

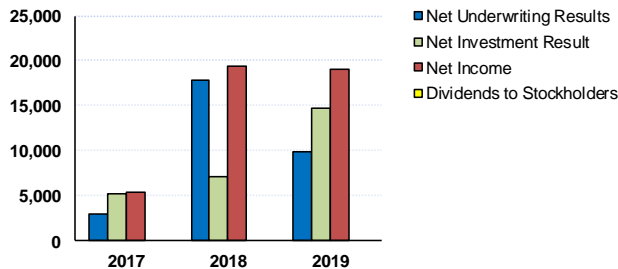


**ATLANTIC CASUALTY INSURANCE COMPANY, NAIC #42846  
AUTO-OWNERS INSURANCE COMPANY**

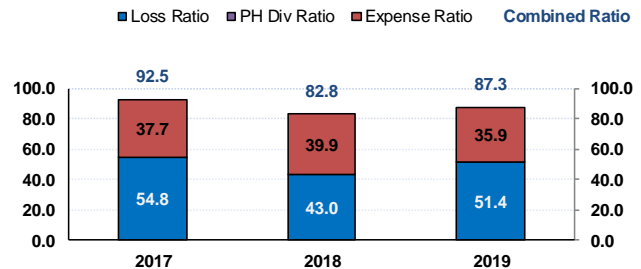
Dollars in 000

	2017	2018	2019		2017	2018	2019
Total Assets	286,443	387,496	466,345	RBC Ratio (%)	546.9	803.3	823.0
Total Liabilities	177,619	209,762	268,278	2yr Res Development	-13,562	-12,183	-17,622
Policyholder Surplus	108,824	177,735	198,067	2yr Dev / Surplus	-15.4%	-12.2%	-16.2%
Cash & Invested Assets	268,029	356,615	425,225	Affiliated Common Stock	0	0	0
Cash & Invested Assets/ Total Assets	93.6%	92.0%	91.2%	Affiliated CS / Surplus	0.0%	0.0%	0.0%
Net Cash from Operations	19,165	41,480	67,831	Net Reins Recoverable	60,466	62,174	60,351
Loss & LAE Reserves	128,389	139,518	165,103	Net Reins Rec / Surplus	55.6%	35.0%	30.5%
Loss & LAE Reserves/Surplus	118.0%	78.5%	83.4%	AMB / S&P Ratings	A / NR	A / NR	A / NR

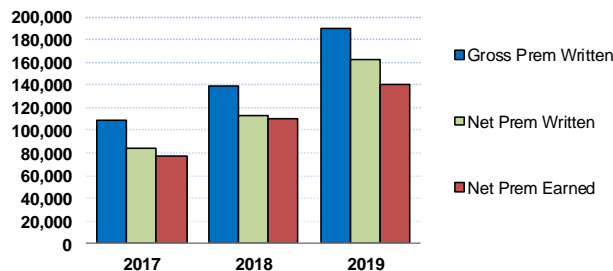
**Income/Loss Trends (\$000)**



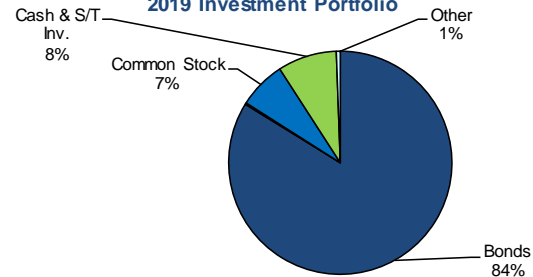
**Combined Ratio (%) Trends**



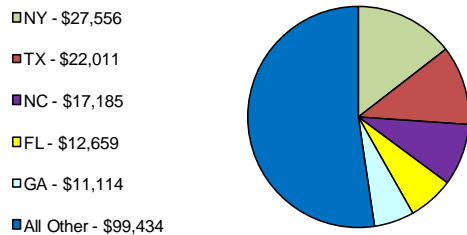
**Premium Trends (\$000)**



**2019 Investment Portfolio**

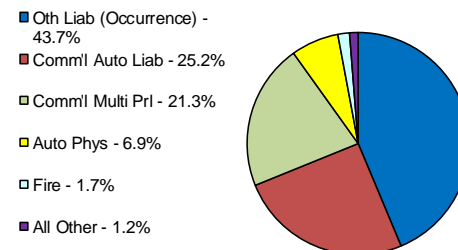


**2019 Top 5 Geographies (DPW - \$000)**



Total NY State DPW \$27,556  
Total US ex Terr DPW \$189,958

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



Total All Lines \$189,958

**Top 5 Reinsurers for Atlantic Casualty Insurance Co by Gross Recoverables**

Period: 2019Y

Dollars in 000

Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue
1 - North Carolina Reinsurance Facility	Voluntary Pools	Authorized	31,274	0
2 - Auto-Ow ners Insurance Company	US Affiliated Non-captive Non-pooling	Authorized	21,438	0
3 - Munich Reinsurance America, Inc.	US Unaffiliated	Authorized	3,419	0
4 - Partner Reinsurance Company of the U.S.	US Unaffiliated	Authorized	1,899	0
5 - JRG Reinsurance Company, Ltd.	Non-US Unaffiliated	Unauthorized	1,826	0

## **HISTORY**

Atlantic Casualty Insurance Company (Atlantic Casualty) was incorporated in the State of North Carolina in October 1983. Financial control was transferred from the Strickland Insurance Group, Inc. to Auto-Owners Insurance Company as of January 1, 2016. The company has been eligible to write surplus lines business in New York since October 24, 2002. As of December 31, 2019, Atlantic Casualty is licensed in North Carolina and eligible to write surplus lines insurance in forty-nine (49) states and the District of Columbia.

## **REINSURANCE**

Atlantic Casualty writes small to mid-size commercial auto lines of business and cedes business principally to the North Carolina Reinsurance Facility (NCRF) and Auto-Owners Insurance Company, an affiliate. For the years 2017 through 2019, respectively, Atlantic Casualty net reinsurance recoverable was shown as \$60m, \$62m and \$60m, representing 56%, 35% and 31% of company surplus. Approximately ½ of which was with the NCRF.

## **HOLDING COMPANY**

Established 1916, with headquarters in Delta Township, MI, Auto-Owners Mutual Insurance Group writes personal and commercial lines property and casualty for home and auto, specialty lines excess and surplus, life insurance, financial services, investments and mutual funds. Auto-Owners operate in the United States through independent agents and brokers. AM Best collectively rates sixteen (16) insurance subsidiaries of the Auto Owners Ins. Group, including Atlantic Casualty Insurance Company. For the years 2017 through 2019 the group was rated 'A' and assigned the financial size of VIII (\$100m - \$250m).

## **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 – Auto-Owners Insurance Company

Corporate Profile		Financial Strength Ratings	
Address:	Auto-Owners Insurance Company 6101 Anacapi Boulevard Lansing, MI 48917	S&P Global:	-
Website:	<a href="https://www.auto-owners.com/">https://www.auto-owners.com/</a>	Moody's:	-
President :	-	Fitch:	-
Ticker Symbol:	-: -	AM Best - P&C:	-
2019 Form 10-K:	<a href="#">NA</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
<b>Total Equity</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
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 Lines Auto and Home Insurance, Excess and Surplus Lines, Life Insurance, Insurance Services, Claims Management and Associated Investment Management

Geography: United States

**Auto-Owners Mutual Insurance Company does not file publically available financial data. A review of its required annual Policyholders Report showed it to possess Policyholders Equity of \$11,905,703,453.**

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