



ANNUAL STATEMENT

For the Year Ended December 31, 2015
of the Condition and Affairs of the

Medical Mutual Insurance Company of Maine

NAIC Group Code.....4775, 4775 (Current Period) (Prior Period)	NAIC Company Code..... 36277	Employer's ID Number..... 01-0355669
Organized under the Laws of Maine	State of Domicile or Port of Entry Maine	Country of Domicile US
Incorporated/Organized..... March 20, 1978	Commenced Business..... September 1, 1978	
Statutory Home Office	One City Center..... Portland ME 04101-4009 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	
Main Administrative Office	One City Center..... Portland ME 04101-4009 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	207-775-2791 <i>(Area Code) (Telephone Number)</i>
Mail Address	P.O. Box 15275..... Portland ME 04112-5275 <i>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</i>	
Primary Location of Books and Records	One City Center..... Portland ME 04101-4009 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	207-775-2791 <i>(Area Code) (Telephone Number)</i>
Internet Web Site Address	www.medicalmutual.com	
Statutory Statement Contact	Barbara T. Sinclair <i>(Name)</i> bsinclair@medicalmutual.com <i>(E-Mail Address)</i>	207-775-2791 <i>(Area Code) (Telephone Number) (Extension)</i> 207-523-8380 <i>(Fax Number)</i>

OFFICERS

Name	Title	Name	Title
1. Frank W. Lavoie M.D.	President	2. O. Robert Stevens M.D.	Treasurer
3. William L. Medd M.D.	Chairman	4. Cynthia A. DeSoi M.D.	Secretary
OTHER			
William F. D'Angelo M.D.	Vice Chairman	Barbara T. Sinclair	VP/CFO
John P. Doyle	VP Marketing/Administration	Stephen D. Hodgkin	VP/CIO
David L. Johnson	VP Underwriting	Mary Elizabeth Knox	VP Claims
Cheryl L. Peaslee	VP Risk Management		

DIRECTORS OR TRUSTEES

Rebecca L. Arsenault	Peter W. Bates M.D.	William F. D'Angelo M.D.	Cynthia A. DeSoi M.D.
Matthew C. Dugan D.O.	Sean T. Hanley M.D.	Frank W. Lavoie M.D.	John A. Marzinzik
David B. McDermott M.D.	William L. Medd M.D.	Jeremy R. Morton M.D.	Robert D. Sansonetti M.D.
John P. Sauter M.D.	Lois N. Skillings	O. Robert Stevens M.D.	James M. Totten

State of..... Maine
County of..... Cumberland

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

_____ (Signature) Frank W. Lavoie M.D.	_____ (Signature) O. Robert Stevens M.D.	_____ (Signature) William L. Medd M.D.
1. (Printed Name) President	2. (Printed Name) Treasurer	3. (Printed Name) Chairman
_____ (Title)	_____ (Title)	_____ (Title)
Subscribed and sworn to before me This _____ day of _____ 2016	a. Is this an original filing? Yes [X] No []	
	b. If no	1. State the amendment number _____
		2. Date filed _____
		3. Number of pages attached _____

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	195,612,256		195,612,256	178,829,893
2. Stocks (Schedule D):				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	39,077,386		39,077,386	39,281,968
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....			0	
3.2 Other than first liens.....			0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$.....19,052,616, Schedule E-Part 1), cash equivalents (\$.....1,499,903, Schedule E-Part 2) and short-term investments (\$.....3,995,274, Schedule DA).....	24,547,793		24,547,793	27,252,667
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives (Schedule DB).....			0	
8. Other invested assets (Schedule BA).....	1,000		1,000	1,000
9. Receivables for securities.....	5,202		5,202	18,264
10. Securities lending reinvested collateral assets (Schedule DL).....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	259,243,637	0	259,243,637	245,383,792
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	1,693,381		1,693,381	1,552,316
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	450,281	58,619	391,662	207,989
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	17,773,713		17,773,713	14,066,610
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	220,158		220,158	239,370
16.2 Funds held by or deposited with reinsured companies.....			0	
16.3 Other amounts receivable under reinsurance contracts.....			0	
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0	
18.2 Net deferred tax asset.....			0	
19. Guaranty funds receivable or on deposit.....			0	
20. Electronic data processing equipment and software.....	142,338	32,817	109,521	193,097
21. Furniture and equipment, including health care delivery assets (\$.....0).....	40,190	40,190	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....	76,652		76,652	69,276
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other than invested assets.....	2,266,380	198,935	2,067,445	2,452,618
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	281,906,730	330,561	281,576,169	264,165,068
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. TOTALS (Lines 26 and 27).....	281,906,730	330,561	281,576,169	264,165,068

DETAILS OF WRITE-INS

1101.			0	
1102.			0	
1103.			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. OTHER RECEIVABLES.....	609,149	198,935	410,214	519,157
2502. RMA ESCROW ACCOUNT.....	1,657,231		1,657,231	1,933,461
2503.			0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	2,266,380	198,935	2,067,445	2,452,618

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8).....	55,100,034	48,366,573
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....		
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....	28,088,973	28,798,580
4. Commissions payable, contingent commissions and other similar charges.....	51,677	68,968
5. Other expenses (excluding taxes, licenses and fees).....	853,414	759,266
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	294,852	137,437
7.1 Current federal and foreign income taxes (including \$.....420,463 on realized capital gains (losses)).....	2,113,940	3,481,547
7.2 Net deferred tax liability.....	524,932	953,472
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....7,176,832 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).....	21,637,043	19,170,975
10. Advance premium.....	266,238	351,513
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....	3,152,159	216,069
12. Ceded reinsurance premiums payable (net of ceding commissions).....	6,129,457	4,490,225
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19).....		
14. Amounts withheld or retained by company for account of others.....	1,657,129	1,840,057
15. Remittances and items not allocated.....		
16. Provision for reinsurance (including \$.....0 certified) (Schedule F, Part 8).....		
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....		
20. Derivatives.....		
21. Payable for securities.....		
22. Payable for securities lending.....		
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	4,155,277	4,358,179
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	124,025,125	112,992,861
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	124,025,125	112,992,861
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....		
31. Preferred capital stock.....		
32. Aggregate write-ins for other than special surplus funds.....	0	0
33. Surplus notes.....		
34. Gross paid in and contributed surplus.....		
35. Unassigned funds (surplus).....	157,551,044	151,172,207
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39).....	157,551,044	151,172,207
38. TOTALS (Page 2, Line 28, Col. 3).....	281,576,169	264,165,068

DETAILS OF WRITE-INS

2501. OTHER PAYABLES.....	4,155,277	4,358,179
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	4,155,277	4,358,179
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above).....	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page.....	0	0
3299. Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above).....	0	0

Medical Mutual Insurance Company of Maine

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4).....	34,859,905	34,578,671
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7).....	12,778,861	2,713,102
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	5,895,117	7,205,419
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	9,335,140	10,038,080
5. Aggregate write-ins for underwriting deductions.....	3,525	867
6. Total underwriting deductions (Lines 2 through 5).....	28,012,643	19,957,468
7. Net income of protected cells.....		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	6,847,262	14,621,203
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	7,509,866	7,315,781
10. Net realized capital gains (losses) less capital gains tax of \$.....524,313 (Exhibit of Capital Gains (Losses)).....	255,391	879,029
11. Net investment gain (loss) (Lines 9 + 10).....	7,765,257	8,194,810
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0).....	0	
13. Finance and service charges not included in premiums.....	36,790	39,290
14. Aggregate write-ins for miscellaneous income.....	49,392	7,385
15. Total other income (Lines 12 through 14).....	86,182	46,675
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	14,698,701	22,862,688
17. Dividends to policyholders.....	5,510,776	5,008,462
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).....	9,187,925	17,854,226
19. Federal and foreign income taxes incurred.....	2,112,216	5,048,718
20. Net income (Line 18 minus Line 19) (to Line 22).....	7,075,709	12,805,508
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	151,172,207	146,757,841
22. Net income (from Line 20).....	7,075,709	12,805,508
23. Net transfers (to) from Protected Cell accounts.....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....0.....	(1,096,932)	2,209,745
25. Change in net unrealized foreign exchange capital gain (loss).....		
26. Change in net deferred income tax.....	428,540	(839,018)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3).....	(20,255)	221,272
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....		
29. Change in surplus notes.....		(10,000,000)
30. Surplus (contributed to) withdrawn from protected cells.....		
31. Cumulative effect of changes in accounting principles.....		
32. Capital changes:		
32.1 Paid in.....		
32.2 Transferred from surplus (Stock Dividend).....		
32.3 Transferred to surplus.....		
33. Surplus adjustments:		
33.1 Paid in.....		
33.2 Transferred to capital (Stock Dividend).....		
33.3. Transferred from capital.....		
34. Net remittances from or (to) Home Office.....		
35. Dividends to stockholders.....		
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1).....		
37. Aggregate write-ins for gains and losses in surplus.....	(8,225)	16,859
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	6,378,837	4,414,366
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	157,551,044	151,172,207
DETAILS OF WRITE-INS		
0501. BAD DEBT EXPENSE.....	3,525	867
0502. MISCELLANEOUS.....		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	3,525	867
1401. TPA SERVICE FEE.....	43,400	3,467
1402. MISCELLANEOUS.....	5,992	3,918
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	49,392	7,385
3701. NON VESTED PENSION BENEFITS.....	(8,225)	16,859
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	(8,225)	16,859

Medical Mutual Insurance Company of Maine CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	34,930,535	34,341,882
2. Net investment income.....	7,663,506	7,767,608
3. Miscellaneous income.....	86,182	46,675
4. Total (Lines 1 through 3).....	42,680,223	42,156,165
5. Benefit and loss related payments.....	6,026,188	9,057,466
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	15,708,097	17,639,902
8. Dividends paid to policyholders.....	2,574,686	4,964,528
9. Federal and foreign income taxes paid (recovered) net of \$....420,463 tax on capital gains (losses).....	4,004,136	6,002,710
10. Total (Lines 5 through 9).....	28,313,107	37,664,606
11. Net cash from operations (Line 4 minus Line 10).....	14,367,116	4,491,559
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	28,820,098	67,073,977
12.2 Stocks.....	1,822,129	1,404,990
12.3 Mortgage loans.....		
12.4 Real estate.....		
12.5 Other invested assets.....		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	101	246
12.7 Miscellaneous proceeds.....	27,150	91,619
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	30,669,478	68,570,832
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	45,468,124	56,956,281
13.2 Stocks.....	2,387,251	1,632,338
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....		
13.6 Miscellaneous applications.....		
13.7 Total investments acquired (Lines 13.1 to 13.6).....	47,855,376	58,588,619
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	(17,185,898)	9,982,213
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....		(10,000,000)
16.2 Capital and paid in surplus, less treasury stock.....		
16.3 Borrowed funds.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....		
16.6 Other cash provided (applied).....	113,907	938,288
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	113,907	(9,061,712)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(2,704,875)	5,412,060
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	27,252,667	21,840,607
19.2 End of year (Line 18 plus Line 19.1).....	24,547,792	27,252,667

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

20.0001		
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UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Col. 5, Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire.....				.0
2.	Allied lines.....				.0
3.	Farmowners multiple peril.....				.0
4.	Homeowners multiple peril.....				.0
5.	Commercial multiple peril.....				.0
6.	Mortgage guaranty.....				.0
8.	Ocean marine.....				.0
9.	Inland marine.....				.0
10.	Financial guaranty.....				.0
11.1	Medical professional liability - occurrence.....	1,853,749	1,285,128	1,206,163	1,932,714
11.2	Medical professional liability - claims-made.....	34,969,816	17,584,136	20,125,960	32,427,992
12.	Earthquake.....				.0
13.	Group accident and health.....				.0
14.	Credit accident and health (group and individual).....				.0
15.	Other accident and health.....				.0
16.	Workers' compensation.....				.0
17.1	Other liability - occurrence.....	825,670	489,616	482,291	832,995
17.2	Other liability - claims-made.....	(323,262)	(187,905)	(177,371)	(333,796)
17.3	Excess workers' compensation.....				.0
18.1	Products liability - occurrence.....				.0
18.2	Products liability - claims-made.....				.0
19.1, 19.2	Private passenger auto liability.....				.0
19.3, 19.4	Commercial auto liability.....				.0
21.	Auto physical damage.....				.0
22.	Aircraft (all perils).....				.0
23.	Fidelity.....				.0
24.	Surety.....				.0
26.	Burglary and theft.....				.0
27.	Boiler and machinery.....				.0
28.	Credit.....				.0
29.	International.....				.0
30.	Warranty.....				.0
31.	Reinsurance - nonproportional assumed property.....				.0
32.	Reinsurance - nonproportional assumed liability.....				.0
33.	Reinsurance - nonproportional assumed financial lines.....				.0
34.	Aggregate write-ins for other lines of business.....	.0	.0	.0	.0
35.	TOTALS.....	37,325,973	19,170,975	21,637,043	34,859,905

DETAILS OF WRITE-INS

3401.	.....				.0
3402.	.....				.0
3403.	.....				.0
3498.	Summary of remaining write-ins for Line 34 from overflow page.....	.0	.0	.0	.0
3499.	Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	.0	.0	.0	.0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire.....					.0
2.	Allied lines.....					.0
3.	Farmowners multiple peril.....					.0
4.	Homeowners multiple peril.....					.0
5.	Commercial multiple peril.....					.0
6.	Mortgage guaranty.....					.0
8.	Ocean marine.....					.0
9.	Inland marine.....					.0
10.	Financial guaranty.....					.0
11.1	Medical professional liability - occurrence.....		1,206,163			1,206,163
11.2	Medical professional liability - claims-made.....	20,125,960				20,125,960
12.	Earthquake.....					.0
13.	Group accident and health.....					.0
14.	Credit accident and health (group and individual).....					.0
15.	Other accident and health.....					.0
16.	Workers' compensation.....					.0
17.1	Other liability - occurrence.....	482,291				482,291
17.2	Other liability - claims-made.....	(177,371)				(177,371)
17.3	Excess workers' compensation.....					.0
18.1	Products liability - occurrence.....					.0
18.2	Products liability - claims-made.....					.0
19.1, 19.2	Private passenger auto liability.....					.0
19.3, 19.4	Commercial auto liability.....					.0
21.	Auto physical damage.....					.0
22.	Aircraft (all perils).....					.0
23.	Fidelity.....					.0
24.	Surety.....					.0
26.	Burglary and theft.....					.0
27.	Boiler and machinery.....					.0
28.	Credit.....					.0
29.	International.....					.0
30.	Warranty.....					.0
31.	Reinsurance - nonproportional assumed property.....					.0
32.	Reinsurance - nonproportional assumed liability.....					.0
33.	Reinsurance - nonproportional assumed financial lines.....					.0
34.	Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0
35.	TOTALS.....	20,430,880	1,206,163	.0	.0	21,637,043
36.	Accrued retrospective premiums based on experience.....					.0
37.	Earned but unbilled premiums.....					.0
38.	Balance (sum of Lines 35 through 37).....					21,637,043

DETAILS OF WRITE-INS

3401.	.....					.0
3402.	.....					.0
3403.	.....					.0
3498.	Summary of remaining write-ins for Line 34 from overflow page.....	.0	.0	.0	.0	.0
3499.	Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	.0	.0	.0	.0	.0

(a) State here basis of computation used in each case: Col 1 Basis: Daily pro rata; Col 2 Basis: Extended reporting endorsements - Actuarially determined

Medical Mutual Insurance Company of Maine UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
	Direct Business (a)	2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire.....						.0
2. Allied lines.....						.0
3. Farmowners multiple peril.....						.0
4. Homeowners multiple peril.....						.0
5. Commercial multiple peril.....						.0
6. Mortgage guaranty.....						.0
8. Ocean marine.....						.0
9. Inland marine.....						.0
10. Financial guaranty.....						.0
11.1 Medical professional liability - occurrence.....	2,149,775				296,026	1,853,749
11.2 Medical professional liability - claims-made.....	43,770,346	6,268			8,806,798	34,969,816
12. Earthquake.....						.0
13. Group accident and health.....						.0
14. Credit accident and health (group and individual).....						.0
15. Other accident and health.....						.0
16. Workers' compensation.....						.0
17.1 Other liability - occurrence.....	907,854				82,184	825,670
17.2 Other liability - claims-made.....	29,701				352,963	(323,262)
17.3 Excess workers' compensation.....						.0
18.1 Products liability - occurrence.....						.0
18.2 Products liability - claims-made.....						.0
19.1, 19.2 Private passenger auto liability.....						.0
19.3, 19.4 Commercial auto liability.....						.0
21. Auto physical damage.....						.0
22. Aircraft (all perils).....						.0
23. Fidelity.....						.0
24. Surety.....						.0
26. Burglary and theft.....						.0
27. Boiler and machinery.....						.0
28. Credit.....						.0
29. International.....						.0
30. Warranty.....						.0
31. Reinsurance - nonproportional assumed property.....	XXX					.0
32. Reinsurance - nonproportional assumed liability.....	XXX					.0
33. Reinsurance - nonproportional assumed financial lines.....	XXX					.0
34. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0	.0
35. TOTALS.....	46,857,676	6,268	.0	.0	9,537,971	37,325,973

DETAILS OF WRITE-INS

3401. ....						.0
3402. ....						.0
3403. ....						.0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	.0	.0	.0	.0	.0	.0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	.0	.0	.0	.0	.0	.0

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

If yes: 1. The amount of such installment premiums \$.....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

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire.....				0		0	0.0	
2. Allied lines.....				0		0	0.0	
3. Farmowners multiple peril.....				0		0	0.0	
4. Homeowners multiple peril.....				0		0	0.0	
5. Commercial multiple peril.....				0		0	0.0	
6. Mortgage guaranty.....				0		0	0.0	
8. Ocean marine.....				0		0	0.0	
9. Inland marine.....				0		0	0.0	
10. Financial guaranty.....				0		0	0.0	
11.1 Medical professional liability - occurrence.....				0	3,248,477	2,754,949	25.5	
11.2 Medical professional liability - claims-made.....	6,194,893		250,000	5,944,893	50,690,561	44,472,373	37.5	
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.....	100,506			100,506	1,160,996	1,136,795	15.0	
17.2 Other liability - claims-made.....	12,545		12,545	0		(2,455)	0.7	
17.3 Excess workers' compensation.....				0		0	0.0	
18.1 Products liability - occurrence.....				0		0	0.0	
18.2 Products liability - claims-made.....				0		0	0.0	
19.1, 19.2 Private passenger auto liability.....				0		0	0.0	
19.3, 19.4 Commercial auto liability.....				0		0	0.0	
21. Auto physical damage.....				0		0	0.0	
22. Aircraft (all perils).....				0		0	0.0	
23. Fidelity.....				0		0	0.0	
24. Surety.....				0		0	0.0	
26. Burglary and theft.....				0		0	0.0	
27. Boiler and machinery.....				0		0	0.0	
28. Credit.....				0		0	0.0	
29. International.....				0		0	0.0	
30. Warranty.....				0		0	0.0	
31. Reinsurance - nonproportional assumed property.....	XXX			0		0	0.0	
32. Reinsurance - nonproportional assumed liability.....	XXX			0		0	0.0	
33. Reinsurance - nonproportional assumed financial lines.....	XXX			0		0	0.0	
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0.0	
35. TOTALS.....	6,307,944	0	262,545	6,045,399	55,100,034	48,366,572	36.7	

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	0	0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0	0.0

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred but not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire.....				0				0	
2. Allied lines.....				0				0	
3. Farmowners multiple peril.....				0				0	
4. Homeowners multiple peril.....				0				0	
5. Commercial multiple peril.....				0				0	
6. Mortgage guaranty.....				0				0	
8. Ocean marine.....				0				0	
9. Inland marine.....				0				0	
10. Financial guaranty.....				0				0	
11.1 Medical professional liability - occurrence.....	1,380,000			1,380,000	2,034,009	165,532		3,248,477	1,373,139
11.2 Medical professional liability - claims-made.....	33,836,875		3,750,000	30,086,875	29,503,387	8,899,701		50,690,561	26,018,540
12. Earthquake.....				0				0	
13. Group accident and health.....				0				0	
14. Credit accident and health (group and individual).....				0				0	
15. Other accident and health.....				0				0	
16. Workers' compensation.....				0				0	
17.1 Other liability - occurrence.....	759,368			759,368	401,628			1,160,996	397,824
17.2 Other liability - claims-made.....	17,884		17,884	0	7,081	7,081		0	299,470
17.3 Excess workers' compensation.....				0				0	
18.1 Products liability - occurrence.....				0				0	
18.2 Products liability - claims-made.....				0				0	
19.1, 19.2 Private passenger auto liability.....				0				0	
19.3, 19.4 Commercial auto liability.....				0				0	
21. Auto physical damage.....				0				0	
22. Aircraft (all perils).....				0				0	
23. Fidelity.....				0				0	
24. Surety.....				0				0	
26. Burglary and theft.....				0				0	
27. Boiler and machinery.....				0				0	
28. Credit.....				0				0	
29. International.....				0				0	
30. Warranty.....				0				0	
31. Reinsurance - nonproportional assumed property.....	XXX			0	XXX			0	
32. Reinsurance - nonproportional assumed liability.....	XXX			0	XXX			0	
33. Reinsurance - nonproportional assumed financial lines.....	XXX			0	XXX			0	
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0	0
35. TOTALS.....	35,994,127	0	3,767,884	32,226,243	31,946,105	0	9,072,314	55,100,034	28,088,973

DETAILS OF WRITE-INS

3401.				0				0	
3402.				0				0	
3403.				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 thru 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	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct.....	3,621,854			3,621,854
1.2 Reinsurance assumed.....				0
1.3 Reinsurance ceded.....	178,100			178,100
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	3,443,754	0	0	3,443,754
2. Commission and brokerage:				
2.1 Direct, excluding contingent.....		2,382,666		2,382,666
2.2 Reinsurance assumed, excluding contingent.....		1,880		1,880
2.3 Reinsurance ceded, excluding contingent.....		1,740,661		1,740,661
2.4 Contingent - direct.....				0
2.5 Contingent - reinsurance assumed.....				0
2.6 Contingent - reinsurance ceded.....				0
2.7 Policy and membership fees.....				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7).....	0	643,885	0	643,885
3. Allowances to manager and agents.....				0
4. Advertising.....		116,844		116,844
5. Boards, bureaus and associations.....		135,697		135,697
6. Surveys and underwriting reports.....		41,015		41,015
7. Audit of assureds' records.....				0
8. Salary and related items:				
8.1 Salaries.....	1,429,229	4,089,337	68,724	5,587,290
8.2 Payroll taxes.....	84,115	240,673	4,045	328,833
9. Employee relations and welfare.....	355,655	1,017,606	17,101	1,390,362
10. Insurance.....	79,068	226,230	3,802	309,100
11. Directors' fees.....	61,345	175,522	2,950	239,817
12. Travel and travel items.....	48,746	127,635	1,956	178,337
13. Rent and rent items.....	83,953	240,207	4,037	328,197
14. Equipment.....	19,165	54,836	922	74,923
15. Cost or depreciation of EDP equipment and software.....	217,607	622,622	10,463	850,692
16. Printing and stationery.....	11,158	31,926	536	43,620
17. Postage, telephone and telegraph, exchange and express.....	12,649	36,192	608	49,449
18. Legal and auditing.....	14,150	98,305	429,249	541,704
19. Totals (Lines 3 to 18).....	2,416,840	7,254,647	544,393	10,215,880
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0.....		890,987		890,987
20.2 Insurance department licenses and fees.....		37,612		37,612
20.3 Gross guaranty association assessments.....		(45,770)		(45,770)
20.4 All other (excluding federal and foreign income and real estate).....		35,807		35,807
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	0	918,636	0	918,636
21. Real estate expenses.....				0
22. Real estate taxes.....				0
23. Reimbursements by uninsured plans.....				0
24. Aggregate write-ins for miscellaneous expenses.....	34,523	517,972	8,890	561,385
25. Total expenses incurred.....	5,895,117	9,335,140	553,283	(a) 15,783,540
26. Less unpaid expenses - current year.....	28,088,973	818,865	112,001	29,019,839
27. Add unpaid expenses - prior year.....	28,798,581	591,841	113,021	29,503,443
28. Amounts receivable relating to uninsured plans, prior year.....				0
29. Amounts receivable relating to uninsured plans, current year.....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29).....	6,604,725	9,108,116	554,303	16,267,144

DETAILS OF WRITE-INS

2401. Miscellaneous Expense.....	34,523	517,972	8,890	561,385
2402.				0
2403.				0
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	34,523	517,972	8,890	561,385

(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).....313,048	.....370,865
1.1 Bonds exempt from U.S. tax.....	(a).....2,678,727	.....2,730,703
1.2 Other bonds (unaffiliated).....	(a).....4,163,883	.....4,190,926
1.3 Bonds of affiliates.....	(a).....	.....
2.1 Preferred stocks (unaffiliated).....	(b).....	.....
2.11 Preferred stocks of affiliates.....	(b).....	.....
2.2 Common stocks (unaffiliated).....	.....754,977	.....759,209
2.21 Common stocks of affiliates.....	.....	.....
3. Mortgage loans.....	(c).....	.....
4. Real estate.....	(d).....	.....
5. Contract loans.....	.....	.....
6. Cash, cash equivalents and short-term investments.....	(e).....11,446	.....11,446
7. Derivative instruments.....	(f).....	.....
8. Other invested assets.....	.....	.....
9. Aggregate write-ins for investment income.....	.....0	.....0
10. Total gross investment income.....	.....7,922,081	.....8,063,149
11. Investment expenses.....	.....	(g).....553,283
12. Investment taxes, licenses and fees, excluding federal income taxes.....	.....	(g).....
13. Interest expense.....	.....	(h).....
14. Depreciation on real estate and other invested assets.....	.....	(i).....0
15. Aggregate write-ins for deductions from investment income.....	.....	.....0
16. Total deductions (Lines 11 through 15).....	.....	.....553,283
17. Net investment income (Line 10 minus Line 16).....	.....	.....7,509,866

DETAILS OF WRITE-INS

0901. ....	.....	.....
0902. ....	.....	.....
0903. ....	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....0	.....0
1501. ....	.....	.....
1502. ....	.....	.....
1503. ....	.....	.....
1598. Summary of remaining write-ins for Line 15 from overflow page.....	.....	.....0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....	.....	.....0

- (a) Includes \$.....612,657 accrual of discount less \$.....908,378 amortization of premium and less \$.....113,069 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 \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$.....11,446 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 \$.....0 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.....	.....	.....	.....0	.....	.....
1.1 Bonds exempt from U.S. tax.....	.....(3,176)	.....	.....(3,176)	.....	.....
1.2 Other bonds (unaffiliated).....	.....958,449	.....(577,426)	.....381,023	.....52,210	.....
1.3 Bonds of affiliates.....	.....	.....	.....0	.....	.....
2.1 Preferred stocks (unaffiliated).....	.....	.....	.....0	.....	.....
2.11 Preferred stocks of affiliates.....	.....	.....	.....0	.....	.....
2.2 Common stocks (unaffiliated).....	.....623,397	.....(229,738)	.....393,659	.....(1,149,143)	.....
2.21 Common stocks of affiliates.....	.....	.....	.....0	.....	.....
3. Mortgage loans.....	.....	.....	.....0	.....	.....
4. Real estate.....	.....	.....	.....0	.....	.....
5. Contract loans.....	.....	.....	.....0	.....	.....
6. Cash, cash equivalents and short-term investments.....	.....102	.....	.....102	.....	.....
7. Derivative instruments.....	.....	.....	.....0	.....	.....
8. Other invested assets.....	.....	.....8,096	.....8,096	.....	.....
9. Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0	.....0
10. Total capital gains (losses).....	.....1,578,772	.....(799,068)	.....779,704	.....(1,096,932)	.....0

DETAILS OF WRITE-INS

0901. ....	.....	.....	.....0	.....	.....
0902. ....	.....	.....	.....0	.....	.....
0903. ....	.....	.....	.....0	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0	.....0	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....0	.....0	.....0	.....0	.....0

Medical Mutual Insurance Company of Maine 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
2. Stocks (Schedule D):			
2.1 Preferred stocks.....			0
2.2 Common stocks.....			0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....			0
3.2 Other than first liens.....			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....			0
4.2 Properties held for the production of income.....			0
4.3 Properties held for sale.....			0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....			0
6. Contract loans.....			0
7. Derivatives (Schedule DB).....			0
8. Other invested assets (Schedule BA).....			0
9. Receivables for securities.....			0
10. Securities lending reinvested collateral assets (Schedule DL).....			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
14. Investment income due and accrued.....			0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....	58,619		(58,619)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....			0
15.3 Accrued retrospective premiums and contracts subject to redetermination.....			0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers.....			0
16.2 Funds held by or deposited with reinsured companies.....			0
16.3 Other amounts receivable under reinsurance contracts.....			0
17. Amounts receivable relating to uninsured plans.....			0
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0
18.2 Net deferred tax asset.....			0
19. Guaranty funds receivable or on deposit.....			0
20. Electronic data processing equipment and software.....	32,817	58,800	25,983
21. Furniture and equipment, including health care delivery assets.....	40,190	39,385	(805)
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0
23. Receivables from parent, subsidiaries and affiliates.....			0
24. Health care and other amounts receivable.....			0
25. Aggregate write-ins for other than invested assets.....	198,935	212,121	13,186
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	330,561	310,306	(20,255)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0
28. TOTALS (Lines 26 and 27).....	330,561	310,306	(20,255)

DETAILS OF WRITE-INS

1101.....			0
1102.....			0
1103.....			0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0
2501. OTHER RECEIVABLES.....	79,118	84,079	4,961
2502. NON VESTED PENSION BENEFITS.....	119,817	128,042	8,225
2503.....			0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	198,935	212,121	13,186

NOTES TO FINANCIAL STATEMENTS**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONCERN****A. Accounting Practices**

The accompanying financial statements of Medical Mutual Insurance Company of Maine (Company) are presented on the basis of accounting practices prescribed or permitted by the Maine Bureau of Insurance.

The State of Maine requires insurance companies domiciled in the state to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners (NAIC) Accounting Practices and Procedures Manual.

There are no differences between Maine prescribed practices and NAIC statutory accounting practices (NAIC SAP) that affect the company.

	State of Domicile	2015	2014
NET INCOME			
(1) Medical Mutual Insurance Company of Maine state basis (Page 4, Line 20, Columns 1 & 2)	ME	\$ 7,075,709	\$ 12,805,508
(2) State Prescribed Practices that increase/decrease NAIC SAP			
(3) State Permitted Practices that increase/decrease NAIC SAP			
(4) NAIC SAP (1 – 2 – 3 = 4)	ME	\$ 7,075,709	\$ 12,805,508
SURPLUS			
(5) Medical Mutual Insurance Company of Maine state basis (Page 3, line 37, Columns 1 & 2)	ME	\$ 157,551,044	\$ 151,172,207
(6) State Prescribed Practices that increase/decrease NAIC SAP			
(7) State Permitted Practices that increase/decrease NAIC SAP			
(8) NAIC SAP (5 – 6 – 7 = 8)	ME	\$ 157,551,044	\$ 151,172,207

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities. It also requires estimates in the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of the revenue and expenses during the period. The most significant estimates affecting the Company's financial statements involve the estimation of future indemnity losses and loss adjustment expenses to be incurred by the Company and the level of reserves required to adequately cover the estimate. Actual results could differ from these estimates.

C. Accounting Policy

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

Net investment income earned consists primarily of interest and dividend income, less investment related expense and interest expense on surplus notes. Interest income is recognized on an accrual basis and dividends are recognized on an ex-dividend basis. Investment income is reported net of interest expense on surplus notes, which is \$0 and \$402,951 for the current and prior years, respectively. Interest expense on surplus notes is recognized to the extent that payment of interest has been approved by the Maine Bureau of Insurance. Net realized capital gains (losses) are recognized on a specific identification basis when securities are sold, redeemed, or otherwise disposed of. Realized capital losses include writedowns for impairments considered to be other than temporary.

In addition, the Company uses the following accounting policies:

- (1) Investments with maturities of less than one year at the time of acquisition are considered short-term investments and are stated at amortized cost using the interest method. Non-investment grade short-term investments are stated at the lower of amortized cost or fair value.
- (2) Investment grade bonds not backed by other loans are stated at amortized cost using the interest method. Non-investment grade bonds with NAIC designations of 3 through 6 are stated at the lower of amortized cost or fair value. Declines in market values that are determined to be other than temporary are recorded as realized losses. The new cost basis is not changed for subsequent recoveries.
- (3) Common stocks, other than investments in subsidiaries and affiliates, are stated at fair value. Declines in market values that are determined to be other than temporary are recorded as realized losses. The new cost basis is not changed for subsequent recoveries.
- (4) Stated Basis of Preferred Stock
Not Applicable
- (5) Valuation of Mortgage Loans
Not Applicable

NOTES TO FINANCIAL STATEMENTS

- (6) Investment grade loan-backed securities are stated at amortized cost. The retrospective adjustment method is used to value all loan-backed securities. Non-investment grade loan-backed securities are stated at the lower of amortized cost or fair value.

The carrying value and final NAIC designation for non-agency residential mortgage-backed securities are determined using a special two-step NAIC process. Those assigned an NAIC designation in the first step of 1 or 2 are stated at amortized cost and those assigned a 3 through 6 designation are stated at the lower of amortized cost or fair value. The NAIC designation assigned under the second step of the process is reported for these securities in Schedule D and is used in the risk-based capital calculation.

- (7) Investments in subsidiaries (all non-insurance) are stated at GAAP equity value.
- (8) Investments in joint ventures and partnerships
Not Applicable
- (9) Derivatives
Not Applicable
- (10) The Company anticipates investment income as a factor when evaluating the need for premium deficiency reserves (see Note 30).
- (11) Reserves for unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and an amount, based on past experience (adjusted for expected changes in factors potentially affecting future losses), for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes reported reserves are adequate, the ultimate liability may be in excess of, or less than, the amounts provided. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed and any adjustments are reflected in the period determined.
- (12) The Company has a written capitalization policy for purchases of fixed assets. The predefined capitalization threshold under this policy was increased, effective January 1, 2014.
- (13) Method to Estimate Pharmaceutical Rebate Receivables
Not Applicable

NOTE 2 – ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

Not Applicable

NOTE 3 – BUSINESS COMBINATIONS AND GOODWILL

Not Applicable

NOTE 4 – DISCONTINUED OPERATIONS

Not Applicable

NOTE 5 – INVESTMENTS

- A. Mortgage Loans, including Mezzanine Real Estate Loans

Not Applicable

- B. Debt Restructuring

Not Applicable

- C. Reverse Mortgages

Not Applicable

- D. Loan-Backed Securities

- (1) Prepayment assumptions for loan-backed and structured securities were obtained from broker dealer survey values or internal estimates.
- (2) The Company did not recognize any other-than-temporary impairments (OTTI) on loan-backed or structured securities during the period.
- (3) The Company did not hold any loan-backed or structured securities with OTTI at the end of the current period.
- (4) The following table summarizes unrealized losses on loan-backed securities and structured securities by the length of time that the securities have continuously been in unrealized loss positions:

a.	The aggregate amount of unrealized losses:	1.	Less than 12 Months	\$ 90,419
		2.	12 Months or Longer	\$ 144,936
b.	The aggregate related fair value of securities with unrealized losses:	1.	Less than 12 Months	\$ 13,800,244
		2.	12 Months or Longer	\$ 12,844,882

NOTES TO FINANCIAL STATEMENTS

(5) All loan-backed and structured securities in an unrealized loss position were reviewed to determine whether an OTTI should be recognized. For those securities in an unrealized loss position as of the end of the current period, 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 the end of the current period, 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. Unrealized losses are primarily attributable to credit spread widening and increased liquidity discounts. It is possible that the Company could recognize OTTI in the future on some of the securities held at the end of the current period if future events, information and the passage of time cause it to conclude that declines in value are other than temporary.

E. Repurchase Agreements and/or Securities Lending Transactions

Not Applicable

F. Real Estate

Not Applicable

G. Investments in Low-Income Housing Trade Credits (LIHTC)

Not Applicable

H. Other Disclosures and Unusual Items

(1) Restricted Assets (Including Pledged)

	Gross Restricted							8	Percentage	
	Current Period					6	7		9	10
	1	2	3	4	5					
	Total General Account (G/A)	G/A Supporting Protected Cell Restricted Assets (a)	Total Protected Cell Restricted Assets	Protected Cell Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Period Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
a. Subject to contractual obligation for which liability is not shown										
b. Collateral held under security lending arrangements										
c. Subject to repurchase agreements										
d. Subject to reverse repurchase agreements										
e. Subject to dollar repurchase agreements										
f. Subject to dollar reverse repurchase agreements										
g. Placed under option contracts										
h. Letter stock or securities restricted as to sale-excluding FHLB capital stock										
i. FHLB capital stock										
j. On deposit with state	\$ 209,488				\$ 209,488	\$ 208,311	\$ 1,177	\$ 209,488	0.074	0.074
k. On deposit with other regulatory bodies										
l. Pledged as collateral to FHLB (including assets backing funding agreements)										
m. Pledged as collateral not captured in other categories										
n. Other restricted assets										
o. Total Restricted Assets	\$ 209,488				\$ 209,488	\$ 208,311	\$ 1,177	\$ 209,488	0.074	0.074

(a) Subset of column 1

(b) Subset of column 3

NOTES TO FINANCIAL STATEMENTS**(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)**

	Gross Restricted						8	Percentage		
	Current Year					6		7	9	10
	1	2	3	4	5					
Collateral Agreement	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
None										
Total										

(a) Subset of column 1

(b) Subset of column 3

(3) Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, such as Reinsurance and Derivatives, are Reported in the Aggregate)

	Gross Restricted						8	Percentage		
	Current Year					6		7	9	10
	1	2	3	4	5					
Other Restricted Assets	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
None										
Total										

(a) Subset of column 1

(b) Subset of column 3

I. Working Capital Finance Investments

Not Applicable

J. Offsetting and Netting of Assets and Liabilities

Not Applicable

K. Structured Notes

Not Applicable

NOTE 6 – JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES**A. Detail for Those Greater than 10% of Admitted Assets**

Not Applicable

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

Not Applicable

NOTE 7 – INVESTMENT INCOME**A. Accrued Investment Income**

The Company does not admit investment income due and accrued if amounts are over 90 days past due (180 days for mortgages loans).

B. Amounts Nonadmitted

Not Applicable

NOTE 8 – DERIVATIVE INSTRUMENTS

Not Applicable

NOTES TO FINANCIAL STATEMENTS**NOTE 9 – INCOME TAXES**

A. Deferred Tax Assets/(Liabilities)

1. Components of Net Deferred Tax Asset/(Liability)

	2015			2014			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Gross deferred tax assets	\$ 4,186,103	\$ 731,098	\$ 4,917,201	\$ 4,285,158	\$ 450,023	\$ 4,735,181	\$ (99,055)	\$ 281,075	\$ 182,020
b. Statutory valuation allowance adjustment									
c. Adjusted gross deferred tax assets (1a-1b)	4,186,103	731,098	4,917,201	4,285,158	450,023	4,735,181	(99,055)	281,075	182,020
d. Deferred tax assets nonadmitted	4,186,103								
e. Subtotal net admitted deferred tax asset (1c-1d)	4,186,103	731,098	4,917,201	4,285,158	450,023	4,735,181	(99,055)	281,075	182,020
f. Deferred tax liabilities	406,157	5,035,976	5,442,133	298,828	5,389,825	5,688,653	107,329	(353,849)	(246,520)
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	\$ 3,779,946	\$ (4,304,878)	\$ (524,932)	\$ 3,986,330	\$ (4,939,802)	\$ (953,472)	\$ (206,384)	\$ 634,924	\$ 428,540

2. Admission Calculation Components

	2015			2014			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 2,372,573	\$ 761,734	\$ 3,134,307	\$ 2,464,187	\$ 463,094	\$ 2,927,281	\$ (91,614)	\$ 298,640	\$ 207,026
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 below:	302,027		302,027	200,935		200,935	101,092		101,092
Adjusted gross deferred tax assets expected to be realized following the balance sheet date	302,027		302,027	200,935		200,935	101,092		101,092
Adjusted gross deferred tax assets allowed per limitation threshold			23,616,228			22,646,867			969,361
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	1,511,503	(30,636)	1,480,867	1,620,036	(13,071)	1,606,965	(108,533)	(17,565)	(126,098)
d. Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c)	\$ 4,186,103	\$ 731,098	\$ 4,917,201	\$ 4,285,158	\$ 450,023	\$ 4,735,181	\$ (99,055)	\$ 281,075	\$ 182,020

NOTES TO FINANCIAL STATEMENTS

3. Other Admissibility Criteria

		2015	2014
a.	Ratio percentage used to determine recovery period and threshold limitation amount	2,001.000%	1,913.000%
b.	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 157,441,523	\$ 150,979,110

4. Impact of Tax Planning Strategies

- (a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.

	12/31/15		12/31/14		Change	
	1 Ordinary	2 Capital	3 Ordinary	4 Capital	5 (Col. 1-3) Ordinary	6 (Col. 2-4) Capital
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 4,186,103	\$ 731,098	\$ 4,285,158	\$ 450,023	\$ (99,055)	\$ 281,075
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies		100.000%		100.000%		
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 4,186,103	\$ 731,098	\$ 4,285,158	\$ 450,023	\$ (99,055)	\$ 281,075
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies		100.000%		100.000%		

- (b) Does the company's tax planning strategies include the use of reinsurance? No

B. Deferred Tax Liabilities Not Recognized

Not Applicable

C. Current and Deferred Income Taxes

1. Current Income Tax

	1 2015	2 2014	3 (Col 1-2) Change
a. Federal	\$ 2,112,216	\$ 5,048,718	\$ (2,936,502)
b. Foreign			
c. Subtotal	\$ 2,112,216	\$ 5,048,718	\$ (2,936,502)
d. Federal income tax on net capital gains	524,313	577,749	(53,436)
e. Utilization of capital loss carry-forwards			
f. Other			
g. Federal and Foreign income taxes incurred	\$ 2,636,529	\$ 5,626,467	\$ (2,989,938)

NOTES TO FINANCIAL STATEMENTS**2. Deferred Tax Assets**

	1 2015	2 2014	3 (Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	\$ 1,267,610	\$ 1,470,247	\$ (202,637)
2. Unearned premium reserve	1,489,423	1,327,529	161,894
3. Policyholder reserves			
4. Investments			
5. Deferred acquisition costs			
6. Policyholder dividends accrual			
7. Fixed assets	7,048		7,048
8. Compensation and benefits accrual	1,208,164	1,252,049	(43,885)
9. Pension accrual			
10. Receivables - nonadmitted			
11. Net operating loss carry-forward			
12. Tax credit carry-forward			
13. Other (including items <5% of total ordinary tax assets)	213,858	235,333	(21,475)
99. Subtotal	\$ 4,186,103	\$ 4,285,158	\$ (99,055)
b. Statutory valuation allowance adjustment			
c. Nonadmitted			
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	\$ 4,186,103	\$ 4,285,158	\$ (99,055)
e. Capital:			
1. Investments	\$ 731,098	\$ 450,023	\$ 281,075
2. Net capital loss carry-forward			
3. Real estate			
4. Other (including items <5% of total capital tax assets)			
99. Subtotal	\$ 731,098	\$ 450,023	\$ 281,075
f. Statutory valuation allowance adjustment			
g. Nonadmitted			
h. Admitted capital deferred tax assets (2e99-2f-2g)	731,098	450,023	281,075
i. Admitted deferred tax assets (2d+2h)	\$ 4,917,201	\$ 4,735,181	\$ 182,020

3. Deferred Tax Liabilities

	1 2015	2 2014	3 (Col 1-2) Change
a. Ordinary:			
1. Investments	\$ 406,157	\$ 271,679	\$ 134,478
2. Fixed assets		27,149	(27,149)
3. Deferred and uncollected premium			
4. Policyholder reserves			
5. Other (including items <5% of total ordinary tax liabilities)			
99. Subtotal	\$ 406,157	\$ 298,828	\$ 107,329
b. Capital:			
1. Investments	\$ 5,035,976	\$ 5,389,825	\$ (353,849)
2. Real estate			
3. Other (including items <5% of total capital tax liabilities)			
99. Subtotal	5,035,976	5,389,825	(353,849)
c. Deferred tax liabilities (3a99+3b99)	\$ 5,442,133	\$ 5,688,653	\$ (246,520)

4. Net Deferred Tax Assets (2i – 3c)	\$ (524,932)	\$ (953,472)	\$ 428,540
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NOTES TO FINANCIAL STATEMENTS

- D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate
Among the more significant book to tax adjustments were the following:

	Amount	Effective Tax Rate (%)
Permanent Differences:		
Provision computed at statutory rate	\$ 3,299,408	34.0%
Proration of tax exempt investment income	131,685	1.4%
Tax exempt income deduction	(734,759)	(7.6)%
Dividends received deduction	(143,145)	(1.5)%
Disallowed travel and entertainment	4,678	0.0%
Other permanent differences	8,227	0.1%
Temporary Differences:		
Total ordinary DTAs	\$ 0	0.0%
Total ordinary DTLs	0	0.0%
Total capital DTAs	0	0.0%
Total capital DTLs	19,108	0.2%
Other:		
Statutory valuation allowance adjustment	\$ 0	0.0%
Accrual adjustment – prior year	14,852	0.2%
Other	0	0.0%
Totals	\$ 2,561,838	26.4%
Federal and foreign income taxes incurred	2,112,216	21.8%
Realized capital gains (losses) tax	524,313	5.4%
Change in net deferred income taxes	(74,691)	(0.8)%
Total statutory income taxes	\$ 2,561,838	26.4%

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

At December 31, 2015, the Company did not have any unused operating loss carryforwards available to offset against future taxable income.

The following is income tax expense for 2015 and 2014 that is available for recoupment in the event of future net losses:

Year	Amount
2015	\$ 2,621,677
2014	\$ 5,663,166

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:

Specialty Insurance Placement Services, LLC

2. The method of allocation among companies is subject to a written 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 tax balances are settled periodically.

- G. Federal or Foreign Federal Income Tax Loss Contingencies

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

NOTE 10 – INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES AND OTHER RELATED PARTIES

- A. Nature of Relationships

The Company owns 100% of its noninsurance subsidiary, MMIC Services Company, LLC.

MMIC Services Company, LLC owns 100% of its subsidiary, Specialty Insurance Placement Services, LLC.

The Company sponsored the creation of a risk retention group named BeaconHarbor Mutual Risk Retention Group ("BeaconHarbor") and received a surplus note from BeaconHarbor for a maximum amount of \$5,000,000, to be funded as needed. The Company has capitalized BeaconHarbor for \$1,050,000 as of the end of the current year.

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

Not Applicable

- C. Changes in Terms of Intercompany Arrangements

The Company entered into a reinsurance contract with its affiliate, BeaconHarbor, and agreed to provide certain management and administration services to BeaconHarbor.

NOTES TO FINANCIAL STATEMENTS**D. Amounts Due to or from Related Parties**

The Company reported the following as amounts due from its subsidiaries in the current and prior year:

Related Parties	2015	2014
MMIC Services Company, LLC	\$ 660	\$ 660
Specialty Insurance Placement Services, LLC	21,434	17,481
BeaconHarbor Mutual Risk Retention Group	54,558	51,136
Total	\$ 76,652	\$ 69,277

MMIC Services Company, LLC and BeaconHarbor Mutual Risk Retention Group have no written settlement agreement. Specialty Insurance Placement Services, LLC is subject to a written agreement requiring intercompany balances at year end to be settled within 60 days.

E. Guarantees on Contingencies for Related Companies

The Company issued a surplus note to its sponsored RRG, BeaconHarbor, which is funded based on the operating needs of BeaconHarbor. Also see Note 14A.

F. Management Service Contracts, Cost Sharing Arrangements

The Company provides certain management services to subsidiary and affiliated companies under management agreements entered into with each Company.

G. Nature of Relationships that Could Affect Operations

The Company owns 100% of all subsidiary companies. The Company reinsures its sponsored risk retention group, BeaconHarbor, and is obligated to fund surplus for BeaconHarbor, up to a maximum amount of \$5,000,000. The Company has capitalized BeaconHarbor for \$1,050,000 as of the end of the current period.

H. Amount Deducted for Investment in Upstream Company

Not Applicable

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

Not Applicable

J. Write down for Impairments of Investments in Affiliates

The Company did not recognize any impairment for its investment in its subsidiaries during the statement period.

K. Investment in Foreign Insurance Subsidiaries Valued using CARNM

Not Applicable

L. Investment in Downstream Noninsurance Holding Company Valued Using Look-Through Method

Not Applicable

M. Non-insurance Subsidiary, Controlled and Affiliated (SCA) Entity Valuations

Not Applicable

N. Insurance SCA Entities Utilizing Prescribed or Permitted Practices

Not Applicable

NOTE 11 – DEBT

- A. On March 1, 2006, the Company issued a surplus note in the amount of \$10,000,000. On December 12, 2014, the Company paid off the \$10,000,000 surplus note. See Note 13(11) for details.

The Company maintains an unsecured \$2,000,000 line of credit with a local bank. There was no outstanding balance on the line of credit at the end of the current year. Interest on any outstanding balance is charged at Prime. The effective interest rate is equivalent to the stated rate. There was no interest expense incurred relative to the line of credit during the current year. The Company is required to carry a zero balance on the line of credit for 30 days within each year.

- B. FHLB (Federal Home Loan Bank) Agreements

Not Applicable

NOTE 12 – RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

- A. Defined Benefit Plan

Not Applicable

NOTES TO FINANCIAL STATEMENTS**B-D. Investment Policies and Strategies**

Not Applicable

E. Defined Contribution Plans

The Company sponsors a 401(k) plan covering substantially all employees of the Company and affiliated companies. See Note 12G for further information.

F. Multiemployer Plans

Not Applicable

G. Consolidated/Holding Company Plans

The Company sponsors a 401(k) plan covering substantially all employees of the Company and affiliated companies. The plan has two components, employee funding and employer discretionary contributions. The employer discretionary portion is 100% funded by the Company at 9% of the first \$15,000 salary and 13.3% for salary in excess of \$15,000, up to maximum allowable earnings prescribed under Federal regulations. Contributions are made to the plan quarterly. In 2015 and 2014, the Company expensed \$618,745 and \$584,121, respectively, for required funding. The Company has no legal obligation to pay benefits under the employer discretionary portion of the plan.

The Company sponsors a non-qualified supplemental pension plan for employees who have earnings in excess of federally allowed limits for contributions to the defined contribution plan. Participants in the plan are general creditors of the Company. The Company pays participants interest at a rate tracking mutual fund returns as selected by the participants, or at Prime rate as published in the Wall Street Journal on the first business day of the calendar year, based on participants' written elections. Contributions are made quarterly, and are computed at the same rate applicable to the employer discretionary portion of the plan. In 2015 and 2014, the Company expensed \$57,969 and \$10,208, respectively, to fund the plan.

The Company sponsors a non-qualified deferred compensation plan for employees and directors. The plan allows participants to defer receipt of compensation until a future date. Participants in the plan are general creditors of the Company. The Company pays participants interest at a rate tracking mutual fund returns as selected by the participants, or at Prime rate as published in the Wall Street Journal on the first business day of the calendar year, based on participants' written elections. In 2015 and 2014, the Company credited interest to participants totaling \$90,752 and \$94,930, respectively.

H. Postemployment Benefits and Compensated Absences

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

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

The Company has no obligations to former employees for benefits after their retirement.

NOTE 13 – CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS**(1) Outstanding Shares**

Not Applicable

(2) Dividend Rate of Preferred Stock

Not Applicable

(3) Dividend Restrictions

There are no restrictions for dividends paid or credited to policy holders.

(4) Dates and Amounts of Dividends Paid

Dividends are paid to policyholders as declared by the Company's Board of Directors. Dividends of \$5,510,776 and \$5,008,462 were declared in 2015 and 2014, respectively.

(5) Amount of Ordinary Dividends That May Be Paid to Stockholders

Not Applicable

(6) Restrictions on Unassigned Funds

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

(7) Mutual Surplus Advances

Not Applicable

NOTES TO FINANCIAL STATEMENTS

(8) Company Stock Held for Special Purposes

Not Applicable

(9) Changes in Special Surplus Funds

Not Applicable

(10) Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by unrealized gains and losses is \$14,865,476.

(11) Surplus Notes

Date Issued	Interest Rate	Par Value (Face Amount of Notes)	Carrying Value of Note*	Principal and/or Interest Paid Current Year	Total Principal and/or Interest Paid	Unapproved Principal and/or Interest	Date of Maturity
03/01/2006	%				\$ 15,995,341		03/15/2036
Total	XXX				\$ 15,995,341		XXX

* Total should agree with Page 3, Line 33.

The Company paid off the \$10,000,000 surplus note on December 12, 2014.

(12) Impact of Quasi-reorganizations

Not Applicable

(13) Dates of Quasi-reorganizations

Not Applicable

NOTE 14 – LIABILITIES, CONTINGENCIES AND ASSESSMENTS

A. Contingent Commitments

(1) The Company received a surplus note from its sponsored risk retention group, BeaconHarbor, which is to be funded based on the operating needs of BeaconHarbor, up to a maximum amount of \$5,000,000. The Company capitalized BeaconHarbor for \$1,050,000 and funded them with \$50,000 operating cash. As of the end of the current year, the Company had a contingent commitment balance of \$4,950,000.

(2) Detail of other contingent commitments

Nature and Circumstances of Guarantee and Key Attributes, Including Date and Duration of Agreement	Liability Recognition of Guarantee. (Including Amount Recognized at Inception. If no Initial Recognition, Document Exception Allowed Under SSAP No. 5R)	Ultimate Financial Statement Impact if Action under the Guarantee is Required	Maximum Potential Amount of Future Payments (Undiscounted) the Guarantor could be Required to make under the Guarantee. If unable to Develop an Estimate, this Should be Specifically Noted	Current Status of Payment or Performance Risk of Guarantee. Also Provide Additional Discussion as Warranted
		None		

(3) Summary of detail in 14.A.2

a.	Aggregate maximum potential of future payments of all guarantees (undiscounted) the guarantor could be required to make under guarantees. (Should equal the total of column 4 for (2) above.)	None
b.	Current liability recognized in F/S	None
	1. Noncontingent liabilities	
	2. Contingent liabilities	
c.	Ultimate financial statement impact if action under the guarantee is required	None
	1. Investments in SCA	
	2. Joint Venture	
	3. Dividends to stockholders (capital contribution)	
	4. Expense	
	5. Other	
	6. Total (should equal (3)a)	

B. Assessments

(1) Liability and related asset

The Company is subject to guaranty fund and other assessments by the states in which it writes business (Maine, Massachusetts, New Hampshire, and Vermont). The Company has not accrued a liability for guaranty fund assessments since the assessments/benefits are paid/received concurrent with notice by the states. Guaranty fund assessments are accrued by the states at the time of insolvencies. The Company recorded a benefit of \$45,770 and \$79 for guaranty fund assessments in 2015 and 2014, respectively.

The Company has no significant liability for other assessments.

(2) Rollforward of related asset

Not Applicable

NOTES TO FINANCIAL STATEMENTS

C. Gain Contingencies

Not Applicable

D. Extra Contractual Obligation and Bad Faith Losses

Not Applicable

E. Product Warranties

Not Applicable

F. Joint and Several Liabilities

Not Applicable

G. All Other Contingencies

At the end of the current and prior year, the Company had admitted assets of \$18,165,375 and \$14,274,598, respectively, in premiums receivable due from policyholders. 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 non-admitted amount of \$0 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.

Lawsuits against the Company can arise in the normal course of business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company. The Company has no contingent liability under certain structured settlement agreements (see Note 27A).

NOTE 15 – LEASES

A. Lessee Operating Lease

- (1) The Company signed a new lease effective July 1, 2013 for office space under a non-cancelable operating lease ending on December 31, 2025. Rental expense for 2015 and 2014 was \$279,158 and \$681,561, respectively.

As an incentive to sign the lease, the landlord reduced the rental rates and square footage rented prior to the expiration of the existing lease. The savings in rent expense was deferred beginning July 1, 2013, and will be amortized over the remaining lease term. There is \$587,907 and \$646,697 deferred rental savings included on the Company's balance sheet at the end of the current and prior year, respectively.

- (2) Future minimum rental payments are as follows:

At January 1, 2016 the minimum aggregate rental commitments:	
Year Ending December 31	Operating Leases
2016	\$ 333,123
2017	333,123
2018	333,123
2019	333,123
2020	333,123
Total	\$ 3,331,230

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

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

Not Applicable

NOTE 17 – SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

A. Transfers of Receivables Reported as Sales

Not Applicable

B. Transfer and Servicing of Financial Assets

Not Applicable

C. Wash Sales

Not Applicable

NOTES TO FINANCIAL STATEMENTS**NOTE 18 – GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE PORTION OF PARTIALLY INSURED PLANS**

Not Applicable

NOTE 19 – DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

Not Applicable

NOTE 20 – FAIR VALUE MEASUREMENTS

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

(1) Items Measured and Reported at Fair Value by Levels 1, 2 and 3

The Company has categorized its assets and liabilities that are 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 and derivatives 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. The estimated fair value of some of these items were determined by independent pricing services using observable inputs. Others were based on quotes from markets which were not actively traded..

Level 3 – Significant Unobservable Inputs: The Company has no assets or liabilities measured at fair value in this category.

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Bonds	\$	\$ 2,623,970	\$	\$ 2,623,970
Common Stocks - Industrial and miscellaneous	37,619,162			37,619,162
Common Stocks - Mutual funds	1,458,224			1,458,224
Total	\$ 39,077,386	\$ 2,623,970	\$	\$ 41,701,356

Liabilities at Fair Value	Level 1	Level 2	Level 3	Total
None				
Total				

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

The Company has no assets or liabilities measured at fair value in the level 3 category so the following table does not apply.

a. Assets	Beginning Balance at 1/1/2015	Transfers Into Level 3	Transfers Out of Level 3	Total Gains and (Losses) Included in Net Income	Total Gains and (Losses) Included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2015
None										
Total										

b. Liabilities	Beginning Balance at 1/1/2015	Transfers Into Level 3	Transfers Out of Level 3	Total Gains and (Losses) Included in Net Income	Total Gains and (Losses) Included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2015
None										
Total										

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

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

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

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

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

(5) Derivative Fair Value

Not Applicable

NOTES TO FINANCIAL STATEMENTS**B. Other Fair Value Disclosures**

Not Applicable

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

The table below reflects the fair values and admitted assets and liabilities that are financial instruments, excluding those accounted for under the equity method (subsidiaries, joint ventures and ventures). The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20A.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$ 203,003,630	\$ 195,612,256	\$ 25,049,749	\$ 177,953,881	\$	\$
Common Stock	\$ 39,077,386	\$ 39,077,386	\$ 39,077,386			
Cash, cash equivalents and short-term investments	\$ 24,547,793	\$ 24,547,793	\$ 24,547,793			

D. Not Practicable to Estimate Fair Value

Type of Class or Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
None				

NOTE 21 – OTHER ITEMS**A. Unusual or Infrequent Items**

Not Applicable

B. Troubled Debt Restructuring 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 be adversely impacted by subprime mortgage exposure including mortgage-backed securities and equity investments in financial institutions. In addition, all investment classes are impacted by market exposure to adverse news in the economy. Conservative investment guidelines limit the Company's exposure to such losses.

The Company identifies non-agency mortgage and asset-backed securities as "subprime" if the underlying collateral consists of residential mortgage or home-equity loans with an average credit score of 660 or lower at the time of origination. Securitized products, such as CDO's (Collateralized Debt Obligations), where a significant fraction of the collateral consists of "subprime" ABS, CMOs or other "subprime" CDOs, would also be considered "subprime."

Subprime risk is measured in terms of both potential mark-to-market losses as well as principal writedowns, with current "exposure" being best defined as the total face amount outstanding on mortgage-backed issues deemed to be "subprime" using the definition above. Top-down risk management strategies include strict limits in dollar and/or percentage terms on the total amount invested in any single issue, limits on the aggregate amount invested in the "subprime" sector and monitoring of the total interest-rate and credit spread-exposure to the "subprime" sector. Bottom-up surveillance includes monitoring of collateral performance, stress testing of the safety of principal and establishing pricing levels based on primary and secondary market activity in identical or similar bonds. Should either effort reveal sector or issue-level concerns, the investment manager's credit committee will investigate the situation and decide whether to reduce the exposure. This reduction may be accomplished either through selling the security or by hedging the economic risk using credit derivatives or other instruments, if such prerogative exist under the then current investment guidelines governing the portfolio.

Changes in asset values are adjusted and reflected on the Company's income statement to the extent such changes reflect other-than-temporary declines in market value, or if there is intent to sell such securities at a loss either to meet cash needs or to restructure the investment portfolio.

(2) Direct Exposure Through Investments in Subprime Mortgage Loans

Not Applicable

NOTES TO FINANCIAL STATEMENTS**(3) Direct Exposure Through Other Investments**

The Company invests in several other asset classes that could have subprime mortgage exposure including:

- Residential mortgage-backed securities
- Structured loan-backed securities
- Debt obligations and equity securities of financial institutions participating in subprime lending practices
- Equity and debt investments in companies affiliated with institutions adversely impacted due to participation in holdings of subprime investments

The Company has reviewed its investments in debt obligations to determine that they are investment grade quality, are current for interest payments due, and, in the case of mortgage-backed securities, that such investments are in tranches that have minimal default risk. Default risk on bonds appears to be minimal at present; however, the credit crisis could worsen in the future, negatively impacting the status of obligations held. An estimate of potential future losses has been provided in the financial statements. In the case of equity securities, market values that are less than the cost of securities have been deducted from surplus to the extent such differences do not reflect other-than-temporary declines in market value.

There is no subprime residential mortgage exposure as of the end of the current year.

(4) Underwriting Exposure to Subprime Mortgage Risk Through Mortgage Guaranty or Financial Guaranty Insurance Coverage

Not Applicable

G. Proceeds from issuance of insurance-linked securities

Not Applicable

NOTE 22 – EVENTS SUBSEQUENT

Subsequent events have been considered through February 29, 2016, the date of issuance of these statutory financial statements. There were no events occurring subsequent to the end of the current year that merited disclosure in these statements.

The Company is not subject to an annual ACA assessment under section 9010 of the Affordable Care Act since it does not write health insurance.

NOTE 23 – REINSURANCE**A. Unsecured Reinsurance Recoverables**

The Company does not have any unsecured aggregate reinsurance recoverables for paid and unpaid losses, loss adjustment expenses and unearned premiums for individual reinsurers, authorized or unauthorized, that exceed 3% of policyholders' surplus.

B. Reinsurance Recoverable in Dispute

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

C. Reinsurance Assumed and Ceded

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

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ 3,117				\$ 3,117	
b. All Other			7,176,832		(7,176,832)	
c. Total	\$ 3,117		\$ 7,176,832		\$ (7,173,715)	
d. Direct Unearned Premium Reserves			\$ 28,810,758			

(2) The Company does not have any reinsurance contracts that provide for additional or return commissions based on the actual loss experience of the reinsurance contracts.

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

D. Uncollectible Reinsurance

Not Applicable

E. Commutation of Ceded Reinsurance

Not Applicable

NOTES TO FINANCIAL STATEMENTS

- F. Retroactive Reinsurance
Not Applicable
- G. Reinsurance Accounted for as a Deposit
Not Applicable
- H. Disclosures for the Transfer of Property and Casualty Run-off Agreements
Not Applicable
- I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation
Not Applicable
- J. Reinsurance Agreements Qualifying for Reinsurer Aggregation
Not Applicable

NOTE 24 – RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDTERMINATION

Not Applicable

NOTE 25 – CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES (000's omitted)

Current year changes in estimates of the costs of prior year losses and loss adjustment expenses (LAE) affect the current year Statement of Income. Increases in those estimates increase current year expense and are referred to as unfavorable development or prior year reserve shortages. Decreases in those estimates decrease current year expense and are referred to as favorable development or prior year reserve redundancies. Current year losses and LAE reflected on the Statement of Income of \$18,675 were lower by \$12,797 due to favorable development of prior year estimates. This favorable development was approximately 16.6% of the prior year reserves for unpaid losses and LAE reflected on the Balance Sheet of \$77,165.

The first two columns in the table below reflect by line of business the expense on the Statement of Income and what that expense would have been without prior year development (from Schedule P – Part 1). The third column is the difference between the first two columns and reflects the favorable development of \$12,797. The decrease was primarily due to improved experience in the 2010 and 2012 through 2014 report years. Increases or decreases of this nature occur as a result of claim settlements and receipt and evaluation of additional information regarding unpaid claims. Recent development trends are also taken into account in evaluating the overall adequacy of reserves.

The last two columns reconcile the redundancy shown in the third column to the information shown in Schedule P – Part 2, which includes losses and the defense and cost containment (DCC) portion of LAE, but excludes the adjusting and other (AO) portion of LAE.

(000's omitted)					
Schedule P Lines of Business	Current Calendar Year Losses and LAE Incurred	Current Loss Year Losses and LAE Incurred Schedule P - Part 1	Total Shortage (Redundancy)	Loss and DCC Shortage (Redundancy) Schedule P - Part 2	Impact of AO on Total Shortage (Redundancy)
MPL - Occurrence	\$ 695	\$ 1,419	\$ (724)	\$ (1,555)	\$ 831
MPL - Claims Made	17,218	28,811	(11,593)	(8,693)	(2,900)
Other Liability - Occurrence	171	545	(374)	(261)	(113)
Other Liability - Claims Made	591	697	(106)	(117)	11
Total	\$ 18,675	\$ 31,472	\$ (12,797)	\$ (10,626)	\$ (2,171)

NOTE 26 – INTERCOMPANY POOLING ARRANGEMENTS

Not Applicable

NOTE 27 – STRUCTURED SETTLEMENTS

- A. Reserves Released Due to Purchase of Annuities
The Company purchased annuities from life insurers under which the claimants are payees (see Note 14G). The Company has no contingent liability should the issuers of these annuities fail to perform under the terms of the annuities.
- B. Annuity Insurers with Balances Due Greater than 1% of Policyholders' Surplus
Not Applicable

NOTE 28 – HEALTH CARE RECEIVABLES

Not Applicable

NOTES TO FINANCIAL STATEMENTS

NOTE 29 – PARTICIPATING POLICIES

Not Applicable

NOTE 30 – PREMIUM DEFICIENCY RESERVES

1. Liability carried for premium deficiency reserve: None
2. Date of most recent evaluation of this liability: February 8, 2016
3. Was anticipated investment income utilized in the calculation? YES

NOTE 31 – HIGH DEDUCTIBLES

At the end of the current year, the amount of reserve credit for high deductibles on unpaid losses and defense and containment expenses was \$3,783,499. The amount unpaid at the end of the current year totaled \$176,104. None of the recoverable was nonadmitted since all balances were current.

NOTE 32 – DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES

The Company does not discount liabilities for unpaid losses or unpaid loss adjustment expenses.

NOTE 33 – ASBESTOS/ENVIRONMENTAL RESERVES

The Company is not exposed to asbestos and/or environmental claims.

NOTE 34 – SUBSCRIBER SAVINGS ACCOUNTS

Not Applicable

NOTE 35 – MULTIPLE PERIL CROP INSURANCE

Not Applicable

NOTE 36 – FINANCIAL GUARANTY INSURANCE

Not Applicable

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes 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 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
- 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. 12/31/2011
- 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. 12/31/2011
- 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). 03/22/2013
- 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
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes No N/A
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes No
- 4.12 renewals? Yes No
- 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
- 4.22 renewals? Yes No
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes No
- 5.2 If yes, provide name of 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
- 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
- 7.2 If yes,
- 7.21 State the percentage of foreign control _____ %
- 7.22 State the nationality(ies) of the foreign person(s) or entity(ies); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(ies) (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 with the Federal Reserve Board? Yes No
- 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
- 8.4 If the response to 8.3 is yes, please provide below the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.
- | 1
Affiliate Name | 2
Location (City, State) | 3
FRB | 4
OCC | 5
FDIC | 6
SEC |
|---------------------|-----------------------------|----------|----------|-----------|----------|
| | | | | | |
9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
BAKER NEWMAN & NOYES, LLC 280 FORE STREET PORTLAND, ME 04101
- 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
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:
- 10.3 Has the insurer been granted any exemptions related to other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes No
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes No N/A
- 10.6 If the response to 10.5 is no or n/a, please explain:

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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?
CHAD C. KARLS, PRINCIPAL & CONSULTING ACTUARY MILLIMAN, INC. BROOKFIELD, WI
- 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 []
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A []
- 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

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 subordinator committee thereof? Yes [X] No []
17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors or all subordinator 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 the 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 reporting 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 [] No [X]
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment \$ 0
- 22.22 Amount paid as expenses \$ 0
- 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: \$ 0

INVESTMENT

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

- 24.01 Were all of 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
- 24.02 If no, give full and complete information, relating thereto:
- 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
- 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
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes No N/A
- 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
- 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 current in force? (Exclude securities subject to Interrogatory 21.1 and 24.03.) Yes No
- 25.2 If yes, state the amount thereof at December 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 sale – excluding FHLB Capital Stock \$ 0
- 25.27 FHLB Capital Stock \$ 0
- 25.28 On deposit with states \$ 209,488
- 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 |
|----------------------------|------------------|-------------|
| | | \$ |
- 26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes No
- 26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes No N/A
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
- 27.2 If yes, state the amount thereof at December 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 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*? Yes No
- 28.01 For all agreements that comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, complete the following:
- | 1
Name of Custodian(s) | 2
Custodian Address |
|-------------------------------|--------------------------------------|
| Brown Brothers Harriman & Co. | 140 Broadway New York, NY 10005-1101 |
- 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
- 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 | 2
Name(s) | 3
Address |
|--------------------------------------|-------------------------------|--------------------------------------|
| 104487 | Brown Brothers Harriman & Co. | 140 Broadway New York, NY 10005-1101 |
- 29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D-Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])? Yes No
- 29.2 If yes, complete the following schedule:

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

1 CUSIP	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
316071 10 9	Fidelity Contrafund	400,632
316389 40 9	Fidelity Dividend Growth	1,199
29.2999	TOTAL	401,831

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 Holdings	4 Date of Valuation
Fidelity Contrafund	Berkshire Hathaway, Inc. Class A	19,631	12/31/2015
Fidelity Contrafund	Wells Fargo & Co.	16,827	12/31/2015
Fidelity Contrafund	Alphabet Inc. Class A	13,621	12/31/2015
Fidelity Contrafund	Apple, Inc.	13,221	12/31/2015
Fidelity Contrafund	Amazon.com Inc.	13,221	12/31/2015
Fidelity Dividend Growth	Apple, Inc.	52	12/31/2015
Fidelity Dividend Growth	Microsoft Corp.	40	12/31/2015
Fidelity Dividend Growth	Johnson & Johnson	37	12/31/2015
Fidelity Dividend Growth	General Electric Co.	36	12/31/2015
Fidelity Dividend Growth	JP Morgan Chase & Co.	32	12/31/2015

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	201,107,432	208,498,545	7,391,113
30.2 Preferred Stocks	0	0	0
30.3 Totals	201,107,432	208,498,545	7,391,113

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

SVO prices were used to determine the fair value for bonds if the prices were available. For those bonds that didn't have SVO prices, fair values were obtained from the broker, Brown Brothers Harriman & Co.

- 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 []
- 31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliance pricing source for purposes of disclosure of fair value for Schedule D:
- 32.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed? Yes [X] No []
- 32.2 If no, list exceptions:

OTHER

- 33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 135,168
- 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.

1 Name	2 Amount Paid
Insurance Services Office, Inc.	\$ 79,132
Physician Insurers Association of America	35,316

- 34.1 Amount of payments for legal expenses, if any? \$ 33,145

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

1 Name	2 Amount Paid
Verrill & Dana, LLP	\$ 23,531

- 35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$ 24,197

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

1 Name	2 Amount Paid
Soltan Bass, LLC	\$ 19,466

GENERAL INTERROGATORIES

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	2		
				Current Year	Prior Year		
2.1	Premium Numerator	\$		0	\$	0	
2.2	Premium Denominator	\$		34,859,905	\$	34,578,671	
2.3	Premium Ratio (2.1/2.2)						
2.4	Reserve Numerator	\$		0	\$	0	
2.5	Reserve Denominator	\$		104,826,050	\$	96,336,128	
2.6	Reserve Ratio (2.4/2.5)						
3.1	Does the reporting entity issue both participating and non-participating policies?				Yes []	No [X]	
3.2	If yes, state the amount of calendar year premiums written on:						
3.21	Participating policies		\$			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 [X]	
4.2	Does the reporting entity issue non-assessable policies?				Yes [X]	No []	
4.3	If assessable policies are issued, what is the extent of the contingent liability of the policyholders?					%	
4.4	Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.		\$			0	
5.	FOR RECIPROCAL EXCHANGES ONLY:						
5.1	Does the exchange appoint local agents?				Yes []	No []	
5.2	If yes, is the commission paid:						
5.21	Out of Attorney's-in-fact compensation				Yes []	No []	N/A []
5.22	As a direct expense of the exchange				Yes []	No []	N/A []
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 fulfillments of certain conditions, been deferred?				Yes []	No []	
5.5	If yes, give full information:						
6.1	What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss? <u>Not Applicable - The Company does not issue workers' compensation policies.</u>						
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: <u>Maximum loss exposure per claim is limited by loss retention limitations and Clash coverage. Medical Professional Liability coverage in ME, MA, NH and VT comprise the most significant risk of loss. Ultimate losses are estimated in cooperation with the Company's actuary, Milliman, Inc.</u>						
6.3	What provision has this reporting entity made (such as 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? <u>Losses in excess of contractually established retention limits are reinsured and Clash coverage limits potential losses on related claims.</u>						
6.4	Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?				Yes []	No [X]	
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: <u>The Company writes only Medical Professional Liability policies with related coverage. Catastrophe insurance is not applicable to this line of business.</u>						

GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

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 []
8.1	Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured?	Yes []	No [X]
8.2	If yes, give full information		
9.1	Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results: (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term; (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer; (c) Aggregate stop loss reinsurance coverage; (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party; (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity?	Yes []	No [X]
9.2	Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where: (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract.	Yes []	No [X]
9.3	If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9: (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income; (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.		
9.4	Except for transactions meeting the requirements of paragraph 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, (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 (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 assets schedule, Page 2, state the amount of corresponding liabilities recorded for: 12.11 Unpaid losses 12.12 Unpaid underwriting expenses (including loss adjustment expenses)	\$	0
		\$	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 12.42 To		%
			%
12.5	Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies?	Yes [X]	No []
12.6	If yes, state the amount thereof at December 31 of current year: 12.61 Letters of Credit 12.62 Collateral and other funds	\$	250,000
		\$	0
13.1	Largest net aggregate amount insured in any one risk (excluding workers' compensation):	\$	750,000

GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

- 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. 13
- 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 []
- 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 []
- 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	2	3	4	5
		Direct Losses Incurred	Direct Losses Unpaid	Direct Written Premium	Direct Premium Unearned	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]

Included 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
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 2015	2 2014	3 2013	4 2012	5 2011
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	46,863,944	42,534,668	42,041,033	44,763,909	45,947,911
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....					
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
5. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
6. Total (Line 35).....	46,863,944	42,534,668	42,041,033	44,763,909	45,947,911
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	37,325,973	33,973,741	33,882,033	35,551,031	36,242,329
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....					
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
11. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
12. Total (Line 35).....	37,325,973	33,973,741	33,882,033	35,551,031	36,242,329
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8).....	6,847,262	14,621,203	19,820,867	5,787,584	11,058,674
14. Net investment gain (loss) (Line 11).....	7,765,257	8,194,810	8,359,102	10,665,183	7,997,698
15. Total other income (Line 15).....	86,182	46,675	40,869	54,991	56,865
16. Dividends to policyholders (Line 17).....	5,510,776	5,008,462	3,467,551	3,584,840	1,298,890
17. Federal and foreign income taxes incurred (Line 19).....	2,112,216	5,048,718	6,574,358	3,031,446	4,688,136
18. Net income (Line 20).....	7,075,709	12,805,508	18,178,929	9,891,472	13,126,211
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3).....	281,576,169	264,165,068	265,875,437	257,406,399	244,677,125
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1).....	391,662	207,989	178,342	144,071	3,676
20.2 Deferred and not yet due (Line 15.2).....	17,773,713	14,066,610	14,380,355	14,866,609	15,221,832
20.3 Accrued retrospective premiums (Line 15.3).....					
21. Total liabilities excluding protected cell business (Page 3, Line 26).....	124,025,125	112,992,861	119,117,596	132,767,685	134,344,469
22. Losses (Page 3, Line 1).....	55,100,034	48,366,573	54,563,562	62,900,883	66,095,911
23. Loss adjustment expenses (Page 3, Line 3).....	28,088,973	28,798,580	29,089,782	35,703,456	32,874,947
24. Unearned premiums (Page 3, Line 9).....	21,637,043	19,170,975	19,775,905	21,259,616	21,580,691
25. Capital paid up (Page 3, Lines 30 & 31).....					
26. Surplus as regards policyholders (Page 3, Line 37).....	157,551,044	151,172,207	146,757,841	124,638,714	110,332,656
Cash Flow (Page 5)					
27. Net cash from operations (Line 11).....	14,367,116	4,491,559	3,540,341	4,101,267	7,769,080
Risk-Based Capital Analysis					
28. Total adjusted capital.....	157,551,044	151,172,207	146,757,841	124,638,714	110,332,656
29. Authorized control level risk-based capital.....	7,874,941	7,901,319	8,480,025	9,439,233	9,357,067
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1).....	75.5	72.9	76.4	81.4	86.7
31. Stocks (Lines 2.1 & 2.2).....	15.1	16.0	14.7	13.0	11.9
32. Mortgage loans on real estate (Lines 3.1 & 3.2).....					
33. Real estate (Lines 4.1, 4.2 & 4.3).....					
34. Cash, cash equivalents and short-term investments (Line 5).....	9.5	11.1	8.9	5.5	1.5
35. Contract loans (Line 6).....					
36. Derivatives (Line 7).....					
37. Other invested assets (Line 8).....	0.0				
38. Receivable for securities (Line 9).....	0.0	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10).....					
40. Aggregate write-ins for invested assets (Line 11).....					
41. Cash, cash equivalents and invested assets (Line 12).....	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds (Sch. D, Summary, Line 12, Col. 1).....					
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1).....					
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1).....					
45. Affiliated short-term investments (subtotals included in Schedule DA, Verification, Column 5, Line 10).....					
46. Affiliated mortgage loans on real estate.....					
47. All other affiliated.....	1,000	1,000	1,000	1,000	1,000
48. Total of above lines 42 to 47.....	1,000	1,000	1,000	1,000	1,000
49. Total investment in parent included in Lines 42 to 47 above.....					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0).....	0.0	0.0	0.0	0.0	0.0

Medical Mutual Insurance Company of Maine FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2015	2014	2013	2012	2011
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24).....	(1,096,932)	2,209,745	6,981,012	3,638,194	(444,996)
52. Dividends to stockholders (Line 35).....					
53. Change in surplus as regards policyholders for the year (Line 38).....	6,378,837	4,414,366	22,119,127	14,306,058	12,632,834
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)....	6,307,944	10,647,352	13,005,957	12,814,942	17,875,111
55. Property lines (Lines 1, 2, 9, 12, 21 & 26).....					
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
58. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
59. Total (Line 35).....	6,307,944	10,647,352	13,005,957	12,814,942	17,875,111
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)....	6,045,399	8,910,091	11,380,957	11,040,084	14,150,111
61. Property lines (Lines 1, 2, 9, 12, 21 & 26).....					
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
64. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
65. Total (Line 35).....	6,045,399	8,910,091	11,380,957	11,040,084	14,150,111
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).....	36.7	7.8	8.6	21.9	5.2
68. Loss expenses incurred (Line 3).....	16.9	20.8	6.3	33.8	42.7
69. Other underwriting expenses incurred (Line 4).....	26.8	29.0	29.1	28.2	24.7
70. Net underwriting gain (loss) (Line 8).....	19.6	42.3	56.0	16.1	27.5
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0).....	24.8	29.4	30.2	28.3	27.3
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	53.6	28.7	14.9	55.6	47.9
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35, divided by Page 3, Line 37, Col. 1 x 100.0).....	23.7	22.5	23.1	28.5	32.8
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11).....	(10,626)	(15,907)	(20,851)	(11,062)	(19,168)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100).....	(7.0)	(10.8)	(16.7)	(10.0)	(19.6)
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12).....	(23,554)	(32,482)	(26,637)	(27,949)	(23,391)
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0).....	(16.0)	(26.1)	(24.1)	(28.6)	(25.9)

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

Yes [] No []

If no, please explain:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$'000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported- Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments					
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior.....	XXX.....	XXX.....	XXX.....						6.....		6.....	XXX.....	
2. 2006.....	56,985.....	13,989.....	42,996.....	20,228.....	5,361.....	6,228.....	285.....	2,454.....			23,264.....	XXX.....	
3. 2007.....	54,688.....	13,682.....	41,006.....	15,112.....	2,577.....	4,976.....	267.....	1,954.....			19,198.....	XXX.....	
4. 2008.....	53,660.....	11,896.....	41,764.....	16,834.....	3,324.....	6,546.....	151.....	2,802.....			22,707.....	XXX.....	
5. 2009.....	50,665.....	11,176.....	39,489.....	14,187.....	2,769.....	5,427.....	88.....	2,582.....			19,339.....	XXX.....	
6. 2010.....	49,730.....	11,049.....	38,681.....	13,380.....	1,600.....	6,246.....	102.....	2,658.....			20,582.....	XXX.....	
7. 2011.....	50,183.....	9,915.....	40,268.....	7,205.....	1,150.....	5,174.....	149.....	2,651.....			13,731.....	XXX.....	
8. 2012.....	45,343.....	9,471.....	35,872.....	4,235.....	100.....	4,048.....	30.....	2,387.....			10,540.....	XXX.....	
9. 2013.....	43,641.....	8,276.....	35,365.....	2,775.....	25.....	2,484.....	76.....	2,056.....			7,214.....	XXX.....	
10. 2014.....	42,523.....	7,944.....	34,579.....	825.....	13.....	1,618.....	4.....	1,670.....			4,096.....	XXX.....	
11. 2015.....	42,931.....	8,071.....	34,860.....	1,408.....	262.....	453.....	7.....	1,292.....			2,884.....	XXX.....	
12. Totals.....	XXX.....	XXX.....	XXX.....	96,189.....	17,181.....	43,200.....	1,159.....	22,512.....	0.....	0.....	143,561.....	XXX.....	

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding- Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....											0.....	XXX.....	
2. 2006.....					1.....		1.....				2.....	XXX.....	
3. 2007.....							7.....		1.....		8.....	XXX.....	
4. 2008.....			3.....	3.....			37.....		5.....		42.....	XXX.....	
5. 2009.....	203.....		9.....	9.....	38.....		86.....	2.....	29.....		354.....	XXX.....	
6. 2010.....	733.....		79.....	52.....	79.....		211.....	8.....	93.....		1,135.....	XXX.....	
7. 2011.....	7,574.....	1,500.....	606.....	122.....	1,315.....	47.....	373.....	8.....	733.....		8,924.....	XXX.....	
8. 2012.....	6,676.....	500.....	2,696.....	791.....	1,053.....	11.....	1,136.....	18.....	1,039.....		11,280.....	XXX.....	
9. 2013.....	7,494.....	1,500.....	4,829.....	1,276.....	1,066.....	61.....	1,688.....	90.....	1,457.....		13,607.....	XXX.....	
10. 2014.....	7,522.....	250.....	7,815.....	2,802.....	1,456.....	2.....	3,528.....	156.....	2,138.....		19,249.....	XXX.....	
11. 2015.....	5,792.....	18.....	15,909.....	4,017.....	1,324.....	19.....	6,351.....	220.....	3,486.....		28,588.....	XXX.....	
12. Totals.....	35,994.....	3,768.....	31,946.....	9,072.....	6,332.....	140.....	13,418.....	502.....	8,981.....	0.....	83,189.....	XXX.....	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves after Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....			XXX.....	0.....	0.....
2. 2006.....	28,912.....	5,646.....	23,266.....	50.7.....	40.4.....	54.1.....				0.....	2.....
3. 2007.....	22,050.....	2,844.....	19,206.....	40.3.....	20.8.....	46.8.....				0.....	8.....
4. 2008.....	26,227.....	3,478.....	22,749.....	48.9.....	29.2.....	54.5.....				0.....	42.....
5. 2009.....	22,561.....	2,868.....	19,693.....	44.5.....	25.7.....	49.9.....				203.....	151.....
6. 2010.....	23,479.....	1,762.....	21,717.....	47.2.....	15.9.....	56.1.....				760.....	375.....
7. 2011.....	25,631.....	2,976.....	22,655.....	51.1.....	30.0.....	56.3.....				6,558.....	2,366.....
8. 2012.....	23,270.....	1,450.....	21,820.....	51.3.....	15.3.....	60.8.....				8,081.....	3,199.....
9. 2013.....	23,849.....	3,028.....	20,821.....	54.6.....	36.6.....	58.9.....				9,547.....	4,060.....
10. 2014.....	26,572.....	3,227.....	23,345.....	62.5.....	40.6.....	67.5.....				12,285.....	6,964.....
11. 2015.....	36,015.....	4,543.....	31,472.....	83.9.....	56.3.....	90.3.....				17,666.....	10,922.....
12. Totals.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	0.....	0.....	XXX.....	55,100.....	28,089.....

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

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	Incurred Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										DEVELOPMENT	
	1 2006	2 2007	3 2008	4 2009	5 2010	6 2011	7 2012	8 2013	9 2014	10 2015	11 One Year	12 Two Year
1. Prior.....	58,861	51,715	52,060	51,739	48,712	47,815	48,638	47,482	47,215	47,084	(131)	(398)
2. 2006.....	30,648	26,966	24,989	24,991	23,147	21,796	21,620	20,954	20,848	20,812	(36)	(142)
3. 2007.....	XXX	29,021	27,020	23,009	20,261	18,120	17,572	17,479	17,346	17,251	(95)	(228)
4. 2008.....	XXX	XXX	31,439	29,551	30,827	26,410	22,150	20,890	20,118	19,942	(176)	(948)
5. 2009.....	XXX	XXX	XXX	32,338	29,947	24,243	22,347	19,316	17,984	17,082	(902)	(2,234)
6. 2010.....	XXX	XXX	XXX	XXX	34,338	29,491	26,956	23,389	19,975	18,966	(1,009)	(4,423)
7. 2011.....	XXX	XXX	XXX	XXX	XXX	30,664	28,194	22,392	19,414	19,271	(143)	(3,121)
8. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	28,652	23,376	20,747	18,394	(2,353)	(4,982)
9. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24,386	20,110	17,308	(2,802)	(7,078)
10. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22,516	19,537	(2,979)	XXX
11. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26,694	XXX	XXX
12. Totals.....											(10,626)	(23,554)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	Cumulative Paid Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										11	12
	1 2006	2 2007	3 2008	4 2009	5 2010	6 2011	7 2012	8 2013	9 2014	10 2015	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
1. Prior.....	000	17,261	29,165	37,358	43,621	45,548	46,147	46,328	47,084	47,084	XXX	XXX
2. 2006.....	679	3,914	11,677	15,200	18,846	19,592	20,627	20,738	20,797	20,810	XXX	XXX
3. 2007.....	XXX	477	2,688	8,217	11,420	12,892	14,923	16,671	17,084	17,244	XXX	XXX
4. 2008.....	XXX	XXX	1,500	6,306	11,295	13,786	18,460	19,603	19,745	19,905	XXX	XXX
5. 2009.....	XXX	XXX	XXX	863	2,363	10,230	12,799	14,902	16,694	16,757	XXX	XXX
6. 2010.....	XXX	XXX	XXX	XXX	1,385	6,262	9,231	13,865	17,681	17,924	XXX	XXX
7. 2011.....	XXX	XXX	XXX	XXX	XXX	578	3,965	7,797	8,616	11,080	XXX	XXX
8. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	602	4,013	6,687	8,153	XXX	XXX
9. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	599	2,855	5,158	XXX	XXX
10. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	736	2,426	XXX	XXX
11. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,592	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 2006	2 2007	3 2008	4 2009	5 2010	6 2011	7 2012	8 2013	9 2014	10 2015
1. Prior.....	23,365	13,323	4,295	3,101	1,322	195	26	4		
2. 2006.....	21,544	12,395	7,666	4,303	1,885	535	324	18	8	1
3. 2007.....	XXX	23,510	13,739	7,557	4,503	1,360	765	216	45	7
4. 2008.....	XXX	XXX	22,526	15,709	11,855	3,932	1,368	419	156	37
5. 2009.....	XXX	XXX	XXX	24,862	16,728	8,046	3,415	1,257	180	84
6. 2010.....	XXX	XXX	XXX	XXX	23,265	15,292	8,216	2,961	951	230
7. 2011.....	XXX	XXX	XXX	XXX	XXX	23,817	15,160	8,022	3,014	849
8. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	19,526	10,770	5,551	3,023
9. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,366	8,547	5,151
10. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	16,056	8,385
11. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	18,023

Medical Mutual Insurance Company of Maine SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Incl. in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama.....AL	N								
2. Alaska.....AK	N								
3. Arizona.....AZ	N								
4. Arkansas.....AR	N								
5. California.....CA	N								
6. Colorado.....CO	N								
7. Connecticut.....CT	N								
8. Delaware.....DE	N								
9. District of Columbia.....DC	N								
10. Florida.....FL	N								
11. Georgia.....GA	N								
12. Hawaii.....HI	N								
13. Idaho.....ID	N								
14. Illinois.....IL	N								
15. Indiana.....IN	N								
16. Iowa.....IA	N								
17. Kansas.....KS	N								
18. Kentucky.....KY	N								
19. Louisiana.....LA	N								
20. Maine.....ME	L	33,153,056	28,429,867	1,693,924	2,199,671	13,825,343	45,332,473	28,485	
21. Maryland.....MD	N								
22. Massachusetts.....MA	L	25,421	17,810	1,209				110	
23. Michigan.....MI	N								
24. Minnesota.....MN	N								
25. Mississippi.....MS	N								
26. Missouri.....MO	N								
27. Montana.....MT	N								
28. Nebraska.....NE	N								
29. Nevada.....NV	N								
30. New Hampshire.....NH	L	6,457,954	6,774,071	405,229	1,563,332	950,649	12,140,685	4,580	
31. New Jersey.....NJ	N								
32. New Mexico.....NM	N								
33. New York.....NY	N								
34. North Carolina.....NC	N								
35. North Dakota.....ND	N								
36. Ohio.....OH	N								
37. Oklahoma.....OK	N								
38. Oregon.....OR	N								
39. Pennsylvania.....PA	N								
40. Rhode Island.....RI	N								
41. South Carolina.....SC	N								
42. South Dakota.....SD	N								
43. Tennessee.....TN	N								
44. Texas.....TX	N								
45. Utah.....UT	N								
46. Vermont.....VT	L	7,221,245	7,704,004	472,951	2,544,941	1,721,248	10,467,073	3,615	
47. Virginia.....VA	N								
48. Washington.....WA	N								
49. West Virginia.....WV	N								
50. Wisconsin.....WI	N								
51. Wyoming.....WY	N								
52. American Samoa.....AS	N								
53. Guam.....GU	N								
54. Puerto Rico.....PR	N								
55. US Virgin Islands.....VI	N								
56. Northern Mariana Islands.....MP	N								
57. Canada.....CAN	N								
58. Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0	0	0
59. Totals.....(a)	4	46,857,676	42,925,752	2,573,313	6,307,944	16,497,240	67,940,231	36,790	0

DETAILS OF WRITE-INS

58001.....	XXX								
58002.....	XXX								
58003.....	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above)	XXX	0	0	0	0	0	0	0	0

(a) Insert the number of "L" responses except for Canada and Other Alien.

(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;

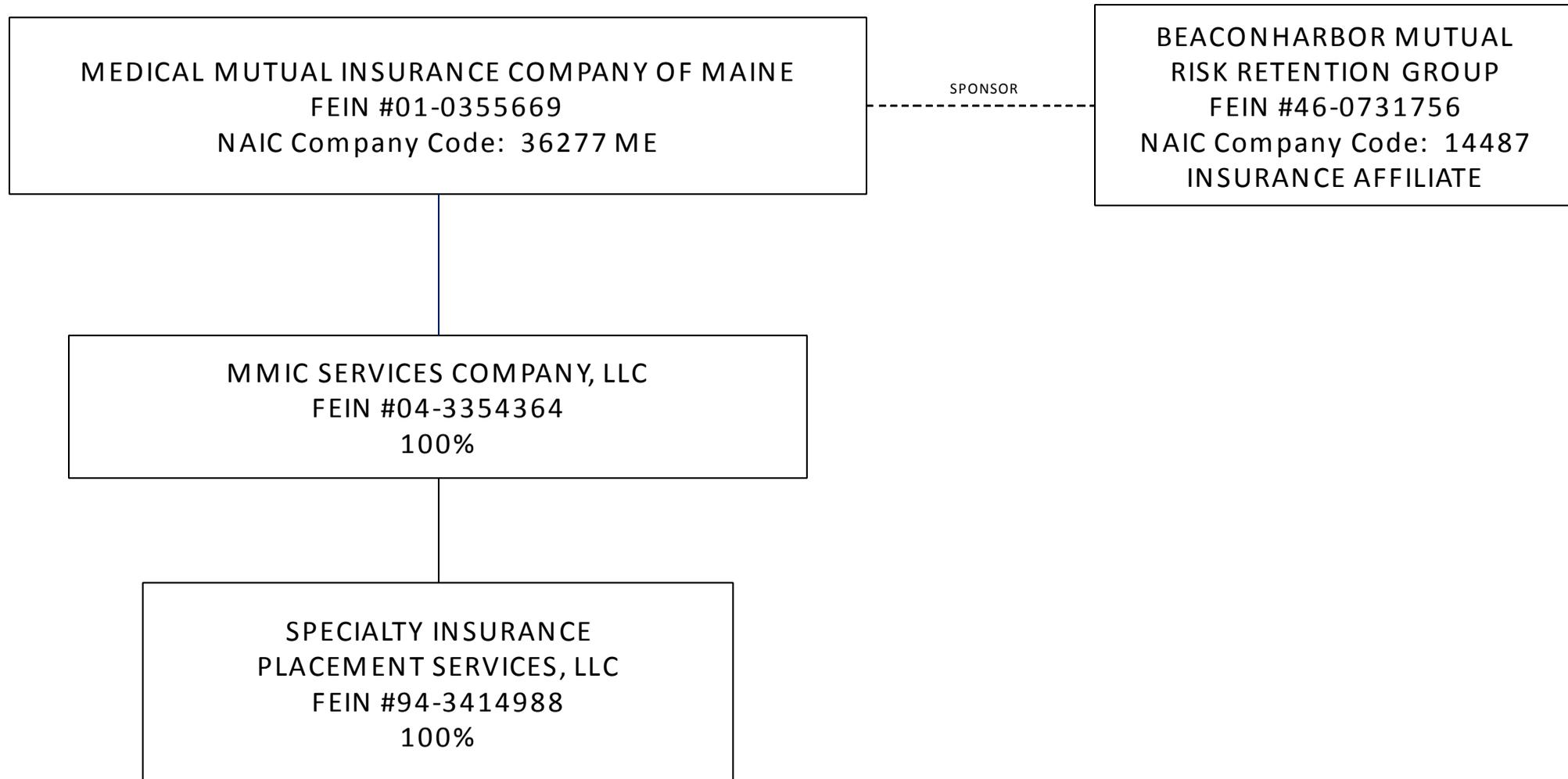
(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to write business in the state.

Explanation of Basis of Allocation of Premiums by States, etc.

Premiums are allocated to those states where the insured risks are located.

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART



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