



ANNUAL STATEMENT

For the Year Ended December 31, 2018
of the Condition and Affairs of the

Infinity Insurance Company

NAIC Group Code.....	0215, 3495 (Current Period) (Prior Period)	NAIC Company Code.....	22268	Employer's ID Number.....	31-0943862
Organized under the Laws of IN		State of Domicile or Port of Entry	IN	Country of Domicile	US
Incorporated/Organized.....	August 28, 1978	Commenced Business.....	October 1, 1978		
Statutory Home Office	500 East 96th Street, Suite 100 .. Indianapolis .. IN 46240 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>				
Main Administrative Office	2201 4th Avenue North .. Birmingham .. AL 35203-3863 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>			205-870-4000 <i>(Area Code) (Telephone Number)</i>	
Mail Address	Post Office Box 830189 .. Birmingham .. AL 35283-0189 <i>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</i>				
Primary Location of Books and Records	2201 4th Avenue North .. Birmingham .. AL 35203-3863 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>			205-870-4000 <i>(Area Code) (Telephone Number)</i>	
Internet Web Site Address	www.infinityauto.com				
Statutory Statement Contact	Rachelle Shealy Talley <i>(Name)</i> rachelle.talley@kemper.com <i>(E-Mail Address)</i>			205-803-8326 <i>(Area Code) (Telephone Number)</i> 205-803-8080 <i>(Fax Number)</i>	

POLICYHOLDER SERVICES AND CLAIM REPORTING: 1-800-477-5056

OFFICERS

Name	Title	Name	Title
Glen Nelson Godwin	President & CEO	Samuel James Simon	Senior Vice President & Secretary
Amy Kay Jordan	Vice President & Treasurer/Controller		

OTHER

Troy Perry Ballard	Assistant Treasurer	Robert Harold Bateman Jr.	Senior Vice President & CFO
Mary Linn Clark	Assistant Treasurer	Timothy Michael Kelly	Assistant Treasurer
James Henry Romaker	Assistant Secretary	Mitchell Silverman	Assistant Secretary

DIRECTORS OR TRUSTEES

Robert Harold Bateman Jr.	David Glenn Blachly	Glen Nelson Godwin	Amy Kay Jordan
James Henry Romaker	Duane Allen Sanders #	Samuel James Simon	

State of..... Alabama
County of.... Jefferson

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.

_____ Glen Nelson Godwin	_____ Samuel James Simon	_____ Amy Kay Jordan
_____ President & CEO	_____ Senior Vice President & Secretary	_____ Vice President & Treasurer/Controller

Subscribed and sworn to before me
This 20th day of February, 2019

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

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).....	55,411,866		55,411,866	1,243,778,199
2. Stocks (Schedule D):				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	47,107,352	588,482	46,518,870	138,528,997
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....			0	
3.2 Other than first liens.....			0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	53,841,259		53,841,259	59,352,486
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....	401,835		401,835	401,835
5. Cash (\$.....(58,837,099), Schedule E-Part 1), cash equivalents (\$.....58,375,728, Schedule E-Part 2) and short-term investments (\$.....0, Schedule DA).....	(461,371)		(461,371)	14,108,770
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives (Schedule DB).....			0	
8. Other invested assets (Schedule BA).....	3,400,000		3,400,000	3,400,000
9. Receivables for securities.....			0	
10. Securities lending reinvested collateral assets (Schedule DL).....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	159,700,941	588,482	159,112,459	1,459,570,287
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	320,829		320,829	11,749,798
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	80,588,301	1,295,591	79,292,710	56,906,740
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	529,412,642		529,412,642	462,002,652
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	372,716		372,716	(536,374)
16.2 Funds held by or deposited with reinsured companies.....			0	
16.3 Other amounts receivable under reinsurance contracts.....			0	
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....	40,329,007		40,329,007	
18.2 Net deferred tax asset.....	13,811,218	4,066,404	9,744,814	36,173,742
19. Guaranty funds receivable or on deposit.....			0	
20. Electronic data processing equipment and software.....	13,005,248		13,005,248	17,603,185
21. Furniture and equipment, including health care delivery assets (\$.....0).....	5,729,014	5,729,014	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....	102,152,995		102,152,995	3,323,570
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other-than-invested assets.....	11,346,816	11,346,816	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	956,769,727	23,026,307	933,743,420	2,046,793,600
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. TOTAL (Lines 26 and 27).....	956,769,727	23,026,307	933,743,420	2,046,793,600

DETAILS OF WRITE-INS

1101.....			0	
1102.....			0	
1103.....			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. Other assets.....	10,877,989	10,877,989	0	
2502. Intangible assets.....	375,000	375,000	0	
2503. Special deposits.....	93,827	93,827	0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	11,346,816	11,346,816	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8).....		540,456,084
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....	15,970	1,815,109
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....		136,517,075
4. Commissions payable, contingent commissions and other similar charges.....	16,448,544	16,598,244
5. Other expenses (excluding taxes, licenses and fees).....	32,180,466	14,777,943
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	4,896,573	565,968
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....		4,971,962
7.2 Net deferred tax liability.....		285
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$....787,448,945 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).....		621,927,090
10. Advance premium.....		
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	609,113,097	(52,196)
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20).....		
14. Amounts withheld or retained by company for account of others.....	18,505,545	20,886,361
15. Remittances and items not allocated.....	9,250,017	3,187,334
16. Provision for reinsurance (including \$.....0 certified) (Schedule F, Part 3, Column 78).....		
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	20,802,444	2,737,637
20. Derivatives.....		
21. Payable for securities.....		4,581,942
22. Payable for securities lending.....		
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	13,469,280	14,025,292
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	724,681,936	1,382,996,130
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	724,681,936	1,382,996,130
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....	3,000,000	5,375,000
31. Preferred capital stock.....		
32. Aggregate write-ins for other-than-special surplus funds.....	0	0
33. Surplus notes.....		
34. Gross paid in and contributed surplus.....	182,000,000	443,821,482
35. Unassigned funds (surplus).....	24,061,484	214,600,988
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39).....	209,061,484	663,797,470
38. TOTAL (Page 2, Line 28, Col. 3).....	933,743,420	2,046,793,600

DETAILS OF WRITE-INS

2501. Accounts payable and other liabilities.....	13,469,280	14,025,292
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	13,469,280	14,025,292
2901.		
2902.		
2903.		
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).....	0	0
3201.		
3202.		
3203.		
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).....	1,324,713,764	1,358,993,925
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7).....	809,424,207	886,488,990
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	150,505,289	160,951,117
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	320,655,466	317,913,548
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	1,280,584,962	1,365,353,655
7. Net income of protected cells.....		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	44,128,802	(6,359,730)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	31,926,448	34,481,310
10. Net realized capital gains (losses) less capital gains tax of \$ 873,632 (Exhibit of Capital Gains (Losses)).....	(14,376,595)	1,198,621
11. Net investment gain (loss) (Lines 9 + 10).....	17,549,853	35,679,931
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ 3,887,280 amount charged off \$ 21,397,763).....	(17,510,483)	(15,475,257)
13. Finance and service charges not included in premiums.....	58,036,741	60,368,118
14. Aggregate write-ins for miscellaneous income.....	25,442,246	29,220,235
15. Total other income (Lines 12 through 14).....	65,968,504	74,113,096
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	127,647,159	103,433,297
17. Dividends to policyholders.....		
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	127,647,159	103,433,297
19. Federal and foreign income taxes incurred.....	(3,794,994)	35,544,266
20. Net income (Line 18 minus Line 19) (to Line 22).....	131,442,153	67,889,031
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	663,797,470	664,239,308
22. Net income (from Line 20).....	131,442,153	67,889,031
23. Net transfers (to) from Protected Cell accounts.....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ (5,586,643).....	(19,649,644)	11,633,263
25. Change in net unrealized foreign exchange capital gain (loss).....		
26. Change in net deferred income tax.....	(27,948,882)	(27,184,601)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3).....	(971,907)	11,437,277
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....		
29. Change in surplus notes.....		
30. Surplus (contributed to) withdrawn from Protected Cells.....		
31. Cumulative effect of changes in accounting principles.....		
32. Capital changes:		
32.1 Paid in.....		
32.2 Transferred from surplus (Stock Dividend).....		
32.3 Transferred to surplus.....		
33. Surplus adjustments:		
33.1 Paid in.....	(260,746,482)	1,866,497
33.2 Transferred to capital (Stock Dividend).....		
33.3. Transferred from capital.....		
34. Net remittances from or (to) Home Office.....		
35. Dividends to stockholders.....	(277,646,806)	(66,000,000)
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1).....		
37. Aggregate write-ins for gains and losses in surplus.....	785,582	(83,305)
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	(454,735,986)	(441,838)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	209,061,484	663,797,470
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above).....	0	0
1401. Other fee income.....	30,164,707	30,284,953
1402. Miscellaneous income or (expense).....	(4,722,461)	(1,064,718)
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above).....	25,442,246	29,220,235
3701. Post retirement benefit adjustment.....	785,664	(203,909)
3702. Dissolution of subsidiary.....	(82)	120,604
3703.		
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).....	785,582	(83,305)

CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	1,222,090,783	1,360,306,187
2. Net investment income.....	57,715,623	54,780,801
3. Miscellaneous income.....	65,968,504	74,113,096
4. Total (Lines 1 through 3).....	1,345,774,910	1,489,200,084
5. Benefit and loss related payments.....	1,352,588,520	867,137,089
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	584,253,043	483,366,284
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) net of \$....873,632 tax on capital gains (losses).....	42,379,607	35,246,201
10. Total (Lines 5 through 9).....	1,979,221,170	1,385,749,574
11. Net cash from operations (Line 4 minus Line 10).....	(633,446,260)	103,450,510
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	2,082,513,460	352,296,933
12.2 Stocks.....	229,022,167	16,235,027
12.3 Mortgage loans.....		
12.4 Real estate.....		
12.5 Other invested assets.....		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	(3,524)	1,493
12.7 Miscellaneous proceeds.....		795,000
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	2,311,532,103	369,328,453
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	1,503,811,021	417,276,649
13.2 Stocks.....	149,999,914	1,899,975
13.3 Mortgage loans.....		
13.4 Real estate.....	417,037	302,327
13.5 Other invested assets.....		
13.6 Miscellaneous applications.....	4,581,942	7,677,351
13.7 Total investments acquired (Lines 13.1 to 13.6).....	1,658,809,914	427,156,302
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	652,722,189	(57,827,849)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....		
16.2 Capital and paid in surplus, less treasury stock.....	85,500,000	
16.3 Borrowed funds.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....	50,250,551	66,000,000
16.6 Other cash provided (applied).....	(69,095,519)	15,844,593
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(33,846,070)	(50,155,407)
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).....	(14,570,141)	(4,532,746)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	14,108,770	18,641,516
19.2 End of year (Line 18 plus Line 19.1).....	(461,371)	14,108,770
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.0001 Securities transferred as dividends/return of capital distribution	574,614,317	
20.0002 Surplus contributed from parent in settlement of intercompany payable balance.....	1,356,712	1,866,497
20.0003 Exchange of securities related to pre-refunding.....	733,481	2,896,708
20.0004 Exchange of securities in dissolution of subsidiary.....		560,408

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

	1	2	3	4
Line of Business	Net Premiums Written per Column 6, Part 1B	Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	Unearned Premiums December 31 Current Year- per Col. 5, Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Fire.....	0		0	0
2. Allied lines.....	0		0	0
3. Farmowners multiple peril.....	0		0	0
4. Homeowners multiple peril.....	0		0	0
5. Commercial multiple peril.....	0		0	0
6. Mortgage guaranty.....	0		0	0
8. Ocean marine.....	0		0	0
9. Inland marine.....	0		0	0
10. Financial guaranty.....	0		0	0
11.1 Medical professional liability - occurrence.....	0		0	0
11.2 Medical professional liability - claims-made.....	0		0	0
12. Earthquake.....	0		0	0
13. Group accident and health.....	0		0	0
14. Credit accident and health (group and individual).....	0		0	0
15. Other accident and health.....	0		0	0
16. Workers' compensation.....	0		0	0
17.1 Other liability - occurrence.....	17,574		0	17,574
17.2 Other liability - claims-made.....	(9,129)	46,896	0	37,767
17.3 Excess workers' compensation.....	0		0	0
18.1 Products liability - occurrence.....	0		0	0
18.2 Products liability - claims-made.....	0		0	0
19.1, 19.2 Private passenger auto liability.....	428,387,822	349,730,568	0	778,118,390
19.3, 19.4 Commercial auto liability.....	54,586,112	65,684,935	0	120,271,047
21. Auto physical damage.....	219,804,295	206,464,691	0	426,268,986
22. Aircraft (all perils).....	0		0	0
23. Fidelity.....	0		0	0
24. Surety.....	0		0	0
26. Burglary and theft.....	0		0	0
27. Boiler and machinery.....	0		0	0
28. Credit.....	0		0	0
29. International.....	0		0	0
30. Warranty.....	0		0	0
31. Reinsurance - nonproportional assumed property.....	0		0	0
32. Reinsurance - nonproportional assumed liability.....	0		0	0
33. Reinsurance - nonproportional assumed financial lines.....	0		0	0
34. Aggregate write-ins for other lines of business.....	0	0	0	0
35. TOTALS.....	702,786,674	621,927,090	0	1,324,713,764

DETAILS OF WRITE-INS

3401.	0		0	0
3402.	0		0	0
3403.	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).....	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

	1	2	3	4	5
Line of Business	Amount Unearned (Running One Year or Less from Date of Policy) (a)	Amount Unearned (Running More Than One Year from Date of Policy) (a)	Earned But Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1. Fire.....					.0
2. Allied lines.....					.0
3. Farmowners multiple peril.....					.0
4. Homeowners multiple peril.....					.0
5. Commercial multiple peril.....					.0
6. Mortgage guaranty.....					.0
8. Ocean marine.....					.0
9. Inland marine.....					.0
10. Financial guaranty.....					.0
11.1 Medical professional liability - occurrence.....					.0
11.2 Medical professional liability - claims-made.....					.0
12. Earthquake.....					.0
13. Group accident and health.....					.0
14. Credit accident and health (group and individual).....					.0
15. Other accident and health.....					.0
16. Workers' compensation.....					.0
17.1 Other liability - occurrence.....					.0
17.2 Other liability - claims-made.....					.0
17.3 Excess workers' compensation.....					.0
18.1 Products liability - occurrence.....					.0
18.2 Products liability - claims-made.....					.0
19.1, 19.2 Private passenger auto liability.....					.0
19.3, 19.4 Commercial auto liability.....					.0
21. Auto physical damage.....					.0
22. Aircraft (all perils).....					.0
23. Fidelity.....					.0
24. Surety.....					.0
26. Burglary and theft.....					.0
27. Boiler and machinery.....					.0
28. Credit.....					.0
29. International.....					.0
30. Warranty.....					.0
31. Reinsurance - nonproportional assumed property.....					.0
32. Reinsurance - nonproportional assumed liability.....					.0
33. Reinsurance - nonproportional assumed financial lines.....					.0
34. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0
35. TOTALS.....	.0	.0	.0	.0	.0
36. Accrued retrospective premiums based on experience.....					.0
37. Earned but unbilled premiums.....					.0
38. Balance (sum of Lines 35 through 37).....					.0

NONE

DETAILS OF WRITE-INS

3401. ....					.0
3402. ....					.0
3403. ....					.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:

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire.....						.0
2. Allied lines.....						.0
3. Farmowners multiple peril.....						.0
4. Homeowners multiple peril.....						.0
5. Commercial multiple peril.....						.0
6. Mortgage guaranty.....						.0
8. Ocean marine.....						.0
9. Inland marine.....						.0
10. Financial guaranty.....						.0
11.1 Medical professional liability - occurrence.....						.0
11.2 Medical professional liability - claims-made.....						.0
12. Earthquake.....						.0
13. Group accident and health.....						.0
14. Credit accident and health (group and individual).....						.0
15. Other accident and health.....						.0
16. Workers' compensation.....						.0
17.1 Other liability - occurrence.....		158,601		109,700	31,327	17,574
17.2 Other liability - claims-made.....		139,001		73,502	74,628	(9,129)
17.3 Excess workers' compensation.....						.0
18.1 Products liability - occurrence.....						.0
18.2 Products liability - claims-made.....						.0
19.1, 19.2 Private passenger auto liability.....	496,078,000	545,431,858	5,960	610,949,938	2,178,058	428,387,822
19.3, 19.4 Commercial auto liability.....		185,843,904		125,713,694	5,544,098	54,586,112
21. Auto physical damage.....	296,714,898	277,222,607		349,145,430	4,987,780	219,804,295
22. Aircraft (all perils).....						.0
23. Fidelity.....						.0
24. Surety.....						.0
26. Burglary and theft.....						.0
27. Boiler and machinery.....						.0
28. Credit.....						.0
29. International.....						.0
30. Warranty.....						.0
31. Reinsurance - nonproportional assumed property.....	XXX					.0
32. Reinsurance - nonproportional assumed liability.....	XXX					.0
33. Reinsurance - nonproportional assumed financial lines.....	XXX					.0
34. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0	.0
35. TOTALS.....	792,792,898	1,008,795,971	5,960	1,085,992,264	12,815,891	702,786,674

DETAILS OF WRITE-INS

3401. ....						.0
3402. ....						.0
3403. ....						.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	.0	.0	.0	.0	.0

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

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

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

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				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 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire.....				0	0	0	0.0	
2. Allied lines.....				0	0	0	0.0	
3. Farmowners multiple peril.....				0	0	0	0.0	
4. Homeowners multiple peril.....		42,111	(2,287,472)	2,329,583	0	2,211,946	117,637	0.0
5. Commercial multiple peril.....				0	0	0	0	0.0
6. Mortgage guaranty.....				0	0	0	0	0.0
8. Ocean marine.....				0	0	0	0	0.0
9. Inland marine.....				0	0	0	0	0.0
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	0	0	0	0.0
12. Earthquake.....				0	0	0	0	0.0
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.....				0	0	0	0	0.0
17.1 Other liability - occurrence.....		943	(6,489)	7,432	0	7,432	0	0.0
17.2 Other liability - claims-made.....			(29,499)	29,499	0	7,740	21,759	57.6
17.3 Excess workers' compensation.....				0	0	0	0	0.0
18.1 Products liability - occurrence.....				0	0	0	0	0.0
18.2 Products liability - claims-made.....				0	0	0	0	0.0
19.1, 19.2 Private passenger auto liability.....	281,806,468	313,195,672	(323,140,913)	918,143,053	0	428,134,868	490,008,185	63.0
19.3, 19.4 Commercial auto liability.....		100,141,826	(81,953,008)	182,094,834	0	97,688,767	84,406,067	70.2
21. Auto physical damage.....	164,776,911	148,233,803	65,734,824	247,275,890	0	12,405,331	234,870,559	55.1
22. Aircraft (all perils).....				0	0	0	0	0.0
23. Fidelity.....				0	0	0	0	0.0
24. Surety.....				0	0	0	0	0.0
26. Burglary and theft.....				0	0	0	0	0.0
27. Boiler and machinery.....				0	0	0	0	0.0
28. Credit.....				0	0	0	0	0.0
29. International.....				0	0	0	0	0.0
30. Warranty.....				0	0	0	0	0.0
31. Reinsurance - nonproportional assumed property.....	XXX			0	0	0	0	0.0
32. Reinsurance - nonproportional assumed liability.....	XXX			0	0	0	0	0.0
33. Reinsurance - nonproportional assumed financial lines.....	XXX			0	0	0	0	0.0
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0.0
35. TOTALS.....	446,583,379	561,614,355	(341,682,557)	1,349,880,291	0	540,456,084	809,424,207	61.1

DETAILS OF WRITE-INS

3401.				0	0	0	0	0.0
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	0	XXX
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0	0	0.0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	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		
1. Fire.....				.0				.0	
2. Allied lines.....				.0				.0	
3. Farmowners multiple peril.....				.0				.0	
4. Homeowners multiple peril.....		156,983	156,983	.0		1,900,000	1,900,000	.0	
5. Commercial multiple peril.....				.0				.0	
6. Mortgage guaranty.....				.0				.0	
8. Ocean marine.....				.0				.0	
9. Inland marine.....				.0				.0	
10. Financial guaranty.....				.0				.0	
11.1 Medical professional liability - occurrence.....				.0				.0	
11.2 Medical professional liability - claims-made.....				.0				.0	
12. Earthquake.....				.0				.0	
13. Group accident and health.....				.0				(a) .0	
14. Credit accident and health (group and individual).....				.0				.0	
15. Other accident and health.....				.0				(a) .0	
16. Workers' compensation.....				.0				.0	
17.1 Other liability - occurrence.....		7,500	7,500	.0		35,726	35,726	.0	
17.2 Other liability - claims-made.....		2	2	.0		90,207	90,207	.0	
17.3 Excess workers' compensation.....				.0				.0	
18.1 Products liability - occurrence.....				.0				.0	
18.2 Products liability - claims-made.....				.0				.0	
19.1, 19.2 Private passenger auto liability.....	121,060,430	113,674,361	234,734,791	.0	104,397,050	178,366,545	282,763,595	.0	
19.3, 19.4 Commercial auto liability.....		79,304,539	79,304,539	.0		75,112,723	75,112,723	.0	
21. Auto physical damage.....	(17,991,569)	(7,063,005)	(25,054,574)	.0	18,141,952	18,116,096	36,258,048	.0	
22. Aircraft (all perils).....				.0				.0	
23. Fidelity.....				.0				.0	
24. Surety.....				.0				.0	
26. Burglary and theft.....				.0				.0	
27. Boiler and machinery.....				.0				.0	
28. Credit.....				.0				.0	
29. International.....				.0				.0	
30. Warranty.....				.0				.0	
31. Reinsurance - nonproportional assumed property.....	XXX			.0	XXX			.0	
32. Reinsurance - nonproportional assumed liability.....	XXX			.0	XXX			.0	
33. Reinsurance - nonproportional assumed financial lines.....	XXX			.0	XXX			.0	
34. Aggregate write-ins for other lines of business.....	0	0	0	.0	0	0	0	.0	.0
35. TOTALS.....	103,068,861	186,080,380	289,149,241	.0	122,539,002	273,621,297	396,160,299	.0	.0
DETAILS OF WRITE-INS									
3401. ....				.0				.0	
3402. ....				.0				.0	
3403. ....				.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	0	0	.0	0	0	0	.0	.0

10

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

UNDERWRITING AND INVESTMENT EXHIBIT**PART 3 - EXPENSES**

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct.....	4,425,623			4,425,623
1.2 Reinsurance assumed.....	17,720,670			17,720,670
1.3 Reinsurance ceded.....	8,124,138			8,124,138
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	14,022,155	0	0	14,022,155
2. Commission and brokerage:				
2.1 Direct, excluding contingent.....		95,901,203		95,901,203
2.2 Reinsurance assumed, excluding contingent.....		105,794,620		105,794,620
2.3 Reinsurance ceded, excluding contingent.....		35,843,217		35,843,217
2.4 Contingent - direct.....		92,824		92,824
2.5 Contingent - reinsurance assumed.....		1,209,542		1,209,542
2.6 Contingent - reinsurance ceded.....		67,648		67,648
2.7 Policy and membership fees.....				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7).....	0	167,087,324	0	167,087,324
3. Allowances to manager and agents.....		1,701,471		1,701,471
4. Advertising.....		11,291,308		11,291,308
5. Boards, bureaus and associations.....		1,894,792		1,894,792
6. Surveys and underwriting reports.....	3,142,132	11,351,662		14,493,794
7. Audit of assureds' records.....				0
8. Salary and related items:				
8.1 Salaries.....	86,277,574	67,405,517		153,683,091
8.2 Payroll taxes.....	6,687,362	4,366,313		11,053,675
9. Employee relations and welfare.....	13,795,019	10,390,214		24,185,233
10. Insurance.....	583,150	374,833		957,983
11. Directors' fees.....		10,033		10,033
12. Travel and travel items.....	3,395,239	1,432,070		4,827,309
13. Rent and rent items.....	7,587,165	3,531,098		11,118,263
14. Equipment.....	1,960,237	1,760,906		3,721,143
15. Cost or depreciation of EDP equipment and software.....	17,193,743	17,398,153		34,591,896
16. Printing and stationery.....	105,934	1,202,565		1,308,499
17. Postage, telephone and telegraph, exchange and express.....	5,691,459	9,068,011		14,759,470
18. Legal and auditing.....	747,476	2,013,662		2,761,138
19. Totals (Lines 3 to 18).....	147,166,490	145,192,608	0	292,359,098
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....1,916.....		25,756,502		25,756,502
20.2 Insurance department licenses and fees.....	106,347	2,899,629		3,005,976
20.3 Gross guaranty association assessments.....		11,771		11,771
20.4 All other (excluding federal and foreign income and real estate).....	257,500	282,655		540,155
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	363,847	28,950,557	0	29,314,404
21. Real estate expenses.....			3,087,878	3,087,878
22. Real estate taxes.....			1,015,403	1,015,403
23. Reimbursements by uninsured plans.....				0
24. Aggregate write-ins for miscellaneous expenses.....	(11,047,203)	(20,575,023)	1,511,691	(30,110,535)
25. Total expenses incurred.....	150,505,289	320,655,466	5,614,972	(a) 476,775,727
26. Less unpaid expenses - current year.....		53,236,767	288,816	53,525,583
27. Add unpaid expenses - prior year.....	136,517,075	31,168,692	773,463	168,459,230
28. Amounts receivable relating to uninsured plans, prior year.....				0
29. Amounts receivable relating to uninsured plans, current year.....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29).....	287,022,364	298,587,391	6,099,619	591,709,374

DETAILS OF WRITE-INS

2401. Other expenses.....	(11,047,203)	(20,575,023)		(31,622,226)
2402. Investment expenses.....			1,511,691	1,511,691
2403.				0
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).....	(11,047,203)	(20,575,023)	1,511,691	(30,110,535)

(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).....2,950,289	.....2,840,820
1.1 Bonds exempt from U.S. tax.....	(a).....10,623,924	.....4,998,611
1.2 Other bonds (unaffiliated).....	(a).....30,170,698	.....24,567,667
1.3 Bonds of affiliates.....	(a).....	.....
2.1 Preferred stocks (unaffiliated).....	(b).....	.....
2.11 Preferred stocks of affiliates.....	(b).....	.....
2.2 Common stocks (unaffiliated).....	.....1,683,813	.....1,683,813
2.21 Common stocks of affiliates.....	.....	.....
3. Mortgage loans.....	(c).....	.....
4. Real estate.....	(d).....6,595,385	.....6,595,385
5. Contract loans.....	.....	.....
6. Cash, cash equivalents and short-term investments.....	(e).....2,765,533	.....2,701,975
7. Derivative instruments.....	(f).....	.....
8. Other invested assets.....	.....34,000	.....34,000
9. Aggregate write-ins for investment income.....	.....47,414	.....47,414
10. Total gross investment income.....	.....54,871,056	.....43,469,685
11. Investment expenses.....	.....	(g).....5,614,972
12. Investment taxes, licenses and fees, excluding federal income taxes.....	.....	(g).....
13. Interest expense.....	.....	(h).....
14. Depreciation on real estate and other invested assets.....	.....	(i).....2,460,452
15. Aggregate write-ins for deductions from investment income.....	.....	.....3,467,812
16. Total deductions (Lines 11 through 15).....	.....	.....11,543,236
17. Net investment income (Line 10 minus Line 16).....	.....	.....31,926,449

DETAILS OF WRITE-INS

0901. Consent fees.....	.....43,570	.....43,570
0902. Other proceeds.....	.....3,844	.....3,844
0903. ....	.....	.....
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).....	.....47,414	.....47,414
1501. Impairment on Real Estate.....	.....	.....3,467,812
1502. ....	.....	.....
1503. ....	.....	.....
1598. Summary of remaining write-ins for Line 15 from overflow page.....	.....	.....0
1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above).....	.....	.....3,467,812

- (a) Includes \$.....(1,240,032) accrual of discount less \$.....8,061,689 amortization of premium and less \$.....4,667,708 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 \$.....6,595,385 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$.....2,148,666 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.
- (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
- (i) Includes \$.....2,460,452 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.....	.....(2,160,216)	.....(706,238)	.....(2,866,454)	.....	.....
1.1 Bonds exempt from U.S. tax.....	.....(1,719,469)	.....	.....(1,719,469)	.....	.....
1.2 Other bonds (unaffiliated).....	.....(20,548,540)	.....(946,813)	.....(21,495,353)	.....333,424	.....
1.3 Bonds of affiliates.....	.....	.....	.....0	.....	.....
2.1 Preferred stocks (unaffiliated).....	.....	.....	.....0	.....	.....
2.11 Preferred stocks of affiliates.....	.....	.....	.....0	.....	.....
2.2 Common stocks (unaffiliated).....	.....12,581,837	.....	.....12,581,837	.....(26,936,484)	.....
2.21 Common stocks of affiliates.....	.....	.....	.....0	.....1,366,773	.....
3. Mortgage loans.....	.....	.....	.....0	.....	.....
4. Real estate.....	.....	.....	.....0	.....	.....
5. Contract loans.....	.....	.....	.....0	.....	.....
6. Cash, cash equivalents and short-term investments.....	.....(3,524)	.....	.....(3,524)	.....	.....
7. Derivative instruments.....	.....	.....	.....0	.....	.....
8. Other invested assets.....	.....	.....	.....0	.....	.....
9. Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0	.....0
10. Total capital gains (losses).....	.....(11,849,912)	.....(1,653,051)	.....(13,502,963)	.....(25,236,287)	.....0

DETAILS OF WRITE-INS

0901. ....	.....	.....	.....0	.....	.....
0902. ....	.....	.....	.....0	.....	.....
0903. ....	.....	.....	.....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	.....0	.....0	.....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
2. Stocks (Schedule D):			
2.1 Preferred stocks.....			0
2.2 Common stocks.....	588,482	588,482	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....			0
3.2 Other than first liens.....			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....			0
4.2 Properties held for the production of income.....			0
4.3 Properties held for sale.....			0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....			0
6. Contract loans.....			0
7. Derivatives (Schedule DB).....			0
8. Other invested assets (Schedule BA).....			0
9. Receivables for securities.....			0
10. Securities lending reinvested collateral assets (Schedule DL).....			0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	588,482	588,482	0
13. Title plants (for Title insurers only).....			0
14. Investment income due and accrued.....			0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....	1,295,591	1,230,367	(65,224)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....			0
15.3 Accrued retrospective premiums and contracts subject to redetermination.....			0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers.....			0
16.2 Funds held by or deposited with reinsured companies.....			0
16.3 Other amounts receivable under reinsurance contracts.....			0
17. Amounts receivable relating to uninsured plans.....			0
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0
18.2 Net deferred tax asset.....	4,066,404		(4,066,404)
19. Guaranty funds receivable or on deposit.....			0
20. Electronic data processing equipment and software.....		3,492,605	3,492,605
21. Furniture and equipment, including health care delivery assets.....	5,729,014	6,686,547	957,533
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0
23. Receivables from parent, subsidiaries and affiliates.....			0
24. Health care and other amounts receivable.....			0
25. Aggregate write-ins for other-than-invested assets.....	11,346,816	10,056,399	(1,290,417)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	23,026,307	22,054,400	(971,907)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0
28. TOTALS (Lines 26 and 27).....	23,026,307	22,054,400	(971,907)

DETAILS OF WRITE-INS

1101.....			0
1102.....			0
1103.....			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. Accounts receivable.....	10,877,989	9,591,415	(1,286,574)
2502. Intangible assets.....	375,000	375,000	0
2503. Special deposits.....	93,827	89,984	(3,843)
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).....	11,346,816	10,056,399	(1,290,417)

NOTES TO FINANCIAL STATEMENTS**Note 1 – Summary of Significant Accounting Policies and Going Concern****A. Accounting Practices**

The financial statements of Infinity Insurance Company ("the Company") are presented on the basis of accounting practices prescribed or permitted by the Indiana Department of Insurance.

The Indiana Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the state of Indiana for determining and reporting the financial condition and results of operations of an insurance company, for purposes of determining its solvency under the Indiana Insurance Law. The National Association of Insurance Commissioners ("NAIC") Accounting Practices and Procedures Manual has been adopted as a component of prescribed or permitted practices by the state of Indiana.

	SSAP #	F/S Page	F/S Line #	2018	2017
NET INCOME					
(1) Company state basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ 131,442,153	\$ 67,863,373
(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	\$ 131,442,153	\$ 67,863,373
SURPLUS					
(5) Company state basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 209,061,484	\$ 660,148,836
(6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP					
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP					
Contribution of capital from parent company	IN	3	34	85,000,000	
Deferred tax adjustment for contribution of capital	IN	3	35	(1,386,740)	
(8) NAIC SAP (5 – 6 – 7 = 8)	XXX	XXX	XXX	\$ 125,448,224	\$ 660,148,836

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and of the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Invested asset values are generally stated as follows:

Bonds rated 1 and 2 are stated at amortized cost using the interest method; all others are stated at the lower of amortized cost or market. The retrospective adjustment method is used to value all securities except for those impaired or purchased at a rating below AA, in which case the prospective method is used.

Common stocks are stated at market value except investment in subsidiaries.

Investments in insurance subsidiaries are stated at the statutory equity in net assets. Investments in non-insurance subsidiaries are stated at NAIC specific values.

The surplus debenture and short-term investments are stated at amortized cost.

Unpaid Losses and Loss Adjustment Expense Reserves - The net liabilities stated for unpaid claims and for expenses of investigation and adjustment of unpaid claims are based upon (a) the accumulation of case estimates for losses reported prior to the close of the accounting period on the direct business written; (b) estimates received from ceding reinsurers and insurance pools and associations; (c) estimates of unreported losses and development on reported losses based on past experience net of salvage and subrogation recoveries; and (d) estimates based on experience of expenses for investigating and adjusting claims. The total of these factors is reduced for portions ceded to other insurers. All such estimates are based on the current state of the law and coverage litigation, which could change substantially by the time claims are settled. These liabilities are subject to the impact of changes in claim amounts, frequency and other factors. In spite of the variability inherent in such estimates, management believes that the liabilities for unpaid losses and loss adjustment expenses ("LAE") are adequate. Changes in estimates of the liabilities for losses and LAE are reflected in the statement of income in the period in which determined.

Premium Deficiency Reserve - The Company uses anticipated investment income as a factor in the premium deficiency calculation.

Premium Recognition - Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance.

Underwriting Expense Recognition - Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

The Company has a written capitalization policy for prepaid expenses and purchases of items such as electronic data processing equipment, software, furniture, vehicles, other equipment and leasehold improvements. The predefined capitalization policy thresholds have not changed from the prior year.

D. Going Concern

Not applicable.

Note 2 – Accounting Changes and Correction of Errors

The Company did not have any material changes in accounting principles and/or corrections of errors during 2018.

Note 3 – Business Combinations and Goodwill**A. Statutory Purchase Method**

The Company does not have any unamortized goodwill reported as a component of an investment.

NOTES TO FINANCIAL STATEMENTS**B. Statutory Merger**

On January 1, 2018, Hillstar Insurance Company ("Non-surviving Company") NAIC # 10068 merged into the Infinity Insurance Company ("Surviving Company") NAIC # 22268. All issued and outstanding common stock of Hillstar Insurance Company were surrendered and extinguished. As of December 31, 2017 Hillstar Insurance Company had net income of \$25,658 and surplus of \$3,648,634 and Infinity Insurance Company had net income of \$67,863,373 and surplus of \$660,148,836. The transaction was accounted for as a statutory merger.

C. Impairment Loss

Not applicable.

Note 4 – Discontinued Operations

The Company did not have any discontinued operations during 2018.

Note 5 – Investments**A. Mortgage Loans, including Mezzanine Real Estate Loans**

The Company does not have any investment in mortgage loans.

B. Debt Restructuring

The Company does not hold any investments involved in debt restructuring.

C. Reverse Mortgages

The Company does not invest in reverse mortgages.

D. Loan-Backed Securities**(1) Description of Sources Used to Determine Prepayment Assumptions**

Prepayment assumptions used are derived by Bloomberg Finance L.P. The retrospective adjustment method is used to value loan-backed securities except for those impaired or purchased at a rating below AA, in which case the prospective method is used.

(2) Other-Than-Temporary Impairments

For the year ended December 31, 2018, the Company recognized other-than-temporary impairments (OTTI) on loan-backed securities for which there was an intent to sell or an inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis, as reflected in the below table.

	1 Amortized Cost Basis Before Other-than-Temporary Impairment	2 Other-than-Temporary Impairment Recognized in Loss	3 Fair Value 1 – 2
OTTI Recognized 1st Quarter			
a. Intent to sell	\$ 59,323,145	\$ 1,118,347	\$ 58,204,798
b. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	0	0	0
c. Total 1 st Quarter	\$ 59,323,145	\$ 1,118,347	\$ 58,204,798
OTTI Recognized 2nd Quarter			
d. Intent to sell	\$ 4,351,421	\$ 19,003	\$ 4,332,418
e. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	0	0	0
f. Total 2 nd Quarter	\$ 4,351,421	\$ 19,003	\$ 4,332,418
OTTI Recognized 3rd Quarter			
g. Intent to sell	\$ 0	\$ 0	\$ 0
h. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	0	0	0
i. Total 3 rd Quarter	\$ 0	\$ 0	\$ 0
OTTI Recognized 4th Quarter			
j. Intent to sell	\$ 0	\$ 0	\$ 0
k. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	0	0	0
l. Total 4 th Quarter	\$ 0	\$ 0	\$ 0
m. Annual aggregate total	XXX	\$ 1,137,350	XXX

NOTES TO FINANCIAL STATEMENTS

(3) Recognized OTTI securities

CUSIP	Book/Adjusted Carrying Value Amortized Cost Before Current Period OTTI	Present Value of Projected Cash Flows	Recognized Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value at Time of OTTI	Date of Financial Statement Where Reported
312926 BQ 0	\$ 61,409	\$ 60,148	\$ 1,261	\$ 60,148	\$ 58,302	03/31/2018
31292L N7 6	637,043	636,020	1,023	636,020	598,149	03/31/2018
312932 K7 0	324,533	323,426	1,107	323,426	304,942	03/31/2018
3132HM AZ 4	1,244,983	1,243,416	1,567	1,243,416	1,173,259	03/31/2018
50180L AC 4	59,067	54,317	4,749	54,317	55,341	03/31/2018
31292L N7 6	619,536	598,951	20,585	598,951	580,227	06/30/2018
312932 K7 0	308,719	300,195	8,524	300,195	288,949	06/30/2018
3128MJ RY 8	615,396	614,309	1,087	614,309	581,919	06/30/2018
3128MJ X4 7	477,665	465,909	11,756	465,909	451,184	06/30/2018
3128MJ YM 6	626,338	620,797	5,541	620,797	586,478	06/30/2018
3128MJ YY 0	1,366,365	1,361,592	4,773	1,361,592	1,277,178	06/30/2018
3128P8 CC 3	776,057	763,668	12,389	763,668	729,410	06/30/2018
31292S CF 5	207,511	201,087	6,424	201,087	195,944	06/30/2018
3138W9 PM 6	100,246	97,145	3,101	97,145	94,148	06/30/2018
3138WA XP 7	104,896	102,342	2,554	102,342	98,416	06/30/2018
3138WF M2 9	456,076	435,354	20,722	435,354	431,166	06/30/2018
3138WG 3Q 5	590,998	575,865	15,133	575,865	558,657	06/30/2018
3138XM CB 4	92,704	88,559	4,145	88,559	87,583	06/30/2018
3138Y4 QQ 5	134,682	133,621	1,061	133,621	126,927	06/30/2018
3138Y6 ZP 2	158,543	151,115	7,428	151,115	146,349	06/30/2018
3138YD AN 9	126,893	118,423	8,470	118,423	118,180	06/30/2018
36179M E5 5	157,650	151,319	6,331	151,319	146,905	06/30/2018
36179M G7 9	873,516	832,221	41,295	832,221	806,715	06/30/2018
36179M LC 2	157,128	144,731	12,397	144,731	148,555	06/30/2018
36179N Q6 8	139,609	138,014	1,595	138,014	131,469	06/30/2018
36179Q BH 3	226,500	219,093	7,407	219,093	214,050	06/30/2018
36202E 4G 1	357,563	352,031	5,532	352,031	336,210	06/30/2018
36202E WE 5	208,108	187,240	20,868	187,240	194,959	06/30/2018
36202F MB 9	173,521	162,822	10,699	162,822	162,219	06/30/2018
3620C0 W5 3	437,184	424,610	12,574	424,610	412,449	06/30/2018
36230S MV 3	385,515	372,604	12,911	372,604	355,964	06/30/2018
36241L H9 0	355,845	330,443	25,402	330,443	330,734	06/30/2018
36296Q KJ 7	\$ 197,507	\$ 186,323	\$ 11,184	\$ 186,323	\$ 186,448	06/30/2018
Total			\$ 311,595			

- (4) For all impaired loan-backed securities for which an other-than-temporary impairment has not been recognized in earnings as a realized loss, including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains, the aggregate unrealized and the aggregate related fair value of securities with unrealized losses segregated between those securities that have been in a continuous unrealized loss position for less than 12 months and those that have been in a continuous unrealized loss position for 12 months or longer are detailed below:

a. The aggregate amount of unrealized losses:	1. Less than 12 Months	\$ 89,526
	2. 12 Months or Longer	\$ 0
b. The aggregate related fair value of securities with unrealized losses:	1. Less than 12 Months	\$ 3,489,049
	2. 12 Months or Longer	\$ 0

(5) Information Investor Considered in Reaching Conclusion that Impairments are Not Other-Than-Temporary

The determination of whether unrealized losses on investments are other-than-temporary requires judgement based on subjective as well as objective factors. Factors considered and resources used by management include:

- whether the unrealized loss is credit-driven or a result of changes in market interest rates;
- the length of time the security's market value has been below its amortized cost (bonds) or cost (unaffiliated common stocks);
- the extent to which fair value is less than amortized cost (bonds) or cost (unaffiliated common stocks) basis;
- the intent to sell the security;
- whether it is more likely than not that there will be a requirement to sell the security before its anticipated recovery;
- historical operating, balance sheet and cash flow data contained in issuer's SEC filings;
- issuer news releases;
- near-term prospects for improvement in the issuer and/or its industry;
- industry research and communications with industry specialists; and
- third-party research and credit rating reports.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

The Company does not participate in repurchase agreements or securities lending transactions.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

The Company does not participate in repurchase agreements or securities lending transactions.

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing
Repurchase Transactions – Cash Provider – Overview of Secured Borrowing Transactions

Not applicable.

H. Repurchase Agreements Transactions Accounted for as a Sale
Repurchase Transaction – Cash Taker – Overview of Sale Transactions

Not applicable.

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale
Repurchase Transaction – Cash Provider – Overview of Sale Transactions

Not applicable.

NOTES TO FINANCIAL STATEMENTS

J. Real Estate

Not applicable.

K. Low-Income Housing Tax Credits (LIHTC)

The Company does not have investments in low-income housing tax credits.

L. Restricted Assets

The Company does not have any restricted assets, other than those held on deposit under state statute.

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted					6	7	8	Current Year		
	Current Year								9	Percentage	
	1	2	3	4	5					10	11
Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)	
a. Subject to contractual obligation for which liability is not shown	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0.0 %	0.0 %
b. Collateral held under security lending arrangements	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
c. Subject to repurchase agreements	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
d. Subject to reverse repurchase agreements	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
e. Subject to dollar repurchase agreements	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
f. Subject to dollar reverse repurchase agreements	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
g. Placed under option contracts	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
i. FHLB capital stock	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
j. On deposit with states	3,590,820	0	0	0	3,590,820	3,586,835	3,985	0	3,590,820	0.4 %	0.4 %
k. On deposit with other regulatory bodies	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
l. Pledged as collateral to FHLB (including assets backing funding agreements)	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
m. Pledged as collateral not captured in other categories	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
n. Other restricted assets	0	0	0	0	0	0	0	0	0	0.0 %	0.0 %
o. Total Restricted Assets	\$ 3,590,820	\$ 0	\$ 0	\$ 0	\$ 3,590,820	\$ 3,586,835	\$ 3,985	\$ 0	\$ 3,590,820	0.4 %	0.4 %

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

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contacts that Share Similar Characteristics, Such as Reinsurance and Derivatives, are Reported in the Aggregate)

Not applicable.

(3) Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, such as Reinsurance and Derivatives, are Reported in the Aggregate)

Not applicable.

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

Not applicable.

M. Working Capital Finance Investments

The Company does not have any working capital finance investments.

N. Offsetting and Netting of Assets and Liabilities

Not applicable.

O. Structured Notes

The Company does not have any investments in structured notes.

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	0	3	\$ 0	\$ 642,020	\$ 0	\$ 646,548
(2) Bonds – FV	0	1	0	2,598,775	0	2,598,775
(3) LB & SS – AC	0	0	0	0	0	0
(4) LB & SS – FV	0	0	0	0	0	0
(5) Preferred Stock – AC	0	0	0	0	0	0
(6) Preferred Stock – FV	0	0	0	0	0	0
(7) Total (1+2+3+4+5+6)	0	4	\$ 0	\$ 3,240,795	\$ 0	\$ 3,245,323

AC – Amortized Cost FV – Fair Value

NOTES TO FINANCIAL STATEMENTS

Q. Short Sales

Not applicable.

R. Prepayment Penalty and Acceleration Fees

	General Account	Protected Cell
(1) Number of CUSIPs	17	0
(2) Aggregate Amount of Investment Income	\$ 733,481	\$ 0

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

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

The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its admitted assets.

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

Not applicable.

Note 7 – Investment Income

The Company did not exclude any due and accrued income from surplus at December 31, 2018.

Note 8 – Derivative Instruments

The Company's investment objectives do not include holding or issuing derivative financial instruments.

Note 9 – Income Taxes

A. Deferred Tax Assets/(Liabilities)

The amount of gross deferred tax assets (DTAs) and deferred tax liabilities (DTLs) comprising net DTAs/(DTLs) is shown below as well as admitted, nonadmitted, and change in nonadmitted DTAs:

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

	2018			2017			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Gross deferred tax assets	\$ 17,758,044	\$ 3,035,829	\$ 20,793,873	\$ 47,404,155	\$ 70,019	\$ 47,474,174	\$ (29,646,111)	\$ 2,965,810	\$ (26,680,301)
b. Statutory valuation allowance adjustment	0	0	0	0	0	0	0	0	0
c. Adjusted gross deferred tax assets (1a-1b)	17,758,044	3,035,829	20,793,873	47,404,155	70,019	47,474,174	(29,646,111)	2,965,810	(26,680,301)
d. Deferred tax assets nonadmitted	1,030,575	3,035,829	4,066,404	0	0	0	1,030,575	3,035,829	4,066,404
e. Subtotal net admitted deferred tax asset (1c-1d)	16,727,469	0	16,727,469	47,404,155	70,019	47,474,174	(30,676,686)	(70,019)	(30,746,705)
f. Deferred tax liabilities	6,982,655	0	6,982,655	5,636,343	5,664,089	11,300,432	1,346,312	(5,664,089)	(4,317,777)
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	\$ 9,744,814	\$ 0	\$ 9,744,814	\$ 41,767,812	\$ (5,594,070)	\$ 36,173,742	\$ (32,022,998)	\$ 5,594,070	\$ (26,428,928)

NOTES TO FINANCIAL STATEMENTS

2. Admission Calculation Components SSAP No. 101

	2018			2017			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 9,744,814	\$ 0	\$ 9,744,814	\$ 40,243,065	\$ 0	\$ 40,243,065	\$ (30,498,251)	\$ 0	\$ (30,498,251)
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)	0	0	0	1,719,804	0	1,719,804	(1,719,804)	0	(1,719,804)
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	0	0	0	1,719,804	0	1,719,804	(1,719,804)	0	(1,719,804)
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	0	XXX	XXX	91,012,036	XXX	XXX	(91,012,036)
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	6,982,655	0	6,982,655	5,441,286	70,019	5,511,305	1,541,369	(70,019)	1,471,350
d. Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c))	\$ 16,727,469	\$ 0	\$ 16,727,469	\$ 47,404,155	\$ 70,019	\$ 47,474,174	\$ (30,676,686)	\$ (70,019)	\$ (30,746,705)

3. Other Admissibility Criteria

	2018	2017
a. Ratio percentage used to determine recovery period and threshold limitation amount	189.0 %	930.0 %
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 0	\$ 606,746,909

4. Impact of Tax Planning Strategies

(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.

	2018		2017		Change	
	1 Ordinary	2 Capital	3 Ordinary	4 Capital	5 (Col 1-3) Ordinary	6 (Col 2-4) Capital
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 17,758,044	\$ 3,035,829	\$ 47,404,155	\$ 70,019	\$ (29,646,111)	\$ 2,965,810
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 16,727,469	\$ 0	\$ 47,404,155	\$ 70,019	\$ (30,676,686)	\$ (70,019)
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %

(b) Does the company's tax planning strategies include the use of reinsurance? NO

B. Deferred Tax Liabilities Not Recognized

The Company has recognized all deferred tax liabilities.

NOTES TO FINANCIAL STATEMENTS

C. Current and Deferred Income Taxes

1. Current Income Tax

	1	2	3
	2018	2017	(Col 1-2) Change
a. Federal	\$ 855,588	\$ 35,497,532	\$ (34,641,944)
b. Foreign	0	0	0
c. Subtotal	855,588	35,497,532	(34,641,944)
d. Federal income tax on net capital gains	873,632	1,465,386	(591,754)
e. Utilization of capital loss carry-forwards	0	0	0
f. Other	(4,650,582)	31,843	(4,682,425)
g. Federal and Foreign income taxes incurred	\$ (2,921,362)	\$ 36,994,761	\$ (39,916,123)

The tax effect of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows:

2. Deferred Tax Assets

	1	2	3
	2018	2017	(Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	\$ 0	\$ 5,974,653	\$ (5,974,653)
2. Unearned premium reserve	0	26,120,938	(26,120,938)
3. Policyholder reserves	0	0	0
4. Investments	1,209,383	137,564	1,071,819
5. Deferred acquisition costs	0	0	0
6. Policyholder dividends accrual	0	0	0
7. Fixed assets	0	0	0
8. Compensation and benefits accrual	8,517,120	7,332,666	1,184,454
9. Pension accrual	0	0	0
10. Receivables - nonadmitted	22,200	70,523	(48,323)
11. Net operating loss carry-forward	0	0	0
12. Tax credit carry-forward	0	0	0
13. Other (items <=5% and >5% of total ordinary tax assets)	8,009,341	7,767,811	241,530
Other (items listed individually >5% of total ordinary tax assets)			
Other (incl items <5% of total ordinary tax assets)	1,210,397	382,114	828,283
Other assets - nonadmitted	3,835,798	4,437,319	(601,521)
Bad Debt Reserve	2,963,146	2,948,378	14,768
99. Subtotal	\$ 17,758,044	\$ 47,404,155	\$ (29,646,111)
b. Statutory valuation allowance adjustment	0	0	0
c. Nonadmitted	1,030,575	0	1,030,575
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	16,727,469	47,404,155	(30,676,686)
e. Capital:			
1. Investments	3,035,829	70,019	2,965,810
2. Net capital loss carry-forward	0	0	0
3. Real estate	0	0	0
4. Other (items <=5% and >5% of total capital tax assets)	0	0	0
Other (items listed individually >5% of total capital tax assets)			
	0	0	0
99. Subtotal	\$ 3,035,829	\$ 70,019	\$ 2,965,810
f. Statutory valuation allowance adjustment	0	0	0
g. Nonadmitted	3,035,829	0	3,035,829
h. Admitted capital deferred tax assets (2e99-2f-2g)	0	70,019	(70,019)
i. Admitted deferred tax assets (2d+2h)	\$ 16,727,469	\$ 47,474,174	\$ (30,746,705)

3. Deferred Tax Liabilities

	1	2	3
	2018	2017	(Col 1-2) Change
a. Ordinary:			
1. Investments	\$ 0	\$ 0	\$ 0
2. Fixed assets	937,176	2,378,966	(1,441,790)
3. Deferred and uncollected premium	0	0	0
4. Policyholder reserves	0	0	0
5. Other (items <=5% and >5% of total ordinary tax liabilities)	6,045,479	3,257,377	2,788,102
Other (items listed individually >5% of total ordinary tax liabilities)			
Unpaid losses - special estimated tax payment	2,791,613	0	2,791,613
Discount of accrued salvage and subrogation	0	165,455	(165,455)
Loss Reserve Discounting Transition Adjustment	3,253,866	3,091,922	161,944
99. Subtotal	\$ 6,982,655	\$ 5,636,343	\$ 1,346,312
b. Capital:			
1. Investments	0	5,664,089	(5,664,089)
2. Real estate	0	0	0
3. Other (Items <=5% and >5% of total capital tax liabilities)	0	0	0
Other (items listed individually >5% of total capital tax liabilities)			
	0	0	0
99. Subtotal	\$ 0	\$ 5,664,089	\$ (5,664,089)
c. Deferred tax liabilities (3a99+3b99)	6,982,655	11,300,432	(4,317,777)
4. Net Deferred Tax Assets (2i - 3c)	\$ 9,744,814	\$ 36,173,742	\$ (26,428,928)

NOTES TO FINANCIAL STATEMENTS

On December 22, 2017, Public Law 115-97, more commonly referred to as the Tax Cuts and Jobs Act (the "Tax Act"), was enacted. The Tax Act includes numerous changes to existing federal income tax law, including a permanent reduction in the federal corporate income tax rate from 35% to 21%, effective January 1, 2018. For 2017, pursuant to INT 18-01, Updated Tax Estimate Under the Tax Cuts and Jobs Act (18-01) the Company recorded certain provisional amounts for the estimated income tax effects of the Tax Act. In 2018, the Company finalized its determination of the effects of the Tax Act.

In finalizing its determination of the effect of the Tax Act on deferred income taxes in 2018, the Company computed the rate-reconciling impact on the deferred tax assets and liabilities related to return to provision adjustments made on the 2017 return. A summary of the impact on deferred tax assets and liabilities is as follows:

Deferred Tax Item	Tax charge/(benefit)
Discounting of unpaid losses	\$ 0
Investments	0
Unpaid losses - special estimated tax payment	(1,861,076)
Other	3,347
Total	\$ (1,857,729)

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

The Company's income tax expense and change in deferred income taxes differs from the amount obtained by applying the federal statutory rate of 21% to net income after dividends to policyholders. The significant items causing this difference are as follows:

	Amount	Effective Tax Rate (%)
Income taxes at the statutory rate	\$ 26,989,366	21.0 %
(Over) under accrual of prior year tax	(1,863,991)	(1.4) %
Change in valuation allowance	0	0.0 %
Non-admitted assets	649,844	0.5 %
Tax exempt interest deduction	(839,454)	(0.7) %
Stock Sale of Subsidiary	0	0.0 %
Dividend received deduction	(132,600)	(0.1) %
100% Dividends from Affiliates	0	0.0 %
Other	225,695	0.2 %
Securities	(1,055)	(0.0) %
Total	\$ 25,027,805	19.5 %
Federal and foreign income taxes incurred	\$ (3,794,994)	(2.9) %
Current taxes on realized capital gains	873,632	0.7 %
Change in net deferred income taxes excluding unrealized	27,949,167	21.7 %
Total statutory income taxes	\$ 25,027,805	19.5 %

E. Operating Loss Carryforwards and Income Taxes Available for Recoupment

- At December 31, 2018, the Company did not have any unused operating loss carryforwards available to offset against future taxable income.
- The following is income tax expense for current year and proceeding years that is available for recoupment in the event of future net losses:

Year	Amounts
2018	\$ 1,729,220
2017	\$ 32,312,336

- The Company did not have any protective tax deposits admitted under section 6603 of the Internal Revenue Service Code.

F. Consolidated Federal Income Tax Return

- The Company's results of operations will be included in a Consolidated (Life/Non-Life) Federal Income Tax ("FIT") return with its ultimate parent, Kemper Corporation (formerly known as "Unitrin, Inc.") and the following eligible subsidiaries:

Alliance United Insurance Company	Leader Managing General Agency, Inc.
Alpha Property & Casualty Insurance Company	Kemper Independence Insurance Company
Casualty Underwriters, Inc.	Merastar Insurance Company
Charter Indemnity Company	Mutual Savings Fire Insurance Company
Direct Response Corporation	Mutual Savings Life Insurance Company
Family Security Funerals Company	National Association of Self-Employed Business Owners
Financial Indemnity Company	NCM Management Corp.
Infinity Agency of Texas, Inc.	Reserve National Insurance Company
Infinity Assurance Insurance Company	Response Insurance Company
Infinity Auto Insurance Company	Response Worldwide Direct Auto and Insurance Company
Infinity Casualty Insurance Company	Response Worldwide Insurance Company
Infinity Group, Inc. (The)	Rural American Consumer
Infinity Indemnity Insurance Company	Summerset Marketing Company
Infinity Insurance Agency, Inc.	The Reliable Life Insurance Company
Infinity Insurance Company	Trinity Universal Insurance Company
Infinity Preferred Insurance Company	Union National Fire Insurance Company
Infinity Property and Casualty Corporation	Union National Life Insurance Company
Infinity Property and Casualty Services, Inc.	United Casualty Insurance Company of America
Infinity Safeguard Insurance Company	United Insurance Company of America
Infinity Security Insurance Company	Unitrin Advantage Insurance Company
Infinity Select Insurance Company	Unitrin Auto & Home Insurance Company
Infinity Standard Insurance Company	Unitrin Direct Insurance Company
Kemper Corporate Services	Unitrin Direct Property & Casualty Company
Kemper Direct General Agency, Inc.	Unitrin Preferred Insurance Company
Kemper Financial Indemnity Company	Unitrin Safeguard Insurance Company

- The manner in which the Board of Directors sets forth for allocating the consolidated federal income tax:

The method of allocation among the affiliated companies is subject to a written agreement that covers all periods in which the companies are included in the consolidated FIT return filed by Kemper Corporation. The agreement states that each subsidiary agrees to pay Kemper Corporation the amount of FIT liability no greater than or less than the FIT liability would be if the subsidiary had filed a separate tax return based upon the rules provided by the Internal Revenue Code of 1986, as amended. Kemper Corporation agrees to pay each subsidiary for the tax benefit, if any, of losses that are utilized in determining the consolidated FIT return liability.

NOTES TO FINANCIAL STATEMENTS

G. Federal or Foreign Federal Income Tax Loss Contingencies:

The Company has no tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

H. Repatriation Transition Tax (RTT) - RTT owed under the TCJA

Not applicable.

I. Alternative Minimum Tax (AMT Credit)

Not applicable.

Note 10 – Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

A. Nature of the Relationship Involved

The Company is a wholly owned subsidiary of Kemper Corporation. See Schedule Y, Part 1, Organizational Chart.

B. Transactions

The Company paid an extraordinary dividend in the amount of \$16,750,000 to IPCC in cash on March 21, 2018. The Company paid an extraordinary dividend in the amount of \$16,750,000 to IPCC in cash on June 22, 2018. The Company paid an extraordinary dividend in the amount of \$16,750,000 to IPCC in cash on September 28, 2018. The Company paid an extraordinary dividend in the amount of \$574,500,000 to IPCC in cash and securities on December 1, 2018.

C. Dollar Amounts of Transactions

None.

D. Amounts Due From or To Related Parties

At the end of the current and prior year, the Company reported the following amounts due to or from related parties:

Company	Receivable at 12/31/2018	Payable at 12/31/2018	Receivable at 12/31/17	Payable at 12/31/2017
Casualty Underwriters, Inc	\$ 187	\$ 0	\$ 0	\$ 0
Hillstar Insurance Company	0	0	1,917	\$ 0
Infinity Agency of Texas, Inc.	0	1,000	0	1,000
Infinity Assurance Insurance Company	1,462,950	0	21,793	0
Infinity Auto Insurance Company	1,714,649	0	1,765,487	0
Infinity Casualty Insurance Company	1,445,324	0	88,133	0
Infinity County Mutual Insurance Company	0	897,612	0	371,619
Infinity Financial Centers, LLC	0	55	0	0
The Infinity Group, Inc.	0	1,000	0	1,000
Infinity Indemnity Insurance Company	1,457,142	0	191,583	0
Infinity Insurance Agency, Inc.	471,939	0	103,285	0
Infinity Preferred Insurance Company	1,445,991	0	21,939	0
Infinity Property and Casualty Corporation	87,279,379	0	125,039	0
Infinity Property and Casualty Services, Inc.	806,388	0	805,138	0
Infinity Safeguard Insurance Company	1,445,682	0	66,925	0
Infinity Security Insurance Company	1,446,141	0	22,551	0
Infinity Select Insurance Company	1,452,382	0	109,782	0
Infinity Standard Insurance Company	1,427,094	0	0	258,174
Kemper Corporate Services	10,690	0	0	0
Kemper Corporation	0	1,402,169	0	0
Leader Group, Inc.	0	1,000	0	1,000
Leader Managing General Agency, Inc.	0	12,596,397	0	2,102,928
Merastar Insurance Company	0	5,903,212	0	0
Trinity Universal Insurance Company	287,060	0	0	0
Totals	\$ 102,152,998	\$ 20,802,445	\$ 3,323,572	\$ 2,735,721

E. Guarantees or Undertakings

The Company has not made any guarantees or undertakings for the benefit of an affiliate or related party that result in a material contingent exposure of the Company's or any related party's assets or liabilities other than those disclosed in Note 14A.

F. Material Management or Service Contracts and Cost-Sharing Arrangements

Certain administrative, management, accounting, data processing, underwriting, claim and collection services are provided under agreements between the Company and affiliates at charges not unfavorable to the Company or its affiliates.

G. Nature of the Control Relationship

All outstanding shares of the Company are owned by IPCC.

H. Amount Deducted from the Value of Upstream Intermediate Entity or Ultimate Parent Owned

The Company owns no shares, either directly or indirectly, of an upstream intermediate or ultimate parent.

I. Investments in SCA that Exceed 10% of Admitted Assets

The Company has no investment in a subsidiary, controlled or affiliated company that exceeds 10% of its admitted assets.

J. Investments in Impaired SCAs

Not applicable.

K. Investment in Foreign Insurance Subsidiary

Not applicable.

L. Investment in Downstream Noninsurance Holding Company

Not applicable.

NOTES TO FINANCIAL STATEMENTS**M. All SCA Investments**

The Company carries all non-insurance subsidiaries at an unaudited GAAP Equity Value and nonadmits 100% of the value.

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

SCA Entity	Percentage of SCA Ownership	Gross Amount	Admitted Amount	Nonadmitted Amount
a. SSAP No. 97 8a Entities	0.0 %	\$ 0	\$ 0	\$ 0
Total SSAP No. 97 8a Entities	XXX	\$ 0	\$ 0	\$ 0
b. SSAP No. 97 8b(ii) Entities				
Infinity Agency of Texas, Inc	100.0 %	\$ 1,000	\$ 0	\$ 1,000
Infinity Group, Inc (The)	100.0 %	\$ 1,000	\$ 0	\$ 1,000
Infinity Insurance Agency, Inc.	100.0 %	\$ 586,482	\$ 0	\$ 586,482
Total SSAP No. 97 8b(ii) Entities	XXX	\$ 588,482	\$ 0	\$ 588,482
c. SSAP No. 97 8b(iii) Entities				
	0.0 %	\$ 0	\$ 0	\$ 0
Total SSAP No. 97 8b(iii) Entities	XXX	\$ 0	\$ 0	\$ 0
d. SSAP No. 97 8b(iv) Entities				
	0.0 %	\$ 0	\$ 0	\$ 0
Total SSAP No. 97 8b(iv) Entities	XXX	\$ 0	\$ 0	\$ 0
e. Total SSAP No. 97 8b Entities (except 8b(i) entities) (b + c + d)	XXX	\$ 588,482	\$ 0	\$ 588,482
f. Aggregate Total (a + e)	XXX	\$ 588,482	\$ 0	\$ 588,482

(2) NAIC Filing Response Information

SCA Entity (Should be the same entities as shown in M(1) above)	Type of NAIC Filing*	Date of Filing to the NAIC	NAIC Valuation Amount	NAIC Response Received Y/N	NAIC Disallowed Entities Valuation Method Resubmission Required Y/N	Code**
a. SSAP No. 97 8a Entities			\$ 0			
Total SSAP No. 97 8a Entities	XXX	XXX	\$ 0	XXX	XXX	XXX
b. SSAP No. 97 8b(ii) Entities			\$ 0			
Total SSAP No. 97 8b(ii) Entities	XXX	XXX	\$ 0	XXX	XXX	XXX
c. SSAP No. 97 8b(iii) Entities			\$ 0			
Total SSAP No. 97 8b(iii) Entities	XXX	XXX	\$ 0	XXX	XXX	XXX
d. SSAP No. 97 8b(iv) Entities			\$ 0			
Total SSAP No. 97 8b(iv) Entities	XXX	XXX	\$ 0	XXX	XXX	XXX
e. Total SSAP No. 97 8b Entities (except 8b(i) entities) (b + c + d)	XXX	XXX	\$ 0	XXX	XXX	XXX
f. Aggregate Total (a + e)	XXX	XXX	\$ 0	XXX	XXX	XXX

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

** I – Immaterial or M – Material

N. Investment in Insurance SCAs**(1) Accounting Practice that Differs from NAIC Statutory Accounting Practices and Procedures**

The Company owns nine insurance SCA entities that are carried at audited statutory equity value.

(2) Monetary Effect on Net Income and Surplus

Not applicable.

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

Not applicable.

O. SCA Loss Tracking

Not applicable.

Note 11 – Debt**A. Debt, Including Capital Notes**

The Company does not have any capital note obligations.

B. FHLB (Federal Home Loan Bank) Agreements

The Company does not have any Federal Home Loan Bank agreements.

NOTES TO FINANCIAL STATEMENTS**Note 12 – Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**

A. Defined Benefit Plan

(1) Change in Benefit Obligation

	Overfunded		Underfunded	
	2018	2017	2018	2017
a. Pension Benefits				
1. Benefit obligation at beginning of year	\$ 0	\$ 0	\$ 0	\$ 0
2. Service cost	0	0	0	0
3. Interest cost	0	0	0	0
4. Contribution by plan participants	0	0	0	0
5. Actuarial gain (loss)	0	0	0	0
6. Foreign currency exchange rate changes	0	0	0	0
7. Benefits paid	0	0	0	0
8. Plan amendments	0	0	0	0
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	0	0	0	0
10. Benefit obligation at end of year	\$ 0	\$ 0	\$ 0	\$ 0
b. Postretirement Benefits				
1. Benefit obligation at beginning of year	\$ 0	\$ 0	\$ 3,735,265	\$ 3,580,510
2. Service cost	0	0	199,817	171,092
3. Interest cost	0	0	115,338	123,684
4. Contribution by plan participants	0	0	28,001	30,922
5. Actuarial gain (loss)	0	0	(541,965)	(14,183)
6. Foreign currency exchange rate changes	0	0		0
7. Benefits paid	0	0	292,032	323,234
8. Plan amendments	0	0	242,991	(166,475)
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	0	0	0	0
10. Benefit obligation at end of year	\$ 0	\$ 0	\$ 3,001,433	\$ 3,735,266
c. Special or Contractual Benefits per SSAP No. 11				
1. Benefit obligation at beginning of year	\$ 0	\$ 0	\$ 0	\$ 0
2. Service cost	0	0	0	0
3. Interest cost	0	0	0	0
4. Contribution by plan participants	0	0	0	0
5. Actuarial gain (loss)	0	0	0	0
6. Foreign currency exchange rate changes	0	0	0	0
7. Benefits paid	0	0	0	0
8. Plan amendments	0	0	0	0
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	0	0	0	0
10. Benefit obligation at end of year	\$ 0	\$ 0	\$ 0	\$ 0

(2) Change in Plan Assets

	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits per SSAP No. 11	
	2018	2017	2018	2017	2018	2017
a. Fair value of plan assets at beginning of year	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
b. Actual return on plan assets	0	0	0	0	0	0
c. Foreign currency exchange rate changes	0	0	0	0	0	0
d. Reporting entity contribution	0	0	264,031	292,312	0	0
e. Plan participants' contributions	0	0	28,001	30,922	0	0
f. Benefits paid	0	0	292,032	323,234	0	0
g. Business combinations, divestitures and settlements	0	0	0	0	0	0
h. Fair value of plan assets at end of year	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(3) Funded Status

	Pension Benefits		Postretirement Benefits	
	2018	2017	2018	2017
a. Components				
1. Prepaid benefit costs	\$ 0	\$ 0	\$ 0	\$ 0
2. Overfunded plans assets	0	0	0	0
3. Accrued benefit costs	0	0	0	0
4. Liability for pension benefits	0	0	0	0
b. Assets and liabilities recognized				
1. Assets (nonadmitted)	\$ 0	\$ 0	\$ 0	\$ 0
2. Liabilities recognized	0	0	0	0
c. Unrecognized liabilities	\$ 0	\$ 0	\$ 0	\$ 0

NOTES TO FINANCIAL STATEMENTS

(4) Components of Net Periodic Benefit Cost

	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits per SSAP No. 11	
	2018	2017	2018	2017	2018	2017
a. Service cost	\$ 0	\$ 0	\$ 199,817	\$ 171,092	\$ 0	\$ 0
b. Interest cost	0	0	115,338	123,684	0	0
c. Expected return on plan assets	0	0	0	0	0	0
d. Transition asset or obligation	0	0	0	0	0	0
e. Gains and losses	0	0	(76,721)	(120,140)	0	0
f. Prior service cost or credit	0	0	70,358	70,358	0	0
g. Gain or loss recognized due to a settlement curtailment	0	0	0	0	0	0
h. Total net periodic benefit cost	\$ 0	\$ 0	\$ 308,792	\$ 244,994	\$ 0	\$ 0

(5) Amounts in Unassigned Funds (Surplus) Recognized as Components of Net Periodic Benefit Cost

	Pension Benefits		Postretirement Benefits	
	2018	2017	2018	2017
a. Items not yet recognized as a component of net periodic cost – prior year	\$ 0	\$ 0	\$ (828,617)	\$ (1,032,526)
b. Net transition asset or obligation recognized	0	0	0	0
c. Net prior service cost or credit arising during the period	0	0	0	0
d. Net prior service cost or credit recognized	0	0	(70,997)	(70,997)
e. Net gain and loss arising during the period	0	0	(792,085)	153,675
f. Net gain and loss recognized	0	0	77,418	121,231
g. Items not yet recognized as a component of net periodic cost – current period	\$ 0	\$ 0	\$ (1,614,281)	\$ (828,617)

(6) Amounts in Unassigned Funds (Surplus) Expected to be Recognized in the Next Fiscal Year as Components of Net Periodic Benefit Cost

	Pension Benefits		Postretirement Benefits	
	2018	2017	2018	2017
a. Net transition asset or obligations	\$ 0	\$ 0	\$ 0	\$ 0
b. Net prior service cost or credit	0	0	9,939	70,997
c. Net recognized gains and losses	\$ 0	\$ 0	\$ (191,223)	\$ (77,418)

(7) Amounts in Unassigned Funds (Surplus) that have not yet been Recognized as Components of Net Periodic Benefit Cost

	Pension Benefits		Postretirement Benefits	
	2018	2017	2018	2017
a. Net transition asset or obligations	\$ 0	\$ 0	\$ 0	\$ 0
b. Net prior service cost or credit	0	0	9,939	80,936
c. Net recognized gains and losses	\$ 0	\$ 0	\$ (1,624,220)	\$ (909,553)

(8) Weighted-Average Assumptions Used to Determine Net Periodic Benefit Cost as of December 31

	2018	2017
a. Weighted-average discount rate	4.0 %	3.2 %
b. Expected long-term rate of return on plan assets	0.0 %	0.0 %
c. Rate of compensation increase	0.0 %	0.0 %
Weighted-average assumptions used to determine projected benefit obligations as of December 31		
d. Weighted-average discount rate	4.0 %	3.2 %
e. Rate of compensation increase	0.0 %	0.0 %

(9) Accumulated Benefit Obligation for Defined Benefit Pension Plans

The Company does not have any defined benefit pension plans.

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

For measurement purposes, health care trend rates are assumed to increase at a rate of 7.0% for 2019, 6.5% for 2020, 6.0% for 2021 followed by a declining rate of increase.

(11) Assumed health care cost trend rates have a significant effect on the amounts reported for the health care plans. A one-percentage point change in assumed health care cost trend rates would have the following effects:

	1 Percentage Point Increase	1 Percentage Point Decrease
a. Effect on total of service and interest cost components	\$ 35,155	\$ (30,048)
b. Effect on postretirement benefit obligation	\$ 289,930	\$ (247,460)

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

Year(s)	Amount
a. 2019	\$ 227,225
b. 2020	\$ 237,587
c. 2021	\$ 233,671
d. 2022	\$ 235,892
e. 2023	\$ 237,502
f. 2024 through 2028	\$ 1,264,407

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

The Company's best estimate of contributions expected to be paid to the plan during the fiscal year beginning January 1, 2019 is \$227,225.

B. Investment Policies and Strategies

Not applicable.

NOTES TO FINANCIAL STATEMENTS

C. Fair Value of Plan Assets

Not applicable.

D. Basis Used to Determine Expected Long-Term Rate-of-Return

Not applicable.

E. Defined Contribution Plans

The Company does not have any defined contribution plans.

F. Multiemployer Plans

The Company does not have any multiemployer plans.

G. Consolidated/Holding Company Plans

Employee Retirement Plan

All employees meeting minimum requirements regarding service are eligible to participate in the Infinity Property and Casualty Corporation's ("Parent") 401(k) Retirement Plan ("the Plan") for the benefit of employees of the Parent and its participating subsidiaries. The Plan is a defined contribution plan in which participating employees are entitled to share in contributions made by the Company on their behalf. The Plan has two types of contributions, including 401(k) Contributions made by participating employees and Contributions made by the Company. Participating employees are permitted to make 401(k) Contributions to the Plan. Matching Contributions may be made by the Company based on the amount of 401(k) Contributions made by the participating employees. The Parent also has a Supplemental Executive Retirement Plan ("SERP") for a select group of management or highly compensated employees. The SERP enables eligible employees to receive additional retirement contributions from the Company that are precluded by law due to limitations of a qualified retirement plan. SERP costs are funded as they accrue and vested benefits are fully funded. Matching Contributions to the SERP are subject to the discretion of the Parent, and the Company has no liability for future contributions to the SERP. The Company's share of the expense for the Plan and the SERP during 2018 was \$5,671,554.

Postretirement Benefit Plan

The Company provides postretirement benefits to employees based on date of retirement, age, and service requirements. The retiree medical care plan is a contributory plan. Some employees pay the full cost of retiree medical coverage as outlined by the plan. The Company paid the full cost of life insurance coverage in 2018 for retirees eligible for this coverage. The Company has the right to modify or terminate either of these plans in the future.

H. Postemployment Benefits and Compensated Absences

The Company has accrued for postemployment benefits and compensated absences in accordance with SSAP No. 11.

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

IPCC has determined that the benefits provided under the plan described in Note 12G are actuarially equivalent to those benefits provided by the Medicare Prescription Drug, Improvement and Modernization Act of 2003 ("MMA"). IPCC did not reflect the government subsidy provided by the MMA in the calculation of the APBO as of December 31, 2018 other than as reflected in the insured over 65 rates going forward.

Note 13 – Capital and Surplus, Shareholder's Dividend Restrictions and Quasi-Reorganizations

(1) Number of Share and Par or State Value of Each Class

The Company has 40,000 shares of common stock authorized, of which 25,000 shares are issued and outstanding with a par value of \$120 per share.

(2) Dividend Rate, Liquidation Value and Redemption Schedule of Preferred Stock Issues

The Company has no preferred stock outstanding.

(3) Dividend Restrictions

The maximum amount of dividends or distributions which may be paid to stockholders by property/casualty insurance companies domiciled in the state of Indiana without (i) prior approval or (ii) expiration of a 30 day waiting period without disapproval of the Commissioner of Insurance, is the greater of net income or 10% of policyholders' surplus as of the preceding December 31, but only to the extent of earned surplus as of the preceding December 31. Since the Company is presently commercially domiciled in California, it must also comply with California law which is identical to that of Indiana. The maximum amount of ordinary dividends or distributions which may be paid in 2019 based on earned surplus is \$81,461,671.

(4) Dates and Amounts of Dividends Paid

The Company paid an extraordinary dividend in the amount of \$16,750,000 to IPCC in cash on March 21, 2018. The Company paid an extraordinary dividend in the amount of \$16,750,000 to IPCC in cash on June 22, 2018. The Company paid an extraordinary dividend in the amount of \$16,750,000 to IPCC in cash on September 28, 2018. The Company paid an extraordinary dividend in the amount of \$574,500,000 to IPCC in cash and securities on December 1, 2018.

(5) Profits that may be Paid as Ordinary Dividends to Stockholders

Within the limitations of (3) above, there are no specific restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.

(6) Restrictions Plans on Unassigned Funds (Surplus)

There are no restrictions on the unassigned funds of the Company other than those described above in paragraphs (3) and (5). These unassigned funds are held for the benefit of the owner and policyholders.

(7) Amount of Advances to Surplus not Repaid

Not applicable.

(8) Amount of Stock Held for Special Purposes

No stock of the Company or its affiliates is held by the Company for special purposes.

(9) Reasons for Changes in Balance of Special Surplus Funds from Prior Period

The Company does not have any special surplus funds as of December 31, 2018.

(10) The Portion of Unassigned Funds (Surplus) Reduced by Unrealized Gains and Losses is: \$57,400,187.

NOTES TO FINANCIAL STATEMENTS

(11) The Reporting Entity Issued the Following Surplus Debentures or Similar Obligations

The Company does not have any surplus debentures or similar obligations.

(12) The impact of any restatement due to prior quasi-reorganizations is as follows

Not applicable.

(13) Effective Date of Quasi-Reorganization for a Period of Ten Years Following Reorganization

Not applicable.

Note 14 – Liabilities, Contingencies and Assessments**A. Contingent Commitments**

(1) The Company guarantees that its wholly owned subsidiary, Infinity Select Insurance Company ("Infinity Select"), will maintain the capital and surplus at or above \$2.5 million until such time as the Superintendent of Insurance may release the Company in writing in connection with the admission of Infinity Select in Ohio.

(2) Detail of other contingent commitments

Nature and Circumstances of Guarantee and Key Attributes, Including Date and Duration of Agreement	Liability Recognition of Guarantee, (Including 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 Specifically Noted	Current Status of Payment or Performance Risk of Guarantee. Also Provide Additional Discussion as Warranted
		NONE		
Total		XXX		XXX

(3) Guarantee Obligations

a.	Aggregate maximum potential of future payments of all guarantees (undiscounted) the guarantor could be required to make under guarantees. (Should equal the total of column 4 for (2) above.)	\$	0
b.	Current liability recognized in F/S		
	1. Noncontingent liabilities	\$	0
	2. Contingent liabilities	\$	0
c.	Ultimate financial statement impact if action under the guarantee is required		
	1. Investments in SCA	\$	0
	2. Joint venture		0
	3. Dividends to stockholders (capital contribution)		0
	4. Expense		0
	5. Other		0
	6. Total (should equal (3)a)	\$	0

B. Assessments

The Company receives notification of insolvency of other insurance companies from state insurance departments or guaranty funds. These insolvencies could result in future assessments against the Company. At this time the Company is unable to estimate the possible amounts, if any, of such assessments. Accordingly, the Company is unable to determine the impact, if any, such assessments may have on the Company's financial position or results of operations.

C. Gain Contingencies

The Company does not have any gain contingencies.

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

Infinity Insurance Company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits:

	Direct
Claims related ECO and bad faith losses paid during the reporting period	\$ 105,000

Number of claims where amounts were paid to settle claims related extra contractual obligations or bad faith claims resulting from lawsuits during the reporting period:

(a) 0-25 Claims	(b) 26-50 Claims	(c) 51-100 Claims	(d) 101-500 Claims	(e) More than 500 Claims
X				

Indicate whether claim count information is disclosed per claim or per claimant:

(f) Per Claim [X] (g) Per Claimant []

E. Product Warranties

Not applicable.

F. Joint and Several Liabilities

Not applicable.

G. All Other Contingencies

1. Various lawsuits against the Company have arisen in the ordinary course of the Company's business. The Company's management believes that contingent liabilities arising from such litigation and other matters will not have a material effect on the financial position or result of operations of the Company.

2. For the year ended December 31, 2018, the Company recognized other-than-temporary impairments, resulting in realized losses of \$1,653,051.

3. At December 31, 2017, the Company had admitted assets of \$518,909,392 in premiums receivable net of a \$14,039,896 bad debt reserve for the amounts exceeding the non-admitted balance that the Company believes to be uncollectible. At December 31, 2018, the Company had admitted assets of \$608,705,352 in premiums receivable net of a \$14,110,218 bad debt reserve for the amounts exceeding the non-admitted balance that the Company believes to be uncollectible.

NOTES TO FINANCIAL STATEMENTS**Note 15 – Leases****A. Lessee Operating Lease****(1) Lessee's Leasing Arrangements**

The Company leases office facilities, automobiles, computer equipment, and furniture and office equipment under various noncancelable operating lease agreements that expire through 2024. Rental expense for 2018 and 2017 was approximately \$6.1 million and \$6.7 million, respectively. There are no contingent rental payments or unusual escalation clauses or restrictions.

Certain short-term commitments have renewal options extending the lease for another period of one or two years.

(2) Leases with Initial or Remaining Noncancelable Lease Terms in Excess of One Year**a. At December 31, 2018 the minimum aggregate rental commitments are as follows:**

Year Ending December 31	Operating Leases
1. 2019	\$ 4,738
2. 2020	\$ 4,568
3. 2021	\$ 3,975
4. 2022	\$ 3,204
5. 2023	\$ 3,522
6. Total	\$ 20,007

In addition to the above, the Company leases fleet vehicles for a minimum term of 12 months. After the minimum term, the lease becomes month-to-month. As of December 31, 2018, the total remaining minimum lease payments under the fleet operating lease were \$1,221,000.

The amounts shown are for lease agreements for which the Company is listed as the lessee. These costs are shared by IPCC and its insurance subsidiaries. These shared amounts are allocated based on several factors including head counts, location, claim counts and earned premiums.

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

None.

(3) For Sale-Leaseback Transactions

The Company has no sales-leaseback arrangements.

B. Lessor Leases

Leasing is not a significant part of the Company's business activities in terms of revenue, net income or assets.

Note 16 – Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

The Company does not have any financial instruments with off-balance sheet risk or concentrations of credit risk.

Note 17 – Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**A. Transfers of Receivables Reported as Sales**

The Company did not sell any receivable balances during 2018.

B. Transfer and Servicing of Financial Assets

Not applicable.

C. Wash Sales

The Company was not involved in any wash sale transactions during 2018.

Note 18 – Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

The Company does not serve as an administrator for uninsured accident and health plans or uninsured portions of partially insured plans.

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

The Company did not have any direct premium written by a managing general agent or third party administrator.

Note 20 – Fair Value Measurements**A. Fair Value Measurements****(1) Fair Value Measurements at Reporting Date**

The Company has categorized its assets and liabilities that are measured at fair value into the three-level fair value hierarchy as reflected in the table below. The three-level fair value hierarchy is based on the degree of subjectivity in the valuation method by which fair value was determined. The three levels are defined as follows:

Level 1 - Fair value measurements are based on quoted prices in active markets for identical assets. This category includes U.S. Treasury securities and an exchange-traded fund that makes up the majority of the Company's equity portfolio.

Level 2 - Fair value measurements are based on quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active and model-derived valuations in which all significant techniques are observable in active markets. This category includes bonds and common stocks which are not exchange-traded.

Level 3 - Fair value measurements are based on valuations derived from valuation techniques in which one or more significant inputs are unobservable in the marketplace. This category includes bonds for which there is no active or inactive market for similar instruments, bonds whose fair value is determined based on unobservable inputs and bonds, other than those backed by the U.S. Government, that are not rated by a nationally recognized statistical rating organization.

NOTES TO FINANCIAL STATEMENTS

Fair value measurements at December 31, 2018, are as follows:

Description for Each Type of Asset or Liability	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Total
Assets at Fair Value					
Industrial & Misc. Bonds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Common Stock	0	0	0	0	0
Total	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

The Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred between Levels 1 and 2. During the current year, no transfers were made between Level 1 and 2.

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

A reconciliation of fair value measurements categorized within Level 3 for the year ended December 31, 2018, is as follows:

Description	Beginning Balance at 1/1/2018	Transfers Into Level 3	Transfers Out of Level 3	Total Gains and (Losses) Included in Net Income	Total Gains and (Losses) Included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2018
a. Assets										
Industrial & Misc. Bonds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

During the year, no securities were transferred into or out of Level 3.

(3) Policies when Transfers Between Levels are Recognized

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3.

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

Fair values are based on prices quoted in the most active market for each security. If quoted prices are not available, fair values are estimated based on the fair value of comparable securities, discounted cash flow models or similar methods.

(5) Fair Value Disclosures

Not applicable.

B. Fair Value Reporting under SSAP 100 and Other Accounting Pronouncements

Not applicable.

C. Fair Value Level

The table below reflects the fair value and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries). The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20A.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Assets							
Bonds	\$ 55,709,822	\$ 55,411,866	\$ 3,495,766	\$ 52,214,056	\$ 0	\$ 0	\$ 0
Common Stock	0	0	0	0	0	0	0
Cash equivalents	58,378,719	\$ 58,375,728	58,368,268	10,451	0	0	0

D. Not Practicable to Estimate Fair Value

Not applicable.

E. NAV Practical Expedient Investments

Not applicable.

Note 21 – Other Items

A. Unusual or Infrequent Items

On May 23, 2017, the Officers and Board of Directors of Infinity Insurance Company and Hillstar Insurance Company approved the merger of Hillstar Insurance Company ("Non-surviving Company") into Infinity Insurance Company ("Surviving Company"). On December 6, 2017, an articles of merger of corporations was filed and approved with the Secretary of State of Indiana effective January 1, 2018.

On February 13, 2018, Infinity Property and Casualty Corporation ("IPCC") entered into a definitive agreement and plan of merger (the "Merger Agreement") with Kemper Corporation, ("Kemper") and a wholly owned subsidiary of Kemper ("Kemper Merger Sub"). Pursuant to the Merger Agreement, Kemper Merger Sub merged with and into IPCC with IPCC surviving as a wholly owned subsidiary of Kemper. The closing of the Merger occurred on July 2, 2018.

On December 1, 2018, the Company entered a 100% quota share agreement with Trinity Universal Insurance Company (NAIC # 19887).

B. Troubled Debt Restructuring Debtors

Not applicable.

C. Other Disclosures

None.

D. Business Interruption Insurance Recoveries

Not applicable.

E. State Transferable and Non-Transferable Tax Credits

Not applicable.

NOTES TO FINANCIAL STATEMENTS**F. Subprime Mortgage Related Risk Exposure****(1) Description of the Subprime-Mortgage-Related Exposure and Related Risk Management Policies**

The Company does not engage in direct subprime residential or other mortgage lending. The Company's exposure to subprime is limited to investments within the fixed income investment portfolio that contain securities collateralized by mortgages that have characteristics of subprime lending. Such characteristics include an interest rate above prime to borrowers who do not qualify for prime rate loans, borrowers with low credit ratings (FICO scores), unconventionally high initial loan-to-value ratios, and borrowers with less than conventional documentation of their income and/or assets (Alt-A).

(2) Direct Exposure Through Investments in Subprime Mortgage Loans

The Company does not have any risk exposure through direct investment in subprime mortgage loans.

(3) Direct Exposure Through Other Investments

The Company does not have direct exposure to subprime mortgage related risk through any other type investments.

(4) Underwriting Exposure to Subprime Mortgage Risk Through Mortgage Guaranty or Financial Guaranty Insurance Coverage

The Company does not write Mortgage Guaranty or Financial Guaranty insurance coverage.

G. Insurance-Linked Securities (ILS) Contracts

Not applicable.

Note 22 – Events Subsequent

On February 14, 2019, Infinity Property and Casualty Corporation contributed \$85 million to the Company, which was recorded as a receivable as of December 31, 2018.

A. Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the Federal Affordable Care Act (YES/NO)?

Yes [] No [X]

	2018	2017
B. ACA fee assessment payable for the upcoming year	\$ 0	\$ 0
C. ACA fee assessment paid	\$ 0	\$ 0
D. Premium written subject to ACA 9010 assessment	\$ 0	\$ 0
E. Total adjusted capital before surplus adjustment (Five-Year Historical Line 28)	\$ 209,061,483	
F. Total adjusted capital after surplus adjustment (Five-Year Historical Line 28 minus 22B above)	\$ 209,061,483	
G. Authorized control level (Five-Year Historical Line 29)	\$ 103,365,023	

H. Would reporting the ACA assessment as of December 31, 2018 have triggered an RBC action level (YES/NO)?

Yes [] No []

Note 23 – Reinsurance**A. Unsecured Reinsurance Recoverables**

	NAIC Group Code	FEIN	Unsecured Recoverables
Infinity Auto Insurance Company	3495	34-0927698	\$ 173,940,031
Trinity Universal Insurance Company			\$ 815,987,045

B. Reinsurance Recoverable in Dispute

The Company does not have any reinsurance recoverable on losses in dispute that individually exceed 5% or in the aggregate exceed 10% of its policyholder surplus.

C. Reinsurance Assumed and Ceded**(1) Maximum Amount of Return Commission**

The Company's maximum amount of return commission due as a result of cancellation as of December 31, 2018, of all reinsurance agreements would be:

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ 409,609,447	\$ 43,704,714	\$ 787,448,945	\$ 85,279,912	\$ (377,839,498)	\$ (41,575,198)
b. All Other	8,773	6,010	0	0	8,773	6,010
c. Total	\$ 409,618,220	\$ 43,710,724	\$ 787,448,945	\$ 85,279,912	\$ (377,830,725)	\$ (41,569,188)
d. Direct Unearned Premium Reserves						\$ 377,830,725

(2) Additional or Return Commission

Certain agency agreements and ceded reinsurance contracts provide for additional or return commissions based on the actual loss experience of the produced or reinsured business. Amounts accrued at the end of the current year are as follows:

	Direct	Assumed	Ceded	Net
a. Contingent commission	\$ 109,330	\$ 1,599,854	\$ 0	\$ 1,709,184
b. Sliding scale adjustments	0	0	0	0
c. Other profit commission arrangements	0	0	0	0
d. Total	\$ 109,330	\$ 1,599,854	\$ 0	\$ 1,709,184

(3) Types of Risks Attributed to Protected Cell

The Company does not use protected cells as an alternative to traditional reinsurance.

D. Uncollectible Reinsurance

None.

E. Commutation of Ceded Reinsurance

The Company did not commute any ceded reinsurance treaties during 2018.

NOTES TO FINANCIAL STATEMENTS

- F. Retroactive Reinsurance
Not applicable.
- G. Reinsurance Accounted for as a Deposit
Not applicable.
- H. Disclosures for the Transfer of Property and Casualty Run-off Agreements
Not applicable.
- I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation
Not applicable.
- J. Reinsurance Agreements Qualifying for Reinsurer Aggregation
Not applicable.

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

The Company does not have any retrospective reinsurance agreements in force.

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

- A. Change in Incurred Losses and Loss Adjustment Expenses

The following table provides an analysis of the change in loss and LAE reserves net of reinsurance recoverables (in thousands):

	2018	2017
Balance at beginning of period	\$ 676,973	\$ 661,981
Loss and LAE incurred:		
Current accident year	974,707	1,064,205
Prior accident years	(14,778)	(16,765)
	959,929	1,047,440
Loss and LAE payments made for:		
Current accident year	(974,707)	(653,365)
Prior accident years	(662,195)	(379,083)
	(1,636,902)	(1,032,448)
Balance at end of period	\$ 0	\$ 676,973

Reserves as of December 31, 2017 were \$677.0 million. As of December 31, 2018, \$662.2 million has been paid for incurred losses and loss adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$0 as a result of a 100% quota share agreement entered into with Trinity Universal Insurance Company effective December 1, 2018. As a result there has been a \$14.8 million favorable prior year development during 2018 as compared to a \$16.8 million favorable development during 2017. The change is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding loss experience.

- B. Information about Significant Changes in Methodologies and Assumptions

No significant change.

Note 26 – Intercompany Pooling Arrangements

The Company maintains an intercompany reinsurance pooling agreement with certain subsidiaries and an affiliate. The effect is to transfer all direct insurance liabilities of the pool members to the Company and to cede specified percentages of the net underwriting results of the Company to the participating pool members as follows:

Lead Entity and all Affiliated Entities	NAIC Company Code	Pooling Percentage
Infinity Insurance Company	22268	99.1 %
Infinity Assurance Insurance Company	39497	0.1 %
Infinity Auto Insurance Company	11738	0.1 %
Infinity Casualty Insurance Company	21792	0.1 %
Infinity Indemnity Insurance Company	10061	0.1 %
Infinity Preferred Insurance Company	10195	0.1 %
Infinity Safeguard Insurance Company	16802	0.1 %
Infinity Security Insurance Company	38873	0.1 %
Infinity Select Insurance Company	20260	0.1 %
Infinity Standard Insurance Company	12599	0.1 %

The Company's net underwriting results are determined after making cessions to various other non-affiliated reinsurers under terms of other reinsurance agreements. These cessions are made subsequent to the pooling of business from the pool members to the Company. There are no discrepancies between entries regarding pooled business on the assumed and ceded reinsurance schedules of the Company and the corresponding entries on the assumed and ceded reinsurance schedules of other pool participants. The Provision for Reinsurance (Schedule F, Part 7), if any, is recorded by the Company and is not shared with the other pool participants. Uncollectible reinsurance balances which are written off are subject to the terms of the pooling agreement.

On December 1, 2018, the Company entered a 100% quota share agreement with Trinity Universal Insurance Company (NAIC # 19887).

NOTES TO FINANCIAL STATEMENTS

Amounts due between the Company and all affiliated entities participating in the intercompany pooling arrangement in accordance with SSAP 63 as of December 31, 2018 are as follows:

Company	Reinsurance Recoverable	Reinsurance Payable
Infinity Insurance Company	\$ 5,761	\$ 0
Infinity Assurance Insurance Company	15,198	0
Infinity Auto Insurance Company	17,996	0
Infinity Casualty Insurance Company	0	7,285
Infinity Indemnity Insurance Company	0	13,907
Infinity Preferred Insurance Company	0	0
Infinity Safeguard Insurance Company	0	2,500
Infinity Security Insurance Company	0	0
Infinity Select Insurance Company	0	12,713
Infinity Standard Insurance Company	0	2,549
Trinity Universal Insurance Company	0	608,705,353

Note 27 – Structured Settlements

A. Reserves No Longer Carried

The Company has the following contingent liabilities as of December 31, 2018:

Loss Reserves Eliminated by Annuities	Unrecorded Loss Contingencies
\$ 0	\$ 229,281

B. Annuities Which Equal or Exceed 1% of Policyholders' Surplus

Not applicable.

Note 28 – Health Care Receivables

Not applicable.

Note 29 – Participating Policies

Not applicable.

Note 30 – Premium Deficiency Reserves

- Liability carried for premium deficiency reserve: \$0
- Date of most recent evaluation of this liability: December 31, 2018
- Was anticipated investment income utilized in the calculation? Yes [X] No []

Note 31 – High Deductibles

The Company does not write any high deductible policies.

Note 32 – Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

The Company does not discount liabilities for unpaid losses or unpaid LAE.

Note 33 – Asbestos/Environmental Reserves

The Company does not have any material exposure for asbestos or environmental claims.

Note 34 – Subscriber Savings Accounts

The Company is not a reciprocal exchange, and accordingly, has nothing to report.

Note 35 – Multiple Peril Crop Insurance

The Company does not write multiple peril crop insurance.

Note 36 – Financial Guaranty Insurance

The Company does not write financial guaranty insurance.

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES****GENERAL**

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []
If yes, complete Schedule Y, Parts 1, 1A and 2.
- 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? Indiana
- 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. 0000860748
- 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 [X] No []
- 2.2 If yes, date of change: 07/02/2018
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2016
- 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. 12/31/2016
- 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). 02/13/2018
- 3.4 By what department or departments? Indiana
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with departments? Yes [] No [] N/A [X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] N/A [X]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes [] No [X]
- 4.12 renewals? Yes [] No [X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes [] No [X]
- 4.22 renewals? Yes [] No [X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [X] No []
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 | 2 | 3 |
|----------------------------|-------------------|-------------------|
| Name of Entity | NAIC Company Code | State of Domicile |
| Hillstar Insurance Company | 10068 | IN |
- 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:
Not Applicable
- 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 _____ %
- 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 | 2 |
|----------------|----------------|
| Nationality | Type of Entity |
| Not Applicable | |
- 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.
Not Applicable
- 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 | 2 | 3 | 4 | 5 | 6 |
|----------------|------------------------|-----|-----|------|-----|
| Affiliate Name | Location (City, State) | FRB | OCC | FDIC | SEC |
| Not Applicable | | | | | |
9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Deloitte & Touche LLP, 111 S. Wacker Drive, Chicago, IL 60606-4301
- 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:
Not Applicable
- 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:
Not Applicable
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES**

- 10.6 If the response to 10.5 is no or n/a, please explain:
Not Applicable
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?
Bradley J. Andrekus, Actuary, 220 East Randolph Street, Suite 3300, Chicago, IL 60601
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
- 12.11 Name of real estate holding company Not Applicable
- 12.12 Number of parcels involved 0
- 12.13 Total book/adjusted carrying value \$ 0
- 12.2 If yes, provide explanation
Not Applicable
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?
Not Applicable
- 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:
Not Applicable
- 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).
Not Applicable
- 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).
Not Applicable
- 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
	Not Applicable		\$

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
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 2,279,379

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES****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 No

24.02 If no, give full and complete information, relating thereto:
Not Applicable

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).
Not Applicable

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 No N/A

24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$ 0

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 No N/A

24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes 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 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: \$ 0

24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 0

24.103 Total payable for securities lending reported on the liability page: \$ 0

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 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 \$ 3,590,820

25.29 On deposit with other regulatory bodies \$ 0

25.30 Pledged as collateral – excluding collateral pledged to an FHLB \$ 0

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
Not Applicable		\$

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

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes No N/A
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

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 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
The Bank of New York Mellon	One Wall Street, New York, NY 10286

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)
Not Applicable		

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

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
Not Applicable			

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
Kemper Corporation	A

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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	2	3	4	5
Central Registration Depository Number	Name of Firm or Individual	Legal Entity Identifier (LEI)	Registered With	Investment Management Agreement (IMA) Filed
Not Applicable	Kemper Corporation	Not Applicable	Not Applicable	

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
	Not Applicable	\$
29.2999 TOTAL		\$

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
Not Applicable		\$	

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	\$ 110,032,842	\$ 110,333,789	\$ 300,947
30.2	Preferred Stocks	\$ 0	\$ 0	\$ 0
30.3	Totals	\$ 110,032,842	\$ 110,333,789	\$ 300,947

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

The Company sources pricing data from recognized data vendors specializing in providing market pricing data. Pricing data for private non-market securities is provided by third party investment advisors and managers or developed internally by the Company's ultimate parent.

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:
Not Applicable

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:

Not Applicable

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 [] No [X]

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? \$ 1,378,378

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
ISO Services Inc	\$ 601,001
National Insurance Crime Bureau	\$ 368,827

36.1 Amount of payments for legal expenses, if any? \$ 1,400,190

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

	\$	916,943
Swift Currie McGhee & Hiers LLP		
37.1	Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?	\$ 0
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
	Not Applicable	\$

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: <u>Not Applicable</u>				
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	2	
			Current Year	Prior Year	
2.1	Premium Numerator	\$	0	\$	0
2.2	Premium Denominator	\$	0	\$	0
2.3	Premium Ratio (2.1/2.2)		0.0%		0.0%
2.4	Reserve Numerator	\$	0	\$	0
2.5	Reserve Denominator	\$	0	\$	0
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 [] No [X]
3.2	If yes, state the amount of calendar year premiums written on:				
3.21	Participating policies	\$			0
3.22	Non-participating policies	\$			0
4.	FOR MUTUAL REPORTING ENTITIES AND RECIPROCAL EXCHANGES ONLY:				
4.1	Does the reporting entity issue assessable policies?				Yes [] No []
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?				%
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? <u>The Company does not write workers compensation insurance.</u>				
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: <u>All policies are 100% reinsured by Trinity Universal Insurance Company.</u>				
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? <u>All policies are 100% reinsured by Trinity Universal Insurance Company.</u>				
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: <u>All policies are 100% reinsured by Trinity Universal Insurance Company.</u>				
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 [] No [X]

GENERAL INTERROGATORIES**PART 2 – PROPERTY & CASUALTY INTERROGATORIES**

7.2	If yes, indicate the number of reinsurance contracts containing such provisions.	0
7.3	If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?	Yes [] No []
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 <u>Not Applicable</u>	
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 <i>SSAP No. 62R, Property and Casualty Reinsurance</i> , 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 (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 (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement.	Yes [] No [X] Yes [X] No [] Yes [] No [X]
10.	If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?	Yes [X] No [] N/A []
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 <u>Not Applicable</u>	
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 12.12 Unpaid underwriting expenses (including loss adjustment expenses)	\$ 0 \$ 0
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?	\$ 0
12.3	If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses?	Yes [] No [] N/A [X]
12.4	If yes, provide the range of interest rates charged under such notes during the period covered by this statement: 12.41 From 12.42 To	% %
12.5	Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies?	Yes [] No [X]
12.6	If yes, state the amount thereof at December 31 of current year: 12.61 Letters of Credit 12.62 Collateral and other funds	\$ 0 \$ 0 \$ 0
13.1	Largest net aggregate amount insured in any one risk (excluding workers' compensation):	\$ 0
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	0

GENERAL INTERROGATORIES**PART 2 – PROPERTY & CASUALTY INTERROGATORIES**

facilities or facultative obligatory contracts) considered in the calculation of the amount.

- 14.1 Is the reporting entity a cedant in a multiple cedant reinsurance contract? Yes [] No [X]
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
Not Applicable
- 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [] No []
- 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes [] No []
- 14.5 If the answer to 14.4 is no, please explain:
Not Applicable
- 15.1 Has the reporting entity guaranteed any financed premium accounts? Yes [] No [X]
- 15.2 If yes, give full information
Not Applicable
- 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	2	3	4	5
	Direct Losses Incurred	Direct Losses Unpaid	Direct Written Premium	Direct Premium Unearned	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 chartered, 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).....	1,227,657,324	1,064,600,504	1,020,582,813	988,504,682	983,777,524
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	573,937,505	532,070,044	498,084,154	476,037,537	457,780,975
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
5. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
6. Total (Line 35).....	1,801,594,829	1,596,670,548	1,518,666,967	1,464,542,219	1,441,558,499
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).....	482,982,379	926,484,987	932,106,367	918,450,463	913,505,343
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	219,804,295	447,886,076	447,820,522	442,476,985	421,207,250
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
11. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
12. Total (Line 35).....	702,786,674	1,374,371,063	1,379,926,889	1,360,927,448	1,334,712,593
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8).....	44,128,802	(6,359,730)	(33,353,156)	(14,739,862)	(6,860,867)
14. Net investment gain (loss) (Line 11).....	17,549,853	35,679,931	34,982,571	35,810,259	39,073,334
15. Total other income (Line 15).....	65,968,504	74,113,096	80,881,318	69,675,324	67,367,697
16. Dividends to policyholders (Line 17).....					
17. Federal and foreign income taxes incurred (Line 19).....	(3,794,994)	35,544,266	20,555,804	29,305,878	31,562,841
18. Net income (Line 20).....	131,442,153	67,889,031	61,954,929	61,439,843	68,017,323
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3).....	933,743,420	2,046,793,600	2,012,728,138	1,992,728,256	1,991,454,434
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1).....	79,292,710	56,906,740	36,325,314	29,400,152	29,060,343
20.2 Deferred and not yet due (Line 15.2).....	529,412,642	462,002,652	468,589,176	486,028,551	458,349,577
20.3 Accrued retrospective premiums (Line 15.3).....					
21. Total liabilities excluding protected cell business (Page 3, Line 26).....	724,681,936	1,382,996,130	1,352,109,517	1,339,951,979	1,316,810,003
22. Losses (Page 3, Line 1).....		540,456,084	523,244,157	508,405,810	493,817,275
23. Loss adjustment expenses (Page 3, Line 3).....		136,517,075	138,736,384	140,752,748	153,973,533
24. Unearned premiums (Page 3, Line 9).....		621,927,090	606,549,952	605,762,051	579,279,333
25. Capital paid up (Page 3, Lines 30 & 31).....	3,000,000	5,375,000	3,000,000	3,000,000	3,000,000
26. Surplus as regards policyholders (Page 3, Line 37).....	209,061,484	663,797,470	660,618,621	652,776,277	674,644,431
Cash Flow (Page 5)					
27. Net cash from operations (Line 11).....	(633,446,260)	103,450,510	110,946,578	73,355,375	104,243,339
Risk-Based Capital Analysis					
28. Total adjusted capital.....	209,061,483	663,797,470	660,618,621	652,776,277	674,644,431
29. Authorized control level risk-based capital.....	103,185,346	67,107,116	70,992,125	68,915,031	71,931,720
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).....	34.8	85.2	84.7	86.9	88.2
31. Stocks (Lines 2.1 & 2.2).....	29.2	9.5	9.5	9.8	10.0
32. Mortgage loans on real estate (Lines 3.1 & 3.2).....					
33. Real estate (Lines 4.1, 4.2 & 4.3).....	34.1	4.1	4.4	3.9	2.3
34. Cash, cash equivalents and short-term investments (Line 5).....	(0.3)	1.0	1.3	(0.6)	(0.8)
35. Contract loans (Line 6).....					
36. Derivatives (Line 7).....					
37. Other invested assets (Line 8).....	2.1	0.2			
38. Receivables for securities (Line 9).....			0.1		0.3
39. Securities lending reinvested collateral assets (Line 10).....					
40. Aggregate write-ins for invested assets (Line 11).....					
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).....					
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1).....					
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1).....	47,107,352	45,740,579	47,387,473	47,625,075	49,253,221
45. Affiliated short-term investments (subtotals included in Schedule DA, Verification, Column 5, Line 10).....					
46. Affiliated mortgage loans on real estate.....					
47. All other affiliated.....					
48. Total of above lines 42 to 47.....	47,107,352	45,740,579	47,387,473	47,625,075	49,253,221
49. Total investment in parent included in Lines 42 to 47 above.....					
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).....	22.5	6.9	7.2	7.3	7.3

FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2018	2017	2016	2015	2014
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24).....	(19,649,644)	11,633,263	4,765,680	(5,485,259)	(1,393,770)
52. Dividends to stockholders (Line 35).....	(277,646,806)	(66,000,000)	(60,000,000)	(68,000,000)	(60,000,000)
53. Change in surplus as regards policyholders for the year (Line 38).....	(454,735,986)	(441,838)	7,842,344	(21,868,154)	8,083,968
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).....	695,144,909	662,411,822	670,210,321	636,598,122	620,025,675
55. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	313,010,714	348,365,288	321,055,079	293,130,969	252,743,392
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	42,111	151,053	291,329	222,528	274,934
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
58. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
59. Total (Line 35).....	1,008,197,734	1,010,928,163	991,556,729	929,951,619	873,044,001
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).....	1,100,274,818	590,611,475	622,336,599	595,457,039	577,751,181
61. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	247,275,890	278,515,896	294,574,620	273,915,030	232,674,788
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	2,329,583	149,693	288,707	220,525	236,062
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
64. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
65. Total (Line 35).....	1,349,880,291	869,277,064	917,199,926	869,592,594	810,662,031
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).....	61.1	65.2	67.6	66.3	63.9
68. Loss expenses incurred (Line 3).....	11.4	11.8	11.4	10.8	11.7
69. Other underwriting expenses incurred (Line 4).....	24.2	23.4	23.4	24.0	24.9
70. Net underwriting gain (loss) (Line 8).....	3.3	(0.5)	(2.4)	(1.1)	(0.5)
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).....	36.2	17.7	17.5	18.4	19.4
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	72.5	77.1	79.0	77.1	75.7
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).....	336.2	208.2	208.9	208.5	197.8
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).....	(13,652)	(15,900)	(20,547)	(26,253)	(16,724)
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).....	(2.1)	(2.4)	(3.1)	(3.9)	(2.5)
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).....	(22,059)	(15,378)	(51,402)	(29,521)	2,126
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).....	(3.3)	(2.4)	(7.6)	(4.4)	0.4

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						10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported- Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	.....XXX.....	.....XXX.....	.....XXX.....	.....486.....	.....(2,870).....	.....66.....	.....(190).....	.....35.....	.....(327).....	.....167.....	.....3,973.....	.....XXX.....
2. 2009.....	.....842,113.....	.....4,721.....	.....837,392.....	.....487,329.....	.....12,575.....	.....27,625.....	.....745.....	.....90,585.....	.....31.....	.....40,579.....	.....592,189.....	.....XXX.....
3. 2010.....	.....899,312.....	.....5,137.....	.....894,174.....	.....565,396.....	.....1,307.....	.....24,239.....	.....62.....	.....97,402.....	.....8.....	.....49,995.....	.....685,660.....	.....XXX.....
4. 2011.....	.....1,012,014.....	.....6,166.....	.....1,005,848.....	.....645,378.....	.....655.....	.....25,936.....	.....366.....	.....107,436.....	.....42.....	.....56,750.....	.....777,686.....	.....XXX.....
5. 2012.....	.....1,178,943.....	.....7,548.....	.....1,171,395.....	.....768,558.....	.....556.....	.....25,856.....	.....248.....	.....125,484.....	.....(106).....	.....65,353.....	.....919,201.....	.....XXX.....
6. 2013.....	.....1,299,014.....	.....9,339.....	.....1,289,675.....	.....803,532.....	.....(3,647).....	.....25,627.....	.....(125).....	.....134,249.....	.....(440).....	.....73,529.....	.....967,620.....	.....XXX.....
7. 2014.....	.....1,325,575.....	.....11,574.....	.....1,314,002.....	.....819,576.....	.....(6,319).....	.....21,748.....	.....(1,212).....	.....133,218.....	.....(1,371).....	.....79,734.....	.....983,443.....	.....XXX.....
8. 2015.....	.....1,348,233.....	.....13,788.....	.....1,334,445.....	.....882,318.....	.....(22,648).....	.....19,836.....	.....(4,267).....	.....131,355.....	.....(4,213).....	.....90,225.....	.....1,064,637.....	.....XXX.....
9. 2016.....	.....1,391,082.....	.....11,943.....	.....1,379,139.....	.....875,450.....	.....(52,082).....	.....13,418.....	.....(8,842).....	.....131,940.....	.....(7,681).....	.....94,233.....	.....1,089,413.....	.....XXX.....
10. 2017.....	.....1,371,609.....	.....12,615.....	.....1,358,994.....	.....803,985.....	.....(91,798).....	.....7,119.....	.....(14,838).....	.....124,661.....	.....(14,257).....	.....91,484.....	.....1,056,658.....	.....XXX.....
11. 2018.....	.....1,481,692.....	.....156,978.....	.....1,324,714.....	.....545,270.....	.....(273,604).....	.....3,054.....	.....(18,748).....	.....99,083.....	.....(34,949).....	.....43,294.....	.....974,708.....	.....XXX.....
12. Totals.....	.....XXX.....	.....XXX.....	.....XXX.....	.....7,197,279.....	.....(437,875).....	.....194,524.....	.....(46,801).....	.....1,175,448.....	.....(63,263).....	.....685,343.....	.....9,115,189.....	.....XXX.....

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding- Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....	.....8,132.....	.....8,132.....	.....2,001.....	.....2,001.....	.....198.....	.....198.....	.....19.....	.....19.....	.....346.....	.....346.....	.....(0).....	.....XXX.....
2. 2009.....	.....39.....	.....39.....	.....91.....	.....91.....	.....2.....	.....2.....	.....10.....	.....10.....	.....11.....	.....11.....	.....0.....	.....XXX.....
3. 2010.....	.....83.....	.....83.....	.....251.....	.....251.....	.....18.....	.....18.....	.....35.....	.....35.....	.....32.....	.....32.....	.....0.....	.....XXX.....
4. 2011.....	.....290.....	.....290.....	.....507.....	.....507.....	.....53.....	.....53.....	.....67.....	.....67.....	.....78.....	.....78.....	.....0.....	.....XXX.....
5. 2012.....	.....1,201.....	.....1,201.....	.....940.....	.....940.....	.....144.....	.....144.....	.....149.....	.....149.....	.....186.....	.....186.....	.....0.....	.....XXX.....
6. 2013.....	.....5,626.....	.....5,626.....	.....2,860.....	.....2,860.....	.....392.....	.....392.....	.....301.....	.....301.....	.....527.....	.....527.....	.....0.....	.....XXX.....
7. 2014.....	.....6,779.....	.....6,779.....	.....7,602.....	.....7,602.....	.....993.....	.....993.....	.....829.....	.....829.....	.....1,390.....	.....1,390.....	.....0.....	.....XXX.....
8. 2015.....	.....12,900.....	.....12,900.....	.....19,674.....	.....19,674.....	.....3,077.....	.....3,077.....	.....1,630.....	.....1,630.....	.....3,958.....	.....3,958.....	.....0.....	.....XXX.....
9. 2016.....	.....30,333.....	.....30,333.....	.....29,701.....	.....29,701.....	.....6,050.....	.....6,050.....	.....3,231.....	.....3,231.....	.....7,503.....	.....7,503.....	.....0.....	.....XXX.....
10. 2017.....	.....55,274.....	.....55,274.....	.....55,169.....	.....55,169.....	.....8,652.....	.....8,652.....	.....6,386.....	.....6,386.....	.....14,553.....	.....14,553.....	.....0.....	.....XXX.....
11. 2018.....	.....127,151.....	.....127,151.....	.....234,098.....	.....234,098.....	.....8,623.....	.....8,623.....	.....12,359.....	.....12,359.....	.....47,639.....	.....47,639.....	.....0.....	.....XXX.....
12. Totals.....	.....247,808.....	.....247,808.....	.....352,894.....	.....352,894.....	.....28,201.....	.....28,201.....	.....25,016.....	.....25,016.....	.....76,224.....	.....76,224.....	.....0.....	.....XXX.....

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	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		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior..	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....			.....XXX.....	.....(0).....	.....0.....
2. 2009..	.....605,694.....	.....13,505.....	.....592,189.....	.....71.9.....	.....286.1.....	.....70.7.....			.....99.10.....	.....0.....	.....0.....
3. 2010..	.....687,456.....	.....1,796.....	.....685,660.....	.....76.4.....	.....35.0.....	.....76.7.....			.....99.10.....	.....0.....	.....0.....
4. 2011..	.....779,743.....	.....2,057.....	.....777,686.....	.....77.0.....	.....33.4.....	.....77.3.....			.....99.10.....	.....0.....	.....0.....
5. 2012..	.....922,519.....	.....3,318.....	.....919,201.....	.....78.2.....	.....44.0.....	.....78.5.....			.....99.10.....	.....0.....	.....0.....
6. 2013..	.....973,115.....	.....5,495.....	.....967,620.....	.....74.9.....	.....58.8.....	.....75.0.....			.....99.10.....	.....0.....	.....0.....
7. 2014..	.....992,133.....	.....8,690.....	.....983,443.....	.....74.8.....	.....75.1.....	.....74.8.....			.....99.10.....	.....0.....	.....0.....
8. 2015..	.....1,074,748.....	.....10,110.....	.....1,064,637.....	.....79.7.....	.....73.3.....	.....79.8.....			.....99.10.....	.....0.....	.....0.....
9. 2016..	.....1,097,627.....	.....8,213.....	.....1,089,413.....	.....78.9.....	.....68.8.....	.....79.0.....			.....99.10.....	.....0.....	.....0.....
10. 2017..	.....1,075,798.....	.....19,139.....	.....1,056,658.....	.....78.4.....	.....151.7.....	.....77.8.....			.....99.10.....	.....0.....	.....0.....
11. 2018..	.....1,077,277.....	.....102,570.....	.....974,708.....	.....72.7.....	.....65.3.....	.....73.6.....			.....99.10.....	.....0.....	.....0.....
12. Totals	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....0.....	.....0.....	.....XXX.....	.....(0).....	.....0.....

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.....	177,884	132,599	119,219	111,200	112,297	109,079	108,293	108,509	108,705	108,684	(21)	175
2. 2009.....	532,365	504,232	503,131	499,930	498,477	499,358	499,770	500,058	501,679	501,635	(44)	1,576
3. 2010.....	XXX	578,991	590,162	590,249	590,490	587,758	589,529	587,698	588,307	588,266	(41)	567
4. 2011.....	XXX	XXX	647,966	671,627	673,902	671,966	672,976	669,817	670,282	670,292	11	475
5. 2012.....	XXX	XXX	XXX	792,429	798,965	799,401	799,709	795,628	793,217	793,610	392	(2,019)
6. 2013.....	XXX	XXX	XXX	XXX	867,446	857,273	841,779	834,702	834,104	832,932	(1,173)	(1,770)
7. 2014.....	XXX	XXX	XXX	XXX	XXX	873,988	860,515	851,009	853,177	848,855	(4,322)	(2,154)
8. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	921,987	926,589	929,708	929,070	(638)	2,481
9. 2016.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	971,184	950,115	949,792	(323)	(21,392)
10. 2017.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	925,233	917,740	(7,493)	XXX
11. 2018.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	840,675	XXX	XXX
12. Totals.....											(13,652)	(22,059)

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	57,780	84,294	94,768	101,678	102,667	103,584	104,548	105,073	108,684	XXX	XXX
2. 2009.....	299,128	429,900	472,322	486,309	491,780	496,467	498,365	499,746	500,078	501,635	XXX	XXX
3. 2010.....	XXX	340,815	509,255	554,636	572,876	579,474	584,421	586,898	587,726	588,266	XXX	XXX
4. 2011.....	XXX	XXX	391,354	582,376	634,108	654,794	663,553	667,638	668,971	670,292	XXX	XXX
5. 2012.....	XXX	XXX	XXX	474,349	692,554	754,811	776,510	785,556	789,670	793,610	XXX	XXX
6. 2013.....	XXX	XXX	XXX	XXX	505,520	732,693	789,765	810,866	820,167	832,932	XXX	XXX
7. 2014.....	XXX	XXX	XXX	XXX	XXX	515,514	743,391	801,150	824,702	848,855	XXX	XXX
8. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	569,909	814,083	872,434	929,070	XXX	XXX
9. 2016.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	598,809	825,801	949,792	XXX	XXX
10. 2017.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	565,774	917,740	XXX	XXX
11. 2018.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	840,675	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.....	100,132	36,955	16,447	8,124	4,674	2,358	2,003	1,888	1,952	
2. 2009.....	126,871	32,584	12,721	6,283	3,582	1,012	218	10	142	
3. 2010.....	XXX	116,870	35,171	11,636	6,685	2,679	1,999	60	345	
4. 2011.....	XXX	XXX	134,771	38,594	14,406	6,021	4,404	656	689	
5. 2012.....	XXX	XXX	XXX	179,152	44,025	18,105	10,875	6,389	1,446	
6. 2013.....	XXX	XXX	XXX	XXX	219,933	59,405	25,151	12,843	5,807	
7. 2014.....	XXX	XXX	XXX	XXX	XXX	216,694	52,672	23,983	16,635	
8. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	215,651	44,910	27,236	
9. 2016.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	235,271	53,798	
10. 2017.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	223,474	
11. 2018.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

Infinity Insurance Company

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		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)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama.....AL	L	165,814	158,913		25,729	27,507	10,611		
2. Alaska.....AK	L								
3. Arizona.....AZ	L	6,882,636	8,194,048		6,275,196	4,959,777	3,615,905	498,824	
4. Arkansas.....AR	L								
5. California.....CA	L	772,483,525	734,861,625		433,058,485	447,798,644	217,084,017	39,213,789	
6. Colorado.....CO	L	149,173	148,044		27,910	46,657	81,595		
7. Connecticut.....CT	L	662,674	660,598		145,116	70,389	128,822	323	
8. Delaware.....DE	L	(490)	20,669		191	(67)	2,161		
9. District of Columbia.....DC	L								
10. Florida.....FL	L	2,911,947	2,798,767		1,430,707	1,432,363	750,972		
11. Georgia.....GA	L	735,410	717,422		296,949	356,094	148,587	43	
12. Hawaii.....HI	L								
13. Idaho.....ID	L	17,677	18,427		(454)	(1,085)	1,158		
14. Illinois.....IL	L	640,436	627,511		212,139	247,330	71,156		
15. Indiana.....IN	L	331,334	332,966		83,187	89,251	21,748		
16. Iowa.....IA	L	(374)	18,808		1,532	(731)	26,095		
17. Kansas.....KS	N								
18. Kentucky.....KY	L	425,758	415,561		366,941	25,712	65,141		
19. Louisiana.....LA	N				(1,200)	(1,200)			
20. Maine.....ME	L	(468)	20,114		16,848	15,884	1,981		
21. Maryland.....MD	L	184,600	185,732		19,594	(21,488)	13,738		
22. Massachusetts.....MA	L								
23. Michigan.....MI	L				90,124		781,833		
24. Minnesota.....MN	L	110,937	110,663		19,578	20,428	8,855		
25. Mississippi.....MS	L								
26. Missouri.....MO	L	165,324	163,035		43,975	46,657	12,671		
27. Montana.....MT	L	100,125	90,558		334	3,663	(1,559)		
28. Nebraska.....NE	L	63,221	63,205		4,136	5,115	3,030		
29. Nevada.....NV	L	144,351	396,591		747,256	638,545	343,895	6,094	
30. New Hampshire.....NH	N								
31. New Jersey.....NJ	N								
32. New Mexico.....NM	L	(171)	13,496		1,117	(20,422)	1,434		
33. New York.....NY	L	1,026,818	1,011,717		314,607	358,158	286,484		
34. North Carolina.....NC	L	1,030,696	998,304		565,873	779,414	357,040		
35. North Dakota.....ND	L		2,035		22	(2,706)	846		
36. Ohio.....OH	L	364,258	355,224		86,244	95,818	33,882		
37. Oklahoma.....OK	L	67,198	65,587		15,138	13,609	3,517		
38. Oregon.....OR	L	185,255	175,233		13,782	2,521	11,814		
39. Pennsylvania.....PA	L	2,487,301	2,529,301		1,862,420	1,579,736	1,416,172	27,173	
40. Rhode Island.....RI	L	69,618	70,569		20,180	16,518	7,446		
41. South Carolina.....SC	L	119,938	115,706		286,442	1,114	42,824		
42. South Dakota.....SD	L	(851)	12,534		133	(148)	813		
43. Tennessee.....TN	L	305,991	293,831		260,197	184,392	53,959		
44. Texas.....TX	L								
45. Utah.....UT	L	82,038	79,899		15,127	78,226	83,176		
46. Vermont.....VT	N								
47. Virginia.....VA	L	185,901	183,064		136,712	28,141	109,077		
48. Washington.....WA	L	549,465	558,152		130,762	45,217	19,394		
49. West Virginia.....WV	L	35,951	34,944		314	126	2,024		
50. Wisconsin.....WI	L	109,882	106,625		10,036	11,139	5,549		
51. Wyoming.....WY	N								
52. American Samoa.....AS	N								
53. Guam.....GU	N								
54. Puerto Rico.....PR	N								
55. US Virgin Islands.....VI	N								
56. Northern Mariana Islands.....MP	N								
57. Canada.....CAN	N								
58. Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0	0	0
59. Totals.....XXX		792,792,898	756,609,478	0	446,583,379	458,930,298	225,607,863	39,746,246	0

DETAILS OF WRITE-INS

58001.....XXX									
58002.....XXX									
58003.....XXX									
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	0	0	0	0

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

Auto Liability and Auto Physical Damage - Location of principal garage of insured.

(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG.....	45
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.....	12

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART

2018 ALPHABETICAL INDEX -- PROPERTY & CASUALTY ANNUAL STATEMENT BLANK

Assets	2	Schedule P-Part 2H-Section 2-Other Liability-Claims-Made	58
Cash Flow	5	Schedule P-Part 2I-Spec. Prop. (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, Theft)	59
Exhibit of Capital Gains (Losses)	12	Schedule P-Part 2J-Auto Physical Damage	59
Exhibit of Net Investment Income	12	Schedule P-Part 2K-Fidelity, Surety	59
Exhibit of Nonadmitted Assets	13	Schedule P-Part 2L-Other (Including Credit, Accident and Health)	59
Exhibit of Premiums and Losses (State Page)	19	Schedule P-Part 2M-International	59
Five-Year Historical Data	17	Schedule P-Part 2N-Reinsurance - Nonproportional Assumed Property	60
General Interrogatories	15	Schedule P-Part 2O-Reinsurance - Nonproportional Assumed Liability	60
Jurat Page	1	Schedule P-Part 2P-Reinsurance - Nonproportional Assumed Financial Lines	60
Liabilities, Surplus and Other Funds	3	Schedule P-Part 2R-Section 1-Products Liability-Occurrence	61
Notes To Financial Statements	14	Schedule P-Part 2R-Section 2-Products Liability-Claims-Made	61
Overflow Page For Write-ins	100	Schedule P-Part 2S-Financial Guaranty/Mortgage Guaranty	61
Schedule A-Part 1	E01	Schedule P-Part 2T-Warranty	61
Schedule A-Part 2	E02	Schedule P-Part 3A-Homeowners/Farmowners	62
Schedule A-Part 3	E03	Schedule P-Part 3B-Private Passenger Auto Liability/Medical	62
Schedule A-Verification Between Years	SI02	Schedule P-Part 3C-Commercial Auto/Truck Liability/Medical	62
Schedule B-Part 1	E04	Schedule P-Part 3D-Workers' Compensation (Excluding Excess Workers Compensation)	62
Schedule B-Part 2	E05	Schedule P-Part 3E-Commercial Multiple Peril	62
Schedule B-Part 3	E06	Schedule P-Part 3F-Section 1-Medical Professional Liability-Occurrence	63
Schedule B-Verification Between Years	SI02	Schedule P-Part 3F-Section 2-Medical Professional Liability-Claims-Made	63
Schedule BA-Part 1	E07	Schedule P-Part 3G-Special Liability (Ocean Marine, Aircraft (All Perils), Boiler & Machinery)	63
Schedule BA-Part 2	E08	Schedule P-Part 3H-Section 1-Other Liability-Occurrence	63
Schedule BA-Part 3	E09	Schedule P-Part 3H-Section 2-Other Liability-Claims-Made	63
Schedule BA-Verification Between Years	SI03	Schedule P-Part 3I-Spec. Prop. (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, Theft)	64
Schedule D-Part 1	E10	Schedule P-Part 3J-Auto Physical Damage	64
Schedule D-Part 1A-Section 1	SI05	Schedule P-Part 3K-Fidelity/Surety	64
Schedule D-Part 1A-Section 2	SI08	Schedule P-Part 3L-Other (Including Credit, Accident and Health)	64
Schedule D-Part 2-Section 1	E11	Schedule P-Part 3M-International	64
Schedule D-Part 2-Section 2	E12	Schedule P-Part 3N-Reinsurance - Nonproportional Assumed Property	65
Schedule D-Part 3	E13	Schedule P-Part 3O-Reinsurance - Nonproportional Assumed Liability	65
Schedule D-Part 4	E14	Schedule P-Part 3P-Reinsurance - Nonproportional Assumed Financial Lines	65
Schedule D-Part 5	E15	Schedule P-Part 3R-Section 1-Products Liability-Occurrence	66
Schedule D-Part 6-Section 1	E16	Schedule P-Part 3R-Section 2-Products Liability-Claims-Made	66
Schedule D-Part 6-Section 2	E16	Schedule P-Part 3S-Financial Guaranty/Mortgage Guaranty	66
Schedule D-Summary By Country	SI04	Schedule P-Part 3T-Warranty	66
Schedule D-Verification Between Years	SI03	Schedule P-Part 4A-Homeowners/Farmowners	67
Schedule DA-Part 1	E17	Schedule P-Part 4B-Private Passenger Auto Liability/Medical	67
Schedule DA-Verification Between Years	SI10	Schedule P-Part 4C-Commercial Auto/Truck Liability/Medical	67
Schedule DB-Part A-Section 1	E18	Schedule P-Part 4D-Workers' Compensation (Excluding Excess Workers Compensation)	67
Schedule DB-Part A-Section 2	E19	Schedule P-Part 4E-Commercial Multiple Peril	67
Schedule DB-Part A-Verification Between Years	SI11	Schedule P-Part 4F-Section 1-Medical Professional Liability-Occurrence	68
Schedule DB-Part B-Section 1	E20	Schedule P-Part 4F-Section 2-Medical Professional Liability-Claims-Made	68
Schedule DB-Part B-Section 2	E21	Schedule P-Part 4G-Special Liability (Ocean Marine, Aircraft (All Perils), Boiler & Machinery)	68
Schedule DB-Part B-Verification Between Years	SI11	Schedule P-Part 4H-Section 1-Other Liability-Occurrence	68
Schedule DB-Part C-Section 1	SI12	Schedule P-Part 4H-Section 2-Other Liability-Claims-Made	68
Schedule DB-Part C-Section 2	SI13	Schedule P-Part 4I-Spec. Prop. (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft)	69
Schedule DB-Part D-Section 1	E22	Schedule P-Part 4J-Auto Physical Damage	69
Schedule DB-Part D-Section 2	E23	Schedule P-Part 4K-Fidelity/Surety	69
Schedule DB-Verification	SI14	Schedule P-Part 4L-Other (Including Credit, Accident and Health)	69
Schedule DL-Part 1	E24	Schedule P-Part 4M-International	69
Schedule DL-Part 2	E25	Schedule P-Part 4N-Reinsurance - Nonproportional Assumed Property	70
Schedule E-Part 1-Cash	E26	Schedule P-Part 4O-Reinsurance - Nonproportional Assumed Liability	70
Schedule E-Part 2-Cash Equivalents	E27	Schedule P-Part 4P-Reinsurance - Nonproportional Assumed Financial Lines	70
Schedule E-Verification Between Years	SI15	Schedule P-Part 4R-Section 1-Products Liability-Occurrence	71
Schedule E-Part 3-Special Deposits	E28	Schedule P-Part 4R-Section 2-Products Liability-Claims-Made	71
Schedule F-Part 1	20	Schedule P-Part 4S-Financial Guaranty/Mortgage Guaranty	71
Schedule F-Part 2	21	Schedule P-Part 4T-Warranty	71
Schedule F-Part 3	22	Schedule P-Part 5A-Homeowners/Farmowners	72
Schedule F-Part 4	27	Schedule P-Part 5B-Private Passenger Auto Liability/Medical	73
Schedule F-Part 5	28	Schedule P-Part 5C-Commercial Auto/Truck Liability/Medical	74
Schedule F-Part 6	29	Schedule P-Part 5D-Workers' Compensation (Excluding Excess Workers Compensation)	75
Schedule H-Accident and Health Exhibit-Part 1	30	Schedule P-Part 5E-Commercial Multiple Peril	76
Schedule H-Part 2, Part 3 and Part 4	31	Schedule P-Part 5F-Medical Professional Liability-Claims-Made	78
Schedule H-Part 5-Health Claims	32	Schedule P-Part 5F-Medical Professional Liability-Occurrence	77
Schedule P-Part 1-Summary	33	Schedule P-Part 5H-Other Liability-Claims-Made	80
Schedule P-Part 1A-Homeowners/Farmowners	35	Schedule P-Part 5H-Other Liability-Occurrence	79
Schedule P-Part 1B-Private Passenger Auto Liability/Medical	36	Schedule P-Part 5R-Products Liability-Claims-Made	82
Schedule P-Part 1C-Commercial Auto/Truck Liability/Medical	37	Schedule P-Part 5R-Products Liability-Occurrence	81
Schedule P-Part 1D-Workers' Compensation (Excluding Excess Workers Compensation)	38	Schedule P-Part 5T-Warranty	83
Schedule P-Part 1E-Commercial Multiple Peril	39	Schedule P-Part 6C-Commercial Auto/Truck Liability/Medical	84
Schedule P-Part 1F-Section 1-Medical Professional Liability-Occurrence	40	Schedule P-Part 6D-Workers' Compensation (Excluding Excess Workers Compensation)	84
Schedule P-Part 1F-Section 2-Medical Professional Liability-Claims-Made	41	Schedule P-Part 6E-Commercial Multiple Peril	85
Schedule P-Part 1G-Special Liability (Ocean, Marine, Aircraft (All Perils), Boiler & Machinery)	42	Schedule P-Part 6H-Other Liability-Claims-Made	86
Schedule P-Part 1H-Section 1-Other Liability-Occurrence	43	Schedule P-Part 6H-Other Liability-Occurrence	85
Schedule P-Part 1H-Section 2-Other Liability-Claims-Made	44	Schedule P-Part 6M-International	86
Schedule P-Part 1I-Spec. Prop. (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft)	45	Schedule P-Part 6N-Reinsurance - Nonproportional Assumed Property	87
Schedule P-Part 1J-Auto Physical Damage	46	Schedule P-Part 6O-Reinsurance - Nonproportional Assumed Liability	87
Schedule P-Part 1K-Fidelity/Surety	47	Schedule P-Part 6R-Products Liability-Claims-Made	88
Schedule P-Part 1L-Other (Including Credit, Accident and Health)	48	Schedule P-Part 6R-Products Liability-Occurrence	88
Schedule P-Part 1M-International	49	Schedule P-Part 7A-Primary Loss Sensitive Contracts	89
Schedule P-Part 1N-Reinsurance - Nonproportional Assumed Property	50	Schedule P-Part 7B-Reinsurance Loss Sensitive Contracts	91
Schedule P-Part 1O-Reinsurance - Nonproportional Assumed Liability	51	Schedule P Interrogatories	93
Schedule P-Part 1P-Reinsurance - Nonproportional Assumed Financial Lines	52	Schedule T-Exhibit of Premiums Written	94
Schedule P-Part 1R-Section 1-Products Liability-Occurrence	53	Schedule T-Part 2-Interstate Compact	95
Schedule P-Part 1R-Section 2-Products Liability-Claims-Made	54	Schedule Y-Information Concerning Activities of Insurer Members of a Holding Company Group	96
Schedule P-Part 1S-Financial Guaranty/Mortgage Guaranty	55	Schedule Y-Detail of Insurance Holding Company System	97
Schedule P-Part 1T-Warranty	56	Schedule Y-Part 2-Summary of Insurer's Transactions With Any Affiliates	98
Schedule P-Part 2, Part 3 and Part 4 - Summary	34	Statement of Income	4
Schedule P-Part 2A-Homeowners/Farmowners	57	Summary Investment Schedule	SI01
Schedule P-Part 2B-Private Passenger Auto Liability/Medical	57	Supplemental Exhibits and Schedules Interrogatories	99
Schedule P-Part 2C-Commercial Auto/Truck Liability/Medical	57	Underwriting and Investment Exhibit Part 1	6
Schedule P-Part 2D-Workers' Compensation (Excluding Excess Workers Compensation)	57	Underwriting and Investment Exhibit Part 1A	7
Schedule P-Part 2E-Commercial Multiple Peril	57	Underwriting and Investment Exhibit Part 1B	8
Schedule P-Part 2F-Section 1-Medical Professional Liability-Occurrence	58	Underwriting and Investment Exhibit Part 2	9
Schedule P-Part 2F-Section 2-Medical Professional Liability-Claims-Made	58	Underwriting and Investment Exhibit Part 2A	10
Schedule P-Part 2G-Special Liability (Ocean Marine, Aircraft (All Perils), Boiler & Machinery)	58	Underwriting and Investment Exhibit Part 3	11
Schedule P-Part 2H-Section 1-Other Liability-Occurrence	58		