



QUARTERLY FINANCIAL SUMMARY

SEPTEMBER 30, 2016

(Statutory basis, dollars in millions)	9/30/16	12/31/15
ADMITTED ASSETS, LIABILITIES, AND POLICYHOLDERS' SURPLUS		
Bonds and fixed maturity securities	\$ 4,326	\$ 4,454
Common stocks	486	490
Cash, short-term, and other invested assets	491	163
Cash and invested assets	5,303	5,107
Premiums receivable and other assets	489	345
Total admitted assets	\$ 5,792	\$ 5,452
Loss and loss adjustment expenses unpaid	\$ 3,190	\$ 3,293
Unearned premiums	317	229
Other liabilities and accrued expenses	372	103
Total liabilities	3,879	3,625
Policyholders' surplus	1,913	1,827
Total liabilities and policyholders' surplus	\$ 5,792	\$ 5,452
SUMMARY OF OPERATIONS AND CHANGES IN POLICYHOLDERS' SURPLUS		
Earned premiums	\$ 301	\$ 450
Loss and loss adjustment expenses incurred	264	349
Other underwriting expenses	34	40
Net underwriting gain (loss)	\$ 3	\$ 61
Investment income (net of expenses)	\$ 46	\$ 92
Net realized capital gains (losses)	62	80
Net investment gains	\$ 108	\$ 172
Net income	\$ 100	\$ 115
Change in net unrealized gains (losses)	6	(40)
Other surplus changes	(20)	(32)
Net increase in policyholders' surplus	\$ 86	\$ 43
PERFORMANCE RATIOS (BASED ON EARNED PREMIUMS)		
Loss and loss adjustment expense	87.8%	77.6%
Other underwriting expense	11.2%	9.0%
Combined ratio	99.0%	86.6%

Summarized from the Statutory Financial Statements as filed with the New York State Department of Financial Services.