



ANNUAL STATEMENT

For the Year Ended December 31, 2020

of the Condition and Affairs of the

AFFILIATED FM INSURANCE COMPANY

NAIC Group Code.....	0065, 0065	NAIC Company Code.....	10014	Employer's ID Number.....	05-0254496
	(Current Period) (Prior Period)				
Organized under the Laws of RI		State of Domicile or Port of Entry	RI	Country of Domicile	US
Incorporated/Organized.....	May 6, 1949	Commenced Business.....	June 1, 1950		
Statutory Home Office	270 Central Avenue .. Johnston .. RI .. US .. 02919-4949				
	(Street and Number)	(City or Town, State, Country and Zip Code)			
Main Administrative Office	270 Central Avenue .. Johnston .. RI .. US .. 02919-4949			401-275-3000	
	(Street and Number)	(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Mail Address	P.O. Box 7500 .. Johnston .. RI .. US .. 02919-0750				
	(Street and Number or P. O. Box)	(City or Town, State, Country and Zip Code)			
Primary Location of Books and Records	270 Central Avenue .. Johnston .. RI .. US .. 02919-4949			401-275-3000	
	(Street and Number)	(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Internet Web Site Address	www.fmglobal.com				
Statutory Statement Contact	Michael Gariglio			401-415-1892	
	(Name)			(Area Code) (Telephone Number) (Extension)	
	michael.gariglio@fmglobal.com			401-946-8306	
	(E-Mail Address)			(Fax Number)	

OFFICERS

Name	Title	Name	Title
1. Thomas Alan Lawson	Chairman & Chief Executive Officer	2. Jonathan Irving Mishara	Senior Vice President & Secretary
3. Rachel Cope	Vice President & Controller	4. Denise Anastasia Hebert	Vice President & Treasurer

OTHER

Bret Nils Ahnell	Executive Vice President	Kevin Scott Ingram	Executive Vice President
Malcolm Craig Roberts	Executive Vice President	Sanjay Chawla	Senior Vice President
Deanna Ruth Fidler	Senior Vice President	James Robert Galloway #	Executive Vice President

DIRECTORS OR TRUSTEES

Frank Thomas Connor	Daniel Lee Knotts	Thomas Alan Lawson	John Anderson Luke Jr
Gracia Catherine Martore	Christine Mary McCarthy	Stuart Blain Parker	Israel Ruiz
Michel Giannuzzi	Glenn Rodney Landau	David Thomas Walton	Colin Day #

State of..... Rhode Island
 County of..... Providence

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.

(Signature)	(Signature)	(Signature)
Thomas Alan Lawson	Jonathan Irving Mishara	Rachel Cope
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
Chairman & Chief Executive Officer	Senior Vice President & Secretary	Vice President & Controller
(Title)	(Title)	(Title)

Subscribed and sworn to before me
 This 24th day of February 2021
 John A. Soares III Notary Public
 Expires July 5, 2021

a. Is this an original filing? Yes [X] 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).....	1,737,340,719		1,737,340,719	1,732,993,592
2. Stocks (Schedule D):				
2.1 Preferred stocks.....			.0	
2.2 Common stocks.....	1,719,929,510		1,719,929,510	1,406,861,546
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....			.0	
3.2 Other than first liens.....			.0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			.0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			.0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			.0	
5. Cash (\$.....88,935,637, Schedule E-Part 1), cash equivalents (\$.....40,185,029, Schedule E-Part 2) and short-term investments (\$.....0, Schedule DA).....	129,120,666		129,120,666	288,121,039
6. Contract loans (including \$.....0 premium notes).....			.0	
7. Derivatives (Schedule DB).....			.0	
8. Other invested assets (Schedule BA).....			.0	
9. Receivables for securities.....	1,148,001		1,148,001	
10. Securities lending reinvested collateral assets (Schedule DL).....	35,319,589		35,319,589	39,211,085
11. Aggregate write-ins for invested assets.....	.0	.0	.0	.0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	3,622,858,485	.0	3,622,858,485	3,467,187,262
13. Title plants less \$.....0 charged off (for Title insurers only).....			.0	
14. Investment income due and accrued.....	12,039,501		12,039,501	12,833,319
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	206,118,205	9,204,271	196,913,934	176,939,610
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....			.0	
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			.0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	42,946,670		42,946,670	19,017,888
16.2 Funds held by or deposited with reinsured companies.....	13,398		13,398	13,398
16.3 Other amounts receivable under reinsurance contracts.....			.0	
17. Amounts receivable relating to uninsured plans.....			.0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			.0	
18.2 Net deferred tax asset.....			.0	
19. Guaranty funds receivable or on deposit.....	43,618		43,618	54,237
20. Electronic data processing equipment and software.....			.0	
21. Furniture and equipment, including health care delivery assets (\$.....0).....			.0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0	
23. Receivables from parent, subsidiaries and affiliates.....	28,716,693		28,716,693	
24. Health care (\$.....0) and other amounts receivable.....			.0	
25. Aggregate write-ins for other-than-invested assets.....	3,623,961	.0	3,623,961	10,208,732
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	3,916,360,531	9,204,271	3,907,156,260	3,686,254,446
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0	
28. TOTAL (Lines 26 and 27).....	3,916,360,531	9,204,271	3,907,156,260	3,686,254,446

DETAILS OF WRITE-INS

1101.....			.0	
1102.....			.0	
1103.....			.0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	.0	.0	.0	.0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	.0	.0	.0	.0
2501. Equities and deposits in pools and associations.....	1,000,000		1,000,000	1,000,000
2502. Cash clearing accounts.....	1,090,377		1,090,377	7,408,636
2503. Miscellaneous receivable.....	1,533,584		1,533,584	1,800,096
2598. Summary of remaining write-ins for Line 25 from overflow page.....	.0	.0	.0	.0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	3,623,961	.0	3,623,961	10,208,732

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8).....	451,336,778	537,869,342
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....	1,637,620	409,239
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....	83,617,985	58,387,747
4. Commissions payable, contingent commissions and other similar charges.....		
5. Other expenses (excluding taxes, licenses and fees).....	292,395	365,847
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	8,346,747	7,081,965
7.1 Current federal and foreign income taxes (including \$.....23,195,542 on realized capital gains (losses)).....	45,689,013	80,828,491
7.2 Net deferred tax liability.....	122,022,806	79,212,854
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....88,655,114 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).....	483,656,576	427,143,699
10. Advance premium.....	79,250	1,520,410
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....	274,426	261,999
12. Ceded reinsurance premiums payable (net of ceding commissions).....	118,403,742	107,628,028
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.....	534,159	589,448
15. Remittances and items not allocated.....	12,806,017	745,300
16. Provision for reinsurance (including \$.....230,000 certified) (Schedule F, Part 3, Column 78).....	4,301,800	4,046,000
17. Net adjustments in assets and liabilities due to foreign exchange rates.....	115,460,550	120,620,401
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....		156,594,299
20. Derivatives.....		
21. Payable for securities.....		1,172,363
22. Payable for securities lending.....	35,319,589	39,211,085
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	30,743,243	24,581,047
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	1,514,522,696	1,648,269,564
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	1,514,522,696	1,648,269,564
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....	4,000,000	4,000,000
31. Preferred capital stock.....	7,250,000	7,250,000
32. Aggregate write-ins for other-than-special surplus funds.....	0	0
33. Surplus notes.....		
34. Gross paid in and contributed surplus.....	270,210,661	270,210,661
35. Unassigned funds (surplus).....	2,111,172,903	1,756,524,221
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39).....	2,392,633,564	2,037,984,882
38. TOTAL (Page 2, Line 28, Col. 3).....	3,907,156,260	3,686,254,446

DETAILS OF WRITE-INS

2501. Miscellaneous accounts payable.....	24,067,530	19,969,326
2502. Deferred ceding commissions.....	6,675,713	4,611,721
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	30,743,243	24,581,047
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above).....	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page.....	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above).....	0	0

**AFFILIATED FM INSURANCE COMPANY
STATEMENT OF INCOME**

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4).....	545,980,833	472,658,904
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7).....	328,565,802	254,566,748
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	20,970,898	7,293,035
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	141,149,362	131,478,495
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	490,686,062	393,338,278
7. Net income of protected cells.....		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	55,294,771	79,320,626
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	64,866,811	78,073,507
10. Net realized capital gains (losses) less capital gains tax of \$.....23,185,364 (Exhibit of Capital Gains (Losses)).....	62,618,675	75,337,617
11. Net investment gain (loss) (Lines 9 + 10).....	127,485,486	153,411,124
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....110,892).....	(110,892)	(68,240)
13. Finance and service charges not included in premiums.....		
14. Aggregate write-ins for miscellaneous income.....	(270,652)	(163,433)
15. Total other income (Lines 12 through 14).....	(381,544)	(231,673)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	182,398,713	232,500,077
17. Dividends to policyholders.....	550,163	516,471
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).....	181,848,550	231,983,606
19. Federal and foreign income taxes incurred.....	21,177,624	30,398,925
20. Net income (Line 18 minus Line 19) (to Line 22).....	160,670,926	201,584,681
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	2,037,984,882	1,666,732,871
22. Net income (from Line 20).....	160,670,926	201,584,681
23. Net transfers (to) from Protected Cell accounts.....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....50,012,160.....	188,141,893	158,654,795
25. Change in net unrealized foreign exchange capital gain (loss).....	(1,345,217)	18,213,692
26. Change in net deferred income tax.....	7,202,209	(1,802,000)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3).....	742,171	(4,419,457)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....	(255,800)	(472,200)
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.....	(507,500)	(507,500)
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.....	0	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	354,648,682	371,252,011
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	2,392,633,564	2,037,984,882
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above).....	0	0
1401. Miscellaneous income (expense).....	76,679	(33)
1402. Balances (charged off) recovered.....	(21,090)	2,345
1403. (Loss) gain on foreign exchange.....	(326,241)	(165,745)
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above).....	(270,652)	(163,433)
3701.		
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above).....	0	0

CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	592,596,111	466,766,644
2. Net investment income.....	64,809,362	96,833,635
3. Miscellaneous income.....	(381,544)	(231,673)
4. Total (Lines 1 through 3).....	657,023,929	563,368,606
5. Benefit and loss related payments.....	416,920,117	286,545,403
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	135,688,073	159,974,503
8. Dividends paid to policyholders.....	537,736	505,510
9. Federal and foreign income taxes paid (recovered) net of \$.....56,515,569 tax on capital gains (losses).....	79,502,466	(10,572,475)
10. Total (Lines 5 through 9).....	632,648,392	436,452,941
11. Net cash from operations (Line 4 minus Line 10).....	24,375,537	126,915,665
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	646,739,902	517,110,202
12.2 Stocks.....	410,563,928	470,779,071
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.....	(51,250)	11,548
12.7 Miscellaneous proceeds.....	3,891,496	1,189,362
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	1,061,144,076	989,090,183
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	640,059,459	623,214,930
13.2 Stocks.....	416,303,922	515,758,064
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....		
13.6 Miscellaneous applications.....	6,211,860	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	1,062,575,241	1,138,972,994
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	(1,431,165)	(149,882,811)
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.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....	507,500	507,500
16.6 Other cash provided (applied).....	(181,437,245)	(11,050,643)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(181,944,745)	(11,558,143)
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).....	(159,000,373)	(34,525,289)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	288,121,039	322,646,328
19.2 End of year (Line 18 plus Line 19.1).....	129,120,666	288,121,039

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

20.0001		
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Annual Statement for the year 2020 of the **AFFILIATED FM INSURANCE COMPANY**
UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Col. 5, Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Fire.....	239,073,005	150,119,663	142,588,209	246,604,459
2. Allied lines.....	249,644,821	100,194,772	149,000,079	200,839,514
3. Farmowners multiple peril.....	0		0	0
4. Homeowners multiple peril.....	2,260,199	1,131,421	1,178,648	2,212,972
5. Commercial multiple peril.....	79,386,554	43,015,408	36,547,955	85,854,007
6. Mortgage guaranty.....	0		0	0
8. Ocean marine.....	19,997,998	9,967,561	11,116,782	18,848,777
9. Inland marine.....	144,714,531	93,458,840	80,830,781	157,342,590
10. Financial guaranty.....	0		0	0
11.1 Medical professional liability - occurrence.....	0		0	0
11.2 Medical professional liability - claims-made.....	0		0	0
12. Earthquake.....	49,877,817		33,388,127	16,489,690
13. Group accident and health.....	0		0	0
14. Credit accident and health (group and individual).....	0		0	0
15. Other accident and health.....	0		0	0
16. Workers' compensation.....	113	63	60	116
17.1 Other liability - occurrence.....	0		0	0
17.2 Other liability - claims-made.....	0		0	0
17.3 Excess workers' compensation.....	0		0	0
18.1 Products liability - occurrence.....	0		0	0
18.2 Products liability - claims-made.....	0		0	0
19.1, 19.2 Private passenger auto liability.....	0		0	0
19.3, 19.4 Commercial auto liability.....	0		0	0
21. Auto physical damage.....	0		0	0
22. Aircraft (all perils).....	0		0	0
23. Fidelity.....	0		0	0
24. Surety.....	0		0	0
26. Burglary and theft.....	0		0	0
27. Boiler and machinery.....	65,131,904	29,255,971	29,005,935	65,381,940
28. Credit.....	0		0	0
29. International.....	0		0	0
30. Warranty.....	0		0	0
31. Reinsurance - nonproportional assumed property.....	(247,593,236)		0	(247,593,236)
32. Reinsurance - nonproportional assumed liability.....	4		0	4
33. Reinsurance - nonproportional assumed financial lines.....	0		0	0
34. Aggregate write-ins for other lines of business.....	0	0	0	0
35. TOTALS.....	602,493,710	427,143,699	483,656,576	545,980,833

DETAILS OF WRITE-INS

3401.	0		0	0
3402.	0		0	0
3403.	0		0	0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire.....	142,588,209				142,588,209
2.	Allied lines.....	149,000,079				149,000,079
3.	Farmowners multiple peril.....					0
4.	Homeowners multiple peril.....	1,178,648				1,178,648
5.	Commercial multiple peril.....	36,547,955				36,547,955
6.	Mortgage guaranty.....					0
8.	Ocean marine.....	11,116,782				11,116,782
9.	Inland marine.....	80,830,781				80,830,781
10.	Financial guaranty.....					0
11.1	Medical professional liability - occurrence.....					0
11.2	Medical professional liability - claims-made.....					0
12.	Earthquake.....	33,388,127				33,388,127
13.	Group accident and health.....					0
14.	Credit accident and health (group and individual).....					0
15.	Other accident and health.....					0
16.	Workers' compensation.....	60				60
17.1	Other liability - occurrence.....					0
17.2	Other liability - claims-made.....					0
17.3	Excess workers' compensation.....					0
18.1	Products liability - occurrence.....					0
18.2	Products liability - claims-made.....					0
19.1, 19.2	Private passenger auto liability.....					0
19.3, 19.4	Commercial auto liability.....					0
21.	Auto physical damage.....					0
22.	Aircraft (all perils).....					0
23.	Fidelity.....					0
24.	Surety.....					0
26.	Burglary and theft.....					0
27.	Boiler and machinery.....	29,005,935				29,005,935
28.	Credit.....					0
29.	International.....					0
30.	Warranty.....					0
31.	Reinsurance - nonproportional assumed property.....					0
32.	Reinsurance - nonproportional assumed liability.....					0
33.	Reinsurance - nonproportional assumed financial lines.....					0
34.	Aggregate write-ins for other lines of business.....	0	0	0	0	0
35.	TOTALS.....	483,656,576	0	0	0	483,656,576
36.	Accrued retrospective premiums based on experience.....					
37.	Earned but unbilled premiums.....					0
38.	Balance (sum of Lines 35 through 37).....					483,656,576

DETAILS OF WRITE-INS

3401.	.....					0
3402.	.....					0
3403.	.....					0
3498.	Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire.....	339,797,961	8,799,562	230,891	16,484,345	93,271,064	239,073,005
2. Allied lines.....	322,379,237	14,837,219		13,257,346	74,314,289	249,644,821
3. Farmowners multiple peril.....						0
4. Homeowners multiple peril.....	2,280,622				20,423	2,260,199
5. Commercial multiple peril.....	106,423,726	105,683			27,142,855	79,386,554
6. Mortgage guaranty.....						0
8. Ocean marine.....	25,476,435	541,052			6,019,489	19,997,998
9. Inland marine.....	178,821,748	9,283,320		4,252,683	39,137,854	144,714,531
10. Financial guaranty.....						0
11.1 Medical professional liability - occurrence.....						0
11.2 Medical professional liability - claims-made.....						0
12. Earthquake.....	66,587,632	1,430,658		3,727,473	14,413,000	49,877,817
13. Group accident and health.....						0
14. Credit accident and health (group and individual).....						0
15. Other accident and health.....						0
16. Workers' compensation.....	113					113
17.1 Other liability - occurrence.....						0
17.2 Other liability - claims-made.....						0
17.3 Excess workers' compensation.....						0
18.1 Products liability - occurrence.....						0
18.2 Products liability - claims-made.....						0
19.1, 19.2 Private passenger auto liability.....						0
19.3, 19.4 Commercial auto liability.....						0
21. Auto physical damage.....						0
22. Aircraft (all perils).....						0
23. Fidelity.....						0
24. Surety.....						0
26. Burglary and theft.....						0
27. Boiler and machinery.....	57,707,269	8,779,667			1,355,032	65,131,904
28. Credit.....						0
29. International.....						0
30. Warranty.....						0
31. Reinsurance - nonproportional assumed property.....	XXX			247,593,236		(247,593,236)
32. Reinsurance - nonproportional assumed liability.....	XXX		4			4
33. Reinsurance - nonproportional assumed financial lines.....	XXX					0
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0
35. TOTALS.....	1,099,474,743	43,777,161	230,895	285,315,083	255,674,006	602,493,710

DETAILS OF WRITE-INS

3401.						0
3402.						0
3403.						0
3498. Summary of remaining write-ins for Line 34 from overflow page....	0	0	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0

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

If yes: 1. The amount of such installment premiums \$.0.

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$.0.

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.....	154,935,208	(736,613)	12,690,812	141,507,783	93,507,185	135,603,648	99,411,319	40.3
2.	Allied lines.....	181,395,970		12,299,809	169,096,161	102,883,653	129,503,440	142,476,373	70.9
3.	Farmowners multiple peril.....				0	0	0	0	0.0
4.	Homeowners multiple peril.....	1,223,481			1,223,481	772,681	196,173	1,799,989	81.3
5.	Commercial multiple peril.....	58,644,210	1,095,188	1,488,265	58,251,132	39,217,420	84,337,264	13,131,289	15.3
6.	Mortgage guaranty.....				0	0	0	0	0.0
8.	Ocean marine.....	25,090,465	224,960	459,332	24,856,093	31,029,717	41,121,019	14,764,790	78.3
9.	Inland marine.....	52,024,071	50,000	(353,549)	52,427,620	64,475,413	25,132,654	91,770,379	58.3
10.	Financial guaranty.....				0	0	0	0	0.0
11.1	Medical professional liability - occurrence.....				0	0	0	0	0.0
11.2	Medical professional liability - claims-made.....				0	0	0	0	0.0
12.	Earthquake.....				0	0	0	0	0.0
13.	Group accident and health.....				0	0	0	0	0.0
14.	Credit accident and health (group and individual).....				0	0	0	0	0.0
15.	Other accident and health.....				0	0	0	0	0.0
16.	Workers' compensation.....	360,117	3,321	321,385	42,054	2,809,582	3,003,221	(151,585)	(130,677.0)
17.1	Other liability - occurrence.....	3,100,761	786	2,439,560	661,987	72,845,425	73,518,549	(11,137)	0.0
17.2	Other liability - claims-made.....				0	0	0	0	0.0
17.3	Excess workers' compensation.....				0	0	0	0	0.0
18.1	Products liability - occurrence.....	7,088,231		2,317,968	4,770,263	25,507,762	30,156,192	121,833	0.0
18.2	Products liability - claims-made.....				0	0	0	0	0.0
19.1, 19.2	Private passenger auto liability.....				0	0	0	0	0.0
19.3, 19.4	Commercial auto liability.....				0	0	0	0	0.0
21.	Auto physical damage.....				0	0	0	0	0.0
22.	Aircraft (all perils).....				0	0	0	0	0.0
23.	Fidelity.....	(12,332)			(12,332)	0	0	(12,332)	0.0
24.	Surety.....				0	0	0	0	0.0
26.	Burglary and theft.....				0	0	0	0	0.0
27.	Boiler and machinery.....	16,725,977		63,159	16,662,818	16,960,632	13,998,169	19,625,281	30.0
28.	Credit.....				0	0	0	0	0.0
29.	International.....				0	0	0	0	0.0
30.	Warranty.....				0	0	0	0	0.0
31.	Reinsurance - nonproportional assumed property.....	XXX	0	54,391,692	(54,391,692)	0	0	(54,391,692)	22.0
32.	Reinsurance - nonproportional assumed liability.....	XXX	2,999		2,999	1,327,308	1,299,013	31,295	782,371.3
33.	Reinsurance - nonproportional assumed financial lines.....	XXX			0	0	0	0	0.0
34.	Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0.0
35.	TOTALS.....	500,576,159	640,641	86,118,433	415,098,367	451,336,778	537,869,343	328,565,802	60.2

DETAILS OF WRITE-INS

3401.	.....				0	0	0	0	0.0
3402.	.....				0	0	0	0	0.0
3403.	.....				0	0	0	0	0.0
3498.	Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0	0	XXX
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0	0	0.0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred but not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire.....	116,781,596	734,243	48,899,907	68,615,933	27,372,559	12,693	2,494,000	93,507,185	6,203,172
2. Allied lines.....	117,780,391		28,830,738	88,949,653	15,625,000		1,691,000	102,883,653	8,651,000
3. Farmowners multiple peril.....				0				0	
4. Homeowners multiple peril.....	772,681			772,681				772,681	
5. Commercial multiple peril.....	36,300,502	900,000	3,404,082	33,796,420	5,571,000		150,000	39,217,420	3,365,000
6. Mortgage guaranty.....				0				0	
8. Ocean marine.....	31,365,131	110,000	3,058,415	28,416,717	2,626,000		13,000	31,029,717	1,623,000
9. Inland marine.....	79,759,463		29,487,361	50,272,103	14,633,311		430,000	64,475,413	43,818,000
10. Financial guaranty.....				0				0	
11.1 Medical professional liability - occurrence.....				0				0	
11.2 Medical professional liability - claims-made.....				0				0	
12. Earthquake.....				0				0	
13. Group accident and health.....				0				(a) 0	
14. Credit accident and health (group and individual).....				0				0	
15. Other accident and health.....				0				(a) 0	
16. Workers' compensation.....	1,164,481	132,648	599,161	697,968	(22,225)	2,324,607	190,768	2,809,582	(32,711)
17.1 Other liability - occurrence.....	5,722,069	70,563	3,567,308	2,225,325	83,389,564	763,600	13,533,064	72,845,425	9,152,502
17.2 Other liability - claims-made.....				0				0	
17.3 Excess workers' compensation.....				0				0	
18.1 Products liability - occurrence.....	38,393,834		20,904,078	17,489,756	97,150,657		89,132,651	25,507,762	9,653,022
18.2 Products liability - claims-made.....				0				0	
19.1, 19.2 Private passenger auto liability.....				0				0	
19.3, 19.4 Commercial auto liability.....				0				0	
21. Auto physical damage.....				0				0	
22. Aircraft (all perils).....				0				0	
23. Fidelity.....				0				0	
24. Surety.....				0				0	
26. Burglary and theft.....				0				0	
27. Boiler and machinery.....	18,879,947		3,828,314	15,051,632	1,909,000			16,960,632	1,185,000
28. Credit.....				0				0	
29. International.....				0				0	
30. Warranty.....				0				0	
31. Reinsurance - nonproportional assumed property.....	XXX			0	XXX			0	
32. Reinsurance - nonproportional assumed liability.....	XXX	73,804	1	73,803	XXX	1,249,529	(3,977)	1,327,308	
33. Reinsurance - nonproportional assumed financial lines.....	XXX			0	XXX			0	
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0	0
35. TOTALS.....	446,920,096	2,021,258	142,579,364	306,361,990	248,254,866	4,350,429	107,630,507	451,336,778	83,617,985
DETAILS OF WRITE-INS									
3401.				0				0	
3402.				0				0	
3403.				0				0	
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0	0	0	0

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(a) Including \$.....0 for present value of life indemnity claims.

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.....	60,906,811			60,906,811
1.2 Reinsurance assumed.....	(203,909)			(203,909)
1.3 Reinsurance ceded.....	45,878,279			45,878,279
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	14,824,623	0	0	14,824,623
2. Commission and brokerage:				
2.1 Direct, excluding contingent.....		117,058,439		117,058,439
2.2 Reinsurance assumed, excluding contingent.....		403,154		403,154
2.3 Reinsurance ceded, excluding contingent.....		88,537,822		88,537,822
2.4 Contingent - direct.....				0
2.5 Contingent - reinsurance assumed.....				0
2.6 Contingent - reinsurance ceded.....				0
2.7 Policy and membership fees.....				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7).....	0	28,923,771	0	28,923,771
3. Allowances to manager and agents.....				0
4. Advertising.....		1,574,693		1,574,693
5. Boards, bureaus and associations.....		22,221		22,221
6. Surveys and underwriting reports.....		47,235		47,235
7. Audit of assureds' records.....				0
8. Salary and related items:				
8.1 Salaries.....	4,098,357	45,438,493	824,322	50,361,172
8.2 Payroll taxes.....	252,594	3,490,530	33,907	3,777,031
9. Employee relations and welfare.....	908,586	13,012,367	244,502	14,165,455
10. Insurance.....	11,770	202,383	1,000	215,153
11. Directors' fees.....		15,275		15,275
12. Travel and travel items.....	211,073	2,979,660	24,486	3,215,219
13. Rent and rent items.....	500,439	5,717,195	106,578	6,324,212
14. Equipment.....	121,748	2,883,445	11,946	3,017,139
15. Cost or depreciation of EDP equipment and software.....				0
16. Printing and stationery.....	17,432	261,817	7,139	286,388
17. Postage, telephone and telegraph, exchange and express.....	32,190	2,159,347	239,070	2,430,607
18. Legal and auditing.....	(7,965)	378,273		370,308
19. Totals (Lines 3 to 18).....	6,146,224	78,182,934	1,492,950	85,822,108
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....12,248.....		29,725,803	66,914	29,792,717
20.2 Insurance department licenses and fees.....		305,682	3,150	308,832
20.3 Gross guaranty association assessments.....		(765)		(765)
20.4 All other (excluding federal and foreign income and real estate).....				0
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	0	30,030,720	70,064	30,100,784
21. Real estate expenses.....				0
22. Real estate taxes.....				0
23. Reimbursements by uninsured plans.....				0
24. Aggregate write-ins for miscellaneous expenses.....	51	4,011,937	1,083,226	5,095,214
25. Total expenses incurred.....	20,970,898	141,149,362	2,646,240	(a).....164,766,500
26. Less unpaid expenses - current year.....	83,617,985	8,639,142		92,257,127
27. Add unpaid expenses - prior year.....	58,387,747	7,447,813		65,835,560
28. Amounts receivable relating to uninsured plans, prior year.....				0
29. Amounts receivable relating to uninsured plans, current year.....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29).....	(4,259,340)	139,958,032	2,646,240	138,344,932

DETAILS OF WRITE-INS

2401. Bank Activity Fee.....	51	8,252	80,081	88,384
2402. Consultants.....		728,053		728,053
2403. Investment Management Fees.....			1,003,145	1,003,145
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	3,275,632	0	3,275,632
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above).....	51	4,011,937	1,083,226	5,095,214

(a) Includes management fees of \$.....94,710,995 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).....4,293,107	.....3,815,052
1.1 Bonds exempt from U.S. tax.....	(a).....5,202,775	.....5,303,273
1.2 Other bonds (unaffiliated).....	(a).....35,389,149	.....35,425,520
1.3 Bonds of affiliates.....	(a).....	.....
2.1 Preferred stocks (unaffiliated).....	(b).....	.....
2.11 Preferred stocks of affiliates.....	(b).....	.....
2.2 Common stocks (unaffiliated).....	.....22,426,461	.....21,652,621
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).....1,905,512	.....1,905,512
7. Derivative instruments.....	(f).....	.....
8. Other invested assets.....	.....	.....
9. Aggregate write-ins for investment income.....	.....234,443	.....234,443
10. Total gross investment income.....	.....69,451,447	.....68,336,420
11. Investment expenses.....	.....	(g).....2,576,176
12. Investment taxes, licenses and fees, excluding federal income taxes.....	.....	(g).....70,064
13. Interest expense.....	.....	(h).....823,369
14. Depreciation on real estate and other invested assets.....	.....	(i).....0
15. Aggregate write-ins for deductions from investment income.....	.....	.....0
16. Total deductions (Lines 11 through 15).....	.....	.....3,469,609
17. Net investment income (Line 10 minus Line 16).....	.....	.....64,866,811

DETAILS OF WRITE-INS

0901. Security Lending Income.....	.....54,431	.....54,431
0902. Miscellaneous Income.....	.....4,945	.....4,945
0903. Fair Plan Income.....	.....175,067	.....175,067
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above).....	.....234,443	.....234,443
1501. ....	.....	.....
1502. ....	.....	.....
1503. ....	.....	.....
1598. Summary of remaining write-ins for Line 15 from overflow page.....	.....	.....0
1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above).....	.....	.....0

- (a) Includes \$.....1,641,461 accrual of discount less \$.....7,295,262 amortization of premium and less \$.....2,204,973 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 \$.....70 accrual of discount less \$.....231 amortization of premium and less \$.....108,932 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.....	.....7,962,535	.....	.....7,962,535	.....	.....
1.1 Bonds exempt from U.S. tax.....	.....496,622	.....	.....496,622	.....	.....
1.2 Other bonds (unaffiliated).....	.....8,222,215	.....	.....8,222,215	.....	.....
1.3 Bonds of affiliates.....	.....	.....	.....0	.....	.....
2.1 Preferred stocks (unaffiliated).....	.....	.....	.....0	.....	.....
2.11 Preferred stocks of affiliates.....	.....	.....	.....0	.....	.....
2.2 Common stocks (unaffiliated).....	.....74,347,195	.....(5,191,646)	.....69,155,549	.....238,172,420	.....
2.21 Common stocks of affiliates.....	.....	.....	.....0	.....	.....
3. Mortgage loans.....	.....	.....	.....0	.....	.....
4. Real estate.....	.....	.....	.....0	.....	.....
5. Contract loans.....	.....	.....	.....0	.....	.....
6. Cash, cash equivalents and short-term investments.....	.....(32,883)	.....	.....(32,883)	.....(18,367)	.....
7. Derivative instruments.....	.....	.....	.....0	.....	.....
8. Other invested assets.....	.....	.....	.....0	.....	.....
9. Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0	.....0
10. Total capital gains (losses).....	.....90,995,684	.....(5,191,646)	.....85,804,038	.....238,154,053	.....0

DETAILS OF WRITE-INS

0901. ....	.....0	.....	.....0	.....	.....
0902. ....	.....	.....	.....0	.....	.....
0903. ....	.....	.....	.....0	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page...	.....0	.....0	.....0	.....0	.....0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above).....	.....0	.....0	.....0	.....0	.....0

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....			0
2. Stocks (Schedule D):			
2.1 Preferred stocks.....			0
2.2 Common stocks.....			0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....			0
3.2 Other than first liens.....			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....			0
4.2 Properties held for the production of income.....			0
4.3 Properties held for sale.....			0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....			0
6. Contract loans.....			0
7. Derivatives (Schedule DB).....			0
8. Other invested assets (Schedule BA).....			0
9. Receivables for securities.....			0
10. Securities lending reinvested collateral assets (Schedule DL).....			0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	0	0	0
13. Title plants (for Title insurers only).....			0
14. Investment income due and accrued.....			0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....	9,204,271	9,946,442	.742,171
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....			0
15.3 Accrued retrospective premiums and contracts subject to redetermination.....			0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers.....			0
16.2 Funds held by or deposited with reinsured companies.....			0
16.3 Other amounts receivable under reinsurance contracts.....			0
17. Amounts receivable relating to uninsured plans.....			0
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0
18.2 Net deferred tax asset.....			0
19. Guaranty funds receivable or on deposit.....			0
20. Electronic data processing equipment and software.....			0
21. Furniture and equipment, including health care delivery assets.....			0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0
23. Receivables from parent, subsidiaries and affiliates.....			0
24. Health care and other amounts receivable.....			0
25. Aggregate write-ins for other-than-invested assets.....	0	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	9,204,271	9,946,442	.742,171
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0
28. TOTALS (Lines 26 and 27).....	9,204,271	9,946,442	.742,171

DETAILS OF WRITE-INS

1101.....			0
1102.....			0
1103.....			0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	0	0	0
2501.....			0
2502.....			0
2503.....			0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	0	0	0

NOTES TO FINANCIAL STATEMENTS**Note 1 – Summary of Significant Accounting Policies and Going Concern****A. Accounting Practices**

The accompanying financial statements of Affiliated FM Insurance Company ("Company") have been prepared on the basis of accounting practices prescribed or permitted by the Rhode Island Division of Insurance.

The state of Rhode Island requires insurance companies domiciled in the state of Rhode Island to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual subject to any deviations prescribed or permitted by the Rhode Island Division of Insurance.

The Company applies paragraph 5(a) of SSAP 23, rather than paragraph 5(b) of SSAP 23, with respect to the methodology applied in translating the Company's Canadian branch to USD. This is consistent with the methodology used in prior years, and a permitted practice has been approved by the State of Rhode Island. The total adjustment to convert the balance sheet to USD is \$115,460,550 which appears on line 17 – "Net adjustment in assets and liabilities due to foreign exchange rates", on page 3 - "Liabilities" of the 2020 annual statement. There is no net impact on surplus, and the effect on 2020 net income would be a decrease to net income in the amount of \$10,665,647 (which would be offset by a corresponding increase to surplus).

	SSAP #	F/S Page	F/S Line #	2020	2019
NET INCOME					
(1) Company state basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ 160,670,926	\$ 201,584,681
(2) State Prescribed Practices that are an increase/(decrease) from NAIC SAP				\$ -	\$ -
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP					
Application of SSAP 23 regarding translating the Canadian branch to USD	23	3	17	\$ 10,665,647	\$ 273,254
(4) NAIC SAP (1 – 2 – 3 = 4)	XXX	XXX	XXX	\$ 150,015,280	\$ 201,311,427
SURPLUS					
(5) Company state basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 2,392,633,564	\$ 2,037,984,882
(6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP				\$ -	\$ -
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP				\$ -	\$ -
(8) NAIC SAP (5 – 6 – 7 = 8)	XXX	XXX	XXX	\$ 2,392,633,564	\$ 2,037,984,882

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

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses. Actual results could differ from these estimates.

C. Accounting Policy

Premium is earned over the terms of the related policies and reinsurance contracts. Unearned Premium is established to cover the unexpired portion of premium written. Such reserves are computed by pro rata methods for direct, assumed and ceded business.

Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Net investment income earned consists primarily of interest and dividends less investment related expenses. Interest is recognized on an accrual basis and dividends are recognized on an ex-dividend basis. Net realized capital gains (losses) are recognized on a specific identification basis when securities are sold, redeemed or otherwise disposed. Realized capital losses include writedowns for impairments considered to be other than temporary.

In addition, the Company utilizes the following accounting policies:

(1) Basis for Short-Term Investments

Short-term debt securities are stated at amortized cost using the interest method.

(2) Basis for Bonds and Amortization Schedule

Non loan-backed bonds with NAIC designations 1 or 2 are stated at amortized cost using the interest method. Non loan-backed bonds with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value. See paragraph 6 for loan-backed and structured securities.

(3) Basis for Common Stocks

Common stocks are stated at fair value.

(4) Basis for Preferred Stocks

The Company has no preferred stocks.

(5) Basis for Mortgage Loans

The Company has no mortgage loans.

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

U.S. government agency loan-backed and structured securities are valued at amortized value. Other loan-backed and structured securities are valued at either amortized value or fair value, depending on many factors including: type of underlying collateral, whether modeled by NAIC vendor, whether rated (by either NAIC approved rating organization or NAIC Securities Valuation Office), and relationship of amortized value to par value and amortized value to fair value.

NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies and Going Concern (continued from preceding page)

(7) Accounting Policies for Investments in Subsidiaries, Controlled and Affiliated Entities

The Company has no interest in subsidiaries, controlled and affiliated entities.

(8) Accounting Policies for Investments in Joint Ventures, Partnerships and Limited Liability Entities

The Company has no investments in joint ventures, partnerships and limited liability corporations.

(9) Accounting Policies for Derivatives

The Company has no derivatives.

(10) Anticipated Investment Income Used in Premium Deficiency Calculation

The Company anticipates investment income when evaluating the need for premium deficiency reserves.

(11) Management's Policies and Methodologies for Estimating Liabilities for Losses and Loss/Claim Adjustment Expenses

Liabilities for unpaid losses and loss adjustment expenses (including Asbestos and Environmental reserves) are based on case estimates or reports from ceding companies. Estimates of incurred-but-not-reported (IBNR) reserves are based on historical experience and management analysis. Although the above-described amounts are based on estimates, management believes recorded liabilities for unpaid losses and loss adjustment expenses are reasonable to cover the ultimate settlement cost of losses incurred. These estimates are continually reviewed and adjustments to such estimates are reflected in current operations.

(12) Changes in the Capitalization Policy and Predefined Thresholds from Prior Period

The Company has not changed its capitalization policy from the prior period.

(13) Method Used to Estimate Pharmaceutical Rebate Receivables

The Company has no "pharmaceutical rebate receivables".

D. Going Concern

Based upon its evaluation of relevant conditions and events, management has concluded that the Company will continue as a going concern.

Note 2 – Accounting Changes and Corrections 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

Not Applicable

B. Debt Restructuring

Not Applicable

C. Reverse Mortgages

Not Applicable

D. Loan-Backed Securities

(1) Description of Sources Used to Determine Prepayment Assumptions

Loan-backed bonds and structured securities are valued at amortized cost using the constant interest rate method, and using an effective yield based on current prepayment assumptions obtained from Bloomberg, rather than anticipated prepayments at the date of purchase. Prepayment assumptions are reviewed periodically and updated in response to changes in market interest rates.

(2) Other-Than-Temporary Impairments

Not Applicable

(3) Recognized OTTI Securities

Not Applicable

NOTES TO FINANCIAL STATEMENTS**Note 5 – Investments (continued from preceding page)**

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

a. The aggregate amount of unrealized losses:	1. Less than 12 Months	\$	9,273
	2. 12 Months or Longer	\$	-
b. The aggregate related fair value of securities with unrealized losses:	1. Less than 12 Months	\$	7,009,310
	2. 12 Months or Longer	\$	-

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

All loan-backed and structured securities in an unrealized loss position were reviewed to determine whether other-than-temporary impairments should be recognized. The Company asserts that it has the intent and ability to hold these securities long enough to allow the cost basis of these securities to be recovered. These conclusions are supported by a detailed analysis of the underlying credit and cash flows of each security. Unrealized losses are primarily attributable to credit spread widening and increased liquidity discounts. It is possible that the Company could recognize other-than-temporary impairments in the future on some of the securities, if future events, information and the passage of time causes it to conclude that declines in value are other-than temporary.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

- (1) Policy for Requiring Collateral or Other Security

Under a securities lending program with an agent, the Company has temporarily loaned certain debt securities. Borrowers of these securities must deposit an amount of cash and/or securities equal to 102% of the fair value of domestic securities or 105% of the fair value of foreign securities loaned as of the transaction date. The collateral level is monitored daily and additional cash calls are made by the agent if needed to retain the 102% or 105% collateral amount. The agent holds any securities pledged as collateral in trust for the borrower, and invests any cash collateral pledged as collateral in high quality short term securities. The cash collateral received under the securities lending agreement and invested in short term securities is included in the "Securities lending reinvested collateral assets" on Page 2 Line 10 and the offsetting liability in the "Payable for securities lending" on Page 3 Line 22.

- (2) Disclose the Carrying Amount and Classification of Both Assets and Liabilities

Not Applicable

- (3) Collateral Received

a. Aggregate Amount Collateral Received	Fair Value
1. Securities Lending	
(a) Open	\$ -
(b) 30 Days or Less	29,319,589
(c) 31 to 60 Days	1,000,000
(d) 61 to 90 Days	5,000,000
(e) Greater Than 90 Days	-
(f) Sub-Total	35,319,589
(g) Securities Received	-
(h) Total Collateral Received	\$ 35,319,589
2. Dollar Repurchase Agreement	
(a) Open	\$ -
(b) 30 Days or Less	
(c) 31 to 60 Days	
(d) 61 to 90 Days	
(e) Greater Than 90 Days	
(f) Sub-Total	
(g) Securities Received	
(h) Total Collateral Received	\$ -

b. The fair value of that collateral and of the portion of that collateral that it has sold or repledged	\$ -
--	------

- c. Information about Sources and Uses of Collateral

The securities acquired from the use of the cash collateral are managed by the agent using conservative guidelines regarding the type, duration and quality of investments permitted.

- (4) Aggregate Value of the Reinvested Collateral

The Company has no collateral administered by an affiliated agent.

NOTES TO FINANCIAL STATEMENTS**Note 5 – Investments (continued from preceding page)**

(5) Collateral Reinvestment

a. Aggregate Amount Collateral Reinvested	Amortized Cost	Fair Value
1. Securities Lending		
(a) Open	\$ -	\$ -
(b) 30 Days or Less	29,319,589	29,319,589
(c) 31 to 60 Days	1,000,000	1,000,000
(d) 61 to 90 Days	5,000,000	5,000,000
(e) 91 to 120 Days	-	-
(f) 121 to 180 Days	-	-
(g) 181 to 365 Days	-	-
(h) 1 to 2 Years	-	-
(i) 2 to 3 Years	-	-
(j) Greater Than 3 Years	-	-
(k) Sub-Total	\$ 35,319,589	\$ 35,319,589
(l) Securities Received		
(m) Total Collateral Reinvested	\$ 35,319,589	\$ 35,319,589
2. Dollar Repurchase Agreement		
(a) Open	\$ -	\$ -
(b) 30 Days or Less		
(c) 31 to 60 Days		
(d) 61 to 90 Days		
(e) 91 to 120 Days		
(f) 121 to 180 Days		
(g) 181 to 365 Days		
(h) 1 to 2 Years		
(i) 2 to 3 Years		
(j) Greater Than 3 Years		
(k) Sub-Total	\$ -	\$ -
(l) Securities Received		
(m) Total Collateral Reinvested	\$ -	\$ -

b. Explanation of Additional Sources of Liquidity for Maturity Date Mismatches

The agent matches the maturity dates of the cash collateral with the expected return dates of that collateral.

(6) Detail on Collateral Transactions Not Permitted by Contract or Custom to Sell or Repledge

In addition to the cash collateral, the Company also received collateral in the form of government securities. These securities are held by the agent and are not traded or repledged. The current fair value of the securities collateral is \$18,318,195.

(7) Collateral for Securities Lending Transactions that Extend Beyond One Year from the Reporting Date.

The Company has no collateral with transactions that extend beyond one year.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not Applicable

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not Applicable

H. Repurchase Agreements Transactions Accounted for as a Sale

Not Applicable

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

Not Applicable

J. Real Estate

Not Applicable

K. Low-Income Housing Tax Credits (LIHTC)

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 5 – Investments (continued from preceding page)

L. Restricted Assets

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted)				Restricted	
	Current Year				6 Total From Prior Year	7 Increase/ (Decrease) (5 minus 6)
	1 Total General Account (G/A)	2 G/A Supporting Protected Cell Account Activity (a)	3 Total Protected Cell Account (S/A) Restricted Assets	4 Protected Cell Account Assets Supporting G/A Activity (b)			5 Total (1 plus 3)
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Collateral held under security lending arrangements	35,319,589				35,319,589	39,211,085
c. Subject to repurchase agreements						
d. Subject to reverse repurchase agreements						
e. Subject to dollar repurchase agreements						
f. Subject to dollar reverse repurchase agreements						
g. Placed under option contracts						
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock						
i. FHLB capital stock						
j. On deposit with states	5,143,504				5,143,504	5,147,653
k. On deposit with other regulatory bodies						
l. Pledged as collateral to FHLB (including assets backing funding agreements)						
m. Pledged as collateral not captured in other categories						
n. Other restricted assets						
o. Total Restricted Assets	\$ 40,463,093	\$ -	\$ -	\$ -	\$ 40,463,093	\$ 44,358,738
						\$ (3,895,645)

Restricted Asset Category	Current Year			
	8 Total Nonadmitted Restricted	9 Total Admitted Restricted (5 minus 8)	Percentage	
			10 Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	11 Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	- %	- %
b. Collateral held under security lending arrangements		35,319,589	0.9%	0.9%
c. Subject to repurchase agreements			- %	- %
d. Subject to reverse repurchase agreements			- %	- %
e. Subject to dollar repurchase agreements			- %	- %
f. Subject to dollar reverse repurchase agreements			- %	- %
g. Placed under option contracts			- %	- %
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock			- %	- %
i. FHLB capital stock			- %	- %
j. On deposit with states		5,143,504	0.1%	0.1%
k. On deposit with other regulatory bodies			- %	- %
l. Pledged as collateral to FHLB (including assets backing funding agreements)			- %	- %
m. Pledged as collateral not captured in other categories			- %	- %
n. Other restricted assets			- %	- %
o. Total Restricted Assets	\$ -	\$ 40,463,093	1.0%	1.0%

- (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

NOTES TO FINANCIAL STATEMENTS**Note 5 – Investments (continued from preceding page)**

- (2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, are Reported in the Aggregate)

Not Applicable

- (3) Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, such as Reinsurance and Derivatives, are Reported in the Aggregate)

Not Applicable

- (4) Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

Collateral Assets	1 Book/Adjusted Carrying Value (BACV)	2 Fair Value	3 % of BACV to Total Assets (Admitted and Nonadmitted)*	4 % of BACV to Total Admitted Assets**
General Account:				
a. Cash, Cash Equivalents and Short-Term Investments	\$ -	\$ -	- %	- %
b. Schedule D, Part 1			- %	- %
c. Schedule D, Part 2, Sec. 1			- %	- %
d. Schedule D, Part 2, Sec. 2			- %	- %
e. Schedule B			- %	- %
f. Schedule A			- %	- %
g. Schedule BA, Part 1			- %	- %
h. Schedule DL, Part 1	35,319,589	35,319,589	0.9%	0.9%
i. Other			- %	- %
j. Total Collateral Assets (a+b+c+d+e+f+g+h+i)	\$ 35,319,589	\$ 35,319,589	0.9%	0.9%

* j = Column 1 divided by Asset Page, Line 26 (Column 1)

** j = Column 1 divided by Asset Page, Line 26, (Column 3)

	1 Amount	2 % of Liability to Total Liabilities
k. Recognized Obligation to Return Collateral Asset (General Account)	\$ 35,319,589	2.3%

* k = Column 1 divided by Liability Page, Line 26 (Column 1)

- M. Working Capital Finance Investments

Not Applicable

- N. Offsetting and Netting of Assets and Liabilities

Not Applicable

- O. 5GI Securities

Not Applicable

- P. Short Sales

Not Applicable

- Q. Prepayment Penalty and Acceleration Fees

	General Account	Protected Cell
(1) Number of CUSIPs	15	-
(2) Aggregate Amount of Investment Income	\$ 728,488	\$ -

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

Not Applicable

Note 7 – Investment Income

- A. The bases, by category of investment income, for excluding (nonadmitting) any investment income due and accrued:

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

- B. The total amount excluded:

There were no accrued investment income amounts over 90 days past due as of December 31, 2020, or as of December 31, 2019.

Note 8 – Derivative Instruments

Not Applicable

NOTES TO FINANCIAL STATEMENTS**Note 9 – Income Taxes****A. Deferred Tax Assets/(Liabilities)****1. Components of Net Deferred Tax Asset/(Liability)**

	2020			2019			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Gross deferred tax assets	\$ 67,212,021	\$ 4,097,474	\$ 71,309,495	\$ 72,089,146	\$ 3,678,000	\$ 75,767,146	\$ (4,877,125)	\$ 419,474	\$ (4,457,651)
b. Statutory valuation allowance adjustment	36,326,557		36,326,557	43,475,000		43,475,000	(7,148,443)		(7,148,443)
c. Adjusted gross deferred tax assets (1a-1b)	\$ 30,885,464	\$ 4,097,474	\$ 34,982,938	\$ 28,614,146	\$ 3,678,000	\$ 32,292,146	\$ 2,271,318	\$ 419,474	\$ 2,690,792
d. Deferred tax assets nonadmitted									
e. Subtotal net admitted deferred tax asset (1c-1d)	\$ 30,885,464	\$ 4,097,474	\$ 34,982,938	\$ 28,614,146	\$ 3,678,000	\$ 32,292,146	\$ 2,271,318	\$ 419,474	\$ 2,690,792
f. Deferred tax liabilities	1,061,407	155,944,337	157,005,744	816,000	110,689,000	111,505,000	245,407	45,255,337	45,500,744
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	\$ 29,824,057	\$ (151,846,863)	\$ (122,022,806)	\$ 27,798,146	\$ (107,011,000)	\$ (79,212,854)	\$ 2,025,911	\$ (44,835,863)	\$ (42,809,952)

2. Admission Calculation Components SSAP No. 101

	2020			2019			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 25,107,135	\$ -	\$ 25,107,135	\$ 22,563,000	\$ -	\$ 22,563,000	\$ 2,544,135	\$ -	\$ 2,544,135
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 below)				2,000		2,000	(2,000)		(2,000)
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date				2,000		2,000	(2,000)		(2,000)
2. Adjusted gross deferred tax assets allowed per limitation threshold			358,895,035			305,697,732			53,197,303
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	5,778,329	4,097,474	9,875,803	6,049,146	3,678,000	9,727,146	(270,817)	419,474	148,657
d. Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c))	\$ 30,885,464	\$ 4,097,474	\$ 34,982,938	\$ 28,614,146	\$ 3,678,000	\$ 32,292,146	\$ 2,271,318	\$ 419,474	\$ 2,690,792

3. Other Admissibility Criteria

	2020	2019
a. Ratio percentage used to determine recovery period and threshold limitation amount	1,165.4%	1,123.1%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 2,392,633,564	\$ 2,037,984,882

NOTES TO FINANCIAL STATEMENTS**Note 9 – Income Taxes (continued from preceding page)**

4. Impact of Tax Planning Strategies

(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.

	2020		2019		Change	
	1 Ordinary	2 Capital	3 Ordinary	4 Capital	5 (Col. 1-3) Ordinary	6 (Col. 2-4) Capital
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 30,885,464	\$ 4,097,474	\$ 28,614,146	\$ 3,678,000	\$ 2,271,318	\$ 419,474
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	- %	- %	- %	- %	- %	- %
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 30,885,464	\$ 4,097,474	\$ 28,614,146	\$ 3,678,000	\$ 2,271,318	\$ 419,474
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	- %	- %	- %	- %	- %	- %

(b) Does the company's tax planning strategies include the use of reinsurance? NO

B. Deferred Tax Liabilities Not Recognized

Not Applicable

C. Current and Deferred Income Taxes

1. Current Income Tax

	1	2	3
	2020	2019	(Col 1-2) Change
a. Federal	\$ 21,177,624	\$ 30,449,395	\$ (9,271,771)
b. Foreign	\$ -	\$ (50,470)	\$ 50,470
c. Subtotal	\$ 21,177,624	\$ 30,398,925	\$ (9,221,301)
d. Federal income tax on net capital gains	\$ 23,185,364	\$ 20,026,000	\$ 3,159,364
e. Utilization of capital loss carry-forwards	\$ -	\$ -	\$ -
f. Other	\$ -	\$ -	\$ -
g. Federal and Foreign income taxes incurred	\$ 44,362,988	\$ 50,424,925	\$ (6,061,937)

NOTES TO FINANCIAL STATEMENTS**Note 9 – Income Taxes (continued from preceding page)**

2. Deferred Tax Assets

	1	2	3
	2020	2019	(Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	\$ 2,743,043	\$ 2,542,000	\$ 201,043
2. Unearned premium reserve	19,441,595	17,230,000	2,211,595
3. Policyholder reserves	-	-	-
4. Investments	-	-	-
5. Deferred acquisition costs	-	-	-
6. Policyholder dividends accrual	-	-	-
7. Fixed assets	-	-	-
8. Compensation and benefits accrual	-	-	-
9. Pension accrual	-	-	-
10. Receivables - nonadmitted	1,821,491	1,965,000	(143,509)
11. Net operating loss carry-forward	-	-	-
12. Tax credit carry-forward	-	-	-
13. Other (items <=5% and >5% of total ordinary tax assets)	43,205,892	50,352,146	(7,146,254)
Other (items listed individually >5% of total ordinary tax assets)			
	36,326,557	43,475,000	(7,148,443)
99. Subtotal	\$ 67,212,021	\$ 72,089,146	\$ (4,877,125)
b. Statutory valuation allowance adjustment	36,326,557	43,475,000	(7,148,443)
c. Nonadmitted	-	-	-
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	\$ 30,885,464	\$ 28,614,146	\$ 2,271,318
e. Capital:			
1. Investments	\$ 4,097,474	\$ 3,678,000	\$ 419,474
2. Net capital loss carry-forward	-	-	-
3. Real estate	-	-	-
4. Other (items <=5% and >5% of total capital tax assets)	-	-	-
Other (items listed individually >5% of total capital tax assets)			
99. Subtotal	\$ 4,097,474	\$ 3,678,000	\$ 419,474
f. Statutory valuation allowance adjustment	-	-	-
g. Nonadmitted	-	-	-
h. Admitted capital deferred tax assets (2e99-2f-2g)	4,097,474	3,678,000	419,474
i. Admitted deferred tax assets (2d+2h)	\$ 34,982,938	\$ 32,292,146	\$ 2,690,792

3. Deferred Tax Liabilities

	1	2	3
	2020	2019	(Col 1-2) Change
a. Ordinary:			
1. Investments	\$ -	\$ -	\$ -
2. Fixed assets	-	-	-
3. Deferred and uncollected premium	-	-	-
4. Policyholder reserves	-	-	-
5. Other (items <=5% and >5% of total ordinary tax liabilities)	1,061,407	816,000	245,407
Other (items listed individually >5% of total ordinary tax liabilities)			
99. Subtotal	\$ 1,061,407	\$ 816,000	\$ 245,407
b. Capital:			
1. Investments	\$ 155,944,337	\$ 110,689,000	\$ 45,255,337
2. Real estate	-	-	-
3. Other (Items <=5% and >5% of total capital tax liabilities)	-	-	-
Other (items listed individually >5% of total capital tax liabilities)			
99. Subtotal	\$ 155,944,337	\$ 110,689,000	\$ 45,255,337
c. Deferred tax liabilities (3a99+3b99)	\$ 157,005,744	\$ 111,505,000	\$ 45,500,744
4. Net Deferred Tax Assets/Liabilities (2i – 3c)	\$ (122,022,806)	\$ (79,212,854)	\$ (42,809,952)

NOTES TO FINANCIAL STATEMENTS**Note 9 – Income Taxes (continued from preceding page)**

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

	Amount	Effective Tax Rate (%)
Permanent Differences:		
Provision computed at statutory rate	\$ 43,057,123	21.0%
Change in nonadmitted assets	143,775	0.1%
Proration of tax exempt investment income	774,296	0.4%
Tax exempt income deduction	(1,115,650)	(0.5)%
Dividends received deduction	(1,981,532)	(1.0)%
Disallowed travel and entertainment	-	-%
Other permanent differences	4,222	0.0 %
Impact of foreign operations	(2,620,179)	(1.3)%
True-ups and other adjustments to tax	(1,534,909)	(0.8)%
Tax on other surplus adjustments	433,634	0.2%
Totals	\$ 37,160,780	18.1%
Federal and foreign income taxes incurred	21,177,624	10.3%
Realized capital gains (losses) tax	23,185,364	11.3%
Change in net deferred income taxes	(7,202,208)	(3.5)%
Total statutory income taxes	\$ 37,160,780	18.1%

E. Operating Loss Carry Forwards and Income Taxes Available for Recoupment

1. The amounts, origination dates and expiration dates of operating loss and tax credit carry forwards available for tax purposes:

Not Applicable

2. The following is income tax expense for current year and proceeding years that is available for recoupment in the event of future net losses:

Year	Amounts
2020	\$45,912,702
2019	\$50,652,205
2018	\$31,373,397

3. The Company's aggregate amount of deposits admitted under Section 6603 of the Internal Revenue Service Code

NONE

F. Consolidated Federal Income Tax Return

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

Factory Mutual Insurance Company (Parent)	FMIC Holdings, Inc.
Affiliated FM Insurance Company	TSB Loss Control Consultants, Inc.
Appalachian Insurance Company	Corporate Insurance Services, Inc.
Risk Engineering Insurance Company Limited	Watch Hill Insurance Company

2. The manner in which the Board of Directors sets forth for allocating the consolidated federal income tax:

The method of allocation among companies is subject to a written agreement, approved by the Board of Directors, whereby allocation is made primarily on a separate return basis with current credit for any net operating losses or other items utilized in the consolidated tax return. Preliminary settlements are made after the filing of the federal extension and final settlement is made after the filing of the consolidated tax return.

G. Federal or Foreign Federal Income Tax Loss Contingencies:

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

H. Repatriation Transition Tax (RTT) - RTT owed under the Tax Cuts and Jobs Act

Not Applicable

I. Alternative Minimum Tax Credit

Not Applicable

NOTES TO FINANCIAL STATEMENTS**Note 10 – Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**

A. Nature of the Relationship Involved

All of the common stock outstanding of the Company is owned by FMIC Holdings, Inc. (Johnston, RI), which is a wholly-owned subsidiary of Factory Mutual Insurance Company, (NAIC #21482) Johnston, RI.

In addition to owning 100% of the common stock, FMIC Holdings, Inc. also owns 47,500 shares of the 7% cumulative preferred stock (\$100 par value) outstanding of the Company. Appalachian Insurance Company, a wholly-owned subsidiary of FMIC Holdings, Inc. owns 25,000 shares of the 7% cumulative preferred stock (\$100 par value) outstanding of the Company.

B. Transactions

The Company lists its transactions with affiliates on Schedule Y Part 2. There were no reportable transactions between the Company and any affiliates, which exceeded one-half of 1% of admitted assets.

C. Transactions with Related Parties who are not Reported on Schedule Y

(1) Detail of Material Related Party Transactions

Refer to Schedule Y Part 2

(2) Detail of Material Related Party Transactions Involving Services

Refer to Schedule Y Part 2

(3) Detail of Material Related Party Transactions Involving Exchange of Assets and Liabilities

Not Applicable

(4) Detail of Amounts Owed To/From a Related Party

Refer to Note 10 - D

D. Amounts Due From or To Related Parties

The amounts reported due (to) from affiliates are as follows:

Affiliate	2020	2019
Factory Mutual Insurance Company (Parent)	\$ 27,445,440	\$ (157,087,877)
FM Insurance Company Ltd	(57,821)	(167,782)
FM Insurance Europe S.A.	(201,732)	(900,968)
FM Global de Mexico S.A. de C.V.	1,805,447	1,539,335
FMIC Holdings, Inc.	(498,750)	(166,250)
Appalachian Insurance Company	145,883	149,632
FM Approvals LLC	78,226	39,898
Hobbs Brook Management LLC	-	(287)
Total	\$ 28,716,693	\$ (156,594,299)

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

The Company receives certain accounting, management and other services from its parent Factory Mutual Insurance Company (NAIC#21482). Management fees are charged as part of a cost sharing agreement approved by the state of domicile.

F. Guarantees or Undertakings

Not Applicable

G. Nature of the Control Relationship

The Company is owned by FMIC Holdings Inc., a wholly owned subsidiary of Factory Mutual Insurance Company (NAIC #21482).

H. Amount Deducted from the Value of Upstream Intermediate Entity or Ultimate Parent Owned

Not Applicable

I. Investments in SCA that Exceed 10% of Admitted Assets

Not Applicable

J. Investments in Impaired SCAs

Not Applicable

K. Investment in Foreign Insurance Subsidiary

Not Applicable

L. Investment in Downstream Noninsurance Holding Company

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 10 – Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties (continued from preceding page)

- M. All SCA Investments
Not Applicable
- N. Investment in Insurance SCAs
Not Applicable
- O. SCA or SSAP 48 Entity Loss Tracking
Not Applicable

Note 11 – Debt

Not Applicable

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

- A. Defined Benefit Plan

The Company has no employees. All services necessary for functioning of the Company are provided by its parent, Factory Mutual Insurance Company (NAIC #21482), pursuant to a management and services agreement, which provides for compensatory expense allocations. Included in the expense allocations were amounts related to non-contributory retirement income plans and postretirement benefit plans sponsored by Factory Mutual Insurance Company. Refer to Note 12G for the amounts and allocation methodology.

- B. Investment Policies and Strategies

Not Applicable

- C. Fair Value of Plan Assets

Not Applicable

- D. Basis Used to Determine Expected Long-Term Rate-of-Return

Not Applicable

- E. Defined Contribution Plans

The Company has no employees. All services necessary for functioning of the Company are provided by its parent, Factory Mutual Insurance Company (NAIC #21482), pursuant to a management and services agreement, which provides for compensatory expense allocations. Included in the expense allocations were amounts related to savings plans sponsored by Factory Mutual Insurance Company. Refer to Note 12G for the amounts and allocation methodology.

- F. Multiemployer Plans

Not Applicable

- G. Consolidated/Holding Company Plans

As stated above in Note 12A and Note 12E, the Company has no employees. All services necessary for functioning of the Company are provided by its parent, Factory Mutual Insurance Company (NAIC #21482), pursuant to a management and services agreement, which provides for compensatory expense allocations. Included in the expense allocations were amounts for defined benefit plans and defined contribution plans sponsored by Factory Mutual Insurance Company, as follows:

The net expense allocated to the Company related to defined benefit plans was \$2,041,072 in 2020 and \$5,407,080 in 2019.

The net expense allocated to the Company related to defined contribution plans was \$2,688,000 in 2020 and \$2,700,000 in 2019.

The net expense incurred by the Company for these plans is based on the percentage allocations per the intercompany pooling agreement discussed below in Note 26. The Company has no legal obligation for benefits under the plans.

- H. Postemployment Benefits and Compensated Absences

Not Applicable

- I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 13 – Capital and Surplus, Shareholder's Dividend Restrictions and Quasi-Reorganizations**A. Number of Shares and Par or State Value of Each Class**

All of the common stock, 80,000 shares (\$50 par value), is owned by FMIC Holdings, Inc. (Johnston, RI), which is a wholly-owned subsidiary of Factory Mutual Insurance Company, (NAIC #21482) Johnston, RI.

The Company has outstanding 72,500 shares of 7% cumulative preferred stock.

Detailed support is shown on Schedule Y Part 1.

B. Dividend Rate, Liquidation Value and Redemption Schedule of Preferred Stock Issues

7% Cumulative.

C. Dividend Restrictions

The maximum amount of dividends, which can be paid by State of Rhode Island insurance companies to shareholders without prior approval of the Insurance Commissioner, is subject to restrictions relating to statutory surplus and net income. The maximum dividend payout which may be made without prior approval is the lesser of:

- a. 10% of surplus as regards policyholders as of the 31st day of December next preceding, or
- b. Net income, not including realized gains, for the twelve month period ending the 31st day of December next preceding, but shall not include pro rata distributions of any class of the insurer's own securities.

For 2020, the maximum dividend payout that could have been made without prior approval was \$126,247,063. For 2021, the maximum dividend payout that may be made without prior approval is \$98,052,251.

D. Dates and Amounts of Dividends Paid

There were ordinary dividends of \$175,000 and \$332,500 to Appalachian Insurance Company and FMIC Holdings, Inc., respectively, during 2020.

E. Profits that may be Paid as Ordinary Dividends to Stockholders

Other than the limitations described in item C above, there are no other restrictions placed on the portion of profits that may be paid as ordinary dividends.

F. Restrictions Placed on Unassigned Funds (Surplus)

There are no restrictions on the unassigned funds of the Company other than those described in item C above. Unassigned funds are held for the benefit of the owner.

G. Amount of Advances to Surplus not Repaid

Not Applicable

H. Amount of Stock Held for Special Purposes

Not Applicable

I. Reasons for Changes in Balance of Special Surplus Funds from Prior Period

Not Applicable

J. The Portion of Unassigned Funds (Surplus) Represented or Reduced by Unrealized Gains and Losses is: \$722,543,618.**K. Surplus Notes**

Not Applicable

L. Impact of Quasi-Reorganizations

Not Applicable

M. Date of Quasi-Reorganizations

Not Applicable

NOTES TO FINANCIAL STATEMENTS**Note 14 – Liabilities, Contingencies and Assessments**

A. Contingent Commitments

Not Applicable

B. Assessments

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

The Company is subject to guaranty fund and other assessments by the states in which it writes business. Insurance company insolvencies in states where the Company writes business may result in guaranty fund assessments on future premiums.

The Company has accrued a liability for guaranty fund and other assessments of \$157,378 and a related premium tax benefit asset of \$43,618.

The amount recorded represents management's best estimates based on information received from the states in which the company writes business. The liability is included in the taxes, licenses and fees liability and will be paid in the next year. The asset is included in the guaranty funds receivable asset and is expected to be realized over the five to ten years following payment.

At times, the Company has the ability to recover a portion of the accrued liability through policyholder surcharges. As of December 31, 2020, the asset related to policyholder surcharges, which appears within Page 2 line 25, is \$69,000.

2) Assessments

a.	Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	\$	54,000
b.	Decreases current period:		12,000
c.	Increases current period:		1,000
d.	Assets recognized from paid and accrued premium tax offsets and policy surcharges current period	\$	43,000

C. Gain Contingencies

Not Applicable

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

Not Applicable

E. Product Warranties

Not Applicable

F. Joint and Several Liabilities

Not Applicable

G. All Other Contingencies

At December 31, 2020 and 2019 the Company had admitted premium receivable assets of \$196,913,934 and \$176,939,610, respectively, in premium receivable due from policyholders, agents and ceding insurers. The Company routinely assesses the collectability of these receivables. Based upon Company experience, any uncollectible premium receivables as of December 31, 2020 are not expected to exceed the nonadmitted amount totaling \$9,204,271, and therefore, no additional provision for uncollectible amounts has been recorded. The potential for any additional loss is not believed to be material to the Company's financial condition.

Lawsuits arise against the Company in the normal course of business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company. The Company has no asset that is considered impaired.

Note 15 – Leases

Not Applicable

Note 16 – Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

Not Applicable

NOTES TO FINANCIAL STATEMENTS**Note 17 – Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

A. Transfers of Receivables Reported as Sales

Not Applicable

B. Transfer and Servicing of Financial Assets

(1) Description of any Loaned Securities

Under a securities lending program with an agent, the Company has temporarily loaned certain debt securities with a fair value of \$52,572,986 and \$71,753,640 at December 31, 2020 and December 31, 2019, respectively. Borrowers of these securities must deposit an amount of cash and/or securities equal to 102% of the fair value of domestic securities or 105% of foreign securities. The Company continues to receive the interest on the loaned debt securities as a beneficial owner, and the loaned debt securities are included in the investment portfolio of the Company. The agent holds any securities pledged as collateral in trust for the borrower, and invests any cash collateral pledged in high quality short term securities. There are no collateral transactions that extend beyond one year.

(2) Servicing Assets and Servicing Liabilities

Not Applicable

(3) When Servicing Assets and Liabilities are Measured at Fair Value

Not Applicable

(4) Securitizations, Asset-Based Financing Arrangements and Similar Transfers Accounted for as Sales

Not Applicable

(5) Disclosure Requirements for Transfers of Assets Accounted for as Secured Borrowing

Not Applicable

(6) Transfer of Receivables with Recourse

Not Applicable

(7) Securities Underlying Repurchase and Reverse Repurchase Agreements, Dollar Repurchase and Dollar Reverse Repurchase Agreements

Not Applicable

C. Wash Sales

Not Applicable

Note 18 – Gain or Loss to the Reporting Entity from Uninsured Plans and the 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. Fair Value Measurements

(1) Fair Value Measurements at Reporting Date

The Company categorizes its invested assets that are measured at fair value into the three-level fair value hierarchy or designates certain invested assets as carried at net asset value (NAV). Item 4 provides a discussion of each of these categories.

Description for Each Type of Asset or Liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
Assets at Fair Value					
Common Stocks - Industrial & Miscellaneous	\$ 958,478,836	\$ -	\$ -	\$ -	\$ 958,478,836
Mutual Funds	\$ 761,450,674	\$ -	\$ -	\$ -	\$ 761,450,674
Money Market Mutual Funds	\$ -	\$ -	\$ -	\$ 40,185,029	\$ 40,185,029
Total	\$ 1,719,929,510	\$ -	\$ -	\$ 40,185,029	\$ 1,760,114,539
Liabilities at Fair Value					
	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -

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

The Company has no assets measured at fair value in the Level 3 category.

(3) Policies when Transfers Between Levels are Recognized

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3. The Company has no assets measured at fair value in the Level 3 category.

NOTES TO FINANCIAL STATEMENTS**Note 20 – Fair Value Measurements (continued from preceding page)**

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

The valuation techniques required by the Fair Value Measurements guidance (SSAP 100) are based upon observable and unobservable inputs. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect market assumptions.

These two types of inputs create the following fair value hierarchy:

Level 1 Quoted prices for identical instruments in active markets

Level 2 Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations whose inputs are observable or whose significant value drivers are observable

Level 3 Significant inputs to the valuation model are unobservable

The Company elects 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.

The Company retains independent pricing vendors to assist in valuing invested assets when the prices are not available from the SVO.

When available, the Company uses quoted market prices to determine the fair value of investment securities, and they are included in Level 1.

When quoted market prices are unavailable, the Company uses quotes from independent pricing vendors based on recent trading activity and other relevant information, including market interest rate curves, referenced credit spreads and estimated prepayment rates, where applicable. These investments are included in Level 2 and are primarily comprised of fixed income securities which are NAIC rated 3 or below.

In infrequent circumstances, the pricing is not available from the pricing vendor and is based on significant unobservable inputs. In those circumstances, the investment security is classified in Level 3. There are no Level 3 investments at the reporting date.

(5) Derivative Fair Value Disclosures

Not Applicable

B. Other Fair Value Disclosures

Not Applicable

C. Fair Value Level

The table below reflects the fair value 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 as described in Note 20A.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Bonds	\$1,834,721,224	\$1,737,340,719	\$ -	\$1,737,340,719	\$ -	\$ -	\$ -
Common Stocks	\$1,719,929,510	\$1,719,929,510	\$1,719,929,510	\$ -	\$ -	\$ -	\$ -
Cash and Cash Equivalents	\$ 129,120,666	\$ 129,120,666	\$ 88,935,637	\$ -	\$ -	\$ 40,185,029	\$ -
Securities Lending Reinvested Collateral Assets	\$ 35,319,589	\$ 35,319,589	\$ 35,319,589	\$ -	\$ -	\$ -	\$ -
Total	\$3,719,090,989	\$3,621,710,484	\$1,844,184,736	\$1,737,340,719	\$ -	\$ 40,185,029	\$ -

D. Not Practicable to Estimate Fair Value

Not Applicable

E. NAV Practical Expedient Investments

The Company elects 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.

NOTES TO FINANCIAL STATEMENTS**Note 21 – Other Items**

A. Unusual or Infrequent Items

Not Applicable

B. Troubled Debt Restructuring Debtors

Not Applicable

C. Other Disclosures

The Company records Canadian activity in Canadian dollars in the Annual Statement. The net balance of Canadian assets and liabilities which represent a portion of the Company's surplus, is adjusted to U.S. dollars through the "change in net unrealized foreign exchange" adjustment line on page 4, line 25. This has the effect of converting total surplus to U.S. Dollars.

D. Business Interruption Insurance Recoveries

Not Applicable

E. State Transferable and Non-Transferable Tax Credits

Not Applicable

F. Subprime Mortgage-Related Risk Exposure

Not Applicable

G. Insurance-Linked Securities (ILS) Contracts

Not Applicable

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

Not Applicable

Note 22 – Events Subsequent

Subsequent events have been considered through February 24, 2021 for these statutory financial statements which are to be issued on February 24, 2021.

There were no events occurring subsequent to the end of the year that merited recognition or disclosure in these statements.

A. Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the Federal Affordable Care Act (YES/NO)?

Yes [] No [X]

B-H Not Applicable

Note 23 – Reinsurance

A. Unsecured Reinsurance Recoverables

Not Applicable

B. Reinsurance Recoverable in Dispute

Not Applicable

C. Reinsurance Assumed and Ceded

(1) Maximum Amount of Return Commission

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ 1,472,405	\$ 149,500	\$ 16,285,000	\$ 3,257,000	\$ (14,812,595)	\$ (3,107,500)
b. All Other	132,643	17,013	72,370,114	16,558,176	(72,237,471)	(16,541,163)
c. Total	\$ 1,605,048	\$ 166,513	\$ 88,655,114	\$ 19,815,176	\$ (87,050,066)	\$ (19,648,663)
d. Direct Unearned Premium Reserves						\$ 570,706,642

(2) Additional or Return Commission

Not Applicable

(3) Types of Risks Attributed to Protected Cell

Not Applicable

NOTES TO FINANCIAL STATEMENTS**Note 23 – Reinsurance (continued from preceding page)**

- D. Uncollectible Reinsurance
Not Applicable
- E. Commutation of Ceded Reinsurance
Not Applicable
- F. Retroactive Reinsurance
Not Applicable
- G. Reinsurance Accounted for as a Deposit
Not Applicable
- H. Disclosures for the Transfer of Property and Casualty Run-off Agreements
Not Applicable
- I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation
Not Applicable
- J. Reinsurance Agreements Qualifying for Reinsurer Aggregation
Not Applicable
- K. Reinsurance Credits
Not Applicable

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

Not Applicable

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

- A. Change in Incurred Losses and Loss Adjustment Expenses

As a result of changes in estimates of insured events related to prior years, the provision for losses and loss adjustment expenses decreased by \$41,937,000. The decrease in the prior years was primarily due to the reduction of incurred-but-not-reported (IBNR) reserves based on actual experience.

No additional premium or return of premium have been accrued as a result of prior year effects.

- B. Information about Significant Changes in Methodologies and Assumptions

Not Applicable

Note 26 – Intercompany Pooling Arrangements

- A. Identification of the Lead Entity and all Affiliated Entities Participating in the Intercompany Pool

	NAIC Company Code	Pooling Percentage
Lead Entity and all Affiliated Entities Factory Mutual Insurance Company (lead insurer)	21482	86.0%
Affiliated FM Insurance Company	10014	12.0%
Appalachian Insurance Company	10316	2.0%

- B. Description of Lines and Types of Business Subject to the Pooling Agreement

The parties agreed to pool net premium earned, net losses and loss adjustment expenses incurred, and other underwriting expenses incurred. Each company agreed to cede and/or assume from the others that amount of net premium earned, reported in the NAIC Annual Statement, Page 4, Line 1, less that amount of dividends to policyholders reported on Page 4, Line 17, net losses and loss adjustment expenses incurred included in the NAIC Annual Statement, Page 4 Lines 2 and 3 and other underwriting expenses incurred reported in the NAIC Annual Statement, Page 4, Line 4, required to bring its share to the agreed upon percentage of the total. Also, premium and losses that are assumed and ceded pursuant to stop loss reinsurance treaties between Factory Mutual Insurance Company (Asia Pacific branches) and Affiliated FM Insurance Company, and pursuant to an intercompany reinsurance agreement between the Canadian branches of Factory Mutual Insurance Company and Affiliated FM Insurance Company, are excluded from the intercompany pooling agreement.

The pooling activity is recorded and settled as current accident and occurrence year transactions for Schedule P reporting purposes. The pooling results are considered as written and earned in the current accident year. The pooling results of losses and loss adjustment expenses paid and incurred are reflected in the current occurrence year.

- C. Description of Cessions to Non-Affiliated Reinsurance Subject to Pooling Agreement

Reinsurance may be externally ceded on a facultative and/or treaty basis by any pool participant prior to pooling.

NOTES TO FINANCIAL STATEMENTS**Note 26 – Intercompany Pooling Arrangements (continued from preceding page)**

D. Identification of all Pool Members that are Parties to Reinsurance Agreements with Non-Affiliated Reinsurers

Each pool participant has a contractual right of direct recovery from its own external reinsurers.

E. Explanation of Discrepancies Between Entries of Pooled Business

There are no discrepancies between the assumed and ceded reinsurance schedules of the pool participants.

F. Description of Intercompany Sharing

Each pool participant establishes its respective provision for reinsurance in Schedule F and the write-off of uncollectible reinsurance for its own facultative and treaty cessions.

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

Name of Insurer	Amounts Receivable	Amounts Payable
Factory Mutual Insurance Company (lead insurer)	\$86,977,958	\$56,261,446
Affiliated FM Insurance Company	\$32,740,447	\$71,255,183
Appalachian Insurance Company	\$23,520,899	\$15,722,675

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 Company evaluated whether a premium deficiency reserve is required as of December 31, 2020 and determined that a premium deficiency reserve is not applicable.

- Liability carried for premium deficiency reserve: \$0
- Date of most recent evaluation of this liability: February 11, 2021
- Was anticipated investment income utilized in the calculation? Yes [X] No []

Note 31 – High Deductibles

Not Applicable

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

Not Applicable

Note 33 – Asbestos/Environmental Reserves

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

The Company has potential exposure involving asbestos, environmental impairment liability, and other types of tort-related claims, which applies only to the casualty and assumed reinsurance business now in runoff. Management has indicated that liabilities are recognized for known claims (including the cost of related litigation) when sufficient information has been developed to indicate the involvement of a specific insurance policy, and the Company's liabilities can be reasonably estimated. Additional reserves for such claims are established to cover further exposures on both known and unasserted claims based on facts currently known and the present state of the law and coverage litigation. The reserves for these types of claims are included in the foregoing loss and loss adjustment expense reserves and are subject to considerable uncertainty, due to the potential severity of the claims and the uncertain legal climate.

(1) Direct

	2016	2017	2018	2019	2020
a. Beginning reserves (including Case, Bulk + IBNR Loss & LAE)	\$ 249,498,000	\$ 239,716,000	\$ 235,611,000	\$ 229,972,000	\$ 219,931,000
b. Incurred losses and loss adjustment expense	-	430,000	-	(2,000)	1,000
c. Calendar year payments for losses and loss adjustment expenses	9,782,000	4,535,000	5,639,000	10,039,000	8,358,000
d. Ending reserves (including Case, Bulk + IBNR Loss & LAE)	\$ 239,716,000	\$ 235,611,000	\$ 229,972,000	\$ 219,931,000	\$ 211,574,000

NOTES TO FINANCIAL STATEMENTS**Note 33 – Asbestos/Environmental Reserves (continued from preceding page)**

(2) Assumed Reinsurance

	2016	2017	2018	2019	2020
a. Beginning reserves (including Case, Bulk + IBNR Loss & LAE)	\$ -	\$ -	\$ -	\$ -	\$ -
b. Incurred losses and loss adjustment expense	-	-	-	-	-
c. Calendar year payments for losses and loss adjustment expenses	-	-	-	-	-
d. Ending reserves (including Case, Bulk + IBNR Loss & LAE)	\$ -	\$ -	\$ -	\$ -	\$ -

(3) Net of Ceded Reinsurance

	2016	2017	2018	2019	2020
a. Beginning reserves (including Case, Bulk + IBNR Loss & LAE)	\$ 115,194,000	\$ 116,101,000	\$ 121,482,000	\$ 116,975,000	\$ 99,876,000
b. Incurred losses and loss adjustment expense	4,205,000	8,067,000	-	(11,373,000)	14,100,000
c. Calendar year payments for losses and loss adjustment expenses	3,298,000	2,686,000	4,507,000	5,726,000	6,559,000
d. Ending reserves (including Case, Bulk + IBNR Loss & LAE)	\$ 116,101,000	\$ 121,482,000	\$ 116,975,000	\$ 99,876,000	\$ 107,417,000

B. State the amount of the ending reserves for Bulk + IBNR included in A (Loss and LAE)

(1) Direct basis	\$ 171,618,000
(2) Assumed reinsurance basis	-
(3) Net of ceded reinsurance basis	\$ 89,085,000

C. State the amount of the ending reserves for loss adjustment expenses included in A (Case, Bulk + IBNR)

(1) Direct basis	\$ 28,276,000
(2) Assumed reinsurance basis	-
(3) Net of ceded reinsurance basis	\$ 18,173,000

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

The Company has potential exposure involving asbestos, environmental impairment liability, and other types of tort-related claims, which applies only to the casualty and assumed reinsurance business now in runoff. Management has indicated that liabilities are recognized for known claims (including the cost of related litigation) when sufficient information has been developed to indicate the involvement of a specific insurance policy, and the Company's liabilities can be reasonably estimated. Additional reserves for such claims are established to cover further exposures on both known and unasserted claims based on facts currently known and the present state of the law and coverage litigation. The reserves for these types of claims are included in the foregoing loss and loss adjustment expense reserves and are subject to considerable uncertainty, due to the potential severity of the claims and the uncertain legal climate

(1) Direct

	2016	2017	2018	2019	2020
a. Beginning reserves	\$ 31,404,000	\$ 30,736,000	\$ 42,761,000	\$ 41,646,000	\$ 40,818,000
b. Incurred losses and loss adjustment expense	-	12,564,000	-	-	1,000
c. Calendar year payments for losses and loss adjustment expenses	668,000	539,000	1,115,000	828,000	3,184,000
d. Ending reserves	\$ 30,736,000	\$ 42,761,000	\$ 41,646,000	\$ 40,818,000	\$ 37,635,000

(2) Assumed Reinsurance

	2016	2017	2018	2019	2020
a. Beginning reserves	\$ -	\$ -	\$ -	\$ -	\$ -
b. Incurred losses and loss adjustment expense	-	-	-	-	-
c. Calendar year payments for losses and loss adjustment expenses	-	-	-	-	-
d. Ending reserves	\$ -	\$ -	\$ -	\$ -	\$ -

(3) Net of Ceded Reinsurance

	2016	2017	2018	2019	2020
a. Beginning reserves	\$ 15,383,000	\$ 12,960,000	\$ 12,397,000	\$ 11,315,000	\$ 20,207,000
b. Incurred losses and loss adjustment expense	(1,990,000)	(24,000)	-	9,676,000	(11,874,000)
c. Calendar year payments for losses and loss adjustment expenses	433,000	539,000	1,082,000	784,000	(324,000)
d. Ending reserves	\$ 12,960,000	\$ 12,397,000	\$ 11,315,000	\$ 20,207,000	\$ 8,657,000

E. State the amount of the ending reserves for Bulk + IBNR included in D (Loss and LAE)

(1) Direct basis	\$ 33,643,000
(2) Assumed reinsurance basis	-
(3) Net of ceded reinsurance basis	\$ 7,144,000

NOTES TO FINANCIAL STATEMENTS

Note 33 – Asbestos/Environmental Reserves (continued from preceding page)

F. State the amount of the ending reserves for loss adjustment expenses included in D (Case, Bulk + IBNR)

(1) Direct basis	\$	9,688,000
(2) Assumed reinsurance basis		-
(3) Net of ceded reinsurance basis	\$	1,187,000

Note 34 – Subscriber Savings Accounts

Not Applicable

Note 35 – Multiple Peril Crop Insurance

Not Applicable

Note 36 – Financial Guaranty Insurance

Not Applicable

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes No
 If yes, complete Schedule Y, Parts 1, 1A and 2.
- 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? Rhode Island
- 1.4 Is the reporting entity publicly traded or a member of 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. 12/31/2017
- 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). 12/08/2018
- 3.4 By what department or departments?
Rhode Island Division 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 the answer is YES, complete and file the merger history data file with the NAIC.
- 5.2 If yes, provide the name of entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.
- | 1
Name of Entity | 2
NAIC
Company
Code | 3
State of
Domicile |
|---------------------|------------------------------|---------------------------|
| | | |
- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes No
- 6.2 If yes, give full information:
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes No
- 7.2 If yes,
- 7.21 State the percentage of foreign 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 bank holding company regulated with the Federal Reserve Board? Yes No
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes No
- 8.4 If the response to 8.3 is yes, please provide below 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 |
|---------------------|-----------------------------|----------|----------|-----------|----------|
| | | | | | |
9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young, LLP 200 Clarendon Street, Boston, MA 02116
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes No
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:
- 10.3 Has the insurer been granted any exemptions related to 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 the response to 10.3 is yes, provide information related to this exemption:

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES**

- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] 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?
Kathleen Odomirok, FCAS, MAAA - Principal, Ernst & Young LLP 200 Clarendon Street, Boston, MA 02116
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
- 12.11 Name of real estate holding company
- 12.12 Number of parcels involved 0
- 12.13 Total book/adjusted carrying value \$ 0
- 12.2 If yes, provide explanation
- 13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A []
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.
- 14.11 If the response to 14.1 is no, please explain:
- 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 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 [X]
- 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 [X]
- 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 |
|---|--------------------------------------|---|-------------|
| | | | \$ |
- 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 subordinator committee thereof? Yes [X] 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 [X] 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 [X] 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 [X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers \$ 0
- 20.12 To stockholders not officers \$ 0
- 20.13 Trustees, supreme or grand (Fraternal only) \$ 0
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers \$ 0
- 20.22 To stockholders not officers 0
- 20.23 Trustees, supreme or grand (Fraternal only) 0
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reporting 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 \$ 0
- 21.22 Borrowed from others \$ 0
- 21.23 Leased from others \$ 0
- 21.24 Other \$ 0
- 22.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment \$ 0
- 22.22 Amount paid as expenses \$ 0
- 22.23 Other amounts paid \$ 0
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES**

23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 28,716,693

INVESTMENT

24.01 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 24.03)? Yes [] No [X]

24.02 If no, give full and complete information, relating thereto:
JP Morgan Worldwide Securities Services and RBC (Toronto) hold custody of the securities.

24.03 For securities lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet (an alternative is to reference Note 17 where this information is also provided).
The market value and collateral value of securities loaned as of year-end 2020 is \$52,572,986 and \$53,637,783 respectively. The amount of cash collateral on the balance sheet is \$35,319,589. See Note 17 for a description of the securities lending program.

24.04 For the reporting entity's securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions. \$ 53,637,783

24.05 For the reporting entity's securities lending program, report amount of collateral for other programs. \$ 0

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

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

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

24.09 For the reporting entity's securities lending program, state the amount of the following as of December 31 of the current year:

24.091 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 35,319,589

24.092 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 35,319,589

24.093 Total payable for securities lending reported on the liability page: \$ 35,319,589

25.1 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 current in force? (Exclude securities subject to Interrogatory 21.1 and 24.03.) Yes [X] No []

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

25.21 Subject to repurchase agreements \$ 0

25.22 Subject to reverse repurchase agreements \$ 0

25.23 Subject to dollar repurchase agreements \$ 0

25.24 Subject to reverse dollar repurchase agreements \$ 0

25.25 Placed under option agreements \$ 0

25.26 Letter stock or securities restricted as sale – excluding FHLB Capital Stock \$ 0

25.27 FHLB Capital Stock \$ 0

25.28 On deposit with states \$ 5,143,504

25.29 On deposit with other regulatory bodies \$ 0

25.30 Pledged as collateral – excluding collateral pledged to an FHLB \$ 0

25.31 Pledged as collateral to FHLB – including assets backing funding agreements \$ 0

25.32 Other \$ 0

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
		\$

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]
If no, attach a description with this statement.

Lines 26.3 through 26.5: FOR LIFE/FRATERNAL REPORTING ENTITIES ONLY:

26.3 Does the reporting entity utilize derivatives to hedge variable annuity guarantees subject to fluctuations as a result of interest rate sensitivity? Yes [] No []

26.4 If the response to 26.3 is yes, does the reporting entity utilize:

26.41 Special accounting provision of SSAP No. 108 Yes [] No []

26.42 Permitted accounting practice Yes [] No []

26.43 Other accounting guidance Yes [] No []

26.5 By responding yes to 26.41 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 Guidance 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 the Clearly Defined Hedging Strategy is the hedging strategy being used by the company in its actual day-to-day risk mitigation efforts.

27.1 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 [X]

27.2 If yes, state the amount thereof at December 31 of the current year: \$ 0

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

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

1 Name of Custodian(s)	2 Custodian's Address
JP Morgan Worldwide Securities Services	383 Madison Avenue, New York, NY
RBC Investor Services	200 Bay Street, Toronto, Ontario, Canada

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES**

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

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

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [] No [X]

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

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

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

1 Name of Firm or Individual	2 Affiliation
Sanjay Chawla, SVP, Chief Investment Officer	I
Daniel Richards VP, Portfolio Mgr Fixed Income	I
Scott Anthony, VP, Sector Portfolio Mgr Fixed Income	I
Standish Mellon Asset Management	U
BlackRock Financial Management Inc	U
BlackRock Asset Management Canada Limited	U

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's invested assets? Yes [X] No []

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets? Yes [] No [X]

28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
113972	Standish Mellon Asset Management	ME7YUCK4NF1W8VM8SP25	SEC	DS
107105	BlackRock Financial Management Inc	549300LVXY1VJKE13M84	SEC	DS
162262	BlackRock Asset Management Canada Limited	549300YTZPMRP8RYSY86	OSC	NO

29.1 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 [X] No []

29.2 If yes, complete the following schedule:

1 CUSIP	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
233203 37 1	DFA INTERNATIONAL CORE EQUITY FUND	\$ 182,819,566
256206 20 2	DODGE & COX GLOBAL STOCK FUND	\$ 62,780,885
464287 23 4	ISHARES MSCI EMERGING MKT INDEX ETF	\$ 14,209,250
46429B 68 9	ISHARES EDGE MSCI MIN VOL EA	\$ 1,829,010
46429B 69 7	ISHARES EDGE MSCI MIN VOL US	\$ 3,603,885
46432F 33 9	ISHARES EDGE MSCI USA QUALITY	\$ 9,292,965
46432F 37 0	ISHARES EDGE MSCI USA SIZE	\$ 11,208,826
46432F 38 8	ISHARES EDGE MSCI USA VALUE	\$ 7,874,828
46432F 39 6	ISHARES EDGE MSCI USA MOMENT	\$ 6,251,278
46434V 44 9	ISHARES EDGE MSCI INTL MOMENT	\$ 3,153,602
46434V 45 6	ISHARES EDGE MSCI INTL QUALITY	\$ 4,991,009
46435G 40 9	ISHARES EDGE MSCI INTL VALUE	\$ 3,995,725
46435G 50 8	ISHARES EDGE MSCI INTL SIZE	\$ 5,619,074
741494 30 6	TROWE PRICE GLOBAL TECH	\$ 82,203,923
77956H 32 8	TROWE PRICE GLOBAL STOCK	\$ 172,562,818
78464A 78 9	SPDR S&P INSURANCE ETF	\$ 38,617,000
81369Y 20 9	SELECT SECTOR SPDR	\$ 17,016,000
87281Y 10 2	TROWE PRICE HEALTH SCIENCES	\$ 59,683,702
87282H 10 8	TROWE PRICE FINANCIAL SERVICES	\$ 73,737,327
29.2999	TOTAL	\$ 761,450,673

29.3 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
DFA INTERNATIONAL CORE EQUITY FUND	Nestle SA	\$ 2,325,465	12/31/2020
DFA INTERNATIONAL CORE EQUITY FUND	Roche Holding AG	\$ 1,544,825	12/31/2020
DFA INTERNATIONAL CORE EQUITY FUND	SoftBank Group Corp	\$ 1,310,816	12/31/2020

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES**

DFA INTERNATIONAL CORE EQUITY FUND	Toyota Motor Corp	\$	1,137,138	12/31/2020
DFA INTERNATIONAL CORE EQUITY FUND	Royal Bank of Canada	\$	923,239	12/31/2020
DODGE & COX GLOBAL STOCK FUND	Comcast Corp	\$	1,981,993	12/31/2020
DODGE & COX GLOBAL STOCK FUND	Wells Fargo & Co	\$	1,699,479	12/31/2020
DODGE & COX GLOBAL STOCK FUND	Banco Santander SA	\$	1,691,945	12/31/2020
DODGE & COX GLOBAL STOCK FUND	Glencore PLC	\$	1,664,949	12/31/2020
DODGE & COX GLOBAL STOCK FUND	GlaxoSmithKline PLC	\$	1,642,976	12/31/2020
ISHARES MSCI EMERGING MKT INDEX ETF	Taiwan Semiconductor Manufactu	\$	952,304	12/31/2020
ISHARES MSCI EMERGING MKT INDEX ETF	Tencent Holdings Ltd	\$	842,893	12/31/2020
ISHARES MSCI EMERGING MKT INDEX ETF	Alibaba Group Holding Ltd	\$	841,472	12/31/2020
ISHARES MSCI EMERGING MKT INDEX ETF	Samsung Electronics Co Ltd	\$	632,596	12/31/2020
ISHARES MSCI EMERGING MKT INDEX ETF	Meituan	\$	289,158	12/31/2020
ISHARES EDGE MSCI MIN VOL EA	Novo Nordisk A/S	\$	28,533	12/31/2020
ISHARES EDGE MSCI MIN VOL EA	Roche Holding AG	\$	28,039	12/31/2020
ISHARES EDGE MSCI MIN VOL EA	Chugai Pharmaceutical Co Ltd	\$	26,722	12/31/2020
ISHARES EDGE MSCI MIN VOL EA	Swisscom AG	\$	26,356	12/31/2020
ISHARES EDGE MSCI MIN VOL EA	Novartis AG	\$	26,173	12/31/2020
ISHARES EDGE MSCI MIN VOL US	NextEra Energy Inc	\$	58,347	12/31/2020
ISHARES EDGE MSCI MIN VOL US	Johnson & Johnson	\$	57,950	12/31/2020
ISHARES EDGE MSCI MIN VOL US	Vertex Pharmaceuticals Inc	\$	57,554	12/31/2020
ISHARES EDGE MSCI MIN VOL US	Eli Lilly and Co	\$	55,968	12/31/2020
ISHARES EDGE MSCI MIN VOL US	Microsoft Corp	\$	55,175	12/31/2020
ISHARES EDGE MSCI USA QUALITY	Apple Inc	\$	397,553	12/31/2020
ISHARES EDGE MSCI USA QUALITY	Microsoft Corp	\$	377,759	12/31/2020
ISHARES EDGE MSCI USA QUALITY	NIKE Inc	\$	293,193	12/31/2020
ISHARES EDGE MSCI USA QUALITY	Coca-Cola Co/The	\$	281,112	12/31/2020
ISHARES EDGE MSCI USA QUALITY	Mastercard Inc	\$	279,254	12/31/2020
ISHARES EDGE MSCI USA SIZE	ConocoPhillips	\$	39,679	12/31/2020
ISHARES EDGE MSCI USA SIZE	Occidental Petroleum Corp	\$	30,488	12/31/2020
ISHARES EDGE MSCI USA SIZE	Roku Inc	\$	30,376	12/31/2020
ISHARES EDGE MSCI USA SIZE	Etsy Inc	\$	28,583	12/31/2020
ISHARES EDGE MSCI USA SIZE	Slack Technologies Inc	\$	27,237	12/31/2020
ISHARES EDGE MSCI USA VALUE	Intel Corp	\$	634,632	12/31/2020
ISHARES EDGE MSCI USA VALUE	AT&T Inc	\$	548,403	12/31/2020
ISHARES EDGE MSCI USA VALUE	Micron Technology Inc	\$	333,184	12/31/2020
ISHARES EDGE MSCI USA VALUE	General Motors Co	\$	305,780	12/31/2020
ISHARES EDGE MSCI USA VALUE	International Business Machine	\$	244,671	12/31/2020
ISHARES EDGE MSCI USA MOMENT	Tesla Inc	\$	476,973	12/31/2020
ISHARES EDGE MSCI USA MOMENT	Apple Inc	\$	305,312	12/31/2020
ISHARES EDGE MSCI USA MOMENT	Microsoft Corp	\$	290,059	12/31/2020
ISHARES EDGE MSCI USA MOMENT	Amazon.com Inc	\$	286,746	12/31/2020
ISHARES EDGE MSCI USA MOMENT	NVIDIA Corp	\$	271,618	12/31/2020
ISHARES EDGE MSCI INTL MOMENT	Shopify Inc	\$	106,749	12/31/2020
ISHARES EDGE MSCI INTL MOMENT	ASML Holding NV	\$	106,150	12/31/2020
ISHARES EDGE MSCI INTL MOMENT	SoftBank Group Corp	\$	74,110	12/31/2020
ISHARES EDGE MSCI INTL MOMENT	Sony Corp	\$	65,374	12/31/2020
ISHARES EDGE MSCI INTL MOMENT	LVMH Moet Hennessy Louis Vuitt	\$	61,243	12/31/2020
ISHARES EDGE MSCI INTL QUALITY	Roche Holding AG	\$	209,523	12/31/2020
ISHARES EDGE MSCI INTL QUALITY	ASML Holding NV	\$	181,323	12/31/2020
ISHARES EDGE MSCI INTL QUALITY	Nestle SA	\$	163,655	12/31/2020
ISHARES EDGE MSCI INTL QUALITY	AIA Group Ltd	\$	130,016	12/31/2020
ISHARES EDGE MSCI INTL QUALITY	LVMH Moet Hennessy Lou	\$	121,581	12/31/2020
ISHARES EDGE MSCI INTL VALUE	Novartis AG	\$	120,391	12/31/2020
ISHARES EDGE MSCI INTL VALUE	British American Tobacco	\$	117,834	12/31/2020
ISHARES EDGE MSCI INTL VALUE	Toyota Motor Corp	\$	88,625	12/31/2020
ISHARES EDGE MSCI INTL VALUE	Sanofi	\$	86,507	12/31/2020
ISHARES EDGE MSCI INTL VALUE	Bayer AG	\$	78,076	12/31/2020
ISHARES EDGE MSCI INTL SIZE	BlackBerry Ltd	\$	13,598	12/31/2020
ISHARES EDGE MSCI INTL SIZE	Lasertec Corp	\$	13,598	12/31/2020
ISHARES EDGE MSCI INTL SIZE	Nidec Corp	\$	12,643	12/31/2020
ISHARES EDGE MSCI INTL SIZE	Stellantis NV	\$	12,531	12/31/2020
ISHARES EDGE MSCI INTL SIZE	Hoya Corp	\$	12,137	12/31/2020
TROWE PRICE GLOBAL TECH	Sea Ltd	\$	4,369,961	12/31/2020
TROWE PRICE GLOBAL TECH	Amazon.com Inc	\$	3,565,184	12/31/2020

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES**

TROWE PRICE GLOBAL TECH	Taiwan Semiconductor Manufactu	\$	3,201,021	12/31/2020
TROWE PRICE GLOBAL TECH	Shopify Inc	\$	3,111,418	12/31/2020
TROWE PRICE GLOBAL TECH	Atlassian Corp PLC	\$	2,587,779	12/31/2020
TROWE PRICE GLOBAL STOCK	Facebook Inc	\$	6,842,116	12/31/2020
TROWE PRICE GLOBAL STOCK	Charles Schwab Corp/The	\$	6,402,081	12/31/2020
TROWE PRICE GLOBAL STOCK	Mastercard Inc	\$	5,805,013	12/31/2020
TROWE PRICE GLOBAL STOCK	London Stock Exchange Group PL	\$	5,559,974	12/31/2020
TROWE PRICE GLOBAL STOCK	UnitedHealth Group Inc	\$	4,850,741	12/31/2020
SPDR S&P INSURANCE ETF	Brighthouse Financial Inc	\$	970,445	12/31/2020
SPDR S&P INSURANCE ETF	Assured Guaranty Ltd	\$	939,552	12/31/2020
SPDR S&P INSURANCE ETF	Cincinnati Financial Corp	\$	886,646	12/31/2020
SPDR S&P INSURANCE ETF	Trupanion Inc	\$	876,606	12/31/2020
SPDR S&P INSURANCE ETF	Hartford Financial Services Gr	\$	873,130	12/31/2020
SELECT SECTOR SPDR	Johnson & Johnson	\$	1,633,366	12/31/2020
SELECT SECTOR SPDR	UnitedHealth Group Inc	\$	1,271,946	12/31/2020
SELECT SECTOR SPDR	Merck & Co Inc	\$	797,200	12/31/2020
SELECT SECTOR SPDR	Thermo Fisher Scientific Inc	\$	781,205	12/31/2020
SELECT SECTOR SPDR	Pfizer Inc	\$	775,249	12/31/2020
TROWE PRICE HEALTH SCIENCES	UnitedHealth Group Inc	\$	3,501,046	12/31/2020
TROWE PRICE HEALTH SCIENCES	Thermo Fisher Scientific Inc	\$	2,222,024	12/31/2020
TROWE PRICE HEALTH SCIENCES	Intuitive Surgical Inc	\$	2,164,728	12/31/2020
TROWE PRICE HEALTH SCIENCES	Merck & Co Inc	\$	1,686,065	12/31/2020
TROWE PRICE HEALTH SCIENCES	Eli Lilly and Co	\$	1,599,523	12/31/2020
TROWE PRICE FINANCIAL SERVICES	Chubb Ltd	\$	4,770,068	12/31/2020
TROWE PRICE FINANCIAL SERVICES	Wells Fargo & Co	\$	3,941,260	12/31/2020
TROWE PRICE FINANCIAL SERVICES	Bank of America Corp	\$	3,616,079	12/31/2020
TROWE PRICE FINANCIAL SERVICES	American International Group I	\$	2,765,887	12/31/2020
TROWE PRICE FINANCIAL SERVICES	Morgan Stanley	\$	2,501,908	12/31/2020

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

		1	2	3
		Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1	Bonds	\$ 1,737,340,719	\$ 1,834,721,224	\$ 97,380,505
30.2	Preferred Stocks	\$ 0	\$ 0	\$ 0
30.3	Totals	\$ 1,737,340,719	\$ 1,834,721,224	\$ 97,380,505

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

Bonds and preferred stocks are priced by the SVO when available. When SVO pricing is not available, the securities are priced by our external pricing source, Interactive Data Pricing and Reference Data LLC.

31.1 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]

31.2 If the answer to 31.1 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 []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

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

32.2 If no, list exceptions:

33. By self-designating 5GI securities, the reporting entity is certifying the following elements for each self-designation 5GI security:

- 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.
- Issuer or obligor is current on all contracted interest and principal payments.
- 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]

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

- The security was purchased prior to January 1, 2018.
- The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
- 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.
- 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]

35. 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:

- The shares were purchased prior to January 1, 2019.
- The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
- 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.
- The fund only or predominantly holds bonds in its portfolio.
- 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.
- The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

36. 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 36.a-36.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 [X] No [] N/A []

OTHER

37.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 70,471

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

1 Name	2 Amount Paid
WASHINGTON SURVEYING AND RATING BUREAU	\$ 40,935

38.1 Amount of payments for legal expenses, if any? \$ 9,376

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

1 Name	2 Amount Paid
GLOBAL INSURANCE AGENCY LLC	\$ 5,000
KUGLER KANDESTIN	\$ 3,286

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

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

1 Name	2 Amount Paid
	\$

GENERAL INTERROGATORIES**PART 2 – PROPERTY & CASUALTY INTERROGATORIES**

1.1	Does the reporting entity have any direct Medicare Supplement Insurance in force?			Yes []	No [X]
1.2	If yes, indicate premium earned on U.S. business only.		\$		0
1.3	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?		\$		0
1.31	Reason for excluding:				
1.4	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.		\$		0
1.5	Indicate total incurred claims on all Medicare Supplement insurance.		\$		0
1.6	Individual policies:				
	Most current three years:				
1.61	Total premium earned		\$		0
1.62	Total incurred claims		\$		0
1.63	Number of covered lives				0
	All years prior to most current three years:				
1.64	Total premium earned		\$		0
1.65	Total incurred claims		\$		0
1.66	Number of covered lives				0
1.7	Group policies:				
	Most current three years:				
1.71	Total premium earned		\$		0
1.72	Total incurred claims		\$		0
1.73	Number of covered lives				0
	All years prior to most current three years:				
1.74	Total premium earned		\$		0
1.75	Total incurred claims		\$		0
1.76	Number of covered lives				0
2.	Health Test:				
		1		2	
		Current Year		Prior Year	
2.1	Premium Numerator	\$	0	\$	0
2.2	Premium Denominator	\$	545,980,833	\$	472,658,904
2.3	Premium Ratio (2.1/2.2)		0.0%		0.0%
2.4	Reserve Numerator	\$	0	\$	0
2.5	Reserve Denominator	\$	1,020,248,959	\$	1,023,810,027
2.6	Reserve Ratio (2.4/2.5)		0.0%		0.0%
3.1	Did the reporting entity issue participating policies during the calendar year?				Yes [X] No []
3.2	If yes, provide the amount of premium written for participating and/or non-participating policies during the calendar year:				
3.21	Participating policies		\$		2,280,622
3.22	Non-participating policies		\$		1,097,194,121
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.		\$		0
5.	FOR RECIPROCAL EXCHANGES ONLY:				
5.1	Does the exchange appoint local agents?				Yes [] No []
5.2	If yes, is the commission paid:				
5.21	Out of Attorney's-in-fact compensation				Yes [] No [] N/A [X]
5.22	As a direct expense of the exchange				Yes [] No [] N/A [X]
5.3	What expenses of the exchange are not paid out of the compensation of the Attorney-in-fact?				
5.4	Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?				Yes [] No []
5.5	If yes, give full information:				
6.1	What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss? <u>The Company does not issue Workers' Compensation contracts.</u>				
6.2	Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process: <u>The Company uses the AIR Touchstone 8.0 software to model our catastrophe exposure in hurricane and earthquake prone areas where we have concentrations of business, except for Puerto Rico hurricane, where Touchstone 7.0 is used.</u>				
6.3	What provision has this reporting entity made (such as catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss? <u>In addition to controlling the Company's exposure by loss prevention engineering, deductibles, and limits of liability, we purchase risk and catastrophe reinsurance.</u>				
6.4	Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?				Yes [] No [X]
6.5	If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss: <u>There are certain parts of the Company's catastrophe program in high excess layers for which a reinstatement clause is not applicable. These parts of the program cover events that management considered and evaluated as less likely to occur and given the Company's strong surplus position</u>				

GENERAL INTERROGATORIES**PART 2 – PROPERTY & CASUALTY INTERROGATORIES**

and its ability to purchase additional reinsurance if an event occurs, it was determined that a reinstatement clause was not required for those parts of the program.

7.1	Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?	Yes [] No [X]
7.2	If yes, indicate the number of reinsurance contracts containing such provisions.	0
7.3	If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?	Yes [] No []
8.1	Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured?	Yes [] No [X]
8.2	If yes, give full information	
9.1	Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results: (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term; (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer; (c) Aggregate stop loss reinsurance coverage; (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party; (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity?	Yes [] No [X]
9.2	Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where: (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract.	Yes [] No [X]
9.3	If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9: (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income; (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.	
9.4	Except for transactions meeting the requirements of paragraph 36 of SSAP No. 62R, <i>Property and Casualty Reinsurance</i> , has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either: (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?	Yes [] No [X]
9.5	If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.	
9.6	The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria: (a) The entity does not utilize reinsurance; or (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement.	Yes [] No [X]
10.	If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?	Yes [X] No [] N/A []
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 assets schedule, Page 2, state the amount of corresponding liabilities recorded for: 12.11 Unpaid losses 12.12 Unpaid underwriting expenses (including loss adjustment expenses)	\$ 0 \$ 0
12.2	Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds?	\$ 0
12.3	If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses?	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	\$ 0 \$ 0
13.1	Largest net aggregate amount insured in any one risk (excluding workers' compensation):	\$ 126,552,000

GENERAL INTERROGATORIES**PART 2 – PROPERTY & CASUALTY INTERROGATORIES**

- 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. 3
- 14.1 Is the reporting entity a cedant in a multiple cedant reinsurance contract? Yes [X] No []
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
The method of allocating and recording reinsurance with outside reinsurers is based proportionally on each company's share of occurrence and specific contract terms with respect to intercompany reinsurance agreements.
- 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 [X]
- 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes [X] 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 Incurred | Direct Losses Unpaid | Direct Written Premium | Direct Premium Unearned | Direct Premium Earned |
| 16.11 Home | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 16.12 Products | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 16.13 Automobile | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 16.14 Other* | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
- * Disclose type of coverage:
- 17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F-Part 3 that is exempt from the statutory provision for unauthorized reinsurance? Yes [X] 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 | \$ 23,683,000 |
| 17.12 Unfunded portion of Interrogatory 17.11 | \$ 23,683,000 |
| 17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 | \$ 0 |
| 17.14 Case reserves portion of Interrogatory 17.11 | \$ 0 |
| 17.15 Incurred but not reported portion of Interrogatory 17.11 | \$ 23,683,000 |
| 17.16 Unearned premium portion of Interrogatory 17.11 | \$ 0 |
| 17.17 Contingent commission portion of Interrogatory 17.11 | \$ 0 |
- 18.1 Do you act as a custodian for health savings accounts? Yes [] No [X]
- 18.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ 0
- 18.3 Do you act as an administrator for health savings accounts? Yes [] No [X]
- 18.4 If yes, please provide the balance of the funds administered as of the reporting date. \$ 0
19. Is the reporting entity licensed or chartered, registered, qualified, eligible, or writing business in at least 2 states? Yes [X] 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 []

FIVE-YEAR HISTORICAL DATA

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

	1 2020	2 2019	3 2018	4 2017	5 2016
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	113	113	111	(16)	83
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	942,168,228	817,454,176	749,078,553	705,208,264	677,562,620
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	201,314,454	193,385,382	178,431,264	167,647,161	165,880,759
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
5. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	4	11	5	33	(1,110)
6. Total (Line 35).....	1,143,482,799	1,010,839,682	927,509,933	872,855,442	843,442,352
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	113	113	111	(16)	83
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	683,310,174	595,675,616	610,283,920	591,072,294	556,766,751
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	166,776,655	164,180,961	162,089,235	153,539,191	149,822,047
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
11. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	(247,593,232)	(258,611,699)	(325,021,172)	(286,724,801)	(282,942,215)
12. Total (Line 35).....	602,493,710	501,244,991	447,352,094	457,886,668	423,646,666
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8).....	55,294,771	79,320,626	(126,575,143)	(137,446,630)	68,234,213
14. Net investment gain (loss) (Line 11).....	127,485,486	153,411,124	206,887,661	90,362,772	53,786,912
15. Total other income (Line 15).....	(381,544)	(231,673)	740,621	(607,874)	(135,190)
16. Dividends to policyholders (Line 17).....	550,163	516,471	499,363	483,059	457,523
17. Federal and foreign income taxes incurred (Line 19).....	21,177,624	30,398,925	(10,361,197)	(31,224,155)	38,011,671
18. Net income (Line 20).....	160,670,926	201,584,681	90,914,973	(16,950,636)	83,416,741
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3).....	3,907,156,260	3,686,254,446	3,520,740,945	3,163,024,048	2,992,883,000
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1).....	196,913,934	176,939,610	147,347,961	143,778,093	130,762,771
20.2 Deferred and not yet due (Line 15.2).....					
20.3 Accrued retrospective premiums (Line 15.3).....					
21. Total liabilities excluding protected cell business (Page 3, Line 26).....	1,514,522,696	1,648,269,564	1,854,008,074	1,383,151,582	1,374,231,235
22. Losses (Page 3, Line 1).....	451,336,778	537,869,342	819,740,310	569,005,714	577,612,530
23. Loss adjustment expenses (Page 3, Line 3).....	83,617,985	58,387,747	79,125,883	64,197,922	66,308,751
24. Unearned premiums (Page 3, Line 9).....	483,656,576	427,143,699	398,557,612	383,839,642	368,169,765
25. Capital paid up (Page 3, Lines 30 & 31).....	11,250,000	11,250,000	11,250,000	11,250,000	11,250,000
26. Surplus as regards policyholders (Page 3, Line 37).....	2,392,633,564	2,037,984,882	1,666,732,871	1,779,872,466	1,618,651,765
Cash Flow (Page 5)					
27. Net cash from operations (Line 11).....	24,375,537	126,915,665	305,334	3,798,707	237,728,089
Risk-Based Capital Analysis					
28. Total adjusted capital.....	2,392,633,564	2,037,984,882	1,666,732,871	1,779,872,466	1,618,651,765
29. Authorized control level risk-based capital.....	205,310,144	181,460,346	187,148,510	189,945,001	144,700,692
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).....	48.0	50.0	53.3	46.2	52.2
31. Stocks (Lines 2.1 & 2.2).....	47.5	40.6	34.9	45.8	39.7
32. Mortgage loans on real estate (Lines 3.1 & 3.2).....					
33. Real estate (Lines 4.1, 4.2 & 4.3).....					
34. Cash, cash equivalents and short-term investments (Line 5).....	3.6	8.3	10.6	6.6	7.1
35. Contract loans (Line 6).....					
36. Derivatives (Line 7).....					
37. Other invested assets (Line 8).....					
38. Receivables for securities (Line 9).....	0.0		0.0		0.0
39. Securities lending reinvested collateral assets (Line 10).....	1.0	1.1	1.3	1.4	1.0
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, Column 5, Line 10).....					
46. Affiliated mortgage loans on real estate.....					
47. All other affiliated.....					
48. Total of above lines 42 to 47.....	0	0	0	0	0
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).....	0.0				

FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2020	2019	2018	2017	2016
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24).....	188,141,893	158,654,795	(199,379,277)	182,952,606	59,995,530
52. Dividends to stockholders (Line 35).....	(507,500)	(507,500)	(507,500)	(507,500)	(507,500)
53. Change in surplus as regards policyholders for the year (Line 38).....	354,648,682	371,252,011	(113,139,595)	161,220,701	139,062,484
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	10,553,217	8,922,457	4,964,918	3,303,593	9,255,298
55. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	387,668,635	573,900,888	551,403,528	422,121,843	392,880,778
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	103,004,280	183,367,406	138,449,767	102,327,645	61,309,686
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	(12,332)	(9,591)	(10,490)	(12,313)	(24,003)
58. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	2,999	3,365	5,837	19,876	17,130
59. Total (Line 35).....	501,216,799	766,184,524	694,813,561	527,760,644	463,438,889
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	5,474,304	4,138,258	3,358,464	1,777,363	4,280,105
61. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	363,031,563	522,829,947	502,217,426	390,844,918	364,027,183
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	100,993,524	161,721,257	132,856,931	99,576,944	59,419,136
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	(12,332)	(9,591)	(10,490)	(12,313)	(24,003)
64. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	(54,388,693)	(152,242,156)	(472,157,813)	(45,673,597)	(426,000,738)
65. Total (Line 35).....	415,098,367	536,437,715	166,264,519	446,513,315	1,701,684
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).....	60.2	53.9	96.4	99.0	53.6
68. Loss expenses incurred (Line 3).....	3.8	1.5	4.0	4.3	3.3
69. Other underwriting expenses incurred (Line 4).....	25.9	27.8	28.9	27.8	26.9
70. Net underwriting gain (loss) (Line 8).....	10.1	16.8	(29.3)	(31.1)	16.2
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).....	23.5	26.3	27.8	27.0	26.8
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	64.0	55.4	100.4	103.3	56.9
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).....	25.2	24.6	26.8	25.7	26.2
One Year Loss Development (\$000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11).....	(41,937)	(65,533)	54,611	(33,505)	(14,985)
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).....	(2.1)	(3.9)	3.1	(2.1)	(1.0)
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).....	(104,201)	23,692	(20,921)	(21,863)	15,526
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior-year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0).....	(6.3)	1.3	(1.3)	(1.5)	1.1

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:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	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				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX	XXX	XXX	10,622	5,109	1,762	563	389	0	7	7,101	XXX
2. 2011.....	733,009	380,014	352,996	483,070	99,490	8,082	3,870	27,482	11,575	13,666	403,700	XXX
3. 2012.....	813,744	416,645	397,099	920,104	777,306	8,036	6,040	38,123	15,001	17,666	167,915	XXX
4. 2013.....	843,040	455,537	387,503	367,209	195,082	4,142	5,463	28,046	25,220	9,941	173,632	XXX
5. 2014.....	826,728	440,810	385,918	476,383	257,902	1,647	3,903	27,225	17,579	17,165	225,871	XXX
6. 2015.....	824,994	414,945	410,049	350,722	144,679	7,474	3,615	22,675	17,521	8,267	215,058	XXX
7. 2016.....	840,801	419,343	421,458	662,907	450,713	5,017	5,701	23,447	20,997	8,272	213,959	XXX
8. 2017.....	861,525	419,307	442,218	566,585	70,641	1,497	2,131	27,886	8,226	6,062	514,969	XXX
9. 2018.....	905,969	473,334	432,635	819,670	554,193	1,542	8,040	35,259	26,926	12,359	267,312	XXX
10. 2019.....	960,182	487,524	472,658	490,926	195,314	592	3,890	27,728	12,644	4,171	307,398	XXX
11. 2020.....	1,073,649	527,669	545,980	155,674	62,947	1,705	12,242	15,131	33,466	154	63,855	XXX
12. Totals.....	XXX	XXX	XXX	5,303,872	2,813,377	41,497	55,458	273,391	189,154	97,730	2,560,770	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding-Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....	46,101	25,113	184,856	102,853	9,785	5,965	31,082	16,128				121,765	XXX
2. 2011.....	103				0							103	XXX
3. 2012.....	2,078	1,185			0							894	XXX
4. 2013.....	12				1							13	XXX
5. 2014.....	30				3							32	XXX
6. 2015.....	1,649	(3)	134	13	6						26	1,778	XXX
7. 2016.....	11,557	1,868	2		8							9,699	XXX
8. 2017.....	1,130	37	5		44	2			61	6		1,195	XXX
9. 2018.....	37,173	1,814	845	81	881	83			2,256	226	159	38,952	XXX
10. 2019.....	62,539	68,983	28,454	1,339	1,452	140			3,787	379	2,634	25,392	XXX
11. 2020.....	286,569	43,582	38,308	3,345	5,760	575	37,000		16,553	1,555	6,581	335,133	XXX
12. Totals.....	448,941	142,579	252,605	107,630	17,940	6,766	68,082	16,128	22,657	2,166	9,400	534,955	XXX

	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..	XXX	XXX	XXX	XXX	XXX	XXX			XXX	102,991	18,773
2. 2011.	518,738	114,935	403,803	70.8	30.2	114.4			12.00	103	0
3. 2012.	968,341	799,532	168,809	119.0	191.9	42.5			12.00	893	0
4. 2013.	399,409	225,765	173,645	47.4	49.6	44.8			12.00	12	1
5. 2014.	505,287	279,384	225,903	61.1	63.4	58.5			12.00	30	3
6. 2015.	382,661	165,825	216,836	46.4	40.0	52.9			12.00	1,773	6
7. 2016.	702,937	479,279	223,658	83.6	114.3	53.1			12.00	9,691	8
8. 2017.	597,209	81,045	516,164	69.3	19.3	116.7			12.00	1,098	97
9. 2018.	897,627	591,364	306,264	99.1	124.9	70.8			12.00	36,124	2,828
10. 2019.	615,478	282,688	332,790	64.1	58.0	70.4			12.00	20,672	4,720
11. 2020.	556,700	157,712	398,988	51.9	29.9	73.1			12.00	277,950	57,182
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	451,337	83,618

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
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	One Year	Two Year
1. Prior.....	178,471	198,078	202,017	199,783	238,330	236,376	252,144	251,884	250,993	250,647	(346)	(1,236)
2. 2011.....	392,253	392,005	409,582	390,345	386,321	384,605	384,886	386,591	388,136	387,895	(241)	1,304
3. 2012.....	XXX	205,347	172,890	156,445	157,308	160,582	146,428	146,427	146,256	145,687	(569)	(741)
4. 2013.....	XXX	XXX	199,831	187,437	179,894	174,779	172,357	171,722	172,008	170,819	(1,188)	(903)
5. 2014.....	XXX	XXX	XXX	240,544	233,939	233,739	225,229	220,698	219,068	216,257	(2,811)	(4,441)
6. 2015.....	XXX	XXX	XXX	XXX	211,158	201,885	204,042	206,448	208,694	211,681	2,987	5,233
7. 2016.....	XXX	XXX	XXX	XXX	XXX	242,734	216,106	230,006	219,793	221,208	1,416	(8,798)
8. 2017.....	XXX	XXX	XXX	XXX	XXX	XXX	479,215	521,243	499,154	496,449	(2,705)	(24,794)
9. 2018.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	365,725	331,112	295,900	(35,211)	(69,825)
10. 2019.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	317,567	314,298	(3,269)	XXX
11. 2020.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	402,325	XXX	XXX
12. Totals.....											(41,937)	(104,201)

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
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020		
1. Prior.....	000	73,330	84,885	93,788	102,897	107,521	109,912	115,820	122,171	128,883	XXX	XXX
2. 2011.....	175,195	323,419	383,493	386,440	385,648	384,341	384,779	386,201	387,820	387,792	XXX	XXX
3. 2012.....	XXX	(183,704)	111,192	147,546	141,323	141,073	145,656	145,710	145,328	144,793	XXX	XXX
4. 2013.....	XXX	XXX	14,207	140,053	167,576	170,553	172,305	171,398	171,753	170,807	XXX	XXX
5. 2014.....	XXX	XXX	XXX	(13,064)	178,418	219,133	221,870	219,533	217,586	216,225	XXX	XXX
6. 2015.....	XXX	XXX	XXX	XXX	50,539	163,929	195,502	201,937	205,042	209,903	XXX	XXX
7. 2016.....	XXX	XXX	XXX	XXX	XXX	(158,800)	89,402	186,936	198,591	211,509	XXX	XXX
8. 2017.....	XXX	XXX	XXX	XXX	XXX	XXX	158,224	397,508	486,518	495,309	XXX	XXX
9. 2018.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	(181,243)	169,651	258,979	XXX	XXX
10. 2019.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	81,137	292,314	XXX	XXX
11. 2020.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	82,190	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	Bulk and IBNR Reserves on Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
1. Prior.....	102,893	86,868	91,578	83,442	113,513	107,026	120,235	112,794	98,972	96,957
2. 2011.....	36,427	14,536	22,694	2,465	1	34		42	0	
3. 2012.....	XXX	66,492	35,142	27,651	19,168	15,596	15,426	15,468	211	
4. 2013.....	XXX	XXX	40,708	18,582	8,576	4,146	1	327	270	
5. 2014.....	XXX	XXX	XXX	47,798	20,115	8,690	1,004	1	759	
6. 2015.....	XXX	XXX	XXX	XXX	35,654	10,671	1,652	250	2	121
7. 2016.....	XXX	XXX	XXX	XXX	XXX	39,314	8,874	2,543	123	2
8. 2017.....	XXX	XXX	XXX	XXX	XXX	XXX	32,831	11,661	1,072	5
9. 2018.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	65,915	32,964	765
10. 2019.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	45,704	27,116
11. 2020.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	71,963

AFFILIATED FM INSURANCE COMPANY 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 Premiums Written for Federal Purchasing Groups (Incl. in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama.....AL	L	7,099,230	6,168,367	228	4,825,893	1,460,125	2,708,158		
2. Alaska.....AK	L	6,824,860	6,024,126		770,303	1,995,286	1,497,525		
3. Arizona.....AZ	L	12,836,519	11,341,911	476	2,523,002	2,833,528	3,119,292		
4. Arkansas.....AR	L	8,730,040	8,304,006		2,342,514	4,849,677	2,601,515		
5. California.....CA	L	131,128,272	125,283,644	80,282	57,876,716	48,298,481	69,030,457		
6. Colorado.....CO	L	18,900,198	17,706,567	3,759	9,816,112	(154,619)	5,842,783		
7. Connecticut.....CT	L	4,866,906	4,667,145	9,635	3,681,819	4,641,436	1,467,455		
8. Delaware.....DE	L	869,065	873,084		139,745	491,163	675,028		
9. District of Columbia.....DC	L	9,929,200	10,155,237		8,760,281	7,216,314	16,729,178		
10. Florida.....FL	L	24,132,353	23,074,176	27,572	3,895,811	2,506,405	4,816,069		
11. Georgia.....GA	L	19,471,270	19,227,720	9,931	7,416,368	13,413,374	10,792,293		
12. Hawaii.....HI	L	560,226	582,025		70,374	300,145	229,771		
13. Idaho.....ID	L	2,999,806	2,696,615	3,792	1,033,727	2,141,727	1,395,436		
14. Illinois.....IL	L	43,598,999	42,500,511	9,531	46,563,777	37,431,006	60,855,520		
15. Indiana.....IN	L	17,373,274	16,447,105	753	6,687,105	2,332,603	2,273,849		
16. Iowa.....IA	L	4,987,044	4,549,706		2,652,483	8,979,548	6,529,743		
17. Kansas.....KS	L	4,697,080	3,999,067	2,551	1,499,038	1,824,095	378,582		
18. Kentucky.....KY	L	9,575,469	8,833,461	3,802	329,272	470,871	406,492		
19. Louisiana.....LA	L	13,574,608	13,044,971		15,493,749	8,588,759	10,033,668		
20. Maine.....ME	L	820,424	907,043	2,711	785,061	(355,832)	71,549		
21. Maryland.....MD	L	24,272,957	22,058,608	1,297	6,182,885	8,390,494	7,763,240		
22. Massachusetts.....MA	L	34,697,634	34,658,952	125,245	13,650,420	16,837,068	17,791,270		
23. Michigan.....MI	L	15,610,456	16,582,989	2,479	23,394,613	7,323,085	23,760,642		
24. Minnesota.....MN	L	18,979,039	16,863,056	10,517	7,353,289	9,350,328	5,876,715		
25. Mississippi.....MS	L	11,668,736	10,923,641		3,557,223	2,421,653	1,072,343		
26. Missouri.....MO	L	19,430,669	19,737,106	11,081	5,422,100	6,848,340	8,791,396		
27. Montana.....MT	L	4,335,981	3,889,869		5,345,230	6,046,629	6,315,693		
28. Nebraska.....NE	L	1,316,139	1,557,009		578,664	364,733	68,987		
29. Nevada.....NV	L	10,550,688	11,048,451		3,516,399	(584,493)	1,717,372		
30. New Hampshire.....NH	L	3,189,282	2,957,154	2,332	1,158,484	1,495,539	1,099,995		
31. New Jersey.....NJ	L	26,441,925	23,950,827	18,692	10,693,760	11,933,503	92,836,617		
32. New Mexico.....NM	L	2,243,070	2,318,182		1,772,771	(473,616)	862,591		
33. New York.....NY	L	96,432,868	86,959,858	7,474	24,018,565	28,801,385	73,820,634		
34. North Carolina.....NC	L	18,880,817	18,013,885	2,609	4,365,597	4,001,456	3,197,579		
35. North Dakota.....ND	L	528,375	517,253		971,491	(556,573)	197,181		
36. Ohio.....OH	L	28,772,712	27,388,273	9,744	17,625,258	34,625,899	28,432,288		
37. Oklahoma.....OK	L	10,014,109	8,860,802		9,134,699	2,504,185	7,570,222		
38. Oregon.....OR	L	16,263,075	16,025,204	1,535	4,977,971	8,160,135	8,937,034		
39. Pennsylvania.....PA	L	25,089,421	23,172,231	9,238	18,530,397	49,677,371	33,794,266		
40. Rhode Island.....RI	L	3,028,500	3,074,228	165,178	1,802,745	11,922,650	13,035,760		
41. South Carolina.....SC	L	7,538,147	7,127,306	3,488	2,292,396	3,625,753	2,223,312		
42. South Dakota.....SD	L	714,723	554,100		806,234	212,513	229,771		
43. Tennessee.....TN	L	19,638,573	18,116,620		17,722,932	17,260,842	12,188,674		
44. Texas.....TX	L	71,234,663	68,826,939		62,951,185	22,929,094	62,235,509		
45. Utah.....UT	L	24,894,372	21,963,503		4,397,985	6,456,039	4,824,195		
46. Vermont.....VT	L	2,206,938	1,832,528	630	598,243	717,366	303,319		
47. Virginia.....VA	L	15,431,632	15,375,445	7,654	7,240,250	2,592,754	2,988,823		
48. Washington.....WA	L	44,940,748	44,977,931	6,430	8,324,472	(24,168,077)	9,300,279		
49. West Virginia.....WV	L	629,947	595,025		768,581	781,944	18,244		
50. Wisconsin.....WI	L	11,660,009	11,335,516	511	2,704,854	5,705,651	3,958,082		
51. Wyoming.....WY	L	866,063	975,098		2,335,168	2,519,089	1,507,462		
52. American Samoa.....AS	N								
53. Guam.....GU	L	40	27						
54. Puerto Rico.....PR	L	110,797	140,688			(3,587,680)			
55. US Virgin Islands.....VI	L								
56. Northern Mariana Islands.....MP	L								
57. Canada.....CAN	L	184,038,702	159,621,791	9,007	49,185,915	37,168,624	56,609,272		
58. Aggregate Other Alien.....OT	XXX	848,089	777,780	0	32,228	411,347	391,831	0	0
59. Totals.....	XXX	1,099,474,739	1,029,164,364	550,163	500,576,157	430,979,124	695,174,962	0	0

DETAILS OF WRITE-INS

58001. ARG ARGENTINA.....	XXX		28						
58002. AUG AUSTRALIA.....	XXX		362						
58003. AUT AUSTRIA.....	XXX	4,916	6,029						
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	843,173	771,362	0	32,228	411,347	391,831	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above)	XXX	848,089	777,780	0	32,228	411,347	391,831	0	0

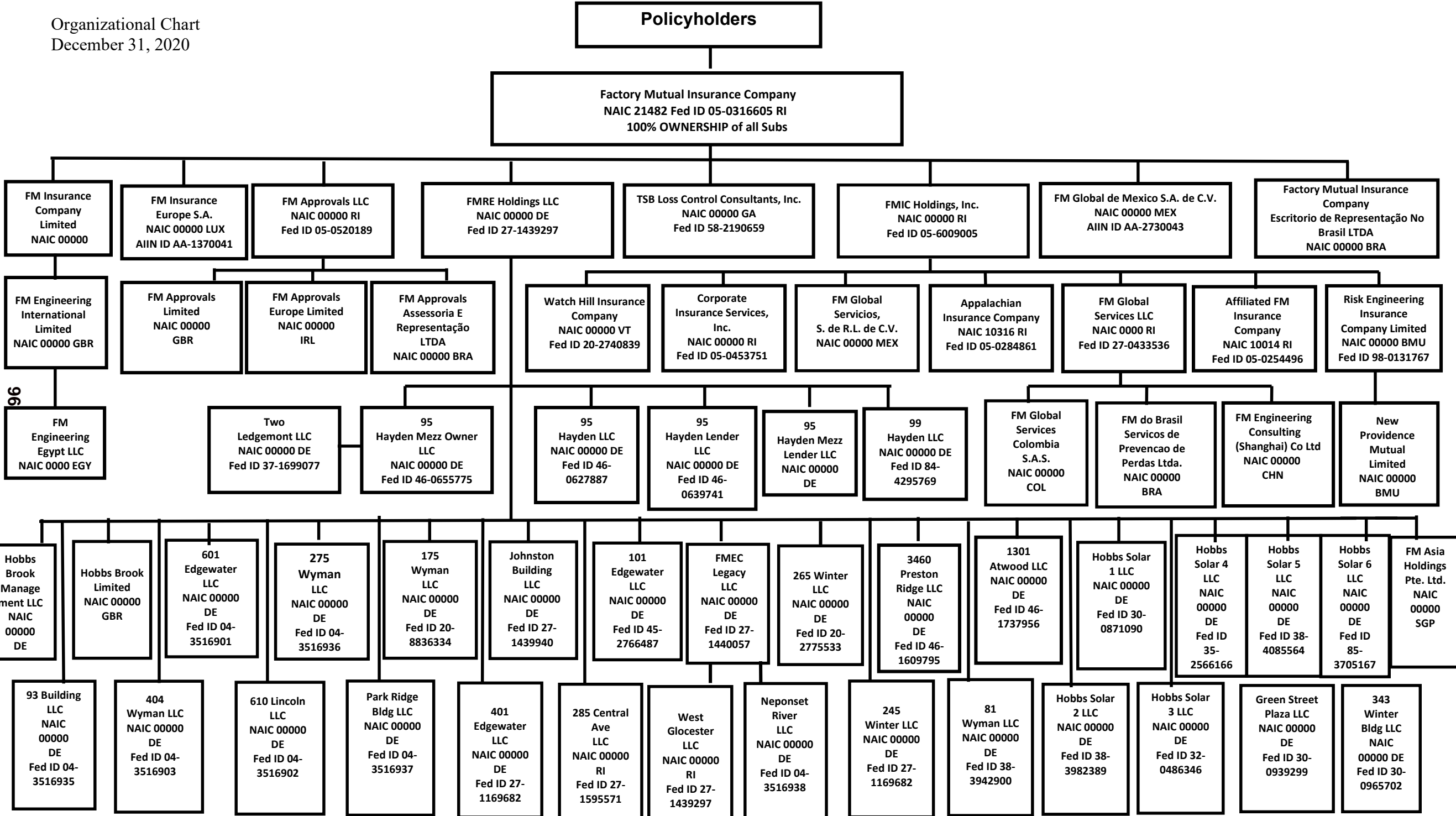
(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG.....	56
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - See DSLI).....	0
D - Domestic Surplus Lines Insurer (DSLI) - Reporting entities authorized to write surplus lines in the state of domicile.....	0

R - Registered - Non-domiciled RRGs.....	0
Q - Qualified - Qualified or accredited reinsurer.....	0
N - None of the above - Not allowed to write business in the state.....	1

(b) Explanation of Basis of Allocation of Premiums by States, etc.
All premiums are allocated to the location of the property insured.

Organizational Chart
December 31, 2020



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