

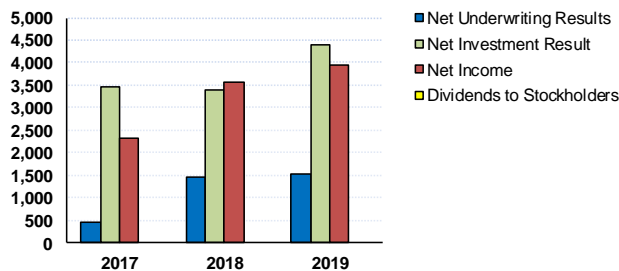


**FOUNDERS INSURANCE COMPANY, NAIC #14249
UTICA MUTUAL INSURANCE COMPANY**

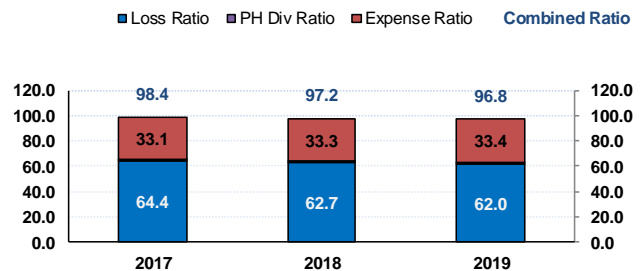
Dollars in 000

	2017	2018	2019		2017	2018	2019
Total Assets	166,682	174,427	185,684	RBC Ratio (%)	1,161.1	1,137.7	1,126.6
Total Liabilities	94,025	99,017	105,686	2yr Res Development	-1,073	-1,114	-3,620
Policyholder Surplus	72,656	75,410	79,998	2yr Dev / Surplus	-1.6%	-1.6%	-5.0%
Cash & Invested Assets	142,742	150,010	156,304	Affiliated Common Stck	6,286	6,358	6,469
Cash & Invested Assets/ Total Asse	85.6%	86.0%	84.2%	Affiliated CS / Surplus	8.7%	8.4%	8.1%
Net Cash from Operations	6,654	7,518	8,905	Net Reins Recoverable	129,165	116,804	117,703
Loss & LAE Reserves	64,660	67,185	70,352	Net Reins Rec / Surplus	177.8%	154.9%	147.1%
Loss & LAE Reserves/Surplus	89.0%	89.1%	87.9%	AMB / S&P Ratings	A- / NR	A- / NR	A- / NR

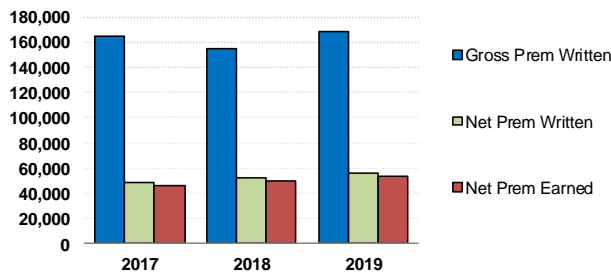
Income/Loss Trends (\$000)



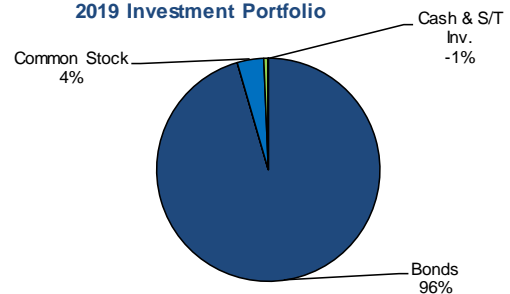
Combined Ratio (%) Trends



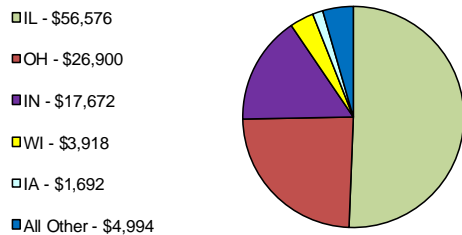
Premium Trends (\$000)



2019 Investment Portfolio

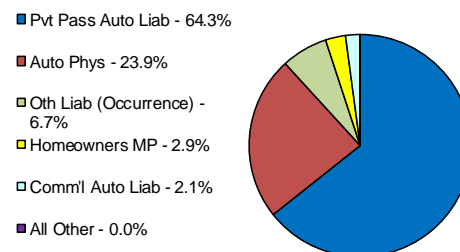


2019 Top 5 Geographies (DPW - \$000)



Total NY State DPW \$0,348
Total US ex Terr DPW \$111,751

2019 Top 5 Lines of Business (DPW/Total DPW)



Total All Lines \$111,751

Top 5 Reinsurers for Founders Insurance Co (IL) by Gross Recoverables

Period: 2019Y

Dollars in 000

Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue
1 - Utica Mutual Insurance Company	US Affiliated Pooling	Authorized	117,758	0
2 - Motors Insurance Corporation	US Unaffiliated	Authorized	181	0
3 - SCOR Reinsurance Company	US Unaffiliated	Authorized	69	0
4 - Renaissance Reinsurance U.S. Inc.	US Unaffiliated	Authorized	46	0
5 - Toa Reinsurance Company of America	US Unaffiliated	Authorized	22	0

HISTORY

Founders Insurance Company (Founders Insurance) was incorporated in the State of Illinois in August 1972 as Illinois Founders Insurance Company to become the successor to the Illinois Founders Mutual Insurance Company (organized 1901). The company was acquired by Nationwide Holdings, Inc. in June 1982. The company adopted its current name in July 1999. Financial and operations control of the company has been under Utica Mutual Insurance Company (Utica Mutual) since June 2010. The company has been eligible to write surplus lines business in New York since September 4, 2007. As of December 31, 2019, Founders is licensed in twelve (12) states and operated on a non-admitted basis in twenty-two (22) states.

REINSURANCE

Founders Insurance participates in an intercompany pooling agreement including five (5) affiliates, with Utica Mutual the pool lead retaining 84%. All business written is ceded 100% under the agreement and the company assumes 5% of all combined business back, including business not its own such as commercial multi-peril and workers compensation. As such, the financial strength of the company is heavily dependent upon the underwriting performance of its fellow pool members, the credit risk of Utica Mutual, as well as investment risk of its own investment portfolio, managed in common by Utica Mutual. For the years 2017 through 2019, respectively, Founders Insurance net reinsurance recoverable was shown as \$129m, \$117m, and \$118m, representing 178%, 155% and 147% of company surplus.

HOLDING COMPANY

Founded as a workers compensation insurer in 1914 in Utica, New York, with headquarters in New Hartford, New York, Utica Mutual provides personal and commercial lines and excess lines property and casualty insurance in the United States. AM Best collectively rates ten (10) companies of the Utica National Ins. group, including Founders Insurance Company. For the years 2017 through 2019 the group was rated 'A-' and assigned the financial size of XII (\$1bn - \$1.25bn).

SUBSEQUENT EVENTS

In March 2020, the Covid-19 influenza was recognized as a global pandemic, severely disrupting economic activity. As of April, 2020, the results of this event upon year-ending 2020 insurance operations and those of its parent group are not known. For those companies exposed however, the potential for reduced premiums, return of premiums, and an increase in collections and operation expense may reduce cash flows. Losses and loss adjustment expenses may increase when losses become known and investments in affiliates and equity investments may suffer a decline in values. Also, the effect of future legislation, regulation and litigation could cause an adverse financial impact on those companies exposed.

Important Information Regarding Financial Summaries

This financial summary contains information helpful to New York excess lines brokers in meeting their non-delegable duty to use "due care" in the selection of a financially secure excess line insurer. Definitions of the financial terms used in the summaries appear as pop-up boxes when hovering your mouse over the corresponding text. For additional guidance on assessing insurance company financial statements, please reference "ELANY COMPLIANCE ADVISOR: FUNDAMENTALS OF INSURANCE COMPANY FINANCIAL ANALYSIS".

The Excess Line Association of New York has compiled the insurance company financial information from the Annual Statutory Financial Statements. All ratios, charts, and graphs are based on the compiled information. We have made every effort to ensure all information transcribed for these pages is correct. However, the Excess Line Association of New York cannot attest to the accuracy of data provided by its sources, nor do we make any warranties, either expressed or implied, regarding the accuracy or completeness of information presented in this document. We assume no responsibility for loss or damage resulting from the use of this information.

ULTIMATE PARENT – Utica Mutual Insurance Company

Corporate Profile		Financial Strength Ratings	
Address:	Utica National Insurance Group 1111 East Touhy Avenue Des Plaines, IL 60018	S&P Global:	-
Website:	https://www.foundersinsurance.com/	Moody's:	-
President :	-	Fitch:	-
Ticker Symbol:	N/A	AM Best - P&C:	-
2019 Form 10-K:	N/A		

Highlights (\$000)	2016	2017	2018	2019
Total Assets	0	0	0	0
Total Policy Reserves	0	0	0	0
Total Debt	0	0	0	0
Total Other Liabilities	0	0	0	0
Sep Account Liabilities	0	0	0	0
Total Liabilities	0	0	0	0
Total Equity	0	0	0	0
Total Liab & Equity	0	0	0	0
Book Value / Share (\$)	0.00	0.00	0.00	0.00
Reserves / Investments & Cash (x)	NA	NA	NA	NA
Reserves / Liabilities (x)	NA	NA	NA	NA
Reserves / Equity (x)	0.00	0.00	0.00	0.00
Debt / Equity (x)	0.00	0.00	0.00	0.00
Dec. 31 Closing Price (\$)	0.00	0.00	0.00	0.00
Net Income (\$)	0	0	0	0
Basic EPS (\$)	0.00	0.00	0.00	0.00
Investment Yield (%)	0.00	0.00	0.00	0.00
Ratios (%)				
Loss Ratio	0.00	0.00	0.00	0.00
Expense Ratio	0.00	0.00	0.00	0.00
PH Dividend Ratio	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Combined Ratio	0.00	0.00	0.00	0.00

Company Description and Notes

Industries: Personal and Commercial Lines and Excess Lines Property and Casualty Insurance, Insurance Services, Claims Management and Associated Investment Management

Geography: United States

Utica Mutual Insurance Company does not file publically available financial data. A review of its required annual Policyholders Report showed it to possess Policyholder Equity of \$1,020,877,192.

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