



ANNUAL STATEMENT
 FOR THE YEAR ENDED DECEMBER 31, 2019
 OF THE CONDITION AND AFFAIRS OF THE
MULTINATIONAL INSURANCE COMPANY

NAIC Group Code 4804, 4804 NAIC Company Code 14153 Employer's ID Number 660774694
(Current Period) (Prior Period)

Organized under the Laws of PR, State of Domicile or Port of Entry Puerto Rico

Country of Domicile US

Incorporated/Organized October 11, 2011 Commenced Business November 2, 2011

Statutory Home Office 510 Munoz Rivera Avenue, Hato Rey, Puerto Rico, US 00918
(Street and Number, City or Town, State, Country and Zip Code)

Main Administrative Office 510 Munoz Rivera Avenue, Hato Rey, Puerto Rico, US 00918 787-758-0909
(Street and Number, City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address PO Box 366107, San Juan, Puerto Rico, US 00936-6107
(Street and Number or P.O. Box, City or Town, State, Country and Zip Code)

Primary Location of Books and Records 510 Munoz Rivera Avenue, Hato Rey, Puerto Rico, US 00918
(Street and Number, City or Town, State, Country and Zip Code)
787-758-0909
(Area Code) (Telephone Number)

Internet Website Address www.multinationalpr.com

Statutory Statement Contact Yadira Mercado 787-569-9089
(Name) (Area Code) (Telephone Number) (Extension)
yadira.mercado@multinationalpr.com 787-569-9089
(E-Mail Address) (Fax Number)

OFFICERS

Luis M. Pimentel Zerbi (Executive President)
 Yadira Mercado (Senior VP Finance & Adm. - Treasurer)

OTHER OFFICERS

Cesar Alvarez (Vice President Underwriting)
 Raymond Perez (Vice President Claims)
 Maria T. Marrero (Vice President Marketing & Sales)
 Pedro Gonzalez (Vice President Line of Business Auto)
 Mary Vargas (Vice President of IT)
 Gloria E. Lopez Marrero# (Vice President of Special Accounts)

DIRECTORS OR TRUSTEES

Tobias Carrero Nacar
 Carlos Iguina Oharriz
 Yelitza Cruz Melendez
 Tobias Enrique Carrero Valentiner
 Luis Pimentel Zerbi
 Rafael Andres Carrero Valentiner
 Fernando Rivera Munoz
 Juan Carlos Puig
 Bartolome Gamundi Cestero
 Luis Alejandro Carrero Valentiner#

State of _____ }
 County of _____ } SS

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

 Luis M. Pimentel Zerbi
 Executive President

Subscribed and sworn to before me this _____
 day of _____ 2020

 Yadira Mercado
 Senior VP Finance & Adm. - Treasurer

 Cesar Alvarez
 Vice President Underwriting

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

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	20,210,236		20,210,236	16,380,384
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)	10,489,730		10,489,730	10,479,945
4.2 Properties held for the production of income (less \$ encumbrances)	235,833		235,833	243,333
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ 54,307,347 , Schedule E-Part 1), cash equivalents (\$, Schedule E-Part 2) and short-term investments (\$, Schedule DA)	54,307,347		54,307,347	26,309,557
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)	85,243,146		85,243,146	53,413,219
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	297,625		297,625	158,400
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	19,931,111	1,071,830	18,859,281	26,892,781
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	22,859,372		22,859,372	24,339,641
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				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	627,232		627,232	613,321
21. Furniture and equipment, including health care delivery assets (\$)	223,992	223,992		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other-than-invested assets	2,033,039	1,985,644	47,395	29,238
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	131,215,517	3,281,466	127,934,051	105,446,600
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	131,215,517	3,281,466	127,934,051	105,446,600
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. Account Receivable Other & Taxes	43,821		43,821	25,664
2502. Prepaid	1,985,644	1,985,644		
2503. Account Receivable Payroll	3,574		3,574	3,574
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	2,033,039	1,985,644	47,395	29,238

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	15,844,632	9,558,378
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)	1,538,156	788,853
4. Commissions payable, contingent commissions and other similar charges	3,147,072	3,549,028
5. Other expenses (excluding taxes, licenses and fees)	10,670,468	2,295,994
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))		
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 \$ 73,825,151 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)	29,953,613	22,120,943
10. Advance premium	1,754,131	2,174,045
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	25,619,581	25,968,262
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)		11,069,000
14. Amounts withheld or retained by company for account of others	1,379,654	1,027,861
15. Remittances and items not allocated		
16. Provision for reinsurance (including \$ certified) (Schedule F, Part 3 Column 78)		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	183,953	481,270
20. Derivatives		
21. Payable for securities		2,008,334
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		
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	90,091,260	81,041,968
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	90,091,260	81,041,968
29. Aggregate write-ins for special surplus funds	2,858,106	1,453,977
30. Common capital stock	3,000,000	3,000,000
31. Preferred capital stock	1,400,000	600,000
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes		
34. Gross paid in and contributed surplus	14,100,000	10,900,000
35. Unassigned funds (surplus)	16,484,685	8,450,655
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)	37,842,791	24,404,632
38. Totals (Page 2, Line 28, Col. 3)	127,934,051	105,446,600
DETAILS OF WRITE-INS		
2501.		
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)		
2901. Puerto Rico Catastrophic Reserve	2,858,106	1,453,977
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)	2,858,106	1,453,977
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)	44,136,524	27,944,726
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7)	15,492,594	12,136,500
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	2,093,984	1,663,905
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	5,761,849	6,085,035
5. Aggregate write-ins for underwriting deductions		
6. Total underwriting deductions (Lines 2 through 5)	23,348,427	19,885,440
7. Net income of protected cells		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	20,788,097	8,059,286
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	1,055,692	392,581
10. Net realized capital gains (losses) less capital gains tax of \$	(317,253)	(2,722,200)
11. Net investment gain (loss) (Lines 9 plus 10)	738,439	(2,329,619)
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		
14. Aggregate write-ins for miscellaneous income	217,646	1,215,991
15. Total other income (Lines 12 through 14)	217,646	1,215,991
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8+11+15)	21,744,182	6,945,658
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)	21,744,182	6,945,658
19. Federal and foreign income taxes incurred	7,178,070	1,719,456
20. Net income (Line 18 minus Line 19) (to Line 22)	14,566,112	5,226,202
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	24,404,632	15,708,328
22. Net income (from Line 20)	14,566,112	5,226,202
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$	(533,314)	4,435,985
25. Change in net unrealized foreign exchange capital gain (loss)		
26. Change in net deferred income tax		
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(1,751,305)	(665,883)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)		
29. Change in surplus notes		
30. Surplus (contributed to) withdrawn from protected cells		
31. Cumulative effect of changes in accounting principles		
32. Capital changes:		
32.1 Paid in	800,000	
32.2 Transferred from surplus (Stock Dividend)		
32.3 Transferred to surplus		
33. Surplus adjustments:		
33.1 Paid in	3,200,000	
33.2 Transferred to capital (Stock Dividend)		
33.3 Transferred from capital		
34. Net remittances from or (to) Home Office		
35. Dividends to stockholders	(2,843,334)	(300,000)
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)	13,438,159	8,696,304
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	37,842,791	24,404,632
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. Other Income	217,646	1,215,991
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)	217,646	1,215,991
3701.		
3702.		
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	58,562,185	39,056,894
2. Net investment income	1,034,164	612,175
3. Miscellaneous income	217,646	1,215,991
4. Total (Lines 1 through 3)	59,813,995	40,885,060
5. Benefit and loss related payments	7,726,071	31,993,053
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	(865,881)	2,944,281
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	7,178,070	1,719,456
10. Total (Lines 5 through 9)	14,038,260	36,656,790
11. Net cash from operations (Line 4 minus Line 10)	45,775,735	4,228,270
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	658,094	3,307,671
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		3,761,957
12.7 Miscellaneous proceeds		
12.8 Total investment proceeds (Lines 12.1 to 12.7)	658,094	7,069,628
13. Cost of investments acquired (long-term only):		
13.1 Bonds	4,490,123	4,524,138
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate	165,841	232,845
13.5 Other invested assets		
13.6 Miscellaneous applications	2,810,869	1,608,077
13.7 Total investments acquired (Line 13.1 through Line 13.6)	7,466,833	6,365,060
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)	(6,808,739)	704,568
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	4,000,000	
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		300,000
16.5 Dividends to stockholders	2,843,334	
16.6 Other cash provided (applied)	(12,125,972)	(17,033,957)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6)	(10,969,306)	(17,333,957)
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)	27,997,690	(12,401,119)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	26,309,657	38,710,776
19.2 End of year (Line 18 plus Line 19.1)	54,307,347	26,309,657
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	275,902	78,512	142,748	211,666
2. Allied lines	819,248	735,945	635,105	920,088
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril	29,654,734	13,908,215	18,002,875	25,560,074
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine	459,321	270,948	231,473	498,796
10. Financial guaranty				
11.1 Medical professional liability - occurrence				
11.2 Medical professional liability - claims-made				
12. Earthquake	514,712	422,422	382,956	554,178
13. Group accident and health				
14. Credit accident and health (group and individual)				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence	4,970,895	1,599,362	2,474,174	4,096,083
17.2 Other liability - claims-made				
17.3 Excess workers' compensation				
18.1 Products liability - occurrence	107,496	37,063	54,380	90,179
18.2 Products liability - claims-made				
19.1, 19.2 Private passenger auto liability	3,973,040	1,276,306	2,199,600	3,049,746
19.3, 19.4 Commercial auto liability	4,425,247	1,306,185	2,301,915	3,429,517
21. Auto physical damage	4,734,697	1,950,795	2,722,506	3,962,986
22. Aircraft (all perils)				
23. Fidelity				
24. Surety	856,937	303,156	435,807	724,286
26. Burglary and theft				
27. Boiler and machinery	1,176,965	232,035	370,075	1,038,925
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	51,969,194	22,120,944	29,953,614	44,136,524
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)				

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	142,748				142,748
2. Allied lines	635,105				635,105
3. Farmowners multiple peril					
4. Homeowners multiple peril					
5. Commercial multiple peril	18,000,398	2,477			18,002,875
6. Mortgage guaranty					
8. Ocean marine					
9. Inland marine	223,427	8,046			231,473
10. Financial guaranty					
11.1 Medical professional liability - occurrence					
11.2 Medical professional liability - claims-made					
12. Earthquake	382,956				382,956
13. Group accident and health					
14. Credit accident and health (group and individual)					
15. Other accident and health					
16. Workers' compensation					
17.1 Other liability - occurrence	2,474,174				2,474,174
17.2 Other liability - claims-made					
17.3 Excess workers' compensation					
18.1 Products liability - occurrence	54,380				54,380
18.2 Products liability - claims-made					
19.1, 19.2 Private passenger auto liability	2,199,595	5			2,199,600
19.3, 19.4 Commercial auto liability	2,301,915				2,301,915
21. Auto physical damage	2,710,360	12,146			2,722,506
22. Aircraft (all perils)					
23. Fidelity					
24. Surety	410,134	25,673			435,807
26. Burglary and theft					
27. Boiler and machinery	370,055	20			370,075
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	29,905,247	48,367			29,953,614
36. Accrued retrospective premiums based on experience					
37. Earned but unbilled premiums					
38. Balance (Sum of Lines 35 through 37)					29,953,614
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) 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	23,508,252				23,232,350	275,902
2. Allied lines	9,422,228				8,602,980	819,248
3. Farmowners multiple peril						
4. Homeowners multiple peril						
5. Commercial multiple peril	107,151,402				77,496,668	29,654,734
6. Mortgage guaranty						
8. Ocean marine						
9. Inland marine	2,603,162				2,143,841	459,321
10. Financial guaranty						
11.1 Medical professional liability - occurrence						
11.2 Medical professional liability - claims-made						
12. Earthquake	17,032,176				16,517,464	514,712
13. Group accident and health						
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation						
17.1 Other liability - occurrence	5,332,302				361,407	4,970,895
17.2 Other liability - claims-made						
17.3 Excess workers' compensation						
18.1 Products liability - occurrence	110,832				3,336	107,496
18.2 Products liability - claims-made						
19.1, 19.2 Private passenger auto liability	12,818,484				8,845,444	3,973,040
19.3, 19.4 Commercial auto liability	7,465,803				3,040,556	4,425,247
21. Auto physical damage	16,161,721				11,427,024	4,734,697
22. Aircraft (all perils)						
23. Fidelity						
24. Surety	856,937					856,937
26. Burglary and theft						
27. Boiler and machinery	3,360,754				2,183,789	1,176,965
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	205,824,053				153,854,859	51,969,194
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 2019 OF THE MULTINATIONAL INSURANCE COMPANY

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	60,361		26,114	34,247	71,200	25,059	80,388	38.0
2. Allied lines	2,119,467		1,997,752	121,715	255,018	154,342	222,391	24.2
3. Farmowners multiple peril								
4. Homeowners multiple peril					1,050	945	105	
5. Commercial multiple peril	47,004,934		42,952,015	4,052,919	11,401,117	7,054,024	8,400,012	32.9
6. Mortgage guaranty								
8. Ocean marine								
9. Inland marine	384,465		230,942	153,523	33,718	47,561	139,680	28.0
10. Financial guaranty								
11.1 Medical professional liability - occurrence								
11.2 Medical professional liability - claims-made								
12. Earthquake					1,326	161	1,165	0.2
13. Group accident and health								
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation								
17.1 Other liability - occurrence	329,467		1,823	327,644	759,645	459,497	627,792	15.3
17.2 Other liability - claims-made								
17.3 Excess workers' compensation								
18.1 Products liability - occurrence	500			500			500	0.6
18.2 Products liability - claims-made								
19.1, 19.2 Private passenger auto liability	5,551,671		3,848,395	1,703,276	823,791	387,918	2,139,149	70.1
19.3, 19.4 Commercial auto liability	2,471,905		1,670,693	801,212	1,778,161	908,164	1,671,209	48.7
21. Auto physical damage	6,693,910		4,696,533	1,997,377	567,970	409,263	2,156,084	54.4
22. Aircraft (all perils)								
23. Fidelity								
24. Surety	13,927			13,927	151,636	111,444	54,119	7.5
26. Burglary and theft								
27. Boiler and machinery	1,159,444		1,159,444					
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	65,790,051		56,583,711	9,206,340	15,844,632	9,558,378	15,492,594	35.1
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)								

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE MULTINATIONAL INSURANCE COMPANY

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	84,000		68,000	16,000	250,848		195,648	71,200	9,216
2. Allied lines	476,979		428,049	48,930	273,818		67,730	255,018	27,972
3. Farmowners multiple peril									
4. Homeowners multiple peril					1,050			1,050	137
5. Commercial multiple peril	21,983,417		16,595,784	5,387,633	10,846,596		4,833,112	11,401,117	1,085,625
6. Mortgage guaranty									
8. Ocean marine									
9. Inland marine	16,300		8,150	8,150	152,671		127,103	33,718	4,854
10. Financial guaranty									
11.1 Medical professional liability - occurrence									
11.2 Medical professional liability - claims-made									
12. Earthquake	1,600		800	800	26,445		25,919	1,326	121
13. Group accident and health								(a)	
14. Credit accident and health (group and individual)								(a)	
15. Other accident and health									
16. Workers' compensation									
17.1 Other liability - occurrence	389,400			389,400	374,015		3,770	759,645	73,442
17.2 Other liability - claims-made									
17.3 Excess workers' compensation									
18.1 Products liability - occurrence									
18.2 Products liability - claims-made									
19.1, 19.2 Private passenger auto liability	1,199,058		825,440	373,618	1,470,826		1,020,653	823,791	82,807
19.3, 19.4 Commercial auto liability	1,616,777		885,329	731,448	3,324,563		2,277,850	1,778,161	183,617
21. Auto physical damage	885,948		607,663	278,285	953,157		663,472	567,970	55,748
22. Aircraft (all perils)									
23. Fidelity									
24. Surety	78,393			78,393	73,243			151,636	14,617
26. Burglary and theft									
27. Boiler and machinery	224,272		224,272		261,863		261,863		
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	26,956,144		19,643,487	7,312,657	18,009,095		9,477,120	15,844,632	1,538,156
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	8,153,918			8,153,918
1.2 Reinsurance assumed				
1.3 Reinsurance ceded	6,059,934			6,059,934
1.4 Net claim adjustment services (1.1+1.2-1.3)	2,093,984			2,093,984
2. Commission and brokerage:				
2.1 Direct excluding contingent		35,703,683		35,703,683
2.2 Reinsurance assumed excluding contingent				
2.3 Reinsurance ceded excluding contingent				
2.4 Contingent - direct		(46,011,301)		(46,011,301)
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)		(10,307,618)		(10,307,618)
3. Allowances to manager and agents		827,231		827,231
4. Advertising		472,374		472,374
5. Boards, bureaus and associations		299,285		299,285
6. Surveys and underwriting reports				
7. Audit of assureds' records				
8. Salary and related items:				
8.1 Salaries		5,823,785		5,823,785
8.2 Payroll taxes		402,021		402,021
9. Employee relations and welfare		618,897		618,897
10. Insurance		168,099		168,099
11. Directors' fees		51,962		51,962
12. Travel and travel items		464,925		464,925
13. Rent and rent items		337,906		337,906
14. Equipment		109,511		109,511
15. Cost or depreciation of EDP equipment and software		1,500,706		1,500,706
16. Printing and stationery		88,111		88,111
17. Postage, telephone and telegraph, exchange and express		76,404		76,404
18. Legal and auditing		713,286		713,286
19. Totals (Lines 3 to 18)		11,954,503		11,954,503
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		1,659,794		1,659,794
20.2 Insurance department licenses and fees		86,750		86,750
20.3 Gross guaranty association assessments				
20.4 All other (excluding federal and foreign income and real estate)		40,262		40,262
20.5 Total taxes, licenses and fees (20.1+20.2+20.3+20.4)		1,786,806		1,786,806
21. Real estate expenses		778,650		778,650
22. Real estate taxes		77,210		77,210
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses		1,472,298	89,808	1,562,106
25. Total expenses incurred	2,093,984	5,761,849	89,808	(a) 7,945,641
26. Less unpaid expenses - current year	1,538,155	5,545,321		7,083,476
27. Add unpaid expenses - prior year	788,852	4,877,446		5,666,298
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)	1,344,681	5,093,974	89,808	6,528,463
DETAILS OF WRITE-INS				
2401. Professional Services		946,766		946,766
2402. Uncollected Premiums		(762)		(762)
2403. Bank Charges		360,881		360,881
2498. Summary of remaining write-ins for Line 24 from overflow page		165,413	89,808	255,221
2499. Totals (Lines 2401 through 2403 plus Line 2498) (Line 24 above)		1,472,298	89,808	1,562,106

(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)	
1.1 Bonds exempt from U.S. tax	(a) 18,394	90,467
1.2 Other bonds (unaffiliated)	(a) 586,634	638,523
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) 233,707	233,707
5. Contract loans	(d)	
6. Cash, cash equivalents and short-term investments	(e) 346,358	346,358
7. Derivative instruments	(f)	
8. Other invested assets	(f)	
9. Aggregate write-ins for investment income		
10. Total gross investment income	1,185,093	1,309,055
11. Investment expenses		(g) 89,808
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i) 163,555
15. Aggregate write-ins for deductions from investment income		
16. Total deductions (Lines 11 through 15)		253,363
17. Net investment income (Line 10 minus Line 16)		1,055,692
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 \$ 30,630 accrual of discount less \$ 148,326 amortization of premium and less \$ 18,924 paid for accrued interest on purchases.
 (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
 (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
 (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
 (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.

(f) Includes \$ accrual of discount less \$ amortization of premium.
 (g) Includes \$ 89,808 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 \$ 163,555 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					
1.1 Bonds exempt from U.S. tax		(323,897)	(323,897)	432,780	
1.2 Other bonds (unaffiliated)	6,637		6,637		
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				(966,065)	
5. Contract loans					
6. Cash, cash equivalents and short-term investments					
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	6,637	(323,897)	(317,260)	(533,285)	
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		96,923	96,923
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)		96,923	96,923
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	1,071,830	399,916	(671,914)
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			
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software		239,515	239,515
21. Furniture and equipment, including health care delivery assets	223,992	125,996	(97,996)
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other-than-invested assets	1,985,644	667,812	(1,317,832)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	3,281,467	1,530,162	(1,751,305)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	3,281,467	1,530,162	(1,751,305)
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 Expense	1,985,644	667,812	(1,317,832)
2502. Other Accounts Receivable			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,985,644	667,812	(1,317,832)

NOTES TO FINANCIAL STATEMENTS**Note 1: Summary of Significant Accounting Policies****A. Accounting Practices**

The accompanying financial statements of Multinational Insurance Company are presented based on accounting practices prescribed or permitted by the Commissioner of Insurance of the Commonwealth of Puerto Rico.

Effective January 1, 2001, the Insurance Commissioner of Puerto Rico required that insurance companies domiciled in the Commonwealth of Puerto Rico prepare their statutory basis financial statements in accordance with the NAIC "Accounting Practices and Procedures Manual" (version effective January 1, 2001), subject to any deviations prescribed or permitted by the Insurance Commissioner of Puerto Rico.

A reconciliation of the policyholders' surplus between the amounts presented in the accompanying financial statements (PR State basis) and NAIC SAP as of December 31, 2019 and 2018 is shown below:

	<u>2019</u>	<u>2018</u>
Statutory Surplus - PR State Basis	\$ 37,842,791	\$ 24,404,632
Puerto Rico prescribed practices:		
Real Estate at value authorized by the Office of the Commissioner of PR	(4,391,381)	(5,357,476)
Statutory Surplus - NAIC SAP	<u>\$ 33,451,410</u>	<u>\$ 19,047,156</u>

The Company insures real and personal property against loss and damages and writes other casualty lines. The business is primarily written through general agents who collect the premiums from the insurers and remit them to the Company, net of commissions.

The Office of the Commissioner of Insurance of Puerto Rico authorized a permitted practice to recognize a market value adjustment to the Real Estate – Home Office located in San Juan, PR. The value determined by the Commissioner for the years 2019 and 2018 was \$10.4 million.

B. Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with statutory accounting practices prescribed or permitted by the Commissioner of Insurance requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and 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

Premiums written are taken into income on a pro rata basis over the periods covered by the policies, whereas the related acquisition and commission costs are expensed when incurred. The unearned premiums are computed based on the monthly pro rata method and presented net of unearned premiums ceded under reinsurance contracts.

Investments in debt securities designated as highest and high quality (NAIC designation 1 and 2) are generally stated at amortized cost and any premium or discount is amortized to income using the interest method. All other debt securities are reported at the lower of amortized cost or fair market value. As permitted by rules promulgated by the NAIC's designation, redeemable preferred stocks are accounted for at amortized cost, until the investment reaches the lower of its par or redemption value.

Equity securities (common stock), other than those from an affiliated company, are stated at market value. Common stock from an affiliated insurance company is presented at the Company's equity in the affiliated company's statutory capital and surplus. The unrealized gain or loss on common stock is accounted for as a direct increase or decrease of unassigned surplus. Short Term investments are stated at amortized cost. Bonds not backed by other loans are stated at either amortized cost, using the interest method or the lower of amortized cost or fair market value.

Redeemable Preferred stocks in good standing are carried at amortized cost. Perpetual preferred stocks in good standing are carried at fair market value. Other preferred stocks not in good standing are carried at the lower of amortized cost or fair market value.

NOTES TO FINANCIAL STATEMENTS

Loan backed securities are stated at either amortized cost, using the interest method or the lower of amortized cost or fair market value. The retrospective adjustment method is used to value all securities except for interest only securities, EITF 99-20 eligible securities or securities where the yield had become negative, that are valued using the prospective method. Declines in the market value of invested assets below cost are evaluated for other than temporary impairment losses.

Impairment losses for declines in value of fixed maturity investments and equity securities below cost attributable to issuer-specific events are based upon all relevant facts and circumstances for each investment and are recognized when appropriate in accordance with SAP and related guidance. For fixed maturity investments with unrealized losses due to market conditions or industry-related events where the Company has the positive intent and ability to hold the investment for a period enough to allow a market recovery or to maturity, declines in value below cost are assumed to be temporary.

Mortgage loans and note receivable are presented at their outstanding unpaid principal balance.

Investment transactions are recorded based on trade date. Realized gains and losses on sales of investments are determined using the specific identification method.

Prepayments assumptions for Mortgage-Backed Securities, Collateralized Mortgage Obligations and Other Structured Securities were generated using a purchased prepayment model. The prepayment model uses several factors to estimate prepayment activity including the time of year (seasonality), current levels of interest rates (refinancing incentive), economic activity (including housing turnover), term and age of the underlying collateral (burnout, seasoning). On an ongoing basis, we monitor the rate of prepayment and calibrate the model to reflect actual experience, market factors, and viewpoint.

Cash includes non-negotiable certificates of deposit with original maturities of one year or less, saving accounts and other interest-bearing accounts with banks, as well as cash on hand and on deposit.

Electronic data processing (EDP) equipment is presented at cost, net of accumulated depreciation up to a maximum of 3% of the capital and surplus. Depreciation is provided on the straight-line method over the estimated useful life of the equipment. Depreciation expense for the years ended December 31, 2019 and 2018 amounted to approximately \$424,286 and \$363,230; respectively.

Equipment, furniture and fixtures and leasehold improvements are classified as no admitted assets. Depreciation is provided under the straight-line method over the estimated useful life of the assets. Depreciation expense for the years ended on December 31, 2019 and 2018 amounted to approximately \$40,594 and \$14,497; respectively.

Real Estate investments represent properties occupied by the Company or held to produce income and are presented at cost, net of accumulated depreciation, or as adjusted by the market value adjustment under acceptance by the Commissioner. A useful life of real estate was estimated at approximately 40 years. Depreciation expense for the years ended on December 31, 2019 and 2018 amounted to \$163,555 and \$145,547; respectively.

Real Estate as of December 31, 2019 and 2018 consists of the following:

	2019	2018
Property Occupied by the Company, Home Office including market value adjustment under special acceptance by the Commissioner of \$4,391,384 in 2019 and \$5,357,496 in 2018	\$ 10,411,000	\$ 10,411,000
Property Occupied - Other net	78,730	68,944
Sub-total	\$ 10,489,730	\$ 10,479,944
Property held for production of income, net	235,833	243,333
Real Estate, net	\$ 10,725,563	\$ 10,723,278

The Company's reserves for loss and loss adjustment expenses represent individual case estimates for reported claims, estimates for unreported losses based on experience modified for current trends and estimates of expenses for investigating and settling claims.

The total of such liability is reduced for portions ceded to other insurers. Management believes that the reserve for losses and loss adjustment expenses on December 31, 2019, is reasonable and reflective of anticipated ultimate experience. Because of the length of time required for ultimate liability losses and loss adjustment expenses to be determined, the net amounts that will ultimately be paid to settle the liability may vary from the estimated amounts provided for in

NOTES TO FINANCIAL STATEMENTS

the statutory statements of admitted assets, liabilities, surplus and other funds. The resulting difference between the estimates and the actual loss, as subsequently determined, is reflected in operations in the period such difference arises.

Recent Accounting Developments

In August 2019, effective January 1, 2020, the NAIC substantially revised SSAP No. 22R, Leases, revisions incorporate guidance from ASU 2016-02, Leases, but rejects the ASU 2016-02 with retention of the operating lease concept. The revision of this SSAP did not have an effect on the Company's statutory financial statements.

In November 2018, effective December 31, 2018, the NAIC substantially revised SSAP No. 21R, Other Admitted Assets, revisions detail that periodic-certain structured settlements acquired under all state and federal laws are admitted assets. Life-contingent structured settlements and periodic-certain structured settlements not acquired pursuant to state and federal laws are no admitted assets. The revision of this SSAP did not have an effect on the Company's statutory financial statements.

In November 2018, effective January 1, 2019, the NAIC substantially revised SSAP No. 30R, Unaffiliated Common Stock, revisions primarily update the common stock definition to include U.S. Securities and Exchange Commission (SEC) registered closed-end funds and unit-investment trusts within scope. The revision of this SSAP did not have an effect on the Company's statutory financial statements.

In November 2018, effective January 1, 2019, the NAIC substantially revised SSAP No. 62R, Property and Casualty Reinsurance, revisions clarify the determination of reinsurance credit and incorporate language from EITF 93-6, Accounting for Multi-Year Retrospectively Rated Contracts by Ceding and Assuming Enterprises and EITF D-035, FASB Staff Views on Issue No.93-6. The revision of this SSAP did not have an effect on the Company's statutory financial statements.

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

The amortized cost, gross unrealized gains and losses, and estimated fair values of debt securities as of December 31, 2019 and 2018, are as follows:

	December 31, 2019			
	Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
Obligations of the Commonwealth of PR and its agencies and its instrumentalities	\$ 2,651,424	\$ 108,645	\$ 52,064	\$ 2,708,004
United States government, agencies and instrumentalities	16,956,570	456,208	9,566	\$ 17,403,211
Corporate bonds	653,255	23,736	-	\$ 676,991
Total	\$ 20,261,248	\$ 588,588	\$ 61,630	\$ 20,788,206
	December 31, 2018			
	Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
Obligations of the Commonwealth of PR and its agencies and its instrumentalities	\$ 2,982,184	\$ -	\$ 696,781	\$ 2,285,403
United States government, agencies and instrumentalities	13,227,755	88,184	217,324	13,098,615
Corporate bonds	654,237	-	10,795	643,442
Total	\$ 16,864,176	\$ 88,184	\$ 924,900	\$ 16,027,460

NOTES TO FINANCIAL STATEMENTS

The amortized cost and estimated market value of investments as of December 31, 2019 and 2018 by contractual maturity are shown below. Expected maturities may differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without call or prepayment penalties.

	December 31, 2019	
	Amortized Cost	Fair Value
Due one year or less	\$ 263,647	\$ 263,487
Due after one year through five years	8,761,742	8,915,838
Due after five year through ten years	8,184,587	8,458,292
Due over ten years	3,051,273	3,150,590
Total	\$ 20,261,249	\$ 20,788,207

	December 31, 2018	
	Amortized Cost	Fair Value
Due one year or less	\$ -	\$ -
Due after one year through five years	7,423,521	7,330,039
Due after five year through ten years	5,893,252	5,488,029
Due over ten years	3,547,404	3,209,393
Total	\$ 16,864,177	\$ 16,027,461

The following table shows the Company's gross unrealized losses and fair value, aggregated by investment category and length of time that individual securities have been in a continuous unrealized loss position as of December 31, 2019 and 2018.

	December 31, 2019					
	Less than 12 months		12 months or more		Total	
	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
Obligations of the Commonwealth of Puerto Rico and its agencies and its instrumentalities	\$ 51,488	\$ (1,052)	\$ 213,988	\$ (51,013)	\$ 265,476	\$ (52,064)
United States government, agencies and instrumentalities	1,177,977	(1,359)	676,255	(8,207)	1,854,231	(9,566)
Corporate bonds	-	-	-	-	-	-
Total	\$ 1,229,465	\$ (2,411)	\$ 890,242	\$ (59,220)	\$ 2,119,707	\$ (61,630)

	December 31, 2018					
	Less than 12 months		12 months or more		Total	
	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
Obligations of the Commonwealth of Puerto Rico and its agencies and its instrumentalities	\$ 1,838,203	\$ (212,989)	\$ 447,200	\$ (483,792)	\$ 2,285,403	\$ (696,781)
United States government, agencies and instrumentalities	1,068,375	(10,085)	7,739,250	(207,239)	8,807,625	(217,324)
Corporate bonds	643,442	(10,795)	-	-	643,442	(10,795)
Total	\$ 3,550,020	\$ (233,869)	\$ 8,186,450	\$ (691,031)	\$ 11,736,470	\$ (924,900)

These investments continue to be owned by the Company, but their use is restricted based on the provisions of the Insurance Code.

Since February 2014, the investments rating agencies Moody's, Standard and Poor's and Fitch downgraded the general obligations bonds of the Commonwealth of Puerto Rico and some other instrumentalities.

The Statement of Statutory Accounting Principle Number 26 ("SSAP No. 26") establishes that bonds shall be valued and reported in accordance with this statement, the Purposes and Procedures Manual of the National Association of Insurance Commissioner ("NAIC") Securities Valuation Office ("SVO"), and the designation assigned in the NAIC Valuations of Securities product prepared by the SVO. For reporting entities that maintain an Asset Valuation Reserve ("AVR"), the bonds shall be reported as amortized cost, except those with a NAIC designation of 6, which shall be reported at the lower of amortized cost or fair value. For reporting entities that do not maintain an AVR, bonds that are designated highest-quality and high-quality (NAIC designations 1 and 2, respectively) shall be reported at amortized cost; with all other bonds (NAIC designations 3 to 6) reported at the lower of amortized cost or fair value.

NOTES TO FINANCIAL STATEMENTS

Property and Casualty Insurance Companies do not maintain an Asset Valuation Reserve, and as a result bonds with classification 1 and 2 at amortized cost and those with NAIC designation of 3 to 6 should be reported at the lower of cost or fair value.

As of December 31, 2019, and 2018, bonds in Puerto Rico Obligations presented in the accompanying financial statements which were classified by the SVO with a classification of 6 had an amortized cost of \$265,000, and \$931,000 respectively. As a result of the above-mentioned downgrade, such investments were recorded at fair value of \$214,000 and \$447,000; with a valuation allowance charged to surplus amounting to \$51,000 and \$484,000 as of December 31, 2019 and December 31, 2018.

It is important to point out that in order to address Puerto Rico fiscal and economic crisis, on June 30, 2016, the U.S. Congress enacted the Puerto Rico Oversight, Management and Economic Stability Act ("PROMESA" or the "Act"), which, among other things, established a Federally-appointed oversight board (the "Oversight Board"), comprised of seven members with ample powers over the finances of the Commonwealth and its instrumentalities.

PROMESA or the Act" was enacted into law on June 30, 2016. The Senate had passed PROMESA on June 29, 2016, and President Obama signed the Act into law on June 30, 2016. The Oversight Board is provided with broad authority over Puerto Rico and instrumentalities of Puerto Rico which the Oversight Board designates as "covered" instrumentalities. The Oversight Board is generally an autonomous body that has broad authority and discretion over Puerto Rico, including the ability to place Puerto Rico itself and a "covered" instrumentality into a debt restructuring proceeding established under the Act, require and approve a fiscal plan, require and approve a budget, oversee operations and implement changes that are necessary to comply with an approved fiscal plan or budget, approve the issuance of debt, hold hearings and issue subpoenas in furtherance of its functions, enter into its own contracts, analyze a territory's pensions and pension liability, approve voluntary settlements with creditors, and become a direct party in litigation against Puerto Rico or an instrumentality. The Oversight Board is, in effect, considered a division of the territory and can hire officers, professionals and legal counsel.

The Act also established a temporary stay on litigation to enforce rights or remedies related to financial liabilities of the Commonwealth, its instrumentalities and municipalities, which was initially scheduled to expire on February 15, 2017 but was extended by the Oversight Board until May 1, 2017. The Act finally established two separate mechanisms to restructure the debts of the Commonwealth, its public corporations and municipalities. The first mechanism permits modifications of financial indebtedness with the consent of a supermajority of affected financial creditors. The second mechanism is a court-supervised debt-adjustment process, which is modeled after Chapter 9 of the U.S. Bankruptcy Code. Pursuant to PROMESA, the Oversight Board required the Commonwealth to submit a fiscal plan in October 2016. The fiscal plan submitted by the Commonwealth projected that, under current policies, consolidated expenditures (including debt service on tax-supported debt) would, in the aggregate, exceed consolidated resources by approximately \$58.7 billion from fiscal year 2017 to fiscal year 2026.

The plan estimated that, even assuming the successful implementation of the measures set forth therein, there would still be a material cumulative financing gap before the payment of debt service during the ten-year period covered by the fiscal plan in the absence of federal Affordable Care Act funding for the Government's health programs. The Oversight Board rejected the prior Administration's plan in November 2016 and requested that the new Administration of Governor Ricardo Rossello Nevarez deliver a new fiscal plan by January 15, 2017, which was later extended until February 28, 2017. In a letter dated January 18, 2017, the Oversight Board recommended to the Governor a series of measures for inclusion in the fiscal plan, including a \$1.0 billion reduction in health care spending by fiscal year 2019, the elimination of budgetary subsidies to municipalities, and important reductions in payroll expenditures and pension and/or pension-related benefits. On February 28, 2017, the Governor of Puerto Rico submitted a 10-year fiscal plan to the Fiscal Oversight Board established by PROMESA, for its review and approval. As part of the proposed plan, the Puerto Rico government intends to make significant changes to the Government Health Plan, including cost reduction of around \$300 million over the first two years and \$2.5 billion over the plan period. After certain revisions, a final plan was approved by the Board on March 13, 2017, which includes spending reductions of \$25.7 billion. The plan implies larger concessions from bondholders since there would be approximately \$8 billion available for debt service payments over the next 10 years as compared to around \$35 billion that is owed over such period. The plan also proposes certain significant changes to the Commonwealth's healthcare delivery model in order to reduce expenses and the elimination of subsidies to the municipalities. Nevertheless, the plan does not provide details about the proposed changes or the timeline for their implementation.

On May 2, Governor Rossello notified to the Fiscal Oversight Board that the Government of Puerto Rico wished to seek protection under Title III of the PROMESA Act. He stated that after extensive discussions in good faith and the opening of the financial books of the Government of Puerto Rico to the creditors, there had not been enough progress in the negotiations, so that Title III of the PROMESA Act would allow for a special court to restructure the public debt of Puerto Rico.

NOTES TO FINANCIAL STATEMENTS

Between June and August 2017, the Oversight Board certified fiscal plans for the Commonwealth and certain of its instrumentalities. However, subsequently in December they requested that the government submit revised fiscal plans, considering the impact of the hurricanes Maria and Irma, which impacted Puerto Rico in September 2017. The government has submitted several drafts of such fiscal plans to the Oversight Board, which are currently under its review. The Oversight Board has indicated that they expect to certify the revised plans submitted for the Commonwealth, the Puerto Rico Aqueduct and Sewer Authority, and the Puerto Rico Electric Power Authority by the end of June 2018.

On November 29, 2018, the Puerto Rico Fiscal Agency and Financial Advisory Authority (“AAFAF”, by its Spanish acronym) and the Government Development Bank for Puerto Rico (“GDB”) announced the consummation of the qualifying modification (the “Qualifying Modification”) for GDB under Title VI of the Puerto Rico Oversight, Management, and Economic Stability Act (“PROMESA”). The completion of the Qualifying Modification for GDB marked the first successful use of the collective action procedures under Title VI of PROMESA and the first Puerto Rico debt restructuring transaction closed under PROMESA.

The consummation of this transaction provided combined debt service savings to the majority of Puerto Rico’s municipalities of approximately \$55 million during the January 1 and July 1, 2019 payments, while also providing GDB’s diverse creditor constituency with adequate recoveries given the financial circumstances of the GDB.

The GDB Debt Recovery Authority, a newly formed statutory public trust and governmental instrumentality (the “Issuer”), issued \$2,597,754,625 of 7.500% GDB Debt Recovery Authority Bonds (Taxable) due 2040 (the “DRA Bonds”) to holders of participating bond claims of GDB, with each holder receiving \$550 of DRA Bonds for each \$1,000 of participating bond claims of GDB that they previously held. The DRA Bonds were delivered on November 30, 2018.

The Company had \$2.4 million in GDB bonds accounted at fair value before November 30, 2018, the exchange date, which were part of abovementioned transaction. As a result of the exchange the Company received DRA Bonds accounted for at market value of \$2.5 million as of November 30, 2018, the exchange date. Those bonds had been recorded at its amortized cost as of December 31, 2018, which was \$2.1 million, as a result of principal payment received during December 2018.

On February 12, 2019, the Puerto Rico Sales Tax Financing Corporation (the “Corporation”) issued (i) \$5,412,723,000 of its Restructured Sales Tax Bonds, Series 2019A-1 as current interest bonds (the “Series 2019A-1 Current Interest Bonds”), (i) \$2,865,208,000 of its Restructured Sales Tax Bonds, Series 2019A-1 as capital appreciation bonds (the “Series 2019A-1 Capital Appreciation Bonds”) and (ii) its \$3,591,809,000 Restructured Sales Tax Bonds, Series 2019A-2 as current interest bonds (the “Series 2019A-2 Current Interest Bonds” and together with the Series 2019A-1 Current Interest Bonds, (the “Series 2019 A Current Interest Bonds”) pursuant to the Master Indenture of Trust, dated as of February 12, 2019. As a result of the above-mentioned debt restructuring transaction the company received fourteen bonds accounted at market value of \$2.4 million as of February 28, 2019, resulting on a realized loss of \$326,304 and a net positive impact in capital for the amount of \$29,741.

As of December 31, 2019, and December 31, 2018, Multinational Insurance Company (“the Company”) possessed investments in Puerto Rico (P.R.) obligations and other instrumentalities with an amortized cost in the amount of \$2.6 million and \$2.5 million; and market value of \$2.7 million and \$2.3 million, respectively. Puerto Rico obligations represented 3.49%, and 5.85% of the investment portfolio as of December 31, 2019 and 2018; respectively.

A. Mortgage Loans

Not Applicable.

B. Trouble Debt Restructuring for Creditors

Not Applicable.

C. Reverse Mortgage

Not Applicable.

D. Loan Backed Securities

Not Applicable

NOTES TO FINANCIAL STATEMENTS**E. Repurchase Agreements**

Not Applicable.

F. Write-downs for Impairments of Real Estate and Retail Land Sales

Not Applicable.

G. Low income Housing Credits

Not Applicable.

Note 6: Joint Ventures, Partnership and Limited Liability Company

Not Applicable.

Note 7: Investment Income**A. Accrued Investment income**

The Company non-admitted investment income due and accrued if amounts are over 90 days past due.

B. Amounts none admitted

As of December 31, 2019, and 2018, investment income due and accrued was not recognized amount as non-admitted.

Note 8: Derivatives Instruments

The Company does not have derivative instruments.

Note 9: Income Taxes**A. Current**

The Company is subject to Puerto Rico income taxes at rates ranging from 20% to 37.5%. The tax is determined based on the annual statement filed with the Commissioner. Also, the Company is subject to the alternative minimum tax (AMT) calculation.

On December 10, 2018, the Governor of Puerto Rico signed into law Act 257 (Act 257-2018) introducing changes to the Puerto Rico Internal Revenue Code of 2011. Act 257-2018 lowers income tax rates from 39% to 37.5% as well as the alternative minimum tax rate, among other amendments. Most of the provisions will be applicable for tax years beginning after December 31, 2018. For the tax year 2019, the Company applied the provisions of Act 257-2018.

For years ended December 31, 2019 and 2018 current tax expense amounts to \$7,178,069 and \$1,719,456, respectively. Income before taxes differs from taxable income principally due to tax-exempt income and the deduction of the catastrophic reserve, as follows:

	<u>2019</u>	<u>2018</u>
Income before taxes	\$ 21,744,182	\$ 6,945,658
Statutory tax rate	37.5%	39%
Income tax expense at statutory rate	8,154,068	2,708,807
Increase (decrease) in taxes resulting from:		
Exempt interest and dividends income	(222,407)	(476,850)
Catastrophic reserve deduction	(526,548)	(349,045)
Net operating losses deduction	—	(103,350)
Dividend received deduction	(39,573)	(37,904)
Other	(187,470)	(22,202)
Total	<u>\$ 7,178,071</u>	<u>\$ 1,719,456</u>
Income taxes incurred	\$ 7,178,071	\$ 1,719,456
Change in net deferred income tax	—	—
Total statutory income tax expense	<u>\$ 7,178,071</u>	<u>\$ 1,719,456</u>

Under current tax laws, the Company's state income tax returns could be subject to examination by the Department of Treasury of the Commonwealth of Puerto Rico generally for four years after they were filed.

NOTES TO FINANCIAL STATEMENTS**B. Deferred**

The Company reports its deferred assets and liabilities using a balance sheet approach whereby statutory and tax basis balance sheets are compared. Deferred components are computed based on enacted tax rates. Gross deferred tax assets are reduced by statutory valuation allowance adjustment if, based on weight of available evidence, it is more likely than not that some portion or all the deferred tax assets will not be realized. If a portion is determined to be realized, then the deferred tax asset is subject to admissibility test. Under NAIC SSAP 101, gross deferred tax assets are generally admitted to the extent that the Company's income taxes paid in prior years can be recovered through loss carrybacks; plus the lesser of (a) the amount of gross deferred tax assets expected to be realized within three years after year-end or (b) 15% of statutory capital and surplus as of year-end; plus any remaining deferred tax assets that can be offset against existing gross deferred tax liabilities.

For the years ended December 31, 2019 and 2018 no deferred tax assets were recognized.

C. Premium Tax

In addition, Act 40-2013 established a tax to the insurance companies of 1% on net premiums earned after June 30, 2013. The Commissioner issued Normative Letter CN-2014-170-AF providing guidance for this special tax calculation pursuant to section 7.022 of the Insurance Code. This tax for the years ended December 31, 2019 and 2018 amounted to \$413,000 and \$211,000.

Note 10: Information Concerning Parent, Subsidiaries and Affiliates**A. Nature of Relationship**

Multinational Insurance Company was incorporated and domiciled in San Juan, Puerto Rico and licensed to do property and casualty insurance business in PR on October 11, 2011 and began operations on November 2, 2011. The Company is a wholly owned subsidiary of Ancon SA, an insurance company licensed in Panama.

B. Detail of transactions Greater than 1/2% of Admitted Assets

Not Applicable

C. Change in Terms of Inter-Company Arrangements

Not Applicable

D. Amount Due to or from Related Parties

As of December 31, 2019, and 2018 the Company reported net amount due to Multinational Life Insurance Company in the amount of \$183,953 and \$481,272; respectively. The net amount due to Multinational Life Insurance Company does not bear interest and is due on demand.

E. Guarantees or Contingencies for Related Parties

Not Applicable

F. Transaction with Related Parties

The Company leases office space to Multinational Life Insurance Company under an operating lease agreement. This agreement expires on November 30, 2016 and has a renewal option for a period of five years. During the years ended December 31, 2019, and 2018 a total amount of \$233,707 was recorded as rental income, respectively

In addition, the company shares certain expenses with Multinational Life Insurance Company such as salaries, professional services, occupancy expenses, information technology, and other expenses which are incurred for the benefit of both companies. For the year ended on December 31, 2019 these charges were as follows:

	<u>December 2019</u>
Amount billed from Multinational Life Insurance Company	\$ 3,486,750
Amount billed to Multinational Life Insurance Company	945,737
Other expenses net balance	<u>\$ 2,541,013</u>

The Company also has 300,000 shares of \$10 par value preferred stock authorized, of which 60,000 shares are issued and outstanding as of December 31, 2018. The issuance of these

NOTES TO FINANCIAL STATEMENTS

preferred stocks to Consultoria Avanzada, an affiliated company based in Panamá, was approved by the Insurance Commissioner of Puerto Rico on August 23, 2016. The sale price for this transaction was \$50.00 per share for a total capital infusion of \$3,000,000 with an authorized fixed 10% dividend rate payable on a monthly basis, starting on September 1st, 2016

On March 14, 2019 the Company requested permission from the Office of the Insurance Commissioner of Puerto Rico ("OCI") to issue 80,000 additional shares to Consultoria Avanzada, the holder of the 60,000 shares issued and outstanding. The sale price of the proposed this transaction was \$50.00 per share for a total capital infusion of \$4,000,000 with an authorized fixed 10% dividend rate payable on a monthly basis. On May 29, 2019 the Insurance Commissioner of Puerto Rico approved the issuance. Funds were received on May 31, 2019. As a result, dividends paid as of December 31, 2019 and 2018 in the amount were \$533,000 and 300,000, respectively.

The Company has 500,000 shares of \$10 par value common stocks authorized, and 300,000 shares issued and outstanding. On September 24, 2019 an ordinary dividend in the amount of \$2,310,000 was approved by the Board of Directors. The dividend was paid as follows: one payment for \$1,155,000 on September 26, 2019, and another payment of the same amount on December 18, 2019, no dividends on common stock were paid on the year 2018.

G. Nature of Relationship that could affect operations

Not Applicable.

H. Amount Deducted for Investment in Upstream Company

Not Applicable.

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

Not Applicable.

J. Write-down for Impairment of investments in Subsidiary, Controlled or Affiliated Companies.

Not Applicable.

K. Foreign Subsidiary value using CARVM

Not Applicable.

L. Downstream Holdings Company Value Using Look – Through Method

Not Applicable.

Note 11: Debt

Not Applicable.

Note 12: Retirements Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Plans

Not Applicable.

Note 13: Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

The Company has 500,000 shares of \$10 par value common stocks authorized and 300,000 shares issued and outstanding. The Company has 300,000 shares of \$10 par value preferred stock authorized and 140,000 shares issued and outstanding. The issuance of these preferred stocks to an affiliated company was approved by the Insurance Commissioner of Puerto Rico on August 23, 2016 for 60,000 shares, and on March 14, 2019 for 80,000. The sales price for both transactions was \$50.00 per share, for a total capital infusion of \$3,000,000 on August 23, 2016, and \$4,000,000 on March 14, 2019, with an authorized fixed 10% dividend rate payable on a monthly basis. As a result, dividends paid as of December 31, 2019 and 2018 in the amount were \$533,000 and 300,000, respectively. Also, as mentioned before, On September 24, 2019 an ordinary dividend in the amount of \$2,310,000 was approved by the Board of Directors. The dividend was paid as follows: one payment for \$1,155,000 on September 26, 2019, and another payment of the same amount on December 18, 2019, no dividends on common stock were paid on the year 2018.

Pursuant to amendments to the Insurance Code, the Puerto Rico Insurance Code requires multiline property and casualty insurance companies to have a minimum common stock paid in capital of \$3,000,000. In addition, the Code requires a minimum surplus amounting to one third of net

NOTES TO FINANCIAL STATEMENTS

premiums written December 31, 2019 and 2018, the Company met these capital requirements.

In accordance with the Act No. 73 of August 12, 1994 and Chapter 25 of the Insurance Code, the Companies required to establishing and maintaining a trust fund for the payment of catastrophe losses. The establishment of this trust fund increases the financial capacity of the Company in order to offer protection related to catastrophic losses. This trust may invest its funds in securities authorized by the Insurance Code, but not in investments whose value may be affected by hazards covered by catastrophic insurance losses.

The interest earned on the investments and any realized gain or (loss) on investments transactions become part of the reserve for catastrophic insurance losses and an income or (expense) of the Company. The assets in this fund are to be used solely and exclusively to pay catastrophe losses covered under policies written in Puerto Rico.

In Puerto Rico, catastrophic reserves are recorded as aggregate write-ins for special surplus funds and reduced from unassigned surplus. The amount presented on December 31, 2019 and 2018 in aggregate write-ins for special surplus funds in the accompanying statutory financial statements amounted to \$2,858,106 and \$1,453,977, respectively

Note 14: Contingencies

A. Contingent Commitments

Pursuant to Chapter 41 and Rule no. 56 of The Insurance Code of The Commonwealth of Puerto Rico, The Company is a member of "Sindicato de Aseguradores para la Suscripción Conjunta de Seguros de Responsabilidad Profesional Médico-Hospitalaria" and "Sindicato de Aseguradores de Responsabilidad Profesional para Médicos". Both syndicates were created for the purpose of underwriting medical-hospital professional liability insurance. As a member, the Company shares risks with other members, companies and, accordingly, is contingently liable if these syndicates cannot meet their obligations. It has been reported that such syndicates have a cumulative deficit which could give rise to future assessments to replenish those deficits.

In addition, pursuant to Article 12 of Rule LXIX of the Insurance Code of the Commonwealth of Puerto Rico, the Company is a member of the Compulsory Vehicle Liability Joint Underwriting Association (The Association). This association was organized in 1997 to underwrite insurance coverage of motor vehicle property damage liability risks effective in January 1998; its limit is \$4,000 per occurrence. As a participant, the Company shares the risk, proportionately with other members, based on a formula established by the Insurance Code.

B. Guaranty Fund and Other Assessments

Property and liabilities insurance companies are members of The Puerto Rico Miscellaneous Insurance Guaranty Association (PRMIGA), as member, is required to provide funds for the settlement of claims and reimbursement of unearned premiums of insurance policies issued as result of the insolvency of an insurance companies. On December 26, 2019, the Company received an assessment imposed by the PRMIGA in a meeting held by its Board of Directors. The first assessment was for vehicle insurance and the other for all Other Covered Lines insurance, both based of Direct Puerto Rico Premiums as reported in former Page 14 of the Annual Statement filed with the Insurance Commissioner for the year ended December 31, 2018. The Company paid \$493,744 on January 24, 2020.

C. Gain Contingencies

Not Applicable.

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

Not Applicable.

E. Other Contingencies and Write-downs for Impairment

Not Applicable.

F. Other Contingencies

The Company is subject to legal proceedings, claims and fines in the ordinary course of business that has not been adjudicated. These actions, when finally concluded, will not, in the opinion of management and its legal counsel have a material adverse effect upon the financial position or results of operations of the Company.

NOTES TO FINANCIAL STATEMENTS

Note 15: Leases

The Company leases office space to Multinational Life Insurance Company under an operating lease agreement. This agreement expires on November 30, 2016 and has a renewal option for a period of five years. During the years ended December 31, 2019, and 2018 a total amount of \$233,707 was recorded as rent income, respectively.

Note 16: Information about Financial Instruments with Off Balance Sheet Risk and Financial Instruments 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 to the Reporting Entity from Uninsured Plans and the Uninsured portion of Partially Insured Plans

Not Applicable.

Note 19: Direct Premium Written (DPW) /Produced by Managing General Agents/Third Party Administrators

The Company uses general agencies to write and administer all property and casualty lines of business. As reported in the following chart, general agencies which write direct premiums greater than 5% of policyholder's surplus for the year ended on December 31, 2019. The terms of the general agency contracts give the agency authority to premium collection (P) and underwriting authority (B) for all policies issued under these agreements.

For the year ended December 31, 2019 DPW were as follows:

General Agency	EIN No.	Exclusive Contract	Type	Authority	Total DPW
Seguros Nelo Colon	66-0538812	No	All Lines	B, P	\$ 47,483,268
Essential Insurance Service	66-0678210	No	All Lines	B, P	20,819,788
J. Jaramillo Insurance, Inc.	66-0727754	No	All Lines	B, P	19,710,552
Benitez Insurance Agency	66-0343660	No	All Lines	B, P	9,567,003
Reborn Agency, Inc.	66-0884753	No	All Lines	B, P	3,785,256
Global Insurance Agency	66-0356202	No	All Lines	B, P	2,934,201
Corona Insurance	66-0551184	No	All Lines	B, P	2,689,258
All Others					98,834,727
Total					<u>\$ 205,824,053</u>

Note 20: Fair Values Measurements

The Company categorizes financial assets and liabilities carried at fair value into a three-level hierarchy, based on the significant input with the lowest level in its valuation. The input levels are as follows:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities. The Company defines active markets based on average trading volume for stocks. The size of the bid/ask spread is used as indicator of market activity for bonds.

Level 2 – Quoted prices in market that are not active or inputs that are observable either directly or indirectly. These inputs can include quoted prices for similar assets or liabilities other than quoted prices in Level 1; quoted prices in markets that are not active; or other significant inputs that are observable or can be derived principally from or corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 – Unobservable inputs that are supported by little or no market activity and are significant to the estimate fair value of the assets or liabilities. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the asset or liability.

NOTES TO FINANCIAL STATEMENTS

	December 31, 2019			
	Level 1	Level 2	Level 3	Total
Debt securities-bonds	\$ -	\$ 20,788,207	\$ -	\$ 20,788,207
Money market instruments	3,135,502	-	-	3,135,502
Total	\$ 3,135,502	\$ 20,788,207	\$ -	\$ 23,923,709

	December 31, 2018			
	Level 1	Level 2	Level 3	Total
Debt securities-bonds	\$ -	\$ 16,027,460	\$ -	\$ 16,027,460
Money market instruments	1,238,600	-	-	1,238,600
Total	\$ 1,238,600	\$ 16,027,460	\$ -	\$ 17,266,060

As of December 31, 2019, investments with amortized cost of \$265,000 are carried at fair value of \$214,000 in the accompanying statutory-basis statement of admitted assets, liabilities and capital and surplus, as a result of the downgrade of Puerto Rico obligations.

Note 21: Other Items

A. Extraordinary items

Not Applicable.

B. Trouble Debt Restructuring for Debts

Not Applicable.

C. Other Disclosures

Not Applicable

D. Uncollectible Premium Receivable

Not Applicable.

E. Business Interruption Insurance Recoveries

Not Applicable.

F. Hybrids Securities

Not Applicable.

G. State Transferable Credits

Not Applicable.

H. Impact of Medicare Modernization Act

Not Applicable.

I. Sub Prime Mortgages

Not Applicable.

Note 22: Event Subsequent

Not Applicable.

Note 23: Reinsurance

A. Unsecured Reinsurance Recoverable

Not Applicable.

B. Reinsurance Recoverable in Dispute

Not Applicable.

NOTES TO FINANCIAL STATEMENTS

C. Reinsurance Assumed and Ceded

	Assumed		Ceded		Assumed less Ceded	
	Unearned Premium	Commission Equity	Unearned Premium	Commission Equity	Unearned Premium	Commission Equity
Affiliates	-	-	-	-	-	-
All Other	-	-	73,825,151	23,717,422	(73,825,151)	(23,717,422)
Totals	\$ -	\$ -	\$ 73,825,151	\$ 23,717,422	\$ (73,825,151)	\$ (23,717,422)

H. Uncollectible Reinsurance

Not Applicable.

I. Commutation of Ceded Reinsurance

Not Applicable.

J. Retroactive Reinsurance

Not Applicable.

K. Reinsurance Account for a Deposit

Not Applicable

L. Run-off Agreements

Not Applicable.

M. Certified Reinsurer Downgraded or Status Subject to Revocation

Not Applicable.

Note 24: Retrospectively Rated Contracts & Contracts Subject to Redetermination

Not Applicable.

Note 25: Changes in Incurred Losses and Loss Adjustment Expenses

The activity in the liability for unpaid losses and loss adjustment expenses for the years ended December 31, 2019 and 2018 is presented as follows:

	2019	2018
Unpaid losses and loss adjustment expenses, at beginning of year	\$ 10,347,230	\$ 6,814,251
Incurred losses and loss adjustment expenses:		
For insured events of the current year	14,807,583	9,270,727
For insured events of the prior period	2,778,796	4,549,103
Payments of losses and loss adjustment expenses:		
For insured events of the current year	(5,464,061)	(4,205,297)
For insured events of the prior period	(5,086,756)	(6,081,554)
Unpaid losses and loss adjustments expenses, at end of year	\$ 17,382,792	\$ 10,347,230

On September 6, 2017, Hurricane Irma passed north of Puerto Rico causing losses to properties and businesses. Two weeks later, on September 20, 2017 Hurricane Maria made landfall and caused extensive damages in Puerto Rico. The Company maintains a strong reinsurance program. Cat Commercial and Personal contracts were immediately activated with a \$1.1 million retention. Then the Working Excess program protects our Commercial and Personal lines in excess of \$300,000. For the year ended December 31, 2017 net retained losses related to Hurricanes Irma and Maria were \$300,000 for each event after the application of reinsurance treaties.

NOTES TO FINANCIAL STATEMENTS

Note 26: Intercompany Pooling Arrangements

Not Applicable.

Note 27: Structured Settlements

Not Applicable.

Note 28: Health Care Receivables

Not Applicable.

Note 29: Participating Policies

Not Applicable.

Note 30: Premium Deficiency Reserves

Not Applicable.

Note 31: High Deductibles

Not Applicable.

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

The Company does not discount its loss and loss adjustment expense reserve for the time value of money.

Note 33: Asbestos/Environmental Reserves

Not applicable.

Note 34: Subscriber Saving Accounts

Not applicable.

Note 35: Multiple Peril Crop Insurance

Not applicable.

Note 36: Financial Guaranty Insurance

Not applicable.

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes (X) No ()
If yes, complete Schedule Y, Parts 1, 1A and 2.
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes (X) No () N/A ()
- 1.3 State Regulating?
- 1.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes () No (X)
- 1.5 If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.
.....
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes () No (X)
- 2.2 If yes, date of change:
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2013
- 3.2 State the as of date of the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).
- 3.4 By what department or departments?
.....
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes () No () N/A (X)
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes () No () N/A (X)
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
 4.11 sales of new business? Yes () No (X)
 4.12 renewals? Yes () No (X)
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
 4.21 sales of new business? Yes () No (X)
 4.22 renewals? Yes () No (X)
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes () No (X)
If yes, complete and file the merger history data file with the NAIC.
- 5.2 If yes, provide the name of entity, the NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes () No (X)
- 6.2 If yes, give full information:
.....
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes (X) No ()
- 7.2 If yes,
 7.21 State the percentage of foreign control 100.0 %
 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity
------------------	---------------------

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes () No (X)
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
.....
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes () No (X)
- 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
N/

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 () No (X)
- 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 () No (X)

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

INVESTMENT

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

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

24.03 For 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 () No (X)

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	\$
	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.

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

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

26.41 Special accounting provision of SSAP No. 108	Yes () No (X)
26.42 Permitted accounting practice	Yes (X) No ()
26.43 Other accounting guidance	Yes () No (X)

26.5 By responding YES to 26.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following Yes () No (X)

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

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

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

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

CITIBANK SAN JUAN, PR
 BANCO POPULAR PR - TRUST DIVISION SAN JUAN, PR
 OFFICE OF INSURANCE COMMISSIONER OF PR GUAYNABO, PR

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	\$ 20,210,236	\$ 20,788,207	\$ 577,971
30.2 Preferred stocks	\$	\$	\$
30.3 Totals	\$ 20,210,236	\$ 20,788,207	\$ 577,971

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

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)

35. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:

- a. The shares were purchased prior to January 1, 2019.
- b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
- c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.
- d. The fund only or predominantly holds bonds in its portfolio.
- e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.
- f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria? Yes () No (X)

OTHER

36.1 Amount of payments to Trade associations, service organizations and statistical or Rating Bureaus, if any? \$ 274,339

36.2 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	\$ 274,339
.....	\$
.....	\$
.....	\$

37.1 Amount of payments for legal expenses, if any? \$ 562,571

37.2 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
CANCIO, NADAL, RIVERA & DIAZ	\$ 154,706
.....	\$
.....	\$
.....	\$

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

38.2 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
.....	\$
.....	\$
.....	\$
.....	\$

ANNUAL STATEMENT FOR THE YEAR 2019 OF THE MULTINATIONAL INSURANCE COMPANY
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	\$	\$
2.2 Premium Denominator	\$	\$
2.3 Premium Ratio (2.1/2.2)
2.4 Reserve Numerator	\$	\$
2.5 Reserve Denominator	\$	\$
2.6 Reserve Ratio (2.4/2.5)

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 (X)

4.2 Does the reporting entity issue non-assessable policies? Yes () No (X)

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

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 (X)

5.2 If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation Yes () No () N/A (X)
 5.22 As a direct expense of the exchange Yes () No () N/A (X)

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

.....

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes () No (X)

5.5 If yes, give full information.

.....

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?

.....

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:

.....

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?

.....

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 (X) No ()
- 12.6 If yes, state the amount thereof at December 31 of the current year:
- 12.61 Letters of Credit \$ 3,493,000
- 12.62 Collateral and other funds \$
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$
- 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes () No (X)
- 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes () 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 2019	2 2018	3 2017	4 2016	5 2015
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)	25,727,421	15,360,310	10,326,449	9,181,859	4,746,306
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	68,727,539	45,729,889	10,080,933	7,453,532	7,245,687
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	110,512,156	69,932,549	22,271,884	19,377,497	20,417,505
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	856,937	500,911	407,486	496,267	404,787
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
6. Total (Line 35)	205,824,053	131,523,659	43,086,752	36,509,155	32,814,285
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)	13,476,678	8,030,391	5,718,024	4,887,109	3,433,902
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	6,803,880	6,042,027	3,334,837	2,516,365	2,111,209
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	30,831,699	22,523,984	10,025,881	7,589,971	8,756,611
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	856,937	500,911	407,486	496,267	404,787
11. Nonproportional reinsurance lines (Line 31, 32 & 33)					
12. Total (Line 35)	51,969,194	37,097,313	19,486,228	15,489,712	14,706,509
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	20,788,097	8,059,286	(900,856)	115,312	(1,976,914)
14. Net investment gain (loss) (Line 11)	738,439	(2,329,619)	481,434	611,938	3,859,303
15. Total other income (Line 15)	217,646	1,215,991	1,123,431	84,146	360,757
16. Dividends to policyholders (Line 17)					
17. Federal and foreign income taxes incurred (Line 19)	7,178,070	1,719,456			
18. Net income (Line 20)	14,566,112	5,226,202	704,009	811,396	2,243,146
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	127,934,051	105,446,600	71,208,795	30,157,622	23,451,527
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	18,859,281	26,892,781	5,194,409	3,058,377	2,553,974
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)	90,091,260	81,041,968	55,500,467	19,995,719	16,544,094
22. Losses (Page 3, Line 1)	15,844,632	9,558,378	6,334,286	6,261,287	6,359,154
23. Loss adjustment expenses (Page 3, Line 3)	1,538,156	788,853	479,962	479,813	496,082
24. Unearned premiums (Page 3, Line 9)	29,953,613	22,120,943	12,968,357	8,709,256	6,770,342
25. Capital paid up (Page 3, Lines 30 & 31)	4,400,000	3,600,000	3,600,000	3,600,000	3,000,000
26. Surplus as regards policyholders (Page 3, Line 37)	37,842,791	24,404,632	15,708,328	10,161,903	6,907,433
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	45,775,736	4,228,270	5,180,767	3,121,277	3,492,531
Risk-Based Capital Analysis					
28. Total adjusted capital	37,842,791	24,404,632	15,708,328	10,161,903	6,907,433
29. Authorized control level risk-based capital	13,503,793	6,921,459	7,012,547	2,485,412	2,903,674
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)	23.7	30.7	21.5	52.8	33.7
31. Stocks (Line 2.1 & Line 2.2)					
32. Mortgage loans on real estate (Lines 3.1 & 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)	12.6	20.1	17.0	20.8	27.9
34. Cash, cash equivalents and short-term investments (Line 5)	63.7	49.3	61.5	26.4	38.4
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 2019	2 2018	3 2017	4 2016	5 2015
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	(533,314)	4,435,985	5,092,812	(197,560)	(6,971,354)
52. Dividends to stockholders (Line 35)	(2,843,334)	(300,000)	(300,000)	(100,000)	
53. Change in surplus as regards policyholders for the year (Line 38)	13,438,159	8,696,304	5,546,424	3,254,470	(4,785,275)
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)	8,353,543	6,127,408	4,085,890	2,809,850	1,302,133
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	9,258,203	28,706,387	5,335,471	2,270,582	1,457,582
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	48,164,378	119,313,438	19,763,104	7,968,280	2,979,947
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	13,927	66,638	20,181	(33,488)	74,626
58. Nonproportional reinsurance lines (Lines 31, 32, & 33)					
59. Total (Line 35)	65,790,051	154,213,871	29,204,646	13,015,224	5,814,288
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)	2,832,632	2,562,424	1,658,602	1,506,728	1,108,834
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	2,306,862	2,832,208	1,583,708	988,380	1,002,512
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	4,052,919	3,451,138	2,132,008	2,597,245	2,210,408
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	13,927	66,638	20,181	(33,488)	74,626
64. Nonproportional reinsurance lines (Lines 31, 32, & 33)					
65. Total (Line 35)	9,206,340	8,912,408	5,394,499	5,058,865	4,396,380
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)	35.1	43.4	35.9	36.6	48.5
68. Loss expenses incurred (Line 3)	4.7	6.0	7.8	7.0	7.4
69. Other underwriting expenses incurred (Line 4)	13.1	21.8	62.3	55.5	58.0
70. Net underwriting gain (loss) (Line 8)	47.1	28.8	(5.9)	0.9	(13.9)
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)	10.7	13.1	42.9	48.0	53.7
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2+3 divided by Page 4, Line 1 x 100.0)	39.8	49.4	43.7	43.6	55.9
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)	137.3	152.0	124.1	152.4	212.9
One Year Loss Development (\$000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Col. 11)	2,776	4,554	392	129	1,568
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)	11.4	29.0	3.9	1.9	13.4
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)	5,859	2,767	889	2,381	1,670
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)	37.3	27.2	12.9	20.4	10.5

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	XXX	XXX	XXX									XXX
2. 2010												XXX
3. 2011	1,977	429	1,548	602	84	62	1				579	XXX
4. 2012	23,251	9,462	13,789	4,177	564	1,089	55				4,647	XXX
5. 2013	26,834	16,805	10,029	5,957	818	1,227	70				6,296	XXX
6. 2014	30,092	16,169	13,923	6,562	984	1,347	102				6,823	XXX
7. 2015	31,093	17,213	13,880	11,955	6,503	1,323	150				6,625	XXX
8. 2016	32,710	19,160	13,550	9,167	4,637	1,251	414				5,367	XXX
9. 2017	37,071	21,843	15,228	207,296	200,642	11,847	10,948				7,553	XXX
10. 2018	79,816	51,871	27,945	18,136	12,360	1,841	1,269				6,348	XXX
11. 2019	175,630	131,495	44,135	15,941	10,727	542	293				5,463	XXX
12. Totals	XXX	XXX	XXX	279,793	237,319	20,529	13,302				49,701	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													XXX
2.													XXX
3.													XXX
4.	174		30	1			15					218	XXX
5.	245		51	5			23	1				313	XXX
6.	267		58	5			24	1				343	XXX
7.	357		98	35			35	4				451	XXX
8.	1,104	359	358	218			117	52				950	XXX
9.	12,822	12,083	2,594	2,067			202	89				1,379	XXX
10.	6,145	3,586	2,734	1,228			542	221				4,386	XXX
11.	5,848	3,617	12,088	5,918			1,879	935				9,345	XXX
12.	26,962	19,645	18,011	9,477			2,837	1,303				17,385	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.	664	85	579	33.6	19.8	37.4					
4.	5,485	620	4,865	23.6	6.6	35.3				203	15
5.	7,503	894	6,609	28.0	5.3	65.9				291	22
6.	8,258	1,092	7,166	27.4	6.8	51.5				320	23
7.	13,768	6,692	7,076	44.3	38.9	51.0				420	31
8.	11,997	5,680	6,317	36.7	29.6	46.6				885	65
9.	234,761	225,829	8,932	633.3	1,033.9	58.7				1,266	113
10.	29,398	18,664	10,734	36.8	36.0	38.4				4,065	321
11.	36,298	21,490	14,808	20.7	16.3	33.6				8,401	944
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	15,851	1,534

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 2010	2 2011	3 2012	4 2013	5 2014	6 2015	7 2016	8 2017	9 2018	10 2019	11 One Year	12 Two Year	
1. Prior													
2. 2010													
3. 2011	X X X	309	170	215	234	286	591	579	579	579			
4. 2012	X X X	X X X	3,189	2,625	2,950	3,228	4,612	4,696	4,763	4,865	102	169	
5. 2013	X X X	X X X	X X X	2,932	3,191	4,148	6,175	6,260	6,602	6,609	7	349	
6. 2014	X X X	X X X	X X X	X X X	3,595	4,041	6,147	6,540	7,045	7,166	121	626	
7. 2015	X X X	X X X	X X X	X X X	X X X	4,864	5,721	5,939	6,872	7,076	204	1,137	
8. 2016	X X X	X X X	X X X	X X X	X X X	X X X	5,789	5,419	5,929	6,317	388	898	
9. 2017	X X X	X X X	X X X	X X X	X X X	X X X	X X X	6,252	8,441	8,932	491	2,680	
10. 2018	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	9,271	10,734	1,463	X X X	
11. 2019	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	14,808	X X X	X X X	
											12. Totals	2,776	5,859

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 2010	2 2011	3 2012	4 2013	5 2014	6 2015	7 2016	8 2017	9 2018	10 2019	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
1. Prior	0 0 0										X X X	X X X
2. 2010											X X X	X X X
3. 2011	X X X	4	141	158	183	252	254	271	579	579	X X X	X X X
4. 2012	X X X	X X X	737	1,767	2,304	2,720	2,933	3,087	4,576	4,647	X X X	X X X
5. 2013	X X X	X X X	X X X	1,311	2,364	3,515	3,975	4,143	6,169	6,296	X X X	X X X
6. 2014	X X X	X X X	X X X	X X X	1,339	2,477	3,630	4,494	6,585	6,823	X X X	X X X
7. 2015	X X X	X X X	X X X	X X X	X X X	1,402	3,106	3,878	5,987	6,625	X X X	X X X
8. 2016	X X X	X X X	X X X	X X X	X X X	X X X	2,379	4,057	4,947	5,367	X X X	X X X
9. 2017	X X X	X X X	X X X	X X X	X X X	X X X	X X X	3,201	6,105	7,553	X X X	X X X
10. 2018	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	4,206	6,348	X X X	X X X
11. 2019	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	5,463	X X X	X X X

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 2010	2 2011	3 2012	4 2013	5 2014	6 2015	7 2016	8 2017	9 2018	10 2019	
1. Prior											
2. 2010											
3. 2011	X X X	275	2	4							
4. 2012	X X X	X X X	925	105	3			20	6	2	44
5. 2013	X X X	X X X	X X X	869	60	1		31	10	4	68
6. 2014	X X X	X X X	X X X	X X X	1,423	89		59	10	10	76
7. 2015	X X X	X X X	X X X	X X X	X X X	1,789		295	15	32	94
8. 2016	X X X	X X X	X X X	X X X	X X X	X X X		1,171	243	115	205
9. 2017	X X X	X X X	X X X	X X X	X X X	X X X		X X X	1,362	630	640
10. 2018	X X X	X X X	X X X	X X X	X X X	X X X		X X X	X X X	3,078	1,827
11. 2019	X X X	X X X	X X X	X X X	X X X	X X X		X X X	X X X	X X X	6,114

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	205,824,053	175,628,845		65,790,050	42,910,734	44,965,239		
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	205,824,053	175,628,845		65,790,050	42,910,734	44,965,239		
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								

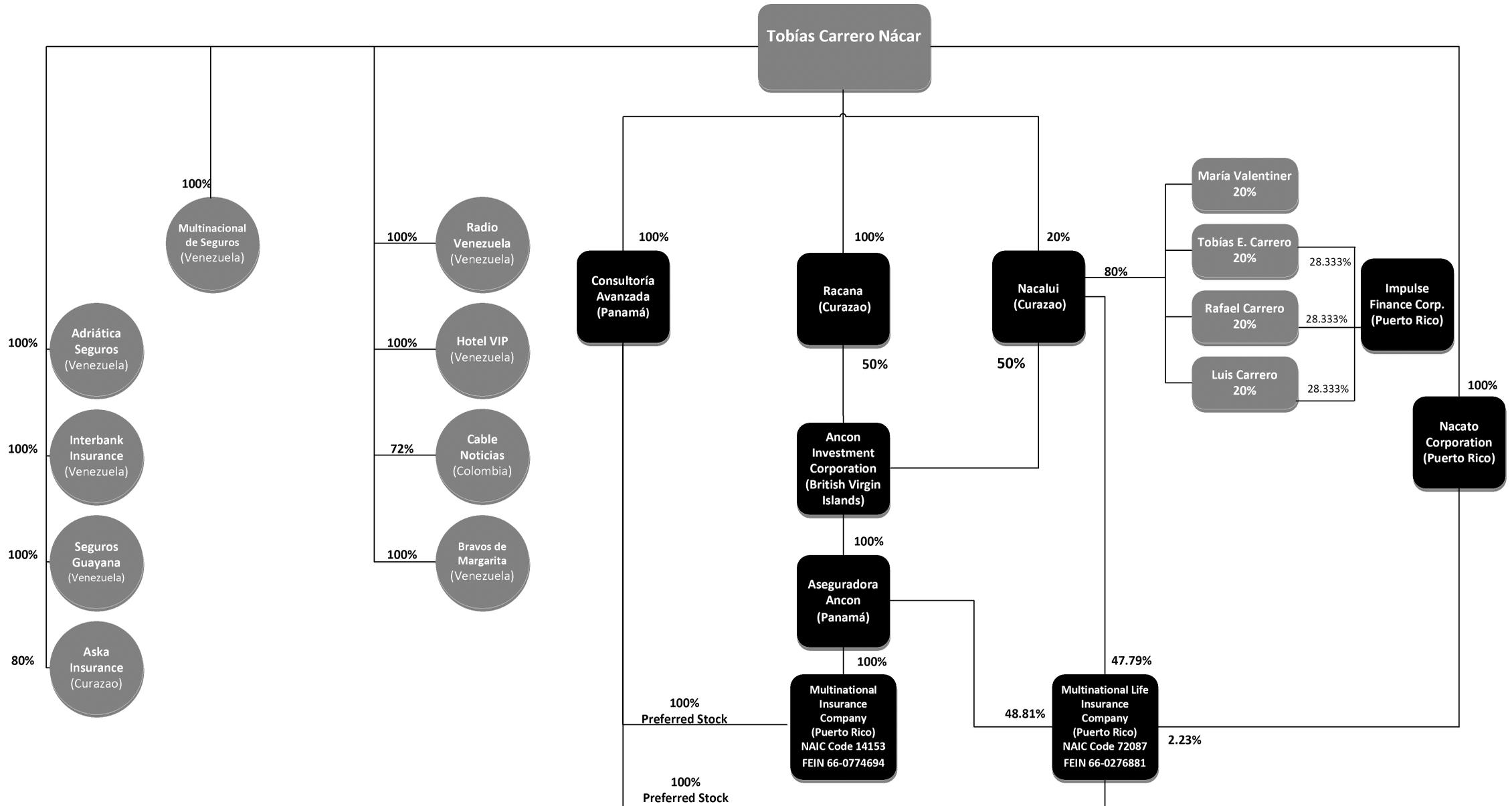
Explanation of basis of allocation of premiums by states, etc.

(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 2019 OF THE MULTINATIONAL INSURANCE COMPANY
 SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
 PART 1 - ORGANIZATIONAL CHART



Property and Casualty

Annual Statement Blank Alphabetical Index

Assets	2	Schedule P - Part 1 - Summary	33
Cash Flow	5	Schedule P - Part 1A - Homeowners/ Farmowners	35
Exhibit of Capital Gains (Losses)	12	Schedule P - Part 1B - Private Passenger Auto Liability/Medical	36
Exhibit of Net Investment Income	12	Schedule P - Part 1C - Commercial Auto/Truck Liability/Medical	37
Exhibit of Nonadmitted Assets	13	Schedule P - Part 1D - Workers' Compensation (Excluding Excess Workers' Compensation)	38
Exhibit of Premiums and Losses (State Page)	19	Schedule P - Part 1E - Commercial Multiple Peril	39
Five-Year Historical Data	17	Schedule P - Part 1F - Section 1 - Medical Professional Liability - Occurrence	40
General Interrogatories	15	Schedule P - Part 1F - Section 2 - Medical Professional Liability - Claims-Made	41
Jurat Page	1	Schedule P - Part 1G - Special Liability (Ocean, Marine, Aircraft (All Perils), Boiler and Machinery)	42
Liabilities, Surplus and Other Funds	3	Schedule P - Part 1H - Section 1 - Other Liability - Occurrence	43
Notes To Financial Statements	14	Schedule P - Part 1H - Section 2 - Other Liability - Claims-Made	44
Overflow Page For Write-ins	100	Schedule P - Part 1I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft)	45
Schedule A - Part 1	E01	Schedule P - Part 1J - Auto Physical Damage	46
Schedule A - Part 2	E02	Schedule P - Part 1K - Fidelity/Surety	47
Schedule A - Part 3	E03	Schedule P - Part 1L - Other (Including Credit, Accident and Health)	48
Schedule A - Verification Between Years	SI02	Schedule P - Part 1M - International	49
Schedule B - Part 1	E04	Schedule P - Part 1N - Reinsurance - Nonproportional Assumed Property	50
Schedule B - Part 2	E05	Schedule P - Part 1O - Reinsurance - Nonproportional Assumed Liability	51
Schedule B - Part 3	E06	Schedule P - Part 1P - Reinsurance - Nonproportional Assumed Financial Lines	52
Schedule B - Verification Between Years	SI02	Schedule P - Part 1R - Section 1 - Products Liability - Occurrence	53
Schedule BA - Part 1	E07	Schedule P - Part 1R - Section 2 - Products Liability - Claims-Made	54
Schedule BA - Part 2	E08	Schedule P - Part 1S - Financial Guaranty/Mortgage Guaranty	55
Schedule BA - Part 3	E09	Schedule P - Part 1T - Warranty	56
Schedule BA - Verification Between Years	SI03	Schedule P - Part 2, Part 3, and Part 4 - Summary	34
Schedule D - Part 1	E10	Schedule P - Part 2A - Homeowners/ Farmowners	57
Schedule D - Part 1A - Section 1	SI05	Schedule P - Part 2B - Private Passenger Auto Liability/Medical	57
Schedule D - Part 1A - Section 2	SI08	Schedule P - Part 2C - Commercial Auto/Truck Liability/Medical	57
Schedule D - Part 2 - Section 1	E11	Schedule P - Part 2D - Workers' Compensation (Excluding Excess Workers' Compensation)	57
Schedule D - Part 2 - Section 2	E12	Schedule P - Part 2E - Commercial Multiple Peril	57
Schedule D - Part 3	E13	Schedule P - Part 2F - Section 1 - Medical Professional Liability - Occurrence	58
Schedule D - Part 4	E14	Schedule P - Part 2F - Section 2 - Medical Professional Liability - Claims-Made	58
Schedule D - Part 5	E15	Schedule P - Part 2G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	58
Schedule D - Part 6 - Section 1	E16	Schedule P - Part 2H - Section 1 - Other Liability - Occurrence	58
Schedule D - Part 6 - Section 2	E16	Schedule P - Part 2H - Section 2 - Other Liability - Claims-Made	58
Schedule D - Summary By Country	SI04	Schedule P - Part 2I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft)	59
Schedule D - Verification Between Years	SI03	Schedule P - Part 2J - Auto Physical Damage	59
Schedule DA - Part 1	E17	Schedule P - Part 2K - Fidelity/Surety	59
Schedule DA - Verification Between Years	SI10	Schedule P - Part 2L - Other (Including Credit, Accident and Health)	59
Schedule DB - Part A - Section 1	E18	Schedule P - Part 2M - International	59
Schedule DB - Part A - Section 2	E19	Schedule P - Part 2N - Reinsurance - Nonproportional Assumed Property	60
Schedule DB - Part A - Verification Between Years	SI11	Schedule P - Part 2O - Reinsurance - Nonproportional Assumed Liability	60
Schedule DB - Part B - Section 1	E20	Schedule P - Part 2P - Reinsurance - Nonproportional Assumed Financial Lines	60
Schedule DB - Part B - Section 2	E21	Schedule P - Part 2R - Section 1 - Products Liability - Occurrence	61
Schedule DB - Part B - Verification Between Years	SI11	Schedule P - Part 2R - Section 2 - Products Liability - Claims-Made	61
Schedule DB - Part C - Section 1	SI12	Schedule P - Part 2S - Financial Guaranty/Mortgage Guaranty	61
Schedule DB - Part C - Section 2	SI13	Schedule P - Part 2T - Warranty	61
Schedule DB - Part D - Section 1	E22	Schedule P - Part 3A - Homeowners/ Farmowners	62
Schedule DB - Part D - Section 2	E23	Schedule P - Part 3B - Private Passenger Auto Liability/Medical	62
Schedule DB - Part E	E24	Schedule P - Part 3C - Commercial Auto/Truck Liability/Medical	62
Schedule DB - Verification	SI14	Schedule P - Part 3D - Workers' Compensation (Excluding Excess Workers' Compensation)	62
Schedule DL - Part 1	E25	Schedule P - Part 3E - Commercial Multiple Peril	62
Schedule DL - Part 2	E26	Schedule P - Part 3F - Section 1 - Medical Professional Liability - Occurrence	63
Schedule E - Part 1 - Cash	E27	Schedule P - Part 3F - Section 2 - Medical Professional Liability - Claims-Made	63
Schedule E - Part 2 - Cash Equivalents	E28	Schedule P - Part 3G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	63
Schedule E - Part 2 - Verification Between Years	SI15	Schedule P - Part 3H - Section 1 - Other Liability - Occurrence	63
Schedule E - Part 3 - Special Deposits	E29	Schedule P - Part 3H - Section 2 - Other Liability - Claims-Made	63
Schedule F - Part 1	20	Schedule P - Part 3I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft)	64
Schedule F - Part 2	21	Schedule P - Part 3J - Auto Physical Damage	64
Schedule F - Part 3	22	Schedule P - Part 3K - Fidelity/Surety	64
Schedule F - Part 4	27	Schedule P - Part 3L - Other (Including Credit, Accident and Health)	64
Schedule F - Part 5	28	Schedule P - Part 3M - International	64
Schedule F - Part 6	29		
Schedule H - Part 1 - Accident and Health Exhibit	30		
Schedule H - Part 2, Part 3, and Part 4	31		
Schedule H - Part 5 - Health Claims	32		

Property and Casualty

Annual Statement Blank Alphabetical Index (cont.)

Schedule P - Part 3N - Reinsurance - Nonproportional Assumed Property	65	Underwriting and Investment Exhibit - Part 1A	7
Schedule P - Part 3O - Reinsurance - Nonproportional Assumed Liability	65	Underwriting and Investment Exhibit - Part 1B	8
Schedule P - Part 3P - Reinsurance - Nonproportional Assumed Financial Lines	65	Underwriting and Investment Exhibit - Part 2	9
Schedule P - Part 3R - Section 1 - Products Liability - Occurrence	66	Underwriting and Investment Exhibit - Part 2A	10
Schedule P - Part 3R - Section 2 - Products Liability - Claims-Made	66	Underwriting and Investment Exhibit - Part 3	11
Schedule P - Part 3S - Financial Guaranty/Mortgage Guaranty	66		
Schedule P - Part 3T - Warranty	66		
Schedule P - Part 4A - Homeowners/Farmowners	67		
Schedule P - Part 4B - Private Passenger Auto Liability/Medical	67		
Schedule P - Part 4C - Commercial Auto/Truck Liability/Medical	67		
Schedule P - Part 4D - Workers' Compensation (Excluding Excess Workers' Compensation)	67		
Schedule P - Part 4E - Commercial Multiple Peril	67		
Schedule P - Part 4F - Section 1 - Medical Professional Liability - Occurrence	68		
Schedule P - Part 4F - Section 2 - Medical Professional Liability - Claims-Made	68		
Schedule P - Part 4G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	68		
Schedule P - Part 4H - Section 1 - Other Liability - Occurrence	68		
Schedule P - Part 4H - Section 2 - Other Liability - Claims-Made	68		
Schedule P - Part 4I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft)	69		
Schedule P - Part 4J - Auto Physical Damage	69		
Schedule P - Part 4K - Fidelity/Surety	69		
Schedule P - Part 4L - Other (Including Credit, Accident and Health)	69		
Schedule P - Part 4M - International	69		
Schedule P - Part 4N - Reinsurance - Nonproportional Assumed Property	70		
Schedule P - Part 4O - Reinsurance - Nonproportional Assumed Liability	70		
Schedule P - Part 4P - Reinsurance - Nonproportional Assumed Financial Lines	70		
Schedule P - Part 4R - Section 1 - Products Liability - Occurrence	71		
Schedule P - Part 4R - Section 2 - Products Liability - Claims-Made	71		
Schedule P - Part 4S - Financial Guaranty/Mortgage Guaranty	71		
Schedule P - Part 4T - Warranty	71		
Schedule P - Part 5A - Homeowners/Farmowners	72		
Schedule P - Part 5B - Private Passenger Auto Liability/Medical	73		
Schedule P - Part 5C - Commercial Auto/Truck Liability/Medical	74		
Schedule P - Part 5D - Workers' Compensation (Excluding Excess Workers' Compensation)	75		
Schedule P - Part 5E - Commercial Multiple Peril	76		
Schedule P - Part 5F - Medical Professional Liability - Claims-Made	78		
Schedule P - Part 5F - Medical Professional Liability - Occurrence	77		
Schedule P - Part 5H - Other Liability - Claims-Made	80		
Schedule P - Part 5H - Other Liability - Occurrence	79		
Schedule P - Part 5R - Products Liability - Claims-Made	82		
Schedule P - Part 5R - Products Liability - Occurrence	81		
Schedule P - Part 5T - Warranty	83		
Schedule P - Part 6C - Commercial Auto/Truck Liability/Medical	84		
Schedule P - Part 6D - Workers' Compensation (Excluding Excess Workers' Compensation)	84		
Schedule P - Part 6E - Commercial Multiple Peril	85		
Schedule P - Part 6H - Other Liability - Claims-Made	86		
Schedule P - Part 6H - Other Liability - Occurrence	85		
Schedule P - Part 6M - International	86		
Schedule P - Part 6N - Reinsurance - Nonproportional Assumed Property	87		
Schedule P - Part 6O - Reinsurance - Nonproportional Assumed Liability	87		
Schedule P - Part 6R - Products Liability - Claims-Made	88		
Schedule P - Part 6R - Products Liability - Occurrence	88		
Schedule P - Part 7A - Primary Loss Sensitive Contracts	89		
Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts	91		
Schedule P Interrogatories	93		
Schedule T - Exhibit of Premiums Written	94		
Schedule T - Part 2 - Interstate Compact	95		
Schedule Y - Part 1 - Information Concerning Activities of Insurer Members of a Holding Company Group	96		
Schedule Y - Part 1A - Detail of Insurance Holding Company System	97		
Schedule Y - Part 2 - Summary of Insurer's Transactions With Any Affiliates	98		
Statement of Income	4		
Summary Investment Schedule	SI01		
Supplemental Exhibits and Schedules Interrogatories	99		
Underwriting and Investment Exhibit - Part 1	6		