The Company has reclassified $15,994,906 in deferred income tax from the "Federal and foreign income taxes incurred" line (Line 19 on Page 4, Statement of Income) to "Unassigned funds (surplus)" (Line 35 on Page 3, Liabilities, Surplus, and Other Funds). This reclassification has altered the Statement of Income, Footnote 1 and 1st page of Five-Year Historical Data, There are no changes to the Balance Sheet, Cash Flow, IRIS Ratio, or Risk-Based Capital.

4 5 0 5 5 2 0 2 3 2 0 1 0 0 1 0 0

PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

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

Ascot Specialty Insurance Company

NAIC Group Code 4908 (Current) 4908 (Prior) NAIC Company Code 45055 Employer's ID Number 05-0420799

Organized under the Laws of Rhode Island, State of Domicile or Port of Entry RI

Country of Domicile United States of America

Incorporated/Organized 05/14/1974 Commenced Business 03/08/2019

Statutory Home Office 10 Jefferson Blvd (Street and Number), Warwick, RI, US 02888 (City or Town, State, Country and Zip Code)

Main Administrative Office 55 W 46th Street (Street and Number)

New York, NY, US 10036 (City or Town, State, Country and Zip Code), 646-956-1574 (Area Code) (Telephone Number)

Mail Address 55 W 46th Street (Street and Number or P.O. Box), New York, NY, US 10036 (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 55 W 46th Street (Street and Number)

New York, NY, US 10036 (City or Town, State, Country and Zip Code), 646-956-1574 (Area Code) (Telephone Number)

Internet Website Address www.ascotgroup.com

Statutory Statement Contact Shanelle Lord Burke (Name), 646-956-1577 (Area Code) (Telephone Number)

shanelle.burke@ascotgroup.com (E-mail Address), 646-839-2775 (FAX Number)

OFFICERS

President & Chief Executive Officer	Matthew Conrad Kramer	Chief Financial Officer	Lung-Lien William Chen
Treasurer	Peter Michael Grayston	Secretary	John Stanley Gill#

OTHER

Jesse Richard Paulson #, Chief Underwriting Officer	Stephen Crescenio Guijarro, Chief Risk Officer	Shanelle Lord Burke, Financial Controller
Elizabeth Kirwan Johnson, Chief Operating Officer	Marina Svetlov Barg, Chief Claims Officer	Owen Earl Wiliams #, Chief Information Officer

DIRECTORS OR TRUSTEES

Thomas Aleksander Kalvik	Susan Jane Sutherland	Matthew Conrad Kramer
Elizabeth Kirwan Johnson		

State of Texas
County of Wilson SS

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.

Matthew Conrad Kramer	Shanelle Lord Burke	John Stanley Gill
Chief Executive Officer	Financial Controller	Secretary

Subscribed and sworn to before me this 21st day of May, 2024

a. Is this an original filing? .... Yes [ ] No [X]
b. If no,
1. State the amendment number........2
2. Date filed 05/21/2024
3. Number of pages attached............ 3

NOTARY PUBLIC STATE OF TEXAS
DEBBIE GAYRE
Notary ID #129375987
My Commission Expires
April 5, 2025

2023 Annual Statement ASIC Jurat_Amended

Final Audit Report 2024-05-21

Created:	2024-05-20
By:	Wendy Newlun (wendy.newlun@ascotgroup.com)
Status:	Signed
Transaction ID:	CBJCHBCAABAABptozwe5CWG34UQy0rxgYT4tzmsKR-Pq

"2023 Annual Statement ASIC Jurat_Amended" History

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Agreement completed.

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STATEMENT OF INCOME

		1 Current Year	2 Prior Year
	UNDERWRITING INCOME		
1.	Premiums earned (Part 1, Line 35, Column 4)	348,867,436	191,933,988
	DEDUCTIONS:		
2.	Losses incurred (Part 2, Line 35, Column 7)	163,534,004	104,356,913
3.	Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	47,320,165	30,502,285
4.	Other underwriting expenses incurred (Part 3, Line 25, Column 2)	118,847,236	80,570,459
5.	Aggregate write-ins for underwriting deductions	0	0
6.	Total underwriting deductions (Lines 2 through 5)	329,701,405	215,429,657
7.	Net income of protected cells	0	0
8.	Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	19,166,031	(23,495,669)
	INVESTMENT INCOME		
9.	Net investment income earned (Exhibit of Net Investment Income, Line 17)	33,685,730	8,751,635
10.	Net realized capital gains (losses) less capital gains tax of $ 0 (Exhibit of Capital Gains (Losses))	(6,949,871)	10,974
11.	Net investment gain (loss) (Lines 9 + 10)	26,735,858	8,762,609
	OTHER INCOME		
12.	Net gain (loss) from agents' or premium balances charged off (amount recovered $ 0 amount charged off $ 0)	0	0
13.	Finance and service charges not included in premiums	0	0
14.	Aggregate write-ins for miscellaneous income	439,202	172,591
15.	Total other income (Lines 12 through 14)	439,202	172,591
16.	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	46,341,091	(14,560,469)
17.	Dividends to policyholders	0	0
18.	Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	46,341,091	(14,560,469)
19.	Federal and foreign income taxes incurred	15,193,140	1,186,139
20.	Net income (Line 18 minus Line 19)(to Line 22)	31,147,951	(15,746,608)
	CAPITAL AND SURPLUS ACCOUNT		
21.	Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	279,896,387	208,708,718
22.	Net income (from Line 20)	31,147,951	(15,746,608)
23.	Net transfers (to) from Protected Cell accounts	0	0
24.	Change in net unrealized capital gains or (losses) less capital gains tax of $ 0	0	0
25.	Change in net unrealized foreign exchange capital gain (loss)	0	0
26.	Change in net deferred income tax	15,994,906	0
27.	Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(4,238,901)	(968,656)
28.	Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	1,943,019	(2,097,067)
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	120,000,000	90,000,000
	33.2 Transferred to capital (Stock Dividend)	0	0
	33.3 Transferred from capital	0	0
34.	Net remittances from or (to) Home Office	0	0
35.	Dividends to stockholders	0	0
36.	Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)	0	0
37.	Aggregate write-ins for gains and losses in surplus	0	0
38.	Change in surplus as regards policyholders for the year (Lines 22 through 37)	164,846,975	71,187,669
39.	Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	444,743,362	279,896,387
	DETAILS OF WRITE-INS		
0501.			
0502.			
0503.			
0598.	Summary of remaining write-ins for Line 5 from overflow page	0	0
0599.	Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above)	0	0
1401.	Other Income	457,879	208,250
1402.	Currency translation	(18,678)	(35,659)
1403.			
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)	439,202	172,591
3701.			
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)	0	0

Notes to the Financial Statements

1. Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The accompanying financial statements of Ascot Specialty Insurance Company (the "Company") have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners ("NAIC") and the State of Rhode Island.

The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Rhode Island. 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 NAIC's Accounting Practices and Procedures Manual subject to any deviations prescribed or permitted by the State of Rhode Island Department of Business Regulation Insurance Division (the "Department"). The Company has no differences between accounting practices prescribed or permitted by the State of Rhode Island and the NAIC.

	SSAP #	F/S Page	F/S Line #	2023	2022
Net Income					
(1) State basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	$ 31,147,951	$ (15,746,609)
(2) State prescribed practices that are an increase / (decrease) from NAIC SAP:					
(3) State permitted practices that are an increase / (decrease) from NAIC SAP:					
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	$ 31,147,951	$ (15,746,609)
Surplus					
(5) State basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	$ 444,743,362	$ 279,896,387
(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	$ 444,743,362	$ 279,896,387

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

The preparation of financial statements in conformity with NAIC SAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of contingent revenues and expenses during the period, if any. Actual results could differ from those estimates.

C. Accounting Policy

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct and ceded business. Insurance Premiums billed and outstanding for 90 days or more from policy effective date are classified as non-admitted assets, charged against unassigned funds (surplus).

Expenses incurred in connection with acquiring new insurance business, including commissions, are charged to operations, as incurred. Expenses incurred are reduced for ceding allowances received or receivable to the extent such amounts do not exceed the costs incurred to acquire the related business. Excess ceding allowances are recorded as unearned income to be recognized as the related premiums are earned.

Net investment income consists primarily of interest income less investment related expense. Interest income is recognized on an accrual 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 write-downs for impairments considered to be other than temporary (OTTI).

In addition, the Company uses the following accounting policies:

(1) Short-term investments are stated at amortized cost, which approximates fair value.

(2) Investment grade bonds not backed by other loans are stated at amortized cost using the scientific interest method. The Company has no non-investment grade bonds.

(3) The Company does not have common stock.

(4) The Company does not have preferred stock.

(5) The Company does not have mortgage loans.

(6) The Company loan-backed securities are stated at book value and the adjustment methodology used for each type is retrospective.

(7) The Company does not have any investments in subsidiary.

(8) The Company does not have any interests in joint ventures, partnerships or limited liability companies.

(9) The Company does not have any derivative instruments.

(10) The Company does not anticipate investment income as a factor in any premium deficiency calculation.

(11) Loss and loss adjustment expenses are charged to expense as incurred. The reserve for unpaid loss and loss adjustment expenses is based upon claim adjusters' evaluations and other actuarial estimates, including those for incurred but not reported losses (IBNR) and for reinsurance. Overall reserve levels are impacted primarily by the types and amounts of insurance coverage written, trends developing from newly reported claims and claims that have been paid and closed. The determination of estimates for losses and loss expenses and the establishment of the related reserves are periodically reviewed and updated during the year. Adjustments are made to reserves in the period that can be reasonably estimated to reflect evolving changes in loss development patterns and various other factors, such as social and economic trends and judicial interpretation of legal liability. While management believes that the amount carried as reserves for unpaid loss and loss adjustment expense is adequate, the ultimate liability may be in excess of or less than the amount provided.

(12) The capitalization policy and resultant predefined thresholds have not changed from prior year. The Company has no capitalized assets.

(13) The Company does not have any pharmaceutical rebate receivables.

Notes to the Financial Statements

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

D. Going Concern

Based upon its evaluation of relevant conditions and events, including participation in the Net Worth Maintenance Agreement discussed in footnote 10.E, management does not have substantial doubt about the Company's ability to continue as a going concern.

2. Accounting Changes and Corrections of Errors - Not Applicable

3. Business Combinations and Goodwill - Not Applicable

4. Discontinued Operations - Not Applicable

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans - Not Applicable

B. Debt Restructuring - Not Applicable

C. Reverse Mortgages - Not Applicable

D. Loan-Backed Securities

(1) Prepayment assumptions for Agency Mortgage-Backed Securities, Collateralized Mortgage Obligations and other Loan-Backed Securities were generated using a third-party prepayment model. The multi-factor model captures house price change trends, housing turnover, borrower default, and refinance incentive, among other factors. On an ongoing basis, we monitor the rate of prepayment and calibrate the model to reflect actual experience, market factors, and viewpoint.

(2) Loan-backed and structured securities with a recognized other-than-temporary impairment (OTTI) - Not Applicable

(3) Securities held that were other-than-temporarily impaired due to the present value of cash flows expected to be collected was less than the amortized cost of securities - Not Applicable

(4) All impaired securities for which an OTTI has not been recognized in earnings as a realized loss

a. The aggregate amount of unrealized losses:

1. Less than 12 months	$ 1,249,497
2. 12 months or longer	8,435,402

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

1. Less than 12 months	$ 67,138,503
2. 12 months or longer	122,718,606

(5) Support for concluding impairments are not other-than-temporary - Not Applicable

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

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

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

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

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

J. Real Estate - Not Applicable

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

Notes to the Financial Statements

5. Investments (Continued)

L. Restricted Assets

(1) Restricted assets (including pledged)

	Gross (Admitted & Nonadmitted) Restricted										
	Current Year							Current Year			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Restricted Asset Category	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity	Total (1 + 3)	Total From Prior Year	Increase / (Decrease) (5 - 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5-8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets, %	Admitted Restricted to Total Admitted Assets, %
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	386,077				386,077	384,262	1,815		386,077	0.036	0.036
k. On deposit with other regulatory bodies											
l. Pledged as collateral to FHLB (including assets backing funding agreements)											
m. Pledged as collateral not captured in other categories											
n. Other restricted assets											
o. Total restricted assets (Sum of a through n)	$ 386,077	$	$	$	$ 386,077	$ 384,262	$ 1,815	$	$ 386,077	0.036 %	0.036 %

(2) Detail of assets pledged as collateral not captured in other categories (contracts that share similar characteristics, such as reinsurance and derivatives, are reported in the aggregate) - Not Applicable

(3) Detail of other restricted assets (contracts that share similar characteristics, such as reinsurance and derivatives, are reported in the aggregate) - Not Applicable

(4) Collateral received and reflected as assets within the reporting entity's financial statements - Not Applicable

M. Working Capital Finance Investments - Not Applicable

N. Offsetting and Netting of Assets and Liabilities - Not Applicable

O. 5GI Securities - Not Applicable

P. Short Sales - Not Applicable

Q. Prepayment Penalty and Acceleration Fees - Not Applicable

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

Asset Type	Percent Share
(1) Cash	16.860 %
(2) Cash Equivalents	83.140 %
(3) Short-Term Investments	%
(4) Total (Must Equal 100%)	100.000 %

Notes to the Financial Statements

6. Joint Ventures, Partnerships and Limited Liability Companies - Not Applicable

7. Investment Income

A. Due and Accrued Income Excluded from Surplus

The Company does not have any non-admitted assets related to investment income due and accrued that is over 90 days past due.

B. Total Amount Excluded - Not Applicable

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

	Interest Income Due and Accrued	Amount
1.	Gross	$ 7,597,147
2.	Nonadmitted	$
3.	Admitted	$ 7,597,147

D. The aggregate deferred interest - Not Applicable

E. The cumulative amounts of paid-in-kind (PIK) interest included in the current principal balance - Not Applicable

8. Derivative Instruments - Not Applicable

9. Income Taxes

A. Components of the Net Deferred Tax Asset/(Liability)

The components of the net deferred tax asset/(liability) at the end of current period are as follows:

(1) Change between years by tax character

	2023			2022			Change		
	(1) Ordinary	(2) Capital	(3) Total (Col 1+2)	(4) Ordinary	(5) Capital	(6) Total (Col 4+5)	(7) Ordinary (Col 1-4)	(8) Capital (Col 2-5)	(9) Total (Col 7+8)
(a) Gross deferred tax assets	$ 16,527,023	$ 1,459,473	$ 17,986,496	$ 11,059,580	$	$ 11,059,580	$ 5,467,443	$ 1,459,473	$ 6,926,916
(b) Statutory valuation allowance adjustments		1,459,473	1,459,473	10,935,900		10,935,900	(10,935,900)	1,459,473	(9,476,427)
(c) Adjusted gross deferred tax assets (1a - 1b)	16,527,023	–	16,527,023	123,680		123,680	16,403,343	–	16,403,343
(d) Deferred tax assets nonadmitted	1,476,598		1,476,598				1,476,598		1,476,598
(e) Subtotal net admitted deferred tax asset (1c - 1d)	$ 15,050,425	$ –	$ 15,050,425	$ 123,680	$	$ 123,680	$ 14,926,745	$ –	$ 14,926,745
(f) Deferred tax liabilities	532,116		532,116	123,680		123,680	408,436		408,436
(g) Net admitted deferred tax asset/(net deferred tax liability) (1e - 1f)	$ 14,518,309	$ –	$ 14,518,309	$ –	$	$ –	$ 14,518,309	$ –	$ 14,518,309

(2) Admission calculation components SSAP No. 101

	2023			2022			Change		
	(1) Ordinary	(2) Capital	(3) Total (Col 1+2)	(4) Ordinary	(5) Capital	(6) Total (Col 4+5)	(7) Ordinary (Col 1-4)	(8) Capital (Col 2-5)	(9) Total (Col 7+8)
(a) Federal income taxes paid in prior years recoverable through loss carrybacks	$ 12,695,628	$	$ 12,695,628	$	$	$	$ 12,695,628	$	$ 12,695,628
(b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation (lesser of 2(b)1 and 2(b)2 below)	1,822,681		1,822,681				1,822,681		1,822,681
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	1,822,681		1,822,681				1,822,681		1,822,681
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	66,711,504	XXX	XXX	41,984,458	XXX	XXX	24,727,046
(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									
(d) Deferred tax assets admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	$ 14,518,309	$	$ 14,518,309	$	$	$	$ 14,518,309	$	$ 14,518,309

(3) Ratio used as basis of admissibility

		2023	2022
(a)	Ratio percentage used to determine recovery period and threshold limitation amount	550.425 %	569.333 %
(b)	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	$ 444,743,362	$ 279,896,387

Notes to the Financial Statements

9. Income Taxes (Continued)

(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

	2023		2022		Change	
	(1)	(2)	(3)	(4)	(5)	(6)
	Ordinary	Capital	Ordinary	Capital	Ordinary (Col. 1-3)	Capital (Col. 2-4)
1. Adjusted gross DTAs amount from Note 9A1(c)	$ 16,527,023	$ –	$ 123,680	$	$ 16,403,343	$ –
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	%	%	%	%	%	%
3. Net admitted adjusted gross DTAs amount from Note 9A1(e)	$ 15,050,425	$ –	$ 123,680	$	$ 14,926,745	$ –
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	%	%	%	%	%	%

(b) Use of reinsurance-related tax-planning strategies

Does the company's tax-planning strategies include the use of reinsurance? NO

B. Regarding Deferred Tax Liabilities That Are Not Recognized - Not Applicable

C. Major Components of Current Income Taxes Incurred

Current income taxes incurred consist of the following major components:	(1) 2023	(2) 2022	(3) Change (1-2)
1. Current Income Tax			
(a) Federal	$ 15,661,401	$ 3,094,652	$ 12,566,749
(b) Foreign			
(c) Subtotal (1a+1b)	$ 15,661,401	$ 3,094,652	$ 12,566,749
(d) Federal income tax on net capital gains			
(e) Utilization of capital loss carry-forwards		(2,148,404)	2,148,404
(f) Other	(468,261)	239,892	(708,153)
(g) Federal and foreign income taxes incurred (1c+1d+1e+1f)	$ 15,193,140	$ 1,186,140	$ 14,007,000

	(1) 2023	(2) 2022	(3) Change (1-2)
2. Deferred Tax Assets			
(a) Ordinary			
(1) Discounting of unpaid losses	$ 5,907,981	$ 3,016,119	$ 2,891,862
(2) Unearned premium reserve	8,774,040	6,890,353	1,883,687
(3) Policyholder reserves	–		–
(4) Investments	–		–
(5) Deferred acquisition costs	–		–
(6) Policyholder dividends accrual	–		–
(7) Fixed assets	–		–
(8) Compensation and benefits accrual	–		–
(9) Pension accrual	–		–
(10) Receivables - nonadmitted	1,135,017	546,195	588,822
(11) Net operating loss carry-forward	–	–	–
(12) Tax credit carry-forward	–		–
(13) Other	709,985	606,913	103,072
(99) Subtotal (Sum of 2a1 through 2a13)	$ 16,527,023	$ 11,059,580	$ 5,467,443
(b) Statutory valuation allowance adjustment		10,935,900	(10,935,900)
(c) Nonadmitted	1,476,598		1,476,598
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	$ 15,050,425	$ 123,680	$ 14,926,745
(e) Capital			
(1) Investments	$	$	$
(2) Net capital loss carry-forward	1,459,473		1,459,473
(3) Real estate			
(4) Other			
(99) Subtotal (2e1+2e2+2e3+2e4)	$ 1,459,473	$	$ 1,459,473
(f) Statutory valuation allowance adjustment	1,459,473		1,459,473
(g) Nonadmitted			
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	–		–
(i) Admitted deferred tax assets (2d + 2h)	$ 15,050,425	$ 123,680	$ 14,926,745

Notes to the Financial Statements

9. Income Taxes (Continued)

	(1) 2023	(2) 2022	(3) Change (1-2)
3. Deferred Tax Liabilities			
(a) Ordinary			
(1) Investments	$ 532,116	$ 123,680	$ 408,436
(2) Fixed assets			
(3) Deferred and uncollected premium			
(4) Policyholder reserves			
(5) Other			
(99) Subtotal (3a1+3a2+3a3+3a4+3a5)	$ 532,116	$ 123,680	$ 408,436
(b) Capital			
(1) Investments	$	$	$
(2) Real estate			
(3) Other			
(99) Subtotal (3b1+3b2+3b3)	$	$	$
(c) Deferred tax liabilities (3a99 + 3b99)	$ 532,116	$ 123,680	$ 408,436
4. Net deferred tax assets/liabilities (2i - 3c)	$ 14,518,309	$ –	$ 14,518,309

D. Among the More Significant Book to Tax Adjustments

The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate to income before income taxes including realized capital gains / losses.

The significant items causing this difference are as follows:

	2023	Effective Tax Rate
Provision Computed at Statutory Rate	$ 9,731,629	21.000 %
Tax-Exempt Interest	–	–
Dividends Received Deduction	–	–
Proration - Non-life Companies	–	–
Proration - Life Companies	–	–
Prior Period Adjustment	(468,261)	-1.010
IMR Amortization	–	–
Meals & Entertainment, Lobbying Expenses, Etc.	–	–
Statutory Valuation Allowance Adjustment	(9,476,427)	-20.449
Disallowed penalties and interest	116	–
Foreign tax rate differential	–	–
Non-Admitted Assets	(588,823)	-1.271
Total	$ (801,766)	-1.730 %

E. Operating Loss and Tax Credit Carryforwards

(1) The Company has $6,949,871 of capital loss carryforwards.

(2) Income tax expense available for recoupment - Not Applicable

(3) Deposits admitted under IRS Code Section 6603 - Not Applicable

F. Consolidated Federal Income Tax Return

(1) The Company's Federal income tax return is consolidated with the following entities:

- Ascot Insurance Company
- Ascot Specialty Insurance Company
- Ascot US Holding Corporation
- Ethos Specialty Insurance Services LLC
- Ascot US Services Company LLC
- Ascot Holding Company LLC
- Ascot Underwriting Inc.
- AmFed National Insurance Company
- AmFed Casualty Insurance Company
- AmFed Advantage Insurance Company
- AmFed PCC LLC
- AmFed Companies LLC
- Ascot Surety & Casualty Company

Notes to the Financial Statements

9. Income Taxes (Continued)

(2) The method of allocation among companies is subject to a written tax allocation agreement, which generally allocates consolidated federal income tax liabilities using a separate return method with benefit for net operating losses and other tax attributes as they are used in the consolidated tax return.

G. Federal or Foreign Income Tax Loss Contingencies

The Company does not expect a significant increase within 12 months of the reporting date for any Federal or foreign income tax loss contingencies as determined in accordance with SSAP No. 5R, Liabilities, Contingencies and Impairments of Assets, with the modifications provided in SSAP No. 101, Income Taxes – A Replacement of SSAP No. 10R and SSAP No. 10.

H. Repatriation Transition Tax (RTT) - Not Applicable

I. Alternative Minimum Tax (AMT) Credit - Not Applicable

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

A. The Company is a wholly-owned subsidiary of Ascot Surety & Casualty Company (the Parent), a Colorado corporation and insurance company.

B. During the year ended December 31, 2023

The Company received the following capital contributions in cash from the Parent:

- $10M - August 18, 2023
- $10M - August 10, 2023
- $10M - July 27, 2023
- $25M - July 5, 2023
- $5M - June 21, 2023
- $60M - May 18, 2023

During the year ended December 31, 2022, the Company received capital contributions of $50M and $45M in cash on August 18, 2022, and December 12, 2022, respectively, from the Parent.

C. Transactions With Related Party Who Are Not Reported on Schedule Y - Not Applicable

D. At December 31, 2023, the Company reported $354,167 due to the Parent, $7,849,858 due to other affiliates, and $171 due from other affiliates. These amounts represent arms-length transactions and are recorded as admitted assets and in accordance with SSAP No. 25 “Accounting for and Disclosures about Transactions with Affiliates and Other Related Parties."

E. Effective May 10, 2023, amendments were made to the Intercompany Services and Cost Allocation Agreement, Underwriting Services Agreement, and Tax Sharing Agreement, to which the Company is a party, to incorporate recent changes to model holding company laws. These amendments were approved by the Rhode Island Department of Business Regulation, Insurance Division, on April 27, 2023.

The Company is party to an Intercompany Services and Cost Allocation Agreement (Services Agreement) with an affiliate, Ascot US Services Company LLC (“AUSC”). Under the terms of this agreement, shared costs are incurred and paid for by the Company at cost. Primarily, these shared costs include overhead allocations of operating expenses. The Company is also party to an Underwriting Services Agreement with an affiliate, Ascot Underwriting Inc.

The Company entered into a Program Administrator Agreement with its affiliate, Ethos Specialty Insurance Services LLC (Ethos). In 2019, Ethos provided services to the Company in connection with two insurance programs underwritten by Ethos- Core Commercial Property Program and Transaction Liability Insurance Program. These programs are currently in runoff with the Company recognizing no new business related to these programs as of November 2019 and June 2019, respectively. The Company also added General Liability Habitation Insurance and Property MPW in 2020, Excess Casualty in 2021 and Commercial Property in 2022. The Program Administrator Agreement, as well as the Program Schedule for each of the programs, were the subject of Form D filings, which were approved by the Department of Business Regulation.

The Company has a “Net Worth Maintenance Agreement” with its ultimate parent Ascot Group Limited (AGL). This agreement states AGL agrees to cause the Company to maintain capital equivalent to at least the “Strongest” category of implied balance sheet strength according to AM Best’s Stochastic Best’s Capital Adequacy Ratio (BCAR) at all times and if they were to fall below it, AGL will contribute liquid assets to ensure the Company has the ability to meet its financial obligations on a timely basis.

F. Guarantees or Contingencies - Not Applicable

G. All outstanding shares are owned by Ascot Insurance Company, a Colorado corporation and insurance company.

H. Amount Deducted for Investment in Upstream Company - Not Applicable

I. Detail of Investments in Affiliates Greater Than 10% of Admitted Assets - Not Applicable

J. Write-Down for Impairments of Investments in Subsidiary Controlled or Affiliated Companies - Not Applicable

K. Foreign Subsidiary Value Using CARVM - Not Applicable

L. Downstream Holding Company Value Using Look-Through Method - Not Applicable

M. All SCA Investments - Not Applicable

N. Investment in Insurance SCAs - Not Applicable

O. SCA and SSAP No. 48 Entity Loss Tracking - Not Applicable

11. Debt - Not Applicable

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans - Not Applicable

Notes to the Financial Statements

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

A. The Company has 500 shares of no par value common stock authorized, issued and outstanding.

B. Dividend Rate of Preferred Stock - Not Applicable

C. Under Rhode Island law, the Company may not pay any dividend or make any distribution of cash or other property, the fair market value of which, together with that of any other dividends or distributions made within the 12 consecutive months ending on the date on which the proposed dividend or distribution is scheduled to be made, exceeds the lesser of (1) 10% of its surplus as of the 31st day of December of the last preceding year, or (2) its net income for the 12 month period ending on the 31st day of December of the last preceding year, unless the Insurance commissioner approves the proposed payment or fails to disapprove such payment within 30 days after receiving notice of such payment. An additional limitation is that Rhode Island does not permit a domestic insurer to declare or pay a dividend except out of earned surplus unless otherwise approved by the commissioner before the dividend is paid.

The maximum amount of dividends which can be paid by state of Rhode Island insurance companies to shareholders without prior approval of the Insurance Commissioner is subject to restrictions relating to net income and statutory surplus. The Company's statutory surplus was $444,743,362 at December 31, 2023 and $279,896,387 at December 31, 2022. The Company’s net income(loss) was $31,147,951 for the period ended December 31, 2023 and ($15,746,609) for the year ended December 31, 2022. The maximum dividend payout which may have been made without prior approval in 2023 was $0. The Company did not declare a dividend in 2023. Dividends need to be approved by the Board of Directors.

D. Ordinary Dividends - Not Applicable

E. Company Profits Paid as Ordinary Dividends - Not Applicable

F. Surplus Restrictions - Not Applicable

G. Surplus Advances - Not Applicable

H. Stock Held for Special Purposes - Not Applicable

I. Changes in Special Surplus Funds - Not Applicable

J. Unassigned Funds (Surplus) - Not Applicable

K. Company-Issued Surplus Debentures or Similar Obligations - Not Applicable

L. Impact of Any Restatement Due to Prior Quasi-Reorganizations - Not Applicable

M. Effective Date(s) of Quasi-Reorganizations in the Prior 10 Years - Not Applicable

14. Liabilities, Contingencies and Assessments - Not Applicable

15. Leases - Not Applicable

16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk - Not Applicable

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities - Not Applicable

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans - Not Applicable

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

As defined in Appendix A-225 of the NAIC Accounting Practices and Procedures Manual, the Company does have direct premium written produced by Managing General Agents/Third Party Administrators that was equal to or greater than 5% of policyholders' surplus for the period ended December 31, 2023.

Name and Address of Managing General Agent or Third Party Administration	FEIN Number	Exclusive Contract	Types of Business Written	Type of Authority Granted	Total Direct Premium Written / Produced By
Coalition Insurance Solutions, Inc. 1160 Battery Street Ste. 350 San Francisco, CA 94111	82-1489162	NO	Cybersecurity	U	$ 87,071,111
Total					$ 87,071,111

C - Claims Payment
CA - Claims Adjustment
R - Reinsurance Ceding
B - Binding Authority
P - Premium Collection
U - Underwriting

20. Fair Value Measurements

A. Fair Value Measurement

SSAP 100 establishes a fair value hierarchy which prioritizes and ranks the level of market price observability used in measuring investments at fair value. Market price observability is impacted by a number of factors, including the type of investment, the characteristics specific to the investment, and the state of the marketplace (including the existence and transparency of transactions between market participants). Investments with readily-available actively quoted prices or for which fair value can be measured from actively-quoted prices in an orderly market will generally have a higher degree of market price observability and a lesser degree of judgment used in measuring fair value.

Investments disclosed at fair value are classified and disclosed in one of the following categories based on inputs:

- Level 1 - Fair value measurements that are quoted prices (unadjusted) in active markets that the Company has the ability to access for identical assets or liabilities. Market price data generally is obtained from exchange or dealer markets. The Company does not adjust the quoted price for such instruments.
- Level 2 - Fair value measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset, either directly or indirectly. Level 2 inputs include quoted prices for similar assets in active markets, quoted prices for identical or similar assets in markets that are not active, and inputs other than quoted prices that are observable for the asset, such as interest rates and yield curves that are observable at commonly quoted intervals.

Notes to the Financial Statements

20. Fair Value Measurements (Continued)

- Level 3 - Fair value measurements based on valuation techniques that use significant inputs that are unobservable. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the determination of which category within the fair value hierarchy is appropriate for any given investment is based on the lowest level of input that is significant to the fair value measurement. The Company's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The Company carries no assets or liabilities on its balance sheet measured at fair value.

(1) Fair value measurements at reporting date - Not Applicable

(2) Fair value measurements in Level 3 of the fair value hierarchy - Not Applicable

(3) Policy on transfers into and out of Level 3 - Not Applicable

(4) Inputs and techniques used for Level 2 and Level 3 fair values - Not Applicable

(5) Derivatives - Not Applicable

B. Other Fair Value Disclosures - Not Applicable

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

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	$ 924,503,869	$ 930,274,595	$ 150,844	$ 924,353,025	$	$	$
Cash Equivalents	45,667,738	45,667,738	45,667,738	–			
Cash	9,260,982	9,260,982	9,260,982	–			

D. Not Practicable to Estimate Fair Value - Not Applicable

E. Nature and Risk of Investments Reported at NAV - Not Applicable

21. Other Items

A. Unusual or Infrequent Items - Not Applicable

B. Troubled Debt Restructuring - Not Applicable

C. Other Disclosures - Not Applicable

D. Business Interruption Insurance Recoveries - Not Applicable

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

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

G. Insurance-Linked Securities (ILS) Contracts - Not Applicable

H. The Amount That Could Be Realized on Life Insurance Where the Reporting Entity is Owner and Beneficiary or Has Otherwise Obtained Rights to Control the Policy - Not Applicable

22. Events Subsequent

The Company has evaluated subsequent events for recognition or disclosure through February 29th, 2024 and no such events were identified.

23. Reinsurance

A. Unsecured Reinsurance Recoverables

Individual Reinsurers with Unsecured Reinsurance Recoverables Exceeding 3% of Policyholder Surplus

Individual Reinsurers Who Are Not Members of a Group

FEIN	Reinsurer Name	Unsecured Amount
52-1952955	Renaissance Reinsurance US Inc.	$ 30,207,271

Individual Reinsurers Who Are Members of a Group

NAIC Group Code	FEIN	Reinsurer Name	Unsecured Amount
3483	13-3031176	Partner Reinsurance Company of the US	$ 41,969,510
0626	06-0237820	Chubb Tempest Re o/b/o ACE Property & Casualty Insurance	29,274,123
0361	13-4924125	Munich Reinsurance America Inc.	27,399,793
0158	47-0698507	Odyssey Re	23,057,756
0031	13-5616275	Transatlantic Reinsurance Company	15,233,562
3219	35-2293075	Endurance (SOMPO) Assurance Company	14,369,438
1279	06-1430254	Arch Reinsurance Company	13,966,560

Notes to the Financial Statements

23. Reinsurance (Continued)

All Members of the Groups Shown above with Unsecured Reinsurance Recoverables

NAIC Group Code	FEIN	Reinsurer Name	Unsecured Amount
0031	13-5616275	Transatlantic Reinsurance Company	$ 15,233,562
0031	13-2673100	General Reinsurance Corporation	8,925,106
0158	47-0698507	Odyssey Re	23,057,756
0158	06-1182357	Allied World Insurance Company	1,939,772
Total			$ 49,156,196

B. Reinsurance Recoverable in Dispute - Not Applicable

C. Reinsurance Assumed and Ceded

(1) Maximum amount of return commission that would have been due reinsurers if all of the company's reinsurance was canceled or if the company's insurance assumed was canceled

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	$	$	$	$	$	$
b. All other			130,294,271	37,704,093	(130,294,271)	(37,704,093)
c. Total (a+b)	$	$	$ 130,294,271	$ 37,704,093	$ (130,294,271)	$ (37,704,093)
d. Direct unearned premium reserve			$ 339,187,532			

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

Reinsurance

	Direct	Assumed	Ceded	Net
a. Contingent commission	$ 1,320,607	$ –	$ (214,017)	$ 1,534,624
b. Sliding scale adjustments				
c. Other profit commission arrangements				
d. Total (a+b+c)	$ 1,320,607	$ –	$ (214,017)	$ 1,534,624

(3) Risks attributed to each of the company's protected cells - Not Applicable

D. Uncollectible Reinsurance - Not Applicable

E. Commutation of Ceded Reinsurance - Not Applicable

F. Retroactive Reinsurance - Not Applicable

G. Reinsurance Accounted for as a Deposit - Not Applicable

H. Disclosures for the Transfer of Property and Casualty Run-Off Agreements - Not Applicable

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation - Not Applicable

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation - Not Applicable

K. Reinsurance Credit - Not Applicable

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination - Not Applicable

25. Changes in Incurred Losses and Loss Adjustment Expenses

A. Reasons for Changes in the Provision for Incurred Loss and Loss Adjustment Expenses Attributable to Insured Events of Prior Years

The company report net loss and loss adjustment expense (LAE) incurred of $210,854,169 as of December 31, 2023. The company experienced ($4,274,359) of favorable development related to loss and LAE. As shown in the chart below, this development is largely related to favorable development in loss and defense and cost containment (DCC) for other liability - claims made.

Schedule P Line of Business	Current Calendar Year Losses and LAE Incurred	Current Loss Year Losses and LAE Incurred (Schedule P - Part 1)	Prior Year Loss and LAE Shortage (Redundancy)	Loss and DCC Shortage (Redundancy) Schedule P - Part 2	AO Shortage (Redundancy)
Commercial Auto/Truck Liability	8,229,754	8,261,120	(31,366)	(28,410)	(2,956)
Commercial Multiple Peril	11,139,092	12,483,432	(1,344,339)	(1,301,964)	(42,375)
Medicale Professional Liability - Claims-made	104,567	104,567	-	-	-
Special Liability	(25,418)	55,961	(81,379)	(82,776)	1,396
Other Liability - Occurrence	74,560,202	72,571,576	1,988,626	1,902,673	85,953
Other Liability - Claims-made	110,245,710	113,936,407	(3,690,697)	(3,493,664)	(197,033)
Special Property	5,802,940	6,890,882	(1,087,941)	(1,071,175)	(16,766)
Auto Physical Damage	808,439	824,584	(16,145)	(15,599)	(545)
Other - Accident and Health	(11,118)	(0)	(11,118)	(11,040)	(78)
Total	**210,854,169**	**215,128,528**	**(4,274,359)**	**(4,101,956)**	**(172,404)**

B. Significant Changes in Methodologies and Assumptions Used in Calculating the Liability for Unpaid Losses and Loss Adjustment Expenses - Not Applicable

26. Intercompany Pooling Arrangements - Not Applicable

Notes to the Financial Statements

27. **Structured Settlements** - Not Applicable
28. **Health Care Receivables** - Not Applicable
29. **Participating Policies** - Not Applicable
30. **Premium Deficiency Reserves** - Not Applicable
31. **High Deductibles** - Not Applicable
32. **Discounting of Liabilities For Unpaid Losses or Unpaid Loss Adjustment Expenses** - Not Applicable
33. **Asbestos/Environmental Reserves** - Not Applicable
34. **Subscriber Savings Accounts** - Not Applicable
35. **Multiple Peril Crop Insurance** - Not Applicable
36. **Financial Guaranty Insurance** - Not Applicable

FIVE-YEAR HISTORICAL DATA

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

		1 2023	2 2022	3 2021	4 2020	5 2019
	Gross Premiums Written (Page 8, Part 1B Cols. 1, 2 & 3)					
1.	Liability lines (Lines 11, 16, 17, 18 & 19)	513,020,439	396,715,835	215,719,528	80,675,213	21,518,397
2.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	43,975,569	24,448,775	10,439,449	2,493,918	3,995,061
3.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	44,397,609	48,611,420	27,545,654	7,949,745	2,239,206
4.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	225,000	50,000	0	58,725
5.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6.	Total (Line 35)	601,393,617	470,001,031	253,754,630	91,118,875	27,811,389
	Net Premiums Written (Page 8, Part 1B, Col. 6)					
7.	Liability lines (Lines 11, 16, 17, 18 & 19)	346,843,865	244,579,204	97,882,463	36,123,843	8,237,292
8.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	27,162,519	14,905,142	6,920,590	1,550,347	1,891,031
9.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	20,283,503	22,745,079	16,049,964	6,931,863	991,275
10.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	67,500	15,000	0	17,617
11.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12.	Total (Line 35)	394,289,887	282,296,925	120,868,017	44,606,053	11,137,216
	Statement of Income (Page 4)					
13	Net underwriting gain (loss) (Line 8)	19,166,031	(23,495,669)	(26,074,280)	(20,886,886)	(13,842,793)
14.	Net investment gain (loss) (Line 11)	26,735,858	8,762,609	1,877,523	2,830,036	2,057,874
15.	Total other income (Line 15)	439,202	172,591	133,559	(3,557)	(18,598)
16.	Dividends to policyholders (Line 17)	0	0	0	0	0
17.	Federal and foreign income taxes incurred (Line 19)	15,193,140	1,186,139	(2,182,957)	(894,370)	0
18.	Net income (Line 20)	31,147,951	(15,746,608)	(21,880,241)	(17,166,037)	(11,803,517)
	Balance Sheet Lines (Pages 2 and 3)					
19.	Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	1,069,504,131	685,665,421	404,012,463	132,928,220	85,413,862
20.	Premiums and considerations (Page 2, Col. 3)					
	20.1 In course of collection (Line 15.1)	53,055,955	48,657,869	28,972,336	10,653,615	3,104,170
	20.2 Deferred and not yet due (Line 15.2)	241,118	344,802	164,813	32,058	22,875
	20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21.	Total liabilities excluding protected cell business (Page 3, Line 26)	624,760,769	405,769,034	195,303,745	66,159,331	21,292,464
22.	Losses (Page 3, Line 1)	257,456,634	131,071,062	50,441,413	12,651,299	1,332,467
23.	Loss adjustment expenses (Page 3, Line 3)	81,498,417	44,472,147	18,988,802	5,773,575	706,583
24.	Unearned premiums (Page 3, Line 9)	208,893,260	163,470,809	73,107,872	29,339,576	8,014,903
25.	Capital paid up (Page 3, Lines 30 & 31)	232,485	232,485	232,485	232,485	232,485
26.	Surplus as regards policyholders (Page 3, Line 37)	444,743,362	279,896,387	208,708,718	66,768,888	64,121,397
	Cash Flow (Page 5)					
27.	Net cash from operations (Line 11)	250,887,251	159,151,282	83,403,964	18,733,456	4,883,525
	Risk-Based Capital Analysis					
28.	Total adjusted capital	444,743,362	279,896,387	208,708,718	66,768,888	64,121,397
29.	Authorized control level risk-based capital	80,800,032	49,162,158	23,371,731	11,585,027	6,433,787
	Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0					
30.	Bonds (Line 1)	94.4	81.9	59.9	79.8	90.9
31.	Stocks (Lines 2.1 & 2.2)	0.0	0.0	0.0	0.0	0.0
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)	5.6	18.1	40.1	20.2	9.1
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)	0.0	0.0	0.0	0.0	0.0
38.	Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39.	Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	0.0	0.0
40.	Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41.	Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
	Investments in Parent, Subsidiaries and Affiliates					
42.	Affiliated bonds (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)	0	0	0	0	0
45.	Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
46.	Affiliated mortgage loans on real estate	0	0	0	0	0
47.	All other affiliated	0	0	0	0	0
48.	Total of above Lines 42 to 47	0	0	0	0	0
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)	0.0	0.0	0.0	0.0	0.0

FIVE-YEAR HISTORICAL DATA

(Continued)

		1 2023	2 2022	3 2021	4 2020	5 2019
	Capital and Surplus Accounts (Page 4)					
51.	Net unrealized capital gains (losses) (Line 24)	0	0	0	0	0
52.	Dividends to stockholders (Line 35)	0	0	0	0	0
53.	Change in surplus as regards policyholders for the year (Line 38)	164,846,975	71,187,669	141,939,830	2,647,491	12,621,392
	Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54.	Liability lines (Lines 11, 16, 17, 18 & 19)	35,057,613	31,632,229	2,559,598	245,606	0
55.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	2,908,609	3,826,226	2,197,518	453,534	0
56.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	17,339,215	17,976,616	4,669,212	44,292	0
57.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
58.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59.	Total (Line 35)	55,305,437	53,435,071	9,426,328	743,431	0
	Net Losses Paid (Page 9, Part 2, Col. 4)					
60.	Liability lines (Lines 11, 16, 17, 18 & 19)	26,021,538	13,302,530	2,127,761	113,621	0
61.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	1,905,534	2,391,827	1,521,702	260,682	0
62.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	9,221,359	8,032,907	3,050,918	44,292	0
63.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
64.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65.	Total (Line 35)	37,148,431	23,727,264	6,700,381	418,595	0
	Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0					
66.	Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67.	Losses incurred (Line 2)	46.9	54.4	57.7	50.4	42.7
68.	Loss expenses incurred (Line 3)	13.6	15.9	20.7	25.4	34.5
69.	Other underwriting expenses incurred (Line 4)	34.1	42.0	55.4	113.9	466.1
70.	Net underwriting gain (loss) (Line 8)	5.5	(12.2)	(33.8)	(89.7)	(443.4)
	Other Percentages					
71.	Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	30.0	28.5	35.2	59.5	130.8
72.	Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	60.4	70.3	78.4	75.8	77.2
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)	88.7	100.9	57.9	66.8	17.4
	One Year Loss Development ($000 omitted)					
74.	Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11)	(4,102)	3,389	71	(237)	0
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)	(1.5)	1.6	0.1	(0.4)	0.0
	Two Year Loss Development ($000 omitted)					
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)	1,854	734	(461)	0	0
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	1.1	(0.7)	0.0	0.0

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: