



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2007
OF THE CONDITION AND AFFAIRS OF THE
PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

NAIC Group Code 0382, 0382 NAIC Company Code 15040 Employer's ID Number 05-0204000
Organized under the Laws of Rhode Island, State of Domicile or Port of Entry Rhode Island
Country of Domicile United States
Incorporated/Organized 10/27/1800 Commenced Business 10/27/1800
Statutory Home Office 340 East Avenue, Warwick, RI 02886-1802
Main Administrative Office 340 East Avenue, Warwick, RI 02886-1802 401-827-1800
Mail Address P.O. Box 6066, Providence, RI 02940-6066
Primary Location of Books and Records 340 East Avenue, Warwick, RI 02886-1802 401-827-1800-125
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OFFICERS

Name Title Name Title
Sandra Glaser Parrillo, President Richard Albert Sinnigen, Secretary
Earl Francis Cottam Jr., Treasurer

OTHER OFFICERS

Thomas Francis Burkart, Vice President Dale Fogg Groves, Vice President

DIRECTORS OR TRUSTEES

Benjamin Pearce Harris III, John Parcher Nixon Jr., Richard LeRoy Allen, Leslie Adams Gardner
Robert White Parsons, Mary Louise Fazzano, Sandra Glaser Parrillo, George Anthony Vecchione #
Bradford Burnett Kopp #, Alan Michael Gilstein

State of Rhode Island

County of Kent ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures Manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Sandra Glaser Parrillo
President

Richard Albert Sinnigen
Secretary

Earl Francis Cottam Jr.
Treasurer

Subscribed and sworn to before me this
28 day of February, 2008

a. Is this an original filing? Yes [X] No []
b. If no,
1. State the amendment number
2. Date filed 02/28/2008
3. Number of pages attached

Florence Gobin Notary
10/18/2009

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	55,432,101		55,432,101	59,450,748
2. Stocks (Schedule D):				
2.1 Preferred stocks	2,346,221		2,346,221	745,390
2.2 Common stocks	94,741,211		94,741,211	97,150,666
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances).....	3,668,111		3,668,111	3,813,291
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$2,391,733 , Schedule E, Part 1), cash equivalents (\$18,960,486 , Schedule E, Part 2) and short-term investments (\$472,507 , Schedule DA).....	21,824,726		21,824,726	17,772,554
6. Contract loans, (including \$premium notes)			0	0
7. Other invested assets (Schedule BA)	2,182,250	0	2,182,250	0
8. Receivables for securities			0	0
9. Aggregate write-ins for invested assets	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9)	180,194,620	0	180,194,620	178,932,649
11. Title plants less \$ charged off (for Title insurers only).....			0	0
12. Investment income due and accrued	817,896		817,896	816,208
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	7,716,588	118,523	7,598,065	7,449,443
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premium).....			0	0
13.3 Accrued retrospective premium.....			0	0
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	111,777		111,777	116,496
14.2 Funds held by or deposited with reinsured companies			0	0
14.3 Other amounts receivable under reinsurance contracts			0	0
15. Amounts receivable relating to uninsured plans			0	0
16.1 Current federal and foreign income tax recoverable and interest thereon			0	0
16.2 Net deferred tax asset.....			0	0
17. Guaranty funds receivable or on deposit			0	0
18. Electronic data processing equipment and software.....	400,645	366,754	33,891	80,874
19. Furniture and equipment, including health care delivery assets (\$).....	477,618	477,618	0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
21. Receivables from parent, subsidiaries and affiliates			0	0
22. Health care (\$) and other amounts receivable.....			0	0
23. Aggregate write-ins for other than invested assets	4,371,473	600	4,370,873	3,717,310
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	194,090,617	963,495	193,127,122	191,112,980
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	0
26. Total (Lines 24 and 25)	194,090,617	963,495	193,127,122	191,112,980
DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998)(Line 9 above)	0	0	0	0
2301. Other Assets.....	170,590	600	169,990	259,787
2302. Pools and Associations.....	4,200,883		4,200,883	3,457,523
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above)	4,371,473	600	4,370,873	3,717,310

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 34, Column 8)	24,248,242	21,818,239
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	0	0
3. Loss adjustment expenses (Part 2A, Line 34, Column 9)	7,522,037	7,011,130
4. Commissions payable, contingent commissions and other similar charges	2,562,043	2,337,944
5. Other expenses (excluding taxes, licenses and fees)	902,205	1,236,204
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	364,732	302,795
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	1,306,383	314,219
7.2 Net deferred tax liability	8,875,521	12,621,190
8. Borrowed money \$ and interest thereon \$	0	0
9. Unearned premiums (Part 1A, Line 37, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ 1,243,937 and including warranty reserves of \$)	33,478,993	32,331,635
10. Advance premium	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	734,670	177,025
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	0	0
14. Amounts withheld or retained by company for account of others	5,869	13,465
15. Remittances and items not allocated	29,890	112,714
16. Provision for reinsurance (Schedule F, Part 7)	3,000	5,000
17. Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	0	0
19. Payable to parent, subsidiaries and affiliates	0	0
20. Payable for securities	27,292	1,147,427
21. Liability for amounts held under uninsured plans	0	0
22. Capital notes \$ and interest thereon \$	0	0
23. Aggregate write-ins for liabilities	0	0
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	80,060,877	79,428,987
25. Protected cell liabilities	0	0
26. Total liabilities (Lines 24 and 25)	80,060,877	79,428,987
27. Aggregate write-ins for special surplus funds	0	0
28. Common capital stock	0	0
29. Preferred capital stock	0	0
30. Aggregate write-ins for other than special surplus funds	0	0
31. Surplus notes	0	0
32. Gross paid in and contributed surplus	0	0
33. Unassigned funds (surplus)	113,066,245	111,683,993
34. Less treasury stock, at cost:		
34.1 shares common (value included in Line 28 \$)	0	0
34.2 shares preferred (value included in Line 29 \$)	0	0
35. Surplus as regards policyholders (Lines 27 to 33, less 34) (Page 4, Line 39)	113,066,245	111,683,993
36. Totals (Page 2, Line 26, Col. 3)	193,127,122	191,112,980
DETAILS OF WRITE-INS		
2301.		
2302.		
2303.		
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	0	0
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	0	0
3001.		
3002.		
3003.		
3098. Summary of remaining write-ins for Line 30 from overflow page	0	0
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)	0	0

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 34, Column 4)	52,079,606	54,012,006
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 34, Column 7)	25,455,287	23,634,402
3. Loss expenses incurred (Part 3, Line 25, Column 1)	6,412,209	5,865,595
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	22,343,545	22,698,481
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	54,211,041	52,198,478
7. Net income of protected cells	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(2,131,435)	1,813,528
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	4,403,345	4,437,575
10. Net realized capital gains (losses) less capital gains tax of \$ 2,992,214 (Exhibit of Capital Gains (Losses))	3,045,838	4,413,242
11. Net investment gain (loss) (Lines 9 + 10)	7,449,183	8,850,817
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ 1,319 amount charged off \$ 123,287)	(121,968)	(215,369)
13. Finance and service charges not included in premiums	319,467	317,187
14. Aggregate write-ins for miscellaneous income	26,139	(12,944)
15. Total other income (Lines 12 through 14)	223,638	88,874
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	5,541,386	10,753,219
17. Dividends to policyholders	347,951	1,142,528
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	5,193,435	9,610,691
19. Federal and foreign income taxes incurred	150,749	1,378,676
20. Net income (Line 18 minus Line 19) (to Line 22)	5,042,686	8,232,015
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	111,683,993	99,689,790
22. Net income (from Line 20)	5,042,686	8,232,015
23. Net transfers (to) from Protected Cell accounts	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ (2,647,723)	(5,139,699)	3,487,573
25. Change in net unrealized foreign exchange capital gain (loss)	0	0
26. Change in net deferred income tax	1,097,946	604,970
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26, Col. 3)	379,319	(415,155)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	2,000	84,800
29. Change in surplus notes	0	0
30. Surplus (contributed to) withdrawn from protected cells	0	0
31. Cumulative effect of changes in accounting principles	0	0
32. Capital changes:		
32.1. Paid in	0	0
32.2. Transferred from surplus (Stock Dividend)	0	0
32.3. Transferred to surplus	0	0
33. Surplus adjustments:		
33.1. Paid in	0	0
33.2. Transferred to capital (Stock Dividend)	0	0
33.3. Transferred from capital	0	0
34. Net remittances from or (to) Home Office	0	0
35. Dividends to stockholders	0	0
36. Change in treasury stock (Page 3, Lines 34.1 and 34.2, Column 2 minus Column 1)	0	0
37. Aggregate write-ins for gains and losses in surplus	0	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	1,382,252	11,994,203
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 35)	113,066,245	111,683,993
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0
1401. Miscellaneous Income \ (Loss)	26,139	(12,944)
1402.		
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	26,139	(12,944)
3701.		
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance.....	53,800,484	54,234,247
2. Net investment income	4,887,679	4,812,848
3. Miscellaneous income	223,638	88,874
4. Total (Lines 1 through 3)	58,911,801	59,135,969
5. Benefit and loss related payments	23,020,565	23,672,250
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	28,292,819	27,601,871
8. Dividends paid to policyholders	347,951	1,142,528
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	2,150,799	4,021,861
10. Total (Lines 5 through 9)	53,812,134	56,438,510
11. Net cash from operations (Line 4 minus Line 10)	5,099,667	2,697,459
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	9,520,162	15,555,121
12.2 Stocks	56,866,692	20,348,372
12.3 Mortgage loans	0	0
12.4 Real estate	0	0
12.5 Other invested assets	570,330	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	44	(118)
12.7 Miscellaneous proceeds	0	1,186,468
12.8 Total investment proceeds (Lines 12.1 to 12.7)	66,957,228	37,089,843
13. Cost of investments acquired (long-term only):		
13.1 Bonds	5,717,240	9,927,027
13.2 Stocks	56,093,445	30,067,035
13.3 Mortgage loans	0	0
13.4 Real estate	0	34,462
13.5 Other invested assets	4,591,725	0
13.6 Miscellaneous applications	1,120,135	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	67,522,545	40,028,524
14. Net increase (decrease) in contract loans and premium notes	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(665,317)	(2,938,681)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock	0	0
16.3 Borrowed funds	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
16.5 Dividends to stockholders	0	0
16.6 Other cash provided (applied).....	(482,178)	(1,493,205)
17. Net cash from financing and miscellaneous sources (Line 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6)	(482,178)	(1,493,205)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	4,052,172	(1,734,427)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	17,772,554	19,506,981
19.2 End of year (Line 18 plus Line 19.1)	21,824,726	17,772,554

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Lines of Business		1	2	3	4
		Net Premiums Written per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	2,212,883	1,438,126	1,539,742	2,111,267
2.	Allied lines	1,159,514	777,646	803,000	1,134,160
3.	Farmowners multiple peril	0	0	0	0
4.	Homeowners multiple peril	36,063,595	21,885,982	23,165,286	34,784,291
5.	Commercial multiple peril	8,452,471	5,074,526	4,979,697	8,547,300
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	602,935	406,242	408,949	600,228
10.	Financial guaranty	0	0	0	0
11.1	Medical malpractice - occurrence	0	0	0	0
11.2	Medical malpractice - claims-made	0	0	0	0
12.	Earthquake	0	0	0	0
13.	Group accident and health	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0
15.	Other accident and health	0	0	0	0
16.	Workers' compensation	27,606	16,042	14,842	28,806
17.1	Other liability - occurrence	2,201,128	1,247,146	1,183,718	2,264,556
17.2	Other liability - claims-made	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0
19.1,19.2	Private passenger auto liability	1,589,652	925,613	836,670	1,678,595
19.3,19.4	Commercial auto liability	8,017	0	7,552	465
21.	Auto physical damage	909,797	545,487	525,346	929,938
22.	Aircraft (all perils)	0	0	0	0
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	0	0	0	0
27.	Boiler and machinery	0	0	0	0
28.	Credit	0	0	0	0
29.	International	0	0	0	0
30.	Reinsurance - Nonproportional Assumed Property	0	0	0	0
31.	Reinsurance - Nonproportional Assumed Liability	(634)	14,825	14,191	0
32.	Reinsurance - Nonproportional Assumed Financial Lines	0	0	0	0
33.	Aggregate write-ins for other lines of business	0	0	0	0
34.	TOTALS	53,226,964	32,331,635	33,478,993	52,079,606
DETAILS OF WRITE-INS					
3301.	.....			
3302.	.....			
3303.	.....			
3398.	Summary of remaining write-ins for Line 33 from overflow page	0	0	0	0
3399.	Totals (Lines 3301 through 3303 plus 3398) (Line 33 above)	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire	1,539,742				1,539,742
2.	Allied lines	803,000				803,000
3.	Farmowners multiple peril					0
4.	Homeowners multiple peril	23,165,286				23,165,286
5.	Commercial multiple peril	4,979,697				4,979,697
6.	Mortgage guaranty					0
8.	Ocean marine					0
9.	Inland marine	408,949				408,949
10.	Financial guaranty					0
11.1	Medical malpractice - occurrence					0
11.2	Medical malpractice - claims-made					0
12.	Earthquake					0
13.	Group accident and health					0
14.	Credit accident and health (group and individual)					0
15.	Other accident and health					0
16.	Workers' compensation	14,842				14,842
17.1	Other liability - occurrence	1,183,718				1,183,718
17.2	Other liability - claims-made					0
18.1	Products liability - occurrence					0
18.2	Products liability - claims-made					0
19.1,19.2	Private passenger auto liability	836,670				836,670
19.3,19.4	Commercial auto liability	7,552				7,552
21.	Auto physical damage	525,346				525,346
22.	Aircraft (all perils)					0
23.	Fidelity					0
24.	Surety					0
26.	Burglary and theft					0
27.	Boiler and machinery					0
28.	Credit					0
29.	International					0
30.	Reinsurance - Nonproportional Assumed Property					0
31.	Reinsurance - Nonproportional Assumed Liability	14,191				14,191
32.	Reinsurance - Nonproportional Assumed Financial Lines					0
33.	Aggregate write-ins for other lines of business	0	0	0	0	0
34.	TOTALS	33,478,993	0	0	0	33,478,993
35.	Accrued retrospective premiums based on experience					
36.	Earned but unbilled premiums					
37.	Balance (Sum of Line 34 through 36)					33,478,993
DETAILS OF WRITE-INS						
3301.	.....				
3302.	.....				
3303.	.....				
3398.	Summary of remaining write-ins for Line 33 from overflow page	0	0	0	0	0
3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0	0

(a) State here basis of computation used in each case . Semi -Monthly Pro-Rata.....

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire	2,769,471		150,151		706,739	2,212,883
2. Allied lines	1,457,681		75,110		373,277	1,159,514
3. Farmowners multiple peril						0
4. Homeowners multiple peril	44,058,796		415,558		8,410,759	36,063,595
5. Commercial multiple peril	10,846,408				2,393,937	8,452,471
6. Mortgage guaranty						0
8. Ocean marine						0
9. Inland marine	797,893				194,958	602,935
10. Financial guaranty						0
11.1 Medical malpractice - occurrence						0
11.2 Medical malpractice - claims-made						0
12. Earthquake						0
13. Group accident and health						0
14. Credit accident and health (group and individual)						0
15. Other accident and health						0
16. Workers' compensation	27,606					27,606
17.1 Other liability - occurrence	2,944,959		130,942		874,773	2,201,128
17.2 Other liability - claims-made						0
18.1 Products liability - occurrence						0
18.2 Products liability - claims-made						0
19.1,19.2 Private passenger auto liability	1,723,199				133,547	1,589,652
19.3,19.4 Commercial auto liability	8,691				674	8,017
21. Auto physical damage	1,091,921				182,124	909,797
22. Aircraft (all perils)						0
23. Fidelity						0
24. Surety						0
26. Burglary and theft						0
27. Boiler and machinery						0
28. Credit						0
29. International						0
30. Reinsurance - Nonproportional Assumed Property	XXX					0
31. Reinsurance - Nonproportional Assumed Liability	XXX		(634)			(634)
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX					0
33. Aggregate write-ins for other lines of business	0	0	0	0	0	0
34. TOTALS	65,726,625	0	771,127	0	13,270,788	53,226,964
DETAILS OF WRITE-INS						
3301.						
3302.						
3303.						
3398. Summary of remaining write- ins for Line 33 from overflow page	0	0	0	0	0	0
3399. Totals (Lines 3301 through 3303 plus 3398) (Line 33 above)	0	0	0	0	0	0

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

If yes: 1. The amount of such installment premiums \$

2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis \$

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire	1,191,981	113,203		1,305,184	554,770	661,632	1,198,322	56.8
2. Allied lines	528,741	20,095		548,836	249,410	174,484	623,762	55.0
3. Farmowners multiple peril				.0	.0	.0	.0	0.0
4. Homeowners multiple peril	16,630,635	272,333	364,128	16,538,840	12,552,633	11,723,457	17,368,016	49.9
5. Commercial multiple peril	3,060,341	3,741	407,953	2,656,129	6,077,858	5,003,307	3,730,680	43.6
6. Mortgage guaranty				.0	.0	.0	.0	0.0
8. Ocean marine				.0	.0	.0	.0	0.0
9. Inland marine	219,058		472	218,586	58,196	141,486	135,296	22.5
10. Financial guaranty				.0	.0	.0	.0	0.0
11.1 Medical malpractice - occurrence				.0	.0	.0	.0	0.0
11.2 Medical malpractice - claims-made				.0	.0	.0	.0	0.0
12. Earthquake				.0	.0	.0	.0	0.0
13. Group accident and health				.0	.0	.0	.0	0.0
14. Credit accident and health (group and individual)				.0	.0	.0	.0	0.0
15. Other accident and health				.0	.0	.0	.0	0.0
16. Workers' compensation				.0	.0	15,000	(15,000)	(52.1)
17.1 Other liability - occurrence	1,000,056	25,823	495,000	530,879	3,173,333	2,845,515	858,697	37.9
17.2 Other liability - claims-made				.0	.0	.0	.0	0.0
18.1 Products liability - occurrence				.0	.0	.0	.0	0.0
18.2 Products liability - claims-made	.0			.0	.0	.0	.0	0.0
19.1,19.2 Private passenger auto liability	693,860			693,860	1,470,932	1,151,187	1,013,605	60.4
19.3,19.4 Commercial auto liability				.0	.0	.0	.0	0.0
21. Auto physical damage	532,812			532,812	83,378	75,810	540,380	58.1
22. Aircraft (all perils)				.0	.0	.0	.0	0.0
23. Fidelity				.0	.0	.0	.0	0.0
24. Surety				.0	.0	.0	.0	0.0
26. Burglary and theft				.0	.0	.0	.0	0.0
27. Boiler and machinery				.0	.0	.0	.0	0.0
28. Credit				.0	.0	.0	.0	0.0
29. International				.0	.0	.0	.0	0.0
30. Reinsurance - Nonproportional Assumed Property	XXX			.0	.0	.0	.0	0.0
31. Reinsurance - Nonproportional Assumed Liability	XXX	158		158	27,732	26,361	1,529	0.0
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX			.0	.0	.0	.0	0.0
33. Aggregate write-ins for other lines of business	.0	.0	.0	.0	.0	.0	.0	0.0
34. TOTALS	23,857,484	435,353	1,267,553	23,025,284	24,248,242	21,818,239	25,455,287	48.9
DETAILS OF WRITE-INS								
3301.								
3302.								
3303.								
3398. Summary of remaining write-ins for Line 33 from overflow page	.0	.0	.0	.0	.0	.0	.0	0.0
3399. Totals (Lines 3301 through 3303 + 3398) (Line 33 above)	0	0	0	0	0	0	0	0.0

6

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

**UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES**

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire	442,841	28,274		471,115	61,819	21,836		554,770	135,469
2. Allied lines	191,593	11,555		203,148	43,598	2,664		249,410	61,934
3. Farmowners multiple peril				0				0	
4. Homeowners multiple peril	9,091,823	164,667	1,032,486	8,224,004	4,933,189	95,440	700,000	12,552,633	3,351,867
5. Commercial multiple peril	3,659,816	13,770	200,000	3,473,586	2,936,272		332,000	6,077,858	2,468,675
6. Mortgage guaranty				0				0	
8. Ocean marine				0				0	
9. Inland marine	16,635	0	657	15,978	42,218			58,196	14,963
10. Financial guaranty				0				0	
11.1 Medical malpractice - occurrence				0				0	
11.2 Medical malpractice - claims-made				0				0	
12. Earthquake				0				0	
13. Group accident and health				0				(a) 0	
14. Credit accident and health (group and individual)				0				(a) 0	
15. Other accident and health				0				(a) 0	
16. Workers' compensation				0				0	
17.1 Other liability - occurrence	1,960,029	54,663	909,450	1,105,242	2,155,000	113,091	200,000	3,173,333	1,173,386
17.2 Other liability - claims-made				0				0	
18.1 Products liability - occurrence				0				0	
18.2 Products liability - claims-made				0				0	
19.1,19.2 Private passenger auto liability	880,932			880,932	590,000			1,470,932	298,805
19.3,19.4 Commercial auto liability				0				0	
21. Auto physical damage	33,378			33,378	50,000			83,378	16,938
22. Aircraft (all perils)				0				0	
23. Fidelity				0				0	
24. Surety				0				0	
26. Burglary and theft				0				0	
27. Boiler and machinery				0				0	
28. Credit				0				0	
29. International				0				0	
30. Reinsurance - Nonproportional Assumed Property	XXX			0	XXX			0	
31. Reinsurance - Nonproportional Assumed Liability	XXX	23		23	XXX	27,709		27,732	
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX			0	XXX			0	
33. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0	0
34. TOTALS	16,277,047	272,952	2,142,593	14,407,406	10,812,096	260,740	1,232,000	24,248,242	7,522,037
DETAILS OF WRITE-INS									
3301.									
3302.									
3303.									
3398. Summary of remaining write-ins for Line 33 from overflow page	0	0	0	0	0	0	0	0	0
3399. Totals (Lines 3301 through 3303 + 3398) (Line 33 above)	0	0	0	0	0	0	0	0	0

(a) Including \$ _____ for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	3,671,399			3,671,399
1.2 Reinsurance assumed	44,581			44,581
1.3 Reinsurance ceded	38,220			38,220
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	3,677,760	0	0	3,677,760
2. Commission and brokerage:				
2.1 Direct, excluding contingent		13,097,861		13,097,861
2.2 Reinsurance assumed, excluding contingent		123,531		123,531
2.3 Reinsurance ceded, excluding contingent		885,411		885,411
2.4 Contingent-direct		1,637,420		1,637,420
2.5 Contingent-reinsurance assumed				0
2.6 Contingent-reinsurance ceded		35,852		35,852
2.7 Policy and membership fees				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)	0	13,937,549	0	13,937,549
3. Allowances to manager and agents				0
4. Advertising		66,278		66,278
5. Boards, bureaus and associations		350,049		350,049
6. Surveys and underwriting reports		418,180		418,180
7. Audit of assureds' records		13,852		13,852
8. Salary and related items:				
8.1 Salaries	1,139,484	2,599,928	292,734	4,032,146
8.2 Payroll taxes	84,935	193,793	21,820	300,548
9. Employee relations and welfare	460,061	1,049,707	118,190	1,627,958
10. Insurance	34,051	77,693	8,748	120,492
11. Directors' fees	76,438	174,406	19,637	270,481
12. Travel and travel items	50,771	115,843	13,043	179,657
13. Rent and rent items	34,210	78,056	8,789	121,055
14. Equipment	53,949	123,094	13,860	190,903
15. Cost or depreciation of EDP equipment and software	18,826	42,955	4,836	66,617
16. Printing and stationery	53,561	122,208	13,760	189,529
17. Postage, telephone and telegraph, exchange and express	109,901	250,758	28,234	388,893
18. Legal and auditing	75,143	171,451	296,410	543,004
19. Totals (Lines 3 to 18)	2,191,330	5,848,251	840,061	8,879,642
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		1,086,049		1,086,049
20.2 Insurance department licenses and fees		222,309		222,309
20.3 Gross guaranty association assessments		10,167		10,167
20.4 All other (excluding federal and foreign income and real estate)				0
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	1,318,525	0	1,318,525
21. Real estate expenses			215,004	215,004
22. Real estate taxes			75,030	75,030
23. Reimbursements by uninsured plans				0
24. Aggregate write-ins for miscellaneous expenses	543,119	1,239,220	139,526	1,921,865
25. Total expenses incurred	6,412,209	22,343,545	1,269,621 (a)	30,025,375
26. Less unpaid expenses - current year	7,522,037	3,590,110	238,869	11,351,016
27. Add unpaid expenses - prior year	7,011,130	3,606,835	270,108	10,888,073
28. Amounts receivable relating to uninsured plans, prior year	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year	0	0	0	0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	5,901,302	22,360,270	1,300,860	29,562,432
DETAILS OF WRITE-INS				
2401. Software Maintenance.....	410,681	937,038	105,504	1,453,223
2402. Outside Services.....	38,110	86,955	9,790	134,855
2403. FAIR Plan - CAR - MAERP.....	85,132	194,243	21,870	301,245
2498. Summary of remaining write-ins for Line 24 from overflow page	9,196	20,984	2,362	32,542
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	543,119	1,239,220	139,526	1,921,865

(a) Includes management fees of \$ to affiliates and \$ to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 149,035	148,829
1.1 Bonds exempt from U.S. tax	(a) 1,305,871	1,291,596
1.2 Other bonds (unaffiliated)	(a) 1,243,703	1,214,701
1.3 Bonds of affiliates	(a) 0	0
2.1 Preferred stocks (unaffiliated)	(b) 43,059	43,060
2.11 Preferred stocks of affiliates	(b) 0	0
2.2 Common stocks (unaffiliated)	1,681,051	1,724,132
2.21 Common stocks of affiliates	0	0
3. Mortgage loans	(c) 0	0
4. Real estate	(d) 120,000	120,000
5. Contract loans	0	0
6. Cash, cash equivalents and short-term investments	(e) 950,444	952,537
7. Derivative instruments	(f) 0	0
8. Other invested assets	127,122	127,122
9. Aggregate write-ins for investment income	196,168	196,168
10. Total gross investment income	5,816,453	5,818,145
11. Investment expenses		(g) 1,269,621
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 145,179
13. Interest expense		(h) 0
14. Depreciation on real estate and other invested assets		(i) 0
15. Aggregate write-ins for deductions from investment income		0
16. Total (Lines 11 through 15)		1,414,800
17. Net Investment Income - (Line 10 minus Line 16)		4,403,345
DETAILS OF WRITE-INS		
0901. Pools & Associations	196,168	196,168
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0
0999. Totals (Lines 0901 through 0903 plus 0998 (Line 9, above))	196,168	196,168
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		0
1599. Total (Lines 1501 through 1503 plus 1598) (Line 15, above)		0

(a) Includes \$ 121,381 accrual of discount less \$ 462,223 amortization of premium and less \$ 54,146 paid for accrued interest on purchases.
 (b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.
 (c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
 (d) Includes \$ 120,000 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.
 (e) Includes \$ 587,659 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
 (f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.
 (g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
 (h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.
 (i) Includes \$ 145,179 depreciation on real estate and \$ 0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5. Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	0	0	0	0	0
1.1 Bonds exempt from U.S. tax	0	0	0	0	0
1.2 Other bonds (unaffiliated)	352	(147,878)	(147,527)	272,643	0
1.3 Bonds of affiliates	0	0	0	0	0
2.1 Preferred stocks (unaffiliated)	64,750	0	64,750	(10,430)	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	9,080,161	(1,120,232)	7,959,929	(8,078,068)	0
2.21 Common stocks of affiliates	0	0	0	28,433	0
3. Mortgage loans	0	0	0	0	0
4. Real estate	0	0	0	0	0
5. Contract loans	0	0	0	0	0
6. Cash, cash equivalents and short-term investments	44	0	44	0	0
7. Derivative instruments	0	0	0	0	0
8. Other invested assets	0	(1,839,145)	(1,839,145)	0	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	9,145,307	(3,107,255)	6,038,051	(7,787,422)	0
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	0	0	0	0	0

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks	0	0	0
2.2 Common stocks	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens	0	0	0
3.2 Other than first liens	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company	0	0	0
4.2 Properties held for the production of income.....	0	0	0
4.3 Properties held for sale	0	0	0
5. Cash, (Schedule-E, Part 1), cash equivalents (Schedule-E, Part 2) and short-term investments (Schedule DA).....	0	0	0
6. Contract loans	0	0	0
7. Other invested assets (Schedule BA)	0	0	0
8. Receivables for securities	0	0	0
9. Aggregate write-ins for invested assets	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9)	0	0	0
11. Title plants (for Title insurers only).....	0	0	0
12. Investment income due and accrued	0	0	0
13. Premiums and considerations:			
13.1 Uncollected premiums and agents' balances in the course of collection	118,523	283,020	164,497
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	0	0	0
13.3 Accrued retrospective premium.....	0	0	0
14. Reinsurance:			
14.1 Amounts recoverable from reinsurers	0	0	0
14.2 Funds held by or deposited with reinsured companies	0	0	0
14.3 Other amounts receivable under reinsurance contracts	0	0	0
15. Amounts receivable relating to uninsured plans	0	0	0
16.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0
16.2 Net deferred tax asset.....	0	0	0
17. Guaranty funds receivable or on deposit	0	0	0
18. Electronic data processing equipment and software.....	366,754	572,004	205,250
19. Furniture and equipment, including health care delivery assets.....	477,618	487,190	9,572
20. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0
21. Receivables from parent, subsidiaries and affiliates	0	0	0
22. Health care and other amounts receivable.....	0	0	0
23. Aggregate write-ins for other than invested assets	600	600	0
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	963,495	1,342,814	379,319
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
26. Total (Lines 24 and 25)	963,495	1,342,814	379,319
DETAILS OF WRITE-INS			
0901.			
0902.			
0903.			
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998)(Line 9 above)	0	0	0
2301. Other Assets.....	600	600	0
2302.			
2303.			
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	600	600	0

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A) Accounting Practices

The accompanying financial statements of the Company are presented on the basis of accounting practices prescribed or permitted by the State of Rhode Island Department of Business Regulation Insurance Division. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual (NAIC SAP) has been adopted as a prescribed or permitted practices by the State of Rhode Island Department of Business Regulation Insurance Division.

The Company, with the explicit permission of the State of Rhode Island Department of Business Regulation Insurance Division, records its investment in an unaudited wholly owned subsidiary as an admitted asset. If the investment was non-admitted, common stocks and statutory surplus would be decreased by \$1,296,707 and \$1,268,274 as of December 31, 2007 and 2006, respectively.

B) Use of Estimates in Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C) Accounting Policies

Premiums are earned over the terms of the related insurance policies. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by semi-monthly pro-rata methods for direct and ceded business.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition the Company uses the following accounting policies:

1. Short-term investments are stated at amortized cost.
2. Bonds not backed by other loans are stated at either amortized cost using the interest method or the lower of amortized cost or fair market value.
3. Unaffiliated common stocks are stated at fair market value. Common stocks of uncombined subsidiaries and affiliates in which the Company has an interest of 20% or more are carried on the equity basis.
4. Redeemable preferred stocks in good standing are carried at amortized cost. Perpetual preferred stocks in good standing are carried at fair market value. Other preferred stocks not in good standing are carried at the lower of amortized cost or fair market value.
5. Loan-backed securities are stated at either amortized cost, using the interest method or the lower of amortized cost or fair market value. The retrospective adjustment method is used to value all securities except for interest only securities, EITF 90-20 eligible securities or securities where the yield had become negative that are valued using the prospective method.
6. Real estate is stated at cost less accumulated depreciation.
7. Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessary based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.

2. Accounting Changes and Corrections of Errors

There have been no accounting changes or corrections of errors during the statement periods.

3. Business Combinations and Goodwill

Not applicable.

4. Discontinued Operations

Not applicable.

5. Investments

A) Mortgage Loans

Not applicable.

B) Debt Restructuring

Not applicable.

C) Reverse Mortgages

Not applicable.

NOTES TO FINANCIAL STATEMENTS

D) Loan-Backed Securities

- 1) When applying the retrospective method, the Company uses historical cash flows and has elected not to use book values as of January 1, 1994 as the cost for securities purchased prior to January 1, 1994.
- 2) Prepayment assumptions for mortgage-backed securities, Asset-backed securities and Collateralized Mortgage Obligations were generated using a purchased prepayment model. The prepayment model uses a number of factors to estimate prepayment activity including the time of year (seasonality), current levels of interest rates (refinancing incentive), economic activity (including housing turnover) and term and age of the underlying collateral (burnout, seasoning).
- 3) The market values of bonds and preferred stocks are based upon closing prices of publicly traded issues. The market value of other issues was obtained from FT-Interactive, Reuters, Kenney Information Systems, Lehman Brothers, Bear Stearns, Bloomberg or independent security dealers.
- 4) The company has no negative yield situations requiring a change from the retrospective to prospective method.

E) Repurchase Agreements

Not applicable.

F) Real Estate

Not applicable.

G) Low-Income Housing Tax Credits

Not applicable.

6. Joint Ventures, Partnerships and Limited Liability Companies

- A) The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its admitted assets.
- B) The Company did recognize an impairment write down of \$1,839,145 relating to its investment in a Limited Liability Company during 2007.

7. Investment Income

Due and accrued income was included in investment income during the statement periods.

8. Derivative Instruments

Not applicable.

9. Income Taxes

- A) The Components of the net deferred asset / (liability) at December 31 are as follows:

Gross deferred tax assets	\$	5,451,135
Gross deferred tax liabilities		<u>(14,326,656)</u>
Net deferred tax liability		<u>(8,875,521)</u>

- B) Unrecognized DTL's

Not applicable.

C) Current Tax and Change in Deferred Tax

Current income taxes incurred consist of the following major components at December 31, 2007 and December 31, 2006:

	<u>2007</u>	<u>2006</u>
Current income tax expense	\$ 3,221,383	3,676,809
Prior year under (over) accrual	<u>(78,420)</u>	<u>(24,644)</u>
Current year expense incurred	<u>3,142,963</u>	<u>3,652,165</u>

The main components of the December 31, 2007 deferred tax amounts are as follows:

<u>Deferred Tax Assets</u>	
Unearned premium reserve	\$ 2,276,572
Loss and LAE reserves	1,009,402
Impairment of Stocks & Bonds	1,098,085
Investment in Partnership	332,385
Anticipated salvage / subrogation	276,536
Net operating loss carryforward	43,392
Other	414,763
<u>Deferred Tax Liabilities</u>	
Common stocks	(14,248,704)
Bond market discount	(29,872)
Accrued dividends	<u>(48,080)</u>
Net Deferred Tax Liability	<u>(8,875,521)</u>

NOTES TO FINANCIAL STATEMENTS

The changes in the main components of Deferred Tax Assets and Deferred Tax Liabilities at December 31, 2007 and December 31, 2006 are as follows:

	<u>2007</u>	<u>2006</u>	<u>Change</u>
<u>Deferred Tax Assets</u>			
Unearned premium reserve	\$ 2,276,572	2,198,552	78,020
Loss and LAE reserves	1,009,402	964,525	44,877
Impairment of Stocks & Bonds	1,098,085	158,809	939,276
Investment in Partnership	332,385	342,007	(9,622)
Anticipated salvage / subrogation	276,536	249,456	27,080
Net operating loss carryforward	43,392	65,088	(21,696)
Other	414,763	564,374	(149,611)
<u>Deferred Tax Liabilities</u>			
Common stocks	14,248,704	17,090,003	(2,841,299)
Bond market discount	29,872	40,565	(10,693)
Accrued dividends	48,080	33,433	14,647

D) Reconciliation of Federal Income Tax Rate to Actual Effective Rate

Among the more significant book to tax adjustments at December 31, 2007 and December 31, 2006 were the following:

	<u>2007</u>	<u>2006</u>
Income tax expense computed at federal statutory rate	\$ 2,783,121	4,040,621
Change in non-admitted assets	124,857	(85,146)
Dividend received deduction (net of proration)	(361,718)	(347,992)
Tax exempt interest (net of proration)	(373,271)	(378,123)
Prior year true-up of deferred taxes	42,719	(174,268)
Over/Under accrual of prior year taxes	(78,420)	(24,644)
Other, net	<u>8,606</u>	<u>16,747</u>
Current year expense incurred	<u>2,145,894</u>	<u>3,047,195</u>
Federal and foreign taxes incurred	3,142,963	3,652,165
Change in net deferred income tax	<u>(997,069)</u>	<u>(604,970)</u>
	<u>2,145,894</u>	<u>3,047,195</u>

E) Operating Loss and Tax Credit Carryforwards

- At December 31, 2007 and 2006, the Company had unused operating loss carryforwards available of \$127,624 and \$191,435, respectively, to offset against future taxable income.
- The amounts of federal income taxes incurred and available for recoupment in the event of future losses are:

Current year	\$ 3,142,963
First preceding year	3,652,165
Second preceding year	2,405,705

F) Consolidated Federal Income Tax Return

- The Company's federal income tax return is consolidated with The Providence Plantations Insurance Company.
- Income taxes are allocated based on a ratio of each member's taxable income or loss to the consolidated taxable income. Intercompany tax balances are settled annually.

10. Information Concerning Parent, Subsidiaries and Affiliates

A) Nature of Relationships

The Company is not directly or indirectly owned or controlled by any other entity.

B-K) Not applicable.

11. Debt

Not applicable.

12. Retirement Plans, Deferred Compensation and Other Postretirement Benefit Plans

A) Defined Benefit Plan

Not applicable.

NOTES TO FINANCIAL STATEMENTS

B) Defined Contribution Plan

The Company maintains a 401(k) / Profit Sharing Plan which covers substantially all officers and employees. Under this plan, the Company currently matches 25% of participants pre-tax contributions up to 10.5% of wages to the plan, the Company may contribute a percentage of participants taxable wage base without the requirement of a contribution by the participant and the Company may contribute a percentage of participants taxable wages based on the achievement of goals as stated in the employee incentive plan.

The Company maintains a nonqualified excess benefit plan which is credited for benefits which exceed the government's restrictions on how much pre-tax investment an employee may make.

Retirement plan benefits totaled \$704,517 and \$1,085,801 in 2007 and 2006, respectively.

C) Multiemployer Plans

Not applicable.

D) Consolidated / Holding Company Plans

Not applicable.

E&F) Postemployment Benefits and Compensated Absences

Not applicable.

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

1-4) Not applicable.

5-6) Mutual Surplus & Advances

No restrictions have been placed upon the unassigned surplus funds and there are no outstanding unpaid advances to surplus as of the reporting periods.

7-8) Not applicable.

9) Changes in Unassigned Funds at December 31, 2007 and December 31, 2006.

Description	Current Year Increase (Decrease) in Surplus	Prior Year Increase (Decrease) in Surplus
Unrealized gains and losses	(5,139,699)	3,487,573
Net deferred income taxes	1,097,946	604,970
Nonadmitted asset values	379,319	(415,155)
Other	2,000	84,800

10-12) Not applicable.

14. Contingencies

A) Contingent Commitments

Not applicable.

B) Assessments

The Company is subject to guaranty fund assessments by the state in which it writes business. The Company has established a guaranty fund accrual which represents management's best estimate based on the information received by the Company as of the current reporting period.

C) Gain Contingencies

Not applicable.

D) Claims Relating to Extra Contractual Obligations & Bad Faith Losses

Not applicable.

E) All Other Contingencies

Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

15. Leases

The Company does not have any material lease obligations at this time.

16. Information about Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk

Not applicable.

NOTES TO FINANCIAL STATEMENTS

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A) Transfers of Receivables reported as Sales
Not applicable.

B) Transfer and Servicing of Financial Assets
Not applicable.

C) Wash Sales
Not applicable.

18. Gain or Loss to the Insurer from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans

A) ASO Plans
Not applicable.

B) ASC Plans
Not applicable.

C) Medicare or Similarly Structured Cost Based Reimbursement Contract
Not applicable.

19. Direct Premium Written / Produced by Managing General Agents / Third Party Administrators

Not applicable.

20. Other Items

A) Extraordinary Items
Not applicable.

B) Troubled Debt Restructuring: Debtors
Not applicable.

C) Other Disclosures
1. Certain 2006 balances have been reclassified to conform to the 2007 Annual Statement presentation.

D) Uncollectible Premiums Receivable
At December 31, 2007 and December 31, 2006 the Company had admitted assets of \$7,598,000 and \$7,449,000, respectively in premiums receivable from agents and policyholders. The Company routinely assesses the collectibility of these receivables. Based on the Company experience, less than 2% of the balance may become uncollectible and the potential is not material to the Company's financial condition.

E) Business Interruption Insurance Recoveries
Not applicable.

F) State Transferable Tax Credits
Not applicable.

G) Deposits Admitted Under IRS Section 6603
Not applicable.

H) Hybrid Securities
Not applicable.

I) Subprime Mortgage Related Risk Exposure
The Company does not engage in direct subprime residential mortgage lending. The Company's exposure to subprime is limited to investments within the fixed income investment portfolio which contains securities collateralized by mortgages that have characteristics of subprime lending. Such characteristics include an interest rate above prime to borrowers who do not qualify for prime rate loans, borrowers with low credit ratings (FICO scores), unconventionally high initial loan-to-value ratios, and borrowers with less than conventional documentation of their income and / or net assets.

The Company minimizes risk exposure by holding securities which carry higher credit ratings and by monitoring the underlying collateral performance on an ongoing basis.

The chart below summarizes the Actual Cost, Book Adjusted Carrying Value and the Fair Value of subprime mortgage related risk exposure.

<u>Cost</u>	<u>Book Adjusted Carrying Value</u>	<u>Fair Value</u>	<u>Other-than-temporary impairment losses recognized to date</u>
\$3,688,709	\$2,182,251	\$2,182,251	\$1,506,458

NOTES TO FINANCIAL STATEMENTS

21. Events Subsequent
Not applicable.

22. Reinsurance

A) Unsecured Reinsurance Recoverables

The Company does not have any unsecured aggregate recoverables for losses; paid and unpaid including IBNR, loss adjustment expenses, and unearned premium that exceeds 3% of the Company's policyholder surplus.

B) Reinsurance Recoverable in Dispute

There are no individual reinsurance recoverables on paid and unpaid (including IBNR) losses in dispute by reason of notification, arbitration or litigation with any company which exceeds 5% of the Company's policyholder surplus or aggregate reinsurance recoverables on paid and unpaid (including IBNR) losses in dispute which exceed 10% of the Company's policyholder surplus.

C) Reinsurance Assumed and Ceded

	ASSUMED REINSURANCE		CEDED REINSURANCE		NET	
	Premium Reserve (1)	Commission Equity (2)	Premium Reserve (3)	Commission Equity (4)	Premium Reserve (5)	Commission Equity (6)
Affiliates	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other	467,535	74,897	1,243,937	82,994	(776,402)	(8,097)
TOTAL	\$ 467,535	\$ 74,897	\$ 1,243,937	\$ 82,994	\$ (776,402)	\$ (8,097)

Direct Unearned Premium Reserve \$34,255,395.

D) Uncollectible Reinsurance

The Company has not written off any uncollectible reinsurance during the statement periods.

E) Commutation of Ceded Reinsurance

Not Applicable.

F) Retroactive Reinsurance

The Company was not involved in any retroactive reinsurance contracts.

G) Reinsurance Accounted for as a Deposit

Not applicable.

23. Retrospectively Rated Contracts & Contracts Subject to Redetermination

The Company was not involved in any retrospectively rated contracts during the statement periods.

24. Change in Incurred Losses and Loss Adjustment Expenses

There have been no changes in the provision for incurred loss and loss adjustment expense attributable to insured events of prior years.

25. Intercompany Pooling Arrangements

Not applicable.

26. Structured Settlements

The Company has not purchased any annuities under which the claimant is payee but for which the Company is contingently liable.

27. Health Care Receivables

Not applicable.

28. Participating Policies

Not applicable.

29. Premium Deficiency Reserves

Not applicable.

30. High Deductibles

Not applicable.

31. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

Not applicable.

NOTES TO FINANCIAL STATEMENTS

32. Asbestos/Environmental Reserves

The Company has minor exposure to asbestos and / or environmental claims.

33. Subscriber Savings Accounts

Not applicable.

34. Multiple Peril Crop Insurance

Not applicable.

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	400,916	0.222	400,916	0.222
1.2 U.S. government agency obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies	0	0.000	0	0.000
1.22 Issued by U.S. government sponsored agencies	3,027,880	1.680	3,027,880	1.680
1.3 Foreign government (including Canada, excluding mortgaged-backed securities)	0	0.000	0	0.000
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations	7,155,697	3.971	7,155,697	3.971
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	12,936,519	7.179	12,936,519	7.179
1.43 Revenue and assessment obligations	11,139,172	6.182	11,139,172	6.182
1.44 Industrial development and similar obligations	1,979,219	1.098	1,979,219	1.098
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Issued or guaranteed by GNMA	0	0.000	0	0.000
1.512 Issued or guaranteed by FNMA and FHLMC	9,820,650	5.450	9,820,650	5.450
1.513 All other	0	0.000	0	0.000
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA	0	0.000	0	0.000
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521	0	0.000	0	0.000
1.523 All other	3,013,662	1.672	3,013,662	1.672
2. Other debt and other fixed income securities (excluding short-term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	4,710,618	2.614	4,710,618	2.614
2.2 Unaffiliated foreign securities	1,247,768	0.692	1,247,768	0.692
2.3 Affiliated securities	0	0.000	0	0.000
3. Equity interests:				
3.1 Investments in mutual funds	9,573,285	5.313	9,573,285	5.313
3.2 Preferred stocks:				
3.21 Affiliated	0	0.000	0	0.000
3.22 Unaffiliated	2,346,221	1.302	2,346,221	1.302
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated	0	0.000	0	0.000
3.32 Unaffiliated	79,991,004	44.391	79,991,004	44.391
3.4 Other equity securities:				
3.41 Affiliated	1,296,707	0.720	1,296,707	0.720
3.42 Unaffiliated	3,880,215	2.153	3,880,215	2.153
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated	0	0.000	0	0.000
3.52 Unaffiliated	0	0.000	0	0.000
4. Mortgage loans:				
4.1 Construction and land development	0	0.000	0	0.000
4.2 Agricultural	0	0.000	0	0.000
4.3 Single family residential properties	0	0.000	0	0.000
4.4 Multifamily residential properties	0	0.000	0	0.000
4.5 Commercial loans	0	0.000	0	0.000
4.6 Mezzanine real estate loans	0	0.000	0	0.000
5. Real estate investments:				
5.1 Property occupied by the company	3,668,111	2.036	3,668,111	2.036
5.2 Property held for the production of income (including \$ of property acquired in satisfaction of debt)	0	0.000	0	0.000
5.3 Property held for sale (including \$ property acquired in satisfaction of debt)	0	0.000	0	0.000
6. Contract loans	0	0.000	0	0.000
7. Receivables for securities	0	0.000	0	0.000
8. Cash, cash equivalents and short-term investments	21,824,726	12.112	21,824,726	12.112
9. Other invested assets	2,182,250	1.211	2,182,250	1.211
10. Total invested assets	180,194,620	100.000	180,194,620	100.000

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [] NA []
- 1.3 State Regulating? Rhode Island.....
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [X] No []
- 2.2 If yes, date of change:09/25/2007
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made.12/31/2006
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.12/31/2006
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).10/25/2007
- 3.4 By what department or departments? Rhode Island
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes [] No [X]
- 4.12 renewals? Yes [] No [X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes [] No [X]
- 4.22 renewals? Yes [] No [X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 5.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 6.2 If yes, give full information
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [] No [X]
- 7.2 If yes,
- 7.21 State the percentage of foreign control;
- 7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney in fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1 Nationality	2 Type of Entity

GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]
- 8.4 If response to 8.3 is yes, please provide the names and location (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC) and identify the affiliate's primary federal regulator.]

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
KPMG LLP, 50 Kennedy Plaza, Providence, RI 02903
10. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Patricia A. Teufel, FCAS, MAAA- KPMG LLP, One Financial Plaza, Hartford, CT 06103-4103
- 11.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
- 11.11 Name of real estate holding company
- 11.12 Number of parcels involved.....
- 11.13 Total book/adjusted carrying value..... \$.....
- 11.2 If yes, provide explanation
12. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 12.1 What changes have been made during the year in the United States Manager or the United States Trustees of the reporting entity?
- 12.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 12.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 12.4 If answer to (12.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] NA []
- 13.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
- Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and
- a. professional relationships;
- b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- c. Compliance with applicable governmental laws, rules and regulations;
- d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- e. Accountability for adherence to the code.
- 13.11 If the response to 13.1 is No, please explain:
- 13.2 Has the code of ethics for senior managers been amended?..... Yes [] No [X]
- 13.21 If the response to 13.2 is Yes, provide information related to amendment(s).
- 13.3 Have any provisions of the code of ethics been waived for any of the specified officers?..... Yes [] No [X]
- 13.31 If the response to 13.3 is Yes, provide the nature of any waiver(s).

BOARD OF DIRECTORS

14. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No []
15. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No []
16. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or likely to conflict with the official duties of such person?..... Yes [X] No []

GENERAL INTERROGATORIES

FINANCIAL

17. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 18.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 18.11 To directors or other officers .. \$0
 - 18.12 To stockholders not officers ... \$0
 - 18.13 Trustees, supreme or grand (Fraternal only) \$
- 18.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 18.21 To directors or other officers ... \$0
 - 18.22 To stockholders not officers \$0
 - 18.23 Trustees, supreme or grand (Fraternal only) \$
- 19.1 Were any of the assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in this statement? Yes [] No [X]
- 19.2 If yes, state the amount thereof at December 31 of the current year:
- 19.21 Rented from others \$
 - 19.22 Borrowed from others \$
 - 19.23 Leased from others \$
 - 19.24 Other \$
- 20.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 20.2 If answer is yes:
- 20.21 Amount paid as losses or risk adjustment \$
 - 20.22 Amount paid as expenses \$
 - 20.23 Other amounts paid \$
- 21.1 Does the reporting entity report any amounts due from the parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]
- 21.2 If yes, indicated any amounts receivable from parent included in the Page 2 amount: \$

INVESTMENT

- 22.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? Yes [X] No []
- 22.2 If no, give full and complete information relating thereto:
- 23.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 19.1) Yes [] No [X]
- 23.2 If yes, state the amount thereof at December 31 of the current year:
- 23.21 Loaned to others \$
 - 23.22 Subject to repurchase agreements \$
 - 23.23 Subject to reverse repurchase agreements \$
 - 23.24 Subject to dollar repurchase agreements \$
 - 23.25 Subject to reverse dollar repurchase agreements \$
 - 23.26 Pledged as collateral \$
 - 23.27 Placed under option agreements \$
 - 23.28 Letter stock or other securities restricted as to sale ... \$
 - 23.29 On deposit with state or other regulatory body \$
 - 23.291 Other \$
- 23.3 For category (23.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount
.....
.....
.....
.....

- 24.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]
- 24.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] NA [X]
If no, attach a description with this statement.
- 25.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]
- 25.2 If yes, state the amount thereof at December 31 of the current year: \$

GENERAL INTERROGATORIES

26. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 3, III Conducting Examinations, G - Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes [X] No []

26.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
Bank of America.....	50 Kennedy Plaza, RI 1-536-11-04 Providence, RI 02903.....

26.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	2 Complete Explanation(s)
.....

26.03 Have there been any changes, including name changes, in the custodian(s) identified in 26.01 during the current year?

Yes [] No [X]

26.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
.....

26.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository Number(s)	2 Name	2 Address
SEC File #801-22445.....	General Re New England Asset Management.....	76 Batterson Park Road, Farmington, CT 06032-3065.....

27.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])?

Yes [X] No []

27.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
27.2001. 464286-84-8.....	IShares MSCI Japan.....	2,287,209
27.2002. 464287-20-0.....	IShares S&P 500 Index Fund.....	2,142,404
27.2003. 464287-80-4.....	IShares S&P Small Cap 600.....	1,482,456
27.2004. 595635-10-3.....	S&P 400 Midcap Depository Receipts.....	1,721,610
27.2005. 78462F-10-3.....	S&P 500 Depository Receipts.....	1,403,616
27.2999 TOTAL		9,037,295

27.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding Of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
IShares MSCI Japan.....	Toyota Motor Corp.....	121,908	12/31/2007
IShares MSCI Japan.....	Mitsubishi UFJ Financial Group.....	66,787	12/31/2007
IShares MSCI Japan.....	Nintendo Co Ltd.....	51,233	12/31/2007
IShares MSCI Japan.....	Sony Corp.....	45,973	12/31/2007
IShares MSCI Japan.....	Honda Motor Co. Ltd.....	44,143	12/31/2007
IShares S&P 500 Index Fund.....	Exxon Mobil Corp.....	85,053	12/31/2007
IShares S&P 500 Index Fund.....	General Electric Co.....	62,344	12/31/2007
IShares S&P 500 Index Fund.....	Microsoft Corp.....	47,561	12/31/2007
IShares S&P 500 Index Fund.....	AT&T, Inc.....	41,777	12/31/2007
IShares S&P 500 Index Fund.....	Procter & Gamble Co.....	37,921	12/31/2007
IShares S&P Small Cap 600.....	Shaw Group Inc.....	13,787	12/31/2007
IShares S&P Small Cap 600.....	Respironics Inc.....	13,639	12/31/2007
IShares S&P Small Cap 600.....	Flir Systems Inc.....	11,860	12/31/2007
IShares S&P Small Cap 600.....	Cabot Oil Gas CP.....	10,970	12/31/2007
IShares S&P Small Cap 600.....	Helix Energy Solutns.....	10,674	12/31/2007
S&P 400 Midcap Depository Receipts.....	Intuitive Surg Inc.....	17,560	12/31/2007
S&P 400 Midcap Depository Receipts.....	Lyondell Chemical Company.....	17,216	12/31/2007

GENERAL INTERROGATORIES

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding Of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
S&P 400 Midcap Depository Receipts.....	Cameron Intl Cp.....	15,150	12/31/2007
S&P 400 Midcap Depository Receipts.....	Gamestop Corp.....	13,429	12/31/2007
S&P 400 Midcap Depository Receipts.....	Southwestern Energy.....	12,568	12/31/2007
S&P 500 Depository Receipts.....	Exxon Mobil Corp.....	55,864	12/31/2007
S&P 500 Depository Receipts.....	General Electric Co.....	40,845	12/31/2007
S&P 500 Depository Receipts.....	Microsoft Corp.....	31,301	12/31/2007
S&P 500 Depository Receipts.....	AT&T, Inc.....	27,511	12/31/2007
S&P 500 Depository Receipts.....	Procter & Gamble Co.....	24,844	12/31/2007

GENERAL INTERROGATORIES

28. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-) or Fair Value over Statement (+)
28.1 Bonds.....	74,865,093	75,518,595	653,502
28.2 Preferred stocks.....	2,346,221	2,349,212	2,991
28.3 Totals	77,211,314	77,867,807	656,493

28.4 Describe the sources or methods utilized in determining fair values:

Market values of bonds and preferred stocks are based upon the closing prices of publicly traded issues. The market values of other issues was obtained from various valuation sources and independent security dealers. Short-term and Cash Equivalents are valued at Amortized Cost.....

29.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed? Yes [X] No []

29.2 If no, list the exceptions:

OTHER

30.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$334,391

30.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
Insurance Services Office.....	237,426

31.1 Amount of payments for legal expenses, if any?\$4,925

31.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Methfessel & Werbel.....	3,000
Edwards Angell Palmer & Dodge LLP.....	1,725

32.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?\$0

32.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

GENERAL INTERROGATORIES

(continued)

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]
- 1.2 If yes, indicate premium earned on U.S. business only. \$0
- 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$

1.31 Reason for excluding

- 1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$
- 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$0

1.6 Individual policies:

Most current three years:

- 1.61 Total premium earned \$0
- 1.62 Total incurred claims \$0
- 1.63 Number of covered lives

All years prior to most current three years:

- 1.64 Total premium earned \$0
- 1.65 Total incurred claims \$0
- 1.66 Number of covered lives

1.7 Group policies:

Most current three years:

- 1.71 Total premium earned \$0
- 1.72 Total incurred claims \$0
- 1.73 Number of covered lives

All years prior to most current three years:

- 1.74 Total premium earned \$0
- 1.75 Total incurred claims \$0
- 1.76 Number of covered lives

2. Health Test:

		1		2
		Current Year		Prior Year
2.1	Premium Numerator	\$0	\$	.....0
2.2	Premium Denominator	\$52,079,606	\$	.....54,012,006
2.3	Premium Ratio (2.1/2.2)	.....0.000		.....0.000
2.4	Reserve Numerator	\$0	\$	.....0
2.5	Reserve Denominator	\$65,249,272	\$	.....61,161,004
2.6	Reserve Ratio (2.4/2.5)	.....0.000		.....0.000

- 3.1 Does the reporting entity issue both participating and non-participating policies? Yes [X] No []

3.2 If yes, state the amount of calendar year premiums written on:

- 3.21 Participating policies..... \$6,952,090
- 3.22 Non-participating policies..... \$56,722,285

4. For Mutual reporting entities and Reciprocal Exchanges only:

- 4.1 Does the reporting entity issue assessable policies?..... Yes [] No [X]
- 4.2 Does the reporting entity issue non-assessable policies?..... Yes [X] No []
- 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?..... %
- 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums..... \$

5. For Reciprocal Exchanges Only:

- 5.1 Does the exchange appoint local agents?..... Yes [] No []

5.2 If yes, is the commission paid:

- 5.21 Out of Attorney's-in-fact compensation..... Yes [] No [] NA []
- 5.22 As a direct expense of the exchange..... Yes [] No [] NA []

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

- 5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?..... Yes [] No []

5.5 If yes, give full information

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss:.....
N/A.....
- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:.....
The Company uses computer modeling software to estimate it's probable maximum loss as a result of a hurricane.....
- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?.....
The Company maintains a catastrophic reinsurance program to protect it from an extensive loss arising from a hurricane.
- 6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?..... Yes No
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss.
.....
- 7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?..... Yes No
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions.....
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?..... Yes No
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?..... Yes No
- 8.2 If yes, give full information
.....
- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
(c) Aggregate stop loss reinsurance coverage;
(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity..... Yes No
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling agreements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member, where:
(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract..... Yes No
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 30 of SSAP No. 62, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?..... Yes No
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
(a) The entity does not utilize reinsurance; or, Yes No
(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes No
(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has file attestation supplement. Yes No
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes No N/A

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force:..... Yes [] No [X]
 11.2 If yes, give full information
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 13.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
 12.11 Unpaid losses..... \$
 12.12 Unpaid underwriting expenses (including loss adjustment expenses)..... \$
- 12.2 Of the amount on Line 13.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds?..... \$
 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [] No [] NA [X]
 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
 12.41 From..... %
 12.42 To..... %
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by the reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [] No [X]
 12.6 If yes, state the amount thereof at December 31 of the current year:
 12.61 Letters of Credit..... \$
 12.62 Collateral and other funds..... \$
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$400,000
 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No [X]
 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.3
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract?..... Yes [] No [X]
 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
- 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts?..... Yes [] No []
 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements?..... Yes [] No []
 14.5 If answer to 14.4 is no, please explain:
- 15.1 Has the reporting entity guaranteed any financed premium accounts?..... Yes [] No [X]
 15.2 If yes, give full information
- 16.1 Does the reporting entity write any warranty business? Yes [] No [X]
 If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home	\$	\$	\$	\$	\$
16.12 Products	\$	\$	\$	\$	\$
16.13 Automobile	\$	\$	\$	\$	\$
16.14 Other*	\$	\$	\$	\$	\$

* Disclose type of coverage:

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F – Part 3 that it excludes from Schedule F – Part 5. Yes [] No [X]

Incurred but not reported losses on contracts not in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F – Part 5. Provide the following information for this exemption:

- 17.11 Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5 \$
- 17.12 Unfunded portion of Interrogatory 17.11..... \$
- 17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 \$
- 17.14 Case reserves portion of Interrogatory 17.11..... \$
- 17.15 Incurred but not reported portion of Interrogatory 17.11..... \$
- 17.16 Unearned premium portion of Interrogatory 17.11..... \$
- 17.17 Contingent commission portion of Interrogatory 17.11..... \$

Provide the following information for all other amounts included in Schedule F – Part 3 and excluded from Schedule F – Part 5, not included above.

- 17.18 Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5 \$
- 17.19 Unfunded portion of Interrogatory 17.18..... \$
- 17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18 \$
- 17.21 Case reserves portion of Interrogatory 17.18..... \$
- 17.22 Incurred but not reported portion of Interrogatory 17.18..... \$
- 17.23 Unearned premium portion of Interrogatory 17.18..... \$
- 17.24 Contingent commission portion of Interrogatory 17.18..... \$

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1 2007	2 2006	3 2005	4 2004	5 2003
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	4,835,397	5,146,910	5,109,290	4,386,758	2,234,174
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	6,342,227	6,151,322	6,040,351	5,628,324	4,749,158
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	55,320,762	52,775,913	51,355,591	47,530,371	41,546,270
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	0	0	0	0
5. Nonproportional reinsurance lines (Lines 30, 31 & 32)	(634)	(1,501)	(1,299)	(413)	(3,341)
6. Total (Line 34)	66,497,752	64,072,644	62,503,933	57,545,040	48,526,261
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	3,826,403	3,996,170	3,982,099	3,210,293	1,371,375
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	4,885,129	5,213,785	5,370,091	5,018,558	4,308,933
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	44,516,066	45,352,459	46,399,034	42,744,477	37,855,951
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	0	0	0	0
11. Nonproportional reinsurance lines (Lines 30, 31 & 32)	(634)	(1,501)	(1,299)	(413)	(3,341)
12. Total (Line 34)	53,226,964	54,560,913	55,749,925	50,972,915	43,532,918
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(2,131,435)	1,813,528	(176,977)	(3,783,150)	(4,061,210)
14. Net investment gain (loss) (Line 11)	7,449,183	11,124,306	8,039,286	9,467,882	9,412,955
15. Total other income (Line 15)	223,638	88,874	191,718	201,266	191,491
16. Dividends to policyholders (Line 17)	347,951	1,142,528	1,074,751	1,425,237	1,542,604
17. Federal and foreign income taxes incurred (Line 19)	150,749	3,652,165	2,405,705	1,193,970	906,780
18. Net income (Line 20)	5,042,686	8,232,015	4,573,571	3,266,791	3,093,852
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 24, Col. 3)	193,127,122	191,112,980	175,970,235	173,014,176	164,601,319
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 13.1)	7,598,065	7,449,443	7,220,874	6,748,821	5,617,830
20.2 Deferred and not yet due (Line 13.2)	0	0	0	0	0
20.3 Accrued retrospective premiums (Line 13.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 24)	80,060,877	79,428,987	76,280,445	74,573,088	67,941,927
22. Losses (Page 3, Line 1)	24,248,242	21,818,239	21,925,365	20,844,541	18,960,999
23. Loss adjustment expenses (Page 3, Line 3)	7,522,037	7,011,130	6,612,722	5,733,653	4,359,171
24. Unearned premiums (Page 3, Line 9)	33,478,993	32,331,635	31,782,728	29,275,837	24,517,875
25. Capital paid up (Page 3, Lines 28 & 29)	0	0	0	0	0
26. Surplus as regards policyholders (Page 3, Line 35)	113,066,245	111,683,993	99,689,790	98,441,088	96,659,392
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	5,099,667	2,697,459	4,643,754	4,160,467	4,264,453
Risk-Based Capital Analysis					
28. Total adjusted capital	113,066,245	111,683,993	99,689,790	98,441,088	96,659,392
29. Authorized control level risk-based capital	11,346,178	11,096,004	9,759,668	10,122,405	10,324,132
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3)(Item divided by Page 2, Line 10, Col. 3) x 100.0					
30. Bonds (Line 1)	30.8	33.2	39.7	34.3	27.9
31. Stocks (Lines 2.1 & 2.2)	53.9	54.7	46.0	47.9	52.2
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	2.0	2.1	2.4	2.5	2.6
34. Cash, cash equivalents and short-term investments (Line 5)	12.1	9.9	11.8	14.7	15.5
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Other invested assets (Line 7)	1.2	0.0	0.0	0.0	1.1
37. Receivables for securities (Line 8)	0.0	0.0	0.1	0.6	0.5
38. Aggregate write-ins for invested assets (Line 9)	0.0	0.0	0.0	0.0	0.0
39. Cash, cash equivalents and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
40. Affiliated bonds, (Sch. D, Summary, Line 25, Col. 1)	0	0	0	0	0
41. Affiliated preferred stocks (Sch. D, Summary, Line 39, Col. 1)	0	0	0	0	0
42. Affiliated common stocks (Sch. D, Summary, Line 53, Col. 1)	1,296,707	1,238,667	1,223,100	1,221,662	1,221,738
43. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Col. 5, Line 7)	0	0	0	0	0
44. Affiliated mortgage loans on real estate	0	0	0	0	0
45. All other affiliated	0	0	0	0	0
46. Total of above Lines 40 to 45	1,296,707	1,238,667	1,223,100	1,221,662	1,221,738
47. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 46 above divided by Page 3, Col. 1, Line 35 x 100.0)	1.1	1.1	1.2	1.2	1.3

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2007	2 2006	3 2005	4 2004	5 2003
Capital and Surplus Accounts (Page 4)					
48. Net unrealized capital gains (losses) (Line 24)	(5,139,699)	3,487,573	(5,389,266)	(4,023,381)	(9,558,257)
49. Dividends to stockholders (Line 35)	0	0	0	0	0
50. Change in surplus as regards policyholders for the year (Line 38)	1,382,252	11,994,203	1,248,702	1,781,696	10,409,023
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
51. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	1,719,739	1,741,196	1,299,914	1,093,075	284,272
52. Property lines (Lines 1, 2, 9, 12, 21 & 26)	2,605,890	1,967,439	2,578,365	2,302,383	1,763,259
53. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	19,967,050	20,410,775	23,053,624	19,926,359	19,202,369
54. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	0	0	0	0
55. Nonproportional reinsurance lines (Lines 30, 31 & 32)	158	(1,836)	49,816	2,356	13,455
56. Total (Line 34)	24,292,837	24,117,574	26,981,719	23,324,173	21,263,355
Net Losses Paid (Page 9, Part 2, Col. 4)					
57. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	1,224,739	1,527,446	1,299,914	793,075	284,272
58. Property lines (Lines 1, 2, 9, 12, 21 & 26)	2,605,418	1,913,215	2,507,699	2,302,383	1,721,997
59. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	19,194,969	20,302,703	21,355,582	17,960,515	16,862,883
60. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	0	0	0	0
61. Nonproportional reinsurance lines (Lines 30, 31 & 32)	158	(1,836)	49,816	2,356	13,455
62. Total (Line 34)	23,025,284	23,741,528	25,213,011	21,058,329	18,882,607
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
63. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
64. Losses incurred (Line 2)	48.9	43.8	49.4	49.6	51.1
65. Loss expenses incurred (Line 3)	12.3	10.9	10.7	12.0	12.1
66. Other underwriting expenses incurred (Line 4)	42.9	42.0	40.3	46.5	47.0
67. Net underwriting gain (loss) (Line 8)	(4.1)	3.4	(0.3)	(8.2)	(10.3)
Other Percentages					
68. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 34 x 100.0)	41.6	41.4	38.1	41.8	42.3
69. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	61.2	54.6	60.1	61.7	63.2
70. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 34 divided by Page 3, Line 35, Col. 1 x 100.0)	47.1	48.9	55.9	51.8	45.0
One Year Loss Development (000 omitted)					
71. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Col. 11)	364	1,052	(432)	(857)	(1,455)
72. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 71 above divided by Page 4, Line 21, Col. 1 x 100.0)	0.3	1.1	(0.4)	(0.9)	(1.7)
Two Year Loss Development (000 omitted)					
73. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	3,099	947	(195)	(1,724)	308
74. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 73 above divided by Page 4, Line 21, Col. 2 x 100.0)	3.1	1.0	(0.2)	(2.0)	0.3

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description	1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS				
Governments (Including all obligations guaranteed by governments)	1. United States 3,428,797 2. Canada 0 3. Other Countries 0 4. Totals 3,428,797	3,493,818 0 0 3,493,818	3,470,429 0 0 3,470,429	3,400,000 0 0 3,400,000
States, Territories and Possessions (Direct and guaranteed)	5. United States 7,155,696 6. Canada 0 7. Other Countries 0 8. Totals 7,155,696	7,263,202 0 0 7,263,202	7,498,645 0 0 7,498,645	6,775,000 0 0 6,775,000
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States 12,936,519 10. Canada 0 11. Other Countries 0 12. Totals 12,936,519	13,085,508 0 0 13,085,508	13,242,145 0 0 13,242,145	12,215,000 0 0 12,215,000
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States 22,939,040 14. Canada 0 15. Other Countries 0 16. Totals 22,939,040	23,133,259 0 0 23,133,259	23,822,604 0 0 23,822,604	22,760,061 0 0 22,760,061
Public Utilities (unaffiliated)	17. United States 1,051,546 18. Canada 0 19. Other Countries 0 20. Totals 1,051,546	1,094,090 0 0 1,094,090	1,070,270 0 0 1,070,270	1,000,000 0 0 1,000,000
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States 6,672,734 22. Canada 0 23. Other Countries 1,247,769 24. Totals 7,920,503	6,757,004 0 1,258,725 8,015,729	6,728,256 0 1,222,065 7,950,321	6,718,142 0 1,300,000 8,018,142
Parent, Subsidiaries and Affiliates	25. Totals 0 26. Total Bonds 55,432,101	0 56,085,606	0 57,054,414	0 54,168,203
PREFERRED STOCKS				
Public Utilities (unaffiliated)	27. United States 0 28. Canada 0 29. Other Countries 0 30. Totals 0	0 0 0 0	0 0 0 0	0 0 0 0
Banks, Trust and Insurance Companies (unaffiliated)	31. United States 0 32. Canada 0 33. Other Countries 0 34. Totals 0	0 0 0 0	0 0 0 0	0 0 0 0
Industrial and Miscellaneous (unaffiliated)	35. United States 2,056,000 36. Canada 0 37. Other Countries 290,221 38. Totals 2,346,221	2,056,000 0 293,212 2,349,212	2,000,000 0 290,221 2,290,221	0 0 0 0
Parent, Subsidiaries and Affiliates	39. Totals 0 40. Total Preferred Stocks 2,346,221	0 2,349,212	0 2,290,221	0 0
COMMON STOCKS				
Public Utilities (unaffiliated)	41. United States 0 42. Canada 0 43. Other Countries 0 44. Totals 0	0 0 0 0	0 0 0 0	0 0 0 0
Banks, Trust and Insurance Companies (unaffiliated)	45. United States 14,815,129 46. Canada 0 47. Other Countries 0 48. Totals 14,815,129	14,815,129 0 0 14,815,129	5,147,289 0 0 5,147,289	0 0 0 0
Industrial and Miscellaneous (unaffiliated)	49. United States 72,052,980 50. Canada 0 51. Other Countries 6,576,396 52. Totals 78,629,376	72,052,980 0 6,576,396 78,629,376	41,746,206 0 4,699,058 46,445,264	0 0 0 0
Parent, Subsidiaries and Affiliates	53. Totals 1,296,707 54. Total Common Stocks 94,741,212	1,296,707 94,741,212	1,000,000 52,592,553	0 0
	55. Total Stocks 97,087,433 56. Total Bonds and Stocks 152,519,534	97,090,424 153,176,030	54,882,774 111,937,188	0 0

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

1. Book/adjusted carrying value of bonds and stocks, prior year..... 157,346,804	7. Amortization of premium..... 462,223
2. Cost of bonds and stocks acquired, Column 7, Part 3 61,810,684	8. Foreign Exchange Adjustment:
3. Accrual of discount..... 121,381	8.1 Column 15, Part 1 0
4. Increase (decrease) by adjustment:.....	8.2 Column 19, Part 2, Sec. 1..... 0
4.1 Columns 12 - 14, Part 1..... (114,690)	8.3 Column 16, Part 2, Sec. 2 0
4.2 Columns 15 - 17, Part 2, Sec. 1..... 56,000	8.4 Column 15, Part 4 0
4.3 Column 15, Part 2, Sec. 2..... (3,022,553)	9. Book/adjusted carrying value at end of current period 152,519,533
4.4 Columns 11 - 13, Part 4 (9,055,523)	10. Total valuation allowance 0
5. Total gain (loss), Column 19, Part 4 9,145,263	11. Subtotal (Lines 9 plus 10) 152,519,533
6. Deduct consideration for bonds and stocks disposed of Column 7, Part 4 66,386,853	12. Total nonadmitted amounts 0
	13. Statement value of bonds and stocks, current period 152,519,533

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	49	0	20	0	5	0	0	74	XXX
2. 1998	27,596	2,346	25,250	13,989	3,955	769	40	2,190	35	216	12,918	XXX
3. 1999	28,255	2,157	26,098	13,909	1,546	911	105	2,288	7	179	15,450	XXX
4. 2000	29,289	2,312	26,977	13,922	819	726	65	2,537	221	955	16,080	XXX
5. 2001	31,282	2,697	28,585	14,436	1,243	712	29	2,861	112	254	16,625	XXX
6. 2002	35,885	3,714	32,171	16,204	1,299	939	3	3,076	53	468	18,864	XXX
7. 2003	44,466	4,891	39,575	23,694	2,998	852	29	3,934	57	940	25,396	XXX
8. 2004	52,699	6,484	46,215	23,082	1,316	967	0	3,625	88	261	26,270	XXX
9. 2005	59,998	6,755	53,243	24,090	393	440	0	4,214	12	309	28,339	XXX
10. 2006	63,351	9,339	54,012	18,897	223	203	44	3,837	5	313	22,665	XXX
11. 2007	64,988	12,909	52,079	15,075	451	30	0	2,989	6	176	17,637	XXX
12. Totals	XXX	XXX	XXX	177,347	14,243	6,569	315	31,556	596	4,071	200,318	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	297	0	28	0	0	0	73	0	15	0	0	413	XXX
2.	17	0	0	0	0	0	2	0	2	0	0	21	XXX
3.	12	0	0	0	0	0	2	0	3	0	0	17	XXX
4.	36	0	0	0	0	0	0	0	9	0	0	45	XXX
5.	125	0	491	61	0	0	114	0	37	8	0	698	XXX
6.	148	0	492	61	0	0	104	0	56	8	0	731	XXX
7.	925	117	515	62	0	0	247	0	163	9	0	1,662	XXX
8.	2,424	200	501	62	0	0	601	18	243	40	0	3,449	XXX
9.	3,523	1,067	1,086	123	0	0	616	0	676	178	0	4,533	XXX
10.	2,076	40	1,751	185	0	0	232	28	901	6	0	4,701	XXX
11.	6,967	718	6,209	678	0	0	88	0	3,843	210	0	15,501	XXX
12. Totals	16,550	2,142	11,073	1,232	0	0	2,079	46	5,948	459	0	31,771	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	325	88
2.	16,969	4,030	12,939	61.5	171.8	51.2	0	0		17	4
3.	17,125	1,658	15,467	60.6	76.9	59.3	0	0		12	5
4.	17,230	1,105	16,125	58.8	47.8	59.8	0	0		36	9
5.	18,776	1,453	17,323	60.0	53.9	60.6	0	0		555	143
6.	21,019	1,424	19,595	58.6	38.3	60.9	0	0		579	152
7.	30,330	3,272	27,058	68.2	66.9	68.4	0	0		1,261	401
8.	31,443	1,724	29,719	59.7	26.6	64.3	0	0		2,663	786
9.	34,645	1,773	32,872	57.7	26.2	61.7	0	0		3,419	1,114
10.	27,897	531	27,366	44.0	5.7	50.7	0	0		3,602	1,099
11.	35,201	2,063	33,138	54.2	16.0	63.6	0	0		11,780	3,721
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	24,249	7,522

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	One Year	Two Year
1. Prior	5,764	6,086	6,275	6,277	6,530	6,109	5,604	5,794	5,821	5,992	171	198
2. 1998	11,508	10,306	10,428	10,458	11,080	11,060	11,130	10,917	10,811	10,782	(29)	(135)
3. 1999	XXX	13,932	12,599	13,405	13,524	13,409	13,451	13,534	13,181	13,183	2	(351)
4. 2000	XXX	XXX	14,521	13,463	14,071	14,379	14,223	14,385	14,276	13,800	(476)	(585)
5. 2001	XXX	XXX	XXX	15,061	13,621	14,015	14,193	14,218	14,328	14,545	217	327
6. 2002	XXX	XXX	XXX	XXX	17,678	16,077	16,179	16,247	16,365	16,524	159	277
7. 2003	XXX	XXX	XXX	XXX	XXX	22,720	22,132	22,479	22,372	23,027	655	548
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	24,703	23,609	25,408	25,979	571	2,370
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,722	27,395	28,172	777	450
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24,322	22,639	(1,683)	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26,522	XXX	XXX
12. Totals											364	3,099

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior	000	2,300	3,649	4,563	5,050	5,272	5,321	5,413	5,525	5,594	XXX	XXX
2. 1998	6,381	8,161	8,833	9,401	9,763	10,067	10,332	10,769	10,792	10,763	XXX	XXX
3. 1999	XXX	7,747	10,058	11,100	11,882	12,653	12,787	13,016	13,161	13,169	XXX	XXX
4. 2000	XXX	XXX	7,142	10,626	11,615	12,220	13,538	13,675	13,754	13,764	XXX	XXX
5. 2001	XXX	XXX	XXX	8,695	11,444	12,108	12,959	13,522	13,667	13,876	XXX	XXX
6. 2002	XXX	XXX	XXX	XXX	8,072	12,966	14,073	14,776	15,321	15,841	XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX	12,315	17,979	19,731	20,842	21,519	XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	12,479	19,631	21,390	22,733	XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,056	22,717	24,137	XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,376	18,833	XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	14,654	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior	2,209	1,522	1,179	849	850	455	62	81	61	101
2. 1998	2,834	756	624	382	488	491	485	29	2	2
3. 1999	XXX	3,053	791	893	534	451	438	426	3	2
4. 2000	XXX	XXX	3,014	894	880	685	465	448	461	0
5. 2001	XXX	XXX	XXX	3,304	1,017	960	624	461	476	544
6. 2002	XXX	XXX	XXX	XXX	3,638	1,231	1,029	583	552	535
7. 2003	XXX	XXX	XXX	XXX	XXX	4,185	1,386	1,139	658	700
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	4,482	1,429	1,621	1,022
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,630	1,679	1,579
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,094	1,770
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,619

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, etc.	1 Is Insurer Licensed? (Yes or No)	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	No	0	0	0	0	0	0	0
2. Alaska	AK	No	0	0	0	0	0	0	0
3. Arizona	AZ	No	0	0	0	0	0	0	0
4. Arkansas	AR	No	0	0	0	0	0	0	0
5. California	CA	No	0	0	0	0	0	0	0
6. Colorado	CO	No	0	0	0	0	0	0	0
7. Connecticut	CT	Yes	2,321,998	2,174,087	1,585,822	2,059,887	1,389,995	9,951	0
8. Delaware	DE	No	0	0	0	0	0	0	0
9. District of Columbia	DC	No	0	0	0	0	0	0	0
10. Florida	FL	No	0	0	0	0	0	0	0
11. Georgia	GA	No	0	0	0	0	0	0	0
12. Hawaii	HI	No	0	0	0	0	0	0	0
13. Idaho	ID	No	0	0	0	0	0	0	0
14. Illinois	IL	No	0	0	0	0	0	0	0
15. Indiana	IN	No	0	0	0	0	0	0	0
16. Iowa	IA	No	0	0	0	0	0	0	0
17. Kansas	KS	No	0	0	0	0	0	0	0
18. Kentucky	KY	No	0	0	0	0	0	0	0
19. Louisiana	LA	No	0	0	0	0	0	0	0
20. Maine	ME	Yes	1,435,592	1,471,682	1,230,849	1,120,588	485,209	9,255	0
21. Maryland	MD	No	0	0	0	0	0	0	0
22. Massachusetts	MA	Yes	27,158,893	26,607,529	9,930,989	9,828,284	11,545,367	147,333	0
23. Michigan	MI	No	0	0	0	0	0	0	0
24. Minnesota	MN	No	0	0	0	0	0	0	0
25. Mississippi	MS	No	0	0	0	0	0	0	0
26. Missouri	MO	No	0	0	0	0	0	0	0
27. Montana	MT	No	0	0	0	0	0	0	0
28. Nebraska	NE	No	0	0	0	0	0	0	0
29. Nevada	NV	No	0	0	0	0	0	0	0
30. New Hampshire	NH	Yes	3,691,595	3,866,949	1,747,884	1,265,802	1,238,543	22,266	0
31. New Jersey	NJ	Yes	12,025,276	11,690,077	4,071,538	4,822,891	5,814,184	42,810	0
32. New Mexico	NM	No	0	0	0	0	0	0	0
33. New York	NY	Yes	4,596,087	4,338,557	1,165,105	1,483,570	1,391,805	1,746	0
34. North Carolina	NC	No	0	0	0	0	0	0	0
35. North Dakota	ND	No	0	0	0	0	0	0	0
36. Ohio	OH	No	0	0	0	0	0	0	0
37. Oklahoma	OK	No	0	0	0	0	0	0	0
38. Oregon	OR	No	0	0	0	0	0	0	0
39. Pennsylvania	PA	No	0	0	0	0	0	0	0
40. Rhode Island	RI	Yes	14,488,379	14,045,064	4,125,298	5,033,064	5,221,042	86,088	0
41. South Carolina	SC	No	0	0	0	0	0	0	0
42. South Dakota	SD	No	0	0	0	0	0	0	0
43. Tennessee	TN	No	0	0	0	0	0	0	0
44. Texas	TX	No	0	0	0	0	0	0	0
45. Utah	UT	No	0	0	0	0	0	0	0
46. Vermont	VT	Yes	8,806	8,754	435	3,000	3,000	18	0
47. Virginia	VA	No	0	0	0	0	0	0	0
48. Washington	WA	No	0	0	0	0	0	0	0
49. West Virginia	WV	No	0	0	0	0	0	0	0
50. Wisconsin	WI	No	0	0	0	0	0	0	0
51. Wyoming	WY	No	0	0	0	0	0	0	0
52. American Samoa	AS	No	0	0	0	0	0	0	0
53. Guam	GU	No	0	0	0	0	0	0	0
54. Puerto Rico	PR	No	0	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	No	0	0	0	0	0	0	0
56. Northern Mariana Islands	MP	No	0	0	0	0	0	0	0
57. Canada	CN	No	0	0	0	0	0	0	0
58. Aggregate other alien	OT	XXX	0	0	0	0	0	0	0
59. Totals	(a) 8	65,726,625	64,202,700	347,951	23,857,485	25,617,086	27,089,143	319,467	0
DETAILS OF WRITE-INS									
5801.	XXX								
5802.	XXX								
5803.	XXX								
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
5899. Totals (Lines 5801 through 5803 + 5898) (Line 58 above)	XXX	0	0	0	0	0	0	0	0

(a) Insert the number of yes responses except for Canada and Other Alien.

Explanation of basis of allocation of premiums by states, etc.

Direct underwriting activity is compiled on an individual state basis.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

Group Code	Group Name	NAIC #	State of Domicile	FEI #	Company Name
382	The Providence Group	15040	Rhode Island	05-0204000	The Providence Mutual Fire Insurance Company
382	The Providence Group	33430	Rhode Island	05-0428479	The Providence Plantations Insurance Company

ALPHABETICAL INDEX

(http://www.naic.org/committees_e_app_blanks.htm)

ANNUAL STATEMENT BLANK

Assets	2
Cash Flow	5
Exhibit of Capital Gains (Losses)	12
Exhibit of Net Investment Income	12
Exhibit of Nonadmitted Assets	13
Exhibit of Premiums and Losses (State Page)	20
Five-Year Historical Data	18
General Interrogatories	16
Jurat Page	1
Liabilities, Surplus and Other Funds	3
Notes To Financial Statements	14
Overflow Page For Write-ins	109
Schedule A – Part 1	E01
Schedule A – Part 2	E02
Schedule A – Part 3	E03
Schedule A – Verification Between Years	21
Schedule B – Part 1	E04
Schedule B – Part 2	E05
Schedule B – Verification Between Years	21
Schedule BA – Part 1	E06
Schedule BA – Part 2	E07
Schedule BA – Verification Between Years	21
Schedule D – Part 1	E08
Schedule D – Part 1A – Section 1	23
Schedule D – Part 1A – Section 2	26
Schedule D – Part 2 – Section 1	E09
Schedule D – Part 2 – Section 2	E10
Schedule D – Part 3	E11
Schedule D – Part 4	E12
Schedule D – Part 5	E13
Schedule D – Part 6 – Section 1	E14
Schedule D – Part 6 – Section 2	E14
Schedule D – Summary By Country	22
Schedule D – Verification Between Years	22
Schedule DA – Part 1	E15
Schedule DA – Part 2 – Verification Between Years	29
Schedule DB – Part A – Section 1	E16
Schedule DB – Part A – Section 2	E16

ALPHABETICAL INDEX

(http://www.naic.org/committees_e_app_blanks.htm)

ANNUAL STATEMENT BLANK (Continued)

Schedule DB – Part A – Section 3	E17
Schedule DB – Part A – Verification Between Years	30
Schedule DB – Part B – Section 1	E17
Schedule DB – Part B – Section 2	E18
Schedule DB – Part B – Section 3	E18
Schedule DB – Part B – Verification Between Years	30
Schedule DB – Part C – Section 1	E19
Schedule DB – Part C – Section 2	E19
Schedule DB – Part C – Section 3	E20
Schedule DB – Part C – Verification Between Years	31
Schedule DB – Part D – Section 1	E20
Schedule DB – Part D – Section 2	E21
Schedule DB – Part D – Section 3	E21
Schedule DB – Part D – Verification Between Years	31
Schedule DB – Part E – Section 1	E22
Schedule DB – Part E – Verification	31
Schedule DB – Part F – Section 1	32
Schedule DB – Part F – Section 2	33
Schedule E – Part 1 – Cash	E23
Schedule E – Part 2 – Cash Equivalents	E24
Schedule E – Part 3 – Special Deposits	E25
Schedule F – Part 1	34
Schedule F – Part 2	35
Schedule F – Part 3	36
Schedule F – Part 4	37
Schedule F – Part 5	38
Schedule F – Part 6	39
Schedule F – Part 7	40
Schedule F – Part 8	41
Schedule H – Accident and Health Exhibit – Part 1	42
Schedule H – Part 5 – Health Claims	44
Schedule H – Parts – 2, 3, and 4	43
Schedule P – Part 1 – Analysis of Losses and Loss Expenses	45
Schedule P – Part 1A – Homeowners/Farmowners	47
Schedule P – Part 1B – Private Passenger Auto Liability/Medical	48
Schedule P – Part 1C – Commercial Auto/Truck Liability/Medical	49
Schedule P – Part 1D – Workers' Compensation	50
Schedule P – Part 1E – Commercial Multiple Peril	51
Schedule P – Part 1F – Section 1 – Medical Malpractice – Occurrence	52
Schedule P – Part 1F – Section 2 – Medical Malpractice – Claims-Made	53
Schedule P – Part 1G - Special Liability (Ocean, Marine, Aircraft (All Perils), Boiler and Machinery)	54

ALPHABETICAL INDEX

(http://www.naic.org/committees_e_app_blanks.htm)

ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 1H – Section 1 – Other Liability–Occurrence	55
Schedule P – Part 1H – Section 2 – Other Liability – Claims-Made	56
Schedule P – Part 1I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft)	57
Schedule P – Part 1J – Auto Physical Damage	58
Schedule P – Part 1K – Fidelity/Surety	59
Schedule P – Part 1L – Other (Including Credit, Accident and Health)	60
Schedule P – Part 1M – International	61
Schedule P – Part 1N – Reinsurance	62
Schedule P – Part 1O – Reinsurance	63
Schedule P – Part 1P – Reinsurance	64
Schedule P – Part 1R – Section 1 – Products Liability – Occurrence	65
Schedule P – Part 1R – Section 2 – Products Liability – Claims – Made	66
Schedule P – Part 1S – Financial Guaranty/Mortgage Guaranty	67
Schedule P – Part 2A – Homeowners/Farmowners	68
Schedule P – Part 2B – Private Passenger Auto Liability/Medical	68
Schedule P – Part 2C – Commercial Auto/Truck Liability/Medical	68
Schedule P – Part 2D – Workers' Compensation	68
Schedule P – Part 2E – Commercial Multiple Peril	68
Schedule P – Part 2F – Section 1 – Medical Malpractice – Occurrence	69
Schedule P – Part 2F – Section 2 – Medical Malpractice – Claims – Made	69
Schedule P – Part 2G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	69
Schedule P – Part 2H – Section 1 – Other Liability – Occurrence	69
Schedule P – Part 2H – Section 2 – Other Liability – Claims – Made	69
Schedule P – Part 2I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft)	70
Schedule P – Part 2J – Auto Physical Damage	70
Schedule P – Part 2K – Fidelity, Surety	70
Schedule P – Part 2L – Other (Including Credit, Accident and Health)	70
Schedule P – Part 2M – International	70
Schedule P – Part 2N – Reinsurance	71
Schedule P – Part 2O – Reinsurance	71
Schedule P – Part 2P – Reinsurance	71
Schedule P – Part 2R – Section 1 – Products Liability – Occurrence	72
Schedule P – Part 2R – Section 2 – Products Liability – Claims-Made	72
Schedule P – Part 2S – Financial Guaranty/Mortgage Guaranty	72
Schedule P – Part 3A – Homeowners/Farmowners	73
Schedule P – Part 3B – Private Passenger Auto Liability/Medical	73
Schedule P – Part 3C – Commercial Auto/Truck Liability/Medical	73
Schedule P – Part 3D – Workers' Compensation	73
Schedule P – Part 3E – Commercial Multiple Peril	73
Schedule P – Part 3F – Section 1 –Medical Malpractice – Occurrence	74
Schedule P – Part 3F – Section 2 – Medical Malpractice – Claims-Made	74

ALPHABETICAL INDEX

(http://www.naic.org/committees_e_app_blanks.htm)

ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 3G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	74
Schedule P – Part 3H – Section 1 – Other Liability – Occurrence	74
Schedule P – Part 3H – Section 2 – Other Liability – Claims-Made	74
Schedule P – Part 3I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft)	75
Schedule P – Part 3J – Auto Physical Damage	75
Schedule P – Part 3K – Fidelity/Surety	75
Schedule P – Part 3L – Other (Including Credit, Accident and Health)	75
Schedule P – Part 3M – International	75
Schedule P – Part 3N – Reinsurance	76
Schedule P – Part 3O – Reinsurance	76
Schedule P – Part 3P – Reinsurance	76
Schedule P – Part 3R – Section 1 – Products Liability – Occurrence	77
Schedule P – Part 3R – Section 2 – Products Liability – Claims-Made	77
Schedule P – Part 3S – Financial Guaranty/Mortgage Guaranty	77
Schedule P – Part 4A – Homeowners/Farmowners	78
Schedule P – Part 4B – Private Passenger Auto Liability/Medical	78
Schedule P – Part 4C – Commercial Auto/Truck Liability/Medical	78
Schedule P – Part 4D – Workers' Compensation	78
Schedule P – Part 4E – Commercial Multiple Peril	78
Schedule P – Part 4F – Section 1 – Medical Malpractice – Occurrence	79
Schedule P – Part 4F – Section 2 – Medical Malpractice – Claims-Made	79
Schedule P – Part 4G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	79
Schedule P – Part 4H – Section 1 – Other Liability – Occurrence	79
Schedule P – Part 4H – Section 2 – Other Liability – Claims-Made	79
Schedule P – Part 4I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft)	80
Schedule P – Part 4J – Auto Physical Damage	80
Schedule P – Part 4K – Fidelity/Surety	80
Schedule P – Part 4L – Other (Including Credit, Accident and Health)	80
Schedule P – Part 4M – International	80
Schedule P – Part 4N – Reinsurance	81
Schedule P – Part 4O – Reinsurance	81
Schedule P – Part 4P – Reinsurance	81
Schedule P – Part 4R – Section 1 – Products Liability – Occurrence	82
Schedule P – Part 4R – Section 2 – Products Liability – Claims-Made	82
Schedule P – Part 4S – Financial Guaranty/Mortgage Guaranty	82
Schedule P – Part 5A – Homeowners/Farmowners	83
Schedule P – Part 5B – Private Passenger Auto Liability/Medical	84
Schedule P – Part 5C – Commercial Auto/Truck Liability/Medical	85
Schedule P – Part 5D – Workers' Compensation	86
Schedule P – Part 5E – Commercial Multiple Peril	87
Schedule P – Part 5F – Medical Malpractice – Claims-Made	89

ALPHABETICAL INDEX

(http://www.naic.org/committees_e_app_blanks.htm)

ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 5F – Medical Malpractice – Occurrence	88
Schedule P – Part 5H – Other Liability – Claims-Made	91
Schedule P – Part 5H – Other Liability – Occurrence	90
Schedule P – Part 5R – Products Liability – Claims-Made	93
Schedule P – Part 5R – Products Liability – Occurrence	92
Schedule P – Part 6C – Commercial Auto/Truck Liability/Medical	94
Schedule P – Part 6D – Workers' Compensation	94
Schedule P – Part 6E – Commercial Multiple Peril	95
Schedule P – Part 6H – Other Liability – Claims-Made	96
Schedule P – Part 6H – Other Liability – Occurrence	95
Schedule P – Part 6M – International	96
Schedule P – Part 6N – Reinsurance	97
Schedule P – Part 6O – Reinsurance	97
Schedule P – Part 6R – Products Liability – Claims-Made	98
Schedule P – Part 6R – Products Liability – Occurrence	98
Schedule P – Part 7A – Primary Loss Sensitive Contracts	99
Schedule P – Part 7B – Reinsurance Loss Sensitive Contracts	101
Schedule P – Parts 2, 3 and 4 – Summary	46
Schedule P Interrogatories	103
Schedule T – Exhibit of Premiums Written	104
Schedule T – Part 2 – Interstate Compact	105
Schedule Y – Information Concerning Activities of Insurer Members of a Holding Company Group	106
Schedule Y – Part 2 – Summary of Insurer's Transactions With Any Affiliates	107
Statement of Income	4
Summary Investment Schedule	15
Underwriting and Investment Exhibit Part 1	6
Underwriting and Investment Exhibit Part 1A	7
Underwriting and Investment Exhibit Part 1B	8
Underwriting and Investment Exhibit Part 2	9
Underwriting and Investment Exhibit Part 2A	10
Underwriting and Investment Exhibit Part 3	11

