

QUARTERLY STATEMENT
OF THE
**NARRAGANSETT BAY INSURANCE
COMPANY**

2016

OF
Pawtucket
IN THE STATE OF
Rhode Island
TO THE
INSURANCE DEPARTMENT
OF THE
STATE OF Rhode Island
AS OF
JUNE 30, 2016

PROPERTY AND CASUALTY

2016



QUARTERLY STATEMENT

AS OF JUNE 30, 2016
OF THE CONDITION AND AFFAIRS OF THE
NARRAGANSETT BAY INSURANCE COMPANY

NAIC Group Code 0497 (Current Period) , 0497 (Prior Period) NAIC Company Code 43001 Employer's ID Number 05-0394576

Organized under the Laws of Rhode Island , State of Domicile or Port of Entry Rhode Island
Country of Domicile United States

Incorporated/Organized 06/10/1981 Commenced Business 04/01/1982

Statutory Home Office 25 Maple Street , Pawtucket, RI, US 02860-2104
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 25 Maple Street Pawtucket, RI, US 02860-2104 401-725-5600
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address P. O. Box 820 , Pawtucket, RI, US 02862-0820
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 25 Maple Street Pawtucket, RI, US 02860-2104 401-725-5600
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.nbic.com

Statutory Statement Contact Laura Leigh Jones 401-495-6014
(Name) (Area Code) (Telephone Number) (Extension)

NBIC-ComplianceInbox@nbic.com 401-728-0680
(E-Mail Address) (Fax Number)

OFFICERS

Name	Title	Name	Title
<u>Todd Christopher Hart</u>	<u>Chief Executive Officer</u>	<u>Stewart Horner Steffey Jr.</u>	<u>Founder & Executive Chairman</u>
<u>Kirk Howard Lusk</u>	<u>Chief Financial Officer</u>	<u>Stephen Donald Zubiago</u>	<u>Secretary</u>

OTHER OFFICERS

_____	_____	_____	_____
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DIRECTORS OR TRUSTEES

<u>Stewart Horner Steffey Jr.</u>	<u>Arnold Larry Chavkin</u>	<u>Alex Anatol Fridlyand</u>	<u>Srdjan Vukovic</u>
<u>Kristin Kelly Gilbert</u>	<u>Todd Christopher Hart</u>	<u>Dale Stephen Hammond</u>	_____

State of RHODE ISLAND

County of PROVIDENCE 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.

Todd Christopher Hart Kirk Howard Lusk Stephen Donald Zubiago
Chief Executive Officer Chief Financial Officer Secretary

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 _____

Subscribed and sworn to before me this 12th day of August 2016

Danna A. Lero
my comm expires 7-16-18

STATEMENT AS OF JUNE 30, 2016 OF THE NARRAGANSETT BAY INSURANCE COMPANY

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	96,866,297		96,866,297	67,306,300
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	623,706		623,706	
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$41,548,250), cash equivalents (\$) and short-term investments (\$3,765,040)	45,313,289		45,313,289	55,240,553
6. Contract loans (including \$ premium notes)				
7. Derivatives				
8. Other invested assets				
9. Receivables for securities				
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	142,803,292		142,803,292	122,546,853
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	443,745		443,745	289,620
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	4,606,653	231,002	4,375,651	5,495,317
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	22,069,894		22,069,894	20,161,196
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	43,628,922		43,628,922	26,367,358
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset	10,082,156	470,150	9,612,006	7,729,402
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$)				
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other-than-invested assets	5,196,975	455,056	4,741,919	4,556,167
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	228,831,637	1,156,208	227,675,429	187,145,913
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	228,831,637	1,156,208	227,675,429	187,145,913
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. PREPAID OUTSIDE SERVICE COSTS	455,056	455,056		
2502. FEE INCOME RECEIVABLE	1,451,048		1,451,048	1,270,330
2503. EQUITY FROM POOLS AND ASSOCIATIONS	3,290,871		3,290,871	3,285,837
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	5,196,975	455,056	4,741,919	4,556,167

STATEMENT AS OF JUNE 30, 2016 OF THE NARRAGANSETT BAY INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 4,814,828)	15,637,416	16,748,941
2. Reinsurance payable on paid losses and loss adjustment expenses		
3. Loss adjustment expenses	5,385,295	5,268,751
4. Commissions payable, contingent commissions and other similar charges	7,226,984	6,281,112
5. Other expenses (excluding taxes, licenses and fees)	789,973	1,250,435
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,651,250	2,918,291
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	434,169	434,169
7.2 Net deferred tax liability		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 102,872,139 and including warranty reserves of and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	45,167,548	55,233,761
10. Advance premium	7,062,909	4,326,932
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	65,427,121	30,477,336
13. Funds held by company under reinsurance treaties	54,468	54,468
14. Amounts withheld or retained by company for account of others		
15. Remittances and items not allocated		
16. Provision for reinsurance (including \$ certified)		173,000
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	3,123,293	4,576,318
20. Derivatives		
21. Payable for securities	1,470,714	
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	143,420	143,657
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	153,574,560	127,887,172
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	153,574,560	127,887,172
29. Aggregate write-ins for special surplus funds		
30. Common capital stock	4,000,000	4,000,000
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes		
34. Gross paid in and contributed surplus	83,007,995	83,007,995
35. Unassigned funds (surplus)	(12,907,126)	(27,749,254)
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	74,100,869	59,258,741
38. Totals (Page 2, Line 28, Col. 3)	227,675,429	187,145,913
DETAILS OF WRITE-INS		
2501. AMOUNTS TO BE ESCHEATED	143,420	143,657
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	143,420	143,657
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)		
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)		

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 144,506,948)	141,728,408	123,276,853	258,644,843
1.2 Assumed (written \$)			
1.3 Ceded (written \$ 119,235,004)	106,390,250	87,718,469	187,851,691
1.4 Net (written \$ 25,271,944)	35,338,158	35,558,384	70,793,152
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 13,345,686):			
2.1 Direct	66,505,561	101,798,815	133,675,575
2.2 Assumed			
2.3 Ceded	49,745,864	78,755,874	98,715,164
2.4 Net	16,759,697	23,042,941	34,960,411
3. Loss adjustment expenses incurred	2,635,185	625,775	7,599,651
4. Other underwriting expenses incurred	7,005,922	12,056,966	19,484,727
5. Aggregate write-ins for underwriting deductions			
6. Total underwriting deductions (Lines 2 through 5)	26,400,804	35,725,682	62,044,789
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	8,937,354	(167,298)	8,748,363
INVESTMENT INCOME			
9. Net investment income earned	1,063,347	783,076	1,522,044
10. Net realized capital gains (losses) less capital gains tax of \$ 11,783	11,783	30,014	40,417
11. Net investment gain (loss) (Lines 9 + 10)	1,075,130	813,090	1,562,461
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)	(301,543)	(269,510)	(604,385)
13. Finance and service charges not included in premiums	784,039	782,909	1,661,714
14. Aggregate write-ins for miscellaneous income	1,969,374	556,048	2,755,018
15. Total other income (Lines 12 through 14)	2,451,870	1,069,447	3,812,347
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	12,464,354	1,715,239	14,123,171
17. Dividends to policyholders			
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	12,464,354	1,715,239	14,123,171
19. Federal and foreign income taxes incurred			4,292,079
20. Net income (Line 18 minus Line 19)(to Line 22)	12,464,354	1,715,239	9,831,092
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	59,258,738	47,595,305	47,595,305
22. Net income (from Line 20)	12,464,354	1,715,239	9,831,092
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 623,706	623,706		
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	(4,362,523)	(600,333)	(1,518,395)
27. Change in nonadmitted assets	5,943,594	587,090	3,033,038
28. Change in provision for reinsurance	173,000	490,698	317,698
29. Change in surplus notes			
30. Surplus (contributed to) withdrawn from protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in			
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in			
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders			
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus			
38. Change in surplus as regards policyholders (Lines 22 through 37)	14,842,131	2,192,694	11,663,433
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	74,100,869	49,787,999	59,258,738
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)			
1401. FEE INCOME	1,969,374	556,048	2,755,018
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	1,969,374	556,048	2,755,018
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page			
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)			

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance.....	62,153,680	70,958,025	94,210,886
2. Net investment income	1,143,860	1,026,173	2,074,974
3. Miscellaneous income	2,451,870	1,069,447	3,812,347
4. Total (Lines 1 to 3)	65,749,410	73,053,645	100,098,207
5. Benefit and loss related payments	35,132,786	48,124,030	49,012,673
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions	10,306,192	14,887,544	26,498,269
8. Dividends paid to policyholders			
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....			3,973,638
10. Total (Lines 5 through 9)	45,438,979	63,011,574	79,484,580
11. Net cash from operations (Line 4 minus Line 10)	20,310,431	10,042,071	20,613,627
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	6,660,961	6,058,704	10,268,870
12.2 Stocks			
12.3 Mortgage loans			
12.4 Real estate			
12.5 Other invested assets			
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments			
12.7 Miscellaneous proceeds	1,494,467		
12.8 Total investment proceeds (Lines 12.1 to 12.7)	8,155,428	6,058,704	10,268,870
13. Cost of investments acquired (long-term only):			
13.1 Bonds	36,467,571	6,276,212	11,894,569
13.2 Stocks			
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets			
13.6 Miscellaneous applications			
13.7 Total investments acquired (Lines 13.1 to 13.6)	36,467,571	6,276,212	11,894,569
14. Net increase (or decrease) in contract loans and premium notes			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(28,312,143)	(217,508)	(1,625,699)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes			
16.2 Capital and paid in surplus, less treasury stock.....			
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			
16.6 Other cash provided (applied).....	(1,925,552)	160,286	5,989,900
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(1,925,552)	160,286	5,989,900
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(9,927,264)	9,984,849	24,977,828
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	55,240,553	30,262,725	30,262,725
19.2 End of period (Line 18 plus Line 19.1)	45,313,289	40,247,574	55,240,553

1. Summary of Significant Accounting Practices

A. Accounting Practices

The accompanying financial statements of Narragansett Bay Insurance Company (the “Company”) are presented on the basis of accounting practices prescribed or permitted by the Rhode Island Insurance Department.

The Rhode Island Insurance Department recognizes only statutory accounting practices prescribed or permitted by the State of Rhode Island for determining and reporting financial condition and results of operations of an insurance company, and for determining its solvency under the Rhode Island Insurance Law. The National Association of Insurance Commissioners' (“NAIC”) *Accounting Practices and Procedures Manual*, (“NAIC SAP”), has been adopted as a component of prescribed or permitted practices by the State of Rhode Island.

2. - 4. No significant changes.

5. Investments

A. - C. No significant changes.

D. Loan-Backed Securities

(1) Prepayments assumptions for Mortgage-Backed Securities, Collateralized Mortgage Obligations and Other Structured Securities were generated using a purchased prepayment model. The prepayment model uses a number of factors to estimate prepayment activity including the time of year (seasonality), current levels or interest rates (refinancing incentive), economic activity (including housing turnover) and term and age of the underlying collateral (burnout, seasoning).

(2) N/A

(3) N/A

(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:

a. The aggregate amount of unrealized losses:

1. Less than 12 Months	\$ (2,223)
2. 12 Months or Longer	\$ (118,982)

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

1. Less than 12 Months	\$ 2,220,737
2. 12 Months or Longer	\$ 7,165,654

(5) All impaired securities (fair value is less than cost or amortized cost) have been evaluated by management, based on specific criteria to determine if the impairments should be considered other than temporary. Factors considered in determining that other than temporary impairment charges are warranted include: management’s consideration of current and near term liquidity needs and retrospective review of length of loss over credit quality of investment and general market conditions. Management has concluded that the value of the investments for which it reports unrealized losses at June 30, 2016 are not other than temporarily impaired, as management has the intent and ability to hold these securities for a period of time sufficient to allow for any anticipated recovery in market value.

E. - K. No significant changes.

6. - 16. No significant changes.

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

A. – B. N/A

C. Wash Sales

In the course of the reporting entity's asset management, securities are sold and reacquired within 30 days of the sale date. The details of NAIC designation 3 or below securities sold during the quarter ended June 30, 2016 and reacquired within 30 days of the sale date are:

None. The Company did not have any Wash Sales during the quarter ended June 30, 2016.

18. - 19. No significant changes.

20. Fair Value Measurements

A. Asset and Liabilities Measured and Reported at Fair Value

Type of Financial Instrument	(Level 1)	(Level 2)	(Level 3)	Total
Financial instruments – assets:				
Bonds	\$ -	\$ 275,619	\$ -	\$ 275,619
Total assets at fair value	\$ -	\$ 275,619	\$ -	\$ 275,619

B. Other Fair Value Disclosures

N/A

C. Fair Values for All Financial Instruments

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practical (Carrying Value)
Financial instruments – assets:						
Bonds	\$ 99,057,262	\$ 96,866,297	\$ -	\$ 99,057,262	\$ -	\$ -
Common Stock - Affiliated	623,706	623,706			623,706	
Cash, cash equivalents and short-term investments	45,313,289	45,313,289	45,313,289	-	-	-
Total assets	\$ 144,994,257	\$ 142,803,292	\$ 45,313,289	\$ 99,057,262	\$ 623,706	\$ -

D. N/A

21. - 24. No significant changes.

25. Changes in Incurred Losses and Loss Adjustment Expenses

Reserves for losses and loss adjustment expenses as of December 31, 2015 were \$22.0 million. For the period ended June 30, 2016, \$5.7 million had been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. As of June 30, 2016, reserves remaining for prior policy years are \$15.5 million as a result of re-estimation of unpaid claims and claim adjustment expenses principally on the homeowners' line of business. There has been approximately \$0.8 million favorable prior-year development from December 31, 2015 to June 30, 2016. Original estimates are increased or decreased as additional information becomes available. The Company does not issue retrospectively rated policies.

26. - 36. No significant changes.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []
- 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 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 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.
.....
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [] No [X] NA []
If yes, attach an explanation.
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made.12/31/2013
- 6.2 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.12/31/2013
- 6.3 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).05/07/2015
- 6.4 By what department or departments?
RHODE ISLAND DEPARTMENT OF BUSINESS REGULATION - INSURANCE DIVISION.....
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] NA [X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] NA []
- 7.1 Has this 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]
- 7.2 If yes, give full information:
.....
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?..... Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
.....
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms?..... Yes [] No [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 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

GENERAL INTERROGATORIES

- 9.1 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 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.

9.11 If the response to 9.1 is No, please explain:

- 9.2 Has the code of ethics for senior managers been amended? Yes No

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes No

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes No

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

INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes No

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

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$

13. Amount of real estate and mortgages held in short-term investments: \$

- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes No

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$	\$ 623,706
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$
14.26 All Other	\$	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$	\$ 623,706
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$	\$

- 15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes No

- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes No

If no, attach a description with this statement.

GENERAL INTERROGATORIES

- 16 For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$
 - 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$
 - 16.3 Total payable for securities lending reported on the liability page \$

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

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

1 Name of Custodian(s)	2 Custodian Address
BANK OF AMERICA.....	111 WESTMINISTER STREET, PROVIDENCE, RI 02903.....
.....

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [] No [X]

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

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

17.5 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
.....	NEW ENGLAND ASSET MANAGEMENT.....	FARMINGTON, CT.....

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

18.2 If no, list exceptions:

.....

STATEMENT AS OF JUNE 30, 2016 OF THE NARRAGANSETT BAY INSURANCE COMPANY

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

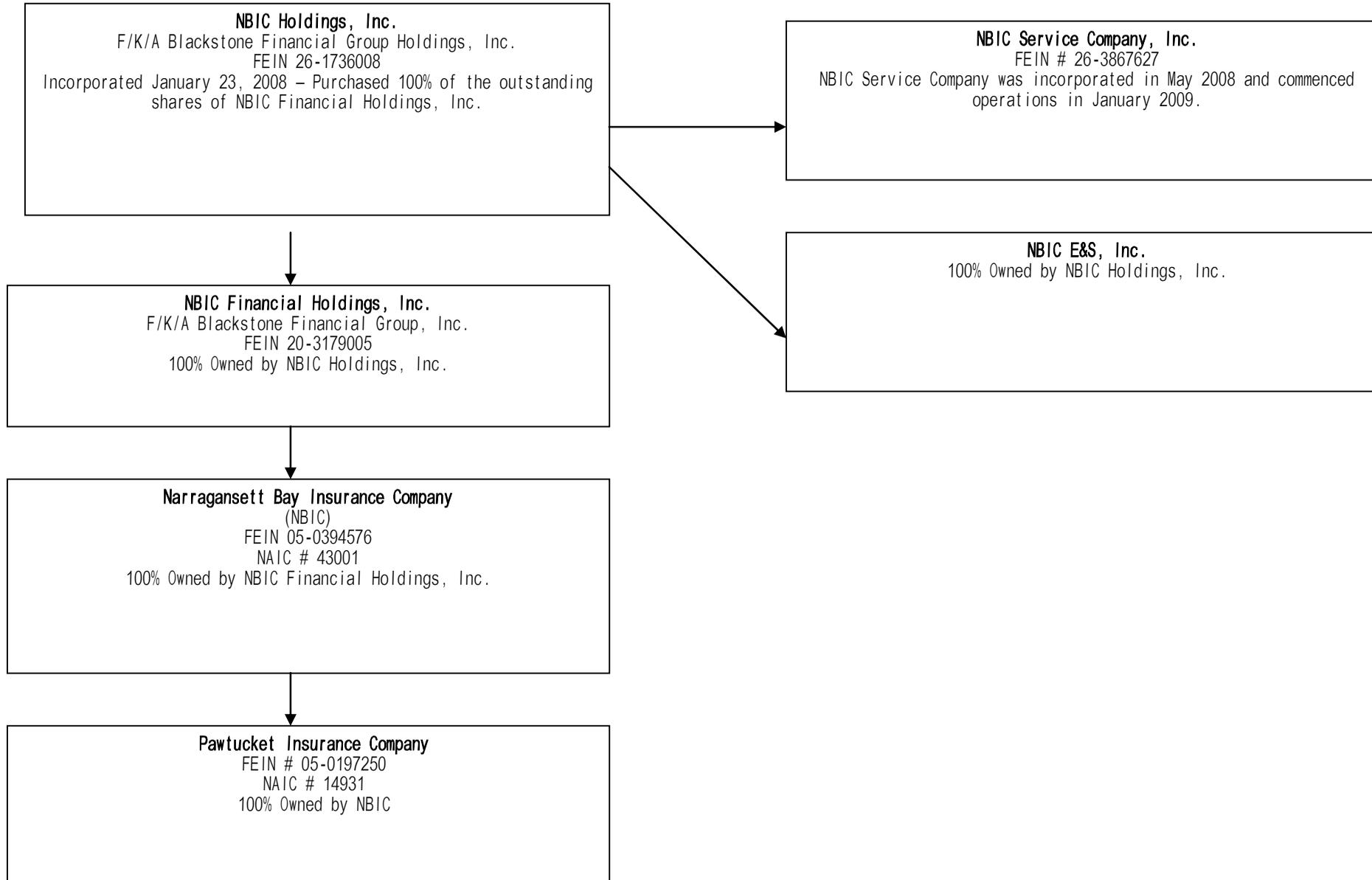
Current Year to Date - Allocated by States and Territories

States, etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid		
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date	
1. Alabama	AL	N						
2. Alaska	AK	N						
3. Arizona	AZ	N						
4. Arkansas	AR	N						
5. California	CA	N						
6. Colorado	CO	N						
7. Connecticut	CT	L	1,261					
8. Delaware	DE	N						
9. Dist. Columbia	DC	N						
10. Florida	FL	N						
11. Georgia	GA	N						
12. Hawaii	HI	N						
13. Idaho	ID	N						
14. Illinois	IL	N						
15. Indiana	IN	N						
16. Iowa	IA	N						
17. Kansas	KS	N						
18. Kentucky	KY	N						
19. Louisiana	LA	N						
20. Maine	ME	N						
21. Maryland	MD	N						
22. Massachusetts	MA	L	24,420,634	21,951,231	9,570,097	19,279,679	11,069,604	15,687,030
23. Michigan	MI	N						
24. Minnesota	MN	N						
25. Mississippi	MS	N						
26. Missouri	MO	N						
27. Montana	MT	N						
28. Nebraska	NE	N						
29. Nevada	NV	N						
30. New Hampshire	NH	N						
31. New Jersey	NJ	L	32,888,955	29,093,140	11,237,456	12,930,997	19,113,199	21,099,548
32. New Mexico	NM	N						
33. New York	NY	L	77,642,322	69,015,589	28,592,235	31,028,775	41,025,233	39,694,126
34. No. Carolina	NC	N						
35. No. Dakota	ND	N						
36. Ohio	OH	N						
37. Oklahoma	OK	N						
38. Oregon	OR	N						
39. Pennsylvania	PA	L						
40. Rhode Island	RI	L	9,553,775	9,302,972	4,546,573	8,490,313	7,397,000	8,672,549
41. So. Carolina	SC	N						
42. So. Dakota	SD	N						
43. Tennessee	TN	N						
44. Texas	TX	N						
45. Utah	UT	N						
46. Vermont	VT	N						
47. Virginia	VA	N						
48. Washington	WA	N						
49. West Virginia	WV	N						
50. Wisconsin	WI	N						
51. Wyoming	WY	N						
52. American Samoa	AS	N						
53. Guam	GU	N						
54. Puerto Rico	PR	N						
55. U.S. Virgin Islands	VI	N						
56. Northern Mariana Islands	MP	N						
57. Canada	CAN	N						
58. Aggregate Other Alien	OT	XXX						
59. Totals	(a) 6		144,506,947	129,362,932	53,946,361	71,729,764	78,605,036	85,153,253
DETAILS OF WRITE-INS								
58001.	XXX							
58002.	XXX							
58003.	XXX							
58998. Summary of remaining write-ins for Line 58 from overflow page.	XXX							
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX							

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.

**SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 – ORGANIZATIONAL CHART**



PART 1 - LOSS EXPERIENCE

Line of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire	674,240	139,699	20.7	(50.5)
2. Allied lines	1,237,267	245,216	19.8	91.7
3. Farmowners multiple peril				
4. Homeowners multiple peril	135,694,044	65,787,182	48.5	84.2
5. Commercial multiple peril				
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine	1,626,945	555,052	34.1	25.0
10. Financial guaranty				
11.1 Medical professional liability -occurrence				
11.2 Medical professional liability -claims made				
12. Earthquake	90,403			
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability occurrence	953,745	(444,055)	(46.6)	40.3
17.2 Other liability-claims made				
17.3 Excess Workers' Compensation				
18.1 Products liability-occurrence				
18.2 Products liability-claims made				
19.1,19.2 Private passenger auto liability				
19.3,19.4 Commercial auto liability				
21. Auto physical damage				
22. Aircraft (all perils)				
23. Fidelity				
24. Surety				
26. Burglary and theft				
27. Boiler and machinery	1,451,764	222,467	15.3	
28. Credit				
29. International				
30. Warranty				
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business				
35. TOTALS	141,728,408	66,505,561	46.9	82.6
DETAILS OF WRITE-INS				
3401.				
3402.				
3403.				
3498. Sum. of remaining write-ins for Line 34 from overflow page				
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)				

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire	312,601	659,029	590,827
2. Allied lines	668,073	1,212,633	1,148,097
3. Farmowners multiple peril			
4. Homeowners multiple peril	77,918,559	137,748,446	124,976,088
5. Commercial multiple peril			
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine	931,480	1,634,334	1,464,310
10. Financial guaranty			
11.1 Medical professional liability-occurrence			
11.2 Medical professional liability-claims made			
12. Earthquake	51,540	93,819	88,187
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1 Other liability occurrence	557,821	969,383	937,694
17.2 Other liability-claims made			
17.3 Excess Workers' Compensation			
18.1 Products liability-occurrence			
18.2 Products liability-claims made			
19.1,19.2 Private passenger auto liability			
19.3,19.4 Commercial auto liability			
21. Auto physical damage			
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery	1,289,952	2,189,304	157,728
28. Credit			
29. International			
30. Warranty			
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business			
35. TOTALS	81,730,026	144,506,948	129,362,931
DETAILS OF WRITE-INS			
3401.			
3402.			
3403.			
3498. Sum. of remaining write-ins for Line 34 from overflow page			
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)			

STATEMENT AS OF JUNE 30, 2016 OF THE NARRAGANSETT BAY INSURANCE COMPANY

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2016 Loss and LAE Payments on Claims Reported as of Prior Year-End	2016 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2016 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols.7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2013 + Prior	3,060	2,265	5,325	913	37	950	1,797	42	1,561	3,399	(350)	(625)	(975)
2. 2014	1,703	3,089	4,792	749	29	778	1,164	413	2,743	4,320	209	97	306
3. Subtotals 2014 + prior	4,763	5,354	10,117	1,662	67	1,728	2,960	455	4,304	7,719	(141)	(529)	(669)
4. 2015	4,956	6,945	11,902	3,413	554	3,967	1,445	1,086	5,286	7,817	(98)	(19)	(118)
5. Subtotals 2015 + prior	9,719	12,299	22,018	5,075	621	5,696	4,405	1,541	9,590	15,536	(239)	(548)	(787)
6. 2016	XXX	XXX	XXX	XXX	14,692	14,692	XXX	2,677	2,810	5,487	XXX	XXX	XXX
7. Totals	9,719	12,299	22,018	5,075	15,313	20,388	4,405	4,218	12,400	21,023	(239)	(548)	(787)
8. Prior Year-End Surplus As Regards Policy-holders	59,259										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. (2.5)	2. (4.5)	3. (3.6)
													Col. 13, Line 7 Line 8
													4. (1.3)

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

	<u>Response</u>
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?NO.....
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?NO.....
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?NO.....
4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement?NO.....

Explanation:

- 1.
- 2.
- 3.
- 4.

Bar Code:

1.	 4 3 0 0 1 2 0 1 6 4 9 0 0 0 0 0 2
2.	 4 3 0 0 1 2 0 1 6 4 5 5 0 0 0 0 2
3.	 4 3 0 0 1 2 0 1 6 3 6 5 0 0 0 0 2
4.	 4 3 0 0 1 2 0 1 6 5 0 5 0 0 0 0 2

OVERFLOW PAGE FOR WRITE-INS

SCHEDULE A – VERIFICATION

Real Estate

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances	NONE	
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other-than-temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)		

SCHEDULE B – VERIFICATION

Mortgage Loans

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)	NONE	
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and mortgage interest points and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other-than-temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)		
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)		
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)		

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other	NONE	
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other-than-temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)		
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)		

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	67,306,311	66,146,237
2. Cost of bonds and stocks acquired	36,467,567	11,894,569
3. Accrual of discount	7,387	7,335
4. Unrealized valuation increase (decrease)	599,953	
5. Total gain (loss) on disposals	11,783	40,417
6. Deduct consideration for bonds and stocks disposed of	6,660,960	10,268,870
7. Deduct amortization of premium	242,025	513,377
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other-than-temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	97,490,016	67,306,311
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	97,490,016	67,306,311

STATEMENT AS OF JUNE 30, 2016 OF THE NARRAGANSETT BAY INSURANCE COMPANY

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a).....	92,032,274	11,976,976	12,528,515	545,025	92,032,274	92,025,760		93,432,510
2. NAIC 2 (a).....	9,295,885			(965,927)	9,295,885	8,329,958		4,857,356
3. NAIC 3 (a).....				275,619		275,619		
4. NAIC 4 (a).....								
5. NAIC 5 (a).....								
6. NAIC 6 (a).....								
7. Total Bonds	101,328,159	11,976,976	12,528,515	(145,283)	101,328,159	100,631,337		98,289,866
PREFERRED STOCK								
8. NAIC 1								
9. NAIC 2								
10. NAIC 3								
11. NAIC 4								
12. NAIC 5								
13. NAIC 6								
14. Total Preferred Stock.....								
15. Total Bonds & Preferred Stock	101,328,159	11,976,976	12,528,515	(145,283)	101,328,159	100,631,337		98,289,866

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$; NAIC 2 \$;
NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

S102

SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	3,765,039	XXX	3,765,039	922	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	30,983,568	759,153
2. Cost of short-term investments acquired	5,686,119	31,522,337
3. Accrual of discount		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	32,904,647	1,297,922
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	3,765,040	30,983,568
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11)	3,765,040	30,983,568

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

Schedule E - Verification

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

STATEMENT AS OF JUNE 30, 2016 OF THE NARRAGANSETT BAY INSURANCE COMPANY

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
36179R-D7-1...	GOVERNMENT NATL MTG ASSOC 11 #MA2826		06/01/2016	PAYDOWN		57,357	57,357	60,516	57,568		(211)		(211)		57,357				842	05/20/2045	1FE
38377G-YS-2...	GOVERNMENT NATIONAL MORTGAGE A 10 68 YE		06/01/2016	PAYDOWN		13,788	13,788	14,379	13,869		(80)		(80)		13,788				174	05/20/2039	1FE
38377M-RE-8...	GOVERNMENT NATIONAL MORTGAGE A 10 144 DA		06/01/2016	PAYDOWN		45,270	45,270	47,739	45,475		(205)		(205)		45,270				775	09/16/2039	1FE
38378B-6P-9...	GOVERNMENT NATIONAL MORTGAGE A 13 13 AC		06/01/2016	PAYDOWN		173,851	173,851	173,953	173,852		(1)		(1)		173,851				997	04/16/2046	1FE
38378D-CE-3...	GOVERNMENT NATIONAL MORTGAGE A 12 17 KG		06/01/2016	PAYDOWN		50,193	50,193	52,248	50,392		(199)		(199)		50,193				526	07/20/2039	1FE
38378E-WL-3...	GOVERNMENT NATIONAL MORTGAGE A 12 60 OD		06/01/2016	PAYDOWN		44,945	44,945	45,711	44,986		(41)		(41)		44,945				365	04/16/2042	1FE
912828-JR-9...	UNITED STATES TREASURY NOTE		06/10/2016	CITIGROUP GLOBAL MARKETS		3,000,459	3,000,000	2,987,471			1,538		1,538		2,989,009		11,449	11,449	6,420	02/28/2018	1
912828-W0-9...	UNITED STATES TREASURY NOTE		06/30/2016	MATURITY		500,000	500,000	500,412	500,103		(103)		(103)		500,000				1,250	06/30/2016	1FE
0599999 - Bonds - U.S. Governments						3,885,863	3,885,404	3,882,429	886,245		698		698		3,874,413		11,449	11,449	11,349	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
3128MA-BS-7...	FEDERAL HOME LN MTG CORP #G07849		06/01/2016	PAYDOWN		27,836	27,836	28,832	27,879		(44)		(44)		27,836				410	05/01/2044	1FE
3128MB-V5-3...	FEDERAL HOME LN MTG CORP #G13136		06/01/2016	PAYDOWN		2,900	2,900	2,831	2,892		8		8		2,900				54	05/01/2023	1FE
3128MJ-YC-8...	FEDERAL HOME LN MTG CORP #G08706		06/01/2016	PAYDOWN		3,850	3,850	4,048						3,850				11	05/01/2046	1FE	
3128PG-NN-9...	FEDERAL HOME LN MTG CORP #J04897		06/01/2016	PAYDOWN		2,440	2,440	2,491	2,446		(5)		(5)		2,440				49	05/01/2022	1FE
3128PP-R0-8...	FEDERAL HOME LN MTG CORP #J10495		06/01/2016	PAYDOWN		986	986	1,004	988		(2)		(2)		986				19	08/01/2024	1FE
3128PP-JD-3...	FEDERAL HOME LN MTG CORP #J10580		06/01/2016	PAYDOWN		1,672	1,672	1,702	1,674		(2)		(2)		1,672				31	09/01/2024	1FE
31292L-K9-5...	FEDERAL HOME LN MTG CORP #C03920		06/01/2016	PAYDOWN		31,333	31,333	32,601			(14)		(14)		31,333				298	05/01/2042	1FE
3132L7-F7-9...	FEDERAL HOME LN MTG CORP #V81990		06/01/2016	PAYDOWN		31,335	31,335	33,318	31,428		(93)		(93)		31,335				506	10/01/2045	1FE
31320U-3B-7...	FEDERAL HOME LN MTG CORP #G37993		06/01/2016	PAYDOWN		30,146	30,146	32,110	30,993		(18)		(18)		30,146				355	12/01/2045	1FE
3136A5-5W-2...	FANNIE MAE 12 51 ND		06/01/2016	PAYDOWN		38,873	38,873	40,513	38,873		(120)		(120)		38,873				531	05/25/2041	1FE
3136A6-4N-1...	FANNIE MAE 12 72 QE		06/01/2016	PAYDOWN		58,736	58,736	61,617	58,962		(226)		(226)		58,736				730	01/25/2038	1FE
3136A7-AM-4...	FANNIE MAE 12 68 YA		06/01/2016	PAYDOWN		43,196	43,196	43,547	43,220		(24)		(24)		43,196				360	07/25/2042	1FE
3136A8-EM-8...	FANNIE MAE 12 104 QC		06/01/2016	PAYDOWN		33,689	33,689	34,831	33,735		(46)		(46)		33,689				349	05/25/2042	1FE
3136A8-TC-4...	FANNIE MAE 12 99 BD		06/01/2016	PAYDOWN		6,444	6,444	6,548	6,450		(6)		(6)		6,444				54	08/25/2041	1FE
3136AC-W6-4...	FANNIE MAE 13 15 MG		06/01/2016	PAYDOWN		40,006	40,006	41,241	40,072		(65)		(65)		40,006				416	07/25/2039	1FE
3137AA-5U-3...	FREDDIE MAC 3854 HA		06/01/2016	PAYDOWN		16,356	16,356	16,923	16,437		(81)		(81)		16,356				239	07/15/2025	1FE
3137AQ-ZD-3...	FREDDIE MAC 4059 BA		06/01/2016	PAYDOWN		53,717	53,717	53,801	53,722		(6)		(6)		53,717				427	04/15/2039	1FE
3138EP-WS-9...	FEDERAL NATIONAL MTG ASSOC #AL6956		06/01/2016	PAYDOWN		11,529	11,529	11,955	11,539		(9)		(9)		11,529				171	06/01/2045	1FE
3138ET-DZ-6...	FEDERAL NATIONAL MTG ASSOC #AL8219		06/01/2016	PAYDOWN		7,795	7,795	8,345						7,795				26	02/01/2046	1FE	
3138WB-PT-6...	FEDERAL NATIONAL MTG ASSOC #AS2233		06/01/2016	PAYDOWN		66,196	66,196	70,095	66,352		(156)		(156)		66,196				966	04/01/2029	1FE
3138WF-3X-2...	FEDERAL NATIONAL MTG ASSOC #AS6213		06/01/2016	PAYDOWN		46,477	46,477	49,516			(45)		(45)		46,477				441	11/01/2045	1FE
3138Y9-S8-2...	FEDERAL NATIONAL MTG ASSOC #AX7742		06/01/2016	PAYDOWN		3,202	3,202	3,350	3,216		(13)		(13)		3,202				45	01/01/2045	1FE
3138YT-M0-4...	FEDERAL NATIONAL MTG ASSOC #AZ2166		06/01/2016	PAYDOWN		2,211	2,211	2,346	2,196		15		15		2,211				37	07/01/2045	1FE
31396Q-F2-0...	FANNIE MAE 09 75 LC		06/01/2016	PAYDOWN		11,464	11,464	11,594	11,464						11,464				195	04/25/2027	1FE
31396Y-FS-6...	FANNIE MAE 08 5 PK		06/01/2016	PAYDOWN		2,501	2,501	2,568	2,516		(15)		(15)		2,501				42	12/25/2036	1FE
31398S-OU-0...	FANNIE MAE 10 137 MC		06/01/2016	PAYDOWN		49,501	49,501	52,409	49,869		(369)		(369)		49,501				641	10/25/2038	1FE
31398S-RE-5...	FANNIE MAE 10 137 CJ		06/01/2016	PAYDOWN		26,569	26,569	26,610	26,572		(3)		(3)		26,569				280	12/25/2025	1FE
31412U-L7-3...	FEDERAL NATIONAL MTG ASSOC #935150		06/01/2016	PAYDOWN		6,005	6,005	6,213	6,019		(14)		(14)		6,005				112	04/01/2024	1FE
677377-2M-4...	OHIO ST HSG FIN AGY SF MTGE RE		06/01/2016	SINK FUND PAYMENT		10,000	10,000	10,105			(6)		(6)		10,000				91	11/01/2041	1FE

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STATEMENT AS OF JUNE 30, 2016 OF THE NARRAGANSETT BAY INSURANCE COMPANY

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
3199999	Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					666,965	666,965	693,064	538,641		(1,359)		(1,359)		666,965				7,886	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
05948X-WK-3	BANC OF AMERICA MORTGAGE SEC 03 8 2A4		06/01/2016	PAYDOWN		32,763	32,763	31,877	32,262		501		501		32,763				757	11/25/2018	1FM
17310W-AE-0	CITIGROUP COMMERCIAL MORT 06 C5 A4		06/01/2016	PAYDOWN		322,816	322,816	365,993	327,487		(4,671)		(4,671)		322,816				7,608	10/15/2049	1FM
20030N-AG-6	COMCAST CORP		06/15/2016	MATURITY		200,000	200,000	214,104	203,840		(3,840)		(3,840)		200,000				4,950	06/15/2016	1FE
539830-AE-9	LOCKHEED MARTIN CORP		05/01/2016	MATURITY		150,000	150,000	191,199	152,615		(2,615)		(2,615)		150,000				5,738	05/01/2016	1FE
713448-BT-4	PEPSICO INC		05/10/2016	MATURITY		250,000	250,000	263,293	251,503		(1,503)		(1,503)		250,000				3,125	05/10/2016	1FE
3899999	Bonds - Industrial and Miscellaneous (Unaffiliated)					955,579	955,579	1,066,466	967,707		(12,128)		(12,128)		955,579				22,178	XXX	XXX
8399997	Subtotals - Bonds - Part 4					5,508,407	5,507,948	5,641,959	2,392,593		(12,789)		(12,789)		5,496,957		11,449	11,449	41,413	XXX	XXX
8399999	Subtotals - Bonds					5,508,407	5,507,948	5,641,959	2,392,593		(12,789)		(12,789)		5,496,957		11,449	11,449	41,413	XXX	XXX
9999999	Totals					5,508,407	XXX	5,641,959	2,392,593		(12,789)		(12,789)		5,496,957		11,449	11,449	41,413	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues

E05.1

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

STATEMENT AS OF JUNE 30, 2016 OF THE NARRAGANSETT BAY INSURANCE COMPANY

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
NONE							
8699999 Total Cash Equivalents							