

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	31,966,384		31,966,384	22,060,933
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)	3,654,218		3,654,218	3,608,601
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ 4,223,563 , Schedule E-Part 1), cash equivalents (\$, Schedule E-Part 2) and short-term investments (\$ 29,558,590 , Schedule DA)	33,782,153		33,782,153	41,396,841
6. Contract loans (including \$ premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivables for securities				
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	69,402,754		69,402,754	67,066,375
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	248,846		248,846	176,405
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	14,136,847	5,191,156	8,945,691	16,287,770
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)				
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	11,938,957		11,938,957	6,298,608
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				61,082
18.2 Net deferred tax asset	1,169,746		1,169,746	
19. Guaranty funds receivable or on deposit	(10)		(10)	(5)
20. Electronic data processing equipment and software	123,679		123,679	150,692
21. Furniture and equipment, including health care delivery assets (\$)	46,692	46,692		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	209,614	204,113	5,501	530,368
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other-than-invested assets	515,171	406,768	108,403	2,359,503
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	97,792,296	5,848,729	91,943,567	92,930,798
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	97,792,296	5,848,729	91,943,567	92,930,798
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Other Receivables	372,809	264,406	108,403	
2502. Prepaid Expenses	142,362	142,362		2,359,503
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	515,171	406,768	108,403	2,359,503

**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	19,114,155	18,922,119
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)		
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	1,993,990	1,660,973
4. Commissions payable, contingent commissions and other similar charges	58,083	9,690
5. Other expenses (excluding taxes, licenses and fees)	2,644,984	3,246,079
6. Taxes, licenses and fees (excluding federal and foreign income taxes)		
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	137,503	1,156,149
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 \$ 16,027,021 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	18,025,385	24,348,111
10. Advance premium	1,442,733	2,429,705
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	6,582,422	5,844,378
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)	11,558,018	18,763,878
14. Amounts withheld or retained by company for account of others	532,434	944,487
15. Remittances and items not allocated		
16. Provision for reinsurance (including \$ certified) (Schedule F, Part 3 Column 78)	678,000	
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	90,930	642,470
20. Derivatives		
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	2	5
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	62,858,639	77,968,044
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	62,858,639	77,968,044
29. Aggregate write-ins for special surplus funds	1,544,134	1,544,134
30. Common capital stock	3,643,000	3,500,000
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes	4,000,000	4,000,000
34. Gross paid in and contributed surplus	24,657,000	10,500,000
35. Unassigned funds (surplus)	(4,759,206)	(4,581,380)
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)	29,084,928	14,962,754
38. Totals (Page 2, Line 28, Col. 3)	91,943,567	92,930,798
DETAILS OF WRITE-INS		
2501. Unearned portion of the amount recovered pursuant to Article 38.160 of Insurance Code of PR	2	5
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	2	5
2901. Catastrophic Reserve	1,544,134	1,544,134
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	1,544,134	1,544,134
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)		

STATEMENT OF INCOME

UNDERWRITING INCOME	1 Current Year	2 Prior Year
1. Premiums earned (Part 1, Line 35, Column 4)	26,768,387	34,418,857
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7)	9,249,984	17,036,003
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	3,082,365	3,341,509
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	10,995,114	13,925,189
5. Aggregate write-ins for underwriting deductions		
6. Total underwriting deductions (Lines 2 through 5)	23,327,463	34,302,701
7. Net income of protected cells		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	3,440,924	116,156
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	478,596	456,673
10. Net realized capital gains (losses) less capital gains tax of \$	10,636	(26,661)
11. Net investment gain (loss) (Lines 9 plus 10)	489,232	430,012
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$, amount charged off \$)		
13. Finance and service charges not included in premiums	77,530	98,131
14. Aggregate write-ins for miscellaneous income		
15. Total other income (Lines 12 through 14)	77,530	98,131
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8+11+15)	4,007,686	644,299
17. Dividends to policyholders		
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	4,007,686	644,299
19. Federal and foreign income taxes incurred	189,896	1,180,322
20. Net income (Line 18 minus Line 19) (to Line 22)	3,817,790	(536,023)
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	14,962,761	13,009,620
22. Net income (from Line 20)	3,817,790	(536,023)
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$		
25. Change in net unrealized foreign exchange capital gain (loss)		
26. Change in net deferred income tax	887,120	(486,589)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(4,204,742)	2,975,753
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	(678,000)	
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	143,000	
32.2 Transferred from surplus (Stock Dividend)		
32.3 Transferred to surplus		
33. Surplus adjustments:		
33.1 Paid in	14,157,000	
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, Line 36.1 and Line 36.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus		
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	14,122,168	1,953,141
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	29,084,929	14,962,761
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page		
0599. Totals (Line 0501 through Line 0503 plus Line 0598) (Line 5 above)		
1401.		
1402.		
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page		
1499. Totals (Line 1401 through Line 1403 plus Line 1498) (Line 14 above)		
3701. Cumulative impact corrections 2014 and prior		
3702. Deferred Tax Asset Prior Period Adjustment 2014		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page		
3799. Totals (Line 3701 through Line 3703 plus Line 3798) (Line 37 above)		

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	23,326,226	22,800,059
2. Net investment income	567,100	498,096
3. Miscellaneous income	77,537	98,131
4. Total (Lines 1 through 3)	23,970,863	23,396,286
5. Benefit and loss related payments	14,315,523	7,610,483
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	14,679,933	15,584,131
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	1,156,149	
10. Total (Lines 5 through 9)	30,151,605	23,194,614
11. Net cash from operations (Line 4 minus Line 10)	(6,180,742)	201,672
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	12,870,100	10,813,213
12.2 Stocks		
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	22,081	(18,160)
12.7 Miscellaneous proceeds		
12.8 Total investment proceeds (Lines 12.1 to 12.7)	12,892,181	10,795,053
13. Cost of investments acquired (long-term only):		
13.1 Bonds	22,830,565	7,287,403
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate	162,993	2,599
13.5 Other invested assets		
13.6 Miscellaneous applications		
13.7 Total investments acquired (Line 13.1 through Line 13.6)	22,993,558	7,290,002
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(10,101,377)	3,505,051
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock	14,300,000	
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	(5,632,569)	17,000,978
17. Net cash from financing and miscellaneous sources (Lines 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6)	8,667,431	17,000,978
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Lines 11 plus 15 plus 17)	(7,614,688)	20,707,701
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	41,396,843	20,689,142
19.2 End of year (Line 18 plus Line 19.1)	33,782,155	41,396,843

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

20.0001		
20.0002		
20.0003		
20.0004		
20.0005		
20.0006		
20.0007		
20.0008		
20.0009		
20.0010		

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business	1 Net Premiums Written per Col. 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1+2-3)
1. Fire	104,796	571,723	22,429	654,090
2. Allied lines	(515,646)	1,813,924	155,009	1,143,269
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril	5,154,001	8,605,435	4,876,786	8,882,650
6. Mortgage guaranty				
8. Ocean marine	71,612	(16,872)	(48,007)	102,747
9. Inland marine	1,095,740	337,819	303,919	1,129,640
10. Financial guaranty				
11.1 Medical professional liability - occurrence				
11.2 Medical professional liability - claims-made				
12. Earthquake	(70,103)	730,075	293,618	366,354
13. Group accident and health	361,003	214,956	186,311	389,648
14. Credit accident and health (group and individual)				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence	4,643,482	3,630,300	3,310,243	4,963,539
17.2 Other liability - claims-made	464,003	183,503	223,425	424,081
17.3 Excess workers' compensation				
18.1 Products liability - occurrence	99,542	32,933	75,340	57,135
18.2 Products liability - claims-made				
19.1, 19.2 Private passenger auto liability	1,613,068	1,116,240	904,623	1,824,685
19.3, 19.4 Commercial auto liability	3,447,688	1,733,169	1,962,579	3,218,278
21. Auto physical damage	3,544,074	5,134,303	5,546,213	3,132,164
22. Aircraft (all perils)				
23. Fidelity				
24. Surety	354,797	203,151	180,002	377,946
26. Burglary and theft	63,453	32,654	25,844	70,263
27. Boiler and machinery	14,150	26,384	7,051	33,483
28. Credit				
29. International				
30. Warranty				
31. Reinsurance - nonproportional Assumed Property				
32. Reinsurance - nonproportional Assumed Liability				
33. Reinsurance - nonproportional Assumed Financial Lines				
34. Aggregate write-ins for other lines of business		(1,585)		(1,585)
35. TOTALS	20,445,660	24,348,112	18,025,385	26,768,387
DETAILS OF WRITE-INS				
3401. Other		(1,585)		(1,585)
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page				
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)		(1,585)		(1,585)

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	22,429				22,429
2. Allied lines	155,009				155,009
3. Farmowners multiple peril					
4. Homeowners multiple peril					
5. Commercial multiple peril	4,876,786				4,876,786
6. Mortgage guaranty					
8. Ocean marine	(48,007)				(48,007)
9. Inland marine	303,919				303,919
10. Financial guaranty					
11.1 Medical professional liability - occurrence					
11.2 Medical professional liability - claims-made					
12. Earthquake	293,618				293,618
13. Group accident and health	186,311				186,311
14. Credit accident and health (group and individual)					
15. Other accident and health					
16. Workers' compensation					
17.1 Other liability - occurrence	3,310,243				3,310,243
17.2 Other liability - claims-made	223,425				223,425
17.3 Excess workers' compensation					
18.1 Products liability - occurrence	75,340				75,340
18.2 Products liability - claims-made					
19.1, 19.2 Private passenger auto liability	904,623				904,623
19.3, 19.4 Commercial auto liability	1,962,579				1,962,579
21. Auto physical damage	5,546,213				5,546,213
22. Aircraft (all perils)					
23. Fidelity					
24. Surety	180,002				180,002
26. Burglary and theft	25,844				25,844
27. Boiler and machinery	7,051				7,051
28. Credit					
29. International					
30. Warranty					
31. Reinsurance - Nonproportional Assumed Property					
32. Reinsurance - Nonproportional Assumed Liability					
33. Reinsurance - Nonproportional Assumed Financial Lines					
34. Aggregate write-ins for other lines of business					
35. TOTALS	18,025,385				18,025,385
36. Accrued retrospective premiums based on experience					
37. Earned but unbilled premiums					
38. Balance (Sum of Lines 35 through 37)					18,025,385
DETAILS OF WRITE-INS					
3401. Other					
3402.					
3403.					
3498. Summary of remaining write-ins for Line 34 from overflow page					
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)					

(a) State here basis of computation used in each case.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B-PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire	520,860		116,905	283,150	249,819	104,796
2. Allied lines	1,986,247		131,922	2,097,000	536,815	(515,646)
3. Farmowners multiple peril						
4. Homeowners multiple peril						
5. Commercial multiple peril	16,867,132			9,358,515	2,354,616	5,154,001
6. Mortgage guaranty						
8. Ocean marine	3,408,353				3,336,741	71,612
9. Inland marine	2,271,768			272,420	903,608	1,095,740
10. Financial guaranty						
11.1 Medical professional liability - occurrence						
11.2 Medical professional liability - claims-made						
12. Earthquake	1,616,480		32,040	1,583,017	135,606	(70,103)
13. Group accident and health	361,003					361,003
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation						
17.1 Other liability - occurrence	5,398,884			485,106	270,296	4,643,482
17.2 Other liability - claims-made	928,697			464,694		464,003
17.3 Excess workers' compensation						
18.1 Products liability - occurrence	107,810			8,268		99,542
18.2 Products liability - claims-made						
19.1, 19.2 Private passenger auto liability	1,773,252			160,184		1,613,068
19.3, 19.4 Commercial auto liability	3,687,283			239,595		3,447,688
21. Auto physical damage	14,419,516		(501)	10,920,918	(45,977)	3,544,074
22. Aircraft (all perils)						
23. Fidelity						
24. Surety	354,797					354,797
26. Burglary and theft	128,525			65,103	(31)	63,453
27. Boiler and machinery	14,150					14,150
28. Credit						
29. International						
30. Warranty						
31. Reinsurance - nonproportional assumed property	X X X					
32. Reinsurance - nonproportional assumed liability	X X X					
33. Reinsurance - nonproportional assumed financial lines	X X X					
34. Aggregate write-ins for other lines of business						
35. TOTALS	53,844,757		280,366	25,937,970	7,741,493	20,445,660
DETAILS OF WRITE-INS						
3401.						
3402.						
3403.						
3498. Summary of remaining write-ins for Line 34 from overflow page						
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)						

(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 recorded on an annualized basis \$

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5	6	7	8
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 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)	Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
1. Fire	1,641,856		1,389,854	252,002	(54,945)	400,925	(203,868)	(31.2)
2. Allied lines	64,464,015		64,790,775	(326,760)	1,118,562	90,572	701,230	61.3
3. Farmowners multiple peril								
4. Homeowners multiple peril								
5. Commercial multiple peril	176,207,711		171,633,768	4,573,943	9,230,400	12,015,199	1,789,144	20.1
6. Mortgage guaranty								
8. Ocean marine	22,242,501		22,169,153	73,348	11,730	74,997	10,081	9.8
9. Inland marine	2,813,322		3,083,683	(270,361)	(288,968)	(561,618)	2,289	0.2
10. Financial guaranty								
11.1 Medical professional liability - occurrence								
11.2 Medical professional liability - claims-made								
12. Earthquake								
13. Group accident and health	125,592		40	125,552	81,785	102,554	104,783	26.9
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation								
17.1 Other liability - occurrence	1,068,550		414,772	653,778	5,099,884	3,363,768	2,389,894	48.1
17.2 Other liability - claims-made	75,772		54,886	20,886	315,288	76,344	259,830	61.3
17.3 Excess workers' compensation								
18.1 Products liability - occurrence	4,569		1,500	3,069	8,984	1,000	11,053	19.3
18.2 Products liability - claims-made								
19.1, 19.2 Private passenger auto liability	1,606,804		375,164	1,231,640	1,198,901	1,142,890	1,287,651	70.6
19.3, 19.4 Commercial auto liability	3,052,461		1,661,917	1,390,544	2,108,369	1,867,902	1,631,011	50.7
21. Auto physical damage	8,485,386		7,224,213	1,261,173	(30,724)	181,854	1,048,595	33.5
22. Aircraft (all perils)								
23. Fidelity								
24. Surety	7,982		(4,019)	12,001	317,639	115,738	213,902	56.6
26. Burglary and theft	14,737		7,368	7,369	(2,750)	(5)	4,624	6.6
27. Boiler and machinery	50,325		560	49,765		50,000	(235)	(0.7)
28. Credit								
29. International								
30. Warranty								
31. Reinsurance - nonproportional assumed property	X X X							
32. Reinsurance - nonproportional assumed liability	X X X							
33. Reinsurance - nonproportional assumed financial lines	X X X							
34. Aggregate write-ins for other lines of business								
35. TOTALS	281,861,583		272,803,634	9,057,949	19,114,155	18,922,120	9,249,984	34.6
DETAILS OF WRITE-INS								
3401. Other								
3402.								
3403.								
3498. Summary of remaining write-ins for Line 34 from overflow page								
3499. Totals (Lines 3401 through 3403 + 3498) (Line 34 above)								

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
UNDERWRITING AND INVESTMENT EXHIBIT
 PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred But Not Reported (Cols. 1+2-3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire	755,924		810,869	(54,945)				(54,945)	7,507
2. Allied lines	30,931,310		31,025,933	(94,623)	6,180,911		4,967,726	1,118,562	99,095
3. Farmowners multiple peril									
4. Homeowners multiple peril									
5. Commercial multiple peril	119,147,164		115,080,375	4,066,789	23,738,879		18,575,268	9,230,400	826,522
6. Mortgage guaranty									
8. Ocean marine	1,184,998		1,174,798	10,200	2,945,917		2,944,387	11,730	7,202
9. Inland marine	99,117		90,745	8,372	828,238		1,125,578	(288,968)	26,834
10. Financial guaranty									
11.1 Medical professional liability - occurrence									
11.2 Medical professional liability - claims-made									
12. Earthquake									2,541
13. Group accident and health	35,205		(11,000)	46,205	35,580			(a) 81,785	25,312
14. Credit accident and health (group and individual)								(a)	
15. Other accident and health									
16. Workers' compensation									
17.1 Other liability - occurrence	1,999,681		524,512	1,475,169	3,904,966		280,251	5,099,884	484,568
17.2 Other liability - claims-made	25,080		(22,423)	47,503	861,613		593,828	315,288	2,629
17.3 Excess workers' compensation									
18.1 Products liability - occurrence	20,000		11,016	8,984				8,984	663
18.2 Products liability - claims-made									
19.1, 19.2 Private passenger auto liability	497,778		20,000	477,778	777,001		55,878	1,198,901	108,217
19.3, 19.4 Commercial auto liability	1,017,759		478,633	539,126	1,688,502		119,259	2,108,369	209,722
21. Auto physical damage	(777,396)		(677,273)	(100,123)	1,751,040		1,681,641	(30,724)	151,262
22. Aircraft (all perils)									
23. Fidelity									
24. Surety	(64,900)		(199,968)	135,068	196,047		13,476	317,639	40,802
26. Burglary and theft	6,499		9,249	(2,750)				(2,750)	784
27. Boiler and machinery	10,000		10,000						330
28. Credit									
29. International									
30. Warranty									
31. Reinsurance - nonproportional Assumed Property	X X X				X X X				
32. Reinsurance - nonproportional Assumed Liability	X X X				X X X				
33. Reinsurance - nonproportional Assumed Financial Lines	X X X				X X X				
34. Aggregate write-ins for other lines of business									
35. TOTALS	154,888,219		148,325,466	6,562,753	42,908,694		30,357,292	19,114,155	1,993,990
DETAILS OF WRITE-INS									
3401.									
3402.									
3403.									
3498. Summary of remaining write-ins for Line 34 from overflow page									
3499. Totals (Lines 3401 through 3403+3498) (Line 34 above)									

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct	14,350,942			14,350,942
1.2 Reinsurance assumed	1,029			1,029
1.3 Reinsurance ceded	12,590,309			12,590,309
1.4 Net claim adjustment services (1.1+1.2-1.3)	1,761,662			1,761,662
2. Commission and brokerage:				
2.1 Direct excluding contingent		11,887,601		11,887,601
2.2 Reinsurance assumed excluding contingent		45,882		45,882
2.3 Reinsurance ceded excluding contingent		6,925,515		6,925,515
2.4 Contingent - direct				
2.5 Contingent - reinsurance assumed				
2.6 Contingent - reinsurance ceded				
2.7 Policy and membership fees				
2.8 Net commission and brokerage (2.1+2.2-2.3+2.4+2.5-2.6+2.7)		5,007,968		5,007,968
3. Allowances to manager and agents				
4. Advertising	447	83,662		84,109
5. Boards, bureaus and associations		58,207		58,207
6. Surveys and underwriting reports		2,914		2,914
7. Audit of assureds' records				
8. Salary and related items:				
8.1 Salaries	1,273,627	3,416,848		4,690,475
8.2 Payroll taxes	107,204	220,947		328,151
9. Employee relations and welfare	97,359	210,909		308,268
10. Insurance	2,853	38,067		40,920
11. Directors' fees				
12. Travel and travel items	(3,033)	152,965		149,932
13. Rent and rent items	126	196,840		196,966
14. Equipment	111,229	534,485		645,714
15. Cost or depreciation of EDP equipment and software	13,673	28,225		41,898
16. Printing and stationery	394	31,943		32,337
17. Postage, telephone and telegraph, exchange and express	1,592	156,234		157,826
18. Legal and auditing	73,680	949,606	11,907	1,035,193
19. Totals (Lines 3 to 18)	1,679,151	6,081,852	11,907	7,772,910
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$	20,826	320,848		341,674
20.2 Insurance department licenses and fees	3,500	95,442		98,942
20.3 Gross guaranty association assessments		522		522
20.4 All other (excluding federal and foreign income and real estate)		96,516		96,516
20.5 Total taxes, licenses and fees (20.1+20.2+20.3+20.4)	24,326	513,328		537,654
21. Real estate expenses		1,786	117,376	119,162
22. Real estate taxes			48,564	48,564
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses	(382,774)	(609,820)		(992,594)
25. Total expenses incurred	3,082,365	10,995,114	177,847	14,255,326
26. Less unpaid expenses - current year	1,993,990	2,644,984		4,638,974
27. Add unpaid expenses - prior year	1,660,973	2,083,382		3,744,355
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	2,749,348	10,433,512	177,847	13,360,707
DETAILS OF WRITE-INS				
2401. Miscellaneous	(382,774)	(609,820)		(992,594)
2402.				
2403.				
2498. Summary of remaining write-ins for Line 24 from overflow page				
2499. Totals (Lines 2401 through 2403 plus Line 2498) (Line 24 above)	(382,774)	(609,820)		(992,594)

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

EXHIBIT OF NET INVESTMENT INCOME

	1	2
	Collected During Year	Earned During Year
1. U.S. Government bonds	(a) 104,923	195,963
1.1 Bonds exempt from U.S. tax	(a) 23,704	18,796
1.2 Other bonds (unaffiliated)	(a) 282,381	304,217
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)	(b)	
2.21 Common stocks of affiliates	(b)	
3. Mortgage loans	(c)	
4. Real estate	(d) 129,395	129,395
5. Contract loans	(d)	
6. Cash, cash equivalents and short-term investments	(e) 43,600	8,072
7. Derivative instruments	(f)	
8. Other invested assets	(f)	
9. Aggregate write-ins for investment income		
10. Total gross investment income	584,003	656,443
11. Investment expenses		(g) 11,907
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 48,564
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i) 117,376
15. Aggregate write-ins for deductions from investment income		
16. Total deductions (Lines 11 through 15)		177,847
17. Net investment income (Line 10 minus Line 16)		478,596

DETAILS OF WRITE-INS

0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)		
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above)		

(a) Includes \$ 28,612 accrual of discount less \$ (72,181) amortization of premium and less \$ 47,442 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 \$ 56,946 accrual of discount less \$ amortization of premium and less \$ 32,491 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	2	3	4	5
	Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	(11,446)		(11,446)		
1.1 Bonds exempt from U.S. tax					
1.2 Other bonds (unaffiliated)					
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)					
2.21 Common stocks of affiliates					
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments	22,082		22,082		
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	10,636		10,636		
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)					

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)			
13. Title plants (for Title insurers only)			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	5,191,156	978,570	(4,212,586)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
15.3 Accrued retrospective premiums and contracts subject to redetermination			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset		273,937	273,937
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software			
21. Furniture and equipment, including health care delivery assets	46,692	75,503	28,811
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates	204,113	199,250	(4,863)
24. Health care and other amounts receivable			
25. Aggregate write-ins for other-than-invested assets	406,768	116,727	(290,041)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	5,848,729	1,643,987	(4,204,742)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	5,848,729	1,643,987	(4,204,742)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)			
2501. Prepaid expenses	142,362	99,853	(42,509)
2502. Other Receivable	264,406	16,874	(247,532)
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	406,768	116,727	(290,041)

NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies

A. Accounting practices, Impact of NAIC/State Differences

The accompanying statutory-basis financial statements of QBE Seguros (the Company) have been prepared in accordance with accounting practices prescribed or permitted by the Commissioner of Insurance of the Commonwealth of Puerto Rico (the Commissioner).

The Commissioner requires insurance companies domiciled in the Commonwealth of Puerto Rico to prepare their statutory-basis financial statements in accordance with the National Association of Insurance Commissioners (NAIC) Accounting Practices and Procedures Manual subject to any deviations prescribed or permitted by the Commissioner. The Commissioner has adopted certain permitted accounting practices, which differ from those, found in NAIC SAP, specifically no recognition of the deferred income tax arising from the temporary difference resulting from additions to the statutory catastrophe trust fund, which is deductible for tax purposes.

A reconciliation of the Company's total capital and surplus as reported in the accompanying statutory-basis financial statements and NAIC statutory accounting practices (SAP) is shown below. There are no differences between the Company's net income as reported in the accompanying statutory-basis financial statements and NAIC SAP.

State Prescribed Practices	SSAP #	F/S Page	F/S Line #	2018	2017
01A01 - Net Income, State Basis (Page 4, Line 20, Columns 1 & 2)				3,817,796	(536,023)
01A04 - Net Income, NAIC SAP (1-2-3=4)				3,817,796	(536,023)
01A05 - Surplus, State Basis (Page 3, Line 37, Columns 1 & 2)				29,084,929	14,962,760
Surplus, State Permitted Practices that are an increase/ (decrease) from NAIC SAP					
Deferred Tax Liability on Catastrophic Reserve		N/A	N/A	231,620	231,620
01A07 - Surplus, State Permitted Practices that are an increase/ (decrease) from NAIC SAP				231,620	231,620
01A08 - Surplus, NAIC SAP (5-6-7=8)				28,853,309	14,731,140

B. Use of Estimates

The preparation of statutory-basis financial statements in conformity with accounting practices prescribed or permitted by the Commissioner requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities, principally the accrual for unpaid losses and loss adjustment expenses, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

C. Accounting Policies

Direct, assumed and ceded premiums are earned over the terms of the related policies and reinsurance contracts. Unearned premiums are established to cover the unexpired portion of premiums written. Such reserves are computed by daily pro-rata methods for direct and ceded business are based on reports received from ceding companies for reinsurance assumed. For the single interest line of business, reserves are computed by the sum-of-the-years digits method. Premiums receivable are primarily due from agents and policyholders and are charged off when specific balances are determined to be uncollectible.

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 commissions received or receivable.

Net investment income earned consists primarily of interest, dividends and rent income less investment related expenses. Interest is recognized on an accrual basis and dividends are recognized on an ex-dividend basis. Rental income includes rent to affiliated parties within the Company's own building. Net realized capital gains (losses) are recognized on a specific identification basis when securities are sold, redeemed or otherwise disposed. Realized capital losses include write downs for impairments considered to be other-than-temporary.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments are carried at cost.
- (2) Investment grade non-loan-backed bonds with NAIC designations 1 or 2 are stated at amortized value using the interest method.
- (3) Common stocks, other than investments in stocks of subsidiaries and affiliates, are stated at fair value.
- (4) Investment grade perpetual preferred stocks are stated at fair value.
- (5) The Company does not have mortgage loans on real estate.
- (6) U.S. government agency loan-backed securities are stated at amortized value.
- (7) The Company does not have investments in subsidiary and/or affiliated companies.
- (8) The Company does not have investments in joint ventures and/or partnerships. Investments in real estate properties occupied by the Company are stated at depreciated costs less encumbrances.
- (9) The Company does not invest in derivative instruments.
- (10) The Company does not anticipate investment income when evaluating the need for premium deficiency reserves.
- (11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on 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 more than 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, vehicles, other equipment and leasehold improvements. The predefined capitalization thresholds under this policy have not changed from those of the prior year.

NOTES TO FINANCIAL STATEMENTS

(13) The Company does not write major medical insurance with prescription drug coverage.

Note 2 – Accounting Changes and Corrections of Errors

Not Applicable

Note 3 – Business Combinations and Goodwill

Not Applicable

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

Not applicable

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

Not applicable

F. Repurchase agreements accounted for a sale

Not applicable

G. Reverse repurchase agreements accounted for as secured borrowing

Not applicable

H. Repurchase agreements accounted for a sale

Not applicable

I. Reverse repurchase agreements accounted for a sale

Not applicable

J. Write-downs for impairments of real estate, real estate sales, retail land sales operations and real estate with participating mortgage loan features

Not applicable

K. Low income housing tax credits

Not applicable

L. Restricted assets

NOTES TO FINANCIAL STATEMENTS

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted					Current Year					
	Current Year					6 Total From Prior Year	7 Increase/ (Decrease) (5 minus 6)	8 Total Nondmitted Restricted	9 Total Admitted Restricted (5 minus 8)	Percentage	
	1 Total General Account (G/A)	2 G/A Supporting Protected Cell Account Activity (a)	3 Total Protected Cell Account Restricted Assets	4 Protected Cell Account Assets Supporting G/A Activity (b)	5 Total (1 plus 3)					10 Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	11 Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown											
b. Collateral held under security lending agreements											
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											
14.2 i. FHLB capital stock											
j. On deposit with states	1,711,457				1,711,457	1,500,149	211,308		1,711,457		
k. On deposit with other regulatory bodies											
l. Pledged as 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	1,711,457				1,711,457	1,500,149	211,308		1,711,457		

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

NOTES TO FINANCIAL STATEMENTS

M. Working capital finance investments

Not applicable

N. Offsetting and netting of assets and liabilities

Not applicable

O. Structured notes

Not applicable

P. 5* Securities

Not applicable

Q. Short Sales

Not applicable

R. Prepayment Penalty and Acceleration Fees

Not applicable

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

Not Applicable

Note 7 – Investment Income

A. Accrued Investment Income

The Company included all its investment income due and accrued in the statutory-basis financial statements. The Company records as non-admitted assets investment income due and accrued if amounts are over 90 days past due.

B. Amounts Non-admitted

Not Applicable

Note 8 – Derivative Instruments

Not Applicable

Note 9 – Income taxes

The Company accounts for income taxes under the provisions of SSAP No. 101 Income Taxes, which alters the calculation of the three-step test for admissibility of deferred tax assets. The application of SSAP No. 101 requires a Company to evaluate the recoverability of deferred tax assets and to establish a valuation allowance if necessary to reduce the recoverability of deferred tax asset to an amount, which is more likely than not to be realized. In addition, this statement establishes statutory accounting principles for accounting for uncertainty in income taxes, defining the recognition and measurement criteria that must be met for a reporting entity to recognize any benefit of any tax position in the reporting entity's statutory-basis financial statements.

A. Components of Deferred Income Taxes

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

	End of Reporting Period			End of Prior Year			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
1.									
(a) Gross Deferred Tax Assets	2,827,912	187,268	3,015,180	2,082,459	187,269	2,269,728	745,453	(1)	745,452
(b) Statutory Valuation Allowance Adjustments	1,658,166	187,268	1,845,434	1,808,522	187,269	1,995,791	(150,356)	(1)	(150,357)
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	1,169,746		1,169,746	273,937		273,937	895,809		895,809
(d) Deferred Tax Assets Nonadmitted				273,937		273,937	(273,937)		(273,937)
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	1,169,746		1,169,746				1,169,746		1,169,746
(f) Deferred Tax Liabilities									
(g) Net Admitted Deferred Tax Asset / (Net Deferred Tax Liability) (1e - 1f)	1,169,746		1,169,746				1,169,746		1,169,746
2.									
Admission Calculation Components SSAP No. 101									
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks									
(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)									
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	1,169,746		1,169,746				1,169,746		1,169,746
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	XXX	XXX		XXX	XXX		XXX	XXX	
(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									
(d) Deferred Tax Assets Admitted as the result									

NOTES TO FINANCIAL STATEMENTS

of application of SSAP No. 101.
Total (2(a) + 2(b) + 2(c))

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	Current Year	Prior Year
3.		
(a) Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount	334,467	52,400
(b) Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above	29,084,928	15,380,983

	End of Reporting Period		End of Prior Year		Change	
	(1) Ordinary	(2) Capital	(3) Ordinary	(4) Capital	(5) (Col 1-3) Ordinary	(6) (Col 2-4) Capital
Impact of Tax-Planning Strategies						
4.						
(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)	1,169,746		273,937		895,809	
2. Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies						
3. Net Admitted Adjusted Gross DTAs Amount From Note 9A1 (e)	1,169,746				1,169,746	
4. Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies						

(b) Does the Company's tax-planning strategies include the use of reinsurance?

Yes () No (X)

B. Deferred tax liabilities not recognized

Not Applicable

C. Current Tax and Change in Deferred Tax

C. Current income taxes incurred consist of the following major components:

	(1) End of Reporting Period	(2) End of Prior Year	(3) (Col 1-2) Change
1. Current Income Tax			
(a) Federal	198,585	1,180,322	(981,737)
(b) Foreign			
(c) Subtotal	198,585	1,180,322	(981,737)
(d) Federal income tax on net capital gains			
(e) Utilization of capital loss carry-forwards			
(f) Other			
(g) Federal and foreign income taxes incurred	198,585	1,180,322	(981,737)
2. Deferred Tax Assets:			
(a) Ordinary			
(1) Discounting of unpaid losses			
(2) Unearned premium reserve			
(3) Policyholder reserves			
(4) Investments			
(5) Deferred acquisition costs			
(6) Policyholder dividends accrual			
(7) Fixed assets	9,338	46,946	(37,608)
(8) Compensation and benefits accrual			
(9) Pension accrual			
(10) Receivables - nonadmitted	1,038,232		1,038,232
(11) Net operating loss carry-forward	1,434,660	1,538,845	(104,185)
(12) Tax credit carry-forward	206,642	206,642	
(13) Other (including items < 5% of total ordinary tax assets)	139,040	290,026	(150,986)
(99) Subtotal	2,827,912	2,082,459	745,453
(b) Statutory valuation allowance adjustment	1,658,166	1,808,522	(150,356)
(c) Nonadmitted		273,937	(273,937)
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	1,169,746		1,169,746
(e) Capital:			
(1) Investments			
(2) Net capital loss carry-forward	187,268	187,269	(1)
(3) Real estate			

NOTES TO FINANCIAL STATEMENTS

(4) Other (including items <5% of total capital tax assets)			
(99) Subtotal	187,268	187,269	(1)
(f) Statutory valuation allowance adjustment	187,268	187,269	(1)
(g) Nonadmitted			
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)			
(i) Admitted deferred tax assets (2d + 2h)	1,169,746		1,169,746
3. Deferred Tax Liabilities:			
(a) Ordinary			
(1) Investments			
(2) Fixed assets			
(3) Deferred and uncollected premium			
(4) Policyholder reserves			
(5) Other (including items <5% of total ordinary tax liabilities)			
(99) Subtotal			
(b) Capital:			
(1) Investments			
(2) Real estate			
(3) Other (including items <5% of total capital tax liabilities)			
(99) Subtotal			
(c) Deferred tax liabilities (3a99 + 3b99)			
4. Net deferred tax assets / liabilities (2i - 3c)	1,169,746		1,169,746

D. Reconciliation of federal income tax rate to actual effective rate

Not Applicable

E. Operating loss and tax credit carryforwards and protective tax deposits

Not Applicable

F. Consolidated federal income tax return

Not Applicable

G. Federal and foreign tax loss contingencies

Not Applicable

Note 10 – Information Concerning Parent, Subsidiaries and Affiliates

A. Nature of relationships

The Company is a wholly owned subsidiary of QBE Insurance Group of Puerto Rico, Inc., a holding company domiciled in San Juan, Puerto Rico, which is wholly owned by QBE Latin America Insurance Holdings, S.L., a holding company domiciled in Spain, which is wholly owned by QBE Insurance Group Limited, a publicly traded company listed in the Australian Securities Exchange.

B. Detail of transactions greater than 1/2% of admitted assets

Not Applicable

C. Change in terms of intercompany arrangements

Not Applicable

D. Amounts due to or from related parties

The Company reported \$90,930 and \$642,470 due to Parent and \$5,501 and \$591,914 due from affiliates at December 31, 2018 and 2017, respectively. The amounts due from (to) related parties are summarized as follows:

Related Parties	December 31, 2018	December 31, 2017
QBE Insurance Group of PR	\$ 884	\$ 199,281
Colonial Insurance Agency	4,617	373,204
New Century Finance, Corp.	(0)	19,429
QBE Insurance Group Limited	(90,930)	(642,470)
Amounts due from (to) related parties	\$ (85,429)	\$ (50,557)

These arrangements are subject to written arrangements, which require that intercompany balances be settled within 90 days.

E. Guarantees or undertakings for related parties

Not Applicable

NOTES TO FINANCIAL STATEMENTS

F. Management, service contracts, cost sharing arrangements

The Company shares general and administrative expenses, such as floor space, utilities, computer systems and personnel with an affiliated entity, Colonial Insurance Agency, Inc. QBE Insurance Group Limited provides certain administrative services to its subsidiaries and has entered into an intercompany service agreement with the Company. Fees and expenses are allocated based upon a reasonable and agreed upon methodology.

G. Nature of relationships that could affect operations

All outstanding shares of the Company are owned by Parent.

H. Amount Deducted for Investment in Upstream Company

Not Applicable

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

Not Applicable

J. Write-down for impairments of Investments in Subsidiary, Controlled or Affiliated Companies

Not Applicable

K. Foreign subsidiary value using CARVM

Not Applicable

L. Downstream holding company valued using look-through method

Not Applicable

Note 11 – Debt

Not Applicable

Note 12 – Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Postretirement Benefit Plans

A. Defined Benefit Plans

Not Applicable

B. Description of Investment Policies

Not Applicable

C. Fair Value Measurement of Plan Assets at Reporting Date

Not Applicable

D. Rate of Return Assumptions

Not Applicable

E. Defined Contribution Plans

The Company sponsors a qualified defined contribution plan (the "Plan"), which provides retirement benefits to eligible employees. Participants can contribute up to 10% of their pre-tax salary, not exceeding the maximum deferral amount specified by local law. The Company matches 50% of the first 6% of base compensation that the participant contributes to the Plan. The Company's contributions to the plan for the period ended December 31, 2018 and December 31, 2017 amounted to approximately \$58,853 and \$43,693 respectively.

F. Multiemployer Plans

Not Applicable

G. Consolidated/Holding Company Plans

Not Applicable

H. Post-employment Benefits and Compensated Absences

Not Applicable

I. Impact of Medicare Modernization Act on Postretirement Benefits

Not Applicable

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

A. Outstanding Shares

The Company has 1,000,000 shares of \$10 par value common stock authorized and 364,307 shares issued and outstanding. The Company has no preferred stock authorized, issued or outstanding. On August 30, 2018, the Company entered into a Stock Subscription and Repurchase agreement with QBE Insurance Group of Puerto Rico, and on August 31, 2018 the Company received a capital contribution of \$14,300,000.

NOTES TO FINANCIAL STATEMENTS**B. Dividend Rate of Preferred Stock**

Not Applicable

C. Dividends Restrictions

Dividends to common stock are paid as and if declared by the Board of Directors of the Company. Under the insurance regulations of the Commonwealth of Puerto Rico, the maximum number of dividends which the Company may pay to shareholders without approval of the Commissioner of Insurance is restricted to statutory surplus limitations. The Company has no outstanding preferred stock and there are no cumulative dividend features on the outstanding common stock.

D. Restrictions on Unassigned Funds

On August 12, 1994, the Governor of Puerto Rico approved law number 73 (the "Law"), as amended, which requires all domestic insurers that underwrite catastrophe insurance in Puerto Rico to establish a fund for the payment of losses arising from catastrophes. Contributions to this fund are deductible for Puerto Rico income tax purposes. Pursuant to the Law, the Company has deposited in a trust the amount of \$230,506 corresponding to the year ended December 31, 2018. The balance in the trust at December 31, 2018 is \$1,544,134. This fund is restricted for the payment of catastrophe losses occurring in Puerto Rico.

E. Mutual Surplus Advance

Not Applicable

F. Company Stock Held for Special Surplus

Not Applicable

G. Changes in Special Surplus Funds

Not Applicable

H. Changes in Unassigned Funds

Not Applicable

I. Surplus Notes

A surplus note in the amount of \$4,000,000 was issued in exchange of cash in accordance with Section 2930 of the Insurance Code of Puerto Rico Law of 1957, as amended by Act February 16, 1979, No. 15 (26 L.P.R.A. & 2930). The note was underwritten by QBE Strategic Capital Company Limited. Each payment of principal and interest may be made only with the prior approval of the Office of the Insurance Commissioner of Puerto Rico with written notice at least (30) days prior to the intended date of the payment of principal or interest on this Surplus Note and only to the extent the company has enough policyholders' surplus to make such payment.

Date Issued	Interest Rate	Par Value (Face Amount of Note)	Carrying Value of Note	Principal and/or Interest paid	Total Principal and/or Interest Paid	Unapproved Interest Due	Date of Maturity
6/13/2016	6.85%	4,000,000	4,000,000			695,655.46	6/13/2026

J. Quasi Reorganizations

Not Applicable

Note 14 – Contingencies**A. Contingent Commitments**

Pursuant to Chapter 41 of the Puerto Rico Insurance Code and Rule No. 56 of the insurance regulations of the Commonwealth of Puerto Rico, property and liability insurance companies are members of the Sindicato de Aseguradores para la Suscripción Conjunta de Seguros de Responsabilidad Profesional Médico-Hospitalaria (SIMED). SIMED was created for the purpose of underwriting medical-hospital professional liability insurance. As a member, the Company shares risks with other member companies and, accordingly, is contingently liable if SIMED cannot meet its obligations. There were no assessments levied during the year ended December 31, 2018 and 2017. During the year ended December 31, 2018, SIMED declared a dividend in the amount of \$1,296,373.

Also, pursuant to Chapter 37 of the Puerto Rico Insurance Code, property and liability insurance companies who underwrite premiums directly related to fire and allied lines for commercial or residential properties are members of the Asociación de Suscripción Conjunta de Seguro de Incendio y Líneas Aliadas. This association was created for the purpose of underwriting fire and allied lines insurance. As a member, the Company shares risks with other member companies and, accordingly, is contingently liable if this association cannot meet its obligations. There were no assessments levied during the years ended December 31, 2018 and 2017.

Pursuant to Article 12 of Rule LXIX of the Puerto Rico Insurance Code, the Company is also a member of the Asociación de Suscripción Conjunta de Seguro de Responsabilidad Obligatoria (ASCSRO or Joint Underwriting Association), which provides compulsory auto liability insurance to cover damages to motor vehicles of third parties because of a traffic accident, up to a limit of \$4,000 per accident. ASCSRO members are comprised of all insurance companies that underwrite more than 1% of total vehicle insurance liability in Puerto Rico. The members of ASCSRO participate in ASCSRO's profit and losses in proportion to said writings. During the year ended December 31, 2017, ASCSRO declared an extraordinary distribution on the amount of \$2,312,298; no ordinary distribution was declared. During the year ended December 31, 2018, ASCSRO declared an ordinary distribution in the amount of \$84,680.

NOTES TO FINANCIAL STATEMENTS**B. Guaranty Fund and Other Assessments**

Property and liability insurance companies are also members of the Puerto Rico Property and Casualty Insurance Guaranty Association. Members are obligated to provide funds for the settlement of claims and reimbursements of unearned premiums of insurance policies issued by insolvent insurance companies. There were no assessments levied during the years ended December 31, 2018 and 2017.

C. Gain Contingencies

Not applicable.

D. Extra Contractual Obligation and Bad Faith Losses

Not applicable.

E. Product Warranties

Not applicable.

F. Other Contingencies

Not applicable.

Note 15 – Leases

Not Applicable

Note 16 – Information about Financial Instruments with off-Balance Sheet Risk and with Concentration of Credit Risk

Not Applicable

Note 17 – Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

Not Applicable

Note 18 – Gain or Loss from Uninsured Accident and Health Plans and the Uninsured Portion of Partially Insured Plans

Not Applicable

Note 19 – Direct Premiums Written/Produced by Manager General Agents/Third Party Administrators

The Company uses managing general agents to write and administer all property and casualty lines of business. As reported in the following chart, one managing general agent (Colonial, an affiliated company) produced direct premiums greater than 5% of policyholders' surplus. The terms of the contract give the managing general agent authority to premium collection (P) and binding authority (B) for all policies issued under these agreements. The Company retains underwriting authority for all policies issued under these agreements.

Name and Address of Managing General Agent or Third Party Administrator	FEIN Number	Exclusive Contract	Types of Business Written	Type of Authority Granted	Total Direct Premiums Written/Produced By
Direct Premiums Written / Produced by Managing General Agents / Third Party Administrators					
Colonial Insurance Agency	66-0381156	No	All Lines	B,P	48,626,577
Others	-	No	All Lines		5,218,181
1999999 - TOTAL - Direct Premiums Written / Produced by Managing General Agents / Third Party Administrators					53,844,758

Note 20 – Fair Value Measurement**A. Inputs Used for Assets and Liabilities Measured at Fair Value****(1) Items measured and Reported at Fair Value by Levels 1, 2, and 3**

The Company has categorized its assets and liabilities that are reported on the balance sheet 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. The three levels are defined as follows:

Level 1 – Values are unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.

Level 2 – Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical assets or liabilities in markets that are not active, that is, markets in which there are few transactions for the asset or liability, the prices are not current, or price quotations vary substantially either over time or among market makers, or in which little information is released publicly.

Level 3 – Certain inputs are unobservable and significant to the fair value measurement. Unobservable inputs reflect the Company's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

NOTES TO FINANCIAL STATEMENTS

(1) Fair Value Measurements at Reporting Date

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
Assets at fair value					
Assets at fair value Debt Securities		31,775,457			31,775,457
Cash, Cash equivalents and short-term investments	4,223,562	29,575,487			33,799,049
Uncollected Premiums Balances	8,715,815				8,715,815
Accrued investment Income	248,846				248,846
Reinsurance recoverable on paid losses	11,938,957				11,938,957
Receivable from affiliated entities	33,183				33,183
20A1A99 - Assets at fair value	25,160,362	61,350,944			86,511,306
Liabilities at fair value					
Commission payable and other similar charges payable	154,223				154,223
Accrued expenses and Other Liabilities	2,358,448				2,358,448
Ceded Reinsurance premiums payable	7,114,302				7,114,302
Payable to affiliate entities	118,611				118,611
20A1B99 - Liabilities at fair value	9,745,584				9,745,584

(2) Roll Forward of Level 3 Items

The Company has no assets or liabilities measured at fair value in the Level 3 category.

(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. During the current year, no transfers into or out of Level 3 were required.

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

The Company has no assets or liabilities measured at fair value in the Level 3 category. Bonds 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.

(5) Derivative Fair Values

Not Applicable

A. Other Fair Value Disclosures

The Company periodically assesses its securities for other-than-temporary impairment. The assessment of other-than-temporary impairment is performed on a case-by-case basis. An impairment charge is recognized within net realized gain on investments in the statutory-basis statement of income when the decline in the fair value of the securities below their cost basis is judged to be other-than-temporary. The Company considers various factors in determining whether it should recognize an impairment charge including, but not limited to, the severity of loss, the length of time the fair value has been below cost, the expectation for that security's performance, the creditworthiness of the issuer, and the Company's intent and ability to hold the security. There were no other-than-temporary impairment charges recorded during the period ended December 31, 2018 and the year ended December 31, 2017.

B. Fair Value 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 and ventures). The fair values are also categorized into three-level fair value hierarchy as described above in Note 20A.

C. Practicable to Estimate Fair Value

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Aggregate fair value for all financial instruments							
Bonds	31,775,457	31,966,384		31,775,457			
Cash, Cash Equivalents and short-term investments	33,799,049	33,781,152		33,799,049			
20C9999 - Aggregate fair value for all financial instruments							

D. Items for which Not Practicable to Estimate Fair Values

Not Applicable

Note 21 – Other Items

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 22 – Events Subsequent

Management has evaluated events occurring subsequent to December 31, 2018 and March 29, 2019, the date the quarterly statement was available to be issued, to determine if any such events should either be recognized or disclosed in the quarterly statement. Management has determined that there are no material events or transactions that would affect the Company's quarterly statement or require disclosure in the Company's quarterly statement through such date.

	<u>Current Year</u>	<u>Prior Year</u>
A. Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the federal Affordable Care Act (YES/NO)?	Yes () No (X)	
B. ACA fee assessment payable for the upcoming year	\$	\$
C. ACA fee assessment paid	\$	\$
D. Premium written subject to ACA 9010 assessment	\$	\$
E. Total Adjusted Capital before surplus adjustment (Five-Year Historical Line 28)	\$ 29,084,928	
F. Total Adjusted Capital after surplus adjustment (Five-Year Historical Line 28 minus 22B above)	\$ 29,084,928	
G. Authorized Control Level (Five-Year Historical Line 29)	\$ 8,624,859	
H. Would reporting the ACA assessment as of December 31, 2017, have triggered an RBC action level (YES/NO)?	Yes () No (X)	

Note 23 – Reinsurance

A. Unsecured Reinsurance Recoverable

Individual reinsurers having unsecured aggregate recoverable for losses, paid and unpaid, including IBNR loss adjustment expenses and unearned premiums more than 3% of the Company's policyholders' surplus as of December 31, 2018 are the following:

NAIC Code	Federal ID	Name of Reinsurer	Amount
	AA-3191274	Equator Reins Ltd	195,741,889.03
	AA-1120011	MUNICH REINS CO UK GEN BRANCH	2,322,298.15
	AA-1127036	LLOYD'S SYNDICATE NUMBER 1036	1,903,470.15
10219	23-1641984	QBE REINS CORP	1,707,044.71

Reinsurance recoverable as of December 31, 2018 includes approximately \$6 million related to the catastrophe losses for the impact of Hurricanes Irma and Maria in September 2017.

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 individual reinsurer or exceed 10% of policyholders' surplus in aggregate.

C. Reinsurance Assumed and Ceded and Protected Cells

(1) The following table summarizes ceded and assumed unearned premiums and the related commissions at the end of the current period.

C. Reinsurance Assumed and Ceded (1)	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve*	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$	\$	\$ 14,164,461	\$ 2,957,539	\$... (14,164,461)	\$ (2,957,539)
b. All Other	\$	\$	\$ 1,862,560	\$ 388,902	\$ (1,862,560)	\$ (388,902)
c. TOTAL	\$	\$	\$ 16,027,021	\$ 3,346,442	\$... (16,027,021)	\$ (3,346,442)
d. Direct Unearned Premium Reserve			\$ 34,052,405			

* Line (c) of Ceded Reinsurance Premium Reserve Column must equal Page 3, Line 9, first inside amount.

(2) The company does not use protected cells as an alternative to traditional reinsurance.

D. Uncollectible Reinsurance

Not Applicable

E. Commutation of Ceded Reinsurance

Not Applicable

F. Retroactive Reinsurance

Not Applicable

NOTES TO FINANCIAL STATEMENTS**G. Reinsurance Accounted for as Deposit**

Not Applicable

H. Run-off Agreements

Not Applicable

I. Certified Reinsurer Rating Downgraded or Status to Revocation

Not Applicable

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

Not Applicable

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

Not Applicable

Note 25 – Changes in Incurred Losses and Loss Adjustment Expense

Activity in the unpaid, incurred, and paid losses and loss adjustment expenses for the periods ended December 31, 2018 and 2017 is summarized as follows:

	<u>2018</u>	<u>2017</u>
Unpaid Losses and LAE at beginning of year	20,583,092	9,324,778
Losses and LAE incurred related to:		
Current Year	15,131,000	20,985,512
Prior Years	(2,798,651)	(608,000)
Statement of Income incurred amounts	<u>12,332,349</u>	<u>20,377,512</u>
Losses and LAE paid related to:		
Current Year	4,510,297	5,542,293
Prior Year	7,297,000	3,577,001
Underwriting Exhibits Parts 2 and 3 paid amounts	<u>8,874,685</u>	<u>9,119,294</u>
Unpaid losses and LAE at end of year	<u>21,108,145</u>	<u>20,583,092</u>

Note 26 – Inter-Company Pooling Arrangements

Not Applicable

Note 27 – Structured settlements

Not Applicable

Note 28 – Health Care Receivables

Not Applicable

Note 29 – Participant Policies

Not Applicable

Note 30 – Premium Deficiencies Reserves

Not Applicable

Note 31 – High Deductibles

Not Applicable

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

Not Applicable

Note 33 – Asbestos/Environmental Reserves

Not Applicable

Note 34 – Subscriber-Savings Account

Not Applicable

Note 35 – Multi Peril Crop Insurance

NOTES TO FINANCIAL STATEMENTS

Not Applicable

Note 36 – Financial Guaranty Insurance

Not Applicable

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

- 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 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?
.....
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes () No (X)
- 12.11 Name of real estate holding company
.....
- 12.12 Number of parcels involved
.....
- 12.13 Total book/adjusted carrying value \$
- 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 (X) No ()
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes () No (X)
- 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?
(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. Yes (X) No ()
- 14.11 If the response to 14.1 is no, please explain:
.....
- 14.2 Has the code of ethics for senior managers been amended? Yes () No (X)
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
.....
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes () No (X)
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
.....
- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes () No (X)
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of 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 or is likely to conflict with the official duties of such person? Yes (X) No ()

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes () No (X)
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- | | | |
|--|---|----------|
| | 20.11 To directors or other officers | \$ |
| | 20.12 To stockholders not officers | \$ |
| | 20.13 Trustees, supreme or grand (Fraternal only) | \$ |
- 20.2 Total amount of loans outstanding at 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 | \$ |

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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: \$ 5,501

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

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

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

24.06 If answer to 24.04 is NO, report amount of collateral for other programs. \$

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

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

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

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

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

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	\$
	25.28 On deposit with states	\$
	25.29 On deposit with other regulatory bodies	\$ 1,711,457
	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.

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
---------------------------	--------------------------

Merryll Lynch	#15 Second Street Guaynabo, PR 00968
Popular Trust	209 Munoz Rivera Ave San Juan, PR 00936
Popular Securities	208 Munoz Rivera Ave San Juan, PR 00918
Citibank NA - Puerto Rico	270 Munoz Rivera Ave San Juan, PR 00925

GENERAL INTERROGATORIES

PART 1 - COMMON 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
---------------------------------	------------------

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

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

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

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identified (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
---	---------------------------------	------------------------------------	----------------------	--

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

29.2 If yes, complete the following schedule:

1 CUSIP Number	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
-------------------	--------------------------	-----------------------------------

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

1 Name of Mutual Fund (from question 29.2)	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
---	---	---	------------------------

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	\$ 62,524,974	\$ 61,350,944	\$ (1,174,030)
30.2 Preferred stocks	\$	\$	\$
30.3 Totals	\$ 62,524,974	\$ 61,350,944	\$ (1,174,030)

30.4 Describe the sources or methods utilized in determining the fair values:
Investment rating were obtained from Intercontinental Exchange, Inc.

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

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

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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:

OTHER

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)

OTHER

35.1 Amount of payments to Trade associations, service organizations and statistical or Rating Bureaus, if any? \$ 58,207

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

1 Name	2 Amount Paid
INSURANCE SERVICE OFFICE	\$ 53,613
.....	\$
.....	\$
.....	\$

36.1 Amount of payments for legal expenses, if any? \$ 83,167

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

1 Name	2 Amount Paid
ONEILL & BORGES	\$ 23,768
.....	\$
.....	\$
.....	\$

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

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

1 Name	2 Amount Paid
.....	\$
.....	\$
.....	\$
.....	\$

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. \$
- 1.6 Individual policies:
- Most current three years:
- 1.61 Total premium earned \$
- 1.62 Total incurred claims \$
- 1.63 Number of covered lives
- All years prior to most current three years:
- 1.64 Total premium earned \$
- 1.65 Total incurred claims \$
- 1.66 Number of covered lives
- 1.7 Group policies:
- Most current three years:
- 1.71 Total premium earned \$
- 1.72 Total incurred claims \$
- 1.73 Number of covered lives
- All years prior to most current three years:
- 1.74 Total premium earned \$
- 1.75 Total incurred claims \$
- 1.76 Number of covered lives
2. Health Test:
- | | 1
Current Year | 2
Prior Year |
|-----------------------------|---------------------|---------------------|
| 2.1 Premium Numerator | \$ 389,647 | \$ |
| 2.2 Premium Denominator | \$ 26,768,387 | \$ 34,418,857 |
| 2.3 Premium Ratio (2.1/2.2) | 0.015 | |
| 2.4 Reserve Numerator | \$ 293,408 | \$ 328,707 |
| 2.5 Reserve Denominator | \$ 39,133,529 | \$ 44,931,209 |
| 2.6 Reserve Ratio (2.4/2.5) | 0.007 | 0.007 |
- 3.1 Does the reporting entity issue both participating and non-participating policies? Yes () No (X)
- 3.2 If yes, state the amount of calendar year premiums written on:
- 3.21 Participating policies \$
- 3.22 Non-participating policies \$
4. For Mutual reporting entities and Reciprocal Exchange only:
- 4.1 Does the reporting entity issue assessable policies? Yes () No ()
- 4.2 Does the reporting entity issue non-assessable policies? Yes () No ()
- 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? %
- 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. \$
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 ()
- 5.5 If yes, give full information.

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
 Not applicable

- 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:
 RMS Risk Link and commercial property in Puerto Rico

- 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?
 CAT Reinsurance program up to \$\$\$\$

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 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 the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes (X) No ()
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions. 2
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes (X) No ()
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes () No (X)
- 8.2 If yes, give full information.
.....
.....
- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
(c) Aggregate stop loss reinsurance coverage;
(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. Yes () No (X)
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of the prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes () No (X)
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 31 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes () No (X)
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
(a) The entity does not utilize reinsurance; or, Yes () No (X)
(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes () No (X)
(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes () 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 () No () N/A (X)
- 11.1 Has this 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 that 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 () N/A (X)

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- 12.41 From %
- 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 the reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes () No (X)
- 12.6 If yes, state the amount thereof at December 31 of the current year:
- 12.61 Letters of Credit \$
- 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 () No (X)
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
-
- 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 the methods described in 14.2 entirely contained in written agreements? Yes () No (X)
- 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:
-
- 17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 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 excluded from Schedule F - Part 5 | \$ |
| 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 the 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 () No (X)
- 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 (X)

FIVE-YEAR HISTORICAL DATA

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

	1 2018	2 2017	3 2016	4 2015	5 2014
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	11,895,926	15,455,253	12,064,707	14,359,812	14,230,331
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	21,223,762	27,047,077	27,346,179	27,245,286	27,195,111
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	20,289,635	23,048,574	25,908,196	21,586,061	20,334,634
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	715,800	881,471	935,436	575,048	707,316
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
6. Total (Line 35)	54,125,123	66,432,375	66,254,518	63,766,207	62,467,392
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)	10,267,783	13,323,482	(1,414,893)	12,027,655	11,736,285
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	4,222,314	12,580,795	6,271,734	8,884,909	8,048,459
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	5,239,763	11,479,932	11,203,880	11,343,973	8,278,405
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	715,800	880,917	763,706	575,048	703,597
11. Nonproportional reinsurance lines (Line 31, 32 & 33)					
12. Total (Line 35)	20,445,660	38,265,126	16,824,427	32,831,585	28,766,746
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	3,440,924	116,156	(1,817,521)	569,940	(3,388,123)
14. Net investment gain (loss) (Line 11)	489,232	430,012	327,290	696,838	317,998
15. Total other income (Line 15)	77,530	98,131	238,380	(37,120)	(6,617)
16. Dividends to policyholders (Line 17)					
17. Federal and foreign income taxes incurred (Line 19)	189,896	1,180,322	(163,422)	308,572	91,402
18. Net income (Line 20)	3,817,790	(536,023)	(1,088,429)	921,086	(3,168,144)
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	91,943,567	92,930,797	67,258,459	64,507,863	64,706,038
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	8,945,691	16,287,770	10,900,375	7,472,520	6,556,756
20.2 Deferred and not yet due (Line 15.2)					
20.3 Accrued retrospective premiums (Line 15.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 26)	62,858,639	77,968,043	53,196,412	51,322,400	51,890,052
22. Losses (Page 3, Line 1)	19,114,155	18,922,119	8,602,195	13,703,094	9,389,775
23. Loss adjustment expenses (Page 3, Line 3)	1,993,990	1,660,973	722,680	2,123,161	1,208,949
24. Unearned premiums (Page 3, Line 9)	18,025,385	24,348,111	20,608,297	23,447,329	23,107,549
25. Capital paid up (Page 3, Lines 30 & 31)	3,643,000	3,500,000	3,500,000	3,500,000	3,500,000
26. Surplus as regards policyholders (Page 3, Line 37)	29,084,928	14,962,754	14,062,047	13,185,462	12,815,986
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(6,180,742)	201,671	(7,885,634)	208,751	2,124,397
Risk-Based Capital Analysis					
28. Total adjusted capital	29,084,928	14,962,754	14,062,047	13,185,462	12,815,986
29. Authorized control level risk-based capital	8,624,859	29,366,170	6,913,812	4,610,918	4,477,540
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	46.1	32.9	51.4	42.0	38.8
31. Stocks (Line 2.1 & Line 2.2)				3.6	
32. Mortgage loans on real estate (Lines 3.1 & 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)	5.3	5.4	7.4	7.1	7.1
34. Cash, cash equivalents and short-term investments (Line 5)	48.7	61.7	41.2	47.3	54.2
35. Contact loans (Line 6)					
36. Derivatives (Line 7)					
37. Other invested assets (Line 8)					
38. Receivables for securities (Line 9)					
39. Securities lending reinvested collateral assets (Line 10)					
40. Aggregate write-ins for invested assets (Line 11)					
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds (Schedule D, Summary, Line 12, Col. 1)					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)					
44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)					
45. Affiliated short-term investments (Schedule DA Verification, Col. 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Lines 42 to 47					
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)					

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2018	2 2017	3 2016	4 2015	5 2014
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)			544,077	(544,081)	
52. Dividends to stockholders (Line 35)					
53. Change in surplus as regards policyholders for the year (Line 38)	14,122,168	1,953,141	876,584	369,476	(3,521,776)
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)	5,808,156	6,233,968	7,026,795	4,949,858	3,316,866
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	77,419,316	25,632,042	9,213,095	9,746,157	10,410,862
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	198,500,537	54,881,453	7,030,881	3,385,738	2,737,657
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	133,574	187,339	124,624	145,379	62,557
58. Nonproportional reinsurance lines (Lines 31, 32, & 33)					
59. Total (Line 35)	281,861,583	86,934,802	23,395,395	18,227,132	16,527,942
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)	3,299,917	2,697,154	5,780,260	4,922,633	3,163,233
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	923,423	3,227,926	1,977,972	2,221,793	3,586,472
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	4,697,056	705,703	2,077,474	2,474,070	1,843,985
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	137,553	85,297	227,747	145,379	62,557
64. Nonproportional reinsurance lines (Lines 31, 32, & 33)					
65. Total (Line 35)	9,057,949	6,716,080	10,063,453	9,763,875	8,656,247
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	34.6	49.5	25.2	43.3	49.6
68. Loss expenses incurred (Line 3)	11.5	9.7	12.4	13.0	12.4
69. Other underwriting expenses incurred (Line 4)	41.1	40.5	71.6	44.3	51.6
70. Net underwriting gain (loss) (Line 8)	12.9	0.3	(9.2)	1.8	(13.5)
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4+5-15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	53.4	36.1	82.2	41.6	45.0
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2+3 divided by Page 4, Line 1 x 100.0)	46.1	59.2	37.7	56.3	61.9
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)	70.3	255.7	119.6	249.0	224.5
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)	(3,125)	202	(5,222)	270	1,713
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)	(20.9)	1.6	(39.6)	2.1	10.5
Two Year Loss Development (\$000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	(1,001)	(4,932)	(1,150)	2,348	1,083
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)	(7.7)	(37.4)	(9.0)	14.4	6.9

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?
If no, please explain:

Yes () No ()

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 Number of Claims Reported Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1-2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	X X X	X X X	X X X	(6)	(6)				1		(1)	X X X
2. 2009	18,783	5,812	12,971	8,166	1,132	534		1,594	98	1,041	9,064	X X X
3. 2010	23,242	5,564	17,678	11,739	2,552	405		1,508	303	1,446	10,797	X X X
4. 2011	29,118	10,737	18,381	11,665	1,931	246		1,650	304	1,388	11,326	X X X
5. 2012	34,674	14,663	20,011	14,366	3,221	372		1,689	454	1,732	12,752	X X X
6. 2013	45,899	26,904	18,995	18,345	8,738	1,115		2,362	618	2,021	12,466	X X X
7. 2014	56,060	33,009	23,051	19,068	9,644	1,254		2,827	908	1,897	12,597	X X X
8. 2015	63,936	31,441	32,495	22,320	14,099	1,306		2,843	1,155	1,795	11,215	X X X
9. 2016	64,771	45,120	19,651	20,400	12,387	620		3,099	708	1,808	11,024	X X X
10. 2017	65,634	31,215	34,419	347,908	338,760	242		19,868	17,691	3,258	11,567	X X X
11. 2018	62,288	35,520	26,768	7,998	4,830	15		1,935	209	502	4,909	X X X
12. Totals	X X X	X X X	X X X	481,969	397,288	6,109		39,375	22,449	16,888	107,716	X X X

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	(19)	(19)									19		X X X
2.	(35)	(35)									43		X X X
3.	(36)	(36)									39		X X X
4.	13	12							5		7	6	X X X
5.	250	203	12	6					1	1		53	X X X
6.	33	26	48	21					7	3	14	38	X X X
7.	145	88	137	45					18	8	141	159	X X X
8.	227	109	406	165					55	30	193	384	X X X
9.	1,788	639	933	297					143	41	122	1,887	X X X
10.	150,173	147,302	30,009	26,313					552		488	7,119	X X X
11.	2,349	36	11,363	3,509					1,300	3	740	11,464	X X X
12.	154,888	148,325	42,908	30,356					2,081	86	1,806	21,110	X X X

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	X X X	X X X	X X X	X X X	X X X	X X X			X X X		
2.	10,259	1,195	9,064	54.6	20.6	69.9					
3.	13,616	2,819	10,797	58.6	50.7	61.1					
4.	13,579	2,247	11,332	46.6	20.9	61.7				1	5
5.	16,690	3,885	12,805	48.1	26.5	64.0				53	
6.	21,910	9,406	12,504	47.7	35.0	65.8				34	4
7.	23,449	10,693	12,756	41.8	32.4	55.3				149	10
8.	27,157	15,558	11,599	42.5	49.5	35.7				359	25
9.	26,983	14,072	12,911	41.7	31.2	65.7				1,785	102
10.	548,752	530,066	18,686	836.1	1,698.1	54.3				6,567	552
11.	24,960	8,587	16,373	40.1	24.2	61.2				10,167	1,297
12.	X X X	X X X	X X X	X X X	X X X	X X X			X X X	19,115	1,995

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

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2009	2 2010	3 2011	4 2012	5 2013	6 2014	7 2015	8 2016	9 2017	10 2018	11 One Year	12 Two Year
1. Prior	245	331	459	452	452	452	453	454	532	453	(79)	(1)
2. 2009	6,997	7,043	7,103	7,105	7,121	7,551	7,556	7,568	7,568	7,568		
3. 2010	XXX	9,603	9,170	9,388	9,520	9,549	9,565	9,537	9,557	9,592	35	55
4. 2011	XXX	XXX	9,842	9,581	9,678	9,689	9,863	9,893	9,915	9,981	66	88
5. 2012	XXX	XXX	XXX	11,101	10,930	11,438	11,685	11,550	11,589	11,570	(19)	20
6. 2013	XXX	XXX	XXX	XXX	9,609	10,309	10,499	10,658	10,814	10,756	(58)	98
7. 2014	XXX	XXX	XXX	XXX	XXX	12,130	11,766	10,301	10,760	10,827	67	526
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX	15,114	11,312	10,829	9,886	(943)	(1,426)
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,779	10,689	10,418	(271)	(361)
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,880	15,957	(1,923)	XXX
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,350	XXX	XXX
12. Totals											(3,125)	(1,001)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1 2009	2 2010	3 2011	4 2012	5 2013	6 2014	7 2015	8 2016	9 2017	10 2018	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
1. Prior	0 0 0	166	448	452	452	452	452	452	452	454	XXX	XXX
2. 2009	5,622	6,584	6,945	7,086	7,115	7,548	7,547	7,566	7,568	7,568	XXX	XXX
3. 2010	XXX	7,489	8,612	9,051	9,291	9,446	9,475	9,480	9,506	9,592	XXX	XXX
4. 2011	XXX	XXX	7,488	8,788	9,227	9,444	9,674	9,864	9,885	9,980	XXX	XXX
5. 2012	XXX	XXX	XXX	8,010	9,916	10,664	11,176	11,511	11,504	11,517	XXX	XXX
6. 2013	XXX	XXX	XXX	XXX	5,604	7,933	9,125	10,534	10,645	10,722	XXX	XXX
7. 2014	XXX	XXX	XXX	XXX	XXX	5,778	8,439	9,549	9,967	10,678	XXX	XXX
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX	6,070	8,667	9,656	9,527	XXX	XXX
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,627	7,608	8,633	XXX	XXX
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,372	9,390	XXX	XXX
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,183	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 2009	2 2010	3 2011	4 2012	5 2013	6 2014	7 2015	8 2016	9 2017	10 2018
1. Prior	134	13				7	9			
2. 2009	1,159	138	52	8	14	25	39	1		
3. 2010	XXX	1,726	238	74	36	34	53	1		
4. 2011	XXX	XXX	1,931	350	177	1	86	1	20	
5. 2012	XXX	XXX	XXX	2,317	499	295	240		30	6
6. 2013	XXX	XXX	XXX	XXX	2,398	947	439	52	120	27
7. 2014	XXX	XXX	XXX	XXX	XXX	3,751	1,585	381	317	92
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX	5,376	1,511	741	241
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,767	1,252	636
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,862	3,696
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,854

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated By States And Territories

States, Etc.	1 Active Status (a)	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
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	N							
8. Delaware	DE	N							
9. Dist. Columbia	DC	N							
10. Florida	FL	N							
11. Georgia	GA	N							
12. Hawaii	HI	N							
13. Idaho	ID	N							
14. Illinois	IL	N							
15. Indiana	IN	N							
16. Iowa	IA	N							
17. Kansas	KS	N							
18. Kentucky	KY	N							
19. Louisiana	LA	N							
20. Maine	ME	N							
21. Maryland	MD	N							
22. Massachusetts	MA	N							
23. Michigan	MI	N							
24. Minnesota	MN	N							
25. Mississippi	MS	N							
26. Missouri	MO	N							
27. Montana	MT	N							
28. Nebraska	NE	N							
29. Nevada	NV	N							
30. New Hampshire	NH	N							
31. New Jersey	NJ	N							
32. New Mexico	NM	N							
33. New York	NY	N							
34. North Carolina	NC	N							
35. North Dakota	ND	N							
36. Ohio	OH	N							
37. Oklahoma	OK	N							
38. Oregon	OR	N							
39. Pennsylvania	PA	N							
40. Rhode Island	RI	N							
41. South Carolina	SC	N							
42. South Dakota	SD	N							
43. Tennessee	TN	N							
44. Texas	TX	N							
45. Utah	UT	N							
46. Vermont	VT	N							
47. Virginia	VA	N							
48. Washington	WA	N							
49. West Virginia	WV	N							
50. Wisconsin	WI	N							
51. Wyoming	WY	N							
52. American Samoa	AS	N							
53. Guam	GU	N							
54. Puerto Rico	PR	L	53,844,757	61,873,807	281,861,583	(97,835,778)	197,796,913	77,537	
55. U.S. Virgin Islands	VI	N							
56. Northern Mariana Islands	MP	N							
57. Canada	CAN	N							
58. Aggregate other alien	OT	X X X							
59. Totals	X X X		53,844,757	61,873,807	281,861,583	(97,835,778)	197,796,913	77,537	
DETAILS OF WRITE-INS									
58001.	X X X								
58002.	X X X								
58003.	X X X								
58998. Summary of remaining write-ins for Line 58 from overflow page	X X X								
58999. Totals (Lines 58001 through 58003+58998) (Line 58 above)	X X X								

Explanation of basis of allocation of premiums by states, etc.

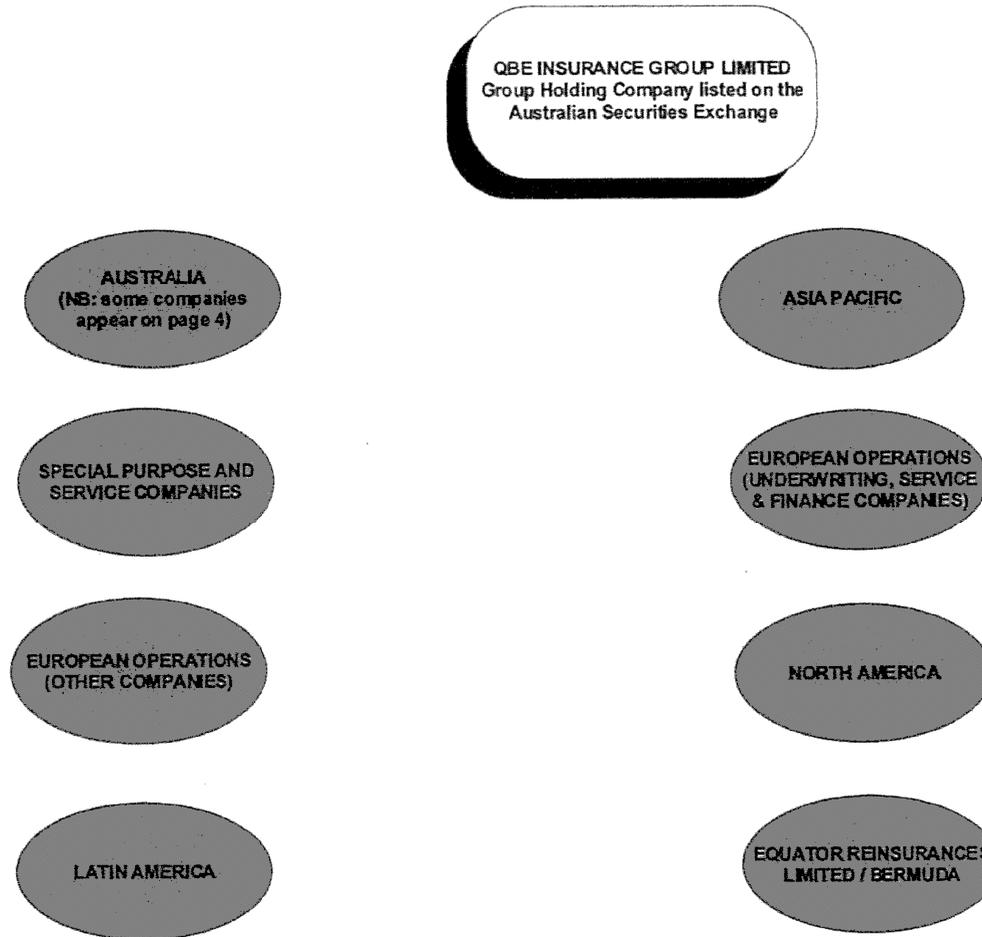
(a) Active Status Counts:

- L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG 1
- R - Registered - Non-domiciled RRGs
- E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - See DSLI)
- Q - Qualified - Qualified or accredited reinsurer
- D - Domestic Surplus Lines Insurer (DSL) - Reporting entities authorized to write surplus lines in the state of domicile
- N - None of the above - Not allowed to write business in the state 56

(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10, or with Schedule H, Part 1, Column 1, Line 1 indicate which;

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

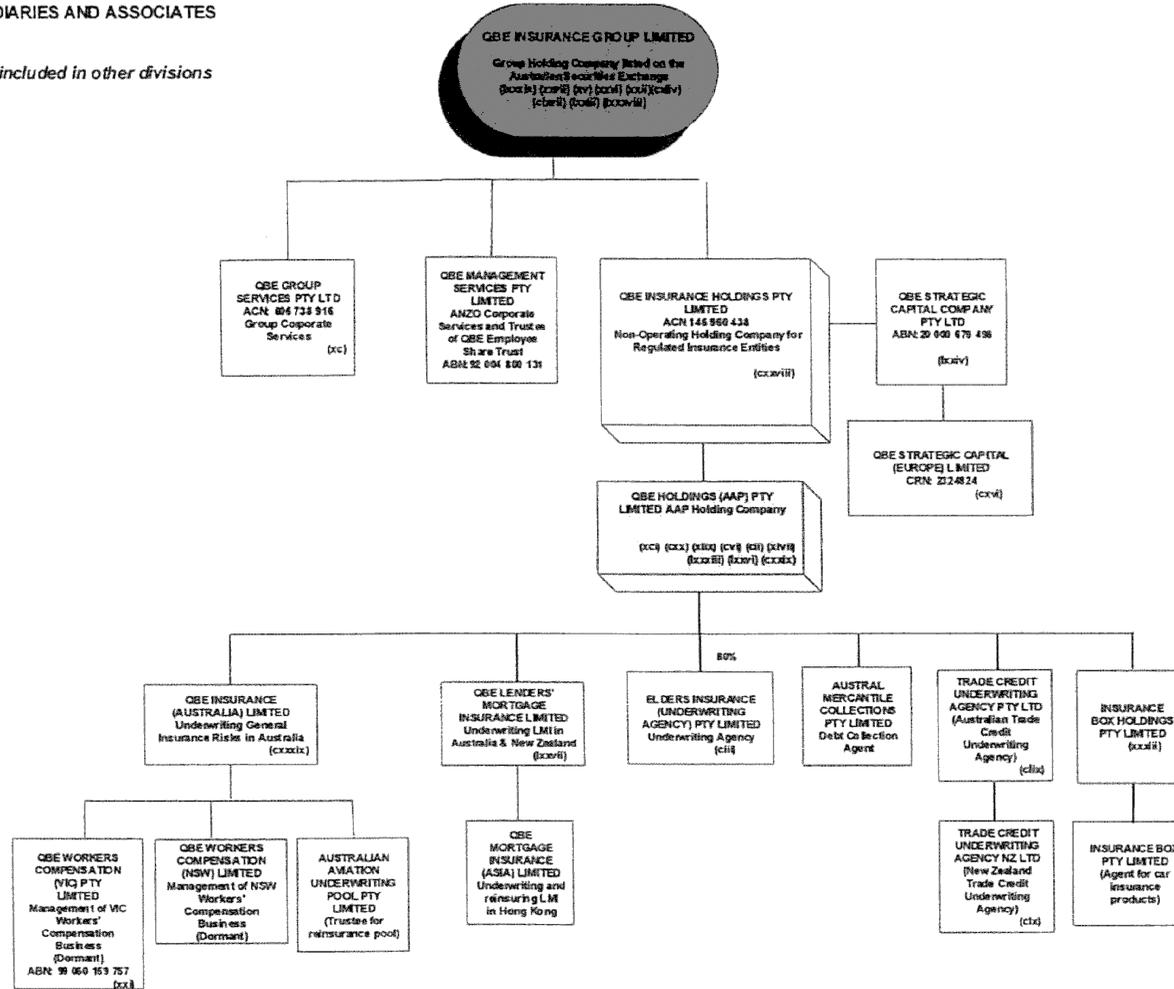
GROUP AND REGIONAL STRUCTURE -
QBE INSURANCE GROUP LIMITED & ITS SUBSIDIARIES AND ASSOCIATES



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
 SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
 PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
 & ITS SUBSIDIARIES AND ASSOCIATES

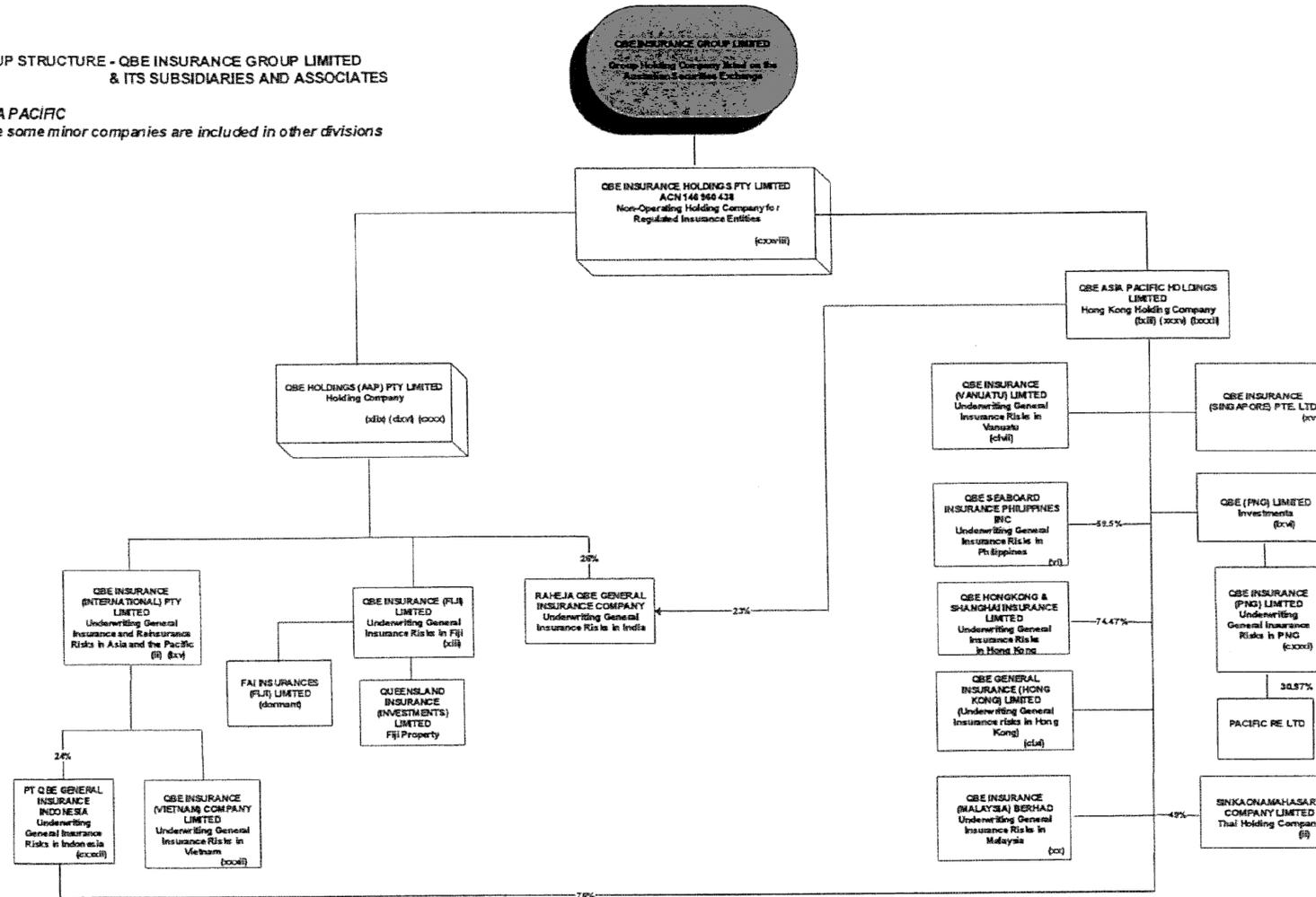
- AUSTRALIA
- Note some minor companies are included in other divisions



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
 SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
 PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
 & ITS SUBSIDIARIES AND ASSOCIATES

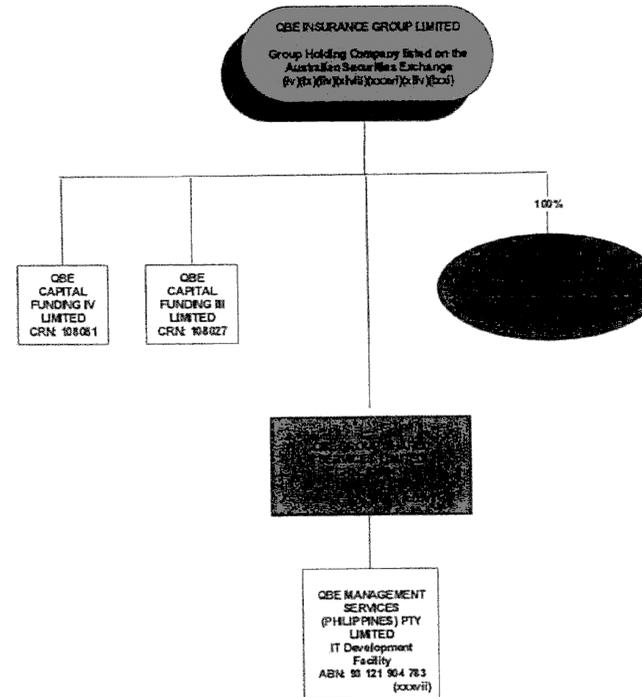
- ASIA PACIFIC
- Note some minor companies are included in other divisions



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
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PART 1 - ORGANIZATIONAL CHART

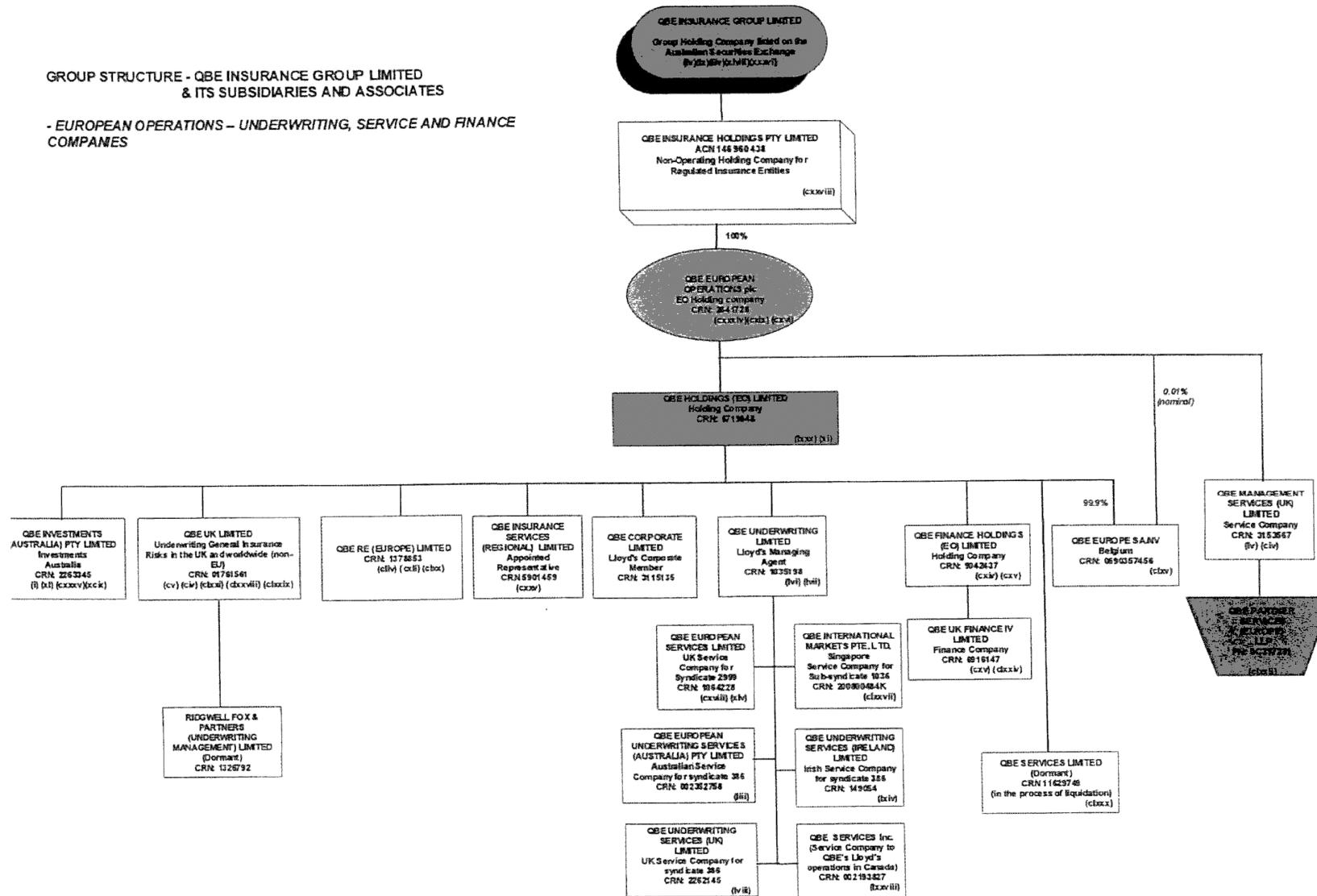
GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
& ITS SUBSIDIARIES AND ASSOCIATES

- SPECIAL PURPOSE AND SERVICE COMPANIES



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
 SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
 PART 1 - ORGANIZATIONAL CHART

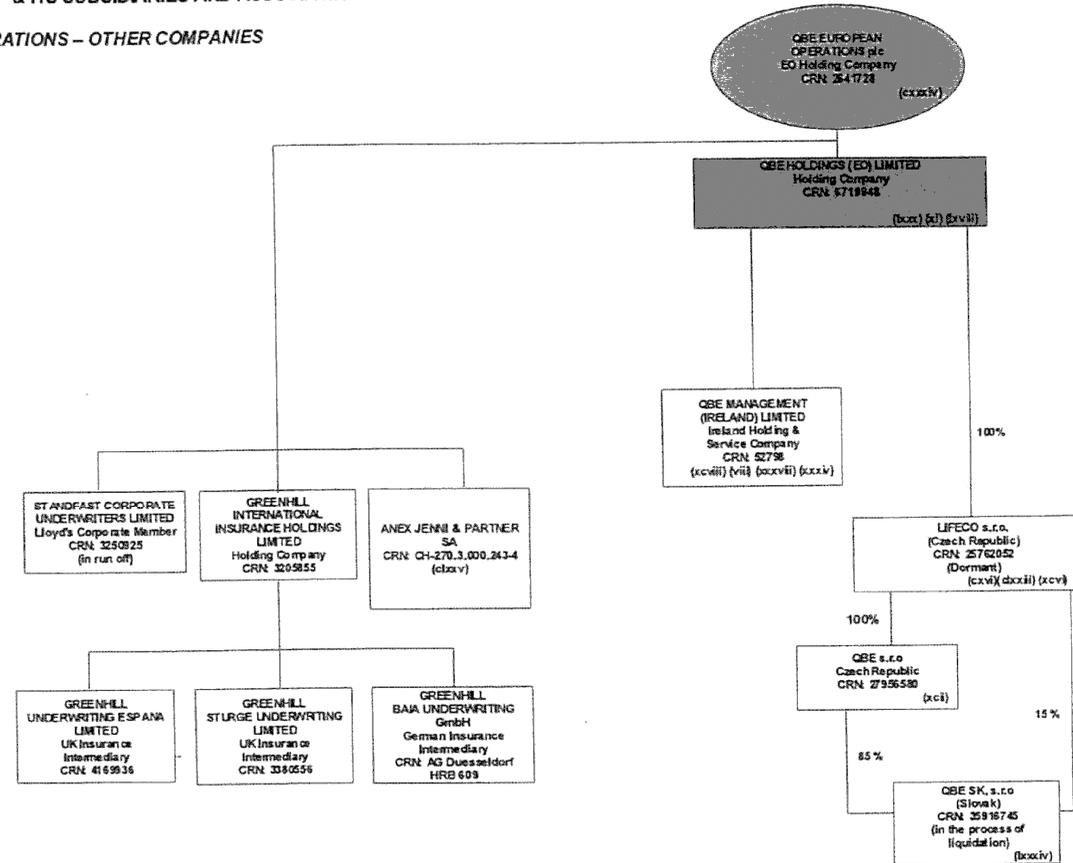
GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
 & ITS SUBSIDIARIES AND ASSOCIATES
 - EUROPEAN OPERATIONS – UNDERWRITING, SERVICE AND FINANCE
 COMPANIES



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
 SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
 PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
 & ITS SUBSIDIARIES AND ASSOCIATES

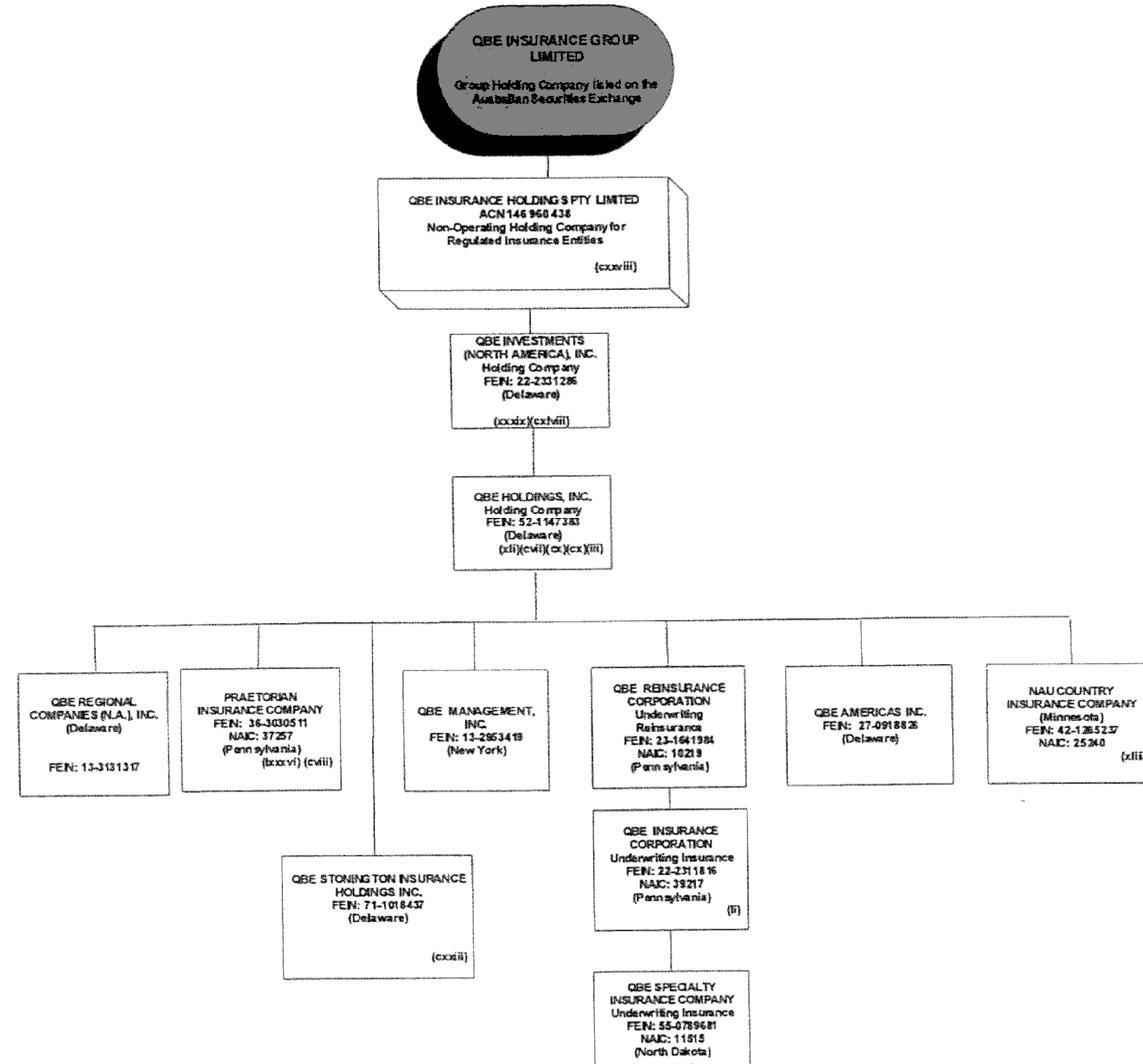
- EUROPEAN OPERATIONS – OTHER COMPANIES



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
 SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
 PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
 & ITS SUBSIDIARIES AND ASSOCIATES

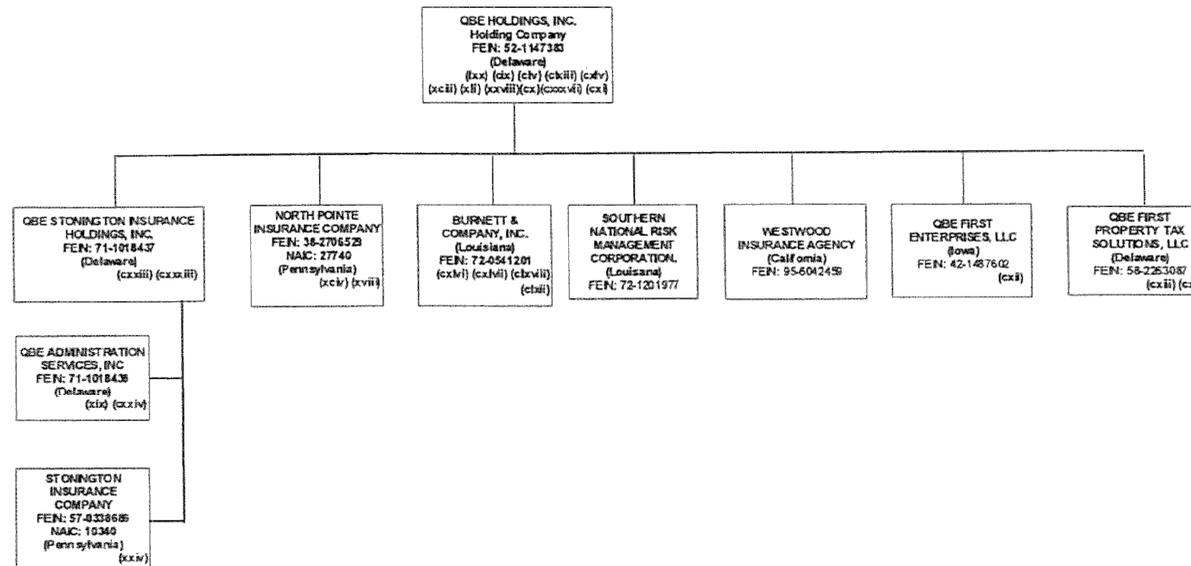
- NORTH AMERICA



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
 SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
 PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
 & ITS SUBSIDIARIES AND ASSOCIATES

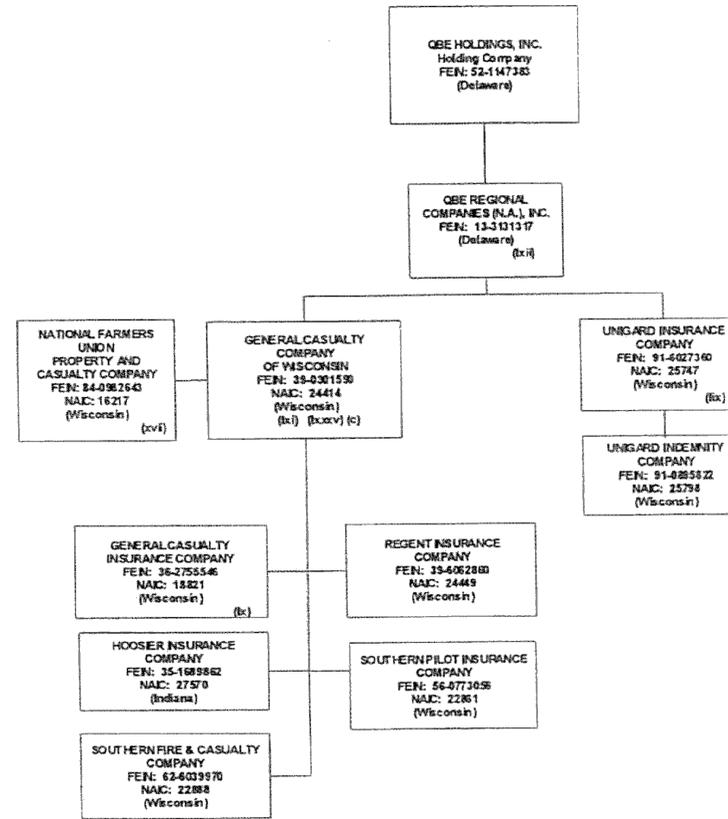
- NORTH AMERICA
 Subsidiaries of QBE Holdings, Inc



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
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GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
 & ITS SUBSIDIARIES AND ASSOCIATES

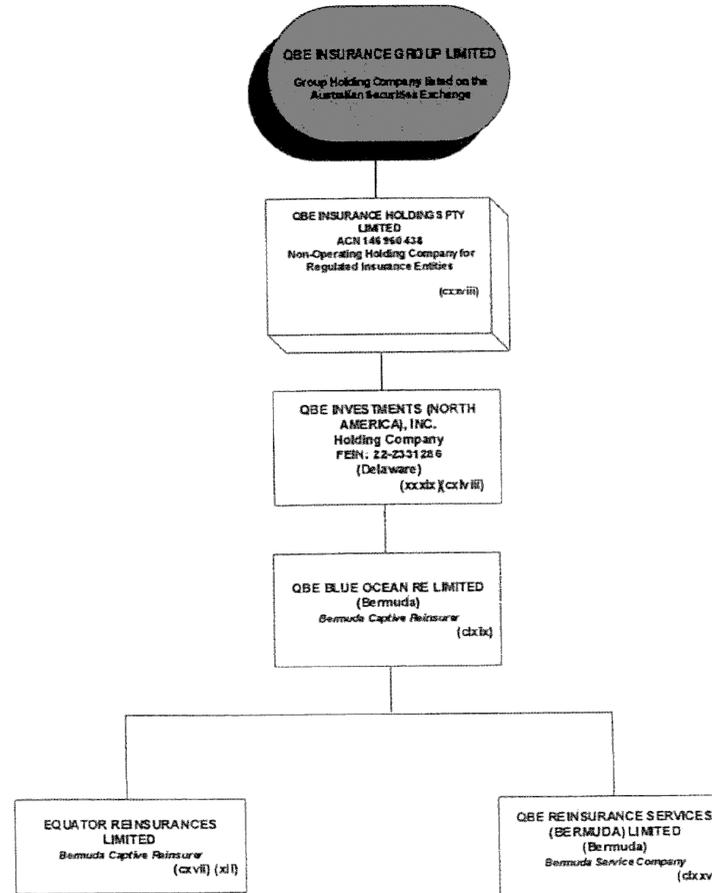
- NORTH AMERICA
 QBE Regional Companies (N.A.), Inc. and subsidiaries



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
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GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
 & ITS SUBSIDIARIES AND ASSOCIATES

- EQUATOR REINSURANCES LIMITED / BERMUDA



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PART 1 - ORGANIZATIONAL CHART

Notes to be read in conjunction with the QBE Group and Regional Structure Charts as at 31 December 2018 (continued next page)

i.	Access shares held by QBE Insurance Group Limited
ii.	The liquidation of Hyfield Company Limited was completed on 30 April 2013. Sikaonamahasarn Company Limited was transferred from QBE Holding (AAP) Pty Limited to QBE Asia Pacific Holdings Limited on 27 June 2016.
iii.	QBE Holdings, Inc. acquired QBE Reinsurance (Bermuda) Limited from QBE Insurance Group Limited, effective 30 May 2014. QBE Reinsurance (Bermuda) Limited was dissolved effective January 26, 2016.
iv.	Total Group holdings = 50%
v.	Incorporated on 6 November 2013.
vi.	Effective 30 August 2013, QBE International Holdings Limited sold 16,330 of the shares it held in QBE Insurance (Philippines) Inc to Unigrowth Resources & Development, Inc, thereby decreasing its shareholding to 79.33%. Effective 1 October 2013, Seaboard – Eastern Insurance Co., Inc. purchased 25% of new shares in QBE Insurance (Philippines) Inc, thereby diluting the shareholding of QBE International Holdings Limited from 79.33% to 59.5%. QBE Insurance (Philippines), Inc. was renamed QBE Seaboard Insurance Philippines, Inc., effective 23 December 2013.
vii.	Stonington Lloyds Insurance Company changed its name to QBE Stonington Insurance Company and it became a subsidiary of QBE Stonington Insurance Holdings, Inc. effective 20 December 2012. QBE Stonington Insurance Company merged into Stonington Insurance Company, effective 31 December 2012. This consent order for the merger approval is dated 23 January 2013.
viii.	Part of European Operations. Company changed name to QBE Atlasz Biztosító ZRT (30/9/05), then to Stefania Biztosító Zrtt (1/1/09) and then to QBE Atlasz Ingatlankezelő Zrt (4/8/09). QBE Atlasz Ingatlankezelő Zrt was liquidated, effective 28 November 2018.
ix.	Part of European Operations.
x.	Part of the Americas - sub-group includes QBE Del Istmo Mexico (95%), QBE Del Istmo Peru (85.48%), QBE Del Istmo Colombia (100%), American Assurance Corp. (100%), Group 1A (51%), Aseguradora Del Istmo (76%), Liffey Reinsurance (100%).
xi.	Limit (No. 2) Limited (CRN: 2842277) was sold to third party on 7 April 2015.
xii.	Administrative support provided by QBE Management (Ireland) Limited in Dublin for the Group reinsurance programme.
xiii.	Formerly Queensland Insurance (Fiji) Limited (29 April 2004)
xiv.	Formerly Tolson Messenger Limited (04)
xv.	Formerly Australian Aviation Insurance Group (Agency) Pty Ltd (1 July 2004). AIS Green Slip Group Pty Limited was deregistered on 15 April 2015.
xvi.	Formerly Zurich Insurance (Singapore) Pte Ltd (14 April 2005). Effective 17 November 2014, all shares of QBE (Singapore) Pte. Limited were transferred from QBE Insurance (International) Limited to QBE Asia Pacific Holdings Limited. QBE (Singapore) Pte. Ltd. Has changed its company name to QBE Insurance (Singapore) Pte. Ltd., effective 28 May 2015.
xvii.	National Farmers Union Property and Casualty Company was re-domesticated effective 1 October 2010
xviii.	North Pointe Casualty Insurance Company was sold on 1 January 2011 to Admiral Insurance Company
xix.	QBE Stonington Services Inc changed its name to QBE Administration Services, Inc effective 13 March 2013
xx.	Formerly QBE-MBF Insurance Berhad (31 December 04). As from 30/6/2011, QBE owns 100%
xxi.	Formerly Mercantile Mutual WorkSure Limited (14 February 2005). QBE Workers Compensation (VIC) Limited changed its name to QBE Workers Compensation (VIC) Pty Limited effective 3 November 2017.
xxii.	Formerly Mercantile Mutual Insurance (SA Workers Compensation) Limited (14 February 2005). Liquidation process commenced January 2017. QBE Workers Compensation (SA) Pty Limited was dissolved effective 31 October 2017.
xxiii.	Formerly Mercantile Equities Pty Limited (8 March 2005)
xxiv.	Stonington Insurance Company re-domesticated from Texas to Pennsylvania effective 18 May 2015
xxv.	Formerly Mercantile Mutual Insurance (Australia) Limited (15 April 2005).

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Notes to be read in conjunction with the QBE Group and Regional Structure Charts as at 31 December 2018 (continued next page)

xxvi.	Formerly Mercantile Mutual Insurance (Workers Compensation) Limited (15 April 2005). Liquidation process commenced January 2017. MMWC Pty Limited was dissolved effective 31 October 2017.
xxvii.	QBEMM Pty Limited was deregistered on 20 February 2013. QBE Management (Bermuda) Limited was dissolved on 6 October 2014.
xxviii.	Southern National Risk Management Corporation is now a subsidiary of QBE Holdings, Inc. effective February 2, 2015. The stock of SNRM was retained by QBE Holdings, Inc. due to the sale of QBE U.S. Agencies, Inc. and select subsidiaries to Alliant Insurance Services (SNRM was an unwanted asset of QBE U.S. Agencies).
xxix.	QBE Finance Pty Limited changed its name to Minster Court Asset Management Pty Limited on 2 February 2007 and Minster Court Asset Management Pty Limited changed its name to QBE Investment Management Pty Limited on 31 March 2011.
xxx.	Compania Central de Seguros de Vida SA, former subsidiary, was merged into Compania Central de Seguros SA on 30 November 2005
xxxi.	QBE Stonington Insurance Company merged into Stonington Insurance Company effective 31 December 2012. The consent order for the approval is dated 23 January 2013
xxxii.	Sale of 50% interest in separate legal entity, BIDV-QBE Insurance Company occurred simultaneously with this acquisition. Previously Allianz General Insurance (Vietnam) Co. Ltd. Completed 1 Jan 2006
xxxiii.	Insurance Box Holdings Pty Limited was incorporated on 28 August 2014. NIA Underwriting Agency Pty Limited was sold to Frank Peppard and Ron Smith effective 30 June 2016. QBE Agencies Australia Holdings transferred its shares in insurance Box Holdings Pty Ltd to QBE Holdings (AAP) Pty Limited on 1 July 2016. Effective 16 February 2018, all minority shareholders' shares were transferred from Insurance Box Holdings Pty Limited to QBE Holdings (AAP) Pty Limited.
xxxiv.	Formerly Nordic Aviation Insurance A/S – completion occurred 30 March 06. On 1 March 2011 QBE Nordic Aviation Insurance A/S changed its name to QBE Denmark A/S. On 1 April 2011 QBE Denmark A/S's insurance licence was replaced by an insurance agency licence. QBE Denmark A/S was sold for a nominal amount of DDK 1 to Hoejager Holding ApS, effective 1 January 2018.
xxxv.	Minority shareholders own 1.76%. The percentage of shareholdings in QBE Insurance (Thailand) Public Company Limited changed after being granted an approval to increase non-Thai shareholdings from 25% to 49% on 23 November 2012. QBE Insurance (Thailand) Co Limited was converted to become a public company and changed its name to QBE Insurance (Thailand) Public Company Limited with effect from 2 January 2013. QBE Insurance (Thailand) Public Company Limited was sold to King Wai Group (Thailand) Public Company Limited, effective 16 May 2018.
xxxvi.	SPV utilised in Perpetual Preferred Securities issue through QBE Capital Funding LP. QBE (Jersey) GP Limited was dissolved, effective 5 December 2016.
xxxvii.	QBE Management Services (Philippines) Pty Ltd incorporated in NSW (25 September 06). It became a subsidiary of QBE Group Shared Services Limited on 19 June 2014. The business name of this entity in the Philippines is to be renamed "QBE Management Services Regional Operating Headquarters"
xxxviii.	Universal Management Limited changed its name to QBE Management (Ireland) Limited on 3 October 2006
xxxix.	Effective 5 December 2014, the ownership of all shares in QBE Investments (North America), Inc. were transferred from QBE Holdings (Americas) Pty Limited to QBE Insurance Holdings Pty Limited.
xl.	Queensland Insurance (Australia) Pty Limited changed its name to QBE Investments (Australia) Pty Limited on 5 January 07
xli.	QBE U.S. Agencies, Inc. and select subsidiaries (Deep South Surplus, Inc., Community Association Underwriters of America, Inc., DSCM Inc., S.I.U., LLC and QBE of California Insurance Services, Inc.) were sold to Alliant Insurance Services effective 2 February, 2015.
xlii.	QBE Optima Insurance Company changed its name to QBE Seguros, effective 15 June 2015
xliii.	NAU Holding Company, LLC was merged into NAU Country Insurance Company effective 31 March, 2015. As such, NAU Country has become a direct subsidiary of QBE Holdings, Inc.
xliv.	SPV utilised in April 2007 Perpetual Preferred Securities issue through QBE Capital Funding LP II. Securities have been redeemed on 1 June 2017. The company is in dissolution effective 9 October 2017. QBE (Jersey) GP II Limited was dissolved on 16 October 2017.
xlv.	Minibus Plus Ltd changed its name to QBE (Stafford) Ltd on 9 July 2007
xlvi.	Compania Central de Seguros changed its name to QBE Seguros SA on 31 March 07
xlvii.	Universal Underwriting Agencies Pty Limited acquired 31 August 2007 and deregistered on 15 April 2015.
xlviii.	QBE (Jersey) GP Limited general partner of QBE Capital Funding L.P. QBE Capital Funding L.P. was dissolved, effective 9 November 2016.

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SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
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Notes to be read in conjunction with the QBE Group and Regional Structure Charts as at 31 December 2018 (continued next page)

xlix.	QBE International (Investments) Pty Limited changed its name to QBE Holdings (AAP) Pty Limited on 12 September 07. QBE Holdings (AAP) Pty Limited ("QAAP") was holding 99.998% of shares of QIH as at 31 March 2014, while one minority, Mr Jecky Sun-Wing LUI was holding the remaining 0.002% by one share. Effective 14 May 2014, the minority shareholder, Mr LUI transferred his one share to QAAP. QAAP therefore becomes the sole member w.e.f. 14 May 2014, holding 100% of QAP's (formerly QIH) shares
i.	QBE Latin America Insurance Holdings, S.L. capitalised on 21 September 07. On 13 October 2016, QBE Latin America Insurance Holdings, S.L. redomiciled from Spain to Australia and changed its name to QBE Latin America Insurance Holdings Pty Ltd.
ii.	QBE Insurance Corporation (the Americas) purchased the entire issued share capital of Cumbre Seguros de Mexico, S.A. de C.V. on 1 November 07
iii.	0.01% of QBE De Mexico Compania De Seguros Sa De CV is owned by Jaime Ortiz Pallares
iiii.	DA Constable Syndicate Pty Limited changed its name to QBE European Underwriting Services (Australia) Pty Limited on 22 November 07
lv.	QBE - UGPB changed its name to CJSIC QBE UKRAINE on 23 November 07 and to PrJSCIC "QBE Ukraine" on 24 June 2010
lv.	QBE Management (UK) Limited changed its name to QBE Management Services (UK) Limited on 31 December 07
lvi.	Limit Underwriting Limited changed its name to QBE Underwriting Limited on 31 December 07
lvii.	Limit Technology and Commercial Underwriting Limited changed its name to QBE Underwriting Services Limited on 31 December 2007. As at 30 September 2012, the sub-syndicate is 1886 as Syndicate 2000 is in run-off. QBE Underwriting Services Limited is in dissolution, effective 9 August 2018. QBE Underwriting Services Limited was dissolved, effective 6 November 2018.
lviii.	DA Constable Syndicate Limited changed its name to QBE Underwriting Services (UK) Limited on 31 December 07
lix.	Unigard Insurance Company and Unigard Indemnity Company redomesticated from Washington to Wisconsin effective 31 March 2011
lx.	General Casualty Company of Illinois re-domiciled to Wisconsin and changed its name to General Casualty Insurance Company on 31 December 2007
lxi.	Masswest Insurance Company merged into General Casualty Company of Wisconsin on 31 December 2007
lxii.	Unigard Inc., QBE US Investment Management Corp., Republic Financial Services, Inc. (NV), Republic Financial Services, Inc. (TX), and QBE North American Management, Inc. merged into QBE Regional Companies (N.A.), Inc. on 31 December 2007
lxiii.	QBE International Holdings Limited has changed its company name to QBE Asia Pacific Holdings Limited, effective 5 May 2014. Effective 13 October 2014, all shares of QBE Asia Pacific Holdings Limited were transferred from QBE Holdings (AAP) Pty Limited to QBE Insurance Holdings Pty Limited.
lxiv.	DA Constable Syndicate (Ireland) Limited changed its name to QBE Underwriting Services (Ireland) Limited on 16 January 08
lxv.	QBE Insurance (International) Ltd was the original incorporated entity in the QBE group of companies. It was originally named "The North Queensland Insurance Company Limited" and its date of incorporation was 1st October 1886. Subsequently it was renamed to "Queensland Insurance Company Limited" then to "QBE Insurance Limited" and then to its current name "QBE Insurance (International) Ltd". Countries of operation include French Polynesia, New Caledonia and Solomon Islands. QBE Insurance (International) Ltd changed its name to QBE Insurance (International) Pty Limited effective 5 August 2016.
lxvi.	Ownership transferred from QBE Insurance Group Limited to QBE Holdings (AAP) Pty Limited on 13 March 08. Ownership of QBE (PNG) Limited was transferred from QBE Holdings (AAP) Pty Limited to QBE Asia Pacific Holdings Limited on 7 June 2016.
lxvii.	100% shareholding in then named QBE Australia Pty Limited was transferred from QBE Re Services Pty Limited to QBE Insurance Group Limited on 25 March 08
lxviii.	Limit PLC changed its name to QBE Holdings (Europe) Limited and was re-registered as a private company on 7 April 08. QBE Holdings (Europe) Limited CRN: 2843890 was liquidated on 21 June 2017. Limit Corporate Members Limited was dissolved effective 7 January 2014. Limit Holdings Limited was dissolved effective 21 January 2014.
lxix.	QBE Australia Pty Limited changed its name to QBE Holdings (Americas) Pty Limited on 23 April 08
lxx.	North Pointe Holdings Corporation merged into North Pointe Financial Services, Inc. effective 1 October 09. North Pointe Financial Services, Inc. was merged into North Pointe Insurance Company effective 31 March 2014. (North Point Insurance Company is now a direct subsidiary of QBE Holdings, Inc.)
lxxi.	QBE (Jersey) GP II Limited general partner of QBE Capital Funding II L.P. All Preferred Securities were redeemed on 1 June 2017. The partnership is in dissolution. QBE Capital Funding II L.P. was dissolved on 11 October 2017.

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Notes to be read in conjunction with the QBE Group and Regional Structure Charts as at 31 December 2018 (continued next page)

lxxii.	Effective 18 August 2016, QBE Emerging Markets Holdings Pty Limited owns 90.10% of QBE Seguros S.A., QBE Latin America Insurance Holdings SL owns 8.75%; and 1.14% of QBE Seguros S.A. is owned by non QBE Shareholders. QBE Reinsurance Corporation sold its 1.63% interest to QBE Latin America Insurance Holdings Pty Ltd on 29 December 2016.
lxxiii.	90% of Sanderson Insurance Brokers Pty Limited (SIB) acquired on 1 July 08 together with its wholly owned subsidiary, Underwriting Agencies of Australia Pty Limited. SIB changed its name to Underwriting Agencies of Australia (Holdings) Pty Ltd on 28 January 2009. Effective 19 November 2012, QBE Agencies Australia Holdings Pty Limited acquired the remaining minority shareholdings to now own 100%. Underwriting Agencies of Australia (Holdings) Pty Ltd was deregistered on 20 July 2015. QBE Agencies Australia Holdings Pty Limited was deregistered effective 21 December 2018.
lxxiv.	QBE Insurance Group Limited transferred 100% of its shareholding in Pitt Nominees Pty Limited to QBE Insurance Holdings Pty Limited on 31 December 2014. Pitt Nominees Pty Limited changed its name to QBE Strategic Capital Company Pty Ltd on 3 February 2016.
lxxv.	Cumbre Compania de Seguros SA de CV changed its name to QBE de Mexico Compania de Seguros SA de CV on 5 August 08. Effective 31 August 2018, QBE De Mexico Compania De Seguros S.A. was sold to Zurich Insurance Company Ltd.
lxxvi.	CHU Underwriting Agencies (UK) Ltd was incorporated on 27 August 2008. CHU Underwriting Agencies Pty Limited sold its shares in CHU Underwriting Agencies (UK) Ltd to QBE Agencies Australia Holdings Pty Limited on 17 October 2014. QBE Agencies Australia Holdings sold its shares in CHU Underwriting Agencies (UK) Ltd to QBE Holdings (AAP) Pty Limited on 30 June 2016. CHU Underwriting Agencies (UK) Limited, registered number 06682647 has been dissolved via strike off process, effective 25 September 2018.
lxxvii.	Permanent was a joint venture between QBE Lenders' Mortgage Insurance Limited ("QBE LMI") and Heritage Building Society ("Heritage") of which QBE LMI owned 50.08% and Heritage owned 49.92%. Permanent was 12 November 2014.
lxxviii.	Incorporated on 1 January 2009
lxxix.	Transfer effective 31 December 2008
lxxx.	Incorporated under name of Hackremco (No.2584) Limited on 9 October 2008 an changed name to QBE Holdings (EO) Limited on 11 November 2008
lxxxi.	QBE Pacific Insurance Limited was amalgamated with QBE Insurance (PNG) Limited on 1 December 2008 to become one entity named QBE Insurance (PNG) Limited
lxxxii.	QBE Asia Pacific Holdings Limited passed a circular resolution of directors on 2 January 2015 to purchase 350,000 ordinary shares (or 1.13%) of total shares in QBE Insurance (Thailand) Public Company Limited. Stamp duty was settled on 26 February 2015. The shareholding of QBE Asia Pacific Holdings Limited in QBE Insurance (Thailand) Public Company Limited is therefore increased from 1.9% to 3.03%. Effective 4 December 2015, QBE Asia Pacific Holdings Limited subscribed 435,986 ordinary shares of 5Baht each from the 14,124,000 newly issued ordinary shares of QBE Thailand. QBE Asia Pacific Holdings Limited is then holding 1,385,986 ordinary shares out of a total of 45,000,000 issued ordinary shares. QBE Asia Pacific Holdings Limited's shareholding in QBE Insurance (Thailand) Public Company Limited is 3.08% (rounded up 3.079969%). Effective 10 March 2017, QBE Insurance (International) Pty Limited's and QBE Holdings (AAP) Pty Limited's shareholdings in QBE Insurance (Thailand) Public Company Limited were transferred to QBE Asia Pacific Holdings Limited. QBE Asia Pacific Holdings Limited is now a 47.49% shareholder in QBE Insurance (Thailand) Public Company Limited. QBE Insurance (Thailand) Public Company Limited was sold to King Wai Group (Thailand) Public Company Limited, effective 16 May 2018.
lxxxiii.	QBE Holdings (LMI) Limited was incorporated 17 February 2015. QBE Holdings (LMI) Limited changed its name to QBE Holdings (LMI) Pty Limited on 29 December 2016. QBE Holdings (LMI) Pty Limited commenced the process of liquidation January 2017. QBE Holdings (LMI) Pty Limited was dissolved effective 31 October 2017.
lxxxiv.	Carlife SK, s.r.o changed name to QBE SK, s.r.o on 10 March 2009. QBE SK, s.r.o. is in the process of liquidation from 10 September 2018.
lxxxv.	Effective 1 January 2011, United Security Insurance Company was sold to Missouri Employers Mutual Insurance Company. Effective 1 January 2011, Blue Ridge Insurance Company was sold to Catlin, Inc. Effective 1 April 2017, Blue Ridge Indemnity Company was sold to LOTS Intermediate Co.
lxxxvi.	Praetorian Specialty Insurance Company, i.e a prior subsidiary of Praetorian Insurance Company was sold as of 17 February 2009. Praetorian Insurance Company redomiciled to Pennsylvania effective 23 September 2010
lxxxvii.	The 0.01% (1 share) is owned by Alessandro Jarzynski (CEO of QBE Brasil). Effective 2 July 2018, QBE Brazil Seguros S.A. was sold to Zurich Insurance Company Ltd.
lxxxviii.	CHU Underwriting Agencies Pty Ltd, Corporate Underwriting Agencies Pty Ltd and Underwriting Agencies of Australia Pty Limited, (Underwriting Agencies of New Zealand Limited) were sold to Steadfast Group Ltd effective 1 April 2015

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Notes to be read in conjunction with the QBE Group and Regional Structure Charts as at 31 December 2018 (continued next page)

lxxxix.	QBE Investment Management Pty Limited and Travelon Pty Limited were deregistered on 9 March 2015
xc.	QBE Group Services Pty Ltd was incorporated on 9 July 2015
xc.	Elders Insurance Pty Ltd was deregistered on 20 July 2015
xcii.	Carlife Direct s.r.o. changed its name to QBE s.r.o on 7 April 2009
xciii.	The membership interests of QBE FIRST Enterprises, LLC and QBE FIRST Property Tax Solutions, LLC and the stock of Westwood Insurance Agency were transferred to QBE Holdings, Inc., effective September 30, 2015, due to the upcoming sale of QBE Financial Institution Risk Services, Inc. (each is an unwanted asset of QBE FIRST).
xciv.	Capital City Insurance Company, Inc merged with and into North Pointe Insurance Company as of 31 December 2010
xcv.	QBE Ukraine was sold on 30 October 2015.
xcvi.	Carlife SRL changed its name to QBE Europe Holdings Agent de Asigurare S.R.L. on 18 May 2009. QBE Europe Holdings Services Agent de Asigurare S.R.L. (Romania) was dissolved on 17 February 2015.
xcvii.	QBE Holdings (Americas) Pty Limited changed its name to QBE Emerging Markets Holdings Pty Limited, effective 4 November 2015
xcviii.	Name changed from Stefania Biztosito Zrt to QBE Atlasz Ingatlankezeselo Zrt on 4 August 2009. QBE Atlasz Ingatlankezeselo Zrt is in liquidation (voluntary dissolution), effective 2 May 2016.
xcix.	On 30 November 2015 QBE European Operations plc was allotted 522,849,731 mandatory redeemable preference shares at AUS\$2.08999 per share. On 26 May 2017 100% of the Redeemable Preference Shares were redeemed.
c.	Southern Guaranty Insurance Company was sold to Premier Servicing, LLC, effective 1 March 2017
ci.	Acquired 30 September 2009
cii.	Acquired 30 September 2009. Elders Insurance Agencies Pty Ltd was deregistered on 15 April 2015.
ciii.	Joint Venture General Insurance Underwriting Agency, - incorporated 14 August 2009. On 23 September 2013, QBE Agencies Australia Holdings Pty Limited increased its shareholding from 75% to 90%. The remaining 10% shareholding was purchased by QBE Agencies Australia Holdings Pty Limited on 8 May 2014. As such, since 8 May 2014, QBE Agencies Australia Holdings Pty Limited owns 100% of Elders Insurance (Underwriting Agency) Pty Limited. Effective 1 April 2016, QBE Agencies Australia Holdings owns 90% of Elders Insurance (Underwriting Agency) Pty Limited. On 1 July 2016, QBE Agencies Australia Holdings Pty Limited transferred its shares in Elders Insurance (Underwriting Agency) Pty Limited to QBE Holdings (AAP) Pty Limited, effective 1 December 2016, QBE Holdings (AAP) Pty Limited owns 80% of Elders Insurance (Underwriting Agency) Pty Limited.
civ.	Transfer of ownership of British Marine Managers Ltd from Equator Re (Australia) Limited to QBE Management Services (UK) Limited on 26 January 2010. British Marine Managers Limited was dissolved on 12 June 2012.
cv.	British Marine Holdings II S.A, British Marine holdings S.A and British Marine Luxembourg S.A merged into QBE Insurance (Europe) Limited on 31 March 2010 by Court Order
cv.	Business Debtorinsure (Brokers) Pty Ltd was deregistered on 20 February 2013. QBE Holdings (AAP) Pty Limited sold its 100% shareholding in National Credit Insurance (Brokers) Pty Limited to Steadfast Insurance Brokers Pty Limited, effective 7 August 2013. The following companies were subsidiaries of National Credit Insurance (Brokers) Pty Limited and as a result of the sale of shares, no longer appear on this structure chart: National Credit Insurance (Brokers) NZ Limited and NCI Brokers (Asia) Pte. Ltd.
cvii.	Praetorian Financial Group Inc. (Delaware) merged into QBE Holdings, Inc. effective 31 March 2010
cviii.	Redland Insurance Company merged into Praetorian Insurance Company effective 31 March 2010
cix.	Capital City Holding Company, Inc. (South Carolina) merged into North Pointe Financial Services, Inc. on 1 January 2010
cx.	ZC Sterling Corporation name changed to Sterling National Corporation effective 22 February 2010. Sterling National Corporation changed its name to QBE Financial Institution Risk Services, Inc. d/b/a QBE FIRST, effective 1 March 2011. QBE Financial Institution Risk Services, Inc. and subsidiaries (Mortgage & Auto Solutions, Inc., Seattle Specialty Insurance Services, Inc., QBE FIRST Insurance Agency, Inc. and Newport Management Corporation) were sold to National General Holdings Corp. effective 1 October 2015.
cx.	ZC Sterling Insurance Agency, Inc. name changed to Sterling National Insurance Agency, Inc. effective 1 April 2010 which changed to QBE FIRST Insurance Agency, Inc. on 1 April 2011
cxii.	Bro Enterprises LLC name changed to Sterling National Enterprises, LLC effective 23 February 2010 which changed to QBE FIRST Enterprises, LLC on 1 April 2011
cxiii.	ZC Real Estate Tax Solutions Limited name changed to Sterling Property Tax Solutions, Inc. effective 22 February 2010. Then changed its name to QBE FIRST Property Tax Solutions, LLC effective 12 May 2011

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Notes to be read in conjunction with the QBE Group and Regional Structure Charts as at 31 December 2018 (continued next page)

CXIV.	Incorporated 15 May 2014 in England and Wales
CXV.	Transferred from QBE Holdings (EO) Limited to QBE Finance Holdings (EO) Limited on 25 June 2014. QBE UK Finance III Limited was put into solvent dissolution on 30 November 2016. QBE UK Finance III Limited was dissolved on 28 February 2017.
CXVI.	QBE UK Finance GP was placed into liquidation effective 30 June 2017. Managing partner is QBE Holdings (UK) Limited and investment partner is QBE Jersey Finance Limited. On 18 August 2016, QBE Re Services transferred its shares in QBE Holdings (UK) Limited to QBE Strategic Capital Company Pty Limited. QBE UK Finance GP was dissolved effective 25 September 2017. QBE Holdings (UK) Limited changed its name to QBE Strategic Capital (Europe) Limited, effective 18 October 2017.
CXVII.	Equator Re (Australia) Limited was amalgamated with Equator Reinsurances Limited on 11 June 2010. The shareholding in Equator Reinsurances Limited transferred to QBE Insurance Holdings Pty Limited effective 30 September 2011. Equator Reinsurances Limited (a Bermuda company) became a subsidiary of QBE Blue Ocean Re Limited, effective 31 March 2018.
CXVIII.	QBE (Stafford) Limited changed its name to QBE European Services Limited on 12 October 2010
CXIX.	QBE Jersey Finance Limited was incorporated 16 May 2014 in Jersey. In dissolution effective 29 September 2017. QBE Jersey Finance Limited was dissolved on 19 October 2017.
CXX.	MMIA Pty Limited was deregistered on 20 February 2013
CXXI.	CNA changed its corporate name and QBE Aseguradora De Riesgos Del Trabajo S.A. merged into QBE Argentina Aseguradora De Riesgos Del Trabajo S.A. in April 2011. QBE Argentina Aseguradora De Riesgos Del Trabajo S.A. was sold on 10 August 2015.
CXXII.	Ren Re Agency Holdings, Inc. changed its name to QBE Stonington Agency Holdings Inc., effective 28 April 2011 and RIU Insurance Agency, Inc. was dissolved on 28 April 2011. QBE Stonington Agency Holdings Inc. was merged into Agro National Inc. effective 8 August 2011. Agro National Inc. was merged into NAU Holding Company LLC effective 1 September 2011
CXXIII.	Ren Re North America Insurance Holdings, Inc. changed its name to QBE Stonington Insurance Holdings Inc., effective 28 April 2011
CXXIV.	Ren Re North America, Inc. changed its name to QBE Stonington Services Inc., effective 28 April 2011 and SRUM LLC was dissolved on 29 April 2011
CXXV.	Ownership of the Minibus & Coach Club Limited transferred from Visionex 2000 Limited to QBE Holdings (EO) Limited. The Minibus & Coach Club Limited changed its name to QBE Insurance Services (Regional) Limited on 6 February 2013. QBE Insurance Services (Regional) Limited was appointed representative of QBE Insurance (Europe) Limited, effective 30 March 2016.
CXXVI.	Colonial Compania De Seguros Y Reaseguros, S.A. changed its name to QBE Seguros Colonial, S.A. effective 28 June 2011. QBE Seguros Colonial, S.A. was sold to Zurich Insurance Company Ltd, effective 1 October 2018.
CXXVII.	QBE Compania Argentina de Seguros S.A. (Employer's excess liability) received authorisation to operate on 7 July 2011. QBE Compania Argentina de Seguros S.A. changed its name to QBE Compania Argentina de Reaseguros S.A. on 22 February 2013. Effective 2 July 2018, QBE Compania Argentina de Reaseguros S.A. was sold to Zurich Insurance Company Ltd.
CXXVIII.	Effective 30 September 2011, QBE Insurance Holdings Pty Limited became a Non-Operating Holdings Company for QBE's AAP and UK licensed insurers and Equator Re
CXXIX.	Residentsline Limited was acquired by CHU Underwriting Agencies (UK) Limited effective on 1 July 2011. Residentsline Limited changed its name to CHU Residentsline Limited on 8 January 2014. Sale of CHU Residentsline Limited was completed on 31 March 2016
CXXX.	QBE Marine Underwriting Agency Pte Limited was struck off the register of the Accounting and Corporate Regulatory Authority of Singapore, effective 6 September 2013.
CXXXI.	QBE PNG acquired the portfolio of MSIG in PNG on 1 January 2013
CXXXII.	QBE Insurance (International) divested 5% shareholding in PT Asuransi QBE Pool Indonesia to PT Pool via a transfer deed signed on 7 December 2012. This was notified to the regulator on 4 January 2013. The current shareholding is 100%. PT Asuransi QBE Pool Indonesia changes its name to PT QBE General Insurance Indonesia on 27 December 2016.
CXXXIII.	Lantana Insurance Ltd was dissolved effective 15 January 2016
CXXXIV.	QBE International Holdings (UK) PLC changed its name to QBE European Operations plc on 29 December 2011
CXXXV.	QBE Insurance (Europe) Limited's shares in QBE Investments (Australia) Pty Limited were transferred to QBE Holdings (EO) Limited on 20 December 2011.
CXXXVI.	QBE Chile Seguros Generales (Chile) was licensed on 12 October 2011. QBE Chile Seguros Generales S.A. was sold, effective 19 May 2017.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
 SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
 PART 1 - ORGANIZATIONAL CHART

Notes to be read in conjunction with the QBE Group and Regional Structure Charts as at 31 December 2018 (continued next page)

cxxxvii.	Capital Excess & Surplus Brokers, Inc. (FEIN: 45-2462868) and Capital Collection Services, Inc. (FEIN: 45-2462779) were each dissolved 31 December 2011
cxxxviii.	Flood Underwriters of Seattle, LLC was dissolved 27 December 2011
cxxxix.	The 50% shareholding which QBE Insurance (Australia) Limited held in Invivo Medical Pty Ltd (ABN 85 108 316 123) was sold to Medical Insurance Australia Pty Ltd (ABN 99 092 709 629), effective 24 April 2013. Aviation Underwriters of Asia Pacific Pty Limited and Aviation Insurance Direct Pty Ltd commenced liquidation process January 2017. Aviation Insurance Director Pty Ltd was dissolved effective, 31 October 2017. Aviation Underwriters of Asia Pacific Pty Limited was dissolved effective, 31 October 2017.
cxl.	Affinity Insurance Services was dissolved effective, 21 December 2011
cxli.	Via a cross border merger process, Secura NV and QBE Reinsurance (Europe) Limited each merged into QBE Re (Europe) Limited, effective 30 September 2012
cxlii.	QBE Holdings (Americas) P/L transferred 12.9% interest in QBE Holdings, Inc to QBE Atlantic LLC with completion on 24 February 2012
cxliii.	QBE Re Services Pty Ltd has a registered Branch operation in Singapore. QBE Re Services Pty Limited is in the process of liquidation.
cxliv.	CUNA Mutual Life Australia Limited changed its name to QBE Life (Australia) Limited, effective 2 March 2012. QBE Life (Australia) Limited was sold to Integrity Group Holdings Limited, effective 22 December 2017.
cxlv.	QBE U.S. Agencies distributed its membership interests in QBE A&H to QBE Holdings, Inc., effective 1 September 2014. SLG Benefits and Insurance, LLC changed its name to QBE A&H, LLC effective 24 January 2012. QBE A&H, LLC was dissolved effective 29 December 2014.
cxlvi.	BCO Insurance Agency of Texas, Inc. has merged into Burnett & Company, Inc. effective 1 February 2012. Burnett Insurance Management Services, Inc. was dissolved.
cxlvii.	Burnett Holdings, Inc. has merged into Burnett & Company, Inc. effective 1 February 2012
cxlviii.	QBE Atlantic is the sole shareholder of QBE Holdings, Inc. effective 24 February 2012. QBE Atlantic, LLC was dissolved effective 19 December 2017.
cxlix.	Confoeta S.A. (Ecuador) has been liquidated effective 15 September 2017.
cl.	As of February 28, 2012, QBE Latin America Insurance Holdings owns 3 new companies in Puerto Rico: Optima Insurance Group, Inc. which owns 100% of QBE Optima Insurance Company, New Century Finance Corp, Colonial Insurance Agency, Inc. Optima Insurance Group changed its name to QBE Insurance Group of Puerto Rico, Inc. effective 17 September 2013
cli.	As of 29 March 2012, QBE Latin America Insurance Holdings has a 24.5% participation in RGM Asegurando LTDA (the 51% owned by QBEHA remains the same). As of 30 September 2012, RGM Asegurando LTDA is known as QBE Asegurando LTDA. QBE Latin America Insurance Holdings S.L. owns 49.01% of QBE Asegurando LTDA as of March 2013. QBE Asegurando LTDA was dissolved effective, 11 December 2017. C & C Cornejo & Cornejo CIA LTDA is currently in the process of liquidation and has been removed from the Structure Chart as at 31 December 2017 as its major shareholder, QBE Asegurando LTDA, has been liquidated.
clii.	Operador Logístico De Soat-Ols S.A. (Ecuador) has been liquidated effective 10 February 2017.
cliii.	QBE Servicios S.A. de C.V. was acquired on 9 August 2017. Effective 31 August 2018, QBE Servicios S.A. de CV was sold to Zurich Insurance Company Ltd.
cliv.	QBE Reinsurance (UK) Limited changed its name to QBE Re (Europe) Limited on 11 April 2012. Aviabel Cie. Belge d'Assurances Aviation S.A. Belgium was sold effective 1 April 2017.
clv.	NP Capital Trust 1 was cancelled effective 4 June 2012
clvi.	Stahl Intermediaries Inc. was dissolved effective 9 April 2012
clvii.	AFA Limited acquisition was completed on 1 January 2012. AFA Limited was dissolved effective 19 March 2015. One share of QBE Insurance (Vanuatu) Limited is being held by Jason Thomas on trust for QBE Asia Pacific Holdings Limited.
clviii.	0.15% is held by minority shareholders. HSBC La Buenos Aires Seguros, S.A. changed its name to QBE Seguros La Buenos Aires S.A. effective 28 May 2013. Effective 2 July 2018, QBE Seguros La Buenos Aires S.A. was sold to Zurich Insurance Company Ltd.
clix.	Trade Credit Underwriting Agency Pty Ltd (Australian Trade Credit Underwriting Agency) incorporated 27 August 2012. QBE Agencies Australia transferred its shares in Trade Credit Underwriting Agency Pty Ltd to QBE Holdings (AAP) Pty Limited on 12 July 2016.
clx.	Trade Credit Underwriting Agency NZ Ltd (New Zealand Trade Credit Underwriting Agency) incorporated 27 August 2012
clxi.	QBE General Insurance (Hong Kong) Limited (formerly Hang Seng General Insurance (Hong Kong) Company Limited) was acquired on 9 July 2012
clxii.	The stock of Burnett & Company was dividend by QBE U.S. Agencies to QBE Holdings, Inc. effective 30 September 2014
clxiii.	Southeastern Claims Services, Inc. was dissolved, effective 12 July 2012
clxiv.	The shares in QBE Group Shared Services Ltd were transferred from QBE Holdings (UK) Limited to QBE Insurance Group Limited, effective 4 July 2013

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE QBE SEGUROS
 SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
 PART 1 - ORGANIZATIONAL CHART

Notes to be read in conjunction with the QBE Group and Regional Structure Charts as at 31 December 2018

clxv.	QBE Europe SA/NV was incorporated on 12 February 2018 in Belgium, held by QBE European Operations plc and QBE Holdings (EO) Limited. The current shareholdings held by QBE European Operations plc is 0.000003 and QBE Holdings (EO) Limited is 99.999997.
clxvi.	QBE Holdings (AAP) Pty Limited sold its 38.37% shareholding in QBE Del Istmo Reinsurance Inc to the majority shareholders of QBE Del Istmo Reinsurance Inc, effective 2 July 2013. The following companies were subsidiaries of QBE Del Istmo Reinsurance Inc and as a result of the sale of shares, no longer appear on this structure chart: Del Istmo Assurance Corp., Liffey Reinsurance Company Limited, QBE Del Istmo Compania de Reaseguros Inc, Oficina de Representacion Colombia, QBE Del Istmo Mexico S.A. DE C.V., QBE del Istmo Corredores de Reaseguros S.A.C / Peru, Aseguradora del Istmo (Adisa) S.A., Grupo 1a, E-Dental Systems Costa Rica, 1a Odonto Chile S.A, 1a Odonto Andina Ltd, Grupo 1a Participacoes Brazil.
clxvii.	QBE Agencies Americas Holdings, Inc. was dissolved effective 24 October 2013. QBE Agencies Holdings Pty Limited was deregistered effective 21 December 2018.
clxviii.	BCO Surplus Lines, Inc. – Texas was merged into Burnett & Company, Inc., effective 9 December 2013
clxix.	QBE Blue Ocean Re Limited was incorporated effective 8 February 2018. QBE Blue Ocean Re Limited and its subsidiaries became subsidiaries of QBE Investments (North America), Inc. effective 31 March 2018.
clxx.	Transferred from QBE Insurance (Europe) Ltd to QBE Holdings (EO) Ltd on 12 December 2014
clxxi.	QBE Services (Europe) Limited was incorporated on 16 December 2014 and is 50% owned by QBE Insurance (Europe) Limited and 50% owned by QBE Re (Europe) Limited. QBE Services (Europe) Limited is in dissolution, effective 14 September 2018. QBE Services (Europe) Limited was dissolved, effective 11 December 2018.
clxxii.	QBE Partner Services (Europe) LLP was incorporated on 23 December 2014 and the corporate members are QBE Management Services (UK) Limited (Managing and Designated Member), QBE Group Shared Services Limited (Member) and QBE Management Services Pty Limited (Designated Member).
clxxiii.	LIFECO Re Ltd applied for strike off on 2 September 2015. LIFECO Re Limited was dissolved on 2 February 2016. QBE Holdings (EO) Limited sole 100% shareholder of LIFECO s.r.o., effective 9 May 2016 following signing of agreement on transfer of the ownership interest.
clxxiv.	QBE Funding V Limited applied for dissolution on 20 August 2015. QBE Funding V Limited was dissolved on 11 December 2015.
clxxv.	Company Status for Anex Jenni & Partner AG changed to Anex Jenni & Partner SA on 21 January 2015.
clxxvi.	QBE Reinsurance Services (Bermuda) Limited (a Bermuda company) was incorporated, effective 15 February 2018.
clxxvii.	QBE Marine and Energy Services Pte Ltd changed its name to QBE International Markets Pte Ltd, effective 25 June 2018.
clxxviii.	QBE Insurance (Europe) Limited changed its name to QBE UK Limited, effective 31 December 2018.
clxxix.	Strakh-Consult was liquidated, effective 16 October 2018.
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