

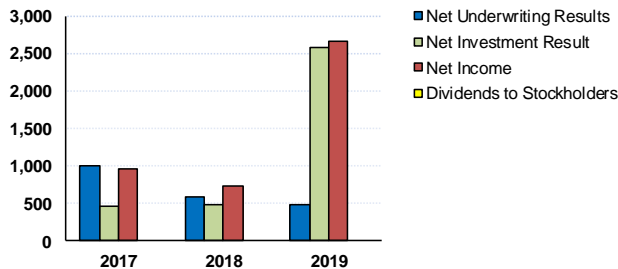


**HOMESITE INSURANCE COMPANY, NAIC #17221  
AMERICAN FAMILY INSURANCE GROUP**

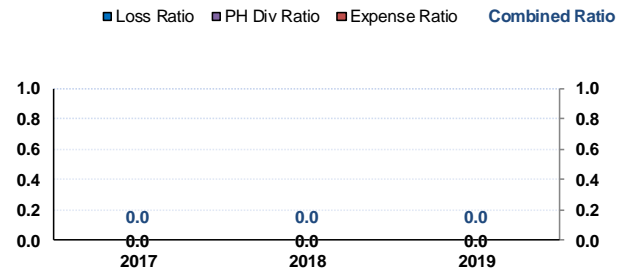
Dollars in 000

	2017	2018	2019		2017	2018	2019
Total Assets	155,796	171,651	158,608	RBC Ratio (%)	182,735.5	179,803.6	48,869.8
Total Liabilities	67,837	82,945	67,265	2yr Res Development	0	0	0
Policyholder Surplus	87,960	88,706	91,343	2yr Dev / Surplus	0.0%	0.0%	0.0%
Cash & Invested Assets	73,445	73,747	81,996	Affiliated Common Stock	0	0	0
Cash & Invested Assets/ Total Assets	47.1%	43.0%	51.7%	Affiliated CS / Surplus	0.0%	0.0%	0.0%
Net Cash from Operations	-2,818	175	40,025	Net Reins Recoverable	319,976	388,053	486,341
Loss & LAE Reserves	0	0	0	Net Reins Rec / Surplus	363.8%	437.5%	532.4%
Loss & LAE Reserves/Surplus	0.0%	0.0%	0.0%	AMB / S&P Ratings	Au / NR	A / NR	A / NR

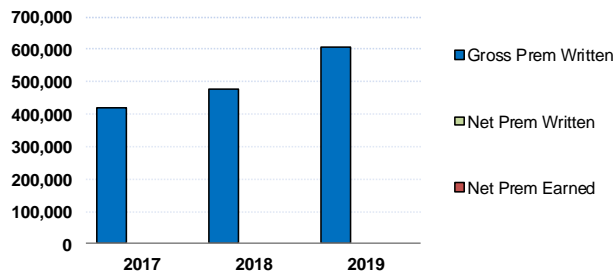
**Income/Loss Trends (\$000)**



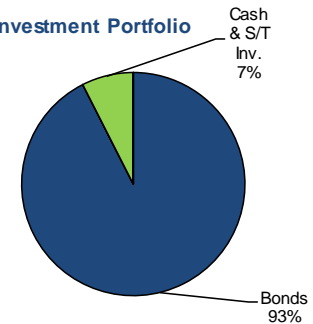
**Combined Ratio (%) Trends**



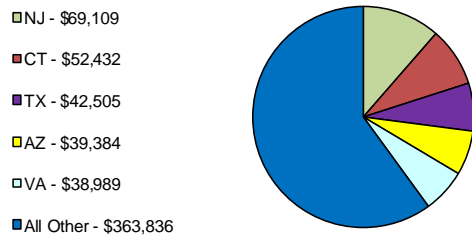
**Premium Trends (\$000)**



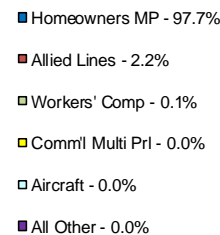
**2019 Investment Portfolio**



**2019 Top 5 Geographies (DPW - \$000)**



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



Total NY State DPW \$0,000  
Total US ex Terr DPW \$606,256

Total All Lines \$606,256

**Top 5 Reinsurers for Homesite Insurance Co. by Gross Recoverables  
Period: 2019Y**

Dollars in 000

Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue
1 - Homesite Insurance Company of the Midwest	US Affiliated Non-captive Non-pooling	Authorized	510,919	0
2 - National Flood Insurance Program	Mandatory Pools	Authorized	7,886	0
3 - Factory Mutual Insurance Company	US Unaffiliated	Authorized	23	0
4 - American Modern Home Insurance Company	US Unaffiliated	Authorized	4	0
5 - Florida Hurricane Catastrophe Fund	US Unaffiliated	Authorized	0	0

#DIV/0 error messages occur in instances where the denominator of the ratio are zero (i.e. zero premium or reserves due to a 100% quota share).

## HISTORY

Homesite Insurance Company (Homesite Insurance) was incorporated in 1985, in Connecticut, as Royal Special Risks Insurance Company, a subsidiary of Globe Indemnity Company, itself a subsidiary of Royal Group, Inc. In 1999, Globe Indemnity Company and Royal Group, Inc. entered into a definitive stock purchase agreement to sell the company to Homesite Group Inc. (HGI). Subsequent to its purchase, the company was renamed Homesite Insurance Company. In 2013, American Family Mutual Insurance Company (American Family) acquired 100% ownership of HGI and its subsidiaries, including the company. American Family is itself wholly owned by the American Family Insurance Mutual Holding Company (AFIMHC), collectively known as the American Family Group (AFG). The Company was re-domiciled from Connecticut to Wisconsin in 2016, the NAIC Lead State of the American Family Insurance Group. The company has been eligible to write business in New York since February, 2020. As of December 31, 2019, Homesite Insurance is licensed in forty four (44) states and the District of Columbia.

## REINSURANCE

Homesite Insurance and seven (7) other affiliates cede 100% quota share to Homesite Insurance Company of the Midwest, who in-turn cedes 80% to the group parent, American Family. As a result of the 100% cession, no values are reported for net premiums written or earned, underwriting income and the various combined ratio trends. As such, the financial strength of the company is heavily dependent on the credit risk of American Family as well as investment risk of its own invested assets, managed in common by American Family. For the years 2017 through 2019, respectively, Homesite Insurance net reinsurance recoverable was shown as \$320m, \$388, and \$486m, representing 364%, 438% and 532% of company surplus.

## HOLDING COMPANY

Founded 1927 as the Farmers Mutual Insurance Company, in Madison, Wisconsin, to sell auto insurance to farmers, the company changed its name to American Family Insurance Company in 1963. The American Family Insurance group is the nation's 13th-largest property/casualty insurance group and sells American Family-brand products and insurance, primarily through exclusive agency owners in 19 states. The American Family Insurance group also includes American Family Connect Property and Casualty Insurance Company, Ameriprise Auto & Home, The General, Homesite companies and the Main Street America companies. AM Best collectively rates twenty two (22) insurance subsidiaries of the American Family Insurance Company group, including Homesite Insurance Company. For the years 2017 through 2019 AM Best rated the group 'A' and assigned the financial size of XV (\$2bn - >).

## 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 – American Family Insurance Group

Corporate Profile		Financial Strength Ratings	
Address:	American Family Insurance Group 6000 American Parkway Madison, WI, 53783	S&P Global:	-
Website:	<a href="https://www.amfam.com/">https://www.amfam.com/</a>	Moody's:	-
President :	William Boyd Westrate	Fitch:	-
Ticker Symbol:	-: -	AM Best - P&C:	-
2019 Form 10-K:	<a href="#">NA</a>		

Highlights (\$000)	2016	2017	2018	2019
Total Assets	22,661,640	24,233,038	27,502,521	31,123,650
Total Policy Reserves	11,694,561	12,652,251	15,249,017	17,204,182
Total Debt	0	0	0	0
Total Other Liabilities	3,207,122	3,528,962	3,226,657	4,156,339
Sep Account Liabilities	0	0	0	0
Total Liabilities	14,901,683	16,181,213	18,495,674	21,360,521
<b>Total Equity</b>	<b>7,759,957</b>	<b>8,051,825</b>	<b>9,006,847</b>	<b>9,763,129</b>
Total Liab & Equity	22,661,640	24,233,038	27,502,521	31,123,650
Book Value / Share (\$)	0.00	0.00	0.00	0.00
Reserves / Investments & Cash (x)	0.71	0.75	0.82	0.78
Reserves / Liabilities (x)	0.78	0.78	0.82	0.81
Reserves / Equity (x)	1.51	1.57	1.69	1.76
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 (\$)	325,579	155,628	295,292	455,509
Basic EPS (\$)	0.00	0.00	0.00	0.00
Investment Yield (%)	3.91	4.88	4.83	6.61
Ratios (%)				
Loss Ratio	68.50	77.08	76.23	77.13
Expense Ratio	32.20	29.72	27.77	28.57
PH Dividend Ratio	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Combined Ratio	100.70	106.80	104.00	105.70

### Company Description and Notes

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

Geography: United States

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