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ANNUAL STATEMENT

For the Year Ended DECEMBER 31, 2014

OF THE CONDITION AND AFFAIRS OF THE

MMG Insurance Company

NAIC Group Code 0000 (Current Period), 0000 (Prior Period) NAIC Company Code 15997 Employer's ID Number 01-0021090

Organized under the Laws of Maine, State of Domicile or Port of Entry Maine

Country of Domicile United States of America

Incorporated/Organized 05/22/1897 Commenced Business 08/19/1897

Statutory Home Office 44 Maysville Street (Street and Number), Presque Isle, ME, US 04769 (City or Town, State, Country and Zip Code)

Main Administrative Office 44 Maysville Street (Street and Number)

Presque Isle, ME, US 04769 (City or Town, State, Country and Zip Code) (207)764-6611 (Area Code) (Telephone Number)

Mail Address P.O. Box 729 (Street and Number or P.O. Box), Presque Isle, ME, US 04769 (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 44 Maysville Street (Street and Number)

Presque Isle, ME, US 04769 (City or Town, State, Country and Zip Code) (207)764-6611 (Area Code) (Telephone Number)

Internet Website Address www.mmgins.com

Statutory Statement Contact Michael Allen Thibodeau (Name) (207)764-6611-268 (Area Code)(Telephone Number)(Extension)

mike.thibodeau@mmgins.com (E-Mail Address) (207)760-3320 (Fax Number)

OFFICERS

Name	Title
Larry Martin Shaw	President/CEO
Matthew Ricker McHatten	Exec. VP/COO/Secretary
Michael Martin Young	Senior VP/CFO/Treasurer
Stephen James Gallant	Senior VP - External Operations

OTHERS

Lynn Marie Lombard, Corey Alan Graham, Pamela Jean Johnson, Douglas Reed Hazlett, Timothy William Vernon, Stacy Lee Shaw

DIRECTORS OR TRUSTEES

John Henry Cashwell, III Chairman, Dawn Hill, Larry Martin Shaw, Michael David MacPherson, Jay York McCrum, Lisa Marie Ventriss, Samuel Wilson Collins, Donald Walker Perkins Jr., James Edwin Nevels #, Harold Anthony Dakin, Jon Joseph Prescott, Jean Marguerite Deighan #

State of Maine
County of Aroostook ss

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

(Signature)	(Signature)	(Signature)
Larry Martin Shaw	Matthew Ricker McHatten	Michael Martin Young
(Printed Name)	(Printed Name)	(Printed Name)
1.	2.	3.
President/CEO	Exec. VP/COO/Secretary	Senior VP/CFO/Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me this
_____ day of _____, 2015

a. Is this an original filing? Yes[X] No[ ]
b. If no, 1. State the amendment number 0
2. Date filed
3. Number of pages attached 0

(Notary Public Signature)

ASSETS

		Current Year 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols.1-2)	Prior Year 4 Net Admitted Assets
1.	Bonds (Schedule D)	124,675,973	0	124,675,973	120,476,170
2.	Stocks (Schedule D)				
	2.1 Preferred stocks	0	0	0	0
	2.2 Common Stocks	33,809,365	0	33,809,365	30,331,309
3.	Mortgage loans on real estate (Schedule B):				
	3.1 First liens	0	0	0	0
	3.2 Other than first liens	0	0	0	0
4.	Real estate (Schedule A):				
	4.1 Properties occupied by the company (less $..............0 encumbrances)	5,347,678	0	5,347,678	5,557,801
	4.2 Properties held for the production of income (less $..............0 encumbrances)	0	0	0	0
	4.3 Properties held for sale (less $..............0 encumbrances)	0	0	0	0
5.	Cash ($......18,387,919, Schedule E Part 1), cash equivalents ($..............0, Schedule E Part 2) and short-term investments ($..............0, Schedule DA)	18,387,919	0	18,387,919	18,274,151
6.	Contract loans (including $..............0 premium notes)	0	0	0	0
7.	Derivatives (Schedule DB)	0	0	0	0
8.	Other invested assets (Schedule BA)	0	0	0	0
9.	Receivables for securities	43,440	0	43,440	39,856
10.	Securities Lending Reinvested Collateral Assets (Schedule DL)	0	0	0	0
11.	Aggregate write-ins for invested assets	0	0	0	0
12.	Subtotals, cash and invested assets (Lines 1 to 11)	182,264,375	0	182,264,375	174,679,287
13.	Title plants less $..............0 charged off (for Title insurers only)	0	0	0	0
14.	Investment income due and accrued	1,456,202	0	1,456,202	1,401,595
15.	Premiums and considerations:				
	15.1 Uncollected premiums and agents' balances in the course of collection	5,688,558	0	5,688,558	5,318,461
	15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (Including $..............0 earned but unbilled premiums)	35,949,670	0	35,949,670	33,330,101
	15.3 Accrued retrospective premiums	0	0	0	0
16.	Reinsurance:				
	16.1 Amounts recoverable from reinsurers	331,354	0	331,354	1,077,170
	16.2 Funds held by or deposited with reinsured companies	0	0	0	0
	16.3 Other amounts receivable under reinsurance contracts	0	0	0	0
17.	Amounts receivable relating to uninsured plans	0	0	0	0
18.1	Current federal and foreign income tax recoverable and interest thereon	200,225	0	200,225	1,000,642
18.2	Net deferred tax asset	4,560,627	0	4,560,627	4,318,544
19.	Guaranty funds receivable or on deposit	0	0	0	0
20.	Electronic data processing equipment and software	1,903,599	1,397,538	506,061	531,271
21.	Furniture and equipment, including health care delivery assets ($..............0)	701,178	701,178	0	0
22.	Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0	0
23.	Receivables from parent, subsidiaries and affiliates	5,871	0	5,871	386,148
24.	Health care ($..............0) and other amounts receivable	0	0	0	0
25.	Aggregate write-ins for other than invested assets	3,473,547	608,908	2,864,639	3,285,733
26.	TOTAL Assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	236,535,206	2,707,624	233,827,582	225,328,952
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0	0
28.	TOTAL (Lines 26 and 27)	236,535,206	2,707,624	233,827,582	225,328,952
DETAILS OF WRITE-INS					
1101.		0	0	0	0
1102.		0	0	0	0
1103.		0	0	0	0
1198.	Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199.	TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501.	Company Cars	281,069	281,069	0	0
2502.	Leasehold Improvements	947	947	0	0
2503.	Prepaid Expenses	295,669	295,669	0	0
2598.	Summary of remaining write-ins for Line 25 from overflow page	2,895,862	31,223	2,864,639	3,285,733
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	3,473,547	608,908	2,864,639	3,285,733

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Year	2 Prior Year
1.	Losses (Part 2A, Line 35, Column 8)	37,262,431	36,820,412
2.	Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	0	0
3.	Loss adjustment expenses (Part 2A, Line 35, Column 9)	9,226,147	7,953,575
4.	Commissions payable, contingent commissions and other similar charges	11,731,981	11,601,236
5.	Other expenses (excluding taxes, licenses and fees)	1,726,235	1,925,072
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	763,797	668,686
7.1	Current federal and foreign income taxes (including $...............0 on realized capital gains (losses))	0	0
7.2	Net deferred tax liability	0	0
8.	Borrowed money $...............0 and interest thereon $...............0	0	0
9.	Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of $.......5,642,624 and including warranty reserves of $...............0 and accrued accident and health experience rating refunds including $...............0 for medical loss ratio rebate per the Public Health Service Act)	76,790,417	71,338,900
10.	Advance premiums	2,180,943	1,886,636
11.	Dividends declared and unpaid:		
	11.1 Stockholders	0	0
	11.2 Policyholders	0	0
12.	Ceded reinsurance premiums payable (net of ceding commissions)	2,139,956	1,810,020
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	614,878	1,640,389
14.	Amounts withheld or retained by company for account of others	1,197,434	1,095,624
15.	Remittances and items not allocated	0	0
16.	Provision for reinsurance (including ($...............0 certified)) (Schedule F, Part 8)	0	0
17.	Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18.	Drafts outstanding	1,533	2,125
19.	Payable to parent, subsidiaries and affiliates	4,687	805,625
20.	Derivatives	0	0
21.	Payable for securities	24,349	74,589
22.	Payable for securities lending	0	0
23.	Liability for amounts held under uninsured plans	0	0
24.	Capital notes $...............0 and interest thereon $...............0	0	0
25.	Aggregate write-ins for liabilities	0	0
26.	TOTAL Liabilities excluding protected cell liabilities (Lines 1 through 25)	143,664,788	137,622,889
27.	Protected cell liabilities	0	0
28.	TOTAL Liabilities (Lines 26 and 27)	143,664,788	137,622,889
29.	Aggregate write-ins for special surplus funds	0	0
30.	Common capital stock	2,500,000	2,500,000
31.	Preferred capital stock	0	0
32.	Aggregate write-ins for other than special surplus funds	0	0
33.	Surplus notes	0	0
34.	Gross paid in and contributed surplus	35,374,137	35,374,137
35.	Unassigned funds (surplus)	52,288,657	49,831,926
36.	Less treasury stock, at cost:		
	36.1 ....0 shares common (value included in Line 30 $...............0)	0	0
	36.2 ....0 shares preferred (value included in Line 31 $...............0)	0	0
37.	Surplus as regards policyholders (Lines 29 to 35, minus 36) (Page 4, Line 39)	90,162,794	87,706,063
38.	TOTALS (Page 2, Line 28, Column 3)	233,827,582	225,328,952
DETAILS OF WRITE-INS			
2501.		0	0
2502.		0	0
2503.		0	0
2598.	Summary of remaining write-ins for Line 25 from overflow page	0	0
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	0	0
2901.		0	0
2902.		0	0
2903.		0	0
2998.	Summary of remaining write-ins for Line 29 from overflow page	0	0
2999.	TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.	Additional Admitted Deferred Tax Assets due to SAP 10R	0	0
3202.		0	0
3203.		0	0
3298.	Summary of remaining write-ins for Line 32 from overflow page	0	0
3299.	TOTALS (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

STATEMENT OF INCOME

		1 Current Year	2 Prior Year
	UNDERWRITING INCOME		
1.	Premiums earned (Part 1, Line 35, Column 4)	136,839,611	126,715,786
DEDUCTIONS			
2.	Losses incurred (Part 2, Line 35, Column 7)	77,981,200	65,382,578
3.	Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	14,099,312	12,078,509
4.	Other underwriting expenses incurred (Part 3, Line 25, Column 2)	47,677,987	47,406,749
5.	Aggregate write-ins for underwriting deductions	0	0
6.	TOTAL Underwriting Deductions (Lines 2 through 5)	139,758,499	124,867,836
7.	Net income of protected cells	0	0
8.	Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(2,918,888)	1,847,950
	INVESTMENT INCOME		
9.	Net investment income earned (Exhibit of Net Investment Income, Line 17)	4,071,076	3,971,250
10.	Net realized capital gains (losses) less capital gains tax of $.........720,557 (Exhibit of Capital Gains (Losses))	1,398,728	1,520,890
11.	Net investment gain or (loss) (Lines 9 + 10)	5,469,804	5,492,140
	OTHER INCOME		
12.	Net gain or (loss) from agents' or premium balances charged off (amount recovered $..............0 amount charged off $..........21,319)	(21,319)	(28,884)
13.	Finance and service charges not included in premiums	1,024,606	853,113
14.	Aggregate write-ins for miscellaneous income	29,578	(176,361)
15.	TOTAL Other Income (Lines 12 through 14)	1,032,864	647,868
16.	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	3,583,780	7,987,958
17.	Dividends to policyholders	0	0
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)	3,583,780	7,987,958
19.	Federal and foreign income taxes incurred	187,455	2,191,810
20.	Net income (Line 18 minus Line 19) (to Line 22)	3,396,325	5,796,148
	CAPITAL AND SURPLUS ACCOUNT		
21.	Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	87,706,063	79,078,890
22.	Net income (from Line 20)	3,396,325	5,796,148
23.	Net transfers (to) from Protected Cell accounts	0	0
24.	Change in net unrealized capital gains or (losses) less capital gains tax of $.......(125,039)	(242,722)	2,186,251
25.	Change in net unrealized foreign exchange capital gain (loss)	0	0
26.	Change in net deferred income tax	117,044	315,177
27.	Change in nonadmitted assets (Exhibit of Nonadmitted Assets Line 28, Column 3)	(193,741)	928,514
28.	Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	0	0
29.	Change in surplus notes	0	0
30.	Surplus (contributed to) withdrawn from protected cells	0	0
31.	Cumulative effect of changes in accounting principles	0	0
32.	Capital changes:		
	32.1 Paid in	0	0
	32.2 Transferred from surplus (Stock Dividend)	0	0
	32.3 Transferred to surplus	0	0
33.	Surplus adjustments:		
	33.1 Paid in	0	0
	33.2 Transferred to capital (Stock Dividend)	0	0
	33.3 Transferred from capital	0	0
34.	Net remittances from or (to) Home Office	0	0
35.	Dividends to stockholders	(620,177)	(598,918)
36.	Change in treasury stock (Page 3, Line 36.1 and 36.2, Column 2 minus Column 1)	0	0
37.	Aggregate write-ins for gains and losses in surplus	2	0
38.	Change in surplus as regards policyholders for the year (Lines 22 through 37)	2,456,731	8,627,172
39.	Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	90,162,794	87,706,063
DETAILS OF WRITE-INS			
0501.		0	0
0502.		0	0
0503.		0	0
0598.	Summary of remaining write-ins for Line 5 from overflow page	0	0
0599.	TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0
1401.	Misc. Income	29,578	(176,361)
1402.		0	0
1403.		0	0
1498.	Summary of remaining write-ins for Line 14 from overflow page	0	0
1499.	TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	29,578	(176,361)
3701.	Rounding	2	0
3702.		0	0
3703.		0	0
3798.	Summary of remaining write-ins for Line 37 from overflow page	0	0
3799.	TOTALS (Lines 3701 through 3703 plus 3798) (Lines 37 above)	2	0

CASH FLOW

		1 Current Year	2 Prior Year
	Cash from Operations		
1.	Premiums collected net of reinsurance	139,925,705	132,750,269
2.	Net investment income	5,132,879	4,874,294
3.	Miscellaneous income	1,032,864	647,868
4.	TOTAL (Lines 1 through 3)	146,091,448	138,272,431
5.	Benefit and loss related payments	76,793,365	60,626,694
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7.	Commissions, expenses paid and aggregate write-ins for deductions	60,477,708	57,677,187
8.	Dividends paid to policyholders	0	0
9.	Federal and foreign income taxes paid (recovered) net of $.........720,557 tax on capital gains (losses)	107,595	4,119,803
10.	TOTAL (Lines 5 through 9)	137,378,668	122,423,684
11.	Net cash from operations (Line 4 minus Line 10)	8,712,780	15,848,747
	Cash from Investments		
12.	Proceeds from investments sold, matured or repaid:		
	12.1 Bonds	9,153,705	11,891,625
	12.2 Stocks	20,396,059	13,994,567
	12.3 Mortgage loans	0	0
	12.4 Real estate	0	0
	12.5 Other invested assets	0	0
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	27
	12.7 Miscellaneous proceeds	0	60,286
	12.8 TOTAL Investment proceeds (Lines 12.1 to 12.7)	29,549,764	25,946,504
13.	Cost of investments acquired (long-term only):		
	13.1 Bonds	14,214,438	20,172,946
	13.2 Stocks	22,131,694	15,998,486
	13.3 Mortgage loans	0	0
	13.4 Real estate	36,254	44,369
	13.5 Other invested assets	0	0
	13.6 Miscellaneous applications	53,824	0
	13.7 TOTAL Investments acquired (Lines 13.1 to 13.6)	36,436,210	36,215,801
14.	Net increase (decrease) in contract loans and premium notes	0	0
15.	Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(6,886,447)	(10,269,297)
	Cash from Financing and Miscellaneous Sources		
16.	Cash provided (applied):		
	16.1 Surplus notes, capital notes	0	0
	16.2 Capital and paid in surplus, less treasury stock	0	0
	16.3 Borrowed funds	0	0
	16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
	16.5 Dividends to stockholders	462,875	483,000
	16.6 Other cash provided (applied)	(1,249,691)	(2,806,267)
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(1,712,566)	(3,289,267)
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	113,768	2,290,183
19.	Cash, cash equivalents and short-term investments:		
	19.1 Beginning of year	18,274,151	15,983,968
	19.2 End of year (Line 18 plus Line 19.1)	18,387,919	18,274,151

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

20.0001		0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

	Line of Business	1 Net Premiums Written Per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Column 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Column 5, Part 1A	4 Premiums Earned During Year (Columns 1 + 2 - 3)
1.	Fire	1,720,510	996,463	982,691	1,734,282
2.	Allied lines	729,289	485,532	474,049	740,772
3.	Farmowners multiple peril	2,134,143	1,149,095	1,148,358	2,134,880
4.	Homeowners multiple peril	36,415,697	19,464,658	20,511,053	35,369,302
5.	Commercial multiple peril	30,089,762	14,717,516	16,463,123	28,344,155
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	2,705,909	1,435,266	1,517,159	2,624,016
10.	Financial guaranty	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0
12.	Earthquake	0	0	0	0
13.	Group accident and health	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0
15.	Other accident and health	0	0	0	0
16.	Workers' compensation	0	0	0	0
17.1	Other liability - occurrence	1,700,527	970,299	889,515	1,781,311
17.2	Other liability - claims-made	0	0	0	0
17.3	Excess Workers' Compensation	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0
19.1	19.2 Private passenger auto liability	26,604,294	13,049,509	13,702,768	25,951,035
19.3	19.4 Commercial auto liability	9,808,348	4,831,310	5,315,352	9,324,306
21.	Auto physical damage	30,382,649	14,239,252	15,786,349	28,835,552
22.	Aircraft (all perils)	0	0	0	0
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	0	0	0	0
27.	Boiler and machinery	0	0	0	0
28.	Credit	0	0	0	0
29.	International	0	0	0	0
30.	Warranty	0	0	0	0
31.	Reinsurance-Nonproportional Assumed Property	0	0	0	0
32.	Reinsurance-Nonproportional Assumed Liability	0	0	0	0
33.	Reinsurance-Nonproportional Assumed Financial Lines	0	0	0	0
34.	Aggregate write-ins for other lines of business	0	0	0	0
35.	TOTALS	142,291,128	71,338,900	76,790,417	136,839,611
DETAILS OF WRITE-INS					
3401.		0	0	0	0
3402.		0	0	0	0
3403.		0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499.	TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT
PART 1A - RECAPITULATION OF ALL PREMIUMS

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 Columns 1 + 2 + 3 + 4
1. Fire	982,691	0	0	0	982,691
2. Allied lines	474,049	0	0	0	474,049
3. Farmowners multiple peril	1,148,358	0	0	0	1,148,358
4. Homeowners multiple peril	20,511,053	0	0	0	20,511,053
5. Commercial multiple peril	16,463,123	0	0	0	16,463,123
6. Mortgage guaranty	0	0	0	0	0
8. Ocean marine	0	0	0	0	0
9. Inland marine	1,517,159	0	0	0	1,517,159
10. Financial guaranty	0	0	0	0	0
11.1 Medical professional liability - occurrence	0	0	0	0	0
11.2 Medical professional liability - claims-made	0	0	0	0	0
12. Earthquake	0	0	0	0	0
13. Group accident and health	0	0	0	0	0
14. Credit accident and health (group and individual)	0	0	0	0	0
15. Other accident and health	0	0	0	0	0
16. Workers' compensation	0	0	0	0	0
17.1 Other liability - occurrence	889,515	0	0	0	889,515
17.2 Other liability - claims-made	0	0	0	0	0
17.3 Excess Workers' Compensation	0	0	0	0	0
18.1 Products liability - occurrence	0	0	0	0	0
18.2 Products liability - claims-made	0	0	0	0	0
19.1 19.2 Private passenger auto liability	13,702,768	0	0	0	13,702,768
19.3 19.4 Commercial auto liability	5,315,352	0	0	0	5,315,352
21. Auto physical damage	15,786,349	0	0	0	15,786,349
22. Aircraft (all perils)	0	0	0	0	0
23. Fidelity	0	0	0	0	0
24. Surety	0	0	0	0	0
26. Burglary and theft	0	0	0	0	0
27. Boiler and machinery	0	0	0	0	0
28. Credit	0	0	0	0	0
29. International	0	0	0	0	0
30. Warranty	0	0	0	0	0
31. Reinsurance-Nonproportional Assumed Property	0	0	0	0	0
32. Reinsurance-Nonproportional Assumed Liability	0	0	0	0	0
33. Reinsurance-Nonproportional Assumed Financial Lines	0	0	0	0	0
34. Aggregate write-ins for other lines of business	0	0	0	0	0
35. TOTALS	76,790,417	0	0	0	76,790,417
36. Accrued retrospective premiums based on experience					0
37. Earned but unbilled premiums					0
38. Balance (Sum of Lines 35 through 37)					76,790,417
DETAILS OF WRITE-INS					
3401.	0	0	0	0	0
3402.	0	0	0	0	0
3403.	0	0	0	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0

(a) State here basis of computation used in each case: Semi-Monthly Pro Rata Method

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

	Line of Business	1 Direct Business (a)	Reinsurance Assumed 2 From Affiliates	 3 From Non-Affiliates	Reinsurance Ceded 4 To Affiliates	 5 To Non-Affiliates	6 Net Premiums Written Columns 1+2+3-4-5
1.	Fire	2,043,740	0	0	0	323,230	1,720,510
2.	Allied lines	906,620	0	0	0	177,331	729,289
3.	Farmowners multiple peril	2,475,087	0	0	0	340,944	2,134,143
4.	Homeowners multiple peril	41,593,552	0	0	0	5,177,855	36,415,697
5.	Commercial multiple peril	35,502,799	0	0	0	5,413,037	30,089,762
6.	Mortgage guaranty	0	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0	0
9.	Inland marine	3,156,440	0	0	0	450,531	2,705,909
10.	Financial guaranty	0	0	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0	0	0
12.	Earthquake	0	0	0	0	0	0
13.	Group accident and health	0	0	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0	0	0
15.	Other accident and health	0	0	0	0	0	0
16.	Workers' compensation	0	0	0	0	0	0
17.1	Other liability - occurrence	4,754,650	0	0	0	3,054,123	1,700,527
17.2	Other liability - claims-made	0	0	0	0	0	0
17.3	Excess Workers' Compensation	0	0	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0	0	0
19.1	19.2 Private passenger auto liability	27,729,877	0	44,008	0	1,169,591	26,604,294
19.3	19.4 Commercial auto liability	11,104,046	0	0	0	1,295,698	9,808,348
21.	Auto physical damage	31,065,640	0	39,581	0	722,572	30,382,649
22.	Aircraft (all perils)	0	0	0	0	0	0
23.	Fidelity	0	0	0	0	0	0
24.	Surety	0	0	0	0	0	0
26.	Burglary and theft	0	0	0	0	0	0
27.	Boiler and machinery	0	0	0	0	0	0
28.	Credit	0	0	0	0	0	0
29.	International	0	0	0	0	0	0
30.	Warranty	0	0	0	0	0	0
31.	Reinsurance-Nonproportional Assumed Property	X X X	0	0	0	0	0
32.	Reinsurance-Nonproportional Assumed Liability	X X X	0	0	0	0	0
33.	Reinsurance-Nonproportional Assumed Financial Lines	X X X	0	0	0	0	0
34.	Aggregate write-ins for other lines of business	0	0	0	0	0	0
35.	TOTALS	160,332,451	0	83,589	0	18,124,912	142,291,128
DETAILS OF WRITE-INS							
3401.		0	0	0	0	0	0
3402.		0	0	0	0	0	0
3403.		0	0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0
3499.	TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0	0

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes[ ] No[X]
If yes, (1) The amount of such installment premiums $..............0.
(2) Amount at which such installment premiums would have been reported had they been recorded on an annualized basis $..............0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

		Losses Paid Less Salvage				5	6	7	8
	Line of Business	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Columns 1 + 2 - 3)	Net Losses Unpaid Current Year (Part 2A, Column 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Columns 4 + 5 - 6)	Percentage of Losses Incurred (Column 7, Part 2) to Premiums Earned (Column 4, Part 1)
1.	Fire	273,582	0	0	273,582	95,497	14,253	354,826	20.46
2.	Allied lines	516,821	0	0	516,821	227,288	61,485	682,624	92.15
3.	Farmowners multiple peril	967,870	0	109,837	858,033	118,649	282,214	694,468	32.53
4.	Homeowners multiple peril	22,069,032	0	1,707,149	20,361,883	3,807,792	4,989,718	19,179,957	54.23
5.	Commercial multiple peril	9,908,149	0	1,475,222	8,432,927	7,276,192	6,015,588	9,693,531	34.20
6.	Mortgage guaranty	0	0	0	0	0	0	0	0.00
8.	Ocean marine	0	0	0	0	0	0	0	0.00
9.	Inland marine	1,176,018	0	26,946	1,149,072	99,432	323,160	925,344	35.26
10.	Financial guaranty	0	0	0	0	0	0	0	0.00
11.1	Medical professional liability - occurrence	0	0	0	0	0	0	0	0.00
11.2	Medical professional liability - claims-made	0	0	0	0	0	0	0	0.00
12.	Earthquake	0	0	0	0	0	0	0	0.00
13.	Group accident and health	0	0	0	0	0	0	0	0.00
14.	Credit accident and health (group and individual)	0	0	0	0	0	0	0	0.00
15.	Other accident and health	0	0	0	0	0	0	0	0.00
16.	Workers' compensation	0	0	0	0	0	0	0	0.00
17.1	Other liability - occurrence	79,734	0	500	79,234	381,207	299,543	160,898	9.03
17.2	Other liability - claims-made	0	0	0	0	0	0	0	0.00
17.3	Excess Workers' Compensation	0	0	0	0	0	0	0	0.00
18.1	Products liability - occurrence	0	0	0	0	0	0	0	0.00
18.2	Products liability - claims made	0	0	0	0	0	0	0	0.00
19.1	19.2 Private passenger auto liability	20,632,256	44,249	1,351,831	19,324,674	18,614,579	18,482,141	19,457,112	74.98
19.3	19.4 Commercial auto liability	5,069,494	0	918,632	4,150,862	5,853,936	5,658,944	4,345,854	46.61
21.	Auto physical damage	22,414,176	18,867	40,952	22,392,091	787,859	693,365	22,486,585	77.98
22.	Aircraft (all perils)	0	0	0	0	0	0	0	0.00
23.	Fidelity	0	0	0	0	0	0	0	0.00
24.	Surety	0	0	0	0	0	0	0	0.00
26.	Burglary and theft	0	0	0	0	0	0	0	0.00
27.	Boiler and machinery	0	0	0	0	0	0	0	0.00
28.	Credit	0	0	0	0	0	0	0	0.00
29.	International	0	0	0	0	0	0	0	0.00
30.	Warranty	0	0	0	0	0	0	0	0.00
31.	Reinsurance-Nonproportional Assumed Property	XXX	0	0	0	0	0	0	0.00
32.	Reinsurance-Nonproportional Assumed Liability	XXX	0	0	0	0	0	0	0.00
33.	Reinsurance-Nonproportional Assumed Financial Lines	XXX	0	0	0	0	0	0	0.00
34.	Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0.00
35.	TOTALS	83,107,133	63,116	5,631,069	77,539,180	37,262,431	36,820,412	77,981,200	56.99
	DETAILS OF WRITE-INS								
3401.		0	0	0	0	0	0	0	0.00
3402.		0	0	0	0	0	0	0	0.00
3403.		0	0	0	0	0	0	0	0.00
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	0.00
3499.	TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0	0	0	0.00

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

	Line of Business	Reported Losses 1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred But Not Reported (Columns 1 + 2 - 3)	Incurred But Not Reported 5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded	8 Net Losses Unpaid (Columns 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
1.	Fire	78,087	0	0	78,087	16,098	0	(1,312)	95,497	6,379
2.	Allied Lines	184,804	0	(500)	185,304	38,821	0	(3,163)	227,288	15,181
3.	Farmowners multiple peril	128,752	0	16,511	112,241	7,364	0	956	118,649	29,844
4.	Homeowners multiple peril	4,245,293	0	647,579	3,597,714	241,433	0	31,355	3,807,792	958,376
5.	Commercial multiple peril	6,743,755	0	702,210	6,041,545	1,342,637	0	107,990	7,276,192	3,408,614
6.	Mortgage guaranty	0	0	0	0	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0	0	0	0	0
9.	Inland marine	80,075	0	(500)	80,575	17,436	0	(1,421)	99,432	6,642
10.	Financial guaranty	0	0	0	0	0	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0	0	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0	0	0	0	0	0
12.	Earthquake	0	0	0	0	0	0	0	0	0
13.	Group accident & health	0	0	0	0	0	0	0	(a) 0	0
14.	Credit accident & health (group & individual)	0	0	0	0	0	0	0	0	0
15.	Other accident & health	0	0	0	0	0	0	0	(a) 0	0
16.	Workers' compensation	0	0	0	0	0	0	0	0	0
17.1	Other liability - occurrence	592,142	0	390,739	201,403	501,135	0	321,331	381,207	259,729
17.2	Other liability - claims-made	0	0	0	0	0	0	0	0	0
17.3	Excess Workers' Compensation	0	0	0	0	0	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0	0	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0	0	0	0	0	0
19.1	19.2 Private passenger auto liability	19,206,350	36,632	1,295,431	17,947,551	788,737	6,452	128,161	18,614,579	3,234,890
19.3	19.4 Commercial auto liability	4,613,113	0	896,782	3,716,331	2,702,501	0	564,896	5,853,936	974,846
21.	Auto physical damage	1,872,772	110	(36,300)	1,909,182	(1,142,567)	4,587	(16,657)	787,859	331,646
22.	Aircraft (all perils)	0	0	0	0	0	0	0	0	0
23.	Fidelity	0	0	0	0	0	0	0	0	0
24.	Surety	0	0	0	0	0	0	0	0	0
26.	Burglary and theft	0	0	0	0	0	0	0	0	0
27.	Boiler and machinery	0	0	0	0	0	0	0	0	0
28.	Credit	0	0	0	0	0	0	0	0	0
29.	International	0	0	0	0	0	0	0	0	0
30.	Warranty	0	0	0	0	0	0	0	0	0
31.	Reinsurance-Nonproportional Assumed Property	XXX	0	0	0	XXX	0	0	0	0
32.	Reinsurance-Nonproportional Assumed Liability	XXX	0	0	0	XXX	0	0	0	0
33.	Reinsurance-Nonproportional Assumed Financial Lines	XXX	0	0	0	XXX	0	0	0	0
34.	Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0	0
35.	TOTALS	37,745,143	36,742	3,911,952	33,869,933	4,513,595	11,039	1,132,136	37,262,431	9,226,147
DETAILS OF WRITE-INS										
3401.		0	0	0	0	0	0	0	0	0
3402.		0	0	0	0	0	0	0	0	0
3403.		0	0	0	0	0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	0	0
3499.	TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0	0	0	0	0

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	7,055,939	0	0	7,055,939
1.2 Reinsurance assumed	0	0	0	0
1.3 Reinsurance ceded	569,923	0	0	569,923
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	6,486,016	0	0	6,486,016
2. Commission and brokerage:				
2.1 Direct, excluding contingent	0	28,380,064	0	28,380,064
2.2 Reinsurance assumed, excluding contingent	0	6,215	0	6,215
2.3 Reinsurance ceded, excluding contingent	0	3,418,266	0	3,418,266
2.4 Contingent - direct	0	3,350,053	0	3,350,053
2.5 Contingent - reinsurance assumed	0	0	0	0
2.6 Contingent - reinsurance ceded	0	0	0	0
2.7 Policy and membership fees	0	0	0	0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)	0	28,318,066	0	28,318,066
3. Allowances to manager and agents	0	0	0	0
4. Advertising	6,804	128,106	0	134,910
5. Boards, bureaus and associations	96,478	682,954	2,345	781,777
6. Surveys and underwriting reports	0	1,942,537	0	1,942,537
7. Audit of assureds' records	0	0	0	0
8. Salary and related items:				
8.1 Salaries	3,865,242	7,173,149	336,908	11,375,299
8.2 Payroll taxes	278,359	426,949	23,938	729,246
9. Employee relations and welfare	976,501	1,371,201	64,403	2,412,105
10. Insurance	56,612	96,162	4,046	156,820
11. Directors' fees	163,385	290,189	13,630	467,204
12. Travel and travel items	484,696	816,966	17,645	1,319,307
13. Rent and rent items	243,083	434,544	20,298	697,925
14. Equipment	178,068	333,247	14,440	525,755
15. Cost or depreciation of EDP equipment and software	226,578	403,506	18,952	649,036
16. Printing and stationery	95,941	173,030	8,127	277,098
17. Postage, telephone and telegraph, exchange and express	317,729	565,162	26,545	909,436
18. Legal and auditing	48,958	111,101	546,112	706,171
19. TOTALS (Lines 3 to 18)	7,038,434	14,948,803	1,097,389	23,084,626
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of $..............0	0	3,643,390	0	3,643,390
20.2 Insurance department licenses and fees	0	237,241	0	237,241
20.3 Gross guaranty association assessments	0	0	0	0
20.4 All other (excluding federal and foreign income and real estate)	9,366	16,680	783	26,829
20.5 TOTAL taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	9,366	3,897,311	783	3,907,460
21. Real estate expenses	0	0	292,798	292,798
22. Real estate taxes	0	0	0	0
23. Reimbursements by uninsured plans	0	0	0	0
24. Aggregate write-ins for miscellaneous expenses	565,496	513,807	25,223	1,104,526
25. TOTAL expenses incurred	14,099,312	47,677,987	1,416,193	(a) 63,193,492
26. Less unpaid expenses - current year	9,226,148	13,755,976	228,856	23,210,980
27. Add unpaid expenses - prior year	8,030,134	13,722,945	231,760	21,984,839
28. Amounts receivable relating to uninsured plans, prior year	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year	0	0	0	0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	12,903,298	47,644,956	1,419,097	61,967,351
DETAILS OF WRITE-INS				
2401. Miscellaneous Expense	565,496	543,539	25,223	1,134,258
2402. Miscellaneous Allocation Adjustment	0	(29,732)	0	(29,732)
2403.	0	0	0	0
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0	0	0
2499. TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above)	565,496	513,807	25,223	1,104,526

(a) Includes management fees of $..............0 to affiliates and $..............0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. Government bonds	(a) 23,098	22,664
1.1	Bonds exempt from U.S. tax	(a) 1,940,791	1,937,878
1.2	Other bonds (unaffiliated)	(a) 2,561,987	2,614,360
1.3	Bonds of affiliates	(a) 0	0
2.1	Preferred stocks (unaffiliated)	(b) 0	0
2.11	Preferred stocks of affiliates	(b) 0	0
2.2	Common stocks (unaffiliated)	532,086	537,642
2.21	Common stocks of affiliates	0	0
3.	Mortgage loans	(c) 0	0
4.	Real estate	(d) 513,698	513,698
5.	Contract loans	0	0
6.	Cash, cash equivalents and short-term investments	(e) 107,375	107,400
7.	Derivative instruments	(f) 0	0
8.	Other invested assets	0	0
9.	Aggregate write-ins for investment income	4	4
10.	TOTAL Gross investment income	5,679,039	5,733,646
11.	Investment expenses		(g) 1,415,410
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) 783
13.	Interest expense		(h) 0
14.	Depreciation on real estate and other invested assets		(i) 246,377
15.	Aggregate write-ins for deductions from investment income		0
16.	TOTAL Deductions (Lines 11 through 15)		1,662,570
17.	Net Investment income (Line 10 minus Line 16)		4,071,076
DETAILS OF WRITE-INS			
0901.	NH Auto Facility	4	4
0902.		0	0
0903.		0	0
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0
0999.	TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above)	4	4
1501.			0
1502.			0
1503.			0
1598.	Summary of remaining write-ins for Line 15 from overflow page		0
1599.	TOTALS (Lines 1501 through 1503 plus 1598) (Line 15 above)		0

(a) Includes $..........45,027 accrual of discount less $.........915,060 amortization of premium and less $..........55,766 paid for accrued interest on purchases.
(b) Includes $...............0 accrual of discount less $...............0 amortization of premium and less $...............0 paid for accrued dividends on purchases.
(c) Includes $...............0 accrual of discount less $...............0 amortization of premium and less $...............0 paid for accrued interest on purchases.
(d) Includes $.........513,698 for company's occupancy of its own buildings; and excludes $...............0 interest on encumbrances.
(e) Includes $...............0 accrual of discount less $...............0 amortization of premium and less $...............0 paid for accrued interest on purchases.
(f) Includes $...............0 accrual of discount less $...............0 amortization of premium.
(g) Includes $...............0 investment expenses and $...............0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes $...............0 interest on surplus notes and $...............0 interest on capital notes.
(i) Includes $.........246,377 depreciation on real estate and $...............0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds	(993)	0	(993)	0	0
1.1	Bonds exempt from U.S. tax	(8,500)	0	(8,500)	23,255	0
1.2	Other bonds (unaffiliated)	(4,660)	0	(4,660)	0	0
1.3	Bonds of affiliates	0	0	0	0	0
2.1	Preferred stocks (unaffiliated)	0	0	0	0	0
2.11	Preferred stocks of affiliates	0	0	0	0	0
2.2	Common stocks (unaffiliated)	2,357,923	(224,486)	2,133,437	(391,015)	0
2.21	Common stocks of affiliates	0	0	0	0	0
3.	Mortgage loans	0	0	0	0	0
4.	Real estate	0	0	0	0	0
5.	Contract loans	0	0	0	0	0
6.	Cash, cash equivalents and short-term investments	0	0	0	0	0
7.	Derivative instruments	0	0	0	0	0
8.	Other invested assets	0	0	0	0	0
9.	Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10.	TOTAL Capital gains (losses)	2,343,770	(224,486)	2,119,284	(367,760)	0
DETAILS OF WRITE-INS						
0901.		0	0	0	0	0
0902.		0	0	0	0	0
0903.		0	0	0	0	0
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999.	TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above)	0	0	0	0	0

EXHIBIT OF NONADMITTED ASSETS

		1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1.	Bonds (Schedule D)	0	0	0
2.	Stocks (Schedule D):			
	2.1 Preferred stocks	0	0	0
	2.2 Common stocks	0	0	0
3.	Mortgage loans on real estate (Schedule B):			
	3.1 First liens	0	0	0
	3.2 Other than first liens	0	0	0
4.	Real estate (Schedule A):			
	4.1 Properties occupied by the company	0	0	0
	4.2 Properties held for the production of income	0	0	0
	4.3 Properties held for sale	0	0	0
5.	Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)	0	0	0
6.	Contract loans	0	0	0
7.	Derivatives (Schedule DB)	0	0	0
8.	Other invested assets (Schedule BA)	0	0	0
9.	Receivables for securities	0	0	0
10.	Securities lending reinvested collateral assets (Schedule DL)	0	0	0
11.	Aggregate write-ins for invested assets	0	0	0
12.	Subtotals, cash and invested assets (Lines 1 to 11)	0	0	0
13.	Title plants (for Title insurers only)	0	0	0
14.	Invested income due and accrued	0	0	0
15.	Premium and considerations:			
	15.1 Uncollected premiums and agents' balances in the course of collection	0	0	0
	15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	0	0	0
	15.3 Accrued retrospective premiums	0	0	0
16.	Reinsurance:			
	16.1 Amounts recoverable from reinsurers	0	0	0
	16.2 Funds held by or deposited with reinsured companies	0	0	0
	16.3 Other amounts receivable under reinsurance contracts	0	0	0
17.	Amounts receivable relating to uninsured plans	0	0	0
18.1	Current federal and foreign income tax recoverable and interest thereon	0	0	0
18.2	Net deferred tax asset	0	0	0
19.	Guaranty funds receivable or on deposit	0	0	0
20.	Electronic data processing equipment and software	1,397,538	1,077,242	(320,296)
21.	Furniture and equipment, including health care delivery assets	701,178	788,346	87,168
22.	Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0
23.	Receivables from parent, subsidiaries and affiliates	0	0	0
24.	Health care and other amounts receivable	0	0	0
25.	Aggregate write-ins for other than invested assets	608,908	648,295	39,387
26.	TOTAL Assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	2,707,624	2,513,883	(193,741)
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
28.	TOTAL (Lines 26 and 27)	2,707,624	2,513,883	(193,741)
DETAILS OF WRITE-INS				
1101.		0	0	0
1102.		0	0	0
1103.		0	0	0
1198.	Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199.	TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0
2501.	Company Cars	281,069	314,203	33,134
2502.	Leasehold Improvements	947	2,757	1,810
2503.	Prepaid Expenses	295,669	274,761	(20,908)
2598.	Summary of remaining write-ins for Line 25 from overflow page	31,223	56,574	25,351
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	608,908	648,295	39,387

Notes to Financial Statements

Note 1 – Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements of MMG Insurance Company (Company) have been prepared on the basis of accounting practices prescribed by the Maine Insurance Department.

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

NAIC regulations require that guaranty fund assessments be accrued for throughout the year. However, the Company has been granted permission by the State of Maine Insurance Department to account for guaranty fund assessments on a paid basis. This treatment had an immaterial effect on net income and policyholders' surplus for 2014 and 2013.

The Company was granted permission by the State of Maine Insurance Department to recognize the book value of a company-owned aircraft as an admitted asset. Reconciliations of net income and policyholders' surplus between the amounts reported in the accompanying financial statements (ME basis) and NAIC SAP follow:

Description	2014	2013
1. Net income, state basis	$3,396,325	$5,796,148
2. Effect of state prescribed practices	0	0
3. Effect of state permitted practices	0	(2,039)
4. Net income, NAIC SAP basis	$3,396,325	$5,794,109

Description	Dec. 31, 2014	Dec. 31, 2013
5. Policyholders' surplus, state basis	$90,162,794	$87,706,063
6. Effect of state prescribed practices	0	0
7. Effect of state permitted practices		
Guaranty fund assessments	(10,212)	(10,212)
Company-owned aircraft	(1,850,808)	(1,871,949)
8. Policyholders' surplus, NAIC SAP basis	$88,301,774	$85,823,902

B. Use of Estimates

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

C. Accounting Policies

Direct, assumed and ceded premiums are earned over the terms of the related policies and reinsurance contracts. Unearned premiums are established to cover the unexpired portion of premiums written. Such reserves are computed by semi-monthly pro rata methods for direct business and are based on reports received from ceding companies for reinsurance assumed. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Notes to Financial Statements

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

In addition, the Company uses the following accounting policies:

1. Investment grade bonds not backed by other loans are stated at amortized cost using the scientific constant yield-to-worse method. Non-investment grade bonds with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value. In accordance with SSAP 26, *Bonds, Excluding Loan-Backed and Structured Securities*, the Company recognizes other than temporary impairments in the fair value of its fixed income portfolio. The Company recognized $0 and $0 of realized losses for other than temporary impairments on its fixed income portfolio in 2014 and 2013, respectively.

2. Common stocks are stated at market value. In accordance with SSAP 30, *Investments in Common Stock*, the Company recognizes other than temporary impairments in the fair value of its common stock portfolio. The Company recognized $224,486 ($148,161 net of tax) and $22,432 ($14,805 net of tax) of realized losses for other than temporary impairments on its common stock portfolio in 2014 and 2013, respectively.

3. Investment grade loan-backed securities are stated at amortized value. The prospective adjustment method is used to value all loan-backed and asset-backed securities.

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

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

Note 2 – Accounting Changes and Correction of Errors

A. Accounting Changes and Correction of Errors

Not Applicable

Note 3 – Business Combinations and Goodwill

A. Statutory Purchase Method

Not Applicable

B. Statutory Mergers

Not Applicable

Notes to Financial Statements

C. Writedowns for Impairment of Investments in Affiliates

Not Applicable

Note 4 – Discontinued Operations

A. Date and effects on financial statements

Not Applicable

Note 5 – Investments

A. Mortgage Loans

Not Applicable

B. Troubled Debt Restructuring for Creditors

Not Applicable

C. Reverse Mortgages

Not Applicable

D. Loan-Backed and Structured Securities

a. Prepayment assumptions for single-class and multi-class mortgage-backed/asset-backed securities were obtained from Bloomberg or other widely accepted securities data providers. A proprietary model is used for loss assumptions and widely accepted models are used for prepayment assumptions in valuing mortgage-backed and asset-backed securities.
b. The Company did not recognize any other-than-temporary impairments on loan-backed securities during the period.
c. The Company did not recognize any other-than-temporary impairments on loan-backed securities during the period.
d. The following summarizes gross unrealized investment losses on loan-backed and structured securities by the length of time that securities have continuously been in an unrealized loss position.

December 31, 2014

	Less than 12 Months		12 Months or Longer		Total	
	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
Single-class residential mortgage-backed/asset-backed securities	----	----	$1,088,255	$8,040	$1,088,255	$8,040
TOTAL	----	----	$1,088,255	$8,040	$1,088,255	$8,040

Notes to Financial Statements

e. All loan-backed and structured securities in an unrealized loss position were reviewed to determine whether an other-than-temporary impairment should be recognized. For those securities in an unrealized loss position as of December 31, 2014, the Company has not made a decision to sell any such securities. The Company has evaluated its cash flow requirements and believes that its liquidity is adequate and it will not be required to sell these securities before recovery of their cost basis. As of December 31, 2014, the Company can assert that it has the intent and believes that it has the ability to hold these securities long enough to allow the cost basis of these securities to be recovered. The conclusions are supported by a detailed analysis of the underlying credit and cash flows on each security. It is possible that the Company could recognize other-than-temporary impairments in the future on some of the securities held at December 31, 2014 if future events, information and the passage of time causes it to conclude that declines in value are other-than temporary.

E. Repurchase Agreements and/or Securities Lending Transactions

Not Applicable

F. Writedowns for Impairments of Real Estate, Real Estate Sales, Retail Land Sales Operations, and Real Estate with Participating Mortgage Loan Features

Not Applicable

G. Low Income Housing Tax Credits

Not Applicable

H. Restricted Assets

Assets in the amount of $1,388,329 and $1,241,852 at December 31, 2014 and 2013, respectively, were on deposit with government authorities or trustees as required by law.

I. Working Capital Finance Investments

Not Applicable

J. Offsetting and Netting of Assets and Liabilities

Not Applicable

K. Structured Notes

Not Applicable

<u>Note 6 – Joint Ventures, Partnerships, and Limited Liability Companies</u>

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

Not Applicable

B. Writedowns for Impairment of Joint Ventures, Partnerships and LLC’s

Not Applicable

<u>Note 7 – Investment Income</u>

A. Accrued Investment Income

Notes to Financial Statements

The Company does not admit investment income due and accrued if amounts are over 90 days past due.

B. Amounts Nonadmitted

Not applicable

Note 8 – Derivative Instruments

A. Not Applicable

Note 9 – Income Taxes

A. Components of Net Deferred Tax Assets:

	December 31, 2014			December 31, 2013			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Total gross deferred tax assets	7,590,265	91,762	7,682,027	7,067,831	28,757	7,096,588	522,434	63,005	585,439
Statutory valuation allowance	0	0	0	0	0	0	0	0	0
Adjusted gross deferred tax assets	7,590,265	91,762	7,682,027	7,067,831	28,757	7,096,588	522,434	63,005	585,439
Deferred tax assets nonadmitted	0	0	0	0	0	0	0	0	0
Subtotal net admitted deferred tax asset	7,590,265	91,762	7,682,027	7,067,831	28,757	7,096,588	522,434	63,005	585,439
Gross deferred tax liabilities	(1,489,358)	(1,632,042)	(3,121,400)	(1,020,964)	(1,757,080)	(2,778,044)	(468,394)	125,038	(343,356)
Net admitted deferred tax asset	6,100,907	(1,540,280)	4,560,627	6,046,867	(1,728,323)	4,318,544	54,040	188,043	242,083

	December 31, 2014			December 31, 2013			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Admission Calculation Components- SSAP 101									
Federal income taxes paid in prior years recoverable through carrybacks	3,541,940	91,762	3,633,702	4,559,200	28,757	4,587,957	(1,017,260)	63,005	(954,255)
Deferred tax assets allowed per limitation threshold	3,262,994	0	3,262,994	1,856,851	0	1,856,851	1,406,143	0	1,406,143
Deferred tax assets expected to be realized following balance sheet date	3,262,994	91,762	3,354,756	1,856,851	28,757	1,885,608	1,406,143	63,005	1,469,148
Surplus limitation	XXX	XXX	12,764,416	XXX	XXX	12,428,437	XXX	XXX	335,979
Adjusted gross deferred tax assets offset by gross deferred tax liabilities	785,331	0	785,331	651,780	0	651,780	133,551	0	133,551
Deferred tax assets admitted as the result of SSAP 101	7,590,265	91,762	7,682,027	7,067,831	28,757	7,096,588	522,434	63,005	585,439

	Dec. 31, 2014	Dec. 31, 2013
Ratio percentage used to determine recovery period and threshold limitation amount	873.800	862.476
Amount of adjusted capital and surplus used to determine recovery period and threshold limitation	85,096,106	82,856,248

The Company does not have any tax planning strategies that would impact the numbers reported above.

B. Unrecognized Deferred Tax Liabilities:

Not Applicable

Notes to Financial Statements

C. Current Tax and Change in Deferred Tax:

The provisions for income taxes incurred on earnings for the years ended December 31 are:

	2014	2013	Change
Federal	$ 187,455	$ 2,191,810	$(2,004,355)
Foreign	0	0	0
Realized capital gains/(losses) tax	720,557	783,489	(62,932)
Federal and foreign income taxes incurred	$ 908,012	$ 2,975,299	$(2,067,287)

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

	2014	2013	Change
Deferred tax assets:			
Ordinary:			
20% of unearned premiums	5,370,052	4,979,336	390,716
Discount of unpaid losses and LAE	578,790	599,242	(20,452)
Nonadmitted assets	809,449	742,066	67,383
Accounts Receivable	111,143	112,654	(1,511)
Compensation and benefits	682,751	605,973	76,778
Other	38,080	28,560	9,520
Total Ordinary tax assets	7,590,265	7,067,831	522,434
Capital:			
Wash sales	4,796	3,414	1,382
Other Than Temporary Impairments	86,966	25,343	61,623
Total Capital tax assets	91,762	28,757	63,005
Total DTAs nonadmitted	0	0	0
Admitted deferred tax assets	7,682,027	7,096,588	585,439
Deferred tax liabilities:			
Ordinary:			
Accelerated premium acq. expenses	(148,304)	(128,291)	(20,013)
Fixed assets	(1,270,043)	(829,286)	(440,757)
Investments	(71,011)	(63,387)	(7,624)
Total Ordinary tax liabilities	(1,489,358)	(1,020,964)	(468,394)
Capital:			
Net unrealized capital gains	($1,632,042)	($1,757,080)	$125,038
Total Capital tax liabilities	($1,632,042)	($1,757,080)	$125,038
Total deferred tax liabilities	($3,121,400)	($2,778,044)	($343,356)
Net Admitted Deferred Tax Assets	$4,560,627	$4,318,544	$242,083

The change in net deferred income taxes is comprised of the following:

	2014	2013	Change
Total gross deferred tax assets	$ 7,682,027	$ 7,096,588	$ 585,439
Total gross deferred tax liabilities	$(3,121,400)	$(2,778,044)	$(343,356)
Net deferred tax asset	$ 4,560,627	$ 4,318,544	$ 242,083
Deferred tax on change in net unrealized gains (losses)			$(125,039)
Change in net deferred income taxes			$ 117,044

Notes to Financial Statements

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

The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate of 34% to income before income taxes. The significant items causing this difference are as follows:

	2014	2013
Provision computed at statutory rate @ 34%	$ 1,463,475	$ 2,982,291
Tax exempt interest and dividends	(636,080)	(628,398)
Travel and entertainment	17,149	21,129
Lobbying expenses	9,497	8,731
Prior year (over) under accrual	(1,168)	(44,949)
Change in Non-Admitted Assets	(65,872)	315,695
Other	3,967	5,623
	$ 790,968	$ 2,660,122
Federal income tax incurred	$ 187,455	$ 2,191,810
Realized capital gains tax	720,557	783,489
Change in net deferred income taxes	(117,044)	(315,177)
Total statutory income taxes	$ 790,968	$ 2,660,122

E. Operating Loss and Tax Credit Carryforwards

1. At December 31, 2014 the Company did not have any unused operating loss carryforwards available to offset against future taxable income.

2. The following is income tax expense for 2014 and 2013 that is available for recoupment in the event of future net losses:

a)	2014	$ 906,955
b)	2013	$ 3,015,598

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

F. Consolidated Federal Income Tax Return

1. The Company's federal income tax return is consolidated with the following entities: Maine Mutual Group and MMG Financial Services, Inc.

2. The method of allocation among companies is subject to a written tax sharing agreement approved by the Board of Directors, whereby allocation is made primarily on a separate return basis with current credit for any net operating losses or other items utilized in the consolidated tax return. Intercompany balances are settled after the tax return is filed.

G. Federal and Foreign Tax Loss Contingencies

The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

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

A. Nature of Relationships

The Company is a wholly-owned subsidiary of MMG Financial Services, Inc.

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

Not Applicable

C. Change in Terms of Intercompany Arrangements

Notes to Financial Statements

Not Applicable

D. Amounts Due to or from Related Parties

On December 14, 2007, MMG Financial Services, Inc. (MMGFSI) issued 191,644 shares of MMGFSI's Series A Preferred Stock and 76,657 shares of MMGFSI's Class A Common Stock to CCM Real Estate II LLC, a Delaware limited liability company ("CCM"), for an aggregate purchase price of $7 million (the "Stock Purchase"). The Stock Purchase included $5 million of Series A preferred stock and $2 million of Class A common stock. The stock sale was a conduit to allow MMGFSI to participate in the Federal New Markets Tax Credit Program.

Upon consummation of the Stock Purchase, MMGFSI invested the net proceeds of approximately $6.8 million as a contribution to the capital of MMG Insurance Company (MMGIC). MMGIC used those proceeds for the expansion and renovation of its offices in Presque Isle, Maine (the "Real Estate"). In connection with this transaction, MMGIC leased its offices to MMGFSI, and MMGFSI leased them back to MMGIC. In agreement with the State of Maine Bureau of Insurance, MMGIC will recognize the annual lease payments of $483,000 per year to MMGFSI beginning in 2007 as annual dividend payments in its statutory-basis financial statements.

The Company reported $4,687 and $805,625 due to Parent, and $5,871 and $386,148 due from Parent in 2014 and 2013, respectively.

E. Guarantees or Undertakings for Related Parties

Not Applicable

F. Management, Service Contracts, Cost-Sharing Arrangements

Not Applicable

G. Nature of Relationships that Could Affect Operations

All outstanding shares of the Company are owned by Parent.

H. Amount Deducted for Investment in Upstream Company

Not Applicable

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

Not Applicable

J. Writedowns for Impairments of Investments in Affiliates

Not Applicable

K. Foreign Insurance Subsidiary Valued Using CARVM

Not Applicable

L. Downstream Holding Company Valued Using Look-Through Method.

Not Applicable

Note 11 – Debt

A. In 2010, the Company renewed an unsecured line of credit (LOC) of $3 million. The LOC was converted to a demand line, meaning any loan shall be due and payable on demand. In lieu of a formal expiration date, the agreement has an annual review

Notes to Financial Statements

requirement which extended the LOC until September 30, 2015. Interest is accrued on advances at 30 day LIBOR plus 2.25% per annum, is payable monthly, and is not subject to a minimum (floor) rate. The line of credit must be cleared for a minimum of 30 consecutive days during each fiscal year. As of December 31, 2014 and 2013, the Company had no advances on the line of credit.

B. Funding Agreements with Federal Home Loan Bank (FHLB)

Not Applicable

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

A. Defined Benefit Plans and Post Retirement Benefits

The Company does not maintain a defined benefit pension plan.

The Company adopted a postretirement benefit plan in 2004 covering officers of the Company. The plan covers 50% of retiree medical and prescription drug premium costs for eligible participants. For eligible participants who retired prior to 2004, the benefit is 100%. Prior to 2012, eligible participants were defined as those participants who attained age 62 with 5 years of accrued service. Coverage was provided through the Company’s group health insurance policy. The plan was amended effective January 1, 2012 to redefine eligibility to cover those participants who attain age 62 while still in the employ of the Company as an officer and he or she is enrolled and covered with the Company’s group health insurance policy on the date immediately preceding their retirement date.

Under the amended plan, eligible participants will remain covered under the Company’s group health insurance policy until they become eligible for Medicare. Upon attaining Medicare eligibility, they will be carved out of the group health plan and will purchase individual Medicare supplement policies with the cost sharing the same as mentioned above. The postretirement benefit plan is an unfunded plan.

The following tables set forth the obligations and funded status, assumptions, plan assets and cash flows associated with the postretirement benefits as of December 31, 2014 and 2013:

	Other Postretirement Benefits	
Change in projected benefit obligation-underfunded	2014	2013
Projected benefit obligation at beginning of year	$ 461,706	$ 542,724
Service cost	11,512	14,148
Interest cost	22,292	21,552
Actuarial (gain) loss	165,572	(103,283)
Benefits and expenses paid	(13,919)	(13,435)
Plan amendments	-	-
Projected benefit obligation at end of year	$ 647,163	$ 461,706

	Other Postretirement Benefits	
Change in plan assets	2014	2013
Fair value of plan assets at beginning of year	$ -	$ -
Actual return on plan assets	-	-
Employer contributions	13,919	13,435
Benefits and expenses paid	(13,919)	(13,435)
Fair value of plan assets at end of year	$ -	$ -

Notes to Financial Statements

	Other Postretirement Benefits	
Funded status - underfunded	**2014**	**2013**
Accrued current benefit costs	$ 18,892	$ 22,713
Liability for pension benefits	628,271	438,993
Total liabilities recognized	$ 647,163	$ 461,706

The components of net periodic benefit costs consist of:

	Other Postretirement Benefits	
Components of net periodic benefit cost	**2014**	**2013**
Service Cost	$ 11,512	$ 14,148
Interest cost	22,292	21,552
Expected return on plan assets	-	-
Transition asset or obligation	-	-
Amortization of unrecognized loss	41,016	51,408
Unrecognized past service liability	(47,976)	(47,976)
Total net periodic benefit cost (income)	$ 26,844	$ 39,132

Amounts in unassigned funds (surplus) recognized as components of net periodic benefit cost are as follows:

	Other Postretirement Benefits	
	2014	**2013**
Items not yet recognized as comp. of net periodic cost-prior year	$ 47,514	$ 154,229
Net transition asset or obligation recognized	-	-
New prior service cost arising during the period	-	-
Net prior service cost recognized	47,976	47,976
Net gain and loss arising during the period	165,572	(103,283)
Net gain and loss recognized	(41,016)	(51,408)
Items not yet recognized as comp. of net periodic cost-current yr.	$ 220,046	$ 47,514

Amounts in unassigned funds (surplus) expected to be recognized in the next fiscal year as components of net periodic benefit cost are as follows:

	Other Postretirement Benefits	
	2014	**2013**
Service cost	$ 17,584	$ 11,512
Interest cost	25,192	22,292
Net transition asset or obligation	-	-
Net prior service cost or credit	(47,976)	(47,976)
Net recognized gains and losses	55,216	41,016
Total postretirement benefit expense	$ 50,016	$ 26,844

Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost are as follows:

	Other Postretirement Benefits	
	2014	**2013**
Net transition asset or obligation	$ -	$ -
Net prior service cost or credit	(366,994)	(414,970)
Net recognized gains and losses	587,040	462,484
Accumulated other comprehensive income	$ 220,046	$ 47,514

Notes to Financial Statements

The weighted average assumptions used to determine net periodic benefit costs were:

	Other Postretirement Benefits	
	2014	**2013**
Discount rate	4.95%	4.05%

The weighted average assumptions used to determine benefit obligations were:

	Other Postretirement Benefits	
	2014	**2013**
Discount rate	3.95%	4.95%

Amounts recognized in the financial statements consist of:

	Other Postretirement Benefits	
	2014	**2013**
Prepaid benefit cost at beginning of year	$ (414,192)	$ (388,495)
Net periodic benefit cost	(26,844)	(39,132)
Employer contributions	13,919	13,435
Net amount prepaid (accrued)	$(427,117)	$ (414,192)

The accumulated postretirement benefit obligation was determined using a weighted-average health care cost trend of 7.0% in 2014 and 7.5% in 2013. The expected health care cost trend rate for 2015 is 6.5%. In 2018, the health care cost trend is expected to reach the ultimate trend rate of 5%. Assumed health care cost trend rates typically have a significant effect on the amounts reported for healthcare plans. A one-percentage point increase in health care cost trend rates would increase service cost by $3,115 and interest cost by $3,925. A one-percentage point decrease in health care cost trend rates would decrease service cost by $2,381 and interest cost by $3,133.

The following benefit payments, which reflect future service, are expected to be paid:

Expected Future Benefit Payments	**Other Postretirement Benefits**
2015	18,892
2016	20,897
2017	18,882
2018	19,181
2019	15,621
2020-2024	106,605

B. Description of Investment Policies

The postretirement benefit plan is an unfunded plan, thus no assets are invested.

C. Fair Value of Plan Assets

Not Applicable

D. Rate of Return Assumptions

Not Applicable

E. Defined Contribution Plans

The Company adopted a 401k Profit Sharing Plan on July 1, 1995. Since inception and up to January 1, 2009, the Company approved a discretionary match of employee

Notes to Financial Statements

compensation contributed to the plan subject to approval by the Board of Directors. This discretionary match was reviewed annually by the Board of Directors.

Effective January 1, 2009, the plan was amended to become the MMG Insurance Company 401(k) Retirement Savings Plan. Pursuant to the termination of the defined benefit pension plan in 2009, the plan was redesigned to provide an offsetting increase in retirement benefits. The plan was enhanced as follows effective January 1, 2009:

- **Automatic enrollment**; i.e., all employees will be enrolled in the plan

- **Nonelective Contributions –** Each plan year, the Company will make nonelective contributions to the plan on the participant's behalf in an amount equal to 3% of their pay for such year.

- **Employer matching contribution** broken down as follows:
  - $1.00 for each dollar of elective contributions made on the participant's behalf up to 2% of pay; and

  - $.50 for each dollar of elective contributions made on the participant's behalf in excess of 2% of their pay and up to 6% of their pay

    Thus, if a participant's elective contributions equal 6% or more of their pay, the Company will contribute on their behalf a maximum matching contribution of 4% of their pay.

- **Transition Contribution** – For employees who were employed by the Company and participants in the Company Defined Benefit Pension Plan on 11/15/08, the Company credited the following contribution, in addition to the above, who were credited with at least 45 points based upon their age and years of service to be made from 2009 – 2013:

• Less than 45	**0% contribution**
• 45-54	**4%**
• 55-64	**5%**
• 65 or more	**6%**

A participant was credited with 1 point for each year of age and 1 point for each year of service from 2009 – 2013. The transition contribution ceased effective January 1, 2014.

- **Discretionary Contribution** – In addition to the above, from time to time, the Company may elect to make a discretionary contribution to the Plan to be determined by the Board of Directors.

The Company made contributions to the plan of $660,543 and $976,017 in 2014 and 2013, respectively.

Employees were able to contribute a maximum of $17,500 of earnings in 2014 and 2013, respectively. Employees attaining age 50 or older during 2014 or 2013 were allowed a catch up contribution of $5,500 in those years.

John Hancock serves as the plan's service provider, Downeast Pension Services is the plan's third party administrator, and Wilmington Trust Company is the plan's trustee.

F. Multiemployer Plans

Not applicable

G. Consolidated/Holding Company Plans

Not applicable

Notes to Financial Statements

H. Postemployment Benefits and Compensated Absences

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

I. Impact of Medicare Modernization Act on Postretirement Benefits

The Medicare Prescription Drug, Improvement and Modernization Act of 2003 (the Act) was signed into law in December of 2003. The Act includes the following two new features to Medicare Part D that could affect the measurement of the accumulated postretirement benefit obligation (APBO) and net periodic postretirement cost for the Plan:

- A federal subsidy (based on 28% of an individual beneficiary's annual prescription drug costs between $250 and $5,000), which is not taxable, to sponsors or retiree healthcare benefit plans that provide a prescription drug benefit that is at least actuarially equivalent to Medicare Part D; and

- The opportunity for a retiree to obtain a prescription drug benefit under Medicare.

The Company sponsors a postretirement health care benefit plan that provides medical and prescription drug coverage eligible officers of the Company. See Note 12A for more details.

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

A. Outstanding Shares

The Company has 5,000,000 shares authorized, 2,500,000 issued and outstanding. All shares are Class A shares.

B. Dividend Rate of Preferred Stock

Not applicable

C. Dividend Restrictions

Without prior approval of its domiciliary commissioner, dividends to shareholders are limited by the laws of the Company's state of incorporation to the greater of prior year income or 10% of surplus. Within the limitations above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders. There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.

Notes to Financial Statements

D. Dates and Amounts of Dividends Paid

The Company paid net dividends of $462,875 during the current year to its Parent as follows:

DATE OF PAYMENT	AMOUNT
January 14, 2014	$40,250
February 14, 2014	$40,250
March 14, 2014	$40,250
April 14, 2014	$40,250
May 14, 2014	$40,250
June 14, 2014	$40,250
July 14, 2014	$40,250
August 14, 2014	$40,250
September 14, 2014	$40,250
October 14, 2014	$40,250
November 14, 2014	$40,250
December 12, 2014	$20,125
TOTAL 2014 NET DIVIDEND PAYMENTS	**$462,875**

In addition to the dividend payments listed above, $157,302 was paid to its Parent. Total dividends charged to unassigned funds in the current year were $620,177. All dividends were ordinary, not requiring regulatory approval.

E. Amount of Ordinary Dividends That May be Paid

Other than the limitations described above in paragraph C, there are no other limitations on the amount of ordinary dividends that may be paid.

F. Restrictions on Unassigned Funds

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

G. Mutual Surplus Advances

Not Applicable

H. Company Stock Held for Special Purposes

Not Applicable

I. Changes in Special Surplus Funds

Not Applicable

J. Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented by cumulative unrealized capital gains is $4,800,124 less applicable deferred taxes of $1,632,042, for a net balance of $3,168,082.

K. Surplus Notes

Not Applicable

L. Impact of Quasi Reorganizations

Notes to Financial Statements

Not Applicable

M. Date of Quasi Reorganizations

Not Applicable

Note 14 – Contingencies

A. Contingent Commitments

Not Applicable

B. Guaranty Fund and Other Assessments

The Company is subject to guaranty fund and other assessments by the states in which it writes business. The Company is permitted by the State of Maine to account for guaranty funds on a cash basis rather than the NAIC prescribed method of accruing at the time of insolvency. In the year 2014, the Company did not have any guaranty fund transactions.

C. Gain Contingencies

Not Applicable

D. Extra Contractual Obligation and Bad Faith Losses

The company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits.

	Direct
Claims related ECO and bad faith losses paid during the reporting period.	$0

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

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

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

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

E. Product Warranties

Not Applicable

F. Joint and Several Liabilities

Not Applicable

G. Other Contingencies and Writedowns for Impairment

At the end of the current and prior year, the Company had admitted assets of $41,638,228 and $38,648,562, respectively in premiums receivable due from policyholders, agents and ceding insurers. The Company routinely assesses the collectability of these receivables. Based upon Company experience, any uncollectible premiums receivable as of the end of the current year are not expected to exceed the nonadmitted amounts and, therefore, no additional provision for uncollectible amounts has been recorded. The potential for any additional loss is not believed to be material to the Company's financial condition.

Notes to Financial Statements

Lawsuits arise against the Company in the normal course of business. Contingent liabilities arising from litigation, income taxes, and other matters are not considered material in relation to the financial position of the Company.

On December 31, 2014, the Company recognized other-than-temporary impairments (OTTI) on 14 common equities, resulting in a writedown of $224,486 and a revised cost basis of $465,513.

Note 15 – Leases

A. Lessee Leasing Arrangements

The Company leases office space for its regional office in Concord, New Hampshire under a non-cancelable lease which will expire on September 22, 2018. Rental expense for the current year and the prior year were $69,632 and $68,520, respectively. The Company also has a leasing agreement for office space for its regional office in Allentown, Pennsylvania, which expired on February 28, 2015 and has been extended on a month to month basis until the Company consummates a new lease for larger office space at another location. Until that lease is finalized, it is not known what the future lease payments will be beyond the month of March, 2015 which was paid prior to this filing. To that end, the cash flows below do not reflect any additional Pennsylvania office lease payments beyond March 31, 2015. Rental expense for the current year and prior year for the Pennsylvania office were $45,510 and $44,404 respectively. Minimum lease payments for the remainder of the lease terms to be incurred are:

2015)	$82,389
2016)	$71,957
2017)	$73,156
2018)	$55,552

B. Lessor Leasing Arrangements

Not Applicable

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

A. Face or Contracts Amounts

Not Applicable

B. Nature and Terms

Not Applicable

C. Exposure to Credit-Related Losses

Not Applicable

D. Collateral Policy

Not Applicable

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

A. Transfers of Receivables Reported as Sales

Not Applicable

Notes to Financial Statements

B. Transfers and Servicing of Financial Assets

Not Applicable

C. Wash Sales

In the course of the Company's asset management, equity securities are sold and reacquired within 30 days of the sale date. No securities with an NAIC designation of 3 or lower were sold and reacquired within 30 days of the sale date.

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

A. Administrative Services Only (ASO) Plans

Not Applicable

B. Administrative Services Contract (ASC) Plans

Not Applicable

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contracts

Not Applicable

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

A. Not Applicable

Note 20 – Fair Value Measurements

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

1. Items Measured and Reported as Fair Value by Levels 1, 2 and 3

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

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

Level 2 – Significant Other Observable Inputs: This category for items measured at fair value on a recurring basis includes bonds which are not exchange traded. The estimated fair values of these items were determined by independent pricing services using observable inputs.

Level 3 – Significant Unobservable Inputs: This category is for items measured at fair value on a recurring basis for which fair value is derived from techniques in which one or more of the significant inputs are unobservable, including broker quotes which are non-binding.

Notes to Financial Statements

2014	Level 1	Level 2	Level 3	Total
Common stocks	33,736,960	-	72,405	33,809,365
Total fair value	$ 33,736,960	$ -	$ 72,405	$ 33,809,365

2013	Level 1	Level 2	Level 3	Total
Common stocks	30,267,981	-	63,328	30,331,309
Bonds	-	235,850	-	235,850
Total fair value	$ 30,267,981	$ 235,850	$ 63,328	$ 30,567,159

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred between Levels 1 and 2. This policy also applies to transfers into or out of Level 3 as stated in paragraph 3 below.

2. Rollforward of Level 3 Items

	2014 Common Stock	**2013** Common Stock
Beginning of year	$ 63,328	$ 59,031
Purchases	-	-
Sales	-	-
Total gains and losses (realized and unrealized)		
Included in net income	-	-
Included in surplus	9,077	4,297
Transfers in and out of significant unobservable inputs	-	-
End of year	$ 72,405	$ 63,328
The amount of total gains or losses for the period included in earnings (or changes in net assets) attributable to the change in unrealized gains or losses relating to assets still held as of December 31	$ -	$ -

3. Policy on Transfers Into and Out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3. During the current year, no transfers into or out of Level 3 were required.

4. Inputs and Techniques Used for Level 2 and Level 3 Fair Values

The common stock carried at fair value and categorized as Level 3 was valued using figures provided by the NAIC Securities Valuation Office, and was derived using the prior-year's book value per share, provided by the issuing company. The bond carried at fair value and categorized as Level 2 was valued using a market approach. These valuations were determined to be Level 2 valuations as quoted markets prices for similar instruments in an active market were utilized.

5. Derivative Fair Values

Not Applicable

B. Other Fair Value Disclosures

Not Applicable

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

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments. The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20A.

Notes to Financial Statements

2014	Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Assets						
Bonds	131,094,168	124,675,973	-	124,675,973	-	-
Common Stocks	33,809,365	33,809,365	33,736,960	-	72,405	-
Cash & cash equivalents	18,387,919	18,387,919	18,387,919	-	-	-
Total fair value	$ 183,291,452	$ 176,873,257	$ 52,124,879	$ 124,675,973	$ 72,405	$ -

D. Financial Instruments for Which Not Practicable to Estimate Fair Values

Not Applicable

Note 21 – Other Items

A. Extraordinary Items

Not Applicable

B. Troubled Debt Restructuring for Debtors

Not Applicable

C. Other Disclosures

Not Applicable

D. Business Interruption Insurance Recoveries

Not Applicable

E. State Transferable and Non-Transferable Tax Credits

Not Applicable

F. Subprime Mortgage Related Risk Exposure

1. Subprime Mortgage Exposures

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

2. Direct Exposure - Mortgage Loans

The Company does not participate in mortgage lending.

3. Direct Exposure - Other Investment Classes

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

- Asset-backed securities
- Debt obligations of financial institutions participating in subprime lending practices
- Unaffiliated equity securities issued by financial institutions participating in subprime lending.

The Company has reviewed its mortgage-backed security portfolio and determined that all of these investments are in pools that are backed by loans

Notes to Financial Statements

made to well-qualified borrowers or in tranches that have minimal default risk. In accordance with SSAP 43R, all residential mortgage-backed securities were examined at year end 2014 for possible other-than-temporary impairments. As explained in Note 5D above, no loss due to other-than-temporary impairments have been realized in 2014 on residential mortgage-backed securities.

At the end of the current year, the Company did not hold any securities with direct exposure to subprime mortgages.

All bonds held that were issued by financial institutions participating in subprime lending activities are investment grade quality. Default risk on these bonds appears minimal at this time.

The Company has no exposure to subprime mortgages in either the mortgage-backed or commercial mortgage-backed security sectors of the market.

The Company has indirect exposures to subprime mortgages in the U.S. Agency sector. The Company has $1.5 million book value in agency debt in the Company's portfolio in Freddie Mac, Fannie Mae, and Federal Home Loan Bank securities. The Company also has indirect exposure to subprime mortgages in the investment-grade corporate bond sector. The Company has $44.1 million book value in investment-grade corporate fixed income securities. Of these corporate holdings, $11.1 million were in the banking sector, $2.1 million were in the brokerage sector, and $1.0 million were in the finance sector.

4. Underwriting Exposure

Not Applicable

Note 22 – Events Subsequent

A. Subsequent events have been considered through February 27, 2015, the date of issuance of these statutory financial statements. There were no events occurring subsequent to the end of the current year that merited recognition or disclosure in these statements.

Note 23 – Reinsurance

A. Unsecured Reinsurance Recoverables

Following are reinsurance recoverables for paid and unpaid losses, loss adjustment expenses and unearned premiums from individual reinsurers that exceed 3% of policyholder surplus:

NAIC Code	Federal ID #	Name of Reinsurer	Amount (000's omitted)
22039	13-2673100	General Reinsurance	$7,177

B. Reinsurance Recoverables in Dispute

The Company does not have reinsurance recoverables in dispute for paid losses and loss adjustment expenses that exceed 5% of policyholders' surplus from an individual reinsurer or exceed 10% of policyholders' surplus in aggregate.

C. Reinsurance Assumed and Ceded and Protected Cells

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

Notes to Financial Statements

	Assumed		Ceded		Assumed Less Ceded	
	Unearned Premiums	**Commission Equity**	**Unearned Premiums**	**Commission Equity**	**Unearned Premiums**	**Commission Equity**
a. Affiliates	0	0	0	0	0	0
b. All Other	0	0	$5,642,624	$1,695,423	($5,642,624)	($1,695,423)
c. Totals	0	0	$5,642,624	$1,695,423	($5,642,624)	($1,695,423)
d. Direct Unearned Premium Reserve is $82,433,040						

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

Description	Direct	Assumed	Ceded	Net
a. Contingent Commissions	$3,350,053	0	0	$3,350,053
b. Sliding Scale Adjustments	0	0	0	0
c. Other Profit Commissions	0	0	$72,834	$ (72,834)
d. Totals	$3,350,053	0	$72,834	$3,277,219

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

D. Uncollectible Reinsurance

Not Applicable

E. Commutation of Ceded Reinsurance

Reinsurance contracts are periodically reviewed to determine if commutation is necessary. Effective January 1, 2014, the Company commuted its quota share reinsurance contract with Ace Property and Casualty Insurance Company for the year 2010. There was no effect on the operating statement as a result of the commutation. The Company did not commute any reinsurance contracts in 2013.

F. Retroactive Reinsurance

Not Applicable

G. Reinsurance Accounted for as a Deposit

Not Applicable

H. Run-off Agreements

Not Applicable

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not Applicable

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. & B. Methods Used to Estimate and Record

Not Applicable.

C. Amount and Percent of Net Retrospective Premiums

Not Applicable

Notes to Financial Statements

D. Medical Loss Ratio Rebates

Not Applicable

E. Calculation of Nonadmitted Accrued Retrospective Premiums

Not Applicable

F. Risk Sharing Provisions of the Affordable Care Act

Not Applicable

Note 25 – Changes in Incurred Losses and Loss Adjustment Expenses

The estimated cost of loss and loss adjustment expenses (LAE) attributable to insured events of prior years decreased by $138,000 during the current year. This decreased the current calendar year losses and LAE incurred by this amount, as shown in the chart below. Increases or decreases of this nature occur as the result of claim settlements during the current year, and as additional information is received regarding unpaid individual claims, causing changes from the original estimates of the cost of these claims. Recent loss development trends are also taken into account in evaluating the overall adequacy of unpaid losses and loss adjustment expenses.

(000's omitted) Lines of Business	2014 Calendar Year Losses and LAE Incurred			2014 Loss Year Losses and LAE Incurred	Shortage (Redundancy)
	Losses Incurred	LAE Incurred	Totals		
Homeowners & Farmowners	$19,874	$2,356	$22,230	$23,129	$ (899)
Auto Liability-Private Passenger	19,457	2,924	22,381	23,241	(860)
Auto Liability-Commercial	4,346	554	4,900	4,934	(34)
Commercial Multiple Peril	9,694	3,271	12,965	11,637	1,328
Other Liability-Occurrence	161	(4)	157	382	(225)
Special Property	1,963	166	2,129	2,111	18
Auto Physical Damage	22,486	4,832	27,318	26,784	534
Totals	$77,981	$14,099	$92,080	$92,218	$ (138)

Note 26 – Intercompany Pooling Arrangements

A. Not Applicable

Note 27 – Structured Settlements

A. Reserves Released due to Purchase of Annuities

Not Applicable

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

Not Applicable

Note 28 – Health Care Receivables

A. Pharmaceutical Rebate Receivables

Not Applicable

B. Risk Sharing Receivables

Notes to Financial Statements

Not Applicable

Note 29 – Participating Policies

A. Not Applicable

Note 30 – Premium Deficiency Reserves

A. Not Applicable

Note 31 – High Deductibles

A. Not Applicable

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

A. Tabular Discounts

Not Applicable

B. Non-Tabular Discounts

Not Applicable

C. Changes in Discount Assumptions

Not Applicable

Note 33 – Asbestos and Environmental Reserves

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

Not Applicable

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

Not Applicable

C. Asbestos LAE Reserve, Direct, Assumed and Net

Not Applicable

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

Not Applicable

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

Not Applicable

F. Environmental LAE Reserve, Direct, Assumed and Net

Not Applicable

Note 34 – Subscriber Savings Accounts

A. Not Applicable

Note 35 – Multiple Peril Crop Insurance

A. Not Applicable

Notes to Financial Statements

Note 36 – Financial Guaranty Insurance

A. Not Applicable

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES
GENERAL

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes[X] No[ ]
If yes, complete Schedule Y, Parts 1, 1A and 2.
1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes[X] No[ ] N/A[ ]
1.3 State Regulating? Maine

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. 12/31/2010
3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2010
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). 10/27/2011
3.4 By what department or departments?
Maine Bureau of Insurance
3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with departments? Yes[ ] 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]
5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

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

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes[ ] No[X]
7.2 If yes,
7.21 State the percentage of foreign control 0.000%
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 location (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
		Yes[ ] No[X]	Yes[ ] No[X]	Yes[ ] No[X]	Yes[ ] No[X]

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
PriceWaterhouseCoopers, LLP, 125 High Street, Boston, MA 02110-1707

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 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 17A of the Model Regulation, or substantially similar state law or regulation? Yes[ ] No[X]
10.4 If response to 10.3 is "yes," provide information related to this exemption:
10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes[X] No[ ] N/A[ ]
10.6 If the response to 10.5 is "NO" or "N/A" please explain:

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

GENERAL INTERROGATORIES (Continued)

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 0
12.13 Total book/adjusted carrying value $ 0
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[ ] N/A[X]
13.3 Have there been any changes made to any of the trust indentures during the year? Yes[ ] No[ ] N/A[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? Yes[X] No[ ]
a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
c. Compliance with applicable governmental laws, rules and regulations;
d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
e. Accountability for adherence to the code.
14.11 If the response to 14.1 is no, please explain:
14.2 Has the code of ethics for senior managers been amended? Yes[ ] No[X]
14.21 If the response to 14.2 is yes, provide information related to amendment(s).
14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes[ ] No[X]
14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes[ ] No[X]
15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

	1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
15.2001				0

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 $ 0
20.12 To stockholders not officers $ 0
20.13 Trustees, supreme or grand (Fraternal only) $ 0
20.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
20.21 To directors or other officers $ 0
20.22 To stockholders not officers $ 0
20.23 Trustees, supreme or grand (Fraternal only) $ 0

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being 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 $ 0
21.22 Borrowed from others $ 0
21.23 Leased from others $ 0
21.24 Other $ 0

22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes[X] No[ ]
22.2 If answer is yes:
22.21 Amount paid as losses or risk adjustment $ 0
22.22 Amount paid as expenses $ 134,509
22.23 Other amounts paid $ 0

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[X] No[ ]
23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $ 5,871

INVESTMENT

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes[ ] No[X]
24.02 If no, give full and complete information, relating thereto
See Interrogatory 28 below
24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes[ ] No[ ] N/A[X]
24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. $ 0
24.06 If answer to 24.04 is no, report amount of collateral for other programs. $ 0
24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes[ ] No[ ] N/A[X]
24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes[ ] No[ ] N/A[X]

GENERAL INTERROGATORIES (Continued)

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 reinvested collateral assets reported on Schedule DL, Parts 1 and 2. $ 0

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

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

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes[X] No[ ]

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

25.21	Subject to repurchase agreements	$ 0
25.22	Subject to reverse repurchase agreements	$ 0
25.23	Subject to dollar repurchase agreements	$ 0
25.24	Subject to reverse dollar repurchase agreements	$ 0
25.25	Placed under option agreements	$ 0
25.26	Letter stock or securities restricted as to sale - excluding FHLB Capital Stock	$ 0
25.27	FHLB Capital Stock	$ 0
25.28	On deposit with states	$ 1,388,329
25.29	On deposit with other regulatory bodies	$ 0
25.30	Pledged as collateral - excluding collateral pledged to an FHLB	$ 0
25.31	Pledged as collateral to FHLB - including assets backing funding agreements	$ 0
25.32	Other	$ 0

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
		0

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

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

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

27.2 If yes, state the amount thereof at December 31 of the current year. $ 0

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

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

1 Name of Custodian(s)	2 Custodian's Address
TD Bank, N.A.	1006 Astoria Boulevard, Cherry Hill, NJ 08034
UBS Financial Services, Inc.	1285 Avenue of the Americas, New York, NY 10019

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 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository Number(s)	2 Name	3 Address
UBS Financial Services, Inc.	Jason Viola	One City Center, 7th Floor, Portland, ME 04101
Columbia Management Advisors		225 Franklin Street, Boston, MA 02110
Blackrock		Park Avenue Plaza, 55 East 52nd Street, New York, NY 10055
Herndon Capital Management		191 Peachtree Street, NE, Suite 2500, Atlanta, GA 30303
Boston Trust		One Beacon Street, 3rd Floor, Boston, MA 02108
Earnest Partners, LLC		1180 Peachtree Street, Suite 2300, Atlanta, GA 30309
Bahl & Gaynor		28025 IH 10 West, Boerne, TX 78006
Conning Asset Management	Garett Plona	One Financial Plaza, Hartford, CT 06103-2627

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

29.2 If yes, complete the following schedule:

GENERAL INTERROGATORIES (Continued)

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29875E100	American Funds Euro Pacific Funds - Class F	1,272,809
90386H107	Apex CM Small/Mid Cap Growth Fund	1,732,329
197199813	Columbia Acorn International Fund Class Z	1,009,774
413838202	Oakmark International Fund	969,112
683974505	Oppenheimer Developing Market Fund	1,118,262
92828T889	Virtus Emerging Markets Opportunities Fund	1,192,189
29.2999 Total		7,294,475

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

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
American Funds Euro Pacific Funds - Class F	Novo Nordisk	52,312	12/31/2014
American Funds Euro Pacific Funds - Class F	Bayer AG	32,329	12/31/2014
American Funds Euro Pacific Funds - Class F	Novartis AG	29,656	12/31/2014
American Funds Euro Pacific Funds - Class F	SOFTBANK Corp	26,602	12/31/2014
American Funds Euro Pacific Funds - Class F	Prudential PLC	24,183	12/31/2014
Apex CM Small/Mid Cap Growth Fund	Signet Jewelers LTD	49,545	12/31/2014
Apex CM Small/Mid Cap Growth Fund	Expedia Inc	46,080	12/31/2014
Apex CM Small/Mid Cap Growth Fund	Robert Half International Inc	44,867	12/31/2014
Apex CM Small/Mid Cap Growth Fund	Universal Health Services Inc Class B	41,576	12/31/2014
Apex CM Small/Mid Cap Growth Fund	PetSmart Inc	40,190	12/31/2014
Columbia Acorn International Fund Class Z	Coronation Fund Managers Ltd	18,984	12/31/2014
Columbia Acorn International Fund Class Z	Naspers LTD Class N	13,834	12/31/2014
Columbia Acorn International Fund Class Z	CCL Industries Inc	12,925	12/31/2014
Columbia Acorn International Fund Class Z	WuXi PharmaTech Inc ADR	11,612	12/31/2014
Columbia Acorn International Fund Class Z	Zee Entertainment Enterprises LTD	11,208	12/31/2014
Oakmark International Fund	Credit Suisse Group	49,909	12/31/2014
Oakmark International Fund	BNP Paribas	36,826	12/31/2014
Oakmark International Fund	CIE Financiere Richemont SA	32,465	12/31/2014
Oakmark International Fund	Allianz SE	31,981	12/31/2014
Oakmark International Fund	Daimler AG	31,981	12/31/2014
Oppenheimer Developing Market Fund	Baidu, Inc.	53,341	12/31/2014
Oppenheimer Developing Market Fund	Housing Development Finance Corp LTD	34,554	12/31/2014
Oppenheimer Developing Market Fund	Infosys LTD	28,963	12/31/2014
Oppenheimer Developing Market Fund	Magnit PJSC	25,385	12/31/2014
Oppenheimer Developing Market Fund	ICICI Bank LTD ADR	25,161	12/31/2014
Virtus Emerging Markets Opportunities Fund	British American Tobacco PLC	66,643	12/31/2014
Virtus Emerging Markets Opportunities Fund	Housing Development Finance Corp LTD	58,060	12/31/2014
Virtus Emerging Markets Opportunities Fund	ITC LTD	51,383	12/31/2014
Virtus Emerging Markets Opportunities Fund	Ambev SA ADR	42,442	12/31/2014
Virtus Emerging Markets Opportunities Fund	HDFC Bank LTD	40,177	12/31/2014

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	124,675,973	131,094,168	6,418,195
30.2	Preferred stocks	0	0	0
30.3	Totals	124,675,973	131,094,168	6,418,195

30.4 Describe the sources or methods utilized in determining the fair values
Fair values obtained from Conning Asset Management

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[X] No[ ]

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[X] No[ ] N/A[ ]

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

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

32.2 If no, list exceptions:

OTHER

33.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any? $ 781,778

33.2 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.

GENERAL INTERROGATORIES (Continued)

1 Name	2 Amount Paid
Insurance Services Office	598,429

34.1 Amount of payments for legal expenses, if any? $ 33,085

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

1 Name	2 Amount Paid
Verrill & Dana	23,239

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or department of government, if any? $ 18,038

35.2 List the name of 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
Soltan Bass LLC	12,028

GENERAL INTERROGATORIES (Continued)

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes[ ] No[X]
1.2 If yes, indicate premium earned on U.S. business only. $ 0
1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? $ 0
1.31 Reason for excluding:
1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. $ 0
1.5 Indicate total incurred claims on all Medicare Supplement insurance. $ 0
1.6 Individual policies
Most current three years:
1.61 Total premium earned $ 0
1.62 Total incurred claims $ 0
1.63 Number of covered lives 0
All years prior to most current three years:
1.64 Total premium earned $ 0
1.65 Total incurred claims $ 0
1.66 Number of covered lives 0
1.7 Group policies
Most current three years:
1.71 Total premium earned $ 0
1.72 Total incurred claims $ 0
1.73 Number of covered lives 0
All years prior to most current three years:
1.74 Total premium earned $ 0
1.75 Total incurred claims $ 0
1.76 Number of covered lives 0

2. Health Test

		1 Current Year	2 Prior Year
2.1	Premium Numerator	0	0
2.2	Premium Denominator	136,839,611	126,715,786
2.3	Premium Ratio (2.1 / 2.2)	0.000	0.000
2.4	Reserve Numerator	0	0
2.5	Reserve Denominator	123,278,995	116,112,887
2.6	Reserve Ratio (2.4 / 2.5)	0.000	0.000

3.1 Does the reporting entity issue both participating and non-participating policies? Yes[ ] No[X]
3.2 If yes, state the amount of calendar year premiums written on:
3.21 Participating policies $ 0
3.22 Non-participating policies $ 0

4. For Mutual reporting entities and Reciprocal Exchanges only:
4.1 Does the reporting entity issue assessable policies? Yes[ ] No[ ] N/A[X]
4.2 Does the reporting entity issue non-assessable policies? Yes[ ] No[ ] N/A[X]
4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? 0%
4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. $ 0

5. For Reciprocal Exchanges Only:
5.1 Does the exchange appoint local agents? Yes[ ] No[ ] N/A[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[ ] N/A[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:
The Company does not write Workers' Compensation Insurance.
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:
The Company utilizes the services of JLT Towers Re to perform a catastrophe exposure analysis for hurricane and winter storm possible losses.
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:
The Company carries catastrophe reinsurance to cover loss events which exceed $4,000,000. This retention amount was increased from $3,000,000 effective January 1, 2014.
6.4 Does the reporting entity carry catastrophic reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes[X] No[ ]
6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss

7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes[ ] No[X]
7.2 If yes, indicate the number of reinsurance contracts containing such provisions. 0
7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes[ ] No[ ] N/A[X]

8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes[X] No[ ]
8.2 If yes, give full information.
Effective January 1, 2014, the Company commuted its quota share reinsurance contract with ACE Property and Casualty Insurance Company for the year 2010.

9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:

GENERAL INTERROGATORIES (Continued)

(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
(c) Aggregate stop loss reinsurance coverage;
(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. Yes[ ] No[X]

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

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

9.4 Except for transactions meeting the requirements of paragraph 31 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes[ ] No[X]

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

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

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes[X] No[ ] N/A[ ]

11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force? Yes[ ] No[X]
11.2 If yes, give full information:

12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
12.11 Unpaid losses $ 0
12.12 Unpaid underwriting expenses (including loss adjustment expenses) $ 0
12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds. $ 0
12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes[ ] No[ ] N/A[X]
12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
12.41 From 0.000%
12.42 To 0.000%
12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes[ ] No[X]
12.6 If yes, state the amount thereof at December 31 of current year:
12.61 Letters of Credit $ 0
12.62 Collateral and other funds $ 0

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): $ 443,750
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. 2

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[ ] N/A[X]
14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes[ ] No[ ] N/A[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	0	0	0	0	0
16.12	Products	0	0	0	0	0
16.13	Automobile	0	0	0	0	0
16.14	Other *	0	0	0	0	0

* Disclose type of coverage:

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that it excludes from Schedule F - Part 5? Yes[ ] No[X]
Incurred but not reported losses on contracts in force prior to July 1, 1984 and not subsequently renewed are exempt from inclusion in Schedule F - Part 5. 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 $ 0

GENERAL INTERROGATORIES (Continued)

17.12 Unfunded portion of Interrogatory 17.11	$ 0
17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11	$ 0
17.14 Case reserves portion of Interrogatory 17.11	$ 0
17.15 Incurred but not reported portion of Interrogatory 17.11	$ 0
17.16 Unearned premium portion of Interrogatory 17.11	$ 0
17.17 Contingent commission portion of Interrogatory 17.11	$ 0
Provide the following information for all other amounts included in Schedule F - Part 3 and excluded from Schedule F - Part 5, not included above.	
17.18 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5	$ 0
17.19 Unfunded portion of Interrogatory 17.18	$ 0
17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18	$ 0
17.21 Case reserves portion of Interrogatory 17.18	$ 0
17.22 Incurred but not reported portion of Interrogatory 17.18	$ 0
17.23 Unearned premium portion of Interrogatory 17.18	$ 0
17.24 Contingent commission portion of Interrogatory 17.18	$ 0

18.1 Do you act as a custodian for health savings accounts?	Yes[ ] No[X]
18.2 If yes, please provide the amount of custodial funds held as of the reporting date:	$ 0
18.3 Do you act as an administrator for health savings accounts?	Yes[ ] No[X]
18.4 If yes, please provide the balance of the funds administered as of the reporting date:	$ 0

FIVE - YEAR HISTORICAL DATA

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

		1 2014	2 2013	3 2012	4 2011	5 2010
	Gross Premiums Written (Page 8, Part 1B, Columns 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)	43,632,581	41,057,180	39,187,329	37,238,182	34,925,696
2.	Property Lines (Lines 1, 2, 9, 12, 21, & 26)	37,212,021	34,254,797	32,639,783	31,130,735	29,278,846
3.	Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)	79,571,438	73,444,671	67,848,276	64,945,223	61,715,349
4.	All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
5.	Nonproportional Reinsurance Lines (Lines 31, 32, & 33)	0	0	0	0	0
6.	TOTAL (Line 35)	160,416,040	148,756,648	139,675,388	133,314,140	125,919,891
	Net Premiums Written (Page 8, Part 1B, Column 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)	38,113,169	37,874,760	33,317,026	30,065,660	26,122,181
8.	Property Lines (Lines 1, 2, 9, 12, 21 & 26)	35,538,357	32,993,833	29,503,642	26,772,299	23,707,668
9.	Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)	68,639,602	64,691,480	55,256,533	50,443,729	44,750,355
10.	All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
11.	Non-proportional Reinsurance Lines (Lines 31, 32 & 33)	0	0	0	0	0
12.	TOTAL (Line 35)	142,291,128	135,560,073	118,077,201	107,281,688	94,580,204
	Statement of Income (Page 4)					
13.	Net underwriting gain or (loss) (Line 8)	(2,918,888)	1,847,950	1,810,410	634,030	2,153,590
14.	Net investment gain or (loss) (Line 11)	5,469,804	5,492,140	4,686,184	6,335,426	4,756,742
15.	TOTAL other income (Line 15)	1,032,864	647,868	891,291	969,393	928,156
16.	Dividends to policyholders (Line 17)	0	0	0	0	0
17.	Federal and foreign income taxes incurred (Line 19)	187,455	2,191,810	2,087,912	1,201,356	1,668,036
18.	Net income (Line 20)	3,396,325	5,796,148	5,299,973	6,737,493	6,170,452
	Balance Sheet Lines (Pages 2 and 3)					
19.	TOTAL admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	233,827,582	225,328,952	205,124,517	192,443,537	184,113,397
20.	Premiums and considerations (Page 2, Column 3)					
	20.1 In course of collection (Line 15.1)	5,688,558	5,318,461	4,872,570	4,645,840	15,709,205
	20.2 Deferred and not yet due (Line 15.2)	35,949,670	33,330,101	30,767,904	29,507,692	16,155,514
	20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21.	TOTAL liabilities excluding protected cell business (Page 3, Line 26)	143,664,788	137,622,889	126,045,627	119,466,084	114,769,014
22.	Losses (Page 3, Line 1)	37,262,431	36,820,412	31,359,498	29,329,414	28,877,002
23.	Loss adjustment expenses (Page 3, Line 3)	9,226,147	7,953,575	7,125,275	6,891,164	7,083,000
24.	Unearned premiums (Page 3, Line 9)	76,790,417	71,338,900	62,494,614	57,250,195	52,125,414
25.	Capital paid up (Page 3, Lines 30 & 31)	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
26.	Surplus as regards policyholders (Page 3, Line 37)	90,162,794	87,706,063	79,078,890	72,977,453	69,344,383
	Cash Flow (Page 5)					
27.	Net cash from operations (Line 11)	8,712,780	15,848,747	11,926,315	8,423,652	6,768,363
	Risk-Based Capital Analysis					
28.	TOTAL adjusted capital	90,162,794	87,706,063	79,078,890	72,977,453	69,344,383
29.	Authorized control level risk-based capital	9,796,587	9,668,382	8,510,504	7,609,014	7,009,489
	Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3) (Item divided by Page 2, Line 12, Column 3) x 100.0					
30.	Bonds (Line 1)	68.4	69.0	71.2	74.6	73.9
31.	Stocks (Lines 2.1 & 2.2)	18.5	17.4	14.3	13.3	12.6
32.	Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33.	Real estate (Lines 4.1, 4.2 & 4.3)	2.9	3.2	3.6	3.9	4.2
34.	Cash, cash equivalents and short-term investments (Line 5)	10.1	10.5	10.1	8.1	9.3
35.	Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36.	Derivatives (Line 7)	0.0	0.0	0.0	0.0	0.0
37.	Other invested assets (Line 8)	0.0	0.0	0.0	0.0	0.0
38.	Receivables for securities (Line 9)	0.0	0.0	0.8	0.0	0.0
39.	Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	0.0	0.0
40.	Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41.	Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
	Investments in Parent, Subsidiaries and Affiliates					
42.	Affiliated bonds, (Schedule D, Summary, Line 12, Column 1)	0	0	0	0	0
43.	Affiliated preferred stocks (Schedule D, Summary, Line 18, Column 1)	0	0	0	0	0
44.	Affiliated common stocks (Schedule D, Summary, Line 24, Column 1)	0	0	0	0	0
45.	Affiliated short-term investments (subtotals included in Schedule DA Verification, Column 5, Line 10)	0	0	0	0	0
46.	Affiliated mortgage loans on real estate	0	0	0	0	0
47.	All other affiliated	0	0	0	0	0
48.	TOTAL of above Lines 42 to 47	0	0	0	0	0
49.	TOTAL investment in parent included in Lines 42 to 47 above	0	0	0	0	0
50.	Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Column 1, Line 37 x 100.0)	0.0	0.0	0.0	0.0	0.0

FIVE - YEAR HISTORICAL DATA (Continued)

	1 2014	2 2013	3 2012	4 2011	5 2010
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains or (Losses) (Line 24)	(242,722)	2,186,251	1,466,005	(2,441,467)	692,492
52. Dividends to stockholders (Line 35)	(620,177)	(598,918)	(659,694)	(600,173)	(955,008)
53. Change in surplus as regards policyholders for the year (Line 38)	2,456,731	8,627,172	6,101,437	3,633,071	5,586,504
Gross Losses Paid (Page 9, Part 2, Columns 1 and 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)	25,825,733	22,020,801	21,122,436	18,913,842	18,403,452
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	24,399,464	18,656,712	17,133,931	18,300,017	14,754,555
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22, & 27)	32,945,051	26,276,814	28,203,424	26,489,562	26,637,626
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59. TOTAL (Line 35)	83,170,249	66,954,327	66,459,791	63,703,421	59,795,633
Net Losses Paid (Page 9, Part 2, Column 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)	23,554,770	19,296,638	17,398,849	15,878,090	15,201,092
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	24,331,566	18,564,938	16,031,876	16,147,162	12,815,107
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22, & 27)	29,652,843	22,060,088	24,349,084	22,945,702	21,835,805
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30, & 34)	0	0	0	0	0
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65. TOTAL (Line 35)	77,539,180	59,921,664	57,779,809	54,970,954	49,852,004
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)	57.0	51.6	53.0	54.3	53.0
68. Loss expenses incurred (Line 3)	10.3	9.5	8.9	8.8	8.9
69. Other underwriting expenses incurred (Line 4)	34.8	37.4	36.5	36.3	35.7
70. Net underwriting gain (loss) (Line 8)	(2.1)	1.5	1.6	0.6	2.3
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Column 6, Line 35 x 100.0)	32.8	34.5	34.1	33.7	33.8
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	67.3	61.1	61.9	63.0	61.9
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Column 6, Line 35 divided by Page 3, Line 37, Column 1 x 100.0)	157.8	154.6	149.3	147.0	136.4
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Column 11)	(582)	1,349	(621)	(2,742)	(2,551)
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, Column 1 x 100.0)	(0.7)	1.7	(0.9)	(4.0)	(4.0)
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, Column 12)	1,535	445	(3,222)	(4,095)	(5,654)
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, Column 2 x 100.0)	1.9	0.6	(4.6)	(6.4)	(9.7)

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

If no, please explain::

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

($000 omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported - Direct and Assumed
	Direct and Assumed	Ceded	Net (Columns 1 - 2)	4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded	Salvage and Subrogation Received	Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)	
1. Prior	XXX	XXX	XXX	(11)	(1)	29	0	1	0	11	19	XXX
2. 2005	98,072	25,327	72,745	43,891	9,152	1,268	140	6,030	325	2,453	41,572	XXX
3. 2006	104,395	26,184	78,211	49,074	10,170	990	140	6,237	286	2,596	45,704	XXX
4. 2007	108,468	26,906	81,562	61,246	13,412	1,449	110	7,169	526	2,887	55,816	XXX
5. 2008	112,034	27,983	84,051	66,894	13,290	1,740	176	7,643	551	3,037	62,259	XXX
6. 2009	116,195	28,692	87,503	58,529	9,775	1,798	188	7,098	597	2,891	56,865	XXX
7. 2010	122,514	30,432	92,082	58,606	10,200	1,691	183	7,386	366	2,906	56,933	XXX
8. 2011	129,592	27,435	102,157	67,160	10,306	1,564	155	8,076	210	3,510	66,129	XXX
9. 2012	136,585	23,752	112,833	64,517	8,052	1,649	141	8,316	160	3,978	66,129	XXX
10. 2013	143,389	16,673	126,716	61,550	4,531	562	3	9,340	47	3,492	66,872	XXX
11. 2014	154,136	17,297	136,840	58,014	980	194	6	8,731	2	3,249	65,951	XXX
12. Totals	XXX	XXX	XXX	589,470	89,866	12,933	1,243	76,027	3,070	31,011	584,252	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR						
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded	Salvage and Subrogation Anticipated	Total Net Losses and Expenses Unpaid	Number of Claims Outstanding Direct and Assumed
1. Prior	31	2	0	0	0	0	0	0	1	0	0	29	XXX
2. 2005	50	0	0	0	0	0	0	0	5	0	0	55	XXX
3. 2006	0	0	7	1	0	0	1	0	1	0	0	8	XXX
4. 2007	344	20	17	3	0	0	5	1	9	1	0	350	XXX
5. 2008	269	0	28	6	0	0	22	6	27	6	0	327	XXX
6. 2009	297	0	(55)	(3)	0	0	56	15	69	15	0	341	XXX
7. 2010	1,870	350	(142)	(2)	0	0	126	31	145	31	0	1,590	XXX
8. 2011	2,614	612	(182)	36	0	0	390	123	437	89	3	2,399	XXX
9. 2012	6,074	1,518	(205)	85	0	0	814	185	947	185	13	5,657	XXX
10. 2013	6,982	467	1,151	344	0	0	1,171	221	1,416	222	32	9,467	XXX
11. 2014	19,251	943	3,906	664	0	0	3,143	555	2,260	132	352	26,266	XXX
12. Totals	37,782	3,912	4,525	1,132	0	0	5,729	1,138	5,317	681	400	46,488	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense	Inter-Company Pooling Participation Percentage	35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	29	1
2. 2005	51,244	9,617	41,627	52.3	38.0	57.2	0	0	0.0	50	5
3. 2006	56,309	10,597	45,712	53.9	40.5	58.4	0	0	0.0	6	2
4. 2007	70,239	14,073	56,166	64.8	52.3	68.9	0	0	0.0	338	12
5. 2008	76,622	14,036	62,586	68.4	50.2	74.5	0	0	0.0	291	36
6. 2009	67,792	10,586	57,206	58.3	36.9	65.4	0	0	0.0	245	96
7. 2010	69,683	11,160	58,523	56.9	36.7	63.6	0	0	0.0	1,380	209
8. 2011	80,059	11,531	68,528	61.8	42.0	67.1	0	0	0.0	1,784	615
9. 2012	82,112	10,325	71,787	60.1	43.5	63.6	0	0	0.0	4,267	1,391
10. 2013	82,174	5,835	76,339	57.3	35.0	60.2	0	0	0.0	7,322	2,144
11. 2014	95,499	3,281	92,218	62.0	19.0	67.4	0	0	0.0	21,550	4,716
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	37,262	9,226

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

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) 1 2005	2 2006	3 2007	4 2008	5 2009	6 2010	7 2011	8 2012	9 2013	10 2014	DEVELOPMENT 11 One Year	12 Two Year
1. Prior	13,331	12,760	11,413	10,972	10,821	10,518	10,834	11,009	10,950	10,965	15	(44)
2. 2005	41,667	38,065	36,471	36,271	36,253	36,125	36,052	35,939	35,923	35,917	(6)	(22)
3. 2006	XXX	45,332	42,724	41,146	40,501	40,434	39,986	39,968	39,802	39,760	(42)	(208)
4. 2007	XXX	XXX	54,762	50,636	49,723	49,923	49,641	49,415	49,270	49,515	245	100
5. 2008	XXX	XXX	XXX	59,114	56,530	55,485	54,860	54,898	55,327	55,474	147	576
6. 2009	XXX	XXX	XXX	XXX	52,385	51,177	50,745	50,660	50,530	50,650	120	(10)
7. 2010	XXX	XXX	XXX	XXX	XXX	52,486	51,288	51,037	51,593	51,389	(204)	352
8. 2011	XXX	XXX	XXX	XXX	XXX	XXX	59,951	59,810	60,407	60,314	(93)	504
9. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	62,583	62,866	62,870	4	287
10. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	66,619	65,851	(768)	XXX
11. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	81,360	XXX	XXX
12. TOTALS											(582)	1,535

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) 1 2005	2 2006	3 2007	4 2008	5 2009	6 2010	7 2011	8 2012	9 2013	10 2014	11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
1. Prior	000	5,280	8,375	9,623	10,129	10,295	10,518	10,670	10,918	10,937	XXX	XXX
2. 2005	23,811	30,568	32,575	34,070	35,038	35,476	35,728	35,876	35,873	35,867	XXX	XXX
3. 2006	XXX	28,034	35,091	37,815	38,397	39,518	39,845	39,864	39,744	39,754	XXX	XXX
4. 2007	XXX	XXX	34,610	43,469	44,560	46,952	48,331	48,663	48,962	49,172	XXX	XXX
5. 2008	XXX	XXX	XXX	37,974	49,007	51,990	52,801	53,732	54,494	55,168	XXX	XXX
6. 2009	XXX	XXX	XXX	XXX	35,641	43,895	46,908	48,448	49,661	50,364	XXX	XXX
7. 2010	XXX	XXX	XXX	XXX	XXX	36,003	44,697	47,462	48,842	49,913	XXX	XXX
8. 2011	XXX	XXX	XXX	XXX	XXX	XXX	42,133	52,731	55,915	58,263	XXX	XXX
9. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	43,221	53,385	57,974	XXX	XXX
10. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	44,810	57,579	XXX	XXX
11. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	57,222	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) 1 2005	2 2006	3 2007	4 2008	5 2009	6 2010	7 2011	8 2012	9 2013	10 2014
1. Prior	4,813	2,188	730	250	197	36	16	2	0	0
2. 2005	5,854	2,712	805	443	132	28	59	13	0	0
3. 2006	XXX	5,336	2,279	926	335	171	56	15	0	7
4. 2007	XXX	XXX	5,014	1,757	839	362	179	(11)	21	18
5. 2008	XXX	XXX	XXX	3,943	2,220	990	379	76	52	37
6. 2009	XXX	XXX	XXX	XXX	2,642	1,611	571	202	80	(11)
7. 2010	XXX	XXX	XXX	XXX	XXX	2,466	778	251	286	(45)
8. 2011	XXX	XXX	XXX	XXX	XXX	XXX	2,820	876	660	49
9. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,671	1,231	340
10. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,784	1,757
11. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,831

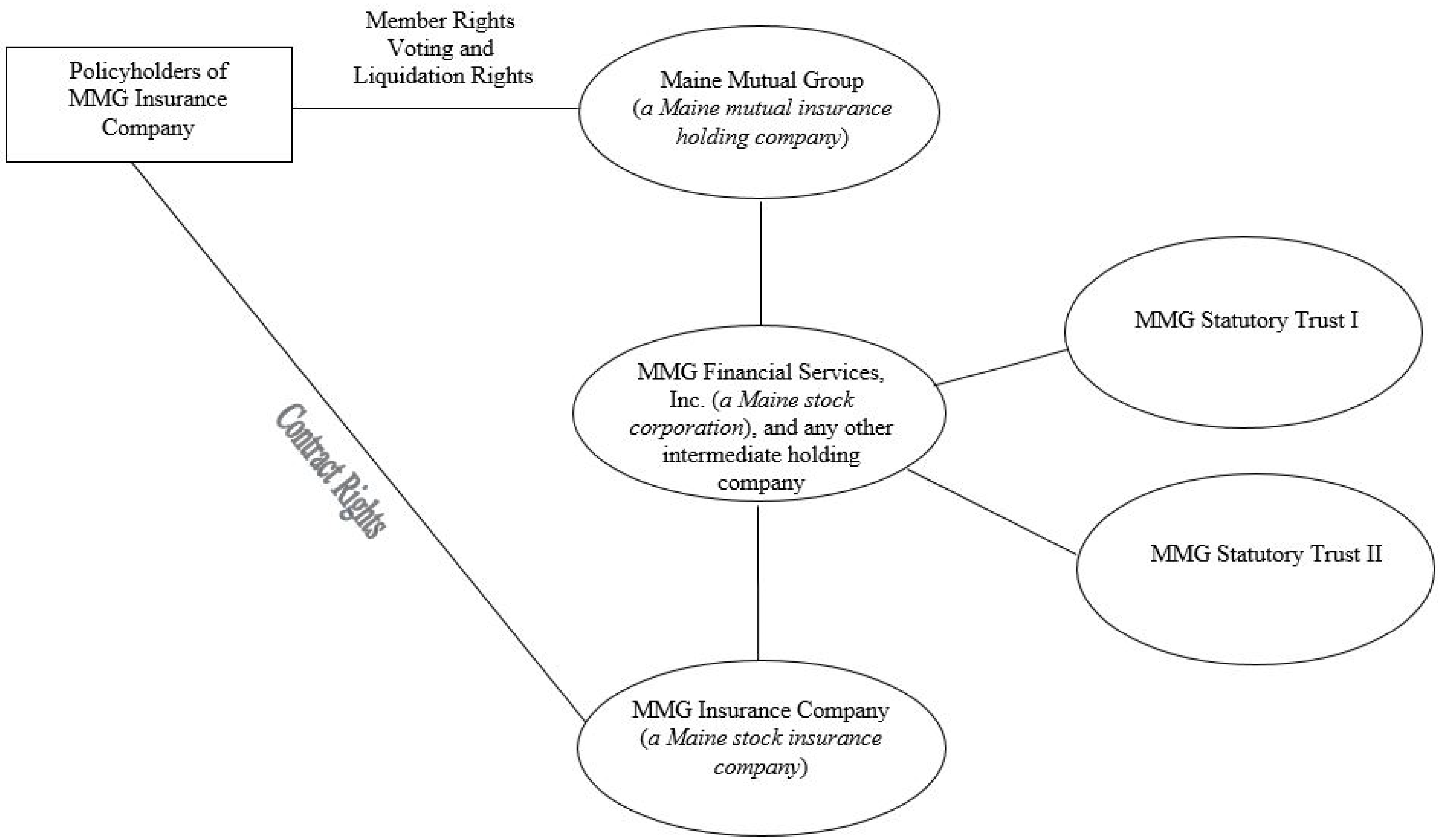
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES

		1	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4	5	6	7	8	9
			2	3						
	States, Etc.	Active Status	Direct Premiums Written	Direct Premiums Earned	Dividends Paid or Credited to Policyholders on Direct Business	Direct Losses Paid (Deducting Salvage)	Direct Losses Incurred	Direct Losses Unpaid	Finance and Service Charges Not Included in Premiums	Direct Premium Written for Federal Purchasing Groups (Included in Column 2)
1.	Alabama (AL)	N	0	0	0	0	0	0	0	0
2.	Alaska (AK)	N	0	0	0	0	0	0	0	0
3.	Arizona (AZ)	N	0	0	0	0	0	0	0	0
4.	Arkansas (AR)	N	0	0	0	0	0	0	0	0
5.	California (CA)	N	0	0	0	0	0	0	0	0
6.	Colorado (CO)	N	0	0	0	0	0	0	0	0
7.	Connecticut (CT)	N	0	0	0	0	0	0	0	0
8.	Delaware (DE)	N	0	0	0	0	0	0	0	0
9.	District of Columbia (DC)	N	0	0	0	0	0	0	0	0
10.	Florida (FL)	N	0	0	0	0	0	0	0	0
11.	Georgia (GA)	N	0	0	0	0	0	0	0	0
12.	Hawaii (HI)	N	0	0	0	0	0	0	0	0
13.	Idaho (ID)	N	0	0	0	0	0	0	0	0
14.	Illinois (IL)	N	0	0	0	0	0	0	0	0
15.	Indiana (IN)	N	0	0	0	0	0	0	0	0
16.	Iowa (IA)	N	0	0	0	0	0	0	0	0
17.	Kansas (KS)	N	0	0	0	0	0	0	0	0
18.	Kentucky (KY)	N	0	0	0	0	0	0	0	0
19.	Louisiana (LA)	N	0	0	0	0	0	0	0	0
20.	Maine (ME)	L	66,844,686	65,133,561	0	33,085,047	31,413,257	16,615,721	427,172	0
21.	Maryland (MD)	N	0	0	0	0	0	0	0	0
22.	Massachusetts (MA)	N	0	0	0	0	0	0	0	0
23.	Michigan (MI)	N	0	0	0	0	0	0	0	0
24.	Minnesota (MN)	N	0	0	0	0	0	0	0	0
25.	Mississippi (MS)	N	0	0	0	0	0	0	0	0
26.	Missouri (MO)	N	0	0	0	0	0	0	0	0
27.	Montana (MT)	N	0	0	0	0	0	0	0	0
28.	Nebraska (NE)	N	0	0	0	0	0	0	0	0
29.	Nevada (NV)	N	0	0	0	0	0	0	0	0
30.	New Hampshire (NH)	L	42,274,860	41,301,158	0	19,886,583	18,067,600	11,065,225	270,158	0
31.	New Jersey (NJ)	N	0	0	0	0	0	0	0	0
32.	New Mexico (NM)	N	0	0	0	0	0	0	0	0
33.	New York (NY)	L	0	0	0	0	0	0	0	0
34.	North Carolina (NC)	N	0	0	0	0	0	0	0	0
35.	North Dakota (ND)	N	0	0	0	0	0	0	0	0
36.	Ohio (OH)	N	0	0	0	0	0	0	0	0
37.	Oklahoma (OK)	N	0	0	0	0	0	0	0	0
38.	Oregon (OR)	N	0	0	0	0	0	0	0	0
39.	Pennsylvania (PA)	L	25,118,000	23,402,558	0	16,188,623	17,428,799	7,434,846	160,517	0
40.	Rhode Island (RI)	N	0	0	0	0	0	0	0	0
41.	South Carolina (SC)	N	0	0	0	0	0	0	0	0
42.	South Dakota (SD)	N	0	0	0	0	0	0	0	0
43.	Tennessee (TN)	N	0	0	0	0	0	0	0	0
44.	Texas (TX)	N	0	0	0	0	0	0	0	0
45.	Utah (UT)	N	0	0	0	0	0	0	0	0
46.	Vermont (VT)	L	22,830,618	22,071,440	0	13,336,639	12,829,799	6,537,339	145,899	0
47.	Virginia (VA)	L	3,264,287	2,227,515	0	610,242	1,056,541	605,611	20,860	0
48.	Washington (WA)	N	0	0	0	0	0	0	0	0
49.	West Virginia (WV)	N	0	0	0	0	0	0	0	0
50.	Wisconsin (WI)	N	0	0	0	0	0	0	0	0
51.	Wyoming (WY)	N	0	0	0	0	0	0	0	0
52.	American Samoa (AS)	N	0	0	0	0	0	0	0	0
53.	Guam (GU)	N	0	0	0	0	0	0	0	0
54.	Puerto Rico (PR)	N	0	0	0	0	0	0	0	0
55.	U.S. Virgin Islands (VI)	N	0	0	0	0	0	0	0	0
56.	Northern Mariana Islands (MP)	N	0	0	0	0	0	0	0	0
57.	Canada (CAN)	N	0	0	0	0	0	0	0	0
58.	Aggregate other alien (OT)	XXX	0	0	0	0	0	0	0	0
59.	TOTALS	(a) 6	160,332,451	154,136,232	0	83,107,133	80,795,996	42,258,741	1,024,606	0
DETAILS OF WRITE-INS										
58001.		XXX	0	0	0	0	0	0	0	0
58002.		XXX	0	0	0	0	0	0	0	0
58003.		XXX	0	0	0	0	0	0	0	0
58998.	Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
58999.	TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX	0	0	0	0	0	0	0	0

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.
Explanation of basis of allocation of premiums by states, etc.: Allocation by state is based on the geographic location of the underwriting exposure.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART



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