



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2023
OF THE CONDITION AND AFFAIRS OF THE

FACTORY MUTUAL INSURANCE COMPANY

NAIC Group Code 0065 (Current) 0065 (Prior) NAIC Company Code 21482 Employer's ID Number 05-0316605

Organized under the Laws of RI, State of Domicile or Port of Entry RI
Country of Domicile United States of America

Incorporated/Organized 10/31/1835 Commenced Business 10/31/1835

Statutory Home Office 270 Central Avenue, Johnston, RI, US 02919-4923
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 270 Central Avenue, Johnston, RI, US 02919-4923
(Street and Number) (City or Town, State, Country and Zip Code)
401-275-3000 (Area Code) (Telephone Number)

Mail Address 270 Central Avenue, P.O. Box 7500, Johnston, RI, US 02919-4923
(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 02919-4923
(Street and Number) (City or Town, State, Country and Zip Code)
401-275-3000 (Area Code) (Telephone Number)

Internet Website Address www.fmglobal.com

Statutory Statement Contact Michael Gariglio, 401-415-1892
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OFFICERS

President & CEO Malcolm Craig Roberts
Senior Vice President & Secretary Jonathan Irving Mishara
Staff Senior Vice President & Controller Frederick Joseph von Mering #
Vice President & Treasurer Denise Anastasia Hebert

OTHER

Bret Nils Ahnell, Chief Operating Officer
Deanna Ruth Fidler, Executive Vice President
George John Plesce, Executive Vice President
Kevin Scott Ingram, Senior Executive Vice President & Chief Financial Officer
James Robert Galloway, Executive Vice President
Sanjay Chawla, Executive Vice President
Randall Edward Hodge, Executive Vice President

DIRECTORS OR TRUSTEES

Frank Thomas Connor, Thomas Alan Lawson, John Anderson Luke Jr
Gracia Catherine Martore, Christine Mary McCarthy, Michel Giannuzzi
Glenn Rodney Landau, David Thomas Walton, Colin Day
Malcolm Craig Roberts, Thomas James Quinlan III, Frank John Dellaquila
Christine Kocot McCoy #

State of Rhode Island SS
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.

Malcolm Craig Roberts
President & CEO

Jonathan Irving Mishara
Senior Vice President & Secretary

Frederick Joseph von Mering #
Staff Senior Vice President & Controller

Subscribed and sworn to before me this 27 day of February 2024

- 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.....

Guilia C. Garcia
Notary Public
May 27, 2026

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**ASSETS**

|   | Current Year   |                         |   | Prior Year                  |
|---|----------------|-------------------------|---|-----------------------------|
|   | 1<br>Assets    | 2<br>Nonadmitted Assets | 3<br>Net Admitted Assets<br>(Cols. 1 - 2) | 4<br>Net Admitted<br>Assets |
| 1. Bonds (Schedule D) .....   | 6,254,430,434  | 0                       | 6,254,430,434                             | 5,797,022,400               |
| 2. Stocks (Schedule D):   |                |                         |   |                             |
| 2.1 Preferred stocks .....  | 422,212,561    | 0                       | 422,212,561                               | 1,683,238                   |
| 2.2 Common stocks .....   | 15,591,292,495 | 0                       | 15,591,292,495                            | 12,514,228,613              |
| 3. Mortgage loans on real estate (Schedule B):  |                |                         |   |                             |
| 3.1 First liens .....   | 565,507        | 0                       | 565,507                                   | 0                           |
| 3.2 Other than first liens .....  | 0              | 0                       | 0   | 0                           |
| 4. Real estate (Schedule A):  |                |                         |   |                             |
| 4.1 Properties occupied by the company (less \$ .....0 encumbrances) .....  | 0              | 0                       | 0   | 0                           |
| 4.2 Properties held for the production of income (less \$ .....0 encumbrances) .....  | 0              | 0                       | 0   | 0                           |
| 4.3 Properties held for sale (less \$ .....0 encumbrances) .....  | 0              | 0                       | 0   | 0                           |
| 5. Cash (\$ .....630,313,344 , Schedule E - Part 1), cash equivalents (\$ .....413,737,897 , Schedule E - Part 2) and short-term investments (\$ .....36,923,815 , Schedule DA) ..... | 1,080,975,056  | 0                       | 1,080,975,056                             | 1,161,781,146               |
| 6. Contract loans (including \$ .....0 premium notes) .....   | 0              | 0                       | 0   | 0                           |
| 7. Derivatives (Schedule DB) .....  | 3,400,680      | 0                       | 3,400,680                                 | 676,620                     |
| 8. Other invested assets (Schedule BA) .....  | 3,683,949,362  | 0                       | 3,683,949,362                             | 3,506,698,039               |
| 9. Receivable for securities .....  | 21,140,226     | 0                       | 21,140,226                                | 43,234,079                  |
| 10. Securities lending reinvested collateral assets (Schedule DL) .....   | 0              | 0                       | 0   | 0                           |
| 11. Aggregate write-ins for invested assets .....   | 1,271,000      | 0                       | 1,271,000                                 | 0                           |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) .....   | 27,059,237,321 | 0                       | 27,059,237,321                            | 23,025,324,135              |
| 13. Title plants less \$ .....0 charged off (for Title insurers only) .....   | 0              | 0                       | 0   | 0                           |
| 14. Investment income due and accrued .....   | 66,595,542     | 0                       | 66,595,542                                | 48,631,099                  |
| 15. Premiums and considerations:  |                |                         |   |                             |
| 15.1 Uncollected premiums and agents' balances in the course of collection .....  | 1,489,369,187  | 82,342,748              | 1,407,026,439                             | 1,143,699,398               |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....0 earned but unbilled premiums) .....                                | 0              | 0                       | 0   | 0                           |
| 15.3 Accrued retrospective premiums (\$ .....0 ) and contracts subject to redetermination (\$ .....0 ) .....  | 0              | 0                       | 0   | 0                           |
| 16. Reinsurance:  |                |                         |   |                             |
| 16.1 Amounts recoverable from reinsurers .....  | 291,307,571    | 0                       | 291,307,571                               | 180,190,311                 |
| 16.2 Funds held by or deposited with reinsured companies .....  | 4,213,404      | 0                       | 4,213,404                                 | 6,022,513                   |
| 16.3 Other amounts receivable under reinsurance contracts .....   | 0              | 0                       | 0   | 0                           |
| 17. Amounts receivable relating to uninsured plans .....  | 0              | 0                       | 0   | 0                           |
| 18.1 Current federal and foreign income tax recoverable and interest thereon .....  | 182,432,320    | 0                       | 182,432,320                               | 395,698,136                 |
| 18.2 Net deferred tax asset .....   | 0              | 0                       | 0   | 23,249,792                  |
| 19. Guaranty funds receivable or on deposit .....   | 4,811,610      | 0                       | 4,811,610                                 | 1,987,287                   |
| 20. Electronic data processing equipment and software .....   | 118,835,535    | 115,362,667             | 3,472,868                                 | 5,543,915                   |
| 21. Furniture and equipment, including health care delivery assets (\$ .....0 ) .....   | 81,802,670     | 81,802,670              | 0   | 0                           |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates .....  | 0              | 0                       | 0   | 0                           |
| 23. Receivables from parent, subsidiaries and affiliates .....  | 34,709,354     | 34,709,354              | 0   | 0                           |
| 24. Health care (\$ .....0 ) and other amounts receivable .....   | 0              | 0                       | 0   | 0                           |
| 25. Aggregate write-ins for other than invested assets .....  | 916,926,005    | 663,171,320             | 253,754,685                               | 228,634,903                 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....  | 30,250,240,519 | 977,388,759             | 29,272,851,760                            | 25,058,981,489              |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....   | 0              | 0                       | 0   | 0                           |
| 28. Total (Lines 26 and 27)   | 30,250,240,519 | 977,388,759             | 29,272,851,760                            | 25,058,981,489              |
| <b>DETAILS OF WRITE-INS</b>   |                |                         |   |                             |
| 1101. Collateral due from counterparty .....  | 1,271,000      | 0                       | 1,271,000                                 | 0                           |
| 1102. ....  |                |                         |   |                             |
| 1103. ....  |                |                         |   |                             |
| 1198. Summary of remaining write-ins for Line 11 from overflow page .....   | 0              | 0                       | 0   | 0                           |
| 1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)  | 1,271,000      | 0                       | 1,271,000                                 | 0                           |
| 2501. Pension asset .....   | 558,417,000    | 558,417,000             | 0   | 0                           |
| 2502. CSV life insurance .....  | 128,067,921    | 0                       | 128,067,921                               | 122,780,052                 |
| 2503. Prepaid expenses .....  | 89,722,835     | 89,722,835              | 0   | 0                           |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....   | 140,718,249    | 15,031,485              | 125,686,764                               | 105,854,851                 |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)  | 916,926,005    | 663,171,320             | 253,754,685                               | 228,634,903                 |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**LIABILITIES, SURPLUS AND OTHER FUNDS**

|   | 1<br>Current Year | 2<br>Prior Year |
|---|-------------------|-----------------|
| 1. Losses (Part 2A, Line 35, Column 8) .....  | 2,586,877,483     | 2,773,513,065   |
| 2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....   | 111,970,833       | 77,739,013      |
| 3. Loss adjustment expenses (Part 2A, Line 35, Column 9) .....  | 157,154,548       | 164,272,103     |
| 4. Commissions payable, contingent commissions and other similar charges .....  | 0                 | 0               |
| 5. Other expenses (excluding taxes, licenses and fees) .....  | 917,363,435       | 823,140,448     |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....  | 33,519,224        | 17,102,476      |
| 7.1 Current federal and foreign income taxes (including \$ .....0 on realized capital gains (losses)) .....   | 0                 | 0               |
| 7.2 Net deferred tax liability .....  | 125,024,085       | 0               |
| 8. Borrowed money \$ .....0 and interest thereon \$ .....0 .....  | 0                 | 0               |
| 9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ .....905,702,000 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) ..... | 2,721,771,433     | 2,225,361,692   |
| 10. Advance premium .....   | 2,168,151         | 3,260,971       |
| 11. Dividends declared and unpaid:  |                   |                 |
| 11.1 Stockholders .....   | 0                 | 0               |
| 11.2 Policyholders .....  | 0                 | 0               |
| 12. Ceded reinsurance premiums payable (net of ceding commissions) .....  | 375,199,574       | 461,924,067     |
| 13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20) .....  | 24,030,670        | 214,071,809     |
| 14. Amounts withheld or retained by company for account of others .....   | 21,244,713        | 26,167,292      |
| 15. Remittances and items not allocated .....   | 0                 | 0               |
| 16. Provision for reinsurance (including \$ .....1,143,801 certified) (Schedule F, Part 3, Column 78) .....   | 149,297,801       | 137,106,415     |
| 17. Net adjustments in assets and liabilities due to foreign exchange rates .....   | 175,217,429       | 211,432,774     |
| 18. Drafts outstanding .....  | 0                 | 0               |
| 19. Payable to parent, subsidiaries and affiliates .....  | 260,819,123       | 115,550,237     |
| 20. Derivatives .....   | 2,009,547         | 0               |
| 21. Payable for securities .....  | 42,290,257        | 87,322,427      |
| 22. Payable for securities lending .....  | 0                 | 0               |
| 23. Liability for amounts held under uninsured plans .....  | 0                 | 0               |
| 24. Capital notes \$ .....0 and interest thereon \$ .....0 .....  | 0                 | 0               |
| 25. Aggregate write-ins for liabilities .....   | 226,793,717       | 160,578,344     |
| 26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....   | 7,932,752,023     | 7,498,543,133   |
| 27. Protected cell liabilities .....  | 0                 | 0               |
| 28. Total liabilities (Lines 26 and 27) .....   | 7,932,752,023     | 7,498,543,133   |
| 29. Aggregate write-ins for special surplus funds .....   | 0                 | 0               |
| 30. Common capital stock .....  | 0                 | 0               |
| 31. Preferred capital stock .....   | 0                 | 0               |
| 32. Aggregate write-ins for other than special surplus funds .....  | 1,250,000         | 1,250,000       |
| 33. Surplus notes .....   | 0                 | 0               |
| 34. Gross paid in and contributed surplus .....   | 0                 | 0               |
| 35. Unassigned funds (surplus) .....  | 21,338,849,737    | 17,559,188,356  |
| 36. Less treasury stock, at cost:   |                   |                 |
| 36.1 .....0 shares common (value included in Line 30 \$ .....0 ) .....  | 0                 | 0               |
| 36.2 .....0 shares preferred (value included in Line 31 \$ .....0 ) .....   | 0                 | 0               |
| 37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39) .....  | 21,340,099,737    | 17,560,438,356  |
| 38. TOTALS (Page 2, Line 28, Col. 3)  | 29,272,851,760    | 25,058,981,489  |
| <b>DETAILS OF WRITE-INS</b>   |                   |                 |
| 2501. Miscellaneous accounts payable .....  | 152,942,451       | 105,654,671     |
| 2502. SSAP 92 defined benefit plan contra liability .....   | (1,038,000)       | (1,426,000)     |
| 2503. Deferred ceding commissions .....   | 74,889,266        | 56,349,673      |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....   | 0                 | 0               |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)  | 226,793,717       | 160,578,344     |
| 2901. ....  |                   |                 |
| 2902. ....  |                   |                 |
| 2903. ....  |                   |                 |
| 2998. Summary of remaining write-ins for Line 29 from overflow page .....   | 0                 | 0               |
| 2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above)  | 0                 | 0               |
| 3201. Guaranty funds .....  | 1,250,000         | 1,250,000       |
| 3202. ....  |                   |                 |
| 3203. ....  |                   |                 |
| 3298. Summary of remaining write-ins for Line 32 from overflow page .....   | 0                 | 0               |
| 3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above)  | 1,250,000         | 1,250,000       |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**STATEMENT OF INCOME**

|  | 1<br>Current Year | 2<br>Prior Year |
|--|-------------------|-----------------|
| <b>UNDERWRITING INCOME</b>   |                   |                 |
| 1. Premiums earned (Part 1, Line 35, Column 4).....  | 5,028,023,148     | 4,462,466,284   |
| <b>DEDUCTIONS:</b>   |                   |                 |
| 2. Losses incurred (Part 2, Line 35, Column 7) .....   | 1,985,371,262     | 2,267,358,237   |
| 3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) .....   | 93,461,544        | 115,588,963     |
| 4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) .....  | 1,586,687,002     | 1,184,352,933   |
| 5. Aggregate write-ins for underwriting deductions .....   | 0                 | 0               |
| 6. Total underwriting deductions (Lines 2 through 5) .....   | 3,665,519,808     | 3,567,300,133   |
| 7. Net income of protected cells .....   | 0                 | 0               |
| 8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7) .....  | 1,362,503,340     | 895,166,151     |
| <b>INVESTMENT INCOME</b>   |                   |                 |
| 9. Net investment income earned (Exhibit of Net Investment Income, Line 17) .....  | 379,426,049       | 199,696,610     |
| 10. Net realized capital gains (losses) less capital gains tax of \$ ..... 79,896,087 (Exhibit of Capital<br>Gains (Losses) ) .....                              | 198,282,874       | (122,897,224)   |
| 11. Net investment gain (loss) (Lines 9 + 10) .....  | 577,708,923       | 76,799,386      |
| <b>OTHER INCOME</b>  |                   |                 |
| 12. Net gain (loss) from agents' or premium balances charged off (amount recovered<br>\$ .....0 amount charged off \$ ..... 12,239,620 ) .....                   | (12,239,620)      | (282,416)       |
| 13. Finance and service charges not included in premiums .....   | 0                 | 0               |
| 14. Aggregate write-ins for miscellaneous income .....   | (10,712,202)      | 38,918,584      |
| 15. Total other income (Lines 12 through 14) .....   | (22,951,822)      | 38,636,168      |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes<br>(Lines 8 + 11 + 15) .....     | 1,917,260,441     | 1,010,601,705   |
| 17. Dividends to policyholders .....   | 0                 | 0               |
| 18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes<br>(Line 16 minus Line 17) ..... | 1,917,260,441     | 1,010,601,705   |
| 19. Federal and foreign income taxes incurred .....  | 321,298,554       | (125,573,323)   |
| 20. Net income (Line 18 minus Line 19)(to Line 22) .....   | 1,595,961,887     | 1,136,175,028   |
| <b>CAPITAL AND SURPLUS ACCOUNT</b>   |                   |                 |
| 21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) .....   | 17,560,438,356    | 17,858,295,078  |
| 22. Net income (from Line 20) .....  | 1,595,961,887     | 1,136,175,028   |
| 23. Net transfers (to) from Protected Cell accounts .....  | 0                 | 0               |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ ..... 244,339,448 .....  | 2,197,941,447     | (1,508,817,514) |
| 25. Change in net unrealized foreign exchange capital gain (loss) .....  | (5,022,281)       | (75,352,729)    |
| 26. Change in net deferred income tax .....  | 96,065,571        | (185,174,032)   |
| 27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3) .....  | (6,202,635)       | (168,210,071)   |
| 28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) .....   | (12,191,385)      | 301,974,555     |
| 29. Change in surplus notes .....  | 0                 | 0               |
| 30. Surplus (contributed to) withdrawn from protected cells .....  | 0                 | 0               |
| 31. Cumulative effect of changes in accounting principles .....  | 0                 | 0               |
| 32. Capital changes:   |                   |                 |
| 32.1 Paid in .....   | 0                 | 0               |
| 32.2 Transferred from surplus (Stock Dividend) .....   | 0                 | 0               |
| 32.3 Transferred to surplus .....  | 0                 | 0               |
| 33. Surplus adjustments:   |                   |                 |
| 33.1 Paid in .....   | 0                 | 0               |
| 33.2 Transferred to capital (Stock Dividend) .....   | 0                 | 0               |
| 33.3 Transferred from capital .....  | 0                 | 0               |
| 34. Net remittances from or (to) Home Office .....   | 0                 | 0               |
| 35. Dividends to stockholders .....  | 0                 | 0               |
| 36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1) .....  | 0                 | 0               |
| 37. Aggregate write-ins for gains and losses in surplus .....  | (86,891,223)      | 201,548,041     |
| 38. Change in surplus as regards policyholders for the year (Lines 22 through 37) .....  | 3,779,661,381     | (297,856,722)   |
| 39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)  | 21,340,099,737    | 17,560,438,356  |
| <b>DETAILS OF WRITE-INS</b>  |                   |                 |
| 0501. ....   |                   |                 |
| 0502. ....   |                   |                 |
| 0503. ....   |                   |                 |
| 0598. Summary of remaining write-ins for Line 5 from overflow page .....   | 0                 | 0               |
| 0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above)  | 0                 | 0               |
| 1401. Miscellaneous income (expense) .....   | (439,739)         | 409,846         |
| 1402. Balances recovered (charged off) .....   | 24,159            | 87,585          |
| 1403. Gain (loss) on foreign exchange .....  | (10,296,622)      | 38,421,153      |
| 1498. Summary of remaining write-ins for Line 14 from overflow page .....  | 0                 | 0               |
| 1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above)   | (10,712,202)      | 38,918,584      |
| 3701. SSAP 102 and SSAP 92 amortization / actuarial gains (losses) .....   | (86,891,223)      | 201,548,041     |
| 3702. ....   |                   |                 |
| 3703. ....   |                   |                 |
| 3798. Summary of remaining write-ins for Line 37 from overflow page .....  | 0                 | 0               |
| 3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above)   | (86,891,223)      | 201,548,041     |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**CASH FLOW**

|  | 1               | 2              |
|--|-----------------|----------------|
|  | Current Year    | Prior Year     |
| <b>Cash from Operations</b>  |                 |                |
| 1. Premiums collected net of reinsurance .....   | 5,180,188,641   | 4,383,955,156  |
| 2. Net investment income .....   | 330,698,634     | 206,712,488    |
| 3. Miscellaneous income .....  | (22,951,822)    | 38,636,168     |
| 4. Total (Lines 1 through 3) .....   | 5,487,935,453   | 4,629,303,812  |
| 5. Benefit and loss related payments .....   | 2,217,458,910   | 2,264,332,227  |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....                       | 0               | 0              |
| 7. Commissions, expenses paid and aggregate write-ins for deductions .....   | 1,579,450,689   | 1,330,466,881  |
| 8. Dividends paid to policyholders .....   | 0               | 0              |
| 9. Federal and foreign income taxes paid (recovered) net of \$ .....77,327,712 tax on capital gains (losses) ..... | 187,928,825     | 231,760,090    |
| 10. Total (Lines 5 through 9) .....  | 3,984,838,424   | 3,826,559,198  |
| 11. Net cash from operations (Line 4 minus Line 10) .....  | 1,503,097,029   | 802,744,614    |
| <b>Cash from Investments</b>   |                 |                |
| 12. Proceeds from investments sold, matured or repaid:   |                 |                |
| 12.1 Bonds .....   | 4,497,340,124   | 7,664,453,321  |
| 12.2 Stocks .....  | 3,658,267,892   | 2,257,612,905  |
| 12.3 Mortgage loans .....  | 0               | 0              |
| 12.4 Real estate .....   | 0               | 0              |
| 12.5 Other invested assets .....   | 240,205,601     | 596,435,117    |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....                              | 39,594          | (367,003)      |
| 12.7 Miscellaneous proceeds .....  | (25,831,131)    | 57,607,056     |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) .....  | 8,370,022,080   | 10,575,741,396 |
| 13. Cost of investments acquired (long-term only):   |                 |                |
| 13.1 Bonds .....   | 4,978,303,532   | 7,759,859,955  |
| 13.2 Stocks .....  | 4,381,387,832   | 3,018,433,705  |
| 13.3 Mortgage loans .....  | 565,507         | 0              |
| 13.4 Real estate .....   | 0               | 0              |
| 13.5 Other invested assets .....   | 410,504,222     | 367,784,333    |
| 13.6 Miscellaneous applications .....  | 49,027,230      | 61,320,309     |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) .....   | 9,819,788,323   | 11,207,398,302 |
| 14. Net increase/(decrease) in contract loans and premium notes .....  | 0               | 0              |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....                                      | (1,449,766,243) | (631,656,906)  |
| <b>Cash from Financing and Miscellaneous Sources</b>   |                 |                |
| 16. Cash provided (applied):   |                 |                |
| 16.1 Surplus notes, capital notes .....  | 0               | 0              |
| 16.2 Capital and paid in surplus, less treasury stock .....  | 0               | 0              |
| 16.3 Borrowed funds .....  | 0               | 0              |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities .....                                  | 0               | 0              |
| 16.5 Dividends to stockholders .....   | 0               | 0              |
| 16.6 Other cash provided (applied) .....   | (134,136,876)   | 35,548,555     |
| 17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....    | (134,136,876)   | 35,548,555     |
| <b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>   |                 |                |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....          | (80,806,090)    | 206,636,263    |
| 19. Cash, cash equivalents and short-term investments:   |                 |                |
| 19.1 Beginning of year .....   | 1,161,781,146   | 955,144,883    |
| 19.2 End of period (Line 18 plus Line 19.1) .....  | 1,080,975,056   | 1,161,781,146  |

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

|  |  |  |
|--|--|--|
|  |  |  |
|--|--|--|

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1 - PREMIUMS EARNED

| Line of Business  | 1  | 2  | 3  | 4   |
|---|--|--|--|---|
|   | Net Premiums<br>Written per<br>Column 6, Part 1B | Unearned Premiums<br>Dec. 31 Prior Year -<br>per Col. 3,<br>Last Year's Part 1 | Unearned Premiums<br>Dec. 31 Current<br>Year - per Col. 5<br>Part 1A | Premiums Earned<br>During Year<br>(Cols. 1 + 2 - 3) |
| 1. Fire .....   | 1,060,798,592                                    | 398,900,436  | 588,394,830  | 871,304,198   |
| 2.1 Allied lines .....  | 1,505,169,610                                    | 762,385,619  | 849,915,292  | 1,417,639,937                                       |
| 2.2 Multiple peril crop .....   | 0  | 0  | 0  | 0   |
| 2.3 Federal flood .....   | 0  | 0  | 0  | 0   |
| 2.4 Private crop .....  | 0  | 0  | 0  | 0   |
| 2.5 Private flood .....   | 0  | 0  | 0  | 0   |
| 3. Farmowners multiple peril .....  | 0  | 0  | 0  | 0   |
| 4. Homeowners multiple peril .....  | 0  | 0  | 0  | 0   |
| 5.1 Commercial multiple peril (non-liability portion) .....               | 0  | 0  | 0  | 0   |
| 5.2 Commercial multiple peril (liability portion) .....                   | 0  | 0  | 0  | 0   |
| 6. Mortgage guaranty .....  | 0  | 0  | 0  | 0   |
| 8. Ocean marine .....   | 9,294,224  | 3,365,791  | 4,771,498  | 7,888,517   |
| 9. Inland marine .....  | 811,720,143                                      | 319,944,202  | 394,950,505  | 736,713,840   |
| 10. Financial guaranty .....  | 0  | 0  | 0  | 0   |
| 11.1 Medical professional liability - occurrence .....                    | 0  | 0  | 0  | 0   |
| 11.2 Medical professional liability - claims-made .....                   | 0  | 0  | 0  | 0   |
| 12. Earthquake .....  | 434,335,184                                      | 195,153,390  | 216,216,946  | 413,271,628   |
| 13.1 Comprehensive (hospital and medical) individual .....                | 0  | 0  | 0  | 0   |
| 13.2 Comprehensive (hospital and medical) group .....                     | 0  | 0  | 0  | 0   |
| 14. Credit accident and health (group and individual) .....               | 0  | 0  | 0  | 0   |
| 15.1 Vision only .....  | 0  | 0  | 0  | 0   |
| 15.2 Dental only .....  | 0  | 0  | 0  | 0   |
| 15.3 Disability income .....  | 0  | 0  | 0  | 0   |
| 15.4 Medicare supplement .....  | 0  | 0  | 0  | 0   |
| 15.5 Medicaid Title XIX .....   | 0  | 0  | 0  | 0   |
| 15.6 Medicare Title XVIII .....   | 0  | 0  | 0  | 0   |
| 15.7 Long-term care .....   | 0  | 0  | 0  | 0   |
| 15.8 Federal employees health benefits plan .....                         | 0  | 0  | 0  | 0   |
| 15.9 Other health .....   | 0  | 0  | 0  | 0   |
| 16. Workers' compensation .....   | 0  | 0  | 0  | 0   |
| 17.1 Other liability - occurrence .....                                   | 0  | 0  | 0  | 0   |
| 17.2 Other liability - claims-made .....                                  | 0  | 0  | 0  | 0   |
| 17.3 Excess workers' compensation .....                                   | 0  | 0  | 0  | 0   |
| 18.1 Products liability - occurrence .....                                | 0  | 0  | 0  | 0   |
| 18.2 Products liability - claims-made .....                               | 0  | 0  | 0  | 0   |
| 19.1 Private passenger auto no-fault (personal injury protection) .....   | 0  | 0  | 0  | 0   |
| 19.2 Other private passenger auto liability.....                          | 0  | 0  | 0  | 0   |
| 19.3 Commercial auto no-fault (personal injury protection) .....          | 0  | 0  | 0  | 0   |
| 19.4 Other commercial auto liability.....                                 | 0  | 0  | 0  | 0   |
| 21.1 Private passenger auto physical damage .....                         | 0  | 0  | 0  | 0   |
| 21.2 Commercial auto physical damage .....                                | 0  | 0  | 0  | 0   |
| 22. Aircraft (all perils) .....   | 0  | 0  | 0  | 0   |
| 23. Fidelity .....  | 0  | 0  | 0  | 0   |
| 24. Surety .....  | 0  | 0  | 0  | 0   |
| 26. Burglary and theft .....  | 0  | 0  | 0  | 0   |
| 27. Boiler and machinery .....  | 1,341,694,625                                    | 545,612,254  | 667,522,362  | 1,219,784,517                                       |
| 28. Credit .....  | 0  | 0  | 0  | 0   |
| 29. International .....   | 0  | 0  | 0  | 0   |
| 30. Warranty .....  | 0  | 0  | 0  | 0   |
| 31. Reinsurance - nonproportional assumed property .....                  | 361,418,512                                      | 0  | 0  | 361,418,512   |
| 32. Reinsurance - nonproportional assumed liability .....                 | 1,999  | 0  | 0  | 1,999   |
| 33. Reinsurance - nonproportional assumed financial lines .....           | 0  | 0  | 0  | 0   |
| 34. Aggregate write-ins for other lines of business .....                 | 0  | 0  | 0  | 0   |
| 35. TOTALS  | 5,524,432,889                                    | 2,225,361,692  | 2,721,771,433  | 5,028,023,148                                       |
| <b>DETAILS OF WRITE-INS</b>   |  |  |  |   |
| 3401. ....  |  |  |  |   |
| 3402. ....  |  |  |  |   |
| 3403. ....  |  |  |  |   |
| 3498. Summary of remaining write-ins for Line 34 from overflow page ..... | 0  | 0  | 0  | 0   |
| 3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)              | 0  | 0  | 0  | 0   |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1A - RECAPITULATION OF ALL PREMIUMS

| Line of Business  | 1<br>Amount Unearned<br>(Running One Year<br>or Less from Date<br>of Policy) (a) | 2<br>Amount Unearned<br>(Running More Than<br>One Year from<br>Date of Policy) (a) | 3<br>Earned But Unbilled<br>Premium | 4<br>Reserve for Rate<br>Credits and<br>Retrospective<br>Adjustments Based<br>on Experience | 5<br>Total Reserve for<br>Unearned Premiums<br>Cols. 1 + 2 + 3 + 4 |
|---|--|--|-------------------------------------|---|--|
| 1. Fire   | 588,394,830  | 0  | 0                                   | 0   | 588,394,830  |
| 2.1 Allied lines  | 849,915,292  | 0  | 0                                   | 0   | 849,915,292  |
| 2.2 Multiple peril crop   | 0  | 0  | 0                                   | 0   | 0  |
| 2.3 Federal flood   | 0  | 0  | 0                                   | 0   | 0  |
| 2.4 Private crop  | 0  | 0  | 0                                   | 0   | 0  |
| 2.5 Private flood   | 0  | 0  | 0                                   | 0   | 0  |
| 3. Farmowners multiple peril  | 0  | 0  | 0                                   | 0   | 0  |
| 4. Homeowners multiple peril  | 0  | 0  | 0                                   | 0   | 0  |
| 5.1 Commercial multiple peril (non-liability portion)               | 0  | 0  | 0                                   | 0   | 0  |
| 5.2 Commercial multiple peril (liability portion)                   | 0  | 0  | 0                                   | 0   | 0  |
| 6. Mortgage guaranty  | 0  | 0  | 0                                   | 0   | 0  |
| 8. Ocean marine   | 4,771,498  | 0  | 0                                   | 0   | 4,771,498  |
| 9. Inland marine  | 394,950,505  | 0  | 0                                   | 0   | 394,950,505  |
| 10. Financial guaranty  | 0  | 0  | 0                                   | 0   | 0  |
| 11.1 Medical professional liability - occurrence                    | 0  | 0  | 0                                   | 0   | 0  |
| 11.2 Medical professional liability - claims-made                   | 0  | 0  | 0                                   | 0   | 0  |
| 12. Earthquake  | 216,216,946  | 0  | 0                                   | 0   | 216,216,946  |
| 13.1 Comprehensive (hospital and medical) individual                | 0  | 0  | 0                                   | 0   | 0  |
| 13.2 Comprehensive (hospital and medical) group                     | 0  | 0  | 0                                   | 0   | 0  |
| 14. Credit accident and health (group and individual)               | 0  | 0  | 0                                   | 0   | 0  |
| 15.1 Vision only  | 0  | 0  | 0                                   | 0   | 0  |
| 15.2 Dental only  | 0  | 0  | 0                                   | 0   | 0  |
| 15.3 Disability income  | 0  | 0  | 0                                   | 0   | 0  |
| 15.4 Medicare supplement  | 0  | 0  | 0                                   | 0   | 0  |
| 15.5 Medicaid Title XIX   | 0  | 0  | 0                                   | 0   | 0  |
| 15.6 Medicare Title XVIII   | 0  | 0  | 0                                   | 0   | 0  |
| 15.7 Long-term care   | 0  | 0  | 0                                   | 0   | 0  |
| 15.8 Federal employees health benefits plan                         | 0  | 0  | 0                                   | 0   | 0  |
| 15.9 Other health   | 0  | 0  | 0                                   | 0   | 0  |
| 16. Workers' compensation   | 0  | 0  | 0                                   | 0   | 0  |
| 17.1 Other liability - occurrence                                   | 0  | 0  | 0                                   | 0   | 0  |
| 17.2 Other liability - claims-made                                  | 0  | 0  | 0                                   | 0   | 0  |
| 17.3 Excess workers' compensation                                   | 0  | 0  | 0                                   | 0   | 0  |
| 18.1 Products liability - occurrence                                | 0  | 0  | 0                                   | 0   | 0  |
| 18.2 Products liability - claims-made                               | 0  | 0  | 0                                   | 0   | 0  |
| 19.1 Private passenger auto no-fault (personal injury protection)   | 0  | 0  | 0                                   | 0   | 0  |
| 19.2 Other private passenger auto liability                         | 0  | 0  | 0                                   | 0   | 0  |
| 19.3 Commercial auto no-fault (personal injury protection)          | 0  | 0  | 0                                   | 0   | 0  |
| 19.4 Other commercial auto liability                                | 0  | 0  | 0                                   | 0   | 0  |
| 21.1 Private passenger auto physical damage                         | 0  | 0  | 0                                   | 0   | 0  |
| 21.2 Commercial auto physical damage                                | 0  | 0  | 0                                   | 0   | 0  |
| 22. Aircraft (all perils)   | 0  | 0  | 0                                   | 0   | 0  |
| 23. Fidelity  | 0  | 0  | 0                                   | 0   | 0  |
| 24. Surety  | 0  | 0  | 0                                   | 0   | 0  |
| 26. Burglary and theft  | 0  | 0  | 0                                   | 0   | 0  |
| 27. Boiler and machinery  | 667,522,362  | 0  | 0                                   | 0   | 667,522,362  |
| 28. Credit  | 0  | 0  | 0                                   | 0   | 0  |
| 29. International   | 0  | 0  | 0                                   | 0   | 0  |
| 30. Warranty  | 0  | 0  | 0                                   | 0   | 0  |
| 31. Reinsurance - nonproportional assumed property                  | 0  | 0  | 0                                   | 0   | 0  |
| 32. Reinsurance - nonproportional assumed liability                 | 0  | 0  | 0                                   | 0   | 0  |
| 33. Reinsurance - nonproportional assumed financial lines           | 0  | 0  | 0                                   | 0   | 0  |
| 34. Aggregate write-ins for other lines of business                 | 0  | 0  | 0                                   | 0   | 0  |
| 35. TOTALS  | 2,721,771,433  | 0  | 0                                   | 0   | 2,721,771,433  |
| 36. Accrued retrospective premiums based on experience              |  |  |                                     |   | 0  |
| 37. Earned but unbilled premiums                                    |  |  |                                     |   | 0  |
| 38. Balance (Sum of Line 35 through 37)                             |  |  |                                     |   | 2,721,771,433  |
| <b>DETAILS OF WRITE-INS</b>   |  |  |                                     |   |  |
| 3401.   |  |  |                                     |   |  |
| 3402.   |  |  |                                     |   |  |
| 3403.   |  |  |                                     |   |  |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | 0  | 0  | 0                                   | 0   | 0  |
| 3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)        | 0  | 0  | 0                                   | 0   | 0  |

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

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1B - PREMIUMS WRITTEN

| Line of Business   | 1<br>Direct Business (a) | Reinsurance Assumed  |                          | Reinsurance Ceded  |                        | 6<br>Net Premiums<br>Written<br>Cols. 1+2+3-4-5 |
|--|--------------------------|----------------------|--------------------------|--------------------|------------------------|---|
|  |                          | 2<br>From Affiliates | 3<br>From Non-Affiliates | 4<br>To Affiliates | 5<br>To Non-Affiliates |   |
| 1. Fire .....  | 1,311,632,855            | 121,110,619          | 145,210,442              | 99,591,403         | 417,563,921            | 1,060,798,592                                   |
| 2.1 Allied lines .....   | 1,914,058,115            | 264,238,224          | 270,278,948              | 181,224,610        | 762,181,067            | 1,505,169,610                                   |
| 2.2 Multiple peril crop .....  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 2.3 Federal flood .....  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 2.4 Private crop .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 2.5 Private flood .....  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 3. Farmowners multiple peril .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 4. Homeowners multiple peril .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 5.1 Commercial multiple peril (non-liability<br>portion) .....               | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 5.2 Commercial multiple peril (liability portion) .....                      | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 6. Mortgage guaranty .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 8. Ocean marine .....  | 1,475,845                | 7,061,225            | 2,123,293                | 203,325            | 1,162,814              | 9,294,224                                       |
| 9. Inland marine .....   | 808,611,832              | 113,473,480          | 107,743,134              | 37,381,184         | 180,727,119            | 811,720,143                                     |
| 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-<br>made .....                  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 12. Earthquake .....   | 511,177,205              | 88,057,381           | 121,496,174              | 52,657,188         | 233,738,388            | 434,335,184                                     |
| 13.1 Comprehensive (hospital and medical)<br>individual .....                | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 13.2 Comprehensive (hospital and medical)<br>group .....                     | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 14. Credit accident and health (group and<br>individual) .....               | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 15.1 Vision only .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 15.2 Dental only .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 15.3 Disability income .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 15.4 Medicare supplement .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 15.5 Medicaid Title XIX .....  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 15.6 Medicare Title XVIII .....  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 15.7 Long-term care .....  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 15.8 Federal employees health benefits plan .....                            | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 15.9 Other health .....  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 16. Workers' compensation .....  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 17.1 Other liability - occurrence .....                                      | 0                        | 0                    | 0                        | 0                  | 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 .....                                   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 18.2 Products liability - claims-made .....                                  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 19.1 Private passenger auto no-fault (personal<br>injury protection) .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 19.2 Other private passenger auto liability .....                            | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 19.3 Commercial auto no-fault (personal injury<br>protection) .....          | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 19.4 Other commercial auto liability .....                                   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 21.1 Private passenger auto physical damage .....                            | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 21.2 Commercial auto physical damage .....                                   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 22. Aircraft (all perils) .....  | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 23. Fidelity .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 24. Surety .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 26. Burglary and theft .....   | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 27. Boiler and machinery .....   | 887,813,742              | 120,252,650          | 589,793,699              | 13,874,849         | 242,290,617            | 1,341,694,625                                   |
| 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<br>property .....                  | XXX                      | 419,829,624          | 0                        | 58,411,112         | 0                      | 361,418,512                                     |
| 32. Reinsurance - nonproportional assumed<br>liability .....                 | XXX                      | 0                    | 1,999                    | 0                  | 0                      | 1,999   |
| 33. Reinsurance - nonproportional assumed<br>financial lines .....           | XXX                      | 0                    | 0                        | 0                  | 0                      | 0   |
| 34. Aggregate write-ins for other lines of<br>business .....                 | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 35. TOTALS   | 5,434,769,594            | 1,134,023,203        | 1,236,647,689            | 443,343,671        | 1,837,663,926          | 5,524,432,889                                   |
| <b>DETAILS OF WRITE-INS</b>  |                          |                      |                          |                    |                        |   |
| 3401. ....   |                          |                      |                          |                    |                        |   |
| 3402. ....   |                          |                      |                          |                    |                        |   |
| 3403. ....   |                          |                      |                          |                    |                        |   |
| 3498. Summary of remaining write-ins for Line<br>34 from overflow page ..... | 0                        | 0                    | 0                        | 0                  | 0                      | 0   |
| 3499. Totals (Lines 3401 thru 3403 plus<br>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 reported on an annualized basis \$ .....0

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 2 - LOSSES PAID AND INCURRED

| Line of Business  | Losses Paid Less Salvage |                             |                               |  | 5<br>Net Losses Unpaid<br>Current Year<br>(Part 2A, Col. 8) | 6<br>Net Losses Unpaid<br>Prior Year | 7<br>Losses Incurred<br>Current Year<br>(Cols. 4 + 5 - 6) | 8<br>Percentage of<br>Losses Incurred<br>(Col. 7, Part 2) to<br>Premiums Earned<br>(Col. 4, Part 1) |
|---|--------------------------|-----------------------------|-------------------------------|--|---|--------------------------------------|---|---|
|   | 1<br>Direct Business     | 2<br>Reinsurance<br>Assumed | 3<br>Reinsurance<br>Recovered | 4<br>Net Payments<br>(Cols. 1 + 2 - 3) |   |                                      |   |   |
| 1. Fire .....   | 836,993,489              | 204,783,414                 | 460,574,596                   | 581,202,307                            | 749,281,495   | 833,380,524                          | 497,103,277   | 57.1  |
| 2.1 Allied lines .....  | 1,077,326,699            | 83,749,352                  | 469,736,298                   | 691,339,753                            | 835,376,624   | 515,648,024                          | 1,011,068,353   | 71.3  |
| 2.2 Multiple peril crop .....   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 2.3 Federal flood .....   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 2.4 Private crop .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 2.5 Private flood .....   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 3. Farmowners multiple peril .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 4. Homeowners multiple peril .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 5.1 Commercial multiple peril (non-liability portion) .....               | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 5.2 Commercial multiple peril (liability portion) .....                   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 6. Mortgage guaranty .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 8. Ocean marine .....   | 10,263,430               | 1,428,505                   | 8,929,482                     | 2,762,453                              | 27,611,155  | 40,995,765                           | (10,622,157)  | (134.7)   |
| 9. Inland marine .....  | 317,422,848              | 9,558,807                   | 144,865,804                   | 182,115,851                            | 210,210,034   | 657,277,503                          | (264,951,618)   | (36.0)  |
| 10. Financial guaranty .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 11.1 Medical professional liability - occurrence .....                    | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 11.2 Medical professional liability - claims-made .....                   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 12. Earthquake .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 1,519,432                            | (1,519,432)   | (0.4)   |
| 13.1 Comprehensive (hospital and medical) individual .....                | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 13.2 Comprehensive (hospital and medical) group .....                     | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 14. Credit accident and health (group and individual) .....               | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 15.1 Vision only .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 15.2 Dental only .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 15.3 Disability income .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 15.4 Medicare supplement .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 15.5 Medicaid Title XIX .....   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 15.6 Medicare Title XVIII .....   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 15.7 Long-term care .....   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 15.8 Federal employees health benefits plan .....                         | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 15.9 Other health .....   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 16. Workers' compensation .....   | 0                        | 14,260                      | 0                             | 14,260                                 | 343,797   | 397,359                              | (39,302)  | 0.0   |
| 17.1 Other liability - occurrence .....                                   | 5,750,612                | 1,369,509                   | 5,288,791                     | 1,831,330                              | 106,079,573   | 122,376,497                          | (14,465,594)  | 0.0   |
| 17.2 Other liability - claims-made .....                                  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 17.3 Excess workers' compensation .....                                   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 18.1 Products liability - occurrence .....                                | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 18.2 Products liability - claims-made .....                               | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 19.1 Private passenger auto no-fault (personal injury protection) .....   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 19.2 Other private passenger auto liability .....                         | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 19.3 Commercial auto no-fault (personal injury protection) .....          | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 19.4 Other commercial auto liability .....                                | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 21.1 Private passenger auto physical damage .....                         | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 21.2 Commercial auto physical damage .....                                | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 22. Aircraft (all perils) .....   | 61,016                   | 5,642                       | 45,894                        | 20,764                                 | 2,048,410   | 3,723,261                            | (1,654,087)   | 0.0   |
| 23. Fidelity .....  | (20,777)                 | 0                           | 0                             | (20,777)                               | 0   | 0                                    | (20,777)  | 0.0   |
| 24. Surety .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 26. Burglary and theft .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 27. Boiler and machinery .....  | 248,530,068              | 226,770,659                 | 108,179,042                   | 367,121,685                            | 367,924,191   | 291,876,204                          | 443,169,671   | 36.3  |
| 28. Credit .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 29. International .....   | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 30. Warranty .....  | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |
| 31. Reinsurance - nonproportional assumed property .....                  | XXX                      | 350,748,811                 | 17,681,298                    | 333,067,513                            | 0   | 0                                    | 333,067,513   | 92.2  |
| 32. Reinsurance - nonproportional assumed liability .....                 | XXX                      | 17,458,574                  | 4,906,867                     | 12,551,707                             | 288,002,204   | 306,318,497                          | (5,764,586)   | (288,373.5)   |
| 33. Reinsurance - nonproportional assumed financial lines .....           | XXX                      | 0                           | 0                             | 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  | 2,496,327,384            | 895,887,533                 | 1,220,208,072                 | 2,172,006,845                          | 2,586,877,483   | 2,773,513,065                        | 1,985,371,262   | 39.5  |
| <b>DETAILS OF WRITE-INS</b>   |                          |                             |                               |  |   |                                      |   |   |
| 3401. ....  |                          |                             |                               |  |   |                                      |   |   |
| 3402. ....  |                          |                             |                               |  |   |                                      |   |   |
| 3403. ....  |                          |                             |                               |  |   |                                      |   |   |
| 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 thru 3403 plus 3498)(Line 34 above)              | 0                        | 0                           | 0                             | 0                                      | 0   | 0                                    | 0   | 0.0   |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY  
**UNDERWRITING AND INVESTMENT EXHIBIT**  
 PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

| Line of Business  | Reported Losses |                             |   |  | Incurred But Not Reported |                             |                           | 8<br>Net Losses Unpaid<br>(Cols. 4 + 5 + 6 - 7) | 9<br>Net Unpaid<br>Loss Adjustment<br>Expenses |
|---|-----------------|-----------------------------|---|--|---------------------------|-----------------------------|---------------------------|---|--|
|   | 1<br>Direct     | 2<br>Reinsurance<br>Assumed | 3<br>Deduct<br>Reinsurance<br>Recoverable | 4<br>Net Losses Excl.<br>Incurred But Not<br>Reported<br>(Cols. 1 + 2 - 3) | 5<br>Direct               | 6<br>Reinsurance<br>Assumed | 7<br>Reinsurance<br>Ceded |   |  |
| 1. Fire   | 794,556,415     | 142,307,492                 | 216,850,800                               | 720,013,107  | 29,103,341                | 5,342,904                   | 5,177,857                 | 749,281,495                                     | 36,919,534                                     |
| 2.1 Allied lines  | 1,102,045,057   | 42,861,587                  | 350,871,824                               | 794,034,820  | 47,063,751                | 1,402,228                   | 7,124,175                 | 835,376,624                                     | 39,549,501                                     |
| 2.2 Multiple peril crop   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 2.3 Federal flood   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 2.4 Private crop  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 2.5 Private flood   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 3. Farmowners multiple peril  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 4. Homeowners multiple peril  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 5.1 Commercial multiple peril (non-liability portion)               | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 5.2 Commercial multiple peril (liability portion)                   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 6. Mortgage guaranty  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 8. Ocean marine   | 1,455,020       | 4,703                       | 792,065                                   | 667,658  | 28,389,791                | 21,690,281                  | 23,136,575                | 27,611,155                                      | 1,829,906                                      |
| 9. Inland marine  | 266,223,432     | 67,898,766                  | 131,486,996                               | 202,635,202  | 4,608,339                 | 3,859,252                   | 892,759                   | 210,210,034                                     | 24,376,673                                     |
| 10. Financial guaranty  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 11.1 Medical professional liability - occurrence                    | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 11.2 Medical professional liability - claims-made                   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 12. Earthquake  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 13.1 Comprehensive (hospital and medical) individual                | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 13.2 Comprehensive (hospital and medical) group                     | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 14. Credit accident and health (group and individual)               | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 15.1 Vision only  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 15.2 Dental only  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 15.3 Disability income  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 15.4 Medicare supplement  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 15.5 Medicaid Title XIX   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 15.6 Medicare Title XVIII   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 15.7 Long-term care   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 15.8 Federal employees health benefits plan                         | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 15.9 Other health   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | (a)   | 0  |
| 16. Workers' compensation   | 0               | 110,070                     | 0   | 110,070  | 0                         | 233,727                     | 0                         | 343,797   | 645  |
| 17.1 Other liability - occurrence                                   | 8,874,691       | 4,416,161                   | 6,079,334                                 | 7,211,518  | 190,485,440               | 85,962,608                  | 177,579,993               | 106,079,573                                     | 16,995,399                                     |
| 17.2 Other liability - claims-made                                  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 17.3 Excess workers' compensation                                   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 18.1 Products liability - occurrence                                | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 18.2 Products liability - claims-made                               | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 19.1 Private passenger auto no-fault (personal injury protection)   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 19.2 Other private passenger auto liability                         | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 19.3 Commercial auto no-fault (personal injury protection)          | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 19.4 Other commercial auto liability                                | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 21.1 Private passenger auto physical damage                         | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 21.2 Commercial auto physical damage                                | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 22. Aircraft (all perils)   | 433,241         | 9,624                       | 265,801                                   | 177,064  | 9,307,590                 | 327,908                     | 7,764,152                 | 2,048,410                                       | 359,263  |
| 23. Fidelity  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 24. Surety  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 26. Burglary and theft  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 27. Boiler and machinery  | 370,110,949     | 110,304,386                 | 121,594,644                               | 358,820,691  | 8,846,604                 | 2,536,237                   | 2,279,341                 | 367,924,191                                     | 14,743,845                                     |
| 28. Credit  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 29. International   | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 30. Warranty  | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 31. Reinsurance - nonproportional assumed property                  | XXX             | 0                           | 0   | 0  | XXX                       | 0                           | 0                         | 0   | 0  |
| 32. Reinsurance - nonproportional assumed liability                 | XXX             | 146,881,162                 | 39,372,765                                | 107,508,397  | XXX                       | 242,933,356                 | 62,439,549                | 288,002,204                                     | 22,379,782                                     |
| 33. Reinsurance - nonproportional assumed financial lines           | XXX             | 0                           | 0   | 0  | XXX                       | 0                           | 0                         | 0   | 0  |
| 34. Aggregate write-ins for other lines of business                 | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |
| 35. TOTALS  | 2,543,698,805   | 514,793,951                 | 867,314,229                               | 2,191,178,527  | 317,804,856               | 364,288,501                 | 286,394,401               | 2,586,877,483                                   | 157,154,548                                    |
| <b>DETAILS OF WRITE-INS</b>   |                 |                             |   |  |                           |                             |                           |   |  |
| 3401.   |                 |                             |   |  |                           |                             |                           |   |  |
| 3402.   |                 |                             |   |  |                           |                             |                           |   |  |
| 3403.   |                 |                             |   |  |                           |                             |                           |   |  |
| 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 thru 3403 plus 3498)(Line 34 above)        | 0               | 0                           | 0   | 0  | 0                         | 0                           | 0                         | 0   | 0  |

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

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**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 .....  | 55,278,688               | 0                           | 0                   | 55,278,688        |
| 1.2 Reinsurance assumed .....   | 4,385,575                | 0                           | 0                   | 4,385,575         |
| 1.3 Reinsurance ceded .....   | 18,682,905               | 0                           | 0                   | 18,682,905        |
| 1.4 Net claim adjustment service (1.1 + 1.2 - 1.3) .....  | 40,981,358               | 0                           | 0                   | 40,981,358        |
| 2. Commission and brokerage:  |                          |                             |                     |                   |
| 2.1 Direct excluding contingent .....   | 0                        | 6,530,886                   | 0                   | 6,530,886         |
| 2.2 Reinsurance assumed, excluding contingent .....   | 0                        | 442,258,024                 | 0                   | 442,258,024       |
| 2.3 Reinsurance ceded, excluding contingent .....   | 0                        | 353,346,666                 | 0                   | 353,346,666       |
| 2.4 Contingent - direct .....   | 0                        | 0                           | 0                   | 0                 |
| 2.5 Contingent - reinsurance assumed .....  | 0                        | 0                           | 0                   | 0                 |
| 2.6 Contingent - reinsurance ceded .....  | 0                        | 0                           | 0                   | 0                 |
| 2.7 Policy and membership fees .....  | 0                        | 0                           | 0                   | 0                 |
| 2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) ..                   | 0                        | 95,442,244                  | 0                   | 95,442,244        |
| 3. Allowances to managers and agents .....  | 0                        | 0                           | 0                   | 0                 |
| 4. Advertising .....  | 8,783                    | 23,191,543                  | 4,352               | 23,204,678        |
| 5. Boards, bureaus and associations .....   | 0                        | 53,485                      | 0                   | 53,485            |
| 6. Surveys and underwriting reports .....   | 2,822                    | 15,327,324                  | 0                   | 15,330,146        |
| 7. Audit of assureds' records .....   | 0                        | 0                           | 0                   | 0                 |
| 8. Salary and related items:  |                          |                             |                     |                   |
| 8.1 Salaries .....  | 36,300,146               | 661,973,143                 | 7,549,147           | 705,822,436       |
| 8.2 Payroll taxes .....   | 1,631,040                | 30,652,455                  | 377,960             | 32,661,455        |
| 9. Employee relations and welfare .....   | 4,280,657                | 119,011,602                 | 954,292             | 124,246,551       |
| 10. Insurance .....   | 84,178                   | 7,757,369                   | 7,667               | 7,849,214         |
| 11. Directors' fees .....   | 0                        | 4,904,178                   | 0                   | 4,904,178         |
| 12. Travel and travel items .....   | 4,967,157                | 81,693,334                  | 1,061,008           | 87,721,499        |
| 13. Rent and rent items .....   | 2,889,674                | 70,929,911                  | 970,222             | 74,789,807        |
| 14. Equipment .....   | (140,111)                | 12,751,926                  | 42,369              | 12,654,184        |
| 15. Cost or depreciation of EDP equipment and software .....                                    | 335,573                  | 143,400,863                 | 4,999,066           | 148,735,502       |
| 16. Printing and stationery .....   | 109,717                  | 2,468,010                   | 80,536              | 2,658,263         |
| 17. Postage, telephone and telegraph, exchange and express .....                                | (5,359)                  | (1,582,956)                 | (845,528)           | (2,433,843)       |
| 18. Legal and auditing .....  | 1,968,471                | 9,785,145                   | 19,489              | 11,773,105        |
| 19. Totals (Lines 3 to 18) .....  | 52,432,748               | 1,182,317,332               | 15,220,580          | 1,249,970,660     |
| 20. Taxes, licenses and fees:   |                          |                             |                     |                   |
| 20.1 State and local insurance taxes deducting guaranty association credits of \$ 277,417 ..... | 11,538                   | 148,137,167                 | 129,083             | 148,277,788       |
| 20.2 Insurance department licenses and fees .....   | 192                      | 2,740,293                   | 12,895              | 2,753,380         |
| 20.3 Gross guaranty association assessments .....   | 0                        | 272,171                     | 0                   | 272,171           |
| 20.4 All other (excluding federal and foreign income and real estate) .....                     | 0                        | 0                           | 0                   | 0                 |
| 20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) .....                           | 11,730                   | 151,149,631                 | 141,978             | 151,303,339       |
| 21. Real estate expenses .....  | 0                        | 0                           | 0                   | 0                 |
| 22. Real estate taxes .....   | 0                        | 0                           | 0                   | 0                 |
| 23. Reimbursements by uninsured plans .....   | 0                        | 0                           | 0                   | 0                 |
| 24. Aggregate write-ins for miscellaneous expenses .....  | 35,708                   | 157,777,795                 | 20,014,356          | 177,827,859       |
| 25. Total expenses incurred .....   | 93,461,544               | 1,586,687,002               | 35,376,914          | (a) 1,715,525,460 |
| 26. Less unpaid expenses - current year .....   | 157,154,548              | 950,882,659                 | 0                   | 1,108,037,207     |
| 27. Add unpaid expenses - prior year .....  | 164,272,100              | 840,218,187                 | 0                   | 1,004,490,287     |
| 28. Amounts receivable relating to uninsured plans, prior year .....                            | 0                        | 0                           | 0                   | 0                 |
| 29. Amounts receivable relating to uninsured plans, current year .....                          | 0                        | 0                           | 0                   | 0                 |
| 30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)  | 100,579,096              | 1,476,022,530               | 35,376,914          | 1,611,978,540     |
| <b>DETAILS OF WRITE-INS</b>   |                          |                             |                     |                   |
| 2401. Bank Activity Fees .....  | 337                      | 223,524                     | 1,343,527           | 1,567,388         |
| 2402. Charitable Contributions .....  | 0                        | 280,766                     | 0                   | 280,766           |
| 2403. Consultants .....   | 75,398                   | 206,633,980                 | 1,819,970           | 208,529,348       |
| 2498. Summary of remaining write-ins for Line 24 from overflow page .....                       | (40,027)                 | (49,360,475)                | 16,850,859          | (32,549,643)      |
| 2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)                                    | 35,708                   | 157,777,795                 | 20,014,356          | 177,827,859       |

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

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**EXHIBIT OF NET INVESTMENT INCOME**

|   | 1<br>Collected During Year | 2<br>Earned During Year |
|---|----------------------------|-------------------------|
| 1. U.S. Government bonds  | (a) 13,022,430             | 13,440,691              |
| 1.1 Bonds exempt from U.S. tax  | (a) 31,570,732             | 32,530,903              |
| 1.2 Other bonds (unaffiliated)  | (a) 173,900,975            | 181,313,030             |
| 1.3 Bonds of affiliates   | (a) 0                      | 0                       |
| 2.1 Preferred stocks (unaffiliated)                                     | (b) 614,513                | 614,513                 |
| 2.11 Preferred stocks of affiliates                                     | (b) 0                      | 0                       |
| 2.2 Common stocks (unaffiliated)  | 140,137,482                | 148,324,836             |
| 2.21 Common stocks of affiliates  | 0                          | 0                       |
| 3. Mortgage loans   | (c) 13,348                 | 13,348                  |
| 4. Real estate  | (d) 0                      | 0                       |
| 5. Contract loans   | 0                          | 0                       |
| 6. Cash, cash equivalents and short-term investments                    | (e) 40,567,198             | 40,767,551              |
| 7. Derivative instruments   | (f) 0                      | 0                       |
| 8. Other invested assets  | 24,381,155                 | 24,381,155              |
| 9. Aggregate write-ins for investment income                            | 1,170,893                  | 1,170,893               |
| 10. Total gross investment income                                       | 425,378,726                | 442,556,920             |
| 11. Investment expenses   |                            | (g) 35,234,936          |
| 12. Investment taxes, licenses and fees, excluding federal income taxes |                            | (g) 141,978             |
| 13. Interest expense  |                            | (h) 27,753,957          |
| 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)                              |                            | 63,130,871              |
| 17. Net investment income (Line 10 minus Line 16)                       |                            | 379,426,049             |
| <b>DETAILS OF WRITE-INS</b>   |                            |                         |
| 0901. Fair Plan Income  | 448,871                    | 448,871                 |
| 0902. Miscellaneous Income  | 722,022                    | 722,022                 |
| 0903.   | 0                          | 0                       |
| 0998. Summary of remaining write-ins for Line 9 from overflow page      | 0                          | 0                       |
| 0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)           | 1,170,893                  | 1,170,893               |
| 1501.   |                            |                         |
| 1502.   |                            |                         |
| 1503.   |                            |                         |
| 1598. Summary of remaining write-ins for Line 15 from overflow page     |                            | 0                       |
| 1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)          |                            | 0                       |

- (a) Includes \$ 17,587,407 accrual of discount less \$ 28,404,651 amortization of premium and less \$ 26,141,338 paid for accrued interest on purchases.
- (b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.
- (c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (d) Includes \$ 0 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.
- (e) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.
- (g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.
- (i) Includes \$ 0 depreciation on real estate and \$ 0 depreciation on other invested assets.

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

|  | 1  | 2                             | 3  | 4  | 5   |
|--|--|-------------------------------|--|--|---|
|  | Realized Gain (Loss)<br>On Sales or Maturity | Other Realized<br>Adjustments | Total Realized Capital<br>Gain (Loss)<br>(Columns 1 + 2) | Change in<br>Unrealized Capital<br>Gain (Loss) | Change in Unrealized<br>Foreign Exchange<br>Capital Gain (Loss) |
| 1. U.S. Government bonds   | (10,218,472)                                 | 0                             | (10,218,472)   | 0  | 0   |
| 1.1 Bonds exempt from U.S. tax                                     | 0  | 0                             | 0  | 0  | 0   |
| 1.2 Other bonds (unaffiliated)                                     | (55,792,466)                                 | 0                             | (55,792,466)   | 52,930,219                                     | 342,589   |
| 1.3 Bonds of affiliates  | 0  | 0                             | 0  | 0  | 0   |
| 2.1 Preferred stocks (unaffiliated)                                | 210,129                                      | 127,510                       | 337,639  | 131,596  | 0   |
| 2.11 Preferred stocks of affiliates                                | 0  | 0                             | 0  | 0  | 0   |
| 2.2 Common stocks (unaffiliated)                                   | 446,963,677                                  | (43,513,947)                  | 403,449,730  | 1,068,516,249                                  | 0   |
| 2.21 Common stocks of affiliates                                   | 0  | 0                             | 0  | 1,302,038,050                                  | 0   |
| 3. Mortgage loans  | 0  | 0                             | 0  | 0  | 0   |
| 4. Real estate   | 0  | 0                             | 0  | 0  | 0   |
| 5. Contract loans  | 0  | 0                             | 0  | 0  | 0   |
| 6. Cash, cash equivalents and short-term investments               | 64,058                                       | 0                             | 64,058   | (24,464)                                       | 0   |
| 7. Derivative instruments  | (38,140,449)                                 | 0                             | (38,140,449)   | (9,784,535)                                    | 0   |
| 8. Other invested assets   | 48,047,003                                   | (69,568,082)                  | (21,521,079)   | 28,473,781                                     | 0   |
| 9. Aggregate write-ins for capital gains (losses)                  | 0  | 0                             | 0  | 0  | 0   |
| 10. Total capital gains (losses)                                   | 391,133,480                                  | (112,954,519)                 | 278,178,961  | 2,442,280,896                                  | 342,589   |
| <b>DETAILS OF WRITE-INS</b>  |  |                               |  |  |   |
| 0901.  |  |                               |  |  |   |
| 0902.  |  |                               |  |  |   |
| 0903.  |  |                               |  |  |   |
| 0998. Summary of remaining write-ins for Line 9 from overflow page | 0  | 0                             | 0  | 0  | 0   |
| 0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)      | 0  | 0                             | 0  | 0  | 0   |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**EXHIBIT OF NON-ADMITTED ASSETS**

|   | 1  | 2                                      | 3  |
|---|--|--|--|
|   | Current Year Total<br>Nonadmitted Assets | Prior Year Total<br>Nonadmitted Assets | Change in Total<br>Nonadmitted Assets<br>(Col. 2 - Col. 1) |
| 1. Bonds (Schedule D) .....   | 0  | 0                                      | 0  |
| 2. Stocks (Schedule D):   |  |  |  |
| 2.1 Preferred stocks .....  | 0  | 0                                      | 0  |
| 2.2 Common stocks .....   | 0  | 0                                      | 0  |
| 3. Mortgage loans on real estate (Schedule B):  |  |  |  |
| 3.1 First liens .....   | 0  | 0                                      | 0  |
| 3.2 Other than first liens.....   | 0  | 0                                      | 0  |
| 4. Real estate (Schedule A):  |  |  |  |
| 4.1 Properties occupied by the company .....  | 0  | 0                                      | 0  |
| 4.2 Properties held for the production of income.....   | 0  | 0                                      | 0  |
| 4.3 Properties held for sale .....  | 0  | 0                                      | 0  |
| 5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments<br>(Schedule DA) ..... | 0  | 0                                      | 0  |
| 6. Contract loans .....   | 0  | 0                                      | 0  |
| 7. Derivatives (Schedule DB) .....  | 0  | 0                                      | 0  |
| 8. Other invested assets (Schedule BA) .....  | 0  | 0                                      | 0  |
| 9. Receivables for securities .....   | 0  | 0                                      | 0  |
| 10. Securities lending reinvested collateral assets (Schedule DL) .....   | 0  | 0                                      | 0  |
| 11. Aggregate write-ins for invested assets .....   | 0  | 0                                      | 0  |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) .....   | 0  | 0                                      | 0  |
| 13. Title plants (for Title insurers only) .....  | 0  | 0                                      | 0  |
| 14. Investment income due and accrued .....   | 0  | 0                                      | 0  |
| 15. Premiums and considerations:  |  |  |  |
| 15.1 Uncollected premiums and agents' balances in the course of collection .....  | 82,342,748                               | 87,433,745                             | 5,090,997  |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due ..                        | 0  | 0                                      | 0  |
| 15.3 Accrued retrospective premiums and contracts subject to redetermination .....                                      | 0  | 0                                      | 0  |
| 16. Reinsurance:  |  |  |  |
| 16.1 Amounts recoverable from reinsurers .....  | 0  | 0                                      | 0  |
| 16.2 Funds held by or deposited with reinsured companies .....  | 0  | 0                                      | 0  |
| 16.3 Other amounts receivable under reinsurance contracts .....   | 0  | 0                                      | 0  |
| 17. Amounts receivable relating to uninsured plans .....  | 0  | 0                                      | 0  |
| 18.1 Current federal and foreign income tax recoverable and interest thereon .....                                      | 0  | 0                                      | 0  |
| 18.2 Net deferred tax asset .....   | 0  | 0                                      | 0  |
| 19. Guaranty funds receivable or on deposit .....   | 0  | 0                                      | 0  |
| 20. Electronic data processing equipment and software .....   | 115,362,667                              | 107,427,253                            | (7,935,414)  |
| 21. Furniture and equipment, including health care delivery assets .....  | 81,802,670                               | 82,533,410                             | 730,740  |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates .....  | 0  | 0                                      | 0  |
| 23. Receivables from parent, subsidiaries and affiliates .....  | 34,709,354                               | 31,414,097                             | (3,295,257)  |
| 24. Health care and other amounts receivable .....  | 0  | 0                                      | 0  |
| 25. Aggregate write-ins for other than invested assets .....  | 663,171,320                              | 662,377,619                            | (793,701)  |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts<br>(Lines 12 to 25) ..... | 977,388,759                              | 971,186,124                            | (6,202,635)  |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....                                       | 0  | 0                                      | 0  |
| 28. Total (Lines 26 and 27)   | 977,388,759                              | 971,186,124                            | (6,202,635)  |
| <b>DETAILS OF WRITE-INS</b>   |  |  |  |
| 1101. ....  |  |  |  |
| 1102. ....  |  |  |  |
| 1103. ....  |  |  |  |
| 1198. Summary of remaining write-ins for Line 11 from overflow page .....   | 0  | 0                                      | 0  |
| 1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)  | 0  | 0                                      | 0  |
| 2501. Pension asset .....   | 558,417,000                              | 589,886,531                            | 31,469,531   |
| 2502. Prepaid expenses .....  | 89,722,835                               | 57,987,904                             | (31,734,931)   |
| 2503. Miscellaneous receivable .....  | 2,957,848                                | 2,429,547                              | (528,301)  |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....   | 12,073,637                               | 12,073,637                             | 0  |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)  | 663,171,320                              | 662,377,619                            | (793,701)  |

## NOTES TO FINANCIAL STATEMENTS

### NOTE 1 Summary of Significant Accounting Policies and Going Concern

#### A. Accounting Practices

The accompanying financial statements of Factory Mutual 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 has no state prescribed or permitted practices.

|   | SSAP # | F/S<br>Page | F/S<br>Line # |    | 2023           |    | 2022           |
|---|--------|-------------|---------------|----|----------------|----|----------------|
| <b>NET INCOME</b>   |        |             |               |    |                |    |                |
| (1) State basis (Page 4, Line 20, Columns 1 & 2)                                  | XXX    | XXX         | XXX           | \$ | 1,595,961,887  | \$ | 1,136,175,028  |
| (2) State Prescribed Practices that are an increase/<br>(decrease) from NAIC SAP: |        |             |               |    | -              |    | -              |
| (3) State Permitted Practices that are an increase/(decrease)<br>from NAIC SAP:   |        |             |               |    | -              |    | -              |
| (4) NAIC SAP (1-2-3=4)  | XXX    | XXX         | XXX           | \$ | 1,595,961,887  | \$ | 1,136,175,028  |
| <b>SURPLUS</b>  |        |             |               |    |                |    |                |
| (5) State basis (Page 3, Line 37, Columns 1 & 2)                                  | XXX    | XXX         | XXX           | \$ | 21,340,099,737 | \$ | 17,560,438,356 |
| (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           | \$ | 21,340,099,737 | \$ | 17,560,438,356 |

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

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, and expenses. Actual results could differ from those 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, dividends and rent income 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, except investments in stocks of subsidiaries, are stated at fair value.

(4) Basis for Preferred Stocks

Perpetual preferred stocks are carried at fair value.

(5) Basis for Mortgage Loans

Mortgage loans are carried at book value/recorded investment value.

(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: the 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

U.S. insurance subsidiaries (Affiliated FM Insurance Company, NAIC #10014, and Appalachian Insurance Company, NAIC #10316) are stated at statutory equity value in accordance with SSAP 97 paragraph 8(b)i. Foreign insurance companies (FM Insurance Company Limited, FM Insurance Europe S.A., and Risk Engineering Insurance Company Limited) are stated at the audited foreign basis equity converted to U.S. statutory equity value in accordance with SSAP 97 paragraph 8(b)iv. Non-insurance subsidiaries (FMRE Holdings LLC) are stated at audited GAAP equity in accordance with SSAP 97 paragraph 8(b)iii.

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

Investments in joint ventures, partnerships and limited liability corporations are stated at the underlying audited GAAP equity value.

## (9) Accounting Policies for Derivatives

The Company began to use derivatives during 2022 with the intent to manage certain economic risks inherent to the investment portfolios. The positions are marked to fair value at the end of each reporting period and the related unrealized gain or loss is included in net unrealized capital gain or loss in policyholder's surplus. The fair value of derivative assets is reported on line 7 of the Statement of Assets.

## (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

(1) The Company holds one construction commercial mortgage with an interest rate of SOFR+400 basis points, with effective interest rates ranging from 9.33% and 9.38% in 2023.

(2) Not Applicable.

(3) Not Applicable.

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 5 Investments (continued from preceding page)**

(4) Age Analysis of Mortgage Loans and Identification of Mortgage Loans in Which the Insurer is a Participant or Co-lender in a Mortgage Loan Agreement:

|  | Farm   | Residential |           | Commercial |            | Mezzanine | Total      |
|--|--------|-------------|-----------|------------|------------|-----------|------------|
|  |        | Insured     | All Other | Insured    | All Other  |           |            |
| <b>a. Current Year</b>                                   |        |             |           |            |            |           |            |
| 1. Recorded Investment (All)                             |        |             |           |            |            |           |            |
| (a) Current  | \$ -   | \$ -        | \$ -      | \$ -       | \$ 565,507 | \$ -      | \$ 565,507 |
| (b) 30 - 59 Days Past Due                                | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (c) 60 - 89 Days Past Due                                | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (d) 90 - 179 Days Past Due                               | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (e) 180+ Days Past Due                                   | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| 2. Accruing Interest 90 - 179 Days Past Due              |        |             |           |            |            |           |            |
| (a) Recorded Investment                                  | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (b) Interest Accrued                                     | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| 3. Accruing Interest 180+ Days Past Due                  |        |             |           |            |            |           |            |
| (a) Recorded Investment                                  | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (b) Interest Accrued                                     | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| 4. Interest Reduced                                      |        |             |           |            |            |           |            |
| (a) Recorded Investment                                  | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (b) Number of Loans                                      | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (c) Percent Reduced                                      | 0.000% | 0.000%      | 0.000%    | 0.000%     | 0.000%     | 0.000%    | 0.000%     |
| 5. Participant or Co-lender in a Mortgage Loan Agreement |        |             |           |            |            |           |            |
| (a) Recorded Investment                                  | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| <b>b. Prior Year</b>                                     |        |             |           |            |            |           |            |
| 1. Recorded Investment (All)                             |        |             |           |            |            |           |            |
| (a) Current  | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (b) 30 - 59 Days Past Due                                | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (c) 60 - 89 Days Past Due                                | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (d) 90 - 179 Days Past Due                               | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (e) 180+ Days Past Due                                   | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| 2. Accruing Interest 90 - 179 Days Past Due              |        |             |           |            |            |           |            |
| (a) Recorded Investment                                  | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (b) Interest Accrued                                     | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| 3. Accruing Interest 180+ Days Past Due                  |        |             |           |            |            |           |            |
| (a) Recorded Investment                                  | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (b) Interest Accrued                                     | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| 4. Interest Reduced                                      |        |             |           |            |            |           |            |
| (a) Recorded Investment                                  | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (b) Number of Loans                                      | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |
| (c) Percent Reduced                                      | 0.000% | 0.000%      | 0.000%    | 0.000%     | 0.000%     | 0.000%    | 0.000%     |
| 5. Participant or Co-lender in a Mortgage Loan Agreement |        |             |           |            |            |           |            |
| (a) Recorded Investment                                  | \$ -   | \$ -        | \$ -      | \$ -       | \$ -       | \$ -      | \$ -       |

(5)-(9) 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.

(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 | \$ 683,387   |
| 2. 12 Months or Longer | \$ 9,387,951 |

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

|                        |                |
|------------------------|----------------|
| 1. Less than 12 Months | \$ 24,606,488  |
| 2. 12 Months or Longer | \$ 147,977,887 |

## NOTES TO FINANCIAL STATEMENTS

**NOTE 5 Investments (continued from preceding page)**

## (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

Not Applicable.

## F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not Applicable.

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

## (1) Company Policy or Strategies for Engaging in Repo Programs

One outside investment manager invests uninvested cash in overnight repos to capture an incrementally better return than typical custodial STIF rates.

## (2) Type of Repo Trades Used

- a. Bilateral (YES/NO)
- 
- b. Tri-Party (YES/NO)

|     | FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|-----|------------------|-------------------|------------------|-------------------|
| Yes |                  | Yes               |                  |                   |
| No  | No               | No                |                  |                   |

## (3) Original (Flow) &amp; Residual Maturity

- a. Maximum Amount
1. Open – No Maturity
  2. Overnight
  3. 2 Days to 1 Week
  4. > 1 Week to 1 Month
  5. > 1 Month to 3 Months
  6. > 3 Months to 1 Year
  7. > 1 Year

|                          | FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|--------------------------|------------------|-------------------|------------------|-------------------|
| 1. Open – No Maturity    | \$ -             | \$ -              | \$ -             | \$ -              |
| 2. Overnight             | \$ 38,400,000    | \$ 2,800,000      | \$ -             | \$ -              |
| 3. 2 Days to 1 Week      | \$ -             | \$ -              | \$ -             | \$ -              |
| 4. > 1 Week to 1 Month   | \$ -             | \$ -              | \$ -             | \$ -              |
| 5. > 1 Month to 3 Months | \$ -             | \$ -              | \$ -             | \$ -              |
| 6. > 3 Months to 1 Year  | \$ -             | \$ -              | \$ -             | \$ -              |
| 7. > 1 Year              | \$ -             | \$ -              | \$ -             | \$ -              |

- b. Ending Balance
1. Open – No Maturity
  2. Overnight
  3. 2 Days to 1 Week
  4. > 1 Week to 1 Month
  5. > 1 Month to 3 Months
  6. > 3 Months to 1 Year
  7. > 1 Year

|                          |      |      |      |      |
|--------------------------|------|------|------|------|
| 1. Open – No Maturity    | \$ - | \$ - | \$ - | \$ - |
| 2. Overnight             | \$ - | \$ - | \$ - | \$ - |
| 3. 2 Days to 1 Week      | \$ - | \$ - | \$ - | \$ - |
| 4. > 1 Week to 1 Month   | \$ - | \$ - | \$ - | \$ - |
| 5. > 1 Month to 3 Months | \$ - | \$ - | \$ - | \$ - |
| 6. > 3 Months to 1 Year  | \$ - | \$ - | \$ - | \$ - |
| 7. > 1 Year              | \$ - | \$ - | \$ - | \$ - |

## (4) Fair Value Securities Sold and/or Acquired that Resulted in Default

Not Applicable.

## (5) Fair Value of Securities Acquired Under Repo – Secured Borrowing

- a. Maximum Amount
- 
- b. Ending Balance

|                   | FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|-------------------|------------------|-------------------|------------------|-------------------|
| a. Maximum Amount | \$ 38,400,000    | \$ 2,800,000      | \$ -             | \$ -              |
| b. Ending Balance | \$ -             | \$ -              | \$ -             | \$ -              |

## (6) Securities Acquired Under Repo – Secured Borrowing by NAIC Designation

Not Applicable.

## (7) Collateral Provided – Secured Borrowing

- a. Maximum Amount
1. Cash
  2. Securities (FV)
  3. Securities (BACV)
  4. Nonadmitted Subset (BACV)
- b. Ending Balance
1. Cash
  2. Securities (FV)
  3. Securities (BACV)
  4. Nonadmitted Subset (BACV)

|                              | FIRST<br>QUARTER | SECOND<br>QUARTER | THIRD<br>QUARTER | FOURTH<br>QUARTER |
|------------------------------|------------------|-------------------|------------------|-------------------|
| 1. Cash                      | \$ 38,400,000    | \$ 2,800,000      | \$ -             | \$ -              |
| 2. Securities (FV)           | \$ -             | \$ -              | \$ -             | \$ -              |
| 3. Securities (BACV)         | XXX              | XXX               | XXX              | XXX               |
| 4. Nonadmitted Subset (BACV) | XXX              | XXX               | XXX              | XXX               |
| 1. Cash                      | \$ -             | \$ -              | \$ -             | \$ -              |
| 2. Securities (FV)           | \$ -             | \$ -              | \$ -             | \$ -              |
| 3. Securities (BACV)         | \$ -             | \$ -              | \$ -             | \$ -              |
| 4. Nonadmitted Subset (BACV) | \$ -             | \$ -              | \$ -             | \$ -              |

## (8) Allocation of Aggregate Collateral Pledged by Remaining Contractual Maturity

Not Applicable.

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 5 Investments (continued from preceding page)**

(9) Recognized Receivable for Return of Collateral – Secured Borrowing

|                    | FIRST QUARTER | SECOND QUARTER | THIRD QUARTER | FOURTH QUARTER |
|--------------------|---------------|----------------|---------------|----------------|
| a. Maximum Amount  |               |                |               |                |
| 1. Cash            | \$ 38,400,000 | \$ 2,800,000   | \$ -          | \$ -           |
| 2. Securities (FV) | \$ -          | \$ -           | \$ -          | \$ -           |
| b. Ending Balance  |               |                |               |                |
| 1. Cash            | \$ -          | \$ -           | \$ -          | \$ -           |
| 2. Securities (FV) | \$ -          | \$ -           | \$ -          | \$ -           |

(10) Recognized Liability to Return Collateral – Secured Borrowing (Total)

|  | FIRST QUARTER | SECOND QUARTER | THIRD QUARTER | FOURTH QUARTER |
|--|---------------|----------------|---------------|----------------|
| a. Maximum Amount  |               |                |               |                |
| 1. Repo Securities Sold/Acquired with Cash Collateral            | \$ 38,400,000 | \$ 2,800,000   | \$ -          | \$ -           |
| 2. Repo Securities Sold/Acquired with Securities Collateral (FV) | \$ -          | \$ -           | \$ -          | \$ -           |
| b. Ending Balance  |               |                |               |                |
| 1. Repo Securities Sold/Acquired with Cash Collateral            | \$ -          | \$ -           | \$ -          | \$ -           |
| 2. Repo Securities Sold/Acquired with Securities Collateral (FV) | \$ -          | \$ -           | \$ -          | \$ -           |

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)

(1) The number of remaining years of unexpired tax credits was 13 years and the required holding period was 15 years.

(2) The Company recognized tax credits of \$6,437,293 in 2023 and \$2,156,609 in 2022 as well as other tax benefits of \$1,894,515 and \$3,455,087 in 2023 and 2022, respectively.

(3) As of December 31, 2023 and 2022, the Company had \$26,269,286 and \$12,118,589, respectively, invested in low-income housing tax credit ("LIHTC") property investments.

(4) None of the LIHTC investments were subject to regulatory reviews during 2023.

(5) The LIHTC investments do not exceed 10% of the total admitted assets of the Company.

(6) The Company did not record impairments on its LIHTC investments during 2023 and 2022.

(7) Not applicable.

L. Restricted Assets

1. Restricted Assets (Including Pledged)

| Restricted Asset Category  | Gross (Admitted & Nonadmitted) Restricted          |  |   |                  |                       |                                  |              |
|--|--|--|---|------------------|-----------------------|----------------------------------|--------------|
|  | Current Year                                       |  |   |                  |                       | 6                                | 7            |
|  | 1  | 2  | 3   | 4                | 5                     |                                  |              |
| Total General Account (G/A)  | G/A Supporting Protected Cell Account Activity (a) | Total Protected Cell Account Restricted Assets | Protected Cell Account Assets Supporting G/A Activity (b) | Total (1 plus 3) | Total From Prior Year | Increase/ (Decrease) (5 minus 6) |              |
| a. Subject to contractual obligation for which liability is not shown              | \$ -   | \$ -   | \$ -  | \$ -             | \$ -                  | \$ -                             | \$ -         |
| b. Collateral held under security lending agreements                               | \$ -   | \$ -   | \$ -  | \$ -             | \$ -                  | \$ -                             | \$ -         |
| 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  | \$ 5,681,775                                       | \$ -   | \$ -  | \$ -             | \$ 5,681,775          | \$ 5,724,154                     | \$ (42,379)  |
| k. On deposit with other regulatory bodies   | \$ -   | \$ -   | \$ -  | \$ -             | \$ -                  | \$ -                             | \$ -         |
| l. Pledged collateral to FHLB (including assets backing funding agreements)        | \$ -   | \$ -   | \$ -  | \$ -             | \$ -                  | \$ -                             | \$ -         |
| m. Pledged as collateral not captured in other categories                          | \$ 2,580,785                                       | \$ -   | \$ -  | \$ -             | \$ 2,580,785          | \$ 729,158                       | \$ 1,851,627 |
| n. Other restricted assets   | \$ -   | \$ -   | \$ -  | \$ -             | \$ -                  | \$ -                             | \$ -         |
| o. Total Restricted Assets (Sum of a through n)                                    | \$ 8,262,560                                       | \$ -   | \$ -  | \$ -             | \$ 8,262,560          | \$ 6,453,312                     | \$ 1,809,248 |

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 5 Investments (continued from preceding page)**

| Restricted Asset Category  | Current Year                           |  |  |  |
|--|--|--|--|--|
|  | 8<br><br>Total Non-admitted Restricted | 9<br><br>Total Admitted Restricted (5 minus 8) | Percentage   |  |
|  |  |  | 10<br><br>Gross (Admitted & Non-admitted) Restricted to Total Assets (c) | 11<br><br>Admitted Restricted to Total Admitted Assets (d) |
| a. Subject to contractual obligation for which liability is not shown              | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| b. Collateral held under security lending agreements                               | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| c. Subject to repurchase agreements  | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| d. Subject to reverse repurchase agreements  | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| e. Subject to dollar repurchase agreements   | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| f. Subject to dollar reverse repurchase agreements                                 | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| g. Placed under option contracts   | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| h. Letter stock or securities restricted as to sale - excluding FHLB capital stock | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| i. FHLB capital stock  | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| j. On deposit with states  | \$ -                                   | \$ 5,681,775                                   | 0.019%   | 0.019%   |
| k. On deposit with other regulatory bodies   | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| l. Pledged collateral to FHLB (including assets backing funding agreements)        | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| m. Pledged as collateral not captured in other categories                          | \$ -                                   | \$ 2,580,785                                   | 0.009%   | 0.009%   |
| n. Other restricted assets   | \$ -                                   | \$ -   | 0.000%   | 0.000%   |
| <b>o. Total Restricted Assets (Sum of a through n)</b>                             | <b>\$ -</b>                            | <b>\$ 8,262,560</b>                            | <b>0.027%</b>  | <b>0.028%</b>  |

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

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

| Description of Assets                             | Gross (Admitted & Nonadmitted) Restricted |   |   |  |                           | 6                 | 7                   | 8<br><br>Total Current Year Admitted Restricted | Percentage   |  |
|---|---|---|---|--|---------------------------|-------------------|---------------------|---|--|--|
|   | Current Year                              |   |   |  |                           |                   |                     |   | 9<br><br>Gross (Admitted & Nonadmitted) Restricted to Total Assets | 10<br><br>Admitted Restricted to Total Admitted Assets |
|   | 1<br><br>Total General Account (G/A)      | 2<br><br>G/A Supporting Protected Cell Account Activity (a) | 3<br><br>Total Protected Cell Account (S/A) Restricted Assets | 4<br><br>Protected Cell Account Assets Supporting G/A Activity (b) | 5<br><br>Total (1 plus 3) |                   |                     |   |  |  |
| Collateral pledged for derivative futures trading | \$ 2,580,785                              | \$ -  | \$ -  | \$ -   | \$ 2,580,785              | \$ 729,158        | \$ 1,851,627        | \$ 2,580,785                                    | 0.009%   | 0.009%   |
| <b>Total (c)</b>                                  | <b>\$ 2,580,785</b>                       | <b>\$ -</b>   | <b>\$ -</b>   | <b>\$ -</b>  | <b>\$ 2,580,785</b>       | <b>\$ 729,158</b> | <b>\$ 1,851,627</b> | <b>\$ 2,580,785</b>                             | <b>0.009%</b>  | <b>0.009%</b>  |

- (a) Subset of column 1
- (b) Subset of column 3
- (c) Total Line for Columns 1 through 7 should equal 5L(1)m Columns 1 through 7 respectively and Total Line for Columns 8 through 10 should equal 5L(1)m Columns 9 through 11 respectively.

3. Detail of Other Restricted Assets

Not Applicable.

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

Not Applicable.

M. Working Capital Finance Investments

Not Applicable.

N. Offsetting and Netting of Assets and Liabilities

Not Applicable.

O. 5GI Securities

Not Applicable.

P. Short Sales

Not Applicable.

Q. Prepayment Penalty and Acceleration Fees

|  | General Account | Protected Cell |
|--|-----------------|----------------|
| 1. Number of CUSIPs                      | 17              | 0              |
| 2. Aggregate Amount of Investment Income | \$ 216,046      | \$ -           |

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

Not Applicable.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 6 Joint Ventures, Partnerships and Limited Liability Companies

- A. Investments in Joint Ventures, Partnerships and Limited Liability Companies that Exceed 10% of Ownership

Not Applicable.

- B. Investments in Impaired Joint Ventures, Partnerships and Limited Liability Companies

During 2023 the Company recognized an other than temporary impairment on the private equity investment TWO SIGMA CHINA CORE EQUITY FUND, LP. This investment was determined to be other-than-temporarily-impaired due to its significantly depressed fair value for an extended period of time.

The private equity investment was written down to a total fair value of \$17,917,908 resulting in a realized loss of \$7,082,092. The fair value was determined based on the equity value of the private equity holding.

The Company invests in limited liability companies that generate federal and state tax credits available for the Company's use. In 2023 the Company recognized \$62,485,990 of impairment losses on these investments based on the audited equity balances of the investees.

### 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, 2023, or as of December 31, 2022.

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

| Interest Income Due and Accrued | Amount        |
|---------------------------------|---------------|
| 1. Gross                        | \$ 66,595,542 |
| 2. Nonadmitted                  | \$ -          |
| 3. Admitted                     | \$ 66,595,542 |

- D. The aggregate deferred interest.

Not Applicable.

- E. The cumulative amounts of paid-in-kind (PIK) interest included in the current principal balance.

Not Applicable.

### NOTE 8 Derivative Instruments

- A. Derivatives under SSAP No. 86—Derivatives

- (1) A discussion of the market risk, credit risk and cash requirements of the derivative.

Derivatives are financial contracts, the value of which is derived from underlying interest rates, foreign exchange rates, credit, equity price movements, indices or other market risks arising from on-balance sheet financial instruments and selected anticipated transactions. The Company's principal derivative exposures to market risk are interest rate risk, foreign exchange (FX) risk, and equity market risk. Interest rate risk pertains to the change in fair value of the derivative instruments as a result of changes in market interest rates. Similarly, the Company's equity index options may fluctuate in value based on movements in equity indices. The Company's FX forward contracts may fluctuate based on changes in foreign exchange rates between the US dollar and other major currencies. The Company may be exposed to credit-related losses in the event of nonperformance by counterparties to the derivative financial instruments. The current credit exposure of the Company's derivative contracts is limited to the fair value in excess of the collateral pledged at the reporting date. The Company manages its credit risk by entering into transactions with creditworthy counterparties, entering into master netting agreements that provide for a netting of payments and receipts with a single counterparty, and monitoring its derivative credit exposure as part of its overall risk management program. The Company has cash totaling \$2,580,785 pledged as collateral to facilitate derivative trading.

- (2) A description of the reporting entity's objectives for using derivatives, i.e., hedging, income generation or replication, as well as a description of the context needed to understand those objectives and its strategies for achieving those objectives, including the identification of the category, e.g., fair value hedges, cash flow hedges, or foreign currency hedges, and for all objectives, the type of instrument(s) used.

The Company maintains derivative contracts to manage certain economic risks inherent to the investment portfolios. The Company does not designate any derivative contracts as effective hedging relationships under SSAP 86; the derivatives are classified as other hedging relationships.

The Company uses exchange-traded interest rate futures primarily to economically mitigate interest rate risk associated with the Company's fixed-income portfolio. The Company utilizes exchange-traded interest rate futures in other hedging relationships. Equity index options are contractual agreements whereby the holder has the right, but not the obligation, to buy or sell a call or a put option on an underlying equity market index on or before a specified future date at a specified price. The Company utilizes equity index options in other hedging relationships. FX forward contracts are OTC contracts utilized to mitigate foreign exchange risks of future cash flows. The Company utilizes FX forwards in other hedging relationships.

- (3) A description of the accounting policies for recognizing (or reasons for not recognizing) and measuring the derivatives used, and when recognized and where those instruments and related gains and losses are reported.

The positions are marked to fair value at the end of each reporting period. The related unrealized gain or loss flows through the Change in Net Unrealized Capital Gains or (Losses) on the Statement of Income. Realized gains or losses on dispositions flow through the Investment Income section of the Statement of Income. Derivatives Assets are shown on Line 7 on the Assets page.

- (4) Identification of whether the reporting entity has derivative contracts with financing premiums. (For purposes of this term, this includes scenarios in which the premium cost is paid at the end of the derivative contract or throughout the derivative contract.)

The Company had no derivative activity prior to 2022 did not enter into any derivative transactions with financing premiums.

- (5) - (9) Not Applicable.

- B. Derivatives under SSAP No. 108—Derivative Hedging Variable Annuity Guarantees

Not Applicable.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 9 Income Taxes

#### A. Deferred Tax Assets/(Liabilities)

##### 1. Components of Net Deferred Asset/(Liability)

|  | As of End of Current Period |                  |                              | 12/31/2022      |                  |                              | Change                          |                                |                              |
|--|-----------------------------|------------------|------------------------------|-----------------|------------------|------------------------------|---------------------------------|--------------------------------|------------------------------|
|  | (1)<br>Ordinary             | (2)<br>Capital   | (3)<br>(Col. 1 + 2)<br>Total | (4)<br>Ordinary | (5)<br>Capital   | (6)<br>(Col. 4 + 5)<br>Total | (7)<br>(Col. 1 - 4)<br>Ordinary | (8)<br>(Col. 2 - 5)<br>Capital | (9)<br>(Col. 7 + 8)<br>Total |
| (a) Gross Deferred Tax Assets  | \$ 527,563,286              | \$ 227,183,517   | \$ 754,746,803               | \$ 434,058,040  | \$ 229,103,622   | \$ 663,161,662               | \$ 93,505,246                   | \$ (1,920,105)                 | \$ 91,585,141                |
| (b) Statutory Valuation Allowance Adjustment                               | \$ 71,891                   | \$ -             | \$ 71,891                    | \$ 1,115,805    | \$ -             | \$ 1,115,805                 | \$ (1,043,914)                  | \$ -                           | \$ (1,043,914)               |
| (c) Adjusted Gross Deferred Tax Assets (1a - 1b)                           | \$ 527,491,395              | \$ 227,183,517   | \$ 754,674,912               | \$ 432,942,235  | \$ 229,103,622   | \$ 662,045,857               | \$ 94,549,160                   | \$ (1,920,105)                 | \$ 92,629,055                |
| (d) Deferred Tax Assets Nonadmitted  | \$ -                        | \$ -             | \$ -                         | \$ -            | \$ -             | \$ -                         | \$ -                            | \$ -                           | \$ -                         |
| (e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)                     | \$ 527,491,395              | \$ 227,183,517   | \$ 754,674,912               | \$ 432,942,235  | \$ 229,103,622   | \$ 662,045,857               | \$ 94,549,160                   | \$ (1,920,105)                 | \$ 92,629,055                |
| (f) Deferred Tax Liabilities   | \$ 52,694,134               | \$ 827,004,863   | \$ 879,698,997               | \$ 56,130,650   | \$ 582,665,415   | \$ 638,796,065               | \$ (3,436,516)                  | \$ 244,339,448                 | \$ 240,902,932               |
| (g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f) | \$ 474,797,261              | \$ (599,821,346) | \$ (125,024,085)             | \$ 376,811,585  | \$ (353,561,793) | \$ 23,249,792                | \$ 97,985,676                   | \$ (246,259,553)               | \$ (148,273,877)             |

##### 2. Admission Calculation Components SSAP No. 101

|   | As of End of Current Period |                |                              | 12/31/2022      |                |                              | Change                          |                                |                              |
|---|-----------------------------|----------------|------------------------------|-----------------|----------------|------------------------------|---------------------------------|--------------------------------|------------------------------|
|   | (1)<br>Ordinary             | (2)<br>Capital | (3)<br>(Col. 1 + 2)<br>Total | (4)<br>Ordinary | (5)<br>Capital | (6)<br>(Col. 4 + 5)<br>Total | (7)<br>(Col. 1 - 4)<br>Ordinary | (8)<br>(Col. 2 - 5)<br>Capital | (9)<br>(Col. 7 + 8)<br>Total |
| (a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks  | \$ 308,550,895              | \$ -           | \$ 308,550,895               | \$ 221,533,383  | \$ -           | \$ 221,533,383               | \$ 87,017,512                   | \$ -                           | \$ 87,017,512                |
| (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) | \$ 40,150,863               | \$ -           | \$ 40,150,863                | \$ 52,942,889   | \$ -           | \$ 52,942,889                | \$ (12,792,026)                 | \$ -                           | \$ (12,792,026)              |
| 1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.   | \$ 40,150,863               | \$ -           | \$ 40,150,863                | \$ 52,942,889   | \$ -           | \$ 52,942,889                | \$ (12,792,026)                 | \$ -                           | \$ (12,792,026)              |
| 2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.   | XXX                         | XXX            | \$ 3,200,494,030             | XXX             | XXX            | \$ 2,629,746,698             | XXX                             | XXX                            | \$ 570,747,332               |
| (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.   | \$ 178,789,637              | \$ 227,183,517 | \$ 405,973,154               | \$ 158,465,963  | \$ 229,103,622 | \$ 387,569,585               | \$ 20,323,674                   | \$ (1,920,105)                 | \$ 18,403,569                |
| (d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))   | \$ 527,491,395              | \$ 227,183,517 | \$ 754,674,912               | \$ 432,942,235  | \$ 229,103,622 | \$ 662,045,857               | \$ 94,549,160                   | \$ (1,920,105)                 | \$ 92,629,055                |

##### 3. Other Admissibility Criteria

|  | 2023              | 2022              |
|--|-------------------|-------------------|
| a. Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount.                               | 815.807%          | 774.445%          |
| b. Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above. | \$ 21,340,099,737 | \$ 17,537,188,564 |

##### 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.

|  | As of End of Current Period |                | 12/31/2022      |                | Change                          |                                |
|--|-----------------------------|----------------|-----------------|----------------|---------------------------------|--------------------------------|
|  | (1)<br>Ordinary             | (2)<br>Capital | (3)<br>Ordinary | (4)<br>Capital | (5)<br>(Col. 1 - 3)<br>Ordinary | (6)<br>(Col. 2 - 4)<br>Capital |
| 1. Adjusted Gross DTAs amount from Note 9A1(c)   | \$ 527,491,395              | \$ 227,183,517 | \$ 432,942,235  | \$ 229,103,622 | \$ 94,549,160                   | \$ (1,920,105)                 |
| 2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies                  | 0.000%                      | 0.000%         | 0.000%          | 0.000%         | 0.000%                          | 0.000%                         |
| 3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)  | \$ 527,491,395              | \$ 227,183,517 | \$ 432,942,235  | \$ 229,103,622 | \$ 94,549,160                   | \$ (1,920,105)                 |
| 4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies | 0.000%                      | 0.000%         | 0.000%          | 0.000%         | 0.000%                          | 0.000%                         |

b. Do the Company's tax-planning strategies include the use of reinsurance? Yes  No

#### B. Deferred Tax Liabilities Not Recognized

Not Applicable.

#### C. Current and Deferred Income Taxes

Beginning in 2022, the Company has elected the 90-10 de minimis rule in Treas. Reg. § 1.263-1(G)(4)(II) regarding its method of identifying and allocating IRS §263A costs to self-constructed assets. As this change in method is from one permissible method to another permissible method of accounting, the change was automatic. The election created a substantial deduction from book income recognized in current and deferred taxes in 2023.

The Inflation Reduction Act (Act) was enacted on August 16, 2022, and included a new corporate alternative minimum tax (CAMT). The Act and the CAMT are effective for tax years beginning after 2022. Factory Mutual Insurance Company is an applicable corporation. There is no CAMT recognized for 2023 in current or deferred taxes.

The Company invests in partnerships which make equity investments in projects eligible to receive historic, energy, low-income housing and new market tax credits, collectively investment tax credits. The investments are accounted for under the equity method and reported within other invested assets. The tax credits, when realized, are recognized as a reduction of tax expense under the flow-through method, at which time the corresponding equity investment is written-down to reflect the remaining value of the future benefits to be realized. For the years ended December 31, 2023 and 2022 the Company recognized investment tax credits of \$114,117,563 and \$37,907,491 respectively. The equity investment write-down is reflected within net realized capital gains, in the Statement of Income. There are no investment tax credit carryforwards at December 31, 2023 or 2022.

## NOTES TO FINANCIAL STATEMENTS

**NOTE 9 Income Taxes (continued from preceding page)**

|   | (1)<br>As of End of<br>Current Period | (2)<br>12/31/2022 | (3)<br>(Col. 1 - 2)<br>Change |
|---|---------------------------------------|-------------------|-------------------------------|
| 1. Current Income Tax                                       |                                       |                   |                               |
| (a) Federal   | \$ 266,527,883                        | \$ (145,921,293)  | \$ 412,449,176                |
| (b) Foreign   | \$ 54,770,672                         | \$ 20,347,970     | \$ 34,422,702                 |
| (c) Subtotal (1a+1b)  | \$ 321,298,555                        | \$ (125,573,323)  | \$ 446,871,878                |
| (d) Federal income tax on net capital gains                 | \$ 79,896,087                         | \$ 107,339,106    | \$ (27,443,019)               |
| (e) Utilization of capital loss carry-forwards              | \$ -                                  | \$ -              | \$ -                          |
| (f) Other   | \$ -                                  | \$ -              | \$ -                          |
| (g) Federal and foreign income taxes incurred (1c+1d+1e+1f) | \$ 401,194,642                        | \$ (18,234,217)   | \$ 419,428,859                |
| 2. Deferred Tax Assets:                                     |                                       |                   |                               |
| (a) Ordinary:   |                                       |                   |                               |
| (1) Discounting of unpaid losses                            | \$ 14,949,765                         | \$ 14,144,308     | \$ 805,457                    |
| (2) Unearned premium reserve                                | \$ 112,032,162                        | \$ 91,665,749     | \$ 20,366,413                 |
| (3) Policyholder reserves                                   | \$ -                                  | \$ -              | \$ -                          |
| (4) Investments   | \$ -                                  | \$ -              | \$ -                          |
| (5) Deferred acquisition costs                              | \$ -                                  | \$ -              | \$ -                          |
| (6) Policyholder dividends accrual                          | \$ -                                  | \$ -              | \$ -                          |
| (7) Fixed assets  | \$ 48,689,443                         | \$ 2,028,825      | \$ 46,660,618                 |
| (8) Compensation and benefits accrual                       | \$ 103,041,423                        | \$ 88,541,299     | \$ 14,500,124                 |
| (9) Pension accrual   | \$ 57,221,825                         | \$ 57,491,687     | \$ (269,862)                  |
| (10) Receivables - nonadmitted                              | \$ 17,087,266                         | \$ 18,212,901     | \$ (1,125,635)                |
| (11) Net operating loss carry-forward                       | \$ -                                  | \$ -              | \$ -                          |
| (12) Tax credit carry-forward                               | \$ 20,495,654                         | \$ 3,944,130      | \$ 16,551,524                 |
| (13) Other  | \$ 154,045,748                        | \$ 158,029,141    | \$ (3,983,393)                |
| (99) Subtotal (sum of 2a1 through 2a13)                     | \$ 527,563,286                        | \$ 434,058,040    | \$ 93,505,246                 |
| (b) Statutory valuation allowance adjustment                | \$ 71,891                             | \$ 1,115,805      | \$ (1,043,914)                |
| (c) Nonadmitted   | \$ -                                  | \$ -              | \$ -                          |
| (d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)  | \$ 527,491,395                        | \$ 432,942,235    | \$ 94,549,160                 |
| (e) Capital:  |                                       |                   |                               |
| (1) Investments   | \$ 227,183,517                        | \$ 229,103,622    | \$ (1,920,105)                |
| (2) Net capital loss carry-forward                          | \$ -                                  | \$ -              | \$ -                          |
| (3) Real estate   | \$ -                                  | \$ -              | \$ -                          |
| (4) Other   | \$ -                                  | \$ -              | \$ -                          |
| (99) Subtotal (2e1+2e2+2e3+2e4)                             | \$ 227,183,517                        | \$ 229,103,622    | \$ (1,920,105)                |
| (f) Statutory valuation allowance adjustment                | \$ -                                  | \$ -              | \$ -                          |
| (g) Nonadmitted   | \$ -                                  | \$ -              | \$ -                          |
| (h) Admitted capital deferred tax assets (2e99 - 2f - 2g)   | \$ 227,183,517                        | \$ 229,103,622    | \$ (1,920,105)                |
| (i) Admitted deferred tax assets (2d + 2h)                  | \$ 754,674,912                        | \$ 662,045,857    | \$ 92,629,055                 |
| 3. Deferred Tax Liabilities:                                |                                       |                   |                               |
| (a) Ordinary:   |                                       |                   |                               |
| (1) Investments   | \$ 5,485,791                          | \$ 9,418,123      | \$ (3,932,332)                |
| (2) Fixed assets  | \$ 2,337,243                          | \$ 3,423,836      | \$ (1,086,593)                |
| (3) Deferred and uncollected premium                        | \$ -                                  | \$ -              | \$ -                          |
| (4) Policyholder reserves                                   | \$ -                                  | \$ -              | \$ -                          |
| (5) Other   | \$ 44,871,100                         | \$ 43,288,691     | \$ 1,582,409                  |
| (99) Subtotal   | \$ 52,694,134                         | \$ 56,130,650     | \$ (3,436,516)                |
| (b) Capital:  |                                       |                   |                               |
| (1) Investments   | \$ 827,004,863                        | \$ 582,665,415    | \$ 244,339,448                |
| (2) Real estate   | \$ -                                  | \$ -              | \$ -                          |
| (3) Other   | \$ -                                  | \$ -              | \$ -                          |
| (99) Subtotal (3b1+3b2+3b3)                                 | \$ 827,004,863                        | \$ 582,665,415    | \$ 244,339,448                |
| (c) Deferred tax liabilities (3a99 + 3b99)                  | \$ 879,698,997                        | \$ 638,796,065    | \$ 240,902,932                |
| 4. Net deferred tax assets/liabilities (2i - 3c)            | \$ (125,024,085)                      | \$ 23,249,792     | \$ (148,273,877)              |

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

|   | As of End of<br>Current Period | Effective Tax Rate |
|---|--------------------------------|--------------------|
| Provision computed at statutory rate      | \$ 419,402,801                 | 21.0%              |
| Tax exempt interest                       | \$ (5,478,857)                 | -0.3%              |
| Dividends received deduction              | \$ (13,700,244)                | -0.7%              |
| Proration of tax exempt investment income | \$ 4,794,775                   | 0.2%               |
| Nondeductible expenses                    | \$ 3,988,164                   | 0.2%               |
| Other permanent adjustments               | \$ (6,292,574)                 | -0.3%              |
| Tax on change in non-admitted assets      | \$ (8,009,912)                 | -0.4%              |
| Tax on other surplus adjustments          | \$ (8,833,409)                 | -0.3%              |
| Impact of foreign operations              | \$ (13,612,478)                | -0.7%              |
| Tax credits                               | \$ (80,899,569)                | -4.1%              |
| True-ups and other adjustments to tax     | \$ 13,770,047                  | 0.7%               |
| Other adjustments to tax                  | \$ 327                         | 0.0%               |
| <b>Total Tax</b>                          | <b>\$ 305,129,071</b>          | <b>15.3%</b>       |
| <b>Reconciliation</b>                     |                                |                    |
| Federal and foreign income taxes incurred | \$ 321,298,555                 | 16.1%              |
| Realized capital gains (losses) tax       | \$ 79,896,087                  | 4.0%               |
| Change in Deferred Tax                    | \$ (96,065,571)                | -4.8%              |
| <b>Total Tax</b>                          | <b>\$ 305,129,071</b>          | <b>15.3%</b>       |

## NOTES TO FINANCIAL STATEMENTS

**NOTE 9 Income Taxes (continued from preceding page)**
**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:

| Description (Operating loss or Tax Credit Carry Forward) | Amounts      | Generated | Year of Expiration |
|--|--------------|-----------|--------------------|
| Foreign Tax Credit Carryforward                          | \$262,797    | 2022      | 2032               |
| Foreign Tax Credit Carryforward                          | \$20,495,654 | 2023      | 2033               |

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       |
|------|---------------|
| 2023 | \$308,879,917 |
| 2022 | \$62,172,357  |
| 2021 | \$217,062,344 |

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            | Corporate Insurance Services, Inc. |
| Appalachian Insurance Company              | Watch Hill Insurance Company       |
| Risk Engineering Insurance Company Limited |                                    |

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)**

- 1a. Has the entity fully remitted the RTT? NO

- 1b. The total Repatriation Transition Tax calculated in the 2017 tax return as a result of TCJA was \$14.7 million. The entire tax amount is recognized as a reduction to the net operating loss carryback to previous tax years. The amount due has not been settled, but a payable for this amount has been established and is included as a component of the net federal income tax recoverable on the balance sheet.

**I. Alternative Minimum Tax (AMT) Credit**

Not Applicable.

**NOTE 10 Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**
**A. Nature of the Relationship Involved**

The Company is not directly or indirectly owned or controlled by any other company, corporation, group of companies, partnership or individual.

**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 FN10-D.

## NOTES TO FINANCIAL STATEMENTS

**NOTE 10 Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties (continued from preceding page)**
**D. Amounts Due To/From Related Parties**

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

| Affiliate   | 2023                    | 2022                    |
|---|-------------------------|-------------------------|
| Affiliated FM Insurance Company                   | \$ (173,854,250)        | \$ (315,298,240)        |
| Appalachian Insurance Company                     | (11,282,043)            | (1,973,876)             |
| FM Insurance Company Ltd.                         | (9,376,260)             | 8,629,827               |
| FM Insurance Europe S.A.                          | 37,511,948              | 271,289,664             |
| FM Global de Mexico S.A. de C.V.                  | (96,410,208)            | (60,530,192)            |
| FMIC Holdings Inc.                                | 344,447                 | 35,208                  |
| FM do Brasil Servicos de Prevencao de Perdas LTDA | (1,582,119)             | (2,504,949)             |
| FMIC Escritorio de Representacao No Brasil LTDA   | (463,193)               | (417,713)               |
| Corporate Insurance Services, Inc.                | 122,151                 | 164,500                 |
| FM Approvals LLC                                  | (11,834,415)            | (8,036,172)             |
| FM Global Science and Technology Europe S.a.r.l.  | 37,902                  | -                       |
| FM Engineering Consulting (Shanghai) Co. Ltd.     | 1,481,465               | 1,026,128               |
| FM Global Services LLC                            | (1,039,865)             | (531,417)               |
| FMRE Holdings LLC                                 | (626,348)               | (639,456)               |
| Risk Engineering Insurance Company Limited        | 6,151,665               | (6,763,549)             |
| <b>Totals</b>                                     | <b>\$ (260,819,123)</b> | <b>\$ (115,550,237)</b> |

Settlement terms/procedures are 60 or 90 days from the end of each quarter.

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

The Company provides certain accounting management and other services to its affiliates. Management fees are charged to affiliates for services rendered.

**F. Guarantees or Undertakings**

The Company has entered into Performance Guarantee agreements with its affiliates FM Insurance Company Ltd, FM Insurance Europe S.A., Affiliated FM Insurance Company, FM Asia Holdings Pte. Ltd., and FM Global de Mexico S.A. de C.V. See Note 14A for further information.

**G. Nature of the Control Relationship**

Not Applicable.

**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**

The Company's wholly-owned investment in FMIC Holdings, Inc. is valued utilizing the look-through approach as indicated in Item L. The Company's investment in Affiliated FM Insurance Company, a wholly owned downstream insurance company subsidiary of FMIC Holdings, Inc., was \$3,304,679,421 as of December 31, 2023, which is its statutory equity value.

As of December 31, 2023, Affiliated FM Insurance Company's admitted assets and liabilities were \$5,142,574,575 and \$1,837,895,154, respectively and had net income of \$333,946,806.

**J. Investments in Impaired SCAs**

Not Applicable.

**K. Investment in Foreign Insurance Subsidiary**

Not Applicable.

**L. Investment in Downstream Noninsurance Holding Company**

The Company utilizes the look-through approach for the valuation of a downstream non-insurance holding company (FMIC Holdings, Inc.) instead of obtaining audited financial statements of the downstream non-insurance holding company, and therefore makes the following disclosures:

- The carrying value of the downstream non-insurance company is \$4,971,006,693.
- The financial statements of the downstream non-insurance company are not audited.
- The reporting entity has limited the value of its investment in the downstream non-insurance holding company to the value contained in the audited financial statements of applicable SCA entities owned by the downstream non-insurance holding company, and valued in accordance with SSAP 97.
- All liabilities, commitments, contingencies, guarantees or obligations of the downstream non-insurance holding company, which are required to be recorded as liabilities, commitments, contingencies, guarantees or obligations under applicable accounting guidance, are reflected in the reporting entity's determination of the carrying value of the investment in the downstream non-insurance holding company, if not already recorded in the financial statements of the downstream non-insurance holding company.

**NOTES TO FINANCIAL STATEMENTS**

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

M. All SCA Investments

The NAIC agreed with the company's prior year admitted values in all of its non-insurance SCA entity SUB 2 filings.

(1) Balance Sheet Value (Admitted and Nonadmitted) All SCAs (Except 8bi Entities)

| SCA Entity  | Percentage of SCA Ownership | Gross Amount     | Admitted Amount  | Nonadmitted Amount |
|---|-----------------------------|------------------|------------------|--------------------|
| <b>a. SSAP No. 97 8a Entities</b>                                     |                             |                  |                  |                    |
| Total SSAP No. 97 8a Entities   | XXX                         | \$ -             | \$ -             | \$ -               |
| <b>b. SSAP No. 97 8b(ii) Entities</b>                                 |                             |                  |                  |                    |
| FMIC Escritorio de Representacao no Brazil LTDA                       | 100.0%                      | \$ -             | \$ -             | \$ -               |
| Total SSAP No. 97 8b(ii) Entities                                     | XXX                         | \$ -             | \$ -             | \$ -               |
| <b>c. SSAP No. 97 8b(iii) Entities</b>                                |                             |                  |                  |                    |
| FMRE Holdings LLC   | 100.0%                      | \$ 1,342,746,032 | \$ 1,342,746,032 | \$ -               |
| FM Approvals LLC  | 100.0%                      | \$ -             | \$ -             | \$ -               |
| FM Global Science and Technology S.a.r.l.                             | 100.0%                      | \$ -             | \$ -             | \$ -               |
| Total SSAP No. 97 8b(iii) Entities                                    | XXX                         | \$ 1,342,746,032 | \$ 1,342,746,032 | \$ -               |
| <b>d. SSAP No. 97 8b(iv) Entities</b>                                 |                             |                  |                  |                    |
| FM Global de Mexico S.A de C.V.                                       | 100.0%                      | \$ -             | \$ -             | \$ -               |
| FM Insurance Company Limited  | 100.0%                      | \$ 1,065,457,876 | \$ 1,065,457,876 | \$ -               |
| Risk Engineering Insurance Company Limited                            | 100.0%                      | \$ 1,397,634,946 | \$ 1,397,634,946 | \$ -               |
| FM Insurance Europe S.A.  | 100.0%                      | \$ 783,124,292   | \$ 783,124,292   | \$ -               |
| Total SSAP No. 97 8b(iv) Entities                                     | XXX                         | \$ 3,246,217,114 | \$ 3,246,217,114 | \$ -               |
| <b>e. Total SSAP No. 97 8b Entities (except 8bi entities) (b+c+d)</b> | XXX                         | \$ 4,588,963,146 | \$ 4,588,963,146 | \$ -               |
| <b>f. Aggregate Total (a+ e)</b>                                      | XXX                         | \$ 4,588,963,146 | \$ 4,588,963,146 | \$ -               |

(2) NAIC Filing Response Information

| SCA Entity<br>(Should be same entities as shown in M(1) above.)       | Type of NAIC Filing * | Date of Filing to the NAIC | NAIC Valuation Amount | NAIC Response Received Yes/No | NAIC Disallowed Entities Valuation Method, Resubmission Required Yes/No | Code ** |
|---|-----------------------|----------------------------|-----------------------|-------------------------------|---|---------|
| <b>a. SSAP No. 97 8a Entities</b>                                     |                       |                            |                       |                               |   |         |
| Total SSAP No. 97 8a Entities   | XXX                   | XXX                        | \$ -                  | XXX                           | XXX   | XXX     |
| <b>b. SSAP No. 97 8b(ii) Entities</b>                                 |                       |                            |                       |                               |   |         |
| FMIC Escritorio de Representacao no Brazil LTDA                       |                       |                            | \$ -                  |                               |   |         |
| Total SSAP No. 97 8b(ii) Entities                                     | XXX                   | XXX                        | \$ -                  | XXX                           | XXX   | XXX     |
| <b>c. SSAP No. 97 8b(iii) Entities</b>                                |                       |                            |                       |                               |   |         |
| FMRE Holdings LLC   |                       |                            | \$ 1,342,746,032      |                               |   |         |
| FM Approvals LLC  |                       |                            | \$ -                  |                               |   |         |
| FM Global Science and Technology S.a.r.l.                             |                       |                            | \$ -                  |                               |   |         |
| Total SSAP No. 97 8b(iii) Entities                                    | XXX                   | XXX                        | \$ 1,342,746,032      | XXX                           | XXX   | XXX     |
| <b>d. SSAP No. 97 8b(iv) Entities</b>                                 |                       |                            |                       |                               |   |         |
| FM Global de Mexico S.A de C.V.                                       | S2                    | 06/15/2023                 | \$ -                  | Yes                           | No  |         |
| FM Insurance Company Limited  | S2                    | 06/15/2023                 | \$ 1,065,457,876      | Yes                           | No  |         |
| Risk Engineering Insurance Company Limited                            | S2                    | 06/15/2023                 | \$ 1,397,634,946      | Yes                           | No  |         |
| FM Insurance Europe S.A.  | S2                    | 06/15/2023                 | \$ 783,124,292        | Yes                           | No  |         |
| Total SSAP No. 97 8b(iv) Entities                                     | XXX                   | XXX                        | \$ 3,246,217,114      | XXX                           | XXX   | XXX     |
| <b>e. Total SSAP No. 97 8b Entities (except 8bi entities) (b+c+d)</b> | XXX                   | XXX                        | \$ 4,588,963,146      | XXX                           | XXX   | XXX     |
| <b>f. Aggregate Total (a+e)</b>                                       | XXX                   | XXX                        | \$ 4,588,963,146      | XXX                           | XXX   | XXX     |

\* S1 - Sub-1, S2 - Sub-2 or RDF - Resubmission of Disallowed Filing

\*\* I - Immaterial or M - Material

Risk Engineering Insurance Company Limited is a subsidiary of FMIC Holdings, Inc., a downstream non-insurance holding company, described above in Note 10(L). The value of Risk Engineering Insurance Company Limited is included within the SUB-2 filing for FMIC Holdings, Inc.

N. Investment in Insurance SCAs

(1) Accounting Practice that Differs from NAIC Statutory Accounting Practices and Procedures

The Company's reported insurance SCA investments include one insurance company that has a permitted practice. Specifically, Affiliated FM Insurance Company (NAIC # 10014), applies paragraph 5(a) of SSAP 23, rather than paragraph 5(b) of SSAP 23, with respect to the methodology applied in translating its 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 Affiliated FM Insurance Company's balance sheet to USD is \$74,721,412 which appears on line 17 - "Net adjustment in assets and liabilities due to foreign exchange rates", on page 3 - "Liabilities" of its 2023 annual statement. There is no net impact on surplus for this practice, and the effect on 2023 net income would be a decrease to net income in the amount of \$4,698,918 (which would be offset by a corresponding increase to surplus).

## NOTES TO FINANCIAL STATEMENTS

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

## (2) Monetary Effect on Net Income and Surplus

| SCA Entity<br>(Investments in Insurance SCA Entities) | Monetary Effect on NAIC SAP           |                                    | Amount of Investment            |  |
|---|---------------------------------------|------------------------------------|---------------------------------|--|
|   | Net Income<br>Increase/<br>(Decrease) | Surplus<br>Increase/<br>(Decrease) | Per Audited<br>Statutory Equity | If the Insurance<br>SCA Had<br>Completed<br>Statutory<br>Financial<br>Statements * |
| AFFILIATED INSURANCE COMPANY                          | \$ (4,698,918)                        | \$ -                               | \$ 3,304,679,421                | \$ 3,304,679,421   |

\* Per AP&amp;P Manual (without permitted or prescribed practices)

## (3) RBC Regulatory Event Because of Prescribed or Permitted Practice

Since there is no impact on surplus from this permitted practice, there is no effect on risk-based capital that would have triggered a regulatory event. There is no difference in the amount of the Company's investment in Affiliated FM Insurance Company from applying the permitted practice, rather than applying NAIC statutory accounting principles.

## 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

## (1) Change in benefit obligation

The Company sponsors certain noncontributory retirement income plans. For the vast majority of employees, the benefits are generally based on years of service and the average of the highest consecutive 60 months of the employee's compensation within the 120 months prior to retirement. The Company's funding policy is to maintain a sufficiently funded level to ensure benefit security and to vary contribution levels as appropriate to business conditions. The Company also has supplemental retirement plans that are noncontributory defined benefit plans covering certain employees.

The Company provides healthcare and life insurance benefits for certain retired employees and their dependents. Employees hired on or after January 1, 2000, and employees that were active employees on January 1, 2000 and had not reached the age of 30 as of January 1, 2000, are not eligible for retiree medical benefits. Eligibility of other employees hired prior to January 1, 2000 and retiring subsequent to that date depends on whether they meet certain age and service requirements at retirement. The plan is generally contributory, with retiree contributions adjusted annually. Certain retirees transitioned to the individual Medicare market effective January 1, 2014 and January 1, 2019. Certain other retirees transitioned on January 1, 2020. Retirees and dependents enrolled in the individual Medicare market participate in a Retiree Health Reimbursement Account.

## a. Pension Benefits

|  | Overfunded       |                  | Underfunded     |                  |
|--|------------------|------------------|-----------------|------------------|
|  | 2023             | 2022             | 2023            | 2022             |
| 1. Benefit obligation at beginning of year   | \$ 2,166,415,000 | \$ 2,905,322,000 | \$ 278,999,000  | \$ 394,444,000   |
| 2. Service cost  | \$ 52,081,000    | \$ 90,711,000    | \$ 4,314,000    | \$ 7,039,000     |
| 3. Interest cost   | \$ 119,040,000   | \$ 89,775,000    | \$ 15,227,000   | \$ 12,102,000    |
| 4. Contribution by plan participants   | \$ -             | \$ -             | \$ 553,000      | \$ 1,059,000     |
| 5. Actuarial (gain) loss   | \$ 99,116,000    | \$ (818,396,000) | \$ 39,056,000   | \$ (119,828,000) |
| 6. Foreign currency exchange rate changes  | \$ -             | \$ -             | \$ (727,000)    | \$ (3,898,000)   |
| 7. Benefits paid   | \$ (106,894,000) | \$ (100,997,000) | \$ (12,920,000) | \$ (11,919,000)  |
| 8. Plan amendments   | \$ -             | \$ -             | \$ -            | \$ -             |
| 9. Business combinations, divestitures, curtailments, settlements and special termination benefits | \$ -             | \$ -             | \$ -            | \$ -             |
| 10. Benefit obligation at end of year  | \$ 2,329,758,000 | \$ 2,166,415,000 | \$ 324,502,000  | \$ 278,999,000   |

## b. Postretirement Benefits

|  | Overfunded      |                 | Underfunded    |                 |
|--|-----------------|-----------------|----------------|-----------------|
|  | 2023            | 2022            | 2023           | 2022            |
| 1. Benefit obligation at beginning of year   | \$ 106,761,000  | \$ 138,180,000  | \$ 37,232,000  | \$ 58,617,000   |
| 2. Service cost  | \$ 315,000      | \$ 641,000      | \$ 504,000     | \$ 1,236,000    |
| 3. Interest cost   | \$ 5,402,000    | \$ 3,537,000    | \$ 1,995,000   | \$ 1,808,000    |
| 4. Contribution by plan participants   | \$ -            | \$ -            | \$ -           | \$ -            |
| 5. Actuarial (gain) loss   | \$ 170,000      | \$ (25,454,000) | \$ 6,171,000   | \$ (22,909,000) |
| 6. Foreign currency exchange rate changes  | \$ -            | \$ -            | \$ -           | \$ -            |
| 7. Benefits paid   | \$ (10,374,000) | \$ (9,814,000)  | \$ (1,363,000) | \$ (1,520,000)  |
| 8. Plan amendments   | \$ -            | \$ -            | \$ -           | \$ -            |
| 9. Business combinations, divestitures, curtailments, settlements and special termination benefits | \$ (398,000)    | \$ (329,000)    | \$ -           | \$ -            |
| 10. Benefit obligation at end of year  | \$ 101,876,000  | \$ 106,761,000  | \$ 44,539,000  | \$ 37,232,000   |

## c. Special or Contractual Benefits Per SSAP No. 11

|  | Overfunded |      | Underfunded |      |
|--|------------|------|-------------|------|
|  | 2023       | 2022 | 2023        | 2022 |
| 1. Benefit obligation at beginning of year   | \$ -       | \$ - | \$ -        | \$ - |
| 2. Service cost  | \$ -       | \$ - | \$ -        | \$ - |
| 3. Interest cost   | \$ -       | \$ - | \$ -        | \$ - |
| 4. Contribution by plan participants   | \$ -       | \$ - | \$ -        | \$ - |
| 5. Actuarial (gain) loss   | \$ -       | \$ - | \$ -        | \$ - |
| 6. Foreign currency exchange rate changes  | \$ -       | \$ - | \$ -        | \$ - |
| 7. Benefits paid   | \$ -       | \$ - | \$ -        | \$ - |
| 8. Plan amendments   | \$ -       | \$ - | \$ -        | \$ - |
| 9. Business combinations, divestitures, curtailments, settlements and special termination benefits | \$ -       | \$ - | \$ -        | \$ - |
| 10. Benefit obligation at end of year  | \$ -       | \$ - | \$ -        | \$ - |

## NOTES TO FINANCIAL STATEMENTS

**NOTE 12 Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans (continued from preceding page)**

|  | Pension Benefits |                 | Postretirement Benefits |                 | Special or Contractual Benefits Per SSAP No. 11 |      |
|--|------------------|-----------------|-------------------------|-----------------|---|------|
|  | 2023             | 2022            | 2023                    | 2022            | 2023  | 2022 |
| (2) Change in plan assets                              |                  |                 |                         |                 |   |      |
| a. Fair value of plan assets at beginning of year      | \$2,764,356,000  | \$3,405,743,000 | \$ 152,486,000          | \$ 194,259,000  | \$ -  | \$ - |
| b. Actual return on plan assets                        | \$ 228,041,000   | \$(534,762,000) | \$ 29,304,000           | \$ (31,959,000) | \$ -  | \$ - |
| c. Foreign currency exchange rate changes              | \$ (783,000)     | \$ (3,325,000)  | \$ -                    | \$ -            | \$ -  | \$ - |
| d. Reporting entity contribution                       | \$ 10,085,000    | \$ 8,557,000    | \$ 1,363,000            | \$ 1,520,000    | \$ -  | \$ - |
| e. Plan participants' contributions                    | \$ 553,000       | \$ 1,059,000    | \$ -                    | \$ -            | \$ -  | \$ - |
| f. Benefits paid                                       | \$(119,814,000)  | \$(112,916,000) | \$ (11,737,000)         | \$ (11,334,000) | \$ -  | \$ - |
| g. Business combinations, divestitures and settlements | \$ -             | \$ -            | \$ -                    | \$ -            | \$ -  | \$ - |
| h. Fair value of plan assets at end of year            | \$2,882,438,000  | \$2,764,356,000 | \$ 171,416,000          | \$ 152,486,000  | \$ -  | \$ - |

## (3) Funded status

|                                       | Pension Benefits |                  | Postretirement Benefits |                 |
|---------------------------------------|------------------|------------------|-------------------------|-----------------|
|                                       | 2023             | 2022             | 2023                    | 2022            |
| a. Components:                        |                  |                  |                         |                 |
| 1. Prepaid benefit costs              | \$ 865,360,000   | \$ 854,904,000   | \$ -                    | \$ -            |
| 2. Overfunded plan assets             | \$ (376,485,000) | \$ (310,744,000) | \$ 69,540,000           | \$ 45,725,000   |
| 3. Accrued benefit costs              | \$ (142,325,000) | \$ (138,906,000) | \$ (42,503,000)         | \$ (41,808,000) |
| 4. Liability for pension benefits     | \$ (118,372,000) | \$ (86,312,000)  | \$ (2,036,000)          | \$ 4,576,000    |
| b. Assets and liabilities recognized: |                  |                  |                         |                 |
| 1. Assets (nonadmitted)               | \$ 488,875,000   | \$ 544,160,000   | \$ 69,540,000           | \$ 45,725,000   |
| 2. Liabilities recognized             | \$ (260,697,000) | \$ (225,218,000) | \$ (44,539,000)         | \$ (37,232,000) |
| c. Unrecognized liabilities           | \$ -             | \$ -             | \$ -                    | \$ -            |

|   | Pension Benefits |                 | Postretirement Benefits |                 | Special or Contractual Benefits Per SSAP No. 11 |      |
|---|------------------|-----------------|-------------------------|-----------------|---|------|
|   | 2023             | 2022            | 2023                    | 2022            | 2023  | 2022 |
| (4) Components of net periodic benefit cost                   |                  |                 |                         |                 |   |      |
| a. Service cost   | \$ 56,395,000    | \$ 97,750,000   | \$ 819,000              | \$ 1,877,000    | \$ -  | \$ - |
| b. Interest cost  | \$ 134,267,000   | \$ 101,877,000  | \$ 7,397,000            | \$ 5,345,000    | \$ -  | \$ - |
| c. Expected return on plan assets                             | \$(195,464,000)  | \$(223,688,000) | \$ (8,851,000)          | \$ (11,346,000) | \$ -  | \$ - |
| d. Transition asset or obligation                             | \$ -             | \$ -            | \$ -                    | \$ -            | \$ -  | \$ - |
| e. Gains and losses   | \$ 7,794,000     | \$ 16,892,000   | \$ (194,000)            | \$ 2,004,000    | \$ -  | \$ - |
| f. Prior service cost or credit                               | \$ -             | \$ -            | \$ (3,008,000)          | \$ (3,011,000)  | \$ -  | \$ - |
| g. Gain or loss recognized due to a settlement or curtailment | \$ -             | \$ -            | \$ -                    | \$ -            | \$ -  | \$ - |
| h. Total net periodic benefit cost                            | \$ 2,992,000     | \$ (7,169,000)  | \$ (3,837,000)          | \$ (5,131,000)  | \$ -  | \$ - |

## (5) Amounts in unassigned funds (surplus) recognized as components of net periodic benefit cost

|  | Pension Benefits |                  | Postretirement Benefits |                |
|--|------------------|------------------|-------------------------|----------------|
|  | 2023             | 2022             | 2023                    | 2022           |
| a. Items not yet recognized as a component of net periodic cost - prior year   | \$ 397,054,000   | \$ 594,552,000   | \$ (6,487,000)          | \$ (2,435,000) |
| b. Net transition asset or obligation recognized                               | \$ -             | \$ -             | \$ -                    | \$ -           |
| c. Net prior service cost or credit arising during the period                  | \$ -             | \$ -             | \$ 2,761,000            | \$ 2,761,000   |
| d. Net prior service cost or credit recognized                                 | \$ -             | \$ -             | \$ 247,000              | \$ 250,000     |
| e. Net gain and loss arising during the period                                 | \$ 105,594,000   | \$ (180,590,000) | \$ (14,112,000)         | \$ (5,059,000) |
| f. Net gain and loss recognized  | \$ (7,794,000)   | \$ (16,908,000)  | \$ 194,000              | \$ (2,004,000) |
| g. Items not yet recognized as a component of net periodic cost - current year | \$ 494,854,000   | \$ 397,054,000   | \$ (17,397,000)         | \$ (6,487,000) |

## (6) Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost

|                                       | Pension Benefits |                | Postretirement Benefits |                |
|---------------------------------------|------------------|----------------|-------------------------|----------------|
|                                       | 2023             | 2022           | 2023                    | 2022           |
| a. Net transition asset or obligation | \$ -             | \$ -           | \$ -                    | \$ -           |
| b. Net prior service cost or credit   | \$ -             | \$ -           | \$ (1,666,000)          | \$ (4,674,000) |
| c. Net recognized gains and losses    | \$ 494,854,000   | \$ 397,054,000 | \$ (15,731,000)         | \$ (1,813,000) |

## (7) Weighted-average assumptions used to determine net periodic benefit cost as of the end of current period:

|   | 2023   | 2022   |
|---|--------|--------|
| a. Weighted average discount rate   | 5.480% | 3.010% |
| b. Expected long-term rate of return on plan assets   | 7.150% | 6.620% |
| c. Rate of compensation increase  | 4.700% | 4.220% |
| d. Interest crediting rates (for cash balance plans and other plans with promised interest crediting rates) | 0.000% | 0.000% |

## Weighted average assumptions used to determine projected benefit obligations as of end of current period:

|   | 2023   | 2022   |
|---|--------|--------|
| e. Weighted average discount rate   | 5.160% | 5.480% |
| f. Rate of compensation increase  | 4.700% | 4.700% |
| g. Interest crediting rates (for cash balance plans and other plans with promised interest crediting rates) | 0.000% | 0.000% |

## (8) Accumulated Benefit Obligation for Defined Benefit Pension Plans

The amount of the accumulated benefit obligation for defined benefit pension plans was \$2,339,290,000 for the current year and \$2,131,043,000 for the prior year.

## NOTES TO FINANCIAL STATEMENTS

**NOTE 12 Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans (continued from preceding page)**

(9) For Postretirement Benefits Other Than Pensions, the Assumed Health Care Cost Trend Rate(s)

The Company has two non-pension postretirement healthcare plans in the United States and Canada.

For the United States plan the assumed healthcare cost trend for the next year used to measure the expected cost of benefits covered by the plan is 6.50%. The ultimate trend rate of 5.00% is expected to be achieved in five years.

For the Canada plan the assumed healthcare cost trend for the next year used to measure the expected cost of benefits covered by the plan is 4.50% which is the ultimate trend rate.

(10) The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated:

|                      | Amount         |
|----------------------|----------------|
| a. 2024              | \$ 137,140,000 |
| b. 2025              | \$ 141,042,000 |
| c. 2026              | \$ 145,711,000 |
| d. 2027              | \$ 151,312,000 |
| e. 2028              | \$ 157,026,000 |
| f. 2027 through 2031 | \$ 864,973,000 |

(11) Estimate of Contributions Expected to be Paid to the Plan

Expected contributions in 2024 for defined benefit pension plans are \$13,119,000 and \$708,000 for postretirement benefit plans.

(12) Amounts and Types of Securities Included in Plan Assets

Not Applicable.

(13) Alternative Method Used to Amortize Prior Service Amounts or Net Gains and Losses

Not Applicable.

(14) Substantive Comment Used to Account for Benefit Obligation

Not Applicable.

(15) Cost of Providing Special or Contractual Termination Benefits Recognized

Not Applicable.

(16) Reasons for Significant Gains/Losses Related to Changes in Defined Benefit Obligation and any Other Significant Change in the Benefit Obligations or Plan Assets Not Otherwise Apparent

The increase in obligations for both pension and postretirement benefits during the year is primarily due to a decrease in discount rates used to measure the obligations. The increase in the fair value of plan assets during the year is primarily due to investment returns as a result of strong market

(17) Accumulated Postretirement and Pension Benefit Obligation and Fair Value of Plan Assets for Defined Postretirement and Pension Benefit Plans

Not Applicable.

(18) Full Transition Surplus Impact of SSAP 102

Not Applicable.

### B. Investment Policies and Strategies

#### Description of Investment Policies

The investment policy of the pension and postretirement plans specify the broad asset classes used by the pension plan for investment purposes and the general principles used in managing the plans' assets. The strategic asset allocation framework includes the asset classes that may be used and the ranges for each of the asset classes and sub-classes. The overriding objective for managing pension investments is to optimize plan surplus and long-term total return of plan assets within constraints established to control risk and volatility. The strategic asset allocations and ranges are segregated across five primary asset categories. The broad categories are equities, fixed income, alternatives, multi-asset, and cash and cash equivalents. The equities allocation includes ranges for U.S. and international equities categories. The fixed income allocation includes long duration and opportunistic fixed income. The alternatives asset allocation includes absolute return and private investments. The current approved ranges for the five asset categories in the U.S. pension fund, which is also the largest of the retirement plans, are as follows:

| Asset Class               | Range  |
|---------------------------|--------|
| Equities                  | 35-65% |
| Fixed Income              | 25-60% |
| Alternatives              | 0-20%  |
| Multi-Assets              | 0-20%  |
| Cash and Cash Equivalents | 0-20%  |

The portfolio construction is based on prudent investment principles, including diversification across asset classes and across external funds managers, and liability risk management with long term considerations. Institutional investment firms are employed to manage the investments and generally perform ongoing analysis of the fundamental, technical and valuation factors underlying the securities owned.

The equities allocation includes separately managed accounts with individual common stocks, and equity commingled and mutual funds with active and passive implementations. Diversification has been emphasized with measured allocations across equity strategies with different styles and capitalization ranges, managed by prudent investment managers, and include U.S. and international equities. Investment returns are benchmarked and monitored against standard indices, including the Russell U.S. indices, and MSCI global stock indices.

The fixed income allocation consists of professionally managed long duration debt investment strategies held in separately managed accounts and commingled trusts, as well as mutual funds and opportunistic fixed income strategies, managed by institutional investment managers and teams. Debt securities are actively managed, using best practice investment disciplines and for the majority of the fixed income portfolio, provide a high-quality long duration complement to the total pension investment portfolio.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 12 Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans (continued from preceding page)

The alternatives allocation includes private equity; private credit; real assets, including real estate and infrastructure; and absolute return liquid alternatives strategies.

The multi-asset allocation incorporates diversified strategies across various asset classes and includes global tactical asset allocation and a dynamic pension management strategy with a focus on asset liability management.

The cash and cash equivalent category includes short-term investments, defined as debt securities with a maturity of less than one year, held primarily for liquidity purposes and secondarily to reduce duration of fixed income securities when warranted by interest rate levels. Capital preservation is the primary consideration of investment in this asset class; therefore, only the highest quality investments are used. This allocation primarily includes money market funds, commercial paper carrying the highest quality ratings, and cash.

The defined benefit pension plan asset allocation and the target asset allocation, presented as a percentage of total plan assets, were as follows:

| Asset Category    | Percentage of Plan Assets |                   |
|-------------------|---------------------------|-------------------|
|                   | 2023                      | Target Allocation |
| Equity Securities | 51%                       | 49%               |
| Debt Securities   | 34%                       | 39%               |
| Alternatives      | 15%                       | 10%               |
| Cash              | 0%                        | 2%                |
| Total             | 100%                      | 100%              |

The defined benefit postretirement plan asset allocation and the target asset allocation, presented as a percentage of total plan assets, were as follows:

| Asset Category    | Percentage of Plan Assets |                   |
|-------------------|---------------------------|-------------------|
|                   | 2023                      | Target Allocation |
| Equity Securities | 84%                       | 90%               |
| Debt Securities   | 0%                        | 0%                |
| Alternatives      | 0%                        | 0%                |
| Cash              | 16%                       | 10%               |
| Total             | 100%                      | 100%              |

#### C. Fair Value of Plan Assets

##### (1) Fair Value Measurements of Plan Assets at Reporting Date

| Description for each class of plan assets                            | (Level 1)             | (Level 2)               | (Level 3)   | Total                   |
|--|-----------------------|-------------------------|-------------|-------------------------|
| Equity securities - communication services                           | \$ 22,017,000         | \$ -                    | \$ -        | \$ 22,017,000           |
| Equity securities - consumer discretionary                           | \$ 49,789,000         | \$ -                    | \$ -        | \$ 49,789,000           |
| Equity securities - consumer staples                                 | \$ 24,934,000         | \$ -                    | \$ -        | \$ 24,934,000           |
| Equity securities - energy   | \$ 15,124,000         | \$ -                    | \$ -        | \$ 15,124,000           |
| Equity securities - financials                                       | \$ 94,260,000         | \$ -                    | \$ -        | \$ 94,260,000           |
| Equity securities - healthcare                                       | \$ 48,849,000         | \$ -                    | \$ -        | \$ 48,849,000           |
| Equity securities - industrials                                      | \$ 53,071,000         | \$ -                    | \$ -        | \$ 53,071,000           |
| Equity securities - information technology                           | \$ 81,921,000         | \$ -                    | \$ -        | \$ 81,921,000           |
| Equity securities - materials  | \$ 21,477,000         | \$ -                    | \$ -        | \$ 21,477,000           |
| Equity securities - mutual funds                                     | \$ 347,017,000        | \$ 6,666,000            | \$ -        | \$ 353,683,000          |
| Equity securities - all other  | \$ 4,393,000          | \$ -                    | \$ -        | \$ 4,393,000            |
| Equity securities - foreign  | \$ 27,286,000         | \$ -                    | \$ -        | \$ 27,286,000           |
| U.S. Treasury securities and obligations of U.S. government agencies | \$ -                  | \$ 211,129,000          | \$ -        | \$ 211,129,000          |
| Agency mortgage-backed securities                                    | \$ -                  | \$ 13,095,000           | \$ -        | \$ 13,095,000           |
| Commercial mortgage-backed securities                                | \$ -                  | \$ 867,000              | \$ -        | \$ 867,000              |
| Residential mortgage-backed securities                               | \$ -                  | \$ 173,000              | \$ -        | \$ 173,000              |
| Other mortgage-backed and asset-backed securities                    | \$ -                  | \$ 1,886,000            | \$ -        | \$ 1,886,000            |
| Debt securities - U.S. corporate                                     | \$ -                  | \$ 315,960,000          | \$ -        | \$ 315,960,000          |
| Debt securities - mutual funds                                       | \$ -                  | \$ 164,231,000          | \$ -        | \$ 164,231,000          |
| Debt securities - foreign  | \$ -                  | \$ 12,881,000           | \$ -        | \$ 12,881,000           |
| Common Collective Trusts   | \$ -                  | \$ 1,077,658,000        | \$ -        | \$ 1,077,658,000        |
| Cash equivalents   | \$ 33,587,000         | \$ -                    | \$ -        | \$ 33,587,000           |
| <b>Total Plan Assets</b>   | <b>\$ 823,725,000</b> | <b>\$ 1,804,546,000</b> | <b>\$ -</b> | <b>\$ 2,628,271,000</b> |

Pension assets as of December 31, 2023 include \$425,583,000 of private equity partnerships and hedge funds measured at fair value using net asset value (NAV).

##### (2) Valuation Technique(s) and Inputs Used to Measure Fair Value

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.

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.

When pricing is not available from a pricing vendor it is based on significant unobservable inputs. In those circumstances, the investment security is classified in Level 3. These investments are primarily comprised of private equity funds and partnerships.

#### D. Rate of Return Assumptions

Expected rate of return assumptions are created based on an analysis of the long-term behavior and performance expectations across asset classes. As part of the process to develop long-term assumptions, historical relationships across asset classes and risk-free rates are considered together with historical returns and forward-looking assessments. The long-term expected rate of return is adjusted based on structural moves, if any, in underlying market conditions, or material changes to the strategic asset allocation mix. The expected return for the plan blends return assumptions for the strategic asset allocation mix, including equities, fixed income, alternatives, and multi-assets, along with a nominal allocation to cash and cash equivalents.

## NOTES TO FINANCIAL STATEMENTS

**NOTE 12 Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans (continued from preceding page)**
**E. Defined Contribution Plan**

The Company also sponsors a 401(k) savings plan whereby eligible employees may elect annually to contribute from 1 percent to 50 percent of their base pay on a pretax or after-tax basis. Employee contributions are restricted to Internal Revenue Service limits. The Company matches pretax contributions up to 6 percent of the employee's base pay. Company contributions to the Plan were \$25,839,000 in 2023 and \$23,048,000 in 2022.

**F. Multiemployer Plans**

Not Applicable.

**G. Consolidated Holding Company Plans**

See Note 12A.

**H. Postemployment Benefits and Compensated Absences**

Not Applicable.

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

Not Applicable.

**NOTE 13 Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations**
**A. Number of Shares and Par or State Value of Each Class**

Not Applicable.

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

Not Applicable.

**C. Dividend Restrictions**

Not Applicable.

**D. Dates and Amounts of Dividends Paid**

Not Applicable.

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

Not Applicable.

**F. Restrictions Placed on Unassigned Funds (Surplus)**

There are no restrictions on the unassigned funds of the Company, which are held for the benefit of policyholders who are also the owners due to the mutual ownership structure of the Company.

**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 cumulative unrealized gains and losses is**

\$ 3,938,118,396

**K. The Company issued the following surplus debentures or similar obligations:**

Not Applicable.

**L. The impact of any restatement due to prior quasi-reorganizations is as follows:**

Not Applicable.

**M. Effective Date of Quasi-Reorganizations for a Period of Ten Years Following Reorganization**

Not Applicable.

**NOTE 14 Liabilities, Contingencies and Assessments**
**A. Contingent Commitments**

(1) Total SSAP No. 97, Investments in Subsidiary, Controlled, and Affiliated Entities, A Replacement of SSAP No. 88, and SSAP No. 48, Joint Ventures, Partnerships and Limited Liability Company contingent liabilities:

\$ 672,818,535

## NOTES TO FINANCIAL STATEMENTS

**NOTE 14 Liabilities, Contingencies and Assessments (continued from preceding page)**

## (2) Detail of other contingent commitments

The Company is the owner of all the issued and outstanding common stock of FM Insurance Company Limited ("FMI"), and there is a Performance Guarantee agreement with FMI whereby the Company guarantees the full performance by FMI of its lawful obligations with respect to contracts of insurance and reinsurance issued by FMI.

The Company is the owner of all the issued and outstanding common stock of FM Insurance Europe S.A. ("FMIE"), and there is a Performance Guarantee agreement with FMIE whereby the Company guarantees the full performance by FMIE of its lawful obligations with respect to contracts of insurance and reinsurance issued by FMIE.

The Company is the owner of all the issued and outstanding common stock of FMIC Holdings, Inc., the owner of all the issued and outstanding common stock of Affiliated FM Insurance Company ("AFM"), and there is a Performance Guarantee agreement with AFM whereby the Company guarantees the full performance by AFM of its lawful obligations with respect to contracts of insurance and reinsurance issued by AFM.

The Company is the owner of FMRE Holdings LLC, which owns FM Asia Holdings Pte. Ltd., and there is a Performance Guarantee agreement with FM Asia Holdings Pte. Ltd. whereby the Company guarantees the obligations of FM Asia Holdings Pte. Ltd. to Singapore Science Park Ltd., the landlord in a real estate project in Singapore for which FM Asia Holdings Pte. Ltd. is the tenant.

The Company is the owner of all the issued and outstanding common stock of FM Global de Mexico S.A. de C.V. ("FMGM"), and there is a Guarantee agreement in place with respect to an insurance contract for a policyholder of FMGM, whereby the Company guarantees the payment of losses to the policyholder per the contract terms.

There are no current or anticipated amounts payable under these agreements, nor are there any amounts anticipated to be payable. Should any amounts ever become payable, the Company would be required to contribute sufficient cash to these companies to enable them to fulfill their contractual obligations. There are no applicable carrying values with respect to these agreements, and due to their nature the likelihood of potential future payments is remote and not quantifiable or determinable.

## (3) Guarantee Obligations

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 premium.

The Company has accrued a liability for guaranty fund and other assessments of \$556,466 and a related premium tax benefit asset of \$4,811,610.

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 assessment liability through policyholder surcharges. As of December 31, 2023, the asset related to policyholder surcharges, which appears within Page 2 line 25, is \$0.

## (2)

|   |              |
|---|--------------|
| a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end   | \$ 1,987,287 |
| b. Decreases current period   | \$ 277,417   |
| c. Increases current period   | \$ 3,101,740 |
| d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end | \$ 4,811,610 |

## (3) Undiscounted and Discounted Guaranty Fund Assessments

Not Applicable.

## C. Gain Contingencies

Not Applicable.

## D. Claims related extra contractual obligations 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, 2023 and 2022 the Company had admitted premium receivable assets of \$1,407,026,439 and \$1,143,699,398, 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, 2023 are not expected to exceed the nonadmitted amount totaling \$82,342,748, 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.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 15 Leases

#### A. Lessee Operating Lease:

##### (1) Lessee's Leasing Arrangements

###### a. Rental Expense

In connection with its various operating offices through North America and various countries in the Asia Pacific region, the Company leases office space, equipment and automobiles. These leases are classified as operating leases. Rental expense for all operating leases was \$72,971,475 in 2023 and \$74,355,400 in 2022.

###### b. Basis on Which Contingent Rental Payments are Determined

Not Applicable.

###### c. Existence and Terms of Renewal or Purchase Options and Escalation Clauses

Various leases for operations offices contain rent renewal options and escalation clauses.

###### d. Restrictions Imposed by Lease Agreements

Not Applicable.

###### e. Identification of Lease Agreements that have been Terminated Early

Not Applicable.

##### (2) Leases with Initial or Remaining Noncancelable Lease Terms in Excess of One Year

|   | Operating<br>Leases |
|---|---------------------|
| a. At December 31, 2023, the minimum aggregate rental commitments are as follows: |                     |
| 1. 2024   | \$ 37,819,952       |
| 2. 2025   | \$ 34,141,077       |
| 3. 2026   | \$ 21,937,678       |
| 4. 2027   | \$ 10,517,247       |
| 5. 2028   | \$ 9,960,636        |
| 6. Thereafter   | \$ 35,741,576       |
| 7. Total (sum of 1 through 6)   | \$ 150,118,166      |

Certain rental commitments have renewal options extending through the year 2036. Some of these renewals are subject to adjustments in future periods.

###### b. Total of Minimum Rentals to be Received in the Future under Noncancelable Subleases

Not Applicable.

##### (3) Sale-Leaseback Transactions

Not Applicable.

#### B. Lessor Leases

Not Applicable.

### NOTE 16 Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk

(1) The table below summarizes the face amount of the Company's financial instruments with off-balance sheet risk.

|                  | ASSETS         |               | LIABILITIES    |            |
|------------------|----------------|---------------|----------------|------------|
|                  | 2023           | 2022          | 2023           | 2022       |
| a. Swaps         | \$ -           | \$ -          | \$ -           | \$ -       |
| b. Futures       | \$ -           | \$ 223,000    | \$ 42,700      | \$ 351,000 |
| c. Options       | \$ 594,720,000 | \$ 47,880,000 | \$ 543,180,000 | \$ -       |
| d. Total (a+b+c) | \$ 594,720,000 | \$ 48,103,000 | \$ 543,222,700 | \$ 351,000 |

(2) The nature and terms, including, at a minimum, a discussion of (i) the credit and market risk of those instruments, (ii) the cash requirements of those instruments, and (iii) the related accounting policy pursuant to the requirements of APB Opinion No. 22, Disclosure of Accounting Policies.

The Company's principal derivative exposures to market risk are interest rate risk and equity market risk. Interest rate risk pertains to the change in fair value of the derivative instruments as a result of changes in market interest rates. Similarly, the Company's equity index options may fluctuate in value based on movements in equity indices. The Company may be exposed to credit-related losses in the event of nonperformance by counterparties to the derivative financial instruments. The current credit exposure of the Company's derivative contracts is limited to the fair value in excess of the collateral pledged at the reporting date. The Company manages its credit risk by entering into transactions with creditworthy counterparties, entering into master netting agreements that provide for a netting of payments and receipts with a single counterparty, and monitoring its derivative credit exposure as part of its overall risk management program. The Company has cash of \$2,580,785 pledged as collateral to facilitate futures and options trading.

The Company uses exchange-traded equity market futures primarily to economically mitigate emerging market equity market risk of the Company's emerging market equities portfolio. The Company utilizes exchange-traded futures in other hedging relationships. Under exchange-traded futures, the Company agrees to purchase a specified number of contracts with other parties and to post variation margin on a daily basis in an amount equal to the difference in the daily fair values of those contracts. The parties with whom the Company enters into exchange-traded futures and options are regulated futures commissions merchants who are members of a trading exchange.

Equity index options are contractual agreements whereby the holder has the right, but not the obligation, to buy or sell an underlying equity market index on or before a specified future date at a specified price. The Company utilizes equity index options in other hedging relationships.

(3) The amount of accounting loss the entity would incur if any party to the financial instrument failed completely to perform according to the terms of the contract and the collateral or other security, if any, for the amount due proved to be of no value to the entity.

The Company is exposed to credit-related losses in the event of nonperformance by counterparties to financial instruments, however, because exchange-traded futures are executed through a regulated exchange and positions are marked to market on a daily basis, the exposure is minimal.

## NOTES TO FINANCIAL STATEMENTS

**NOTE 16 Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk (continued from preceding page)**

(4) The entity's policy of requiring collateral or other security to support financial instruments subject to credit risk, information about the entity's access to that collateral or other security, and the nature and a brief description of the collateral or other security supporting those financial instruments.

The Company is required to put up collateral for any futures contracts that are entered into. The amount of collateral that is required is determined by the exchange on which it is traded. The Company currently puts up U.S. Treasuries to satisfy the collateral requirement. The Company does not currently participate in any contracts that would require collecting collateral from a counterparty, as exchange-traded futures collateral requirements are managed by the futures commissions merchants.

Purchased equity options do not require collateral as the maximum loss is the premium paid to enter the contract.

**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

Not Applicable.

C. Wash Sales

(1) The Company entered into wash sales in 2023 due to multiple internal and external investment managers transacting purchases and sales concurrently, and investment managers trimming into market exposure.

(2) The details by NAIC designation 3 or below, or unrated securities sold during the year ended December 31, 2023 and reacquired within 30 days of the sale date are:

| Description  | NAIC Designation | Number of Transactions | Book Value of Securities Sold | Cost of Securities Repurchased | Gain/(Loss)    |
|--------------|------------------|------------------------|-------------------------------|--------------------------------|----------------|
| COMMON STOCK |                  | 212                    | \$ 46,702,456                 | \$ 88,991,630                  | \$ (3,313,819) |
| BONDS        | 3                | 3                      | \$ 866,950                    | \$ 2,017,105                   | \$ (47,581)    |
| BONDS        | 4                | 4                      | \$ 792,237                    | \$ 2,880,818                   | \$ (42,747)    |

**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 class of asset or liability | (Level 1)               | (Level 2)             | (Level 3)             | Net Asset Value (NAV) | Total                    |
|--|-------------------------|-----------------------|-----------------------|-----------------------|--------------------------|
| <b>a. Assets at fair value</b>                   |                         |                       |                       |                       |                          |
| Bonds  | \$ -                    | \$ 921,808,330        | \$ -                  | \$ -                  | \$ 921,808,330           |
| Preferred Stocks                                 | \$ 22,212,561           | \$ -                  | \$ 400,000,000        | \$ -                  | \$ 422,212,561           |
| Common Stocks - Industrial & Misc.               | \$ 5,695,847,613        | \$ -                  | \$ -                  | \$ -                  | \$ 5,695,847,613         |
| Common Stocks - Mutual Funds                     | \$ 2,047,282,623        | \$ -                  | \$ -                  | \$ -                  | \$ 2,047,282,623         |
| Exchange Traded Funds                            | \$ 1,028,573,398        | \$ -                  | \$ -                  | \$ -                  | \$ 1,028,573,398         |
| Money Market Mutual Funds                        | \$ -                    | \$ -                  | \$ -                  | \$ 251,686,430        | \$ 251,686,430           |
| <b>Total assets at fair value/NAV</b>            | <b>\$ 8,793,916,195</b> | <b>\$ 921,808,330</b> | <b>\$ 400,000,000</b> | <b>\$ 251,686,430</b> | <b>\$ 10,367,410,955</b> |

| Description for each class of asset or liability | (Level 1)   | (Level 2)   | (Level 3)   | Net Asset Value (NAV) | Total       |
|--|-------------|-------------|-------------|-----------------------|-------------|
| <b>b. Liabilities at fair value</b>              |             |             |             |                       |             |
|  | \$ -        | \$ -        | \$ -        | \$ -                  | \$ -        |
| <b>Total liabilities at fair value</b>           | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b>           | <b>\$ -</b> |

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

| Description              | Beginning Balance at 01/01/2023 | Transfers into Level 3 | Transfers out of Level 3 | Total gains and (losses) included in Net Income | Total gains and (losses) included in Surplus | Purchases             | Issuances   | Sales                  | Settlements           | Ending Balance at 12/31/2023 |
|--------------------------|---------------------------------|------------------------|--------------------------|---|--|-----------------------|-------------|------------------------|-----------------------|------------------------------|
| <b>a. Assets</b>         |                                 |                        |                          |   |  |                       |             |                        |                       |                              |
| Level 3 Bonds            | \$ 186,201,327                  | \$ -                   | \$ -                     | \$ (427,649)                                    | \$ -   | \$ 34,918,747         | \$ -        | \$ (19,851,192)        | \$ (2,005,668)        | \$ 198,835,565               |
| Level 3 Preferred Stocks | \$ -                            | \$ -                   | \$ -                     | \$ -  | \$ -   | \$ 400,000,000        | \$ -        | \$ -                   | \$ -                  | \$ 400,000,000               |
| <b>Total Assets</b>      | <b>\$ 186,201,327</b>           | <b>\$ -</b>            | <b>\$ -</b>              | <b>\$ (427,649)</b>                             | <b>\$ -</b>                                  | <b>\$ 434,918,747</b> | <b>\$ -</b> | <b>\$ (19,851,192)</b> | <b>\$ (2,005,668)</b> | <b>\$ 598,835,565</b>        |

| Description              | Beginning Balance at 01/01/2023 | into Level 3 | out of Level 3 | included in Net Income | included in Surplus | Purchases   | Issuances   | Sales       | Settlements | Ending Balance at 12/31/2023 |
|--------------------------|---------------------------------|--------------|----------------|------------------------|---------------------|-------------|-------------|-------------|-------------|------------------------------|
| <b>b. Liabilities</b>    |                                 |              |                |                        |                     |             |             |             |             |                              |
|                          | \$ -                            | \$ -         | \$ -           | \$ -                   | \$ -                | \$ -        | \$ -        | \$ -        | \$ -        | \$ -                         |
| <b>Total Liabilities</b> | <b>\$ -</b>                     | <b>\$ -</b>  | <b>\$ -</b>    | <b>\$ -</b>            | <b>\$ -</b>         | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b>                  |

## NOTES TO FINANCIAL STATEMENTS

**NOTE 20 Fair Value Measurements (continued from preceding page)**
**(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. Changes between level 2 and level 3 were driven by the observability of pricing inputs and the Company recognizes the transfers at the end of the reporting period.

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

The valuation techniques required by the Fair Value Measurements guidance (SSAP 100R) 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 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.

For certain level 3 securities, valuations are developed using discounted cash flow models that require the use of unobservable inputs, where the significant unobservable input is discount rate. These valuations are determined by independent third-party valuation vendors and are reviewed to ensure reasonableness. In the event independent third-party valuation is not available, values are derived using internal management estimates.

**(5) Fair Value of Derivatives**

| Description for each class of asset or liability | (Level 1)           | (Level 2)         | (Level 3)   | Net Asset Value (NAV) | Total               |
|--|---------------------|-------------------|-------------|-----------------------|---------------------|
| <b>a. Assets at fair value</b>                   |                     |                   |             |                       |                     |
| Options  | \$ 3,400,680        | \$ -              | \$ -        | \$ -                  | \$ 3,400,680        |
| <b>Total Derivative Assets</b>                   | <b>\$ 3,400,680</b> | <b>\$ -</b>       | <b>\$ -</b> | <b>\$ -</b>           | <b>\$ 3,400,680</b> |
| <b>b. Liabilities at fair value</b>              |                     |                   |             |                       |                     |
| Futures  | \$ 2,093,186        | \$ -              | \$ -        | \$ -                  | \$ 2,093,186        |
| Equity Calls & Puts                              | \$ 1,306,210        | \$ -              | \$ -        | \$ -                  | \$ 1,306,210        |
| FX Forwards                                      | \$ -                | \$ 703,337        | \$ -        | \$ -                  | \$ 703,337          |
| <b>Total Derivative Liabilities</b>              | <b>\$ 3,399,396</b> | <b>\$ 703,337</b> | <b>\$ -</b> | <b>\$ -</b>           | <b>\$ 4,102,733</b> |

All futures and equity options are exchange-traded and classified as Level 1. The Company's OTC FX Forward portfolio is classified as Level 2.

**B. Other Fair Value Reporting Disclosures**

Not Applicable.

**C. Aggregate fair value for all financial instruments and the level within the fair value hierarchy in which the fair value measurements in their entirety fall.**

| Type of Financial Instrument                      | Aggregate Fair Value | Admitted Assets   | (Level 1)         | (Level 2)        | (Level 3)      | Net Asset Value (NAV) | Not Practicable (Carrying Value) |
|---|----------------------|-------------------|-------------------|------------------|----------------|-----------------------|----------------------------------|
| Bonds   | \$ 6,176,766,029     | \$ 6,254,430,434  | \$ -              | \$ 5,977,930,463 | \$ 198,835,566 | \$ -                  | \$ -                             |
| Preferred Stocks                                  | \$ 422,212,561       | \$ 422,212,561    | \$ 22,212,561     | \$ -             | \$ 400,000,000 | \$ -                  | \$ -                             |
| Common Stocks                                     | \$ 15,591,292,495    | \$ 15,591,292,495 | \$ 15,591,292,495 | \$ -             | \$ -           | \$ -                  | \$ -                             |
| Cash, cash equivalents and short-term investments | \$ 1,080,975,056     | \$ 1,080,975,056  | \$ 829,288,626    | \$ -             | \$ -           | \$ 251,686,430        | \$ -                             |
| Derivatives - Assets                              | \$ 3,400,680         | \$ 3,400,680      | \$ 3,400,680      | \$ -             | \$ -           | \$ -                  | \$ -                             |
| Derivatives - Liabilities                         | \$ 4,102,733         | \$ 2,009,547      | \$ 3,399,396      | \$ 703,337       | \$ -           | \$ -                  | \$ -                             |

**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.

**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 in accordance with SSAP 23 paragraph 5(a). 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.

## NOTES TO FINANCIAL STATEMENTS

**NOTE 21 Other Items (continued from preceding page)**
**E. State Transferable and Non-transferable Tax Credits**

(1) Carrying Value of Transferable and Non-transferable State Tax Credits Gross of any Related Tax Liabilities and Total Unused Transferable and Non-transferable State Tax Credits by State and in Total

| Description of State Transferable and Non-transferable Tax Credits | State | Carrying Value | Unused Amount       |
|--|-------|----------------|---------------------|
| Investment Tax Credit  | RI    | \$ -           | \$ 6,180,210        |
| <b>Total</b>   |       | <b>\$ -</b>    | <b>\$ 6,180,210</b> |

(2) Method of Estimating Utilization of Remaining Transferable and Non-Transferable State Tax Credits

The Company estimated the utilization of the remaining Transferable and Non-transferable State Tax Credits by projecting future premium taking into account policy growth and rate changes, projecting future tax liability based on projected premium, tax rates and tax credits, and comparing projected future tax liability to the availability of remaining Transferable and Non-transferable State Tax Credits.

(3) Impairment Loss

Not Applicable.

(4) State Tax Credits Admitted and Nonadmitted

None.

**F. Subprime Mortgage Related Risk Exposure**

(1) Description of the Subprime-Mortgage-Related Exposure and Related Risk Management Policies

The Company defines its exposure to subprime mortgage related risk by considering securities with a weighted average FICO/Credit score of less than 660 to be subprime. The company monitors the underlying collateral performance of these securities via monthly trustee reports, Bloomberg performance data and Rating Agency performance reports. The company has minimal exposure to subprime securities and has no plans to increase its holding in subprime securities at this time. This exposure will not materially affect the Company's unrealized losses or anticipated cash flows.

(2) Direct exposure through investments in subprime mortgage loans.

Not Applicable.

(3) Direct exposure through other investments.

|   | Actual Cost       | Book/Adjusted Carrying Value (excluding interest) | Fair Value        | Other-Than-Temporary Impairment Losses Recognized |
|---|-------------------|---|-------------------|---|
| a. Residential mortgage backed securities | \$ 224,190        | \$ 227,480  | \$ 798,205        | \$ -  |
| b. Commercial mortgage backed securities  | \$ -              | \$ -  | \$ -              | \$ -  |
| c. Collateralized debt obligations        | \$ -              | \$ -  | \$ -              | \$ -  |
| d. Structured securities                  | \$ -              | \$ -  | \$ -              | \$ -  |
| e. Equity investment in SCAs *            | \$ -              | \$ -  | \$ -              | \$ -  |
| f. Other assets                           | \$ -              | \$ -  | \$ -              | \$ -  |
| <b>g. Total (a+b+c+d+e+f)</b>             | <b>\$ 224,190</b> | <b>\$ 227,480</b>                                 | <b>\$ 798,205</b> | <b>\$ -</b>                                       |

\* These investments comprise 0.000% of the companies invested assets.

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

Not Applicable.

**G. Insurance-Linked Securities (ILS) Contracts**

|   | Number of Outstanding ILS Contracts | Aggregate Maximum Proceeds |
|---|-------------------------------------|----------------------------|
| <b>Management of Risk Related To:</b>       |                                     |                            |
| <b>(1) Directly-Written Insurance Risks</b> |                                     |                            |
| a. ILS Contracts as Issuer                  | 0                                   | \$ -                       |
| b. ILS Contracts as Ceding Insurer          | 3                                   | \$ 82,500,000              |
| c. ILS Contracts as Counterparty            | 0                                   | \$ -                       |
| <b>(2) Assumed Insurance Risks</b>          |                                     |                            |
| a. ILS Contracts as Issuer                  | 0                                   | \$ -                       |
| b. ILS Contracts as Ceding Insurer          | 0                                   | \$ -                       |
| c. ILS Contracts as Counterparty            | 0                                   | \$ -                       |

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

|  |                |
|--|----------------|
| (1) Amount of admitted balance that could be realized from an investment vehicle | \$ 128,067,921 |
| (2) Percentage Bonds   | 0.000%         |
| (3) Percentage Stocks  | 0.000%         |
| (4) Percentage Mortgage Loans  | 0.000%         |
| (5) Percentage Real Estate   | 0.000%         |
| (6) Percentage Cash and Short-Term Investments                                   | 100.000%       |
| (7) Percentage Derivatives   | 0.000%         |
| (8) Percentage Other Invested Assets   | 0.000%         |

**NOTE 22 Events Subsequent**

Subsequent events have been considered through February 27, 2024 for these statutory financial statements which are to be issued on February 27, 2024.

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

## NOTES TO FINANCIAL STATEMENTS

### 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                      | \$ 306,321,122      | \$ 7,786,463      | \$ 143,296,000    | \$ 28,659,200     | \$ 163,025,122  | \$ (20,872,737)   |
| b. All Other                       | \$ 571,081,827      | \$ 99,787,070     | \$ 762,411,240    | \$ 143,075,612    | \$(191,329,413) | \$ (43,288,542)   |
| c. Total (a+b)                     | \$ 877,402,949      | \$ 107,573,533    | \$ 905,707,240    | \$ 171,734,812    | \$ (28,304,291) | \$ (64,161,279)   |
| d. Direct Unearned Premium Reserve |                     |                   |                   |                   |                 | \$2,750,075,724   |

(2) Additional or Return Commission

Not Applicable.

(3) Types of Risks Attributed to Protected Cell

Not Applicable.

D. Uncollectible Reinsurance

Not Applicable.

E. Commutation of Reinsurance Reflected in Income and Expenses.

The company has reported in its operations in the current year as a result of commutation of reinsurance with the companies listed below, amounts that are reflected as:

|                                       |    |               |
|---------------------------------------|----|---------------|
| (1) Losses incurred                   | \$ | -             |
| (2) Loss adjustment expenses incurred | \$ | -             |
| (3) Premiums earned                   | \$ | (96,279)      |
| (4) Other                             | \$ | -             |
| (5) <u>Company</u>                    |    | <u>Amount</u> |
| GR Bermuda SAC LTD                    | \$ | (96,279)      |

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 Credit

Not Applicable.

### NOTE 24 Retrospectively Rated Contracts & 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 \$159,186,000. The decrease in the prior years was primarily due to favorable development on a small number of individual losses.

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.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 26 Intercompany Pooling Arrangements

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

| Lead Entity and all Affiliated Entities         | NAIC Company Code | Pooling Percentage |
|---|-------------------|--------------------|
| Factory Mutual Insurance Company (lead insurer) | 21482             | 87.0%              |
| Affiliated FM Insurance Company                 | 10014             | 12.0%              |
| Appalachian Insurance Company                   | 10316             | 1.0%               |

#### 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 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.

#### 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 Pool Participants as of December 31:

| Name of Insurer                                 | Amounts Receivable | Amounts Payable |
|---|--------------------|-----------------|
| Factory Mutual Insurance Company (lead insurer) | \$135,475,325      | \$119,061,701   |
| Affiliated FM Insurance Company                 | \$95,313,782       | \$108,201,731   |
| Appalachian Insurance Company                   | \$23,747,919       | \$27,273,594    |

### 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, 2023 and determined that a premium deficiency reserve is not applicable.

|   |                |   |
|---|----------------|---|
| 1. Liability carried for premium deficiency reserves              | \$             | - |
| 2. Date of the most recent evaluation of this liability           | 02/12/2024     |   |
| 3. 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.

## NOTES TO FINANCIAL STATEMENTS

**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

|  | 2019           | 2020           | 2021           | 2022           | 2023            |
|--|----------------|----------------|----------------|----------------|-----------------|
| a. Beginning reserves:   | \$ 283,953,000 | \$ 279,774,000 | \$ 271,442,000 | \$ 261,616,000 | \$ 259,668,000  |
| b. Incurred losses and loss adjustment expense:                    | \$ -           | \$ -           | \$ (2,094,000) | \$ 2,094,000   | \$ (26,125,000) |
| c. Calendar year payments for losses and loss adjustment expenses: | \$ 4,179,000   | \$ 8,332,000   | \$ 7,732,000   | \$ 4,042,000   | \$ 14,504,000   |
| d. Ending reserves (a+b-c):  | \$ 279,774,000 | \$ 271,442,000 | \$ 261,616,000 | \$ 259,668,000 | \$ 219,039,000  |

## (2) Assumed Reinsurance

|  | 2019           | 2020           | 2021           | 2022           | 2023           |
|--|----------------|----------------|----------------|----------------|----------------|
| a. Beginning reserves:   | \$ 457,428,000 | \$ 442,506,000 | \$ 431,234,000 | \$ 410,313,000 | \$ 398,281,000 |
| b. Incurred losses and loss adjustment expense:                    | \$ 147,000     | \$ 1,743,000   | \$ (2,600,000) | \$ 2,628,000   | \$ (8,817,000) |
| c. Calendar year payments for losses and loss adjustment expenses: | \$ 15,069,000  | \$ 13,015,000  | \$ 18,321,000  | \$ 14,660,000  | \$ 19,122,000  |
| d. Ending reserves (a+b-c):  | \$ 442,506,000 | \$ 431,234,000 | \$ 410,313,000 | \$ 398,281,000 | \$ 370,342,000 |

## (3) Net of Ceded Reinsurance

|  | 2019           | 2020           | 2021           | 2022           | 2023            |
|--|----------------|----------------|----------------|----------------|-----------------|
| a. Beginning reserves:   | \$ 431,238,000 | \$ 421,641,000 | \$ 412,829,000 | \$ 389,797,000 | \$ 383,114,000  |
| b. Incurred losses and loss adjustment expense:                    | \$ 13,000      | \$ (22,000)    | \$ (8,897,000) | \$ 5,284,000   | \$ (34,972,000) |
| c. Calendar year payments for losses and loss adjustment expenses: | \$ 9,610,000   | \$ 8,790,000   | \$ 14,135,000  | \$ 11,967,000  | \$ 15,375,000   |
| d. Ending reserves (a+b-c):  | \$ 421,641,000 | \$ 412,829,000 | \$ 389,797,000 | \$ 383,114,000 | \$ 332,767,000  |

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

|                                     |                |
|-------------------------------------|----------------|
| (1) Direct Basis:                   | \$ 206,193,000 |
| (2) Assumed Reinsurance Basis:      | \$ 243,188,000 |
| (3) Net of Ceded Reinsurance Basis: | \$ 242,637,000 |

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

|                                     |               |
|-------------------------------------|---------------|
| (1) Direct Basis:                   | \$ 10,510,313 |
| (2) Assumed Reinsurance Basis:      | \$ 30,229,143 |
| (3) Net of Ceded Reinsurance Basis: | \$ 28,708,543 |

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

|  | 2019          | 2020          | 2021          | 2022          | 2023          |
|--|---------------|---------------|---------------|---------------|---------------|
| a. Beginning reserves:   | \$ 14,637,000 | \$ 14,488,000 | \$ 14,226,000 | \$ 13,483,000 | \$ 13,044,000 |
| b. Incurred losses and loss adjustment expense:                    | \$ -          | \$ -          | \$ (108,000)  | \$ 107,000    | \$ -          |
| c. Calendar year payments for losses and loss adjustment expenses: | \$ 149,000    | \$ 262,000    | \$ 635,000    | \$ 546,000    | \$ 439,000    |
| d. Ending reserves (a+b-c):  | \$ 14,488,000 | \$ 14,226,000 | \$ 13,483,000 | \$ 13,044,000 | \$ 12,605,000 |

## (2) Assumed Reinsurance

|  | 2019          | 2020          | 2021          | 2022          | 2023          |
|--|---------------|---------------|---------------|---------------|---------------|
| a. Beginning reserves:   | \$ 81,797,000 | \$ 78,194,000 | \$ 77,338,000 | \$ 74,939,000 | \$ 71,533,000 |
| b. Incurred losses and loss adjustment expense:                    | \$ 5,000      | \$ 55,000     | \$ (543,000)  | \$ 511,000    | \$ 2,000      |
| c. Calendar year payments for losses and loss adjustment expenses: | \$ 3,608,000  | \$ 911,000    | \$ 1,856,000  | \$ 3,917,000  | \$ 1,715,000  |
| d. Ending reserves (a+b-c):  | \$ 78,194,000 | \$ 77,338,000 | \$ 74,939,000 | \$ 71,533,000 | \$ 69,820,000 |

## (3) Net of Ceded Reinsurance

|  | 2019          | 2020          | 2021          | 2022          | 2023          |
|--|---------------|---------------|---------------|---------------|---------------|
| a. Beginning reserves:   | \$ 63,226,000 | \$ 60,516,000 | \$ 59,727,000 | \$ 57,680,000 | \$ 55,263,000 |
| b. Incurred losses and loss adjustment expense:                    | \$ (16,000)   | \$ 40,000     | \$ (511,000)  | \$ 785,000    | \$ (12,000)   |
| c. Calendar year payments for losses and loss adjustment expenses: | \$ 2,694,000  | \$ 829,000    | \$ 1,536,000  | \$ 3,202,000  | \$ 1,461,000  |
| d. Ending reserves (a+b-c):  | \$ 60,516,000 | \$ 59,727,000 | \$ 57,680,000 | \$ 55,263,000 | \$ 53,790,000 |

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

|                                     |               |
|-------------------------------------|---------------|
| (1) Direct Basis:                   | \$ 12,216,000 |
| (2) Assumed Reinsurance Basis:      | \$ 49,055,000 |
| (3) Net of Ceded Reinsurance Basis: | \$ 35,745,000 |

## NOTES TO FINANCIAL STATEMENTS

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**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:                   | \$ 318,271   |
| (2) Assumed Reinsurance Basis:      | \$ 4,936,598 |
| (3) Net of Ceded Reinsurance Basis: | \$ 5,747,761 |

**NOTE 34 Subscriber Savings Accounts**

Not Applicable.

**NOTE 35 Multiple Peril Crop Insurance**

Not Applicable.

**NOTE 36 Financial Guaranty Insurance**

Not Applicable.

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**GENERAL INTERROGATORIES**

**PART 1 - COMMON INTERROGATORIES  
GENERAL**

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? ..... Yes [ X ] No [ ]  
If yes, complete Schedule Y, Parts 1, 1A, 2 and 3.
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? ..... Yes [ X ] No [ ] N/A [ ]
- 1.3 State Regulating? ..... Rhode Island
- 1.4 Is the reporting entity publicly traded or a member of a publicly traded group? ..... Yes [ ] No [ X ]
- 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 [ X ]
- 2.2 If yes, date of change: .....
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .... 12/31/2022
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. .... 12/31/2022
- 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). .... 11/17/2023
- 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 [ X ]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes [ ] No [ ] N/A [ X ]
- 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 [ X ]  
4.12 renewals? ..... Yes [ ] No [ X ]
- 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 [ X ]  
4.22 renewals? ..... Yes [ ] No [ X ]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes [ ] No [ X ]  
If yes, complete and file the merger history data file with the NAIC.
- 5.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

| 1<br>Name of Entity | 2<br>NAIC Company Code | 3<br>State of Domicile |
|---------------------|------------------------|------------------------|
|                     |                        |                        |

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? ..... Yes [ ] No [ X ]
- 6.2 If yes, give full information: .....
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? ..... Yes [ ] No [ X ]
- 7.2 If yes,  
7.21 State the percentage of foreign control; ..... 0.0 %  
7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

| 1<br>Nationality | 2<br>Type of Entity |
|------------------|---------------------|
|                  |                     |

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY  
GENERAL INTERROGATORIES**

- 8.1 Is the company a subsidiary of a depository institution holding company (DIHC) or a DIHC itself, regulated by the Federal Reserve Board? ..... Yes [ ] No [ X ]
- 8.2 If the response to 8.1 is yes, please identify the name of the DIHC.  
.....
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? ..... Yes [ ] No [ X ]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal 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<br>Affiliate Name | 2<br>Location (City, State) | 3<br>FRB | 4<br>OCC | 5<br>FDIC | 6<br>SEC |
|---------------------|-----------------------------|----------|----------|-----------|----------|
|                     |                             |          |          |           |          |

- 8.5 Is the reporting entity a depository institution holding company with significant insurance operations as defined by the Board of Governors of Federal Reserve System or a subsidiary of the depository institution holding company? ..... Yes [ ] No [ X ]
- 8.6 If response to 8.5 is no, is the reporting entity a company or subsidiary of a company that has otherwise been made subject to the Federal Reserve Board's capital rule? ..... Yes [ ] No [ X ] N/A [ ]
9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
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 [ X ]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:  
.....
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? ..... Yes [ ] No [ X ]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:  
.....
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? ..... Yes [ 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 [ X ] No [ ]
- 12.11 Name of real estate holding company ... FMRE Holdings LLC
- 12.12 Number of parcels involved ..... 55
- 12.13 Total book/adjusted carrying value ..... \$ 1,342,746,035
- 12.2 If yes, provide explanation  
FMRE Holdings LLC is a wholly owned subsidiary owning subsidiaries that own commercial office buildings that are leased. ....
- 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).  
.....

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY  
GENERAL INTERROGATORIES**

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

**BOARD OF DIRECTORS**

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? ..... Yes [ 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 reported in the statement? ..... Yes [ ] No [ X ]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- |                                 |          |   |
|---------------------------------|----------|---|
| 21.21 Rented from others.....   | \$ ..... | 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 [ ] No [ X ]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$ .....
- 24.1 Does the insurer utilize third parties to pay agent commissions in which the amounts advanced by the third parties are not settled in full within 90 days? ..... Yes [ ] No [ X ]
- 24.2 If the response to 24.1 is yes, identify the third-party that pays the agents and whether they are a related party.

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

**INVESTMENT**

- 25.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 25.03)..... Yes [ ] No [ X ]

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY  
GENERAL INTERROGATORIES**

- 25.02 If no, give full and complete information, relating thereto  
JP Morgan Worldwide Securities Services, RBC (Toronto), HSBC Securities Services (India), various mutual fund, MMF and other investment companies, and various state deposit custodial banks hold custody of the securities. .... \$ .....0
- 25.03 For securities lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)  
Not Applicable. .... \$ .....0
- 25.04 For the reporting entity's securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions. .... \$ .....0
- 25.05 For the reporting entity's securities lending program, report amount of collateral for other programs. .... \$ .....0
- 25.06 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? ..... Yes [ ] No [ ] N/A [ X ]
- 25.07 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? ..... Yes [ ] No [ ] N/A [ X ]
- 25.08 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? ..... Yes [ ] No [ ] N/A [ X ]
- 25.09 For the reporting entity's securities lending program state the amount of the following as of December 31 of the current year:
- 25.091 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. .... \$ .....0
- 25.092 Total book/adjusted carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. .... \$ .....0
- 25.093 Total payable for securities lending reported on the liability page. .... \$ .....0

- 26.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 25.03). .... Yes [ X ] No [ ]
- 26.2 If yes, state the amount thereof at December 31 of the current year:
- 26.21 Subject to repurchase agreements ..... \$ .....0
- 26.22 Subject to reverse repurchase agreements ..... \$ .....0
- 26.23 Subject to dollar repurchase agreements ..... \$ .....0
- 26.24 Subject to reverse dollar repurchase agreements ..... \$ .....0
- 26.25 Placed under option agreements ..... \$ .....0
- 26.26 Letter stock or securities restricted as to sale -  
excluding FHLB Capital Stock ..... \$ .....0
- 26.27 FHLB Capital Stock ..... \$ .....0
- 26.28 On deposit with states ..... \$ .....5,681,775
- 26.29 On deposit with other regulatory bodies ..... \$ .....0
- 26.30 Pledged as collateral - excluding collateral pledged to  
an FHLB ..... \$ .....2,580,785
- 26.31 Pledged as collateral to FHLB - including assets  
backing funding agreements ..... \$ .....0
- 26.32 Other ..... \$ .....0

26.3 For category (26.26) provide the following:

| 1<br>Nature of Restriction | 2<br>Description | 3<br>Amount |
|----------------------------|------------------|-------------|
|                            |                  |             |

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

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

- 27.3 Does the reporting entity utilize derivatives to hedge variable annuity guarantees subject to fluctuations as a result of interest rate sensitivity? ..... Yes [ ] No [ ]
- 27.4 If the response to 27.3 is YES, does the reporting entity utilize:
- 27.41 Special accounting provision of SSAP No. 108 ..... Yes [ ] No [ ]
- 27.42 Permitted accounting practice ..... Yes [ ] No [ ]
- 27.43 Other accounting guidance ..... Yes [ ] No [ ]
- 27.5 By responding YES to 27.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following: ..... Yes [ ] No [ ]
- The reporting entity has obtained explicit approval from the domiciliary state.
  - Hedging strategy subject to the special accounting provisions is consistent with the requirements of VM-21.
  - Actuarial certification has been obtained which indicates that the hedging strategy is incorporated within the establishment of VM-21 reserves and provides the impact of the hedging strategy within the Actuarial Guideline Conditional Tail Expectation Amount.
  - Financial Officer Certification has been obtained which indicates that the hedging strategy meets the definition of a Clearly Defined Hedging Strategy within VM-21 and that the Clearly Defined Hedging Strategy is the hedging strategy being used by the company in its actual day-to-day risk mitigation efforts.
- 28.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? ..... Yes [ ] No [ X ]
- 28.2 If yes, state the amount thereof at December 31 of the current year. .... \$ .....0
29. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?..... Yes [ X ] No [ ]
- 29.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

| 1<br>Name of Custodian(s)                     | 2<br>Custodian's Address  |
|---|---|
| JP Morgan Worldwide Securities Services ..... | 383 Madison Avenue New York, NY .....   |
| RBC Investor Services .....                   | 200 Bay Street Toronto, Ontario Canada .....  |
| HSBC Securities Services .....                | 11th Floor, Bldg. No. 3, NESCO-IT Park, NESCO Complex, Western Express Highway, Goregaon (East), Mumbai-400063, India ..... |

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY  
GENERAL INTERROGATORIES**

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

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

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

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

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

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

| 1<br>Name of Firm or Individual                           | 2<br>Affiliation |
|---|------------------|
| Sanjay Chawla SVP, Chief Investment Officer .....         | U.....           |
| Scott Anthony, VP Sector Portfolio Mgr Fixed Income ..... | U.....           |
| Alliance Bernstein L.P. ....                              | U.....           |
| Pinebridge Investments LLC .....                          | U.....           |
| Standish Mellon Asset Management .....                    | U.....           |
| Abry Partners, LLC .....                                  | U.....           |
| Allianz Global Investors U.S. LLC .....                   | U.....           |
| ANGELO , GORDON & CO. , L.P. ....                         | U.....           |
| Antler .....  | U.....           |
| Apollo .....  | U.....           |
| APOLLO CAPITAL MANAGEMENT, L.P. ....                      | U.....           |
| Apollo HGA Management, L.P .....                          | U.....           |
| ARCLIGHT Capital Partners, LLC .....                      | U.....           |
| Ardian Co .....   | U.....           |
| Ares Management .....                                     | U.....           |
| Arrowstreet Capital, Limited Partnership .....            | U.....           |
| Astignes Capital Asia PTE. LTD .....                      | U.....           |
| Audax Management Co. LLC .....                            | U.....           |
| Balyasny Capital Management .....                         | U.....           |
| BC PARTNERS LLP .....                                     | U.....           |
| Blackrock Financial Management Inc .....                  | U.....           |
| Blackrock Asset Management Canada Limited .....           | U.....           |
| Blue Owl .....  | U.....           |
| Bridgewater Associations .....                            | U.....           |
| BROOKFIELD ASSET MANAGEMENT .....                         | U.....           |
| BV Investment Partners .....                              | U.....           |
| Carlyle Investment Management LLC .....                   | U.....           |
| Clayton, Dubilier & Rice, LLC .....                       | U.....           |
| D.E. Shaw .....   | U.....           |
| Doubleline Funds Trust .....                              | U.....           |
| BREAKOUT CAPITAL .....                                    | U.....           |
| Fortress Investment Group LLC .....                       | U.....           |
| GCM Grosvenor LLC .....                                   | U.....           |
| Goldman Sachs Asset Management, L.P. ....                 | U.....           |
| Great Hill Partners LP .....                              | U.....           |
| Guggenheim Partners Investment Management, LLC. ....      | U.....           |
| ICONIQ Capital .....                                      | U.....           |
| Jennison Associates LLC .....                             | U.....           |
| JP Morgan ESG Sustainable Leaders .....                   | U.....           |
| KKR Investment Management LLC .....                       | U.....           |
| KPS .....   | U.....           |
| Lexington Partners L.P. ....                              | U.....           |
| Morgan Stanley & Co. LLC .....                            | U.....           |
| Northern Trust Global Investment LTD .....                | U.....           |
| Oaktree Capital Management L.P. ....                      | U.....           |
| Pacific Investment Management Company LLC .....           | U.....           |
| PGIM, Inc .....   | U.....           |
| Rockpoint Group, LLC .....                                | U.....           |
| Rockcreek Emerging Markets .....                          | U.....           |
| Silver Lake Partnership .....                             | U.....           |
| The Blackstone Group L.P. ....                            | U.....           |
| Thomabravo .....  | U.....           |
| Tudor Investment Corporation .....                        | U.....           |
| Two Sigma .....   | U.....           |
| Varde Partners .....                                      | U.....           |
| Vitruvian Partners LLP .....                              | U.....           |
| Warburg Pincus Global Growth XIII .....                   | U.....           |
| Wellington Management Company LLP .....                   | U.....           |

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

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

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

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY**

| 1<br>Central Registration<br>Depository Number | 2<br>Name of Firm or Individual                 | 3<br>Legal Entity Identifier (LEI) | 4<br>Registered With | 5<br>Investment<br>Management<br>Agreement<br>(IMA) Filed |
|--|---|------------------------------------|----------------------|---|
| 108477   | Alliance Bernstein L.P.                         | 0JK55UGWISWNF3X7KLQ85              | SEC                  | DS  |
| 105926   | Pinebridge Investments LLC                      | CLDVY8YV4GNT81Q4VM57               | SEC                  | DS  |
| 113972   | Standish Mellon Asset Management                | ME7YUCK4NF1W8VM8SP25               | SEC                  | DS  |
| 161153   | Abry Partners, LLC                              | 549300SPLESK8B9YFN30               | SEC                  | DS  |
| 149003   | Allianz Global Investors U.S. LLC               | 5493006522GA7V5RIQ29               | SEC                  | DS  |
| 131940   | ANGELO , GORDON & CO., L.P.                     | XXJ808RONB9FETFP6B63               | SEC                  | DS  |
| 298123   | Antler  | 549300VYU7M7GQE2TE18               | SEC                  | DS  |
| 143158   | Apollo  | 5493004UBP55J1YLCL14               | SEC                  | DS  |
| 143161   | APOLLO CAPITAL MANAGEMENT, L.P.                 | 549300UJ7XANATMMJE94               | SEC                  | DS  |
| 143161   | Apollo HGA Management, L.P.                     | 549300GWVGLJ8LMEOW39               | SEC                  | DS  |
| 161228   | ARCLIGHT Capital Partners, LLC                  | 549300GW1D1MIX7FLDM29              | SEC                  | DS  |
| 121326   | Ardian Co                                       | 549004QNJ00EMFZ1Q24                | SEC                  | DS  |
| 130074   | Ares Management                                 | 5299001MGCWCLGPX4Z79               | SEC                  | DS  |
| 111298   | Arrowstreet Capital, Limited Partnership        | L03UDTZUGORI1CVPFGQ53              | SEC                  | DS  |
| 152719   | Astignes Capital Asia PTE. LTD                  | 549300SNQL9BZLRY1Z82               | SEC                  | DS  |
| 160483   | Audax Management Co. LLC                        | 8945001RMP17LHENM05                | SEC                  | DS  |
| 138111   | Balyasny Capital Management                     | 1EY25V8W6D7HRX2LB395               | SEC                  | DS  |
| 284927   | BC PARTNERS LLP                                 | 254900X67LTV4RUHRX65               | SEC                  | DS  |
| 107105   | Blackrock Financial Management Inc              | 549300LVXY1VJKE13M84               | SEC                  | DS  |
| 162262   | Blackrock Asset Management Canada Limited       | 549300YTZPMP8RY8Y86                | OSC                  | NO  |
| 283250   | Blue Owl  | 2549000F2N02GYFV5T41               | SEC                  | DS  |
| 157653   | Bridgewater Associations                        | EMTKKJN2BHVKBWS4553                | SEC                  | DS  |
| 151599   | BROOKFIELD ASSET MANAGEMENT                     | C6J3FGI1W6MBDGT8F80                | SEC                  | DS  |
| 159349   | BV Investment Partners                          | 39120001KULK7200U106               | SEC                  | DS  |
| 111128   | Carlyle Investment Management LLC               | 549300MVJ5FAYQ68835                | SEC                  | DS  |
| 160492   | Clayton, Dubilier & Rice, LLC                   | 5493007K0KH1BVKWIXE31              | SEC                  | DS  |
| 108679   | D.E. Shaw                                       | 549300WVZY6TAS42D737               | SEC                  | DS  |
| 152606   | Doubleline Funds Trust                          | 5493008108R1K4RY7M95               | SEC                  | DS  |
| 321224   | BREAKOUT CAPITAL                                | 5493001KJTI1GCBY1R12               | SEC                  | DS  |
| 129010   | Fortress Investment Group LLC                   | VZ3406RQDQ6P5Q17K28                | SEC                  | DS  |
| 169155   | GCM Grosvenor LLC                               | 549300PT67J6DFJCA91                | SEC                  | DS  |
| 107738   | Goldman Sachs Asset Management, L.P.            | CF5M58QA35CFPUX70H17               | SEC                  | DS  |
| 158158   | Great Hill Partners LP                          | 549300VJS3Q6BU7Q53                 | SEC                  | DS  |
| 129288   | Guggenheim Partners Investment Management, LLC. | 549300XWQLVNUK615E79               | SEC                  | DS  |
| 159198   | ICONIQ Capital                                  | 89450014HPR4XDBCKY76               | SEC                  | DS  |
| 107959   | Jennison Associates LLC                         | 549300FH8430WV81PG14               | SEC                  | DS  |
| 107038   | JP Morgan ESG Sustainable Leaders               | 549300R401US62VXJT73               | SEC                  | DS  |
| 226531   | KKR Investment Management LLC                   | NF57XW7VRHCJJ5KSWB90               | SEC                  | DS  |
| 143229   | KPS   | 391200QPRQJMNAP9CL62               | SEC                  | DS  |
| 147281   | Lexington Partners L.P.                         | 549300Q148T1DZJCR212               | SEC                  | DS  |
| 8209   | Morgan Stanley & Co. LLC                        | 6N8SC06AK49FON7K1X52               | SEC                  | DS  |
| 111900   | Northern Trust Global Investment LTD            | M89DPJD7DZVSDZTFG617               | SEC                  | DS  |
| 106793   | Oaktree Capital Management L.P.                 | JOAJTQ0KF9HVVYX5K56                | SEC                  | DS  |
| 104559   | Pacific Investment Management Company LLC       | 549300KGPYQZGMYYN38                | SEC                  | DS  |
| 105676   | PGIM, Inc                                       | 213800Q6LW85M22SGX13               | SEC                  | DS  |
| 156630   | Rockpoint Group, LLC                            | 549300713EHGJ9M70B59               | SEC                  | DS  |
| 125409   | Rockcreek Emerging Markets                      | 54930008W10VB54K6Y79               | SEC                  | DS  |
| 107625   | Silver Lake Partnership                         | 213800FCYR5TH267AV68               | SEC                  | DS  |
| 17917  | The Blackstone Group L.P.                       | 5299004LW4QW6ZUB8Y96               | SEC                  | DS  |
| 157041   | Thomabravo                                      | 5493001G6511CQ33SN58               | SEC                  | DS  |
| 159792   | Tudor Investment Corporation                    | D6Y7N0U4YOKL2C5BLN13               | SEC                  | DS  |
| 295416   | Two Sigma                                       | U8JNXQQDFX8H3UCH515                | SEC                  | DS  |
| 108009   | Varde Partners                                  | NB1R4W650UJEOSZFMG65               | SEC                  | DS  |
| 162759   | Vitruvian Partners LLP                          | 21380027YHVANGKWTZ55               | SEC                  | DS  |
| 156945   | Warburg Pincus Global Growth XIII               | 5493007VPCEXSIQS1868               | SEC                  | DS  |
| 106595   | Wellington Management Company LLP               | 549300YHP12TEZNLXC41               | SEC                  | DS  |

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

| 1<br>CUSIP #    | 2<br>Name of Mutual Fund             | 3<br>Book/Adjusted<br>Carrying Value |
|-----------------|--------------------------------------|--------------------------------------|
| 056823-37-0     | BAILLIE GIFFORD FDS                  | 220,720,281                          |
| 256206-10-3     | DODGE & COX INTERNATIONAL STOCK FUND | 242,073,150                          |
| 31421N-68-3     | FEDERATED FUNDS                      | 76,402,827                           |
| 31761R-16-1     | FINANCIAL INVS TR                    | 82,406,725                           |
| 45775L-30-9     | T ROWE PR INST SM CAP STK            | 85,084,217                           |
| 48129C-30-6     | JP MORGAN GLOBAL ALLOCATION          | 304,169,500                          |
| 617455-72-0     | MORGAN STANLEY INSTL                 | 157,832,064                          |
| 77956H-32-8     | TROWE PR GLOBAL STOCK                | 331,043,121                          |
| 77956H-48-4     | ROWE T PRICE INTL FD                 | 53,216,984                           |
| 92647K-30-9     | VICTORY MUNDER INT'L SMALL CAP FUND  | 217,980,214                          |
| L5458T-11-7     | INVESCO US SENIOR LOAN - GX          | 276,353,540                          |
| 30.2999 - Total |                                      | 2,047,282,623                        |

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

| 1<br>Name of Mutual Fund (from above table) | 2<br>Name of Significant Holding of the<br>Mutual Fund | 3<br>Amount of Mutual<br>Fund's Book/Adjusted<br>Carrying Value<br>Attributable to the<br>Holding | 4<br>Date of<br>Valuation |
|---|--|---|---------------------------|
| BAILLIE GIFFORD FDS                         | MercadoLibre Inc                                       | 10,117,818  | 12/31/2023                |
| BAILLIE GIFFORD FDS                         | Taiwan Semiconductor Manufacturing Co Ltd              | 8,508,767   | 12/31/2023                |
| BAILLIE GIFFORD FDS                         | Ryanair Holdings PLC - Depository Receipt              | 6,495,798   | 12/31/2023                |
| BAILLIE GIFFORD FDS                         | Samsung Electronics Co Ltd                             | 6,427,375   | 12/31/2023                |
| BAILLIE GIFFORD FDS                         | SAP SE   | 6,261,834   | 12/31/2023                |
| DODGE & COX INTERNATIONAL STOCK FUND        | Sanofi SA Common                                       | 11,174,097  | 12/31/2023                |

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY**

| 1  | 2  | 3  | 4                 |
|--|--|--|-------------------|
| Name of Mutual Fund (from above table)     | Name of Significant Holding of the Mutual Fund   | Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding | Date of Valuation |
| DODGE & COX INTERNATIONAL STOCK FUND ..... | UBS Group AG .....   | 11,086,950   | 12/31/2023 ..     |
| DODGE & COX INTERNATIONAL STOCK FUND ..... | Novartis AG .....  | 10,154,969   | 12/31/2023 ..     |
| DODGE & COX INTERNATIONAL STOCK FUND ..... | BNP Paribas SA .....   | 9,656,298  | 12/31/2023 ..     |
| DODGE & COX INTERNATIONAL STOCK FUND ..... | TotalEnergies SE .....   | 8,550,024  | 12/31/2023 ..     |
| FEDERATED FUNDS .....                      | Federated Hermes Institutional Prime Value Obligations Fund Class Institutional USD INC .....                  | 8,858,144  | 12/31/2023 ..     |
| FEDERATED FUNDS .....                      | Argenx SE .....  | 3,839,242  | 12/31/2023 ..     |
| FEDERATED FUNDS .....                      | Amphastar Pharmaceuticals Inc .....  | 1,709,895  | 12/31/2023 ..     |
| FEDERATED FUNDS .....                      | Wingstop Inc .....   | 1,641,897  | 12/31/2023 ..     |
| FEDERATED FUNDS .....                      | Dynavax Technologies Corp .....  | 1,576,954  | 12/31/2023 ..     |
| FINANCIAL INVS TR .....                    | Reliance Industries Ltd Ordinary Shares .....  | 4,908,969  | 12/31/2023 ..     |
| FINANCIAL INVS TR .....                    | ICICI Bank Ltd .....   | 4,034,633  | 12/31/2023 ..     |
| FINANCIAL INVS TR .....                    | Axis Bank Ltd .....  | 3,911,847  | 12/31/2023 ..     |
| FINANCIAL INVS TR .....                    | Infosys Ltd .....  | 3,354,778  | 12/31/2023 ..     |
| FINANCIAL INVS TR .....                    | HDFC Bank Ltd .....  | 3,346,537  | 12/31/2023 ..     |
| T ROWE PR INST SM CAP STK .....            | Cava Group Inc .....   | 1,298,385  | 12/31/2023 ..     |
| T ROWE PR INST SM CAP STK .....            | Ingersoll Rand Inc .....   | 1,134,173  | 12/31/2023 ..     |
| T ROWE PR INST SM CAP STK .....            | Element Solutions Inc .....  | 1,025,265  | 12/31/2023 ..     |
| T ROWE PR INST SM CAP STK .....            | EastGroup Properties Inc .....   | 945,286  | 12/31/2023 ..     |
| T ROWE PR INST SM CAP STK .....            | Burlington Stores Inc .....  | 913,804  | 12/31/2023 ..     |
| JP MORGAN GLOBAL ALLOCATION .....          | JPMorgan Income Fund Class R6 .....  | 10,563,807   | 12/31/2023 ..     |
| JP MORGAN GLOBAL ALLOCATION .....          | Microsoft Corp .....   | 8,142,618  | 12/31/2023 ..     |
| JP MORGAN GLOBAL ALLOCATION .....          | JPMorgan Prime Money Market Fund Class Premier USD INC .....   | 7,677,238  | 12/31/2023 ..     |
| JP MORGAN GLOBAL ALLOCATION .....          | Amazon.com Inc .....   | 5,532,843  | 12/31/2023 ..     |
| JP MORGAN GLOBAL ALLOCATION .....          | UnitedHealth Group Inc .....   | 3,622,659  | 12/31/2023 ..     |
| MORGAN STANLEY INSTL .....                 | Morgan Stanley Institutional Fund Trust - Global Strategist Portfolio Class L .....                            | 17,088,478   | 12/31/2023 ..     |
| MORGAN STANLEY INSTL .....                 | 1329435 TRS USD R E I19909560230920 EQUITYTRS ... MSILF Government Portfolio Class Institutional USD INC ..... | 16,629,186   | 12/31/2023 ..     |
| MORGAN STANLEY INSTL .....                 | INC .....  | 13,463,075   | 12/31/2023 ..     |
| MORGAN STANLEY INSTL .....                 | 1325471 TRS USD R E I18507440230125 EQUITYTRS ...  | 10,159,650   | 12/31/2023 ..     |
| MORGAN STANLEY INSTL .....                 | CGB 2.76 05/15/32 .....  | 7,265,010  | 12/31/2023 ..     |
| T ROWE PR GLOBAL STOCK .....               | Amazon.com Inc .....   | 17,505,560   | 12/31/2023 ..     |
| T ROWE PR GLOBAL STOCK .....               | Microsoft Corp .....   | 15,453,093   | 12/31/2023 ..     |
| T ROWE PR GLOBAL STOCK .....               | NVIDIA Corp .....  | 12,990,132   | 12/31/2023 ..     |
| T ROWE PR GLOBAL STOCK .....               | Eli Lilly & Co .....   | 12,261,837   | 12/31/2023 ..     |
| T ROWE PR GLOBAL STOCK .....               | Apple Inc .....  | 11,503,748   | 12/31/2023 ..     |
| ROWE T PRICE INTL FD .....                 | Taiwan Semiconductor Manufacturing Co Ltd .....  | 4,693,206  | 12/31/2023 ..     |
| ROWE T PRICE INTL FD .....                 | Samsung Electronics Co Ltd .....   | 3,297,324  | 12/31/2023 ..     |
| ROWE T PRICE INTL FD .....                 | Yum China Holdings Inc .....   | 1,973,818  | 12/31/2023 ..     |
| ROWE T PRICE INTL FD .....                 | Tencent Holdings Ltd .....   | 1,603,428  | 12/31/2023 ..     |
| ROWE T PRICE INTL FD .....                 | Reliance Industries Ltd Ordinary Shares .....  | 1,325,635  | 12/31/2023 ..     |
| VICTORY MUNDER INT'L SMALL CAP FUND .....  | Celestica Inc Subordinate Voting Shares .....  | 3,088,780  | 12/31/2023 ..     |
| VICTORY MUNDER INT'L SMALL CAP FUND .....  | Finning International Inc .....  | 2,138,386  | 12/31/2023 ..     |
| VICTORY MUNDER INT'L SMALL CAP FUND .....  | Gerresheimer AG .....  | 2,120,947  | 12/31/2023 ..     |
| VICTORY MUNDER INT'L SMALL CAP FUND .....  | Sopra Steria Group SACA .....  | 2,070,812  | 12/31/2023 ..     |
| VICTORY MUNDER INT'L SMALL CAP FUND .....  | AIXTRON SE .....   | 2,040,295  | 12/31/2023 ..     |
| INVESCO US SENIOR LOAN - GX .....          | QuarterNorth Energy Holding Inc. .....   | 7,768,298  | 12/31/2023 ..     |
| INVESCO US SENIOR LOAN - GX .....          | NASLLC TL 1L USD .....   | 4,407,839  | 12/31/2023 ..     |
| INVESCO US SENIOR LOAN - GX .....          | (e) My Alarm Center LLC Class A .....  | 3,653,394  | 12/31/2023 ..     |
| INVESCO US SENIOR LOAN - GX .....          | AAL TL 1L USD .....  | 3,343,878  | 12/31/2023 ..     |
| INVESCO US SENIOR LOAN - GX .....          | AQUASL TL B 1L EUR .....   | 3,128,322  | 12/31/2023 ..     |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

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

|                             | 1                             | 2             | 3  |
|-----------------------------|-------------------------------|---------------|--|
|                             | Statement (Admitted)<br>Value | Fair Value    | Excess of Statement<br>over Fair Value (-), or<br>Fair Value over<br>Statement (+) |
| 31.1 Bonds .....            | 6,291,354,249                 | 6,213,689,844 | (77,664,405)   |
| 31.2 Preferred stocks ..... | 422,212,561                   | 422,212,561   | 0  |
| 31.3 Totals                 | 6,713,566,810                 | 6,635,902,405 | (77,664,405)   |

31.4 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. Level 3 securities are priced by an external pricing source. ....

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

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

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

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

33.2 If no, list exceptions:  
 .....

34. By self-designating 5GI securities, the reporting entity is certifying the following elements of each self-designated 5GI security:  
 a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.  
 b. Issuer or obligor is current on all contracted interest and principal payments.  
 c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.  
 Has the reporting entity self-designated 5GI securities? ..... Yes [ ] No [ X ]

35. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:  
 a. The security was purchased prior to January 1, 2018.  
 b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.  
 c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.  
 d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.  
 Has the reporting entity self-designated PLGI securities? ..... Yes [ ] No [ X ]

36. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:  
 a. The shares were purchased prior to January 1, 2019.  
 b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.  
 c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.  
 d. The fund only or predominantly holds bonds in its portfolio.  
 e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.  
 f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.  
 Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria? ..... Yes [ ] No [ X ]

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

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

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

38.2 If the response to 38.1 is yes, on what schedule are they reported?  
 .....

39.1 Does the reporting entity directly or indirectly accept cryptocurrencies as payments for premiums on policies? ..... Yes [ ] No [ X ]

39.2 If the response to 39.1 is yes, are the cryptocurrencies held directly or are they immediately converted to U.S. dollars?  
 39.21 Held directly ..... Yes [ ] No [ ]  
 39.22 Immediately converted to U.S. dollars ..... Yes [ ] No [ ]

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

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

**OTHER**

40.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? .....\$ .....2,110,592

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

| 1    | 2           |
|------|-------------|
| Name | Amount Paid |
|      |             |

41.1 Amount of payments for legal expenses, if any? .....\$ .....5,838,925

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

| 1    | 2           |
|------|-------------|
| Name | Amount Paid |
|      |             |

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

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

| 1    | 2           |
|------|-------------|
| Name | Amount Paid |
|      |             |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**GENERAL INTERROGATORIES**

**PART 2 - PROPERTY AND 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<br>Current Year | 2<br>Prior Year |
|-----------------------------------|-------------------|-----------------|
| 2.1 Premium Numerator .....       | 0                 | 0               |
| 2.2 Premium Denominator .....     | 5,028,023,148     | 4,462,466,284   |
| 2.3 Premium Ratio (2.1/2.2) ..... | 0.000             | 0.000           |
| 2.4 Reserve Numerator .....       | 0                 | 0               |
| 2.5 Reserve Denominator .....     | 5,577,774,297     | 5,240,885,873   |
| 2.6 Reserve Ratio (2.4/2.5) ..... | 0.000             | 0.000           |

3.1 Did the reporting entity issue participating policies during the calendar year? ..... Yes [ ] No [ X ]

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

|                                       |    |   |
|---------------------------------------|----|---|
| 3.21 Participating policies .....     | \$ | 0 |
| 3.22 Non-participating policies ..... | \$ | 0 |

4. For mutual reporting Entities and Reciprocal Exchanges Only:

4.1 Does the reporting entity issue assessable policies? ..... Yes [ ] No [ X ]

4.2 Does the reporting entity issue non-assessable policies? ..... Yes [ X ] No [ ]

4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? ..... % 0.0

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. ....\$ 0

5. For Reciprocal Exchanges Only:

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

5.2 If yes, is the commission paid:

|  |         |        |           |
|--|---------|--------|-----------|
| 5.21 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  
 .....

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?  
The Company does not issue Workers' Compensation contracts. ....
- 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.  
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. ....
- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?  
In addition to controlling the Company's exposure by loss prevention engineering, deductibles, and limits of liability, we purchase risk and catastrophe reinsurance. ....
- 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 unreinsured catastrophic loss.  
There are certain parts of the Company's catastrophe program in the 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 and its ability to purchase additional reinsurance if an event occurs, it was determined that a reinstatement clause is not required for those parts of the program. ....
- 7.1 Has this 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 [ X ]
- 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 - Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:  
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or  
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? ..... Yes [ ] No [ X ]
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:  
(a) The entity does not utilize reinsurance; or, ..... Yes [ ] No [ X ]  
(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or ..... Yes [ ] No [ X ]  
(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. .... Yes [ ] No [ X ]
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? ..... Yes [ X ] No [ ] N/A [ ]

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**GENERAL INTERROGATORIES**

**PART 2 - PROPERTY AND CASUALTY INTERROGATORIES**

- 11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force? ..... Yes  No
- 11.2 If yes, give full information  
See Notes to the Financial Statements #14 for details on guarantees. ....
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
- 12.11 Unpaid losses .....\$ .....0  
12.12 Unpaid underwriting expenses (including loss adjustment expenses) .....\$ .....0
- 12.2 Of the amount on Line 15.3, Page 2, state the amount which 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
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- 12.41 From .....0.0 %  
12.42 To.....0.0 %
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? ..... Yes  No
- 12.6 If yes, state the amount thereof at December 31 of the current year:
- 12.61 Letters of credit .....\$ .....0  
12.62 Collateral and other funds.....\$ .....0
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): .....\$ ..... 781,855,000
- 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? ..... Yes  No
- 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 company a cedant in a multiple cedant reinsurance contract? ..... Yes  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
- 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? ..... Yes  No
- 14.5 If the answer to 14.4 is no, please explain:  
.....
- 15.1 Has the reporting entity guaranteed any financed premium accounts? ..... Yes  No
- 15.2 If yes, give full information  
.....
- 16.1 Does the reporting entity write any warranty business? ..... Yes  No   
If yes, disclose the following information for each of the following types of warranty coverage:

|                        | 1<br>Direct Losses<br>Incurred | 2<br>Direct Losses<br>Unpaid | 3<br>Direct Written<br>Premium | 4<br>Direct Premium<br>Unearned | 5<br>Direct Premium<br>Earned |
|------------------------|--------------------------------|------------------------------|--------------------------------|---------------------------------|-------------------------------|
| 16.11 Home .....       | 0                              | 0                            | 0                              | 0                               | 0                             |
| 16.12 Products .....   | 0                              | 0                            | 0                              | 0                               | 0                             |
| 16.13 Automobile ..... | 0                              | 0                            | 0                              | 0                               | 0                             |
| 16.14 Other* .....     | 0                              | 0                            | 0                              | 0                               | 0                             |

\* Disclose type of coverage:  
.....

## GENERAL INTERROGATORIES

### PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that is exempt from the statutory provision for unauthorized reinsurance? ..... Yes [ 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 ..... | \$ ..... | 12,541,000 |
| 17.12 Unfunded portion of Interrogatory 17.11 .....  | \$ ..... | 12,541,000 |
| 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 .....   | \$ ..... | 12,541,000 |
| 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 funds administered as of the reporting date. .... \$ ..... 0

19. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? ..... Yes [ 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 [ ]

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**FIVE-YEAR HISTORICAL DATA**

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

|   | 1<br>2023      | 2<br>2022      | 3<br>2021      | 4<br>2020      | 5<br>2019      |
|---|----------------|----------------|----------------|----------------|----------------|
| <b>Gross Premiums Written (Page 8, Part 1B Cols. 1, 2 &amp; 3)</b>  |                |                |                |                |                |
| 1. Liability lines (Lines 11, 16, 17, 18 & 19)  | 0              | 0              | 0              | 0              | 0              |
| 2. Property lines (Lines 1, 2, 9, 12, 21 & 26)  | 5,777,088,409  | 4,770,618,436  | 4,669,712,279  | 4,286,329,361  | 3,639,095,049  |
| 3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)  | 1,608,520,454  | 1,403,647,410  | 1,372,852,074  | 1,207,032,190  | 1,159,159,104  |
| 4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)   | 0              | 0              | 0              | 0              | 0              |
| 5. Nonproportional reinsurance lines (Lines 31, 32 & 33)  | 419,831,623    | 324,290,945    | 251,775,778    | 247,608,230    | 258,627,452    |
| 6. Total (Line 35)  | 7,805,440,486  | 6,498,556,791  | 6,294,340,131  | 5,740,969,781  | 5,056,881,605  |
| <b>Net Premiums Written (Page 8, Part 1B, Col. 6)</b>   |                |                |                |                |                |
| 7. Liability lines (Lines 11, 16, 17, 18 & 19)  | 0              | 0              | 0              | 0              | 0              |
| 8. Property lines (Lines 1, 2, 9, 12, 21 & 26)  | 3,812,023,529  | 3,138,610,834  | 3,247,884,239  | 2,923,028,467  | 2,350,880,136  |
| 9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)  | 1,350,988,849  | 1,100,866,393  | 1,109,855,039  | 924,994,707    | 896,873,652    |
| 10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)  | 0              | 0              | 0              | 0              | 0              |
| 11. Nonproportional reinsurance lines (Lines 31, 32 & 33)   | 361,420,511    | 219,525,139    | 151,463,023    | 161,805,071    | 183,519,300    |
| 12. Total (Line 35)   | 5,524,432,889  | 4,459,002,366  | 4,509,202,301  | 4,009,828,245  | 3,431,273,088  |
| <b>Statement of Income (Page 4)</b>   |                |                |                |                |                |
| 13. Net underwriting gain (loss) (Line 8)   | 1,362,503,340  | 895,166,151    | 716,391,397    | 171,605,969    | 535,356,056    |
| 14. Net investment gain (loss) (Line 11)  | 577,708,923    | 76,799,386     | 1,040,914,186  | 811,771,568    | 888,311,382    |
| 15. Total other income (Line 15)  | (22,951,822)   | 38,636,168     | (1,747,136)    | (26,100,034)   | (11,530,698)   |
| 16. Dividends to policyholders (Line 17)  | 0              | 0              | 0              | 0              | 0              |
| 17. Federal and foreign income taxes incurred (Line 19)   | 321,298,554    | (125,573,323)  | 557,445,168    | 42,403,989     | 154,085,699    |
| 18. Net income (Line 20)  | 1,595,961,887  | 1,136,175,028  | 1,198,113,279  | 914,873,514    | 1,258,051,041  |
| <b>Balance Sheet Lines (Pages 2 and 3)</b>  |                |                |                |                |                |
| 19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)   | 29,272,851,760 | 25,058,981,489 | 25,986,924,401 | 22,676,781,717 | 20,170,331,774 |
| 20. Premiums and considerations (Page 2, Col. 3)  |                |                |                |                |                |
| 20.1 In course of collection (Line 15.1)  | 1,407,026,439  | 1,143,699,398  | 1,036,774,929  | 964,259,747    | 837,850,637    |
| 20.2 Deferred and not yet due (Line 15.2)   | 0              | 0              | 0              | 0              | 0              |
| 20.3 Accrued retrospective premiums (Line 15.3)   | 0              | 0              | 0              | 0              | 0              |
| 21. Total liabilities excluding protected cell business (Page 3, Line 26)   | 7,932,752,023  | 7,498,543,133  | 8,128,629,322  | 7,318,081,010  | 6,462,675,354  |
| 22. Losses (Page 3, Line 1)   | 2,586,877,483  | 2,773,513,065  | 3,010,774,475  | 2,542,167,667  | 2,688,931,721  |
| 23. Loss adjustment expenses (Page 3, Line 3)   | 157,154,548    | 164,272,103    | 177,123,439    | 170,131,151    | 148,663,184    |
| 24. Unearned premiums (Page 3, Line 9)  | 2,721,771,433  | 2,225,361,692  | 2,228,825,610  | 1,993,350,220  | 1,642,456,120  |
| 25. Capital paid up (Page 3, Lines 30 & 31)   | 0              | 0              | 0              | 0              | 0              |
| 26. Surplus as regards policyholders (Page 3, Line 37)  | 21,340,099,737 | 17,560,438,356 | 17,858,295,078 | 15,358,700,707 | 13,707,656,420 |
| <b>Cash Flow (Page 5)</b>   |                |                |                |                |                |
| 27. Net cash from operations (Line 11)  | 1,503,097,029  | 802,744,614    | 886,456,681    | 445,732,662    | (504,703,459)  |
| <b>Risk-Based Capital Analysis</b>  |                |                |                |                |                |
| 28. Total adjusted capital  | 21,340,099,737 | 17,560,438,356 | 17,858,295,078 | 15,358,700,707 | 13,707,656,420 |
| 29. Authorized control level risk-based capital   | 2,615,827,924  | 2,264,484,230  | 2,314,935,181  | 2,001,200,776  | 1,759,158,309  |
| <b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0</b>                      |                |                |                |                |                |
| 30. Bonds (Line 1)  | 23.1           | 25.2           | 24.9           | 27.9           | 28.0           |
| 31. Stocks (Lines 2.1 & 2.2)  | 59.2           | 54.4           | 55.8           | 52.0           | 53.8           |
| 32. Mortgage loans on real estate (Lines 3.1 and 3.2)   | 0.0            | 0.0            | 0.0            | 0.0            | 0.0            |
| 33. Real estate (Lines 4.1, 4.2 & 4.3)  | 0.0            | 0.0            | 0.0            | 0.0            | 0.0            |
| 34. Cash, cash equivalents and short-term investments (Line 5)  | 4.0            | 5.0            | 4.0            | 4.1            | 5.0            |
| 35. Contract loans (Line 6)   | 0.0            | 0.0            | 0.0            | 0.0            | 0.0            |
| 36. Derivatives (Line 7)  | 0.0            | 0.0            | 0.0            | 0.0            | 0.0            |
| 37. Other invested assets (Line 8)  | 13.6           | 15.2           | 14.9           | 15.3           | 13.1           |
| 38. Receivables for securities (Line 9)   | 0.1            | 0.2            | 0.4            | 0.5            | 0.0            |
| 39. Securities lending reinvested collateral assets (Line 10)   | 0.0            | 0.0            | 0.0            | 0.2            | 0.2            |
| 40. Aggregate write-ins for invested assets (Line 11)   | 0.0            | 0.0            | 0.0            | 0.0            | 0.0            |
| 41. Cash, cash equivalents and invested assets (Line 12)  | 100.0          | 100.0          | 100.0          | 100.0          | 100.0          |
| <b>Investments in Parent, Subsidiaries and Affiliates</b>   |                |                |                |                |                |
| 42. Affiliated bonds (Schedule D, Summary, Line 12, Col. 1)   | 0              | 0              | 0              | 0              | 0              |
| 43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)  | 0              | 0              | 0              | 0              | 0              |
| 44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)   | 6,819,588,861  | 5,518,148,924  | 5,717,660,117  | 5,028,330,427  | 4,425,734,825  |
| 45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)   | 0              | 0              | 0              | 0              | 0              |
| 46. Affiliated mortgage loans on real estate  | 0              | 0              | 0              | 0              | 0              |
| 47. All other affiliated  | 1,342,746,035  | 1,379,809,282  | 1,341,596,818  | 1,278,678,496  | 1,052,249,892  |
| 48. Total of above Lines 42 to 47   | 8,162,334,896  | 6,897,958,206  | 7,059,256,935  | 6,307,008,923  | 5,477,984,717  |
| 49. Total Investment in Parent included in Lines 42 to 47 above   | 0              | 0              | 0              | 0              | 0              |
| 50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0) | 38.2           | 39.3           | 39.5           | 41.1           | 40.0           |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**FIVE-YEAR HISTORICAL DATA**

(Continued)

|  | 1<br>2023     | 2<br>2022       | 3<br>2021     | 4<br>2020     | 5<br>2019     |
|--|---------------|-----------------|---------------|---------------|---------------|
| <b>Capital and Surplus Accounts (Page 4)</b>   |               |                 |               |               |               |
| 51. Net unrealized capital gains (losses) (Line 24) .....  | 2,197,941,447 | (1,508,817,514) | 1,199,916,340 | 846,893,399   | 1,255,706,531 |
| 52. Dividends to stockholders (Line 35) .....  | 0             | 0               | 0             | 0             | 0             |
| 53. Change in surplus as regards policyholders for the year (Line 38) .....  | 3,779,661,381 | (297,856,722)   | 2,499,594,371 | 1,651,044,287 | 2,466,389,897 |
| <b>Gross Losses Paid (Page 9, Part 2, Cols. 1 &amp; 2)</b>   |               |                 |               |               |               |
| 54. Liability lines (Lines 11, 16, 17, 18 & 19) .....  | 7,134,381     | 3,971,077       | 6,467,551     | 8,807,648     | 6,373,353     |
| 55. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....  | 2,529,834,609 | 2,540,530,520   | 1,885,135,128 | 2,265,856,247 | 2,580,415,128 |
| 56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....  | 487,059,319   | 795,707,133     | 377,927,612   | 823,330,833   | 421,675,677   |
| 57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....   | (20,777)      | (251,497)       | (159,261)     | (73,433)      | (76,497)      |
| 58. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....  | 368,207,385   | 268,206,129     | 161,816,742   | 65,061,140    | 171,815,115   |
| 59. Total (Line 35) .....  | 3,392,214,917 | 3,608,163,362   | 2,431,187,772 | 3,162,982,435 | 3,180,202,776 |
| <b>Net Losses Paid (Page 9, Part 2, Col. 4)</b>  |               |                 |               |               |               |
| 60. Liability lines (Lines 11, 16, 17, 18 & 19) .....  | 1,845,590     | 1,543,223       | 1,835,383     | 1,379,609     | (787,147)     |
| 61. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....  | 1,454,657,911 | 1,684,548,350   | 1,388,093,488 | 1,794,589,326 | 2,164,186,400 |
| 62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....  | 369,904,901   | 606,408,093     | 293,315,242   | 668,215,463   | 388,604,711   |
| 63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....   | (20,777)      | (251,497)       | (159,261)     | (73,433)      | (76,497)      |
| 64. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....  | 345,619,220   | 212,371,478     | 104,345,989   | 8,119,407     | 127,617,041   |
| 65. Total (Line 35) .....  | 2,172,006,845 | 2,504,619,647   | 1,787,430,842 | 2,472,230,373 | 2,679,544,508 |
| <b>Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0</b>   |               |                 |               |               |               |
| 66. Premiums earned (Line 1) .....   | 100.0         | 100.0           | 100.0         | 100.0         | 100.0         |
| 67. Losses incurred (Line 2) .....   | 39.5          | 50.8            | 52.8          | 63.6          | 52.3          |
| 68. Loss expenses incurred (Line 3) .....  | 1.9           | 2.6             | 3.1           | 4.1           | 1.6           |
| 69. Other underwriting expenses incurred (Line 4) .....  | 31.6          | 26.5            | 27.3          | 27.6          | 29.4          |
| 70. Net underwriting gain (loss) (Line 8) .....  | 27.1          | 20.1            | 16.8          | 4.7           | 16.7          |
| <b>Other Percentages</b>   |               |                 |               |               |               |
| 71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0) .....   | 29.1          | 25.7            | 25.9          | 25.9          | 27.8          |
| 72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) .....   | 41.3          | 53.4            | 55.9          | 67.7          | 53.9          |
| 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) .....   | 25.9          | 25.4            | 25.2          | 26.1          | 25.0          |
| <b>One Year Loss Development (\$000 omitted)</b>   |               |                 |               |               |               |
| 74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11) .....   | (159,186)     | 164,062         | (136,621)     | (106,441)     | (334,380)     |
| 75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0).....                  | (0.9)         | 0.9             | (0.9)         | (0.8)         | (3.0)         |
| <b>Two Year Loss Development (\$000 omitted)</b>   |               |                 |               |               |               |
| 76. Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12) .....                       | 158,286       | 148,558         | (182,343)     | (445,170)     | (112,468)     |
| 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) ..... | 0.9           | 1.0             | (1.3)         | (4.0)         | (0.9)         |

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

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY  
**SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES**  
**SCHEDULE P - PART 1 - SUMMARY**

(\$000 OMITTED)

| Years in Which Premiums Were Earned and Losses Were Incurred | Premiums Earned |           |           | Loss and Loss Expense Payments |           |                                       |        |                              |        | 10<br>Salvage and Subrogation Received | 11<br>Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9) | 12<br>Number of Claims Reported Direct and Assumed |
|--|-----------------|-----------|-----------|--------------------------------|-----------|---------------------------------------|--------|------------------------------|--------|--|---|--|
|  | 1               | 2         | 3         | Loss Payments                  |           | Defense and Cost Containment Payments |        | Adjusting and Other Payments |        |  |   |  |
|  |                 |           |           | 4                              | 5         | 6                                     | 7      | 8                            | 9      |  |   |  |
|  |                 |           |           |                                |           |                                       |        |                              |        |  |   |  |
| 1. Prior.....  | XXX             | XXX       | XXX       | 61,136                         | 48,954    | 4,209                                 | 1,471  | 395                          | 0      | (743)                                  | 15,315  | XXX  |
| 2. 2014.....   | 3,881,846       | 1,149,085 | 2,732,761 | 1,606,388                      | 230,547   | 10,143                                | 2,396  | 82,687                       | 4,596  | 19,485                                 | 1,461,679   | XXX  |
| 3. 2015.....   | 3,948,178       | 1,163,942 | 2,784,236 | 1,648,291                      | 380,225   | 12,215                                | 675    | 87,592                       | 5,882  | 16,018                                 | 1,361,316   | XXX  |
| 4. 2016.....   | 4,013,303       | 1,194,199 | 2,819,104 | 1,883,885                      | 322,830   | 12,539                                | 4,470  | 92,749                       | 7,195  | 23,652                                 | 1,654,678   | XXX  |
| 5. 2017.....   | 4,261,210       | 1,234,915 | 3,026,295 | 4,107,247                      | 838,333   | 15,869                                | 1,274  | 111,649                      | 15,284 | 27,486                                 | 3,379,874   | XXX  |
| 6. 2018.....   | 4,354,389       | 1,401,506 | 2,952,883 | 3,317,132                      | 374,567   | 12,643                                | 1,229  | 104,277                      | 7,631  | 18,613                                 | 3,050,625   | XXX  |
| 7. 2019.....   | 4,763,643       | 1,555,475 | 3,208,168 | 2,779,559                      | 766,091   | 6,785                                 | 740    | 88,831                       | 7,589  | 12,121                                 | 2,100,755   | XXX  |
| 8. 2020.....   | 5,368,450       | 1,709,517 | 3,658,933 | 3,256,418                      | 822,307   | 56,235                                | 1,461  | 124,659                      | 11,358 | 14,246                                 | 2,602,186   | XXX  |
| 9. 2021.....   | 6,025,653       | 1,751,926 | 4,273,727 | 3,531,338                      | 1,448,213 | 13,468                                | 477    | 100,407                      | 7,827  | 3,133                                  | 2,188,696   | XXX  |
| 10. 2022.....  | 6,356,730       | 1,894,264 | 4,462,466 | 1,901,320                      | 450,600   | 11,040                                | 1,503  | 80,125                       | 5,418  | 77                                     | 1,534,964   | XXX  |
| 11. 2023.....  | 7,220,670       | 2,192,646 | 5,028,024 | 796,340                        | 108,412   | 1,498                                 | 296    | 55,817                       | 1,326  | (231)                                  | 743,621   | XXX  |
| 12. Totals   | XXX             | XXX       | XXX       | 24,889,054                     | 5,791,079 | 156,644                               | 15,992 | 929,188                      | 74,106 | 133,857                                | 20,093,709  | XXX  |

|               | Losses Unpaid      |         |                    |         | Defense and Cost Containment Unpaid |        |                    |       | Adjusting and Other Unpaid |             | 23<br>Salvage and Subrogation Anticipated | 24<br>Total Net Losses and Expenses Unpaid | 25<br>Number of Claims Outstanding Direct and Assumed |
|---------------|--------------------|---------|--------------------|---------|-------------------------------------|--------|--------------------|-------|----------------------------|-------------|---|--|---|
|               | Case Basis         |         | Bulk + IBNR        |         | Case Basis                          |        | Bulk + IBNR        |       | 21<br>Direct and Assumed   | 22<br>Ceded |   |  |   |
|               | 13                 | 14      | 15                 | 16      | 17                                  | 18     | 19                 | 20    |                            |             |   |  |   |
|               | Direct and Assumed | Ceded   | Direct and Assumed | Ceded   | Direct and Assumed                  | Ceded  | Direct and Assumed | Ceded |                            |             |   |  |   |
| 1. Prior..... | 169,921            | 46,561  | 583,239            | 270,920 | 29,098                              | 11,380 | (2,912)            | 0     | 27,641                     | 0           | 0   | 478,126                                    | XXX   |
| 2. 2014.....  | 430                | 0       | 0                  | 0       | 3                                   | 0      | 0                  | 0     | 0                          | 0           | 0   | 433  | XXX   |
| 3. 2015.....  | (1,611)            | (254)   | 0                  | 0       | 1                                   | 0      | 1                  | 0     | 0                          | 0           | 1,812                                     | (1,355)                                    | XXX   |
| 4. 2016.....  | (2,642)            | (129)   | 2,495              | 604     | 4                                   | 0      | 0                  | 0     | 0                          | 0           | 2,764                                     | (618)                                      | XXX   |
| 5. 2017.....  | 2,069              | (837)   | 4,099              | 992     | 4                                   | 0      | 14                 | 0     | 0                          | 0           | 4,673                                     | 6,031                                      | XXX   |
| 6. 2018.....  | (3,923)            | (2,724) | 5,132              | 1,242   | 9                                   | 0      | 0                  | 0     | 1                          | 0           | 8,567                                     | 2,701                                      | XXX   |
| 7. 2019.....  | 4,991              | (2,392) | 30,610             | 2,319   | 19                                  | 0      | 4                  | 0     | 72                         | 0           | 10,258                                    | 35,769                                     | XXX   |
| 8. 2020.....  | 42,938             | 126,840 | 11,440             | 2,749   | 884                                 | 200    | 15,201             | 0     | 2,482                      | 602         | 17,707                                    | (57,446)                                   | XXX   |
| 9. 2021.....  | 364,598            | 134,455 | 10,893             | 2,403   | 4,427                               | 1,028  | 685                | 0     | 13,515                     | 3,334       | 23,468                                    | 252,898                                    | XXX   |
| 10. 2022..... | 672,239            | 168,358 | 11,461             | 2,291   | 7,286                               | 1,735  | 947                | 0     | 22,174                     | 5,468       | 22,697                                    | 536,255                                    | XXX   |
| 11. 2023..... | 1,809,484          | 397,439 | 22,725             | 2,875   | 18,503                              | 4,479  | 2,388              | 0     | 56,999                     | 14,069      | 30,154                                    | 1,491,237                                  | XXX   |
| 12. Totals    | 3,058,494          | 867,317 | 682,094            | 286,395 | 60,238                              | 18,822 | 16,328             | 0     | 122,884                    | 23,473      | 122,100                                   | 2,744,031                                  | XXX   |

|               | Total Losses and Loss Expenses Incurred |           |           | Loss and Loss Expense Percentage (Incurred / Premiums Earned) |       |       | Nontabular Discount |              | 34<br>Inter-Company Pooling Participation Percentage | Net Balance Sheet Reserves After Discount |                      |
|---------------|---|-----------|-----------|---|-------|-------|---------------------|--------------|--|---|----------------------|
|               | 26                                      | 27        | 28        | 29  | 30    | 31    | 32                  | 33           |  | 35  | 36                   |
|               | Direct and Assumed                      | Ceded     | Net       | Direct and Assumed  | Ceded | Net   | Loss                | Loss Expense |  | Losses Unpaid                             | Loss Expenses Unpaid |
| 1. Prior..... | XXX                                     | XXX       | XXX       | XXX   | XXX   | XXX   | 0                   | 0            | XXX  | 435,679                                   | 42,447               |
| 2. 2014.....  | 1,699,651                               | 237,539   | 1,462,112 | 43.8  | 20.7  | 53.5  | 0                   | 0            | 87.0   | 430                                       | 3                    |
| 3. 2015.....  | 1,746,489                               | 386,528   | 1,359,961 | 44.2  | 33.2  | 48.8  | 0                   | 0            | 87.0   | (1,357)                                   | 2                    |
| 4. 2016.....  | 1,989,030                               | 334,970   | 1,654,060 | 49.6  | 28.0  | 58.7  | 0                   | 0            | 87.0   | (622)                                     | 4                    |
| 5. 2017.....  | 4,240,951                               | 855,046   | 3,385,905 | 99.5  | 69.2  | 111.9 | 0                   | 0            | 87.0   | 6,013                                     | 18                   |
| 6. 2018.....  | 3,435,271                               | 381,945   | 3,053,326 | 78.9  | 27.3  | 103.4 | 0                   | 0            | 87.0   | 2,691                                     | 10                   |
| 7. 2019.....  | 2,910,871                               | 774,347   | 2,136,524 | 61.1  | 49.8  | 66.6  | 0                   | 0            | 87.0   | 35,674                                    | 95                   |
| 8. 2020.....  | 3,510,257                               | 965,517   | 2,544,740 | 65.4  | 56.5  | 69.5  | 0                   | 0            | 87.0   | (75,211)                                  | 17,765               |
| 9. 2021.....  | 4,039,331                               | 1,597,737 | 2,441,594 | 67.0  | 91.2  | 57.1  | 0                   | 0            | 87.0   | 238,633                                   | 14,265               |
| 10. 2022..... | 2,706,592                               | 635,373   | 2,071,219 | 42.6  | 33.5  | 46.4  | 0                   | 0            | 87.0   | 513,051                                   | 23,204               |
| 11. 2023..... | 2,763,754                               | 528,896   | 2,234,858 | 38.3  | 24.1  | 44.4  | 0                   | 0            | 87.0   | 1,431,895                                 | 59,342               |
| 12. Totals    | XXX                                     | XXX       | XXX       | XXX   | XXX   | XXX   | 0                   | 0            | XXX  | 2,586,876                                 | 157,155              |

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

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**SCHEDULE P - PART 2 - SUMMARY**

| Years in Which Losses Were Incurred | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) |           |           |           |           |           |           |           |           |            | DEVELOPMENT    |                |
|-------------------------------------|--|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|----------------|----------------|
|                                     | 1<br>2014  | 2<br>2015 | 3<br>2016 | 4<br>2017 | 5<br>2018 | 6<br>2019 | 7<br>2020 | 8<br>2021 | 9<br>2022 | 10<br>2023 | 11<br>One Year | 12<br>Two Year |
| 1. Prior.....                       | 914,857  | 970,706   | 990,311   | 1,008,106 | 971,303   | 985,983   | 1,003,413 | 974,068   | 968,308   | 935,173    | (33,135)       | (38,895)       |
| 2. 2014.....                        | 1,443,839  | 1,428,387 | 1,406,746 | 1,400,768 | 1,376,643 | 1,384,673 | 1,376,436 | 1,378,149 | 1,385,121 | 1,384,021  | (1,100)        | 5,872          |
| 3. 2015.....                        | XXX  | 1,486,201 | 1,292,901 | 1,272,931 | 1,277,458 | 1,284,975 | 1,281,150 | 1,282,802 | 1,284,167 | 1,278,251  | (5,916)        | (4,551)        |
| 4. 2016.....                        | XXX  | XXX       | 1,658,825 | 1,631,383 | 1,569,052 | 1,566,658 | 1,560,869 | 1,553,033 | 1,565,082 | 1,568,506  | 3,424          | 15,473         |
| 5. 2017.....                        | XXX  | XXX       | XXX       | 3,213,727 | 3,239,372 | 3,192,158 | 3,149,929 | 3,137,753 | 3,288,729 | 3,289,540  | 811            | 151,787        |
| 6. 2018.....                        | XXX  | XXX       | XXX       | XXX       | 3,274,724 | 2,959,726 | 2,891,586 | 2,853,709 | 2,941,025 | 2,956,679  | 15,654         | 102,970        |
| 7. 2019.....                        | XXX  | XXX       | XXX       | XXX       | XXX       | 2,011,390 | 2,015,740 | 2,023,706 | 2,060,454 | 2,055,210  | (5,244)        | 31,504         |
| 8. 2020.....                        | XXX  | XXX       | XXX       | XXX       | XXX       | XXX       | 2,476,426 | 2,415,708 | 2,411,221 | 2,429,559  | 18,338         | 13,851         |
| 9. 2021.....                        | XXX  | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | 2,458,558 | 2,337,441 | 2,338,833  | 1,392          | (119,725)      |
| 10. 2022.....                       | XXX  | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | 2,133,216 | 1,979,806  | (153,410)      | XXX            |
| 11. 2023.....                       | XXX  | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | 2,137,437  | XXX            | XXX            |
| 12. Totals                          |  |           |           |           |           |           |           |           |           |            | (159,186)      | 158,286        |

**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<br>Number of Claims Closed With Loss Payment | 12<br>Number of Claims Closed Without Loss Payment |
|-------------------------------------|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|---|--|
|                                     | 1<br>2014   | 2<br>2015 | 3<br>2016 | 4<br>2017 | 5<br>2018 | 6<br>2019 | 7<br>2020 | 8<br>2021 | 9<br>2022 | 10<br>2023 |   |  |
| 1. Prior.....                       | 000   | 267,652   | 357,650   | 376,093   | 419,980   | 432,991   | 436,295   | 451,843   | 469,768   | 484,688    | XXX   | XXX  |
| 2. 2014.....                        | 614,658   | 1,207,921 | 1,337,214 | 1,358,055 | 1,372,315 | 1,370,651 | 1,377,827 | 1,378,263 | 1,377,512 | 1,383,588  | XXX   | XXX  |
| 3. 2015.....                        | XXX   | 432,313   | 1,048,080 | 1,185,704 | 1,226,150 | 1,266,464 | 1,272,876 | 1,283,649 | 1,281,020 | 1,279,606  | XXX   | XXX  |
| 4. 2016.....                        | XXX   | XXX       | 804,181   | 1,347,423 | 1,515,577 | 1,550,255 | 1,557,805 | 1,554,347 | 1,554,238 | 1,569,124  | XXX   | XXX  |
| 5. 2017.....                        | XXX   | XXX       | XXX       | 878,185   | 2,230,930 | 2,938,273 | 3,033,430 | 3,085,525 | 3,148,559 | 3,283,509  | XXX   | XXX  |
| 6. 2018.....                        | XXX   | XXX       | XXX       | XXX       | 1,202,240 | 2,352,907 | 2,679,593 | 2,816,437 | 2,928,606 | 2,953,979  | XXX   | XXX  |
| 7. 2019.....                        | XXX   | XXX       | XXX       | XXX       | XXX       | 750,190   | 1,797,716 | 1,895,591 | 2,015,240 | 2,019,513  | XXX   | XXX  |
| 8. 2020.....                        | XXX   | XXX       | XXX       | XXX       | XXX       | XXX       | 1,000,413 | 1,956,433 | 2,523,152 | 2,488,885  | XXX   | XXX  |
| 9. 2021.....                        | XXX   | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | 551,956   | 1,707,535 | 2,096,116  | XXX   | XXX  |
| 10. 2022.....                       | XXX   | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | 513,437   | 1,460,257  | XXX   | XXX  |
| 11. 2023.....                       | XXX   | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | 689,130    | 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<br>2014   | 2<br>2015 | 3<br>2016 | 4<br>2017 | 5<br>2018 | 6<br>2019 | 7<br>2020 | 8<br>2021 | 9<br>2022 | 10<br>2023 |
| 1. Prior.....                       | 548,473   | 543,308   | 531,042   | 521,362   | 471,884   | 470,542   | 457,164   | 377,316   | 360,214   | 309,407    |
| 2. 2014.....                        | 116,703   | 35,052    | 29,778    | 30,183    | 11,786    | 2,258     | 1,059     | 579       | 0         | 0          |
| 3. 2015.....                        | XXX   | 185,875   | 62,669    | 27,404    | 41,440    | 7,407     | 928       | 560       | 3,729     | 1          |
| 4. 2016.....                        | XXX   | XXX       | 148,632   | 54,641    | 12,550    | 10,249    | 5,946     | 765       | 5,077     | 1,891      |
| 5. 2017.....                        | XXX   | XXX       | XXX       | 258,716   | 76,223    | 27,310    | 10,934    | 4,913     | 7,258     | 3,121      |
| 6. 2018.....                        | XXX   | XXX       | XXX       | XXX       | 278,705   | 28,747    | 5,033     | 7,687     | 11,118    | 3,890      |
| 7. 2019.....                        | XXX   | XXX       | XXX       | XXX       | XXX       | 129,505   | 14,163    | 9,736     | 25,715    | 28,295     |
| 8. 2020.....                        | XXX   | XXX       | XXX       | XXX       | XXX       | XXX       | 123,801   | 45,601    | 24,721    | 23,892     |
| 9. 2021.....                        | XXX   | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | 120,695   | 4,846     | 9,175      |
| 10. 2022.....                       | XXX   | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | 314,893   | 10,117     |
| 11. 2023.....                       | XXX   | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | XXX       | 22,238     |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

Allocated by States and Territories

| States, Etc.   | 1<br>Active Status (a) | Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken |                             | 4<br>Dividends Paid or Credited to Policyholders on Direct Business | 5<br>Direct Losses Paid (Deducting Salvage) | 6<br>Direct Losses Incurred | 7<br>Direct Losses Unpaid | 8<br>Finance and Service Charges Not Included in Premiums | 9<br>Direct Premiums Written for Federal Purchasing Groups (Included in Column 2) |   |
|--|------------------------|---|-----------------------------|---|---|-----------------------------|---------------------------|---|---|---|
|  |                        | 2<br>Direct Premiums Written  | 3<br>Direct Premiums Earned |   |   |                             |                           |   |   |   |
| 1. Alabama   | AL                     | L   | 59,620,191                  | 50,997,184  | 0   | 17,549,929                  | 59,368,167                | 97,924,266  | 0   | 0 |
| 2. Alaska  | AK                     | L   | 16,533,118                  | 19,623,149  | 0   | 4,277,227                   | 2,058,521                 | 94,670  | 0   | 0 |
| 3. Arizona   | AZ                     | L   | 41,728,974                  | 42,388,242  | 0   | 6,040,871                   | 4,245,447                 | 5,579,570   | 0   | 0 |
| 4. Arkansas  | AR                     | L   | 53,491,635                  | 48,148,034  | 0   | 25,528,476                  | 14,243,726                | 28,243,269  | 0   | 0 |
| 5. California  | CA                     | L   | 550,047,416                 | 510,398,724   | 0   | 56,468,508                  | 87,943,288                | 126,662,397   | 0   | 0 |
| 6. Colorado  | CO                     | L   | 50,068,949                  | 45,260,967  | 0   | 12,495,622                  | (562,212)                 | 16,283,025  | 0   | 0 |
| 7. Connecticut   | CT                     | L   | 52,814,823                  | 47,273,991  | 0   | 11,513,234                  | 154,974,092               | 181,205,755   | 0   | 0 |
| 8. Delaware  | DE                     | L   | 6,525,279                   | 5,251,773   | 0   | 364,766                     | 4,872,593                 | 5,395,883   | 0   | 0 |
| 9. District of Columbia  | DC                     | L   | 20,430,320                  | 17,060,908  | 0   | 3,532,293                   | 1,669,337                 | 47,926,960  | 0   | 0 |
| 10. Florida  | FL                     | L   | 251,240,152                 | 231,077,243   | 0   | 50,456,502                  | (12,653,366)              | 25,777,069  | 0   | 0 |
| 11. Georgia  | GA                     | L   | 142,659,977                 | 133,268,761   | 0   | 55,845,008                  | 78,537,821                | 112,157,908   | 0   | 0 |
| 12. Hawaii   | HI                     | L   | 12,680,086                  | 11,135,358  | 0   | 2,156,127                   | 27,161,367                | 25,194,348  | 0   | 0 |
| 13. Idaho  | ID                     | L   | 32,152,560                  | 28,059,949  | 0   | 7,065,941                   | 55,031,920                | 51,456,388  | 0   | 0 |
| 14. Illinois   | IL                     | L   | 166,838,260                 | 147,971,438   | 0   | 53,817,961                  | 22,067,809                | 63,695,300  | 0   | 0 |
| 15. Indiana  | IN                     | L   | 80,996,735                  | 74,952,838  | 0   | 49,255,214                  | 83,793,613                | 99,806,140  | 0   | 0 |
| 16. Iowa   | IA                     | L   | 62,631,625                  | 58,743,117  | 0   | 2,187,608                   | 1,426,017                 | 765,168   | 0   | 0 |
| 17. Kansas   | KS                     | L   | 40,127,049                  | 36,051,552  | 0   | 4,027,160                   | (5,644,418)               | 1,262,146   | 0   | 0 |
| 18. Kentucky   | KY                     | L   | 90,395,362                  | 92,986,135  | 0   | 45,585,584                  | 120,645,917               | 224,483,136   | 0   | 0 |
| 19. Louisiana  | LA                     | L   | 108,458,859                 | 99,509,443  | 0   | 55,130,907                  | 31,713,579                | 67,972,144  | 0   | 0 |
| 20. Maine  | ME                     | L   | 31,986,496                  | 28,470,026  | 0   | 593,534                     | 1,830,563                 | 1,298,309   | 0   | 0 |
| 21. Maryland   | MD                     | L   | 51,193,057                  | 44,723,670  | 0   | 22,871,802                  | 27,432,224                | 12,977,072  | 0   | 0 |
| 22. Massachusetts  | MA                     | L   | 121,724,791                 | 114,173,546   | 0   | 24,136,639                  | 11,052,839                | 32,281,478  | 0   | 0 |
| 23. Michigan   | MI                     | L   | 83,950,242                  | 84,009,678  | 0   | 151,377,801                 | 3,668,624                 | 23,668,043  | 0   | 0 |
| 24. Minnesota  | MN                     | L   | 82,475,892                  | 75,408,750  | 0   | 18,953,599                  | 20,792,275                | 10,966,092  | 0   | 0 |
| 25. Mississippi  | MS                     | L   | 39,172,607                  | 36,939,505  | 0   | 66,490,797                  | 200,280,093               | 154,077,001   | 0   | 0 |
| 26. Missouri   | MO                     | L   | 81,661,522                  | 72,708,780  | 0   | 15,629,954                  | (35,846,847)              | 22,337,321  | 0   | 0 |
| 27. Montana  | MT                     | L   | 6,989,253                   | 6,677,423   | 0   | 0                           | 650,000                   | 650,000   | 0   | 0 |
| 28. Nebraska   | NE                     | L   | 29,941,522                  | 27,984,865  | 0   | 8,253,353                   | 8,896,293                 | 7,767,192   | 0   | 0 |
| 29. Nevada   | NV                     | L   | 67,093,310                  | 61,216,260  | 0   | 2,187,639                   | 3,782,585                 | 2,434,682   | 0   | 0 |
| 30. New Hampshire  | NH                     | L   | 15,677,450                  | 14,045,645  | 0   | 2,295,573                   | 8,387,506                 | 6,265,711   | 0   | 0 |
| 31. New Jersey   | NJ                     | L   | 84,767,756                  | 76,662,831  | 0   | 25,971,886                  | 29,822,987                | 32,134,667  | 0   | 0 |
| 32. New Mexico   | NM                     | L   | 7,018,495                   | 7,758,946   | 0   | 0                           | 100,867                   | 926,107   | 0   | 0 |
| 33. New York   | NY                     | L   | 207,565,284                 | 190,993,655   | 0   | 100,260,779                 | 8,575,702                 | 101,197,335   | 0   | 0 |
| 34. North Carolina   | NC                     | L   | 118,498,392                 | 109,234,034   | 0   | 309,161,399                 | 54,306,926                | 40,533,794  | 0   | 0 |
| 35. North Dakota   | ND                     | L   | 33,489,108                  | 30,453,963  | 0   | 23,679,856                  | 19,917,647                | 25,285,557  | 0   | 0 |
| 36. Ohio   | OH                     | L   | 179,148,168                 | 151,101,149   | 0   | 95,398,928                  | (35,045,803)              | 104,492,103   | 0   | 0 |
| 37. Oklahoma   | OK                     | L   | 47,411,163                  | 44,273,426  | 0   | 17,993,998                  | 8,207,927                 | 36,741,183  | 0   | 0 |
| 38. Oregon   | OR                     | L   | 45,153,039                  | 44,227,802  | 0   | 5,396,108                   | (712,647)                 | 5,895,782   | 0   | 0 |
| 39. Pennsylvania   | PA                     | L   | 195,254,551                 | 172,544,459   | 0   | 84,365,319                  | 104,280,527               | 141,885,863   | 0   | 0 |
| 40. Rhode Island   | RI                     | L   | 18,971,754                  | 19,730,331  | 0   | 2,735,311                   | 5,002,844                 | 4,297,233   | 0   | 0 |
| 41. South Carolina   | SC                     | L   | 67,439,550                  | 68,071,288  | 0   | 16,868,504                  | 6,797,361                 | 14,178,513  | 0   | 0 |
| 42. South Dakota   | SD                     | L   | 12,758,621                  | 11,912,852  | 0   | 2,346,656                   | (3,329,171)               | 6,721,835   | 0   | 0 |
| 43. Tennessee  | TN                     | L   | 151,087,255                 | 134,688,196   | 0   | 40,096,994                  | 67,511,212                | 130,599,070   | 0   | 0 |
| 44. Texas  | TX                     | L   | 367,784,237                 | 332,470,244   | 0   | 160,377,405                 | 126,354,183               | 229,389,778   | 0   | 0 |
| 45. Utah   | UT                     | L   | 42,698,108                  | 39,362,968  | 0   | 7,418,197                   | 644,861                   | 8,258,431   | 0   | 0 |
| 46. Vermont  | VT                     | L   | 9,187,187                   | 7,164,629   | 0   | 0                           | 2,968,370                 | 3,118,370   | 0   | 0 |
| 47. Virginia   | VA                     | L   | 92,770,304                  | 84,738,131  | 0   | 52,348,726                  | 24,746,896                | 38,618,467  | 0   | 0 |
| 48. Washington   | WA                     | L   | 90,358,623                  | 86,410,379  | 0   | 15,301,062                  | 55,268,536                | 49,505,384  | 0   | 0 |
| 49. West Virginia  | WV                     | L   | 25,859,746                  | 16,661,026  | 0   | 12,928,669                  | 12,928,669                | 0   | 0   | 0 |
| 50. Wisconsin  | WI                     | L   | 98,185,515                  | 86,561,343  | 0   | 23,699,432                  | 30,846,083                | 16,831,738  | 0   | 0 |
| 51. Wyoming  | WY                     | L   | 23,335,315                  | 21,580,550  | 0   | 9,255,758                   | 9,991,164                 | 7,989,661   | 0   | 0 |
| 52. American Samoa   | AS                     | N   | 33                          | 55  | 0   | 0                           | 0                         | 0   | 0   | 0 |
| 53. Guam   | GU                     | L   | 188,784                     | 173,285   | 0   | 0                           | 0                         | 0   | 0   | 0 |
| 54. Puerto Rico  | PR                     | L   | 36,657,514                  | 34,693,151  | 0   | 32,500,000                  | 6,038,740                 | 0   | 0   | 0 |
| 55. U.S. Virgin Islands  | VI                     | L   | 785,145                     | 764,387   | 0   | 0                           | 0                         | 0   | 0   | 0 |
| 56. Northern Mariana Islands   | MP                     | L   | 169                         | 182   | 0   | 0                           | 0                         | 0   | 0   | 0 |
| 57. Canada   | CAN                    | L   | 567,552,284                 | 515,620,162   | 0   | 339,571,638                 | 211,167,396               | 206,569,560   | 0   | 0 |
| 58. Aggregate other alien  | OT                     | XXX   | 459,535,982                 | 431,838,621   | 0   | 342,561,135                 | 185,226,715               | 199,724,787   | 0   | 0 |
| 59. Totals   | XXX                    |   | 5,434,769,594               | 4,986,208,996   | 0   | 2,496,327,384               | 1,913,437,369             | 2,861,503,661   | 0   | 0 |
| DETAILS OF WRITE-INS   |                        |   |                             |   |   |                             |                           |   |   |   |
| 58001. AFG AFGHANISTAN   | XXX                    |   | 120,064                     | 116,545   | 0   | 0                           | 0                         | 0   | 0   | 0 |
| 58002. ALB ALBANIA   | XXX                    |   | 2,561                       | 2,043   | 0   | 0                           | 0                         | 0   | 0   | 0 |
| 58003. DZA ALGERIA   | XXX                    |   | 68,072                      | 61,884  | 0   | 0                           | 0                         | 0   | 0   | 0 |
| 58998. Summary of remaining write-ins for Line 58 from overflow page | XXX                    |   | 459,345,286                 | 431,658,149   | 0   | 342,561,135                 | 185,226,715               | 199,724,787   | 0   | 0 |
| 58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)  | XXX                    |   | 459,535,982                 | 431,838,621   | 0   | 342,561,135                 | 185,226,715               | 199,724,787   | 0   | 0 |

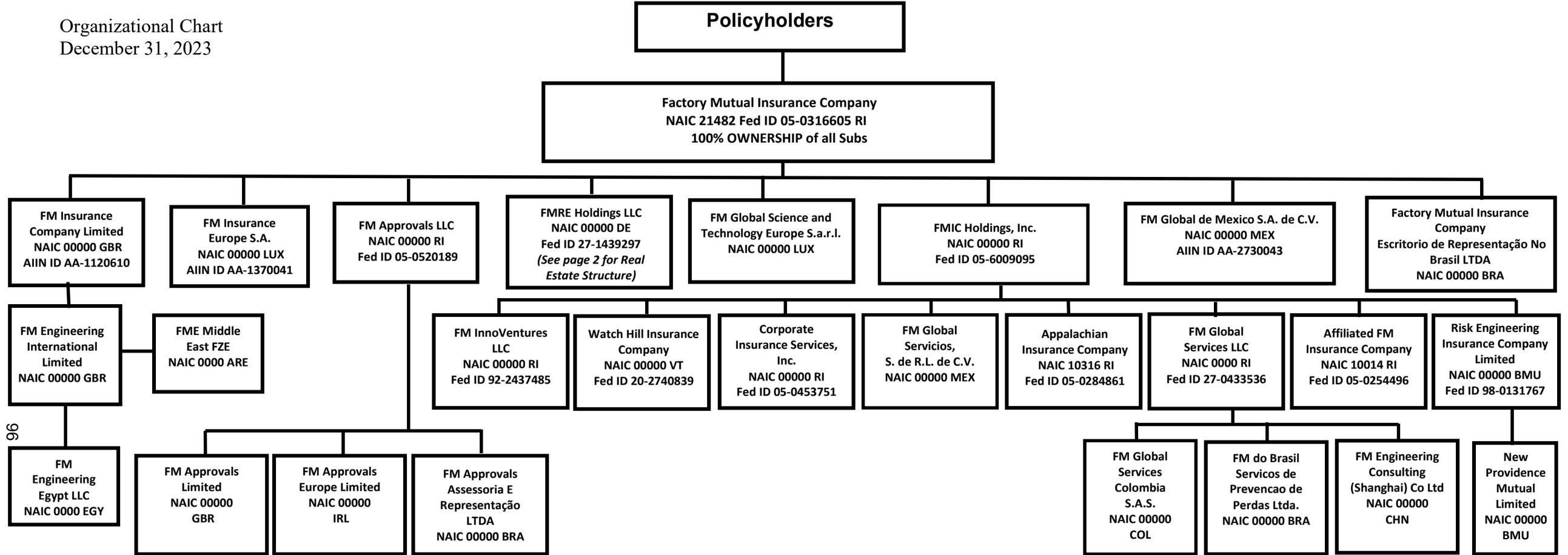
(a) Active Status Counts:

- 1. L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG..... 56
- 2. R - Registered - Non-domiciled RRGs..... 0
- 3. E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - see DSLI)..... 0
- 4. Q - Qualified - Qualified or accredited reinsurer..... 0
- 5. D - Domestic Surplus Lines Insurer (DSLII) - Reporting entities authorized to write surplus lines in the state of domicile..... 0
- 6. 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.

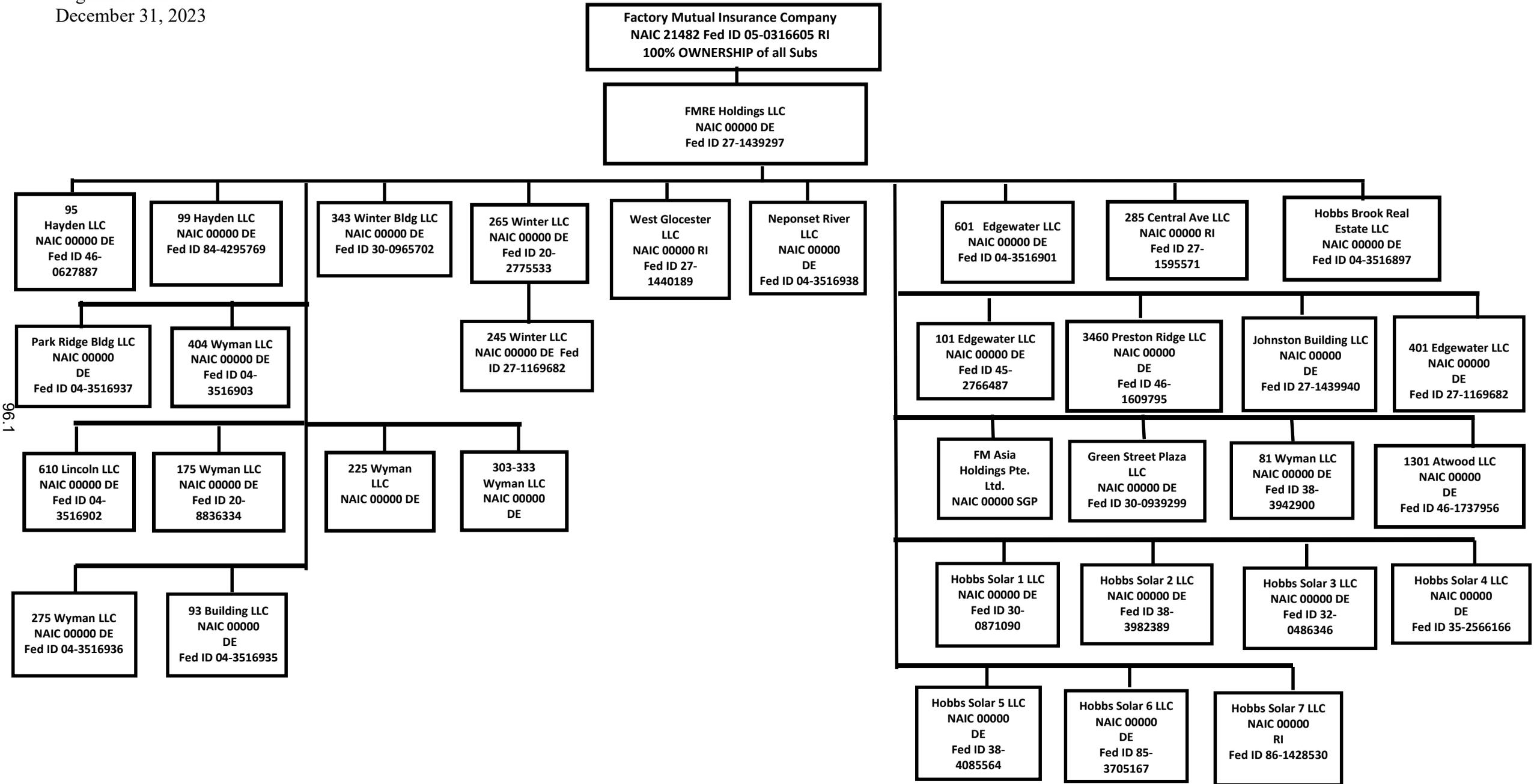
ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

Organizational Chart  
December 31, 2023



ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

Organizational Chart  
December 31, 2023



96.1

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**OVERFLOW PAGE FOR WRITE-INS**

Additional Write-ins for Assets Line 25

|   | Current Year |                         |   | Prior Year                  |
|---|--------------|-------------------------|---|-----------------------------|
|   | 1<br>Assets  | 2<br>Nonadmitted Assets | 3<br>Net Admitted Assets<br>(Cols. 1 - 2) | 4<br>Net Admitted<br>Assets |
| 2504. CSV director compensation plan .....                          | 5,228,454    | 0                       | 5,228,454                                 | 5,128,593                   |
| 2505. Miscellaneous receivable .....                                | 15,234,644   | 2,957,848               | 12,276,796                                | 5,915,627                   |
| 2506. Intangible asset .....  | 12,073,637   | 12,073,637              | 0   | 0                           |
| 2507. Cash clearing accounts .....                                  | 108,181,514  | 0                       | 108,181,514                               | 94,810,631                  |
| 2597. Summary of remaining write-ins for Line 25 from overflow page | 140,718,249  | 15,031,485              | 125,686,764                               | 105,854,851                 |

Additional Write-ins for Liabilities Line 25

|   | 1<br>Current Year | 2<br>Prior Year |
|---|-------------------|-----------------|
| 2504. Policyholder deposits .....                                   | 0                 | 0               |
| 2597. Summary of remaining write-ins for Line 25 from overflow page | 0                 | 0               |

Additional Write-ins for Underwriting and Investment Exhibit Part 3 Line 24

|   | 1<br>Loss Adjustment<br>Expenses | 2<br>Other Underwriting<br>Expenses | 3<br>Investment<br>Expenses | 4<br>Total   |
|---|----------------------------------|-------------------------------------|-----------------------------|--------------|
| 2404. Investment Management Fees .....                              | 0                                | 0                                   | 16,847,975                  | 16,847,975   |
| 2405. Intercompany Service Charges .....                            | 0                                | (16,931,063)                        | 0                           | (16,931,063) |
| 2406. Miscellaneous Expenses .....                                  | (40,027)                         | 3,355,749                           | 2,884                       | 3,318,606    |
| 2407. Engineering Fee Income .....                                  | 0                                | (35,785,161)                        | 0                           | (35,785,161) |
| 2497. Summary of remaining write-ins for Line 24 from overflow page | (40,027)                         | (49,360,475)                        | 16,850,859                  | (32,549,643) |

Additional Write-ins for Exhibit of Nonadmitted Assets Line 25

|   | 1<br>Current Year Total<br>Nonadmitted Assets | 2<br>Prior Year Total<br>Nonadmitted Assets | 3<br>Change in Total<br>Nonadmitted Assets<br>(Col. 2 - Col. 1) |
|---|---|---|---|
| 2504. Intangible Asset .....  | 12,073,637                                    | 12,073,637                                  | 0   |
| 2597. Summary of remaining write-ins for Line 25 from overflow page | 12,073,637                                    | 12,073,637                                  | 0   |

Additional Write-ins for Schedule T Line 58

| States, Etc.                    | 1<br>Active<br>Status | Gross Premiums, Including<br>Policy and Membership Fees,<br>Less Return Premiums and<br>Premiums on Policies Not<br>Taken |                                   | 4<br>Dividends<br>Paid or<br>Credited to<br>Policyholders<br>on Direct<br>Business | 5<br>Direct<br>Losses<br>Paid<br>(Deducting<br>Salvage) | 6<br>Direct<br>Losses<br>Incurred | 7<br>Direct<br>Losses<br>Unpaid | 8<br>Finance and<br>Service<br>Charges Not<br>Included in<br>Premiums | 9<br>Direct<br>Premiums<br>Written for<br>Federal<br>Purchasing<br>Groups<br>(Included in<br>Column 2) |
|---------------------------------|-----------------------|---|-----------------------------------|--|---|-----------------------------------|---------------------------------|---|--|
|                                 |                       | 2<br>Direct<br>Premiums<br>Written  | 3<br>Direct<br>Premiums<br>Earned |  |   |                                   |                                 |   |  |
| 58004. AIA ANGUILLA             | XXX                   | 5,443   | 3,694                             | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58005. ATG ANTIGUA              | XXX                   | 41,054  | 36,726                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58006. ARG ARGENTINA            | XXX                   | 204,102   | 153,696                           | 0  | 0   | (705,792)                         | 0                               | 0   | 0  |
| 58007. ABW ARUBA                | XXX                   | 29,634  | 26,606                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58008. ARM ARMENIA              | XXX                   | 0   | 0                                 | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58009. AUS AUSTRALIA            | XXX                   | 278,929,240   | 261,604,234                       | 0  | 153,032,638   | 95,301,451                        | 102,216,633                     | 0   | 0  |
| 58010. AUT AUSTRIA              | XXX                   | 71,707  | 79,941                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58011. AZE AZERBAIJAN           | XXX                   | 75,335  | 69,594                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58012. BHS BAHAMAS              | XXX                   | 88,391  | 98,131                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58013. BHR SAUDI ARABIA         | XXX                   | 11,796  | 10,370                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58014. BGD BANGLADESH           | XXX                   | 79,864  | 76,345                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58015. BRB BARBADOS             | XXX                   | 251,975   | 234,396                           | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58016. BLR BELARUS              | XXX                   | 60,631  | 58,684                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58017. BEL BELGIUM              | XXX                   | 163,396   | 137,710                           | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58018. BLZ BELIZE               | XXX                   | 30,514  | 30,460                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58019. BEN BENIN                | XXX                   | 2,733   | 2,784                             | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58020. BMU BERMUDA              | XXX                   | 7,532   | 6,727                             | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58021. BOL BOLIVIA              | XXX                   | 41,324  | 37,312                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58022. BRA BRAZIL               | XXX                   | 0   | 0                                 | 0  | 4,967,458   | (4,420,279)                       | 0                               | 0   | 0  |
| 58023. BRN BRUNEI               | XXX                   | 56,073  | 74,597                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58024. BGR BULGARIA             | XXX                   | 4,875   | 7,617                             | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58025. KHM CAMBODIA             | XXX                   | 18,909  | 31,896                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58026. CMR CAMEROON             | XXX                   | 2,242   | 2,176                             | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58027. CPV CAPE VERDE           | XXX                   | 4,818   | 3,994                             | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58028. CYM CAYMAN ISLANDS       | XXX                   | 32,847  | 25,129                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58029. CAF CENTRAL AFRICAN REP. | XXX                   | 6,722   | 5,991                             | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58030. CHL CHILE                | XXX                   | 418,211   | 466,165                           | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58031. CHN CHINA                | XXX                   | 12,827,537  | 12,298,528                        | 0  | 0   | 1,287,786                         | 1,287,786                       | 0   | 0  |
| 58032. TWN CHINA - TAIWAN       | XXX                   | 1,168,440   | 1,816,499                         | 0  | 80,000,000  | (1,937,338)                       | 0                               | 0   | 0  |
| 58033. COL COLOMBIA             | XXX                   | 337,516   | 238,152                           | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58034. COG CONGO                | XXX                   | 16,466  | 14,209                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58035. COD CONGO, THE DEM REPUB | XXX                   | 31,168  | 28,217                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58036. CRI COSTA RICA           | XXX                   | 305,742   | 430,239                           | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58037. CIV COTE D'IVOIRE        | XXX                   | 11,231  | 7,854                             | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58038. CUB CUBA                 | XXX                   | 11,962  | 12,003                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58039. CUW CURACAO              | XXX                   | 232,923   | 157,963                           | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58040. CZE CZECH REPUBLIC       | XXX                   | 449,796   | 756,382                           | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58041. DNK DENMARK              | XXX                   | 332,216   | 319,768                           | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58042. DOM DOMINICAN REPUBLIC   | XXX                   | 747,367   | 701,923                           | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58043. ECU ECUADOR              | XXX                   | 91,560  | 91,709                            | 0  | 20,932  | (11,564)                          | 0                               | 0   | 0  |
| 58044. EGY EGYPT                | XXX                   | 139,290   | 142,679                           | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58045. SLV EL SALVADOR          | XXX                   | 10,791  | 24,071                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58046. GNQ EQUATORIAL GUINEA    | XXX                   | 6,393   | 4,588                             | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58047. ETH ETHIOPIA             | XXX                   | 16,952  | 17,509                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58048. FJI FIJI                 | XXX                   | 14,057  | 14,586                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58049. FRA FRANCE               | XXX                   | 1,064,265   | 990,433                           | 0  | 6,549,303   | 6,549,303                         | 0                               | 0   | 0  |
| 58050. GAB GABON                | XXX                   | 19,993  | 16,912                            | 0  | 0   | 0                                 | 0                               | 0   | 0  |
| 58051. GEO GEORGIA              | XXX                   | 4,312   | 4,013                             | 0  | 0   | 0                                 | 0                               | 0   | 0  |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**OVERFLOW PAGE FOR WRITE-INS**

Additional Write-ins for Schedule T Line 58

| States, Etc.                    | 1<br>Active Status | Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken |                             | 4<br>Dividends Paid or Credited to Policyholders on Direct Business | 5<br>Direct Losses Paid (Deducting Salvage) | 6<br>Direct Losses Incurred | 7<br>Direct Losses Unpaid | 8<br>Finance and Service Charges Not Included in Premiums | 9<br>Direct Premiums Written for Federal Purchasing Groups (Included in Column 2) |
|---------------------------------|--------------------|---|-----------------------------|---|---|-----------------------------|---------------------------|---|---|
|                                 |                    | 2<br>Direct Premiums Written  | 3<br>Direct Premiums Earned |   |   |                             |                           |   |   |
| 58052. DEU GERMANY              | XXX                | 2,072,586   | 1,912,848                   | 0   | 0   | 238,479                     | 238,479                   | 0   | 0   |
| 58053. GHA GHANA                | XXX                | 33,468  | 28,874                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58054. GRC GREECE               | XXX                | 30,113  | (200,313)                   | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58055. GRD GRENADA              | XXX                | 2,356   | 1,752                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58056. GTM GUATEMALA            | XXX                | 37,874  | 39,351                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58057. GUY GUYANA               | XXX                | 46,776  | 37,743                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58058. HTI HAITI                | XXX                | 72,532  | 87,111                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58059. HND HONDURAS             | XXX                | 62,307  | 61,975                      | 0   | 73,992,113                                  | 73,992,113                  | 0                         | 0   | 0   |
| 58060. HKG HONG KONG            | XXX                | 39,639,374  | 36,737,652                  | 0   | 42,524                                      | 3,365,559                   | 6,105,535                 | 0   | 0   |
| 58061. HUN HUNGARY              | XXX                | 1,423,345   | 1,320,602                   | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58062. ISL ICELAND              | XXX                | 11,514  | 11,941                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58063. IND INDIA                | XXX                | 2,183,421   | 2,191,361                   | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58064. IDN INDONESIA            | XXX                | 336,326   | 383,735                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58065. IRQ IRAQ                 | XXX                | 822,752   | 606,821                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58066. ISR ISRAEL               | XXX                | 634,142   | 625,842                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58067. ITA ITALY                | XXX                | 524,940   | 634,153                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58068. JAM JAMAICA              | XXX                | 13,521  | 15,237                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58069. JPN JAPAN                | XXX                | 6,822,534   | 6,609,102                   | 0   | 0   | (811,477)                   | 0                         | 0   | 0   |
| 58070. JOR JORDAN               | XXX                | 91,457  | 59,687                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58071. KAZ KAZAKHSTAN           | XXX                | 6,286   | 21,521                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58072. KEN KENYA                | XXX                | 31,026  | 29,492                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58073. XKX KOSOVO               | XXX                | 5,996   | 6,011                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58074. KWT KUWAIT               | XXX                | 14,146  | 19,496                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58075. KGZ KYRGYZSTAN           | XXX                | 23,367  | 20,355                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58076. LBN LEBANON              | XXX                | 81,863  | 47,988                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58077. LSO LESOTHO              | XXX                | 9,773   | 8,793                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58078. LBY LIBYA                | XXX                | 55,654  | 217,372                     | 0   | 0   | (500,437)                   | 16,216,568                | 0   | 0   |
| 58079. LIE LIECHTENSTEIN        | XXX                | 216,975   | 159,352                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58080. LUX LUXEMBOURG           | XXX                | 11,506  | 10,642                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58081. MKD MACEDONIA            | XXX                | 4,890   | 4,291                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58082. MDG MADAGASCAR           | XXX                | 3,418   | 3,231                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58083. MYS MALAYSIA             | XXX                | 1,279,751   | 1,356,129                   | 0   | 474,564                                     | 474,564                     | 0                         | 0   | 0   |
| 58084. MLI MALI                 | XXX                | 13,131  | 12,385                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58085. MLT MALTA                | XXX                | 3,840   | 1,948                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58086. MUS MAURITIUS            | XXX                | 4,589   | 7,780                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58087. MEX MEXICO               | XXX                | 10,024,395  | 7,595,527                   | 0   | 3,715,562                                   | (2,651,989)                 | 39,860,520                | 0   | 0   |
| 58088. MDA MOLDOVA              | XXX                | 12,518  | 8,864                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58089. MNG MONGOLIA             | XXX                | 2,602   | 2,673                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58090. MAR MOROCCO              | XXX                | 4,284   | 13,598                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58091. MOZ MOZAMBIQUE           | XXX                | 6,897   | 7,723                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58092. MMR MYANMAR              | XXX                | 5,756   | 6,583                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58093. NPL NEPAL                | XXX                | 9,088   | 9,052                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58094. NLD NETHERLANDS          | XXX                | 740,869   | 976,235                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58095. NZL NEW ZEALAND          | XXX                | 21,864,173  | 19,729,661                  | 0   | 8,591,865                                   | 16,926,611                  | 10,521,328                | 0   | 0   |
| 58096. NIC NICARAGUA            | XXX                | 24,063  | 24,084                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58097. NER NIGER                | XXX                | 2,334   | 2,168                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58098. NGA NIGERIA              | XXX                | 232,258   | 201,433                     | 0   | 0   | 262,327                     | 262,327                   | 0   | 0   |
| 58099. NOR NORWAY               | XXX                | 61,554  | 248,472                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58100. OMN OMAN                 | XXX                | 10,061  | 9,416                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58101. PAK PAKISTAN             | XXX                | 164,546   | 153,725                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58102. PAN PANAMA               | XXX                | 15,954  | 45,591                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58103. PNG PAPUA NEW GUINEA     | XXX                | 20,130  | 13,670                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58104. PRY PARAGUAY             | XXX                | 6,798   | 7,168                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58105. PER PERU                 | XXX                | 2,356,691   | 2,320,405                   | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58106. PHL PHILIPPINES          | XXX                | 37,970  | 268,546                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58107. POL POLAND               | XXX                | 82,533  | 253,734                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58108. PRT PORTUGAL             | XXX                | 0   | 0                           | 0   | 0   | 6,044,266                   | 6,044,266                 | 0   | 0   |
| 58109. QAT QATAR                | XXX                | 57,085  | 55,936                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58110. ROM ROMANIA              | XXX                | 29,068  | 25,534                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58111. KNA SAINT KITTS NEVIS    | XXX                | 19,557  | 13,449                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58112. LCA SAINT LUCIA          | XXX                | 38,352  | 36,171                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58113. MAF SAINT MARTIN DUTCH   | XXX                | 20,588  | 18,930                      | 0   | 0   | 1,223                       | 1,223                     | 0   | 0   |
| 58114. WSM SAMOA                | XXX                | 11,949  | 59,026                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58115. SAU SAUDI ARABIA         | XXX                | 2,212,123   | 2,186,104                   | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58116. SEN SENEGAL              | XXX                | 17,508  | 14,660                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58117. SRB SERBIA               | XXX                | 23,797  | 31,849                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58118. SLE SIERRA LEONE         | XXX                | 3,885   | 3,441                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58119. SGP SINGAPORE            | XXX                | 57,509,066  | 55,144,101                  | 0   | (421,593)                                   | (16,872,160)                | 1,613,106                 | 0   | 0   |
| 58120. SVK SLOVAK REPUBLIC      | XXX                | 37,364  | 34,116                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58121. SVN SLOVENIA             | XXX                | 43,628  | 45,204                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58122. ZAF SOUTH AFRICA         | XXX                | 91,795  | 105,458                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58123. KOR SOUTH KOREA          | XXX                | 4,721,242   | 2,688,530                   | 0   | 8,593,406                                   | 6,070,031                   | 14,179,020                | 0   | 0   |
| 58124. SSD SOUTH SUDAN REPUBLIC | XXX                | 2,277   | 2,153                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58125. ESP SPAIN                | XXX                | 199,108   | 226,916                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58126. LKA SRI LANKA            | XXX                | 62,440  | 59,620                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58127. SUR SURINAM              | XXX                | 25,899  | 25,472                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58128. SWE SWEDEN               | XXX                | 166,757   | 143,831                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58129. CHE SWITZERLAND          | XXX                | 1,160,074   | 1,082,077                   | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58130. TJK TAJIKISTAN           | XXX                | 2,187   | 2,215                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58131. THA THAILAND             | XXX                | 465,839   | 774,568                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58132. TGO TOGO                 | XXX                | 2,741   | 2,149                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58133. TON TONGA                | XXX                | 19,170  | 17,990                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58134. TTO TRINIDAD TOBAGO      | XXX                | 156,159   | 97,193                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58135. TUN TUNISIA              | XXX                | 13,364  | 18,737                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58136. TUR TURKEY               | XXX                | 77,249  | 217,879                     | 0   | 3,000,000                                   | 3,000,000                   | 0                         | 0   | 0   |
| 58137. TKM TURKMENISTAN         | XXX                | 2,133   | 1,877                       | 0   | 0   | 0                           | 0                         | 0   | 0   |

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FACTORY MUTUAL INSURANCE COMPANY

**OVERFLOW PAGE FOR WRITE-INS**

Additional Write-ins for Schedule T Line 58

| States, Etc.   | 1<br>Active Status | Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken |                             | 4<br>Dividends Paid or Credited to Policyholders on Direct Business | 5<br>Direct Losses Paid (Deducting Salvage) | 6<br>Direct Losses Incurred | 7<br>Direct Losses Unpaid | 8<br>Finance and Service Charges Not Included in Premiums | 9<br>Direct Premiums Written for Federal Purchasing Groups (Included in Column 2) |
|--|--------------------|---|-----------------------------|---|---|-----------------------------|---------------------------|---|---|
|  |                    | 2<br>Direct Premiums Written  | 3<br>Direct Premiums Earned |   |   |                             |                           |   |   |
| 58138. TCA TURKS CAICOS IS .....                                     | XXX                | 48,272  | 51,499                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58139. UGA UGANDA .....  | XXX                | 2,399   | 4,398                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58140. UKR UKRAINE .....   | XXX                | 17,086  | 27,127                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58141. ARE UNITED ARAB EMIRATES                                      |                    |   |                             |   |   |                             |                           |   |   |
|  | XXX                | 300,345   | 301,572                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58142. GBR UNITED KINGDOM .....                                      | XXX                | 912,414   | 1,151,224                   | 0   | 0   | (1,005,092)                 | 0                         | 0   | 0   |
| 58143. URY URUGUAY .....   | XXX                | 19,627  | 17,421                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58144. UZB UZBEKISTAN .....  | XXX                | 4,354   | 3,510                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58145. VEN VENEZUELA .....   | XXX                | 129,279   | 73,467                      | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58146. VNM VIETNAM .....   | XXX                | 462,305   | 685,689                     | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58147. ZWE ZIMBABWE .....  | XXX                | 3,546   | 3,474                       | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58148. ZZZ OTHER ALIEN .....   | XXX                | (539,112)   | (160,217)                   | 0   | 2,363                                       | 629,130                     | 1,177,996                 | 0   | 0   |
| 58149. ....  | XXX                | 0   | 0                           | 0   | 0   | 0                           | 0                         | 0   | 0   |
| 58997. Summary of remaining write-ins for Line 58 from overflow page | XXX                | 459,345,286   | 431,658,149                 | 0   | 342,561,135                                 | 185,226,715                 | 199,724,787               | 0   | 0   |