

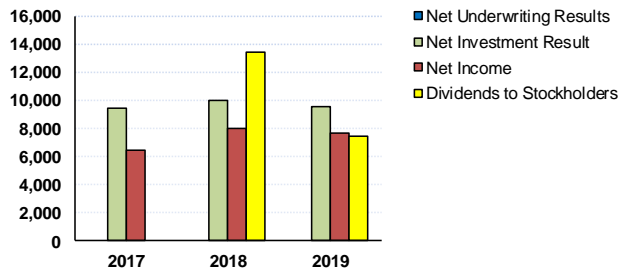


**COLUMBIA CASUALTY COMPANY, NAIC #31127  
LOEWS CORPORATION**

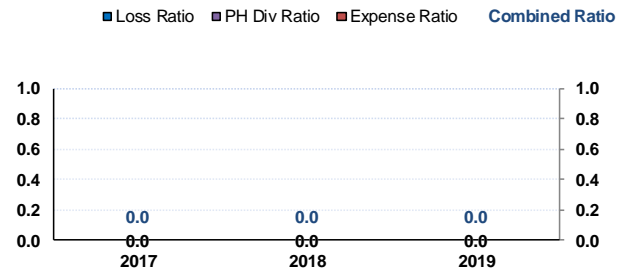
Dollars in 000

	2017	2018	2019		2017	2018	2019
Total Assets	245,179	238,970	240,083	RBC Ratio (%)	13,877.1	13,495.1	13,118.5
Total Liabilities	206	51	135	2yr Res Development	0	0	0
Policyholder Surplus	244,973	238,919	239,948	2yr Dev / Surplus	0.0%	0.0%	0.0%
Cash & Invested Assets	242,634	236,657	237,730	Affiliated Common Stock	0	0	0
Cash & Invested Assets/ Total Assets	99.0%	99.0%	99.0%	Affiliated CS / Surplus	0.0%	0.0%	0.0%
Net Cash from Operations	7,364	8,668	7,681	Net Reins Recoverable	2,029,468	1,925,416	1,859,612
Loss & LAE Reserves	0	0	0	Net Reins Rec / Surplus	828.4%	805.9%	775.0%
Loss & LAE Reserves/Surplus	0.0%	0.0%	0.0%	AMB / S&P Ratings	A / A+	A / A+	A / A+

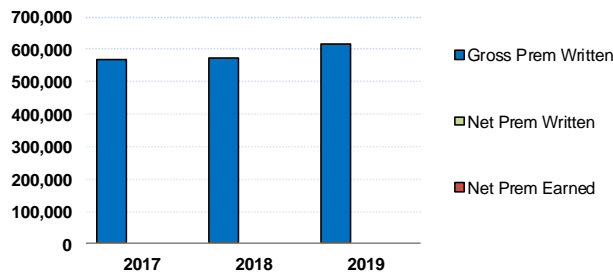
**Income/Loss Trends (\$000)**



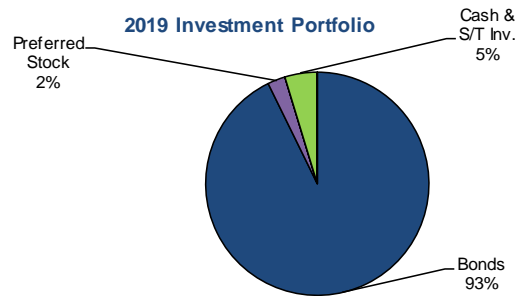
**Combined Ratio (%) Trends**



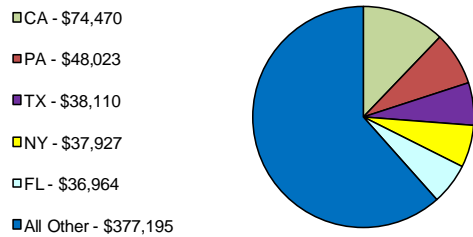
**Premium Trends (\$000)**



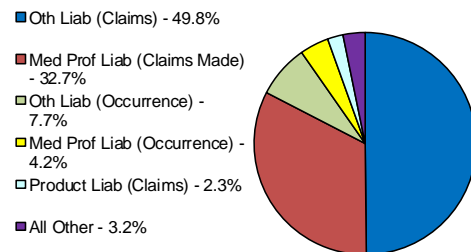
**2019 Investment Portfolio**



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



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



Total NY State DPW \$37,927  
Total US ex Terr DPW \$612,689

Total All Lines \$613,711

**Top 5 Reinsurers for Columbia Casualty Co. by Gross Recoverables**

Period: 2019Y

Dollars in 000

Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue
1 - Continental Casualty Company	US Affiliated Pooling	Authorized	1,859,613	0
2 - -	-	-	-	-
3 - -	-	-	-	-
4 - -	-	-	-	-
5 - -	-	-	-	-

#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

Columbia Casualty Company (Columbia Casualty) was originally incorporated February 1900, in Nebraska as the Columbia Fire Insurance Company, and operated until 1912. After 1912 the corporate charter became dormant. The charter was passed to National Fire Insurance Company of Hartford in 1919. The charter was sold again in 1973 to National Insurance Company of Hartford's parent, Continental Casualty Company (Continental Casualty). Desiring to re-activate the company charter, Columbia Casualty Company of Illinois was incorporated in the State of Illinois in March 1974 as the vehicle to transfer the corporate domicile and re-activate the company, subsequently dropping Illinois from the title and renaming the company Columbia Casualty Company. The direct parent of the company is Continental Casualty, itself ultimately owned by CNA Financial Corporation (CNA). CNA is 90% owned by Loews Corporation. The company has been eligible to write surplus lines business in New York at least since ELANY's inception in 1989. As of December 31, 2019, Columbia Casualty is an Illinois domestic surplus lines insurer and operated on a non-admitted basis in forty-nine (49) states, the District of Columbia, and Puerto Rico.

## REINSURANCE

Columbia Casualty is a participant in an intercompany pooling agreement including eight (8) affiliates, with its parent, Continental Casualty, pool lead retaining 100%. The company cedes 100% of its premiums to Continental Casualty. As a result of the pooling agreement, 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 CNA, as well as investment risk from its own investment portfolio, managed in common by CNA. For the years 2017 through 2019, respectively, Columbia Casualty net reinsurance recoverable was shown as \$2.02bn, \$1.93bn and \$1.86bn, representing 828%, 806% and 775% of company surplus.

## HOLDING COMPANY

Founded in 1946 with headquarters in New York, NY, the Loews Corporation holds investments in, principally, CNA, Diamond Offshore Drilling, Boardwalk Pipelines and Loews Hotels. Founded in 1897 with headquarters in Chicago, IL, CNA is one of the 10<sup>th</sup> largest commercial insurers in the U.S. CNA, an acronym for **C**ontinental Assurance Co. of North America, the **N**ational Fire Insurance Co. of Hartford (acquired in 1956) and the **A**merican Casualty Co. (acquired in 1963), CNA provides commercial and specialty property and casualty insurance for business and professionals in the U.S. and Canada, Europe and Asia. AM Best collectively rates seventeen (17) companies of the CNA Financial Group, including Columbia Casualty Company. For the years 2017 through 2019 the group was rated by AM Best and S&P as 'A/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 – Loews Corporation

Corporate Profile		Financial Strength Ratings	
Address:	Loew s Corporation 667 Madison Avenue New York, NY , 10065	S&P Global:	-
Website:	<a href="https://loew s.com/">https://loew s.com/</a>	Moody's:	-
President :	James S. Tisch	Fitch:	-
Ticker Symbol:	NYSE: L	AM Best - P&C:	-
2019 Form 10-K:	<a href="https://w w w .sec.gov/ix?doc=/Archives/edgar/dat a/60086/000119312520031657/d816698d10k.htm">https://w w w .sec.gov/ix?doc=/Archives/edgar/dat a/60086/000119312520031657/d816698d10k.htm</a>		

Highlights (\$000)	2016	2017	2018	2019
Total Assets	76,594,000	79,586,000	78,316,000	82,243,000
Total Policy Reserves	36,431,000	37,212,000	36,764,000	38,614,000
Total Debt	10,778,000	11,533,000	11,376,000	12,227,000
Total Other Liabilities	5,388,000	5,526,000	7,949,000	8,304,000
Sep Account Liabilities	0	0	0	0
Total Liabilities	53,233,000	55,020,000	56,930,000	60,313,000
<b>Total Equity</b>	<b>23,361,000</b>	<b>24,566,000</b>	<b>21,386,000</b>	<b>21,930,000</b>
Total Liab & Equity	76,594,000	79,586,000	78,316,000	82,243,000
Book Value / Share (\$)	53.96	57.83	59.34	65.71
Reserves / Investments & Cash (x)	0.71	0.71	0.76	0.75
Reserves / Liabilities (x)	0.68	0.68	0.65	0.64
Reserves / Equity (x)	1.56	1.51	1.72	1.76
Debt / Equity (x)	0.46	0.47	0.53	0.56
Dec. 31 Closing Price (\$)	46.83	50.03	45.52	52.49
Net Income (\$)	716,000	1,412,000	706,000	871,000
Basic EPS (\$)	1.93	3.46	1.99	3.08
Investment Yield (%)	4.23	4.43	3.48	4.74
Ratios (%)				
Loss Ratio	60.80	62.60	63.10	62.90
Expense Ratio	35.10	34.50	33.60	33.80
PH Dividend Ratio	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Combined Ratio	95.90	97.10	96.70	96.70

### Company Description and Notes

Industries: Investment Holding Co.: CNA Financial, Diamond Offshore Drilling, Boardwalk Pipelines and Loews Hotels

CNA Ins.: Commercial and Specialty Property and Casualty insurance for business and professionals, Insurance Services, Claims Management and Associated Investment Management

Geography: United States and Canada, United Kingdom, European Union and Asia

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