - |
| | Accrued benefit costs | 2,224,627 | 2,925,743 |
| | Liability for pension benefits | 2,821,434 | 5,896,132 |
| | Assets and liabilities recognized | | |
| | Assets (nonadmitted) | - | - |
| | Liability recognized | 5,046,061 | 8,821,875 |
| | Unrecognized liabilities | \$ - | \$ - |
| 4. | Components of net periodic benefit costs: | | |
| | | <u>2022</u> | <u>2021</u> |
| | Service cost | \$ 2,754,539 | \$ 2,794,629 |
| | Interest cost | 1,255,648 | 1,114,515 |
| | Expected return on plan assets | (1,415,164) | (1,211,704) |
| | Transition asset or obligation | - | - |
| | (Gains) and losses amortization | 175,742 | 443,676 |
| | Prior service cost or (credit) | 44,359 | 44,359 |
| | (Gain) or loss recognized due to settlement or curtailment | - | - |
| | Total net periodic benefit cost | \$ 2,815,124 | \$ 3,185,475 |
| 5. | Amounts in unassigned funds (surplus) recognized as components of net periodic benefit cost | | |
| | | <u>2022</u> | <u>2021</u> |
| | Items not yet recognized as a component of net periodic cost – prior year | \$ 5,896,132 | \$ 7,933,853 |
| | Net transition asset or obligation recognized | - | - |
| | Net prior service cost or (credit) arising during the period | - | - |
| | Net prior service cost or (credit) recognized | (44,359) | (44,359) |
| | Net (gain) and loss arising during the period | (2,854,597) | (1,549,686) |
| | Net loss/(gain) recognized | (175,742) | (443,676) |
| | Items not yet recognized as a component of net periodic cost – current year | \$ 2,821,434 | \$ 5,896,132 |
| 6. | Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost: | | |
| | | <u>2022</u> | <u>2021</u> |
| | Net transition asset or obligation | \$ - | \$ - |
| | Net prior service cost or (credit) | 178,229 | 222,588 |
| | Net recognized (gains) and losses | 2,643,205 | 5,673,544 |
| 7. | Weighted-average assumptions used to determine net periodic benefit cost as of December 31: | | |
| | | <u>2022</u> | <u>2021</u> |
| | Weighted-average discount rate | 3.25% | 3.00% |
| | Expected long-term rate of return on plan assets | 4.50% | 4.50% |
| | Rate of compensation increase | 2.50% | 2.50% |
| | Interest crediting rates | n/a | n/a |
| | Weighted-average assumptions used to determine projected benefit obligations as of December 31: | | |
| | Weighted-average discount rate | 5.75% | 3.25% |
| | Rate of compensation increase | “see below” | 2.50% |
| | Interest crediting rates | n/a | n/a |
| | Weighted-average rate of compensation increase used to determine projected benefit obligations as of December 31, 2022 uses: 4.00% for 2023, 3.00% for 2024 and 2.50% thereafter. | | |
| 8. | The amount of accumulated benefit obligation for the defined benefit pension plan was \$24,655,438 for the current year and \$34,153,100 for the prior year. | | |
| 9. | Postretirement Benefits or Special or Contractual Benefits Per SSAP No. 11 | | |
| | None | | |
| 10. | The following estimated future benefit payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated: | | |

NOTES TO FINANCIAL STATEMENTS

| <u>Years</u> | <u>Amount</u> |
|-------------------|---------------|
| 2023 | \$ 868,043 |
| 2024 | 981,216 |
| 2025 | 1,113,570 |
| 2026 | 1,276,089 |
| 2027 | 1,422,595 |
| 2028 through 2032 | 9,167,859 |

11. The Company expects to contribute \$3,669,461 during 2023.

12 to 18 Not applicable

B. Description of Investment Policies

The investment policy is designed to de-risk investments as the funding ratio grows and exceeds 100%.

C. (1) Fair Value Measurements of Plan Assets at Reporting Date:

| <u>Description for each class of plan assets</u> | <u>(Level 1)</u> | <u>(Level 2)</u> | <u>(Level 3)</u> | <u>Total</u> |
|--|------------------|------------------|------------------|---------------|
| Cash | \$ - | \$ 184,887 | \$ - | \$ 184,887 |
| Small Cap Equity | 710,809 | - | - | 810,809 |
| Large Cap Equity | 4,665,680 | - | - | 4,665,680 |
| Mid Cap Equity | 1,594,881 | - | - | 1,594,881 |
| International Equity | - | 2,119,137 | - | 2,119,137 |
| Realty Funds | - | 1,117,157 | - | 1,117,157 |
| Fixed Income | - | 12,497,288 | - | 12,497,288 |
| Limited Partnerships | - | - | - | - |
| Total Plan Assets | \$ 6,971,370 | \$ 15,918,469 | \$ - | \$ 22,889,839 |

D. Rate of Return Assumptions

The plan seeks to be diversified while trying to maximize investment returns. The expected long-term rate-of-return-on-assets assumption is based on historical returns.

E. Defined Contribution Plan

The Association maintains a qualified defined contribution (401(k)) plan available to eligible employees after 6 months of continuous service. Matching contributions totaling \$1,003,000 and \$999,000 (before allocation to FAIR Plan) were made for fiscal years ending December 31, 2022 and 2021, respectively. The Association’s portion was approximately \$695,000 and \$693,000 for 2022 and 2021, respectively.

F. Multiemployer Plans

Not applicable

G. Consolidated/Holding Company Plans

Not applicable

H. Postemployment Benefits and Compensated Absences

The Association has no obligations to current or former employees for benefits after their employment but before their retirement other than for compensation related to earned personal time off. The liability for earned but untaken personal time off has been accrued.

I. Impact of Medicare Modernization Act on Postretirement Benefits

Not applicable

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

In 1993, the Texas legislature created the Catastrophe Reserve Trust Fund ("CRTF"). At the end of each year and pursuant to administrative rules, the Association must deposit the net gain from operations of the Association in excess of incurred losses, operating expenses, public security obligations, and public security administrative expenses into the CRTF and/or purchase reinsurance. In addition, pursuant to Tex. Ins. Code §2210.259, a surcharge is assessed on non-compliant structures insured by the Association, and these surcharges are deposited monthly into the CRTF.

When there is an occurrence or series of occurrences in a catastrophe area, the Association shall pay losses in excess of premium and other revenue of the Association from available reserves of the Association and

NOTES TO FINANCIAL STATEMENTS

available amounts in the CRTF. Administrative rules adopted by the Commissioner of insurance establish the procedures relating to the disbursement of money from the CRTF.

The Texas Comptroller of Public Accounts (“comptroller”) administers the CRTF in accordance with Tex. Ins. Code, Chapter 2210. All money, including investment income, deposited in the CRTF are state funds to be held by the comptroller outside the state treasury on behalf of, and with legal title in, the TDI until disbursed as provided by the Tex. Ins. Code, Chapter 2210 and administrative rules adopted by the TDI under the Association’s Plan of Operation.

The CRTF may be terminated only by law. On termination of the CRTF, all assets of the CRTF revert to the state of Texas to provide funding for the mitigation and preparedness plan established under Tex. Ins. Code, §2210.454.

For the twelve months ended December 31, 2022 and 2021, statutory fund costs were \$74,961,815 and \$0, respectively, based on the TDI's interpretation of the relevant statutes. TDI’s directive requires the Association to determine its net gain from operations based on catastrophe-year incurred losses, rather than calendar year reported losses. Starting at the end of calendar year 2018, the Association is required to use the net gain from operations of the Association to make payments to the CRTF, procure reinsurance, or use alternative risk financing mechanisms. Although amounts held in the CRTF are not presented as an asset in the statutory statements of admitted assets, liabilities, surplus and other funds, once contributed to the CRTF, these funds are held in trust with the TTSTC and available for the exclusive use of the Association to pay losses and expenses of the Association as permitted by law. No contribution to the CRTF has been accrued related to calendar year 2021 as net gain from operations were used to redeem the 2014 Bonds in its entirety in 2022 (see Note 11 - Debt).

In August 2017 the Texas coverage area insured by the Association was struck by Hurricane Harvey. The ultimate loss and loss adjustment expenses from Hurricane Harvey are estimated to be approximately \$1,660,000,000. Texas Insurance Code Chapter 2210 allows the Association to assess member companies Class 1 assessments up to \$500,000,000. A Class 1 member assessment was approved by the Commissioner of the Texas Department of Insurance on May 25, 2018 for \$175,000,000, a second assessment on August 29, 2018 for \$106,819,778 and a third assessment of \$90,000,000 on January 10, 2020 for a combined total of \$371,819,778. As of April 1, 2020, \$369,620,537 has been collected from the three assessments. One insurance group disputed whether they were subject to a 2018 assessment based on their interpretation of a 2017 legislative change. In 2020, the TDI Commissioner made a determination that the insurance group was not subject to the 2018 assessments. The insurance group’s assessment of \$2,199,241 has been non-admitted by the Association as of December 31, 2022. The outstanding assessment will be reallocated and collected from the other member companies. Further assessments will be requested if needed as Hurricane Harvey paid loss development matures. As of December 31, 2022, the Association had a surplus of \$38,642,859.

Note 14 – Liabilities, Contingencies and Assessments

- A.

Contingent Commitments

The Association has no commitments or contingent commitments to other entities.
- B.

Assessments

Not applicable
- C.

Gain Contingencies

Not applicable
- D.

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

The Association paid no amounts separately identified in the current year to settle claims related to extra contractual obligations or bad faith claims resulting from lawsuits.

| Description | Direct |
|--|--------|
| Claims related ECO and bad faith losses paid during the reporting period | \$ 0 |

Number of claims for which amounts were paid to settle claims related extra contractual obligations or bad faith claims resulting from lawsuits.

| | | | | | | | | | |
|-----|----------------|-----|-----------------|-----|------------------|-----|-------------------|-----|-------------------------|
| (1) | 0-25 Claims | (b) | 26-50 Claims | (3) | 51-100 Claims | (4) | 101-500 Claims | (5) | More than 500 Claims |
| | X | | | | | | | | |

Indicate whether claim count information is disclosed per claim or per claimant:
(f) Per Claim [X] (g) Per Claimant []

NOTES TO FINANCIAL STATEMENTS

E. Product Warranties

Not applicable

F. Joint and Several Liabilities

Not applicable

G. Other Contingencies

The Association is subject to various investigations, claims and legal proceedings covering a wide range of matters that arise in the ordinary course of business. Management believes that any liability that may ultimately result from the resolution of these matters in excess of the amounts provided will not have a material adverse effect on the financial position of the Association. These matters are subject to various uncertainties, and some of these matters may be resolved unfavorably to the Association.

Note 15 – Leases

A. Lessee Leasing Arrangements

- 1. The Association entered into a new 10-year lease in March 2022 in which the Association relocated to the new facility at the end of December 2022.
- 2. At December 31, 2022, the future minimum aggregate rental commitments are as follows:

| <u>Year Ending December 31</u> | <u>Operating Leases</u> |
|------------------------------------|-------------------------|
| 2023 | \$357,043 |
| 2024 | \$880,488 |
| 2025 | \$904,701 |
| 2026 | \$929,544 |
| Thereafter | <u>\$6,795,428</u> |
| Total | \$ 9,867,204 |

- 3. The Association has not entered into any sale or leaseback arrangements

B. Lessor Leasing Arrangements

Not applicable

Note 16 – Information about Financial Instruments with Off-Balance Sheet Risk

Not applicable

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

Not applicable

Note 18 – Gain or Loss from Uninsured Plans and Uninsured Portion of Partially Insured Plans

Not applicable

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

Not applicable

Note 20 – Fair Value Measurements

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

Not applicable

B. Other Fair Value Disclosures

Not applicable

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

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments. The fair values are also categorized into the three-level fair value hierarchy. The three-level fair value hierarchy is based on the degree of subjectivity inherent in the valuation method by which fair value was determined. The three levels are defined as follows.

NOTES TO FINANCIAL STATEMENTS

Level 1- Quoted Prices in Active Markets for Identical Assets and Liabilities.

Level 2 - Significant Other Observable Inputs: This category is for items measured at fair value on a recurring basis often determined by independent pricing services using observable inputs. The Association has no assets or liabilities measured at fair value in this category.

Level 3 - Significant Unobservable Inputs: The Association has no assets or liabilities measured at fair value in this category.

Cash, cash equivalents and short-term investments are the only financial instruments held by the Association.

| Type of Financial Instrument | Aggregate Fair Value | Admitted Assets | Level 1 | Level 2 | Level 3 | Net Asset Value (NAV) | Not Practicable (Carrying Value) |
|---|----------------------|-----------------|----------------|---------|---------|-----------------------|----------------------------------|
| Cash, cash equivalents and short-term investments | \$ 222,015,854 | \$ 222,015,854 | \$ 222,015,854 | \$ - | \$ - | \$ - | \$ - |
| Exempt Money Market Mutual Funds – as Identified by SVO | 261,853,803 | 261,853,803 | - | - | - | 261,853,803 | - |
| Total Cash, cash equivalents and short-term investments | \$ 483,869,657 | \$ 483,869,657 | \$ 222,015,854 | \$ - | \$ - | \$ 261,853,803 | \$ - |

D. Items for which Not Practicable to Estimate Fair Values

Not applicable

E. Instruments Measured at Net Asset Value (NAV)

The Association has elected to use NAV for all money market mutual funds in lieu of fair value as NAV is more readily available. These funds are backed by high quality, very liquid short-term instruments and the probability is remote that the funds would be sold for a value other than NAV.

Note 21 – Other Items

- A. Unusual or Infrequent Items
- See Note 13
- B. Troubled Debt Restructuring for Debtors
- Not applicable
- C. Other Disclosures
- Not applicable
- D. Business Interruption Insurance Recoveries
- Not applicable
- E. State Transferable and Non-transferable Tax Credits
- Not applicable
- F. Subprime Mortgage Related Risk Exposure
- Not applicable
- G. Insurance Linked Securities (ILS) Contracts

The Association has ceded risks under an excess of loss agreement to a reinsurer during 2022 and 2021 who in-turn obtained retrocession coverage utilizing Catastrophe Bonds (“CAT Bonds”). Funds from the issuance of the CAT Bonds are held in trust. Certain events can bring rise to the Association to recover on ceded losses.

| Management of Risk Related To: | Number of Outstanding Contracts | Aggregate Maximum Proceeds |
|--------------------------------------|---------------------------------|----------------------------|
| (1) Directly Written Insurance Risks | | |
| a. ILS Contracts as Issuer | - | - |
| b. ILS Contracts as Ceding Insurer | 3 | \$1,100,000,000 |
| c. ILS Contracts as Counterparty | - | - |

NOTES TO FINANCIAL STATEMENTS

| | | |
|------------------------------------|---|---|
| (2) Assumed Insurance Risks | | |
| a. ILS Contracts as Issuer | - | - |
| b. ILS Contracts as Ceding Insurer | - | - |
| c. ILS Contracts as Counterparty | - | - |

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

Not applicable

Note 22 – Events Subsequent

The Association has evaluated subsequent events through February 25, 2023, the date of issuance of these statutory financial statements. There were no events occurring subsequent to the end of the year that merited recognition or disclosure in these statements.

Note 23 – Reinsurance

A. Unsecured Reinsurance Recoverables

The Association has unsecured aggregate recoverables for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium with individual reinsurers, authorized or unauthorized, that exceed 3% of the Company’s policyholder surplus.

Individual Reinsurers Who Are Not Members of a Group

| FEIN | Reinsurer Name | Unsecured Amount |
|------------|----------------|------------------|
| 90-0797817 | None | \$39,511 |
| | | |
| | | |

Individual Reinsurers Who Are Members of a Group

| Group Code | FEIN | Reinsurer Name | Unsecured Amount |
|------------|------|----------------|------------------|
| | | None | |
| | | | |
| | | | |

All Members of the Groups Shown above with Unsecured Reinsurance Recoverables

| Group Code | FEIN | Reinsurer Name | Unsecured Amount |
|-------------|------|----------------|------------------|
| | | None | |
| | | | |
| Total Group | | | |

B. Reinsurance Recoverables in Dispute

The Association does not have reinsurance recoverables 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.

| Name of Reinsurer | Total Amount in Dispute | Status of Dispute | | |
|-------------------|-------------------------|-------------------|-------------|------------|
| | | Notification | Arbitration | Litigation |
| None | | | | |

C. Reinsurance Assumed and Ceded and Protected Cells

1. The following table summarizes the assumed and ceded unearned premiums and related commissions equity as of December 31, 2022.

| | Assumed | | Ceded | | Assumed Less Ceded | |
|------------------------------------|-------------------|-------------------|-------------------|-------------------|--------------------|-------------------|
| | Unearned Premiums | Commission Equity | Unearned Premiums | Commission Equity | Unearned Premiums | Commission Equity |
| a. Affiliates | | | | | | |
| b. All other | | | | | | |
| c. Totals | | | | | | |
| d. Direct Unearned Premium Reserve | \$277,334,168 | | | | | |

NOTES TO FINANCIAL STATEMENTS

The maximum amount of return commission that would have been due the reinsurers if they or the Association had cancelled the Association’s excess of loss reinsurance agreement is \$0 as of December 31, 2022.

- 2. No accrual exists at the end of the current period for additional or return commission, predicated on loss experience or on any other form of profit sharing agreements in this annual statement as a result of existing contractual arrangements.
- 3. The Association does not use protected cells as an alternative to traditional reinsurance.

- D. Uncollectible Reinsurance
None
- E. Commutation of Ceded Reinsurance
Not applicable
- F. Retroactive Reinsurance
Not applicable
- G. Reinsurance Accounted for as a Deposit
Not applicable
- H. Run-off Agreements
Not applicable
- I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation
Not applicable
- J. Reinsurance Agreements Qualifying for Reinsurer Aggregation
Not applicable
- K. Reinsurance Credit on Contracts Covering Health Business
Not applicable

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

Not applicable

Note 25 – Changes in Incurred Losses and Loss Adjustment Expenses

- A. Current year changes in estimates of the costs of prior year losses and loss adjustment expenses (LAE) affect the current year Statement of Income. Increases in those estimates increase current year expense and are referred to as unfavorable development or prior year reserve shortages. Decreases in those estimates decrease current year expense and are referred to as favorable development or prior year reserve redundancies. Current calendar year losses and LAE reflected on the Statement of Income of \$51,247,914 had unfavorable prior year development due to prior year large storm activity development offset by Hurricane Harvey development. Ultimate loss and loss adjustment expenses from Hurricane Harvey are estimated to be approximately \$1,660,000,000 as of December 31, 2022, down \$10 million from 2021 due to favorable development. During 2021, the estimated reserves related to those storms were revised and contributed to favorable development in 2021 in excess of \$15 million. The coverage area insured by the Association was previously impacted by Hurricane Harvey in 2017. Increases or decreases of this nature occur as the result of claim settlements and receipt and evaluation of additional information regarding unpaid claims. Recent development trends are also taken into account in evaluating the overall adequacy of reserves. Due to the inherently uncertain process involving loss and loss adjustment expense reserve estimates, the final resolution of the ultimate liability may be different from that anticipated at the reporting date. The Appointed Actuary for the Association has opined that the loss and LAE reserves as of December 31, 2022 make a reasonable provision for the Association's claims liabilities.

NOTES TO FINANCIAL STATEMENTS

| Rollforward of unpaid losses and LAE | December 31, 2022 | December 31, 2021 |
|---|-------------------|-------------------|
| Balance as of January 1, | 77,625,971 | \$ 164,400,786 |
| Less: Reinsurance Recoverable | 40,877 | 86,013 |
| Net Balance at January 1, | 77,585,094 | 164,314,773 |
| Incurred, net of reinsurance, related to: | | |
| Current year | 40,637,331 | 83,526,372 |
| Prior years | 10,610,583 | (64,478,047) |
| Net Incurred | 51,247,914 | 19,048,325 |
| Paid, net of reinsurance, related to: | | |
| Current year | (28,938,058) | (61,727,428) |
| Prior years | (41,719,610) | (44,050,576) |
| Net Paid Losses | (70,657,668) | (105,778,004) |
| Net Balance at end of period, | 58,175,340 | 77,585,094 |
| Plus: Reinsurance Recoverable | 5,967 | 40,877 |
| Balance at end of period, | \$ 58,181,307 | \$ 77,625,971 |

B. Significant Changes in Reserving Methodology

Not applicable

Note 26 – Intercompany Pooling Arrangements

Not applicable

Note 27 – Structured Settlements

Not applicable

Note 28 – Health Care Receivables

Not applicable

Note 29 – Participating Policies

Not applicable

Note 30 – Premium Deficiency Reserves

The Association evaluated the need to record a premium deficiency reserve as of the end of the current year. No premium deficiency reserve was required as of December 31, 2022. The Association does not anticipate investment income when evaluating the need for premium deficiency reserves.

- (1) Liability carried for premium deficiency reserve

\$ -0-
- (2) Date of the most recent evaluation of this liability

December 31, 2022
- (3) Was anticipated investment income utilized in calculation?

Yes () No (X)

Note 31 – High Deductibles

Not applicable

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

Not applicable

Note 33 – Asbestos and Environmental Reserves

A hearing was held on January 8, 2003, for the purpose of making changes to Association policies. A petition was heard for the purpose of clarifying TWIA’s exclusion related to mold coverage. TWIA policies do not cover loss due to mold damage, and the clarification verbiage was added to all Association policies, i.e., residential, commercial, and mobile home. Approval of the petition became effective March 1, 2003.

Note 34 – Subscriber Savings Accounts

Not applicable

Note 35 – Multiple Peril Crop Insurance

Not applicable

NOTES TO FINANCIAL STATEMENTS

Note 36 – Financial Guaranty Insurance

A. and B. Not applicable

GENERAL INTERROGATORIES

PART 1 – COMMON INTERROGATORIES

GENERAL

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?

Yes ☐ 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?

Texas

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.

12/31/2022

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.

12/31/2017

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).

02/12/2019

3.4 By what department or departments?

Texas Department of Insurance

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

Yes ☒ No ☐ N/A ☐

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

Yes ☒ No ☐ N/A ☐

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

4.11 sales of new business?

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.

GENERAL INTERROGATORIES

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 [X]

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 [X]

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

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 [X]

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 [X]

8.6 If response to 8.5 is no, is the reporting entity a company or subsidiary of a company that has otherwise been made subject to the Federal Reserve Board's capital rule? Yes [] No [X] N/A []

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Calhoun Thomson & Matza; 9500 Arboretum Blvd., Suite 120, Austin, TX 78759
.
.
.

GENERAL INTERROGATORIES

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 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 ☒

10.4 If 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?

James Colin Murphy, FCAS, MAA,4801 Southwest Parkway Building 1, Suite 200 Austin, TX 78735, In-house Actuary

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 involved

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 ☒

GENERAL INTERROGATORIES

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.

Yes ☒ No ☐

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 American Bankers Association (ABA) Routing Number | 2 Issuing or Confirming Bank Name | 3 Circumstances That Can Trigger the Letter of Credit | 4 Amount |
|---|---|--|-------------|
| <div></div> | <div></div> | <div></div> | <div></div> |

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 ☒

15.3

GENERAL INTERROGATORIES

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11 To directors or other officers\$

20.12 To stockholders not officers\$

20.13 Trustees, supreme or grand (Fraternal only)\$

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\$

20.22 To stockholders not officers\$

20.23 Trustees, supreme or grand (Fraternal only)\$

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 [X]

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

21.21 Rented from others\$

21.22 Borrowed from others\$

21.23 Leased from others\$

21.24 Other\$

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 [X]

22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment\$

22.22 Amount paid as expenses\$

22.23 Other amounts paid\$

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [X] No []

23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:\$

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 [X]

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) |
| | |
| | |

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 [X] No []

25.02 If no, give full and complete information, relating thereto:

25.03 For security 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)

Texas Windstorm Insurance Association does not have a security lending program.

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.\$

25.05 For the reporting entity's securities lending program report amount of collateral for other programs.\$

GENERAL INTERROGATORIES

25.06 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [] No [] N/A [X]

25.07 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [] No [] N/A [X]

25.08 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes [] No [] N/A [X]

25.09 For the reporting entity's security 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 \$

25.092 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$

25.093 Total payable for securities lending reported on the liability page \$

26.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 25.03). Yes [] No [X]

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

26.21 Subject to repurchase agreements \$
26.22 Subject to reverse repurchase agreements \$
26.23 Subject to dollar repurchase agreements \$
26.24 Subject to reverse dollar repurchase agreements \$
26.25 Placed under option agreements \$
26.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock \$
26.27 FHLB Capital Stock \$
26.28 On deposit with states \$
26.29 On deposit with other regulatory bodies \$
26.30 Pledged as collateral - excluding collateral pledged to an FHLB \$
26.31 Pledged as collateral to FHLB - including assets backing funding agreements \$
26.32 Other \$

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]

GENERAL INTERROGATORIES

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 ☒

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

27.42

Permitted accounting practice

27.43

Other accounting guidance

Yes ☐ No ☒

Yes ☐ No ☒

Yes ☐ No ☒

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

Yes ☐ No ☒

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

28.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity?

Yes ☐ No ☒

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

\$ _____

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 ☐ No ☒

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

| 1 | 2 |
|----------------------|---------------------|
| Name of Custodian(s) | Custodian's Address |
| | |
| | |

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

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

29.03 Have there been any changes, including name changes, in the custodian(s) identified in 29.01 during the current year?

Yes ☐ No ☒

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

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

GENERAL INTERROGATORIES

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

| 1 Name Firm or Individual | 2 Affiliation |
|------------------------------|------------------|
| David Durden | I |
| Stuart Harbour | I |

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

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

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

| 1 Name Firm or Individual | 2 Central Registration Depository Number | 3 Legal Entity Identifier (LEI) | 4 Registered With | 5 Investment Management Agreement (IMA) Filed |
|------------------------------|--|---------------------------------------|----------------------|---|
| | | | | |
| | | | | |

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 | | |

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 Bonds | | | |
| 31.2 Preferred stocks | | | |
| 31.3 Totals | | | |

GENERAL INTERROGATORIES

31.4 Describe the sources or methods utilized in determining the fair values:
Texas Windstorm Insurance Association does not have short-term bonds, long-term bonds or preferred stocks.

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 [] No [X]

32.2 If the answer to 32.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source?

Yes [] No [X]

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

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 the following elements of each self-designated PLGI security:

a. The security was purchased prior to January 1, 2018.

b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.

c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as an NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.

d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities?

Yes [] No [X]

36. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:

a. The shares were purchased prior to January 1, 2019.

b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.

c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.

d. The fund only or predominantly holds bonds in its portfolio.

e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.

f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria?

Yes [] No [X]

37. By rolling/renewing short-term or cash-equivalent investments with continued reporting on Schedule DA, part 1 or Schedule E Part 2 (identified through a code (%) in those investment schedules), the reporting entity is certifying to the following:

a. The investment is a liquid asset that can be terminated by the reporting entity on the current maturity date.

b. If the investment is with a nonrelated party or nonaffiliate, then it reflects an arms-length transaction with renewal completed at the discretion of all involved parties.

c. If the investment is with a related party or affiliate, then the reporting entity has completed robust re-underwriting of the transaction for which documentation is available for regulator review.

d. Short-term and cash equivalent investments that have been renewed/rolled from the prior period that do not meet the criteria in 37.a - 37.c are reported as long-term investments.

Has the reporting entity rolled/renewed short-term or cash equivalent investments in accordance with these criteria?

Yes [] No [] N/A [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?

GENERAL INTERROGATORIES

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? Yes [] No [X]

39.21 Held directly Yes [] No [X]

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

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

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

40.1 Amount of payments to trade associations, service organizations and statistical or Rating Bureaus, if any? \$ 155,804

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

| 1 | 2 |
|---------------------------------|-------------|
| Name | Amount Paid |
| Insurance Services Office, Inc. | \$ 109,882 |
| Texas Insurance Checking Office | \$ 39,499 |
| | \$ |

41.1 Amount of payments for legal expenses, if any? \$ 424,793

41.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

| 1 | 2 |
|------------------------|-------------|
| Name | Amount Paid |
| Perkins Law Group PLLC | \$ 250,036 |
| | \$ |
| | \$ |

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

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

| 1 | 2 |
|------|-------------|
| Name | Amount Paid |
| | \$ |
| | \$ |
| | \$ |

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.

\$ _____

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?

\$ _____

1.31 Reason for excluding

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.

\$ _____

1.5 Indicate total incurred claims on all Medicare Supplement insurance.

\$ _____

1.6 Individual policies:

Most current three years:

1.61 Total premium earned

\$ _____

1.62 Total incurred claims

\$ _____

1.63 Number of covered lives

All years prior to most current three years:

1.64 Total premium earned

\$ _____

1.65 Total incurred claims

\$ _____

1.66 Number of covered lives

1.7 Group policies:

Most current three years:

1.71 Total premium earned

\$ _____

1.72 Total incurred claims

\$ _____

1.73 Number of covered lives

All years prior to most current three years:

1.74 Total premium earned

\$ _____

1.75 Total incurred claims

\$ _____

1.76 Number of covered lives

2. Health Test:

1

Current Year

2

Prior Year

2.1 Premium Numerator

\$ _____

\$ _____

2.2 Premium Denominator

\$ 311,395,030

\$ 276,372,334

2.3 Premium Ratio (2.1 / 2.2)

2.4 Reserve Numerator

\$ _____

\$ _____

2.5 Reserve Denominator

\$ 335,509,508

\$ 280,110,433

2.6 Reserve Ratio (2.4 / 2.5)

3.1 Did the reporting entity issue participating policies during the calendar year?

Yes [] No [X]

3.2 If yes, provide the amount of premium written for participating and/or non-participating policies during the calendar year

3.21 Participating policies

\$ _____

3.22 Non-participating policies

\$ _____

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?

_____ %

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.

\$ _____

5. For Reciprocal Exchanges Only:

5.1 Does the exchange appoint local agents?

Yes [] No []

5.2 If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation

Yes [] No [] N/A []

5.22 As a direct expense of the exchange

Yes [] No [] N/A []

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

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 loss:

Texas Windstorm Insurance Association does not write workers compensation insurance policies.

16

GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

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 [] No [] N/A [X]

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

12.12 Unpaid underwriting expenses (including loss adjustment expenses)

\$

\$

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?

\$

12.3 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

12.42 To

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

12.62 Collateral and other funds

\$

\$

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

\$ 4,424,000

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.

14.1 Is the company 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 | 2 | 3 | 4 | 5 |
|-------|------------|---------------|---------------|----------------|----------------|----------------|
| | | Direct Losses | Direct Losses | Direct Written | Direct Premium | Direct Premium |
| | | Incurred | Unpaid | Premium | Unearned | Earned |
| 16.11 | Home | \$ | \$ | \$ | \$ | \$ |
| 16.12 | Products | \$ | \$ | \$ | \$ | \$ |
| 16.13 | Automobile | \$ | \$ | \$ | \$ | \$ |
| 16.14 | Other* | \$ | \$ | \$ | \$ | \$ |

* Disclose type of coverage:

16.2

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

\$ _____

17.12

Unfunded portion of Interrogatory 17.11

\$ _____

17.13

Paid losses and loss adjustment expenses portion of Interrogatory 17.11

\$ _____

17.14

Case reserves portion of Interrogatory 17.11

\$ _____

17.15

Incurred but not reported portion of Interrogatory 17.11

\$ _____

17.16

Unearned premium portion of Interrogatory 17.11

\$ _____

17.17

Contingent commission portion of Interrogatory 17.11

\$ _____

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.

\$ _____

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 adminstered as of the reporting date.

\$ _____

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 [☒] N/A [☐]

FIVE – YEAR HISTORICAL DATA

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

| | 1 | 2 | 3 | 4 | 5 |
|---|-------------|--------------|---------------|---------------|---------------|
| | 2022 | 2021 | 2020 | 2019 | 2018 |
| Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3) | | | | | |
| 1. Liability lines (Lines 11, 16, 17, 18, & 19) | | | | | |
| 2. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 518,299,032 | 395,112,773 | 369,600,488 | 372,016,601 | 395,551,679 |
| 3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | | | | | |
| 4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | | | | | |
| 5. Nonproportional reinsurance lines (Lines 31, 32 & 33) | | | | | |
| 6. Total (Line 35) | 518,299,032 | 395,112,773 | 369,600,488 | 372,016,601 | 395,551,679 |
| Net Premiums Written (Page 8, Part 1B, Col. 6) | | | | | |
| 7. Liability lines (Lines 11, 16, 17, 18, & 19) | | | | | |
| 8. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 386,203,859 | 292,980,909 | 261,995,386 | 277,922,157 | 287,112,861 |
| 9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | | | | | |
| 10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | | | | | |
| 11. Nonproportional reinsurance lines (Lines 31, 32 & 33) | | | | | |
| 12. Total (Line 35) | 386,203,859 | 292,980,909 | 261,995,386 | 277,922,157 | 287,112,861 |
| Statement of Income (Page 4) | | | | | |
| 13. Net underwriting gain (loss) (Line 8) | 65,135,717 | 161,390,964 | 52,509,764 | 29,023,235 | (81,471,557) |
| 14. Net investment gain (loss) (Line 11) | (3,385,898) | (18,578,434) | (23,692,958) | (22,117,196) | (27,331,179) |
| 15. Total other income (Line 15) | 35,300 | | | 90,042,566 | 281,871,761 |
| 16. Dividends to policyholders (Line 17) | | | | | |
| 17. Federal and foreign income taxes incurred (Line 19) | | | | | |
| 18. Net income (Line 20) | 61,785,119 | 142,812,530 | 28,816,806 | 96,948,605 | 173,069,025 |
| Balance Sheet Lines (Pages 2 and 3) | | | | | |
| 19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3) | 510,852,207 | 496,935,040 | 484,193,346 | 606,116,804 | 657,838,728 |
| 20. Premiums and considerations (Page 2, Col. 3) | | | | | |
| 20.1 In course of collection (Line 15.1) | 2,879,907 | 80,819 | 1,281,551 | 116,418 | 106,172 |
| 20.2 Deferred and not yet due (Line 15.2) | 22,089,801 | 1,832,245 | | | |
| 20.3 Accrued retrospective premiums (Line 15.3) | | | | | |
| 21. Total liabilities excluding protected cell business (Page 3, Line 26) | 472,209,348 | 521,519,432 | 644,644,253 | 789,908,582 | 935,702,925 |
| 22. Losses (Page 3, Line 1) | 39,511,834 | 57,664,806 | 123,287,727 | 131,861,792 | 157,182,138 |
| 23. Loss adjustment expenses (Page 3, Line 3) | 18,663,506 | 19,920,288 | 41,027,046 | 37,268,229 | 43,597,505 |
| 24. Unearned premiums (Page 3, Line 9) | 277,334,168 | 202,525,339 | 185,916,764 | 185,495,369 | 195,049,950 |
| 25. Capital paid up (Page 3, Lines 30 & 31) | | | | | |
| 26. Surplus as regards policyholders (Page 3, Line 37) | 38,642,859 | (24,584,392) | (160,450,907) | (183,791,778) | (277,864,197) |
| Cash Flow (Page 5) | | | | | |
| 27. Net cash from operations (Line 11) | 173,609,021 | 76,756,134 | 66,152,074 | (89,442,142) | 55,208,905 |
| Risk-Based Capital Analysis | | | | | |
| 28. Total adjusted capital | 38,642,859 | (24,584,392) | (160,450,907) | (183,791,778) | (277,864,197) |
| 29. Authorized control level risk-based capital | 20,584,185 | 18,271,880 | 27,931,881 | 26,601,548 | 27,483,960 |
| 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) | | | | | |
| 31. Stocks (Lines 2.1 & 2.2) | | | | | |
| 32. Mortgage loans on real estate (Lines 3.1 and 3.2) | | | | | |
| 33. Real estate (Lines 4.1, 4.2 & 4.3) | | | | | |
| 34. Cash, cash equivalents and short-term investments (Line 5) | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| 35. Contract loans (Line 6) | | | | | |
| 36. Derivatives (Line 7) | | | | | |
| 37. Other invested assets (Line 8) | | | | | |
| 38. Receivables for securities (Line 9) | | | | | |
| 39. Securities lending reinvested collateral assets (Line 10) | | | | | |
| 40. Aggregate write-ins for invested assets (Line 11) | | | | | |
| 41. Cash, cash equivalents and invested assets (Line 12) | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| Investments in Parent, Subsidiaries and Affiliates | | | | | |
| 42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1) | | | | | |
| 43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1) | | | | | |
| 44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1) | | | | | |
| 45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10) | | | | | |
| 46. Affiliated mortgage loans on real estate | | | | | |
| 47. All other affiliated | | | | | |
| 48. Total of above Lines 42 to 47 | | | | | |
| 49. Total investment in parent included in Lines 42 to 47 above | | | | | |
| 50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0) | | | | | |

FIVE – YEAR HISTORICAL DATA
(Continued)

| | 1 | 2 | 3 | 4 | 5 |
|--|------------|-------------|------------|-------------|-------------|
| | 2022 | 2021 | 2020 | 2019 | 2018 |
| Capital and Surplus Accounts (Page 4) | | | | | |
| 51. Net unrealized capital gains (losses) (Line 24) | | | | | |
| 52. Dividends to stockholders (Line 35) | | | | | |
| 53. Change in surplus as regards policyholders for the year (Line 38) | 63,227,251 | 135,866,515 | 23,340,871 | 94,072,419 | 183,525,965 |
| Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2) | | | | | |
| 54. Liability lines (Lines 11, 16, 17, 18, & 19) | | | | | |
| 55. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 47,047,223 | 75,211,076 | 89,639,169 | 112,071,468 | 307,370,851 |
| 56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | | | | | |
| 57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | | | | | |
| 58. Nonproportional reinsurance lines (Lines 31, 32 & 33) | | | | | |
| 59. Total (Line 35) | 47,047,223 | 75,211,076 | 89,639,169 | 112,071,468 | 307,370,851 |
| Net Losses Paid (Page 9, Part 2, Col. 4) | | | | | |
| 60. Liability lines (Lines 11, 16, 17, 18, & 19) | | | | | |
| 61. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 47,047,223 | 75,201,076 | 89,485,103 | 111,975,095 | 307,294,828 |
| 62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | | | | | |
| 63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | | | | | |
| 64. Nonproportional reinsurance lines (Lines 31, 32 & 33) | | | | | |
| 65. Total (Line 35) | 47,047,223 | 75,201,076 | 89,485,103 | 111,975,095 | 307,294,828 |
| Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0 | | | | | |
| 66. Premiums earned (Line 1) | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| 67. Losses incurred (Line 2) | 9.3 | 3.5 | 30.9 | 30.1 | 35.2 |
| 68. Loss expenses incurred (Line 3) | 7.2 | 3.4 | 14.4 | 9.3 | 23.1 |
| 69. Other underwriting expenses incurred (Line 4) | 38.6 | 34.7 | 34.6 | 32.1 | 32.0 |
| 70. Net underwriting gain (loss) (Line 8) | 20.9 | 58.4 | 20.1 | 10.1 | (27.0) |
| Other Percentages | | | | | |
| 71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0 | 50.5 | 32.7 | 34.6 | 19.8 | (26.1) |
| 72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) | 16.5 | 6.9 | 45.3 | 39.4 | 58.4 |
| 73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0) | 999.4 | (1191.7) | (163.3) | (151.2) | (103.3) |
| One Year Loss Development (\$000 omitted) | | | | | |
| 74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11) | 4,039 | (58,549) | (46) | 73,735 | 109,178 |
| 75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0) | (16.4) | 36.5 | 0.0 | (26.5) | (23.7) |
| Two Year Loss Development (\$000 omitted) | | | | | |
| 76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12) | (64,969) | (37,742) | 73,496 | 183,740 | (10,499) |
| 77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0) | 40.5 | 20.5 | (26.5) | (39.8) | |

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

Yes [] No []

If no, please explain:

18

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)

NAIC Group Code 4766

BUSINESS IN THE STATE OF TEXAS DURING THE YEAR 2022

NAIC Company Code 30040

[illegible]



30040202243044100

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)

BUSINESS IN THE STATE OF TEXAS DURING THE YEAR 2022

NAIC Group Code 4766

NAIC Company Code 30040

| | | Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken | | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
|----------------------|---|--|-----------------------------------|---|---|---|---------------------------|-------------------------|---|---|---|--|--------------------------------|
| | | 1 Direct Premiums Written | 2 Direct Premiums Earned | Dividends Paid or Credited to Policyholders on Direct Business | Direct Unearned Premium Reserves | Direct Losses Paid (deducting salvage) | Direct Losses Incurred | Direct Losses Unpaid | Direct Defense and Cost Containment Expense Paid | Direct Defense and Cost Containment Expense Incurred | Direct Defense and Cost Containment Expense Unpaid | Commissions and Brokerage Expenses | Taxes, Licenses and Fees |
| 19.1 | Private Passenger Auto No-Fault (Personal Injury Protection) | | | | | | | | | | | | |
| 19.2 | Other Private Passenger Auto Liability | | | | | | | | | | | | |
| 19.3 | Commercial Auto No-Fault (Personal Injury Protection) | | | | | | | | | | | | |
| 19.4 | Other Commercial Auto Liability | | | | | | | | | | | | |
| 21.1 | Private Passenger Auto Physical Damage | | | | | | | | | | | | |
| 21.2 | Commercial Auto Physical Damage | | | | | | | | | | | | |
| 22. | Aircraft (all perils) | | | | | | | | | | | | |
| 23. | Fidelity | | | | | | | | | | | | |
| 24. | Surety | | | | | | | | | | | | |
| 26. | Burglary and Theft | | | | | | | | | | | | |
| 27. | Boiler and Machinery | | | | | | | | | | | | |
| 28. | Credit | | | | | | | | | | | | |
| 29. | International | | | | | | | | | | | | |
| 30. | Warranty | | | | | | | | | | | | |
| 31. | Reins nonproportional assumed property | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X |
| 32. | Reins nonproportional assumed liability | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X |
| 33. | Reins nonproportional assumed financial lines | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X |
| 34. | Aggregate Write-Ins for Other Lines of Business | | | | | | | | | | | | |
| 35. | TOTALS (a) | 518,299,032 | 443,490,204 | | 277,334,168 | 47,047,223 | 28,872,966 | 39,516,783 | 3,827,199 | 4,482,334 | 12,346,887 | 82,854,389 | 9,456,110 |
| DETAILS OF WRITE-INS | | | | | | | | | | | | | |
| 3401. | | | | | | | | | | | | | |
| 3402. | | | | | | | | | | | | | |
| 3403. | | | | | | | | | | | | | |
| 3498. | Summary of remaining write-ins for Line 34 from overflow page | | | | | | | | | | | | |
| 3499. | Totals (Lines 3401 through 3403 plus 3498) (Line 34 above) | | | | | | | | | | | | |

NONE

19.TX

(a) Finance and service charges not included in Lines 1 to 35 \$ 0
(b) For health business on indicated lines report: Number of persons insured under PPO managed care products 0 and number of persons insured under indemnity only products 0.

| Footnotes | Amounts |
|---|---------|
| (a) Finance and service charges not included in Lines 1 to 35 \$ | |
| (b) For health business on indicated lines report: Number of persons insured under PPO managed care products and number of persons insured under indemnity only products | |

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)

NAIC Group Code 4766

BUSINESS IN THE STATE OF TOTAL DURING THE YEAR 2022

NAIC Company Code 30040

[illegible]

19.GT



30040202243059100

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)

NAIC Group Code 4766

BUSINESS IN THE STATE OF TOTAL DURING THE YEAR 2022

NAIC Company Code 30040

| | | Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken | | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
|----------------------|---|--|-----------------------------------|---|---|---|---------------------------|-------------------------|---|---|---|--|--------------------------------|
| | | 1 Direct Premiums Written | 2 Direct Premiums Earned | Dividends Paid or Credited to Policyholders on Direct Business | Direct Unearned Premium Reserves | Direct Losses Paid (deducting salvage) | Direct Losses Incurred | Direct Losses Unpaid | Direct Defense and Cost Containment Expense Paid | Direct Defense and Cost Containment Expense Incurred | Direct Defense and Cost Containment Expense Unpaid | Commissions and Brokerage Expenses | Taxes, Licenses and Fees |
| 19.1 | Private Passenger Auto No-Fault (Personal Injury Protection) | | | | | | | | | | | | |
| 19.2 | Other Private Passenger Auto Liability | | | | | | | | | | | | |
| 19.3 | Commercial Auto No-Fault (Personal Injury Protection) | | | | | | | | | | | | |
| 19.4 | Other Commercial Auto Liability | | | | | | | | | | | | |
| 21.1 | Private Passenger Auto Physical Damage | | | | | | | | | | | | |
| 21.2 | Commercial Auto Physical Damage | | | | | | | | | | | | |
| 22. | Aircraft (all perils) | | | | | | | | | | | | |
| 23. | Fidelity | | | | | | | | | | | | |
| 24. | Surety | | | | | | | | | | | | |
| 26. | Burglary and Theft | | | | | | | | | | | | |
| 27. | Boiler and Machinery | | | | | | | | | | | | |
| 28. | Credit | | | | | | | | | | | | |
| 29. | International | | | | | | | | | | | | |
| 30. | Warranty | | | | | | | | | | | | |
| 31. | Reins nonproportional assumed property | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 32. | Reins nonproportional assumed liability | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 33. | Reins nonproportional assumed financial lines | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 34. | Aggregate Write-Ins for Other Lines of Business | | | | | | | | | | | | |
| 35. | TOTALS (a) | 518,299,032 | 443,490,204 | | 277,334,168 | 47,047,223 | 28,872,966 | 39,516,783 | 3,827,199 | 4,482,334 | 12,346,887 | 82,854,389 | 9,456,110 |
| DETAILS OF WRITE-INS | | | | | | | | | | | | | |
| 3401. | | | | | | | | | | | | | |
| 3402. | | | | | | | | | | | | | |
| 3403. | | | | | | | | | | | | | |
| 3498. | Summary of remaining write-ins for Line 34 from overflow page | | | | | | | | | | | | |
| 3499. | Totals (Lines 3401 through 3403 plus 3498) (Line 34 above) | | | | | | | | | | | | |

NONE

19.GT

(a) Finance and service charges not included in Lines 1 to 35 \$ 0
(b) For health business on indicated lines report: Number of persons insured under PPO managed care products 0 and number of persons insured under indemnity only products 0.

NONE Schedule F - Part 1 Assumed Reinsurance

NONE Schedule F - Part 2 Premium Portfolio

SCHEDULE F – PART 3

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)

| 1 | 2 | 3 | 4 | 5 | 6 | Reinsurance Recoverable On | | | | | | | | | | Reinsurance Payable | | 19 | 20 |
|--------------|---|---|-----------------------------|--------------|----------------------------------|----------------------------|-------------|--------------------------------|-------------------------------|--------------------------|-------------------------|----------------------|---------------------------|---------------------------------|--|------------------------------|--|--|---|
| | | | | | | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | | |
| ID Number | NAIC Company Code | Name of Reinsurer | Domiciliary Jurisdiction | Special Code | Reinsurance Premiums Ceded | Paid Losses | Paid LAE | Known Case Loss Reserves | Known Case LAE Reserves | IBNR Loss Reserves | IBNR LAE Reserves | Unearned Premiums | Contingent Commissions | Cols. 7 through 14 Totals | Amount in Dispute Included in Column 15 | Ceded Balances Payable | Other Amounts Due to Reinsurers | Net Amount Recoverable From Reinsurers Cols. 15 – [17 + 18] | Funds Held by Company Under Reinsurance Treaties |
| 39-1173498 | 19283 | American Family Connect Property & Casualty In | WI | | 789 | | | | | | | | | | | 206 | | (206) | |
| 47-0698507 | 23680 | Odyssey Reinsurance Company | CT | | 2,366 | | | | | | | | | | | 617 | | (617) | |
| 23-1641984 | 10219 | QBE Reinsurance Corporation | PA | | 520 | | | | | | | | | | | 136 | | (136) | |
| 47-0574325 | 32603 | Berkley Insurance Company | DE | | 213 | | | | | | | | | | | 56 | | (56) | |
| 22-2005057 | 26921 | Everest Reinsurance Company | DE | | 10,252 | | | | | | | | | | | 2,673 | | (2,673) | |
| 13-4924125 | 10227 | Munich Re America, Inc. | DE | | 4,492 | | | | | | | | | | | 1,123 | | (1,123) | |
| 13-3138390 | 42307 | Navigators Insurance Company | NY | | 946 | | | | | | | | | | | 247 | | (247) | |
| 13-1675535 | 25364 | Swiss Reinsurance America Corporation | NY | | 457 | | | | | | | | | | | 119 | | (119) | |
| 46-3943172 | 15341 | Safepoint Insurance Company | FL | | | | | | | 5 | 1 | | | 6 | | | | 6 | |
| 31-0542366 | 10677 | The Cincinnati Insurance Company | OH | | 1,577 | | | | | | | | | | | 411 | | (411) | |
| 0999999 | Total Authorized - Other U.S. Unaffiliated Insurers | | | | 21,612 | | | | | 5 | 1 | | | 6 | | 5,588 | | (5,582) | |
| AA-1340125 | 0 | Hannover Re Old CAT Bond | DEU | | 60,066 | | | | | | | | | | | 14,600 | | (14,600) | |
| AA-1120171 | 0 | Lloyd's Underwriter Syndicate 1856 ACS | GBR | | 591 | | | | | | | | | | | 154 | | (154) | |
| AA-1126566 | 0 | Lloyd's Underwriter Syndicate No. 0566 STN | GBR | | 631 | | | | | | | | | | | 164 | | (164) | |
| AA-1127084 | 0 | Lloyd's Underwriter Syndicate No. 1084 CSL | GBR | | 1,577 | | | | | | | | | | | 411 | | (411) | |
| AA-1127183 | 0 | Lloyd's Underwriter Syndicate No. 1183 TAL | GBR | | 1,104 | | | | | | | | | | | 288 | | (288) | |
| AA-1120085 | 0 | Lloyd's Underwriter Syndicate No. 1274 AUL | GBR | | 237 | | | | | | | | | | | 62 | | (62) | |
| AA-1127414 | 0 | Lloyd's Underwriter Syndicate No. 1414 ASC | GBR | | 580 | | | | | | | | | | | 151 | | (151) | |
| AA-1120084 | 0 | Lloyd's Underwriter Syndicate No. 1955 BAR | GBR | | 552 | | | | | | | | | | | 144 | | (144) | |
| AA-1128001 | 0 | Lloyd's Underwriter Syndicate No. 2001 AML | GBR | | 158 | | | | | | | | | | | 41 | | (41) | |
| AA-1128791 | 0 | Lloyd's Underwriter Syndicate No. 2791 MAP | GBR | | 1,577 | | | | | | | | | | | 411 | | (411) | |
| AA-1120075 | 0 | Lloyd's Underwriter Syndicate No. 4020 ARK | GBR | | 907 | | | | | | | | | | | 236 | | (236) | |
| AA-1126004 | 0 | Lloyd's Underwriter Syndicate No. 4444 CNP | GBR | | 946 | | | | | | | | | | | 247 | | (247) | |
| AA-1120157 | 0 | Lloyd's Underwriter Syndicate 1729 Dale | GBR | | 237 | | | | | | | | | | | 62 | | (62) | |
| AA-3194126 | 0 | Arch Reinsurance Ltd/Arch Re Ltd | BMU | | 3,154 | | | | | | | | | | | 822 | | (822) | |
| AA-1120152 | 0 | (Nephila) Nautical Management Ltd. on behalf of | GBR | | 3,486 | | | | | | | | | | | 909 | | (909) | |

SCHEDULE F – PART 3

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)

22.1

| 1 | 2 | 3 | 4 | 5 | 6 | Reinsurance Recoverable On | | | | | | | | | | Reinsurance Payable | | 19 | 20 |
|--------------|---|---|-----------------------------|--------------|----------------------------------|----------------------------|-------------|--------------------------------|-------------------------------|--------------------------|-------------------------|----------------------|---------------------------|---------------------------------|--|------------------------------|--|--|---|
| | | | | | | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | | |
| ID Number | NAIC Company Code | Name of Reinsurer | Domiciliary Jurisdiction | Special Code | Reinsurance Premiums Ceded | Paid Losses | Paid LAE | Known Case Loss Reserves | Known Case LAE Reserves | IBNR Loss Reserves | IBNR LAE Reserves | Unearned Premiums | Contingent Commissions | Cols. 7 through 14 Totals | Amount in Dispute Included in Column 15 | Ceded Balances Payable | Other Amounts Due to Reinsurers | Net Amount Recoverable From Reinsurers Cols. 15 – [17 + 18] | Funds Held by Company Under Reinsurance Treaties |
| AA-1120083 | 0 | Ariel Re obo Syndicate 1910 ARW | GBR | | 2,366 | | | | | | | | | | | 617 | | (617) | |
| AA-3194168 | 0 | Aspen Bermuda Limited | BMU | | 789 | | | | | | | | | | | 206 | | (206) | |
| AA-3194139 | 0 | AXIS Specialty Limited | BMU | | 1,577 | | | | | | | | | | | 411 | | (411) | |
| AA-3190870 | 0 | Validus Reinsurance, Ltd. | BMU | | 2,997 | | | | | | | | | | | 781 | | (781) | |
| AA-1340125 | 0 | Chard Re via Hannover | DEU | | 237 | | | | | | | | | | | 62 | | (62) | |
| AA-1340125 | 0 | Eskatos via Hannover | DEU | | 237 | | | | | | | | | | | 62 | | (62) | |
| AA-1340125 | 0 | Elementum BDA via Hannover | DEU | | 394 | | | | | | | | | | | 103 | | (103) | |
| AA-1340125 | 0 | Pillar BDA via Hannover | BMU | | 775 | | | | | | | | | | | 202 | | (202) | |
| AA-1340125 | 0 | Securis BDA via Hannover | DEU | | 237 | | | | | | | | | | | 62 | | (62) | |
| AA-1120171 | 0 | IQUW Agency Bermuda on behalf of IQUW Syndi | GBR | | 197 | | | | | | | | | | | 51 | | (51) | |
| 1299999 | Total Authorized - Other Non-U.S. Insurers# | | | | 85,609 | | | | | | | | | | | 21,259 | | (21,259) | |
| | | | | | | | | | | | | | | | | | | | |
| 1499999 | Total Authorized - Total Authorized Excluding Protected Cells | | | | 107,221 | | | | | 5 | 1 | | | 6 | | 26,847 | | (26,841) | |
| AA-1464104 | 0 | Allianz Risk Transfer AG (Elementum) | LI | | 394 | | | | | | | | | | | 103 | | (103) | |
| AA-3191352 | 0 | Ascot Reinsurance Company Limited (Bermuda) | BMU | | 580 | | | | | | | | | | | 151 | | (151) | |
| AA-9240012 | 0 | China Property & Casualty Reinsurance Compan | China | | 394 | | | | | | | | | | | 103 | | (103) | |
| AA-5420050 | 0 | Korean Reinsurance Company | KOR | | 237 | | | | | | | | | | | 62 | | (62) | |
| AA-1240051 | 0 | QBE Europe SA / NV | BEL | | 1,577 | | | | | | | | | | | 411 | | (411) | |
| AA-3191388 | 0 | Vermeer Reinsurance Ltd. | BMU | | 3,943 | | | | | | | | | | | 1,026 | | (1,026) | |
| AA-3191298 | 0 | Qatar Reinsurance Company Limited (QIC Global | BMU | | 315 | | | | | | | | | | | 82 | | (82) | |
| AA-3190829 | 0 | (Nephila) Nautical Management Ltd. on behalf of | BMU | | 2,324 | | | | | | | | | | | 606 | | (606) | |
| AA-3191321 | 0 | SiriusPoint Bermuda Ins Co Ltd | BMU | | 1,183 | | | | | | | | | | | 308 | | (308) | |
| AA-3191435 | 0 | Conduit Reinsurance Limited | BMU | | 158 | | | | | | | | | | | 41 | | (41) | |
| AA-3194126 | 0 | Securis via Arch Re | BMU | | 394 | | | | | | | | | | | 103 | | (103) | |
| AA3191333 | 0 | Eclipse Re (via Artex SPC Bermuda o/b/o Fermat | BMU | | 775 | | | | | | | | | | | 202 | | (202) | |
| 2699999 | Total Unauthorized - Other non-U.S. Insurers# | | | | 12,274 | | | | | | | | | | | 3,198 | | (3,198) | |

SCHEDULE F – PART 3

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)

| 1 | 2 | 3 | 4 | 5 | 6 | Reinsurance Recoverable On | | | | | | | | | | | Reinsurance Payable | | 19 | 20 |
|--------------|-------------------------|--|-----------------------------|--------------|----------------------------------|----------------------------|-------------|--------------------------------|-------------------------------|--------------------------|-------------------------|----------------------|---------------------------|---------------------------------|--|------------------------------|--|--|---|----|
| | | | | | | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | | | |
| ID Number | NAIC Company Code | Name of Reinsurer | Domiciliary Jurisdiction | Special Code | Reinsurance Premiums Ceded | Paid Losses | Paid LAE | Known Case Loss Reserves | Known Case LAE Reserves | IBNR Loss Reserves | IBNR LAE Reserves | Unearned Premiums | Contingent Commissions | Cols. 7 through 14 Totals | Amount in Dispute Included in Column 15 | Ceded Balances Payable | Other Amounts Due to Reinsurers | Net Amount Recoverable From Reinsurers Cols. 15 – [17 + 18] | Funds Held by Company Under Reinsurance Treaties | |
| 2799999 | | Total Unauthorized - Protected Cells | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | |
| 2899999 | | Total Unauthorized - Total Unauthorized Excluding Protected Cells | | | 12,274 | | | | | | | | | | | 3,198 | | (3,198) | | |
| CR-3190770 | 0 | Chubb Tempest Reinsurance Ltd. | BMU | | 1,167 | | | | | | | | | | | 304 | | (304) | | |
| CR-3191289 | 0 | Fidelis Insurance Bermuda Ltd | BMU | | 1,577 | | | | | | | | | | | 411 | | (411) | | |
| CR-1120175 | 0 | Fidelis Underwriting Ltd | GBR | | 789 | | | | | | | | | | | 206 | | (206) | | |
| CR-3194122 | 0 | DaVinci Reinsurance Limited | BMU | | 2,364 | | | | | | | | | | | 617 | | (617) | | |
| CR-3191190 | 0 | Hamilton Re, Ltd. | BMU | | 1,183 | | | | | | | | | | | 308 | | (308) | | |
| CR3190875 | 0 | Hiscox Insurance Co (Bermuda) Limited | BMU | | 1,971 | | | | | | | | | | | 514 | | (514) | | |
| CR-1460019 | 0 | MS Amlin AG | CHE | | 789 | | | | | | | | | | | 206 | | (206) | | |
| CR3191315 | 0 | XL Bermuda Ltd | BMU | | 789 | | | | | | | | | | | 206 | | (206) | | |
| CR1460100 | 0 | New Reins Co Ltd | CHE | | 394 | | | | | | | | | | | 103 | | (103) | | |
| CR3190339 | 0 | RENAISSANCE REINS LTD | BMU | | 1,577 | | | | | | | | | | | 411 | | (411) | | |
| 4099999 | | Total Certified - Other Non-U.S. Insurers# | | | 12,600 | | | | | | | | | | | 3,286 | | (3,286) | | |
| 4199999 | | Total Certified - Protected Cells | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | |
| 4299999 | | Total Certified - Total Certified Excluding Protected Cells | | | 12,600 | | | | | | | | | | | 3,286 | | (3,286) | | |
| 5799999 | | Total Authorized, Unauthorized and Certified Excluding Protected Cells | | | 132,095 | | | | | 5 | 1 | | | 6 | | 33,331 | | (33,325) | | |
| | | | | | | | | | | | | | | | | | | | | |
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| | | | | | | | | | | | | | | | | | | | | |
| 9999999 | | Totals | | | 132,095 | | | | | 5 | 1 | | | 6 | | 33,331 | | (33,325) | | |

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Credit Risk)

[illegible]

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Credit Risk)

[illegible]

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Credit Risk)

| ID Number From Col. 1 | Name of Reinsurer From Col. 3 | Collateral | | | | 25 | 26 | 27 | Ceded Reinsurance Credit Risk | | | | | | | | |
|--------------------------------|--|-----------------------------------|----------------------|---|---|--|--|--|--|--|--|---|--|---|--|--|---|
| | | 21 | 22 | 23 | 24 | | | | 28 | 29 | 30 | 31 | 32 | 33 | 34 | 35 | 36 |
| | | Multiple Beneficiary Trusts | Letters of Credit | Issuing or Confirming Bank Reference Number | Single Beneficiary Trusts & Other Allowable Collateral | Total Funds Held, Payables & Collateral | Net Recoverable Net of Funds Held & Collateral | Applicable Sch. F Penalty (Col. 78) | Total Amount Recoverable From Reinsurers Less Penalty (Cols. 15-27) | Stressed Recoverable (Col. 28 * 120%) | Reinsurance Payable& Funds Held (Cols 17+18+20; But not in Excess of Col. 29) | Stressed Net Recoverable (Cols. 29 - 30) | Total Collateral (Cols. 21 + 22 + 24. not in Excess of Col. 31) | Stressed Net Recoverable Net of Collateral Offsets (Col. 31 - 32) | Reinsurer Designation Equivalent | Credit Risk o Collateralized Recoverable (Col. 32 * Factor Applicable to Reinsurer Designation Equivalent in Col. 34) | Credit Risk on Uncollateralized Recoverables (Col. 33 * Factor Applicable to Reinsurer Designation Equivalent in Col. 34) |
| | | | | | | | | | | | | | | | | | |
| 2799999 | Total Unauthorized - Protected Cells | | | XXX | | | | | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| | | | | | | | | | | | | | | | | | |
| 2899999 | Total Unauthorized - Total Unauthorized Excluding Protected Cells | | | XXX | | | | | | | | | | | XXX | | |
| CR-3190770 | Chubb Tempest Reinsurance Ltd. | | | 0 | | | | | | | | | | | 1 | | |
| CR-3191289 | Fidelis Insurance Bermuda Ltd | | | 0 | | | | | | | | | | | 3 | | |
| CR-1120175 | Fidelis Underwriting Ltd | | | 0 | | | | | | | | | | | 3 | | |
| CR-3194122 | DaVinci Reinsurance Limited | | | 0 | | | | | | | | | | | 3 | | |
| CR-3191190 | Hamilton Re, Ltd. | | | 0 | | | | | | | | | | | 4 | | |
| CR3190875 | Hiscox Insurance Co (Bermuda) Limited | | | 0 | | | | | | | | | | | 3 | | |
| CR-1460019 | MS Amlin AG | | | 0 | | | | | | | | | | | 3 | | |
| CR3191315 | XL Bermuda Ltd | | | 0 | | | | | | | | | | | 2 | | |
| CR1460100 | New Reins Co Ltd | | | 0 | | | | | | | | | | | 2 | | |
| CR3190339 | RENAISSANCE REINS LTD | | | 0 | | | | | | | | | | | 2 | | |
| 4099999 | Total Certified - Other Non-U.S. Insurers# | | | XXX | | | | | | | | | | | XXX | | |
| 4199999 | Total Certified - Protected Cells | | | XXX | | | | | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| | | | | | | | | | | | | | | | | | |
| 4299999 | Total Certified - Total Certified Excluding Protected Cells | | | XXX | | | | | | | | | | | XXX | | |
| | | | | | | | | | | | | | | | | | |
| 5799999 | Total Authorized, Unauthorized and Certified Excluding Protected Cells | | | XXX | | | 6 | | 6 | 7 | | 7 | | 7 | XXX | | 0 |
| | | | | | | | | | | | | | | | | | |
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| | | | | | | | | | | | | | | | | | |
| 9999999 | Totals | | | XXX | | | 6 | | 6 | 7 | | 7 | | 7 | XXX | | 0 |

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Aging of Ceded Reinsurance)

[illegible]

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Aging of Ceded Reinsurance)

| ID Number From Col. 1 | Name of Reinsurer From Col. 3 | Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses | | | | | | | 44 Total Recoverable on Paid Losses & LAE Amounts in Dispute Included in Col. 43 | 45 Recoverable on Paid Losse & LAE Over 90 Days Past Due Amounts in Dispute Included in Cols. 40 & 41 | 46 Total Recoverable on Paid Losses & LAE Amounts Not in Dispute (Cols. 43 - 44) | 47 Recoverable on Paid Losse & LAE Over 90 Days Past Due Amounts Not in Dispute (Cols. 40 + 41 - 45) | 48 Amounts Received Prio 90 Days | 49 Percentage Overdue C 42/Col. 43 | 50 Percentage of Amounts More Than 90 Days Overdue Not in Dispute (Col. 47/Cols. 46 + 48) | 51 Percentage Mor Than 120 Days Overdue (Col. 41/Col. 43) | 52 Is the Amount in Col. 50 Less Than 20%? (Yes or No) | 53 Amounts in Col. 4 for Reinsurers wit Values Less Tha 20% in Col. 50 | |
|--------------------------------|---|--|-------------------------|---------------------------|----------------------------|----------------------------|---|---|--|---|--|--|---|---|--|---|--|--|--|
| | | 37 Current | Overdue | | | | | 43 Total Due Cols. 37 + 42 (In total should Equal Cols. 7 + 8) | | | | | | | | | | | |
| | | | 38 1- 29 Days | 39 30 - 90 Days | 40 91 - 120 Days | 41 Over 120 Days | 42 Total Overdue Cols. 38 + + 40 + 41 | | | | | | | | | | | | |
| AA-1120083 | Ariel Re obo Syndicate 1910 ARW | | | | | | | | | | | | | | | | | YES | |
| AA-3194168 | Aspen Bermuda Limited | | | | | | | | | | | | | | | | | YES | |
| AA-3194139 | AXIS Specialty Limited | | | | | | | | | | | | | | | | | YES | |
| AA-3190870 | Validus Reinsurance, Ltd. | | | | | | | | | | | | | | | | | YES | |
| AA-1340125 | Chard Re via Hannover | | | | | | | | | | | | | | | | | YES | |
| AA-1340125 | Eskatos via Hannover | | | | | | | | | | | | | | | | | YES | |
| AA-1340125 | Elementum BDA via Hannover | | | | | | | | | | | | | | | | | YES | |
| AA-1340125 | Pillar BDA via Hannover | | | | | | | | | | | | | | | | | YES | |
| AA-1340125 | Securis BDA via Hannover | | | | | | | | | | | | | | | | | YES | |
| AA-1120171 | IQUW Agency Bermuda on behalf of IQUW Syndicate 1856 | | | | | | | | | | | | | | | | | YES | |
| 1299999 | Total Authorized - Other Non-U.S. Insurers# | | | | | | | | | | | | | | | | | XXX | |
| | | | | | | | | | | | | | | | | | | | |
| 1499999 | Total Authorized - Total Authorized Excluding Protected Cells | | | | | | | | | | | | | | | | | XXX | |
| AA-1464104 | Allianz Risk Transfer AG (Elementum) | | | | | | | | | | | | | | | | | YES | |
| AA-3191352 | Ascot Reinsurance Company Limited (Bermuda) | | | | | | | | | | | | | | | | | YES | |
| AA-9240012 | China Property & Casualty Reinsurance Company Limited | | | | | | | | | | | | | | | | | YES | |
| AA-5420050 | Korean Reinsurance Company | | | | | | | | | | | | | | | | | YES | |
| AA-1240051 | QBE Europe SA / NV | | | | | | | | | | | | | | | | | YES | |
| AA-3191388 | Vermeer Reinsurance Ltd. | | | | | | | | | | | | | | | | | YES | |
| AA-3191298 | Qatar Reinsurance Company Limited (QIC Global) | | | | | | | | | | | | | | | | | YES | |
| AA-3190829 | (Nephila) Nautical Management Ltd. on behalf of Markel Bermuda Li | | | | | | | | | | | | | | | | | YES | |
| AA-3191321 | SiriusPoint Bermuda Ins Co Ltd | | | | | | | | | | | | | | | | | YES | |
| AA-3191435 | Conduit Reinsurance Limited | | | | | | | | | | | | | | | | | YES | |
| AA-3194126 | Securis via Arch Re | | | | | | | | | | | | | | | | | YES | |
| AA3191333 | Eclipse Re (via Artex SPC Bermuda o/b/o Fermat Capital)* | | | | | | | | | | | | | | | | | YES | |
| 2699999 | Total Unauthorized - Other non-U.S. Insurers# | | | | | | | | | | | | | | | | | XXX | |

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Aging of Ceded Reinsurance)

| ID Number From Col. 1 | Name of Reinsurer From Col. 3 | Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses | | | | | | | 44 Total Recoverable on Paid Losses & LAE Amounts in Dispute Included in Col. 43 | 45 Recoverable on Paid Losse & LAE Over 90 Days Past Due Amounts in Dispute Included in Cols. 40 & 41 | 46 Total Recoverable on Paid Losses & LAE Amounts Not in Dispute (Cols. 43 - 44) | 47 Recoverable on Paid Losse & LAE Over 90 Days Past Due Amounts Not in Dispute (Cols. 40 + 41 - 45) | 48 Amounts Received Prio 90 Days | 49 Percentage Overdue C 42/Col. 43 | 50 Percentage of Amounts More Than 90 Days Overdue Not in Dispute (Col. 47/Cols. 46 + 48) | 51 Percentage Mor Than 120 Days Overdue (Col. 41/Col. 43) | 52 Is the Amount in Col. 50 Less Than 20%? (Yes or No) | 53 Amounts in Col. 4 for Reinsurers wit Values Less Tha 20% in Col. 50 | |
|--------------------------------|--|--|---------|----|----|----|----|----|--|---|--|--|---|---|--|---|--|--|--|
| | | 37 | Overdue | | | | | 43 | | | | | | | | | | | |
| | | | 38 | 39 | 40 | 41 | 42 | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | |
| 2799999 | Total Unauthorized - Protected Cells | | | | | | | | | | | | | | | | | XXX | |
| | | | | | | | | | | | | | | | | | | | |
| 2899999 | Total Unauthorized - Total Unauthorized Excluding Protected Cells | | | | | | | | | | | | | | | | | XXX | |
| CR-3190770 | Chubb Tempest Reinsurance Ltd. | | | | | | | | | | | | | | | | | YES | |
| CR-3191289 | Fidelis Insurance Bermuda Ltd | | | | | | | | | | | | | | | | | YES | |
| CR-1120175 | Fidelis Underwriting Ltd | | | | | | | | | | | | | | | | | YES | |
| CR-3194122 | DaVinci Reinsurance Limited | | | | | | | | | | | | | | | | | YES | |
| CR-3191190 | Hamilton Re, Ltd. | | | | | | | | | | | | | | | | | YES | |
| CR3190875 | Hiscox Insurance Co (Bermuda) Limited | | | | | | | | | | | | | | | | | YES | |
| CR-1460019 | MS Amlin AG | | | | | | | | | | | | | | | | | YES | |
| CR3191315 | XL Bermuda Ltd | | | | | | | | | | | | | | | | | YES | |
| CR1460100 | New Reins Co Ltd | | | | | | | | | | | | | | | | | YES | |
| CR3190339 | RENAISSANCE REINS LTD | | | | | | | | | | | | | | | | | YES | |
| 4099999 | Total Certified - Other Non-U.S. Insurers# | | | | | | | | | | | | | | | | | XXX | |
| 4199999 | Total Certified - Protected Cells | | | | | | | | | | | | | | | | | XXX | |
| | | | | | | | | | | | | | | | | | | | |
| 4299999 | Total Certified - Total Certified Excluding Protected Cells | | | | | | | | | | | | | | | | | XXX | |
| | | | | | | | | | | | | | | | | | | | |
| 5799999 | Total Authorized, Unauthorized and Certified Excluding Protected C | | | | | | | | | | | | | | | | | XXX | |
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| | | | | | | | | | | | | | | | | | | | |
| 9999999 | Totals | | | | | | | | | | | | | | | | | XXX | |

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Provision for Reinsurance for Certified Reinsurers)

[illegible]

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Provision for Reinsurance for Certified Reinsurers)

| ID Number From Col. 1 | Name of Reinsurer From Col. 3 | 54 Certified Reinsurer Rating (1 through 6) | 55 Effective D of Certified Reinsurer Rating | 56 Percent Collateral Required for Full Credit (0% through 100%) | 57 Catatrophic Recoverables Qualifying for Collateral Deferral | 58 Net Recoverable Subject to Collateral Requirement for Full Credi (Col. 19 - Col. 57) | 59 Dollar Amount of Collateral Required (Col 56 * Col. 58) | 60 Percent of Collateral Provided for Net Recoverables Subject to Collateral Requirements ([Col. 20 + Col. 21 + Col.22 + Col. 24]/ Col. 58) | 61 Percent Credit Allowed on Net Recoverables Subject to Collate Requirements (Col. 60 / Col. 56, not to exceed 100%) | 62 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts in Dispute (Col. 45 * 20%) | 63 Amounts of Credit Allowed for Net Recoverables (Col. 57 +[Col. 58 * Col. 61]) | 64 Provision for Reinsurance with Certified Reinsurers Du to Collateral Deficiency (Col. 19 - Col. 63) | 65 20% of Recoverable on Paid Losse % LAE Over 90 Days Past Due Amounts Not in Dispute (Col. 47 * 20 | Complete if Col. 52 = "No"; Otherwise Enter 0 | | | 69 Provision for Overdue Reinsurance Ced to Certified Reinsurers (Grea of [Col. 62 + Col. 65] or Col.68; not to Exceed Col. 63 | |
|--------------------------------|---|---|--|---|---|---|--|---|---|---|---|--|--|--|---|---------------------------------------|--|-----|
| | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | 66 Total Collater Provided (Col. 20 + Col 21 + Col. 22 Col.24; not to Exceed Col 6 | 67 Net Unsecured Recoverable fo Which Credit is Allowed (Col. 63 -Col. 6 | 68 20% of Amount in Col. 67 | | |
| AA-1120083 | Ariel Re obo Syndicate 1910 ARW | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-3194168 | Aspen Bermuda Limited | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-3194139 | AXIS Specialty Limited | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-3190870 | Validus Reinsurance, Ltd. | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-1340125 | Chard Re via Hannover | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-1340125 | Eskatos via Hannover | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-1340125 | Elementum BDA via Hannover | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-1340125 | Pillar BDA via Hannover | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-1340125 | Securis BDA via Hannover | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-1120171 | IQUW Agency Bermuda on behalf of IQUW Syndicate 1856 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 1299999 | Total Authorized - Other Non-U.S. Insurers# | | | | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| | | | | | | | | | | | | | | | | | | |
| 1499999 | Total Authorized - Total Authorized Excluding Protected Cells | | | | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-1464104 | Allianz Risk Transfer AG (Elementum) | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-3191352 | Ascot Reinsurance Company Limited (Bermuda) | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-9240012 | China Property & Casualty Reinsurance Company Limited | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-5420050 | Korean Reinsurance Company | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-1240051 | QBE Europe SA / NV | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-3191388 | Vermeer Reinsurance Ltd. | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-3191298 | Qatar Reinsurance Company Limited (QIC Global) | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-3190829 | (Nephila) Nautical Management Ltd. on behalf of Markel Bermuda Li | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-3191321 | SiriusPoint Bermuda Ins Co Ltd | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-3191435 | Conduit Reinsurance Limited | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA-3194126 | Securis via Arch Re | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| AA3191333 | Eclipse Re (via Artex SPC Bermuda o/b/o Fermat Capital)* | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 2699999 | Total Unauthorized - Other non-U.S. Insurers# | | | | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Provision for Reinsurance for Certified Reinsurers)

| ID Number From Col. 1 | Name of Reinsurer From Col. 3 | 54 Certified Reinsurer Rating (1 through 6) | 55 Effective D of Certified Reinsurer Rating | 56 Percent Collateral Required for Full Credit (0% through 100%) | 57 Catatrophic Recoverables Qualifying for Collateral Deferral | 58 Net Recoverable Subject to Collateral Requirement for Full Credit (Col. 19 - Col. 57) | 59 Dollar Amount of Collateral Required (Col 56 * Col. 58) | 60 Percent of Collateral Provided for Net Recoverables Subject to Collateral Requirements ([Col. 20 + Col. 21 + Col.22 + Col. 24]/ Col. 58) | 61 Percent Credit Allowed on Net Recoverables Subject to Collate Requirements (Col. 60 / Col. 56, not to exceed 100%) | 62 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts in Dispute (Col. 45 * 20%) | 63 Amounts of Credit Allowed for Net Recoverables (Col. 57 +[Col. 58 * Col. 61]) | 64 Provision for Reinsurance with Certified Reinsurers Du to Collateral Deficiency (Col. 19 - Col. 63) | 65 20% of Recoverable on Paid Losse % LAE Over 90 Days Past Due Amounts Not in Dispute (Col. 47 * 20 | Complete if Col. 52 = "No"; Otherwise Enter 0 | | | 69 Provision for Overdue Reinsurance Ced to Certified Reinsurers (Grea of [Col. 62 + Col. 65] or Col.68; not to Exceed Col. 63 |
|--------------------------------|--|---|--|---|---|--|--|---|---|---|---|--|--|--|---|---------------------------------------|--|
| | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | 66 Total Collater Provided (Col. 20 + Col 21 + Col. 22 Col.24; not to Exceed Col 6 | 67 Net Unsecured Recoverable fo Which Credit is Allowed (Col. 63 -Col. 6 | 68 20% of Amount in Col. 67 | |
| | | | | | | | | | | | | | | | | | |
| 2799999 | Total Unauthorized - Protected Cells | | | | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| | | | | | | | | | | | | | | | | | |
| 2899999 | Total Unauthorized - Total Unauthorized Excluding Protected Cells | | | | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| CR-3190770 | Chubb Tempest Reinsurance Ltd. | 1 | 8/6/2019 | | | (304) | | | | | | | | | | | |
| CR-3191289 | Fidelis Insurance Bermuda Ltd | 3 | 12/7/2021 | 20.000 | | (411) | (82) | | | | | | | | | | |
| CR-1120175 | Fidelis Underwriting Ltd | 3 | 12/7/2021 | 20.000 | | (206) | (41) | | | | | | | | | | |
| CR-3194122 | DaVinci Reinsurance Limited | 3 | 10/15/2019 | 20.000 | | (617) | (123) | | | | | | | | | | |
| CR-3191190 | Hamilton Re, Ltd. | 4 | 11/18/2020 | 50.000 | | (308) | (154) | | | | | | | | | | |
| CR3190875 | Hiscox Insurance Co (Bermuda) Limited | 3 | 1/22/2019 | 20.000 | | (514) | (103) | | | | | | | | | | |
| CR-1460019 | MS Amlin AG | 3 | 3/8/2022 | 20.000 | | (206) | (41) | | | | | | | | | | |
| CR3191315 | XL Bermuda Ltd | 2 | 1/1/2019 | 10.000 | | (206) | (21) | | | | | | | | | | |
| CR1460100 | New Reins Co Ltd | 2 | 4/4/2019 | 10.000 | | (103) | (10) | | | | | | | | | | |
| CR3190339 | RENAISSANCE REINS LTD | 2 | 11/12/2019 | 10.000 | | (411) | (41) | | | | | | | | | | |
| 4099999 | Total Certified - Other Non-U.S. Insurers# | | | | | (3,286) | (617) | XXX | XXX | | | | | | | | |
| 4199999 | Total Certified - Protected Cells | | | | | | | XXX | XXX | | | | | | | | |
| | | | | | | | | | | | | | | | | | |
| 4299999 | Total Certified - Total Certified Excluding Protected Cells | | | | | (3,286) | (617) | XXX | XXX | | | | | | | | |
| | | | | | | | | | | | | | | | | | |
| 5799999 | Total Authorized, Unauthorized and Certified Excluding Protected Cells | | | | | (3,286) | (617) | XXX | XXX | | | | | | | | |
| | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | |
| 9999999 | Totals | | | | | (3,286) | (617) | XXX | XXX | | | | | | | | |

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Total Provision for Reinsurance)

| | ID Number From Col. 1 | Name of Reinsurer From Col. 3 | 70 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts Not in Dispute (Col. 47 * 20%) | Provision for Unauthorized Reinsurance | | Provision for Overdue Authorized and Reciprocal Jurisdiction Reinsurance | | Total Provision for Reinsurance | | | |
|------------|---|--|--|--|---|--|---|--|---|--|---|
| | | | | 71 Provision for Reinsurance with Unauthorized Reinsurers Due to Collateral Deficiency (Col. 26) | 72 Provision for Overdue Reinsurance from Unauthorized Reinsurers and Amounts in Dispute (Col. 70 + 20% of the Amount in Col. 16) | 73 Complete if Col. 52 = "Yes"; Otherwise Enter 0 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts Not in Dispute + 20% of Amounts in Dispute ((Col. 47 * 20%) + [Col. 45 * 20%]) | 74 Complete if Col. 52 = "No"; Otherwise Enter 0 Greater of 20% of Net Recoverable Net of Funds Held & Collateral, or 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due (Greater of Col 26 * 20% or [Cols. 40 + 41] * 20%) | 75 Provision for Amounts Ceded to Authorized and Reciprocal Jurisdiction Reinsurers (Cols. 73 + 74) | 76 Provision for Amounts Ceded to Unauthorized Reinsurers (Cols. 71 + 72 Not in Excess of Col. 15) | 77 Provision for Amounts Ceded to Certified Reinsurers (Cols. 64 + 69) | 78 Total Provision for Reinsurance (Cols. 75 + 76 +77) |
| 26 | 39-1173498 | American Family Connect Property & Casualty Ins Co | | XXX | XXX | | | | XXX | XXX | |
| | 47-0698507 | Odyssey Reinsurance Company | | XXX | XXX | | | | XXX | XXX | |
| | 23-1641984 | QBE Reinsurance Corporation | | XXX | XXX | | | | XXX | XXX | |
| | 47-0574325 | Berkley Insurance Company | | XXX | XXX | | | | XXX | XXX | |
| | 22-2005057 | Everest Reinsurance Company | | XXX | XXX | | | | XXX | XXX | |
| | 13-4924125 | Munich Re America, Inc. | | XXX | XXX | | | | XXX | XXX | |
| | 13-3138390 | Navigators Insurance Company | | XXX | XXX | | | | XXX | XXX | |
| | 13-1675535 | Swiss Reinsurance America Corporation | | XXX | XXX | | | | XXX | XXX | |
| | 46-3943172 | Safepoint Insurance Company | | XXX | XXX | | | | XXX | XXX | |
| | 31-0542366 | The Cincinnati Insurance Company | | XXX | XXX | | | | XXX | XXX | |
| 0999999 | Total Authorized - Other U.S. Unaffiliated Insurers | | | XXX | XXX | | | | XXX | XXX | |
| AA-1340125 | Hannover Re Old CAT Bond | | | XXX | XXX | | | | XXX | XXX | |
| AA-1120171 | Lloyd's Underwriter Syndicate 1856 ACS | | | XXX | XXX | | | | XXX | XXX | |
| AA-1126566 | Lloyd's Underwriter Syndicate No. 0566 STN | | | XXX | XXX | | | | XXX | XXX | |
| AA-1127084 | Lloyd's Underwriter Syndicate No. 1084 CSL | | | XXX | XXX | | | | XXX | XXX | |
| AA-1127183 | Lloyd's Underwriter Syndicate No. 1183 TAL | | | XXX | XXX | | | | XXX | XXX | |
| AA-1120085 | Lloyd's Underwriter Syndicate No. 1274 AUL | | | XXX | XXX | | | | XXX | XXX | |
| AA-1127414 | Lloyd's Underwriter Syndicate No. 1414 ASC | | | XXX | XXX | | | | XXX | XXX | |
| AA-1120084 | Lloyd's Underwriter Syndicate No. 1955 BAR | | | XXX | XXX | | | | XXX | XXX | |
| AA-1128001 | Lloyd's Underwriter Syndicate No. 2001 AML | | | XXX | XXX | | | | XXX | XXX | |
| AA-1128791 | Lloyd's Underwriter Syndicate No. 2791 MAP | | | XXX | XXX | | | | XXX | XXX | |
| AA-1120075 | Lloyd's Underwriter Syndicate No. 4020 ARK | | | XXX | XXX | | | | XXX | XXX | |
| AA-1126004 | Lloyd's Underwriter Syndicate No. 4444 CNP | | | XXX | XXX | | | | XXX | XXX | |
| AA-1120157 | Lloyd's Underwriter Syndicate 1729 Dale | | | XXX | XXX | | | | XXX | XXX | |
| AA-3194126 | Arch Reinsurance Ltd/Arch Re Ltd | | | XXX | XXX | | | | XXX | XXX | |
| AA-1120152 | (Nephila) Nautical Management Ltd. on behalf of Syndicate 2357 at Lloyd | | | XXX | XXX | | | | XXX | XXX | |

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Total Provision for Reinsurance)

| ID Number From Col. 1 | Name of Reinsurer From Col. 3 | 70 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts Not in Dispute (Col. 47 * 20%) | Provision for Unauthorized Reinsurance | | Provision for Overdue Authorized and Reciprocal Jurisdiction Reinsurance | | Total Provision for Reinsurance | | | |
|--------------------------------|---|--|--|---|--|---|--|---|--|---|
| | | | 71 | 72 | 73 | 74 | 75 | 76 | 77 | 78 |
| | | | Provision for Reinsurance with Unauthorized Reinsurers Due to Collateral Deficiency (Col. 26) | Provision for Overdue Reinsurance from Unauthorized Reinsurers and Amounts in Dispute (Col. 70 + 20% of the Amount in Col. 16) | Complete if Col. 52 = "Yes"; Otherwise Enter 0 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts Not in Dispute + 20% of Amounts in Dispute ((Col. 47 * 20%) + [Col. 45 * 20%]) | Complete if Col. 52 = "No"; Otherwise Enter 0 Greater of 20% of Net Recoverable Net of Funds Held & Collateral, or 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due (Greater of Col 26 * 20% or [Cols. 40 + 41] * 20%) | Provision for Amounts Ceded to Authorized and Reciprocal Jurisdiction Reinsurers (Cols. 73 + 74) | Provision for Amounts Ceded to Unauthorized Reinsurers (Cols. 71 + 72 Not in Excess of Col. 15) | Provision for Amounts Ceded to Certified Reinsurers (Cols. 64 + 69) | Total Provision for Reinsurance (Cols. 75 + 76 +77) |
| 261 | AA-1120083 | Ariel Re obo Syndicate 1910 ARW | XXX | XXX | | | | XXX | XXX | |
| | AA-3194168 | Aspen Bermuda Limited | XXX | XXX | | | | XXX | XXX | |
| | AA-3194139 | AXIS Specialty Limited | XXX | XXX | | | | XXX | XXX | |
| | AA-3190870 | Validus Reinsurance, Ltd. | XXX | XXX | | | | XXX | XXX | |
| | AA-1340125 | Chard Re via Hannover | XXX | XXX | | | | XXX | XXX | |
| | AA-1340125 | Eskatos via Hannover | XXX | XXX | | | | XXX | XXX | |
| | AA-1340125 | Elementum BDA via Hannover | XXX | XXX | | | | XXX | XXX | |
| | AA-1340125 | Pillar BDA via Hannover | XXX | XXX | | | | XXX | XXX | |
| | AA-1340125 | Securis BDA via Hannover | XXX | XXX | | | | XXX | XXX | |
| | AA-1120171 | IQUW Agency Bermuda on behalf of IQUW Syndicate 1856 | XXX | XXX | | | | XXX | XXX | |
| 1299999 | Total Authorized - Other Non-U.S. Insurers# | | XXX | XXX | | | | XXX | XXX | |
| | | | | | | | | | | |
| 1499999 | Total Authorized - Total Authorized Excluding Protected Cells | | XXX | XXX | | | | XXX | XXX | |
| | | | | | | | | | | |
| AA-1464104 | Allianz Risk Transfer AG (Elementum) | | | | XXX | XXX | XXX | | XXX | |
| AA-3191352 | Ascot Reinsurance Company Limited (Bermuda) | | | | XXX | XXX | XXX | | XXX | |
| AA-9240012 | China Property & Casualty Reinsurance Company Limited | | | | XXX | XXX | XXX | | XXX | |
| AA-5420050 | Korean Reinsurance Company | | | | XXX | XXX | XXX | | XXX | |
| AA-1240051 | QBE Europe SA / NV | | | | XXX | XXX | XXX | | XXX | |
| AA-3191388 | Vermeer Reinsurance Ltd. | | | | XXX | XXX | XXX | | XXX | |
| AA-3191298 | Qatar Reinsurance Company Limited (QIC Global) | | | | XXX | XXX | XXX | | XXX | |
| AA-3190829 | (Nephila) Nautical Management Ltd. on behalf of Markel Bermuda Limite | | | | XXX | XXX | XXX | | XXX | |
| AA-3191321 | SiriusPoint Bermuda Ins Co Ltd | | | | XXX | XXX | XXX | | XXX | |
| AA-3191435 | Conduit Reinsurance Limited | | | | XXX | XXX | XXX | | XXX | |
| AA-3194126 | Securis via Arch Re | | | | XXX | XXX | XXX | | XXX | |
| AA3191333 | Eclipse Re (via Artex SPC Bermuda o/b/o Fermat Capital)* | | | | XXX | XXX | XXX | | XXX | |
| 2699999 | Total Unauthorized - Other non-U.S. Insurers# | | | | XXX | XXX | XXX | | XXX | |

SCHEDULE F – PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Total Provision for Reinsurance)

| ID Number From Col. 1 | Name of Reinsurer From Col. 3 | 70 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts Not in Dispute (Col. 47 * 20%) | Provision for Unauthorized Reinsurance | | Provision for Overdue Authorized and Reciprocal Jurisdiction Reinsurance | | Total Provision for Reinsurance | | | |
|--------------------------------|--|--|--|---|--|---|--|---|--|---|
| | | | 71 | 72 | 73 | 74 | 75 | 76 | 77 | 78 |
| | | | Provision for Reinsurance with Unauthorized Reinsurers Due to Collateral Deficiency (Col. 26) | Provision for Overdue Reinsurance from Unauthorized Reinsurers and Amounts in Dispute (Col. 70 + 20% of the Amount in Col. 16) | Complete if Col. 52 = "Yes"; Otherwise Enter 0 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts Not in Dispute + 20% of Amounts in Dispute ((Col. 47 * 20%) + [Col. 45 * 20%]) | Complete if Col. 52 = "No"; Otherwise Enter 0 Greater of 20% of Net Recoverable Net of Funds Held & Collateral, or 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due (Greater of Col 26 * 20% or [Cols. 40 + 41] * 20%) | Provision for Amounts Ceded to Authorized and Reciprocal Jurisdiction Reinsurers (Cols. 73 + 74) | Provision for Amounts Ceded to Unauthorized Reinsurers (Cols. 71 + 72 Not in Excess of Col. 15) | Provision for Amounts Ceded to Certified Reinsurers (Cols. 64 + 69) | Total Provision for Reinsurance (Cols. 75 + 76 +77) |
| | | | | | | | | | | |
| 2799999 | Total Unauthorized - Protected Cells | | | | XXX | XXX | XXX | | XXX | |
| | | | | | | | | | | |
| 2899999 | Total Unauthorized - Total Unauthorized Excluding Protected Cells | | | | XXX | XXX | XXX | | XXX | |
| CR-3190770 | Chubb Tempest Reinsurance Ltd. | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| CR-3191289 | Fidelis Insurance Bermuda Ltd | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| CR-1120175 | Fidelis Underwriting Ltd | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| CR-3194122 | DaVinci Reinsurance Limited | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| CR-3191190 | Hamilton Re, Ltd. | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| CR3190875 | Hiscox Insurance Co (Bermuda) Limited | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| CR-1460019 | MS Amlin AG | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| CR3191315 | XL Bermuda Ltd | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| CR1460100 | New Reins Co Ltd | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| CR3190339 | RENAISSANCE REINS LTD | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| 4099999 | Total Certified - Other Non-U.S. Insurers# | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| 4199999 | Total Certified - Protected Cells | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| | | | | | | | | | | |
| 4299999 | Total Certified - Total Certified Excluding Protected Cells | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| | | | | | | | | | | |
| 5799999 | Total Authorized, Unauthorized and Certified Excluding Protected Cells | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| 9999999 | Totals | | | | | | | | | |

NONE Schedule F - Part 4 Aging of Ceded Reinsurance

SCHEDULE F – PART 5

Interrogatories for Schedule F, Part 3 (000 Omitted)

A. Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of \$100,000.

| | 1 | 2 | 3 |
|----|-------------------|-----------------|---------------|
| | Name of Reinsurer | Commission Rate | Ceded Premium |
| 1. | | | |
| 2. | | | |
| 3. | | | |
| 4. | | | |
| 5. | | | |

B. Report the five largest reinsurance recoverables reported in Schedule F, Part 3, Column 15, due from any one reinsurer (based on the total recoverables, Schedule F, Part 3, Line 9999999, Column 15, the amount of ceded premium, and indicate whether the recoverables are due from an affiliated insurer.

| | 1 | 2 | 3 | 4 |
|-----|-----------------------------|--------------------|---------------|------------------|
| | Name of Reinsurer | Total Recoverables | Ceded Premium | Affiliated |
| 6. | Safepoint Insurance Company | 6 | | Yes [] No [X] |
| 7. | | | | Yes [] No [X] |
| 8. | | | | Yes [] No [X] |
| 9. | | | | Yes [] No [X] |
| 10. | | | | Yes [] No [X] |

NOT Disclosure of the five largest provisional commission rates should exclude mandatory pools and joint underwriting associations.

SCHEDULE F – PART 6

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

| | 1 | 2 | 3 |
|---|-------------------------------|----------------------------|------------------------------|
| | As Reported (Net of Ceded) | Restatement Adjustments | Restated (Gross of Ceded) |
| ASSETS (Page 2, Col. 3) | | | |
| 1. Cash and invested assets (Line 12) | 483,869,657 | | 483,869,657 |
| 2. Premiums and considerations (Line 15) | 24,969,708 | | 24,969,708 |
| 3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 16.1) | | | |
| 4. Funds held by or deposited with reinsured companies (Line 16.2) | | | |
| 5. Other assets | 2,012,842 | | 2,012,842 |
| 6. Net amount recoverable from reinsurers | | (33,324,768) | (33,324,768) |
| 7. Protected cell assets (Line 27) | | | |
| 8. Totals (Line 28) | 510,852,207 | (33,324,768) | 477,527,439 |
| LIABILITIES (Page 3) | | | |
| 9. Losses and loss adjustment expenses (Lines 1 through 3) | 58,175,340 | 5,967 | 58,181,307 |
| 10. Taxes, expenses, and other obligations (Lines 4 through 8) | 14,700,728 | | 14,700,728 |
| 11. Unearned premiums (Line 9) | 277,334,168 | | 277,334,168 |
| 12. Advance premiums (Line 10) | 6,731,801 | | 6,731,801 |
| 13. Dividends declared and unpaid (Line 11.1 and 11.2) | | | |
| 14. Ceded reinsurance premiums payable (net of ceding commissions) (Line 12) | 33,330,735 | (33,330,735) | |
| 15. Funds held by company under reinsurance treaties (Line 13) | | | |
| 16. Amounts withheld or retained by company for account of others (Line 14) | | | |
| 17. Provision for reinsurance (Line 16) | | | |
| 18. Other liabilities | 81,936,576 | | 81,936,576 |
| 19. Total liabilities excluding protected cell business (Line 26) | 472,209,348 | (33,324,768) | 438,884,580 |
| 20. Protected cell liabilities (Line 27) | | | |
| 21. Surplus as regards policyholders (Line 37) | 38,642,859 | X X X | 38,642,859 |
| 22. Totals (Line 38) | 510,852,207 | (33,324,768) | 477,527,439 |

NOTE: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements? Yes [] No [X]

If yes, give full explanation:

NONE Schedule H - Part 1

NONE Schedule H - Part 2, 3 and 4

NONE Schedule H - Part 5

SCHEDULE P – ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P – PART 1 – SUMMARY

(\$000 omitted)

| Years in Which Premiums Were Earned and Losses Were Incurred | Premiums Earned | | | Loss and Loss Expense Payments | | | | | | | | 12 Number of Claims Reported Direct and Assumed |
|--|-----------------------------|----------------|--------------------------|--------------------------------|----------------|---------------------------------------|----------------|------------------------------|----------------|--|--|--|
| | 1 Direct and Assumed | 2 Ceded | 3 Net (Cols. 1–2) | Loss Payments | | Defense and Cost Containment Payments | | Adjusting and Other Payments | | 10 Salvage and Subrogation Received | 11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9) | |
| | | | | 4 Direct and Assumed | 5 Ceded | 6 Direct and Assumed | 7 Ceded | 8 Direct and Assumed | 9 Ceded | | | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| 1. Prior | X X X | X X X | X X X | | | 617 | | 36 | | | 653 | X X X |
| 2. 2013 | 456,630 | 161,499 | 295,131 | 70,826 | | 901 | | 12,924 | | 78 | 84,651 | X X X |
| 3. 2014 | 484,049 | 116,493 | 367,556 | 7,005 | | 1,018 | | 5,797 | | 126 | 13,820 | X X X |
| 4. 2015 | 501,722 | 124,128 | 377,594 | 138,697 | | 2,826 | | 37,147 | | 3 | 178,670 | X X X |
| 5. 2016 | 496,457 | 126,053 | 370,404 | 28,422 | 18 | 504 | | 14,883 | 12 | 65 | 43,779 | X X X |
| 6. 2017 | 451,347 | 103,993 | 347,354 | 1,400,645 | 966 | 13,026 | 20 | 262,127 | 206 | 563 | 1,674,606 | X X X |
| 7. 2018 | 409,954 | 108,439 | 301,515 | 12,087 | 50 | 371 | | 6,402 | 20 | 20 | 18,790 | X X X |
| 8. 2019 | 381,571 | 94,094 | 287,477 | 17,588 | 111 | 516 | 19 | 8,804 | 30 | 8 | 26,748 | X X X |
| 9. 2020 | 369,179 | 107,605 | 261,574 | 62,616 | 109 | 1,279 | | 27,080 | 13 | 55 | 90,853 | X X X |
| 10. 2021 | 378,504 | 102,132 | 276,372 | 61,894 | | 945 | | 25,942 | | 32 | 88,781 | X X X |
| 11. 2022 | 443,490 | 132,095 | 311,395 | 19,961 | | 53 | | 8,924 | | 3 | 28,938 | X X X |
| 12. Totals | X X X | X X X | X X X | 1,819,741 | 1,254 | 22,056 | 39 | 410,066 | 281 | 953 | 2,250,289 | X X X |

| | Losses Unpaid | | | | Defense and Cost Containment Unpaid | | | | Adjusting and | | 23 | 24 | 25 |
|------------|--------------------|-------|--------------------|-------|-------------------------------------|-------|--------------------|-------|--------------------|-------|----|--------|-------|
| | Case Basis | | Bulk + IBNR | | Case Basis | | Bulk + IBNR | | Other Unpaid | | | | |
| | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | 22 | | | |
| | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | | | |
| 1. Prior | 2,247 | | 4,718 | | 392 | | 4,031 | | 52 | | | 11,440 | X X X |
| 2. 2013 | | | 9 | | | | | | 4 | | | 13 | X X X |
| 3. 2014 | | | 4 | | | | | | 2 | | | 6 | X X X |
| 4. 2015 | 3 | | 118 | | 99 | | 48 | | 3 | | | 271 | X X X |
| 5. 2016 | | | 20 | | | | 7 | | 2 | | | 29 | X X X |
| 6. 2017 | 2,090 | | 9,317 | 2 | 1,273 | | 3,130 | | 2,227 | 1 | | 18,034 | X X X |
| 7. 2018 | | | 20 | | 8 | | 6 | | 2 | | | 36 | X X X |
| 8. 2019 | 152 | | 131 | 1 | 112 | | 37 | | 19 | | | 450 | X X X |
| 9. 2020 | 1,675 | | 1,202 | 2 | 1,087 | | 286 | | 369 | | | 4,617 | X X X |
| 10. 2021 | 5,986 | | 3,018 | | 1,062 | | 237 | | 1,275 | | | 11,578 | X X X |
| 11. 2022 | 3,581 | | 5,226 | | 421 | | 110 | | 2,363 | | | 11,701 | X X X |
| 12. Totals | 15,734 | | 23,783 | 5 | 4,454 | | 7,892 | | 6,318 | 1 | | 58,175 | X X X |

| | Total Losses and Loss Expenses Incurred | | | Loss and Loss Expense Percentage (Incurred/Premiums Earned) | | | Nontabular Discount | | 34 Inter- Company Pooling Participation Percentage | Net Balance Sheet Reserves After Discount | |
|------------|--|-----------------|---------------|--|-----------------|---------------|---------------------|---------------------------|---|--|----------------------------------|
| | 26 Direct and Assumed | 27 Ceded | 28 Net | 29 Direct and Assumed | 30 Ceded | 31 Net | 32 Loss | 33 Loss Expense | | 35 Losses Unpaid | 36 Loss Expenses Unpaid |
| | | | | | | | | | | | |
| 1. Prior | X X X | X X X | X X X | X X X | X X X | X X X | | | X X X | 6,965 | 4,475 |
| 2. 2013 | 84,664 | | 84,664 | 18.541 | | 28.687 | | | | 9 | 4 |
| 3. 2014 | 13,826 | | 13,826 | 2.856 | | 3.762 | | | | 4 | 2 |
| 4. 2015 | 178,941 | | 178,941 | 35.665 | | 47.390 | | | | 121 | 150 |
| 5. 2016 | 43,838 | 30 | 43,808 | 8.830 | 0.024 | 11.827 | | | | 20 | 9 |
| 6. 2017 | 1,693,835 | 1,195 | 1,692,640 | 375.284 | 1.149 | 487.295 | | | | 11,405 | 6,629 |
| 7. 2018 | 18,896 | 70 | 18,826 | 4.609 | 0.065 | 6.244 | | | | 20 | 16 |
| 8. 2019 | 27,359 | 161 | 27,198 | 7.170 | 0.171 | 9.461 | | | | 282 | 168 |
| 9. 2020 | 95,594 | 124 | 95,470 | 25.894 | 0.115 | 36.498 | | | | 2,875 | 1,742 |
| 10. 2021 | 100,359 | | 100,359 | 26.515 | | 36.313 | | | | 9,004 | 2,574 |
| 11. 2022 | 40,639 | | 40,639 | 9.163 | | 13.051 | | | | 8,807 | 2,894 |
| 12. Totals | X X X | X X X | X X X | X X X | X X X | X X X | | | X X X | 39,512 | 18,663 |

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.

SCHEDULE P – PART 2 – SUMMARY

| Years in Which Losses Were Incurred | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | DEVELOPMENT | |
|-------------------------------------|--|--------|---------|---------|-----------|-----------|-----------|-----------|-----------|-----------|-------------|----------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | One Year | Two Year |
| 1. Prior | 110,512 | 82,025 | 73,876 | 72,729 | 65,203 | 64,621 | 63,832 | 62,607 | 54,350 | 55,947 | 1,597 | (6,660) |
| 2. 2013 | 77,923 | 76,010 | 73,574 | 72,912 | 72,277 | 72,039 | 71,726 | 71,714 | 71,775 | 71,736 | (39) | 22 |
| 3. 2014 | X X X | 7,255 | 8,346 | 8,383 | 8,527 | 8,145 | 8,040 | 8,033 | 8,040 | 8,027 | (13) | (6) |
| 4. 2015 | X X X | X X X | 148,901 | 141,773 | 142,814 | 142,526 | 141,745 | 141,571 | 141,627 | 141,791 | 164 | 220 |
| 5. 2016 | X X X | X X X | X X X | 31,669 | 30,271 | 29,636 | 29,076 | 28,981 | 28,962 | 28,935 | (27) | (46) |
| 6. 2017 | X X X | X X X | X X X | X X X | 1,278,036 | 1,389,339 | 1,466,449 | 1,467,864 | 1,438,612 | 1,428,493 | (10,119) | (39,371) |
| 7. 2018 | X X X | X X X | X X X | X X X | X X X | 13,463 | 12,636 | 12,495 | 12,338 | 12,442 | 104 | (53) |
| 8. 2019 | X X X | X X X | X X X | X X X | X X X | X X X | 18,102 | 18,295 | 18,160 | 18,405 | 245 | 110 |
| 9. 2020 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 87,219 | 66,366 | 68,034 | 1,668 | (19,185) |
| 10. 2021 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 62,683 | 73,142 | 10,459 | X X X |
| 11. 2022 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 29,352 | X X X | X X X |
| 12. Totals | | | | | | | | | | | 4,039 | (64,969) |

SCHEDULE P – PART 3 – SUMMARY

| Years in Which Losses Were Incurred | CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | 11 | 12 |
|-------------------------------------|---|--------|---------|---------|---------|-----------|-----------|-----------|-----------|-----------|---|--|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Number of Claims Closed With Loss Payment | Number of Claims Closed Without Loss Payment |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | | |
| 1. Prior | 000 | 25,051 | 32,182 | 36,571 | 40,189 | 42,744 | 42,965 | 43,384 | 43,942 | 44,559 | X X X | X X X |
| 2. 2013 | 67,645 | 71,138 | 71,467 | 71,583 | 71,676 | 71,712 | 71,712 | 71,711 | 71,733 | 71,727 | X X X | X X X |
| 3. 2014 | X X X | 4,880 | 7,312 | 7,706 | 8,043 | 8,019 | 8,019 | 8,019 | 8,023 | 8,023 | X X X | X X X |
| 4. 2015 | X X X | X X X | 127,928 | 138,288 | 139,087 | 140,663 | 141,262 | 141,418 | 141,492 | 141,523 | X X X | X X X |
| 5. 2016 | X X X | X X X | X X X | 24,665 | 28,353 | 28,821 | 28,875 | 28,898 | 28,908 | 28,908 | X X X | X X X |
| 6. 2017 | X X X | X X X | X X X | X X X | 945,431 | 1,243,600 | 1,344,403 | 1,386,969 | 1,406,019 | 1,412,685 | X X X | X X X |
| 7. 2018 | X X X | X X X | X X X | X X X | X X X | 9,076 | 11,730 | 12,144 | 12,218 | 12,408 | X X X | X X X |
| 8. 2019 | X X X | X X X | X X X | X X X | X X X | X X X | 12,885 | 16,933 | 17,535 | 17,974 | X X X | X X X |
| 9. 2020 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 45,825 | 60,121 | 63,786 | X X X | X X X |
| 10. 2021 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 43,580 | 62,839 | X X X | X X X |
| 11. 2022 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 20,014 | X X X | X X X |

SCHEDULE P – PART 4 – SUMMARY

| Years in Which Losses Were Incurred | BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | |
|-------------------------------------|---|--------|--------|--------|---------|--------|--------|--------|--------|--------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
| 1. Prior | 95,815 | 48,654 | 36,277 | 31,689 | 20,683 | 18,789 | 17,829 | 16,441 | 7,695 | 8,749 |
| 2. 2013 | 8,794 | 4,270 | 1,875 | 1,205 | 580 | 322 | 14 | 3 | 42 | 9 |
| 3. 2014 | X X X | 1,536 | 232 | 85 | 99 | 65 | 9 | 2 | 9 | 4 |
| 4. 2015 | X X X | X X X | 15,183 | 1,081 | 1,589 | 1,333 | 167 | 65 | 102 | 166 |
| 5. 2016 | X X X | X X X | X X X | 5,435 | 1,344 | 589 | 134 | 50 | 44 | 27 |
| 6. 2017 | X X X | X X X | X X X | X X X | 267,831 | 78,255 | 63,927 | 47,124 | 17,334 | 12,445 |
| 7. 2018 | X X X | X X X | X X X | X X X | X X X | 3,175 | 282 | 28 | 26 | 26 |
| 8. 2019 | X X X | X X X | X X X | X X X | X X X | X X X | 3,896 | 165 | | 167 |
| 9. 2020 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 31,901 | 341 | 1,486 |
| 10. 2021 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 7,055 | 3,255 |
| 11. 2022 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 5,336 |

| | |
|------|---|
| NONE | Schedule P - Part 1A Homeowners/Farmowners |
| NONE | Schedule P - Part 1B Private Passenger |
| NONE | Schedule P - Part 1C Commercial Auto |
| NONE | Schedule P - Part 1D Workers Compensation |
| NONE | Schedule P - Part 1E Commercial Multiple Peril |
| NONE | Schedule P - Part 1F - Section 1 Med. Prof. Liab. Occurence |
| NONE | Schedule P - Part 1F - Section 2 Med. Prof. Liab. Claims-Made |
| NONE | Schedule P - Part 1G Special Liability |
| NONE | Schedule P - Part 1H - Section 1 Other Liab. Occurence |
| NONE | Schedule P - Part 1H - Section 2 Other Liab. Claims-Made |

SCHEDULE P – PART 1I – SPECIAL PROPERTY (FIRE, ALLIED LINES,
INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)
(\$000 omitted)

| Years in Which Premiums Were Earned and Losses Were Incurred | Premiums Earned | | | Loss and Loss Expense Payments | | | | | | | 12 Number of Claims Reported Direct and Assumed | |
|--|-----------------------------|----------------|--------------------------|--------------------------------|----------------|---------------------------------------|----------------|------------------------------|----------------|--|--|--|
| | 1 Direct and Assumed | 2 Ceded | 3 Net (Cols. 1–2) | Loss Payments | | Defense and Cost Containment Payments | | Adjusting and Other Payments | | 10 Salvage and Subrogation Received | | 11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9) |
| | | | | 4 Direct and Assumed | 5 Ceded | 6 Direct and Assumed | 7 Ceded | 8 Direct and Assumed | 9 Ceded | | | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| 1. Prior | X X X | X X X | X X X | 8,571 | | 3,031 | | 3,062 | | 56 | 14,664 | X X X |
| 2. 2021 | 378,504 | 102,132 | 276,372 | 61,894 | | 945 | | 25,942 | | 32 | 88,781 | X X X |
| 3. 2022 | 443,490 | 132,095 | 311,395 | 19,961 | | 53 | | 8,924 | | 3 | 28,938 | X X X |
| 4. Totals | X X X | X X X | X X X | 90,426 | | 4,029 | | 37,928 | | 91 | 132,383 | X X X |

| | Losses Unpaid | | | | Defense and Cost Containment Unpaid | | | | Adjusting and Other Unpaid | | 23 | 24 | 25 | | | |
|-----------|--------------------------|-------|--------------------------|-------|-------------------------------------|-------|--------------------------|-------|-------------------------------|-------|----|--------|----|--|--|--|
| | Case Basis | | Bulk + IBNR | | Case Basis | | Bulk + IBNR | | | | | | | | | |
| | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | 22 | | | | Salvage and Subrogation Anticipated | Total Net Losses and Expenses Unpaid | Number of Claims Outstanding Direct and Assumed |
| | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | | | | | | |
| 1. Prior | 6,167 | | 15,539 | 5 | 2,971 | | 7,545 | | 2,680 | 1 | | 34,896 | | | | |
| 2. 2021 | 5,986 | | 3,018 | | 1,062 | | 237 | | 1,275 | | | 11,578 | | | | |
| 3. 2022 | 3,581 | | 5,226 | | 421 | | 110 | | 2,363 | | | 11,701 | | | | |
| 4. Totals | 15,734 | | 23,783 | 5 | 4,454 | | 7,892 | | 6,318 | 1 | | 58,175 | | | | |

| | Total Losses and Loss Expenses Incurred | | | Loss and Loss Expense Percentage (Incurred/Premiums Earned) | | | Nontabular Discount | | 34 Inter- Company Pooling Participation Percentage | Net Balance Sheet Reserves After Discount | |
|-----------|--|-----------------|---------------|--|-----------------|---------------|---------------------|---------------------------|---|--|----------------------------------|
| | 26 Direct and Assumed | 27 Ceded | 28 Net | 29 Direct and Assumed | 30 Ceded | 31 Net | 32 Loss | 33 Loss Expense | | 35 Losses Unpaid | 36 Loss Expenses Unpaid |
| | | | | | | | | | | | |
| 1. Prior | X X X | X X X | X X X | X X X | X X X | X X X | | | X X X | 21,701 | 13,195 |
| 2. 2021 | 100,359 | | 100,359 | 26.515 | | 36.313 | | | | 9,004 | 2,574 |
| 3. 2022 | 40,639 | | 40,639 | 9.163 | | 13.051 | | | | 8,807 | 2,894 |
| 4. Totals | X X X | X X X | X X X | X X X | X X X | X X X | | | X X X | 39,512 | 18,663 |

- NONE Schedule P - Part 1J Auto Physical Damage**
- NONE Schedule P - Part 1K Fidelity/Surety**
- NONE Schedule P - Part 1L Other**
- NONE Schedule P - Part 1M International**
- NONE Schedule P - Part 1N Nonproportional Assumed Prop.**
- NONE Schedule P - Part 1O Nonproportional Assumed Liab.**
- NONE Schedule P - Part 1P Nonproportional Assumed Fin. Lines**
- NONE Schedule P - Part 1R - Section 1 Prod. Liab. Occurence**
- NONE Schedule P - Part 1R - Section 2 Prod. Liab. Claims-Made**
- NONE Schedule P - Part 1S Financial Guaranty/Mortgage Guaranty**
- NONE Schedule P - Part 1T - Warranty**
- NONE Schedule P - Part 2A, 2B, 2C, 2D, 2E**
- NONE Schedule P - Part 2F - Sec. 1 and 2, 2G, 2H Sec. 1 and 2**

SCHEDULE P – PART 2I – SPECIAL PROPERTY (FIRE, ALLIED LINES,
INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)

| Years in Which Losses Were Incurred | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | DEVELOPMENT | |
|--|--|------|------|------|------|------|------|---------|--------|--------|-------------|-------------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | One Year | Two Year |
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 143,478 | 84,929 | 78,509 | (6,420) | (64,969) |
| 2. 2021 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 62,683 | 73,142 | 10,459 | XXX |
| 3. 2022 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 29,352 | XXX | XXX |
| 4. Totals | | | | | | | | | | | 4,039 | (64,969) |

SCHEDULE P – PART 2J – AUTO PHYSICAL DAMAGE

| Years in Which Losses Were Incurred | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | DEVELOPMENT | |
|--|--|------|------|------|------|------|------|------|------|------|-------------|-------------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | One Year | Two Year |
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | | |
| 2. 2021 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | | XXX |
| 3. 2022 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | XXX | XXX |
| 4. Totals | | | | | | | | | | | | |

SCHEDULE P – PART 2K – FIDELITY, SURETY

| Years in Which Losses Were Incurred | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | DEVELOPMENT | |
|--|--|------|------|------|------|------|------|------|------|------|-------------|-------------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | One Year | Two Year |
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | | |
| 2. 2021 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | | XXX |
| 3. 2022 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | XXX | XXX |
| 4. Totals | | | | | | | | | | | | |

SCHEDULE P – PART 2L – OTHER
(INCLUDING CREDIT, ACCIDENT AND HEALTH)

| Years in Which Losses Were Incurred | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | DEVELOPMENT | |
|--|--|------|------|------|------|------|------|------|------|------|-------------|-------------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | One Year | Two Year |
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | | |
| 2. 2021 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | | XXX |
| 3. 2022 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | XXX | XXX |
| 4. Totals | | | | | | | | | | | | |

SCHEDULE P – PART 2M – INTERNATIONAL

| Years in Which Losses Were Incurred | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | DEVELOPMENT | |
|--|--|------|------|------|------|------|------|------|------|------|-------------|-------------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | One Year | Two Year |
| 1. Prior | | | | | | | | | | | | |
| 2. 2013 | | | | | | | | | | | | |
| 3. 2014 | XXX | | | | | | | | | | | |
| 4. 2015 | XXX | XXX | | | | | | | | | | |
| 5. 2016 | XXX | XXX | XXX | | | | | | | | | |
| 6. 2017 | XXX | XXX | XXX | XXX | | | | | | | | |
| 7. 2018 | XXX | XXX | XXX | XXX | XXX | | | | | | | |
| 8. 2019 | XXX | XXX | XXX | XXX | XXX | XXX | | | | | | |
| 9. 2020 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | | | |
| 10. 2021 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | | XXX |
| 11. 2022 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | XXX | XXX |
| 12. Totals | | | | | | | | | | | | |

- NONE Schedule P - Part 2N, 2O, 2P**
- NONE Schedule P - Part 2R Sec. 1 and 2, 2S, 2T**
- NONE Schedule P - Part 3A, 3B, 3C, 3D, 3E**
- NONE Schedule P - Part 3F Sec. 1 and 2, 3G, 3H Sec. 1 and 2**

SCHEDULE P – PART 3I – SPECIAL PROPERTY (FIRE, ALLIED LINES,
INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)

| Years in Which Losses Were Incurred | CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | 11 | 12 |
|-------------------------------------|---|-------|-------|-------|-------|-------|-------|-------|--------|--------|---|--|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Number of Claims Closed With Loss Payment | Number of Claims Closed Without Loss Payment |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | | |
| 1. Prior | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 000 | 34,690 | 46,292 | X X X | X X X |
| 2. 2021 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 43,580 | 62,839 | X X X | X X X |
| 3. 2022 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 20,014 | X X X | X X X |

SCHEDULE P – PART 3J – AUTO PHYSICAL DAMAGE

| Years in Which Losses Were Incurred | CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | 11 | 12 |
|-------------------------------------|---|-------|-------|-------|-------|-------|-------|-------|-------|------|---|--|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Number of Claims Closed With Loss Payment | Number of Claims Closed Without Loss Payment |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | | |
| 1. Prior | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 000 | | | | |
| 2. 2021 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | | | | |
| 3. 2022 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | | | |

SCHEDULE P – PART 3K – FIDELITY/SURETY

| Years in Which Losses Were Incurred | CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | 11 | 12 |
|-------------------------------------|---|-------|-------|-------|-------|-------|-------|-------|-------|------|---|--|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Number of Claims Closed With Loss Payment | Number of Claims Closed Without Loss Payment |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | | |
| 1. Prior | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 000 | | | X X X | X X X |
| 2. 2021 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | | | X X X | X X X |
| 3. 2022 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | | X X X | X X X |

SCHEDULE P – PART 3L – OTHER
(INCLUDING CREDIT, ACCIDENT AND HEALTH)

| Years in Which Losses Were Incurred | CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | 11 | 12 |
|-------------------------------------|---|-------|-------|-------|-------|-------|-------|-------|-------|------|---|--|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Number of Claims Closed With Loss Payment | Number of Claims Closed Without Loss Payment |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | | |
| 1. Prior | X X X | X X X | X X X | X X X | X X X | X X X | X X X | 000 | | | X X X | X X X |
| 2. 2021 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | | | X X X | X X X |
| 3. 2022 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | | X X X | X X X |

SCHEDULE P – PART 3M – INTERNATIONAL

| Years in Which Losses Were Incurred | CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | | 11 | 12 |
|-------------------------------------|---|-------|-------|-------|-------|-------|-------|-------|-------|------|---|--|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Number of Claims Closed With Loss Payment | Number of Claims Closed Without Loss Payment |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | | |
| 1. Prior | 000 | | | | | | | | | | X X X | X X X |
| 2. 2013 | | | | | | | | | | | X X X | X X X |
| 3. 2014 | X X X | | | | | | | | | | X X X | X X X |
| 4. 2015 | X X X | X X X | | | | | | | | | X X X | X X X |
| 5. 2016 | X X X | X X X | X X X | | | | | | | | X X X | X X X |
| 6. 2017 | X X X | X X X | X X X | X X X | | | | | | | X X X | X X X |
| 7. 2018 | X X X | X X X | X X X | X X X | X X X | | | | | | X X X | X X X |
| 8. 2019 | X X X | X X X | X X X | X X X | X X X | X X X | | | | | X X X | X X X |
| 9. 2020 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | | | | X X X | X X X |
| 10. 2021 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | | | X X X | X X X |
| 11. 2022 | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | X X X | | X X X | X X X |

- NONE Schedule P - Part 3N, 3O, 3P**
- NONE Schedule P - Part 3R Sec. 1 and 2, 3S, 3T**
- NONE Schedule P - Part 4A, 4B, 4C, 4D, 4E**
- NONE Schedule P - Part 4F Sec. 1 and 2, 4G, 4H Sec. 1 and 2**

SCHEDULE P – PART 4I – SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)

| Years in Which Losses Were Incurred | BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | |
|-------------------------------------|---|------|------|------|------|------|------|--------|--------|--------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 79,338 | 17,898 | 23,079 |
| 2. 2021 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 7,055 | 3,255 |
| 3. 2022 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 5,336 |

SCHEDULE P – PART 4J – AUTO PHYSICAL DAMAGE

| Years in Which Losses Were Incurred | BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | |
|-------------------------------------|---|------|------|------|------|------|------|------|------|------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | |
| 2. 2021 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| 3. 2022 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | |

SCHEDULE P – PART 4K – FIDELITY/SURETY

| Years in Which Losses Were Incurred | BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | |
|-------------------------------------|---|------|------|------|------|------|------|------|------|------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | |
| 2. 2021 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| 3. 2022 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | |

SCHEDULE P – PART 4L – OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

| Years in Which Losses Were Incurred | BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | |
|-------------------------------------|---|------|------|------|------|------|------|------|------|------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | |
| 2. 2021 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| 3. 2022 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | |

SCHEDULE P – PART 4M – INTERNATIONAL

| Years in Which Losses Were Incurred | BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) | | | | | | | | | |
|-------------------------------------|---|------|------|------|------|------|------|------|------|------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
| 1. Prior | | | | | | | | | | |
| 2. 2013 | | | | | | | | | | |
| 3. 2014 | XXX | | | | | | | | | |
| 4. 2015 | XXX | XXX | | | | | | | | |
| 5. 2016 | XXX | XXX | XXX | | | | | | | |
| 6. 2017 | XXX | XXX | XXX | XXX | | | | | | |
| 7. 2018 | XXX | XXX | XXX | XXX | XXX | | | | | |
| 8. 2019 | XXX | XXX | XXX | XXX | XXX | XXX | | | | |
| 9. 2020 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | | |
| 10. 2021 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | | |
| 11. 2022 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | |

| | |
|------|--|
| NONE | Schedule P - Part 4N, 4O, 4P |
| NONE | Schedule P - Part 4R Sec. 1 and 2, 4S, 4T |
| NONE | Schedule P - Part 5A - Section 1-3 |
| NONE | Schedule P - Part 5B - Section 1-3 |
| NONE | Schedule P - Part 5C - Section 1-3 |
| NONE | Schedule P - Part 5D - Section 1-3 |
| NONE | Schedule P - Part 5E - Section 1-3 |
| NONE | Schedule P - Part 5F - Section 1A-3A |
| NONE | Schedule P - Part 5F - Section 1B-3B |
| NONE | Schedule P - Part 5H - Section 1A-3A |
| NONE | Schedule P - Part 5H - Section 1B-3B |
| NONE | Schedule P - Part 5R - Section 1A-3A |
| NONE | Schedule P - Part 5R - Section 1B-3B |
| NONE | Schedule P - Part 5T - Warranty |
| NONE | Schedule P - Part 6C Sec. 1 and 2, 6D Sec. 1 and 2 |
| NONE | Schedule P - Part 6E Sec. 1 and 2, 6H Sec. 1A and 2A |
| NONE | Schedule P - Part 6H Sec. 1B and 2B, 6M Sec. 1B and 2B |
| NONE | Schedule P - Part 6N Sec. 1 and 2, 6O Sec. 1 and 2 |
| NONE | Schedule P - Part 6R Sec. 1A, 2A and 1B, 2B |
| NONE | Schedule P - Part 7A |
| NONE | Schedule P - Part 7A (Continued) |
| NONE | Schedule P - Part 7B |
| NONE | Schedule P - Part 7B (Continued) |

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN
Allocated By States and Territories

| States, Etc. | | 1 Active Status (a) | Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken | | 4 Dividends Paid or Credited to Policyholders on Direct Business | 5 Direct Losses Paid (Deducting Salvage) | 6 Direct Losses Incurred | 7 Direct Losses Unpaid | 8 Finance and Service Charges Not Included in Premiums | 9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2) |
|--------------|--------------------------|------------------------------|---|--------------------------------|--|---|-----------------------------------|---------------------------------|--|---|
| | | | 2 Direct Premiums Written | 3 Direct Premiums Earned | | | | | | |
| 1. | Alabama | AL | N | | | | | | | |
| 2. | Alaska | AK | N | | | | | | | |
| 3. | Arizona | AZ | N | | | | | | | |
| 4. | Arkansas | AR | N | | | | | | | |
| 5. | California | CA | N | | | | | | | |
| 6. | Colorado | CO | N | | | | | | | |
| 7. | Connecticut | CT | N | | | | | | | |
| 8. | Delaware | DE | N | | | | | | | |
| 9. | District of Columbia | DC | N | | | | | | | |
| 10. | Florida | FL | N | | | | | | | |
| 11. | Georgia | GA | N | | | | | | | |
| 12. | Hawaii | HI | N | | | | | | | |
| 13. | Idaho | ID | N | | | | | | | |
| 14. | Illinois | IL | N | | | | | | | |
| 15. | Indiana | IN | N | | | | | | | |
| 16. | Iowa | IA | N | | | | | | | |
| 17. | Kansas | KS | N | | | | | | | |
| 18. | Kentucky | KY | N | | | | | | | |
| 19. | Louisiana | LA | N | | | | | | | |
| 20. | Maine | ME | N | | | | | | | |
| 21. | Maryland | MD | N | | | | | | | |
| 22. | Massachusetts | MA | N | | | | | | | |
| 23. | Michigan | MI | N | | | | | | | |
| 24. | Minnesota | MN | N | | | | | | | |
| 25. | Mississippi | MS | N | | | | | | | |
| 26. | Missouri | MO | N | | | | | | | |
| 27. | Montana | MT | N | | | | | | | |
| 28. | Nebraska | NE | N | | | | | | | |
| 29. | Nevada | NV | N | | | | | | | |
| 30. | New Hampshire | NH | N | | | | | | | |
| 31. | New Jersey | NJ | N | | | | | | | |
| 32. | New Mexico | NM | N | | | | | | | |
| 33. | New York | NY | N | | | | | | | |
| 34. | North Carolina | NC | N | | | | | | | |
| 35. | North Dakota | ND | N | | | | | | | |
| 36. | Ohio | OH | N | | | | | | | |
| 37. | Oklahoma | OK | N | | | | | | | |
| 38. | Oregon | OR | N | | | | | | | |
| 39. | Pennsylvania | PA | N | | | | | | | |
| 40. | Rhode Island | RI | N | | | | | | | |
| 41. | South Carolina | SC | N | | | | | | | |
| 42. | South Dakota | SD | N | | | | | | | |
| 43. | Tennessee | TN | N | | | | | | | |
| 44. | Texas | TX | L | 518,299,032 | 443,490,204 | | 47,047,223 | 28,872,966 | 39,516,783 | |
| 45. | Utah | UT | N | | | | | | | |
| 46. | Vermont | VT | N | | | | | | | |
| 47. | Virginia | VA | N | | | | | | | |
| 48. | Washington | WA | N | | | | | | | |
| 49. | West Virginia | WV | N | | | | | | | |
| 50. | Wisconsin | WI | N | | | | | | | |
| 51. | Wyoming | WY | N | | | | | | | |
| 52. | American Samoa | AS | N | | | | | | | |
| 53. | Guam | GU | N | | | | | | | |
| 54. | Puerto Rico | PR | N | | | | | | | |
| 55. | U.S. Virgin Islands | VI | N | | | | | | | |
| 56. | Northern Mariana Islands | MP | N | | | | | | | |
| 57. | Canada | CAN | N | | | | | | | |
| 58. | Aggregate Other Alien | OT | X X X | | | | | | | |
| 59. | Totals | (a) 1 | | 518,299,032 | 443,490,204 | | 47,047,223 | 28,872,966 | 39,516,783 | |

| DETAILS OF WRITE-INS | | | | | | | | | |
|----------------------|--|-------|--|--|--|--|--|--|--|
| 58001. | | X X X | | | | | | | |
| 58002. | | X X X | | | | | | | |
| 58003. | | X X X | | | | | | | |
| 58998. | Summary of remaining write-ins for Line 58 from overflow page | X X X | | | | | | | |
| 58999. | Totals (Lines 58001 through 58003 plus 58998) (Line 58 above) | X X X | | | | | | | |

Explanation of basis of allocation of premiums by states, etc.

- (a) Active Status Counts
1. L – Licensed or Chartered - Licensed insurance carrier or domiciled RRG

2. R - Registered - Non-domiciled RRGs

3. E – Eligible - Reporting entities eligible or approved to write surplus lines in the state

4. Q - Qualified - Qualified or accredited reinsurer

5. D - Domestic Surplus Lines Insurer (DSLII) - Reporting entities authorized to write surplus lines in the state of domicile

6. N – None of the above - Not allowed to write business in the state (other than their state of domicile - See DSLII)
- 1

56

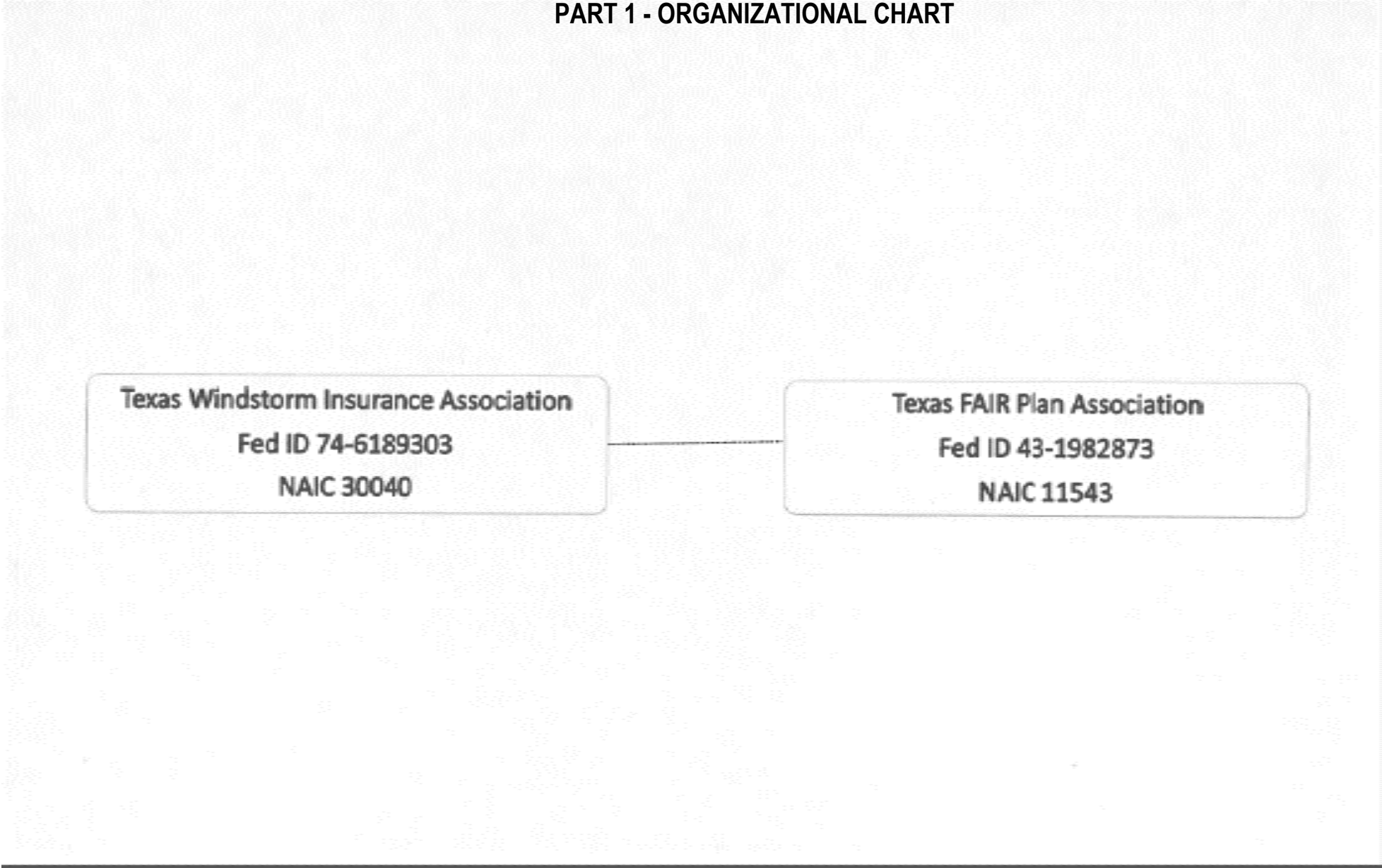
Explanation of basis of allocation of premiums by states, etc.

The Texas Windstorm Insurance Association only writes premium in Texas.

NONE Schedule T - Part 2

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

PART 1 - ORGANIZATIONAL CHART



SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 |
|------------|------------|-------------------|------------|--------------|-----|--|---|----------------------|----------------------------------|--|--|--|--|-------------------------------------|----|
| Group Code | Group Name | NAIC Company Code | ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity / Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/Person(s) | Is an SCA Filing Required? (Yes/No) | * |
| 4766 | | 30040 | 74-6189303 | | | | Texas Windstorm Insurance Association | TX | OTH | Unaffiliated | Service Contract | | | NO | |
| 4766 | | 11543 | 43-1982873 | | | | Texas FAIR Plan Association | TX | OTH | Unaffiliated | Service Contract | | | NO | |

[illegible]

SCHEDULE Y

PART 2 – SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

[illegible]

NONE Schedule Y - Part 3

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

REQUIRED FILINGS

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be accepted in lieu of filing a “NONE” report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

| | Responses |
|---|-----------------|
| MARCH FILING | |
| 1. Will an actuarial opinion be filed by March 1? | YES |
| 2. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? | YES |
| 3. Will the confidential Risk-based Capital Report be filed with the NAIC by March 1? | YES |
| 4. Will the confidential Risk-based Capital Report be filed with the state of domicile, if required, by March 1? | See Explanation |
| APRIL FILING | |
| 5. Will the Insurance Expense Exhibit be filed with the state of domicile and the NAIC by April 1? | YES |
| 6. Will Management’s Discussion and Analysis be filed by April 1? | YES |
| 7. Will the Supplemental Investment Risks Interrogatories be filed by April 1? | YES |
| MAY FILING | |
| 8. Will this company be included in a combined annual statement that is filed with the NAIC by May 1? | See Explanation |
| JUNE FILING | |
| 9. Will an audited financial report be filed by June 1? | See Explanation |
| 10. Will Accountants Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1? | See Explanation |

SUPPLEMENTAL FILINGS

The following supplemental reports are required to be filed as part of your annual statement filing if your company is engaged in the type of business covered by the supplement. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a “NONE” report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

| | |
|--|-----------------|
| MARCH FILING | |
| 11. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? | NO |
| 12. Will the Financial Guaranty Insurance Exhibit be filed by March 1? | NO |
| 13. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? | NO |
| 14. Will Supplemental A to Schedule T (Medical Professional Liability Supplement) be filed by March 1? | NO |
| 15. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1? | NO |
| 16. Will the Premiums Attributed to Protected Cells be filed by March 1? | NO |
| 17. Will the Reinsurance Summary Supplemental Filing for General Interrogatory 9 be filed with the state of domicile and the NAIC by March 1? | NO |
| 18. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1? | NO |
| 19. Will the confidential Actuarial Opinion Summary be filed with the state of domicile, if required, by March 15 (or the date otherwise specified)? | YES |
| 20. Will the Reinsurance Attestation Supplement be filed with the state of domicile and the NAIC by March 1? | YES |
| 21. Will the Exceptions to the Reinsurance Attestation Supplement be filed with the state of domicile by March 1? | See Explanation |
| 22. Will the Bail Bond Supplement be filed with the state of domicile and the NAIC by March 1? | NO |
| 23. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC by March 1? | NO |
| 24. Will an approval from the reporting entity's state of domicile for relief related to the five-year rotation requirement for lead audit partner be filed electronically with the NAIC by March 1? | NO |
| 25. Will an approval from the reporting entity's state of domicile for relief related to the one-year cooling off period for independent CPA be filed electronically with the NAIC by March 1? | NO |
| 26. Will an approval from the reporting entity's state of domicile for relief related to the Requirements for Audit Committees be filed electronically with the NAIC by March 1? | NO |
| 27. Will the Supplemental Schedule for Reinsurance Counterparty Reporting Exception – Asbestos and Pollution contracts be filed with the state of domicile and the NAIC by March 1? | NO |
| APRIL FILING | |
| 28. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? | NO |
| 29. Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? | NO |
| 30. Will the Accident and Health Policy Experience Exhibit be filed by April 1? | NO |
| 31. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1? | NO |
| 32. Will the regulator only (non-public) Supplemental Health Care Exhibit's Expense Allocation Report be filed with the state of domicile and the NAIC by April 1? | NO |
| 33. Will the Cybersecurity and Identity Theft Insurance Coverage Supplement be filed with the state of domicile and the NAIC by April 1? | NO |
| 34. Will the Life, Health & Annuity Guaranty Association Assessable Premium Exhibit - Parts 1 and 2 be filed with the state of domicile and the NAIC by April? | NO |
| 35. Will the Private Flood Insurance Supplement be filed with the state of domicile and the NAIC by April 1? | NO |
| 36. Will the Mortgage Guaranty Insurance Exhibit be filed with the state of domicile and the NAIC by April 1? | NO |
| AUGUST FILING | |
| 37. Will Management’s Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1? | NO |

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

| | |
|-----------------|---|
| Explanation 4: | Not applicable. |
| Explanation 8: | Not applicable. |
| Explanation 9: | The Association is required to file by June 30th. |
| Explanation 10: | The Association is required to file by June 30th. |
| Explanation 11: | Not applicable. |
| Explanation 13: | Not applicable. |
| Explanation 14: | Not applicable. |
| Explanation 15: | Not applicable. |
| Explanation 16: | Not applicable. |
| Explanation 17: | Not applicable. |
| Explanation 18: | Not applicable. |
| Explanation 21: | There were no exceptions to the Reinsurance Supplement. |
| Explanation 22: | Not applicable. |
| Explanation 23: | Not applicable. |
| Explanation 24: | Not applicable. |
| Explanation 25: | Not applicable. |
| Explanation 26: | Not applicable. |
| Explanation 27: | Not applicable. |
| Explanation 28: | Not applicable. |
| Explanation 29: | Not applicable. |
| Explanation 30: | Not applicable. |
| Explanation 31: | Not applicable. |
| Explanation 32: | Not applicable. |

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

Explanation 33: Not applicable.

Explanation 34: Not applicable.

Explanation 35: Not applicable.

Explanation 36: Not applicable.

Explanation 37: Not applicable.

Bar Code:



30040202239000000



30040202222000000



30040202242000000



30040202236000000



30040202249000000



30040202240100000



30040202240000000



30040202250500000



30040202225000000



30040202255000000



30040202230100000



30040202221600000



30040202255000000



30040202256000000



30040202223000000



30040202220100000



30040202221000000



30040202224000000



30040202245500000



30040202238500000



30040202236500000



30040202250000000



30040202224000000



30040202226000000



30040202223000000



30040202221000000



30040202221700000



30040202229000000



30040202256500000

OVERFLOW PAGE FOR WRITE-INS

Page 2 - Continuation

ASSETS

| | Current Year | | | Prior Year |
|---|--------------|-----------------------|---|------------------------|
| | 1 | 2 | 3 | 4 |
| REMAINING WRITE-INS AGGREGATED AT LINE 25 FOR OTHER THAN INVESTED ASSETS | Assets | Nonadmitted Assets | Net Admitted Assets (Cols. 1 - 2) | Net Admitted Assets |
| 2504. Due from Depop Carriers - Assumption | 387 | | 387 | |
| 2505. Accounts Receivable - Premium Finance / others | 127 | 127 | | 34,957 |
| 2597. Totals (Lines 2504 through 2596) (Page 2, Line 2598) | 514 | 127 | 387 | 34,957 |

OVERFLOW PAGE FOR WRITE-INS

Page 3 - Continuation
LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 | 2 |
|--|--------------|------------|
| REMAINING WRITE-INS AGGREGATED AT LINE 25 FOR LIABILITIES | Current Year | Prior Year |
| 2504. Outstanding Checks Payable | 861,286 | 1,047,952 |
| 2505. Surcharge payable | 261,193 | 201,863 |
| 2506. Deferred rent liability | | 161,714 |
| 2597. Totals (Lines 2504 through 2596) (Page 3, Line 2598) | 1,122,479 | 1,411,529 |

OVERFLOW PAGE FOR WRITE-INS

Page 11 - Continuation

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

| REMAINING WRITE-INS AGGREGATED AT LINE 24 FOR OTHER LINES OF BUSINESS | 1 Loss Adjustment Expenses | 2 Other Underwriting Expenses | 3 Investment Expenses | 4 Total |
|--|----------------------------------|-------------------------------------|-----------------------------|------------|
| 2404. Line of Credit Fees | | | 1,378,819 | 1,378,819 |
| 2405. Line of Credit Issuance Cost | | | 500,000 | 500,000 |
| 2406. Investment Expenses | | | 262,326 | 262,326 |
| 2407. Claim storm reports and assignments | 179,372 | | | 179,372 |
| 2408. Bond / Debt Issuance Expense | | | 129,172 | 129,172 |
| 2409. HB3 Ombudsman Program | | 112,504 | | 112,504 |
| 2410. Depopulation Service Fee | | (8,137) | | (8,137) |
| 2411. Miscellaneous Expense | | (146,658) | | (146,658) |
| 2497. Totals (Lines 2404 through 2496) (Page 11, Line 24) | 179,372 | (42,291) | 2,270,317 | 2,407,398 |

OVERFLOW PAGE FOR WRITE-INS

Page 13 - Continuation

EXHIBIT OF NONADMITTED ASSETS

| | 1 | 2 | 3 |
|---|--------------|--------------------|--------------------|
| | Current Year | Prior Year | Change in Total |
| | Total | Total | Nonadmitted Assets |
| DETAILS OF WRITE-IN LINES FOR | Nonadmitted | Nonadmitted Assets | (Col. 2 - Col. 1) |
| OTHER THAN INVESTED ASSETS AT LINE 25 | Assets | | |
| 2504. Accounts Receivable - Premium Finance / others | 127 | | (127) |
| 2505. Due from Depop Carriers - Assumption | | | |
| 2597. Totals (Lines 2504 through 2596) (Page 13, Line 2598) | 127 | | (127) |

SUMMARY INVESTMENT SCHEDULE

| Investment Categories | Gross Investment Holdings | | Admitted Assets as Reported in the Annual Statement | | | |
|--|---------------------------|-----------------------------------|---|---|------------------------------|-----------------------------------|
| | 1 | 2 | 3 | 4 | 5 | 6 |
| | Amount | Percentage of Column 1 Line 13 | Amount | Securities Lending Reinvested Collateral Amount | Total (Col. 3 + 4) Amount | Percentage of Column 5 Line 13 |
| 1. Long-Term Bonds (Schedule D, Part 1): | | | | | | |
| 1.01 U.S. Governments | | | | | | |
| 1.02 All other governments | | | | | | |
| 1.03 U.S. states, territories and possessions, etc. guaranteed | | | | | | |
| 1.04 U.S. political subdivisions of states, territories, and possessions, guaranteed | | | | | | |
| 1.05 U.S. special revenue and special assessment obligations, etc. non-guaranteed | | | | | | |
| 1.06 Industrial and miscellaneous | | | | | | |
| 1.07 Hybrid securities | | | | | | |
| 1.08 Parent, subsidiaries and affiliates | | | | | | |
| 1.09 SVO identified funds | | | | | | |
| 1.10 Unaffiliated bank loans | | | | | | |
| 1.11 Unaffiliated certificates of deposit | | | | | | |
| 1.12 Total long-term bonds | | | | | | |
| 2. Preferred stocks (Schedule D, Part 2, Section 1): | | | | | | |
| 2.01 Industrial and miscellaneous (Unaffiliated) | | | | | | |
| 2.02 Parent, subsidiaries and affiliates | | | | | | |
| 2.03 Total preferred stocks | | | | | | |
| 3. Common stocks (Schedule D, Part 2, Section 2): | | | | | | |
| 3.01 Industrial and miscellaneous Publicly traded (Unaffiliated) | | | | | | |
| 3.02 Industrial and miscellaneous Other (Unaffiliated) | | | | | | |
| 3.03 Parent, subsidiaries and affiliates Publicly traded | | | | | | |
| 3.04 Parent, subsidiaries and affiliates Other | | | | | | |
| 3.05 Mutual funds | | | | | | |
| 3.06 Unit investment trusts | | | | | | |
| 3.07 Closed-end funds | | | | | | |
| 3.08 Exchange traded funds | | | | | | |
| 3.09 Total common stocks | | | | | | |
| 4. Mortgage loans (Schedule B): | | | | | | |
| 4.01 Farm mortgages | | | | | | |
| 4.02 Residential mortgages | | | | | | |
| 4.03 Commercial mortgages | | | | | | |
| 4.04 Mezzanine real estate loans | | | | | | |
| 4.05 Total valuation allowance | | | | | | |
| 4.06 Total mortgage loans | | | | | | |
| 5. Real estate (Schedule A): | | | | | | |
| 5.01 Properties occupied by company | | | | | | |
| 5.02 Properties held for production of income | | | | | | |
| 5.03 Properties held for sale | | | | | | |
| 5.04 Total real estate | | | | | | |
| 6. Cash, cash equivalents and short-term investments: | | | | | | |
| 6.01 Cash (Schedule E, Part 1) | 222,015,852 | 45.88 | 222,015,852 | | 222,015,852 | 45.88 |
| 6.02 Cash equivalents (Schedule E, Part 2) | 261,853,803 | 54.12 | 261,853,803 | | 261,853,803 | 54.12 |
| 6.03 Short-term investments (Schedule DA) | | | | | | |
| 6.04 Total cash, cash equivalents and short-term investments | 483,869,655 | 100.00 | 483,869,655 | | 483,869,655 | 100.00 |
| 7. Contract loans | | | | | | |
| 8. Derivatives (Schedule DB) | | | | | | |
| 9. Other invested assets (Schedule BA) | | | | | | |
| 10. Receivables for securities | | | | | | |
| 11. Securities Lending (Schedule DL, Part 1) | | | | X X X | X X X | X X X |
| 12. Other invested assets (Page 2, Line 11) | | | | | | |
| 13. Total invested assets | 483,869,655 | 100.00 | 483,869,655 | | 483,869,655 | 100.00 |

- NONE Schedule A and B Verification
- NONE Schedule BA and D Verification
- NONE Schedule D - Summary
- NONE Schedule D - Part 1A - Sect 1 (3 pgs)
- NONE Schedule D - Part 1A - Sect 2 (2 pgs)
- NONE Schedule DA Verification
- NONE Schedule DB - Part A and B Verification
- NONE Schedule DB - Part C - Section 1
- NONE Schedule DB - Part C - Section 2
- NONE Schedule DB - Verification

SCHEDULE E - PART 2 - VERIFICATION BETWEEN YEARS
(Cash Equivalents)

| | 1 | 2 | 3 | 4 |
|--|-------------|-------|------------------------------|------------|
| | Total | Bonds | Money Market Mutual Funds | Other (a) |
| 1. Book/adjusted carrying value, December 31 of prior year | 316,389,491 | | 247,387,848 | 69,001,643 |
| 2. Cost of cash equivalents acquired | 14,475,955 | | 14,475,955 | |
| 3. Accrual of discount | | | | |
| 4. Unrealized valuation increase (decrease) | | | | |
| 5. Total gain (loss) on disposals | | | | |
| 6. Deduct consideration received on disposals | 69,001,643 | | | 69,001,643 |
| 7. Deduct amortization of premium | | | | |
| 8. Total foreign exchange change in book/adjusted carrying value | | | | |
| 9. Deduct current year's other-than-temporary impairment recognized | | | | |
| 10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) | 261,863,803 | | 261,863,803 | |
| 11. Deduct total nonadmitted amounts | | | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 261,863,803 | | 261,863,803 | |

(a) Indicate the category of such investments, for example, joint ventures, transportation equipment:

| | |
|------|---------------------------------------|
| NONE | Schedule A - Part 1 |
| NONE | Schedule A - Part 2 |
| NONE | Schedule A - Part 3 |
| NONE | Schedule B - Part 1 |
| NONE | Schedule B - Part 2 |
| NONE | Schedule B - Part 3 |
| NONE | Schedule BA - Part 1 |
| NONE | Schedule BA - Part 2 |
| NONE | Schedule BA - Part 3 |
| NONE | Schedule D - Part 1 |
| NONE | Schedule D - Part 2 - Section 1 |
| NONE | Schedule D - Part 2 - Section 2 |
| NONE | Schedule D - Part 3 |
| NONE | Schedule D - Part 4 |
| NONE | Schedule D - Part 5 |
| NONE | Schedule D - Part 6 - Section 1 and 2 |
| NONE | Schedule DA - Part 1 |
| NONE | Schedule DB - Part A - Section 1 |
| NONE | Schedule DB - Part A - Section 2 |
| NONE | Schedule DB - Part B - Section 1 |
| NONE | Schedule DB - Part B - Section 2 |
| NONE | Schedule DB - Part D - Section 1 |
| NONE | Schedule DB - Part D - Section 2 |
| NONE | Schedule DB - Part E |
| NONE | Schedule DL - Part 1 |
| NONE | Schedule DL - Part 2 |

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
|-------------|---|------|---------------|------------------|---------------|------------------------------|----------------------------------|-----------------------------|
| CUSIP | Description | Code | Date Acquired | Rate of Interest | Maturity Date | Book/Adjusted Carrying Value | Amount of Interest Due & Accrued | Amount Received During Year |
| 09248U-71-8 | BlackRock Money Market Fund | | 12/31/2022 | 4.042 | X X X | 97,469,900 | 250,842 | 833,123 |
| 4812C2-23-9 | JP Morgan US Treasury Plus Money Market Fund - Capital Shares - Fund 4110 | | 12/31/2022 | 4.156 | X X X | 164,383,903 | 546,599 | 1,641,535 |
| 8209999999 | Exempt Money Market Mutual Funds – as Identified by SVO | | | | | 261,853,803 | 797,441 | 2,474,658 |
| EZ8 | | | | NONE | | | | |
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| 8609999999 | Total Cash Equivalents | | | | | 261,853,803 | 797,441 | 2,474,658 |

| | | | | | |
|--|-------|--|-------|-------|-------|
| 1. Book/Adjusted Carrying Value by NAIC Designation Category Footnote: | | | | | |
| Line Number | | | | | |
| 1A | 1A \$ | | 1B \$ | 1C \$ | 1D \$ |
| 1B | 2A \$ | | 2B \$ | 2C \$ | 1E \$ |
| 1C | 3A \$ | | 3B \$ | 3C \$ | 1F \$ |
| 1D | 4A \$ | | 4B \$ | 4C \$ | 1G \$ |
| 1E | 5A \$ | | 5B \$ | 5C \$ | |
| 1F | 6 \$ | | | | |

NONE Schedule E - Part 3