

**STATEMENT OF ADMITTED ASSETS,  
LIABILITIES AND POLICYHOLDERS' SURPLUS**  
Statutory Basis  
Years Ending December 31, 2019 and 2018

<b>INVESTMENTS</b>	<b>2019</b>	<b>2018</b>
Invested cash .....	\$ 172,547	\$ 517,634
Bonds.....	966,929	556,133
Stocks & mutual funds .....	793,315	699,214
Real estate.....	31,526	36,419
<b>TOTAL INVESTMENTS.....</b>	<b>1,964,317</b>	<b>1,809,400</b>
Cash on hand .....	184,898	129,656
Uncollected premium.....	451	8,121
Deferred and not yet due .....	84,982	85,783
Investment income due and accrued.....	5,992	6,403
Reinsurance recoverable on paid losses.....	0	0
Reinsurance premium & commission recoverable.....	9,891	14,182
Computer equip (net of accumulated depreciation).....	0	0
Fire dues & federal income tax recoverable .....	250	155
Due from agency.....	0	0
<b>TOTAL ADMITTED ASSETS.....</b>	<b>\$ 2,250,781</b>	<b>\$ 2,053,700</b>

**LIABILITIES AND SURPLUS**

Net unpaid losses.....	\$ 6,965	\$ 3,000
Net unpaid loss adjustment expense.....	200	700
Unearned premium.....	328,752	324,763
Reinsurance payable.....	16,847	23,667
Commissions payable.....	21,271	24,913
Premium received in advance .....	9,718	7,593
Fire department dues payable.....	0	0
Expenses due and accrued.....	18,460	17,595
Federal income & Payroll taxes payable.....	3,601	2,126
<b>TOTAL LIABILITIES.....</b>	<b>405,814</b>	<b>404,357</b>
Policyholders' surplus.....	1,844,967	1,649,343
<b>TOTAL LIABILITIES &amp; POLICYHOLDERS' SURPLUS</b>	<b>\$ 2,250,781</b>	<b>\$ 2,053,700</b>

**CHANGE IN POLICYHOLDERS' SURPLUS**

Policyholders' surplus beginning of year.....	\$ 1,649,343	\$ 1,408,486
Net Income (Loss) .....	163,332	258,217
Net unrealized capital gain (Loss) .....	48,239	(15,579)
Change in non-admitted assets.....	(15,947)	(1,781)
Net change in surplus.....	195,624	240,857
Policyholders' surplus end of year.....	<b>\$ 1,844,967</b>	<b>\$ 1,649,343</b>

**STATEMENT OF OPERATIONS**  
Statutory Basis  
Years Ending December 31, 2019 and 2018

	<b>2019</b>	<b>2018</b>
Gross premium earned.....	\$ 677,136	\$ 707,982
Reinsurance ceded.....	196,100	241,950
<b>NET PREMIUM EARNED.....</b>	<b>481,036</b>	<b>466,032</b>
Gross losses incurred.....	61,956	11,021
Reinsurance recoveries.....	653	(305)
<b>NET LOSSES INCURRED.....</b>	<b>61,303</b>	<b>11,326</b>
Commissions incurred on premium written.....	92,752	96,888
Commissions earned on reinsurance ceded.....	(12,839)	(37,421)
<b>NET COMMISSIONS INCURRED.....</b>	<b>79,913</b>	<b>59,467</b>
<b>TOTAL OTHER OPERATING EXPENSES INCURRED</b>	<b>229,951</b>	<b>236,372</b>
<b>NET UNDERWRITING GAIN (LOSS).....</b>	<b>109,869</b>	<b>158,867</b>
<b>INVESTMENT INCOME EARNED</b>		
Investment income.....	37,035	90,993
Realized capital gain.....	10,022	(5,120)
<b>TOTAL INVESTMENT INCOME EARNED.....</b>	<b>47,057</b>	<b>85,873</b>
Investment expense.....	(30,343)	(27,713)
(Allocation of expenses for investment was made to comply with state insurance rules)		
<b>NET INVESTMENT INCOME.....</b>	<b>16,714</b>	<b>58,160</b>
<b>OTHER INCOME.....</b>	<b>39,670</b>	<b>39,750</b>
<b>NET INCOME (LOSS) BEFORE FEDERAL INCOME TAXES</b>	<b>166,253</b>	<b>256,777</b>
Provision for federal income taxes.....	2,921	(1,440)
<b>NET INCOME (LOSS).....</b>	<b>\$ 163,332</b>	<b>\$ 258,217</b>

**SCHEDULE OF INVESTMENT INTEREST AND DIVIDENDS RECEIVED**

	<b>2019</b>	<b>2018</b>
Cash deposited at interest.....	\$ 3,104	\$ 9,655
Bonds (at amortized value).....	22,797	10,454
Stocks (at market) and mutual funds (at market).....	10,234	69,984
Real estate.....	900	900
<b>TOTAL.....</b>	<b>\$ 37,035</b>	<b>\$ 90,993</b>

**INSURANCE IN FORCE**

Number of Policies 855  
Total insurance in force: Fire & EC-\$165,571,554