PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2020
OF THE CONDITION AND AFFAIRS OF THE

Maine Employers' Mutual Insurance Company

NAIC Group Code 1332 (Current) 1332 (Prior) NAIC Company Code 11149 Employer's ID Number 01-0476508

Organized under the Laws of Maine, State of Domicile or Port of Entry ME
Country of Domicile United States of America

Incorporated/Organized 11/13/1992 Commenced Business 01/01/1993

Statutory Home Office 261 Commercial Street (Street and Number), Portland, ME, US 04101 (City or Town, State, Country and Zip Code)

Main Administrative Office 261 Commercial Street (Street and Number)
Portland, ME, US 04101 (City or Town, State, Country and Zip Code), 207-791-3300 (Area Code) (Telephone Number)

Mail Address 261 Commercial Street, PO Box 11409 (Street and Number or P.O. Box), Portland, ME, US 04101 (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 261 Commercial Street (Street and Number)
Portland, ME, US 04101 (City or Town, State, Country and Zip Code), 207-791-3300 (Area Code) (Telephone Number)

Internet Website Address WWW.MEMIC.COM

Statutory Statement Contact Eileen M Fongemie (Name), 207-791-3330 (Area Code) (Telephone Number)
efongemie@memic.com (E-mail Address), 207-791-3469 (FAX Number)

OFFICERS

President & CEO	Michael Peter Bourque	Sr Vice Pres External Affairs & Secretary	Anthony Morris Payne
Sr Vice Pres CFO & Treasurer	Daniel Joseph McGarvey		

OTHER

Catherine Flaherty Lamson, Sr Vice Pres & CAO	Gregory Grant Jamison, Sr Vice Pres Underwriting	Jeffrey David Funk, President Northeast Region
Edward Lucas Austin III, President Atlantic Region	Karl Van Siegfried, Sr Vice Pres Loss Control	Matthew Howard Harmon, Sr Vice Pres Claims
John Robert Yao, Sr Vice Pres & CIO		

DIRECTORS OR TRUSTEES

Michael Peter Bourque	Gregory William Boulos	Meredith Nancy Strang Burgess
Craig Norman Denekas	Jeanne Anderson Hulit	Hilary Ann Rapkin
Lance Avery Smith	Laurie Gagnon Lachance	Jean Patricia Wilson

State of Maine
County of Cumberland SS:

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

Michael Peter Bourque President & CEO	Daniel Joseph McGarvey Sr Vice Pres CFO & Treasurer	Anthony Morris Payne Sr Vice Pres External Affairs & Secretary

Subscribed and sworn to before me this 23rd day of February 2021

Kaila McCracken
Notary Public State of Maine
October 3, 2023

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 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	Prior Year 4 Net Admitted Assets
1.	Bonds (Schedule D)	465,084,887		465,084,887	459,812,350
2.	Stocks (Schedule D):				
	2.1 Preferred stocks			0	0
	2.2 Common stocks	419,007,460		419,007,460	403,619,202
3.	Mortgage loans on real estate (Schedule B):				
	3.1 First liens			0	0
	3.2 Other than first liens			0	0
4.	Real estate (Schedule A):				
	4.1 Properties occupied by the company (less $ encumbrances)			0	0
	4.2 Properties held for the production of income (less $ encumbrances)			0	0
	4.3 Properties held for sale (less $ encumbrances)			0	0
5.	Cash ($ 32,303,932 , Schedule E - Part 1), cash equivalents ($ 7,958,047 , Schedule E - Part 2) and short-term investments ($, Schedule DA)	40,261,979		40,261,979	9,390,013
6.	Contract loans (including $ premium notes)			0	0
7.	Derivatives (Schedule DB)			0	0
8.	Other invested assets (Schedule BA)	24,844,403		24,844,403	22,814,888
9.	Receivable for securities			0	0
10.	Securities lending reinvested collateral assets (Schedule DL)			0	0
11.	Aggregate write-ins for invested assets	0	0	0	0
12.	Subtotals, cash and invested assets (Lines 1 to 11)	949,198,729	0	949,198,729	895,636,453
13.	Title plants less $ charged off (for Title insurers only)			0	0
14.	Investment income due and accrued	3,865,056		3,865,056	4,164,009
15.	Premiums and considerations:				
	15.1 Uncollected premiums and agents' balances in the course of collection	7,077,524	1,970,680	5,106,844	4,439,043
	15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including $ earned but unbilled premiums)	53,882,340	103,720	53,778,620	51,727,666
	15.3 Accrued retrospective premiums ($) and contracts subject to redetermination ($)			0	0
16.	Reinsurance:				
	16.1 Amounts recoverable from reinsurers	3,312,999		3,312,999	1,118,472
	16.2 Funds held by or deposited with reinsured companies			0	0
	16.3 Other amounts receivable under reinsurance contracts			0	0
17.	Amounts receivable relating to uninsured plans			0	0
18.1	Current federal and foreign income tax recoverable and interest thereon	832,282		832,282	0
18.2	Net deferred tax asset	2,022,334		2,022,334	1,577,273
19.	Guaranty funds receivable or on deposit			0	0
20.	Electronic data processing equipment and software	8,553,798	1,359,649	7,194,149	6,635,663
21.	Furniture and equipment, including health care delivery assets ($)	9,160,969	9,160,969	0	0
22.	Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23.	Receivables from parent, subsidiaries and affiliates	1,220,929	247,722	973,207	7,180,579
24.	Health care ($) and other amounts receivable			0	0
25.	Aggregate write-ins for other than invested assets	4,075,696	4,075,696	0	0
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	1,043,202,656	16,918,436	1,026,284,220	972,479,158
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28.	Total (Lines 26 and 27)	1,043,202,656	16,918,436	1,026,284,220	972,479,158
	DETAILS OF WRITE-INS				
1101.					
1102.					
1103.					
1198.	Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199.	Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0	0	0
2501.	Prepaids and other assets	4,075,696	4,075,696	0	0
2502.					
2503.					
2598.	Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599.	Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	4,075,696	4,075,696	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Year	2 Prior Year
1.	Losses (Part 2A, Line 35, Column 8)	375,440,384	347,833,679
2.	Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	0	0
3.	Loss adjustment expenses (Part 2A, Line 35, Column 9)	39,350,099	35,772,576
4.	Commissions payable, contingent commissions and other similar charges	9,835,718	6,540,484
5.	Other expenses (excluding taxes, licenses and fees)	30,124,970	29,158,476
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	1,321,835	1,423,844
7.1	Current federal and foreign income taxes (including $ .... on realized capital gains (losses))		81,256
7.2	Net deferred tax liability		
8.	Borrowed money $ .... and interest thereon $		
9.	Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of $ 1,232,665 and including warranty reserves of $ .... and accrued accident and health experience rating refunds including $ 0 for medical loss ratio rebate per the Public Health Service Act)	78,555,020	77,267,335
10.	Advance premium	1,250,382	1,489,089
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)	1,002,890	1,169,988
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)	0	0
14.	Amounts withheld or retained by company for account of others	1,523,184	1,677,737
15.	Remittances and items not allocated		
16.	Provision for reinsurance (including $ 0 certified) (Schedule F, Part 3, Column 78)	0	0
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates		
20.	Derivatives	0	0
21.	Payable for securities		
22.	Payable for securities lending		
23.	Liability for amounts held under uninsured plans		
24.	Capital notes $ .... and interest thereon $		
25.	Aggregate write-ins for liabilities	134,304	113,904
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25)	538,538,786	502,528,368
27.	Protected cell liabilities		
28.	Total liabilities (Lines 26 and 27)	538,538,786	502,528,368
29.	Aggregate write-ins for special surplus funds	0	0
30.	Common capital stock		
31.	Preferred capital stock		
32.	Aggregate write-ins for other than special surplus funds	96,614	203,946
33.	Surplus notes	0	0
34.	Gross paid in and contributed surplus	3,118,063	3,180,808
35.	Unassigned funds (surplus)	484,530,757	466,566,036
36.	Less treasury stock, at cost:		
	36.1 .... shares common (value included in Line 30 $ ....)		
	36.2 .... shares preferred (value included in Line 31 $ ....)		
37.	Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	487,745,434	469,950,790
38.	TOTALS (Page 2, Line 28, Col. 3)	1,026,284,220	972,479,158
	DETAILS OF WRITE-INS		
2501.	Provision for losses of subsidiary	134,304	113,904
2502.			
2503.			
2598.	Summary of remaining write-ins for Line 25 from overflow page	0	0
2599.	Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	134,304	113,904
2901.			
2902.			
2903.			
2998.	Summary of remaining write-ins for Line 29 from overflow page	0	0
2999.	Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above)	0	0
3201.	Deferred unrealized gains on bonds transferred to subsidiaries	96,614	203,946
3202.			
3203.			
3298.	Summary of remaining write-ins for Line 32 from overflow page	0	0
3299.	Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above)	96,614	203,946

STATEMENT OF INCOME

		1 Current Year	2 Prior Year
	UNDERWRITING INCOME		
1.	Premiums earned (Part 1, Line 35, Column 4)	162,615,771	162,857,359
	DEDUCTIONS:		
2.	Losses incurred (Part 2, Line 35, Column 7)	110,919,152	116,997,887
3.	Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	22,463,564	21,193,145
4.	Other underwriting expenses incurred (Part 3, Line 25, Column 2)	41,822,888	35,625,687
5.	Aggregate write-ins for underwriting deductions	0	0
6.	Total underwriting deductions (Lines 2 through 5)	175,205,604	173,816,719
7.	Net income of protected cells		
8.	Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(12,589,833)	(10,959,360)
	INVESTMENT INCOME		
9.	Net investment income earned (Exhibit of Net Investment Income, Line 17)	17,304,323	19,435,735
10.	Net realized capital gains or (losses) less capital gains tax of $ 2,903,390 (Exhibit of Capital Gains (Losses))	10,962,424	10,622,573
11.	Net investment gain (loss) (Lines 9 + 10)	28,266,747	30,058,308
	OTHER INCOME		
12.	Net gain (loss) from agents' or premium balances charged off (amount recovered $ 28,395 amount charged off $ 257,950)	(229,555)	(52,102)
13.	Finance and service charges not included in premiums	160,350	173,822
14.	Aggregate write-ins for miscellaneous income	0	0
15.	Total other income (Lines 12 through 14)	(69,205)	121,720
16.	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	15,607,709	19,220,668
17.	Dividends to policyholders	17,000,000	22,001,417
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)	(1,392,291)	(2,780,749)
19.	Federal and foreign income taxes incurred	(1,424,594)	(4,355,215)
20.	Net income (Line 18 minus Line 19)(to Line 22)	32,303	1,574,466
	CAPITAL AND SURPLUS ACCOUNT		
21.	Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	469,950,790	423,730,094
22.	Net income (from Line 20)	32,303	1,574,466
23.	Net transfers (to) from Protected Cell accounts		
24.	Change in net unrealized capital gains or (losses) less capital gains tax of $ 882,649	14,752,553	47,368,073
25.	Change in net unrealized foreign exchange capital gain (loss)		
26.	Change in net deferred income tax	1,307,310	(1,090,275)
27.	Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	1,872,555	(1,211,788)
28.	Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	0	0
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	(62,745)	0
	33.2 Transferred to capital (Stock Dividend)		
	33.3 Transferred from capital		
34.	Net remittances from or (to) Home Office		
35.	Dividends to stockholders		
36.	Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)	0	0
37.	Aggregate write-ins for gains and losses in surplus	(107,332)	(419,780)
38.	Change in surplus as regards policyholders for the year (Lines 22 through 37)	17,794,644	46,220,696
39.	Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	487,745,434	469,950,790
	DETAILS OF WRITE-INS		
0501.			
0502.			
0503.			
0598.	Summary of remaining write-ins for Line 5 from overflow page	0	0
0599.	Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above)	0	0
1401.	Other expense	0	0
1402.			
1403.			
1498.	Summary of remaining write-ins for Line 14 from overflow page	0	0
1499.	Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above)	0	0
3701.	Deferred unrealized gains on bonds transferred to subsidiaries	(107,332)	(419,780)
3702.			
3703.			
3798.	Summary of remaining write-ins for Line 37 from overflow page	0	0
3799.	Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above)	(107,332)	(419,780)

CASH FLOW

		1 Current Year	2 Prior Year
	Cash from Operations		
1.	Premiums collected net of reinsurance	161,486,400	162,636,264
2.	Net investment income	19,881,055	21,074,515
3.	Miscellaneous income	(69,205)	121,720
4.	Total (Lines 1 through 3)	181,298,250	183,832,499
5.	Benefit and loss related payments	85,506,973	106,978,188
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7.	Commissions, expenses paid and aggregate write-ins for deductions	56,914,112	50,616,391
8.	Dividends paid to policyholders	17,000,000	22,001,417
9.	Federal and foreign income taxes paid (recovered) net of $ 2,903,390 tax on capital gains (losses)	2,392,334	(1,300,906)
10.	Total (Lines 5 through 9)	161,813,419	178,295,090
11.	Net cash from operations (Line 4 minus Line 10)	19,484,831	5,537,409
	Cash from Investments		
12.	Proceeds from investments sold, matured or repaid:		
	12.1 Bonds	107,178,563	113,195,634
	12.2 Stocks	50,118,526	52,393,989
	12.3 Mortgage loans	0	0
	12.4 Real estate	0	0
	12.5 Other invested assets	0	0
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0
	12.7 Miscellaneous proceeds	0	0
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	157,297,089	165,589,623
13.	Cost of investments acquired (long-term only):		
	13.1 Bonds	113,183,425	131,635,678
	13.2 Stocks	38,092,980	34,913,578
	13.3 Mortgage loans	0	0
	13.4 Real estate	0	0
	13.5 Other invested assets	1,230,185	2,235,072
	13.6 Miscellaneous applications	0	0
	13.7 Total investments acquired (Lines 13.1 to 13.6)	152,506,590	168,784,328
14.	Net increase (decrease) in contract loans and premium notes	0	0
15.	Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	4,790,499	(3,194,705)
	Cash from Financing and Miscellaneous Sources		
16.	Cash provided (applied):		
	16.1 Surplus notes, capital notes	0	0
	16.2 Capital and paid in surplus, less treasury stock	0	3,000,000
	16.3 Borrowed funds	0	0
	16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
	16.5 Dividends to stockholders	0	0
	16.6 Other cash provided (applied)	6,596,636	(5,883,019)
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	6,596,636	(2,883,019)
	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)	30,871,966	(540,315)
19.	Cash, cash equivalents and short-term investments:		
	19.1 Beginning of year	9,390,013	9,930,328
	19.2 End of period (Line 18 plus Line 19.1)	40,261,979	9,390,013

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

	Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	0	0	0	0
2.	Allied lines	0	0	0	0
3.	Farmowners multiple peril	0	0	0	0
4.	Homeowners multiple peril	0	0	0	0
5.	Commercial multiple peril	0	0	0	0
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	0	0	0	0
10.	Financial guaranty	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0
12.	Earthquake	0	0	0	0
13.	Group accident and health	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0
15.	Other accident and health	0	0	0	0
16.	Workers' compensation	163,431,874	77,049,977	78,337,491	162,144,360
17.1	Other liability - occurrence	80	223	44	259
17.2	Other liability - claims-made	471,502	217,135	217,485	471,152
17.3	Excess workers' compensation	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0
19.1, 19.2	Private passenger auto liability	0	0	0	0
19.3, 19.4	Commercial auto liability	0	0	0	0
21.	Auto physical damage	0	0	0	0
22.	Aircraft (all perils)	0	0	0	0
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	0	0	0	0
27.	Boiler and machinery	0	0	0	0
28.	Credit	0	0	0	0
29.	International	0	0	0	0
30.	Warranty	0	0	0	0
31.	Reinsurance - nonproportional assumed property	0	0	0	0
32.	Reinsurance - nonproportional assumed liability	0	0	0	0
33.	Reinsurance - nonproportional assumed financial lines	0	0	0	0
34.	Aggregate write-ins for other lines of business	0	0	0	0
35.	TOTALS	163,903,456	77,267,335	78,555,020	162,615,771
	DETAILS OF WRITE-INS				
3401.					
3402.					
3403.					
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

	Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire					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	78,337,491				78,337,491
17.1	Other liability - occurrence	44				44
17.2	Other liability - claims-made	217,485				217,485
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	78,555,020	0	0	0	78,555,020
36.	Accrued retrospective premiums based on experience					
37.	Earned but unbilled premiums					
38.	Balance (Sum of Line 35 through 37)					78,555,020
	DETAILS OF WRITE-INS					
3401.						
3402.						
3403.						
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	0	0	0	0	0

(a) State here basis of computation used in each case Monthly Pro Rata

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

	Line of Business	1 Direct Business (a)	Reinsurance Assumed 2 From Affiliates	3 From Non-Affiliates	Reinsurance Ceded 4 To Affiliates	5 To Non-Affiliates	6 Net Premiums Written Cols. 1+2+3-4-5
1.	Fire	0					0
2.	Allied lines	0					0
3.	Farmowners multiple peril	0					0
4.	Homeowners multiple peril	0					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
11.2	Medical professional liability - claims-made						0
12.	Earthquake	0					0
13.	Group accident and health	0					0
14.	Credit accident and health (group and individual)	0					0
15.	Other accident and health	0					0
16.	Workers' compensation	165,741,751		696,028		3,005,905	163,431,874
17.1	Other liability - occurrence	535				455	80
17.2	Other liability - claims-made	3,143,349				2,671,847	471,502
17.3	Excess workers' compensation	0					0
18.1	Products liability - occurrence						0
18.2	Products liability - claims-made						0
19.1, 19.2	Private passenger auto liability	0					0
19.3, 19.4	Commercial auto liability	0					0
21.	Auto physical damage	0					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
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	168,885,635	0	696,028	0	5,678,207	163,903,456
	DETAILS OF WRITE-INS						
3401.							
3402.							
3403.							
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0
3499.	Totals (Lines 3401 thru 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 $

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

		Losses Paid Less Salvage				5	6	7	8
		1	2	3	4				Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	Line of Business	Direct Business	Reinsurance Assumed	Reinsurance Recovered	Net Payments (Cols. 1 + 2 -3)	Net Losses Unpaid Current Year (Part 2A , Col. 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Cols. 4 + 5 - 6)	
1.	Fire	0			0	0	0	0	0.0
2.	Allied lines	0			0	0	0	0	0.0
3.	Farmowners multiple peril	0			0	0	0	0	0.0
4.	Homeowners multiple peril	0			0	0	0	0	0.0
5.	Commercial multiple peril	0			0	0	0	0	0.0
6.	Mortgage guaranty	0			0	0	0	0	0.0
8.	Ocean marine	0			0	0	0	0	0.0
9.	Inland marine	0			0	0	0	0	0.0
10.	Financial guaranty	0			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	0.0
13.	Group accident and health	0			0	0	0	0	0.0
14.	Credit accident and health (group and individual)	0			0	0	0	0	0.0
15.	Other accident and health	0			0	0	0	0	0.0
16.	Workers' compensation	91,819,135	489,770	9,105,109	83,203,796	375,122,776	347,001,638	111,324,934	68.7
17.1	Other liability - occurrence	0			0	0	0	0	0.0
17.2	Other liability - claims-made	724,342		615,691	108,651	317,608	832,041	(405,782)	(86.1)
17.3	Excess workers' compensation	0			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	0			0	0	0	0	0.0
19.3, 19.4	Commercial auto liability	0			0	0	0	0	0.0
21.	Auto physical damage	0			0	0	0	0	0.0
22.	Aircraft (all perils)	0			0	0	0	0	0.0
23.	Fidelity	0			0	0	0	0	0.0
24.	Surety	0			0	0	0	0	0.0
26.	Burglary and theft	0			0	0	0	0	0.0
27.	Boiler and machinery	0			0	0	0	0	0.0
28.	Credit	0			0	0	0	0	0.0
29.	International	0			0	0	0	0	0.0
30.	Warranty	0			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	92,543,477	489,770	9,720,800	83,312,447	375,440,384	347,833,679	110,919,152	68.2
	DETAILS OF WRITE-INS								
3401.									
3402.									
3403.									
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	
3499.	Totals (Lines 3401 thru 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

		Reported Losses				Incurred But Not Reported			8	9
		1	2	3	4	5	6	7		
	Line of Business	Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable	Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	Net Unpaid Loss Adjustment Expenses
1.	Fire				0				0	
2.	Allied lines				0				0	
3.	Farmowners multiple peril				0				0	
4.	Homeowners multiple peril				0				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	97,923,111	850,037	3,612,792	95,160,356	279,232,180	730,240		375,122,776	39,350,099
17.1	Other liability - occurrence				0				0	
17.2	Other liability - claims-made	377,254		320,666	56,588	1,441,027		1,180,007	317,608	
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				0				0	
19.3, 19.4	Commercial auto liability				0				0	
21.	Auto physical damage				0				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	98,300,365	850,037	3,933,458	95,216,944	280,673,207	730,240	1,180,007	375,440,384	39,350,099
	DETAILS OF WRITE-INS									
3401.										
3402.										
3403.										
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 thru 3403 plus 3498)(Line 34 above)	0	0	0	0	0	0	0	0	0

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	7,597,101			7,597,101
1.2 Reinsurance assumed	1,745			1,745
1.3 Reinsurance ceded	10,247			10,247
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	7,588,599	0	0	7,588,599
2. Commission and brokerage:				
2.1 Direct excluding contingent		8,845,646		8,845,646
2.2 Reinsurance assumed, excluding contingent		(350,071)		(350,071)
2.3 Reinsurance ceded, excluding contingent				0
2.4 Contingent - direct		7,868,263		7,868,263
2.5 Contingent - reinsurance assumed				0
2.6 Contingent - reinsurance ceded				0
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	16,363,838	0	16,363,838
3. Allowances to managers and agents				0
4. Advertising	107,666	524,518		632,184
5. Boards, bureaus and associations	8,194	953,953		962,147
6. Surveys and underwriting reports	1,004			1,004
7. Audit of assureds' records		373,961		373,961
8. Salary and related items:				
8.1 Salaries	7,385,283	9,557,677	67,847	17,010,807
8.2 Payroll taxes	543,776	691,788	4,392	1,239,956
9. Employee relations and welfare	2,379,515	3,471,584	62,200	5,913,299
10. Insurance	61,865	119,131	1,320	182,316
11. Directors' fees	113,370	132,068	23,151	268,589
12. Travel and travel items	82,694	354,538	2,400	439,632
13. Rent and rent items	665,622	648,557	604	1,314,783
14. Equipment	1,377,405	1,630,153	10,040	3,017,598
15. Cost or depreciation of EDP equipment and software	218,056	144,264	342	362,662
16. Printing and stationery	42,896	53,579	364	96,839
17. Postage, telephone and telegraph, exchange and express	362,040	454,950	2,224	819,214
18. Legal and auditing	100,648	183,141	1,065,341	1,349,130
19. Totals (Lines 3 to 18)	13,450,034	19,293,862	1,240,225	33,984,121
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of $		3,004,801		3,004,801
20.2 Insurance department licenses and fees	19,377	1,169,123	1,208	1,189,708
20.3 Gross guaranty association assessments		(28,589)		(28,589)
20.4 All other (excluding federal and foreign income and real estate)	43,136	143,189	226	186,551
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	62,513	4,288,524	1,434	4,352,471
21. Real estate expenses				0
22. Real estate taxes				0
23. Reimbursements by uninsured plans				0
24. Aggregate write-ins for miscellaneous expenses	1,362,418	1,876,664	55,773	3,294,855
25. Total expenses incurred	22,463,564	41,822,888	1,297,432	(a) 65,583,884
26. Less unpaid expenses - current year	39,350,099	41,416,827		80,766,926
27. Add unpaid expenses - prior year	35,772,576	37,236,709	0	73,009,285
28. Amounts receivable relating to uninsured plans, prior year	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	18,886,041	37,642,770	1,297,432	57,826,243
DETAILS OF WRITE-INS				
2401. Outside services and other expenses	1,362,418	1,876,664	55,773	3,294,855
2402.				
2403.				
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)	1,362,418	1,876,664	55,773	3,294,855

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

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. Government bonds	(a) 658,007	627,819
1.1	Bonds exempt from U.S. tax	(a) 3,607,983	3,362,033
1.2	Other bonds (unaffiliated)	(a) 10,289,404	10,306,038
1.3	Bonds of affiliates	(a)	
2.1	Preferred stocks (unaffiliated)	(b)	
2.11	Preferred stocks of affiliates	(b)	
2.2	Common stocks (unaffiliated)	4,176,807	4,143,018
2.21	Common stocks of affiliates		
3.	Mortgage loans	(c)	
4.	Real estate	(d)	
5	Contract loans		
6	Cash, cash equivalents and short-term investments	(e) 44,788	39,123
7	Derivative instruments	(f)	
8.	Other invested assets	19,271	19,271
9.	Aggregate write-ins for investment income	104,453	104,453
10.	Total gross investment income	18,900,713	18,601,755
11.	Investment expenses		(g) 1,295,998
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) 1,434
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i)
15.	Aggregate write-ins for deductions from investment income		0
16.	Total deductions (Lines 11 through 15)		1,297,432
17.	Net investment income (Line 10 minus Line 16)		17,304,323
	DETAILS OF WRITE-INS		
0901.	Deferred bonds transferred	104,401	104,401
0902.	Other investment income	52	52
0903.			
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	104,453	104,453
1501.			
1502.			
1503.			
1598.	Summary of remaining write-ins for Line 15 from overflow page		0
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)		0

(a) Includes $ 237,638 accrual of discount less $ 2,619,837 amortization of premium and less $ 171,747 paid for accrued interest on purchases.

(b) Includes $ ______ accrual of discount less $ ______ amortization of premium and less $ ______ paid for accrued dividends on purchases.

(c) Includes $ ______ accrual of discount less $ ______ amortization of premium and less $ ______ paid for accrued interest on purchases.

(d) Includes $ ______ for company's occupancy of its own buildings; and excludes $ ______ interest on encumbrances.

(e) Includes $ ______ accrual of discount less $ ______ amortization of premium and less $ ______ paid for accrued interest on purchases.

(f) Includes $ ______ accrual of discount less $ ______ amortization of premium.

(g) Includes $ ______ investment expenses and $ ______ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.

(h) Includes $ ______ interest on surplus notes and $ ______ interest on capital notes.

(i) Includes $ ______ depreciation on real estate and $ ______ 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	221,926	0	221,926	0	0
1.1	Bonds exempt from U.S. tax	706,443	0	706,443	0	0
1.2	Other bonds (unaffiliated)	759,302	0	759,302	(37,796)	0
1.3	Bonds of affiliates	0	0	0	0	0
2.1	Preferred stocks (unaffiliated)	0	0	0	0	0
2.11	Preferred stocks of affiliates	0	0	0	0	0
2.2	Common stocks (unaffiliated)	12,175,212	0	12,175,212	4,726,938	0
2.21	Common stocks of affiliates	0	0	0	10,146,750	0
3.	Mortgage loans		0	0	0	0
4.	Real estate		0	0		0
5.	Contract loans			0		
6.	Cash, cash equivalents and short-term investments			0		
7.	Derivative instruments			0		
8.	Other invested assets		0	0	799,309	0
9.	Aggregate write-ins for capital gains (losses)	2,931	0	2,931	0	0
10.	Total capital gains (losses)	13,865,814	0	13,865,814	15,635,201	0
	DETAILS OF WRITE-INS					
0901.	Deferred gain on bonds transferred to subsidiaries	2,931		2,931		
0902.						
0903.						
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	2,931	0	2,931	0	0

EXHIBIT OF NON-ADMITTED ASSETS

		1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1.	Bonds (Schedule D)		0	0
2.	Stocks (Schedule D):			
	2.1 Preferred stocks		0	0
	2.2 Common stocks		0	0
3.	Mortgage loans on real estate (Schedule B):			
	3.1 First liens		0	0
	3.2 Other than first liens		0	0
4.	Real estate (Schedule A):			
	4.1 Properties occupied by the company		0	0
	4.2 Properties held for the production of income		0	0
	4.3 Properties held for sale		0	0
5.	Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)		0	0
6.	Contract loans		0	0
7.	Derivatives (Schedule DB)		0	0
8.	Other invested assets (Schedule BA)		0	0
9.	Receivables for securities		0	0
10.	Securities lending reinvested collateral assets (Schedule DL)		0	0
11.	Aggregate write-ins for invested assets	0	0	0
12.	Subtotals, cash and invested assets (Lines 1 to 11)	0	0	0
13.	Title plants (for Title insurers only)		0	0
14.	Investment income due and accrued		0	0
15.	Premiums and considerations:			
	15.1 Uncollected premiums and agents' balances in the course of collection	1,970,680	2,642,811	672,131
	15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	103,720	139,095	35,375
	15.3 Accrued retrospective premiums and contracts subject to redetermination		0	0
16.	Reinsurance:			
	16.1 Amounts recoverable from reinsurers		0	0
	16.2 Funds held by or deposited with reinsured companies		0	0
	16.3 Other amounts receivable under reinsurance contracts		0	0
17.	Amounts receivable relating to uninsured plans		0	0
18.1	Current federal and foreign income tax recoverable and interest thereon		0	0
18.2	Net deferred tax asset		0	0
19.	Guaranty funds receivable or on deposit		0	0
20.	Electronic data processing equipment and software	1,359,649	1,846,105	486,456
21.	Furniture and equipment, including health care delivery assets	9,160,969	9,262,230	101,261
22.	Net adjustment in assets and liabilities due to foreign exchange rates		0	0
23.	Receivables from parent, subsidiaries and affiliates	247,722	415,431	167,709
24.	Health care and other amounts receivable		0	0
25.	Aggregate write-ins for other than invested assets	4,075,696	4,485,319	409,623
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	16,918,436	18,790,991	1,872,555
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts		0	0
28.	Total (Lines 26 and 27)	16,918,436	18,790,991	1,872,555
	DETAILS OF WRITE-INS			
1101.				
1102.				
1103.				
1198.	Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199.	Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0	0
2501.	Prepaids and other assets	4,075,696	4,485,319	409,623
2502.				
2503.				
2598.	Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599.	Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	4,075,696	4,485,319	409,623

NOTES TO FINANCIAL STATEMENTS

NOTE 1 Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices, Impact of NAIC/State Differences

The accompanying financial statements of Maine Employers' Mutual Insurance Company (Company) have been prepared on the basis of accounting practices prescribed or permitted by the Maine Bureau of Insurance.

The State of Maine requires insurance companies domiciled in the State of Maine to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual subject to any deviations prescribed or permitted by the Maine Bureau of Insurance. The Maine Bureau of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Maine for determining and reporting the financial condition and results of operations of an insurance company, and for determining its solvency under Maine Insurance Law. The NAIC Accounting Practices and Procedures Manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Maine. There are no differences between the Company's net income, capital and surplus as recognized under NAIC SAP and the practices prescribed and permitted by the State of Maine.

	SSAP #	F/S Page	F/S Line #		2020		2019
NET INCOME							
(1) State basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	$	32,303	$	1,574,466
(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	$	32,303	$	1,574,466
SURPLUS							
(5) State basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	$	487,745,434	$	469,950,790
(6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP:							
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP:							
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	$	487,745,434	$	469,950,790

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

The preparation of financial statements requires management to make estimates and assumptions that affect the amounts reported in these financial statements and notes. Actual results could differ from these estimates.

C. Accounting Policy

Direct and assumed premiums are earned on a monthly pro rata basis over the in-force period and ceded premiums are written and earned concurrently for the workers' compensation line of business. Ceded premiums for employment practices liability insurance are earned on a monthly pro rata basis over the inforce period. Accordingly, unearned premium reserves are established for the pro rata portion of direct and assumed premiums written for workers' compensation and employment practices liability insurance direct and ceded premium, which are applicable to the unexpired terms of the policies inforce, net of reinsurance. Premium adjustments resulting from retrospective rating plans and/or audits are immediately recorded as written and earned premiums once such amounts can be reasonably estimated. When the anticipated losses, loss adjustment expenses, commissions, and other acquisition and maintenance costs exceed the recorded unearned premium reserve, and any future installment premiums on existing policies, a premium deficiency reserve is recognized by recording an additional liability for the deficiency, with a corresponding charge to operations.

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

Net investment income earned consists primarily of interest and dividends less investment related expenses. Interest is recognized on an accrual basis and dividends are recognized on an ex-dividend basis. Net realized capital gains (losses) are recognized on a specific identification basis when securities are sold, redeemed or otherwise disposed. Realized capital losses may also include writedowns for impairments considered to be other than temporary.

In addition, the Company uses the following accounting policies:

1 Short-term investments are stated at amortized value using the interest method. Non-investment grade short-term investments are stated at the lower of amortized value or fair value.

2 Investment grade non-loan backed bonds with NAIC designations 1 or 2 are stated at amortized value using the interest method. Non-investment grade non-loan-backed bonds with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value. See paragraph 6 for loan-backed and structured securities.

3 Common stocks, including Federal Home Loan Bank (FHLB) common stock, but excluding investments in stocks of subsidiaries and affiliates, are stated at fair value.

4 The Company does not currently hold any investment grade redeemable or perpetual preferred stocks or any non-investment grade preferred stocks.

5 The Company does not have any mortgage loans on real estate.

6 U.S. government agency mortgage-backed securities are valued at amortized value. Other mortgage-backed securities, modeled by an NAIC vendor, are valued at either amortized value or fair value, depending on the relationship of amortized value to the values generated by the modeling vendor. All other loan-backed and structured securities are valued based upon their credit rating; investment grade securities with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value. The retrospective adjustment method is used to value all securities except for interest only securities or securities where the yield had become negative, those are valued using the prospective method.

7 The Company does not have any investments in subsidiaries or controlled and affiliated companies.

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

9 The Company does not currently participate in any derivative transactions.

10 The Company anticipates investment income as a factor in the premium deficiency evaluation.

11 Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amounts are adequate, the ultimate liabilities may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed and any adjustments are reflected in the period determined.

12 The Company has a written capitalization policy for prepaid expenses and purchases of items such as electronic data processing equipment, software, furniture, other equipment, and leasehold improvements. Data processing equipment, operating system software, and non-operating system software, with a useful life of greater than one year and in excess of $3,000 per item including tax, shipping, and installation are capitalized and depreciated over their useful life. Maintenance contracts, computer licenses, and other miscellaneous amounts paid in advance and in excess of $10,000 are considered prepaid expenses and amortized over the specific contract terms.

13 Not applicable as the Company does not write major medical insurance with prescription drug coverage.

NOTES TO FINANCIAL STATEMENTS

D. Going Concern

Management did not note any specific conditions beyond those factors inherent in insurance, such as investment management, underwriting and claims management, that raised any doubt about the Company's ability to continue as a going concern. Management believes the Company is in a position to meet future obligations as they come due. The Company maintains a high-quality fixed income portfolio, adequate reinsurance retention and consistent underwriting and claims management practices. Based upon its evaluation of relevant conditions and events, management does not have substantial doubt about the Company's ability to continue as a going concern.

In March 2020, the World Health Organization declared a pandemic related to the rapidly spreading coronavirus (COVID-19) outbreak, which has led to a global health emergency. The Company's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and its impact on the Company, its policyholders, employees and vendors. As such, COVID-19 could have a material adverse effect on the Company's financial position in the future including impact on future premiums, compensability of claims and/or fair value of the Company's investments. MEMIC continues to monitor the impact from COVID-19 on premium, anticipated premium audits in 2021 and claims. COVID-19 has resulted a reduction in payroll for a number of businesses who voluntarily or involuntarily have closed in Maine where MEMIC writes a majority of its business. During 2020, MEMIC had a significant decrease in claim frequency, in part, attributed to COVID-19 and Maine's success in managing outbreaks when compared to the rest of the United States. Through December 31, 2020, direct written premium remained stable for MEMIC when compared to December 31, 2019. MEMIC continues to monitor assumptions around compensability of claims and extended benefits should pending or future legislation at a state level ultimately determine an expansion in the definition of work related injuries. The ultimate duration and impact of the COVID-19 outbreak on the Company's financial position cannot be reasonably estimated at this time.

NOTE 2 Accounting Changes and Corrections of Errors

Not applicable

NOTE 3 Business Combinations and Goodwill

A. Statutory Purchase Method

Not applicable

B. Statutory Merger

Not applicable

C. Writedowns for Impairment of Investments in Affiliates

Not applicable (see Note 10J)

NOTE 4 Discontinued Operations

Not applicable

NOTE 5 Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

Not applicable

B. Debt Restructuring

Not applicable

C. Reverse Mortgages

Not applicable

D. Loan-Backed Securities

(1) Prepayment assumptions for loan-backed and structured securities were obtained from broker dealer survey values or internal estimates.

(2) The following table summarizes, by quarter, other-than-temporary impairments (OTTI) for loan-backed securities recorded during the year because the Company had either the intent to sell the securities or the inability or lack of intent to retain as cited:

	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	$ -	$ -	$ -
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	$ -	$ -	$ -
c. Total 1st Quarter	$ -	$ -	$ -
OTTI recognized 2nd Quarter			
d. Intent to sell			$ -
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			$ -
f. Total 2nd Quarter	$ -	$ -	$ -
OTTI recognized 3rd Quarter			
g. Intent to sell			$ -
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			$ -
i. Total 3rd Quarter	$ -	$ -	$ -
OTTI recognized 4th Quarter			
j. Intent to sell			$ -
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			$ -
l. Total 4th Quarter	$ -	$ -	$ -
m. Annual Aggregate Total		$ -	

NOTES TO FINANCIAL STATEMENTS

(3) The following table summarizes OTTI for loan-backed and structured securities held as of year-end recorded based on the fact that the present value of projected cash flows expected to be collected was less than the amortized cost of the securities. There was no OTTI recorded during 2020 on loan backed or structured securities:

1	2	3	4	5	6	7
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
	$ -	$ -	$ -	$ -	$ -	
Total	XXX	XXX	$ -	XXX	XXX	XXX

(4) Loan-backed and structured securities in unrealized loss positions as of December 31, 2020, stratified based on length of time continuously in these unrealized loss positions, were as follows:

a) The aggregate amount of unrealized losses:	
1. Less than 12 Months	$ 140,349
2. 12 Months or Longer	$ 120,286
b) The aggregate related fair value of securities with unrealized losses:	
1. Less than 12 Months	$ 5,844,778
2. 12 Months or Longer	$ 14,363,320

(5) All loan-backed and structured securities in an unrealized loss position were reviewed to determine whether OTTI should be recognized. The Company asserts that it has the intent and ability to hold these securities long enough to allow the cost basis of these securities to be recovered. These conclusions are supported by a detailed analysis of the underlying credit and cash flows of each security. Unrealized losses are primarily attributable to credit spread widening and increased liquidity discounts. It is possible that the Company could recognize OTTI in the future on some of the securities, if future events, information, and the passage of time cause it to conclude that declines in value are other-than temporary.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

Not applicable

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable

H. Repurchase Agreements Transactions Accounted for as a Sale

Not applicable

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

Not applicable

J. Real Estate

Not applicable

K. Low Income Housing Tax Credits (LIHTC)

Not applicable

L. Restricted Assets

1. Restricted Assets (Including Pledged)

	Gross (Admitted & Nonadmitted) Restricted						
	Current Year					6	7
	1	2	3	4	5		
Restricted Asset Category	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)
a. Subject to contractual obligation for which liability is not shown					$ -	$ -	$ -
b. Collateral held under security lending agreements					$ -	$ -	$ -
c. Subject to repurchase agreements					$ -	$ -	$ -
d. Subject to reverse repurchase agreements					$ -	$ -	$ -
e. Subject to dollar repurchase agreements					$ -	$ -	$ -
f. Subject to dollar reverse repurchase agreements					$ -	$ -	$ -
g. Placed under option contracts					$ -	$ -	$ -
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock					$ -	$ -	$ -
i. FHLB capital stock	$ 295,300	$ -	$ -	$ -	$ 295,300	$ 292,100	$ 3,200
j. On deposit with states	$ 3,908,868	$ -	$ -	$ -	$ 3,908,868	$ 2,983,170	$ 925,698
k. On deposit with other regulatory bodies	$ 713,771	$ -	$ -	$ -	$ 713,771	$ 727,770	$ (13,999)
l. Pledged collateral to FHLB (including assets backing funding agreements)					$ -	$ -	$ -
m. Pledged as collateral not captured in other categories					$ -	$ -	$ -
n. Other restricted assets					$ -	$ -	$ -
o. Total Restricted Assets	$ 4,917,939	$ -	$ -	$ -	$ 4,917,939	$ 4,003,040	$ 914,899

(a) Subset of Column 1

(b) Subset of Column 3

NOTES TO FINANCIAL STATEMENTS

	Current Year			
	8	9	Percentage	
Restricted Asset Category	Total Non-admitted Restricted	Total Admitted Restricted (5 minus 8)	10 Gross (Admitted & Non-admitted) Restricted to Total Assets (c)	11 Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown		$ -	0.000%	0.000%
b. Collateral held under security lending agreements		$ -	0.000%	0.000%
c. Subject to repurchase agreements		$ -	0.000%	0.000%
d. Subject to reverse repurchase agreements		$ -	0.000%	0.000%
e. Subject to dollar repurchase agreements		$ -	0.000%	0.000%
f. Subject to dollar reverse repurchase agreements		$ -	0.000%	0.000%
g. Placed under option contracts		$ -	0.000%	0.000%
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock		$ -	0.000%	0.000%
i. FHLB capital stock	$ -	$ 295,300	0.028%	0.029%
j. On deposit with states	$ -	$ 3,908,868	0.375%	0.381%
k. On deposit with other regulatory bodies	$ -	$ 713,771	0.068%	0.070%
l. Pledged collateral to FHLB (including assets backing funding agreements)		$ -	0.000%	0.000%
m. Pledged as collateral not captured in other categories		$ -	0.000%	0.000%
n. Other restricted assets		$ -	0.000%	0.000%
o. Total Restricted Assets	$ -	$ 4,917,939	0.471%	0.479%

(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 (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

   Not applicable

3. Detail of Other Restricted Assets (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

   Not applicable

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

Collateral Assets	1 Book/Adjusted Carrying Value (BACV)	2 Fair Value	3 % of BACV to Total Assets (Admitted and Nonadmitted)*	4 % of BACV to Total Admitted Assets **
General Account:				
a. Cash, Cash Equivalents and Short-Term Investments			0.000%	0.000%
b. Schedule D, Part 1	$ 4,622,639	$ 5,036,584	0.443%	0.450%
c. Schedule D, Part 2, Section 1			0.000%	0.000%
d. Schedule D, Part 2, Section 2	$ 295,300	$ 295,300	0.028%	0.029%
e. Schedule B			0.000%	0.000%
f. Schedule A			0.000%	0.000%
g. Schedule BA, Part 1			0.000%	0.000%
h. Schedule DL, Part 1			0.000%	0.000%
i. Other			0.000%	0.000%
j. Total Collateral Assets (a+b+c+d+e+f+g+h+i)	$ 4,917,939	$ 5,331,884	0.471%	0.479%
Protected Cell:				
k. Cash, Cash Equivalents and Short-Term Investments			0.000%	0.000%
l. Schedule D, Part 1			0.000%	0.000%
m. Schedule D, Part 2, Section 1			0.000%	0.000%
m. Schedule D, Part 2, Section 2			0.000%	0.000%
o. Schedule B			0.000%	0.000%
p. Schedule A			0.000%	0.000%
q. Schedule BA, Part 1			0.000%	0.000%
r. Schedule DL, Part 1			0.000%	0.000%
s. Other			0.000%	0.000%
t. Total Collateral Assets (k+l+m+n+o+p+q+r+s)	$ -	$ -	0.000%	0.000%

* j = Column 1 divided by Asset Page, Line 26 (Column 1)
t = Column 1 divided by Asset Page, Line 27 (Column 1)
** j = Column 1 divided by Asset Page, Line 26 (Column 3)
t = Column 1 divided by Asset Page, Line 27 (Column 3)

	1 Amount	2 % of Liability to Total Liabilities *
k. Recognized Obligation to Return Collateral Asset		0.000%
v. Recognized Obligation to Return Collateral Asset (Protected Cell)		0.000%

* u = Column 1 divided by Liability Page, Line 26 (Column 1)
v = Column 1 divided by Liability Page, Line 27 (Column 1)

M. Working Capital Finance Investments

Not applicable

NOTES TO FINANCIAL STATEMENTS

N. Offsetting and Netting of Assets and Liabilities

Not applicable

O. 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		1		$ 1,065,367		$ 1,115,809
(2) Bonds - FV						
(3) LB&SS - AC						
(4) LB&SS - FV						
(5) Preferred Stock - AC						
(6) Preferred Stock - FV						
(7) Total (1+2+3+4+5+6)	0	1	$ -	$ 1,065,367	$ -	$ 1,115,809

AC - Amortized Cost FV - Fair Value

P. Short Sales

(1) Unsettled Short Sale Transactions (Outstanding as of Reporting Date)

Not applicable

(2) Settled Short Sale Transactions

Not applicable

Q. Prepayment Penalty and Acceleration Fees

	General Account	Protected Cell
1. Number of CUSIPs	9	0
2. Aggregate Amount of Investment Income	$ 23,795	$ -

NOTE 6 Joint Ventures, Partnerships and Limited Liability Companies

A. Detail for Those Greater than 10% of Admitted Assets

Not applicable, there are no investments in joint ventures, partnerships and limited liability companies greater than 10% of admitted assets. See Notes 1C7 and 1C8.

B. Writedowns for Impairments of Joint Ventures, Partnerships and LLCs

Not applicable

NOTE 7 Investment Income

A. Accrued Investment Income

The Company does not admit investment income due and accrued if amounts are over 90 days past due. The Company has recognized all investment income due and accrued in the financial statements. There are no circumstances that prevent recognition of investment income in the financial statements.

B. Amounts Nonadmitted

Not applicable

NOTE 8 Derivative Instruments

A. Derivatives under SSAP No. 86 - Derivatives

Not applicable

B. Derivatives under SSAP No. 108 - Derivative Hedging Variable Annuity Guarantees

Not applicable

NOTE 9 Income Taxes

A. Deferred Tax Asset/(Liability)

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

	As of End of Current Period			12/31/2019			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	$23,418,855	$ 249,277	$23,668,132	$22,506,098	$ 360,988	$22,867,086	$ 912,757	$ (111,711)	$ 801,046
(b) Statutory Valuation Allowance Adjustment			$ -	$ -	$ -	$ -	$ -	$ -	$ -
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	$23,418,855	$ 249,277	$23,668,132	$22,506,098	$ 360,988	$22,867,086	$ 912,757	$ (111,711)	$ 801,046
(d) Deferred Tax Assets Nonadmitted			$ -	$ -	$ -	$ -	$ -	$ -	$ -
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	$23,418,855	$ 249,277	$23,668,132	$22,506,098	$ 360,988	$22,867,086	$ 912,757	$ (111,711)	$ 801,046
(f) Deferred Tax Liabilities	$ 3,887,881	$17,757,917	$21,645,798	$ 4,265,937	$17,023,876	$21,289,813	$ (378,056)	$ 734,041	$ 355,985
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	$19,530,974	$ (17,508,640)	$ 2,022,334	$18,240,161	$ (16,662,888)	$ 1,577,273	$ 1,290,813	$ (845,752)	$ 445,061

NOTES TO FINANCIAL STATEMENTS

2. Admission Calculation Components

	As of End of Current Period			12/31/2019			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
Admission Calculation Components SSAP No. 101									
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	$ 1,801,534	$ 19,175	$ 1,820,709	$ -	$ -	$ -	$ 1,801,534	$ 19,175	$ 1,820,709
(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)	$ 9,401,053	$ 100,068	$ 9,501,121	$10,839,072	$ 173,854	$11,012,926	$(1,438,019)	$ (73,786)	$(1,511,805)
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	$ 9,401,053	$ 100,068	$ 9,501,121	$10,839,072	$ 173,854	$11,012,926	$(1,438,019)	$ (73,786)	$(1,511,805)
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	$71,779,344	XXX	XXX	$69,260,678	XXX	XXX	$ 2,518,666
(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.	$12,216,268	$ 130,034	$12,346,302	$11,667,026	$ 187,134	$11,854,160	$ 549,242	$ (57,100)	$ 492,142
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	$23,418,855	$ 249,277	$23,668,132	$22,506,098	$ 360,988	$22,867,086	$ 912,757	$ (111,711)	$ 801,046

3. Other Admissibility Criteria

	2020	2019
a. Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount.	732.000%	792.000%
b. Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above.	$ 478,528,951	$ 461,737,854

4. Impact of Tax Planning Strategies

	As of End of Current Period		12/31/2019		Change	
	(1) Ordinary	(2) Capital	(3) Ordinary	(4) Capital	(5) (Col. 1 - 3) Ordinary	(6) (Col. 2 - 4) Capital
(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.						
1. Adjusted Gross DTAs amount from Note 9A1(c)	$ 23,418,855	$ 249,277	$ 22,506,098	$ 360,988	$ 912,757	$ (111,711)
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	$ 23,418,855	$ 249,277	$ 22,506,098	$ 360,988	$ 912,757	$ (111,711)
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%

b. Do the Company‘s tax-planning strategies include the use of reinsurance? Yes [ ] No [X]

B. Deferred Tax Liabilities Not Recognized

Not applicable

NOTES TO FINANCIAL STATEMENTS

C. Current and Deferred Income Taxes

	(1) As of End of Current Period	(2) 12/31/2019	(3) (Col. 1 - 2) Change
1. Current Income Tax			
(a) Federal	$ (1,235,175)	$ (2,403,456)	$ 1,168,281
(b) Provision to return	$ (189,419)	$ (1,935,669)	$ 1,746,250
(c) Subtotal	$ (1,424,594)	$ (4,339,125)	$ 2,914,531
(d) Federal income tax on net capital gains	$ 2,903,390	$ 2,257,724	$ 645,666
(e) Utilization of capital loss carry-forwards		$ -	$ -
(f) Prior year tax assessed/adjusted in current year		$ -	$ -
(g) Federal and foreign income taxes incurred	$ 1,478,796	$ (2,081,401)	$ 3,560,197
2. Deferred Tax Assets:			
(a) Ordinary:			
(1) Discounting of unpaid losses	$ 12,057,257	$ 11,075,864	$ 981,393
(2) Unearned premium reserve	$ 3,351,827	$ 3,307,770	$ 44,057
(3) Policyholder reserves		$ -	$ -
(4) Investments		$ -	$ -
(5) Deferred acquisition costs		$ -	$ -
(6) Policyholder dividends accrual		$ -	$ -
(7) Fixed Assets		$ -	$ -
(8) Compensation and benefits accrual	$ 4,456,900	$ 4,176,356	$ 280,544
(9) Pension accrual		$ -	$ -
(10) Nonadmitted assets	$ 3,552,871	$ 3,946,108	$ (393,237)
(11) Net operating loss carry-forward		$ -	$ -
(12) Tax credit carry-forward		$ -	$ -
(13) Other (including items <5% of total ordinary tax assets)		$ -	$ -
(99) Subtotal	$ 23,418,855	$ 22,506,098	$ 912,757
(b) Statutory valuation allowance adjustment		$ -	$ -
(c) Nonadmitted		$ -	$ -
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	$ 23,418,855	$ 22,506,098	$ 912,757
(e) Capital:			
(1) Investments	$ 249,277	$ 360,988	$ (111,711)
(2) Net capital loss carry-forward		$ -	$ -
(3) Real estate		$ -	$ -
(4) Other (including items <5% of total ordinary tax assets)		$ -	$ -
(99) Subtotal	$ 249,277	$ 360,988	$ (111,711)
(f) Statutory valuation allowance adjustment		$ -	$ -
(g) Nonadmitted		$ -	$ -
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	$ 249,277	$ 360,988	$ (111,711)
(i) Admitted deferred tax assets (2d + 2h)	$ 23,668,132	$ 22,867,086	$ 801,046
3. Deferred Tax Liabilities:			
(a) Ordinary:			
(1) Investments	$ 179,014	$ 243,086	$ (64,072)
(2) Fixed Assets	$ 1,965,962	$ 1,849,371	$ 116,591
(3) Deferred and uncollected premium		$ -	$ -
(4) Legislative change in loss discounting	$ 1,725,102	$ 2,152,278	$ (427,176)
(5) Other (including items <5% of total ordinary tax liabilities)	$ 17,802	$ 21,202	$ (3,400)
(99) Subtotal	$ 3,887,880	$ 4,265,937	$ (378,057)
(b) Capital:			
(1) Investments	$ 17,757,918	$ 17,023,876	$ 734,042
(2) Real estate		$ -	$ -
(3) Other (including items <5% of total capital tax liabilities)		$ -	$ -
(99) Subtotal	$ 17,757,918	$ 17,023,876	$ 734,042
(c) Deferred tax liabilities (3a99 + 3b99)	$ 21,645,798	$ 21,289,813	$ 355,985
4. Net deferred tax assets/liabilities (2i - 3c)	$ 2,022,334	$ 1,577,273	$ 445,061

Net Deferred Tax Assets

		1 2020	2 2019	3 (Col 1-2) Change
a.	Adjusted gross deferred tax assets	23,668,132	22,867,086	801,046
b.	Total deferred tax liabilities	21,645,798	21,289,813	355,985
c.	Net Deferred Tax Assets/Liabilities	2,022,334	1,577,273	445,061
d.	Tax effect of change in unrealized gains (losses)			(862,249)
e.	Total change in net deferred income tax			1,307,310
				445,061

NOTES TO FINANCIAL STATEMENTS

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

Among the more significant book tax adjustments were the following

	2020	
	Amount in Thousands	Effective Tax Rate %
Provision computed at statutory rate	482,401	21%
Change in nonadmitted assets	393,236	17%
Permanent differences	(722,494)	-32%
PY true-up (to current)	(189,419)	-8%
PY true-up (to deferred)	207,762	9%
Prior year tax assessed/adjusted in current year	-	0%
Totals	171,486	7%
Federal and foreign income taxes incurred	(1,424,594)	-62%
Realized capital gains (losses) tax	2,903,390	126%
Change in net deferred income taxes	(1,307,310)	-57%
Total statutory income taxes	171,486	7%

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits

1. As of December 31, 2020, the Company did not have any unused operating loss carryforwards available to offset against future taxable income.
2. The following represents income tax expense for 2020 and 2019, available for recoupment in the event of future net losses:

Year	Amount
2020	1,668,215
2019	-

3. The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

F. Consolidated Federal Income Tax Return

As of December 31, 2020 and 2019, the Company has no uncertain tax positions requiring disclosure in these financial statements. Had the Company identified such positions, these amounts would be evaluated and disclosed or accrued. Liabilities would be reflected on the Statements of Assets, Liabilities and Capital anc Surplus and the related interest and penalties would be included on the Statement of Income as underwriting expenses.

1. The Company's federal income tax return is consolidated with the following entities:

   Casco View Holdings, LLC, a 100% owned non-insurance entity,
   MEMIC Indemnity Company, a 100% owned Property/Casualty insurance subsidiary,
   MEMIC Casualty Company, a 100% owned Property/Casualty insurance subsidiary, and
   MEMIC Services, Inc., a 100% owned non-insurance services subsidiary

2. The Company has a written agreement which sets forth the manner in which the total combined federal income tax is allocated to each entity which is a party to the consolidation. Pursuant to this agreement, the Company has a right to recoup federal income taxes paid in prior years in the event of future net losses, or to recoup its net losses carried forward as an offset to future net income subject to federal income taxes. Intercompany tax balances are settled within the terms of the written agreement.

G. Federal or Foreign Federal Income Tax Loss Contingencies

The Company does not have any 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)

Total RTT Owed under TCJA$ N/A

Did the Company elect to pay RTT under permitted installments$ N/A

Schedule of Remitted Payments for RTT:

Not applicable

Expected Future Payments of RTT:

Not applicable

I. Alternative Minimum Tax (AMT) Credit

As of December 31, 2020, the Company has utilized all its AMT credits and has $0 to offset against future regular tax.

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

A. Nature of Relationships

The Company owns 100% of the common stock of MEMIC Indemnity and MEMIC Casualty, property/casualty insurance companies licensed to write workers' compensation insurance which are domiciled in New Hampshire. The Company also owns 100% of the common stock of an insurance services subsidiary, MEMIC Services, Inc. and 100% of the member interest in Casco View Holdings, LLC, a real estate holding company. In 1996, the Company obtained approval from the Maine Bureau of Insurance (the "Bureau") and established a wholly-owned subsidiary, MEMIC Services, which provided a self-insured take out financing mechanism and agency services during 2020 and 2019.

NOTES TO FINANCIAL STATEMENTS

B. Detail of Transactions Greater than ½% of Admitted Assets

In 2000, the Company capitalized MEMIC Indemnity Company (MEMIC Indemnity) with a $12,000,000 investment and supplemented its original investment by contributing an additional $117,000,000 consisting of a non-cash contribution of bonds and cash between 2001 and 2018. As a result of the contribution of fixed income securities, the Company recognized a deferred gain in surplus since the realized component of the difference between the fair value and book/adjusted carrying value as of the date of transfer cannot be recognized under SSAP No. 25 until the transferred securities mature or are sold by MEMIC Indemnity. A deferred gain of $36,068 remains as a deferred gain in capital and surplus as of December 31, 2020. To date, the Company has contributed $129,000,000 to MEMIC Indemnity.

The Company charges management fees and other services to MEMIC Indemnity in the normal course of business in accordance with the terms of certain cost sharing agreements. The Company charged MEMIC Indemnity $41,578,415 and $41,081,837 for underwriting, claims, loss control, managed care, and investment management fees during 2020 and 2019, respectively. Certain other direct costs are paid by the Company and charged back to MEMIC Indemnity.

The Vermont Department of Financial Regulation, acting as rehabilitator, converted the former Granite Manufacturers' Mutual Indemnity Company (GMMIC) to a stock company and on December 12, 2011, the Company purchased the company, formerly known as GMMIC, a property/casualty insurance company licensed to write workers' compensation insurance. In conjunction with the transaction, GMMIC was renamed MEMIC Casualty Company (MEMIC Casualty). There are no outstanding liabilities associated with this former incorporation. MEMIC Casualty is licensed to write workers' compensation insurance in forty states and commenced writing policies in May 2012.

In 2011, the Company capitalized MEMIC Casualty with a $5,183,951 investment and supplemented its original investment by contributing an additional $34,000,000 consisting of a non-cash contribution of bonds and cash, between 2012 and 2018. As a result of the contribution of the fixed income securities, the Company recognized a deferred gain in surplus since the realized component of the difference between the fair value and book/adjusted carrying value as of the date of transfer cannot be recognized under SSAP No. 25 until the transferred securities mature or are sold by MEMIC Casualty. A deferred gain of $60,546 remains as a deferred gain in capital and surplus as of December 31, 2020. To date, the Company has contributed $39,183,951 to MEMIC Casualty.

The Company charges management fees and other services to MEMIC Casualty in the normal course of business and in accordance with the terms of certain cost sharing agreements. The Company charged MEMIC Casualty $8,024,264 and $5,920,756 for underwriting, claims, loss control, managed care, and investment management fees during 2020 and 2019, respectively. Certain other direct costs are paid by the Company and charged back to MEMIC Casualty.

Changes to the intercompany agreements between the Company and CVH, CVHII, and CVHIII were effective January 1, 2019.

On October 19, 2009, the Company formed Casco View Holdings, LLC, ("CVH"), a Maine limited liability company for the management and ownership of current and future investments in real estate. On January 4, 2010, the Company transferred its entire interest in the property located at 245-253 Commercial Street, Portland, Maine, which comprises certain income producing property along with a capital contribution of $500,000 and related tenant security deposits of $86,485 to CVH. As consideration for the said transfer of real estate, the Company received all of the membership interests in CVH. On March 1, 2011, the Company invested an additional $5,100,000 in CVH. CVH invested 100% of the $5,100,000 in its wholly owned subsidiary, Casco View Holdings II, LLC ("CVHII") for the purchase of the home office building of the Company which had previously been under a long-term lease with an unrelated party. On November 18, 2013, the Company invested an additional $2,500,000 in CVH by contributing property located in Portland, Maine valued at $2,106,778 and $393,222 in cash. CVH invested 100% of the $2,500,000 in a new wholly-owned subsidiary, Casco View Holdings III, LLC ("CVHIII"). During 2014, the Company invested an additional $3,712,233 in CVH by contributing another commercial real estate property located in Portland, Maine, of which CVH invested the entire contribution into CVHIII. On October 14, 2015, the Company invested an additional $1,000,000 in CVH for the sole benefit of investing in CVHII. CVHII used this additional capital contribution to service, in part, a mortgage note to a local bank whose principal balance was due in full in October 2015. On May 29, 2019, Casco View Holdings, LLC (CVH), the non-insurance subsidiary owned by MEMIC had a distribution of $3,000,000 to MEMIC. This distribution was reflected in Schedule BA, Part 3, of the 2019 annual statement. To date, the Company has invested $15,106,501 in CVH, CVHII and CVHIII.

CVH paid the Company $45,000 for management services during 2020 and 2019. In addition, the Company leased office space from CVH and paid $774,224 and $320,574 for rent and parking during 2020 and 2019, respectively. The Company also leased office space from CVHII and paid $1,124,190 and $1,080,800 for rent and parking during 2020 and 2019, respectively. The Company paid CVHIII $57,200 and $50,160 for parking during 2020 and 2019, respectively. The Company records its membership interests in CVH in Schedule BA, Other Invested Assets.

C. Transactions with related party who are not reported on Schedule Y

Not applicable

D. Amounts Due to or from Related Parties

These arrangements are subject to written agreements which require that intercompany balances be settled within 45 days. The amounts due from or (to) affiliates as of December 31, 2020 and 2019 were as follows:

Affiliate	2020	2019
MEMIC Services, Inc.	-	-
MEMIC Indemnity Company	1,601,678	7,416,879
Casco View Holdings, LLC	5,579	24,860
MEMIC Casualty Company	(634,050)	(261,160)
Totals	973,207	7,180,579

E. Management, Service Contracts, Cost Sharing Arrangements

The Company has agreed to provide certain administrative and management services, as well as underwriting, claims, loss control, managed care, and investment management fees to all insurance affiliates. The Company has agreed to provide administrative and management services to CVH. CVH, CVHII, and CVHIII have agreed to provide parking and office space to the Company.

F. Guarantees or Undertakings for Related parties

The Company has no guarantees/commitments regarding any related parties, however, the Company has recorded a liability for MEMIC Services and would honor any liabilities should MEMIC Services cease to exist.

G. Nature of Relationships that Could Affect Operations

As a result of the control relationship noted in A, B & C above, the operating results or financial position of the reporting entity would not be significantly different from those that would have been obtained if the enterprises were autonomous.

H. Amount Deducted for Investment in Upstream Company

Not applicable

I. Detail of Investments in SCA Affiliates Greater than 10% of Admitted Assets

The Company owns 100% of MEMIC Indemnity Company. The common stock investment is recorded at its statutory equity value of $192,417,623. See Note 1C7 and 3A. Summarized statutory information for MEMIC Indemnity Company follows.

Description	Amount
Admitted Assets	613,178,023
Liabilities	420,760,400
Policyholders' Surplus	192,417,623
Net Income	7,822,309

NOTES TO FINANCIAL STATEMENTS

J. Writedowns for Impairment of Investments in SCA Affiliates

Not applicable (see Note 3C). There have been no impairments recorded in SCA affiliates.

K. Foreign Insurance Subsidiary Valued Using CARVM

Not applicable

L. Downstream Holding Company Valued Using Look-Through Method

Not applicable

M. All SCA Investments

The Company had no non-insurance SCA entity SUB 1 or 2 filings in 2020

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

Not applicable

(2) NAIC Filing Response Information

Not applicable

N. Investment in Insurance SCAs

(1) The Company owns two insurance SCA entities that are carried at audited statutory equity value. MEMIC Indemnity Company and MEMIC Casualty Company, both domiciled in New Hampshire, follow no state prescribed or permitted practices that depart from the NAIC statutory accounting practices and procedures (NAIC SAP).

(2) The monetary effect on net income and surplus as a result of using an accounting practice that differed from NAIC Statutory Accounting Practices and Procedures (NAIC SAP), the amount of the investment in the insurance SCA per audited statutory equity and amount of the investment if the insurance SCA had completed statutory financial statements in accordance with the AP&P Manual.

SCA Entity (Investments in Insurance SCA Entities)	Monetary Effect on NAIC SAP		Amount of Investment	
	Net Income Increase (Decrease)	Surplus Increase (Decrease)	Per Audited Statutory Equity	If the Insurance SCA Had Completed Statutory Financial Statements *
MEMIC Indemnity Company	$ -	$ -	$ 192,417,623	$ 192,417,623
MEMIC Casualty Company	$ -	$ -	$ 44,531,043	$ 44,531,043

* Per AP&P Manual (without permitted or prescribed practices)

(3) The RBC of either insurance SCA entity would not have triggered a regulatory event had it not used a prescribed or permitted practice.

O. SCA or SSAP 48 Entity Loss Tracking

Not applicable

NOTE 11 Debt

A. The Company had no outstanding debt included on its balance sheet as of December 31, 2020 or 2019.

There are no future aggregate maturities for the next five years or thereafter since the Company has no outstanding debt as of December 31, 2020 or 2019.

The Company does not have any reverse repurchase agreements.

B. FHLB (Federal Home Loan Bank) Agreements

(1) The Company joined the FHLB on March 18, 2019. The Agreement for Advances, Collateral Pledge and Security Agreement was executed in May 2019. On May 10, 2019, the Company made its initial full stock requirement payment of $292,100 to secure Membership Class B stock, which is not eligible for redemption. The annual recalculation of bank stock requirement was performed in April, 2020. This calculation resulted in additional stock of $3,200 for a current membership stock balance of $295,300. This common stock, all of which is admitted, is included on the Statements of Admitted Assets, Liabilities and Capital and Surplus. The agreement between the FHLB and the Company specifies Advances and Other Credit Products will be available subject to specified collateral arrangements. The Company has no outstanding collateral pledged, activity stock, excess stock, prepayment obligations or borrowings outstanding as of December 31, 2020. The maximum amount the Company can borrow, absent prior approval of the Board of Directors, is 5% of net admitted assets from the most recent statutory financial statements, which is $51,314,211 as of December 31, 2020.

NOTES TO FINANCIAL STATEMENTS

(2) FHLB Capital Stock

a. Aggregate Totals

	1 Total 2+3	2 General Account	3 Protected Cell Accounts
1. Current Year			
(a) Membership Stock - Class A	$ -		
(b) Membership Stock - Class B	$ 295,300	$ 295,300	$ -
(c) Activity Stock	$ -		
(d) Excess Stock	$ -		
(e) Aggregate Total (a+b+c+d)	$ 295,300	$ 295,300	$ -
(f) Actual or estimated Borrowing Capacity as Determined by the Insurer	$ 51,314,211	XXX	XXX
2. Prior Year-end			
(a) Membership Stock - Class A	$ -	$ -	$ -
(b) Membership Stock - Class B	$ 292,100	$ 292,100	$ -
(c) Activity Stock	$ -	$ -	$ -
(d) Excess Stock	$ -	$ -	$ -
(e) Aggregate Total (a+b+c+d)	$ 292,100	$ 292,100	$ -
(f) Actual or estimated Borrowing Capacity as Determined by the Insurer	$ 48,623,958	XXX	XXX

11B(2)a1(f) should be equal to or greater than 11B(4)a1(d)
11B(2)a2(f) should be equal to or greater than 11B(4)a2(d)

b. Membership Stock (Class A and B) Eligible and Not Eligible for Redemption

	1	2	Eligible for Redemption			
	Current Year Total (2+3+4+5+6)	Not Eligible for Redemption	3 Less Than 6 Months	4 6 Months to Less Than 1 Year	5 1 to Less Than 3 Years	6 3 to 5 Years
Membership Stock						
1. Class A	$ -					
2. Class B	$ 295,300	$ 295,300	$ -	$ -	$ -	$ -

11B(2)b1 Current Year Total (Column 1) should equal 11B(2)a1(a) Total (Column 1)
11B(2)b2 Current Year Total (Column 1) should equal 11B(2)a1(b) Total (Column 1)

(3) Collateral Pledged to FHLB

a. Amount Pledged as of Reporting Date

Not applicable

b. Maximum Amount Pledged During Reporting Period

Not applicable

(4) Borrowing from FHLB

a. Amount as of Reporting Date

Not applicable

b. Maximum Amount During Reporting Period (Current Year)

Not applicable. See note 11B1. and 2. above.

c. FHLB - Prepayment Obligations

Not applicable

NOTE 12 Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

A. Defined Benefit Plan

Not applicable

B.-D. Investment Policies, Fair Value of Plan Assets and Rate of Return Assumptions

The Company sponsors a defined contribution plan. See Note 12G.

E. Defined Contribution Plan

The Company sponsors a defined contribution plan. See Note 12G.

F. Multiemployer Plans

Not applicable

NOTES TO FINANCIAL STATEMENTS

G. Consolidated/Holding Company Plans

The Company has adopted a qualified defined contribution pension, 401(k) and profit sharing plan (the Plan) covering substantially all full-time employees who meet the plan's eligibility requirements. If approved by the Board of Directors, the pension component of the defined contribution plan is determined to be 3-6% of the covered employees' annual eligible compensation. Employees become eligible to participate upon completion of three months of service and are fully vested in the plan after three years of service. The amount expensed for the pension related portion of the Plan was approximately $1,939,498 and $2,018,437 in 2020 and 2019, respectively.

With respect to the tax deferred employer profit-sharing component of the Plan, each eligible participant may receive a profit-sharing contribution in an amount to be determined by the Board of Directors not to exceed 6% plus an additional allocation for employees earning more than the taxable wage base. The Company incurred $2,419,614 and $2,254,021 of expense related to the tax deferred employer profit-sharing component of the Plan in 2020 and 2019, respectively.

In 2020 and 2019, with respect to the employer matching component of the Plan, the Company will contribute an amount up to 100% of the employees' 401(k) contributions to a maximum of 5% of an employee's annual compensation. An employee's contribution may not exceed 60% of their annual salary or the maximum amount allowed as determined by the Internal Revenue Code. These Company contributions become fully vested after five years. The Company incurred $1,794,513 and $1,664,889 of expense related to the employer matching component of the Plan in 2020 and 2019, respectively.

The Company sponsors a non-qualified, deferred compensation plan (the Compensation Plan) and trust for certain key executives providing for payments upon retirement, death or disability. The Compensation Plan permits eligible officers to defer a portion of their compensation. The Compensation Plan provides that, in the event of liquidation of the Company, all assets of the Compensation Plan will be available to meet the obligations of the Company. Included in common stocks and other liabilities are amounts of $15,511,436 and $12,514,667 at December 31, 2020 and 2019, respectively, related to the Compensation Plan. In accordance with NAIC SAP, the increase or decrease in market value of the assets of the Plan are recorded into income or expense to the Company. The Company incurred $3,546,437 and $2,517,959 of expense related to the Compensation Plan in 2020 and 2019, respectively.

A Long Term Incentive Plan ("LTIP") was established by the Compensation Committee of the Board of Directors (the "Committee") effective January 1, 2018, for certain members of management and highly compensated individuals (participants). Participants are granted a fixed dollar base award (the "Award") contingent upon a three year rolling calculation of the direct combined ratio on the workers' compensation line of business as determined by the external actuary for ultimate loss and loss adjustment expense, and internally prepared management reports, as agreed upon the Committee, for general expenses and unallocated loss adjustment expenses. The 2018, 2019 and 2020 Awards may range from 0% to 200%. Participants vest in each plan over three years, or a shorter period, under certain established conditions. The Company has incurred $(23,871) and $490,904 of

H. Postemployment Benefits and Compensated Absences

The Company has no obligations to current or former employees for benefits after their employment but before their retirement other than for compensation related to earned vacation pay. The liability for earned but untaken vacation pay has been accrued.

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

Not applicable

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

A. Outstanding Shares

Not applicable

B. Dividend Rate of Preferred Stock

Not applicable

C. Dividend Restrictions

Under the insurance regulations in Maine, the maximum amount of ordinary dividends that the Company may pay to policyholders in a twelve month period is limited to the greater of 10% of the most recent year-end policyholders' surplus or the net income for that same year-end excluding realized capital gains. Accordingly, the maximum amount of ordinary dividends that the Company may pay to policyholders during 2020 and 2019 is $46,995,079 and $42,373,009, respectively. Dividends above this amount would be deemed extraordinary and may not be paid unless 1) not disapproved by the Superintendent of Insurance of Maine within 30 days of receiving notice of the declaration thereof or 2) approved within that thirty day period.

D. Dates and Amounts of Dividends Paid

An ordinary mutual policyholder dividend of $17,000,000 was declared by the Board of Directors on June 30, 2020. $17,000,000 of this dividend was paid to eligible policyholders in June 2020.

E. Amount of Ordinary Dividends That May Be Paid

Other than the limitations described above in paragraph 3, there are no limitations on the amount of ordinary dividends that may be paid other than the general restriction under the insurance regulations of Maine that no dividend (ordinary or extraordinary) may be declared or paid from any source other than unassigned funds without approval of the Superintendent of Insurance of Maine.

F. Restrictions on Unassigned Funds

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

As authorized by specific provisions of State law, the Company was formed as a special purpose mono-line workers' compensation insurer without any initial capital or surplus. To provide capital, each of the Company's policyholders were required to make a Capital Contribution equal to a percentage of final audited premium, 15% for policies issued in 1993 and 10% for policies issued in 1994 and 1995. Capital contributions were based on estimated annual premiums and are subsequently adjusted based on actual cancellations and premium audits. The Company suspended the Capital Contribution charge for policies effective January 1, 1996, and later. In 1998, the Company received approval from the Maine Bureau of Insurance to return capital contributions to the extent authorized by the Board of Directors and the Maine Bureau of Insurance. Cumulative capital contributions remaining are $3,118,063 and $3,180,808 as of December 31, 2020 and 2019. The Company returned capital contributions of $62,745 and $0, respectively, during calendar years 2020 and 2019

G. Mutual Surplus Advances

Not applicable

H. Company Stock Held for Special Purpose

Not applicable

I. Changes in Special Surplus Funds

Not applicable

J. Change in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses is $ 154,875,511

K. The Company issued the following surplus debentures or similar obligations:

Not applicable

L. and M. Impact and dates of Quasi Organizations

Not applicable

NOTES TO FINANCIAL STATEMENTS

NOTE 14 Liabilities, Contingencies and Assessments

A. Contingent Commitments

(1) Capital Commitments

Not applicable

(2) Detail of Other Contingent Commitments

Not applicable

(3) Summary of Detail in 14A2

Not applicable

B. Assessments

(1) Liability and Related Asset

The Company is subject to guaranty fund and other assessments by the states in which it writes business. Most assessments are recorded at the time the assessments are levied or, in the case of premium-based assessments, at the time the premiums are written or, in the case of loss-based assessments, at the time the losses are incurred. Insurance company insolvencies in states where the Company writes business may result in guaranty fund assessments on future premiums. These assessments will be recorded as future premiums are written. Certain assessments that are unknown to the Company are accrued at the time of assessment.

The Company accrued a liability for guaranty fund and other assessments of $598,573 and $836,022 and no related premium tax benefit asset as of December 31, 2020 and 2019, respectively. The amounts recorded represent management's best estimates based on assessment rate information received from the states in which the Company writes business and the direct premiums written in those states. The liability is included in the taxes, licenses and fees liability and will likely be paid in the coming years. The following table would reflect the current year change in the premium tax benefit asset, however, the Company does not believe this premium tax benefit would be material and accordingly, does not record.

(2) Roll forward of Related Asset

Not applicable

(3) Long-term Care Insolvencies

The Company did not recognize liabilities/assets related to assessments from long-term care entity insolvencies as it does not write this line of business.

C. Gain Contingencies

Not applicable

D. Claims related extra contractual obligations and bad faith losses stemming from lawsuits

	Direct
(1) The company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits	
(2) 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	0-25 Claims
(3) Indicate whether claim count information is disclosed per claim or per claimant	Per Claim

E. Product Warranties

Not applicable

F. Joint and Several Liabilities

Not applicable

G. All Other Contingencies

As of the end of the current year, the Company had $58,885,464 and $56,166,709, respectively, in admitted premiums receivable due from policyholders, agents and ceding insurers. The Company routinely assesses the collectability of these receivables. Based upon Company experience, any uncollectible premiums receivable as of the end of the current year are not expected to exceed non-admitted amounts totaling $2,074,400. The potential for any additional loss is not believed to be material to the Company's financial position and no additional provision for uncollectable amounts has been recorded.

Lawsuits arise against the Company in the normal course of business. Contingent liabilities arising from litigation, income taxes, and other matters are not considered material in relation to the financial position of the Company. The Company is contingently liable under certain immaterial structured settlement agreements (see note 27A).

NOTE 15 Leases

A. Lessee Operating Lease:

(1) The Company leases office space, various office equipment and vehicles under arrangements expiring through 2025. Total lease and rent expense was approximately $2,673,245 and $1,920,264 for the years ended December 31, 2020 and 2019, respectively. There are no contingent rentals, no terms of renewal or purchase options, escalation clauses or restrictions imposed by lease agreements.

(2) At December 31, 2020, the minimum aggregate rental commitments are as follows:

	Operating Leases
1. 2021	$ 2,048,073
2. 2022	$ 1,988,645
3. 2023	$ 1,899,668
4. 2024	$ 26,545
5. 2025	$ 946,075
6. Total	$ 6,909,006

(3) The Company has not entered into any sale and leaseback arrangements.

B. Lessor Leases

(1) Operating Leases

Not applicable

NOTES TO FINANCIAL STATEMENTS

(2) Leveraged Leases

Not applicable

NOTE 16 Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk

(1) Face or Contract Amounts

Not applicable

(2) Nature and Terms

Not applicable

(3) Exposure to Credit-Related Losses

Not applicable

(4) Collateral Policy

Not applicable

NOTE 17 Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables Reported as Sales

Not applicable

B. Transfer and Servicing of Financial Assets

Not applicable

C. Wash Sales

(1) In the course of the Company’s asset management, no securities were sold and reacquired within 30 days of the sale date to enhance the yield on the investments.

(2) The details by NAIC designation 3 or below, or unrated of securities sold during the year ended December 31, 2020 and reacquired within 30 days of the sale date are:

Not applicable

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

A. Administrative Services Only (ASO) Plans

Not applicable

B. Administrative Services Contract (ASC) Plans

Not applicable

C. Medicare or Similarly Structured Cost Based Reimbursement Contracts

Not applicable

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

The Company did not utilize Managing General Agents or Third Party Administrators.

Not applicable

NOTE 20 Fair Value Measurements

A. Inputs Used for Assets and Liabilities Measured and Reported at Fair Value

(1) Fair Value Measurements at Reporting Date

The Company categorizes its assets and liabilities, that are reported on the Statements of Admitted Assets, Liabilities, and Capital and Surplus 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 inherent in the valuation method by which fair value was determined. (Investments reported at NAV shall not be captured within the fair value hierarchy but shall be separately identified). The three levels are defined as follows:

Level 1 - Quoted Prices in Active Markets for Identical Assets and Liabilities: This category, for items measured at fair value on a recurring basis, includes exchange-traded preferred and common stocks. The estimated fair value of the equity securities within this category are based on quoted prices in active markets and are thus classified as Level 1.

Level 2 - Significant Other Observable Inputs: This category, for items measured at fair value on a recurring basis, includes bonds, surplus debentures, and FHLB stock, which are not exchange-traded. The estimated fair values of some of these items were determined by independent pricing services using observable inputs. Others were based on quotes from markets which were not considered actively traded.

Level 3 - Significant Unobservable Inputs: This category, for items measured at fair value on a recurring basis, includes bonds. The estimated fair values of the bonds within this category were not available at the end of the current reporting period.

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
a. Assets at fair value					
Bonds - issuer obligations	$ -	$ 961,250	$ -	$ -	$ 961,250
Common Stocks - industrial and miscellaneous	$ 166,252,058	$ -	$ -	$ -	$ 166,252,058
Federal Home Loan Bank Membership Stock	$ -	$ 295,300	$ -	$ -	$ 295,300
Mutual Funds	$ 15,511,436	$ -	$ -	$ -	$ 15,511,436
Total assets at fair value/NAV	$ 181,763,494	$ 1,256,550	$ -	$ -	$ 183,020,044

NOTES TO FINANCIAL STATEMENTS

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
b. Liabilities at fair value					
Derivative liabilities	$ -	$ -	$ -	$ -	$ -
Total liabilities at fair value	$ -	$ -	$ -	$ -	$ -

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

Description	Beginning Balance at 01/01/2020	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 12/31/2020
a. Assets										
Bonds - other loaned backed	$ -	$ 5,110,070	$ (5,110,070)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets	$ -	$ 5,110,070	$ (5,110,070)	$ -	$ -	$ -	$ -	$ -	$ -	$ -

Description	Beginning Balance at 01/01/2020	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 12/31/2020
b. Liabilities										
Derivative liabilities	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Liabilities	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

(3) Policy on Transfers Into and Out of Level 3

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. The Level 3 securities, noted above, were purchased on September 10 and September 18, 2020. Market data source and vendor pricing were unavailable as of September 30, 2020. The securities were transferred out of Level 3 into Level 2 in October 2020 when market data source and vendor pricing became available.

(4) Inputs and Techniques Used for Level 2 and Level 3 Fair Values

Bonda carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations as quoted markets prices for similar instruments in an active market were utilized. This was accomplished by the use of matrix pricing. Matrix pricing takes quoted prices of bonds with similar features and applies analytic methods to determine the fair value of bonds held. Features that are inputs into the analysis include duration, credit quality, tax status and call and sinking fund features.

FHLB membership stock, which is carried at fair value, was categorized as Level 2 using a market approach. These valuations were determined to be Level 2 valuations because quoted market prices for identical instruments trading in an inactive market were utilized. When an equity instrument is illiquid due to limited trading activity, the use of quoted markets prices for identical instruments was determined by the Company to be the most reliable method to determine fair value.

The Company has no assets or liabilities measured at fair value in the Level 3 category as of December 31, 2020.

(5) Derivative Fair Values

Not applicable

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

The Company does not currently use NAV as a measurement method when reporting an investment at fair value.

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

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries, joint ventures, partnerships and limited liability corporations). 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)
Bonds and Surplus Debentures	$ 500,217,044	$ 465,583,889	$ -	$ 500,217,044	$ -	$ -	$ -
Common stocks	$ 181,763,494	$ 181,763,494	$ 181,763,494	$ -	$ -	$ -	$ -
Federal Home Loan Bank Membership Stock	$ 295,300	$ 295,300	$ -	$ 295,300	$ -	$ -	$ -
Cash, cash equivalents and short-term investments	$ 40,261,979	$ 40,261,979	$ 40,261,979	$ -	$ -	$ -	$ -
Other investments - Insurtech	$ 3,478,516	$ 3,478,516	$ -	$ 3,478,516	$ -	$ -	$ -

D. Not Practicable to Estimate Fair Value

Not applicable, as there were no items which were not practible to estimate fair value.

E. NAV Practical Expedient Investments

Not applicable

NOTE 21 Other Items

A. Unusual or Infrequent Items

Not applicable

B. Troubled Debt Restructuring: Debtors

Not applicable

NOTES TO FINANCIAL STATEMENTS

C. Other Disclosures

Not applicable

D. Business Interruption Insurance Recoveries

Not applicable

E. State Transferable and Non-transferable Tax Credits

Not applicable

F. Subprime Mortgage Related Risk Exposure

(1) Subprime Mortgage Exposures

The Company invests in several asset classes that could potentially be adversely affected by subprime mortgage exposure. These investments may include mortgage loans, mortgage-backed securities, and equity investments in financial institutions. The Company believes that its greatest exposure is to unrealized losses from declines in asset values versus realized losses resulting from defaults or foreclosures. Conservative lending and investment practices limit the Company's exposure to such losses.

(2) Direct exposure through investments in subprime mortgage loans.

Not applicable, the Company does not directly invest in subprime mortgage loans.

(3) Direct exposure through other investments.

The Company has several other investment classes that may have subprime mortgage exposure including:

Residential mortgage-backed securities;
Structured loan-backed securities;
Debt obligations of unaffiliated financial institutions participating in subprime lending practices;
Unaffiliated equity securities, common, issued by financial institutions participating in subprime lending.

The Company reviewed its mortgage-backed security portfolio and determined that all of these investments reside in pools that are backed by loans made to well qualified borrowers or in tranches that have minimal default risk. All bonds held that were issued by financial institutions participating in subprime lending activities are investment grade quality. Default risk on these bonds appears minimal. The impact on these investments should the subprime credit crisis worsen cannot be assessed at this time. The following is a summary of the Company's other investments with subprime exposure and OTTI recognized

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other-Than-Temporary Impairment Losses Recognized
a. Residential mortgage backed securities	$ 6,301	$ 6,296	$ 7,013	$ -
b. Commercial mortgage backed securities				
c. Collateralized debt obligations				
d. Structured securities				
e. Equity investment in SCAs *				
f. Other assets				
g. Total	$ 6,301	$ 6,296	$ 7,013	$ -

* These investments comprise 0.000% of the companies invested assets.

(4) Underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage.
Not applicable

G. Insurance-Linked Securities (ILS) Contracts

Not applicable

H. The Amount That Could Be Realized on Life Insurance Where the Reporting Entity is Owner and Beneficiary or Has Otherwise Obtained Rights to Control the Policy

Not applicable

NOTE 22 Events Subsequent

Subsequent events have been considered through February 23, 2021, for these statutory financial statements which are available to be issued February 23, 2021.

In December 2020, the Company reached an agreement with General Reinsurance on the commutation of treaty year 2013 and in February 2021 the agreement was signed. Proceeds from this commutation were $3,093,747. The outstanding reserve position on this treaty prior to the commutation was $0, and thefore the Company will have a gain of $3,093,747 as a result of the commutation.

The Company does not write health insurance, therefore, no premiums are subject to assessment under section 9010 of the Affordable Care Act.

NOTE 23 Reinsurance

A. Unsecured Reinsurance Recoverables

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

Individual Reinsurers Who Are Not Members of a Group

FEIN	Reinsurer Name	Unsecured Amount
	None	

NOTES TO FINANCIAL STATEMENTS

Individual Reinsurers Who Are Members of a Group

Group Code	FEIN	Reinsurer Name	Unsecured Amount
		None	

All Members of the Groups Shown above with Unsecured Reinsurance Recoverables

Group Code	FEIN	Reinsurer Name	Unsecured Amount
		None	

B. Reinsurance Recoverable in Dispute

The Company does not have reinsurance recoverable in dispute for paid losses and loss adjustment expenses that exceed 5% of policyholders' surplus from an individual reinsurer or exceed 10% of policyholder surplus in aggregate. There are no amounts in dispute as of December 31, 2020 or 2019.

Name of Reinsurer	Total Amount in Dispute (Including IBNR)	Notification	Arbitration	Litigation
	None			

C. Reinsurance Assumed and Ceded and Protected Cells

(1) The following table summarizes ceded and assumed unearned premiums and the related commission equity at year end.

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates					$ -	$ -
b. All Other	$ 248,419	$ -	$ 1,232,665	$ -	$ (984,246)	$ -
c. Total	$ 248,419	$ -	$ 1,232,665	$ -	$ (984,246)	$ -
d. Direct Unearned Premium Reserve						$ 79,539,266

(2) Certain agency agreements and ceded reinsurance contracts on the employment practices liability insurance line of business provide for additional or return commissions based on the actual loss experience of the produced or reinsured business. There are no current year amounts accrued.

	Direct	Assumed	Ceded	Net
a. Contingent Commission				$ -
b. Sliding Scale Adjustments				$ -
c. Other Profit Commission Arrangements				$ -
d. TOTAL	$ -	$ -	$ -	$ -

Under the Company's reinsurance agreement for Employment Practices Liability Insurance, a 30% profit commission shall be paid to the Company on the difference between "income" (net premium and claims refunds) and "outgo" (return premiums, paid claims, outstanding claims, claim costs and expenses, 30% of return premium in respect of underwriters expenses and deficit, if any brought forward) for each underwriting year.

In the event the Profit Commission calculations for any one underwriting year results in a deficit, the total amount of such deficit shall be shown as an item of "outgo" on the Profit Commission statement for the ensuing year or years. No Profit Commission shall be restored on such ensuing year or years until the previous loss has been expunged and a profit balance restored.

A provision calculation shall be made at 12 months after the expiration of each underwriting year with an annual adjustment thereafter until all risks have expired and all outstanding claims have been settled. There were no amounts for ceded profit sharing commissions accrued as of December 31, 2020. The Company received $0 in profit sharing commissions on this line of business during 2020 and has not accrued any future receivable due to the uncertainty inherent in claims reserves.

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

D. Uncollectible Reinsurance

During the most recent year, the Company did not write off any reinsurance balances.

E. Commutation of Reinsurance Reflected in Income and Expenses.

In 2020, the Company commuted excess of loss reinsurance contracts for treaty years 1993 through 2002 with General Reinsurance Corporation. Proceeds recorded to the Company on this commutation were $3,798,789. Prior to the commutation, loss and loss adjustment reserves associated with this contract were $1,732,171; therefore, there was a gain associated of $2,066,618 with these commutations. The Company also had aggregate excess of loss coverage for policies effective 1999 to 2002 whereby the Company can recover losses exceeding 71% of direct workers' compensation premiums earned but not exceeding 86% of direct workers' compensation premiums earned. These stop loss treaties with General Reinsurance were commuted in December 2020. Proceeds and associated reserves on this commutation were $1,687,626 and resulted in a net gain of $0 on commutation. In December 2020, the Company reached an agreement with General Reinsurance Corporation on the commutation of treaty year 2013 in February 2021, and the agreement was signed. Proceeds from this commutation were $3,093,747. The outstanding reserve position on this reinsurance treaty prior to the commutation was $0, therefore the Company had a gain of $3,093,747 as a result of this commutation.

In March 2019, the Company commuted an excess of loss reinsurance contract with General Reinsurance Corporation. Proceeds from this commutation were $35,719. The outstanding reserve position on this reinsurance treaty prior to commutation was $0, therefore the Company had a gain of $35,719 as a result of this commutation.

The company has reported in its operations in the current year as a result of commutation of reinsurance with the companies listed below, amounts that are reflected as:

(1)	Losses incurred	$ 2,066,618
(2)	Loss adjustment expenses incurred	
(3)	Premiums earned	
(4)	Other	

(5) Company	Amount
General Reinsurance Corporation	$ 5,486,415

F. Retroactive Reinsurance

Not applicable

NOTES TO FINANCIAL STATEMENTS

G. Reinsurance Accounted for as a Deposit

Not applicable

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

Not applicable

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not applicable

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

Not applicable

K. Reinsurance Credit

Not applicable

NOTE 24 Retrospectively Rated Contracts & Contracts Subject to Redetermination

A. Method Used to Estimate

The Company sells workers' compensation policies for which the premiums vary based on loss experience. Future premium adjustments for these retrospective policies are estimated and accrued. The Company estimates these accrued retrospective premium adjustments through the review of each individual retrospectively rated risk, comparing case basis loss development with that anticipated in the policy contracts to arrive at the best estimates of return or additional retrospective premiums. The Company does not currently have any retrospectively rated policies.

B. Method used to Record

The Company records the retrospective premium accruals as earned by adjusting unearned premiums. These amounts are not recorded as premiums written until they are billed to the policyholders. Return premiums are recorded as liabilities and additional premiums are recorded as assets.

C. Amount and Percent of Net Retrospective Premiums

Net premiums written for the current year on retrospective workers compensation policies were $0 and 0% of total workers compensation net premiums written.

D. Medical Loss Ratio Rebates

Not applicable

E. Calculation of Nonadmitted Accrued Retrospective Premiums

Ten percent of the amount of accrued retrospective premiums not offset by retrospective return premiums, other liabilities to the same party (other than loss and loss adjustment expense reserves), or permitted collateral, would be non-admitted. The calculation of the non-admitted and admitted amounts is summarized as follows:

a. Total accrued retro premium		
b. Unsecured amount		
c. Less: Nonadmitted amount (10%)	$	-
d. Less: Nonadmitted for any person for whom agents' balances or uncollected premiums are nonadmitted		
e. Admitted amount (a) - (c) - (d)	**$**	**-**

The Company has no active retrospective policies open as of December 31, 2020.

F. Risk Sharing Provisions of the Affordable Care Act

(1) Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act risk sharing provisions (YES/NO)? Yes [ ] No [X]

(2) Impact of Risk Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year

Not applicable

(3) Roll forward of prior year ACA risk sharing provisions for the following asset (gross of any nonadmission) and liability balances along with the reasons for adjustments to prior year balance.

Not applicable

(4) Roll-Forward of Risk Corridors Asset and Liability Balances by Program Benefit Year

Not applicable

(5) ACA Risk Corridors Receivable as of Reporting Date

Not applicable

NOTES TO FINANCIAL STATEMENTS

NOTE 25 Change in Incurred Losses and Loss Adjustment Expenses

A. Reserves for incurred losses and loss adjustment expenses attributable to insured events as of December 31, 2019, were $383,606,000. As of December 31, 2020, $68,263,000 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now $313,566,000 as a result of re-estimation of unpaid claims and claim adjustment expenses principally on the workers' compensation line of business. Therefore, there has been a $1,777,000 favorable prior year development since December 31, 2019. This decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims. There was no impact on reserves or surplus as a result of development of retrospectively rated policies.

The first two columns in the chart below reflect by line of business the expense on the Statement of Income and what that expense would have been without prior year development (from Schedule P - Part 1). The third column is the difference between the first two columns and reflects the favorable development of $1,777,000. Increases or decreases of this nature occur as the result of claim settlements and receipt and evaluation of additional information regarding unpaid claims. Recent development trends are also taken into account in evaluating the overall adequacy of reserves. The last two columns reconcile the redundancy shown in the third column to the information shown in Schedule P- Part 2, which includes losses and the defense and cost containment (DCC) portion of LAE but excludes the adjusting and other (AO) portion of LAE.

Schedule P Lines of Business	Current Calendar Year Losses and LAE Incurred	Current Loss Year Losses and LAE Incurred Sch P. - Part 1	Prior Year Loss and LAE Shortage (Redundancy)	Loss and DCC Shortage (Redundancy) Sch. P - Part 2	AO Shortage (Redundancy)
Workers' compensation	133,788,000	134,976,000	(1,188,000)	(2,240,000)	1,052,000
Other liability occurrence	-	-	-	-	-
Other liability claims made	(406,000)	183,000	(589,000)	(589,000)	-
Totals	133,382,000	135,159,000	(1,777,000)	(2,829,000)	1,052,000

B. Not applicable

NOTE 26 Intercompany Pooling Arrangements

Not applicable

NOTE 27 Structured Settlements

A. Reserves Released Due to Purchase of Annuities

The Company has purchased annuities wherein the claimants are payees and which the Company is contingently liable in case of default by the Life Insurance Company that pays the annuity. In the event of default the Company would be contingently liable for approximately $52,180, the outstanding value of the annuity. There were no reserves eliminated by annuities or unrecorded loss contingencies.

B. Annuity Insurers with Balances due Greater than 1% of Policyholders' Surplus

The Company has not purchased annuities from life insurers under which the Company is payee and, therefore, no balances are due from such annuity insurers. There are no annuity insurers with balances greater than 1% of policyholders' surplus.

NOTE 28 Health Care Receivables

A. and B. Not applicable

NOTE 29 Participating Policies

Not applicable

NOTE 30 Premium Deficiency Reserves

The Company evaluated the need to record a premium deficiency reserve as of year-end and determined that an additional liability was not required.

The Company anticipates investment income as a factor in the premium deficiency calculation.

1. Liability carried for premium deficiency reserves	
2. Date of the most recent evaluation of this liability	11/30/2020
3. Was anticipated investment income utilized in the calculation?	Yes [X] No [ ]

NOTE 31 High Deductibles

The Company writes a single, high deductible policy, secured with a letter of credit, in the state of Maine. The Company requires this high deductible policyholder to provide an evergreen, irrevocable, clean letter of credit to secure obligations up to the estimated policyholder liabilities. This letter of credit requirement is reviewed periodically, as necessary, or annually in conjunction with the policy renewal to determine appropriate increases or decreases.

The Company does not record a reserve credit for high deductible reserves outstanding or an admitted deductible recovery accrual since the amounts are immaterial to the financial statements as a whole. There are no unsecured amounts of high deductibles, and no amounts overdue or in dispute. Accordingly, there are no counterparty high deductible policyholders with unsecured liabilities or no unsecured high deductible recoverables for individual obligors or that of a group under the same management or control which are greater than 1% of Capital and Surplus.

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

(1) Counter Party Exposure Recorded on Unpaid Claims and Billed Recoverables on Paid Claims

Not applicable

(2) Unsecured Amounts of High Deductibles

Not applicable

(3) High Deductible Recoverables Amounts on Paid Claims

Not applicable

(4) The Deductible Amounts for the Highest Ten Unsecured High Deductible Policies

Not applicable

NOTES TO FINANCIAL STATEMENTS

B. Unsecured High Deductible Recoverables for Individual Obligors Part of a Group Under the Same Management or Control Which Are Greater Than 1% of Capital and Surplus. For this purpose, a group of entities under common control shall be regarded as a single customer.

(1) Total Group Unsecured Aggregate Recoverable

Not applicable

(2) Obligors and Related Members in the Group

Not applicable

NOTE 32 Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

A. Tabular Discount

Not applicable

B. Nontabular Discount

Not applicable

C. Changes in Discount Assumptions

Not applicable

NOTE 33 Asbestos/Environmental Reserves

A. Five-Year Rollforward of Asbestos Reserves, Direct, Assumed and Net

Not applicable

B. Asbestos IBNR and Bulk Reserve, Direct, Assumed and Net

Not applicable

C. Asbestos LAE Reserve, Direct, Assumed and Net

Not applicable

D. Five-Year Rollforward of Environmental Reserves, Direct, Assumed and Net

Not applicable

E. Environmental IBNR and Bulk Reserve, Direct, Assumed and Net

Not applicable

F. Environmental LAE Reserve, Direct, Assumed and Net

Not applicable

NOTE 34 Subscriber Savings Accounts

Not applicable

NOTE 35 Multiple Peril Crop Insurance

Not applicable

NOTE 36 Financial Guaranty Insurance

A. and B. Not applicable

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? Maine

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

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.

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

2.2 If yes, date of change:

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2016

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). 04/17/2018

3.4 By what department or departments?
Maine Bureau of Insurance

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 [X] No [ ] N/A [ ]

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

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 [ ] No [X]
If yes, complete and file the merger history data file with the NAIC.

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

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

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

6.2 If yes, give full information:

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

7.2 If yes,
7.21 State the percentage of foreign control; %
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 or government, manager or attorney in fact).

1 Nationality	2 Type of Entity

GENERAL INTERROGATORIES

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

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

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

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

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

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Johnson Lambert LLP, 7000 Central Parkway, Suite 1500, Atlanta, GA 30328

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

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

10.3 Has the insurer been granted any exemptions related to the 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:

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

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

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Yi Jing, FCAS, MAAA, Willis Towers Watson, 175 Powder Forest Drive, Weatogue, CT 06089

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

12.11 Name of real estate holding company Casco View Holdings, LLC

12.12 Number of parcels involved 5

12.13 Total book/adjusted carrying value $ 20,866,884

12.2 If, yes provide explanation:

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

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

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

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

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

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

a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
c. Compliance with applicable governmental laws, rules and regulations;
d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
e. Accountability for adherence to the code.

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

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

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

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

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

GENERAL INTERROGATORIES

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

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 subordinate 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 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 $
- 20.12 To stockholders not officers $
- 20.13 Trustees, supreme or grand (Fraternal Only) $

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 $
- 20.22 To stockholders not officers $
- 20.23 Trustees, supreme or grand (Fraternal Only) $

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 reported 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 $
- 21.22 Borrowed from others $
- 21.23 Leased from others $
- 21.24 Other $

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 $
- 22.22 Amount paid as expenses $
- 22.23 Other amounts paid $

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: $

INVESTMENT

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

24.02 If no, give full and complete information relating thereto

24.03 For securities 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)

24.04 For the reporting entity's securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions. $

24.05 For the reporting entity's securities lending program, report amount of collateral for other programs. $

24.06 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 [X]

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

24.08 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 [X]

GENERAL INTERROGATORIES

24.09 For the reporting entity's securities lending program state the amount of the following as of December 31 of the current year:

24.091 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. $ 0
24.092 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 $ 0
24.093 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 currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes [X] No [ ]

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

25.21 Subject to repurchase agreements $
25.22 Subject to reverse repurchase agreements $
25.23 Subject to dollar repurchase agreements $
25.24 Subject to reverse dollar repurchase agreements $
25.25 Placed under option agreements $
25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock $
25.27 FHLB Capital Stock $ 295,300
25.28 On deposit with states $ 3,908,868
25.29 On deposit with other regulatory bodies $ 713,771
25.30 Pledged as collateral - excluding collateral pledged to an FHLB $
25.31 Pledged as collateral to FHLB - including assets backing funding agreements $
25.32 Other $

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

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

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

LINES 26.3 through 26.5: FOR LIFE/FRATERNAL REPORTING ENTITIES ONLY:

26.3 Does the reporting entity utilize derivatives to hedge variable annuity guarantees subject to fluctuations as a result of interest rate sensitivity? Yes [ ] No [X]

26.4 If the response to 26.3 is YES, does the reporting entity utilize:

26.41 Special accounting provision of SSAP No. 108 Yes [ ] No [ ]
26.42 Permitted accounting practice Yes [ ] No [ ]
26.43 Other accounting guidance Yes [ ] No [ ]

26.5 By responding YES to 26.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following: Yes [ ] No [ ]

- The reporting entity has obtained explicit approval from the domiciliary state.
- Hedging strategy subject to the special accounting provisions is consistent with the requirements of VM-21.
- Actuarial certification has been obtained which indicates that the hedging strategy is incorporated within the establishment of VM-21 reserves and provides the impact of the hedging strategy within the Actuarial Guideline Conditional Tail Expectation Amount.
- Financial Officer Certification has been obtained which indicates that the hedging strategy meets the definition of a Clearly Defined Hedging Strategy within VM-21 and that the Clearly Defined Hedging Strategy is the hedging strategy being used by the company in its actual day-to-day risk mitigation efforts.

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

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

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

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

1 Name of Custodian(s)	2 Custodian's Address
Key Private Bank	One Canal Plaza, Portland, ME 04101

GENERAL INTERROGATORIES

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)

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

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

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

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
Conning Asset Management	U
New England Asset Management	U

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 invested assets? Yes [X] No [ ]

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 invested assets? Yes [X] No [ ]

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

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
107423	Conning Asset Management	549300Z0GI4KK37BDV40	SEC	DS
105900	New England Asset Management	KUR85E5PS4GQFZTFC130	SEC	DS

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

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
78467Y-10-7	SPDR S&P MIDCAP 400 ETF TRST	17,199,923
29.2999 - Total		17,199,923

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
SPDR S&P MIDCAP 400 ETF TRST	ENPHASE ENERGY INC.	191,170,000	12/31/2020
SPDR S&P MIDCAP 400 ETF TRST	TRIMBLE INC.	144,060,000	12/31/2020
SPDR S&P MIDCAP 400 ETF TRST	PENN NATIONAL GAMING INC.	109,910,000	12/31/2020
SPDR S&P MIDCAP 400 ETF TRST	GENERAC HOLDINGS INC.	123,240,000	12/31/2020
SPDR S&P MIDCAP 400 ETF TRST	CAESARS ENTERTAINMENT INC.	133,400,000	12/31/2020

GENERAL INTERROGATORIES

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	473,042,934	507,618,880	34,575,946
30.2 Preferred stocks	0		0
30.3 Totals	473,042,934	507,618,880	34,575,946

30.4 Describe the sources or methods utilized in determining the fair values:
The fair value is primarily determined by widely accepted third party vendors, followed by a hierarchy using broker/dealer quotes, index pricing, models using analytic data and Bloomberg pricing.

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

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

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

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

32.2 If no, list exceptions:

33. By self-designating 5GI securities, the reporting entity is certifying the following elements of each self-designated 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 a 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]

35. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:
a. The shares were purchased prior to January 1, 2019.
b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.
d. The fund only or predominantly holds bonds in its portfolio.
e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.
f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.
Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria? Yes [ ] No [X]

36. By rolling/renewing short-term or cash equivalent investments with continued reporting on Schedule DA, Part 1 or Schedule E Part 2 (identified through a code (%) in those investment schedules), the reporting entity is certifying to the following:
a. The investment is a liquid asset that can be terminated by the reporting entity on the current maturity date.
b. If the investment is with a nonrelated party or nonaffiliate, then it reflects an arms-length transaction with renewal completed at the discretion of all involved parties.
c. If the investment is with a related party or affiliate, then the reporting entity has completed robust re-underwriting of the transaction for which documentation is available for regulator review.
d. Short-term and cash equivalent investments that have been renewed/rolled from the prior period that do not meet the criteria in 36.a - 36.c are reported as long-term investments.
Has the reporting entity rolled/renewed short-term or cash equivalent investments in accordance with these criteria? Yes [ ] No [X] N/A [ ]

GENERAL INTERROGATORIES

OTHER

37.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? $ 963,629

37.2 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
National Council on Compensation Insurance	854,660

38.1 Amount of payments for legal expenses, if any? $ 198,377

38.2 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
Pierce Atwood	129,890

39.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? $ 13,911

39.2 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
National Association of Mutual Insurance Companies	13,911

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND 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. $

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? $

1.31 Reason for excluding

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. $

1.5 Indicate total incurred claims on all Medicare Supplement Insurance. $ 0

1.6 Individual policies:

Most current three years:

1.61 Total premium earned	$	0
1.62 Total incurred claims	$	0
1.63 Number of covered lives		0

All years prior to most current three years

1.64 Total premium earned	$	0
1.65 Total incurred claims	$	0
1.66 Number of covered lives		0

1.7 Group policies:

Most current three years:

1.71 Total premium earned	$	0
1.72 Total incurred claims	$	0
1.73 Number of covered lives		0

All years prior to most current three years

1.74 Total premium earned	$	0
1.75 Total incurred claims	$	0
1.76 Number of covered lives		0

2. Health Test:

	1 Current Year	2 Prior Year
2.1 Premium Numerator		
2.2 Premium Denominator	162,615,771	162,857,359
2.3 Premium Ratio (2.1/2.2)	0.000	0.000
2.4 Reserve Numerator	0	0
2.5 Reserve Denominator	493,345,503	460,873,590
2.6 Reserve Ratio (2.4/2.5)	0.000	0.000

3.1 Did the reporting entity issue participating policies during the calendar year? Yes [ ] No [X]

3.2 If yes, provide the amount of premium written for participating and/or non-participating policies during the calendar year:

3.21 Participating policies $

3.22 Non-participating policies $

4. For mutual reporting Entities and Reciprocal Exchanges Only:

4.1 Does the reporting entity issue assessable policies? Yes [X] No [ ]

4.2 Does the reporting entity issue non-assessable policies? Yes [ ] No [X]

4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? % 100.0

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. $

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 [X]

5.22 As a direct expense of the exchange Yes [ ] No [ ] N/A [X]

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 [X]

5.5 If yes, give full information

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
The Company utilizes excess of loss and quota-share reinsurance to protect itself against catastropic losses. The Company's program is placed with a consortium of highly-rated reinsurers.

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.
Paid, case and other reserve actuarial analysis is performed by Willis Towers Watson, consuting actuaries.

6.3 What provision has this reporting entity made (such as a 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?
Property losses are not insured by the Company

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 [X] No [ ]

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.

7.1 Has this 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 ratio cap, an aggregate limit or any similar provisions)? Yes [ ] No [X]

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

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 [X]

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

8.2 If yes, give full information

9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
(c) Aggregate stop loss reinsurance coverage;
(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. Yes [ ] No [X]

9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes [ ] No [X]

9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4 Except for transactions meeting the requirements of paragraph 36 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [ ] No [X]

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

9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
(a) The entity does not utilize reinsurance; or, Yes [ ] No [X]
(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes [ ] No [X]
(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes [ ] 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 [ ]

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

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

11.2 If yes, give full information

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

12.11 Unpaid losses $

12.12 Unpaid underwriting expenses (including loss adjustment expenses) $

12.2 Of the amount on Line 15.3, Page 2, state the amount which is secured by letters of credit, collateral, and other funds $

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

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 [X] No [ ]

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

12.61 Letters of credit $ 250,000

12.62 Collateral and other funds $

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

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

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

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

14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
Insurance premium and losses incurred are calculated and recorded on the Company who originated the policy.

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

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

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

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

15.2 If yes, give full information

16.1 Does the reporting entity write any warranty business? Yes [ ] No [X]
If yes, disclose the following information for each of the following types of warranty coverage:

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

* Disclose type of coverage:

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

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 $

17.12 Unfunded portion of Interrogatory 17.11 $

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

17.14 Case reserves portion of Interrogatory 17.11 $

17.15 Incurred but not reported portion of Interrogatory 17.11 $

17.16 Unearned premium portion of Interrogatory 17.11 $

17.17 Contingent commission portion of Interrogatory 17.11 $

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. $

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

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

19. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two 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 2020	2 2019	3 2018	4 2017	5 2016
	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)	169,581,663	169,644,008	168,127,651	166,994,670	160,750,506
2.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
3.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
4.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
5.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6.	Total (Line 35)	169,581,663	169,644,008	168,127,651	166,994,670	160,750,506
	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)	163,903,456	164,025,583	162,618,985	161,536,857	155,374,723
8.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
9.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
10.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
11.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12.	Total (Line 35)	163,903,456	164,025,583	162,618,985	161,536,857	155,374,723
	Statement of Income (Page 4)					
13	Net underwriting gain (loss) (Line 8)	(12,589,833)	(10,959,360)	(3,107,655)	2,501,200	4,512,457
14.	Net investment gain or (loss) (Line 11)	28,266,747	30,058,308	30,115,769	23,583,122	25,085,940
15.	Total other income (Line 15)	(69,205)	121,720	(69,223)	(88,928)	73,274
16.	Dividends to policyholders (Line 17)	17,000,000	22,001,417	22,021,902	21,000,000	20,000,000
17.	Federal and foreign income taxes incurred (Line 19)	(1,424,594)	(4,355,215)	(1,453,509)	(4,236,064)	(844,367)
18.	Net income (Line 20)	32,303	1,574,466	6,370,498	9,231,458	10,516,038
	Balance Sheet Lines (Pages 2 and 3)					
19.	Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	1,026,284,220	972,479,158	911,443,632	916,717,048	886,754,628
20.	Premiums and considerations (Page 2, Col. 3)					
	20.1 In course of collection (Line 15.1)	5,106,844	4,439,043	5,675,711	7,104,463	6,006,500
	20.2 Deferred and not yet due (Line 15.2)	53,778,620	51,727,666	49,468,731	48,703,180	45,932,001
	20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21.	Total liabilities excluding protected cell business (Page 3, Line 26)	538,538,786	502,528,368	487,713,538	477,719,972	471,739,559
22.	Losses (Page 3, Line 1)	375,440,384	347,833,679	337,984,440	336,150,349	325,113,958
23.	Loss adjustment expenses (Page 3, Line 3)	39,350,099	35,772,576	33,032,666	29,039,853	31,539,447
24.	Unearned premiums (Page 3, Line 9)	78,555,020	77,267,335	76,099,111	76,664,178	74,173,862
25.	Capital paid up (Page 3, Lines 30 & 31)	0	0	0	0	0
26.	Surplus as regards policyholders (Page 3, Line 37)	487,745,434	469,950,790	423,730,094	438,997,076	415,015,069
	Cash Flow (Page 5)					
27.	Net cash from operations (Line 11)	19,484,831	5,537,409	5,899,045	11,507,049	17,323,678
	Risk-Based Capital Analysis					
28.	Total adjusted capital	487,745,434	469,950,790	423,730,094	438,997,076	415,015,069
29.	Authorized control level risk-based capital	66,317,467	59,125,436	56,697,279	54,646,950	46,059,660
	Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0					
30.	Bonds (Line 1)	49.0	51.3	53.1	54.2	58.2
31.	Stocks (Lines 2.1 & 2.2)	44.1	45.1	42.9	41.9	38.1
32.	Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33.	Real estate (Lines 4.1, 4.2 & 4.3)	0.0	0.0	0.0	0.0	0.0
34.	Cash, cash equivalents and short-term investments (Line 5)	4.2	1.0	1.2	1.3	1.1
35.	Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36.	Derivatives (Line 7)	0.0	0.0	0.0	0.0	0.0
37.	Other invested assets (Line 8)	2.6	2.5	2.7	2.6	2.6
38.	Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39.	Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	0.0	0.0
40.	Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41.	Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
	Investments in Parent, Subsidiaries and Affiliates					
42.	Affiliated bonds (Schedule D, Summary, Line 12, Col. 1)		0	0	0	0
43.	Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)	0	0	0	0	0
44.	Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)	236,948,666	226,801,916	201,117,943	177,573,781	153,691,042
45.	Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)		0	0	0	0
46.	Affiliated mortgage loans on real estate					
47.	All other affiliated	20,866,884	20,080,835	22,348,977	21,535,899	20,952,648
48.	Total of above Lines 42 to 47	257,815,550	246,882,751	223,466,920	199,109,680	174,643,690
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)	52.9	52.5	52.7	45.4	42.1

FIVE-YEAR HISTORICAL DATA

(Continued)

		1 2020	2 2019	3 2018	4 2017	5 2016
	Capital and Surplus Accounts (Page 4)					
51.	Net unrealized capital gains (losses) (Line 24)	14,752,553	47,368,073	(19,104,797)	13,766,832	15,012,685
52.	Dividends to stockholders (Line 35)		0	0	0	0
53.	Change in surplus as regards policyholders for the year (Line 38)	17,794,644	46,220,696	(15,266,982)	23,982,007	21,655,752
	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)	93,033,247	109,271,291	107,829,431	99,976,140	91,452,237
55.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
56.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
57.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
58.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59.	Total (Line 35)	93,033,247	109,271,291	107,829,431	99,976,140	91,452,237
	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)	83,312,447	107,148,648	103,861,752	97,340,927	89,333,082
61.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
62.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
63.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
64.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65.	Total (Line 35)	83,312,447	107,148,648	103,861,752	97,340,927	89,333,082
	Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0					
66.	Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67.	Losses incurred (Line 2)	68.2	71.8	64.8	68.1	72.7
68.	Loss expenses incurred (Line 3)	13.8	13.0	14.8	10.1	2.5
69.	Other underwriting expenses incurred (Line 4)	25.7	21.9	22.3	20.2	21.8
70.	Net underwriting gain (loss) (Line 8)	(7.7)	(6.7)	(1.9)	1.6	3.0
	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)	25.6	21.6	22.4	19.9	21.3
72.	Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	82.0	84.9	79.6	78.2	75.2
73.	Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	33.6	34.9	38.4	36.8	37.4
	One Year Loss Development ($000 omitted)					
74.	Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11)	(2,828)	(2,635)	(5,270)	(3,085)	(6,679)
75.	Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0)	(0.6)	(0.6)	(1.2)	(0.7)	(1.7)
	Two Year Loss Development ($000 omitted)					
76.	Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	(1,930)	(12,924)	(3,136)	(7,244)	(5,448)
77.	Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	(0.5)	(2.9)	(0.8)	(1.8)	(1.4)

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

If no, please explain:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

($000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported Direct and Assumed
	Direct and Assumed	Ceded	Net (1 - 2)	4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded	Salvage and Subrogation Received	Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	
1. Prior	XXX	XXX	XXX	5,400	6,011	220	102	285	0	1	(208)	XXX
2. 2011	126,727	4,028	122,699	64,720	407	3,203	0	7,486	0	1,144	75,002	XXX
3. 2012	130,463	4,092	126,371	69,320	313	3,531	0	8,794	0	1,399	81,332	XXX
4. 2013	133,090	3,966	129,124	78,800	3,302	3,838	0	9,611	0	918	88,947	XXX
5. 2014	143,819	4,398	139,421	78,172	698	4,044	0	9,945	0	1,446	91,463	XXX
6. 2015	148,754	5,087	143,667	74,257	819	4,339	0	10,050	0	691	87,827	XXX
7. 2016	157,108	5,304	151,804	79,283	529	5,066	0	10,920	0	2,238	94,740	XXX
8. 2017	164,423	5,377	159,046	74,474	741	4,869	0	11,972	0	1,256	90,574	XXX
9. 2018	168,653	5,468	163,185	67,944	1,002	4,692	0	12,064	0	600	83,698	XXX
10. 2019	168,416	5,558	162,858	56,398	278	3,479	0	10,469	0	177	70,068	XXX
11. 2020	168,293	5,677	162,616	24,933	219	1,145	0	8,077	0	40	33,936	XXX
12. Totals	XXX	XXX	XXX	673,701	14,319	38,426	102	99,673	0	9,910	797,379	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR						
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded	Salvage and Subrog-ation Anticipated	Total Net Losses and Expenses Unpaid	Number of Claims Outstand-ing Direct and Assumed
1. Prior	20,405	3,613	24,460	0	782	22	611	0	1,725	0	0	44,348	XXX
2. 2011	2,010	0	5,614	0	83	0	173	0	899	0	44	8,779	XXX
3. 2012	2,574	0	5,525	0	203	0	186	0	1,152	0	72	9,640	XXX
4. 2013	3,888	0	13,765	0	311	0	314	0	1,508	0	40	19,786	XXX
5. 2014	3,641	0	13,816	0	251	0	413	0	759	0	79	18,880	XXX
6. 2015	5,431	0	20,641	0	416	0	632	0	1,357	0	203	28,477	XXX
7. 2016	4,381	0	18,666	0	409	0	619	0	1,368	0	284	25,443	XXX
8. 2017	10,905	0	28,262	0	907	0	813	0	765	0	894	41,652	XXX
9. 2018	11,750	40	35,008	0	1,418	0	754	0	1,048	0	1,669	49,938	XXX
10. 2019	13,619	98	44,526	329	2,462	0	770	0	5,674	0	1,953	66,624	XXX
11. 2020	20,545	182	71,121	851	3,554	0	1,271	0	5,765	0	2,079	101,223	XXX
12. Totals	99,149	3,933	281,404	1,180	10,796	22	6,556	0	22,020	0	7,317	414,790	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred /Premiums Earned)			Nontabular Discount		34	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense	Inter-Company Pooling Participation Percentage	35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	41,252	3,096
2. 2011	84,188	407	83,781	66.4	10.1	68.3	0	0		7,624	1,155
3. 2012	91,285	313	90,972	70.0	7.6	72.0	0	0		8,099	1,541
4. 2013	112,035	3,302	108,733	84.2	83.3	84.2	0	0		17,653	2,133
5. 2014	111,041	698	110,343	77.2	15.9	79.1	0	0		17,457	1,423
6. 2015	117,123	819	116,304	78.7	16.1	81.0	0	0		26,072	2,405
7. 2016	120,712	529	120,183	76.8	10.0	79.2	0	0		23,047	2,396
8. 2017	132,967	741	132,226	80.9	13.8	83.1	0	0		39,167	2,485
9. 2018	134,678	1,042	133,636	79.9	19.1	81.9	0	0		46,718	3,220
10. 2019	137,397	705	136,692	81.6	12.7	83.9	0	0		57,718	8,906
11. 2020	136,411	1,252	135,159	81.1	22.1	83.1	0	0		90,633	10,590
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	375,440	39,350

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) 1 2011	2 2012	3 2013	4 2014	5 2015	6 2016	7 2017	8 2018	9 2019	10 2020	DEVELOPMENT 11 One Year	12 Two Year
1. Prior	242,155	224,351	220,652	211,842	211,095	211,888	212,194	207,522	200,314	198,478	(1,836)	(9,044)
2. 2011	89,019	85,781	86,184	82,715	80,421	82,437	80,664	82,462	77,005	75,396	(1,609)	(7,066)
3. 2012	XXX	90,715	88,906	91,830	85,998	83,914	86,195	85,844	82,102	81,026	(1,076)	(4,818)
4. 2013	XXX	XXX	93,709	93,813	101,728	99,144	97,665	95,666	97,465	97,614	149	1,948
5. 2014	XXX	XXX	XXX	100,902	94,952	98,271	98,574	97,681	100,304	99,639	(665)	1,958
6. 2015	XXX	XXX	XXX	XXX	103,784	95,645	95,442	99,101	100,930	104,897	3,967	5,796
7. 2016	XXX	XXX	XXX	XXX	XXX	106,921	104,401	106,808	109,225	107,895	(1,330)	1,087
8. 2017	XXX	XXX	XXX	XXX	XXX	XXX	119,160	113,941	114,026	119,489	5,463	5,548
9. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	117,863	122,882	120,524	(2,358)	2,661
10. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	124,082	120,549	(3,533)	XXX
11. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	121,317	XXX	XXX
										12. Totals	(2,828)	(1,930)

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) 1 2011	2 2012	3 2013	4 2014	5 2015	6 2016	7 2017	8 2018	9 2019	10 2020	11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
1. Prior	000	40,271	70,912	89,944	104,912	118,188	132,820	146,263	156,348	155,855	XXX	XXX
2. 2011	17,430	33,514	43,755	51,069	54,776	58,994	61,441	64,206	66,502	67,516	XXX	XXX
3. 2012	XXX	19,697	38,016	49,550	56,716	62,299	65,094	68,230	70,934	72,538	XXX	XXX
4. 2013	XXX	XXX	24,256	44,600	57,660	67,676	73,747	77,726	80,730	79,336	XXX	XXX
5. 2014	XXX	XXX	XXX	26,330	47,407	60,743	70,035	76,170	79,687	81,518	XXX	XXX
6. 2015	XXX	XXX	XXX	XXX	24,156	45,346	58,311	67,770	74,462	77,777	XXX	XXX
7. 2016	XXX	XXX	XXX	XXX	XXX	27,214	51,123	65,544	77,866	83,820	XXX	XXX
8. 2017	XXX	XXX	XXX	XXX	XXX	XXX	30,810	55,217	69,151	78,602	XXX	XXX
9. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	31,763	58,218	71,634	XXX	XXX
10. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	32,024	59,599	XXX	XXX
11. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	25,859	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 2011	2 2012	3 2013	4 2014	5 2015	6 2016	7 2017	8 2018	9 2019	10 2020
1. Prior	167,406	127,756	108,213	86,259	79,813	69,793	55,606	39,072	26,369	25,071
2. 2011	56,500	42,644	34,781	26,693	22,170	20,190	16,418	14,904	7,920	5,787
3. 2012	XXX	55,432	42,164	35,186	24,651	17,885	17,367	14,064	7,632	5,711
4. 2013	XXX	XXX	52,304	37,235	34,913	24,056	18,016	13,503	12,635	14,079
5. 2014	XXX	XXX	XXX	56,507	37,106	28,918	20,974	15,852	16,425	14,229
6. 2015	XXX	XXX	XXX	XXX	64,127	41,347	28,685	22,846	18,922	21,273
7. 2016	XXX	XXX	XXX	XXX	XXX	61,423	42,210	30,967	22,163	19,285
8. 2017	XXX	XXX	XXX	XXX	XXX	XXX	69,004	47,970	31,382	29,075
9. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	64,265	48,718	35,762
10. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	63,990	44,967
11. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	71,541

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	1 Active Status (a)	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken 2 Direct Premiums Written	 3 Direct Premiums Earned	4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Included in Column 2)
1. Alabama AL	N								
2. Alaska AK	N								
3. Arizona AZ	N								
4. Arkansas AR	N								
5. California CA	N								
6. Colorado CO	N								
7. Connecticut CT	L	486,975	545,838	79,535	191,573	80,390	940,035	90	
8. Delaware DE	L	0	0	0	0	0	0		
9. District of Columbia DC	N								
10. Florida FL	N								
11. Georgia GA	L	0	0	0	0	0	0		
12. Hawaii HI	N								
13. Idaho ID	N								
14. Illinois IL	L	55,462	80,943	8,468	95,313	51,339	135,462	15	
15. Indiana IN	N								
16. Iowa IA	N								
17. Kansas KS	N								
18. Kentucky KY	N								
19. Louisiana LA	N								
20. Maine ME	L	160,678,604	158,679,186	15,945,020	87,759,599	110,733,171	366,543,752	158,660	
21. Maryland MD	L	32,032	31,225	1,733	124	20,433	74,610	295	
22. Massachusetts MA	L	1,244,009	1,402,997	181,257	589,124	81,211	2,400,417		
23. Michigan MI	N								
24. Minnesota MN	L	54,523	47,895	0	0	31,132	76,315		
25. Mississippi MS	N								
26. Missouri MO	N								
27. Montana MT	L	0	0	0	0	0	0		
28. Nebraska NE	N								
29. Nevada NV	N								
30. New Hampshire NH	L	3,833,777	4,001,007	459,058	2,708,536	2,595,301	3,742,562	1,050	
31. New Jersey NJ	L	173,798	179,325	21,078	229,681	18,372	261,657		
32. New Mexico NM	N								
33. New York NY	L	911,870	1,130,694	162,452	412,454	(16,413)	2,497,740	75	
34. North Carolina NC	L	0	0	0	0	0	0		
35. North Dakota ND	L	0	0	0	0	0	0		
36. Ohio OH	L	0	0	0	0	0	0		
37. Oklahoma OK	N								
38. Oregon OR	N								
39. Pennsylvania PA	L	110,989	135,276	18,390	57,214	87,258	351,647	15	
40. Rhode Island RI	L	217,215	225,152	0	29,219	146,349	188,666	10	
41. South Carolina SC	L	35,845	39,590	21,612	23,930	25,897	317,077	45	
42. South Dakota SD	L	0	0	0	0	0	0		
43. Tennessee TN	L	0	0	0	0	0	0		
44. Texas TX	N								
45. Utah UT	N								
46. Vermont VT	L	967,040	1,012,803	93,976	436,974	620,448	1,253,273	95	
47. Virginia VA	L	83,496	76,010	7,421	9,736	49,362	190,360		
48. Washington WA	L	0	0	0	0	0	0		
49. West Virginia WV	L	0	0	0	0	0	0		
50. Wisconsin WI	N								
51. Wyoming WY	N								
52. American Samoa AS	N								
53. Guam GU	N								
54. Puerto Rico PR	N								
55. U.S. Virgin Islands VI	N								
56. Northern Mariana Islands MP	N								
57. Canada CAN	N								
58. Aggregate other alien OT	XXX	0	0	0	0	0	0	0	0
59. Totals	XXX	168,885,635	167,587,941	17,000,000	92,543,477	114,524,250	378,973,573	160,350	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 through 58003 plus 58998)(Line 58 above)	XXX	0	0	0	0	0	0	0	0

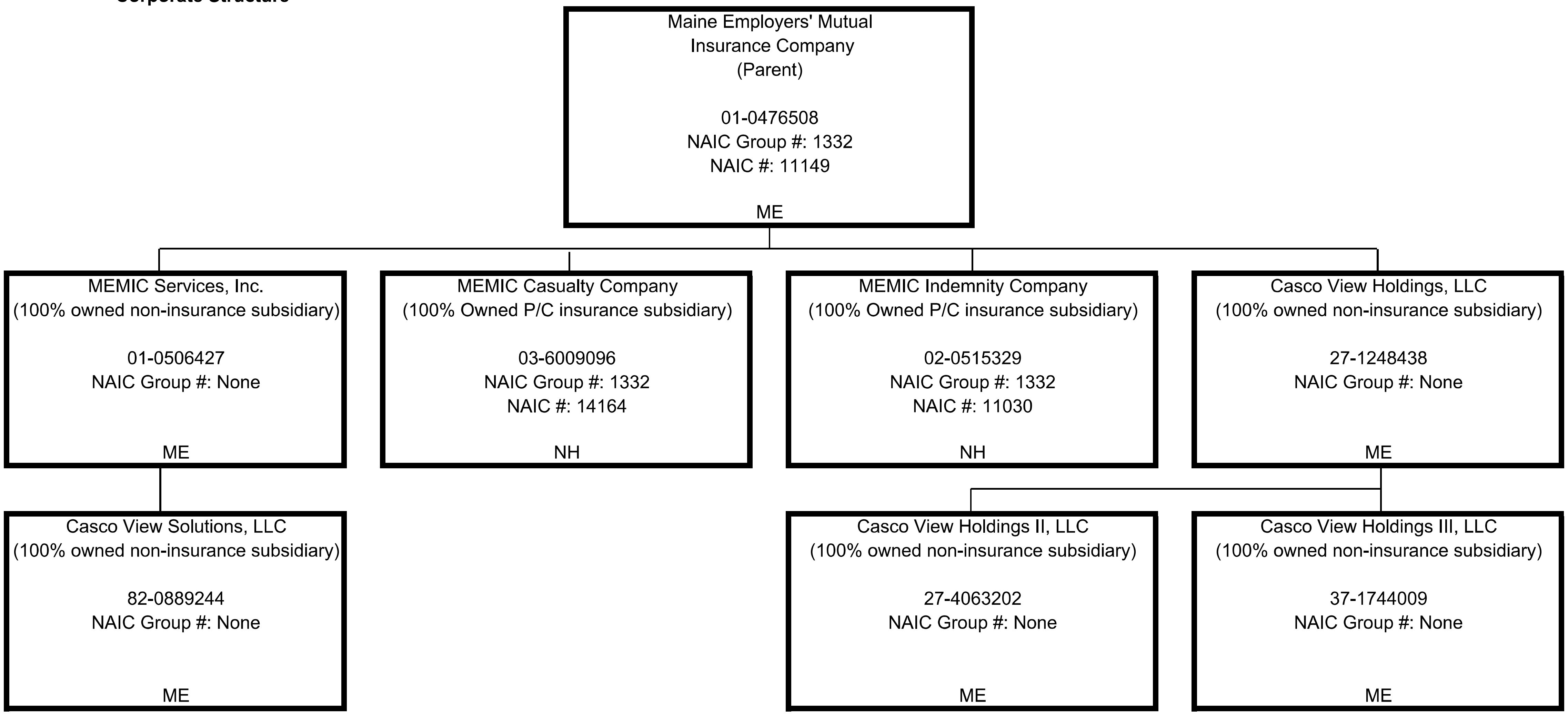
(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG 24
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 33

(b) Explanation of basis of allocation of premiums by states, etc.

Direct written and earned premium, paid losses, incurred losses unpaid and finance charges are directly allocated to the states where the policy coverage is inforce.

Corporate Structure



OVERFLOW PAGE FOR WRITE-INS

NONE