PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

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ANNUAL STATEMENT

For the Year Ended December 31, 2018

OF THE CONDITION AND AFFAIRS OF THE

UNITED STATES FIDELITY AND GUARANTY COMPANY

NAIC Group Code 3548 3548 NAIC Company Code 25887 Employer's ID Number 52-0515280
(Current Period) (Prior Period)

Organized under the Laws of Connecticut, State of Domicile or Port of Entry Connecticut, Country of Domicile US

INCORPORATED/ORGANIZED, MARCH 19, 1896 COMMENCED BUSINESS, AUGUST 1, 1896

Statutory Home Office: **One Tower Square, Hartford, CT, US 06183**
Main Administrative Office: **One Tower Square, Hartford, CT, US 06183 (860) 277-0111**
Mail Address: **One Tower Square, Hartford, CT, US 06183**
Primary Location of Books and Records: **385 Washington Street, St. Paul, MN, US 55102 (651) 310-7911**
Internet Website Address: **www.travelers.com**
Statutory Statement Contact: **Michael J. Doody (860) 277-3966**
Annual.Statement.Contact@travelers.com (844) 816-9447
(E-Mail Address) (Fax Number)

OFFICERS

	Name	Title
1. #	NICHOLAS SEMINARA	President
2. #	JAY STEVEN BENET	Vice Chairman
3.	WILLIAM HERBERT HEYMAN	Vice Chairman & Chief Investment Officer
4.	AVROHOM YAAKOV KESS	Vice Chairman & Chief Legal Officer
5.	ANDY FRANCIS BESSETTE	Executive Vice President & Chief Administrative Officer
6. #	DANIEL STEPHEN FREY	Executive Vice President & Chief Financial Officer
7.	BRUCE RICHARD JONES	Executive Vice President, Enterprise Risk Management & Chief Risk Officer

	Name	Title
#	CHRISTINE KUCERA KALLA	Executive Vice President, General Counsel & Chief Ethics & Compliance Officer
#	MOJGAN MEHDIAN LEFEBVRE	Executive Vice President & Chief Information Officer, Enterprise Operations and eBusiness
	DOUGLAS KEITH BELL	Senior Vice President, Accounting Policy
#	DOUGLAS KENNETH RUSSELL	Senior Vice President, Treasurer & Corporate Controller
	SCOTT WILLIAM RYNDA	Senior Vice President, Corporate Tax
#	JULIE MARIE JOYCE	Vice President & Chief Corporate Actuary
	WENDY CONSTANCE SKJERVEN	Vice President, Corporate Secretary & Group General Counsel

DIRECTORS

DANIEL STEPHEN FREY
WILLIAM HERBERT HEYMAN
CHRISTINE KUCERA KALLA
NICHOLAS SEMINARA
GREGORY CHESHIRE TOCZYDLOWSKI

STATE OF MINNESOTA
COUNTY OF RAMSEY } ss:

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Nicholas Seminara	Wendy C. Skjerven	Douglas K. Russell
President	Secretary	Controller

Subscribed and sworn to before me this
22nd day of January, 2019

Notary Public

RENEE KAY RANTA
Notary Public
Minnesota
My Commission Expires January 31, 2021

My Commission Expires January 31, 2021

a. Is this an original filing? Yes ☒ No ☐
b. If no: 1. State the amendment number
2. Date filed
3. Number of pages attached

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	2,727,635,009	0	2,727,635,009	2,570,761,738
2. Stocks (Schedule D):				
2.1 Preferred stocks	0	0	0	0
2.2 Common stocks	107,065,698	0	107,065,698	106,739,831
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	0	0	0	0
3.2 Other than first liens	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less $.....0 encumbrances)	0	0	0	0
4.2 Properties held for the production of income (less $.....0 encumbrances)	0	0	0	0
4.3 Properties held for sale (less $.....0 encumbrances)	0	0	0	0
5. Cash ($.....358,933, Schedule E-Part 1), cash equivalents ($.....0, Schedule E-Part 2) and short-term investments ($.....83,566,077, Schedule DA)	83,925,010	0	83,925,010	185,338,487
6. Contract loans (including $.....0 premium notes)	0	0	0	0
7. Derivatives (Schedule DB)	0	0	0	0
8. Other invested assets (Schedule BA)	2	0	2	2
9. Receivables for securities	0	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL)	16,685,046	0	16,685,046	27,139,720
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	2,935,310,766	0	2,935,310,766	2,889,979,779
13. Title plants less $.....0 charged off (for Title insurers only)	0	0	0	0
14. Investment income due and accrued	27,389,784	0	27,389,784	27,398,049
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	131,222,873	7,496,003	123,726,870	119,311,716
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $.....5,709,771 earned but unbilled premiums)	223,224,826	1,181,259	222,043,567	213,305,858
15.3 Accrued retrospective premiums ($.....0) and contracts subject to redetermination ($.....0)	4,091,165	415,896	3,675,268	3,804,577
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	9,932,970	0	9,932,970	9,419,141
16.2 Funds held by or deposited with reinsured companies	56,433	0	56,433	87,031
16.3 Other amounts receivable under reinsurance contracts	0	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	1,658,856	0	1,658,856	0
18.2 Net deferred tax asset	21,938,321	0	21,938,321	17,317,043
19. Guaranty funds receivable or on deposit	160,777	0	160,777	179,518
20. Electronic data processing equipment and software	0	0	0	0
21. Furniture and equipment, including health care delivery assets ($.....0)	79,397	79,397	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates	0	0	0	0
24. Health care ($.....0) and other amounts receivable	0	0	0	0
25. Aggregate write-ins for other-than-invested assets	12,869,964	293,719	12,576,245	12,241,826
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	3,367,936,133	9,466,275	3,358,469,858	3,293,044,537
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0	0
28. TOTAL (Lines 26 and 27)	3,367,936,133	9,466,275	3,358,469,858	3,293,044,537

DETAILS OF WRITE-INS

1101.	0	0	0	0
1102.	0	0	0	0
1103.	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Equities and deposits in pools and associations	6,323,043	0	6,323,043	6,098,406
2502. Amounts receivable under high deductible policies	2,922,473	293,719	2,628,754	2,168,625
2503. State surcharges receivable	2,007,041	0	2,007,041	2,017,944
2598. Summary of remaining write-ins for Line 25 from overflow page	1,617,407	0	1,617,407	1,956,852
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	12,869,964	293,719	12,576,245	12,241,826

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Year	2 Prior Year
1.	Losses (Part 2A, Line 35, Column 8)	1,383,990,915	1,338,840,544
2.	Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	68,771,238	63,696,627
3.	Loss adjustment expenses (Part 2A, Line 35, Column 9)	317,601,454	311,265,380
4.	Commissions payable, contingent commissions and other similar charges	33,307,362	31,044,579
5.	Other expenses (excluding taxes, licenses and fees)	26,900,917	27,240,856
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	14,275,307	15,177,341
7.1	Current federal and foreign income taxes (including $.....0 on realized capital gains (losses))	0	1,819,911
7.2	Net deferred tax liability	0	0
8.	Borrowed money $.....0 and interest thereon $.....0	0	0
9.	Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of $.....1,170,674 and including warranty reserves of $.....0 and accrued accident and health experience rating refunds including $.....0 for medical loss ratio rebate per the Public Health Service Act)	481,780,253	457,756,058
10.	Advance premium	0	678,732
11.	Dividends declared and unpaid:		
	11.1 Stockholders	0	0
	11.2 Policyholders	2,706,623	2,512,531
12.	Ceded reinsurance premiums payable (net of ceding commissions)	8,957,809	8,450,683
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)	0	0
14.	Amounts withheld or retained by company for account of others	2,202,760	2,748,437
15.	Remittances and items not allocated	35,904	109,277
16.	Provision for reinsurance (including $.....0 certified) (Schedule F, Part 3, Column 78)	0	0
17.	Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18.	Drafts outstanding	0	0
19.	Payable to parent, subsidiaries and affiliates	5,129,025	5,276,793
20.	Derivatives	0	0
21.	Payable for securities	0	0
22.	Payable for securities lending	16,685,046	27,139,720
23.	Liability for amounts held under uninsured plans	0	0
24.	Capital notes $.....0 and interest thereon $.....0	0	0
25.	Aggregate write-ins for liabilities	11,918,792	13,466,106
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25)	2,374,263,407	2,307,223,572
27.	Protected cell liabilities	0	0
28.	Total liabilities (Lines 26 and 27)	2,374,263,407	2,307,223,572
29.	Aggregate write-ins for special surplus funds	2,275,205	2,620,072
30.	Common capital stock	35,214,075	35,214,075
31.	Preferred capital stock	0	0
32.	Aggregate write-ins for other-than-special surplus funds	0	0
33.	Surplus notes	0	0
34.	Gross paid in and contributed surplus	236,805,261	236,805,261
35.	Unassigned funds (surplus)	709,911,909	711,181,556
36.	Less treasury stock, at cost:		
	36.1 .....0.000 shares common (value included in Line 30 $.....0)	0	0
	36.2 .....0.000 shares preferred (value included in Line 31 $.....0)	0	0
37.	Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	984,206,451	985,820,965
38.	TOTAL (Page 2, Line 28, Col. 3)	3,358,469,858	3,293,044,537

DETAILS OF WRITE-INS

2501.	Investment real estate liability	13,236,580	15,128,199
2502.	Escheat liability	865,086	865,086
2503.	Retroactive reinsurance reserve assumed	52,070	53,091
2598.	Summary of remaining write-ins for Line 25 from overflow page	(2,234,944)	(2,580,270)
2599.	Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	11,918,792	13,466,106
2901.	Special surplus from retroactive reinsurance	2,275,205	2,620,072
2902.		0	0
2903.		0	0
2998.	Summary of remaining write-ins for Line 29 from overflow page	0	0
2999.	Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	2,275,205	2,620,072
3201.		0	0
3202.		0	0
3203.		0	0
3298.	Summary of remaining write-ins for Line 32 from overflow page	0	0
3299.	Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

STATEMENT OF INCOME

		1 Current Year	2 Prior Year
	UNDERWRITING INCOME		
1.	Premiums earned (Part 1, Line 35, Column 4)	1,038,236,629	986,843,548
	DEDUCTIONS:		
2.	Losses incurred (Part 2, Line 35, Column 7)	610,433,051	573,766,948
3.	Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	109,618,700	112,251,530
4.	Other underwriting expenses incurred (Part 3, Line 25, Column 2)	304,830,169	294,736,939
5.	Aggregate write-ins for underwriting deductions	0	0
6.	Total underwriting deductions (Lines 2 through 5)	1,024,881,920	980,755,418
7.	Net income of protected cells	0	0
8.	Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	13,354,709	6,088,131
	INVESTMENT INCOME		
9.	Net investment income earned (Exhibit of Net Investment Income, Line 17)	97,969,070	99,642,102
10.	Net realized capital gains (losses) less capital gains tax of $.....1,873,364 (Exhibit of Capital Gains (Losses))	(232,134)	(5,264,567)
11.	Net investment gain (loss) (Lines 9 + 10)	97,736,936	94,377,535
	OTHER INCOME		
12.	Net gain (loss) from agents' or premium balances charged off (amount recovered $.....373,357 amount charged off $.....2,626,476)	(2,253,119)	(1,752,865)
13.	Finance and service charges not included in premiums	3,568,285	3,363,351
14.	Aggregate write-ins for miscellaneous income	(879,447)	(305,271)
15.	Total other income (Lines 12 through 14)	435,718	1,305,214
16.	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	111,527,364	101,770,880
17.	Dividends to policyholders	2,046,695	2,001,227
18.	Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	109,480,669	99,769,654
19.	Federal and foreign income taxes incurred	17,254,208	16,910,410
20.	Net income (Line 18 minus Line 19) (to Line 22)	92,226,461	82,859,243
	CAPITAL AND SURPLUS ACCOUNT		
21.	Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	985,820,965	1,043,283,232
22.	Net income (from Line 20)	92,226,461	82,859,243
23.	Net transfers (to) from Protected Cell accounts	0	0
24.	Change in net unrealized capital gains or (losses) less capital gains tax of $.....(33,574)	199,566	(2,408,061)
25.	Change in net unrealized foreign exchange capital gain (loss)	(1,885)	0
26.	Change in net deferred income tax	4,587,704	(7,274,797)
27.	Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3)	(126,360)	(1,038,652)
28.	Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	0	0
29.	Change in surplus notes	0	0
30.	Surplus (contributed to) withdrawn from Protected Cells	0	0
31.	Cumulative effect of changes in accounting principles	0	0
32.	Capital changes:		
	32.1 Paid in	0	0
	32.2 Transferred from surplus (Stock Dividend)	0	0
	32.3 Transferred to surplus	0	0
33.	Surplus adjustments:		
	33.1 Paid in	0	0
	33.2 Transferred to capital (Stock Dividend)	0	0
	33.3. Transferred from capital	0	0
34.	Net remittances from or (to) Home Office	0	0
35.	Dividends to stockholders	(98,500,000)	(129,600,000)
36.	Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)	0	0
37.	Aggregate write-ins for gains and losses in surplus	0	0
38.	Change in surplus as regards policyholders for the year (Lines 22 through 37)	(1,614,514)	(57,462,268)
39.	Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	984,206,451	985,820,965
	DETAILS OF WRITE-INS		
0501.		0	0
0502.		0	0
0503.		0	0
0598.	Summary of remaining write-ins for Line 5 from overflow page	0	0
0599.	Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0
1401.	Other expense	0	(16,980)
1402.	Fines and penalties of regulatory authorities	(20,940)	(8,769)
1403.	Retroactive reinsurance gain/loss	(290,128)	(274,278)
1498.	Summary of remaining write-ins for Line 14 from overflow page	(568,379)	(5,244)
1499.	Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	(879,447)	(305,271)
3701.		0	0
3702.		0	0
3703.		0	0
3798.	Summary of remaining write-ins for Line 37 from overflow page	0	0
3799.	Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0

CASH FLOW

		1 Current Year	2 Prior Year
	CASH FROM OPERATIONS		
1.	Premiums collected net of reinsurance	1,048,990,069	991,771,657
2.	Net investment income	111,954,063	119,206,331
3.	Miscellaneous income	435,718	1,305,214
4.	Total (Lines 1 through 3)	1,161,379,850	1,112,283,202
5.	Benefit and loss related payments	560,691,301	515,493,574
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7.	Commissions, expenses paid and aggregate write-ins for deductions	407,051,933	399,956,738
8.	Dividends paid to policyholders	1,852,602	1,821,154
9.	Federal and foreign income taxes paid (recovered) net of $.....1,652,098 tax on capital gains (losses)	22,606,338	21,927,289
10.	Total (Lines 5 through 9)	992,202,174	939,198,756
11.	Net cash from operations (Line 4 minus Line 10)	169,177,676	173,084,446
	CASH FROM INVESTMENTS		
12.	Proceeds from investments sold, matured or repaid:		
	12.1 Bonds	431,425,505	336,818,691
	12.2 Stocks	0	442,846
	12.3 Mortgage loans	0	0
	12.4 Real estate	0	0
	12.5 Other invested assets	0	0
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0
	12.7 Miscellaneous proceeds	10,454,674	0
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	441,880,179	337,261,537
13.	Cost of investments acquired (long-term only):		
	13.1 Bonds	600,815,835	216,972,136
	13.2 Stocks	0	0
	13.3 Mortgage loans	0	0
	13.4 Real estate	0	0
	13.5 Other invested assets	0	0
	13.6 Miscellaneous applications	0	17,717,803
	13.7 Total investments acquired (Lines 13.1 to 13.6)	600,815,835	234,689,939
14.	Net increase (decrease) in contract loans and premium notes	0	0
15.	Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14)	(158,935,656)	102,571,598
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16.	Cash provided (applied):		
	16.1 Surplus notes, capital notes	0	0
	16.2 Capital and paid in surplus, less treasury stock	0	0
	16.3 Borrowed funds	0	0
	16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
	16.5 Dividends to stockholders	98,500,000	129,600,000
	16.6 Other cash provided (applied)	(13,155,498)	12,781,389
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(111,655,498)	(116,818,611)
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(101,413,477)	158,837,433
19.	Cash, cash equivalents and short-term investments:		
	19.1 Beginning of year	185,338,487	26,501,054
	19.2 End of year (Line 18 plus Line 19.1)	83,925,010	185,338,487

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

20.0001	Exchange of bonds	7,616,809	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

	Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Col. 5, Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	23,505,983	10,468,151	11,104,757	22,869,377
2.	Allied lines	24,719,814	11,294,300	11,914,639	24,099,475
3.	Farmowners multiple peril	8,773,764	4,075,694	4,258,424	8,591,033
4.	Homeowners multiple peril	162,759,710	81,666,314	86,979,825	157,446,199
5.	Commercial multiple peril	143,347,032	62,465,622	64,852,452	140,960,202
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	9,682,840	4,000,424	4,145,717	9,537,548
9.	Inland marine	30,614,138	13,695,214	14,347,419	29,961,933
10.	Financial guaranty	0	0	0	0
11.1	Medical professional liability - occurrence	0	(8)	(22)	15
11.2	Medical professional liability - claims-made	(162)	0	0	(162)
12.	Earthquake	4,190,831	2,417,253	2,393,328	4,214,757
13.	Group accident and health	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0
15.	Other accident and health	0	0	0	0
16.	Workers' compensation	171,444,102	64,557,915	61,984,308	174,017,709
17.1	Other liability - occurrence	92,778,218	36,827,733	39,165,663	90,440,289
17.2	Other liability - claims-made	25,101,272	13,919,834	14,415,458	24,605,648
17.3	Excess workers' compensation	663,621	270,197	205,967	727,851
18.1	Products liability - occurrence	6,175,195	2,426,542	2,402,950	6,198,786
18.2	Products liability - claims-made	1,100,111	490,691	495,483	1,095,320
19.1, 19.2	Private passenger auto liability	141,108,877	55,364,797	59,928,028	136,545,645
19.3, 19.4	Commercial auto liability	86,955,014	34,233,898	38,675,166	82,513,746
21.	Auto physical damage	114,114,615	44,884,744	48,697,527	110,301,832
22.	Aircraft (all perils)	(662)	0	0	(662)
23.	Fidelity	2,197,701	1,483,054	1,557,243	2,123,512
24.	Surety	156,647	125,967	81,780	200,833
26.	Burglary and theft	364,206	175,794	205,248	334,752
27.	Boiler and machinery	9,032,549	4,345,080	4,171,757	9,205,872
28.	Credit	40	205	216	28
29.	International	247,445	200	168	247,477
30.	Warranty	0	0	0	0
31.	Reinsurance - nonproportional assumed property	1,372,684	551,509	635,118	1,289,075
32.	Reinsurance - nonproportional assumed liability	606,361	397,570	377,247	626,684
33.	Reinsurance - nonproportional assumed financial lines	70,646	44,424	44,575	70,495
34.	Aggregate write-ins for other lines of business	11,359	0	0	11,359
35.	TOTALS	1,061,093,950	450,183,120	473,040,441	1,038,236,629
	DETAILS OF WRITE-INS				
3401.	Tribal workers' compensation	11,359	0	0	11,359
3402.		0	0	0	0
3403.		0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	11,359	0	0	11,359

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

	Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire	10,983,782	121,416	(441)	0	11,104,757
2.	Allied lines	11,742,538	172,366	(265)	0	11,914,639
3.	Farmowners multiple peril	4,293,035	(34,611)	0	0	4,258,424
4.	Homeowners multiple peril	86,979,825	0	0	0	86,979,825
5.	Commercial multiple peril	65,622,022	(45,216)	(724,354)	0	64,852,452
6.	Mortgage guaranty	0	0	0	0	0
8.	Ocean marine	4,270,343	113,404	(238,030)	0	4,145,717
9.	Inland marine	12,339,566	2,087,407	(79,554)	0	14,347,419
10.	Financial guaranty	0	0	0	0	0
11.1	Medical professional liability - occurrence	(22)	0	0	0	(22)
11.2	Medical professional liability - claims-made	0	0	0	0	0
12.	Earthquake	2,322,832	70,496	0	0	2,393,328
13.	Group accident and health	0	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0	0
15.	Other accident and health	0	0	0	0	0
16.	Workers' compensation	68,740,667	(16,548)	(3,720,572)	(3,019,239)	61,984,308
17.1	Other liability - occurrence	40,694,499	(920,499)	(834,575)	226,238	39,165,663
17.2	Other liability - claims-made	11,351,712	3,064,770	(1,024)	0	14,415,458
17.3	Excess workers' compensation	206,099	0	(132)	0	205,967
18.1	Products liability - occurrence	2,512,269	902	(112,367)	2,146	2,402,950
18.2	Products liability - claims-made	505,380	(11,441)	1,543	0	495,483
19.1, 19.2	Private passenger auto liability	59,928,028	0	0	0	59,928,028
19.3, 19.4	Commercial auto liability	38,856,146	58,207	0	(239,187)	38,675,166
21.	Auto physical damage	48,694,013	3,514	0	0	48,697,527
22.	Aircraft (all perils)	0	0	0	0	0
23.	Fidelity	829,274	727,970	0	0	1,557,243
24.	Surety	21,541	60,239	0	0	81,780
26.	Burglary and theft	141,889	63,359	0	0	205,248
27.	Boiler and machinery	3,669,411	502,346	0	0	4,171,757
28.	Credit	216	0	0	0	216
29.	International	168	0	0	0	168
30.	Warranty	0	0	0	0	0
31.	Reinsurance - nonproportional assumed property	628,082	7,037	0	0	635,118
32.	Reinsurance - nonproportional assumed liability	368,497	8,750	0	0	377,247
33.	Reinsurance - nonproportional assumed financial lines	44,575	0	0	0	44,575
34.	Aggregate write-ins for other lines of business	0	0	0	0	0
35.	TOTALS	475,746,387	6,033,866	(5,709,771)	(3,030,042)	473,040,441
36.	Accrued retrospective premiums based on experience					3,030,042
37.	Earned but unbilled premiums					5,709,771
38.	Balance (sum of Lines 35 through 37)					481,780,253

DETAILS OF WRITE-INS

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

(a) State here basis of computation used in each case: Daily pro rata; pools and associations as submitted.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed 2 From Affiliates	Reinsurance Assumed 3 From Non-Affiliates	Reinsurance Ceded 4 To Affiliates	Reinsurance Ceded 5 To Non-Affiliates	6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
1. Fire	0	23,505,983	0	0	0	23,505,983
2. Allied lines	0	24,719,814	0	0	0	24,719,814
3. Farmowners multiple peril	0	8,773,764	0	0	0	8,773,764
4. Homeowners multiple peril	0	162,759,710	0	0	0	162,759,710
5. Commercial multiple peril	0	143,347,032	0	0	0	143,347,032
6. Mortgage guaranty	0	0	0	0	0	0
8. Ocean marine	0	9,682,840	2,663	2,663	0	9,682,840
9. Inland marine	0	30,614,138	0	0	0	30,614,138
10. Financial guaranty	0	0	0	0	0	0
11.1 Medical professional liability - occurrence	0	0	0	0	0	0
11.2 Medical professional liability - claims-made	0	(162)	0	0	0	(162)
12. Earthquake	0	4,190,831	0	0	0	4,190,831
13. Group accident and health	0	0	0	0	0	0
14. Credit accident and health (group and individual)	0	0	0	0	0	0
15. Other accident and health	0	0	0	0	0	0
16. Workers' compensation	(6,339,881)	170,751,078	(3,190)	(7,036,094)	0	171,444,102
17.1 Other liability - occurrence	0	92,778,218	0	0	0	92,778,218
17.2 Other liability - claims-made	0	25,101,272	0	0	0	25,101,272
17.3 Excess workers' compensation	0	663,621	0	0	0	663,621
18.1 Products liability - occurrence	0	6,175,195	0	0	0	6,175,195
18.2 Products liability - claims-made	0	1,100,111	0	0	0	1,100,111
19.1, 19.2 Private passenger auto liability	0	141,108,877	0	0	0	141,108,877
19.3, 19.4 Commercial auto liability	(668)	86,955,014	0	(668)	0	86,955,014
21. Auto physical damage	49	114,114,615	0	49	0	114,114,615
22. Aircraft (all perils)	0	(662)	0	0	0	(662)
23. Fidelity	1,425	2,197,701	0	1,425	0	2,197,701
24. Surety	369,354	172,336	0	385,043	0	156,647
26. Burglary and theft	0	364,206	0	0	0	364,206
27. Boiler and machinery	0	9,032,549	0	0	0	9,032,549
28. Credit	0	40	0	0	0	40
29. International	0	247,445	0	0	0	247,445
30. Warranty	0	0	0	0	0	0
31. Reinsurance - nonproportional assumed property	XXX	1,372,684	0	0	0	1,372,684
32. Reinsurance - nonproportional assumed liability	XXX	606,361	924	924	0	606,361
33. Reinsurance - nonproportional assumed financial lines	XXX	70,646	0	0	0	70,646
34. Aggregate write-ins for other lines of business	0	11,359	0	0	0	11,359
35. TOTALS	(5,969,721)	1,060,416,615	397	(6,646,658)	0	1,061,093,950

DETAILS OF WRITE-INS

3401.	Tribal workers' compensation	0	11,359	0	0	0	11,359
3402.		0	0	0	0	0	0
3403.		0	0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	11,359	0	0	0	11,359

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

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

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

	Line of Business	Losses Paid Less Salvage 1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)	5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
1.	Fire	(1,485)	18,422,015	32,384	18,388,146	12,298,770	14,064,673	16,622,243	72.7
2.	Allied lines	0	13,480,408	0	13,480,408	9,534,330	9,546,200	13,468,538	55.9
3.	Farmowners multiple peril	0	5,824,462	0	5,824,462	3,426,072	4,208,304	5,042,229	58.7
4.	Homeowners multiple peril	0	100,602,291	0	100,602,291	56,813,551	46,729,490	110,686,352	70.3
5.	Commercial multiple peril	1,018,855	71,966,842	1,448,940	71,536,756	119,192,950	116,053,158	74,676,549	53.0
6.	Mortgage guaranty	0	0	0	0	0	0	0	0.0
8.	Ocean marine	0	5,140,865	0	5,140,865	6,581,865	7,919,245	3,803,484	39.9
9.	Inland marine	0	14,326,448	0	14,326,448	9,936,313	10,338,521	13,924,240	46.5
10.	Financial guaranty	0	0	0	0	0	0	0	0.0
11.1	Medical professional liability - occurrence	0	2,522	0	2,522	289,341	210,697	81,166	558,226.8
11.2	Medical professional liability - claims-made	0	17,498	0	17,498	1,577,423	1,397,849	197,072	(121,432.3)
12.	Earthquake	0	0	0	0	337,346	14,779	322,567	7.7
13.	Group accident and health	0	0	0	0	0	0	0	0.0
14.	Credit accident and health (group and individual)	0	0	0	0	0	0	0	0.0
15.	Other accident and health	0	7,390	7,390	0	0	0	0	0.0
16.	Workers' compensation	27,875,073	96,535,615	44,490,718	79,919,970	620,343,757	616,272,634	83,991,093	48.3
17.1	Other liability - occurrence	11,685,203	44,498,605	11,948,748	44,235,061	173,787,825	160,998,812	57,024,074	63.1
17.2	Other liability - claims-made	(17,045)	12,133,070	(17,045)	12,133,070	60,616,920	63,372,178	9,377,813	38.1
17.3	Excess workers' compensation	7,310,175	997,666	7,310,175	997,666	28,374,770	27,001,230	2,371,207	325.8
18.1	Products liability - occurrence	6,259,005	3,697,248	6,333,691	3,622,562	27,945,799	27,110,420	4,457,942	71.9
18.2	Products liability - claims-made	0	32,504	0	32,504	1,817,721	1,699,200	151,026	13.8
19.1, 19.2	Private passenger auto liability	8,408,047	78,660,318	9,550,178	77,518,187	106,647,941	102,542,068	81,624,059	59.8
19.3, 19.4	Commercial auto liability	(1,626,613)	45,927,419	(1,623,155)	45,923,961	107,409,527	90,675,777	62,657,711	75.9
21.	Auto physical damage	705	65,606,016	(255,214)	65,861,935	10,814,936	9,033,857	67,643,014	61.3
22.	Aircraft (all perils)	54,601	184,531	222,154	16,978	330,037	334,575	12,439	(1,880.5)
23.	Fidelity	(83,581)	522,613	(83,581)	522,613	2,111,935	2,226,188	408,360	19.2
24.	Surety	(1,472,248)	89,415	(1,482,025)	99,191	1,607,370	1,780,866	(74,305)	(37.0)
26.	Burglary and theft	0	49,738	0	49,738	298,021	268,275	79,484	23.7
27.	Boiler and machinery	0	2,613,080	0	2,613,080	2,474,023	2,249,457	2,837,646	30.8
28.	Credit	0	(251)	0	(251)	217,786	217,534	0	0.1
29.	International	0	4,038	0	4,038	511,215	311,793	203,460	82.2
30.	Warranty	0	0	0	0	0	0	0	0.0
31.	Reinsurance - nonproportional assumed property	XXX	264,278	(56)	264,334	1,864,454	2,232,585	(103,796)	(8.1)
32.	Reinsurance - nonproportional assumed liability	XXX	4,554,942	2,425,021	2,129,921	16,163,725	19,244,792	(951,146)	(151.8)
33.	Reinsurance - nonproportional assumed financial lines	XXX	0	0	0	419,079	560,352	(141,273)	(200.4)
34.	Aggregate write-ins for other lines of business	0	18,725	0	18,725	246,114	225,036	39,803	350.4
35.	TOTALS	59,410,692	586,180,312	80,308,325	565,282,680	1,383,990,915	1,338,840,544	610,433,051	58.8
	DETAILS OF WRITE-INS								
3401.	Tribal workers' compensation	0	18,725	0	18,725	246,114	225,036	39,803	350.4
3402.		0	0	0	0	0	0	0	0.0
3403.		0	0	0	0	0	0	0	0.0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	XXX
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	18,725	0	18,725	246,114	225,036	39,803	350.4

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

	Line of Business	Reported Losses				Incurred But Not Reported			8	9
		1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred but not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded	Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	Net Unpaid Loss Adjustment Expenses
1.	Fire	0	10,029,223	8,728	10,020,495	361,165	2,363,766	446,656	12,298,770	1,163,437
2.	Allied lines	10,000	7,719,083	10,000	7,719,083	(1,954)	1,815,841	(1,360)	9,534,330	1,573,446
3.	Farmowners multiple peril	0	2,353,976	0	2,353,976	0	1,072,095	0	3,426,072	744,967
4.	Homeowners multiple peril	0	27,308,864	0	27,308,864	0	29,504,687	0	56,813,551	9,387,286
5.	Commercial multiple peril	1,832,677	64,189,042	1,837,972	64,183,747	7,353,537	57,464,781	9,809,115	119,192,950	43,875,446
6.	Mortgage guaranty	0	0	0	0	0	0	0	0	0
8.	Ocean marine	0	4,148,628	34,041	4,114,587	578,793	2,467,277	578,793	6,581,865	2,239,571
9.	Inland marine	0	8,646,799	0	8,646,799	15,899	1,293,797	20,182	9,936,313	849,006
10.	Financial guaranty	0	0	0	0	0	0	0	0	0
11.1	Medical professional liability - occurrence	1	44,029	1	44,029	(422)	245,312	(422)	289,341	163,489
11.2	Medical professional liability - claims-made	0	1,004,874	0	1,004,874	0	572,548	0	1,577,423	237,425
12.	Earthquake	0	4,410	0	4,410	0	332,936	0	337,346	28,390
13.	Group accident and health	0	0	0	0	0	0	0	(a) 0	0
14.	Credit accident and health (group and individual)	0	0	0	0	0	0	0	0	0
15.	Other accident and health	0	0	0	0	433,091	0	433,091	(a) 0	0
16.	Workers' compensation	208,944,338	553,291,922	457,379,980	304,856,279	143,401,144	456,811,127	284,724,794	620,343,757	101,831,482
17.1	Other liability - occurrence	8,768,644	53,579,002	14,444,171	47,903,475	27,158,594	128,279,444	29,553,688	173,787,825	64,796,932
17.2	Other liability - claims-made	240,878	19,864,626	240,878	19,864,626	256,106	40,764,947	268,758	60,616,920	16,617,505
17.3	Excess workers' compensation	115,110,982	10,942,456	115,110,982	10,942,456	103,302,792	18,147,320	104,017,798	28,374,770	2,259,713
18.1	Products liability - occurrence	13,287,399	7,259,295	14,066,696	6,479,998	7,240,589	21,674,223	7,449,010	27,945,799	29,767,719
18.2	Products liability - claims-made	0	351,771	0	351,771	5,520	1,466,072	5,643	1,817,721	1,193,531
19.1, 19.2	Private passenger auto liability	89,014,847	106,550,687	140,035,606	55,529,928	1	51,118,013	1	106,647,941	19,484,452
19.3, 19.4	Commercial auto liability	40,813,395	53,353,250	40,906,511	53,260,134	3,611,483	54,864,446	4,326,535	107,409,527	13,959,556
21.	Auto physical damage	8,088	3,048,420	8,088	3,048,420	51,550	7,822,943	107,977	10,814,936	4,870,044
22.	Aircraft (all perils)	106,170	2,144,586	2,061,457	189,300	126,985	140,849	127,098	330,037	177,223
23.	Fidelity	67,896	167,139	67,896	167,139	30,161	1,949,255	34,619	2,111,935	550,342
24.	Surety	502,906	1,181,642	604,256	1,080,292	435,568	574,042	482,532	1,607,370	269,391
26.	Burglary and theft	0	118,786	0	118,786	1,842	179,235	1,842	298,021	77,289
27.	Boiler and machinery	0	1,494,381	0	1,494,381	0	979,642	0	2,474,023	356,913
28.	Credit	0	54,412	153	54,259	0	163,527	0	217,786	8,033
29.	International	0	169,197	0	169,197	0	342,018	0	511,215	34,325
30.	Warranty	0	0	0	0	0	0	0	0	0
31.	Reinsurance - nonproportional assumed property	XXX	1,190,952	0	1,190,952	XXX	673,502	0	1,864,454	171,449
32.	Reinsurance - nonproportional assumed liability	XXX	24,713,116	15,083,453	9,629,663	XXX	6,534,062	0	16,163,725	797,232
33.	Reinsurance - nonproportional assumed financial lines	XXX	105,995	0	105,995	XXX	313,084	0	419,079	33,265
34.	Aggregate write-ins for other lines of business	0	5,557	0	5,557	0	240,557	0	246,114	82,595
35.	TOTALS	478,708,218	965,036,120	801,900,866	641,843,472	294,362,444	890,171,349	442,386,350	1,383,990,915	317,601,454
	DETAILS OF WRITE-INS									
3401.	Tribal workers' compensation	0	5,557	0	5,557	0	240,557	0	246,114	82,595
3402.		0	0	0	0	0	0	0	0	0
3403.		0	0	0	0	0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	5,557	0	5,557	0	240,557	0	246,114	82,595

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	18,360,989	0	0	18,360,989
1.2 Reinsurance assumed	53,491,301	0	0	53,491,301
1.3 Reinsurance ceded	18,966,621	0	0	18,966,621
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	52,885,670	0	0	52,885,670
2. Commission and brokerage:				
2.1 Direct, excluding contingent	0	84,198	0	84,198
2.2 Reinsurance assumed, excluding contingent	0	140,865,372	0	140,865,372
2.3 Reinsurance ceded, excluding contingent	0	87,777	0	87,777
2.4 Contingent - direct	0	1,961	0	1,961
2.5 Contingent - reinsurance assumed	0	9,574,595	0	9,574,595
2.6 Contingent - reinsurance ceded	0	2,049	0	2,049
2.7 Policy and membership fees	0	0	0	0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)	0	150,436,300	0	150,436,300
3. Allowances to manager and agents	0	115,577	0	115,577
4. Advertising	5,045	3,276,464	6	3,281,515
5. Boards, bureaus and associations	246,107	3,497,080	476	3,743,663
6. Surveys and underwriting reports	24	3,747,587	0	3,747,611
7. Audit of assureds' records	0	0	0	0
8. Salary and related items:				
8.1 Salaries	35,563,294	65,173,244	908,442	101,644,980
8.2 Payroll taxes	2,547,073	4,248,653	34,241	6,829,967
9. Employee relations and welfare	6,061,500	9,100,427	74,482	15,236,409
10. Insurance	4,136,277	695,120	868	4,832,265
11. Directors' fees	0	0	0	0
12. Travel and travel items	1,649,166	2,770,157	12,240	4,431,563
13. Rent and rent items	1,713,324	4,030,643	31,982	5,775,949
14. Equipment	301,200	1,482,357	2,113	1,785,670
15. Cost or depreciation of EDP equipment and software	634,344	14,913,449	22,188	15,569,981
16. Printing and stationery	75,956	275,136	1,787	352,879
17. Postage, telephone and telegraph, exchange and express	301,320	4,370,705	5,697	4,677,722
18. Legal and auditing	1,332,533	1,057,743	45,176	2,435,452
19. Totals (Lines 3 to 18)	54,567,163	118,754,342	1,139,698	174,461,203
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of $.....152,470	0	26,031,732	0	26,031,732
20.2 Insurance department licenses and fees	0	2,019,429	0	2,019,429
20.3 Gross guaranty association assessments	0	16,423	0	16,423
20.4 All other (excluding federal and foreign income and real estate)	0	570,456	0	570,456
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	28,638,039	0	28,638,039
21. Real estate expenses	0	0	125	125
22. Real estate taxes	0	0	0	0
23. Reimbursements by uninsured plans	0	0	0	0
24. Aggregate write-ins for miscellaneous expenses	2,165,867	7,001,489	135,414	9,302,770
25. Total expenses incurred	109,618,700	304,830,169	1,275,237	(a) 415,724,106
26. Less unpaid expenses - current year	317,601,454	74,068,120	415,467	392,085,041
27. Add unpaid expenses - prior year	311,265,380	73,026,000	436,775	384,728,155
28. Amounts receivable relating to uninsured plans, prior year	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year	0	0	0	0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	103,282,626	303,788,049	1,296,546	408,367,220

DETAILS OF WRITE-INS

2401. Miscellaneous expenses	2,786,612	16,021,087	135,414	18,943,113
2402. Service reimbursements	(407,376)	(3,724,768)	0	(4,132,144)
2403. Cost of computer software developed for internal use	(213,369)	(5,294,829)	0	(5,508,199)
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0	0	0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	2,165,867	7,001,489	135,414	9,302,770

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

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. government bonds	(a) 1,997,228	2,178,507
1.1	Bonds exempt from U.S. tax	(a) 54,686,649	52,982,393
1.2	Other bonds (unaffiliated)	(a) 33,911,850	35,395,437
1.3	Bonds of affiliates	(a) 0	0
2.1	Preferred stocks (unaffiliated)	(b) 0	0
2.11	Preferred stocks of affiliates	(b) 0	0
2.2	Common stocks (unaffiliated)	0	0
2.21	Common stocks of affiliates	3,400,000	3,400,000
3.	Mortgage loans	(c) 0	0
4.	Real estate	(d) 0	0
5.	Contract loans	0	0
6.	Cash, cash equivalents and short-term investments	(e) 2,482,409	2,513,534
7.	Derivative instruments	(f) 0	0
8.	Other invested assets	2,691,619	2,691,619
9.	Aggregate write-ins for investment income	82,817	82,817
10.	Total gross investment income	99,252,572	99,244,307
11.	Investment expenses		(g) 1,275,237
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) 0
13.	Interest expense		(h) 0
14.	Depreciation on real estate and other invested assets		(i) 0
15.	Aggregate write-ins for deductions from investment income		0
16.	Total deductions (Lines 11 through 15)		1,275,237
17.	Net investment income (Line 10 minus Line 16)		97,969,070
	DETAILS OF WRITE-INS		
0901.	Securities lending income	83,492	83,492
0902.	Miscellaneous income	3	3
0903.	Property and wind plans	(678)	(678)
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	82,817	82,817
1501.			0
1502.			0
1503.			0
1598.	Summary of remaining write-ins for Line 15 from overflow page		0
1599.	Totals (Lines 1501 through 1503 plus 1598) (Line 15 above)		0

(a) Includes $.....1,820,557 accrual of discount less $.....15,820,198 amortization of premium and less $.....1,600,776 paid for accrued interest on purchases.
(b) Includes $.....0 accrual of discount less $.....0 amortization of premium and less $.....0 paid for accrued dividends on purchases.
(c) Includes $.....0 accrual of discount less $.....0 amortization of premium and less $.....0 paid for accrued interest on purchases.
(d) Includes $.....0 for company's occupancy of its own buildings; and excludes $.....0 interest on encumbrances.
(e) Includes $.....0 accrual of discount less $.....30,223 amortization of premium and less $.....0 paid for accrued interest on purchases.
(f) Includes $.....0 accrual of discount less $.....0 amortization of premium.
(g) Includes $.....0 investment expenses and $.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes $.....0 interest on surplus notes and $.....0 interest on capital notes.
(i) Includes $.....0 depreciation on real estate and $.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. government bonds	0	0	0	0	0
1.1	Bonds exempt from U.S. tax	1,037,162	(52,146)	985,016	4,175	0
1.2	Other bonds (unaffiliated)	657,656	(215)	657,441	(164,051)	0
1.3	Bonds of affiliates	0	0	0	0	0
2.1	Preferred stocks (unaffiliated)	0	0	0	0	0
2.11	Preferred stocks of affiliates	0	0	0	0	0
2.2	Common stocks (unaffiliated)	0	0	0	0	0
2.21	Common stocks of affiliates	0	0	0	325,867	0
3.	Mortgage loans	0	0	0	0	0
4.	Real estate	0	0	0	0	0
5.	Contract loans	0	0	0	0	0
6.	Cash, cash equivalents and short-term investments	0	0	0	0	0
7.	Derivative instruments	0	0	0	0	0
8.	Other invested assets	0	0	0	0	0
9.	Aggregate write-ins for capital gains (losses)	0	(1,228)	(1,228)	0	0
10.	Total capital gains (losses)	1,694,818	(53,588)	1,641,230	165,992	0
	DETAILS OF WRITE-INS					
0901.	Real gain LTBD impair recovery	0	376	376	0	0
0902.	Foreign exchange	0	(1,603)	(1,603)	0	0
0903.		0	0	0	0	0
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	0	(1,228)	(1,228)	0	0

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks	0	0	0
2.2 Common stocks	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens	0	0	0
3.2 Other than first liens	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company	0	0	0
4.2 Properties held for the production of income	0	0	0
4.3 Properties held for sale	0	0	0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)	0	0	0
6. Contract loans	0	0	0
7. Derivatives (Schedule DB)	0	0	0
8. Other invested assets (Schedule BA)	0	0	0
9. Receivables for securities	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL)	0	0	0
11. Aggregate write-ins for invested assets	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	0	0	0
13. Title plants (for Title insurers only)	0	0	0
14. Investment income due and accrued	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	7,496,003	7,561,053	65,050
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	1,181,259	1,156,880	(24,379)
15.3 Accrued retrospective premiums and contracts subject to redetermination	415,896	301,515	(114,382)
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers	0	0	0
16.2 Funds held by or deposited with reinsured companies	0	0	0
16.3 Other amounts receivable under reinsurance contracts	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0
18.2 Net deferred tax asset	0	0	0
19. Guaranty funds receivable or on deposit	0	0	0
20. Electronic data processing equipment and software	0	0	0
21. Furniture and equipment, including health care delivery assets	79,397	79,397	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0
23. Receivables from parent, subsidiaries and affiliates	0	0	0
24. Health care and other amounts receivable	0	0	0
25. Aggregate write-ins for other-than-invested assets	293,719	241,070	(52,649)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)	9,466,275	9,339,915	(126,360)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
28. TOTALS (Lines 26 and 27)	9,466,275	9,339,915	(126,360)

DETAILS OF WRITE-INS

1101.	0	0	0
1102.	0	0	0
1103.	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0
2501. Amounts receivable under high deductible policies	293,719	241,070	(52,649)
2502.	0	0	0
2503.	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	293,719	241,070	(52,649)

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONCERN

A. Accounting Practices:

United States Fidelity and Guaranty Company (the Company) prepares its statutory financial statements in conformity with the accounting practices prescribed or permitted by the State of Connecticut. The State of Connecticut requires that insurance companies domiciled in Connecticut prepare their statutory basis financial statements in accordance with the National Association of Insurance Commissioners (NAIC) *Accounting Practices and Procedures Manual*, subject to any deviations prescribed or permitted by the Connecticut Insurance Commissioner. The Company does not apply any statutory accounting practices that would be considered a permitted practice in its financial statements.

Net Income	SSAP #	F/S Page	F/S Line #	2018	2017
1. United States Fidelity and Guaranty Company state basis	XXX	XXX	XXX	$ 92,226,461	$ 82,859,243
2. State Prescribed Practices that are an increase/(decrease) from NAIC SAP				—	—
3. State Permitted Practices that are an increase/(decrease) from NAIC SAP				—	—
4. NAIC SAP (1-2-3=4)	XXX	XXX	XXX	$ 92,226,461	$ 82,859,243
Surplus					
5. United States Fidelity and Guaranty Company state basis	XXX	XXX	XXX	$ 984,206,451	$ 985,820,965
6. State Prescribed Practices that are an increase/(decrease) from NAIC SAP				—	—
7. State Permitted Practices that are an increase/(decrease) from NAIC SAP				—	—
8. NAIC SAP (5-6-7=8)	XXX	XXX	XXX	$ 984,206,451	$ 985,820,965

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

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of 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. Accounting Policy:

Certain assets designated as nonadmitted 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). The costs of acquiring both new and renewal insurance business are charged to income as incurred. Premiums are recognized as revenues pro rata over the policy period. Unearned premium reserves represent the unexpired portion of policy premiums, net of reinsurance. Reserves for losses, loss adjustment expenses (LAE) and unearned premiums ceded to reinsurers have been reported as reductions of the related reserves. Amounts recoverable from reinsurers are estimated in a manner consistent with the loss liability associated with the reinsured business. A liability is established for unsecured, unauthorized reinsurance and overdue authorized reinsurance recoverables.

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.

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

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 generally are stated at amortized cost, except bonds that are defined by the NAIC as non-investment grade (NAIC Class 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.

NAIC Class 1 and 2 redeemable preferred stocks generally are stated at amortized cost, whereas NAIC Class 3-6 redeemable preferred stocks are stated at the lower of cost, amortized cost, or fair value. NAIC Class 1 and 2 non-redeemable preferred stocks generally are stated at fair value, while NAIC Class 3-6 non-redeemable preferred stocks are stated at the lower of cost or NAIC fair value.

For a discussion of the valuation basis and adjustment methodology for loan-backed securities, see Note 5D.

Common stock investments in subsidiaries are based on the net worth of the entity, determined in accordance with statutory accounting valuation methods. Dividends received from subsidiaries are recorded as net investment income and undistributed net income is recorded as net unrealized capital gains or (losses).

The 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 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 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 Company. The 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 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 Company's net income in such period. For a discussion of loss and LAE reserving methodology related to asbestos and environmental reserves, see Note 33.

The Company has not modified its accounting policy regarding the capitalization of fixed assets from the prior period.

NOTES TO FINANCIAL STATEMENTS

D. Going Concern:

Not applicable.

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

The Company had no material changes in accounting principles or material corrections of errors during 2018.

3. BUSINESS COMBINATIONS AND GOODWILL

Not applicable.

4. DISCONTINUED OPERATIONS

Not applicable.

5. INVESTMENTS

A. Mortgage Loans, including Mezzanine Real Estate Loans:

Not applicable.

B. Debt Restructuring:

Not applicable.

C. Reverse Mortgages:

Not applicable.

D. Loan-Backed Securities:

1. The Company applies the retrospective method of revaluing loan-backed securities. The 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 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.

   When unit prices published by the SVO are not available, the Company uses a nationally recognized pricing service, as well as broker quotes in determining the fair value of its loan-backed securities.

2. The following table provides aggregated information on structured securities classified on the basis used for the recognized 2018 other-than-temporary impairments:

	Amortized cost basis before other-than-temporary impairment	Other-than-temporary impairment recognized in loss	Fair value
OTTI recognized in the quarter ending March 31, 2018			
Present value of cash flows is less than amortized cost	$ —	$ —	$ —
OTTI recognized in the quarter ending June 30, 2018			
Present value of cash flows is less than amortized cost	$ —	$ —	$ —
OTTI recognized in the quarter ending September 30, 2018			
Present value of cash flows is less than amortized cost	$ 215	$ 215	$ —
OTTI recognized in the quarter ending December 31, 2018			
Present value of cash flows is less than amortized cost	$ —	$ —	$ —
Annual Aggregate Total		$ 215	

3. Loan-backed and structured securities with other-than-temporary impairments recognized in 2018 are as follows:

CUSIP	Amortized cost basis before other-than-temporary impairment	Present value of projected cash flows	Other-than-temporary impairment recognized in loss	Amortized cost basis after other-than-temporary impairment	Fair Value	Impairment Quarter
23321PJF6	$ 215	$ —	$ 215	$ —	$ —	Q3 - 2018
Total:			$ 215			

NOTES TO FINANCIAL STATEMENTS

4. The gross unrealized investment losses and related fair value for impaired securities for which an other-than-temporary impairment has not been recognized as a realized loss were as follows:

   a. The aggregate amount of unrealized losses:

1. Less than 12 Months	$	—
2. 12 Months or Longer	$	118,000

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

1. Less than 12 Months	$	—
2. 12 Months or Longer	$	2,904,842

5. The 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 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 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.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions:

1. The Company requires collateral equal to at least 102% of the market value of the loaned security plus accrued interest. The Company accepts 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.

2. Not applicable.

3. Not applicable.

4. Not applicable.

5. Collateral Reinvestment

   Aggregate Cash Collateral Reinvested

Securities Lending	Amortized Cost	Fair Value
30 Days or Less	$ 16,685,046	$ 16,685,046

6. Not applicable.

7. Not applicable.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing:

Not applicable.

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

Not applicable.

H. Repurchase Agreements Transactions Accounted for as a Sale:

Not applicable.

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale:

Not applicable.

J. Real Estate:

Not applicable.

K. Low-Income Housing Tax Credits (LIHTC):

Not applicable.

L. Restricted Assets:

1. Restricted Assets (Including Pledged)

	Gross (Admitted & Nonadmitted) Restricted							Current Year			
	Current Year					6	7	8	9	Percentage	
Restricted Asset Category	1 Total General Account (G/A)	2 G/A Supporting Protected Cell Account Activity (a)	3 Total Protected Cell Account Restricted Assets	4 Protected Cell Account Assets Supporting G/A Activity (b)	5 Total (1 plus 3)	Total From Prior Year	Increase / (Decrease) (5 minus 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5 minus 8)	10 Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	11 Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	—%	—%
b. Collateral held under security lending agreements	16,685,046	—	—	—	16,685,046	27,139,720	(10,454,674)	—	16,685,046	0.5%	0.5%

NOTES TO FINANCIAL STATEMENTS

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted							Current Year		Percentage	
	Current Year					6	7	8	9	10	11
	1 Total General Account (G/A)	2 G/A Supporting Protected Cell Account Activity (a)	3 Total Protected Cell Account Restricted Assets	4 Protected Cell Account Assets Supporting G/A Activity (b)	5 Total (1 plus 3)	Total From Prior Year	Increase / (Decrease) (5 minus 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)
c. Subject to repurchase agreements	—	—	—	—	—	—	—	—	—	—%	—%
d. Subject to reverse repurchase agreements	—	—	—	—	—	—	—	—	—	—%	—%
e. Subject to dollar repurchase agreements	—	—	—	—	—	—	—	—	—	—%	—%
f. Subject to dollar reverse repurchase agreements	—	—	—	—	—	—	—	—	—	—%	—%
g. Placed under option contracts	—	—	—	—	—	—	—	—	—	—%	—%
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	—	—	—	—	—	—	—	—	—	—%	—%
i. FHLB capital stock	—	—	—	—	—	—	—	—	—	—%	—%
j. On deposit with states	162,496,793	—	—	—	162,496,793	163,215,972	(719,179)	—	162,496,793	4.8%	4.8%
k. On deposit with other regulatory bodies	3,797,242	—	—	—	3,797,242	3,791,772	5,470	—	3,797,242	0.1%	0.1%
l. Pledged as collateral to FHLB (including assets backing funding agreements)	—	—	—	—	—	—	—	—	—	—%	—%
m. Pledged as collateral not captured in other categories	15,187,329	—	—	—	15,187,329	15,212,506	(25,177)	—	15,187,329	0.5%	0.5%
n. Other restricted assets	—	—	—	—	—	—	—	—	—	—%	—%
o. Total Restricted Assets	$ 198,166,410	$ —	$ —	$ —	$ 198,166,410	$ 209,359,970	$ (11,193,560)	$ —	$ 198,166,410	5.9%	5.9%

(a) Subset of Column 1

(b) Subset of Column 3

(c) Column 5 divided by Asset Page, Column 1, Line 28

(d) Column 9 divided by Asset Page, Column 3, Line 28

2. Details of Assets Pledged as Collateral Not Captured in Other Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in Aggregate)

Description of Assets	Gross (Admitted & Nonadmitted) Restricted							8	Percentage	
	Current Year					6	7		9	10
	1 Total General Account (G/A)	2 G/A Supporting Protected Cell Account Activity (a)	3 Total Protected Cell Account Restricted Assets	4 Protected Cell Account Assets Supporting G/A Activity (b)	5 Total (1 plus 3)	Total From Prior Year	Increase / (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross (Admitted & Nonadmitted) Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Bonds - Reinsurance	$ 15,187,329	$ —	$ —	$ —	$ 15,187,329	$ 15,212,506	$ (25,177)	$ 15,187,329	0.5%	0.5%
Total (c)	$ 15,187,329	$ —	$ —	$ —	$ 15,187,329	$ 15,212,506	$ (25,177)	$ 15,187,329	0.5%	0.5%

(a) Subset of Column 1

(b) Subset of Column 3

(c) Total line for columns 1 through 7 should equal 5L(1)m columns 1 through 7 respectively and total line for columns 8 through 10 should equal 5L(1)m columns 9 through 11 respectively

3. Not applicable.

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

Collateral Assets	1 Book/Adjusted Carrying Value (BACV)	2 Fair Value	3 % of BACV to Total Assets (Admitted and Nonadmitted) *	4 % of BACV to Total Admitted Assets **
a. Cash, Cash Equivalents, and Short-Term Investments	$ 16,685,046	$ 16,685,046	0.5%	0.5%
b. Schedule D, Part 1	—	—	—%	—%
c. Schedule D, Part 2, Section 1	—	—	—%	—%
d. Schedule D, Part 2, Section 2	—	—	—%	—%
e. Schedule B	—	—	—%	—%
f. Schedule A	—	—	—%	—%
g. Schedule BA, Part 1	—	—	—%	—%
h. Schedule DL, Part 1	—	—	—%	—%
i. Other	—	—	—%	—%
j. Total Collateral Assets	$ 16,685,046	$ 16,685,046	0.5%	0.5%

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

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

NOTES TO FINANCIAL STATEMENTS

	1 Amount	2 % of Liability to Total Liabilities *
k. Recognized Obligation to Return Collateral Asset	$ 16,685,046	0.7%

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

M. Working Capital Finance Investments:

Not applicable.

N. Offsetting and Netting of Assets and Liabilities:

Not applicable.

O. Structured Notes:

Not applicable.

P. 5GI Securities:

Investment	Number of 5GI Securities		Aggregate BACV		Aggregate Fair Value	
	Current Year	Prior Year	Current Year	Prior Year	Current Year	Prior Year
(1) Bonds - AC	3	3	$ 225,093	$ 225,263	$ 227,662	$ 233,042
(2) Bonds - FV	—	—	—	—	—	—
(3) LB&SS - AC	—	—	—	—	—	—
(4) LB&SS - FV	—	—	—	—	—	—
(5) Preferred Stock - AC	—	—	—	—	—	—
(6) Preferred Stock - FV	—	—	—	—	—	—
(7) Total	3	3	$ 225,093	$ 225,263	$ 227,662	$ 233,042

AC - Amortized Cost FV - Fair Value

Q. Short Sales:

Not applicable.

R. Prepayment Penalty and Acceleration Fees:

	General Account	Protected Cell
1. Number of CUSIPs	21	—
2. Aggregate Amount of Investment Income	$ 705,377	$ —

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

Not applicable.

7. INVESTMENT INCOME

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

B. At December 31, 2018, the Company had no accrued investment income over 90 days past due.

8. DERIVATIVE INSTRUMENTS

Not applicable.

9. INCOME TAXES

A. The components of the net deferred tax asset/(liability) at December 31 are as follows:

	December 31, 2018		
	Ordinary	Capital	Total
1. a. Gross deferred tax assets	$ 47,745,501	$ 1,395,545	$ 49,141,046
b. Statutory valuation allowance adjustment	—	—	—
c. Adjusted gross deferred tax assets	47,745,501	1,395,545	49,141,046
d. Deferred tax assets nonadmitted	—	—	—
e. Subtotal net admitted deferred tax assets	47,745,501	1,395,545	49,141,046
f. Deferred tax liabilities	23,892,441	3,310,284	27,202,725
g. Net admitted deferred tax asset/(liability)	$ 23,853,060	$ (1,914,739)	$ 21,938,321

NOTES TO FINANCIAL STATEMENTS

	December 31, 2017		
	Ordinary	Capital	Total
a. Gross deferred tax assets	$ 62,513,979	$ 1,740,675	$ 64,254,654
b. Statutory valuation allowance adjustment	—	—	—
c. Adjusted gross deferred tax assets	62,513,979	1,740,675	64,254,654
d. Deferred tax assets nonadmitted	—	—	—
e. Subtotal net admitted deferred tax assets	62,513,979	1,740,675	64,254,654
f. Deferred tax liabilities	43,627,327	3,310,284	46,937,611
g. Net admitted deferred tax asset/(liability)	$ 18,886,652	$ (1,569,609)	$ 17,317,043

	Change		
	Ordinary	Capital	Total
a. Gross deferred tax assets	$ (14,768,478)	$ (345,130)	$ (15,113,608)
b. Statutory valuation allowance adjustment	—	—	—
c. Adjusted gross deferred tax assets	(14,768,478)	(345,130)	(15,113,608)
d. Deferred tax assets nonadmitted	—	—	—
e. Subtotal net admitted deferred tax assets	(14,768,478)	(345,130)	(15,113,608)
f. Deferred tax liabilities	(19,734,886)	—	(19,734,886)
g. Net admitted deferred tax asset/(liability)	$ 4,966,408	$ (345,130)	$ 4,621,278

2. Admission Calculation Components SSAP No. 101:

	December 31, 2018		
	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks.	$ 19,694,830	$ 349,304	$ 20,044,134
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)	16,087,499	—	16,087,499
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	16,087,499	—	16,087,499
2. Adjusted gross deferred tax assets allowed per limitation threshold.	xxxx	xxxx	144,340,220
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.	11,963,172	1,046,241	13,009,413
d. Deferred tax assets admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	47,745,501	1,395,545	49,141,046
Deferred tax liabilities netted against deferred tax assets	23,892,441	3,310,284	27,202,725
Total	$ 23,853,060	$ (1,914,739)	$ 21,938,321

	December 31, 2017		
	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks.	$ 39,558,473	$ 478,866	$ 40,037,339
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)	5,157,091	—	5,157,091
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	5,157,091	—	5,157,091
2. Adjusted gross deferred tax assets allowed per limitation threshold.	xxxx	xxxx	145,275,588

NOTES TO FINANCIAL STATEMENTS

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.	17,798,415	1,261,809	19,060,224
d. Deferred tax assets admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	62,513,979	1,740,675	64,254,654
Deferred tax liabilities netted against deferred tax assets	43,627,327	3,310,284	46,937,611
Total	$ 18,886,652	$ (1,569,609)	$ 17,317,043

	Change		
	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks.	$ (19,863,643)	$ (129,562)	$ (19,993,205)
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)	10,930,408	—	10,930,408
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	10,930,408	—	10,930,408
2. Adjusted gross deferred tax assets allowed per limitation threshold.	xxxx	xxxx	(935,368)
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities.	(5,835,243)	(215,568)	(6,050,811)
d. Deferred tax assets admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	(14,768,478)	(345,130)	(15,113,608)
Deferred tax liabilities netted against deferred tax assets	(19,734,886)	—	(19,734,886)
Total	$ 4,966,408	$ (345,130)	$ 4,621,278

	2018	2017
3. a. Ratio percentage used to determine recovery period and threshold limitation amount.	602%	635%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above.	$ 962,268,130	$ 968,503,922

4. Impact of Tax-Planning Strategies:

	December 31, 2018	
	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 9A1(c).	$ 47,745,501	$ 1,395,545
2. Percentage of adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	—%	—%
3. Net admitted adjusted gross deferred tax assets amounts from Note 9A1(e).	$ 47,745,501	$ 1,395,545
4. Percentage of net admitted adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	—%	—%

	December 31, 2017	
	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 9A1(c).	$ 62,513,979	$ 1,740,675
2. Percentage of adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	—%	—%

NOTES TO FINANCIAL STATEMENTS

3. Net admitted adjusted gross deferred tax assets amounts from Note 9A1(e).	$ 62,513,979	$ 1,740,675
4. Percentage of net admitted adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	—%	—%

	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 9A1(c).	$ (14,768,478)	$ (345,130)
2. Percentage of adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	—%	—%
3. Net admitted adjusted gross deferred tax assets amounts from Note 9A1(e).	$ (14,768,478)	$ (345,130)
4. Percentage of net admitted adjusted gross deferred tax assets by tax character attributable to the impact of tax-planning strategies.	—%	—%

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

B. Deferred tax liabilities not recognized for the following amounts:

Not applicable.

C. The provisions for incurred tax on earnings are as follows:

	December 31, 2018	December 31, 2017	Change
1. Current Income Tax:			
Federal	$ 17,254,208	$ 16,910,410	$ 343,798
Subtotal	17,254,208	16,910,410	343,798
Federal income taxes on net capital gains	1,873,364	2,751,008	(877,644)
Federal and foreign income taxes incurred	$ 19,127,572	$ 19,661,418	$ (533,846)

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

	December 31, 2018	December 31, 2017	Change
Ordinary:			
Discounting of unpaid losses	$ 23,913,133	$ 39,563,042	$ (15,649,909)
Unearned premium reserve	20,234,771	19,254,262	980,509
Other	3,597,597	3,696,675	(99,078)
Total ordinary deferred tax assets	$ 47,745,501	$ 62,513,979	$ (14,768,478)
Statutory valuation allowance adjustment	—	—	—
Nonadmitted deferred tax assets	—	—	—
Admitted ordinary deferred tax assets	$ 47,745,501	$ 62,513,979	$ (14,768,478)
Capital:			
Investments	$ 1,395,545	$ 1,740,675	$ (345,130)
Total capital deferred tax assets	$ 1,395,545	$ 1,740,675	$ (345,130)
Statutory valuation allowance adjustment	—	—	—
Nonadmitted deferred tax assets	—	—	—
Admitted capital deferred tax assets	$ 1,395,545	$ 1,740,675	$ (345,130)
Total admitted deferred tax assets	$ 49,141,046	$ 64,254,654	$ (15,113,608)

NOTES TO FINANCIAL STATEMENTS

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

	December 31, 2018	December 31, 2017	Change
Ordinary:			
Investments	$ 17,139,846	$ 19,593,499	$ (2,453,653)
Loss and LAE reserve discounting (transition rule)	6,721,799	24,018,490	(17,296,691)
Other	30,796	15,338	15,458
Total ordinary deferred tax liabilities	$ 23,892,441	$ 43,627,327	$ (19,734,886)
Capital:			
Investments	$ 3,310,284	$ 3,310,284	$ —
Total capital deferred tax liabilities	$ 3,310,284	$ 3,310,284	$ —
Total deferred tax liabilities	$ 27,202,725	$ 46,937,611	$ (19,734,886)
4. Net admitted deferred tax asset/(liability)	$ 21,938,321	$ 17,317,043	$ 4,621,278

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. During the fourth quarter of 2017, the Company recorded provisional amounts for the tax imposed on partnership investments, as well as the amount due under the transition rule relating to the change in discounting of incurred losses, based on information available at December 31, 2017. The Company also made minor adjustments to the provisional amount for taxes related to partnership investments based upon the latest available information associated with those investments (Form K-1's) that were received in 2018.

   In November 2018, the U.S. Treasury issued proposed regulations which would establish the interest rate and discounting methodology to be used in determining the tax discount on loss and loss adjustment reserves under the Tax Cuts and Jobs Act of 2017. The proposed regulations significantly reduce the gross deferred tax assets and liabilities related to the transition rule for discounting of reserves and reduced the estimated additional tax payments associated with the transition rule over the eight years beginning in 2018 as discussed above.

   The Company estimated the amounts payable related to the transition rules for discounting of loss reserves using the regulations proposed by the U.S. Treasury during 2018. These amounts are subject to change once the final regulations are issued, which is expected to occur in 2019.

8. There are no adjustments to gross deferred tax assets because of a 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, 2018	December 31, 2017	Change
Total deferred tax assets	$ 49,141,046	$ 64,254,654	$ (15,113,608)
Total deferred tax liabilities	27,202,725	46,937,611	(19,734,886)
Net deferred tax asset/(liability)	$ 21,938,321	$ 17,317,043	4,621,278
Tax effect of unrealized gains (losses)			(33,574)
Change in net deferred income tax			$ 4,587,704

D. 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:

Rate Reconciliation:

	December 31, 2018
Pretax net income (loss)	$ 111,354,033
Taxes at statutory rate	23,384,347
Increase (decrease) attributable to:	
Nontaxable investment income	(9,126,207)
Other	281,728
	$ 14,539,868
Federal and foreign taxes incurred	$ 19,127,572
Change in net deferred taxes	(4,587,704)
Total statutory income tax	$ 14,539,868
Effective tax rate	13.1%

NOTES TO FINANCIAL STATEMENTS

E. 1. The Company has no net operating loss carry-forward 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:

2018 Total	$	18,267,102
2017 Total		20,829,601
2016 Capital Gains		2,498,586

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

F. 1. The Company is included in a consolidated federal income tax return with its ultimate parent company, The Travelers Companies, Inc. (TRV). A list of the entities included with the Company in a consolidated federal income tax return filing is attached.

2. The Company is a 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 IRS levies upon a member's assets for unpaid taxes in excess of the amount specifically allocated to a member.

In the event that the consolidated group develops an Alternative Minimum Tax (AMT), each company with an AMT on a separate company basis will be allocated a portion of the consolidated AMT. Settlement of the AMT will be made in the same manner and timing as the regular federal income tax. For 2017, the consolidated group is not in an AMT position. For 2018 and forward, the Tax Cuts and Jobs Act of 2017 repealed the AMT.

G. The 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.

H. Repatriation Transition Tax (RTT):

Not applicable.

I. The Company does not have an AMT credit.

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

A-C. In March 2018, the Company sold $24.4 million of securities to the Travelers Money Market Liquidity Pool (TRVMMLP).

Schedule Y - Part 2 summarizes the net flow of funds among affiliates for various types of transactions between affiliates. Regulatory prior approval and/or prior notification has been provided for any transaction requiring such action.

The following are general business arrangements that result in or are used for transactions with affiliates in the normal course of business:

(1) The principal banking functions for the property-casualty operations of TRV and some or all of its affiliated property-casualty insurance companies are handled by The Travelers Indemnity Company (Indemnity). Settlements between the companies are made at least monthly.

(2) TRV maintains a private short-term investment 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 short-term investment in Schedule DA. At December 31, 2018 and 2017, the TRVMMLP totaled $4.14 billion and $5.20 billion, respectively.

D. (1) At December 31, 2018 and 2017, the Company had $5,129,025 and $5,276,793 payable to affiliates, respectively. Substantially all of the accounts between and among the Company and its affiliates are settled at least monthly through the TRVMMLP or in cash.

(2) The Company participates in an intercompany reinsurance pooling agreement as described in Note 26. The following represents the unsettled balances resulting from affiliated reinsurance that are reported in the respective balance sheet accounts:

	December 31, 2018	December 31, 2017
Uncollected premiums and agents' balances in course of collection	$ 62,201,248	$ 62,622,864
Amounts recoverable from reinsurers	9,932,970	9,419,141
Reinsurance payable on paid losses and LAE	65,155,822	60,300,916

These balances were settled net through the intercompany settlement process during January 2019 and January 2018, respectively.

E. The Company is party to various guarantees with affiliates. See Note 14G for additional detail.

F. Material management or service contracts and cost sharing arrangements, involving the Company or any affiliate, other than cost allocation arrangements, are as follows:

Type of Contract and Description	Servicing Company	Other Party
Amended and Restated Expense Allocation	The Travelers Indemnity Company	Travelers P&C[1]
Reinsurance Allocation	The Travelers Indemnity Company	Travelers P&C[1]

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

G. All of the issued and outstanding common stock of the Company is owned by St. Paul Fire and Marine Insurance Company (Fire and Marine), an insurance company domiciled in Connecticut. The Company is an indirect subsidiary of TRV, the organization of which is shown in Schedule Y - Part 1.

NOTES TO FINANCIAL STATEMENTS

H. Not applicable.

I. Not applicable.

J. Not applicable.

K. Not applicable.

L. Not applicable.

M. Not applicable.

N. Not applicable.

O. SCA Loss Tracking:

The Company's share of losses exceeded the investment in the following SCAs:

SCA Entity	Reporting Entity's Share of SCA Net Income (Loss)	Accumulated Share of SCA Net Income (Losses)	Reporting Entity's Share of SCA's Equity, Including Negative Equity	Guaranteed Obligation/ Commitment for Financial Support (Yes/No)	SCA Reported Value
Laurel Village	$ 2,565,857	$ (34,662,367)	$ (31,967,807)	Yes	$ —

11. DEBT

Not applicable.

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

A-D. Defined Benefit Plans:

Not applicable.

E. Defined Contribution Plans:

Not applicable.

F. Multiemployer Plans:

Not applicable.

G. Consolidated/Holding Company Plans:

1. Employee Retirement Plans:

The Company participates 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 Company and its property-casualty affiliates. In addition the Company participates in nonqualified defined benefit pension plans sponsored by TRV which cover certain highly-compensated employees of the Company and its property-casualty affiliates. The Company has no legal obligation for benefits under these plans. The Company is charged for its allocable share of pension expense for these plans based on its allocated and/or direct salary costs in accordance with an expense allocation agreement. The Company's allocated share of the pension expense was $3,467,761 and $3,704,930 for 2018 and 2017, respectively.

2. Postretirement Benefit Plan:

The Company participates in a postretirement health and life insurance benefit plan sponsored by TRV for employees of the Company and its property-casualty affiliates that satisfy certain age and service requirements and for certain retirees. The Company has no legal obligation for benefits under this plan. The Company is charged for its allocable share of postretirement benefit expense for this plan based on its allocated and/or direct salary costs in accordance with an expense allocation agreement. The Company's allocated share of the postretirement benefit expense was $97,802 and $102,072 for 2018 and 2017, respectively.

3. 401(k) Savings Plan:

The Company participates in a 401(k) savings plan sponsored by TRV for substantially all employees of the Company and its property-casualty affiliates. The Company has no legal obligation for benefits under this plan. The Company is charged for its allocable share of expense for this plan based on its allocated and/or direct salary costs in accordance with an expense allocation agreement. The Company's allocated share of the 401(k) savings plan expense was $4,501,269 and $4,519,572 for 2018 and 2017, respectively.

H. Postemployment Benefits and Compensated Absences:

Not applicable.

I. Impact of Medicare Modernization Act on Postretirement Benefits:

Not applicable.

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

The Company has 2,000,000 shares of common capital stock authorized and 1,408,563 shares issued and outstanding with a par value of $25 per share.

The Company paid ordinary dividends of $98.5 million and $129.6 million to its parent company, Fire and Marine, in 2018 and 2017, respectively.

NOTES TO FINANCIAL STATEMENTS

Dividends to the shareholder and the proportion of the profits of the Company that may be paid to the shareholder is not limited by charter. The maximum amount of dividends which can be paid by the Company to the shareholder without prior approval of the Insurance Commissioner of the State of Connecticut is subject to restrictions relating to statutory surplus or net income. The maximum amount of dividends to the shareholder that can be made during 2019 without prior approval is $98,420,645.

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

The change in the balance of special surplus from retroactive reinsurance is a result of ongoing activity occurring in 2018. See Note 23F for additional detail.

Unassigned funds have been increased by cumulative net unrealized gains of $4,041,054.

14. LIABILITIES, CONTINGENCIES AND ASSESSMENTS

A. Contingent Commitments:

Not applicable.

B. Assessments:

1. The Company has accrued liabilities of $9.6 million for guaranty fund and other insurance-related assessments and related recoverables of $302 thousand at December 31, 2018. 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.

2. a. Assets recognized from paid and accrued premium tax offsets December 31, 2017	$	179,518
b. Decreases current year:		
Premium tax offset charged off		—
Premium tax offset applied		18,052
Premium tax offset refund		1,375
c. Increases current year:		
Premium tax offset accrued		686
d. Assets recognized from paid and accrued premium tax offsets December 31, 2018	$	160,777

3. Not applicable.

C. Gain Contingencies:

Not applicable.

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

Not applicable.

E. Product Warranties:

Not applicable.

F. Joint and Several Liabilities:

Not applicable.

G. All Other Contingencies:

1. The Company is a partner in a real estate joint venture. TRV is the guarantor of certain debt of the real estate joint venture. The Company entered into an agreement to reimburse TRV in the event that TRV is required to make payments under the guarantee. The Company has recorded a liability of $13,236,580 on the balance sheet as of December 31, 2018 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
Real estate joint venture	$ 13,236,580	Surplus - Line 35. Dividends to stockholders	$ 53,820,000	The Company's performance risk is probable based on operating results of this joint venture

NOTES TO FINANCIAL STATEMENTS

Aggregate maximum potential of future payments of all guarantees (undiscounted) the guarantor could be required to make under guarantees	$	53,820,000
Current liability recognized in financial statements:		
Noncontingent liabilities		13,236,580
Contingent liabilities		—
Ultimate financial statement impact if action under the guarantee is required:		
Dividends to stockholders		53,820,000
Total	$	53,820,000

2. The Company has purchased annuities from life insurance companies to fund structured settlements. For a discussion of the Company's contingent liabilities for structured settlements, see Note 27.

3. In the ordinary course of business, the Company is a defendant or codefendant in various litigation matters. Although there can be no assurances, as of December 31, 2018, the Company believes, based on information currently available, that the ultimate resolution of these legal proceedings would not be likely to have a material adverse effect on its net income, financial condition or liquidity.

4. For a discussion of contingencies related to asbestos and environmental reserves, see Note 33.

15. LEASES

Not applicable.

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

Not applicable.

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

A. Transfers of Receivables Reported as Sales:

Not applicable.

B. Transfer and Servicing of Financial Assets:

The 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 Company has the right to access the collateral only in the event that the institution borrowing the Company's securities is in default under the lending agreement. The loaned securities remain a recorded asset of the Company. The Company accepts 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. See Schedule D – Part 1 for identification and description of securities on loan.

C. Wash Sales:

Not applicable.

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

Not applicable.

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

Not applicable.

20. FAIR VALUE MEASUREMENTS

The 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 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 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 Company's own assumptions about the inputs that market participants would use.

NOTES TO FINANCIAL STATEMENTS

A. 1. Securities measured and reported at fair value as of December 31, 2018:

Description	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Total
Bonds					
U.S. special revenue	$ —	$ 227,606	$ —	$ —	$ 227,606
Industrial and miscellaneous	—	6,673,235	—	—	6,673,235
Total securities at fair value	$ —	$ 6,900,841	$ —	$ —	$ 6,900,841

At December 31, 2018, the Company also holds Level 3 industrial and miscellaneous common stock measured and reported at its fair value of zero.

There were no significant transfers between Level 1 and Level 2 during the year.

2. During the year, the Company disposed of their Level 3 preferred stock and a portion of their Level 3 common stock, both measured and reported in the previous year at their fair value of zero.

3. Not applicable.

4. Level 2 and Level 3 valuation techniques:

The fair values of bonds are determined by the Company in accordance with NAIC guidelines. These securities are generally priced by the SVO or by a third party organization.

5. Not applicable.

B. Not applicable.

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:

(At December 31, 2018)

Description	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Short-term bonds	$ 83,565,580	$ 83,566,077	$ 11,737,782	$ 71,827,798	$ —	$ —	$ —
Long-term bonds	2,744,706,515	2,727,635,009	50,674,987	2,694,031,528	—	—	—
Common stock	—	—	—	—	—	—	—

(At December 31, 2017)

Description	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Short-term bonds	$ 187,175,457	$ 187,175,457	$ 43,389,281	$ 143,786,176	$ —	$ —	$ —
Long-term bonds	2,652,257,568	2,570,761,738	25,088,087	2,627,169,481	—	—	—
Preferred stock	—	—	—	—	—	—	—
Common stock	—	—	—	—	—	—	—

D. Not applicable.

E. Not applicable.

21. OTHER ITEMS

A. Unusual or Infrequent Items:

Not applicable.

B. Troubled Debt Restructuring – Debtors:

Not applicable.

C. Other Disclosures:

The Company elected to use rounding in reporting amounts in this statement.

2018 Schedule P:

The 2008 and prior “Total Net Losses and Expenses Unpaid” (Schedule P - Part 1, Column 24, Line 1) is separately reported to accident year as follows (in thousands):

	Accident Years									
Schedule P	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999 & Prior
Part 1A	$ 20	$ 20	$ 17	$ 4	$ 4	$ 6	$ 16	$ 6	$ 2	$ 172
Part 1B	25	36	15	15	8	3	3	4	3	9,017
Part 1C	267	263	123	282	190	292	67	92	147	1,718
Part 1D	16,646	14,688	12,797	11,021	13,140	11,753	10,917	13,067	12,194	121,865
Part 1E	1,709	2,248	1,568	421	426	374	425	363	363	11,485
Part 1F - Section 1	—	—	—	11	24	102	87	10	56	164
Part 1F - Section 2	4	511	(1)	29	28	62	65	87	160	801

NOTES TO FINANCIAL STATEMENTS

	Accident Years									
Schedule P	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999 & Prior
Part 1G	90	20	49	4	44	103	64	118	202	1,820
Part 1H - Section 1	3,441	1,256	1,935	1,229	1,140	1,756	1,900	2,871	2,482	74,247
Part 1H - Section 2	971	615	1,179	145	306	1,217	826	1,515	66	4,541
Part 1R - Section 1	843	336	614	639	394	675	521	571	494	31,956
Part 1R - Section 2	(9)	7	166	26	21	17	25	38	3	479

The following loss and/or LAE reserves have been assumed / (ceded) under retroactive reinsurance agreements. They are reported here by line of business and accident year to facilitate loss discounting under Internal Revenue Code Section 846 (in thousands):

	2002	2001	2000	1999	1998	1997
Commercial auto	$ (1)	$ —	$ —	$ —	$ —	$ —
Workers' compensation	(148)	(138)	(27)	(1,408)	—	(44)
Commercial multiple peril	—	—	—	—	—	—
Medical professional liability - claims-made	—	—	—	—	—	—
Special liability	—	—	—	—	—	—
Other liability - occurrence	(87)	—	—	—	—	—
Other liability - claims-made	—	(268)	—	—	—	—
Special property	—	—	—	—	—	—
Other	—	—	—	—	—	—
Reinsurance A	(26)	—	—	—	—	—
Reinsurance B	(65)	—	—	—	—	—

D. Business Interruption Insurance Recoveries:

Not applicable.

E. State Transferable and Non-transferable Tax Credits:

Not applicable.

F. Subprime Mortgage Related Risk Exposure:

Not applicable.

G. Insurance-Linked Securities (ILS) Contracts:

Not applicable.

22. EVENTS SUBSEQUENT

(1) On January 1, 2019, the Company made a stock dividend of all its common stock in its direct, wholly-owned insurance company subsidiaries, Fidelity and Guaranty Insurance Company (FGIC) and Fidelity and Guaranty Insurance Underwriters, Inc. (FGIU), to its parent, Fire and Marine.

As a result, FGIC and FGIU became direct, wholly-owned subsidiaries of Fire and Marine.

(2) On January 28, 2019, the New York Senate and Assembly passed a bill known as the Child Victims Act (CVA). The New York Governor signed the bill into law on February 14th.

Under prior New York law, a claimant had 5 years from the date of abuse to file a civil action, or if the claimant was a minor at the time of the abuse, before the claimant reached the age of 23. Civil actions against defendants other than the perpetrator (e.g., churches, schools, employers or enablers of the perpetrator) were limited to a 3-year statute of limitations from the date of abuse to file a civil action against those entities, or if the claimant was a minor at the time of the abuse, the civil action was required to be filed before the claimant reached age 21.

Under CVA, claimants asserting childhood sexual molestation may file a civil claim any time prior to the date the claimant reaches the age of 55. Additionally, the new law includes a “reviver” component that allows claimants of any age who allege they were abused as a minor to file a civil claim in court that was time barred under the prior New York law against any allegedly culpable person or entity during a one year “reviver” window that begins six months after CVA takes effect.

The Company is currently evaluating the potential impact of the new law and the likelihood of claims being brought against the Company’s policyholders and does not currently have an estimate of the possible loss or range of losses.

(3) The Company had no additional material subsequent events through February 21, 2019.

23. REINSURANCE

A. Unsecured Reinsurance Recoverables:

1. Affiliated Company Recoverables:

The Company participates in the TRV Reinsurance Pool and/or other reinsurance programs with affiliates and takes credit for reinsurance ceded directly and indirectly to these companies. The unsecured aggregate recoverables for ceded losses, LAE and unearned premiums at December 31, 2018, in connection with reinsurance agreements among affiliated insurers, were as follows:

NOTES TO FINANCIAL STATEMENTS

Reinsurance balances ceded to pool participants and recoverable by The Travelers Indemnity Company (06-0566050):

Company	F.E.I.N		Amount
St. Paul Fire and Marine Insurance Company	41-0406690	$	12,627,722,108
Travelers Casualty and Surety Company	06-6033504		10,373,037,611
The Phoenix Insurance Company	06-0303275		2,547,177,049
The Standard Fire Insurance Company	06-6033509		2,465,592,895
United States Fidelity and Guaranty Company	52-0515280		2,248,159,473
Travelers Casualty Insurance Company of America	06-0876835		1,390,736,648
Farmington Casualty Company	06-1067463		753,920,590
The Travelers Indemnity Company of Connecticut	06-0336212		700,540,284
The Automobile Insurance Company of Hartford, Connecticut	06-0848755		697,799,191
The Charter Oak Fire Insurance Company	06-0291290		648,166,110
Northland Insurance Company	41-6009967		621,500,908
St. Paul Surplus Lines Insurance Company	41-1230819		448,221,373
The Travelers Indemnity Company of America	58-6020487		394,728,252
St. Paul Protective Insurance Company	36-2542404		295,499,329
Northfield Insurance Company	41-0983992		264,858,078
Travelers Commercial Casualty Company	95-3634110		239,399,895
Travelers Casualty Company of Connecticut	06-1286266		239,390,953
Travelers Commercial Insurance Company	06-1286268		239,390,953
St. Paul Mercury Insurance Company	41-0881659		203,736,979
Travelers Property Casualty Company of America	36-2719165		201,465,871
Travelers Property Casualty Insurance Company	06-1286274		152,802,732
Travelers Constitution State Insurance Company	41-1435766		147,709,307
The Travelers Casualty Company	41-1435765		147,709,307
Travelers Personal Insurance Company	36-3703200		137,522,456
Travelers Excess and Surplus Lines Company	06-1203698		137,522,456
The Travelers Home and Marine Insurance Company	35-1838079		137,522,456
TravCo Insurance Company	35-1838077		137,522,456
Travelers Personal Security Insurance Company	06-1286264		137,522,456
Discover Property & Casualty Insurance Company	36-2999370		71,478,908
Discover Specialty Insurance Company	52-1925132		71,307,931
Northland Casualty Company	94-6051964		71,307,931
Fidelity and Guaranty Insurance Underwriters, Inc.	52-0616768		51,038,697
St. Paul Guardian Insurance Company	41-0963301		50,934,233
American Equity Specialty Insurance Company	86-0868106		50,934,233
Total		$	39,103,880,109

Reinsurance balances assumed by The Travelers Indemnity Company and recoverable by the following pool participants:

Company	F.E.I.N		Amount
Travelers Property Casualty Company of America	36-2719165	$	12,961,021,024
The Charter Oak Fire Insurance Company	06-0291290		3,391,327,732
The Standard Fire Insurance Company	06-6033509		3,318,474,875
The Travelers Indemnity Company of America	58-6020487		3,295,489,774
The Travelers Indemnity Company of Connecticut	06-0336212		3,137,170,281
Travelers Casualty and Surety Company	06-6033504		2,917,001,176
St. Paul Fire and Marine Insurance Company	41-0406690		2,877,993,901
The Phoenix Insurance Company	06-0303275		2,706,105,072
The Travelers Home and Marine Insurance Company	35-1838079		2,240,630,773
Travelers Casualty Insurance Company of America	06-0876835		1,981,452,686
United States Fidelity and Guaranty Company	52-0515280		1,437,864,433
Travelers Commercial Insurance Company	06-1286268		1,185,650,765
Travelers Property Casualty Insurance Company	06-1286274		792,146,811
Northland Insurance Company	41-6009967		702,167,378
Farmington Casualty Company	06-1067463		700,222,545
The Automobile Insurance Company of Hartford, Connecticut	06-0848755		632,570,226
St. Paul Mercury Insurance Company	41-0881659		559,816,863
Travelers Personal Insurance Company	36-3703200		407,533,810
Travelers Excess and Surplus Lines Company	06-1203698		356,753,431
Fidelity and Guaranty Insurance Underwriters, Inc.	52-0616768		350,627,364
St. Paul Protective Insurance Company	36-2542404		326,302,048
TravCo Insurance Company	35-1838077		309,082,044
Northfield Insurance Company	41-0983992		272,725,358
Travelers Personal Security Insurance Company	06-1286264		229,531,868
Discover Property & Casualty Insurance Company	36-2999370		162,422,827
St. Paul Surplus Lines Insurance Company	41-1230819		154,097,912
St. Paul Guardian Insurance Company	41-0963301		96,047,229
Travelers Commercial Casualty Company	95-3634110		77,828,557
Travelers Casualty Company of Connecticut	06-1286266		67,587,885

NOTES TO FINANCIAL STATEMENTS

Company	F.E.I.N	Amount
Northland Casualty Company	94-6051964	11,273,775
The Travelers Casualty Company	41-1435765	4,975,158
Travelers Constitution State Insurance Company	41-1435766	2,438,720
Discover Specialty Insurance Company	52-1925132	2,116,366
Total		$ 47,668,450,667

2. Unaffiliated Company Recoverables:

Not applicable.

B. Reinsurance Recoverable in Dispute:

Not applicable.

C. Reinsurance Assumed and Ceded:

1.

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
Affiliates	$ 481,785,568	$ 53,625,394	$ 1,170,674	$ 130,302	$ 480,614,894	$ 53,495,092
All Other	—	—	—	—	—	—
Total	$ 481,785,568	$ 53,625,394	$ 1,170,674	$ 130,302	$ 480,614,894	$ 53,495,092

Direct Unearned Premium Reserve $ 1,165,359

2. Accruals for contingent, sliding scale adjustment and other profit sharing commissions, net of reinsurance assumed and ceded, amounted to $9,829,160 at December 31, 2018. This balance represents the Company's 4.41% pro rata share of the net amount of the TRV Reinsurance Pool (see Note 26):

	Direct	Assumed	Ceded	Net
a. Contingent Commission	$ 4,011	$ 9,829,317	$ 4,168	$ 9,829,160
b. Sliding Scale Adjustments	—	—	—	—
c. Other Profit Commission Arrangements	—	—	—	—
d. Total	$ 4,011	$ 9,829,317	$ 4,168	$ 9,829,160

D. Uncollectible Reinsurance:

Not applicable.

E. Commutation of Ceded Reinsurance:

Not applicable.

F. Retroactive Reinsurance:

	Assumed	Ceded
a. Reserves Transferred:		
(1) Initial Reserves	$ 414,540	$ 8,173,169
(2) Adjustments - Prior Year(s)	(176,400)	6,431,029
(3) Adjustments - Current Year	—	(254,111)
(4) Current Total	$ 238,140	$ 14,350,087
b. Consideration Paid or Received:		
(1) Initial Consideration	$ 461,069	$ 8,337,559
(2) Adjustments - Prior Year(s)	—	614,425
(3) Adjustments - Current Year	—	—
(4) Current Total	$ 461,069	$ 8,951,984
c. Paid Losses Reimbursed or Recovered:		
(1) Prior Year(s)	$ 185,049	$ 12,023,929
(2) Current Year	1,021	91,215
(3) Current Total	$ 186,070	$ 12,115,144
d. Special Surplus From Retroactive Reinsurance:		
(1) Initial Surplus Gain or Loss	$ 46,529	$ (164,390)
(2) Adjustments - Prior Year(s)	176,400	5,816,604
(3) Adjustments - Current Year	—	(254,111)
(4) Current Year Restricted Surplus	222,929	2,052,276
(5) Cumulative Total Transferred to Unassigned Funds	$ —	$ 3,345,827

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e. Other insurers included in the above transactions:

Company	Assumed	Ceded
Munich Reinsurance America, Inc. (10227)	$ 238,140	$ —
Renaissance Reinsurance U.S. Inc. (10357)	—	3,997,976
XL Reinsurance America Inc. (20583)	—	3,206,124
TIG Insurance Company (25534)	—	3,196,050
Swiss Reinsurance America Corporation (25364)	—	788,077
Westport Insurance Corporation (39845)	—	679,871
Commercial Risk Reinsurance Co. Ltd. (AA-3190433)	—	590,940
Excalibur Reinsurance Corp. (39675)	—	416,330
Various	—	1,474,719
Total	$ 238,140	$ 14,350,087

f. Paid Loss/LAE Recoverable:

1. Authorized Reinsurers

Company	Total Paid Loss/LAE Recoverable	Amount Over 90 Days Past Due
Renaissance Reinsurance U.S. Inc. (10357)	$ 759	$ —
XL Reinsurance America Inc. (20583)	18,084	—
Westport Insurance Corporation (39845)	(187)	—
Various	3,773	—
Total	$ 22,429	$ —

G. Reinsurance Accounted for as a Deposit:

Not applicable.

H. Disclosures for the Transfer of Property and Casualty Run-off Agreements:

Not applicable.

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation:

Not applicable.

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation:

Not applicable.

24. RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDETERMINATION

A. Accrued retrospective premiums (Page 2, Line 15.3) 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. The amount shown in Part E below is the Company's proportionate share of the accrued retrospective premiums of the TRV Reinsurance Pool (see Note 26).

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

C. See Schedule P - Part 7A.

D. Not applicable.

E. Calculation of nonadmitted retrospective premium:

1.	Total accrued retrospective premium	$ 4,091,165
2.	Unsecured amount	1,540,124
3.	Less: Nonadmitted amount	344,212
4.	Less: Nonadmitted for any person for whom agents' balances or uncollected premiums are nonadmitted	71,685
5.	Admitted amount (1) - (3) - (4)	$ 3,675,268

F. Not applicable.

25. CHANGES IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

In 2018, the prior year-end total loss and LAE reserves developed favorably by $17,848,000, resulting from better than expected loss and defense and cost containment (DCC) experience across multiple Schedule P lines, primarily workers' compensation, other liability - claims-made, special property, and private passenger auto liability. Multiple other lines also contributed to the total favorable development. This favorable development was partially offset by funding of asbestos and environmental reserves, primarily in the other liability - occurrence and products liability - occurrence lines and by unfavorable development in the commercial auto liability line. Lower estimates for adjusting and other expenses also contributed to the total favorable development.

The improvement in workers' compensation was driven by better than expected loss experience for multiple accident years. The improvement in other liability - claims-made was driven primarily by better than expected loss experience for accident years 2015 and prior. The improvement

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in special property and private passenger auto liability was driven primarily by better than expected loss experience for recent accident years. Additional favorable loss and DCC development was spread across multiple lines and accident years and not concentrated in any particular line or accident year. Unfavorable development in the other liability - occurrence and products liability - occurrence lines was driven primarily by asbestos and environmental funding in "Prior" accident years. Higher than expected loss experience in commercial auto liability was primarily for recent accident years.

The improvement in adjusting and other expense reserves was driven primarily by the favorable underlying loss and DCC experience as well as the allocation of adjusting and other expense reserves by year.

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.

26. INTERCOMPANY POOLING ARRANGEMENTS

The Company is a participant in the TRV Reinsurance Pool, an intercompany pooling arrangement. The lead company of the TRV Reinsurance Pool is Indemnity. Under the terms of the arrangement, the property-casualty underwriting risks for substantially all lines of business of the intercompany pool participants are reinsured with Indemnity. The pool of net underwriting risks remaining after reinsurance is transacted with third parties by Indemnity is then retroceded to the pool participants based on pool participation 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 pool participants.

The names, NAIC company codes and intercompany pool percentages of the companies participating in the TRV Reinsurance Pool are as follows:

TRV Reinsurance Pool Participant	NAIC Company Code	Pool Participation %
St. Paul Fire and Marine Insurance Company	24767	24.79
The Travelers Indemnity Company	25658	23.29
Travelers Casualty and Surety Company	19038	20.36
The Phoenix Insurance Company	25623	5.00
The Standard Fire Insurance Company	19070	4.84
United States Fidelity and Guaranty Company	25887	4.41
Travelers Casualty Insurance Company of America	19046	2.73
Farmington Casualty Company	41483	1.48
The Automobile Insurance Company of Hartford, Connecticut	19062	1.37
The Travelers Indemnity Company of Connecticut	25682	1.37
The Charter Oak Fire Insurance Company	25615	1.27
Northland Insurance Company	24015	1.22
St. Paul Surplus Lines Insurance Company	30481	0.88
The Travelers Indemnity Company of America	25666	0.77
St. Paul Protective Insurance Company	19224	0.58
Northfield Insurance Company	27987	0.52
Travelers Casualty Company of Connecticut	36170	0.47
Travelers Commercial Casualty Company	40282	0.47
Travelers Commercial Insurance Company	36137	0.47
St. Paul Mercury Insurance Company	24791	0.40
Travelers Property Casualty Company of America	25674	0.36
Travelers Property Casualty Insurance Company	36161	0.30
The Travelers Casualty Company	41769	0.29
Travelers Constitution State Insurance Company	41750	0.29
TravCo Insurance Company	28188	0.27
Travelers Excess and Surplus Lines Company	29696	0.27
The Travelers Home and Marine Insurance Company	27998	0.27
Travelers Personal Insurance Company	38130	0.27
Travelers Personal Security Insurance Company	36145	0.27
Discover Property & Casualty Insurance Company	36463	0.14
Discover Specialty Insurance Company	10213	0.14
Northland Casualty Company	24031	0.14
American Equity Specialty Insurance Company	10819	0.10
Fidelity and Guaranty Insurance Underwriters, Inc.	25879	0.10
St. Paul Guardian Insurance Company	24775	0.10

All of the above TRV Reinsurance Pool companies are party to reinsurance agreements with non-affiliated reinsurers covering business subject to the pooling agreement and have contractual rights of direct recovery from the non-affiliated reinsurers under the terms of such reinsurance agreements.

As of December 31, 2018, the Company had a net receivable of $6,978,395 from affiliates as a result of its intercompany reinsurance transactions which settled in January 2019.

27. STRUCTURED SETTLEMENTS

The Company has purchased annuities from life insurance companies, under which the claimant is the payee and the Company 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

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closed claims. In the event that the life insurance company fails to make the required annuity payments, the 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 data represents the Company's proportionate share of structured settlement annuities purchased by members of the TRV Reinsurance Pool (see Note 26):

A.	Loss Reserves Eliminated by Annuities	Unrecorded Loss Contingencies
	$119,454,366	$119,454,366

B. Life Insurance Company and Location	Licensed in Company's State of Domicile	Statement Value of Annuities
Fidelity & Guaranty Life Insurance Company, Baltimore, MD	Yes	$ 33,982,051
Brighthouse Life Insurance Company, Charlotte, NC	Yes	11,736,208
All other companies		73,736,107

28. HEALTH CARE RECEIVABLES

Not applicable.

29. PARTICIPATING POLICIES

Not applicable.

30. PREMIUM DEFICIENCY RESERVES

1.	Liability carried for premium deficiency reserves	$0
2.	Date of the most recent evaluation of this liability	December 31, 2018
3.	Was anticipated investment income utilized in the calculation?	Yes

31. HIGH DEDUCTIBLES

A. Reserve Credit Recorded on Unpaid Claims and Amount Billed and Recoverable on Paid Claims for High Deductibles:

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	$ 429,020,403	$ 209,099,623	$ 2,163,281	$ 211,262,904
19.3, 19.4	Commercial auto liability	44,701,708	27,897,061	216,581	28,113,642
21	Auto physical damage	458,486	311,332	2,221	313,553
17.1, 17.2	Other liability	52,245,784	14,932,551	253,132	15,185,683
18.1, 18.2	Products liability	21,995,611	5,163,793	106,569	5,270,362
5	Commercial multiple peril	440,162	12,402	2,133	14,535
	Total	$ 548,862,154	$ 257,416,762	$ 2,743,917	$ 260,160,679

2. Unsecured amounts of high deductibles:

a.	Total high deductibles and billed recoverables on paid claims	$ 260,160,679
b.	Collateral on balance sheet	$ 38,373,600
c.	Collateral off balance sheet	$ 214,337,173
d.	Total unsecured deductibles and billed recoverables on paid claims	$ 7,449,906
e.	Percentage unsecured	2.86%

3. High deductible recoverable amounts on paid claims:

a.	Amount of overdue nonadmitted (either due to aging or collateral)	$ 293,719
b.	Amount over 90 days overdue admitted	$ 184,916
c.	Total overdue (a+b)	$ 478,635

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

Counterparty Ranking	Top Ten Unsecured High Deductibles Amounts
Counterparty 1	$ 2,574,957
Counterparty 2	2,114,181
Counterparty 3	1,598,073
Counterparty 4	1,491,708
Counterparty 5	1,405,900
Counterparty 6	1,112,056
Counterparty 7	1,056,111
Counterparty 8	993,097
Counterparty 9	779,345
Counterparty 10	663,403

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B. Unsecured High Deductible Recoverables for Individual Obligors Part of a Group under the Same Management or Control which are Greater than 1% of Capital and Surplus:

Not applicable.

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES

A. The 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 Company's own evaluation of the ultimate payout and a 5% discount rate.

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, as included in Schedule P, 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 2009 – MN
	United States Life Tables Total Male or Total Female 2011 – 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 2009 – MN **
	United States Life Tables Total Female 2011 – MA **
	United States Life Tables Total Female 1999 – MA(USL) *
	* and the 1980 Railroad Retirement Board Remarriage Table
	United States Life Tables Total Female 2007 – all other states **
	** 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 1983 Individual Annuity Mortality table adjusted for impairment and future mortality improvement.

The 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 Company's assessment of facts and circumstances currently known and, using Company 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 Company has established for these claims reflects these multiple estimation methods, payment patterns and a discount rate of 5%. 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, 2018 liabilities of the Company included $93,717,403 and $6,281,173 of such discounted liabilities related to workers' compensation and other liability - occurrence reserves, respectively. The amount of discount for case and IBNR reserves at December 31, 2018 is as follows:

Tabular Discount

		Tabular Discount Included in Schedule P, Part 1 *	
	Schedule P Lines of Business	Case	IBNR
1.	Workers' compensation	$ 12,857,531	$ 27,451,793
2.	Other liability - occurrence	545,914	7,130,838
3.	Total	$ 13,403,445	$ 34,582,631

* Excludes medical loss reserves and all loss adjustment expense reserves

In 2018, the accretion of discount reported as part of losses incurred in the Statement of Income totaled $2,179,130.

B. Non-tabular reserves have not been discounted.

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

33. ASBESTOS/ENVIRONMENTAL RESERVES

The following represents the Company's allocable share of the pooled property-casualty business of the TRV Reinsurance Pool, based on its pro rata participation percentage of 4.41%.

A. Does the Company have on the books or has it ever written an insured for which you have identified a potential for the existence of a liability due to asbestos losses? Yes (X) No ( )

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

Because each policyholder presents different liability and coverage issues, the Company generally reviews the exposure presented by each policyholder at least annually. Among the factors which the Company may consider in the course of this review are: available insurance coverage, including the role of any umbrella or excess insurance the 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 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

NOTES TO FINANCIAL STATEMENTS

involving bankrupt policyholders may include extensive releases which are favorable to the Company, but which could result in settlements for larger amounts than originally anticipated. Although the 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 Company will continue to pursue settlement opportunities.

The Company's quarterly asbestos reserve reviews include an analysis of exposure and claim payment patterns by policyholder category, as well as recent settlements, policyholder bankruptcies, judicial rulings and legislative actions. The Company also analyzes developing payment patterns among policyholders as well as projected reinsurance billings and recoveries. In addition, the 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 Company's evaluations have not resulted in a reliable method to determine a meaningful average asbestos defense or indemnity payment.

In January 2015, pursuant to an order issued by a federal bankruptcy court, Travelers Property Casualty Corp. (TPC) made a payment in the amount of $579 million for the settlement of litigation that had commenced in 2001 and 2002 related to the handling and settlement of asbestos claims and the alleged violation of purported common law duties to third parties. The payment was comprised of the $502 million settlement amount, plus pre-judgment and post-judgment interest totaling $77 million. The Company's allocable share of the 2015 payment of the settlement amount resulted in a $22.2 million direct payment and a $21.1 million net payment for asbestos.

On January 29, 2009, TPC and PPG Industries, Inc. (PPG), along with approximately 30 other insurers of PPG, agreed in principle to settle asbestos-related coverage litigation under insurance policies issued to PPG (the Agreement). The Agreement was incorporated into the Modified Third Amended Plan of Reorganization (Amended Plan) proposed as part of the Pittsburgh Corning Corp. (which is 50% owned by PPG) bankruptcy proceeding. On April 27, 2016, the Amended Plan became effective and all the remaining conditions of the Agreement were satisfied. TPC fully satisfied its obligation under the Agreement by making a discounted payment in the second quarter of 2016. The payment totaled $524 million, of which $518 million was related to asbestos reserves. The Company's allocable share of the 2016 payments resulted in a $22.8 million direct payment and a $20.2 million net payment for asbestos.

1. Direct Basis - Asbestos:	2014	2015	2016	2017	2018
a. Beginning reserves:	$ 104,981,722	$ 102,491,441	$ 79,873,293	$ 57,553,253	$ 59,618,336
b. Incurred losses and LAE:	11,144,467	13,300,560	12,714,206	13,732,740	14,156,100
c. Calendar year payments for losses and LAE:	13,634,748	35,918,708	35,034,246	11,667,657	11,093,582
d. Ending reserves:	$ 102,491,441	$ 79,873,293	$ 57,553,253	$ 59,618,336	$ 62,680,854

2. Assumed Reinsurance Basis - Asbestos:	2014	2015	2016	2017	2018
a. Beginning reserves:	$ 9,503,741	$ 8,213,624	$ 7,301,883	$ 8,656,466	$ 7,712,284
b. Incurred losses and LAE:	233,333	326,340	2,923,830	1,234,800	899,640
c. Calendar year payments for losses and LAE:	1,523,450	1,238,081	1,569,247	2,178,982	899,062
d. Ending reserves:	$ 8,213,624	$ 7,301,883	$ 8,656,466	$ 7,712,284	$ 7,712,862

3. Net of Ceded Reinsurance Basis - Asbestos:	2014	2015	2016	2017	2018
a. Beginning reserves:	$ 103,177,705	$ 103,497,670	$ 79,270,592	$ 57,996,581	$ 55,998,357
b. Incurred losses and LAE:	11,025,000	9,702,000	9,904,860	9,896,040	9,851,940
c. Calendar year payments for losses and LAE:	10,705,035	33,929,078	31,178,871	11,894,264	9,864,252
d. Ending reserves:	$ 103,497,670	$ 79,270,592	$ 57,996,581	$ 55,998,357	$ 55,986,045

B. Bulk and IBNR loss and LAE reserves at December 31, 2018 included in Part A above:

1. Direct Basis:	$ 44,962,087
2. Assumed Reinsurance Basis:	$ 3,113,352
3. Net of Ceded Reinsurance Basis:	$ 36,755,978

C. Case, bulk and IBNR LAE reserves at December 31, 2018 included in Part A above:

1. Direct Basis:	$ 33,073,448
2. Assumed Reinsurance Basis:	$ 471,757
3. Net of Ceded Reinsurance Basis:	$ 28,375,947

D. Does the Company have on the books or has it ever written an insured for which you have identified a potential for the existence of a liability due to environmental losses? Yes (X) No ( )

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

The resolution of environmental exposures by the Company generally occurs through settlements with policyholders as opposed to claimants. Generally, the Company strives to extinguish any obligations it may have under any policy issued to the policyholder for past, present and future environmental liabilities and extinguish any pending coverage litigation dispute with the policyholder. This form of settlement is commonly referred to as a "buy-back" of policies for future environmental liability. In addition, many of the agreements have also extinguished any insurance obligation which the Company may have for other claims, including, but not limited to, asbestos and other cumulative injury claims. The Company and its policyholders may also agree to settlements which only extinguish any liability arising from known specified sites or claims. In many instances, these agreements also include indemnities and hold harmless provisions to protect the Company. The Company's general purpose in executing these agreements is to reduce the Company's potential environmental exposure and eliminate the risks presented by coverage litigation with the policyholder and related costs.

In establishing environmental reserves, the Company evaluates the exposure presented by each policyholder and the anticipated cost of resolution, if any. In the course of this analysis, the Company generally considers the probable liability, available coverage and relevant judicial interpretations. In addition, the 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 Company and the policyholder, including the role of any umbrella or excess insurance the 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. Conventional actuarial methods are not used to estimate these reserves.

NOTES TO FINANCIAL STATEMENTS

The majority of the net environmental reserve is carried in a bulk reserve and includes unresolved environmental claims, incurred but not reported environmental claims and the anticipated cost of coverage litigation disputes relating to these claims. The bulk reserve the Company carries is established and adjusted based upon the aggregate volume of in-process environmental claims and the Company's experience in resolving those claims. The balance of the net environmental reserve consists of case reserves.

1. Direct Basis - Environmental:	2014	2015	2016	2017	2018
a. Beginning reserves:	$ 12,059,486	$ 12,114,832	$ 13,446,072	$ 14,556,996	$ 14,231,889
b. Incurred losses and LAE:	4,004,280	3,565,485	3,827,880	3,086,800	2,930,308
c. Calendar year payments for losses and LAE:	3,948,934	2,234,245	2,716,956	3,411,907	3,569,095
d. Ending reserves:	$ 12,114,832	$ 13,446,072	$ 14,556,996	$ 14,231,889	$ 13,593,102

2. Assumed Reinsurance Basis - Environmental:	2014	2015	2016	2017	2018
a. Beginning reserves:	$ 2,826,538	$ 2,720,018	$ 2,502,708	$ 2,321,526	$ 1,829,658
b. Incurred losses and LAE:	141,120	6,615	8,820	176,400	200,655
c. Calendar year payments for losses and LAE:	247,640	223,925	190,002	668,268	214,746
d. Ending reserves:	$ 2,720,018	$ 2,502,708	$ 2,321,526	$ 1,829,658	$ 1,815,567

3. Net of Ceded Reinsurance Basis - Environmental:	2014	2015	2016	2017	2018
a. Beginning reserves:	$ 14,511,455	$ 14,639,031	$ 15,398,904	$ 16,371,065	$ 15,554,248
b. Incurred losses and LAE:	3,836,700	3,175,200	3,616,200	2,866,300	2,425,363
c. Calendar year payments for losses and LAE:	3,709,124	2,415,327	2,644,039	3,683,117	3,527,854
d. Ending reserves:	$ 14,639,031	$ 15,398,904	$ 16,371,065	$ 15,554,248	$ 14,451,757

E. Bulk and IBNR loss and LAE reserves at December 31, 2018 included in Part D above:

1. Direct Basis:	$ 13,502,766
2. Assumed Reinsurance Basis:	$ 1,016,307
3. Net of Ceded Reinsurance Basis:	$ 13,655,074

F. Case, bulk and IBNR LAE reserves at December 31, 2018 included in Part D above:

1. Direct Basis:	$ 4,801,523
2. Assumed Reinsurance Basis:	$ 3,045
3. Net of Ceded Reinsurance Basis:	$ 4,471,006

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 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 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 Company's current insurance reserves. In addition, the 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 Company's operating results in future periods.

34. SUBSCRIBER SAVINGS ACCOUNTS

Not applicable.

35. MULTIPLE PERIL CROP INSURANCE

Not applicable.

36. FINANCIAL GUARANTY INSURANCE

Not applicable.

NOTES TO FINANCIAL STATEMENTS

Attachment to the 2018 Annual Statement – Notes to Financial Statements, Note 9 – Part F:
Names of the companies included with TRV in the December 31, 2018, consolidated Federal income tax return filing

The Travelers Companies, Inc. (TRV) & Subsidiaries

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
Jupiter Holdings, Inc.	41-1769846
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 Corporation	20-3033027

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? If yes, complete Schedule Y, Parts 1, 1A and 2. — Yes [X] No [ ]

1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? — Yes [X] No [ ] N/A [ ]

1.3 State regulating? Connecticut

1.4 Is the reporting entity publicly traded or a member of publicly traded group? — Yes [X] No [ ]

1.5 If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group. — 86312

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? — Yes [ ] No [X]

2.2 If yes, date of change:

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. — 12/31/2014

3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. — 12/31/2014

3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). — 04/26/2016

3.4 By what department or departments?
Insurance Department of Connecticut

3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with departments? — Yes [ ] No [ ] N/A [X]

3.6 Have all of the recommendations within the latest financial examination report been complied with? — Yes [ ] No [ ] N/A [X]

4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.11 sales of new business? — Yes [X] No [ ]

4.12 renewals? — Yes [X] No [ ]

4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.21 sales of new business? — Yes [ ] No [X]

4.22 renewals? — Yes [ ] No [X]

5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? — Yes [ ] No [X]

If the answer is YES, complete and file the merger history data file with the NAIC.

5.2 If yes, provide the name of entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
	0	

6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? — Yes [ ] No [X]

6.2 If yes, give full information:

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? — Yes [ ] No [X]

7.2 If yes,

7.21 State the percentage of foreign control — 0.0%

7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity

8.1 Is the company a subsidiary of a bank holding company regulated with the Federal Reserve Board? — Yes [ ] No [X]

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? — Yes [ ] No [X]

8.4 If the response to 8.3 is yes, please provide below the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
KPMG LLP, One Financial Plaza, 755 Main St., Hartford, CT 06103

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? — Yes [ ] No [X]

10.2 If the response to 10.1 is yes, provide information related to this exemption:

10.3 Has the insurer been granted any exemptions related to other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? — Yes [ ] No [X]

10.4 If the response to 10.3 is yes, provide information related to this exemption:

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [ ] N/A [ ]

10.6 If the response to 10.5 is no or n/a, please explain:

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Julie M. Joyce, FCAS, MAAA (Vice President and Chief Corporate Actuary), 385 Washington Street, St. Paul, MN 55102

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [X] No [ ]

12.11 Name of real estate holding company Laurel Village Fidelity Realty, Inc.

12.12 Number of parcels involved 8

12.13 Total book/adjusted carrying value $ 0

12.2 If yes, provide explanation
Holds 727 apartment units in downtown Minneapolis, MN

13. **FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**

13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [ ] No [ ]

13.3 Have there been any changes made to any of the trust indentures during the year? Yes [ ] No [ ]

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [ ] No [ ] N/A [ ]

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]

(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

(c) Compliance with applicable governmental laws, rules and regulations;

(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

(e) Accountability for adherence to the code.

14.11 If the response to 14.1 is no, please explain:

14.2 Has the code of ethics for senior managers been amended? Yes [ ] No [X]

14.21 If the response to 14.2 is yes, provide information related to amendment(s).

14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]

14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [ ] No [X]

15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
0			$ 0

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinator committee thereof? Yes [X] No [ ]

17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [X] No [ ]

18. Has the reporting entity an established procedure for disclosure to its Board of Directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No [ ]

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [ ] No [X]

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11 To directors or other officers $ 0

20.12 To stockholders not officers $ 0

20.13 Trustees, supreme or grand (Fraternal only) $ 0

20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21 To directors or other officers $ 0

20.22 To stockholders not officers 0

20.23 Trustees, supreme or grand (Fraternal only) 0

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reporting in the statement? Yes [ ] No [X]

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

21.21 Rented from others $ 0

21.22 Borrowed from others $ 0

21.23 Leased from others $ 0

21.24 Other $ 0

22.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes [ ] No [X]

22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment $ 0

22.22 Amount paid as expenses $ 0

22.23 Other amounts paid $ 0

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [ ] No [X]

23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $ 0

INVESTMENT

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date (other than securities lending programs addressed in 24.03)? Yes [X] No [ ]

24.02 If no, give full and complete information, relating thereto:

24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet (an alternative is to reference Note 17 where this information is also provided).
This company is a party to a security lending agreement. See Note 17.

24.04 Does the company's security lending program meet the requirements for a conforming program as outlined in the *Risk-Based Capital Instructions*? Yes [X] No [ ] N/A [ ]

24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. $ 16,685,046

24.06 If answer to 24.04 is no, report amount of collateral for other programs $ 0

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

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

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

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

24.101	Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:	$ 16,685,046
24.102	Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:	$ 16,685,046
24.103	Total payable for securities lending reported on the liability page:	$ 16,685,046

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is current in force? (Exclude securities subject to Interrogatory 21.1 and 24.03.) Yes [X] No [ ]

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

25.21	Subject to repurchase agreements	$ 0
25.22	Subject to reverse repurchase agreements	$ 0
25.23	Subject to dollar repurchase agreements	$ 0
25.24	Subject to reverse dollar repurchase agreements	$ 0
25.25	Placed under option agreements	$ 0
25.26	Letter stock or securities restricted as sale – excluding FHLB Capital Stock	$ 0
25.27	FHLB Capital Stock	$ 0
25.28	On deposit with states	$ 162,496,793
25.29	On deposit with other regulatory bodies	$ 3,797,242
25.30	Pledged as collateral – excluding collateral pledged to an FHLB	$ 15,187,329
25.31	Pledged as collateral to FHLB – including assets backing funding agreements	$ 0
25.32	Other	$ 0

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
		$ 0

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

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

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [ ] No [X]

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

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

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

1 Name of Custodian(s)	2 Custodian's Address
JPMorgan Chase	270 Park Avenue, New York, NY 10017-2070
The Bank of New York Mellon	225 Liberty Street, New York, NY 10007

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

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
N/A		

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

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

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

1 Name of Firm or Individual	2 Affiliation
The Travelers Indemnity Company	A

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

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

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

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
	The Travelers Indemnity Company		Not a registered investment advisor	DS

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

29.2 If yes, complete the following schedule:

1 CUSIP	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
		$ 0
29.2999 TOTAL		$ 0

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

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
		$ 0	

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

		1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1	Bonds	$ 2,811,201,086	$ 2,828,272,095	$ 17,071,009
30.2	Preferred Stocks	$ 0	$ 0	$ 0
30.3	Totals	$ 2,811,201,086	$ 2,828,272,095	$ 17,071,009

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

Fair values of bonds are based on prices published in the NAIC Valuations of Securities. If this unit price is not available, the fair value is based upon quoted market prices or dealer quotes, or if prices are unavailable, based on valuation determined, in good faith, by The Travelers Companies, Inc.

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

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [ ] No [ ]

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

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

32.2 If no, list exceptions:

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

a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
b. Issuer or obligor is current on all contracted interest and principal payments.
c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5GI securities? Yes [X] No [ ]

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

a. The security was purchased prior to January 1, 2018.
b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as an NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities? Yes [ ] No [X]

OTHER

35.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? $ 2,113,991

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

1 Name	2 Amount Paid
INSURANCE SERVICES OFFICE, INC	$ 1,076,589

36.1 Amount of payments for legal expenses, if any? $ 3,237,348

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

1 Name	2 Amount Paid
	$ 0

37.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? $ 100,585

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

1 Name	2 Amount Paid
	$ 0

GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

1.1	Does the reporting entity have any direct Medicare Supplement Insurance in force?		Yes [ ] No [X]
1.2	If yes, indicate premium earned on U.S. business only.		$ 0
1.3	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?		$ 0
	1.31 Reason for excluding:		
1.4	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.		$ 0
1.5	Indicate total incurred claims on all Medicare Supplement insurance.		$ 0
1.6	Individual policies:		
	Most current three years:		
	1.61 Total premium earned		$ 0
	1.62 Total incurred claims		$ 0
	1.63 Number of covered lives		0
	All years prior to most current three years:		
	1.64 Total premium earned		$ 0
	1.65 Total incurred claims		$ 0
	1.66 Number of covered lives		0
1.7	Group policies:		
	Most current three years:		
	1.71 Total premium earned		$ 0
	1.72 Total incurred claims		$ 0
	1.73 Number of covered lives		0
	All years prior to most current three years:		
	1.74 Total premium earned		$ 0
	1.75 Total incurred claims		$ 0
	1.76 Number of covered lives		0

2. Health Test:

		1 Current Year	2 Prior Year
2.1	Premium Numerator	$ 0	$ 0
2.2	Premium Denominator	$ 1,038,236,629	$ 986,843,548
2.3	Premium Ratio (2.1/2.2)	0.0%	0.0%
2.4	Reserve Numerator	$ 0	$ 0
2.5	Reserve Denominator	$ 2,252,143,861	$ 2,171,558,609
2.6	Reserve Ratio (2.4/2.5)	0.0%	0.0%

3.1	Does the reporting entity issue both participating and non-participating policies?		Yes [X] No [ ]
3.2	If yes, state the amount of calendar year premiums written on:		
	3.21 Participating policies		$ 12,331,320
	3.22 Non-participating policies		$ 1,048,762,630
4.	FOR MUTUAL REPORTING ENTITIES AND RECIPROCAL EXCHANGES ONLY:		
	4.1 Does the reporting entity issue assessable policies?		Yes [ ] No [ ]
	4.2 Does the reporting entity issue non-assessable policies?		Yes [ ] No [ ]
	4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?		0.0%
	4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.		$ 0
5.	FOR RECIPROCAL EXCHANGES ONLY:		
	5.1 Does the exchange appoint local agents?		Yes [ ] No [ ]
	5.2 If yes, is the commission paid:		
	5.21 Out of Attorney's-in-fact compensation		Yes [ ] No [ ] N/A [ ]
	5.22 As a direct expense of the exchange		Yes [ ] No [ ] N/A [ ]
	5.3 What expenses of the exchange are not paid out of the compensation of the Attorney-in-fact?		
	5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?		Yes [ ] No [ ]
	5.5 If yes, give full information:		

6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?

The Company's risk managemnt practices include active monitoring of insured employee local-based concentrations. Although the Company currently has no significant workers' compensation treaty reinsurance, the Company reviews available treaty reinsurance coverages periodically and makes purchase decisions as it deems appropriate. Facultative reinsurance purchases are also made as deemed appropriate.

6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:

The Company uses various analyses and methods, including proprietary and third party computer modeling processes, to analyze catastrophic events and the associated risks to arrive at loss estimates. The Company uses these analyses and methods to make underwriting and reinsurance decisions designed to manage its exposure to catastrophic events. The Company's hurricane loss estimates for U.S. exposures include property exposures, property residual market exposures and an adjustment for certain non-property exposures. The Company's loss estimates are based on the Company's catastrophe risk model estimates and include loss from the hurricane hazards of wind and storm surge. The Company's loss estimates for earthquakes reflect U.S. exposures and include property exposures and workers' compensation exposures. The Company's loss estimates for terrorism reflect U.S. exposures and include property exposures. The Company also develops conventional attack loss estimates for combined property and workers' compensation exposures for comparison and adherence with aggregate enterprise guidelines. To best assess risk, the Company conducts site engineering analyses on buildings with large exposures. Property exposures are analyzed to determine locations of concentration. Spanning the U.S., this includes California, Florida, New Madrid, the Northeast, the Gulf States and the Mid-Atlantic States.

GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

6.3 What provision has this reporting entity made (such as catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?
The Company purchases both excess of loss and proportional reinsurance to protect itself from an excessive catastrophe loss.

6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes [ ] No [X]

6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss:
The Company's all region aggregate catastrophe treaty does not contain a reinstatement provision but does allow for recoveries under multiple event loss scenarios. The Company's northeast region catastrophe treaty applies per occurrence and provides for one reinstatement. Additionally, the Company buys property catastrophe cat bonds for designated perils covering the northeast region. Those bonds apply per occurrence but do not have a reinstatement provision. The Company believes that its reinsurance programs along with the Company's surplus are adequate to cover its exposures in a catastrophic event.

7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes [X] No [ ]

7.2 If yes, indicate the number of reinsurance contracts containing such provisions. 6

7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes [X] No [ ]

8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes [ ] No [X]

8.2 If yes, give full information

9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:

(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;

(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;

(c) Aggregate stop loss reinsurance coverage;

(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;

(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or

(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity? Yes [ ] No [X]

9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:

(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or

(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes [ ] No [X]

9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:

(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;

(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and

(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4 Except for transactions meeting the requirements of paragraph 31 of *SSAP No. 62R, Property and Casualty Reinsurance*, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:

(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or

(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [ ] No [X]

9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.

9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:

(a) The entity does not utilize reinsurance; or, Yes [ ] No [X]

(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes [ ] No [X]

(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes [X] No [ ]

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X] No [ ] N/A [ ]

11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force? Yes [ ] No [X]

11.2 If yes, give full information

12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for:

12.11	Unpaid losses	$ 3,291,840
12.12	Unpaid underwriting expenses (including loss adjustment expenses)	$ 580,913

12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds? $ 8,031,718

12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [ ] No [X] N/A [ ]

GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:

12.41 From 0.0%

12.42 To 0.0%

12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [X] No [ ]

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

12.61 Letters of Credit $ 242,053,233

12.62 Collateral and other funds $ 87,916,799

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): $ 1,587,600

13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [ ] No [X]

13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. 2

14.1 Is the reporting entity a cedant in a multiple cedant reinsurance contract? Yes [X] No [ ]

14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
Per the Company's Reinsurance Allocation Agreement and Pooling Agreement.

14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [ ] No [X]

14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes [X] No [ ]

14.5 If the answer to 14.4 is no, please explain:

15.1 Has the reporting entity guaranteed any financed premium accounts? Yes [ ] No [X]

15.2 If yes, give full information

16.1 Does the reporting entity write any warranty business? Yes [ ] No [X]

If yes, disclose the following information for each of the following types of warranty coverage:

		1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11	Home	$ 0	$ 0	$ 0	$ 0	$ 0
16.12	Products	$ 0	$ 0	$ 0	$ 0	$ 0
16.13	Automobile	$ 0	$ 0	$ 0	$ 0	$ 0
16.14	Other*	$ 0	$ 0	$ 0	$ 0	$ 0

* Disclose type of coverage:

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F-Part 3 that is exempt from the statutory provision for unauthorized reinsurance? Yes [ ] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from the statutory provision for unauthorized reinsurance. Provide the following information for this exemption:

17.11 Gross amount of unauthorized reinsurance in Schedule F-Part 3 exempt from the statutory provision for unauthorized reinsurance $ 0

17.12 Unfunded portion of Interrogatory 17.11 $ 0

17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 $ 0

17.14 Case reserves portion of Interrogatory 17.11 $ 0

17.15 Incurred but not reported portion of Interrogatory 17.11 $ 0

17.16 Unearned premium portion of Interrogatory 17.11 $ 0

17.17 Contingent commission portion of Interrogatory 17.11 $ 0

18.1 Do you act as a custodian for health savings accounts? Yes [ ] No [X]

18.2 If yes, please provide the amount of custodial funds held as of the reporting date. $ 0

18.3 Do you act as an administrator for health savings accounts? Yes [ ] No [X]

18.4 If yes, please provide the balance of the funds administered as of the reporting date. $ 0

19. Is the reporting entity licensed or charted, registered, qualified, eligible, or writing business in at least 2 states? Yes [X] No [ ]

19.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? Yes [ ] No [ ]

FIVE-YEAR HISTORICAL DATA

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

		1 2018	2 2017	3 2016	4 2015	5 2014
	Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1.	Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	518,289,484	491,841,774	469,047,327	450,484,202	446,288,664
2.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	197,509,637	185,034,152	173,608,493	159,672,982	153,775,653
3.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	333,597,896	316,568,650	305,966,272	300,713,882	299,987,234
4.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	2,999,659	2,818,551	3,090,540	7,770,802	2,235,608
5.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	2,050,615	1,902,191	2,212,094	2,367,579	2,749,850
6.	Total (Line 35)	1,054,447,291	998,165,318	953,924,726	921,009,447	905,037,008
	Net Premiums Written (Page 8, Part 1B, Col. 6)					
7.	Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	525,326,246	501,008,516	475,654,159	450,558,396	432,406,341
8.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	197,509,588	185,034,232	173,685,934	159,646,286	153,775,134
9.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	333,595,233	316,568,572	305,969,467	300,716,874	299,987,141
10.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	2,613,191	2,385,528	2,589,753	2,996,912	1,395,857
11.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	2,049,691	1,901,256	2,210,528	2,454,429	2,746,456
12.	Total (Line 35)	1,061,093,950	1,006,898,105	960,109,841	916,372,898	890,310,928
	Statement of Income (Page 4)					
13.	Net underwriting gain (loss) (Line 8)	13,354,709	6,088,131	55,730,295	94,362,334	80,472,484
14.	Net investment gain (loss) (Line 11)	97,736,936	94,377,535	112,793,867	205,942,711	175,394,894
15.	Total other income (Line 15)	435,718	1,305,214	1,323,163	1,202,427	1,078,511
16.	Dividends to policyholders (Line 17)	2,046,695	2,001,227	1,899,886	1,516,298	1,387,633
17.	Federal and foreign income taxes incurred (Line 19)	17,254,208	16,910,410	38,265,621	15,713,090	48,759,943
18.	Net income (Line 20)	92,226,461	82,859,243	129,681,819	284,278,084	206,798,314
	Balance Sheet Lines (Pages 2 and 3)					
19.	Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	3,358,469,858	3,293,044,537	3,252,085,863	3,565,324,870	4,677,408,630
20.	Premiums and considerations (Page 2, Col. 3):					
	20.1 In course of collection (Line 15.1)	123,726,870	119,311,716	116,925,936	111,957,364	116,174,725
	20.2 Deferred and not yet due (Line 15.2)	222,043,567	213,305,858	201,785,768	189,033,416	181,593,244
	20.3 Accrued retrospective premiums (Line 15.3)	3,675,268	3,804,577	2,819,092	3,528,173	3,698,466
21.	Total liabilities excluding protected cell business (Page 3, Line 26)	2,374,263,407	2,307,223,572	2,208,802,630	2,156,404,414	2,211,176,642
22.	Losses (Page 3, Line 1)	1,383,990,915	1,338,840,544	1,289,848,813	1,277,334,379	1,287,065,066
23.	Loss adjustment expenses (Page 3, Line 3)	317,601,454	311,265,380	303,430,050	294,353,863	313,389,017
24.	Unearned premiums (Page 3, Line 9)	481,780,253	457,756,058	436,553,848	417,241,796	402,397,960
25.	Capital paid up (Page 3, Lines 30 & 31)	35,214,075	35,214,075	35,214,075	35,214,075	35,214,075
26.	Surplus as regards policyholders (Page 3, Line 37)	984,206,451	985,820,965	1,043,283,232	1,408,920,456	2,466,231,987
	Cash Flow (Page 5)					
27.	Net cash from operations (Line 11)	169,177,676	173,084,446	187,332,100	248,686,227	205,881,308
	Risk-Based Capital Analysis					
28.	Total adjusted capital	984,206,451	985,820,965	1,043,283,232	1,408,920,456	2,466,231,987
29.	Authorized control level risk-based capital	159,796,409	152,645,773	137,989,233	133,858,472	134,593,795
	Percentage Distribution of Cash, Cash Equivalents and Invested Assets					
	(Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0					
30.	Bonds (Line 1)	92.9	89.0	94.9	94.5	94.8
31.	Stocks (Lines 2.1 & 2.2)	3.6	3.7	3.8	3.3	2.8
32.	Mortgage loans on real estate (Lines 3.1 & 3.2)	0.0	0.0	0.0	0.0	0.0
33.	Real estate (Lines 4.1, 4.2 & 4.3)	0.0	0.0	0.0	0.0	0.0
34.	Cash, cash equivalents and short-term investments (Line 5)	2.9	6.4	0.9	1.7	2.0
35.	Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36.	Derivatives (Line 7)	0.0	0.0	0.0	0.0	0.0
37.	Other invested assets (Line 8)	0.0	0.0	0.0	0.0	0.0
38	Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39.	Securities lending reinvested collateral assets (Line 10)	0.6	0.9	0.3	0.4	0.3
40.	Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41.	Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
	Investments in Parent, Subsidiaries and Affiliates					
42.	Affiliated bonds (Sch. D, Summary, Line 12, Col. 1)	0	0	0	0	0
43.	Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)	0	0	0	0	0
44.	Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	107,065,698	106,739,831	109,196,743	105,496,780	119,957,084
45.	Affiliated short-term investments					
	(subtotals included in Schedule DA, Verification, Column 5, Line 10)	0	0	0	0	0
46.	Affiliated mortgage loans on real estate	0	0	0	0	0
47.	All other affiliated	0	0	0	0	0
48.	Total of above lines 42 to 47	107,065,698	106,739,831	109,196,743	105,496,780	119,957,084
49.	Total investment in parent included in Lines 42 to 47 above	0	0	0	0	0
50.	Percentage of investments in parent, subsidiaries and affiliates to surplus					
	as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	10.9	10.8	10.5	7.5	4.9

FIVE-YEAR HISTORICAL DATA

(Continued)

		1 2018	2 2017	3 2016	4 2015	5 2014
	Capital and Surplus Accounts (Page 4)					
51.	Net unrealized capital gains (losses) (Line 24)	199,566	(2,408,061)	3,576,428	(14,706,713)	(183,773)
52.	Dividends to stockholders (Line 35)	(98,500,000)	(129,600,000)	(500,000,000)	0	0
53.	Change in surplus as regards policyholders for the year (Line 38)	(1,614,514)	(57,462,268)	(365,637,224)	(1,057,311,531)	(18,203,720)
	Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54.	Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	342,396,313	337,083,121	353,621,488	343,643,154	353,619,739
55.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	111,883,846	108,465,296	90,252,851	74,939,641	77,513,578
56.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	187,405,526	158,466,411	133,264,336	126,784,716	130,554,553
57.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	(913,900)	(1,744,017)	1,761,573	2,056,515	88,435,504
58.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	4,819,220	16,017,696	4,660,771	6,127,078	48,223,574
59.	Total (Line 35)	645,591,005	618,288,508	583,561,019	553,551,104	698,346,948
	Net Losses Paid (Page 9, Part 2, Col. 4)					
60.	Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	264,403,003	254,285,139	249,732,092	229,296,779	216,559,886
61.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	112,106,675	108,776,611	88,725,378	76,216,715	76,905,232
62.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	185,734,431	156,308,735	131,263,231	124,002,160	128,277,882
63.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	644,315	1,097,374	1,933,402	1,750,560	2,863,885
64.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	2,394,256	4,307,358	2,339,087	3,207,497	5,344,573
65.	Total (Line 35)	565,282,680	524,775,217	473,993,190	434,473,711	429,951,457
	Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66.	Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67.	Losses incurred (Line 2)	58.8	58.1	51.7	47.1	46.2
68.	Loss expenses incurred (Line 3)	10.6	11.4	11.7	11.7	14.3
69.	Other underwriting expenses incurred (Line 4)	29.4	29.9	30.7	30.8	30.4
70.	Net underwriting gain (loss) (Line 8)	1.3	0.6	5.9	10.5	9.1
	Other Percentages					
71.	Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	28.7	29.1	29.9	30.2	29.9
72.	Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	69.4	69.5	63.4	58.7	60.5
73.	Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35, divided by Page 3, Line 37, Col. 1 x 100.0)	107.8	102.1	92.0	65.0	36.1
	One Year Loss Development ($000 omitted)					
74.	Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11)	(12,560)	(21,931)	(19,435)	(29,247)	(49,007)
75.	Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year-end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100)	(1.3)	(2.1)	(1.4)	(1.2)	(2.0)
	Two Year Loss Development ($000 omitted)					
76.	Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12)	(35,844)	(36,616)	(49,106)	(70,210)	(67,418)
77.	Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior-year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	(3.4)	(2.6)	(2.0)	(2.8)	(2.6)

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

If no, please explain:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

($000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
				Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported-Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded	Salvage and Subrogation Received	Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	
1. Prior	XXX	XXX	XXX	33,642	7,427	11,803	1,215	4,174	37	(530)	40,939	XXX
2. 2009	899,546	72,103	827,443	428,298	28,646	38,129	2,136	46,185	562	23,983	481,268	XXX
3. 2010	892,656	64,939	827,717	474,875	27,105	41,934	1,965	46,926	429	24,968	534,236	XXX
4. 2011	924,276	63,256	861,020	576,218	37,481	44,327	2,404	48,467	456	26,961	628,671	XXX
5. 2012	948,315	69,641	878,674	556,212	85,921	43,899	4,356	49,858	764	25,738	558,928	XXX
6. 2013	958,379	75,184	883,195	418,436	25,372	39,006	1,581	46,525	1,163	22,225	475,849	XXX
7. 2014	957,159	70,742	886,416	408,589	27,302	38,371	2,162	44,787	1,098	21,368	461,185	XXX
8. 2015	970,839	64,346	906,493	390,881	22,186	30,385	1,339	45,182	877	20,717	442,045	XXX
9. 2016	1,003,537	61,193	942,344	380,281	17,898	21,385	965	47,149	165	22,728	429,787	XXX
10. 2017	1,042,094	55,251	986,843	405,181	22,266	14,131	660	47,262	85	25,020	443,564	XXX
11. 2018	1,092,803	54,566	1,038,237	270,199	7,110	6,036	182	39,714	63	15,040	308,594	XXX
12. Totals	XXX	XXX	XXX	4,342,810	308,713	329,406	18,966	466,229	5,699	228,218	4,805,067	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22		Total Net Losses and Expenses Unpaid	Number of Claims Outstanding-Direct and Assumed
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Anticipated		
1. Prior	269,670	80,711	189,148	36,419	26,426	2,661	51,889	7,465	26,481	24	770	436,335	XXX
2. 2009	11,354	1,156	12,112	1,121	986	28	1,804	(179)	627	(1)	246	24,757	XXX
3. 2010	15,007	1,979	15,286	756	1,394	34	2,537	129	781	2	326	32,104	XXX
4. 2011	16,498	1,134	17,404	975	1,649	(33)	3,567	50	952	(1)	519	37,944	XXX
5. 2012	23,360	2,176	24,882	2,843	2,210	64	6,604	87	1,262	12	716	53,137	XXX
6. 2013	28,765	3,263	27,569	4,172	2,832	124	9,996	104	2,099	2	944	63,595	XXX
7. 2014	35,683	4,750	32,460	3,015	4,003	293	11,385	236	2,971	27	1,702	78,180	XXX
8. 2015	46,518	4,818	52,088	5,378	5,731	173	10,652	236	4,803	20	2,733	109,167	XXX
9. 2016	76,593	8,030	77,977	6,091	8,656	212	17,672	181	8,218	46	4,634	174,557	XXX
10. 2017	110,580	15,906	133,155	8,914	9,871	320	24,598	285	10,037	38	7,674	262,776	XXX
11. 2018	147,811	16,072	243,833	14,082	10,372	406	35,836	623	22,429	57	19,025	429,040	XXX
12. Totals	781,838	139,994	825,913	83,765	74,130	4,282	176,539	9,217	80,659	226	39,288	1,701,592	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34	Net Balance Sheet Reserves after Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense	Inter-Company Pooling Participation Percentage	35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	341,688	94,647
2. 2009	539,494	33,469	506,025	60.0	46.4	61.2	0	0	4.41	21,189	3,569
3. 2010	598,740	32,400	566,340	67.1	49.9	68.4	0	0	4.41	27,558	4,546
4. 2011	709,081	42,466	666,615	76.7	67.1	77.4	0	0	4.41	31,792	6,152
5. 2012	708,287	96,222	612,065	74.7	138.2	69.7	0	0	4.41	43,223	9,914
6. 2013	575,226	35,782	539,444	60.0	47.6	61.1	0	0	4.41	48,899	14,696
7. 2014	578,248	38,883	539,365	60.4	55.0	60.8	0	0	4.41	60,378	17,802
8. 2015	586,239	35,028	551,212	60.4	54.4	60.8	0	0	4.41	88,410	20,756
9. 2016	637,931	33,587	604,344	63.6	54.9	64.1	0	0	4.41	140,449	34,108
10. 2017	754,814	48,474	706,340	72.4	87.7	71.6	0	0	4.41	218,915	43,862
11. 2018	776,229	38,595	737,634	71.0	70.7	71.0	0	0	4.41	361,489	67,551
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	1,383,991	317,601

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

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	Incurred Net Losses and Defense and Cost Containment Expenses Reported at Year End ($000 omitted)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	One Year	Two Year
1. Prior	1,286,454	1,247,240	1,215,549	1,188,314	1,173,793	1,142,154	1,135,532	1,130,665	1,135,587	1,138,726	3,139	8,061
2. 2009	483,827	480,870	479,538	475,740	471,544	469,581	468,330	464,784	462,521	461,202	(1,319)	(3,582)
3. 2010	XXX	515,104	532,414	530,505	527,293	525,690	524,741	523,918	521,578	520,698	(879)	(3,220)
4. 2011	XXX	XXX	627,579	633,821	634,982	630,951	629,669	624,451	621,244	619,563	(1,681)	(4,887)
5. 2012	XXX	XXX	XXX	579,444	578,955	572,358	567,070	565,965	564,840	563,664	(1,176)	(2,300)
6. 2013	XXX	XXX	XXX	XXX	509,659	506,588	500,627	498,423	496,810	494,004	(2,806)	(4,419)
7. 2014	XXX	XXX	XXX	XXX	XXX	512,561	504,437	502,285	496,878	494,835	(2,044)	(7,450)
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX	511,223	511,623	505,515	504,338	(1,178)	(7,285)
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	562,463	557,686	551,701	(5,985)	(10,762)
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	650,477	651,845	1,368	XXX
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	678,458	XXX	XXX
12. Totals											(12,560)	(35,844)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	Cumulative Paid Net Losses and Defense and Cost Containment Expenses Reported at Year End ($000 omitted)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018		
1. Prior	000	186,963	309,544	398,743	464,256	519,467	565,309	625,529	665,353	702,155	XXX	XXX
2. 2009	188,390	289,822	342,072	377,667	401,566	414,533	424,321	429,663	433,152	435,645	XXX	XXX
3. 2010	XXX	211,416	324,874	383,530	424,681	451,713	468,160	478,077	483,944	487,738	XXX	XXX
4. 2011	XXX	XXX	289,778	417,504	478,991	520,183	548,880	564,959	574,423	580,659	XXX	XXX
5. 2012	XXX	XXX	XXX	238,735	361,482	416,430	458,922	484,744	501,250	509,835	XXX	XXX
6. 2013	XXX	XXX	XXX	XXX	193,452	293,084	348,603	387,357	414,159	430,488	XXX	XXX
7. 2014	XXX	XXX	XXX	XXX	XXX	194,122	291,679	347,739	390,366	417,496	XXX	XXX
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX	191,487	295,882	354,770	397,740	XXX	XXX
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	208,260	322,498	382,803	XXX	XXX
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	257,058	396,387	XXX	XXX
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	268,943	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	Bulk and IBNR Reserves on Net Losses and Defense and Cost Containment Expenses Reported at Year End ($000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
1. Prior	732,426	594,368	495,054	427,056	383,652	323,588	292,010	246,319	227,171	213,030
2. 2009	193,926	112,474	79,767	55,372	40,000	31,014	25,410	19,997	16,586	14,249
3. 2010	XXX	187,776	118,297	77,428	52,693	37,635	29,692	24,270	20,425	18,363
4. 2011	XXX	XXX	205,804	121,139	83,644	56,784	41,988	31,384	24,668	21,638
5. 2012	XXX	XXX	XXX	212,464	127,118	83,019	57,052	44,765	35,987	30,320
6. 2013	XXX	XXX	XXX	XXX	201,395	124,794	82,399	60,215	47,288	34,997
7. 2014	XXX	XXX	XXX	XXX	XXX	213,023	125,573	85,973	56,986	42,508
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX	209,411	127,591	84,132	58,960
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	231,245	137,591	91,353
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	256,736	150,848
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	267,786

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	1 Active Status (a)	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken 2 Direct Premiums Written	3 Direct Premiums Earned	4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Incl. in Col. 2)
1. Alabama AL	L	25,422	646,636	0	1,215,340	1,613,306	27,635,820	0	0
2. Alaska AK	L	(318,122)	(17,413)	0	(200)	(254,580)	1,342,281	0	0
3. Arizona AZ	L	(1,021,428)	(92,540)	0	469,070	(345,392)	7,901,310	0	0
4. Arkansas AR	L	613	259,854	0	630,709	(261,725)	8,298,576	0	0
5. California CA	L	111,792	(5,095,338)	0	10,675,373	(947,329)	132,806,509	99	0
6. Colorado CO	L	17,192	128,026	0	67,140	261,059	4,288,803	0	0
7. Connecticut CT	L	8,535	1,293,428	0	(371,188)	(800,743)	7,003,859	0	0
8. Delaware DE	L	(100)	(6,298)	0	84,779	(347,659)	1,807,450	0	0
9. District of Columbia DC	L	20,150	796,223	0	(34,963)	(35,137)	510,316	0	0
10. Florida FL	L	1,751	727,321	0	2,715,918	(2,472,887)	34,111,071	0	0
11. Georgia GA	L	13,159	437,845	0	431,312	884,192	10,788,855	0	0
12. Hawaii HI	L	116	2,191	0	342	7,318	759,765	0	0
13. Idaho ID	L	175	741	0	52,553	(32,462)	1,129,238	0	0
14. Illinois IL	L	6,520	2,455,352	0	1,248,249	672,027	15,949,846	0	0
15. Indiana IN	L	3,138	113,259	0	462,028	359,787	8,751,521	0	0
16. Iowa IA	L	100	236,432	0	1,304,152	2,049,606	7,998,328	0	0
17. Kansas KS	L	3,320	148,498	0	1,045,547	1,044,395	5,934,681	0	0
18. Kentucky KY	L	11,300	(1,338,747)	0	309,594	(429,022)	13,753,341	0	0
19. Louisiana LA	L	(36,093)	372,999	0	3,440,910	1,587,730	11,113,409	0	0
20. Maine ME	L	200	221,666	0	475,155	644,288	3,679,883	0	0
21. Maryland MD	L	35,850	384,123	0	256,002	703,279	5,722,573	9	0
22. Massachusetts MA	L	5,589	(656,505)	0	488,702	529,788	15,148,832	0	0
23. Michigan MI	L	3,598	1,043,705	0	4,649,330	(4,285,844)	114,130,514	0	0
24. Minnesota MN	L	728	581,414	0	941,491	(108,377)	8,384,844	0	0
25. Mississippi MS	L	500	148,824	0	1,879,529	4,217,557	25,431,737	0	0
26. Missouri MO	L	5,932	261,482	0	3,253,294	4,258,518	15,307,195	0	0
27. Montana MT	L	2,295	2,411	0	117,590	94,114	2,677,113	0	0
28. Nebraska NE	L	2,220	508,012	0	91,934	(353,597)	3,498,010	0	0
29. Nevada NV	L	8,023	7,205	0	142,934	(138,757)	2,853,617	2	0
30. New Hampshire NH	L	200	181,931	0	1,805,911	1,771,547	1,097,892	0	0
31. New Jersey NJ	L	(4,019)	942,417	0	2,428,092	1,455,621	48,285,817	0	0
32. New Mexico NM	L	6,132	4,959	0	664,821	(21,702)	11,859,380	0	0
33. New York NY	L	71,011	2,220,576	0	1,940,610	(4,022,247)	25,171,900	2	0
34. North Carolina NC	L	13,815	1,096,982	0	5,112,859	6,008,563	12,674,519	0	0
35. North Dakota ND	L	8,600	(16,405)	0	72,178	89,340	478,439	0	0
36. Ohio OH	L	13,049	728,562	0	183,148	214,882	10,888,245	0	0
37. Oklahoma OK	L	(29,635)	(65,948)	0	853,604	(146,762)	14,602,056	0	0
38. Oregon OR	L	(10,855)	1,684,722	0	72,710	227,589	5,844,613	0	0
39. Pennsylvania PA	L	118,767	(15,844,963)	0	2,481,653	(11,972,614)	33,082,486	65	0
40. Rhode Island RI	L	0	10,476	0	53,257	81,095	2,584,575	0	0
41. South Carolina SC	L	1,952	1,458,476	0	536,715	909,346	10,624,461	0	0
42. South Dakota SD	L	0	(1,022)	0	65,101	178,918	1,158,345	0	0
43. Tennessee TN	L	4,537	459,361	0	444,050	485,858	17,671,830	0	0
44. Texas TX	L	1,003	1,018,928	0	2,759,972	699,416	30,635,268	0	0
45. Utah UT	L	19,447	(20,797)	0	173,507	354,382	2,680,613	29	0
46. Vermont VT	L	0	251,845	0	206,598	(4,978)	2,904,817	0	0
47. Virginia VA	L	(146,655)	1,009,265	0	1,033,435	(1,948,940)	17,469,086	0	0
48. Washington WA	L	200	379,513	0	18,486	936,255	3,482,486	0	0
49. West Virginia WV	L	23,785	9,264	0	974,161	1,351,538	2,519,978	0	0
50. Wisconsin WI	L	(4,980,383)	650,793	0	1,501,345	609,452	18,262,883	0	0
51. Wyoming WY	L	6,854	(1,856)	0	21,675	14,981	346,194	0	0
52. American Samoa AS	N	0	0	0	0	0	0	0	0
53. Guam GU	N	0	1,613	0	0	0	0	0	0
54. Puerto Rico PR	L	0	(67,736)	0	(35,820)	(42,914)	9,390	0	0
55. US Virgin Islands VI	L	0	0	0	0	(1,141)	2,182	0	0
56. Northern Mariana Islands MP	N	0	0	0	0	0	0	0	0
57. Canada CAN	N	0	0	0	0	0	0	0	0
58. Aggregate Other Alien OT	XXX	0	0	0	0	(3,281)	13,908	0	0
59. Totals	XXX	(5,969,721)	(338,236)	0	59,410,692	5,337,658	773,070,662	206	0
DETAILS OF WRITE-INS									
58001. ZZZ Other Alien	XXX	0	0	0	0	(3,279)	13,905	0	0
58002. GBR United Kingdom	XXX	0	0	0	0	(2)	3	0	0
58003.	XXX	0	0	0	0	0	0	0	0
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above)	XXX	0	0	0	0	(3,281)	13,908	0	0

Explanation of Basis of Allocation of Premiums by States, etc.

1 Fire - Location of property; 2 Allied Lines - Location of property; 3 Farmowners - Location of property; 4 Homeowners - Location of property; 5 CMP - Location of property; 8 Ocean Marine - Address of insured or state of principal exposure, except builders risks which are allocated on location of risk; 9 Inland Marine - Location of insured or state of principal exposure; 10 Financial guaranty - Location of risk; 11 Medical malpractice - Location of risk; 12 Earthquake - Location of property; 13 Group A&H - Location of risk; 15 Other A&H – Location of insured; 16 Workers' compensation - Location of employee's workplace; 17 Other liability - Location of risk; 18 Products Liability - Location of risk; 19 Auto liability - Location of garage; 21 Auto physical damage - Location of garage; 22 Aircraft - Location of airport from which insured's aircraft operates; 23 Fidelity - Location of insured; 24 Surety – Contract Surety: Project location; All Other Surety: Obligee location; 26 Burglary and theft - Location of property; 27 Boiler and machinery - Location of property; 28 Credit - Location of risk; With respect to international commercial insurance policies (1) for U.S. based insureds with ancillary international operations or (2) that are placed as part of a controlled master program allocation is to the situs of the contract which is typically the headquarter state or principal business location of the first named insured. Exceptions to this include monoline marine or other insurance policies that are designed to insure specifically identified international exposures.

(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG..... 53

E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - See DSLI)..... 0

D - Domestic Surplus Lines Insurer (DSLI) - Reporting entities authorized to write surplus lines in the state of domicile..... 0

R - Registered - Non-domiciled RRGs..... 0

Q - Qualified - Qualified or accredited reinsurer..... 0

N - None of the above - Not allowed to write business in the state..... 4

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

The Travelers Companies, Inc.	Minnesota	41-0518860	… … Windamere III, LLC (99%)	Minnesota	41-2007089
… St. Paul Fire and Marine Insurance Company (24767) *	Connecticut	41-0406690	… Camperdown Corporation	Delaware	41-1762781
… … St. Paul Mercury Insurance Company (24791) *	Connecticut	41-0881659	… SPC Insurance Agency, Inc.	Minnesota	41-1888760
… … St. Paul Guardian Insurance Company (24775) *	Connecticut	41-0963301	… Aprilgrange Limited	United Kingdom	
… … St. Paul Surplus Lines Insurance Company (30481) *	Delaware	41-1230819	… F&G U.K. Underwriters Limited	United Kingdom	
… … The Travelers Casualty Company (41769) *	Connecticut	41-1435765	… Travelers Underwriting Agency Limited	United Kingdom	
… … Travelers Constitution State Insurance Company (41750) *	Connecticut	41-1435766	… Travelers Syndicate Management Limited *	United Kingdom	
… … Northbrook Holdings, Inc.	Delaware	51-0375653	… St. Paul Surety Europe Limited	United Kingdom	
… … … Discover Property & Casualty Insurance Company (36463) *	Connecticut	36-2999370	… Travelers Corporate Trustee Ltd.	United Kingdom	
… … … St. Paul Protective Insurance Company (19224) *	Connecticut	36-2542404	… Travelers London Limited	United Kingdom	
… … Discover Specialty Insurance Company (10213) *	Connecticut	52-1925132	… TCI Global Services, Inc.	Delaware	52-1965525
… … United States Fidelity and Guaranty Company (25887) *	Connecticut	52-0515280	… Travelers Management Limited	United Kingdom	
… … … Fidelity and Guaranty Insurance Underwriters, Inc. (25879) *	Wisconsin	52-0616768	… Travelers Insurance Company Limited *	United Kingdom	AA-1121375
… … … Fidelity and Guaranty Insurance Company (35386) *	Iowa	42-1091525	… … Travelers Insurance Designated Activity Company	Ireland	
… … … Laurel Village Fidelity Realty, Inc.	Maryland	52-1551225	… Simply Business Holdings Ltd	United Kingdom	
… … … … Laurel Village Joint Venture Partnership (50%)	Minnesota	41-1616702	… Simply Business Group Ltd	United Kingdom	
… … … … … Laurel Village I Limited Partnership (99%)	Minnesota	41-1542260	… Xbridge Holdings Limited	United Kingdom	
… … … … … Laurel Village II Limited Partnership (99%)	Minnesota	41-1542261	… Xbridge Acquisitions Limited	United Kingdom	
… … … … … Laurel Village III Limited Partnership (99%)	Minnesota	41-1542263	… Simply Business Holdings, Inc.	Delaware	
… … … … … Laurel Village IV Limited Partnership (99%)	Minnesota	41-1542264	… … Simply Business, Inc.	Massachusetts	
… … … … … Laurel Village Tower A Limited Partnership (99%)	Minnesota	41-1542266	… Xbridge Limited	United Kingdom	
… … … … … Laurel Village Tower B Limited Partnership (99%)	Minnesota	41-1593312	… 10762962 Canada Inc.	Canada	
… … … … … Laurel Village Tower C Limited Partnership (99%)	Minnesota	41-1542267	… … Zensurance Inc. (79.3%)	Canada	
… … … … … Laurel Village Swinford Limited Partnership (99%)	Minnesota	41-1542255	… … … Zensurance Brokers Inc.	Canada	
… … … USF&G Retail Associates GP, Inc.	Maryland	52-1704255	… Travelers Property Casualty Corp.	Connecticut	06-1008174
… … … … USF&G/Fidelity Retail Associates Limited Partnership (1%)	Maryland	52-1704256	… … Travelers Insurance Group Holdings Inc.	Delaware	06-1445591
… … … USF&G/Fidelity Retail Associates Limited Partnership (83.95%)	Maryland	52-1704256	… … … The Standard Fire Insurance Company (19070) *	Connecticut	06-6033509
… … … BMR Sports Properties, Inc.	Maryland	52-1852190	… … … … Standard Fire Properties, LLC	Delaware	06-6033509
… … … … Black Mountain Ranch Limited Partnership (1%)	Maryland	52-1573778	… … … … … Bayhill Restaurant II Associates (50%)	California	94-3097171
… … Black Mountain Ranch Limited Partnership (85%)	Maryland	52-1573778	… … … … Standard Fire UK Investments, LLC	Delaware	06-6033509
… … MMI Capital Trust I	Delaware	52-2073764	… … … … The Automobile Insurance Company of Hartford, Connecticut (19062) *	Connecticut	06-0848755
… … Promenade Partners, LLC	Delaware	41-0406690	… … … … … Auto Hartford Investments, LLC	Delaware	06-0848755
… … USF&G Capital I	Delaware	52-1953822	… … … … Travelers Personal Security Insurance Company (36145) *	Connecticut	06-1286264
… … USF&G Capital III	Delaware	52-2044075	… … … … Travelers Property Casualty Insurance Company (36161) *	Connecticut	06-1286274
… … 350 Market Street, LLC	Delaware	38-4046010	… … … … Travelers Personal Insurance Company (38130) *	Connecticut	36-3703200
… … Travelers Special Services Limited	United Kingdom		… … … … Travelers Texas MGA, Inc.	Texas	27-4469564
… … Yonkers Financing Corp.	Delaware	20-3033027	… … … … Oregon Evergreen Investor I, LLC	Delaware	06-6033509
… … English Turn Fidelity Realty, Inc.	Minnesota	52-1466734	… … … Travelers (Bermuda) Limited *	Bermuda	AA-3194119
… … … English Turn LLC (99%)	Minnesota	59-2635727	… … … Travelers Lloyds Management Company	Texas	20-4312440
… … … Fidelity English Turn Club LLC (99%)	Minnesota	59-2709441	… … … TPC Investments Inc.	Connecticut	06-1534005
… … English Turn LLC (1%)	Minnesota	59-2635727	… … … Travelers Casualty and Surety Company (19038) *	Connecticut	06-6033504
… … English Turn Realty Management, Inc.	Minnesota	52-1715225	… … … … Farmington Casualty Company (41483) *	Connecticut	06-1067463
… … … Fidelity English Turn Club LLC (1%)	Minnesota	59-2709441	… … … … … Travelers MGA, Inc.	Texas	75-2676034
… … 8527512 Canada Inc. (22.48%)	Canada		… … … … 8527512 Canada Inc. (77.52%)	Canada	
… … … The Dominion of Canada General Insurance Company *	Canada	AA-1560270	… … … … … The Dominion of Canada General Insurance Company *	Canada	AA-1560270
… … Fog City Fund, LLC (99%)	Minnesota	41-1985480	… … … … Travelers Insurance Company of Canada *	Canada	AA-1560039
… … Symmetry Growth Capital II, LLC	Minnesota	76-0753165	… … … … Travelers Casualty and Surety Company of America (31194) *	Connecticut	06-0907370
… … Upper Lake Growth Capital, LLC (99%)	Minnesota	41-1927945	… … … … … Travelers Global, Inc.	Delaware	47-2215437
… … Vesbridge Partners, LP (85%)	Minnesota	20-1222630	… … … … … … Travelers Brazil Holding LLC	Delaware	47-2215437
… … Windamere II, LLC (99%)	Minnesota	41-1963936	… … … … … … … Travelers Brazil Acquisition LLC	Delaware	47-2215437

Notes:
* Denotes affiliated insurer
Unless otherwise stated, subsidiaries listed above are 100% owned by respective parent

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

… … … … … … … … … Junto Holding Brasil S.A. (49.5%)	Brazil		… … … … Tiercel, LLC	Delaware	06-0566050
… … … … … … … … … … Junto Resseguros S.A. *	Brazil	AA-2230021	… … … … … Redstart, LLC	Delaware	06-0566050
… … … … … … … … … … … Junto Controle de Riscos Ltda. (0.01%)	Brazil		… … … … The Travelers Home and Marine Insurance Company (27998) *	Connecticut	35-1838079
… … … … … … … … … … Junto Seguros S.A. *	Brazil	AA-2230002	… … … … The Travelers Lloyds Insurance Company (41262) *	Texas	76-0002592
… … … … … … … … … … … Junto Controle de Riscos Ltda. (99.99%)	Brazil		… … … … Travelers Marine, LLC	Delaware	06-0566050
… … … … … … … … … Junto Holding Latam S.A. (49.5%)	Brazil				
… … … … … … … … … … JMalucelli Travelers Seguros S.A. (51%) *	Colombia	AA-2330036			
… … … … … … … … … Travelers Participações em Seguros Brasil S.A.	Brazil				
… … … … … … … … … … Travelers Seguros Brasil S.A. *	Brazil	AA-2230022			
… … … … Travelers Casualty Insurance Company of America (19046) *	Connecticut	06-0876835			
… … … … Travelers Casualty Company of Connecticut (36170) *	Connecticut	06-1286266			
… … … … Travelers Casualty UK Investments LLC	Delaware	06-6033504			
… … … … Travelers Commercial Insurance Company (36137) *	Connecticut	06-1286268			
… … … … Travelers Excess and Surplus Lines Company (29696) *	Connecticut	06-1203698			
… … … … Travelers Lloyds of Texas Insurance Company (41564) *	Texas	75-1732040			
… … … … The Family Business Institute LLC	Delaware	06-6033504			
… … … … IHP Capital Partners Fund VIII, L.P. (97%)	Delaware	82-0925474			
… … … The Travelers Indemnity Company (25658) *	Connecticut	06-0566050			
… … … … Arch Street North LLC	Delaware	06-0566050			
… … … … The Charter Oak Fire Insurance Company (25615) *	Connecticut	06-0291290			
… … … … Travelers Real Estate, LLC	Delaware	06-0566050			
… … … … First Floridian Auto and Home Insurance Company (10647) *	Florida	59-3372141			
… … … … Gulf Underwriters Insurance Company (42811) *	Connecticut	56-1371361			
… … … … Select Insurance Company (22233) *	Texas	75-6013697			
… … … … Travelers Casualty and Surety Company of Europe Limited *	United Kingdom	AA-1120023			
… … … … Crystal Brook, LLC	Delaware	06-0566050			
… … … … … Durham Holding, LLC	Delaware	06-0566050			
… … … … Sutton Holdco, LLC	Delaware	06-0566050			
… … … … … Cadet Limited, LLC	Delaware	06-0566050			
… … … … Arrowhead Company, LLC	Delaware	06-0566050			
… … … … … Eastern Asset, LLC	Delaware	06-0566050			
… … … … Jupiter Holdings, Inc.	Minnesota	41-1769846			
… … … … … American Equity Insurance Company (43117) *	Arizona	86-0703220			
… … … … … … American Equity Specialty Insurance Company (10819) *	Connecticut	86-0868106			
… … … … … Northland Insurance Company (24015) *	Connecticut	41-6009967			
… … … … … … Northfield Insurance Company (27987) *	Iowa	41-0983992			
… … … … … … Northland Casualty Company (24031) *	Connecticut	94-6051964			
… … … … Travelers Indemnity U.K. Investments LLC	Connecticut	06-0566050			
… … … … TPC U.K. Investments LLC	Delaware	06-0566050			
… … … … The Phoenix Insurance Company (25623) *	Connecticut	06-0303275			
… … … … … The Travelers Indemnity Company of America (25666) *	Connecticut	58-6020487			
… … … … … The Travelers Indemnity Company of Connecticut (25682) *	Connecticut	06-0336212			
… … … … … Travelers Property Casualty Company of America (25674) *	Connecticut	36-2719165			
… … … … … … American Marine Management Services, Inc. (47.5%)	New York	13-2743602			
… … … … … Constitution State Services LLC	Delaware	06-1501229			
… … … … … Phoenix UK Investments LLC	Delaware	06-0303275			
… … … … TravCo Insurance Company (28188) *	Connecticut	35-1838077			
… … … … TINDY Foreign, Inc	Delaware	20-4403403			
… … … … Travelers Commercial Casualty Company (40282) *	Connecticut	95-3634110			
… … … … Travelers Distribution Alliance, Inc.	Delaware	62-1657094			
… … … … Travelers TLD, LLC	Delaware	06-0566050			

Notes:
* Denotes affiliated insurer
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