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THE TRAVELERS INDEMNITY COMPANY



THE TRAVELERS INDEMNITY COMPANY, ITS POOLED AFFILIATES, AND ITS 100% REINSURED AFFILIATES

Travelers Audited Combined Statutory Financial Statements

December 31, 2021 and 2020

(With Independent Auditors' Report Thereon)

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

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Independent Auditors' Report

Audit Committee of the Board of Directors
The Travelers Companies, Inc. and subsidiaries

Opinions

We have audited the combined financial statements of The Travelers Indemnity Company, its Pooled Affiliates, and its 100% Reinsured Affiliates (the Company), which comprise the combined statutory balance sheet as of December 31, 2021 and 2020, and the related combined statutory statements of income, changes in capital and surplus, and cash flow for the years then ended, and the related notes to the combined financial statements.

Unmodified Opinion on Statutory Basis of Accounting

In our opinion, the accompanying combined financial statements present fairly, in all material respects, the admitted assets, liabilities, and surplus of the Company as of December 31, 2021 and 2020, and the results of its operations and its cash flow for the years then ended in accordance with accounting practices prescribed or permitted by the state insurance departments whose jurisdiction the Company members are subject described in Note 2.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the combined financial statements do not present fairly, in accordance with U.S. generally accepted accounting principles, the financial position of the Company as of December 31, 2021 and 2020, or the results of its operations or its cash flows for the years then ended.

Basis for Opinions

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Combined Financial Statements section of our report. We are required to be independent of the Company and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 2 to the combined financial statements, the combined financial statements are prepared by the Company using accounting practices prescribed or permitted by the state insurance departments whose jurisdiction the Company members are subject, which is a basis of accounting other than U.S. generally accepted accounting principles. Accordingly, the combined financial statements are not intended to be presented in accordance with U.S. generally accepted accounting principles. The effects on the combined financial statements of the variances between the statutory accounting practices described in Note 2 and U.S. generally accepted accounting principles, although not reasonably determinable, are presumed to be material and pervasive.

KPMG LLP, a Delaware limited liability partnership and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.

Responsibilities of Management for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of the combined financial statements in accordance with accounting practices prescribed or permitted by the state insurance departments whose jurisdiction the Company members are subject. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of combined financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for one year after the date that the combined financial statements are issued.

Auditors' Responsibilities for the Audit of the Combined Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the combined financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the combined financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the combined financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the combined financial statements as a whole. The supplementary information included in the Combining Worksheets, Summary Investment Schedule, Supplemental Investment Risks Interrogatories, and Property and Casualty Interrogatories Relating to Reinsurance is presented for purposes of additional analysis and is not a required part of the combined financial statements but is supplementary information required by the state insurance departments whose

jurisdiction the Company members are subject. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined financial statements. The information has been subjected to the auditing procedures applied in the audits of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated in all material respects in relation to the combined financial statements as a whole.

/s/KPMG LLP

Hartford, Connecticut
April 19, 2022

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS
Combined Statutory Balance Sheet

(At December 31, in thousands)	2021	2020
Assets		
Bonds	$ 64,317,403	$ 59,477,955
Preferred stocks	40,622	39,795
Common stocks	3,899,588	3,649,837
Real estate - Properties occupied by the company	370,427	368,593
Real estate - Properties held for the production of income	865,683	906,521
Cash, cash equivalents and short-term investments	1,420,580	2,745,192
Other invested assets	4,007,252	3,232,070
Receivables for securities	91	542
Securities lending reinvested collateral assets	252,325	142,376
Aggregate write-ins for invested assets	(48,276)	(53,206)
Total cash and invested assets	75,125,695	70,509,675
Investment income due and accrued	542,010	530,816
Uncollected premiums and agents' balances in course of collection	1,720,991	1,709,059
Deferred premiums, agents' balances and installments booked but deferred and not yet due	5,293,232	5,071,325
Accrued retrospective premiums and contracts subject to redetermination	59,790	69,504
Reinsurance - Amounts recoverable from reinsurers	221,381	173,892
Reinsurance - Funds held by or deposited with reinsured companies	4,436	4,607
Net deferred tax asset	932,801	919,952
Guaranty funds receivable or on deposit	5,787	7,392
Electronic data processing equipment and software	55,387	63,144
Receivables from parent, subsidiaries and affiliates	37,535	14,530
Aggregate write-ins for other-than-invested assets	700,957	699,457
Total assets	$ 84,700,002	$ 79,773,353
Liabilities		
Losses	$ 36,104,340	$ 34,451,950
Reinsurance payable on paid losses and loss adjustment expenses	68,846	25,587
Loss adjustment expenses	7,823,370	7,515,326
Commissions payable, contingent commissions and other similar charges	854,625	823,392
Other expenses	573,924	545,993
Taxes, licenses and fees	322,777	304,856
Current federal and foreign income taxes	77,170	43,567
Unearned premiums	13,124,781	12,189,526
Advance premium	90,254	75,357
Dividends declared and unpaid - Policyholders	55,176	56,553
Ceded reinsurance premiums payable	283,769	256,043
Funds held by company under reinsurance treaties	59,469	61,629
Amounts withheld or retained by company for account of others	1,010,485	1,105,533
Remittances and items not allocated	422,430	216,347
Provision for reinsurance	79,942	47,600
Net adjustments in assets and liabilities due to foreign exchange rates	72,249	67,366
Payable for securities	16,030	39,856
Payable for securities lending	252,325	142,376
Aggregate write-ins for liabilities	274,733	284,872
Total liabilities	61,566,695	58,253,729
Surplus as regards policyholders		
Aggregate write-ins for special surplus funds	41,865	44,785
Common capital stock	60,791	60,791
Gross paid in and contributed surplus	10,725,834	10,725,834
Unassigned funds (surplus)	12,304,817	10,688,214
Total surplus as regards policyholders	23,133,307	21,519,624
Total liabilities and surplus as regards policyholders	$ 84,700,002	$ 79,773,353

See Notes to Combined Statutory Financial Statements

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

Combined Statutory Statement of Income

(For the year ended December 31, in thousands)	2021	2020
Underwriting Income		
Premiums earned	$ 26,889,868	$ 25,349,677
Losses incurred	15,499,230	14,506,768
Loss adjustment expenses incurred	2,767,979	2,435,139
Other underwriting expenses incurred	7,798,829	7,396,272
Net underwriting gain	823,830	1,011,498
Investment Income		
Net investment income earned	2,862,073	2,395,725
Net realized capital gains (losses) [net of tax of $25,620 in 2021 and $3,634 in 2020]	2,522	(116,651)
Net investment gain	2,864,595	2,279,074
Other Income		
Net loss from agents' or premium balances charged off	(59,386)	(45,616)
Finance and service charges not included in premiums	90,587	80,255
Aggregate write-ins for miscellaneous income	50,022	39,287
Total other income	81,223	73,926
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	3,769,648	3,364,498
Dividends to policyholders	34,858	34,587
Federal and foreign income taxes incurred	600,223	515,283
Net income	$ 3,134,567	$ 2,814,628

Combined Statutory Statement of Changes in Capital and Surplus

(For the year ended December 31, in thousands)	2021	2020
Surplus as regards policyholders - December 31, prior year	$ 21,519,624	$ 20,669,990
Net income	3,134,567	2,814,628
Change in net unrealized capital gains or (losses)	536,649	124,581
Change in net unrealized foreign exchange capital gain (loss)	(8,863)	3,803
Change in net deferred income tax	44,815	45,285
Change in nonadmitted assets	113,857	(131,374)
Change in provision for reinsurance	(32,342)	(7,289)
Dividends to stockholders (cash)	(2,175,000)	(2,000,000)
Change in surplus as regards policyholders for the year	1,613,683	849,634
Surplus as regards policyholders - December 31, current year	$ 23,133,307	$ 21,519,624

See Notes to Combined Statutory Financial Statements

Combined Statutory Statement of Cash Flow

(For the year ended December 31, in thousands)	2021	2020
Cash from Operations		
Premiums collected net of reinsurance	$ 27,661,883	$ 25,849,256
Net investment income	3,168,415	2,681,473
Miscellaneous income	76,683	73,233
Total	30,906,981	28,603,962
Benefit and loss related payments	13,850,896	12,562,785
Commissions, expenses paid and aggregate write-ins for deductions	10,177,290	9,772,332
Dividends paid to policyholders	36,235	37,493
Federal and foreign income taxes paid	592,240	532,655
Total	24,656,661	22,905,265
Net cash provided by operations	6,250,320	5,698,697
Cash from Investments		
Proceeds from investments sold, matured or repaid:		
Bonds	10,165,905	8,952,080
Stocks	96,418	138,339
Real estate	31,111	30
Other invested assets	371,425	211,510
Net gains or (losses) on cash, cash equivalents and short-term investments	(21)	130
Miscellaneous proceeds	32,576	312,607
Total investment proceeds	10,697,414	9,614,696
Cost of investments acquired:		
Bonds	15,244,576	12,034,832
Stocks	90,035	101,548
Real estate	39,625	127,979
Other invested assets	826,263	428,304
Miscellaneous applications	161,633	94,900
Total investments acquired	16,362,132	12,787,563
Net increase (decrease) in contract loans and premium notes	1,986	(1,144)
Net cash used in investments	(5,666,704)	(3,171,723)
Cash from Financing and Miscellaneous Sources		
Cash provided (applied):		
Dividends to stockholders	(2,175,000)	(2,000,000)
Other cash provided (applied)	266,772	(454,489)
Net cash used in financing and miscellaneous sources	(1,908,228)	(2,454,489)
Net change in cash, cash equivalents and short-term investments	(1,324,612)	72,485
Cash, cash equivalents and short-term investments - beginning of year	2,745,192	2,672,707
Cash, cash equivalents and short-term investments - end of year	$ 1,420,580	$ 2,745,192

See Notes to Combined Statutory Financial Statements

1. ORGANIZATION

Pursuant to approval granted by the appropriate insurance regulatory authorities, The Travelers Indemnity Company (Indemnity) and its Pooled Affiliates (together referred to as the "TRV Reinsurance Pool" or "Reinsurance Pool"), along with the affiliated companies that cede 100% of their business to the Reinsurance Pool, prepared these combined statutory financial statements (collectively referred to as the "Travelers Audited Combined Statutory Financial Statements" or the "Combined Company"), for 2021 and 2020 in lieu of separate annual audited financial statements for each of the companies. Significant intercompany transactions and balances have been eliminated in the combined audited statutory financial statements.

The Travelers Audited Combined Statutory Financial Statements include the companies in the Reinsurance Pool (35 property-casualty companies) and the affiliated companies that cede 100% of their business (6 property-casualty companies) to the Reinsurance Pool, the names of which are provided below. At December 31, 2021, these U.S. domiciled companies were all direct or indirect wholly-owned subsidiaries of The Travelers Companies, Inc. (TRV), a publicly traded holding company.

Indemnity is the lead company of the Reinsurance Pool. Under the terms of the intercompany pooling arrangement, the property-casualty underwriting risks for substantially all lines of business of the intercompany pool participants are reinsured with Indemnity. The net underwriting risks remaining after reinsurance is transacted with third parties by Indemnity is then retroceded to the Reinsurance Pool participants based on pool percentages. The provision for reinsurance and the write-off of uncollectible reinsurance are reported in the statutory financial statements of Indemnity and are not allocated to the other Reinsurance Pool participants.

The names, the National Association of Insurance Commissioners (NAIC) company codes, states of domicile and intercompany pool percentages of the companies participating in the TRV Reinsurance Pool are as follows:

TRV Reinsurance Pool Participant	NAIC Company Code	State of Domicile	Pool Participation %
The Travelers Indemnity Company	25658	CT	25.20
St. Paul Fire and Marine Insurance Company	24767	CT	24.79
Travelers Casualty and Surety Company	19038	CT	20.36
The Phoenix Insurance Company	25623	CT	5.00
The Standard Fire Insurance Company	19070	CT	4.84
United States Fidelity and Guaranty Company	25887	CT	4.41
Travelers Casualty Insurance Company of America	19046	CT	2.73
Farmington Casualty Company	41483	CT	1.48
The Automobile Insurance Company of Hartford, Connecticut	19062	CT	1.37
The Travelers Indemnity Company of Connecticut	25682	CT	1.37
The Charter Oak Fire Insurance Company	25615	CT	1.27
Northland Insurance Company	24015	CT	1.22
The Travelers Indemnity Company of America	25666	CT	0.77
St. Paul Protective Insurance Company	19224	CT	0.58
Travelers Casualty Company of Connecticut	36170	CT	0.47
Travelers Commercial Casualty Company	40282	CT	0.47
Travelers Commercial Insurance Company	36137	CT	0.47
St. Paul Mercury Insurance Company	24791	CT	0.40
Travelers Property Casualty Company of America	25674	CT	0.36
Travelers Property Casualty Insurance Company	36161	CT	0.30
The Travelers Casualty Company	41769	CT	0.29
Travelers Constitution State Insurance Company	41750	CT	0.29
TravCo Insurance Company	28188	CT	0.27
The Travelers Home and Marine Insurance Company	27998	CT	0.27
Travelers Personal Insurance Company	38130	CT	0.27
Travelers Personal Security Insurance Company	36145	CT	0.27
Discover Property & Casualty Insurance Company	36463	CT	0.14
Northland Casualty Company	24031	CT	0.14
Fidelity and Guaranty Insurance Underwriters, Inc.	25879	WI	0.10
St. Paul Guardian Insurance Company	24775	CT	0.10
American Equity Specialty Insurance Company	10819	CT	0.00
Discover Specialty Insurance Company	10213	CT	0.00
Northfield Insurance Company	27987	IA	0.00
St. Paul Surplus Lines Insurance Company	30481	DE	0.00
Travelers Excess and Surplus Lines Company	29696	CT	0.00

Other Intercompany Reinsurance Agreements:

As described above, the following additional 6 companies are a party to intercompany reinsurance agreements whereby each company cedes 100% of its direct and assumed business to one of the above Reinsurance Pool participants:

	NAIC Company Code	State of Domicile
American Equity Insurance Company	43117	AZ
Fidelity and Guaranty Insurance Company	35386	IA
Gulf Underwriters Insurance Company	42811	CT
Select Insurance Company	22233	TX
The Travelers Lloyds Insurance Company	41262	TX
Travelers Lloyds of Texas Insurance Company	41564	TX

The property-casualty companies comprising the Combined Company are collectively licensed to write property-casualty coverages in 50 states, the District of Columbia, Guam, Puerto Rico, the US Virgin Islands, the Northern Mariana Islands and Canada.

Catastrophe Exposure:

The Combined Company has geographic exposure to catastrophe losses, which include hurricanes, tornadoes and other windstorms, earthquakes, hail, wildfires, severe winter weather, floods, tsunamis, volcanic eruptions, solar flares and other naturally-occurring events. Catastrophes can also result from terrorist attacks and other intentionally destructive acts including those involving cyber events, nuclear, biological, chemical and radiological events, civil unrest, explosions and destruction of infrastructure. The incidence and severity of catastrophes are inherently unpredictable. The extent of losses from a catastrophe is a function of both the total amount of insured exposure in the area affected by the event and the severity of the event. Most catastrophes are restricted to small geographic areas; however, hurricanes, earthquakes, wildfires and cyber attacks may produce significant damage in larger areas, especially those that are heavily populated. The Combined Company generally seeks to mitigate its exposure to catastrophes through individual risk selection and the purchase of catastrophe reinsurance.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Combined Company prepares its statutory financial statements in conformity with the accounting practices prescribed or permitted by the respective insurance regulatory authority in the states in which the property-casualty companies that comprise the Combined Company are domiciled, as disclosed in Note 1. These states require that insurance companies domiciled therein prepare their statutory basis financial statements in accordance with the NAIC *Accounting Practices and Procedures Manual*, subject to any deviations prescribed or permitted by the respective insurance regulatory authorities. The Combined Company does not apply any statutory accounting practices that would be considered a permitted practice in its financial statements.

B. The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenue and losses and expenses during the reporting period. Actual results could differ from those estimates.

C. Statutory accounting practices differ in certain respects from U.S. Generally Accepted Accounting Principles (GAAP). The items of greatest significance are as follows:

Nonadmitted Assets: Certain assets are designated as nonadmitted, including non-operating system software, other invested assets for which audited financial statements are not obtained in accordance with statutory accounting requirements, uncollected agents' balances over 90 days past due, some or all of deferred tax assets and furniture, fixtures and equipment. Nonadmitted assets are excluded from the statutory balance sheet and changes in such amounts are charged or credited directly to unassigned funds, a component of surplus as regards policyholders (policyholders' surplus).

Policy Acquisition Costs: The costs of acquiring both new and renewal insurance business are charged to income as incurred. Under GAAP, such costs are deferred and amortized on a pro rata basis over the contract periods in which the related premiums are earned.

Reinsurance: Reserves for losses, loss adjustment expenses (LAE) and unearned premiums ceded to reinsurers have been reported as reductions of the related reserves rather than as assets as required by GAAP.

Under statutory accounting, a liability is established for unsecured unauthorized reinsurance and overdue authorized reinsurance recoverables. Under GAAP, the reinsurance recoverable asset is reported net of an allowance for estimated uncollectible reinsurance recoverables.

Investments: Under GAAP, bonds are categorized based on positive intent as "trading securities" (reported at fair value, with changes in fair value reported in earnings), "available for sale" securities (reported at fair value, with changes in fair value reported in equity), or "held to maturity" securities (reported at amortized cost). Under statutory reporting, bonds are valued according to statutory requirements as described below.

Under GAAP, an entity's share of undistributed earnings and losses of an investee accounted for under the equity method is recognized in earnings. Under statutory accounting, distributions received from these investments are recorded as net investment income and undistributed earnings or (losses) are recorded as unrealized capital gains or (losses) and charged or credited directly to unassigned funds. As a result of the difference in the accounting methods, the recognition of impairment losses for statutory accounting considers accumulated unrealized losses in the measurement of impairments, while these unrealized losses were previously recorded in income as incurred for GAAP.

(continued)

The subsidiaries of the companies which are not included in the Combined Company are not consolidated and changes in values are charged or credited directly to unassigned funds. Under GAAP, these subsidiaries are generally consolidated.

Deferred Tax Assets: Under statutory accounting practices, gross deferred tax assets are admitted subject to certain restrictions. The change in net deferred income tax is reported as a charge or credit directly to unassigned funds. Under GAAP, this change is reported as an adjustment to income.

D. Other significant statutory accounting policies are as follows:

Premiums are recognized as revenues pro rata over the policy period. Unearned premium reserves represent the unexpired portion of policy premiums, net of reinsurance.

Realized investment gains and losses are included as a component of net income based upon specific identification of the investments sold on the trade date net of capital gains tax. Impairments are charged directly to net realized capital gains (losses) and are determined based on the continual review of investment portfolio valuations.

Unrealized investment gains and losses, net of deferred taxes, are credited or charged directly to unassigned funds.

Amounts recoverable from reinsurers are estimated in a manner consistent with the loss liability associated with the reinsured business. The Combined Company evaluates and monitors the financial condition of its reinsurers under voluntary reinsurance arrangements to minimize its exposure to significant losses from reinsurer insolvencies.

Canadian dollar denominated assets, liabilities, revenues and expenses of the Combined Company's Canadian Branch operations are included in the accompanying financial statements at the Canadian currency amounts. The net assets of the Canadian Branch operations are translated at the year-end exchange rate and the adjustment into U.S. dollars is reflected as a separate liability in the Combined Company's accompanying balance sheet. The liabilities reported at year end for these foreign currency translation amounts were $72.2 million and $67.4 million for 2021 and 2020, respectively. The change in this account balance is charged or credited directly to unassigned funds. Foreign denominated bonds (non-Canadian Branch operations) have also been translated to U.S. dollars at the year-end exchange rates. Changes in the value of the bonds due to fluctuations in foreign currency exchange rates are charged or credited directly to unassigned funds until the bonds are sold or mature.

The provision for federal income taxes is comprised of two components: current income taxes and deferred income taxes. Deferred federal income taxes arise from changes during the year in cumulative temporary differences between the statutory basis and tax basis of assets and liabilities. Gross deferred tax assets are reduced by a statutory valuation allowance adjustment if, based on the weight of available evidence, it is more likely than not that some portion or all of the gross deferred tax assets will not be realized.

The Combined Company utilizes anticipated investment income as a factor in the premium deficiency calculation.

Property-casualty reserves are established for loss and LAE and represent management's estimate of the ultimate cost of all unpaid reported and unreported claims incurred and related expenses. In establishing loss and LAE reserves, the Combined Company also takes into account estimated recoveries, reinsurance, salvage and subrogation. The loss and LAE reserves are reviewed regularly by qualified actuaries employed by the Combined Company. The Combined Company continually refines its loss and LAE reserve estimates in a regular ongoing process as historical loss experience develops and additional claims are reported and settled. Because establishment of loss and LAE reserves is an inherently uncertain process involving estimates, currently established reserves may change. The Combined Company reflects adjustments to loss and LAE reserves in the period in which the estimates change. Such changes in estimates could occur in a future period and may be material to the Combined Company's net income in such period.

Included in loss reserves at December 31, 2021 and 2020 were $2.45 billion and $2.39 billion, respectively, of discounted workers' compensation reserves. Also included in loss reserves at December 31, 2021 and 2020, were $138.0 million and $140.9 million, respectively, of discounted other liability-occurrence reserves. See Note 17.

Invested assets are valued according to statutory requirements and the bases of valuation adopted by the NAIC as follows:

Cash equivalents consist of the Combined Company's share of the Travelers Money Market Liquidity Pool (TRVMMLP). See Note 3J.

Short-term investments are stated at amortized cost and consist of investments with remaining maturities of one year or less at the time of acquisition, excluding those investments classified as cash equivalents.

Bonds are generally stated at amortized cost, except bonds that are defined by the NAIC as non-investment grade (NAIC designation 3-6), which are stated at the lower of amortized cost or fair value. Amortization is calculated using the constant yield method.

Common stocks of non-affiliates are stated at fair value based on fair values received from the Securities Valuation Office (SVO) or by a third party organization. Common stock investments in subsidiaries are based on the net worth of the entity, determined in accordance with statutory accounting valuation methods. Common stock investments of Indemnity, St. Paul Fire and Marine Insurance Company (Fire and Marine), Travelers Casualty and Surety Company and The Standard Fire Insurance Company in direct and indirect subsidiaries that also are participants in the Combined Company have been eliminated in the combining process (see Exhibit 1, Sections 2 and 3). Dividends received from non-Combined Company subsidiaries are recorded as net investment income and undistributed net income is recorded as net unrealized capital gains or (losses). Dividends paid and received among the Combined Company members have been eliminated in the combining process (see Exhibit 1, Sections 4 and 5). The carrying value of the Combined Company's subsidiary investments was $3.74 billion and $3.53 billion at December 31, 2021 and 2020, respectively.

Perpetual preferred stocks are generally stated at fair value.

Real estate is stated at depreciated cost, net of encumbrances and specific impairments.

For a discussion of the valuation basis and adjustment methodology for loan-backed securities and structured securities, see Note 3D.

The Combined Company's investments in partnerships, joint ventures and limited liability companies are reported using the equity method of accounting, determined in accordance with statutory accounting valuation methods. Distributions of accumulated earnings received from these investments are recorded as net investment income earned and undistributed net income is recorded as net unrealized capital gains or (losses).

The Combined Company has investments in "Other invested assets" that generate certain federal and state tax credits which are used to offset federal taxes and state premium taxes. These investments are amortized as the tax credits are utilized.

For accounting policy regarding derivative instruments, see Note 6.

E. Accounting changes:

In May 2020, the NAIC issued updated guidance to SSAP No. 2R, *Cash, Cash Equivalents, Drafts, and Short-Term Investments*, that requires cash liquidity pools to be reported as cash equivalents. For reporting entities that have to reclassify cash liquidity pools to a cash equivalent, the updated guidance requires the reporting entity to complete the reclassification effective January 1, 2021. The updated guidance is intended to provide more consistency in reporting of cash liquidity pools that were previously reported based on the nature of the majority of the underlying investments.

The Company reclassified its share of the TRVMMLP from short-term investments to cash equivalents in the quarter ending March 31, 2021. The reclassification of the TRVMMLP had no impact on total assets, surplus or net income.

F. The Combined Company is the owner and beneficiary of life insurance policies included in "Aggregate write-ins for other-than-invested assets" at their cash surrender values. At December 31, 2021, the cash surrender value in an investment vehicle is $194.5 million and is allocated based on underlying investment characteristics between bonds (68%), stocks (26%), and cash and short-term investments (6%).

G. The Combined Company provided $106 thousand and $224.7 million of voluntary premium refunds to policyholders related to COVID-19 through December 31, 2021 and 2020, respectively. The Combined Company accounted for these premium refunds as a reduction of premium.

3. INVESTMENTS

A. Bonds:

Bonds by investment type (in millions):

	Carrying Value	Excess of Fair Value Over Carrying Value	Excess of Carrying Value Over Fair Value	Fair Value
At December 31, 2021				
U.S. government and government agencies and authorities	$ 3,393.6	$ 19.2	$ (31.9)	$ 3,380.9
All other governments	549.9	15.8	(1.6)	564.1
States, territories and possessions	1,287.9	75.8	(2.1)	1,361.6
U.S. political subdivisions of states, territories, and possessions	19,118.6	1,069.4	(40.4)	20,147.6
U.S. special revenue and special assessment obligations	11,440.4	708.9	(14.9)	12,134.4
Industrial and miscellaneous	25,167.6	1,069.4	(127.3)	26,109.7
Bank loans	57.5	0.1	-	57.6
Loan-backed securities	1,265.0	61.8	(0.2)	1,326.6
Structured securities	2,036.9	53.6	(6.8)	2,083.7
Total bonds	$ 64,317.4	$ 3,074.0	$ (225.2)	$ 67,166.2

	Carrying Value	Excess of Fair Value Over Carrying Value	Excess of Carrying Value Over Fair Value	Fair Value
At December 31, 2020				
U.S. government and government agencies and authorities	$ 1,947.6	$ 35.7	$ -	$ 1,983.3
All other governments	542.8	34.3	-	577.1
States, territories and possessions	1,338.3	99.8	-	1,438.1

At December 31, 2020	Carrying Value	Excess of Fair Value Over Carrying Value	Excess of Carrying Value Over Fair Value	Fair Value
U.S. political subdivisions of states, territories, and possessions	17,643.4	1,372.6	(1.0)	19,015.0
U.S. special revenue and special assessment obligations	12,127.9	906.3	(0.1)	13,034.1
Industrial and miscellaneous	21,887.4	1,967.5	(1.4)	23,853.5
Bank loans	66.9	-	(0.1)	66.8
Loan-backed securities	1,874.4	132.4	-	2,006.8
Structured securities	2,049.3	110.1	(0.7)	2,158.7
Total bonds	$ 59,478.0	$ 4,658.7	$ (3.3)	$ 64,133.4

The carrying value of bonds is generally amortized cost, except bonds that are rated by the NAIC as non-investment grade (i.e. NAIC designation 3-6), which are reported at the lower of amortized cost or fair value. Fair value amounts disclosed are generally provided by the SVO or, if not available from the SVO, by third party pricing services.

The carrying value and fair value of bonds at December 31, 2021, by maturity are shown below, separating out loan-backed and structured securities. Expected maturities will differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without call or prepayment penalties.

(in millions)	Carrying Value	Fair Value
One year or less	$ 3,507.7	$ 3,545.8
Over 1 year through 5 years	13,494.6	14,198.9
Over 5 years through 10 years	22,532.2	23,227.3
Over 10 years	21,481.0	22,783.9
Loan-backed securities	1,265.0	1,326.6
Structured securities	2,036.9	2,083.7
Total bonds	$ 64,317.4	$ 67,166.2

Proceeds from sales of bonds were $3.35 billion and $3.07 billion in 2021 and 2020, respectively. Gross gains of $5.7 million and $16.2 million in 2021 and 2020, respectively, and gross losses of $3.6 million and $1.4 million in 2021 and 2020, respectively, were realized on those sales.

Included in bonds are investments in non-investment grade bonds totaling $1.07 billion and $1.31 billion at December 31, 2021 and 2020, respectively.

Investment income related to prepayment penalties and/or acceleration fees recognized by the Combined Company on bonds called by various issuers during 2021 and 2020 was as follows:

	2021	2020
Number of unique CUSIPs	166	174
Aggregate amount of investment income (in millions)	$ 66.5	$ 41.3

B. Preferred Stock:

At December 31, 2021, both the carrying value and fair value of perpetual preferred stock was $40.6 million. The carrying value and fair value of perpetual preferred stock at December 31, 2020 was $39.8 million and $41.4 million, respectively. The Combined Company did not hold any redeemable preferred stock at December 31, 2021 or 2020.

C. Real Estate:

(1) On September 17, 2021, Fire and Marine sold property located at 1311 K-Tel Drive, Minnetonka, MN to Lima LLC and Canosia, LLC. A gain of $3.7 million was recognized on this sale. Prior to this sale, on August 31, 2021, Fire and Marine received a $1.25 million settlement from the Metropolitan Council for a land easement on this property. This settlement lowered the cost basis and no gain or loss was recognized.

(2) On October 29, 2021, Fire and Marine sold property located at 20000 South Diamond Lake Road, Rogers, MN to MDH F2 Diamond Lake, LLC. A gain of $5.0 million was recognized on this sale.

(3) On June 1, 2020, Fire and Marine donated land located at 1520 Broadmoor Blvd., Buford, GA to the City of Buford, Gwinnett County, GA. A loss of $0.2 million was recognized on this disposal.

(4) On July 27, 2020, Fire and Marine sold land located at 1520 Broadmoor Blvd., Buford, GA. The land was sold as follows: (a) a 25% undivided interest to Mahaffey Pickens Tucker, LLC a 1031 Exchange Intermediary for Dale G. Brown and (b) a 75% undivided interest to Dale G. Brown individually. A loss of $78 thousand was recognized on this sale.

D. Loan-Backed and Structured Securities:

The Combined Company applies the retrospective method of revaluing loan-backed securities. The Combined Company's loan-backed securities are revalued quarterly using the constant effective yield method which includes an adjustment for estimated principal prepayments, if any. The effective yield used to determine amortization for these securities is recalculated and adjusted periodically based upon actual historical and/or projected future cash flows. The Combined Company changes from the retrospective to prospective method for valuing the securities when an other-than-temporary impairment has been recorded.

For collateralized mortgage obligations, asset-backed securities and pass-through certificates prepayment assumptions are adjusted periodically.

Fair value amounts disclosed are generally provided by the SVO or, if not available from the SVO, by third party pricing services.

The Combined Company determines an other-than-temporary impairment by utilizing discounted cash flow modeling to determine the present value of the security and comparing the present value with the amortized cost of the security. If the amortized cost is greater than the present value of the expected cash flows, the difference is considered a credit loss and recognized in net realized capital gains (losses). The Combined Company estimates the present value of the security by projecting future cash flows of the assets underlying the securitization, allocating the flows to the various tranches based on the structure of the securitization, and determining the present value of the cash flows using the effective yield of the security at the date of acquisition (or the most recent implied rate used to accrete the security if the implied rate has changed as a result of changes in expected cash flows). The Combined Company incorporates levels of delinquencies, defaults and severities as well as credit attributes of the remaining assets in the securitization, along with other economic data, to arrive at its best estimate of the parameters applied to the assets underlying the securitization.

The Combined Company had no loan backed-or structured securities with other-than-temporary impairments recognized in 2021.

E. Concentrations:

At December 31, 2021 and 2020, other than U.S. Treasury securities and obligations of U.S. government and government agencies and authorities, the Combined Company was not exposed to any concentration of credit risk of a single issuer greater than 5% of policyholders' surplus of the Combined Company.

The Combined Company participates in a private liquidity pool maintained by TRV. See Note 8 for discussion.

The Combined Company seeks to mitigate credit risk by actively monitoring the creditworthiness of counterparties, obtaining collateral as deemed appropriate and applying controls that include credit approvals, limits of credit exposure and other monitoring procedures.

F. Other-Than-Temporary Impairment of Certain Securities:

The Combined Company recognizes an impairment loss when an invested asset's value declines below cost, adjusted for accretion, amortization and previous other-than-temporary impairments (new cost basis), and the change is deemed to be other-than-temporary, or if it is determined that the Combined Company will not be able to recover all amounts due pursuant to the issuers' contractual obligations prior to sale or maturity. When the Combined Company determines that an invested asset is other-than-temporarily impaired, the invested asset is written down to fair value for securities other than loan-backed and structured securities, and the amount of the impairment is included in earnings as a realized capital loss. The fair value then becomes the new cost basis of the investment and any subsequent recoveries in fair value are recognized at disposition.

The Combined Company recognizes a realized loss when impairment is deemed to be other-than-temporary even if a decision to sell an invested asset has not been made. When the Combined Company intends to sell a temporarily impaired invested asset and the Combined Company does not expect the fair value of the invested asset to fully recover prior to the expected time of sale, the invested asset is deemed to be other-than-temporarily impaired in the period in which the decision to sell is made.

Factors considered in determining whether a decline is other-than-temporary include the Combined Company's ability and intent to hold the investment for a period of time sufficient to allow for any anticipated recovery, the length of time and the extent to which fair value has been below cost and the financial condition and near-term prospects of the issuer.

The Combined Company's process for reviewing invested assets for impairments during any quarter includes the following:

- Identification and evaluation of investments that have possible indications of other-than-temporary impairment, which includes an analysis of investments with gross unrealized investment losses that have fair values less than 80% of cost for six consecutive months or more;
- Review of portfolio manager(s) recommendations for other-than-temporary impairments based on the investee's current financial condition, liquidity, near-term recovery prospects and other factors;
- Consideration of evidential matter, including an evaluation of factors or triggers that would or could cause individual investments to qualify as having other-than-temporary impairments; and
- Determination of the status of each analyzed investment as other-than-temporary or not, with documentation of the rationale for the decision.

The following tables summarize, for all bonds and stocks in an unrealized loss position at December 31, 2021 and 2020, the aggregate fair value and gross unrealized loss by length of time those securities that have been continuously in an unrealized loss position. The gross unrealized loss is the amount by which cost or amortized cost exceeds fair value for securities rated in all NAIC designations.

	Less Than 12 Months		12 Months or Longer		Total	
(in millions)	Fair Value	Gross Unrealized Losses	Fair Value	Gross Unrealized Losses	Fair Value	Gross Unrealized Losses
At December 31, 2021						
U.S. government and government agencies and authorities	$ 2,329.9	$ 31.9	$ -	$ -	$ 2,329.9	$ 31.9
All other governments	118.8	1.5	2.1	0.1	120.9	1.6
States, territories and possessions	93.9	2.1	-	-	93.9	2.1
U.S. political subdivisions of states, territories, and possessions	2,088.6	33.2	151.5	6.4	2,240.1	39.6
U.S. special revenue and special assessment obligations	932.7	15.7	0.2	-	932.9	15.7
Industrial and miscellaneous	5,149.6	118.8	208.1	11.9	5,357.7	130.7
Bank loans	12.1	-	28.3	0.2	40.4	0.2
Loan-backed securities	1.5	-	5.6	0.2	7.1	0.2
Structured securities	546.7	6.8	0.3	-	547.0	6.8
Total bonds	$11,273.8	$ 210.0	$ 396.1	$ 18.8	$11,669.9	$ 228.8

	Less Than 12 Months		12 Months or Longer		Total	
(in millions)	Fair Value	Gross Unrealized Losses	Fair Value	Gross Unrealized Losses	Fair Value	Gross Unrealized Losses
At December 31, 2020						
U.S. government and government agencies and authorities	$ 30.7	$ -	$ -	$ -	$ 30.7	$ -
All other governments	2.2	-	-	-	2.2	-
States, territories and possessions	4.5	-	-	-	4.5	-
U.S. political subdivisions of states, territories, and possessions	182.6	1.0	-	-	182.6	1.0
U.S. special revenue and special assessment obligations	39.5	0.1	-	-	39.5	0.1
Industrial and miscellaneous	387.0	4.1	51.9	2.6	438.9	6.7
Bank loans	5.3	0.1	-	-	5.3	0.1
Loan-backed securities	6.9	-	0.6	-	7.5	-
Structured securities	76.6	0.6	21.8	0.1	98.4	0.7
Total bonds	$ 735.3	$ 5.9	$ 74.3	$ 2.7	$ 809.6	$ 8.6

Impairments related to bonds were $1.8 million and $29.2 million in 2021 and 2020, respectively.

Impairments related to unaffiliated common stock were $2.7 million and $21.3 million in 2021 and 2020, respectively.

G. Investments in Low-Income Housing Tax Credits (LIHTC):

The Combined Company has investments in certain federal and state sponsored LIHTC properties. The federally sponsored LIHTC property investments primarily generate federal tax credits which allow the Combined Company to offset federal taxes and are projected to be available through 2031. The state sponsored LIHTC property investments primarily generate premium tax credits which allow the Combined Company to offset premium taxes in Georgia and are projected to be available through 2031.

At December 31, 2021, the Combined Company had unfunded commitments of $598 thousand related to LIHTC investments.

In 2021 and 2020, $17.5 and $17.4 million, respectively, of tax benefits related to LIHTC were recognized. The balance of the investments in LIHTC at December 31, 2021 and 2020 was $71.2 million and $79.1 million, respectively.

Management of the Combined Company is not aware of any of the LIHTC investments and related properties being the subject of any federal or state regulatory reviews.

Current LIHTC investments do not exceed 10% of the Combined Company's total net admitted assets.

H. Restricted Assets:

Admitted restricted assets by category (in millions):

	December 31, 2021	December 31, 2020	As a percent of admitted assets at 2021	As a percent of admitted assets at 2020
Collateral held under security lending agreements	$ 252.3	$ 142.4	0.3%	0.2%
Assets on deposit with states	3,993.3	4,016.5	4.7%	5.0%
Assets on deposit with other regulatory bodies	112.6	109.3	0.1%	0.1%
Pledged as collateral not captured in other categories	61.0	80.6	0.1%	0.1%
Escrow for claim settlement	0.7	0.7	0.0%	0.0%
Total	$ 4,419.9	$ 4,349.5	5.2%	5.4%

The Combined Company did not hold any nonadmitted restricted assets at December 31, 2021 or 2020.

I. 5GI Securities:

Securities owned by the Combined Company with an NAIC designation of 5GI for the years ended:

	Number of 5GI Securities	(in millions) Carrying Value	(in millions) Fair Value
December 31, 2021			
Bonds	4	$ 7.6	$ 8.5
Preferred stock	3	10.1	10.1
Total	7	$ 17.7	$ 18.6

	Number of 5GI Securities	(in millions) Carrying Value	(in millions) Fair Value
December 31, 2020			
Bonds	5	$ 7.0	$ 8.3
Preferred stock	3	9.4	10.1
Total	8	$ 16.4	$ 18.4

J. The TRVMMLP was comprised of the following underlying asset types at December 31:

Asset Type	2021 Percent Share	2020 Percent Share
Cash	2.3%	0.9%
Cash equivalents	55.7%	0.4%
Short-term investments	42.0%	98.7%

K. State Transferable Tax Credits:

State transferable tax credits held by the Combined Company at December 31 were as follows (in millions):

State	2021 Carrying Value	2021 Unused Amount	2020 Carrying Value	2020 Unused Amount
CT	$ 7.1	$ 7.1	$ 7.6	$ 7.4
NE	1.1	1.2	1.4	1.6
OR	0.1	0.1	0.2	0.2
PA	-	-	3.5	3.4
WY	-	-	0.1	0.1
Total	$ 8.3	$ 8.4	$ 12.8	$ 12.7

These tax credits are reported in “Aggregate write-ins for other than invested assets” and have been admitted in accordance with the guidance as presented in SSAP No. 94R, *Transferable and Non-Transferable State Tax Credits* and SSAP No. 4, *Assets and Nonadmitted Assets* and are utilized per a set schedule as outlined in the respective purchase agreement.

L. Joint Ventures, Partnerships and Limited Liability Companies:

Joint ventures, partnerships, and limited liability companies are recorded on a lag basis with changes in the Combined Company’s proportional share of equity recorded as an unrealized gain (loss), subject to testing for possible impairment. As part of the impairment testing process, the Combined Company evaluates those assets for other-than-temporary impairments using financial information that is received from the respective joint venture, partnership, or limited liability company. The Combined Company concluded that some of the aforementioned assets, as a result of deteriorating economic conditions, had other-than-temporary impairments and recorded realized losses of $15.3 million and $85.4 million and in 2021 and 2020, respectively, with an offsetting entry to change in net unrealized capital gains or (losses). There was no impact to policyholders’ surplus as the change in net unrealized capital gains or (losses) was offset by the realized losses of the same amounts.

4. FAIR VALUE MEASUREMENTS

The Combined Company's estimates of fair value for financial assets and financial liabilities are based on the framework established in the fair value accounting guidance. The framework is based on the inputs used in valuation, gives the highest priority to quoted prices in active markets and requires that observable inputs be used in the valuations when available. The disclosure of fair value estimates in the fair value accounting guidance hierarchy is based on whether the significant inputs into the valuation are observable. In determining the level of the hierarchy in which the estimate is disclosed, the highest priority is given to unadjusted quoted prices in active markets and the lowest priority to unobservable inputs that reflect the Combined Company's significant market assumptions. The level in the fair value hierarchy within which the fair value measurement is reported is based on the lowest level input that is significant to the measurement in its entirety. The three levels of the hierarchy are as follows:

- Level 1 - Unadjusted quoted market prices for identical assets or liabilities in active markets that the Combined Company has the ability to access.
- Level 2 - Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; or valuations based on models where the significant inputs are observable (e.g., interest rates, yield curves, prepayment speeds, default rates, loss severities, etc.) or can be corroborated by observable market data.
- Level 3 - Valuations based on models where significant inputs are not observable. The unobservable inputs reflect the Combined Company's own assumptions about the inputs that market participants would use.

A. Securities measured and reported at fair value for the years ended:

December 31, 2021 (in millions)

Description	Level 1	Level 2	Level 3	Total
Bonds				
Industrial and miscellaneous	$ -	$ 173.2	$ -	$ 173.2
Bank loans	-	35.0	-	35.0
Total bonds	-	208.2	-	208.2
Preferred stock				
Perpetual	10.1	20.3	10.2	40.6
Common stock				
Industrial and miscellaneous	158.3	-	4.6	162.9
Total securities at fair value	$ 168.4	$ 228.5	$ 14.8	$ 411.7

At December 31, 2021, the Combined Company also held Level 2 U.S. special revenue and special assessment obligations bonds and Level 3 industrial and miscellaneous bonds, both measured and reported at their fair value of zero.

December 31, 2020 (in millions)

Description	Level 1	Level 2	Level 3	Total
Bonds				
Industrial and miscellaneous	$ -	$ 110.9	$ -	$ 110.9
Bank loans	-	53.4	-	53.4
Total bonds	-	164.3	-	164.3
Preferred stock				
Perpetual	8.2	21.0	3.4	32.6
Common stock				
Industrial and miscellaneous	110.8	-	4.5	115.3
Total securities at fair value	$ 119.0	$ 185.3	$ 7.9	$ 312.2

At December 31, 2020, the Combined Company also held Level 2 U.S. special revenue and special assessment obligations bonds, Level 3 industrial and miscellaneous bonds, and Level 3 perpetual preferred stock, all measured and reported at their fair value of zero.

Reconciliation of Level 3 securities during 2021 and 2020 (in millions):

Description	Beginning Balance at 1/1/2021	Transfers into Level 3	Transfers out of Level 3	Total Gains & (Losses) Included in Net Income	Total Gains & (Losses) Included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2021
Preferred stock	$ 3.4	$ 6.8	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 10.2
Common stock	4.5	-	-	-	0.1	-	-	-	-	4.6
Total	$ 7.9	$ 6.8	$ -	$ -	$ 0.1	$ -	$ -	$ -	$ -	$ 14.8

Preferred stock transferred into Level 3 due to a change in the accounting treatment for perpetual preferred stocks under SSAP 32R, *Preferred Stock*.

Description	Beginning Balance at 1/1/2020	Transfers into Level 3	Transfers out of Level 3	Total Gains & (Losses) Included in Net Income	Total Gains & (Losses) Included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2020
Preferred stock	$ -	$ -	$ -	$ -	$ 3.4	$ -	$ -	$ -	$ -	$ 3.4
Common stock	2.1	-	-	-	2.4	-	-	-	-	4.5
Total	$ 2.1	$ -	$ -	$ -	$ 5.8	$ -	$ -	$ -	$ -	$ 7.9

Market fluctuations and changes in NAIC designation cause securities to change from being held at cost to fair value or vice versa. These changes result in a transfer in or out of Level 3.

Level 2 and Level 3 valuation techniques:

The fair values of bonds and preferred stock are generally provided by the SVO or, if not available from the SVO, by third party pricing services.

The Combined Company also holds unaffiliated common stock where the fair value estimate is determined by an internal portfolio manager based on recent filings, operating results, balance sheet stability, growth and other business and market sector fundamentals. Due to the significant unobservable inputs in these valuations, the Combined Company includes the total fair value estimate for all of these investments in Level 3.

B. The Combined Company uses various financial instruments in the normal course of its business. Certain insurance contracts are excluded by SSAP No. 100R, *Fair Value*, and, therefore, are not included in the amounts discussed.

The carrying values of cash, receivable for securities, payable for securities, interest, dividends and real estate income accrued approximate their fair values.

C. The following tables provide the aggregate fair value and reported aggregate admitted asset value by type of financial instrument; and the hierarchy level in which the fair values fall (in millions):

(At December 31, 2021) Description	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3
Cash equivalents	$ 2,123.1	$ 2,123.1	$ 628.6	$ 1,494.5	$ -
Short-term bonds	11.1	11.1	11. 1	-	-
Long-term bonds	67,166.2	64,317.4	3,367.7	63,561.1	237.4
Preferred stock	40.6	40.6	10.1	20.3	10.2
Common stock	162.9	162.9	158.3	-	4.6

In the quarter ending March 31, 2021, the Combined Company reclassified its investment in the TRVMMLP from short-term bonds to cash equivalents. See Note 2E for a discussion of the accounting change.

(At December 31, 2020) Description	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3
Short-term bonds	$ 3,439.5	$ 3,439.5	$ 352.0	$ 3,087.5	$ -
Long-term bonds	64,133.4	59,478.0	1,972.2	62,011.6	149.6
Preferred stock	41.4	39.8	10.3	21.0	10.1
Common stock	115.3	115.3	110.8	-	4.5

5. INVESTMENT INCOME

A. Policyholders' surplus excludes due and accrued investment income if amounts are over 90 days past due.

B. The Combined Company had no past due accrued investment income at December 31, 2021 and 2020.

6. DERIVATIVE INSTRUMENTS

From time to time, certain members of the Combined Company may enter into U.S. Treasury note futures contracts to modify the effective duration of specific assets within the investment portfolio. U.S. Treasury futures contracts require a daily mark-to-market and settlement with the broker. These Combined Company's members do not hold or issue derivative instruments for trading purposes.

At December 31, 2021 and 2020, the Combined Company did not hold long or short futures positions. Certain members of the Combined Company enter into short positions in financial futures contracts which offset asset price changes resulting from changes in market interest rates. These transactions are economic hedges of such exposure and, because these derivative instruments have not been designated as accounting hedges, the contracts are reported at fair value. For these instruments the fair value is zero as the contracts are settled daily. The open derivative contracts are settled daily at fair value with the changes in fair value reported as an unrealized capital gain or (loss). Upon closing the contracts, the unrealized capital gain or (loss) is reported as a realized capital gain (loss).

Members of the Combined Company do not enter into any derivative contracts with financing premiums.

7. INCOME TAXES

A. The components of the net deferred tax asset/(liability) are as follows (in millions):

		December 31, 2021		
		Ordinary	Capital	Total
1. a.	Gross deferred tax assets	$ 1,601.8	$ 191.1	$ 1,792.9
b.	Statutory valuation allowance adjustment	-	-	-
c.	Adjusted gross deferred tax assets	1,601.8	191.1	1,792.9
d.	Deferred tax assets nonadmitted	65.5	99.5	165.0
e.	Subtotal net deferred tax assets	1,536.3	91.6	1,627.9
f.	Deferred tax liabilities	555.7	139.4	695.1
g.	Net admitted deferred tax asset/(liability)	$ 980.6	$ (47.8)	$ 932.8

		December 31, 2020		
		Ordinary	Capital	Total
a.	Gross deferred tax assets	$ 1,449.3	$ 209.3	$ 1,658.6
b.	Statutory valuation allowance adjustment	-	-	-
c.	Adjusted gross deferred tax assets	1,449.3	209.3	1,658.6
d.	Deferred tax assets nonadmitted	77.8	143.7	221.5
e.	Subtotal net deferred tax assets	1,371.5	65.6	1,437.1
f.	Deferred tax liabilities	452.3	64.8	517.1
g.	Net admitted deferred tax asset/(liability)	$ 919.2	$ 0.8	$ 920.0

		Change		
		Ordinary	Capital	Total
a.	Gross deferred tax assets	$ 152.5	$ (18.2)	$ 134.3
b.	Statutory valuation allowance adjustment	-	-	-
c.	Adjusted gross deferred tax assets	152.5	(18.2)	134.3
d.	Deferred tax assets nonadmitted	(12.3)	(44.2)	(56.5)
e.	Subtotal net deferred tax assets	164.8	26.0	190.8
f.	Deferred tax liabilities	103.4	74.6	178.0
g.	Net admitted deferred tax asset/(liability)	$ 61.4	$ (48.6)	$ 12.8

2. Admission Calculation Components SSAP No. 101:

	December 31, 2021		
	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks.	$ 914.7	$ 2.4	$ 917.1
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (the lesser of 2(b)1 and 2(b)2 below)	148.5	-	148.5

1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	148.5	-	148.5
2. Adjusted gross deferred tax assets allowed per limitation threshold.	xxxx	xxxx	4,470.0
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.	473.1	89.2	562.3
d. Deferred tax assets admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	1,536.3	91.6	1,627.9
Deferred tax liabilities netted against deferred tax assets	555.7	139.4	695.1
Total	$ 980.6	$ (47.8)	$ 932.8

	December 31, 2020		
	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks.	$ 839.4	$ 5.3	$ 844.7
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (the lesser of 2(b)1 and 2(b)2 below)	157.1	2.6	159.7
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	157.1	2.6	159.7
2. Adjusted gross deferred tax assets allowed per limitation threshold.	xxxx	xxxx	4,218.6
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.	375.0	57.7	432.7
d. Deferred tax assets admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	1,371.5	65.6	1,437.1
Deferred tax liabilities netted against deferred tax assets	452.3	64.8	517.1
Total	$ 919.2	$ 0.8	$ 920.0

	Change		
	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks.	$ 75.3	$ (2.9)	$ 72.4
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (the lesser of 2(b)1 and 2(b)2 below)	(8.6)	(2.6)	(11.2)
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	(8.6)	(2.6)	(11.2)
2. Adjusted gross deferred tax assets allowed per limitation threshold.	xxxx	xxxx	251.4
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.	98.1	31.5	129.6
d. Deferred tax assets admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	164.8	26.0	190.8
Deferred tax liabilities netted against deferred tax assets	103.4	74.6	178.0
Total	$ 61.4	$ (48.6)	$ 12.8

(continued)

3. a. All Combined Company members have a ratio of total adjusted capital exDTA to authorized control level Risk-Based Capital in excess of 300% at both December 31, 2021 and 2020.

   b. The aggregate amount of adjusted capital and surplus for all Combined Company members used to determine the recovery period and threshold limitation in 2(b)2 above was $29,800.1 million and $28,124.1 million in 2021 and 2020, respectively.

4. Impact of Tax-Planning Strategies:

	December 31, 2021	
	Ordinary	Capital
a. Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character, as a percentage.		
1. Adjusted gross deferred tax assets amounts from Note 7A1(c).	$ 1,601.8	$ 191.1
2. Percentage of adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	0%	1%
3. Net admitted adjusted gross deferred tax assets amounts from Note 7A1(e).	$ 1,536.3	$ 91.6
4. Percentage of net admitted adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	0%	0%

	December 31, 2020	
	Ordinary	Capital
a. Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character, as a percentage.		
1. Adjusted gross deferred tax assets amounts from Note 7A1(c).	$ 1,449.3	$ 209.3
2. Percentage of adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	0%	25%
3. Net admitted adjusted gross deferred tax assets amounts from Note 7A1(e).	$ 1,371.5	$ 65.6
4. Percentage of net admitted adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	0%	0%

	Change	
	Ordinary	Capital
a. Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character, as a percentage.		
1. Adjusted gross deferred tax assets amounts from Note 7A1(c).	$ 152.5	$ (18.2)
2. Percentage of adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	0%	-24%
3. Net admitted adjusted gross deferred tax assets amounts from Note 7A1(e).	$ 164.8	$ 26.0
4. Percentage of net admitted adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	0%	0%

   b. Does the Combined Company's tax-planning strategies include the use of reinsurance? Yes ____ No X

B. The provisions for incurred tax on earnings are as follows (in millions):

	December 31, 2021	2020	Change
1. Current Income Tax:			
Federal	$ 599.9	$ 515.3	$ 84.6
Foreign	0.3	-	0.3
Subtotal	600.2	515.3	84.9
Federal income taxes on net capital gains	25.6	3.6	22.0
Federal and foreign income taxes incurred	$ 625.8	$ 518.9	$ 106.9

2. The tax effects of temporary differences that give rise to significant portions of the deferred tax assets are as follows:

	December 31, 2021	2020	Change
Ordinary:			
Discounting of unpaid losses	$ 584.9	$ 572.1	$ 12.8
Unearned premium reserve	555.0	515.1	39.9
Investments	88.9	23.0	65.9
Compensation and benefits accrual	204.1	192.2	11.9
Nonadmitted assets	75.9	70.0	5.9
Guaranty fund assessments	-	0.4	(0.4)
Other	93.0	76.5	16.5
Total ordinary deferred tax assets	$ 1,601.8	$ 1,449.3	$ 152.5
Statutory valuation allowance adjustment	-	-	-
Nonadmitted deferred tax assets	65.5	77.8	(12.3)
Admitted ordinary deferred tax assets	$ 1,536.3	$ 1,371.5	$ 164.8
Capital:			
Investments	$ 191.1	$ 209.3	$ (18.2)
Total capital deferred tax assets	$ 191.1	$ 209.3	$ (18.2)
Statutory valuation allowance adjustment	-	-	-
Nonadmitted deferred tax assets	99.5	143.7	(44.2)
Admitted capital deferred tax assets	$ 91.6	$ 65.6	$ 26.0
Total admitted deferred tax assets	$ 1,627.9	$ 1,437.1	$ 190.8

3. The tax effects of temporary differences that give rise to significant portions of the deferred tax liabilities are as follows:

	December 31, 2021	2020	Change
Ordinary:			
Investments	$ 380.9	$ 258.8	$ 122.1
Loss and LAE reserve discounting (transition rule)	73.5	91.9	(18.4)
Fixed assets	8.4	9.6	(1.2)
Compensation and benefits accrual	82.8	76.2	6.6
Guaranty fund assessments	0.5	0.5	-
Foreign tax credit redetermination	-	3.2	(3.2)
Other	9.6	12.1	(2.5)
Total ordinary deferred tax liabilities	$ 555.7	$ 452.3	$ 103.4
Capital:			
Investments	$ 139.4	$ 64.8	$ 74.6
Total capital deferred tax liabilities	$ 139.4	$ 64.8	$ 74.6
Total deferred tax liabilities	$ 695.1	$ 517.1	$ 178.0
4. Net admitted deferred tax asset/(liability)	$ 932.8	$ 920.0	$ 12.8

5. Deferred income taxes do not include any benefit from investment tax credits.

6. Deferred income taxes do not include a benefit from net operating losses.

7. There are no adjustments to a deferred tax asset or deferred tax liability for enacted changes in tax laws or rates or a change in the tax status of the Combined Company.

8. There are no adjustments to gross deferred tax assets because of change in circumstances that causes a change in judgment about the realizability of the related deferred tax asset.

9. The change in net deferred income taxes is comprised of the following:

	December 31, 2021	2020	Change
Total deferred tax assets	$ 1,792.9	$ 1,658.6	$ 134.3
Total deferred tax liabilities	695.1	517.1	178.0
Net deferred tax asset/(liability)	$ 1,097.8	$ 1,141.5	(43.7)
Tax effect of unrealized gains (losses)			88.5
Change in net deferred income tax			$ 44.8

C. The provision for federal and foreign income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate before income tax. The significant items causing this difference are as follows (in millions):

Rate Reconciliation:

	December 31, 2021
Pretax net income	$ 3,760.4
Taxes at statutory rate	789.7
Increase (decrease) attributable to:	
Nontaxable investment income	(237.4)
Nonadmitted assets	11.7
Other	17.0
	$ 581.0
Federal and foreign taxes incurred	$ 625.8
Change in net deferred income tax	(44.8)
Total statutory income tax	$ 581.0
Effective tax rate	15.5%

D. 1. The Combined Company has no net operating loss carryforward available for tax purposes.

2. Current and prior year federal income taxes available for recoupment in the event of future net losses are as follows (in millions):

2021 Total	$ 620.9
2020 Total	561.7
2019 Capital Gains	69.4

3. The Combined Company has no protective tax deposits with the Internal Revenue Service under Section 6603 of the Internal Revenue Code.

E. 1. Members of the Combined Company are included in the consolidated federal income tax return of TRV. See Exhibit 5 for a listing of the entities included with members of the Combined Company in a consolidated federal income tax return filing.

2. These members are party to a tax allocation agreement that sets forth the manner in which total consolidated federal income tax is allocated among companies included in the consolidated return. Member companies included in the TRV consolidated return are allocated taxes annually based upon their separate taxable income. Companies with a current federal income tax receivable from TRV will receive settlement to the extent that such receivables are for tax benefits that have been utilized in the consolidated federal income tax return. Member companies are reimbursed by TRV in the event the Internal Revenue Service levies upon a member's assets for unpaid taxes in excess of the amount specifically allocated to a member.

F. The Combined Company does not believe it is reasonably possible that the liability related to any federal or foreign tax loss contingencies may significantly increase within the next 12 months.

8. INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES AND OTHER RELATED PARTIES

A. (1) The principal banking functions for the U.S. domestic property-casualty operations of TRV and its U.S. domiciled affiliated property-casualty insurance companies are handled by Indemnity. Settlements between the companies are made at least monthly.

(2) TRV maintains a private liquidity pool, known as the TRVMMLP, in which affiliated companies may participate. The TRVMMLP is managed by Indemnity. Each company may convert its position in the TRVMMLP into cash at any time and may also use its position in the TRVMMLP to settle transactions with other affiliated participants in the TRVMMLP. The position of each company in the TRVMMLP is calculated and adjusted daily. Each participating insurance company carries its share of the TRVMMLP as a cash equivalent investment. At December 31, 2021 and 2020, the Combined Company's share of the TRVMMLP totaled $2.12 billion and $3.42 billion, respectively.

(3) The members of the Combined Company participate in various intercompany reinsurance agreements with affiliates. See Note 15 for additional detail.

B. Material transactions with related parties:

In 2021 and 2020, the Combined Company sold $585.5 million and $552.8 million of securities to the TRVMMLP, respectively.

C. At December 31, 2021 and 2020, the Combined Company had receivables of $37.5 million and $14.5 million, respectively, from affiliates. Substantially all of the accounts between and among the Combined Company and its affiliates are settled at least monthly. Accounts between and among the Combined Company and certain international affiliates are settled within the timeframe specified in the related service and reimbursement agreements. All settlements are through the TRVMMLP or in cash.

D. Material management or service contracts and cost sharing arrangements involving members of the Combined Company or any affiliate are as follows:

Type of Contract and Description	Servicing Company	Other Party
Amended and Restated Service Expense Reimbursement	The Travelers Companies, Inc.	The Travelers Indemnity Company
Amended and Restated Expense Allocation	The Travelers Indemnity Company	Travelers P&C [1]
Reinsurance Allocation	The Travelers Indemnity Company	Travelers P&C [1]
Corporate Services	The Travelers Indemnity Company	First Floridian Auto and Home Insurance Company
Amended and Restated Service and Reimbursement Agreement	The Travelers Indemnity Company	The Dominion of Canada General Insurance Company
Service and Reimbursement Agreement	The Travelers Indemnity Company	Travelers Management Limited
Investment Management Services Agreement	The Travelers Indemnity Company	Travelers Syndicate Management Limited
Investment Management Services Agreement	The Travelers Indemnity Company	Travelers Insurance Company Limited
Amended and Restated Service and Reimbursement Agreement	The Travelers Indemnity Company	Travelers Insurance Company of Canada
Claims Handling Agreement	The Travelers Indemnity Company	Travelers Syndicate Management Limited
Payment Agreement	The Travelers Indemnity Company	Travelers Management Limited
Investment Management Services Agreement	The Travelers Indemnity Company	Travelers Insurance DAC
Personal Data Processing Agreement	The Travelers Indemnity Company	Travelers Management Limited
Agreement for the Provision of Staff	The Travelers Indemnity Company	Travelers Management Limited
Service and Reimbursement Agreement	The Travelers Indemnity Company	TCI Global Services, Inc.

Type of Contract and Description	Servicing Company	Other Party
Amended and Restated Shared Services and Reimbursement Agreement	Travelers Insurance Company of Canada and The Dominion of Canada General Insurance Company	St. Paul Fire and Marine Insurance Company (Canadian Branch) and Zensurance Inc.

(1) "Travelers P&C" includes The Travelers Indemnity Company and some or all of its insurance subsidiaries and affiliates.

E. The tables below provide information on subsidiary, controlled and affiliated (SCA) investments, excluding investments in U.S. insurance SCA entities.

1. Balance Sheet Value (Admitted and Nonadmitted) All SCAs (Except 8bi Entities) (in millions):

SCA Entity	Percentage of SCA Ownership	12/31/2021 Gross Amount	12/31/2021 Admitted Amount	12/31/2021 Nonadmitted Amount
SSAP No. 97 8b(ii) Entities				
Travelers Distribution Alliance, Inc.	100.00%	$ 3.2	$ -	$ 3.2
Travelers Texas MGA, Inc.	100.00%	2.3	-	2.3
Travelers MGA, Inc.	100.00%	1.0	-	1.0
Total SSAP No. 97 8b(ii) Entities		$ 6.5	$ -	$ 6.5
SSAP No. 97 8b(iii) Entities				
8527512 Canada Inc.	100.00%	$ 968.3	$ 968.3	$ -
Northbrook Holdings, Inc.	100.00%	284.2	284.2	-
TINDY Foreign, Inc.	100.00%	100.9	91.6	9.3
MMI Capital Trust I	100.00%	3.9	-	3.9
USF&G Capital I	100.00%	3.1	-	3.1
USF&G Capital III	100.00%	3.1	-	3.1
English Turn Realty Management, Inc.	100.00%	-	-	-
Yonkers Financing Corp.	100.00%	-	-	-
English Turn Fidelity Realty, Inc.	100.00%	-	-	-
Travelers Special Services Limited	100.00%	-	-	-
Total SSAP No. 97 8b(iii) Entities		$ 1,363.5	$ 1,344.1	$ 19.4
SSAP No. 97 8b(iv) Entities				
Travelers Insurance Company of Canada	100.00%	$ 394.4	$ 394.4	$ -
Total SSAP No. 97 8b(iv) Entities		$ 394.4	$ 394.4	$ -
Aggregate Total		$ 1,764.4	$ 1,738.5	$ 25.9

2. NAIC Filing Response Information:

SCA Entity	Type of NAIC Filing	Date of Filing to the NAIC	12/31/2020 NAIC Valuation Amount (in millions)	NAIC Response Received Y/N	NAIC Disallowed Entities Valuation Method, Resubmission Required Y/N
SSAP No. 97 8b(iii) Entities					
8527512 Canada Inc.	Sub 2	6/3/2021	$ 826.4	Y	N
Northbrook Holdings, Inc.	Sub 2	5/21/2021	285.7	Y	N
TINDY Foreign, Inc.	Sub 2	7/23/2021	88.8	Y	N
Total SSAP No. 97 8b(iii) Entities			$ 1,200.9		
SSAP No. 97 8b(iv) Entities					
Travelers Insurance Company of Canada	Sub 2	5/21/2021	$ 363.9	Y	N
Total SSAP No. 97 8b(iv) Entities			$ 363.9		
Aggregate Total			$ 1,564.8		

Nonadmitted assets are not required to complete a Sub 2 filing with the SVO as long as they were nonadmitted, or had a zero value, for the full reporting period. As such, SCAs meeting such criteria have been excluded from the preceding table as there is no data to report.

F. SCA Loss Tracking:

Combined Company members with SCAs where the share of losses exceeded the investment in the SCA are as follows (in millions):

(December 31, 2021) Combined Company Member	SCA Entity	Share of SCA Net Income (Loss)	Accumulated Share of SCA Net Income (Losses)	Share of SCA's Equity, Including Negative Equity	Guaranteed Obligation for Financial Support (Yes/No)	Amount of the Recognized Guarantee Under SSAP No. 5R
United States Fidelity and Guaranty Company	Laurel Village	$ 0.8	$ (29.1)	$ (28.4)	Yes	$ 9.5

(December 31, 2020) Combined Company Member	SCA Entity	Share of SCA Net Income (Loss)	Accumulated Share of SCA Net Income (Losses)	Share of SCA's Equity, Including Negative Equity	Guaranteed Obligation for Financial Support (Yes/No)	Amount of the Recognized Guarantee Under SSAP No. 5R
United States Fidelity and Guaranty Company	Laurel Village	$ 2.6	$ (29.5)	$ (29.2)	Yes	$ 10.3

Combined Company members had no other SCA investments with material cumulative losses in excess of the investment in the SCA at December 31, 2021 and 2020.

9. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

The Combined Company accounts for pension and postretirement benefit expenses as consolidated/holding company plans under SSAP No. 102, *Pensions* and SSAP No. 92, *Postretirement Benefits Other Than Pensions.*

A. Consolidated/Holding Company Plans:

1. Employee Retirement Plans:

The Combined Company's members participate in a qualified noncontributory defined benefit pension plan sponsored by TRV that provides benefits, primarily under a cash balance formula, for substantially all employees of the Combined Company and its property-casualty affiliates. In addition, the Combined Company's members participate in nonqualified defined benefit pension plans sponsored by TRV which cover certain highly-compensated employees of the Combined Company and its property-casualty affiliates. The Combined Company has no legal obligation for benefits under these plans. The Combined Company's members are charged for their allocable share of pension expense for these plans based on allocated and/or direct salary costs in accordance with an expense allocation agreement. The Combined Company's allocated share of the pension expense was $52.1 million and $58.3 million for 2021 and 2020, respectively.

2. Postretirement Benefit Plan:

The Combined Company's members participate in a postretirement health and life insurance benefit plan sponsored by TRV for employees of the Combined Company and its property-casualty affiliates that satisfy certain age and service requirements and for certain retirees. The Combined Company's members have no legal obligation for benefits under this plan. The Combined Company's members are charged for their allocable share of postretirement benefit expense for this plan based on allocated and/or direct salary costs in accordance with an expense allocation agreement. The Combined Company's allocated share of the postretirement benefit expense (benefit) was $(3.3) million and $(2.3) million for 2021 and 2020, respectively.

3. 401(k) Savings Plan:

The Combined Company's members participate in a 401(k) savings plan sponsored by TRV for substantially all employees of the Combined Company and its property-casualty affiliates. The Combined Company has no legal obligation for benefits under this plan. The Combined Company's members are charged for their allocable share of expense for this plan based on allocated and/or direct salary costs in accordance with an expense allocation agreement. The Combined Company's allocated share of the 401(k) savings plan expense was $112 million and $113.9 million for 2021 and 2020, respectively.

B. Incentive Plans:

The Combined Company's members participate in a share-based incentive compensation plan, The Travelers Companies, Inc. Amended and Restated 2014 Stock Incentive Plan (the 2014 Incentive Plan), the purposes of which are to align the interests of TRV's non-employee directors, executive officers and other employees with those of TRV's shareholders and to attract and retain personnel by providing incentives in the form of share-based awards. The 2014 Incentive Plan permits grants of nonqualified stock options, incentive stock options, stock appreciation rights, restricted stock, restricted stock units, deferred stock, deferred stock units, performance awards and other share-based or share-denominated awards with respect to TRV's common stock. TRV has a policy of issuing new shares to settle the exercise of stock option awards and the vesting of other equity awards.

The number of shares of TRV's common stock initially authorized for grant under the 2014 Incentive Plan was 10 million shares. In May 2021, 2019, 2017 and 2016, TRV's shareholders authorized an additional 2.4 million, 3.1 million, 2.5 million and 4.4 million shares of TRV's common stock, respectively, for grant under the 2014 Incentive Plan. The following are not counted towards the combined 22.4 million shares available and will be available for future grants under the 2014 Incentive Plan: (i) shares of common stock subject to awards that expire unexercised, that are forfeited, terminated or canceled, that are settled in cash or other forms of property, or otherwise do not result in the issuance of shares of common stock, in whole or in part; (ii) shares that are used to pay the exercise price of stock options and shares used to pay withholding taxes on awards generally; and (iii) shares purchased by TRV on the open market using cash option exercise proceeds; provided, however, that the increase in the number of shares of common stock available for grant pursuant to such market purchases shall not be greater than the number that could be repurchased at fair market value on the date of exercise of the stock option giving rise to such option proceeds. In addition, the 22.4 million shares authorized by shareholders for issuance under the 2014 Incentive Plan will be increased by any shares subject to awards under The Travelers Companies, Inc. Amended and Restated 2004 Stock Incentive Plan (2004 Incentive Plan) that were outstanding as of May 27, 2014 and subsequently expire, are forfeited, canceled, settled in cash or otherwise terminate without the issuance of shares.

Stock Option Awards

Stock option awards granted to eligible officers and key employees have a ten-year term. All stock options are granted with an exercise price equal to the closing price of TRV's common stock on the date of grant. The stock options granted generally vest upon meeting certain years of service criteria. Except as the Compensation Committee of the TRV Board of Directors may allow in the future, stock options cannot be sold or transferred by the participant. Stock options outstanding under the 2014 Incentive Plan and the 2004 Incentive Plan generally vest three years after grant date (cliff vest).

A summary of stock option activity under the 2014 Incentive Plan and the legacy plans as of and for the year ended December 31, 2021 is as follows:

Stock Options	Number	Weighted Average Exercise Price	Weighted Average Contractual Life Remaining	Aggregate Intrinsic Value ($ in millions)
Outstanding, beginning of year	10,075,758	$ 121.03		
Original grants	1,599,841	139.88		
Exercised	(2,181,586)	110.39		
Forfeited or expired	(74,128)	131.29		
Outstanding, end of year	9,419,885	$ 126.62	6.5 years	$ 281
Vested at end of year[(1)]	7,225,469	$ 124.73	6.0 years	$ 229
Exercisable at end of year	4,081,500	$ 118.75	4.4 years	$ 154

[(1)] Represents awards for which the requisite service has been rendered, including those that are retirement eligible.

On February 8, 2022, TRV, under the 2014 Incentive Plan, granted 1,104,483 stock option awards with an exercise price of $172.50 per share. The fair value attributable to the stock option awards on the date of grant was $35.70 per share.

Restricted Stock Units, Deferred Stock Units and Performance Share Award Programs

TRV issues restricted stock unit awards to eligible officers and key employees under the Equity Awards program established pursuant to the 2014 Incentive Plan. A restricted stock unit represents the right to receive a share of common stock. These restricted stock unit awards are granted at market price, generally vest three years from the date of grant, do not have voting rights and the underlying shares of common stock are not issued until the vesting criteria is satisfied. In addition, members of TRV's Board of Directors can be issued deferred stock units from (i) an annual award; (ii) deferred compensation (in lieu of cash retainer, committee chair fees and lead director fees); and (iii) dividend equivalents earned on outstanding deferred compensation.

TRV also has a Performance Share Awards Program established pursuant to the 2004 Incentive Plan and which continues pursuant to the 2014 Incentive Plan. Under the program, TRV may issue performance share awards to certain employees of TRV who hold positions of Vice President (or its equivalent) or above. The performance share awards provide the recipient the right to earn shares of TRV's common stock based upon TRV's attainment of certain performance goals and the recipient meeting certain years of service criteria. The performance goals for performance share awards are based on TRV's adjusted return on equity over a three-year performance period. Vesting of performance shares is contingent upon TRV attaining the relevant performance period minimum threshold return on equity and the recipient meeting certain years of service criteria, generally three years for full vesting. If the performance period return on equity is below the minimum threshold, none of the performance shares will vest. If performance meets or exceeds the minimum performance threshold, a range of performance shares will vest (50% to 150% for awards granted in 2020, 50% to 200% for awards granted in 2021 and 2022), depending on the actual return on equity attained.

The fair value of restricted stock units, deferred stock units and performance shares is measured at the market price of TRV stock at date of grant. Under terms of the 2014 Incentive Plan, holders of deferred stock units and performance shares may receive dividend equivalents.

The total fair value of shares that vested during the years ended December 31, 2021 and 2020 was $124 million and $127 million, respectively.

A summary of restricted stock units, deferred stock units and performance share activity under the 2014 Incentive Plan and the legacy plans as of and for the year ended December 31, 2021 is as follows:

	Restricted and Deferred Stock Units		Performance Shares	
Other Equity Instruments	Number	Weighted Average Grant-Date Fair Value	Number	Weighted Average Grant-Date Fair Value
Nonvested, beginning of year	1,086,784	$ 132.12	723,991	$ 129.45
Granted	605,188	141.22	367,299	139.83
Vested	(513,226)[1]	138.57	(359,925)[2]	126.18
Forfeited	(69,921)	132.93	(24,828)	131.20
Performance-based adjustment	—	—	224,020[3]	138.56
Nonvested, end of year	1,108,825	$ 134.05	930,557	$ 136.96

[1] Represents awards for which the requisite service has been rendered.

[2] Reflects the number of performance shares attributable to the performance goals attained over the completed performance period (three years) and for which service conditions have been met.

[3] Represents the current year change in estimated performance shares to reflect the attainment of performance goals for the awards that were granted in each of the years 2019 through 2021.

In addition to the nonvested shares presented in the above table, there are related nonvested dividend equivalent shares. The number of nonvested dividend equivalent shares related to deferred stock units was 394 at the beginning of the year and 280 at the end of the year and the number of nonvested dividend equivalent shares related to performance shares was 29,751 at the beginning of the year and 32,670 at the end of the year. The dividend equivalent shares are subject to the same vesting terms as the deferred stock units and performance shares.

On February 8, 2022, TRV, under the 2014 Incentive Plan, granted 788,058 common stock awards in the form of restricted stock units, deferred stock units and performance share awards to participating officers, non-employee directors and other key employees. The restricted stock units and deferred stock units totaled 470,716 shares and the performance share awards totaled 317,342 shares. The fair value per share attributable to the common stock awards on the date of grant was $172.50.

10. CAPITAL AND SURPLUS AND DIVIDEND RESTRICTIONS

The stated value of common capital stock on the Combined Balance Sheet reflects the value of the four lead companies listed below. The common capital stock of the remaining members of the Combined Company, all of which are wholly owned subsidiaries of the four lead companies, is eliminated on the Combining Worksheet. See Exhibit 1.

At December 31, 2021 and 2020, the Combined Company's common capital stock consisted of the following:

Lead Company	Par Value Per Share	Shares Authorized	Shares Issued and Outstanding
The Travelers Indemnity Company	$ 100	150,000	107,907
St. Paul Fire and Marine Insurance Company	100	200,000	200,000
Travelers Casualty and Surety Company	25,000	1,000	1,000
The Standard Fire Insurance Company	250	20,000	20,000

The Combined Company paid the following dividends:

For the year ended December 31, 2021 (in millions)

	Ordinary	Extraordinary	Total
March 22	$ 575.0	$ -	$ 575.0
June 23	575.0	-	575.0
September 20	450.0	-	450.0
December 29	575.0	-	575.0
Total	$ 2,175.0	$ -	$ 2,175.0

For the year ended December 31, 2020 (in millions)

	Ordinary	Extraordinary	Total
March 20	$ 895.0	$ -	$ 895.0
June 24	200.0	-	200.0
September 21	452.0	-	452.0
December 28	453.0	-	453.0
Total	$ 2,000.0	$ -	$ 2,000.0

For all ordinary dividends noted above, timely notice was provided to the State of Connecticut Insurance Department.

The Combined Company also received dividends of $412.0 million and $300.0 million from its subsidiary, Travelers Casualty and Surety Company of America (TCSA) in 2021 and 2020, respectively.

The Combined Company's members are subject to regulatory restrictions that limit the maximum amount of dividends available to Travelers Insurance Group Holdings Inc. (TIGHI) and TRV without prior approval of the Insurance Commissioner of the State of Connecticut. A maximum of $3.08 billion of unassigned funds is available in 2022 for dividends to TIGHI and TRV without prior approval. However, TRV and/or TIGHI may decide to accelerate the timing within 2022 and/or increase the amount of dividends from its direct subsidiaries in 2022 which could result in certain of the Combined Company's dividends being subject to approval by the Insurance Commissioner of the State of Connecticut.

There are no restrictions on the use of the Combined Company's unassigned funds and such funds are held for the benefit of the shareholders, except for the dividend restrictions indicated above.

The change in the balance of special surplus funds is a result of ongoing retroactive reinsurance activity occurring in 2021 and the amortization of a sale-leaseback loss to unassigned funds. See Note 15G for additional detail on retroactive reinsurance and Note 12A for additional detail on the sale-leaseback transaction.

As of December 31, 2021, unassigned funds have been increased by cumulative net unrealized gains of $2.20 billion.

11. LIABILITIES, CONTINGENCIES AND ASSESSMENTS

A. Contingent Commitments:

At December 31, 2021 and 2020, the Combined Company had commitments to fund investments of $1.62 billion and $1.68 billion, respectively. See Note 13.

B. Assessments:

1. At December 31, 2021 and 2020, the Combined Company had accrued liabilities of $173.6 million and $176.6 million, respectively, for guaranty fund and other insurance-related assessments and related recoverables of $8.2 million and $9.8 million at December 31, 2021 and 2020, respectively. The assessments are expected to be paid over a period ranging from one year to the life expectancy of certain workers' compensation claimants and the recoverables are expected to occur over the same period of time.

	(in millions)
2. Assets recognized from paid and accrued premium tax offsets December 31, 2020	$ 7.4
Decreases current year:	
Premium tax offset applied	3.3
Premium tax offset refund	0.6
Increases current year:	
Premium tax offset accrued	2.3
Assets recognized from paid and accrued premium tax offsets December 31, 2021	$ 5.8

C. Claims Related Extra-Contractual Obligation and Bad Faith Losses Stemming from Lawsuits:

The Combined Company paid $36.9 million in 2021 on 42 claims to settle claims related extra-contractual obligations or bad faith claims stemming from lawsuits. This claim count information is disclosed on a per claim direct basis.

D. All Other Contingencies:

a. In the ordinary course of selling businesses to third parties, certain Combined Company's members have agreed to indemnify purchasers for losses arising out of breaches of representations and warranties, obligations arising from certain liabilities and any breach or failure to perform certain covenants with respect to the businesses being sold. Such indemnification provisions generally are applicable from the closing date to the expiration of the relevant statutes of limitations, although, in some cases, there may be agreed upon term limitations or no term limitations. Certain of these contingent obligations are subject to deductibles which have to be incurred by the obligee before these Combined Company's members are obligated to make payments.

b. Fire and Marine has a contingent obligation for a guarantee related to certain insurance policy obligations of a former insurance subsidiary. The maximum amount of Fire and Marine's obligation related to the guarantee was $480.0 million at December 31, 2021, all of which is indemnified by a third party.

c. In a guaranty agreement dated August 31, 2000, Fire and Marine guarantees the timely payment of all obligations of St. Paul (Bermuda) Ltd., with respect to policies of insurance issued to clients of Marsh USA Inc. up to a maximum of $50.0 million. On July 1, 2010, St. Paul (Bermuda) Ltd., St. Paul Re (Bermuda) Ltd. and Travelers (Bermuda) Limited were amalgamated into one Bermuda company under the name Travelers (Bermuda) Limited. The guarantee was amended on June 30, 2010 to limit Fire and Marine's guarantee to only those obligations of St. Paul (Bermuda) Ltd. that existed prior to the amalgamation. Fire and Marine also waived certain rights in the amended guarantee until all creditors of St. Paul Re (Bermuda) Ltd. and Travelers (Bermuda) Limited at the time of the amalgamation have been paid in full.

d. In March 1999, Fire and Marine guaranteed certain insurance obligations of United States Fidelity and Guaranty Company (USF&G), and in a guaranty agreement dated July 1, 2000, Fire and Marine guaranteed the payment of USF&G's obligations under insurance and reinsurance contracts issued by USF&G on or after the date of the agreement.

e. Effective September 30, 1997, Fire and Marine entered into an unconditional guaranty that Travelers Constitution State Insurance Company, a wholly-owned subsidiary, would maintain required capital and surplus, each in the amount of $2.5 million, for a total of $5.0 million, as a condition of becoming licensed in the State of Maine.

f. Effective May 15, 1996, Fire and Marine provided a guaranty of the performance by its wholly-owned subsidiary, Seaboard Surety Company (Seaboard), of all Seaboard's financial obligations arising out of its insurance or reinsurance contracts. The guaranty may be amended at any time upon three months' prior notice. On January 2, 2009, Seaboard was merged into TCSA. The terms of the guarantee remain in effect.

g. Effective December 10, 1993, Fire and Marine has guaranteed the performance by Travelers Insurance Company Limited (Travelers Limited), an affiliate incorporated in England, of all Travelers Limited's obligations arising out of its insurance or reinsurance contracts. Effective March 1, 2006, these guarantees were amended whereby Fire and Marine may terminate them at any time upon twelve months prior notice. Effective December 31, 2007, pursuant to the order of English Court, made on December 31, 2007, under Part VII of the Financial Services & Markets Act, obligations relating to certain business as of December 31, 2007, were transferred to Unionamerica Insurance Company Limited (Unionamerica), an affiliate of Travelers Limited. This resulted in those obligations no longer being covered by the guarantees. The guarantees will remain in force, however, for the obligations arising out of insurance or reinsurance contracts not transferred to Unionamerica and for business subsequently written by Travelers Limited. In December 2008, Unionamerica was sold to an unaffiliated entity.

h. Fire and Marine guaranteed the timely payment of Discover Reinsurance Company's (Discover Re) obligations with respect to all insurance policies and reinsurance policies issued by Discover Re. On October 1, 2007, Discover Re was merged into Indemnity. The merger resulted in the automatic termination of the guarantee with respect to any future claims. However, Fire and Marine continues to guarantee to Indemnity all obligations of Discover Re incurred before the termination date.

i. In a guarantee agreement dated February 9, 2009, Fire and Marine has guaranteed certain pension obligations of Travelers Special Services Limited, a wholly-owned subsidiary. The guarantee is not limited in amount and expires once all obligations have been met.

j. Fire and Marine is the owner of all the beneficial interests represented by common securities of three business trusts. The trusts exist for the sole purpose of issuing capital securities and common securities. The proceeds were used to purchase deferrable interest junior subordinated debentures. These debentures are obligations of TRV. Fire and Marine fully, irrevocably and unconditionally guaranteed all of the trusts' obligations under the capital securities including principal of $254.0 million and interest. Fire and Marine and TRV are both jointly and severally responsible for the payment obligation of the subordinated debentures.

k. USF&G is a partner in a real estate joint venture. TRV is the guarantor of certain debt of the real estate joint venture. USF&G entered into an agreement to reimburse TRV in the event that TRV is required to make payments under the guarantee. USF&G has recorded a liability of $9.5 million on its balance sheet as of December 31, 2021 under this reimbursement agreement.

Nature and circumstances of guarantee and key attributes, including date and duration of agreement	Liability recognition of guarantee. (include amount recognized at inception. If no initial recognition, document exception allowed under SSAP No. 5R)	Ultimate financial statement impact if action under the guarantee is required	Maximum potential amount of future payments (undiscounted) the guarantor could be required to make under the guarantee. If unable to develop an estimate, this should be noted specifically	Current status of payment or performance risk of guarantee. Also provide additional discussion as warranted
		(in millions)		
a. Sale of businesses	The fair value of guarantee liabilities as described are minimal and immaterial to the financial statements taken as a whole	Statement of Income – Aggregate write-ins for miscellaneous income (expense)	$ 341.3	Certain Combined Company's members have assessed the performance risk as remote under these guarantees
b. Former subsidiary	Fair value initial recognition was $19.1	Statement of Income – Aggregate write-ins for miscellaneous income (expense)	$ 480.0	Fire and Marine has assessed the performance risk as low under this guarantee. The AM Best current claims-paying rating of the former subsidiary is "A-"
c. Travelers (Bermuda)	The fair value of guarantee liabilities as described are minimal and immaterial to the financial statements taken as a whole	Surplus – Dividends to Stockholders	$ 50.0	Fire and Marine has assessed the performance risk as remote under this guarantee
d. USF&G's obligations	No initial recognition as guarantee is made on behalf of a wholly-owned subsidiary and is considered unlimited in amount	Assets – Common stocks	Guarantee has no stated amount or limitation to the maximum potential future payments and accordingly, Fire and Marine is unable to develop an estimate of the maximum potential payments for such arrangements	Fire and Marine has assessed the performance risk as remote under this guarantee
e. Travelers Constitution State Insurance Company minimum capital and surplus	No initial recognition as guarantee is made on behalf of a wholly owned subsidiary	Assets – Common stocks	$ 5.0	Fire and Marine has assessed the performance risk as remote under this guarantee
f. Seaboard Surety Company	No initial recognition as guarantee is made on behalf of a related party and is considered unlimited in amount	Surplus – Dividends to Stockholders	Guarantee has no stated amount or limitation to the maximum potential future payments and accordingly, Fire and Marine is unable to develop an estimate of the maximum potential payments for such arrangements	Fire and Marine has assessed the performance risk as remote under this guarantee
g. Travelers Insurance Company Limited	No initial recognition as guarantee is made on behalf of a related party and is considered unlimited in amount	Surplus – Dividends to Stockholders	Guarantee has no stated amount or limitation to the maximum potential future payments and accordingly, Fire and Marine is unable to develop an estimate of the maximum potential payments for such arrangements	Fire and Marine has assessed the performance risk as remote under this guarantee

(continued)

Nature and circumstances of guarantee and key attributes, including date and duration of agreement	Liability recognition of guarantee. (include amount recognized at inception. If no initial recognition, document exception allowed under SSAP No. 5R)	Ultimate financial statement impact if action under the guarantee is required	Maximum potential amount of future payments (undiscounted) the guarantor could be required to make under the guarantee. If unable to develop an estimate, this should be noted specifically	Current status of payment or performance risk of guarantee. Also provide additional discussion as warranted
		(in millions)		
h. Discover Reinsurance Company	No initial recognition as guarantee is made on behalf of a related party and is considered unlimited in amount	Surplus – Dividends to Stockholders	Guarantee has no stated amount or limitation to the maximum potential future payments and accordingly, Fire and Marine is unable to develop an estimate of the maximum potential payments for such arrangements	Fire and Marine has assessed the performance risk as remote under this guarantee
i. Certain pension obligations of Travelers Special Services Limited, a wholly-owned subsidiary	No initial recognition as guarantee is made on behalf of a wholly-owned subsidiary and is considered unlimited in amount	Assets – Common stocks	Guarantee has no stated amount or limitation to the maximum potential future payments and accordingly, Fire and Marine is unable to develop an estimate of the maximum potential payments for such arrangements	Fire and Marine has assessed the performance risk as remote under this guarantee
j. Trust obligations of three wholly-owned subsidiaries	No initial recognition as guarantee is made on behalf of a wholly-owned subsidiary	Assets – Common stocks	See below – subject to the same maximum	Fire and Marine has assessed the performance risk as low under these guarantees
Subordinated debentures by its parent to the respective trusts	Fair value initial recognition for debenture guarantees was $24.0	Surplus – Dividends to Stockholders	$ 254.0	TRV is current in all debenture obligations. The debentures AM Best current financial strength rating is “a-”
k. Real estate joint venture	$ 9.5	Surplus – Dividends to Stockholders	$ 51.5	USF&G’s performance risk is probable based on operating results of this joint venture

	(in millions)
Aggregate maximum potential of future payments of all guarantees (undiscounted) the guarantor could be required to make under guarantees:	$ 1,181.8
Current liability recognized in financial statements:	
Noncontingent liabilities	52.6
Ultimate financial statement impact if action under the guarantee is required:	
Investment in subsidiary	5.0
Dividends to stockholders	355.5
Expense	821.3
Total	$ 1,181.8

Certain of the Combined Company’s members purchase annuities from life insurance companies to fund structured settlements. For a discussion of the Combined Company’s contingent liabilities for structured settlements, see Note 18.

Asbestos and Environmental Claims and Litigation:

In the ordinary course of its insurance business, the Combined Company has received and continues to receive claims for insurance arising under policies issued by the Combined Company asserting alleged injuries and damages from asbestos- and environmental-related exposures that are the subject of related coverage litigation. The Combined Company is defending asbestos- and environmental-related litigation vigorously and believes that it has meritorious defenses; however, the outcomes of these disputes are uncertain. In this regard, the Combined Company employs dedicated specialists and comprehensive resolution strategies to manage asbestos and environmental loss exposure, including settling litigation under appropriate circumstances. Currently, it is not possible to predict legal outcomes and their impact on future loss development for claims and litigation relating to asbestos and environmental claims. Any such development could be affected by future

court decisions and interpretations, as well as future changes, if any, in applicable legislation. Because of these uncertainties, additional liabilities may arise for amounts in excess of the Combined Company's current insurance reserves. In addition, the Combined Company's estimate of ultimate claims and claim adjustment expenses may change. These additional liabilities or changes in estimates, or a range of either, cannot now be reasonably estimated and could result in income statement charges that could be material to the Combined Company's results of operations in future periods.

Other Proceedings Not Arising Under Insurance Contracts or Reinsurance Agreements:

The Combined Company's members are involved in other lawsuits, including lawsuits alleging extra-contractual damages relating to insurance contracts or reinsurance agreements, that do not arise under insurance contracts or reinsurance agreements. The legal costs associated with such lawsuits are expensed in the period in which the costs are incurred. Based upon currently available information, the Combined Company does not believe it is reasonably possible that any such lawsuit or related lawsuits would be material to the Combined Company's results of operations or would have a material adverse effect on the Combined Company's financial position or liquidity.

12. LEASES

A. Lessee Leasing Arrangements:

1. At December 31, 2021 and 2020, certain of the Combined Company's members are a party to various lease agreements for office space, office equipment, data processing equipment and software, automobiles and other equipment. The office space leases are for various periods of time. The other leases generally do not have lease terms exceeding five years. Total rental expense under operating leases for the Combined Company for 2021 and 2020 was $185.8 million and $191.1 million, respectively. Rental expenses incurred by the Combined Company are subject to an intercompany expense allocation agreement. The Combined Company did not have rental income from subleases during 2021 and 2020.

   There are leases with renewal terms and contingent rental payments, none of which are material to the Combined Company. In 2020, the Combined Company terminated two leases early. At December 31, 2020, the Combined Company had $2.4 million of liabilities related to these early terminations.

2. Aggregate future minimum rental payments for leases having initial or remaining non-cancelable lease terms in excess of one year for the Combined Company totaled $457.8 million and $354.1 million at December 31, 2021 and 2020, respectively. At December 31, 2021 the minimum aggregate future rental commitments are as follows (in millions):

Year	Operating Leases
2022	$ 184.6
2023	110.0
2024	61.6
2025	38.1
2026	28.1
Thereafter	35.4
Total	$ 457.8

   At December 31, 2021, the Combined Company's members have no future minimum rental payments to be received under non-cancelable subleases.

3. On March 24, 2017, Fire and Marine sold its property located at 401 Lennon Lane in Walnut Creek, California to a third party. The property was fully leased by Indemnity. Based upon the terms of the sale, Indemnity will remain as the tenant and continue to lease the property. As both Fire and Marine and Indemnity are members of the Combined Company, the sale was accounted for as a sale-leaseback and the $0.7 million loss on the sale of the property was restricted and is being amortized to unassigned funds over the lease period. Aggregate future minimum rental payments totaled $5.2 million at December 31, 2021. Future minimum rental payments for the remaining years of the lease are as follows (in millions):

Year	Operating Lease
2022	$ 0.9
2023	1.0
2024	1.0
2025	1.0
2026	1.0
2027	0.3
Total	$ 5.2

B. Lessor's Business Activities:

Fire and Marine maintains investments in commercial real estate. The land is carried at cost and the buildings at cost less accumulated depreciation and related encumbrances. The buildings are depreciated on a straight-line basis over a period of up to 39 years. The cost and accumulated depreciation on real estate held for the production of income was $1,453.8 million and $588.1 million, respectively, as of December 31, 2021. At December 31, 2021, the minimum annual lease payments receivable under non-cancelable leasing arrangements are as follows (in millions):

Year	Operating Leases
2022	$ 116.9
2023	92.4
2024	75.2
2025	51.3
2026	36.0
Thereafter	66.8
Total	$ 438.6

13. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE-SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

The Combined Company's members have unfunded commitments to private equity limited partnerships, real estate partnerships and others. At December 31, 2021 and 2020, the amount of off-balance-sheet risk of these financial instruments aggregated to $1.62 billion and $1.68 billion, respectively.

In prior years, the Combined Company underwrote insurance guaranteeing the structured settlements of certain life insurers. Also in past years, certain members of the Combined Company underwrote financial guarantee insurance representing the Combined Company's participation in the Municipal Bond Insurance Association's (MBIA) guarantee of municipal bond obligations. See Note 22 for additional discussion.

14. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

The Combined Company engages in securities lending activities from which it generates net investment income from the lending of certain of its investments to other institutions for short periods of time. Borrowers of these securities provide collateral equal to at least 102% of the market value of the loaned securities plus accrued interest. This collateral is held by a third-party custodian, and the Combined Company's members have the right to access the collateral only in the event that the institution borrowing the Combined Company's members' securities is in default under the lending agreement. The loaned securities remain a recorded asset of the Combined Company. The Combined Company's members accept only cash as collateral for securities on loan and restricts the manner in which that cash is invested to U.S. Treasury securities and U.S. Treasury repurchase agreements. These securities typically have a duration of 1 day. At December 31, 2021 and 2020, the Combined Company had investments with fixed maturities on loan with fair values totaling $246.2 million and $139.1 million, respectively.

15. REINSURANCE

A. The Combined Company participates in reinsurance in order to limit losses, minimize exposure to large risks, provide additional capacity for future growth and to effect affiliate business-sharing arrangements. The Combined Company also participates as a servicing carrier for and member of several assigned risk pools and associations. As a servicing carrier, the Combined Company's members are the direct writer of certain risks, primarily workers' compensation and automobile liability, and cedes 100% of these risks to the pools and associations. The Combined Company's members then assume their pro rata share based on formulas mandated by various regulatory authorities. In addition to the property-casualty pooling agreements, certain members of the Combined Company cede 100% of certain accident and health policies, predominately long-term disability, to Brighthouse Life Insurance Company (formerly MetLife Insurance Company USA, a former affiliate). The Combined Company remains primarily liable as the direct insurer on all risks reinsured.

The Combined Company's members also are a party to reinsurance agreements with subsidiary property-casualty insurers as follows:

Certain of the Combined Company's members are parties to a cross-business reinsurance agreement with TCSA. Under the terms of this agreement, surety, fidelity, fiduciary and directors' & officers' (collectively referred to as Bond) business is reinsured with TCSA and non-Bond business written by TCSA is reinsured with the Combined Company. This agreement has been in effect since January 1, 1997.

B. Unsecured Reinsurance Recoverables:

The unsecured aggregate recoverables for ceded losses, LAE and unearned premiums recoverable from any unaffiliated reinsurer at December 31, 2021 that exceeded 3% of the Combined Company's policyholders' surplus, were as follows (in millions):

	F.E.I.N.	Amount
National Workers' Compensation Reinsurance Pool	AA-9992118	$1,329.7

C. Reinsurance Recoverables in Dispute:

There are no reinsurance recoverables with individual reinsurers, on paid and unpaid (including incurred but not reported (IBNR)) losses, in dispute which exceed 5% of the Combined Company's policyholders' surplus. In addition, the aggregate of all disputed items does not exceed 10% of the Combined Company's policyholders' surplus.

D. Reinsurance Assumed and Ceded at December 31, 2021 (in millions):

1.

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
Non-Combined Company Affiliates	$ 430.4	$ -	$ 85.0	$ -	$ 345.4	$ -
All Other	400.4	40.4	739.6	74.6	(339.2)	(34.2)
Total	$ 830.8	$ 40.4	$ 824.6	$ 74.6	$ 6.2	$ (34.2)

Direct Unearned Premium Reserve $ 13,118.6

2. Accruals for contingent commissions, net of reinsurance assumed and ceded, amounted to $246.8 million at December 31, 2021:

(in millions)	
Direct Business	$ 239.6
Add: Reinsurance Assumed	11.8
Less: Reinsurance Ceded	4.6
Net	$ 246.8

E. Uncollectible Reinsurance (in millions):

In 2021, on a net basis, the Combined Company has written off as uncollectible $0.2 million of reinsurance balances due, which is reported in losses incurred.

Company	Uncollectible (Recovered)
Excalibur Reinsurance Corp	$ (0.3)
CX Reinsurance Company Ltd	(0.2)
Mission Insurance Company	(0.1)
International Casualty Company SPC Inc	0.1
Bedivere Insurance Company	0.8
All Others	(0.1)
Total	$ 0.2

F. Commutations of Ceded Reinsurance (in millions):

In 2021, the Combined Company has reported an immaterial gain reported in losses incurred as a result of commutations with the reinsurers listed below:

Company	Gain/(Loss)
Finial Reinsurance Company	$ 0.1
Swiss Reinsurance America Corporation	0.1
Wyndham Insurance Company (SAC) Ltd	-
National Union Fire Insurance Co of PA	(0.2)
Total	$ -

G. Retroactive Reinsurance (in millions):

	Assumed	Ceded
a. Reserves Transferred:		
(1) Initial Reserves	$ 9.4	$ 65.2
(2) Adjustments - Prior Year(s)	(4.0)	167.1
(3) Adjustments - Current Year	-	1.8
(4) Current Total	$ 5.4	$ 234.1
b. Consideration Paid or Received:		
(1) Initial Consideration	$ 10.5	$ 68.9
(2) Adjustments - Prior Year(s)	-	14.0
(3) Adjustments - Current Year	-	5.2
(4) Current Total	$ 10.5	$ 88.1
c. Paid Losses Reimbursed or Recovered:		
(1) Prior Year(s)	$ 4.2	$ 192.0
(2) Current Year	-	2.1
(3) Current Total	$ 4.2	$ 194.1

(continued)

	Assumed	Ceded
d. Special Surplus From Retroactive Reinsurance		
(1) Initial Surplus Gain or Loss	$ 1.1	$ (3.7)
(2) Adjustments - Prior Year(s)	4.0	153.1
(3) Adjustments - Current Year	-	(3.4)
(4) Current Year Restricted Surplus	5.1	37.2
(5) Cumulative Total Transferred to Unassigned Funds	$ -	$ 108.8

e. Other insurers included in the above transactions:

Company	Assumed	Ceded
Munich Reinsurance America, Inc. (10227)	$ 5.4	$ -
TIG Insurance Company (25534)	-	71.5
XL Reinsurance America Inc. (20583)	-	70.7
Swiss Reinsurance America Corporation (25364)	-	17.9
Westport Insurance Corporation (39845)	-	15.5
Commercial Risk Reinsurance Co. Ltd. (AA-3190433)	-	13.4
All Others	-	45.1
Total	$ 5.4	$ 234.1

f. Paid Loss/LAE Recoverable:

Company	Paid Loss/LAE Recoverables	Amount Over 90 Days Past Due	Collateral Held
XL Reinsurance America Inc. (20583)	$ 0.6	$ -	$ -
Swiss Reinsurance America Corporation (25364)	0.1	-	-
TIG Insurance Company (25534)	-	-	6.1
Westport Insurance Corporation (39845)	-	-	-
All Others	0.3	-	5.0
Total	$ 1.0	$ -	$ 11.1

H. Reinsurance Accounted for as a Deposit:

As of December 31, 2021, Fire and Marine had one assumed reinsurance contract accounted for as a deposit with a non-zero balance. This contract has been in runoff since 2001 and has a deposit balance of $142 thousand at year-end. Due to the immaterial nature of the deposit balance, Fire and Marine accounts for it at the estimated ultimate remaining payments on an undiscounted basis.

As of December 31, 2021, Fire and Marine had one ceded reinsurance contract accounted for as a deposit with a non-zero balance. This contract has been in runoff since 2002 and has a balance of $143 thousand at year-end. Due to the immaterial nature of this balance, Fire and Marine accounts for its estimated ultimate remaining recoverable on an undiscounted basis.

As of December 31, 2021, Discover Property & Casualty Insurance Company (DPCIC) had one assumed reinsurance contract accounted for as a deposit with a non-zero balance. This contract has a deposit balance of $571 thousand at year-end. Due to the immaterial nature of the deposit balance, DPCIC accounts for it at the estimated ultimate remaining payments on an undiscounted basis.

I. Insurance-Linked Securities Contracts:

The Combined Company has catastrophe protection through an indemnity reinsurance agreement with Long Point Re III Ltd. (Long Point Re III), an independent Cayman Islands company licensed as a Class C insurer in the Cayman Islands. The reinsurance agreement meets the requirements to be accounted for as reinsurance in accordance with the guidance for reinsurance contracts. In connection with the reinsurance agreement, Long Point Re III issued notes (generally referred to as “catastrophe bonds”) to investors in amounts equal to the full coverage provided under the reinsurance agreement as described below. The proceeds were deposited in a reinsurance trust account. The businesses covered by this reinsurance agreement are subsets of the Combined Company’s overall insurance portfolio, comprising specified property coverages spread across the following geographic locations: Connecticut, Delaware, District of Columbia, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, New York, Pennsylvania, Rhode Island, Virginia and Vermont.

The reinsurance agreement provides coverage of up to $500 million to the Combined Company through May 24, 2022 for certain losses from tropical cyclones, earthquakes, severe thunderstorms or winter storms in the locations listed above. The attachment point and maximum limit under this agreement are reset annually to adjust the expected loss of the layer within a predetermined range. For events up to and including May 24, 2022, the Combined Company is entitled to begin recovering amounts under this reinsurance agreement if the covered losses in the covered area for a single occurrence reach an initial attachment amount of $1.98 billion. The full $500 million coverage amount is available until such covered losses reach a maximum $2.48 billion.

The Combined Company has not incurred any losses that have resulted or are expected to result in a recovery under the Long Point Re III agreement since its inception.

16. RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDETERMINATION

A. Accrued retrospective premiums have been determined based upon loss experience on business subject to such experience rating adjustment. Accrued retrospectively rated premiums, including all of those relating to bulk IBNR, have been determined by or allocated to individual policyholder accounts. Ten percent of the amount not offset by retrospective return premiums, other liabilities to the same party (other than loss and LAE reserves), or collateral as permitted by SSAP No. 66, *Retrospectively Rated Contracts*, has been nonadmitted.

B. The Combined Company records its accrued retrospective premium as an adjustment to earned premium.

C. In 2021, approximately $186.3 million, or 0.67%, of the Combined Company's net written premiums were subject to retrospective rating features.

D. Calculation of nonadmitted retrospective premium (in millions):

1. Total accrued retrospective premium	$ 66.1
2. Unsecured amount	23.9
3. Less: Nonadmitted amount (10%)	2.4
4. Less: Nonadmitted for any person for whom agents' balances or uncollected premiums are nonadmitted	3.9
5. Admitted amount (1) - (3) – (4)	$ 59.8

17. LOSSES AND LOSS ADJUSTMENT EXPENSES

A. The table below is a reconciliation of beginning and ending reserve balances for losses and LAE for the years ended December 31, 2021 and 2020.

(in millions)	2021	2020
Losses and LAE at beginning of year	$ 41,967.3	$ 39,947.2
Provision for losses and LAE for claims arising in:		
Current year	18,598.8	17,241.0
Prior years [(1)]	(331.6)	(299.1)
Total incurred	18,267.2	16,941.9
Losses and LAE payments for claims arising in:		
Current year	7,880.8	6,912.6
Prior years	8,426.0	8,009.2
Total payments	16,306.8	14,921.8
Losses and LAE at end of year	$ 43,927.7	$ 41,967.3

[(1)] Includes change in discount of $(30.9) million and $(58.6) million in 2021 and 2020, respectively.

The Combined Company's unpaid losses are reported net of anticipated salvage and subrogation of $973.4 million and $915.8 million at December 31, 2021 and 2020, respectively.

B. Changes in Incurred Losses and LAE:

In 2021, the prior year-end total loss and LAE reserves developed favorably by $331.6 million, which includes favorable development of $362.5 million partially offset by a $30.9 million discount change. The favorable development resulted from better than expected loss and defense and cost containment experience across multiple lines, primarily workers' compensation, auto physical damage, homeowners, special property and private passenger auto liability lines of business. This favorable development was partially offset by worse than expected loss experience in other liability - occurrence, products liability - occurrence and other liability - claims-made. This unfavorable development included funding of asbestos and environmental reserves in the other liability - occurrence, products liability - occurrence and commercial multiple peril lines.

The improvement in workers' compensation was driven primarily by better than expected loss experience across accident years 2012 to 2021 and certain years prior to 2012. Lower estimates for adjusting and other expenses also contributed to the workers' compensation improvement. The improvement in auto physical damage was driven primarily by better than expected loss experience in recent accident years. The improvement in homeowners was driven primarily by better than expected loss experience in recent accident years including Woolsey wildfire subrogation recoveries in accident year 2018. The improvement in special property was driven primarily by better than expected loss experience in recent accident years, including Woolsey wildfire subrogation recoveries in accident year 2018. The improvement in private passenger auto liability was driven primarily by better than expected loss experience in accident year 2020.

The deterioration in other liability - occurrence was driven by higher than expected loss experience across multiple accident years as well as higher than expected adjusting and other expenses. This was partially offset by better than expected other liability - occurrence loss experience in recent accident years. Higher than expected loss experience in products liability - occurrence was across multiple accident years as well as higher than expected adjusting and other expenses. The deterioration in other liability - claims-made was driven by higher than expected loss experience across multiple accident years.

The remaining changes are generally the result of ongoing analyses of recent loss data and trends. A portion of the change from prior year effects relates to retrospectively rated policies which are subject to premium adjustments.

C. Discounting of Liabilities for Unpaid Losses or Unpaid LAE:

The Combined Company establishes and reports tabular workers' compensation case reserves consistent with statistical reporting requirements, as described below. The total reserve (case plus IBNR/Bulk) for these claims is consistent with the Combined Company's own evaluation of the ultimate payout and a 5% discount rate for accident years 2018 and prior and a 3.5% discount rate for 2019 and subsequent accident years.

Except for certain third party administered claims, tabular workers' compensation case reserves have been discounted in accordance with state approved workers' compensation statistical plans. The tabular case reserves reflect a discount rate of 3.5% or as specified by state requirements, generally using the following United States Life Tables:

Non-Fatal Cases:	United States Life Tables Total Population 2007 – FL United States Life Tables Total Male or Total Female 2014 – MN United States Life Tables Total Male or Total Female 2017 – MA United States Life Tables Total Male or Total Female Population 1999 – MA(USL) United States Life Tables Total Male or Total Female 2007 – all other states
Fatal Cases:	New York Mandated Mortality & Remarriage Table – NY United States Life Tables Total Female 2014 – MN ** United States Life Tables Total Female 2017 – MA ** United States Life Tables Total Female 1999 – MA(USL) * United States Life Tables Total Female 2007 – all other states **

* and the 1980 Railroad Retirement Board Remarriage Table
** and the 1997 Railroad Retirement Board Remarriage Table

Other liability reserves related to annuity obligations from structured settlements are discounted using a discount rate of 5% and reflect the United States Life Tables Total Male or Total Female 2017.

The Combined Company develops loss reserve estimates for workers' compensation tabular claims that are expectations of what the ultimate settlement costs for these claims will be upon final resolution in the future. These estimates are based on the Combined Company's assessment of facts and circumstances currently known and, using the Combined Company's experience, multiple actuarial estimation methods. This includes estimates of payment patterns reflecting actual mortality, morbidity and settlement history that relate both to claims currently identified as tabular as well as claims not yet identified as tabular ("IBNR" tabular).

The total reserves and the corresponding discount that the Combined Company has established for these claims reflect these multiple estimation methods, payment patterns and a discount rate of 5% for accident years 2018 and prior and a 3.5% discount rate for 2019 and subsequent accident years. The liabilities and discount amounts shown below reflect estimates of the ultimate liability for tabular claims. Furthermore, the case vs. IBNR discount amounts shown below each reflects estimates of the ultimate resolution costs for these claims: case amounts for claims already identified as tabular; IBNR amounts for claims yet to be identified as tabular.

The December 31, 2021 liabilities of the Combined Company included $2.45 billion and $138.0 million of such discounted liabilities related to workers' compensation and other liability-occurrence reserves, respectively.

The amount of tabular discount for workers' compensation reserves at December 31, 2021 was $258.5 million and $694.1 million related to case and IBNR reserves, respectively. Tabular discount for other liability-occurrence reserves at December 31, 2021 was $10.2 million and $128.7 million related to case and IBNR reserves, respectively.

In 2021 and 2020, the accretion of discount reported as part of losses incurred in the Statement of Income totaled $47.6 million and $48.5 million, respectively.

Non-tabular reserves have not been discounted.

No changes in the rates or other key assumptions used to discount prior accident year reserves have been made.

18. STRUCTURED SETTLEMENTS

Certain of the Combined Company's members have purchased annuities from life insurance companies, under which the claimant is the payee and the member is contingently liable as the owner of the annuity contract, to fund structured settlements. These annuity contracts are now the direct responsibility of the life insurance companies from whom they have been purchased and claims settled by the purchase of such annuity contracts are treated as closed claims. In the event that the life insurance company fails to make the required annuity payments, the Combined Company would be required to make such payments if and to the extent the purchased annuities are not covered by state guaranty associations.

The following life insurance companies held reserves at December 31, 2021 for structured settlement annuities purchased by members of the Combined Company (in millions):

Life Insurance Company and Location	Licensed in Company's State of Domicile	Statement Value of Annuities
Fidelity & Guaranty Life Insurance Company, Des Moines, IA	Yes	$ 687.9
All other companies		1,786.8
Total Loss Reserves Eliminated by Annuities		$ 2,474.7

19. HIGH DEDUCTIBLES

Reserve Credit Recorded on Unpaid Claims and Amount Billed and Recoverable on Paid Claims for High Deductibles (in millions):

1. Counterparty exposure recorded on unpaid claims and billed recoverables on paid claims:

Annual Statement Line of Business		Gross (of High Deductible) Loss Reserves	Reserve Credit for High Deductibles	Billed Recoverables on Paid Claims	Total High Deductibles and Billed Recoverables
16	Workers' compensation	$ 9,036.0	$ 3,866.8	$ 51.4	$ 3,918.2
19.3, 19.4	Commercial auto liability	1,473.2	743.6	7.7	751.3
21	Auto physical damage	8.8	3.7	0.0	3.7
17.1, 17.2	Other liability	1,470.3	325.6	7.7	333.3
18.1, 18.2	Products liability	754.6	212.8	3.9	216.7
5	Commercial multiple peril	8.1	0.2	0.0	0.2
	Total	$ 12,751.0	$ 5,152.7	$ 70.7	$ 5,223.4

2. Unsecured amounts of high deductibles:

a.	Total high deductibles and billed recoverables on paid claims	$ 5,223.4
b.	Collateral on balance sheet	$ 672.2
c.	Collateral off balance sheet	$ 4,313.0
d.	Total unsecured deductibles and billed recoverables on paid claims	$ 238.3
e.	Percentage unsecured	4.56%

3. Overdue recoverable amounts on paid claims:

a.	Amount of overdue nonadmitted (either due to aging or collateral)	$ 6.9
b.	Amount over 90 days overdue admitted	$ 4.3
c.	Total overdue (a+b)	$ 11.2

4. The deductible amounts for the highest ten unsecured high deductible policies:

Counterparty Ranking	Top Ten Unsecured High Deductibles Amounts
Counterparty 1	$ 66.7
Counterparty 2	51.4
Counterparty 3	45.5
Counterparty 4	44.3
Counterparty 5	36.9
Counterparty 6	33.7
Counterparty 7	32.5
Counterparty 8	20.6
Counterparty 9	19.0
Counterparty 10	17.5

20. ASBESTOS/ENVIRONMENTAL RESERVES

Asbestos and environmental claims are segregated from other claims and are handled separately by the Combined Company's Strategic Resolution Group, a separate unit staffed by dedicated legal, claim, finance and engineering professionals.

A. Exposure for asbestos losses arises from liability coverage written many years ago.

Because each policyholder presents different liability and coverage issues, the Combined Company generally reviews the exposure presented by each policyholder with open claims at least annually. Among the factors the Combined Company may consider in the course of this review are: available insurance coverage, including the role of any umbrella or excess insurance the Combined Company has issued to the policyholder; limits and deductibles; an analysis of the policyholder's potential liability; the jurisdictions involved; past and anticipated future claim activity and loss development on pending claims; past settlement values of similar claims; allocated claim adjustment expense; the

potential role of other insurance; the role, if any, of non-asbestos claims or potential non-asbestos claims in any resolution process; and applicable coverage defenses or determinations, if any, including the determination as to whether or not an asbestos claim is a products/completed operation claim subject to an aggregate limit and the available coverage, if any, for that claim.

The Combined Company continues to be involved in disputes, including litigation, with a number of policyholders, some of whom are in bankruptcy, over coverage for asbestos-related claims. Many coverage disputes with policyholders are only resolved through settlement agreements. Because many policyholders make exaggerated demands, it is difficult to predict the outcome of settlement negotiations. Settlements involving bankrupt policyholders may include extensive releases which are favorable to the Combined Company, but which could result in settlements for larger amounts than originally anticipated. Although the Combined Company has seen a reduction in the overall risk associated with these disputes, it remains difficult to predict the ultimate cost of these claims. As in the past, the Combined Company will continue to pursue settlement opportunities.

The Combined Company's quarterly asbestos reserve reviews include an analysis of exposure and claim payment patterns by policyholder, as well as recent settlements, policyholder bankruptcies, judicial rulings and legislative actions. The Combined Company also analyzes developing payment patterns among policyholders and the assumed reinsurance component of reserves, as well as projected reinsurance billings and recoveries. In addition, the Combined Company reviews its historical gross and net loss and expense paid experience, year-by-year, to assess any emerging trends, fluctuations, or characteristics suggested by the aggregate paid activity. Conventional actuarial methods are not utilized to establish asbestos reserves, and the Combined Company's evaluations have not resulted in a reliable method to determine a meaningful average asbestos defense or indemnity payment.

	(in millions) 2021	2020
1. Direct Basis - Asbestos:		
a. Beginning reserves:	$ 1,486.2	$ 1,417.6
b. Incurred losses and LAE:	277.0	344.0
c. Calendar year payments for losses and LAE:	254.5	275.4
d. Ending reserves:	$ 1,508.7	$ 1,486.2
2. Assumed Reinsurance Basis - Asbestos:		
a. Beginning reserves:	$ 153.4	$ 154.7
b. Incurred losses and LAE:	10.5	18.0
c. Calendar year payments for losses and LAE:	12.1	19.3
d. Ending reserves:	$ 151.8	$ 153.4
3. Net of Ceded Reinsurance Basis - Asbestos:		
a. Beginning reserves:	$ 1,309.4	$ 1,250.6
b. Incurred losses and LAE:	225.0	295.0
c. Calendar year payments for losses and LAE:	220.4	236.2
d. Ending reserves:	$ 1,314.0	$ 1,309.4

B. Bulk and IBNR loss and LAE reserves at December 31, 2021 included in Part A above (in millions):

1. Direct Basis:	$ 1,069.0
2. Assumed Reinsurance Basis:	54.5
3. Net of Ceded Reinsurance Basis:	876.4

C. Case, bulk and IBNR LAE reserves at December 31, 2021 included in Part A above (in millions):

1. Direct Basis:	$ 790.5
2. Assumed Reinsurance Basis:	8.9
3. Net of Ceded Reinsurance Basis:	648.5

D. Exposure for environmental losses arises from liability coverage written many years ago. The exposures include bodily injury and property damage losses.

In establishing environmental reserves, the Combined Company evaluates the exposure presented by each policyholder and the anticipated cost of resolution, if any. These claims are mainly brought pursuant to various state or federal statutes that require a liable party to undertake or pay for environmental remediation. Liability under these statutes may be joint and several with other responsible parties. In the course of its analysis, the Combined Company generally considers the probable liability, available coverage and relevant judicial interpretations. In addition, the Combined Company considers the many variables presented, such as: the nature of the alleged activities of the policyholder at each site; the number of sites; the total number of potentially responsible parties at each site; the nature of the alleged environmental harm and the corresponding remedy at each site; the nature of government enforcement activities at each site; the ownership and general use of each site; the overall nature of the insurance relationship between the Combined Company and the policyholder, including the role of any umbrella or excess insurance the Combined Company has issued to the policyholder; the involvement of other insurers; the potential for other available coverage, including the number of years of coverage; the role, if any, of non-environmental claims or potential non-environmental claims in any resolution process; and the applicable law in each jurisdiction. The evaluation of the exposure presented by a policyholder can change as information concerning that policyholder and the many variables presented is developed. Conventional actuarial methods are not used to estimate these reserves.

	(in millions) 2021	2020
1. Direct Basis - Environmental:		
a. Beginning reserves:	$ 295.3	$ 304.2
b. Incurred losses and LAE:	89.5	62.6
c. Calendar year payments for losses and LAE:	70.7	71.5
d. Ending reserves:	$ 314.1	$ 295.3
2. Assumed Reinsurance Basis - Environmental:		
a. Beginning reserves:	$ 35.5	$ 37.8
b. Incurred losses and LAE:	1.4	1.0
c. Calendar year payments for losses and LAE:	8.0	3.3
d. Ending reserves:	$ 28.9	$ 35.5
3. Net of Ceded Reinsurance Basis - Environmental:		
a. Beginning reserves:	$ 304.7	$ 314.5
b. Incurred losses and LAE:	89.0	62.0
c. Calendar year payments for losses and LAE:	75.5	71.8
d. Ending reserves:	$ 318.2	$ 304.7

E. Bulk and IBNR loss and LAE reserves at December 31, 2021 included in Part D above (in millions):

1. Direct Basis:	$ 312.2
2. Assumed Reinsurance Basis:	11.2
3. Net of Ceded Reinsurance Basis:	301.0

F. Case, bulk and IBNR LAE reserves at December 31, 2021 included in Part D above (in millions):

1. Direct Basis:	$ 106.1
2. Assumed Reinsurance Basis:	1.4
3. Net of Ceded Reinsurance Basis:	101.7

G. As a result of the processes and procedures discussed above, management believes that the reserves carried for asbestos and environmental claims are appropriately established based upon known facts, current law and management's judgment. However, the uncertainties surrounding the final resolution of these claims continue, and it is difficult to determine the ultimate exposure for asbestos and environmental claims and related litigation. As a result, these reserves are subject to revision as new information becomes available and as claims develop. Changes in the legal, regulatory and legislative environment may impact the future resolution of asbestos and environmental claims and result in adverse loss reserve development. The emergence of a greater number of asbestos or environmental claims beyond that which is anticipated may result in adverse loss reserve development. Changes in applicable legislation and future court and regulatory decisions and interpretations, including the outcome of legal challenges to legislative and/or judicial reforms establishing medical criteria for the pursuit of asbestos claims, could affect the settlement of asbestos and environmental claims. It is also difficult to predict the ultimate outcome of complex coverage disputes until settlement negotiations near completion and significant legal questions are resolved or, failing settlement, until the dispute is adjudicated. This is particularly the case with policyholders in bankruptcy where negotiations often involve a large number of claimants and other parties and require court approval to be effective. As part of its continuing analysis of asbestos and environmental reserves, the Combined Company continues to study the implications of these and other developments.

Because of the uncertainties set forth above, additional liabilities may arise for amounts in excess of the Combined Company's current reserves. In addition, the Combined Company's estimate of claims and claim adjustment expenses may change. These additional liabilities or increases in estimates, or a range of either, cannot now be reasonably estimated and could result in income statement charges that could be material to the Combined Company's operating results in future periods.

21. FIXED ASSETS

A. Electronic Data Processing (EDP) Equipment and Software:

The Combined Company's members capitalize software and EDP equipment in certain insurance subsidiaries. Operating system software and EDP equipment are admitted provided they are not in excess of limits prescribed by statutory accounting practices. Capitalized nonoperating system software is recorded as a nonadmitted asset. Depreciation of equipment and amortization of operating system software are calculated using the straight-line method over the shorter of its estimated useful life or 3 years. Nonoperating system software is amortized using the straight-line method over the shorter of its estimated useful life or 5 years. Depreciation and amortization are allocated among companies in accordance with normal expense and cost allocation methods. Depreciation and amortization expense related to EDP equipment and software for the Combined Company totaled $256.7 million and $221.2 million in 2021 and 2020, respectively.

The following table shows account balances for admitted EDP equipment and operating system software for the Combined Company at December 31, 2021:

(in millions)	Cost	Accumulated Depreciation/Amortization	Book Value
EDP Equipment	$ 391.3	$ 335.9	$ 55.4
Operating Software	29.9	29.9	-
Total	$ 421.2	$ 365.8	$ 55.4

B. Furniture, Fixtures, Equipment and Leasehold Improvements:

The Combined Company's members acquire and capitalize furniture, fixtures, equipment and leasehold improvements in certain insurance subsidiaries. These nonadmitted assets are depreciated on a straight-line basis over their estimated useful lives. Furniture and fixtures are generally depreciated over 15 years while leasehold improvements are amortized over the shorter of their estimated useful life or the remaining life of the original lease.

Depreciation and amortization are allocated among companies in accordance with normal expense and cost allocation methods. Depreciation of furniture, fixtures and equipment and amortization of leasehold improvements for the Combined Company totaled $39.7 million and $39.5 million in 2021 and 2020, respectively.

22. FINANCIAL GUARANTY INSURANCE

In prior years, the Combined Company's members underwrote insurance guaranteeing the structured settlements of certain life insurers. The Combined Company no longer writes such guarantees. At December 31, 2021 and 2020, the Combined Company's aggregate net amount of guarantees of principal and interest for such structured settlements was approximately $5.7 million and $6.1 million, respectively.

Also in past years, certain members of the Combined Company underwrote financial guarantee insurance representing the Combined Company's participation in MBIA's guarantee of municipal bond obligations. The Combined Company's members have no net exposure for the guarantee of principal and interest for such securities as the Combined Company's participation in MBIA has been reinsured. The gross amount of such financial guarantees was not material at December 31, 2021 and 2020.

It is not practicable to estimate the fair value for the Combined Company's financial guarantees because there is no quoted market price for such contracts, and it is not possible to reliably estimate the timing and amount of all future cash flows due to the unique nature of each of these contracts. The Combined Company no longer writes such guarantees.

23. SUBSEQUENT EVENTS

The Combined Company had no material subsequent events through April 19, 2022, the date the Combined Company's audited statutory financial statements were available to be issued.

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

Legend for Combining Worksheets (Sections 2-8)

Company Code	Combined Company Member
IND	The Travelers Indemnity Company
FM	St. Paul Fire and Marine Insurance Company
TCS	Travelers Casualty and Surety Company
PHX	The Phoenix Insurance Company
STD	The Standard Fire Insurance Company
USFG	United States Fidelity and Guaranty Company
TLL	Travelers Casualty Insurance Company of America
FAR	Farmington Casualty Company
AUT	The Automobile Insurance Company of Hartford, Connecticut
ICT	The Travelers Indemnity Company of Connecticut
COK	The Charter Oak Fire Insurance Company
NLI	Northland Insurance Company
AMR	The Travelers Indemnity Company of America
PROT	St. Paul Protective Insurance Company
TCT	Travelers Casualty Company of Connecticut
TCC	Travelers Commercial Casualty Company
TCI	Travelers Commercial Insurance Company
MERC	St. Paul Mercury Insurance Company
ILL	Travelers Property Casualty Company of America
TIN	Travelers Property Casualty Insurance Company
ATNA	The Travelers Casualty Company
MED	Travelers Constitution State Insurance Company
TVC	TravCo Insurance Company
THM	The Travelers Home and Marine Insurance Company
PLL	Travelers Personal Insurance Company
TPS	Travelers Personal Security Insurance Company
DIPR	Discover Property & Casualty Insurance Company
NCC	Northland Casualty Company
FGIU	Fidelity and Guaranty Insurance Underwriters, Inc.
GARD	St. Paul Guardian Insurance Company
AES	American Equity Specialty Insurance Company
DISP	Discover Specialty Insurance Company
NFI	Northfield Insurance Company
SL	St. Paul Surplus Lines Insurance Company
TES	Travelers Excess and Surplus Lines Company
AEQ	American Equity Insurance Company
FGIC	Fidelity and Guaranty Insurance Company
GUI	Gulf Underwriters Insurance Company
SIC	Select Insurance Company
LYD	The Travelers Lloyds Insurance Company
LTX	Travelers Lloyds of Texas Insurance Company

See accompanying Independent Auditors' Report

(At December 31, 2021, in thousands)	IND	FM	TCS	PHX	STD
Assets					
Bonds	$ 16,516,720	$ 15,078,772	$ 11,599,074	$ 3,133,723	$ 3,016,442
Preferred stocks	33,157	2,055	1,920	-	-
Common stocks	3,283,794	2,140,767	4,382,354	974,953	527,381
Real estate - Properties occupied by the company	345,527	24,900	-	-	-
Real estate - Properties held for the production of income	-	865,683	-	-	-
Cash, cash equivalents and short-term investments	584,590	72,890	310,929	24,113	43,939
Other invested assets	755,910	1,181,301	1,712,563	75,131	192,391
Receivables for securities	-	-	-	-	91
Securities lending reinvested collateral assets	22,811	120,269	16,407	2,369	21,616
Aggregate write-ins for invested assets	(14,500)	-	-	-	-
Total cash and invested assets	21,528,009	19,486,637	18,023,247	4,210,289	3,801,860
Investment income due and accrued	131,283	122,824	91,759	27,704	23,960
Uncollected premiums and agents' balances in course of collection	678,702	869,475	698,423	102,397	81,122
Deferred premiums, agents' balances and installments booked but deferred and not yet due	1,335,270	1,311,797	1,077,303	264,564	256,098
Accrued retrospective premiums and contracts subject to redetermination	15,068	14,823	12,174	2,990	2,894
Reinsurance - Amounts recoverable from reinsurers	1,456,562	27,196	17,244	59,339	224,659
Reinsurance - Funds held by or deposited with reinsured companies	1,152	2,392	835	-	-
Current federal and foreign income tax recoverable and interest thereon	-	-	-	-	-
Net deferred tax asset	354,676	238,978	85,399	47,463	43,689
Guaranty funds receivable or on deposit	8	15	289	717	581
Electronic data processing equipment and software	43,094	-	-	-	11,751
Receivables from parent, subsidiaries and affiliates	-	9,143	117,377	15,590	52,214
Aggregate write-ins for other-than-invested assets	421,141	100,153	74,169	11,601	17,946
Total assets	$ 25,964,965	$ 22,183,433	$ 20,198,219	$ 4,742,654	$ 4,516,774
Liabilities					
Losses	$ 9,059,047	$ 9,073,555	$ 7,316,629	$ 1,796,814	$ 1,739,316
Reinsurance payable on paid losses and loss adjustment expenses	1,576,169	397,741	325,672	79,946	77,372
Loss adjustment expenses	1,955,491	1,988,730	1,579,274	387,837	375,427
Commissions payable, contingent commissions and other similar charges	215,347	212,742	173,649	42,645	41,280
Other expenses	141,392	145,405	117,376	28,503	27,762
Taxes, licenses and fees	79,909	81,006	65,897	16,183	15,665
Current federal and foreign income taxes	23,598	2,753	23,101	3,214	6,654
Net deferred tax liability	-	-	-	-	-
Unearned premiums	3,302,323	3,268,919	2,668,068	655,223	634,256
Advance premium	90,249	5	-	-	-
Dividends declared and unpaid - Policyholders	13,905	13,678	11,234	2,759	2,671
Ceded reinsurance premiums payable	70,552	72,403	57,002	13,998	188,546
Funds held by company under reinsurance treaties	59,099	370	-	-	-
Amounts withheld or retained by company for account of others	941,160	18,951	6,853	1,681	1,627
Remittances and items not allocated	395,031	24,087	(1)	-	338
Provision for reinsurance	75,451	4,491	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	72,249	-	-	-
Payable to parent, subsidiaries and affiliates	394,436	-	-	-	-
Payable for securities	-	-	14,757	-	1,273
Payable for securities lending	22,811	120,269	16,407	2,369	21,616
Aggregate write-ins for liabilities	219,363	63,449	(7,670)	(1,941)	(1,879)
Total liabilities	18,635,333	15,560,803	12,368,248	3,029,231	3,131,924
Surplus as regards policyholders					
Aggregate write-ins for special surplus funds	10,644	10,470	8,599	2,112	2,044
Common capital stock	10,791	20,000	25,000	10,000	5,000
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-
Gross paid in and contributed surplus	4,234,155	3,238,382	2,629,825	126,370	623,472
Unassigned funds (surplus)	3,074,042	3,353,778	5,166,547	1,574,941	754,334
Total surplus as regards policyholders	7,329,632	6,622,630	7,829,971	1,713,423	1,384,850
Total liabilities and surplus as regards policyholders	$ 25,964,965	$ 22,183,433	$ 20,198,219	$ 4,742,654	$ 4,516,774

(At December 31, 2021, in thousands)	USFG	TLL	FAR	AUT	ICT	COK
Assets						
Bonds	$ 3,066,469	$ 1,869,998	$ 975,434	$ 979,281	$ 994,911	$ 861,738
Preferred stocks	-	-	2,459	-	-	-
Common stocks	-	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	25,272	17,387	16,860	11,225	4,279	12,015
Other invested assets	-	38,345	13,925	438	7,764	2,966
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	21,329	17,446	7,469	11,422	2,071	-
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	3,113,070	1,943,176	1,016,147	1,002,366	1,009,025	876,719
Investment income due and accrued	24,828	17,231	8,501	9,899	9,105	8,576
Uncollected premiums and agents' balances in course of collection	154,952	45,757	40,994	22,962	22,962	21,286
Deferred premiums, agents' balances and installments booked but deferred and not yet due	233,345	144,452	78,311	72,490	72,490	67,199
Accrued retrospective premiums and contracts subject to redetermination	2,637	1,632	885	819	819	759
Reinsurance - Amounts recoverable from reinsurers	13,587	68,273	8,288	27,860	82,387	86,652
Reinsurance - Funds held by or deposited with reinsured companies	55	-	-	-	-	-
Current federal and foreign income tax recoverable and interest thereon	-	-	-	-	-	-
Net deferred tax asset	32,721	18,729	13,840	12,812	12,773	11,877
Guaranty funds receivable or on deposit	89	504	327	33	312	357
Electronic data processing equipment and software	-	-	-	-	542	-
Receivables from parent, subsidiaries and affiliates	-	9,144	23,011	7,710	18,455	440
Aggregate write-ins for other-than-invested assets	11,205	7,166	4,049	3,881	6,491	7,193
Total assets	$ 3,586,489	$ 2,256,064	$ 1,194,353	$ 1,160,832	$ 1,235,361	$ 1,081,058
Liabilities						
Losses	$ 1,584,790	$ 981,061	$ 531,857	$ 492,327	$ 492,327	$ 456,391
Reinsurance payable on paid losses and loss adjustment expenses	70,521	48,671	23,659	21,901	21,901	20,302
Loss adjustment expenses	342,073	211,759	114,800	106,267	106,267	98,511
Commissions payable, contingent commissions and other similar charges	37,613	23,284	12,623	11,685	11,685	10,832
Other expenses	25,193	15,635	8,467	7,831	7,843	7,255
Taxes, licenses and fees	14,273	8,836	4,790	4,434	4,434	4,110
Current federal and foreign income taxes	3,469	1,099	2,036	1,717	1,983	1,596
Net deferred tax liability	-	-	-	-	-	-
Unearned premiums	577,907	357,752	193,946	179,531	179,531	166,427
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	2,433	1,506	817	756	756	700
Ceded reinsurance premiums payable	12,347	27,353	4,144	13,778	73,487	64,883
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	1,832	918	498	461	461	427
Remittances and items not allocated	31	-	-	-	-	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	2,835	-	-	-	-	-
Payable for securities	-	-	-	-	-	-
Payable for securities lending	21,329	17,446	7,469	11,422	2,071	-
Aggregate write-ins for liabilities	7,797	(1,060)	(575)	(532)	(532)	(493)
Total liabilities	2,704,443	1,694,260	904,531	851,578	902,214	830,941
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	1,863	1,153	625	579	579	536
Common capital stock	35,214	6,000	6,000	6,000	5,000	4,200
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-	-
Gross paid in and contributed surplus	236,805	125,632	126,175	98,351	4,862	80,200
Unassigned funds (surplus)	608,164	429,019	157,022	204,324	322,706	165,181
Total surplus as regards policyholders	882,046	561,804	289,822	309,254	333,147	250,117
Total liabilities and surplus as regards policyholders	$ 3,586,489	$ 2,256,064	$ 1,194,353	$ 1,160,832	$ 1,235,361	$ 1,081,058

(At December 31, 2021, in thousands)	NLI	AMR	PROT	TCT	TCC	TCI
Assets						
Bonds	$ 992,772	$ 485,460	$ 503,140	$ 321,899	$ 317,135	$ 292,126
Preferred stocks	1,031	-	-	-	-	-
Common stocks	165,873	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	18,682	69,757	10,051	5,283	10,871	41,812
Other invested assets	13,623	617	-	141	-	-
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	1,139	-	449	517	210	524
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	1,193,120	555,834	513,640	327,840	328,216	334,462
Investment income due and accrued	9,295	6,295	4,550	2,650	2,852	3,493
Uncollected premiums and agents' balances in course of collection	20,448	12,906	9,721	15,037	14,774	7,877
Deferred premiums, agents' balances and installments booked but deferred and not yet due	64,554	40,743	30,689	24,869	24,869	24,869
Accrued retrospective premiums and contracts subject to redetermination	729	460	347	281	281	281
Reinsurance - Amounts recoverable from reinsurers	31,919	89,676	17,374	539	669	35,573
Reinsurance - Funds held by or deposited with reinsured companies	-	-	-	-	2	-
Current federal and foreign income tax recoverable and interest thereon	-	119	-	-	-	-
Net deferred tax asset	11,873	7,290	5,426	4,394	4,395	4,495
Guaranty funds receivable or on deposit	22	632	24	121	6	10
Electronic data processing equipment and software	-	-	-	-	-	-
Receivables from parent, subsidiaries and affiliates	-	-	5,251	861	1,164	-
Aggregate write-ins for other-than-invested assets	4,883	3,889	1,319	1,389	1,054	1,235
Total assets	$ 1,336,843	$ 717,844	$ 588,341	$ 377,981	$ 378,282	$ 412,295
Liabilities						
Losses	$ 438,423	$ 276,709	$ 208,430	$ 168,901	$ 168,901	$ 168,901
Reinsurance payable on paid losses and loss adjustment expenses	19,503	36,532	9,272	7,513	7,524	7,513
Loss adjustment expenses	94,632	59,727	44,989	36,457	36,457	36,457
Commissions payable, contingent commissions and other similar charges	10,405	6,567	4,947	4,009	4,009	4,009
Other expenses	7,009	4,403	3,328	2,684	2,685	2,684
Taxes, licenses and fees	3,949	2,492	1,877	1,521	1,521	1,521
Current federal and foreign income taxes	1,049	-	443	304	353	349
Net deferred tax liability	-	-	-	-	-	-
Unearned premiums	159,874	100,904	76,006	61,591	61,591	61,591
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	673	425	320	259	259	259
Ceded reinsurance premiums payable	5,764	45,828	16,792	1,316	1,316	23,403
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	26,906	259	195	158	158	158
Remittances and items not allocated	1,848	-	-	-	937	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	10,794	346	-	-	-	99
Payable for securities	-	-	-	-	-	-
Payable for securities lending	1,139	-	449	517	210	524
Aggregate write-ins for liabilities	551	(299)	(225)	(183)	(183)	(183)
Total liabilities	782,519	533,893	366,823	285,047	285,738	307,285
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	515	325	245	198	198	198
Common capital stock	3,500	5,250	4,200	6,000	4,500	6,000
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-	-
Gross paid in and contributed surplus	167,836	47,400	201,201	36,136	45,262	36,158
Unassigned funds (surplus)	382,473	130,976	15,872	50,600	42,584	62,654
Total surplus as regards policyholders	554,324	183,951	221,518	92,934	92,544	105,010
Total liabilities and surplus as regards policyholders	$ 1,336,843	$ 717,844	$ 588,341	$ 377,981	$ 378,282	$ 412,295

(At December 31, 2021, in thousands)	MERC	ILL	TIN	ATNA	MED	TVC
Assets						
Bonds	$ 298,870	$ 565,170	$ 184,207	$ 189,314	$ 199,326	$ 190,640
Preferred stocks	-	-	-	-	-	-
Common stocks	-	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	4,125	9,138	25,812	5,521	5,550	6,341
Other invested assets	-	11,998	15,518	-	-	-
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	486	-	-	661	-	1,042
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	303,481	586,306	225,537	195,496	204,876	198,023
Investment income due and accrued	2,730	8,277	3,684	1,781	1,855	1,565
Uncollected premiums and agents' balances in course of collection	12,901	6,034	5,028	10,147	10,160	4,525
Deferred premiums, agents' balances and installments booked but deferred and not yet due	21,165	19,049	15,874	15,345	15,345	14,286
Accrued retrospective premiums and contracts subject to redetermination	239	215	179	173	173	161
Reinsurance - Amounts recoverable from reinsurers	2,102	308,290	62,446	4	-	23,148
Reinsurance - Funds held by or deposited with reinsured companies	-	-	-	-	-	-
Current federal and foreign income tax recoverable and interest thereon	-	-	-	-	-	-
Net deferred tax asset	3,790	3,570	2,815	2,712	2,714	2,525
Guaranty funds receivable or on deposit	8	932	16	7	5	34
Electronic data processing equipment and software	-	-	-	-	-	-
Receivables from parent, subsidiaries and affiliates	9,090	20,970	14,188	10,095	-	10,292
Aggregate write-ins for other-than-invested assets	1,119	7,001	634	529	577	735
Total assets	$ 356,625	$ 960,644	$ 330,401	$ 236,289	$ 235,705	$ 255,294
Liabilities						
Losses	$ 143,745	$ 129,371	$ 107,809	$ 104,215	$ 104,215	$ 97,028
Reinsurance payable on paid losses and loss adjustment expenses	6,394	5,875	4,796	4,636	4,636	4,316
Loss adjustment expenses	31,027	27,924	23,270	22,495	22,495	20,943
Commissions payable, contingent commissions and other similar charges	3,412	3,071	2,559	2,473	2,473	2,303
Other expenses	2,291	2,120	1,729	1,657	1,657	1,543
Taxes, licenses and fees	1,295	1,165	971	939	939	874
Current federal and foreign income taxes	371	1,131	336	215	224	201
Net deferred tax liability	-	-	-	-	-	-
Unearned premiums	52,418	47,176	39,313	38,003	38,003	35,382
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	221	199	166	160	160	149
Ceded reinsurance premiums payable	1,120	282,249	64,772	812	812	25,023
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	134	2,757	101	97	97	91
Remittances and items not allocated	-	159	-	-	-	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	-	-	-	-	20	-
Payable for securities	-	-	-	-	-	-
Payable for securities lending	486	-	-	661	-	1,042
Aggregate write-ins for liabilities	(155)	(140)	(116)	(113)	(113)	(105)
Total liabilities	242,759	503,057	245,706	176,250	175,618	188,790
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	169	152	127	123	123	114
Common capital stock	4,230	5,040	3,000	3,500	3,500	6,000
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-	-
Gross paid in and contributed surplus	99,230	378,053	35,606	19,812	16,812	39,000
Unassigned funds (surplus)	10,237	74,342	45,962	36,604	39,652	21,390
Total surplus as regards policyholders	113,866	457,587	84,695	60,039	60,087	66,504
Total liabilities and surplus as regards policyholders	$ 356,625	$ 960,644	$ 330,401	$ 236,289	$ 235,705	$ 255,294

(At December 31, 2021, in thousands)	THM	PLL	TPS	DIPR	NCC	FGIU
Assets						
Bonds	$ 194,942	$ 188,892	$ 189,667	$ 130,087	$ 104,673	$ 138,293
Preferred stocks	-	-	-	-	-	-
Common stocks	-	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	22,521	2,973	8,139	2,569	4,224	2,642
Other invested assets	6,178	-	-	-	177	-
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	-	1,544	1,041	-	434	-
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	223,641	193,409	198,847	132,656	109,508	140,935
Investment income due and accrued	3,952	1,471	1,692	1,278	845	1,157
Uncollected premiums and agents' balances in course of collection	4,525	4,525	4,525	4,946	4,707	1,676
Deferred premiums, agents' balances and installments booked but deferred and not yet due	14,286	14,286	14,286	7,408	7,408	5,291
Accrued retrospective premiums and contracts subject to redetermination	161	161	161	84	84	60
Reinsurance - Amounts recoverable from reinsurers	100,552	123,839	16,252	(541)	442	10,496
Reinsurance - Funds held by or deposited with reinsured companies	-	-	-	-	-	-
Current federal and foreign income tax recoverable and interest thereon	-	-	-	-	-	-
Net deferred tax asset	2,538	2,525	2,525	1,316	1,315	1,066
Guaranty funds receivable or on deposit	418	1	60	1	1	3
Electronic data processing equipment and software	-	-	-	-	-	-
Receivables from parent, subsidiaries and affiliates	25,467	66,544	1,130	470	-	285
Aggregate write-ins for other-than-invested assets	5,909	3,078	994	376	280	258
Total assets	$ 381,449	$ 409,839	$ 240,472	$ 147,994	$ 124,590	$ 161,227
Liabilities						
Losses	$ 97,028	$ 97,028	$ 97,028	$ 50,311	$ 50,311	$ 35,936
Reinsurance payable on paid losses and loss adjustment expenses	4,316	4,316	4,316	2,238	2,238	1,598
Loss adjustment expenses	20,943	20,943	20,943	10,859	10,859	7,757
Commissions payable, contingent commissions and other similar charges	2,303	2,303	2,303	1,194	1,194	853
Other expenses	1,555	1,543	1,543	804	801	581
Taxes, licenses and fees	874	874	874	453	453	324
Current federal and foreign income taxes	236	208	192	108	121	77
Net deferred tax liability	-	-	-	-	-	-
Unearned premiums	35,382	35,382	35,382	18,346	18,346	13,104
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	149	149	149	77	77	55
Ceded reinsurance premiums payable	105,281	176,432	12,414	392	392	9,234
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	91	91	91	47	224	34
Remittances and items not allocated	-	-	-	-	-	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	-	-	-	-	243	-
Payable for securities	-	-	-	-	-	-
Payable for securities lending	-	1,544	1,041	-	434	-
Aggregate write-ins for liabilities	(105)	(105)	(105)	517	(54)	(39)
Total liabilities	268,053	340,708	176,171	85,346	85,639	69,514
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	114	114	114	60	60	42
Common capital stock	5,000	3,500	3,500	6,300	3,000	13,435
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-	-
Gross paid in and contributed surplus	77,500	36,860	38,367	52,332	10,003	72,016
Unassigned funds (surplus)	30,782	28,657	22,320	3,956	25,888	6,220
Total surplus as regards policyholders	113,396	69,131	64,301	62,648	38,951	91,713
Total liabilities and surplus as regards policyholders	$ 381,449	$ 409,839	$ 240,472	$ 147,994	$ 124,590	$ 161,227

(At December 31, 2021, in thousands)	GARD	AES	DISP	NFI	SL	TES
Assets						
Bonds	$ 69,299	$ 26,404	$ 36,327	$ 119,323	$ 189,482	$ 64,111
Preferred stocks	-	-	-	-	-	-
Common stocks	-	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	3,224	1,886	2,253	8,168	5,966	2,323
Other invested assets	-	-	-	3,892	-	-
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	-	-	-	-	1,069	-
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	72,523	28,290	38,580	131,383	196,517	66,434
Investment income due and accrued	557	314	303	1,139	1,755	588
Uncollected premiums and agents' balances in course of collection	2,197	-	-	-	-	-
Deferred premiums, agents' balances and installments booked but deferred and not yet due	5,291	-	-	-	-	-
Accrued retrospective premiums and contracts subject to redetermination	60	-	-	-	-	-
Reinsurance - Amounts recoverable from reinsurers	633	-	-	14,310	304	11,413
Reinsurance - Funds held by or deposited with reinsured companies	-	-	-	-	-	-
Current federal and foreign income tax recoverable and interest thereon	-	-	-	-	-	8
Net deferred tax asset	955	-	-	-	-	-
Guaranty funds receivable or on deposit	135	1	-	-	-	1
Electronic data processing equipment and software	-	-	-	-	-	-
Receivables from parent, subsidiaries and affiliates	676	-	-	2,269	241	25,575
Aggregate write-ins for other-than-invested assets	313	-	-	-	-	-
Total assets	$ 83,340	$ 28,605	$ 38,883	$ 149,101	$ 198,817	$ 104,019
Liabilities						
Losses	$ 35,936	$ -	$ -	$ -	$ -	$ -
Reinsurance payable on paid losses and loss adjustment expenses	1,598	-	-	-	-	-
Loss adjustment expenses	7,757	-	-	-	-	-
Commissions payable, contingent commissions and other similar charges	853	-	-	-	-	-
Other expenses	572	4	6	21	27	9
Taxes, licenses and fees	324	-	-	-	-	-
Current federal and foreign income taxes	82	7	1	51	40	-
Net deferred tax liability	-	506	691	1,680	3,991	1,504
Unearned premiums	13,104	-	-	-	-	-
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	55	-	-	-	-	-
Ceded reinsurance premiums payable	280	-	-	16,533	548	37,230
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	34	-	-	3,893	-	-
Remittances and items not allocated	-	-	-	-	-	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	-	1	1	-	-	-
Payable for securities	-	-	-	-	-	-
Payable for securities lending	-	-	-	-	1,069	-
Aggregate write-ins for liabilities	(39)	-	-	-	-	-
Total liabilities	60,556	518	699	22,178	5,675	38,743
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	42	-	-	-	-	-
Common capital stock	4,200	3,500	5,000	3,500	4,100	3,500
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-	-
Gross paid in and contributed surplus	11,000	21,000	21,506	18,350	56,031	38,000
Unassigned funds (surplus)	7,542	3,587	11,678	105,073	133,011	23,776
Total surplus as regards policyholders	22,784	28,087	38,184	126,923	193,142	65,276
Total liabilities and surplus as regards policyholders	$ 83,340	$ 28,605	$ 38,883	$ 149,101	$ 198,817	$ 104,019

(At December 31, 2021, in thousands)	AEQ	FGIC	GUI	SIC	LYD	LTX
Assets						
Bonds	$ 66,743	$ 16,951	$ 56,174	$ 72,725	$ 10,016	$ 10,673
Preferred stocks	-	-	-	-	-	-
Common stocks	28,087	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	1,699	1,146	2,748	7,188	2,736	1,733
Other invested assets	-	-	-	-	-	-
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	-	-	-	-	-	-
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	96,529	18,097	58,922	79,913	12,752	12,406
Investment income due and accrued	687	102	548	702	115	108
Uncollected premiums and agents' balances in course of collection	-	-	-	1	-	-
Deferred premiums, agents' balances and installments booked but deferred and not yet due	-	-	-	-	-	-
Accrued retrospective premiums and contracts subject to redetermination	-	-	-	-	-	-
Reinsurance - Amounts recoverable from reinsurers	-	4,839	(56)	(2)	24,222	5,030
Reinsurance - Funds held by or deposited with reinsured companies	-	-	-	-	-	-
Current federal and foreign income tax recoverable and interest thereon	2	-	3	3	15	3
Net deferred tax asset	-	-	-	-	-	-
Guaranty funds receivable or on deposit	-	45	-	5	33	34
Electronic data processing equipment and software	-	-	-	-	-	-
Receivables from parent, subsidiaries and affiliates	-	9,019	456	-	-	1,197
Aggregate write-ins for other-than-invested assets	-	390	-	-	-	-
Total assets	$ 97,218	$ 32,492	$ 59,873	$ 80,622	$ 37,137	$ 18,778
Liabilities						
Losses	$ -	$ -	$ -	$ -	$ -	$ -
Reinsurance payable on paid losses and loss adjustment expenses	-	-	-	-	-	-
Loss adjustment expenses	-	-	-	-	-	-
Commissions payable, contingent commissions and other similar charges	-	-	-	-	-	-
Other expenses	-	3	-	-	1	2
Taxes, licenses and fees	-	-	-	-	-	-
Current federal and foreign income taxes	-	4	-	-	-	-
Net deferred tax liability	4	-	2	1	9	7
Unearned premiums	-	-	-	-	-	-
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	-	-	-	-	-	-
Ceded reinsurance premiums payable	-	13,649	121	-	12,100	6,164
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	-	-	-	-	-	-
Remittances and items not allocated	-	-	-	-	-	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	2	-	-	6	12,006	-
Payable for securities	-	-	-	-	-	-
Payable for securities lending	-	-	-	-	-	-
Aggregate write-ins for liabilities	-	-	-	-	-	-
Total liabilities	6	13,656	123	7	24,116	6,173
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	-	-	-	-	-	-
Common capital stock	4,121	5,000	4,000	3,000	-	-
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	300	2,000
Gross paid in and contributed surplus	74,969	8,600	39,455	26,305	200	-
Unassigned funds (surplus)	18,122	5,236	16,295	51,310	12,521	10,605
Total surplus as regards policyholders	97,212	18,836	59,750	80,615	13,021	12,605
Total liabilities and surplus as regards policyholders	$ 97,218	$ 32,492	$ 59,873	$ 80,622	$ 37,137	$ 18,778

(At December 31, 2021, in thousands)	Subtotal	Eliminations		Total
Assets				
Bonds	$ 64,317,403	$ -		$ 64,317,403
Preferred stocks	40,622	-		40,622
Common stocks	11,503,209	7,603,621	(a)	3,899,588
Real estate - Properties occupied by the company	370,427	-		370,427
Real estate - Properties held for the production of income	865,683	-		865,683
Cash, cash equivalents and short-term investments	1,420,580	-		1,420,580
Other invested assets	4,032,878	25,626	(a)	4,007,252
Receivables for securities	91	-		91
Securities lending reinvested collateral assets	252,325	-		252,325
Aggregate write-ins for invested assets	(14,500)	33,776	(n)	(48,276)
Total cash and invested assets	82,788,718	7,663,023		75,125,695
Investment income due and accrued	542,010	-		542,010
Uncollected premiums and agents' balances in course of collection	2,895,692	1,174,701	(c)	1,720,991
Deferred premiums, agents' balances and installments booked but deferred and not yet due	5,293,232	-		5,293,232
Accrued retrospective premiums and contracts subject to redetermination	59,790	-		59,790
Reinsurance - Amounts recoverable from reinsurers	2,955,520	2,734,139	(d)	221,381
Reinsurance - Funds held by or deposited with reinsured companies	4,436	-		4,436
Current federal and foreign income tax recoverable and interest thereon	153	153	(b)	-
Net deferred tax asset	941,196	8,395	(b)	932,801
Guaranty funds receivable or on deposit	5,787	-		5,787
Electronic data processing equipment and software	55,387	-		55,387
Receivables from parent, subsidiaries and affiliates	458,324	420,789	(e)	37,535
Aggregate write-ins for other-than-invested assets	700,957	-		700,957
Total assets	$ 96,701,202	$ 12,001,200		$ 84,700,002
Liabilities				
Losses	$ 36,104,340	$ -		$ 36,104,340
Reinsurance payable on paid losses and loss adjustment expenses	2,802,985	2,734,139	(d)	68,846
Loss adjustment expenses	7,823,370	-		7,823,370
Commissions payable, contingent commissions and other similar charges	854,625	-		854,625
Other expenses	573,924	-		573,924
Taxes, licenses and fees	322,777	-		322,777
Current federal and foreign income taxes	77,323	153	(b)	77,170
Net deferred tax liability	8,395	8,395	(b)	-
Unearned premiums	13,124,781	-		13,124,781
Advance premium	90,254	-		90,254
Dividends declared and unpaid - Policyholders	55,176	-		55,176
Ceded reinsurance premiums payable	1,458,470	1,174,701	(c)	283,769
Funds held by company under reinsurance treaties	59,469	-		59,469
Amounts withheld or retained by company for account of others	1,010,485	-		1,010,485
Remittances and items not allocated	422,430	-		422,430
Provision for reinsurance	79,942	-		79,942
Net adjustments in assets and liabilities due to foreign exchange rates	72,249	-		72,249
Payable to parent, subsidiaries and affiliates	420,789	420,789	(e)	-
Payable for securities	16,030	-		16,030
Payable for securities lending	252,325	-		252,325
Aggregate write-ins for liabilities	274,733	-		274,733
Total liabilities	65,904,872	4,338,177		61,566,695
Surplus as regards policyholders				
Aggregate write-ins for special surplus funds	42,237	372	(o)	41,865
Common capital stock	262,581	201,790	(g)	60,791
Aggregate write-ins for other-than-special surplus funds	2,300	2,300	(f)	-
Gross paid in and contributed surplus	13,249,229	2,523,395	(h)	10,725,834
Unassigned funds (surplus)	17,239,983	4,935,166	(i,l,n,o)	12,304,817
Total surplus as regards policyholders	30,796,330	7,663,023		23,133,307
Total liabilities and surplus as regards policyholders	$ 96,701,202	$ 12,001,200		$ 84,700,002

(At December 31, 2020, in thousands)	IND	FM	TCS	PHX	STD
Assets					
Bonds	$ 15,349,040	$ 14,407,530	$ 10,212,276	$ 2,770,538	$ 2,638,036
Preferred stocks	32,977	1,195	1,932	-	-
Common stocks	3,201,973	2,067,886	4,201,942	987,730	533,299
Real estate - Properties occupied by the company	342,336	26,257	-	-	-
Real estate - Properties held for the production of income	-	906,521	-	-	-
Cash, cash equivalents and short-term investments	612,633	190,598	773,793	158,314	232,206
Other invested assets	723,957	648,170	1,500,393	81,475	178,164
Receivables for securities	5	255	247	23	12
Securities lending reinvested collateral assets	9,984	64,202	6,270	2,672	13,814
Aggregate write-ins for invested assets	(15,289)	-	-	-	-
Total cash and invested assets	20,257,616	18,312,614	16,696,853	4,000,752	3,595,531
Investment income due and accrued	127,461	119,419	89,554	26,470	22,899
Uncollected premiums and agents' balances in course of collection	657,275	818,879	656,715	102,294	79,629
Deferred premiums, agents' balances and installments booked but deferred and not yet due	1,279,337	1,256,822	1,032,113	253,466	245,355
Accrued retrospective premiums and contracts subject to redetermination	17,515	17,230	14,151	3,475	3,364
Reinsurance - Amounts recoverable from reinsurers	1,319,774	22,458	42,246	63,791	169,455
Reinsurance - Funds held by or deposited with reinsured companies	1,149	2,579	851	-	-
Current federal and foreign income tax recoverable and interest thereon	-	6,562	-	-	-
Net deferred tax asset	327,170	224,240	136,500	44,423	42,618
Guaranty funds receivable or on deposit	191	23	461	1,033	747
Electronic data processing equipment and software	51,579	5	-	-	11,034
Receivables from parent, subsidiaries and affiliates	-	-	97,910	1,891	60,884
Aggregate write-ins for other-than-invested assets	380,682	100,983	93,166	14,880	19,336
Total assets	$ 24,419,749	$ 20,881,814	$ 18,860,520	$ 4,512,475	$ 4,250,852
Liabilities					
Losses	$ 8,641,095	$ 8,673,303	$ 6,977,015	$ 1,713,413	$ 1,658,583
Reinsurance payable on paid losses and loss adjustment expenses	1,409,719	366,920	300,735	73,801	71,437
Loss adjustment expenses	1,878,959	1,911,322	1,516,535	372,430	360,512
Commissions payable, contingent commissions and other similar charges	207,472	205,014	167,287	41,082	39,767
Other expenses	133,827	138,659	111,649	27,163	26,443
Taxes, licenses and fees	75,266	76,937	62,147	15,262	14,774
Current federal and foreign income taxes	19,478	-	12,848	2,259	2,822
Net deferred tax liability	-	-	-	-	-
Unearned premiums	3,064,798	3,042,569	2,476,159	608,094	588,635
Advance premium	75,357	-	-	-	-
Dividends declared and unpaid - Policyholders	14,252	14,020	11,515	2,828	2,737
Ceded reinsurance premiums payable	63,657	66,241	51,431	12,630	150,612
Funds held by company under reinsurance treaties	61,385	244	-	-	-
Amounts withheld or retained by company for account of others	1,031,409	21,352	7,743	1,900	1,839
Remittances and items not allocated	192,011	22,577	939	34	902
Provision for reinsurance	42,112	5,488	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	67,366	-	-	-
Payable to parent, subsidiaries and affiliates	304,802	2,885	-	-	-
Payable for securities	17,856	933	7,846	-	9,065
Payable for securities lending	9,984	64,202	6,270	2,672	13,814
Aggregate write-ins for liabilities	226,784	62,786	(7,813)	(1,956)	(1,893)
Total liabilities	17,470,223	14,742,818	11,702,306	2,871,612	2,940,049
Surplus as regards policyholders					
Aggregate write-ins for special surplus funds	11,397	11,212	9,208	2,261	2,189
Common capital stock	10,791	20,000	25,000	10,000	5,000
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-
Gross paid in and contributed surplus	4,234,155	3,238,382	2,629,825	126,370	623,472
Unassigned funds (surplus)	2,693,183	2,869,402	4,494,181	1,502,232	680,142
Total surplus as regards policyholders	6,949,526	6,138,996	7,158,214	1,640,863	1,310,803
Total liabilities and surplus as regards policyholders	$ 24,419,749	$ 20,881,814	$ 18,860,520	$ 4,512,475	$ 4,250,852

(At December 31, 2020, in thousands)	USFG	TLL	FAR	AUT	ICT	COK
Assets						
Bonds	$ 2,761,144	$ 1,693,880	$ 929,537	$ 929,818	$ 918,990	$ 815,062
Preferred stocks	-	-	2,637	-	-	-
Common stocks	-	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	237,656	101,335	34,903	19,950	32,749	19,197
Other invested assets	-	43,067	14,748	216	13,094	3,323
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	11,233	562	4,250	1,765	155	-
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	3,010,033	1,838,844	986,075	951,749	964,988	837,582
Investment income due and accrued	24,959	16,859	8,530	9,996	8,822	8,765
Uncollected premiums and agents' balances in course of collection	146,495	44,915	38,775	22,540	22,540	20,894
Deferred premiums, agents' balances and installments booked but deferred and not yet due	223,557	138,392	75,026	69,450	69,450	64,380
Accrued retrospective premiums and contracts subject to redetermination	3,065	1,897	1,029	952	952	883
Reinsurance - Amounts recoverable from reinsurers	3,363	73,945	10,358	27,201	74,337	70,545
Reinsurance - Funds held by or deposited with reinsured companies	26	-	-	-	-	-
Current federal and foreign income tax recoverable and interest thereon	-	-	-	-	-	-
Net deferred tax asset	29,152	14,538	12,937	11,977	11,413	11,103
Guaranty funds receivable or on deposit	116	474	508	22	346	455
Electronic data processing equipment and software	-	-	-	-	526	-
Receivables from parent, subsidiaries and affiliates	-	4,915	6,370	13,599	24,742	4,161
Aggregate write-ins for other-than-invested assets	11,477	9,581	4,227	4,425	6,227	7,841
Total assets	$ 3,452,243	$ 2,144,360	$ 1,143,835	$ 1,111,911	$ 1,184,343	$ 1,026,609
Liabilities						
Losses	$ 1,511,230	$ 935,523	$ 507,170	$ 469,475	$ 469,475	$ 435,207
Reinsurance payable on paid losses and loss adjustment expenses	65,121	44,081	21,844	20,221	20,221	18,745
Loss adjustment expenses	328,483	203,347	110,239	102,046	102,046	94,597
Commissions payable, contingent commissions and other similar charges	36,235	22,431	12,160	11,257	11,257	10,435
Other expenses	24,009	14,908	8,068	7,463	7,474	6,914
Taxes, licenses and fees	13,461	8,333	4,518	4,182	4,182	3,877
Current federal and foreign income taxes	2,070	1,358	1,437	1,403	308	1,121
Net deferred tax liability	-	-	-	-	-	-
Unearned premiums	536,339	332,020	179,996	166,618	166,618	154,456
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	2,494	1,544	837	774	774	718
Ceded reinsurance premiums payable	11,140	28,489	3,738	15,808	70,254	54,100
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	2,025	1,037	562	520	520	482
Remittances and items not allocated	1	36	-	-	74	48
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	8,804	-	-	-	-	-
Payable for securities	-	-	-	-	-	-
Payable for securities lending	11,233	562	4,250	1,765	155	-
Aggregate write-ins for liabilities	8,594	(1,068)	(579)	(536)	(536)	(497)
Total liabilities	2,561,239	1,592,601	854,240	800,996	852,822	780,203
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	1,994	1,235	669	620	620	574
Common capital stock	35,214	6,000	6,000	6,000	5,000	4,200
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-	-
Gross paid in and contributed surplus	236,805	125,632	126,175	98,351	4,862	80,200
Unassigned funds (surplus)	616,991	418,892	156,751	205,944	321,039	161,432
Total surplus as regards policyholders	891,004	551,759	289,595	310,915	331,521	246,406
Total liabilities and surplus as regards policyholders	$ 3,452,243	$ 2,144,360	$ 1,143,835	$ 1,111,911	$ 1,184,343	$ 1,026,609

(At December 31, 2020, in thousands)	NLI	AMR	PROT	TCT	TCC	TCI
Assets						
Bonds	$ 915,348	$ 496,863	$ 466,276	$ 297,010	$ 303,064	$ 298,064
Preferred stocks	1,054	-	-	-	-	-
Common stocks	163,152	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	55,756	41,768	28,937	15,246	15,678	8,535
Other invested assets	12,784	1,002	-	209	-	-
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	1,083	140	536	5,889	535	637
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	1,149,177	539,773	495,749	318,354	319,277	307,236
Investment income due and accrued	9,540	6,665	4,517	2,653	2,925	3,635
Uncollected premiums and agents' balances in course of collection	20,072	12,668	9,542	14,285	14,474	7,733
Deferred premiums, agents' balances and installments booked but deferred and not yet due	61,846	39,034	29,402	23,826	23,826	23,826
Accrued retrospective premiums and contracts subject to redetermination	848	535	403	326	326	326
Reinsurance - Amounts recoverable from reinsurers	38,839	67,690	17,664	1,066	1,054	54,619
Reinsurance - Funds held by or deposited with reinsured companies	-	-	-	-	2	-
Current federal and foreign income tax recoverable and interest thereon	-	348	-	-	-	-
Net deferred tax asset	11,151	6,742	5,071	4,108	4,108	4,238
Guaranty funds receivable or on deposit	19	846	18	121	6	10
Electronic data processing equipment and software	-	-	-	-	-	-
Receivables from parent, subsidiaries and affiliates	-	-	10,389	112	746	6,968
Aggregate write-ins for other-than-invested assets	5,522	5,992	1,355	1,519	1,087	1,389
Total assets	$ 1,297,014	$ 680,293	$ 574,110	$ 366,370	$ 367,831	$ 409,980
Liabilities						
Losses	$ 418,073	$ 263,866	$ 198,756	$ 161,061	$ 161,061	$ 161,061
Reinsurance payable on paid losses and loss adjustment expenses	18,007	16,731	8,561	6,937	7,009	6,937
Loss adjustment expenses	90,873	57,354	43,202	35,008	35,008	35,008
Commissions payable, contingent commissions and other similar charges	10,024	6,327	4,766	3,862	3,862	3,862
Other expenses	6,677	4,197	3,171	2,558	2,558	2,558
Taxes, licenses and fees	3,724	2,350	1,771	1,435	1,435	1,435
Current federal and foreign income taxes	869	-	290	137	226	226
Net deferred tax liability	-	-	-	-	-	-
Unearned premiums	148,375	93,647	70,539	57,161	57,161	57,161
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	690	435	328	265	265	265
Ceded reinsurance premiums payable	11,724	42,370	19,503	1,187	1,187	34,211
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	27,935	292	220	179	179	179
Remittances and items not allocated	(526)	39	-	-	284	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	11,235	6,763	-	-	-	-
Payable for securities	-	-	-	-	4,156	-
Payable for securities lending	1,083	140	536	5,889	535	637
Aggregate write-ins for liabilities	3,216	(301)	(227)	(184)	(184)	(184)
Total liabilities	751,979	494,210	351,416	275,495	274,742	303,356
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	552	348	262	213	213	213
Common capital stock	3,500	5,250	4,200	6,000	4,500	6,000
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-	-
Gross paid in and contributed surplus	167,836	47,400	201,201	36,136	45,262	36,158
Unassigned funds (surplus)	373,147	133,085	17,031	48,526	43,114	64,253
Total surplus as regards policyholders	545,035	186,083	222,694	90,875	93,089	106,624
Total liabilities and surplus as regards policyholders	$ 1,297,014	$ 680,293	$ 574,110	$ 366,370	$ 367,831	$ 409,980

(At December 31, 2020, in thousands)	MERC	ILL	TIN	ATNA	MED	TVC
Assets						
Bonds	$ 291,208	$ 598,553	$ 199,464	$ 188,876	$ 181,922	$ 183,834
Preferred stocks	-	-	-	-	-	-
Common stocks	-	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	11,953	806	9,348	8,644	15,541	8,518
Other invested assets	-	12,273	15,357	-	-	-
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	-	-	-	535	-	542
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	303,161	611,632	224,169	198,055	197,463	192,894
Investment income due and accrued	2,711	8,373	3,383	1,828	1,808	1,691
Uncollected premiums and agents' balances in course of collection	12,039	5,923	4,936	9,586	9,594	4,442
Deferred premiums, agents' balances and installments booked but deferred and not yet due	20,277	18,250	15,208	14,701	14,701	13,687
Accrued retrospective premiums and contracts subject to redetermination	278	250	209	202	202	188
Reinsurance - Amounts recoverable from reinsurers	6,022	264,646	57,861	16	8	22,447
Reinsurance - Funds held by or deposited with reinsured companies	-	-	-	-	-	-
Current federal and foreign income tax recoverable and interest thereon	-	-	-	-	-	-
Net deferred tax asset	3,497	3,074	2,616	2,535	2,536	2,360
Guaranty funds receivable or on deposit	10	1,116	9	7	7	28
Electronic data processing equipment and software	-	-	-	-	-	-
Receivables from parent, subsidiaries and affiliates	-	-	12,526	84	-	6,504
Aggregate write-ins for other-than-invested assets	983	6,649	660	547	595	1,337
Total assets	$ 348,978	$ 919,913	$ 321,577	$ 227,561	$ 226,914	$ 245,578
Liabilities						
Losses	$ 137,073	$ 123,365	$ 102,805	$ 99,378	$ 99,378	$ 92,524
Reinsurance payable on paid losses and loss adjustment expenses	5,904	5,313	4,428	4,280	4,280	3,985
Loss adjustment expenses	29,794	26,815	22,346	21,601	21,601	20,112
Commissions payable, contingent commissions and other similar charges	3,287	2,958	2,465	2,383	2,383	2,218
Other expenses	2,182	2,012	1,645	1,578	1,578	1,471
Taxes, licenses and fees	1,221	1,099	915	885	885	824
Current federal and foreign income taxes	192	337	235	145	118	137
Net deferred tax liability	-	-	-	-	-	-
Unearned premiums	48,648	43,783	36,485	35,269	35,269	32,837
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	226	204	170	164	164	153
Ceded reinsurance premiums payable	1,010	237,309	63,481	733	733	23,503
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	152	2,261	114	110	110	103
Remittances and items not allocated	-	(72)	-	-	-	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	4,721	4,811	-	-	23	-
Payable for securities	-	-	-	-	-	-
Payable for securities lending	-	-	-	535	-	542
Aggregate write-ins for liabilities	(156)	(141)	(117)	(113)	(113)	(106)
Total liabilities	234,254	450,054	234,972	166,948	166,409	178,303
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	181	163	136	131	131	122
Common capital stock	4,230	5,040	3,000	3,500	3,500	6,000
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-	-
Gross paid in and contributed surplus	99,230	378,053	35,606	19,812	16,812	39,000
Unassigned funds (surplus)	11,083	86,603	47,863	37,170	40,062	22,153
Total surplus as regards policyholders	114,724	469,859	86,605	60,613	60,505	67,275
Total liabilities and surplus as regards policyholders	$ 348,978	$ 919,913	$ 321,577	$ 227,561	$ 226,914	$ 245,578

(At December 31, 2020, in thousands)	THM	PLL	TPS	DIPR	NCC	FGIU
Assets						
Bonds	$ 209,858	$ 184,598	$ 177,401	$ 120,922	$ 98,371	$ 135,489
Preferred stocks	-	-	-	-	-	-
Common stocks	-	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	12,577	6,347	12,884	8,417	6,262	1,178
Other invested assets	5,579	-	-	-	166	-
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	-	11,294	5,288	-	-	-
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	228,014	202,239	195,573	129,339	104,799	136,667
Investment income due and accrued	3,545	1,568	1,669	1,317	836	1,145
Uncollected premiums and agents' balances in course of collection	4,442	4,442	4,442	4,691	4,389	1,645
Deferred premiums, agents' balances and installments booked but deferred and not yet due	13,687	13,687	13,687	7,097	7,097	5,069
Accrued retrospective premiums and contracts subject to redetermination	188	188	188	98	98	69
Reinsurance - Amounts recoverable from reinsurers	119,027	86,387	13,373	1,691	274	9,746
Reinsurance - Funds held by or deposited with reinsured companies	-	-	-	-	-	-
Current federal and foreign income tax recoverable and interest thereon	-	-	-	-	-	-
Net deferred tax asset	2,361	2,360	2,363	1,239	1,230	924
Guaranty funds receivable or on deposit	407	1	15	14	1	12
Electronic data processing equipment and software	-	-	-	-	-	-
Receivables from parent, subsidiaries and affiliates	13,501	52,691	3,653	-	-	1,964
Aggregate write-ins for other-than-invested assets	11,133	4,509	1,837	386	289	268
Total assets	$ 396,305	$ 368,072	$ 236,800	$ 145,872	$ 119,013	$ 157,509
Liabilities						
Losses	$ 92,524	$ 92,524	$ 92,524	$ 47,976	$ 47,976	$ 34,268
Reinsurance payable on paid losses and loss adjustment expenses	3,985	3,985	3,985	2,066	2,066	1,476
Loss adjustment expenses	20,112	20,112	20,112	10,428	10,428	7,448
Commissions payable, contingent commissions and other similar charges	2,218	2,218	2,218	1,150	1,150	822
Other expenses	1,479	1,470	1,471	767	764	554
Taxes, licenses and fees	824	824	824	428	428	305
Current federal and foreign income taxes	159	147	135	63	83	47
Net deferred tax liability	-	-	-	-	-	-
Unearned premiums	32,837	32,837	32,837	17,027	17,027	12,162
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	153	153	153	79	79	57
Ceded reinsurance premiums payable	123,217	131,516	12,472	354	354	10,299
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	103	103	103	53	219	38
Remittances and items not allocated	-	-	-	-	-	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	-	-	-	1,793	25	-
Payable for securities	-	-	-	-	-	-
Payable for securities lending	-	11,294	5,288	-	-	-
Aggregate write-ins for liabilities	(106)	(106)	(106)	647	(55)	(39)
Total liabilities	277,505	297,077	172,016	82,831	80,544	67,437
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	122	122	122	63	63	45
Common capital stock	5,000	3,500	3,500	6,300	3,000	13,435
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-	-
Gross paid in and contributed surplus	77,500	36,860	38,367	52,332	10,003	72,016
Unassigned funds (surplus)	36,178	30,513	22,795	4,346	25,403	4,576
Total surplus as regards policyholders	118,800	70,995	64,784	63,041	38,469	90,072
Total liabilities and surplus as regards policyholders	$ 396,305	$ 368,072	$ 236,800	$ 145,872	$ 119,013	$ 157,509

(At December 31, 2020, in thousands)	GARD	AES	DISP	NFI	SL	TES
Assets						
Bonds	$ 63,919	$ 24,952	$ 36,238	$ 98,500	$ 184,271	$ 60,658
Preferred stocks	-	-	-	-	-	-
Common stocks	-	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	4,099	2,907	1,520	27,570	7,998	4,757
Other invested assets	-	-	-	3,652	-	-
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	-	-	-	530	460	-
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	68,018	27,859	37,758	130,252	192,729	65,415
Investment income due and accrued	553	290	321	1,208	1,808	699
Uncollected premiums and agents' balances in course of collection	2,966	1	-	-	-	-
Deferred premiums, agents' balances and installments booked but deferred and not yet due	5,069	-	-	-	-	-
Accrued retrospective premiums and contracts subject to redetermination	69	-	-	-	-	-
Reinsurance - Amounts recoverable from reinsurers	247	-	-	9,987	6,090	5,703
Reinsurance - Funds held by or deposited with reinsured companies	-	-	-	-	-	-
Current federal and foreign income tax recoverable and interest thereon	-	-	-	-	-	-
Net deferred tax asset	884	-	-	-	-	-
Guaranty funds receivable or on deposit	158	1	-	-	-	1
Electronic data processing equipment and software	-	-	-	-	-	-
Receivables from parent, subsidiaries and affiliates	2,112	-	-	4,383	-	23,317
Aggregate write-ins for other-than-invested assets	288	-	-	-	-	-
Total assets	$ 80,364	$ 28,151	$ 38,079	$ 145,830	$ 200,627	$ 95,135
Liabilities						
Losses	$ 34,268	$ -	$ -	$ -	$ -	$ -
Reinsurance payable on paid losses and loss adjustment expenses	1,476	-	-	-	-	-
Loss adjustment expenses	7,448	-	-	-	-	-
Commissions payable, contingent commissions and other similar charges	822	-	-	-	-	-
Other expenses	545	9	13	51	77	25
Taxes, licenses and fees	305	-	-	-	-	-
Current federal and foreign income taxes	56	97	127	548	772	239
Net deferred tax liability	-	555	756	2,049	4,463	1,632
Unearned premiums	12,162	-	-	-	-	-
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	57	-	-	-	-	-
Ceded reinsurance premiums payable	252	-	-	14,316	1,472	29,193
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	38	-	-	3,653	-	-
Remittances and items not allocated	-	-	-	-	-	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	-	2	3	-	4,596	-
Payable for securities	-	-	-	-	-	-
Payable for securities lending	-	-	-	530	460	-
Aggregate write-ins for liabilities	(39)	-	-	-	-	-
Total liabilities	57,390	663	899	21,147	11,840	31,089
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	45	-	-	-	-	-
Common capital stock	4,200	3,500	5,000	3,500	4,100	3,500
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	-	-
Gross paid in and contributed surplus	11,000	21,000	21,506	18,350	56,031	38,000
Unassigned funds (surplus)	7,729	2,988	10,674	102,833	128,656	22,546
Total surplus as regards policyholders	22,974	27,488	37,180	124,683	188,787	64,046
Total liabilities and surplus as regards policyholders	$ 80,364	$ 28,151	$ 38,079	$ 145,830	$ 200,627	$ 95,135

(At December 31, 2020, in thousands)	AEQ	FGIC	GUI	SIC	LYD	LTX
Assets						
Bonds	$ 65,901	$ 18,061	$ 54,115	$ 76,420	$ 10,316	$ 11,632
Preferred stocks	-	-	-	-	-	-
Common stocks	27,488	-	-	-	-	-
Real estate - Properties occupied by the company	-	-	-	-	-	-
Real estate - Properties held for the production of income	-	-	-	-	-	-
Cash, cash equivalents and short-term investments	4,032	155	3,593	3,671	2,173	988
Other invested assets	-	-	-	-	-	-
Receivables for securities	-	-	-	-	-	-
Securities lending reinvested collateral assets	-	-	-	-	-	-
Aggregate write-ins for invested assets	-	-	-	-	-	-
Total cash and invested assets	97,421	18,216	57,708	80,091	12,489	12,620
Investment income due and accrued	685	114	560	802	114	119
Uncollected premiums and agents' balances in course of collection	8	-	-	4	-	-
Deferred premiums, agents' balances and installments booked but deferred and not yet due	-	-	-	-	-	-
Accrued retrospective premiums and contracts subject to redetermination	-	-	-	-	-	-
Reinsurance - Amounts recoverable from reinsurers	15	1,572	(115)	6	5,366	3,787
Reinsurance - Funds held by or deposited with reinsured companies	-	-	-	-	-	-
Current federal and foreign income tax recoverable and interest thereon	1	1	-	-	9	1
Net deferred tax asset	-	-	-	-	-	-
Guaranty funds receivable or on deposit	-	124	-	5	39	41
Electronic data processing equipment and software	-	-	-	-	-	-
Receivables from parent, subsidiaries and affiliates	-	4,341	281	-	4,252	2,727
Aggregate write-ins for other-than-invested assets	-	358	(73)	-	-	-
Total assets	$ 98,130	$ 24,726	$ 58,361	$ 80,908	$ 22,269	$ 19,295
Liabilities						
Losses	$ -	$ -	$ -	$ -	$ -	$ -
Reinsurance payable on paid losses and loss adjustment expenses	-	-	-	-	-	-
Loss adjustment expenses	-	-	-	-	-	-
Commissions payable, contingent commissions and other similar charges	-	-	-	-	-	-
Other expenses	-	3	-	-	2	1
Taxes, licenses and fees	-	-	-	-	-	-
Current federal and foreign income taxes	-	-	-	-	-	-
Net deferred tax liability	11	6	7	4	25	8
Unearned premiums	-	-	-	-	-	-
Advance premium	-	-	-	-	-	-
Dividends declared and unpaid - Policyholders	-	-	-	-	-	-
Ceded reinsurance premiums payable	-	5,755	39	-	9,519	6,450
Funds held by company under reinsurance treaties	-	-	-	-	-	-
Amounts withheld or retained by company for account of others	-	-	-	-	-	-
Remittances and items not allocated	-	-	-	-	-	-
Provision for reinsurance	-	-	-	-	-	-
Net adjustments in assets and liabilities due to foreign exchange rates	-	-	-	-	-	-
Payable to parent, subsidiaries and affiliates	18	-	-	12	-	-
Payable for securities	-	-	-	-	-	-
Payable for securities lending	-	-	-	-	-	-
Aggregate write-ins for liabilities	-	-	-	-	-	-
Total liabilities	29	5,764	46	16	9,546	6,459
Surplus as regards policyholders						
Aggregate write-ins for special surplus funds	-	-	-	-	-	-
Common capital stock	4,121	5,000	4,000	3,000	-	-
Aggregate write-ins for other-than-special surplus funds	-	-	-	-	300	2,000
Gross paid in and contributed surplus	74,969	8,600	39,455	26,305	200	-
Unassigned funds (surplus)	19,011	5,362	14,860	51,587	12,223	10,836
Total surplus as regards policyholders	98,101	18,962	58,315	80,892	12,723	12,836
Total liabilities and surplus as regards policyholders	$ 98,130	$ 24,726	$ 58,361	$ 80,908	$ 22,269	$ 19,295

(At December 31, 2020, in thousands)	Subtotal	Eliminations		Total
Assets				
Bonds	$ 59,477,955	$ -		$ 59,477,955
Preferred stocks	39,795	-		39,795
Common stocks	11,183,470	7,533,633	(a)	3,649,837
Real estate - Properties occupied by the company	368,593	-		368,593
Real estate - Properties held for the production of income	906,521	-		906,521
Cash, cash equivalents and short-term investments	2,745,192	-		2,745,192
Other invested assets	3,257,629	25,559	(a)	3,232,070
Receivables for securities	542	-		542
Securities lending reinvested collateral assets	142,376	-		142,376
Aggregate write-ins for invested assets	(15,289)	37,917	(n)	(53,206)
Total cash and invested assets	78,106,784	7,597,109		70,509,675
Investment income due and accrued	530,816	-		530,816
Uncollected premiums and agents' balances in course of collection	2,763,275	1,054,216	(c)	1,709,059
Deferred premiums, agents' balances and installments booked but deferred and not yet due	5,071,325	-		5,071,325
Accrued retrospective premiums and contracts subject to redetermination	69,504	-		69,504
Reinsurance - Amounts recoverable from reinsurers	2,672,561	2,498,669	(d)	173,892
Reinsurance - Funds held by or deposited with reinsured companies	4,607	-		4,607
Current federal and foreign income tax recoverable and interest thereon	6,922	6,922	(b)	-
Net deferred tax asset	929,468	9,516	(b)	919,952
Guaranty funds receivable or on deposit	7,392	-		7,392
Electronic data processing equipment and software	63,144	-		63,144
Receivables from parent, subsidiaries and affiliates	365,023	350,493	(e)	14,530
Aggregate write-ins for other-than-invested assets	699,455	(2)	(n)	699,457
Total assets	$ 91,290,276	$ 11,516,923		$ 79,773,353
Liabilities				
Losses	$ 34,451,950	$ -		$ 34,451,950
Reinsurance payable on paid losses and loss adjustment expenses	2,524,256	2,498,669	(d)	25,587
Loss adjustment expenses	7,515,326	-		7,515,326
Commissions payable, contingent commissions and other similar charges	823,392	-		823,392
Other expenses	545,993	-		545,993
Taxes, licenses and fees	304,856	-		304,856
Current federal and foreign income taxes	50,489	6,922	(b)	43,567
Net deferred tax liability	9,516	9,516	(b)	-
Unearned premiums	12,189,526	-		12,189,526
Advance premium	75,357	-		75,357
Dividends declared and unpaid - Policyholders	56,553	-		56,553
Ceded reinsurance premiums payable	1,310,259	1,054,216	(c)	256,043
Funds held by company under reinsurance treaties	61,629	-		61,629
Amounts withheld or retained by company for account of others	1,105,533	-		1,105,533
Remittances and items not allocated	216,347	-		216,347
Provision for reinsurance	47,600	-		47,600
Net adjustments in assets and liabilities due to foreign exchange rates	67,366	-		67,366
Payable to parent, subsidiaries and affiliates	350,493	350,493	(e)	-
Payable for securities	39,856	-		39,856
Payable for securities lending	142,376	-		142,376
Aggregate write-ins for liabilities	284,872	-		284,872
Total liabilities	62,173,545	3,919,816		58,253,729
Surplus as regards policyholders				
Aggregate write-ins for special surplus funds	45,226	441	(o)	44,785
Common capital stock	262,581	201,790	(g)	60,791
Aggregate write-ins for other-than-special surplus funds	2,300	2,300	(f)	-
Gross paid in and contributed surplus	13,249,229	2,523,395	(h)	10,725,834
Unassigned funds (surplus)	15,557,395	4,869,181	(i,l,n,o)	10,688,214
Total surplus as regards policyholders	29,116,731	7,597,107		21,519,624
Total liabilities and surplus as regards policyholders	$ 91,290,276	$ 11,516,923		$ 79,773,353

(For the year ended December 31, 2021, in thousands)	IND	FM	TCS	PHX	STD
Underwriting Income					
Premiums earned	$ 6,760,707	$ 6,711,915	$ 5,462,210	$ 1,341,806	$ 1,298,481
Losses incurred	3,901,862	3,849,445	3,154,324	774,638	749,849
Loss adjustment expenses incurred	694,197	694,291	561,617	137,922	133,508
Other underwriting expenses incurred	1,961,079	1,949,190	1,584,352	389,084	376,634
Net underwriting gain (loss)	203,569	218,989	161,917	40,162	38,490
Investment Income					
Net investment income earned	755,870	749,991	1,208,795	168,028	170,649
Net realized capital gains (losses) less capital gains tax	(16,217)	24,641	(6,009)	(352)	(2,298)
Net investment gain (loss)	739,653	774,632	1,202,786	167,676	168,351
Other Income					
Net gain (loss) from agents' or premium balances charged off	(14,966)	(14,723)	(12,092)	(2,970)	(2,874)
Finance and service charges not included in premiums	22,829	22,456	18,445	4,530	4,385
Aggregate write-ins for miscellaneous income (expense)	59,326	4,115	(778)	(642)	(1,478)
Total other income (expense)	67,189	11,848	5,575	918	33
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	1,010,411	1,005,469	1,370,278	208,756	206,874
Dividends to policyholders	8,784	8,641	7,097	1,743	1,687
Federal and foreign income taxes incurred	172,360	147,462	134,585	20,963	27,362
Net income (loss)	$ 829,267	$ 849,366	$ 1,228,596	$ 186,050	$ 177,825
Statutory Statement of Changes in Capital and Surplus					
Surplus as regards policyholders - December 31, prior year	$ 6,949,526	$ 6,138,996	$ 7,158,214	$ 1,640,863	$ 1,310,803
Net income (loss)	829,267	849,366	1,228,596	186,050	177,825
Change in net unrealized capital gains or (losses)	135,688	108,643	346,163	(17,187)	20,247
Change in net unrealized foreign exchange capital gain (loss)	(856)	(5,858)	(2,130)	(3)	(3)
Change in net deferred income tax	25,250	9,015	(15,970)	3,104	4,425
Change in nonadmitted assets	64,096	27,471	12,098	596	3,553
Change in provision for reinsurance	(33,339)	997	-	-	-
Dividends to stockholders (cash)	(640,000)	(506,000)	(897,000)	(100,000)	(132,000)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-
Change in surplus as regards policyholders for the year	380,106	483,634	671,757	72,560	74,047
Surplus as regards policyholders - December 31, current year	$ 7,329,632	$ 6,622,630	$ 7,829,971	$ 1,713,423	$ 1,384,850

(For the year ended December 31, 2021, in thousands)	USFG	TLL	FAR	AUT	ICT	COK
Underwriting Income						
Premiums earned	$ 1,183,120	$ 732,407	$ 397,057	$ 367,545	$ 367,545	$ 340,717
Losses incurred	683,230	422,952	229,292	212,251	212,251	196,758
Loss adjustment expenses incurred	121,647	75,305	40,825	37,791	37,791	35,032
Other underwriting expenses incurred	343,173	212,440	115,169	106,609	106,609	98,827
Net underwriting gain (loss)	35,070	21,710	11,771	10,894	10,894	10,100
Investment Income						
Net investment income earned	83,796	66,543	32,046	28,879	28,392	24,484
Net realized capital gains (losses) less capital gains tax	(734)	(64)	(162)	(621)	(30)	(88)
Net investment gain (loss)	83,062	66,479	31,884	28,258	28,362	24,396
Other Income						
Net gain (loss) from agents' or premium balances charged off	(2,619)	(1,621)	(879)	(814)	(814)	(754)
Finance and service charges not included in premiums	3,995	2,473	1,341	1,241	1,241	1,151
Aggregate write-ins for miscellaneous income (expense)	(216)	(932)	(36)	(417)	(404)	(327)
Total other income (expense)	1,160	(80)	426	10	23	70
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	119,292	88,109	44,081	39,162	39,279	34,566
Dividends to policyholders	1,537	952	516	478	478	443
Federal and foreign income taxes incurred	21,397	17,944	7,538	6,791	7,242	5,819
Net income (loss)	$ 96,358	$ 69,213	$ 36,027	$ 31,893	$ 31,559	$ 28,304
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 891,004	$ 551,759	$ 289,595	$ 310,915	$ 331,521	$ 246,406
Net income (loss)	96,358	69,213	36,027	31,893	31,559	28,304
Change in net unrealized capital gains or (losses)	14	6,328	(186)	6	2,732	686
Change in net unrealized foreign exchange capital gain (loss)	(3)	(2)	(1)	(2)	(1)	(1)
Change in net deferred income tax	3,722	4,191	462	1,039	1,360	637
Change in nonadmitted assets	551	2,115	625	803	1,576	585
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(109,600)	(71,800)	(36,700)	(35,400)	(35,600)	(26,500)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	(8,958)	10,045	227	(1,661)	1,626	3,711
Surplus as regards policyholders - December 31, current year	$ 882,046	$ 561,804	$ 289,822	$ 309,254	$ 333,147	$ 250,117

(For the year ended December 31, 2021, in thousands)	NLI	AMR	PROT	TCT	TCC	TCI
Underwriting Income						
Premiums earned	$ 327,303	$ 206,576	$ 155,703	$ 126,092	$ 126,092	$ 126,092
Losses incurred	189,011	119,294	89,858	72,816	72,816	72,816
Loss adjustment expenses incurred	33,653	21,240	15,999	12,964	12,964	12,964
Other underwriting expenses incurred	94,937	59,919	45,134	36,574	36,574	36,574
Net underwriting gain (loss)	9,702	6,123	4,712	3,738	3,738	3,738
Investment Income						
Net investment income earned	30,625	13,537	13,837	8,863	8,594	7,056
Net realized capital gains (losses) less capital gains tax	67	15	(14)	(27)	(5)	21
Net investment gain (loss)	30,692	13,552	13,823	8,836	8,589	7,077
Other Income						
Net gain (loss) from agents' or premium balances charged off	(725)	(457)	(344)	(279)	(279)	(279)
Finance and service charges not included in premiums	1,105	697	525	426	426	426
Aggregate write-ins for miscellaneous income (expense)	(37)	(89)	(264)	(505)	69	(569)
Total other income (expense)	343	151	(83)	(358)	216	(422)
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	40,737	19,826	18,452	12,216	12,543	10,393
Dividends to policyholders	425	268	202	164	164	164
Federal and foreign income taxes incurred	5,635	2,699	2,857	1,958	2,085	1,573
Net income (loss)	$ 34,677	$ 16,859	$ 15,393	$ 10,094	$ 10,294	$ 8,656
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 545,035	$ 186,083	$ 222,694	$ 90,875	$ 93,089	$ 106,624
Net income (loss)	34,677	16,859	15,393	10,094	10,294	8,656
Change in net unrealized capital gains or (losses)	2,703	268	(13)	3	-	-
Change in net unrealized foreign exchange capital gain (loss)	(1)	(1)	-	-	-	-
Change in net deferred income tax	985	573	392	340	325	379
Change in nonadmitted assets	(75)	169	52	22	36	(49)
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(29,000)	(20,000)	(17,000)	(8,400)	(11,200)	(10,600)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	9,289	(2,132)	(1,176)	2,059	(545)	(1,614)
Surplus as regards policyholders - December 31, current year	$ 554,324	$ 183,951	$ 221,518	$ 92,934	$ 92,544	$ 105,010

(For the year ended December 31, 2021, in thousands)	MERC	ILL	TIN	ATNA	MED	TVC
Underwriting Income						
Premiums earned	$ 107,313	$ 96,581	$ 80,484	$ 77,801	$ 77,801	$ 72,436
Losses incurred	61,971	55,774	46,478	44,929	44,929	41,830
Loss adjustment expenses incurred	11,034	9,930	8,275	7,999	7,999	7,448
Other underwriting expenses incurred	31,127	28,014	23,345	22,567	22,567	21,011
Net underwriting gain (loss)	3,181	2,863	2,386	2,306	2,306	2,147
Investment Income						
Net investment income earned	8,548	14,505	4,405	5,117	5,080	5,001
Net realized capital gains (losses) less capital gains tax	(69)	(15)	4	(13)	2	(12)
Net investment gain (loss)	8,479	14,490	4,409	5,104	5,082	4,989
Other Income						
Net gain (loss) from agents' or premium balances charged off	(237)	(214)	(178)	(172)	(172)	(160)
Finance and service charges not included in premiums	362	326	271	263	263	244
Aggregate write-ins for miscellaneous income (expense)	(52)	(2,720)	(669)	(17)	(17)	(274)
Total other income (expense)	73	(2,608)	(576)	74	74	(190)
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	11,733	14,745	6,219	7,484	7,462	6,946
Dividends to policyholders	139	125	105	101	101	94
Federal and foreign income taxes incurred	1,809	392	(329)	1,180	1,202	1,130
Net income (loss)	$ 9,785	$ 14,228	$ 6,443	$ 6,203	$ 6,159	$ 5,722
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 114,724	$ 469,859	$ 86,605	$ 60,613	$ 60,505	$ 67,275
Net income (loss)	9,785	14,228	6,443	6,203	6,159	5,722
Change in net unrealized capital gains or (losses)	-	(41)	-	-	-	-
Change in net unrealized foreign exchange capital gain (loss)	-	(1)	-	-	-	-
Change in net deferred income tax	383	646	554	202	199	190
Change in nonadmitted assets	(26)	(104)	(307)	21	24	17
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(11,000)	(27,000)	(8,600)	(7,000)	(6,800)	(6,700)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	(858)	(12,272)	(1,910)	(574)	(418)	(771)
Surplus as regards policyholders - December 31, current year	$ 113,866	$ 457,587	$ 84,695	$ 60,039	$ 60,087	$ 66,504

(For the year ended December 31, 2021, in thousands)	THM	PLL	TPS	DIPR	NCC	FGIU
Underwriting Income						
Premiums earned	$ 72,436	$ 72,436	$ 72,436	$ 37,560	$ 37,560	$ 26,828
Losses incurred	41,830	41,830	41,830	21,690	21,690	15,493
Loss adjustment expenses incurred	7,448	7,448	7,448	3,862	3,862	2,758
Other underwriting expenses incurred	21,011	21,011	21,011	10,894	10,894	7,782
Net underwriting gain (loss)	2,147	2,147	2,147	1,114	1,114	795
Investment Income						
Net investment income earned	5,782	4,982	4,908	3,184	2,596	3,342
Net realized capital gains (losses) less capital gains tax	(4)	(19)	(16)	(8)	(4)	(17)
Net investment gain (loss)	5,778	4,963	4,892	3,176	2,592	3,325
Other Income						
Net gain (loss) from agents' or premium balances charged off	(160)	(160)	(160)	(83)	(83)	(59)
Finance and service charges not included in premiums	244	244	244	127	127	90
Aggregate write-ins for miscellaneous income (expense)	(1,143)	(1,162)	(135)	73	(7)	(129)
Total other income (expense)	(1,059)	(1,078)	(51)	117	37	(98)
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	6,866	6,032	6,988	4,407	3,743	4,022
Dividends to policyholders	94	94	94	49	49	35
Federal and foreign income taxes incurred	596	1,009	1,182	647	619	733
Net income (loss)	$ 6,176	$ 4,929	$ 5,712	$ 3,711	$ 3,075	$ 3,254
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 118,800	$ 70,995	$ 64,784	$ 63,041	$ 38,469	$ 90,072
Net income (loss)	6,176	4,929	5,712	3,711	3,075	3,254
Change in net unrealized capital gains or (losses)	-	-	-	76	-	577
Change in net unrealized foreign exchange capital gain (loss)	-	-	-	-	-	-
Change in net deferred income tax	390	192	179	86	101	216
Change in nonadmitted assets	(170)	15	26	34	6	94
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(11,800)	(7,000)	(6,400)	(4,300)	(2,700)	(2,500)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	(5,404)	(1,864)	(483)	(393)	482	1,641
Surplus as regards policyholders - December 31, current year	$ 113,396	$ 69,131	$ 64,301	$ 62,648	$ 38,951	$ 91,713

(For the year ended December 31, 2021, in thousands)	GARD	AES	DISP	NFI	SL	TES
Underwriting Income						
Premiums earned	$ 26,828	$ -	$ -	$ -	$ -	$ -
Losses incurred	15,493	-	-	-	-	-
Loss adjustment expenses incurred	2,758	-	-	-	-	-
Other underwriting expenses incurred	7,782	-	-	-	-	-
Net underwriting gain (loss)	795	-	-	-	-	-
Investment Income						
Net investment income earned	1,781	658	1,008	2,568	5,097	1,675
Net realized capital gains (losses) less capital gains tax	2	(5)	(24)	(89)	(173)	(15)
Net investment gain (loss)	1,783	653	984	2,479	4,924	1,660
Other Income						
Net gain (loss) from agents' or premium balances charged off	(59)	-	-	-	-	-
Finance and service charges not included in premiums	90	-	-	-	-	-
Aggregate write-ins for miscellaneous income (expense)	(8)	-	-	-	(18)	(290)
Total other income (expense)	23	-	-	-	(18)	(290)
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	2,601	653	984	2,479	4,906	1,370
Dividends to policyholders	35	-	-	-	-	-
Federal and foreign income taxes incurred	443	103	201	608	1,063	268
Net income (loss)	$ 2,123	$ 550	$ 783	$ 1,871	$ 3,843	$ 1,102
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 22,974	$ 27,488	$ 37,180	$ 124,683	$ 188,787	$ 64,046
Net income (loss)	2,123	550	783	1,871	3,843	1,102
Change in net unrealized capital gains or (losses)	-	-	123	-	31	-
Change in net unrealized foreign exchange capital gain (loss)	-	-	-	-	-	-
Change in net deferred income tax	82	49	98	369	481	128
Change in nonadmitted assets	5	-	-	-	-	-
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(2,400)	-	-	-	-	-
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	(190)	599	1,004	2,240	4,355	1,230
Surplus as regards policyholders - December 31, current year	$ 22,784	$ 28,087	$ 38,184	$ 126,923	$ 193,142	$ 65,276

(For the year ended December 31, 2021, in thousands)	AEQ	FGIC	GUI	SIC	LYD	LTX
Underwriting Income						
Premiums earned	$ -	$ -	$ -	$ -	$ -	$ -
Losses incurred	-	-	-	-	-	-
Loss adjustment expenses incurred	-	-	-	-	-	-
Other underwriting expenses incurred	-	-	-	-	(2,146)	(919)
Net underwriting gain (loss)	-	-	-	-	2,146	919
Investment Income						
Net investment income earned	1,961	350	1,545	2,064	316	315
Net realized capital gains (losses) less capital gains tax	2	(11)	(3)	2	(13)	-
Net investment gain (loss)	1,963	339	1,542	2,066	303	315
Other Income						
Net gain (loss) from agents' or premium balances charged off	-	-	-	-	-	-
Finance and service charges not included in premiums	-	-	-	-	-	-
Aggregate write-ins for miscellaneous income (expense)	-	(37)	-	-	(121)	(66)
Total other income (expense)	-	(37)	-	-	(121)	(66)
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	1,963	302	1,542	2,066	2,328	1,168
Dividends to policyholders	-	-	-	-	-	-
Federal and foreign income taxes incurred	158	34	113	146	446	200
Net income (loss)	$ 1,805	$ 268	$ 1,429	$ 1,920	$ 1,882	$ 968
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 98,101	$ 18,962	$ 58,315	$ 80,892	$ 12,723	$ 12,836
Net income (loss)	1,805	268	1,429	1,920	1,882	968
Change in net unrealized capital gains or (losses)	599	-	-	-	-	-
Change in net unrealized foreign exchange capital gain (loss)	-	-	-	-	-	-
Change in net deferred income tax	7	8	6	3	16	1
Change in nonadmitted assets	-	(2)	-	-	-	-
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(3,300)	(400)	-	(2,200)	(1,600)	(1,200)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	(889)	(126)	1,435	(277)	298	(231)
Surplus as regards policyholders - December 31, current year	$ 97,212	$ 18,836	$ 59,750	$ 80,615	$ 13,021	$ 12,605

(For the year ended December 31, 2021, in thousands)	Subtotal	Eliminations		Total
Underwriting Income				
Premiums earned	$ 26,889,868	$ -		$ 26,889,868
Losses incurred	15,499,230	-		15,499,230
Loss adjustment expenses incurred	2,767,979	-		2,767,979
Other underwriting expenses incurred	7,798,829	-		7,798,829
Net underwriting gain (loss)	823,830	-		823,830
Investment Income				
Net investment income earned	3,486,773	624,700	(j)	2,862,073
Net realized capital gains (losses) less capital gains tax	(2,375)	(4,897)	(n)	2,522
Net investment gain (loss)	3,484,398	619,803		2,864,595
Other Income				
Net gain (loss) from agents' or premium balances charged off	(59,386)	-		(59,386)
Finance and service charges not included in premiums	90,587	-		90,587
Aggregate write-ins for miscellaneous income (expense)	50,024	2	(n)	50,022
Total other income (expense)	81,225	2		81,223
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	4,389,453	619,805		3,769,648
Dividends to policyholders	34,858	-		34,858
Federal and foreign income taxes incurred	600,223	-		600,223
Net income (loss)	$ 3,754,372	$ 619,805		$ 3,134,567
Statutory Statement of Changes in Capital and Surplus				
Surplus as regards policyholders - December 31, prior year	$ 29,116,731	$ 7,597,107	(k)	$ 21,519,624
Net income (loss)	3,754,372	619,805	(j,n)	3,134,567
Change in net unrealized capital gains or (losses)	607,460	70,811	(a,n)	536,649
Change in net unrealized foreign exchange capital gain (loss)	(8,863)	-		(8,863)
Change in net deferred income tax	44,815	-		44,815
Change in nonadmitted assets	113,857	-		113,857
Change in provision for reinsurance	(32,342)	-		(32,342)
Dividends to stockholders (cash)	(2,799,700)	(624,700)	(j)	(2,175,000)
Aggregate write-ins for gains and losses in surplus	-	-		-
Change in surplus as regards policyholders for the year	1,679,599	65,916		1,613,683
Surplus as regards policyholders - December 31, current year	$ 30,796,330	$ 7,663,023		$ 23,133,307

(For the year ended December 31, 2020, in thousands)	IND	FM	TCS	PHX	STD
Underwriting Income					
Premiums earned	$ 6,369,774	$ 6,338,673	$ 5,146,360	$ 1,264,041	$ 1,223,398
Losses incurred	3,646,940	3,622,272	2,946,544	723,611	700,455
Loss adjustment expenses incurred	611,877	609,022	494,340	121,400	117,515
Other underwriting expenses incurred	1,858,983	1,851,078	1,501,855	368,825	357,023
Net underwriting gain (loss)	251,974	256,301	203,621	50,205	48,405
Investment Income					
Net investment income earned	786,689	715,927	825,415	145,397	133,006
Net realized capital gains (losses) less capital gains tax	(12,506)	(87,633)	(18,556)	(183)	409
Net investment gain (loss)	774,183	628,294	806,859	145,214	133,415
Other Income					
Net gain (loss) from agents' or premium balances charged off	(11,495)	(11,308)	(9,288)	(2,281)	(2,208)
Finance and service charges not included in premiums	20,223	19,895	16,340	4,013	3,884
Aggregate write-ins for miscellaneous income (expense)	37,467	730	1,127	818	(1,100)
Total other income (expense)	46,195	9,317	8,179	2,550	576
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	1,072,352	893,912	1,018,659	197,969	182,396
Dividends to policyholders	8,717	8,575	7,043	1,730	1,674
Federal and foreign income taxes incurred	126,552	136,333	114,039	23,538	29,196
Net income (loss)	$ 937,083	$ 749,004	$ 897,577	$ 172,701	$ 151,526
Statutory Statement of Changes in Capital and Surplus					
Surplus as regards policyholders - December 31, prior year	$ 6,708,811	$ 5,868,725	$ 6,890,367	$ 1,609,357	$ 1,212,405
Net income (loss)	937,083	749,004	897,577	172,701	151,526
Change in net unrealized capital gains or (losses)	9,577	38,940	146,972	17,007	28,325
Change in net unrealized foreign exchange capital gain (loss)	(213)	306	3,709	-	-
Change in net deferred income tax	30,637	14,322	10,797	3,068	2,541
Change in nonadmitted assets	(138,377)	(2,005)	792	(370)	3,006
Change in provision for reinsurance	(6,993)	(296)	-	-	-
Dividends to stockholders (cash)	(591,000)	(530,000)	(792,000)	(160,900)	(87,000)
Aggregate write-ins for gains and losses in surplus	1	-	-	-	-
Change in surplus as regards policyholders for the year	240,715	270,271	267,847	31,506	98,398
Surplus as regards policyholders - December 31, current year	$ 6,949,526	$ 6,138,996	$ 7,158,214	$ 1,640,863	$ 1,310,803

(For the year ended December 31, 2020, in thousands)	USFG	TLL	FAR	AUT	ICT	COK
Underwriting Income						
Premiums earned	$ 1,114,707	$ 690,056	$ 374,097	$ 346,292	$ 346,292	$ 321,015
Losses incurred	638,225	395,092	214,189	198,269	198,269	183,797
Loss adjustment expenses incurred	107,075	66,284	35,934	33,264	33,264	30,835
Other underwriting expenses incurred	325,304	201,378	109,172	101,058	101,058	93,682
Net underwriting gain (loss)	44,103	27,302	14,802	13,701	13,701	12,701
Investment Income						
Net investment income earned	90,200	57,486	28,859	29,474	27,989	24,861
Net realized capital gains (losses) less capital gains tax	(452)	314	106	202	238	(2,337)
Net investment gain (loss)	89,748	57,800	28,965	29,676	28,227	22,524
Other Income						
Net gain (loss) from agents' or premium balances charged off	(2,012)	(1,246)	(675)	(625)	(625)	(579)
Finance and service charges not included in premiums	3,539	2,191	1,188	1,100	1,100	1,019
Aggregate write-ins for miscellaneous income (expense)	(151)	(139)	1,507	(410)	573	3,699
Total other income (expense)	1,376	806	2,020	65	1,048	4,139
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	135,227	85,908	45,787	43,442	42,976	39,364
Dividends to policyholders	1,526	944	512	474	474	440
Federal and foreign income taxes incurred	24,083	13,134	8,511	7,545	6,900	7,563
Net income (loss)	$ 109,618	$ 71,830	$ 36,764	$ 35,423	$ 35,602	$ 31,361
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 882,589	$ 563,111	$ 283,283	$ 307,291	$ 326,734	$ 234,350
Net income (loss)	109,618	71,830	36,764	35,423	35,602	31,361
Change in net unrealized capital gains or (losses)	329	(7,486)	(879)	(574)	443	767
Change in net unrealized foreign exchange capital gain (loss)	-	-	-	1	-	-
Change in net deferred income tax	3,864	141	1,200	787	32	1,964
Change in nonadmitted assets	(96)	(1,937)	(873)	287	410	(836)
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(105,300)	(73,900)	(29,900)	(32,300)	(31,700)	(21,200)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	8,415	(11,352)	6,312	3,624	4,787	12,056
Surplus as regards policyholders - December 31, current year	$ 891,004	$ 551,759	$ 289,595	$ 310,915	$ 331,521	$ 246,406

(For the year ended December 31, 2020, in thousands)	NLI	AMR	PROT	TCT	TCC	TCI
Underwriting Income						
Premiums earned	$ 308,377	$ 194,631	$ 146,706	$ 118,801	$ 118,801	$ 118,801
Losses incurred	176,561	111,436	83,939	68,019	68,019	68,019
Loss adjustment expenses incurred	29,622	18,696	14,082	11,412	11,412	11,412
Other underwriting expenses incurred	89,993	56,799	42,784	34,670	34,670	34,670
Net underwriting gain (loss)	12,201	7,700	5,901	4,700	4,700	4,700
Investment Income						
Net investment income earned	43,380	14,643	14,237	9,002	9,038	7,592
Net realized capital gains (losses) less capital gains tax	20	2,409	45	62	38	(17)
Net investment gain (loss)	43,400	17,052	14,282	9,064	9,076	7,575
Other Income						
Net gain (loss) from agents' or premium balances charged off	(557)	(351)	(265)	(214)	(214)	(214)
Finance and service charges not included in premiums	979	618	466	377	377	377
Aggregate write-ins for miscellaneous income (expense)	52	1,221	(222)	316	268	(569)
Total other income (expense)	474	1,488	(21)	479	431	(406)
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	56,075	26,240	20,162	14,243	14,207	11,869
Dividends to policyholders	422	266	201	162	162	162
Federal and foreign income taxes incurred	6,238	5,918	3,198	2,265	2,406	1,817
Net income (loss)	$ 49,415	$ 20,056	$ 16,763	$ 11,816	$ 11,639	$ 9,890
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 538,787	$ 187,612	$ 221,030	$ 87,399	$ 91,170	$ 96,557
Net income (loss)	49,415	20,056	16,763	11,816	11,639	9,890
Change in net unrealized capital gains or (losses)	3,875	51	(15)	(16)	-	-
Change in net unrealized foreign exchange capital gain (loss)	-	-	-	-	-	-
Change in net deferred income tax	919	652	399	240	337	383
Change in nonadmitted assets	(361)	2,312	(183)	(64)	(157)	(206)
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(47,600)	(24,600)	(15,300)	(8,500)	(9,900)	-
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	6,248	(1,529)	1,664	3,476	1,919	10,067
Surplus as regards policyholders - December 31, current year	$ 545,035	$ 186,083	$ 222,694	$ 90,875	$ 93,089	$ 106,624

(For the year ended December 31, 2020, in thousands)	MERC	ILL	TIN	ATNA	MED	TVC
Underwriting Income						
Premiums earned	$ 101,107	$ 90,996	$ 75,830	$ 73,303	$ 73,303	$ 68,247
Losses incurred	57,889	52,100	43,417	41,970	41,970	39,075
Loss adjustment expenses incurred	9,712	8,741	7,284	7,041	7,041	6,555
Other underwriting expenses incurred	29,506	26,555	22,129	21,392	21,392	19,917
Net underwriting gain (loss)	4,000	3,600	3,000	2,900	2,900	2,700
Investment Income						
Net investment income earned	8,804	14,934	4,503	5,418	5,276	5,284
Net realized capital gains (losses) less capital gains tax	50	(1,079)	27	55	-	13
Net investment gain (loss)	8,854	13,855	4,530	5,473	5,276	5,297
Other Income						
Net gain (loss) from agents' or premium balances charged off	(182)	(164)	(137)	(132)	(132)	(123)
Finance and service charges not included in premiums	321	289	241	233	233	217
Aggregate write-ins for miscellaneous income (expense)	(39)	(2,318)	(642)	(9)	(9)	(260)
Total other income (expense)	100	(2,193)	(538)	92	92	(166)
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	12,954	15,262	6,992	8,465	8,268	7,831
Dividends to policyholders	138	125	104	100	100	93
Federal and foreign income taxes incurred	1,965	369	(542)	1,352	1,344	1,294
Net income (loss)	$ 10,851	$ 14,768	$ 7,430	$ 7,013	$ 6,824	$ 6,444
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 114,920	$ 453,901	$ 79,069	$ 59,589	$ 59,668	$ 67,127
Net income (loss)	10,851	14,768	7,430	7,013	6,824	6,444
Change in net unrealized capital gains or (losses)	-	697	-	-	-	-
Change in net unrealized foreign exchange capital gain (loss)	-	-	-	-	-	-
Change in net deferred income tax	280	242	(203)	202	207	177
Change in nonadmitted assets	(127)	251	309	(91)	(94)	(73)
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(11,200)	-	-	(6,100)	(6,100)	(6,400)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	(196)	15,958	7,536	1,024	837	148
Surplus as regards policyholders - December 31, current year	$ 114,724	$ 469,859	$ 86,605	$ 60,613	$ 60,505	$ 67,275

(For the year ended December 31, 2020, in thousands)	THM	PLL	TPS	DIPR	NCC	FGIU
Underwriting Income						
Premiums earned	$ 68,247	$ 68,247	$ 68,247	$ 35,387	$ 35,387	$ 25,277
Losses incurred	39,075	39,075	39,075	20,261	20,261	14,472
Loss adjustment expenses incurred	6,555	6,555	6,555	3,399	3,399	2,428
Other underwriting expenses incurred	19,917	19,917	19,917	10,327	10,327	7,377
Net underwriting gain (loss)	2,700	2,700	2,700	1,400	1,400	1,000
Investment Income						
Net investment income earned	6,135	5,233	5,188	3,574	2,730	3,484
Net realized capital gains (losses) less capital gains tax	6	25	4	11	(26)	23
Net investment gain (loss)	6,141	5,258	5,192	3,585	2,704	3,507
Other Income						
Net gain (loss) from agents' or premium balances charged off	(123)	(123)	(123)	(64)	(64)	(46)
Finance and service charges not included in premiums	217	217	217	112	112	80
Aggregate write-ins for miscellaneous income (expense)	(1,170)	(702)	(139)	(54)	(4)	(145)
Total other income (expense)	(1,076)	(608)	(45)	(6)	44	(111)
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	7,765	7,350	7,847	4,979	4,148	4,396
Dividends to policyholders	93	93	93	48	48	34
Federal and foreign income taxes incurred	706	1,284	1,370	710	706	661
Net income (loss)	$ 6,966	$ 5,973	$ 6,384	$ 4,221	$ 3,394	$ 3,701
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 111,731	$ 64,919	$ 64,196	$ 62,944	$ 37,823	$ 89,585
Net income (loss)	6,966	5,973	6,384	4,221	3,394	3,701
Change in net unrealized capital gains or (losses)	-	-	-	14	-	109
Change in net unrealized foreign exchange capital gain (loss)	-	-	-	-	-	-
Change in net deferred income tax	33	180	190	112	105	89
Change in nonadmitted assets	70	(77)	(86)	(50)	(53)	(12)
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	-	-	(5,900)	(4,200)	(2,800)	(3,400)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	7,069	6,076	588	97	646	487
Surplus as regards policyholders - December 31, current year	$ 118,800	$ 70,995	$ 64,784	$ 63,041	$ 38,469	$ 90,072

(For the year ended December 31, 2020, in thousands)	GARD	AES	DISP	NFI	SL	TES
Underwriting Income						
Premiums earned	$ 25,277	$ -	$ -	$ -	$ -	$ -
Losses incurred	14,472	-	-	-	-	-
Loss adjustment expenses incurred	2,428	-	-	-	-	-
Other underwriting expenses incurred	7,377	-	-	-	-	-
Net underwriting gain (loss)	1,000	-	-	-	-	-
Investment Income						
Net investment income earned	1,923	742	1,023	3,050	5,254	1,833
Net realized capital gains (losses) less capital gains tax	(7)	2,458	3,306	12,521	19,612	7,304
Net investment gain (loss)	1,916	3,200	4,329	15,571	24,866	9,137
Other Income						
Net gain (loss) from agents' or premium balances charged off	(46)	-	-	-	-	-
Finance and service charges not included in premiums	80	-	-	-	-	-
Aggregate write-ins for miscellaneous income (expense)	(7)	-	-	-	(10)	(202)
Total other income (expense)	27	-	-	-	(10)	(202)
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	2,943	3,200	4,329	15,571	24,856	8,935
Dividends to policyholders	34	-	-	-	-	-
Federal and foreign income taxes incurred	503	(884)	(1,224)	(4,554)	(7,716)	(2,401)
Net income (loss)	$ 2,406	$ 4,084	$ 5,553	$ 20,125	$ 32,572	$ 11,336
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 22,720	$ 26,973	$ 36,826	$ 121,464	$ 184,875	$ 62,199
Net income (loss)	2,406	4,084	5,553	20,125	32,572	11,336
Change in net unrealized capital gains or (losses)	-	-	23	-	9	-
Change in net unrealized foreign exchange capital gain (loss)	-	-	-	-	-	-
Change in net deferred income tax	88	(1,528)	(2,106)	(7,820)	(13,012)	(4,246)
Change in nonadmitted assets	(40)	359	484	2,414	3,143	957
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(2,200)	(2,400)	(3,600)	(11,500)	(18,800)	(6,200)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	254	515	354	3,219	3,912	1,847
Surplus as regards policyholders - December 31, current year	$ 22,974	$ 27,488	$ 37,180	$ 124,683	$ 188,787	$ 64,046

(For the year ended December 31, 2020, in thousands)	AEQ	FGIC	GUI	SIC	LYD	LTX
Underwriting Income						
Premiums earned	$ -	$ -	$ -	$ -	$ -	$ -
Losses incurred	-	-	-	-	-	-
Loss adjustment expenses incurred	-	-	-	-	-	-
Other underwriting expenses incurred	-	-	-	-	(1,801)	(979)
Net underwriting gain (loss)	-	-	-	-	1,801	979
Investment Income						
Net investment income earned	4,436	459	1,636	2,313	344	354
Net realized capital gains (losses) less capital gains tax	2	(5)	2	2	-	-
Net investment gain (loss)	4,438	454	1,638	2,315	344	354
Other Income						
Net gain (loss) from agents' or premium balances charged off	-	-	-	-	-	-
Finance and service charges not included in premiums	-	-	-	-	-	-
Aggregate write-ins for miscellaneous income (expense)	-	(5)	-	-	(115)	(70)
Total other income (expense)	-	(5)	-	-	(115)	(70)
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	4,438	449	1,638	2,315	2,030	1,263
Dividends to policyholders	-	-	-	-	-	-
Federal and foreign income taxes incurred	166	57	123	163	380	215
Net income (loss)	$ 4,272	$ 392	$ 1,515	$ 2,152	$ 1,650	$ 1,048
Statutory Statement of Changes in Capital and Surplus						
Surplus as regards policyholders - December 31, prior year	$ 97,413	$ 18,562	$ 56,802	$ 81,341	$ 12,569	$ 13,087
Net income (loss)	4,272	392	1,515	2,152	1,650	1,048
Change in net unrealized capital gains or (losses)	514	-	-	-	-	-
Change in net unrealized foreign exchange capital gain (loss)	-	-	-	-	-	-
Change in net deferred income tax	2	8	(2)	(1)	4	1
Change in nonadmitted assets	-	-	-	-	-	-
Change in provision for reinsurance	-	-	-	-	-	-
Dividends to stockholders (cash)	(4,100)	-	-	(2,600)	(1,500)	(1,300)
Aggregate write-ins for gains and losses in surplus	-	-	-	-	-	-
Change in surplus as regards policyholders for the year	688	400	1,513	(449)	154	(251)
Surplus as regards policyholders - December 31, current year	$ 98,101	$ 18,962	$ 58,315	$ 80,892	$ 12,723	$ 12,836

Travelers Audited Combined Statutory Financial Statements - Combining Worksheet
Statutory Statement of Income

(For the year ended December 31, 2020, in thousands)	Subtotal	Eliminations		Total
Underwriting Income				
Premiums earned	$ 25,349,677	$ -		$ 25,349,677
Losses incurred	14,506,768	-		14,506,768
Loss adjustment expenses incurred	2,435,139	-		2,435,139
Other underwriting expenses incurred	7,396,272	-		7,396,272
Net underwriting gain (loss)	1,011,498	-		1,011,498
Investment Income				
Net investment income earned	3,057,125	661,400	(j)	2,395,725
Net realized capital gains (losses) less capital gains tax	(73,537)	43,114	(n)	(116,651)
Net investment gain (loss)	2,983,588	704,514		2,279,074
Other Income				
Net gain (loss) from agents' or premium balances charged off	(45,616)	-		(45,616)
Finance and service charges not included in premiums	80,255	-		80,255
Aggregate write-ins for miscellaneous income (expense)	39,287	-		39,287
Total other income (expense)	73,926	-		73,926
Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes	4,069,012	704,514		3,364,498
Dividends to policyholders	34,587	-		34,587
Federal and foreign income taxes incurred	515,283	-		515,283
Net income (loss)	$ 3,519,142	$ 704,514		$ 2,814,628
Statutory Statement of Changes in Capital and Surplus				
Surplus as regards policyholders - December 31, prior year	$ 28,109,881	$ 7,439,891	(k)	$ 20,669,990
Net income (loss)	3,519,142	704,514	(j,n)	2,814,628
Change in net unrealized capital gains or (losses)	238,682	114,101	(a,n)	124,581
Change in net unrealized foreign exchange capital gain (loss)	3,803	-		3,803
Change in net deferred income tax	45,285	-		45,285
Change in nonadmitted assets	(131,374)	-		(131,374)
Change in provision for reinsurance	(7,289)	-		(7,289)
Dividends to stockholders (cash)	(2,661,400)	(661,400)	(j)	(2,000,000)
Aggregate write-ins for gains and losses in surplus	1	1	(n)	-
Change in surplus as regards policyholders for the year	1,006,850	157,216		849,634
Surplus as regards policyholders - December 31, current year	$ 29,116,731	$ 7,597,107		$ 21,519,624

(For the year ended December 31, 2021, in thousands)	IND	FM	TCS	PHX	STD
Cash from Operations					
Premiums collected net of reinsurance	$ 6,949,285	$ 6,847,065	$ 5,578,143	$ 1,380,417	$ 1,371,074
Net investment income	843,971	837,064	1,247,255	179,772	178,873
Miscellaneous income	63,202	11,295	5,575	918	33
Total	7,856,458	7,695,424	6,830,973	1,561,107	1,549,980
Benefit and loss related payments	3,454,252	3,422,923	2,764,755	680,638	718,385
Commissions, expenses paid and aggregate write-ins for deductions	2,559,138	2,548,076	2,067,668	506,735	491,333
Dividends paid to policyholders	9,132	8,983	7,378	1,812	1,754
Federal and foreign income taxes paid (recovered)	173,304	149,493	128,749	20,728	25,946
Total	6,195,826	6,129,475	4,968,550	1,209,913	1,237,418
Net cash provided by (used in) operations	1,660,632	1,565,949	1,862,423	351,194	312,562
Cash from Investments					
Proceeds from investments sold, matured or repaid:					
Bonds	3,281,633	2,672,648	2,136,032	292,772	275,084
Stocks	215	92,928	3,237	-	-
Real estate	-	31,111	-	-	-
Other invested assets	44,466	104,448	179,006	-	19,204
Net gains or (losses) on cash, cash equivalents and short-term investments	-	(21)	-	-	-
Miscellaneous proceeds	3,719	808	7,158	326	-
Total investment proceeds	3,330,033	2,901,922	2,325,433	293,098	294,288
Cost of investments acquired:					
Bonds	4,519,181	3,385,111	3,567,959	666,196	662,062
Stocks	3,500	86,535	-	-	-
Real estate	17,869	21,756	-	-	-
Other invested assets	56,486	574,729	183,406	531	1,655
Miscellaneous applications	30,684	57,001	10,137	-	15,673
Total investments acquired	4,627,720	4,125,132	3,761,502	666,727	679,390
Net increase (decrease) in contract loans and premium notes	1,986	-	-	-	-
Net cash provided by (used in) investments	(1,299,673)	(1,223,210)	(1,436,069)	(373,629)	(385,102)
Cash from Financing and Miscellaneous Sources					
Cash provided (applied):					
Dividends to stockholders	(640,000)	(506,000)	(897,000)	(100,000)	(132,000)
Other cash provided (applied)	250,998	45,553	7,782	(11,766)	16,273
Net cash provided by (used in) financing and miscellaneous sources	(389,002)	(460,447)	(889,218)	(111,766)	(115,727)
Net change in cash, cash equivalents and short-term investments	(28,043)	(117,708)	(462,864)	(134,201)	(188,267)
Cash, cash equivalents and short-term investments - beginning of year	612,633	190,598	773,793	158,314	232,206
Cash, cash equivalents and short-term investments - end of year	$ 584,590	$ 72,890	$ 310,929	$ 24,113	$ 43,939

(For the year ended December 31, 2021, in thousands)	USFG	TLL	FAR	AUT	ICT	COK
Cash from Operations						
Premiums collected net of reinsurance	$ 1,208,808	$ 750,819	$ 406,298	$ 375,325	$ 380,588	$ 360,594
Net investment income	95,712	73,176	35,636	32,619	32,601	28,306
Miscellaneous income	1,160	(80)	426	10	23	70
Total	1,305,680	823,915	442,360	407,954	413,212	388,970
Benefit and loss related payments	614,522	367,152	200,720	188,378	195,768	190,124
Commissions, expenses paid and aggregate write-ins for deductions	447,878	277,286	150,136	139,155	139,060	128,798
Dividends paid to policyholders	1,598	989	536	496	496	460
Federal and foreign income taxes paid (recovered)	20,399	18,405	7,132	6,639	5,619	5,501
Total	1,084,397	663,832	358,524	334,668	340,943	324,883
Net cash provided by (used in) operations	221,283	160,083	83,836	73,286	72,269	64,087
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	344,782	192,872	118,243	82,494	94,551	80,318
Stocks	-	-	-	38	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	13,516	773	53	8,488	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	-	-	-	-	-	-
Total investment proceeds	344,782	206,388	119,016	82,585	103,039	80,318
Cost of investments acquired:						
Bonds	662,157	375,206	167,652	135,586	174,648	129,308
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	1,430	8	4	6	8
Miscellaneous applications	10,096	16,884	3,220	9,656	1,916	-
Total investments acquired	672,253	393,520	170,880	145,246	176,570	129,316
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	(327,471)	(187,132)	(51,864)	(62,661)	(73,531)	(48,998)
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(109,600)	(71,800)	(36,700)	(35,400)	(35,600)	(26,500)
Other cash provided (applied)	3,404	14,901	(13,315)	16,050	8,392	4,229
Net cash provided by (used in) financing and miscellaneous sources	(106,196)	(56,899)	(50,015)	(19,350)	(27,208)	(22,271)
Net change in cash, cash equivalents and short-term investments	(212,384)	(83,948)	(18,043)	(8,725)	(28,470)	(7,182)
Cash, cash equivalents and short-term investments - beginning of year	237,656	101,335	34,903	19,950	32,749	19,197
Cash, cash equivalents and short-term investments - end of year	$ 25,272	$ 17,387	$ 16,860	$ 11,225	$ 4,279	$ 12,015

(For the year ended December 31, 2021, in thousands)	NLI	AMR	PROT	TCT	TCC	TCI
Cash from Operations						
Premiums collected net of reinsurance	$ 330,079	$ 215,549	$ 157,145	$ 128,979	$ 129,431	$ 118,649
Net investment income	35,038	17,924	15,962	9,974	9,970	10,116
Miscellaneous income	343	151	(83)	(358)	216	(422)
Total	365,460	233,624	173,024	138,595	139,617	128,343
Benefit and loss related payments	160,246	108,636	79,183	63,873	64,076	45,354
Commissions, expenses paid and aggregate write-ins for deductions	123,913	77,710	58,913	47,736	47,736	47,736
Dividends paid to policyholders	442	279	210	170	170	170
Federal and foreign income taxes paid (recovered)	5,513	2,455	2,752	1,803	1,954	1,428
Total	290,114	189,080	141,058	113,582	113,936	94,688
Net cash provided by (used in) operations	75,346	44,544	31,966	25,013	25,681	33,655
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	93,766	58,091	32,955	24,334	34,370	29,777
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	918	-	-	73	-	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	-	140	87	5,371	326	114
Total investment proceeds	94,684	58,231	33,042	29,778	34,696	29,891
Cost of investments acquired:						
Bonds	175,215	50,210	71,952	50,341	49,748	26,754
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	1,757	-	-	-	-	-
Miscellaneous applications	56	-	-	-	4,156	-
Total investments acquired	177,028	50,210	71,952	50,341	53,904	26,754
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	(82,344)	8,021	(38,910)	(20,563)	(19,208)	3,137
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(29,000)	(20,000)	(17,000)	(8,400)	(11,200)	(10,600)
Other cash provided (applied)	(1,076)	(4,576)	5,058	(6,013)	(80)	7,085
Net cash provided by (used in) financing and miscellaneous sources	(30,076)	(24,576)	(11,942)	(14,413)	(11,280)	(3,515)
Net change in cash, cash equivalents and short-term investments	(37,074)	27,989	(18,886)	(9,963)	(4,807)	33,277
Cash, cash equivalents and short-term investments - beginning of year	55,756	41,768	28,937	15,246	15,678	8,535
Cash, cash equivalents and short-term investments - end of year	$ 18,682	$ 69,757	$ 10,051	$ 5,283	$ 10,871	$ 41,812

(For the year ended December 31, 2021, in thousands)	MERC	ILL	TIN	ATNA	MED	TVC
Cash from Operations						
Premiums collected net of reinsurance	$ 109,548	$ 144,100	$ 83,924	$ 79,486	$ 79,481	$ 75,890
Net investment income	9,927	20,839	7,549	6,208	5,895	5,985
Miscellaneous income	73	(2,608)	(576)	74	74	(190)
Total	119,548	162,331	90,897	85,768	85,450	81,685
Benefit and loss related payments	50,889	92,851	45,691	39,724	39,728	37,697
Commissions, expenses paid and aggregate write-ins for deductions	40,624	35,158	30,476	29,454	29,452	27,429
Dividends paid to policyholders	145	130	109	105	105	98
Federal and foreign income taxes paid (recovered)	1,672	(429)	(434)	1,128	1,095	1,078
Total	93,330	127,710	75,842	70,411	70,380	66,302
Net cash provided by (used in) operations	26,218	34,621	15,055	15,357	15,070	15,383
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	26,977	67,833	16,029	30,963	15,815	35,973
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	206	-	-	-	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	-	-	-	-	-	-
Total investment proceeds	26,977	68,039	16,029	30,963	15,815	35,973
Cost of investments acquired:						
Bonds	36,058	39,231	2,122	32,436	34,077	43,634
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	1,745	2,249	-	-	-
Miscellaneous applications	486	-	-	126	-	500
Total investments acquired	36,544	40,976	4,371	32,562	34,077	44,134
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	(9,567)	27,063	11,658	(1,599)	(18,262)	(8,161)
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(11,000)	(27,000)	(8,600)	(7,000)	(6,800)	(6,700)
Other cash provided (applied)	(13,479)	(26,352)	(1,649)	(9,881)	1	(2,699)
Net cash provided by (used in) financing and miscellaneous sources	(24,479)	(53,352)	(10,249)	(16,881)	(6,799)	(9,399)
Net change in cash, cash equivalents and short-term investments	(7,828)	8,332	16,464	(3,123)	(9,991)	(2,177)
Cash, cash equivalents and short-term investments - beginning of year	11,953	806	9,348	8,644	15,541	8,518
Cash, cash equivalents and short-term investments - end of year	$ 4,125	$ 9,138	$ 25,812	$ 5,521	$ 5,550	$ 6,341

(For the year ended December 31, 2021, in thousands)	THM	PLL	TPS	DIPR	NCC	FGIU
Cash from Operations						
Premiums collected net of reinsurance	$ 56,433	$ 119,285	$ 74,311	$ 38,389	$ 38,325	$ 26,479
Net investment income	7,916	5,603	5,705	3,920	3,038	3,787
Miscellaneous income	(1,059)	(1,078)	(51)	117	37	(98)
Total	63,290	123,810	79,965	42,426	41,400	30,168
Benefit and loss related payments	18,521	74,448	39,874	16,951	19,350	14,452
Commissions, expenses paid and aggregate write-ins for deductions	25,286	27,422	27,433	14,207	14,219	10,147
Dividends paid to policyholders	98	98	98	51	51	36
Federal and foreign income taxes paid (recovered)	522	969	1,140	611	586	713
Total	44,427	102,937	68,545	31,820	34,206	25,348
Net cash provided by (used in) operations	18,863	20,873	11,420	10,606	7,194	4,820
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	29,929	34,999	22,042	13,062	7,290	14,250
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	-	12	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	-	9,750	4,247	-	-	-
Total investment proceeds	29,929	44,749	26,289	13,062	7,302	14,250
Cost of investments acquired:						
Bonds	16,845	39,811	35,142	22,826	14,042	16,789
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	1,724	-	-	-	23	-
Miscellaneous applications	-	-	-	-	434	-
Total investments acquired	18,569	39,811	35,142	22,826	14,499	16,789
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	11,360	4,938	(8,853)	(9,764)	(7,197)	(2,539)
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(11,800)	(7,000)	(6,400)	(4,300)	(2,700)	(2,500)
Other cash provided (applied)	(8,479)	(22,185)	(912)	(2,390)	665	1,683
Net cash provided by (used in) financing and miscellaneous sources	(20,279)	(29,185)	(7,312)	(6,690)	(2,035)	(817)
Net change in cash, cash equivalents and short-term investments	9,944	(3,374)	(4,745)	(5,848)	(2,038)	1,464
Cash, cash equivalents and short-term investments - beginning of year	12,577	6,347	12,884	8,417	6,262	1,178
Cash, cash equivalents and short-term investments - end of year	$ 22,521	$ 2,973	$ 8,139	$ 2,569	$ 4,224	$ 2,642

(For the year ended December 31, 2021, in thousands)	GARD	AES	DISP	NFI	SL	TES
Cash from Operations						
Premiums collected net of reinsurance	$ 28,371	$ 1	$ -	$ 2,217	$ (924)	$ 8,038
Net investment income	2,160	768	1,058	3,044	5,607	1,962
Miscellaneous income	23	-	-	-	(18)	(290)
Total	30,554	769	1,058	5,261	4,665	9,710
Benefit and loss related payments	14,088	-	-	4,323	(5,786)	5,709
Commissions, expenses paid and aggregate write-ins for deductions	10,134	-	-	-	-	-
Dividends paid to policyholders	36	-	-	-	-	-
Federal and foreign income taxes paid (recovered)	416	198	351	1,196	1,962	531
Total	24,674	198	351	5,519	(3,824)	6,240
Net cash provided by (used in) operations	5,880	571	707	(258)	8,489	3,470
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	4,618	1,000	3,387	26,425	25,125	11,849
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	262	-	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	-	-	-	530	-	-
Total investment proceeds	4,618	1,000	3,387	27,217	25,125	11,849
Cost of investments acquired:						
Bonds	10,379	2,591	3,360	47,684	30,811	15,494
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	502	-	-
Miscellaneous applications	-	-	-	-	608	-
Total investments acquired	10,379	2,591	3,360	48,186	31,419	15,494
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	(5,761)	(1,591)	27	(20,969)	(6,294)	(3,645)
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(2,400)	-	-	-	-	-
Other cash provided (applied)	1,406	(1)	(1)	1,825	(4,227)	(2,259)
Net cash provided by (used in) financing and miscellaneous sources	(994)	(1)	(1)	1,825	(4,227)	(2,259)
Net change in cash, cash equivalents and short-term investments	(875)	(1,021)	733	(19,402)	(2,032)	(2,434)
Cash, cash equivalents and short-term investments - beginning of year	4,099	2,907	1,520	27,570	7,998	4,757
Cash, cash equivalents and short-term investments - end of year	$ 3,224	$ 1,886	$ 2,253	$ 8,168	$ 5,966	$ 2,323

(For the year ended December 31, 2021, in thousands)	AEQ	FGIC	GUI	SIC	LYD	LTX
Cash from Operations						
Premiums collected net of reinsurance	$ 8	$ 7,893	$ 83	$ 3	$ 2,581	$ (287)
Net investment income	2,322	474	1,939	2,634	395	411
Miscellaneous income	-	(37)	-	-	(121)	(66)
Total	2,330	8,330	2,022	2,637	2,855	58
Benefit and loss related payments	(15)	3,268	59	(9)	18,856	1,242
Commissions, expenses paid and aggregate write-ins for deductions	-	(79)	-	-	(2,153)	(926)
Dividends paid to policyholders	-	-	-	-	-	-
Federal and foreign income taxes paid (recovered)	158	25	120	146	465	201
Total	143	3,214	179	137	17,168	517
Net cash provided by (used in) operations	2,187	5,116	1,843	2,500	(14,313)	(459)
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	3,004	3,765	10,250	13,650	895	875
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	-	-	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	-	-	-	-	-	-
Total investment proceeds	3,004	3,765	10,250	13,650	895	875
Cost of investments acquired:						
Bonds	4,209	2,780	12,689	10,426	676	-
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	-	-	-
Miscellaneous applications	-	-	-	-	-	-
Total investments acquired	4,209	2,780	12,689	10,426	676	-
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	(1,205)	985	(2,439)	3,224	219	875
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(3,300)	(400)	-	(2,200)	(1,600)	(1,200)
Other cash provided (applied)	(15)	(4,710)	(249)	(7)	16,257	1,529
Net cash provided by (used in) financing and miscellaneous sources	(3,315)	(5,110)	(249)	(2,207)	14,657	329
Net change in cash, cash equivalents and short-term investments	(2,333)	991	(845)	3,517	563	745
Cash, cash equivalents and short-term investments - beginning of year	4,032	155	3,593	3,671	2,173	988
Cash, cash equivalents and short-term investments - end of year	$ 1,699	$ 1,146	$ 2,748	$ 7,188	$ 2,736	$ 1,733

(For the year ended December 31, 2021, in thousands)	Subtotal	Eliminations		Total
Cash from Operations				
Premiums collected net of reinsurance	$ 27,661,883	$ -		$ 27,661,883
Net investment income	3,793,115	624,700	(j)	3,168,415
Miscellaneous income	76,685	2	(n)	76,683
Total	31,531,683	624,702		30,906,981
Benefit and loss related payments	13,850,896	-		13,850,896
Commissions, expenses paid and aggregate write-ins for deductions	10,177,290	-		10,177,290
Dividends paid to policyholders	36,235	-		36,235
Federal and foreign income taxes paid (recovered)	592,240	-		592,240
Total	24,656,661	-		24,656,661
Net cash provided by (used in) operations	6,875,022	624,702		6,250,320
Cash from Investments				
Proceeds from investments sold, matured or repaid:				
Bonds	10,264,727	98,822	(m)	10,165,905
Stocks	96,418	-		96,418
Real estate	31,111	-		31,111
Other invested assets	371,425	-		371,425
Net gains or (losses) on cash, cash equivalents and short-term investments	(21)	-		(21)
Miscellaneous proceeds	32,576	-		32,576
Total investment proceeds	10,796,236	98,822		10,697,414
Cost of investments acquired:				
Bonds	15,343,398	98,822	(m)	15,244,576
Stocks	90,035	-		90,035
Real estate	39,625	-		39,625
Other invested assets	826,263	-		826,263
Miscellaneous applications	161,633	-		161,633
Total investments acquired	16,460,954	98,822		16,362,132
Net increase (decrease) in contract loans and premium notes	1,986	-		1,986
Net cash provided by (used in) investments	(5,666,704)	-		(5,666,704)
Cash from Financing and Miscellaneous Sources				
Cash provided (applied):				
Dividends to stockholders	(2,799,700)	(624,700)	(j)	(2,175,000)
Other cash provided (applied)	266,770	(2)	(n)	266,772
Net cash provided by (used in) financing and miscellaneous sources	(2,532,930)	(624,702)		(1,908,228)
Net change in cash, cash equivalents and short-term investments	(1,324,612)	-		(1,324,612)
Cash, cash equivalents and short-term investments - beginning of year	2,745,192	-		2,745,192
Cash, cash equivalents and short-term investments - end of year	$ 1,420,580	$ -		$ 1,420,580

(For the year ended December 31, 2020, in thousands)	IND	FM	TCS	PHX	STD
Cash from Operations					
Premiums collected net of reinsurance	$ 6,470,486	$ 6,434,617	$ 5,231,871	$ 1,287,351	$ 1,276,104
Net investment income	861,870	797,015	859,144	157,830	141,013
Miscellaneous income	45,592	9,227	8,179	2,550	576
Total	7,377,948	7,240,859	6,099,194	1,447,731	1,417,693
Benefit and loss related payments	2,478,260	3,110,266	2,550,246	623,422	608,617
Commissions, expenses paid and aggregate write-ins for deductions	2,283,965	2,449,053	1,985,273	486,576	471,647
Dividends paid to policyholders	8,313	9,295	7,634	1,874	1,815
Federal and foreign income taxes paid (recovered)	128,895	144,573	115,168	24,115	27,641
Total	4,899,433	5,713,187	4,658,321	1,135,987	1,109,720
Net cash provided by (used in) operations	2,478,515	1,527,672	1,440,873	311,744	307,973
Cash from Investments					
Proceeds from investments sold, matured or repaid:					
Bonds	2,986,243	2,033,388	1,985,232	238,793	239,467
Stocks	6,136	102,981	28,561	661	-
Real estate	-	30	-	-	-
Other invested assets	54,101	60,898	69,886	64	19,773
Net gains or (losses) on cash, cash equivalents and short-term investments	-	130	-	-	-
Miscellaneous proceeds	77,274	96,361	41,844	4,811	17,382
Total investment proceeds	3,123,754	2,293,788	2,125,523	244,329	276,622
Cost of investments acquired:					
Bonds	4,890,677	3,270,797	2,389,842	262,960	364,186
Stocks	1,407	100,141	-	-	-
Real estate	20,140	107,839	-	-	-
Other invested assets	16,936	170,368	218,579	1,000	2,858
Miscellaneous applications	-	5,409	69,953	23	-
Total investments acquired	4,929,160	3,654,554	2,678,374	263,983	367,044
Net increase (decrease) in contract loans and premium notes	(1,144)	-	-	-	-
Net cash provided by (used in) investments	(1,804,262)	(1,360,766)	(552,851)	(19,654)	(90,422)
Cash from Financing and Miscellaneous Sources					
Cash provided (applied):					
Dividends to stockholders	(591,000)	(530,000)	(792,000)	(160,900)	(87,000)
Other cash provided (applied)	(195,798)	(14,184)	(80,959)	(4,884)	(34,250)
Net cash provided by (used in) financing and miscellaneous sources	(786,798)	(544,184)	(872,959)	(165,784)	(121,250)
Net change in cash, cash equivalents and short-term investments	(112,545)	(377,278)	15,063	126,306	96,301
Cash, cash equivalents and short-term investments - beginning of year	725,178	567,876	758,730	32,008	135,905
Cash, cash equivalents and short-term investments - end of year	$ 612,633	$ 190,598	$ 773,793	$ 158,314	$ 232,206

(For the year ended December 31, 2020, in thousands)	USFG	TLL	FAR	AUT	ICT	COK
Cash from Operations						
Premiums collected net of reinsurance	$ 1,133,786	$ 705,892	$ 380,285	$ 355,701	$ 360,958	$ 324,667
Net investment income	103,139	63,874	31,823	31,961	32,071	27,820
Miscellaneous income	1,376	806	2,020	65	1,048	4,139
Total	1,238,301	770,572	414,128	387,727	394,077	356,626
Benefit and loss related payments	548,094	351,634	184,376	174,600	180,040	157,785
Commissions, expenses paid and aggregate write-ins for deductions	430,058	266,121	144,116	133,602	133,353	123,240
Dividends paid to policyholders	1,653	1,024	555	514	514	476
Federal and foreign income taxes paid (recovered)	26,025	14,325	8,550	7,885	7,368	7,923
Total	1,005,830	633,104	337,597	316,601	321,275	289,424
Net cash provided by (used in) operations	232,471	137,468	76,531	71,126	72,802	67,202
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	412,576	202,641	101,070	82,563	92,920	48,757
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	792	-	24	169	564
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	6,682	11,718	21,416	4,296	9,205	-
Total investment proceeds	419,258	215,151	122,486	86,883	102,294	49,321
Cost of investments acquired:						
Bonds	357,815	185,985	114,448	112,763	107,801	103,807
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	1,930	-	20	12	12
Miscellaneous applications	-	-	-	-	-	-
Total investments acquired	357,815	187,915	114,448	112,783	107,813	103,819
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	61,443	27,236	8,038	(25,900)	(5,519)	(54,498)
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(105,300)	(73,900)	(29,900)	(32,300)	(31,700)	(21,200)
Other cash provided (applied)	(6,855)	(6,473)	(27,061)	(9,185)	(12,461)	1,749
Net cash provided by (used in) financing and miscellaneous sources	(112,155)	(80,373)	(56,961)	(41,485)	(44,161)	(19,451)
Net change in cash, cash equivalents and short-term investments	181,759	84,331	27,608	3,741	23,122	(6,747)
Cash, cash equivalents and short-term investments - beginning of year	55,897	17,004	7,295	16,209	9,627	25,944
Cash, cash equivalents and short-term investments - end of year	$ 237,656	$ 101,335	$ 34,903	$ 19,950	$ 32,749	$ 19,197

(For the year ended December 31, 2020, in thousands)	NLI	AMR	PROT	TCT	TCC	TCI
Cash from Operations						
Premiums collected net of reinsurance	$ 313,846	$ 200,140	$ 157,833	$ 120,589	$ 120,927	$ 111,905
Net investment income	47,489	18,924	16,258	9,894	9,928	9,907
Miscellaneous income	474	1,488	(21)	479	431	(406)
Total	361,809	220,552	174,070	130,962	131,286	121,406
Benefit and loss related payments	159,432	98,214	27,812	58,636	58,721	60,711
Commissions, expenses paid and aggregate write-ins for deductions	118,974	74,273	56,564	45,837	45,836	45,834
Dividends paid to policyholders	457	289	218	176	176	176
Federal and foreign income taxes paid (recovered)	6,458	6,263	3,344	2,369	2,510	1,906
Total	285,321	179,039	87,938	107,018	107,243	108,627
Net cash provided by (used in) operations	76,488	41,513	86,132	23,944	24,043	12,779
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	49,918	11,089	40,487	23,265	30,033	15,126
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	4,034	-	-	-	-	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	239	-	14	-	4,156	10,112
Total investment proceeds	54,191	11,089	40,501	23,265	34,189	25,238
Cost of investments acquired:						
Bonds	65,314	50,223	41,021	30,544	42,125	39,659
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	4,471	12	-	-	-	-
Miscellaneous applications	68	140	-	5,375	14	-
Total investments acquired	69,853	50,375	41,021	35,919	42,139	39,659
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	(15,662)	(39,286)	(520)	(12,654)	(7,950)	(14,421)
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(47,600)	(24,600)	(15,300)	(8,500)	(9,900)	-
Other cash provided (applied)	(4,030)	99	(53,080)	5,653	632	(16,327)
Net cash provided by (used in) financing and miscellaneous sources	(51,630)	(24,501)	(68,380)	(2,847)	(9,268)	(16,327)
Net change in cash, cash equivalents and short-term investments	9,196	(22,274)	17,232	8,443	6,825	(17,969)
Cash, cash equivalents and short-term investments - beginning of year	46,560	64,042	11,705	6,803	8,853	26,504
Cash, cash equivalents and short-term investments - end of year	$ 55,756	$ 41,768	$ 28,937	$ 15,246	$ 15,678	$ 8,535

(For the year ended December 31, 2020, in thousands)	MERC	ILL	TIN	ATNA	MED	TVC
Cash from Operations						
Premiums collected net of reinsurance	$ 100,863	$ 104,444	$ 86,500	$ 74,579	$ 74,568	$ 74,646
Net investment income	10,022	21,751	7,746	6,366	6,055	6,156
Miscellaneous income	100	(2,193)	(538)	92	92	(166)
Total	110,985	124,002	93,708	81,037	80,715	80,636
Benefit and loss related payments	54,356	91,347	41,110	36,271	36,267	40,691
Commissions, expenses paid and aggregate write-ins for deductions	39,012	33,246	29,257	28,282	28,282	26,327
Dividends paid to policyholders	150	135	113	109	109	101
Federal and foreign income taxes paid (recovered)	2,073	1,261	(477)	1,418	1,404	1,350
Total	95,591	125,989	70,003	66,080	66,062	68,469
Net cash provided by (used in) operations	15,394	(1,987)	23,705	14,957	14,653	12,167
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	21,424	74,729	6,901	16,458	21,059	20,220
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	-	-	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	-	-	-	-	-	2,301
Total investment proceeds	21,424	74,729	6,901	16,458	21,059	22,521
Cost of investments acquired:						
Bonds	26,780	123,878	30,655	20,046	22,199	23,811
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	3,341	4,205	-	-	-
Miscellaneous applications	-	-	-	535	-	-
Total investments acquired	26,780	127,219	34,860	20,581	22,199	23,811
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	(5,356)	(52,490)	(27,959)	(4,123)	(1,140)	(1,290)
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(11,200)	-	-	(6,100)	(6,100)	(6,400)
Other cash provided (applied)	6,456	45,932	(4,712)	568	92	(633)
Net cash provided by (used in) financing and miscellaneous sources	(4,744)	45,932	(4,712)	(5,532)	(6,008)	(7,033)
Net change in cash, cash equivalents and short-term investments	5,294	(8,545)	(8,966)	5,302	7,505	3,844
Cash, cash equivalents and short-term investments - beginning of year	6,659	9,351	18,314	3,342	8,036	4,674
Cash, cash equivalents and short-term investments - end of year	$ 11,953	$ 806	$ 9,348	$ 8,644	$ 15,541	$ 8,518

(For the year ended December 31, 2020, in thousands)	THM	PLL	TPS	DIPR	NCC	FGIU
Cash from Operations						
Premiums collected net of reinsurance	$ 65,707	$ 127,536	$ 71,171	$ 36,011	$ 35,866	$ 25,395
Net investment income	7,905	5,480	5,801	4,335	3,076	3,980
Miscellaneous income	(1,076)	(608)	(45)	(6)	44	(111)
Total	72,536	132,408	76,927	40,340	38,986	29,264
Benefit and loss related payments	30,447	71,835	33,143	17,643	17,687	11,070
Commissions, expenses paid and aggregate write-ins for deductions	24,105	26,332	26,134	13,646	13,653	9,747
Dividends paid to policyholders	101	101	101	52	52	37
Federal and foreign income taxes paid (recovered)	725	1,336	1,426	747	802	679
Total	55,378	99,604	60,804	32,088	32,194	21,533
Net cash provided by (used in) operations	17,158	32,804	16,123	8,252	6,792	7,731
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	16,244	21,500	21,102	19,930	14,910	18,845
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	-	52	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	-	-	-	-	103	-
Total investment proceeds	16,244	21,500	21,102	19,930	15,065	18,845
Cost of investments acquired:						
Bonds	51,652	31,563	24,428	17,120	19,118	24,873
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	3,224	-	-	-	58	-
Miscellaneous applications	-	10,629	2,754	-	-	-
Total investments acquired	54,876	42,192	27,182	17,120	19,176	24,873
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	(38,632)	(20,692)	(6,080)	2,810	(4,111)	(6,028)
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	-	-	(5,900)	(4,200)	(2,800)	(3,400)
Other cash provided (applied)	(2,066)	(11,679)	253	200	458	(945)
Net cash provided by (used in) financing and miscellaneous sources	(2,066)	(11,679)	(5,647)	(4,000)	(2,342)	(4,345)
Net change in cash, cash equivalents and short-term investments	(23,540)	433	4,396	7,062	339	(2,642)
Cash, cash equivalents and short-term investments - beginning of year	36,117	5,914	8,488	1,355	5,923	3,820
Cash, cash equivalents and short-term investments - end of year	$ 12,577	$ 6,347	$ 12,884	$ 8,417	$ 6,262	$ 1,178

(For the year ended December 31, 2020, in thousands)	GARD	AES	DISP	NFI	SL	TES
Cash from Operations						
Premiums collected net of reinsurance	$ 25,982	$ (3,323)	$ (4,651)	$ (14,159)	$ (28,367)	$ 3,589
Net investment income	2,201	1,237	1,780	5,370	9,366	3,207
Miscellaneous income	27	-	-	-	(10)	(202)
Total	28,210	(2,086)	(2,871)	(8,789)	(19,011)	6,594
Benefit and loss related payments	11,604	33,775	47,285	176,755	297,851	86,888
Commissions, expenses paid and aggregate write-ins for deductions	9,756	9,059	12,683	47,107	79,719	24,460
Dividends paid to policyholders	37	60	83	309	523	161
Federal and foreign income taxes paid (recovered)	521	(904)	(1,243)	(4,574)	(7,857)	(2,463)
Total	21,918	41,990	58,808	219,597	370,236	109,046
Net cash provided by (used in) operations	6,292	(44,076)	(61,679)	(228,386)	(389,247)	(102,452)
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	7,937	52,937	68,497	262,190	442,209	132,400
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	1,153	-	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	-	-	-	2,716	1,329	648
Total investment proceeds	7,937	52,937	68,497	266,059	443,538	133,048
Cost of investments acquired:						
Bonds	6,407	5,977	4,621	13,481	31,804	5,147
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	1,278	-	-
Miscellaneous applications	-	-	-	-	-	-
Total investments acquired	6,407	5,977	4,621	14,759	31,804	5,147
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	1,530	46,960	63,876	251,300	411,734	127,901
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(2,200)	(2,400)	(3,600)	(11,500)	(18,800)	(6,200)
Other cash provided (applied)	(3,144)	240	639	(3,063)	727	(16,663)
Net cash provided by (used in) financing and miscellaneous sources	(5,344)	(2,160)	(2,961)	(14,563)	(18,073)	(22,863)
Net change in cash, cash equivalents and short-term investments	2,478	724	(764)	8,351	4,414	2,586
Cash, cash equivalents and short-term investments - beginning of year	1,621	2,183	2,284	19,219	3,584	2,171
Cash, cash equivalents and short-term investments - end of year	$ 4,099	$ 2,907	$ 1,520	$ 27,570	$ 7,998	$ 4,757

(For the year ended December 31, 2020, in thousands)	AEQ	FGIC	GUI	SIC	LYD	LTX
Cash from Operations						
Premiums collected net of reinsurance	$ 9	$ 5,345	$ 69	$ 44	$ 474	$ -
Net investment income	4,810	595	1,983	2,828	430	433
Miscellaneous income	-	(5)	-	-	(115)	(70)
Total	4,819	5,935	2,052	2,872	789	363
Benefit and loss related payments	15	(1,545)	(505)	2	(2,572)	499
Commissions, expenses paid and aggregate write-ins for deductions	-	(4)	-	-	(1,807)	(986)
Dividends paid to policyholders	-	-	-	-	-	-
Federal and foreign income taxes paid (recovered)	167	67	122	165	381	211
Total	182	(1,482)	(383)	167	(3,998)	(276)
Net cash provided by (used in) operations	4,637	7,417	2,435	2,705	4,787	639
Cash from Investments						
Proceeds from investments sold, matured or repaid:						
Bonds	5,319	5,010	1,545	2,500	690	-
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	-	-	-
Net gains or (losses) on cash, cash equivalents and short-term investments	-	-	-	-	-	-
Miscellaneous proceeds	-	-	-	-	-	-
Total investment proceeds	5,319	5,010	1,545	2,500	690	-
Cost of investments acquired:						
Bonds	2,547	7,203	3,014	4,170	415	-
Stocks	-	-	-	-	-	-
Real estate	-	-	-	-	-	-
Other invested assets	-	-	-	-	-	-
Miscellaneous applications	-	-	-	-	-	-
Total investments acquired	2,547	7,203	3,014	4,170	415	-
Net increase (decrease) in contract loans and premium notes	-	-	-	-	-	-
Net cash provided by (used in) investments	2,772	(2,193)	(1,469)	(1,670)	275	-
Cash from Financing and Miscellaneous Sources						
Cash provided (applied):						
Dividends to stockholders	(4,100)	-	-	(2,600)	(1,500)	(1,300)
Other cash provided (applied)	15	(6,987)	(363)	(43)	(2,929)	572
Net cash provided by (used in) financing and miscellaneous sources	(4,085)	(6,987)	(363)	(2,643)	(4,429)	(728)
Net change in cash, cash equivalents and short-term investments	3,324	(1,763)	603	(1,608)	633	(89)
Cash, cash equivalents and short-term investments - beginning of year	708	1,918	2,990	5,279	1,540	1,077
Cash, cash equivalents and short-term investments - end of year	$ 4,032	$ 155	$ 3,593	$ 3,671	$ 2,173	$ 988

(For the year ended December 31, 2020, in thousands)	Subtotal	Eliminations		Total
Cash from Operations				
Premiums collected net of reinsurance	$ 25,849,256	$ -		$ 25,849,256
Net investment income	3,342,873	661,400	(j)	2,681,473
Miscellaneous income	73,233	-		73,233
Total	29,265,362	661,400		28,603,962
Benefit and loss related payments	12,562,785	-		12,562,785
Commissions, expenses paid and aggregate write-ins for deductions	9,772,332	-		9,772,332
Dividends paid to policyholders	37,493	-		37,493
Federal and foreign income taxes paid (recovered)	532,655	-		532,655
Total	22,905,265	-		22,905,265
Net cash provided by (used in) operations	6,360,097	661,400		5,698,697
Cash from Investments				
Proceeds from investments sold, matured or repaid:				
Bonds	9,848,124	896,044	(p)	8,952,080
Stocks	138,339	-		138,339
Real estate	30	-		30
Other invested assets	211,510	-		211,510
Net gains or (losses) on cash, cash equivalents and short-term investments	130	-		130
Miscellaneous proceeds	312,607	-		312,607
Total investment proceeds	10,510,740	896,044		9,614,696
Cost of investments acquired:				
Bonds	12,930,876	896,044	(p)	12,034,832
Stocks	101,548	-		101,548
Real estate	127,979	-		127,979
Other invested assets	428,304	-		428,304
Miscellaneous applications	94,900	-		94,900
Total investments acquired	13,683,607	896,044		12,787,563
Net increase (decrease) in contract loans and premium notes	(1,144)	-		(1,144)
Net cash provided by (used in) investments	(3,171,723)	-		(3,171,723)
Cash from Financing and Miscellaneous Sources				
Cash provided (applied):				
Dividends to stockholders	(2,661,400)	(661,400)	(j)	(2,000,000)
Other cash provided (applied)	(454,489)	-		(454,489)
Net cash provided by (used in) financing and miscellaneous sources	(3,115,889)	(661,400)		(2,454,489)
Net change in cash, cash equivalents and short-term investments	72,485	-		72,485
Cash, cash equivalents and short-term investments - beginning of year	2,672,707	-		2,672,707
Cash, cash equivalents and short-term investments - end of year	$ 2,745,192	$ -		$ 2,745,192

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

Combining Worksheets - Eliminating Entry Explanations

Explanation:

(a) Elimination of statutory equity of subsidiary insurance affiliates included in the Combined Company.

(b) Netting of current and deferred federal and foreign income tax assets and liabilities.

(c) Netting of intercompany premiums receivable and payable between insurance affiliates included in the Combined Company.

(d) Netting of intercompany paid loss and LAE receivable and payable between insurance affiliates included in the Combined Company.

(e) Netting of intercompany receivable and payable.

(f) Elimination of write-ins for other than special surplus funds of subsidiary insurance affiliates included in the Combined Company.

(g) Elimination of capital stock of subsidiary insurance affiliates included in the Combined Company.

(h) Elimination of gross paid in and contributed surplus of subsidiary insurance affiliates included in the Combined Company.

(i) Elimination of unassigned funds (surplus) of subsidiary insurance affiliates included in the Combined Company.

(j) Elimination of dividends paid by subsidiary insurance affiliates included in the Combined Company.

(k) Elimination of beginning statutory equity of subsidiary insurance affiliates included in the Combined Company.

(l) Elimination of subsidiary special surplus from retroactive reinsurance.

(m) Elimination of cost and proceeds on investment transfers between insurance affiliates included in the Combined Company.

(n) Elimination of net gains from sales between insurance affiliates included in the Combined Company.

(o) Transfer of net unamortized gain from unassigned funds (surplus) to restricted surplus resulting from sale/leaseback transactions.

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1	2	3	4	5	6
	Amount	Percentage of Column 1 Line 13	Amount	Securities Lending Reinvested Collateral Amount	Total (Col. 3 + 4) Amount	Percentage of Column 5 Line 13
1. Long-term bonds:						
1.01 U.S. governments	4,307,784,318	5.7	4,307,784,318	252,324,790	4,560,109,108	6.1
1.02 All other governments	555,139,018	0.7	555,139,018	—	555,139,018	0.7
1.03 U.S. states, territories and possessions, etc. guaranteed	1,287,977,551	1.7	1,287,977,551	—	1,287,977,551	1.7
1.04 U.S. political subdivisions of states, territories, and possessions, guaranteed	19,118,550,678	25.4	19,118,550,678	—	19,118,550,678	25.4
1.05 U.S. special revenue and special assessment obligations, etc. nonguaranteed	12,216,742,950	16.2	12,216,742,950	—	12,216,742,950	16.3
1.06 Industrial and miscellaneous	26,773,708,462	35.5	26,773,708,462	—	26,773,708,462	35.6
1.07 Hybrid securities	—	0.0	—	—	—	0.0
1.08 Parent, subsidiaries and affiliates	—	0.0	—	—	—	0.0
1.09 SVO identified funds	—	0.0	—	—	—	0.0
1.10 Unaffiliated bank loans	57,500,229	0.1	57,500,229	—	57,500,229	0.1
1.11 Total long-term bonds	64,317,403,206	85.4	64,317,403,206	252,324,790	64,569,727,996	85.9
2. Preferred stocks:						
2.01 Industrial and miscellaneous (Unaffiliated)	40,622,075	0.1	40,622,075	—	40,622,075	0.1
2.02 Parent, subsidiaries and affiliates	—	0.0	—	—	—	0.0
2.03 Total preferred stocks	40,622,075	0.1	40,622,075	—	40,622,075	0.1
3. Common stocks:						
3.01 Industrial and miscellaneous Publicly traded (Unaffiliated)	158,277,878	0.2	158,277,878	—	158,277,878	0.2
3.02 Industrial and miscellaneous Other (Unaffiliated)	4,625,470	0.0	4,625,470	—	4,625,470	0.0
3.03 Parent, subsidiaries and affiliates Publicly traded	—	0.0	—	—	—	0.0
3.04 Parent, subsidiaries and affiliates Other	3,762,560,209	5.0	3,736,683,587	—	3,736,683,587	5.0
3.05 Mutual funds	—	0.0	—	—	—	0.0
3.06 Unit investment trusts	—	0.0	—	—	—	0.0
3.07 Closed-end funds	—	0.0	—	—	—	0.0
3.08 Total common stocks	3,925,463,557	5.2	3,899,586,936	—	3,899,586,936	5.2
4. Mortgage loans:						
4.01 Farm mortgages	—	0.0	—	—	—	0.0
4.02 Residential mortgages	—	0.0	—	—	—	0.0
4.03 Commercial mortgages	—	0.0	—	—	—	0.0
4.04 Mezzanine real estate loans	—	0.0	—	—	—	0.0
4.05 Total valuation allowance	—	0.0	—	—	—	0.0
4.06 Total mortgage loans	—	0.0	—	—	—	0.0
5. Real estate:						
5.01 Properties occupied by company	370,427,267	0.5	370,427,267	—	370,427,267	0.5
5.02 Properties held for production of income	865,683,155	1.1	865,683,155	—	865,683,155	1.2
5.03 Properties held for sale	—	0.0	—	—	—	0.0
5.04 Total real estate	1,236,110,422	1.6	1,236,110,422	—	1,236,110,422	1.6
6. Cash, cash equivalents and short-term investments:						
6.01 Cash	(713,662,409)	(0.9)	(713,662,409)	—	(713,662,409)	(1.0)
6.02 Cash equivalents	2,123,101,247	2.8	2,123,101,248	—	2,123,101,248	2.8
6.03 Short-term investments	11,141,148	0.0	11,141,148	—	11,141,148	0.0
6.04 Total cash, cash equivalents and short-term investments	1,420,579,987	1.9	1,420,579,987	—	1,420,579,987	1.9

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1	2	3	4	5	6
	Amount	Percentage of Column 1 Line 13	Amount	Securities Lending Reinvested Collateral Amount	Total (Col. 3 + 4) Amount	Percentage of Column 5 Line 13
7. Contract loans	2,909,179	0.0	—	—	—	0.0
8. Derivatives	—	0.0	—	—	—	0.0
9. Other invested assets	4,182,727,793	5.6	4,007,251,768	—	4,007,251,768	5.3
10. Receivables for securities	91,490	0.0	91,490	—	91,490	0.0
11. Securities lending	252,324,790	0.3	252,324,790	XXX	XXX	XXX
12. Aggregate write-ins for invested assets	(48,275,694)	(0.1)	(48,275,694)	—	(48,275,694)	(0.1)
13. Total invested assets	75,329,956,804	100.0	75,125,694,980	252,324,790	75,125,694,980	100.0

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

SUPPLEMENTAL INVESTMENT RISKS INTERROGATORIES

For the year ended December 31, 2021
of Travelers Combined Pool
Hartford, CT 06183

The Investment Risks Interrogatories are to be filed by April 1. They are also to be included with the Audited Statutory Financial Statements.

Answer the following interrogatories by reporting the applicable U.S. dollar amounts and percentages of the reporting entity's total admitted assets held in that category of investments.

1. Reporting entity's total admitted assets as reported on Page 2 of this annual statement. $ 84,700,002,000

2. Ten largest exposures to a single issuer/borrower/investment.

	Issuer	Description of Exposure	Amount	Percentage of Total Admitted Assets
2.01	TRAVELERS M MTK LIQUIDITY POOL	PRIVATE LIQUIDITY POOL	$ 2,123,101,247	2.5 %
2.02	TRAVELERS CAS & SUR CO OF AMERICA	COMMON STK	$ 2,118,461,638	2.5 %
2.03	8527512 CANADA INC	COMMON STK	$ 968,325,669	1.1 %
2.04	FANNIE MAE	BOND	$ 430,617,742	0.5 %
2.05	TRAVELERS INSURANCE COMPANY OF CANADA	COMMON STK	$ 394,413,986	0.5 %
2.06	VIRGINIA ST PUB SCH AUTH REV	BOND	$ 388,118,119	0.5 %
2.07	FREDDIE MAC	BOND	$ 350,115,839	0.4 %
2.08	PRINCETON UNIVERSITY	BOND	$ 328,716,952	0.4 %
2.09	SPFM HOLDINGS, LLC	BA ASSETS	$ 307,002,547	0.4 %
2.10	STANFORD UNIVERSITY	BOND	$ 289,795,559	0.3 %

3. Amounts and percentages of the reporting entity's total admitted assets held in bonds and preferred stocks by NAIC designation.

		Amount	
	Bonds		
3.01	NAIC 1	$ 53,593,159,932	63.3 %
3.02	NAIC 2	$ 9,660,594,186	11.4 %
3.03	NAIC 3	$ 748,401,637	0.9 %
3.04	NAIC 4	$ 266,928,732	0.3 %
3.05	NAIC 5	$ 59,319,869	0.1 %
3.06	NAIC 6	$ 140,000	0.0 %
	Preferred Stocks		
3.07	P/RP-1	$ 1,030,620	0.0 %
3.08	P/RP-2	$ 27,395,209	0.0 %
3.09	P/RP-3	$ 2,054,800	0.0 %
3.10	P/RP-4	$ —	0.0 %
3.11	P/RP-5	$ 10,141,446	0.0 %
3.12	P/RP-6	$ —	0.0 %

4. Assets held in foreign investments:

4.01	Are assets held in foreign investments less than 2.5% of the reporting entity's total admitted assets?	NO	
	If response to 4.01 above is yes, responses are not required for interrogatories 5-10.		
4.02	Total admitted assets held in foreign investments	$ 2,575,506,462	3.0 %
4.03	Foreign-currency-denominated investments	$ 105,090,758	0.1 %
4.04	Insurance liabilities denominated in that same foreign currency	$ —	0.0 %

5. Aggregate foreign investment exposure categorized by NAIC sovereign designation:

5.01	Countries designated NAIC 1	$ 2,492,698,363	2.9 %
5.02	Countries designated NAIC 2	$ 72,645,765	0.1 %
5.03	Countries designated NAIC 3 or below	$ 10,162,333	0.0 %

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

SUPPLEMENTAL INVESTMENT RISKS INTERROGATORIES

6. Largest foreign investment exposures by country, categorized by the country's NAIC sovereign designation:

	Countries designated NAIC 1:			
6.01	Country 1: UNITED KINGDOM	$ 710,509,064	0.8 %
6.02	Country 2: NETHERLANDS	$ 407,397,770	0.5 %
	Countries designated NAIC 2:			
6.03	Country 1: MEXICO	$ 70,971,666	0.1 %
6.04	Country 2: CURACAO	$ 1,674,100	0.0 %
	Countries designated NAIC 3 or below:			
6.05	Country 1: LIBERIA	$ 8,607,333	0.0 %
6.06	Country 2: BAHAMAS	$ 1,555,000	0.0 %

7. Aggregate unhedged foreign currency exposure $ 105,090,758 0.1 %

8. Aggregate unhedged foreign currency exposure categorized by NAIC sovereign designation:

8.01	Countries designated NAIC 1	$ 101,799,477	0.1 %
8.02	Countries designated NAIC 2	$ —	0.0 %
8.03	Countries designated NAIC 3 or below	$ 3,291,281	0.0 %

9. Largest unhedged foreign currency exposures by country, categorized by the country's NAIC sovereign designation:

	Countries designated NAIC 1:			
9.01	Country 1: UNITED KINGDOM	$ 59,144,721	0.1 %
9.02	Country 2: EUROPEAN UNION	$ 39,462,682	0.0 %
	Countries designated NAIC 2:			
9.03	Country 1:	$ —	0.0 %
9.04	Country 2:	$ —	0.0 %
	Countries designated NAIC 3 or below:			
9.05	Country 1: BRAZIL	$ 3,291,281	0.0 %
9.06	Country 2:	$ —	0.0 %

10. Ten largest non-sovereign (i.e. non-governmental) foreign issues:

	Issuer	NAIC Designation		
10.01	DIAGEO PLC	1.G FE	$ 102,997,209	0.1 %
10.02	SIEMENS AG	1.E FE	$ 93,670,284	0.1 %
10.03	PITANGO VENTURE CAPITAL		$ 87,967,604	0.1 %
10.04	COMMONWEALTH BANK OF AUSTRALIA	1.A FE, 1.D FE & 1.E FE	$ 86,208,375	0.1 %
10.05	FEDERAL REPUBLIC OF GERMANY	1.A FE	$ 81,999,267	0.1 %
10.06	TOTALENERGIES SE	1.E FE	$ 81,599,455	0.1 %
10.07	ROYAL DUTCH SHELL PLC	1.D FE	$ 64,619,252	0.1 %
10.08	ASTRAZENECA PLC	2.A FE & 2.G FE	$ 63,608,531	0.1 %
10.09	JOHNSON CONTROLS INTERNATIONAL PLC	2.B FE	$ 63,195,569	0.1 %
10.10	TRANE TECHNOLOGIES PLC	2.B FE	$ 59,266,818	0.1 %

11. Amounts and percentages of the reporting entity's total admitted assets held in Canadian investments and unhedged Canadian currency exposure:

11.01	Are assets held in Canadian investments less than 2.5% of the reporting entity's total admitted assets?	NO	
	If response to 11.01 is yes, detail is not required for the remainder of Interrogatory 11.		
11.02	Total admitted assets held in Canadian Investments	$ 2,517,164,145	3.0 %
11.03	Canadian currency-denominated investments	$ 569,363,383	0.7 %
11.04	Canadian-denominated insurance liabilities	$ —	0.0 %
11.05	Unhedged Canadian currency exposure	$ 569,363,383	0.7 %

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

SUPPLEMENTAL INVESTMENT RISKS INTERROGATORIES

12. Report aggregate amounts and percentages of the reporting entity's total admitted assets held in investments with contractual sales restrictions:

12.01	Are assets held in investments with contractual sales restrictions less than 2.5% of the reporting entity's total admitted assets?		YES	
	If response to 12.01 is yes, responses are not required for the remainder of Interrogatory 12.			
12.02	Aggregate statement value of investments with contractual sales restrictions	$	—	0.0 %
	Largest three investments with contractual sales restrictions:			
12.03		$	—	0.0 %
12.04		$	—	0.0 %
12.05		$	—	0.0 %

13. Amounts and percentages of admitted assets held in the ten largest equity interests:

13.01	Are assets held in equity interest less than 2.5% of the reporting entity's total admitted assets?		NO	
	If response to 13.01 above is yes, responses are not required for the remainder of Interrogatory 13.			
	Name of Issuer			
13.02	TRAVELERS CAS & SUR CO OF AMERICA	$	2,118,461,638	2.5 %
13.03	8527512 CANADA INC	$	968,325,669	1.1 %
13.04	TRAVELERS INSURANCE CO OF CANADA	$	394,413,986	0.5 %
13.05	SPFM HOLDINGS, LLC	$	307,002,547	0.4 %
13.06	TRAVELERS INDEMNITY UK INVESTMENTS LLC	$	227,776,290	0.3 %
13.07	FIRST FLORIDIAN AUTO & HOME INS CO	$	163,920,940	0.2 %
13.08	GOLDENTREE ASSET MANAGEMENT	$	139,751,242	0.2 %
13.09	BLACKSTONE GROUP	$	116,547,354	0.1 %
13.10	K1 CAPITAL ADVISORS	$	116,379,983	0.1 %
13.11	STONE POINT CAPITAL LLC	$	102,340,536	0.1 %

14. Amounts and percentages of the reporting entity's total admitted assets held in nonaffiliated, privately placed equities:

14.01	Are assets held in nonaffiliated, privately placed equities less than 2.5% of the reporting entity's total admitted assets?		NO	
	If response to 14.01 above is yes, responses are not required for 14.02 through 14.05.			
14.02	Aggregate statement value of investments held in nonaffiliated, privately placed equities	$	3,351,805,621	4.0 %
	Largest three investments held in nonaffiliated, privately placed equities:			
14.03	GOLDENTREE ASSET MANAGEMENT	$	139,751,242	0.2 %
14.04	BLACKSTONE GROUP	$	116,547,354	0.1 %
14.05	K1 CAPITAL ADVISORS	$	116,379,983	0.1 %

Ten Largest Fund Managers

	Fund Manager	Total Invested	Diversified	Non-Diversified
14.06		$ —	$ —	$ —
14.07		$ —	$ —	$ —
14.08		$ —	$ —	$ —
14.09		$ —	$ —	$ —
14.10		$ —	$ —	$ —
14.11		$ —	$ —	$ —
14.12		$ —	$ —	$ —
14.13		$ —	$ —	$ —
14.15		$ —	$ —	$ —
14.16		$ —	$ —	$ —

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

SUPPLEMENTAL INVESTMENT RISKS INTERROGATORIES

15. Amounts and percentages of the reporting entity's total admitted assets held in general partnership interests:

15.01	Are assets held in general partnership interests less than 2.5% of the reporting entity's total admitted assets?	YES		
	If response to 15.01 above is yes, responses are not required for the remainder of Interrogatory 15.			
15.02	Aggregate statement value of investments held in general partnership interests	$	—	0.0 %
	Largest three investments in general partnership interests:			
15.03		$	—	0.0 %
15.04		$	—	0.0 %
15.05		$	—	0.0 %

16. Amounts and percentages of the reporting entity's total admitted assets held in mortgage loans:

16.01	Are mortgage loans reported in Schedule B less than 2.5% of the reporting entity's total admitted assets?	YES		
	If response to 16.01 above is yes, responses are not required for the remainder of Interrogatory 16 and Interrogatory 17.			
		Type (Residential, Commercial, Agricultural)		
16.02		$	—	0.0 %
16.03		$	—	0.0 %
16.04		$	—	0.0 %
16.05		$	—	0.0 %
16.06		$	—	0.0 %
16.07		$	—	0.0 %
16.08		$	—	0.0 %
16.09		$	—	0.0 %
16.10		$	—	0.0 %
16.11		$	—	0.0 %

Amount and percentage of the reporting entity's total admitted assets held in the following categories of mortgage loans:

		Loans		
16.12	Construction loans	$	—	0.0 %
16.13	Mortgage loans over 90 days past due	$	—	0.0 %
16.14	Mortgage loans in the process of foreclosure	$	—	0.0 %
16.15	Mortgage loans foreclosed	$	—	0.0 %
16.16	Restructured mortgage loans	$	—	0.0 %

17. Aggregate mortgage loans having the following loan-to-value ratios as determined from the most current appraisal as of the annual statement date:

		Residential			Commercial			Agricultural	
17.01	above 95%	$	—	0.0 %	$	—	0.0 %	$	—	0.0 %
17.02	91% to 95%	$	—	0.0 %	$	—	0.0 %	$	—	0.0 %
17.03	81% to 90%	$	—	0.0 %	$	—	0.0 %	$	—	0.0 %
17.04	71% to 80%	$	—	0.0 %	$	—	0.0 %	$	—	0.0 %
17.05	below 70%	$	—	0.0 %	$	—	0.0 %	$	—	0.0 %

18. Amounts and percentages of the reporting entity's total admitted assets held in each of the five largest investments in real estate:

18.01	Are assets held in real estate reported less than 2.5% of the reporting entity's total admitted assets?	YES		
	If response to 18.01 above is yes, responses are not required for the remainder of Interrogatory 18.			
	Largest five investments in any one parcel or group of contiguous parcels of real estate:			
		Description		
18.02		$	—	0.0 %
18.03		$	—	0.0 %
18.04		$	—	0.0 %
18.05		$	—	0.0 %
18.06		$	—	0.0 %

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

SUPPLEMENTAL INVESTMENT RISKS INTERROGATORIES

19. Report aggregate amounts and percentages of the reporting entity's total admitted assets held in investments held in mezzanine real estate loans.

19.01	Are assets held in investments held in mezzanine real estate loans less than 2.5% of the reporting entity's admitted assets?	YES		
	If response to 19.01 is yes, responses are not required for the remainder of Interrogatory 19.			
19.02	Aggregate statement value of investments held in mezzanine real estate loans	$	—	0.0 %
	Largest three investments held in mezzanine real estate loans:			
19.03		$	—	0.0 %
19.04		$	—	0.0 %
19.05		$	—	0.0 %

20. Amounts and percentages of the reporting entity's total admitted assets subject to the following types of agreements:

				At End of Each Quarter		
		At Year End		1st Qtr	2nd Qtr	3rd Qtr
20.01	Securities lending agreements (do not include assets held as collateral for such transactions)	$ 239,809,589	0.3 %	$ 261,658,096	$ 346,857,496	$ 271,357,143
20.02	Repurchase agreements	$ —	0.0 %	$ —	$ —	$ —
20.03	Reverse repurchase agreements	$ —	0.0 %	$ —	$ —	$ —
20.04	Dollar repurchase agreements	$ —	0.0 %	$ —	$ —	$ —
20.05	Dollar reverse repurchase agreements	$ —	0.0 %	$ —	$ —	$ —

21. Amounts and percentages of the reporting entity's total admitted assets for warrants not attached to other financial instruments, options, caps and floors:

		Owned		Written	
21.01	Hedging	$ —	0.0 %	$ —	0.0 %
21.02	Income generation	$ —	0.0 %	$ —	0.0 %
21.03	Other	$ —	0.0 %	$ —	0.0 %

22. Amounts and percentages of the reporting entity's total admitted assets of potential exposure for collars, swaps, and forwards:

				At End of Each Quarter		
		At Year End		1st Qtr	2nd Qtr	3rd Qtr
22.01	Hedging	$ —	0.0 %	$ —	$ —	$ —
22.02	Income generation	$ —	0.0 %	$ —	$ —	$ —
22.03	Replications	$ —	0.0 %	$ —	$ —	$ —
22.04	Other	$ —	0.0 %	$ —	$ —	$ —

23. Amounts and percentages of the reporting entity's total admitted assets of potential exposure for futures contracts:

				At End of Each Quarter		
		At Year End		1st Qtr	2nd Qtr	3rd Qtr
23.01	Hedging	$ —	0.0 %	$ —	$ —	$ —
23.02	Income generation	$ —	0.0 %	$ —	$ —	$ —
23.03	Replications	$ —	0.0 %	$ —	$ —	$ —
23.04	Other	$ —	0.0 %	$ —	$ —	$ —

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

PROPERTY AND CASUALTY INTERROGATORIES RELATING TO REINSURANCE

1.	Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?	Yes [X]	No [ ]
2.	If yes, indicate the number of reinsurance contracts containing such provisions.	5	
3.	If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?	Yes [X]	No [ ]
4.	Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:		
	(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;		
	(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;		
	(c) Aggregate stop loss reinsurance coverage;		
	(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;		
	(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or		
	(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity?	Yes [ ]	No [X]
5.	Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders. This disclosure is limited to reinsurance contracts with written premium cessions or loss and loss expense reserve cessions described in this paragraph that meet the criteria of paragraph 95.a or paragraph 95.b of SSAP No. 62R, Property and Casualty Reinsurance, to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member.		
	(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or		
	(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract.	Yes [ ]	No [X]
6.	Except for transactions meeting the requirements of paragraph 36 of SSAP No. 62R, *Property and Casualty Reinsurance*, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:		
	(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles (SAP) and as a deposit under generally accepted accounting principles (GAAP); or		
	(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?	Yes [ ]	No [X]

TRAVELERS AUDITED COMBINED STATUTORY FINANCIAL STATEMENTS

TRV CONSOLIDATED FEDERAL INCOME TAX RETURN FILING: LIST OF INCLUDED COMPANIES

Companies included with The Travelers Companies, Inc. (TRV) in the December 31, 2021 consolidated federal income tax return filing:

Company Name	EIN
American Equity Insurance Company	86-0703220
American Equity Specialty Insurance Company	86-0868106
BMR Sports Properties, Inc.	52-1852190
Camperdown Corporation	41-1762781
Discover Property & Casualty Insurance Company	36-2999370
Discover Specialty Insurance Company	52-1925132
English Turn Fidelity Realty, Inc.	52-1466734
English Turn Realty Management, Inc.	52-1715225
Farmington Casualty Company	06-1067463
Fidelity and Guaranty Insurance Company	42-1091525
Fidelity and Guaranty Insurance Underwriters, Inc.	52-0616768
First Floridian Auto and Home Insurance Company	59-3372141
Gulf Underwriters Insurance Company	56-1371361
Laurel Village Fidelity Realty, Inc.	52-1551225
Northbrook Holdings, Inc.	51-0375653
Northfield Insurance Company	41-0983992
Northland Casualty Company	94-6051964
Northland Insurance Company	41-6009967
Select Insurance Company	75-6013697
Simply Business Holdings, Inc.	37-1839380
Simply Business, Inc.	30-0956205
SPC Insurance Agency, Inc.	41-1888760
St. Paul Fire and Marine Insurance Company	41-0406690
St. Paul Guardian Insurance Company	41-0963301
St. Paul Mercury Insurance Company	41-0881659
St. Paul Protective Insurance Company	36-2542404
St. Paul Surplus Lines Insurance Company	41-1230819
TCI Global Services, Inc.	52-1965525
The Automobile Insurance Company of Hartford, Connecticut	06-0848755
The Charter Oak Fire Insurance Company	06-0291290
The Phoenix Insurance Company	06-0303275
The Standard Fire Insurance Company	06-6033509
The Travelers Casualty Company	41-1435765
The Travelers Home and Marine Insurance Company	35-1838079
The Travelers Indemnity Company	06-0566050
The Travelers Indemnity Company of America	58-6020487
The Travelers Indemnity Company of Connecticut	06-0336212
The Travelers Lloyds Insurance Company	76-0002592
TINDY Foreign, Inc.	20-4403403
TPC Investments, Inc.	06-1534005
TravCo Insurance Company	35-1838077
Travelers (Bermuda) Limited	98-0190863
Travelers Casualty and Surety Company	06-6033504
Travelers Casualty and Surety Company of America	06-0907370
Travelers Casualty Company of Connecticut	06-1286266
Travelers Casualty Insurance Company of America	06-0876835
Travelers Commercial Casualty Company	95-3634110
Travelers Commercial Insurance Company	06-1286268
Travelers Constitution State Insurance Company	41-1435766
Travelers Distribution Alliance, Inc.	62-1657094
Travelers Excess and Surplus Lines Company	06-1203698
Travelers Global, Inc.	47-2215437
Travelers Insurance Group Holdings Inc.	06-1445591
Travelers Lloyds Management Company	20-4312440
Travelers Lloyds of Texas Insurance Company	75-1732040
Travelers MGA, Inc.	75-2676034
Travelers Personal Insurance Company	36-3703200
Travelers Personal Security Insurance Company	06-1286264
Travelers Property Casualty Company of America	36-2719165
Travelers Property Casualty Corp.	06-1008174
Travelers Property Casualty Insurance Company	06-1286274
Travelers Texas MGA, Inc.	27-4469564
United States Fidelity and Guaranty Company	52-0515280
USF&G Retail Associates GP, Inc.	52-1704255
Yonkers Financing Corp.	20-3033027