

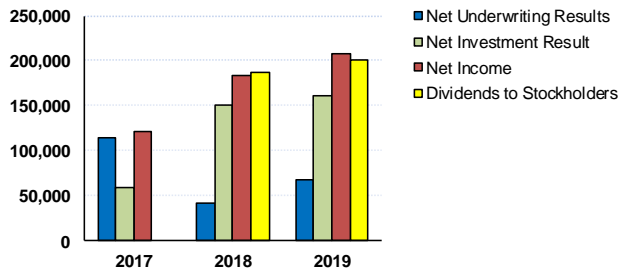


**HOUSTON CASUALTY COMPANY, NAIC #42374
TOKIO MARINE HOLDINGS, INC.**

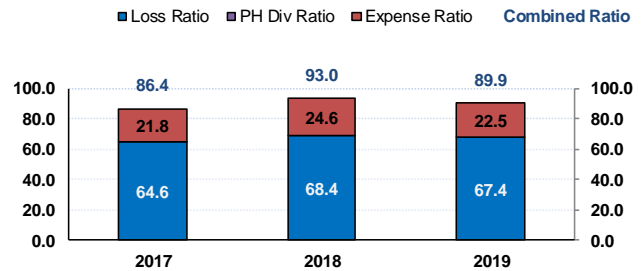
Dollars in 000

	2017	2018	2019		2017	2018	2019
Total Assets	3,382,758	3,437,498	3,714,969	RBC Ratio (%)	452.1	442.4	477.0
Total Liabilities	1,517,623	1,422,582	1,629,065	2yr Res Development	-54,403	-30,704	-36,423
Policyholder Surplus	1,865,135	2,014,916	2,085,904	2yr Dev / Surplus	-2.8%	-1.6%	-2.0%
Cash & Invested Assets	2,702,136	2,954,181	3,129,444	Affiliated Common Stock	993,202	1,155,220	1,236,900
Cash & Invested Assets/ Total Assets	79.9%	85.9%	84.2%	Affiliated CS / Surplus	53.3%	57.3%	59.3%
Net Cash from Operations	166,119	300,903	219,332	Net Reins Recoverable	378,775	464,744	487,073
Loss & LAE Reserves	827,040	780,386	771,592	Net Reins Rec / Surplus	20.3%	23.1%	23.4%
Loss & LAE Reserves/Surplus	44.3%	38.7%	37.0%	AMB / S&P Ratings	A++ / AA-	A++ / AA-	A++ / A+

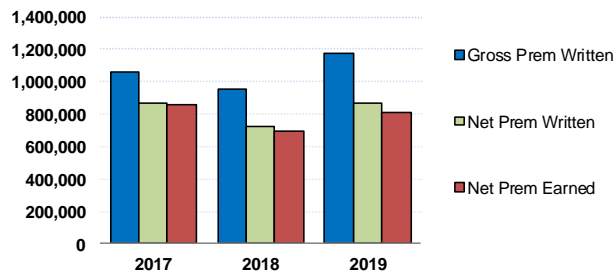
Income/Loss Trends (\$000)



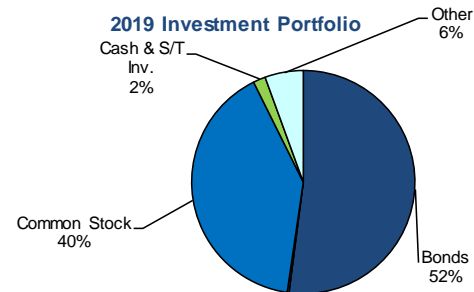
Combined Ratio (%) Trends



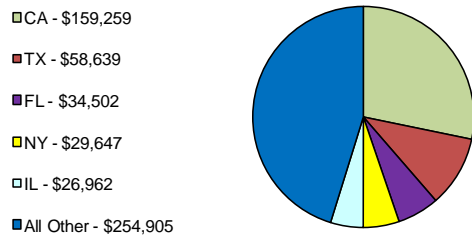
Premium Trends (\$000)



2019 Investment Portfolio

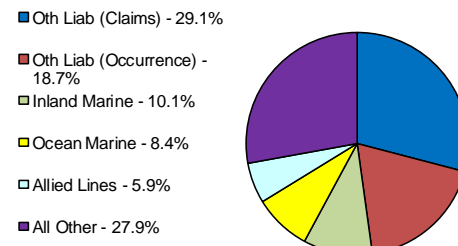


2019 Top 5 Geographies (DPW - \$000)



Total NY State DPW \$29,647
Total US ex Terr DPW \$563,914

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



Total All Lines \$599,574

Top 5 Reinsurers for Houston Casualty Co. by Gross Recoverables

Period: 2019Y

Dollars in 000

Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue
1 - Swiss Reinsurance America Corporation	US Unaffiliated	Authorized	57,101	0
2 - Münchener Rückversicherungs-Gesellschaft AG	Non-US Unaffiliated	Unauthorized	47,267	64
3 - Hannover Rück SE	Non-US Unaffiliated	Mixed Filing	41,206	663
4 - Houston Reinsurance Company Limited	Non-US Affiliated Non-captive	Unauthorized	31,847	0
5 - RenaissanceRe Europe AG	Non-US Unaffiliated	Unauthorized	25,054	245

HISTORY

Houston Casualty Company (Houston Casualty) was incorporated in the State of Texas in December 1981, as International Indemnity Company of Texas, a subsidiary of Houston Casualty Insurance Holdings, Inc. (HCH). The company adopted its current name in May 1983. HCH was acquired by Tokyo Marine Holdings, Inc. (Tokyo Marine) in 2015, and the group rebranded themselves in the United States as Tokyo Marine HCC. Financial and operations control of the company remain with Tokyo Marine HCC and ultimately Tokyo Marine. The company has been eligible to write surplus lines business in New York since December 21, 1994. As of December 31, 2019, Houston Casualty is licensed in Texas and operated on a non-admitted basis in forty-nine (49) states, the District of Columbia, Guam, Puerto Rico, the U.S. Virgin Islands and Northern Mariana Islands.

REINSURANCE

Houston Casualty reinsurance was with a diverse group of both U.S. and non U.S. unaffiliated reinsurers. For the years 2017 through 2019, respectively Houston Casualty net reinsurance recoverable were shown as \$379m, \$465m and \$487m, representing 20%, 23% and 23% of company surplus.

HOLDING COMPANY

Founded in 1879, as Tokyo Marine Insurance, in Tokyo, Japan, it is the oldest insurance company in Japan. The company now known as Tokyo Marine Holdings, Inc. is engaged in the businesses of personal and commercial property and casualty insurance, life insurance, health insurance, finance, investment management and general consulting and risk management businesses related to insurance. AM Best collectively rates thirteen (13) insurance subsidiaries of the Houston Casualty Ins. Holdings group, including Houston Casualty Insurance Company. For the years 2017 and 2018 AM Best and S&P rated the group 'A++/AA-', and in 2019 'A++/A+'. The group was 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 – Tokio Marine Holdings Inc.

Corporate Profile		Financial Strength Ratings	
Address:	Tokio Marine Holdings, Inc. Tokio Marine Nichido Building Shinkan Tokyo, -, -	S&P Global:	-
Website:	https://www.tokiomarinehd.com/en/	Moody's:	-
President :	Satoru Komiya	Fitch:	-
Ticker Symbol:	TKS: 8766	AM Best - P&C:	-
2019 Form 10-K:	NA		

Highlights (\$000)	2016	2017	2018	2019
Total Assets	21,855,328	22,607,603	22,929,935	22,531,402
Total Policy Reserves	15,144,114	15,544,525	16,266,467	16,416,905
Total Debt	781,754	1,120,431	543,619	355,137
Total Other Liabilities	2,045,813	2,040,891	1,915,126	1,858,578
Sep Account Liabilities	1,003,158	483,153	219,705	141,276
Total Liabilities	18,342,671	19,037,843	19,094,398	18,927,661
Total Equity	3,512,656	3,569,760	3,835,536	3,603,741
Total Liab & Equity	21,855,327	22,607,603	22,929,934	22,531,402
Book Value / Share (\$)	4,620.75	4,725.21	5,248.93	5,062.17
Reserves / Investments & Cash (x)	NA	NA	NA	NA
Reserves / Liabilities (x)	0.83	0.82	0.85	0.87
Reserves / Equity (x)	4.31	4.35	4.24	4.56
Debt / Equity (x)	0.22	0.31	0.14	0.10
Dec. 31 Closing Price (\$)	3,800.00	4,696.00	4,735.00	5,362.00
Net Income (\$)	255,980	275,578	286,336	275,720
Basic EPS (\$)	337.28	363.53	382.83	383.02
Investment Yield (%)	0.00	0.00	0.00	0.00
Ratios (%)				
Loss Ratio	60.00	60.70	62.00	68.80
Expense Ratio	30.60	30.80	30.70	30.60
PH Dividend Ratio	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Combined Ratio	90.60	91.50	92.70	99.40

Company Description and Notes

Industries: Personal and Commercial Property and Casualty Insurance, Life and Health Insurance, Specialty Lines Insurance, Finance, Consulting and Risk Management, Insurance Services, Claims Management and Associated Investment Management

Geography: Worldwide

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