



# QUARTERLY FINANCIAL SUMMARY

JUNE 30, 2016

(Statutory basis, dollars in millions)	6/30/16	12/31/15
<b>ADMITTED ASSETS, LIABILITIES, AND POLICYHOLDERS' SURPLUS</b>		
Bonds and fixed maturity securities	\$ 4,300	\$ 4,454
Common stocks	486	490
Cash, short-term, and other invested assets	542	163
Cash and invested assets	5,328	5,107
Premiums receivable and other assets	212	345
Total admitted assets	<u>\$ 5,540</u>	<u>\$ 5,452</u>
Loss and loss adjustment expenses unpaid	\$ 3,249	\$ 3,293
Unearned premiums	43	229
Other liabilities and accrued expenses	382	103
Total liabilities	3,674	3,625
Policyholders' surplus	1,866	1,827
Total liabilities and policyholders' surplus	<u>\$ 5,540</u>	<u>\$ 5,482</u>
<b>SUMMARY OF OPERATIONS AND CHANGES IN POLICYHOLDERS' SURPLUS</b>		
Earned premiums	\$ 199	\$ 450
Loss and loss adjustment expenses incurred	201	349
Other underwriting expenses	16	40
Net underwriting gain (loss)	<u>\$ (18)</u>	<u>\$ 61</u>
Investment income (net of expenses)	\$ 24	\$ 92
Net realized capital gains (losses)	38	80
Net investment gains	<u>\$ 62</u>	<u>\$ 172</u>
Net income	\$ 58	\$ 115
Change in net unrealized gains (losses)	16	(40)
Other surplus changes	(35)	(32)
Net increase in policyholders' surplus	<u>\$ 39</u>	<u>\$ 43</u>
<b>PERFORMANCE RATIOS (BASED ON EARNED PREMIUMS)</b>		
Loss and loss adjustment expense	101.0%	77.6%
Other underwriting expense	8.0%	9.8%
Combined ratio	109.0%	87.4%

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