



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2010
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
Internet Website Address www.providencemutual.com
Statutory Statement Contact Richard Albert Sinnigen, 401-827-1800-125
rsinnigen@providencemutual.com, 401-822-1872

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 Patricia Cline, Vice President
William Glen Arnold, Vice President

DIRECTORS OR TRUSTEES

Benjamin Pearce Harris III, John Parcher Nixon Jr., Leslie Adams Gardner, Robert White Parsons
Mary Louise Fazzano, Sandra Glaser Parrillo, George Anthony Vecchione, John Scott Lombardo
Alan Henry Litwin #, David Martin Gilden #

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
28th day of February, 2011

a. Is this an original filing? Yes [X] No []
b. If no,
1. State the amendment number
2. Date filed 02/28/2011
3. Number of pages attached

David Williamson Notary
12/24/2012

ANNUAL STATEMENT FOR THE YEAR 2010 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).....	86,310,668		86,310,668	70,700,412
2. Stocks (Schedule D):				
2.1 Preferred stocks	0		0	0
2.2 Common stocks	81,212,197		81,212,197	74,309,511
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).....	3,310,453		3,310,453	3,398,877
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 (\$1,270,744 , Schedule E - Part 1), cash equivalents (\$2,499,891 , Schedule E - Part 2) and short-term investments (\$1,133,528 , Schedule DA).....	4,904,162		4,904,162	16,405,803
6. Contract loans (including \$premium notes).....			0	0
7. Derivatives			0	0
8. Other invested assets (Schedule BA)	21,692		21,692	1,864,274
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets.....			0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	175,759,172	0	175,759,172	166,678,877
13. Title plants less \$ charged off (for Title insurers only).....			0	0
14. Investment income due and accrued	853,824		853,824	922,004
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	1,310,225	30,081	1,280,144	1,446,087
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premium).....	6,828,676		6,828,676	6,764,338
15.3 Accrued retrospective premiums			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	465,281		465,281	147,350
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts			0	0
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon			0	118,147
18.2 Net deferred tax asset.....			0	0
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software.....	728,662	663,263	65,399	51,580
21. Furniture and equipment, including health care delivery assets (\$)	349,266	349,266	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates			0	0
24. Health care (\$) and other amounts receivable.....			0	0
25. Aggregate write-ins for other than invested assets	5,348,064	10,860	5,337,204	5,173,094
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	191,643,170	1,053,470	190,589,700	181,301,477
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	0
28. Total (Lines 26 and 27)	191,643,170	1,053,470	190,589,700	181,301,477
DETAILS OF WRITE-INS				
1101.			0	0
1102.			0	0
1103.			0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. Other Assets.....	140,301	10,860	129,441	121,676
2502. Pools and Associations.....	5,207,763		5,207,763	5,051,418
2503.			0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	5,348,064	10,860	5,337,204	5,173,094

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	27,055,297	25,927,881
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 35, Column 9)	8,428,649	8,026,656
4. Commissions payable, contingent commissions and other similar charges	1,589,196	2,417,379
5. Other expenses (excluding taxes, licenses and fees)	1,091,284	1,152,671
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	281,087	304,696
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	574,273	0
7.2 Net deferred tax liability	4,737,338	3,587,671
8. Borrowed money \$ and interest thereon \$	0	0
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$1,313,260 and including warranty reserves of \$)	32,233,276	32,181,666
10. Advance premium	667,787	748,527
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	344,266	180,754
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	8,057	3,596
15. Remittances and items not allocated	33,767	22,389
16. Provision for reinsurance (Schedule F, Part 7)	0	0
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. Derivatives	0	0
21. Payable for securities	0	0
22. Payable for securities lending	0	0
23. Liability for amounts held under uninsured plans	0	0
24. Capital notes \$and interest thereon \$	0	0
25. Aggregate write-ins for liabilities	0	0
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	77,044,277	74,553,886
27. Protected cell liabilities	0	0
28. Total liabilities (Lines 26 and 27)	77,044,277	74,553,886
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	0	0
31. Preferred capital stock	0	0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes	0	0
34. Gross paid in and contributed surplus	0	0
35. Unassigned funds (surplus)	113,545,423	106,747,591
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)	0	0
36.2 shares preferred (value included in Line 31 \$)	0	0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	113,545,423	106,747,591
38. Totals (Page 2, Line 28, Col. 3)	190,589,700	181,301,477
DETAILS OF WRITE-INS		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	0	0
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	52,377,572	52,316,725
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	30,009,170	23,399,690
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	7,111,741	6,117,848
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	20,857,773	21,680,706
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	57,978,684	51,198,244
7. Net income of protected cells	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(5,601,112)	1,118,481
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	3,434,079	3,887,323
10. Net realized capital gains (losses) less capital gains tax of \$2,883,522 (Exhibit of Capital Gains (Losses))	6,558,507	3,926,391
11. Net investment gain (loss) (Lines 9 + 10)	9,992,586	7,813,714
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$423 amount charged off \$50,054)	(49,631)	(57,760)
13. Finance and service charges not included in premiums	293,236	299,248
14. Aggregate write-ins for miscellaneous income	0	(23,583)
15. Total other income (Lines 12 through 14)	243,605	217,905
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	4,635,079	9,150,100
17. Dividends to policyholders	317,698	363,309
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)	4,317,381	8,786,791
19. Federal and foreign income taxes incurred	(1,363,362)	832,675
20. Net income (Line 18 minus Line 19) (to Line 22)	5,680,743	7,954,116
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	106,747,591	90,251,982
22. Net income (from Line 20)	5,680,743	7,954,116
23. Net transfers (to) from Protected Cell accounts	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$843,719	1,616,765	10,865,951
25. Change in net unrealized foreign exchange capital gain (loss)	0	0
26. Change in net deferred income tax	(305,948)	(2,247,654)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(193,728)	(79,804)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	0	3,000
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 36.1 and 36.2, 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)	6,797,832	16,495,609
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	113,545,423	106,747,591
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)		(23,583)
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)	0	(23,583)
3701.		0
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	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance.....	52,613,559	51,499,287
2. Net investment income.....	4,223,376	4,488,353
3. Miscellaneous income.....	243,605	217,905
4. Total (Lines 1 through 3).....	57,080,540	56,205,545
5. Benefit and loss related payments.....	29,199,685	24,305,307
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	28,480,703	27,798,556
8. Dividends paid to policyholders.....	317,698	363,309
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	827,740	(910,126)
10. Total (Lines 5 through 9).....	58,825,826	51,557,046
11. Net cash from operations (Line 4 minus Line 10).....	(1,745,286)	4,648,499
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	31,379,706	15,235,405
12.2 Stocks.....	39,856,118	41,065,658
12.3 Mortgage loans.....	0	0
12.4 Real estate.....	0	0
12.5 Other invested assets.....	1,497,203	58,779
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	125	(2,180)
12.7 Miscellaneous proceeds.....	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	72,733,152	56,357,662
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	46,063,970	24,158,367
13.2 Stocks.....	36,022,019	40,796,831
13.3 Mortgage loans.....	0	0
13.4 Real estate.....	47,703	11,740
13.5 Other invested assets.....	0	89,078
13.6 Miscellaneous applications.....	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	82,133,692	65,056,016
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).....	(9,400,540)	(8,698,354)
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).....	(355,815)	(326,717)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(355,815)	(326,717)
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).....	(11,501,641)	(4,376,572)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	16,405,803	20,782,375
19.2 End of year (Line 18 plus Line 19.1).....	4,904,162	16,405,803

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line 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	2,038,200	1,439,259	1,359,122	2,118,337
2.	Allied lines	1,113,845	770,501	741,000	1,143,346
3.	Farmowners multiple peril	0	0	0	0
4.	Homeowners multiple peril	35,563,959	22,235,296	22,211,322	35,587,933
5.	Commercial multiple peril	7,308,174	4,666,866	4,309,473	7,665,567
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	475,305	306,833	306,381	475,757
10.	Financial guaranty	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0
11.2	Medical professional liability - 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	24,830	13,836	13,442	25,224
17.1	Other liability - occurrence	1,631,435	949,031	851,402	1,729,064
17.2	Other liability - claims-made	0	0	0	0
17.3	Excess workers' compensation	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	2,914,439	1,102,802	1,658,504	2,358,737
19.3,19.4	Commercial auto liability	70,001	27,557	29,855	67,703
21.	Auto physical damage	1,288,994	669,685	752,775	1,205,904
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.	Warranty	0	0	0	0
31.	Reinsurance - nonproportional assumed property	0	0	0	0
32.	Reinsurance - nonproportional assumed liability	0	0	0	0
33.	Reinsurance - nonproportional assumed financial Lines	0	0	0	0
34.	Aggregate write-ins for other lines of business	0	0	0	0
35.	TOTALS	52,429,182	32,181,666	32,233,276	52,377,572
DETAILS OF WRITE-INS					
3401.	.....			
3402.	.....			
3403.	.....			
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499.	Totals (Lines 3401 through 3403 + 3498) (Line 34 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	1,359,122				1,359,122
2.	Allied lines	741,000				741,000
3.	Farmowners multiple peril					0
4.	Homeowners multiple peril	22,211,322				22,211,322
5.	Commercial multiple peril	4,309,473				4,309,473
6.	Mortgage guaranty					0
8.	Ocean marine					0
9.	Inland marine	306,381				306,381
10.	Financial guaranty					0
11.1	Medical professional liability - occurrence					0
11.2	Medical professional liability - 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	13,442				13,442
17.1	Other liability - occurrence	851,402				851,402
17.2	Other liability - claims-made					0
17.3	Excess workers' compensation					0
18.1	Products liability - occurrence					0
18.2	Products liability - claims-made					0
19.1,19.2	Private passenger auto liability	1,658,504				1,658,504
19.3,19.4	Commercial auto liability	29,855				29,855
21.	Auto physical damage	752,775				752,775
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.	Warranty					0
31.	Reinsurance - nonproportional assumed property					0
32.	Reinsurance - nonproportional assumed liability					0
33.	Reinsurance - nonproportional assumed financial lines					0
34.	Aggregate write-ins for other lines of business	0	0	0	0	0
35.	TOTALS	32,233,276	0	0	0	32,233,276
36.	Accrued retrospective premiums based on experience					
37.	Earned but unbilled premiums					
38.	Balance (Sum of Lines 35 through 37)					32,233,276
DETAILS OF WRITE-INS						
3401.	.....				
3402.	.....				
3403.	.....				
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 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	2,445,456		128,871		536,127	2,038,200
2. Allied lines	1,319,060		88,520		293,735	1,113,845
3. Farmowners multiple peril						0
4. Homeowners multiple peril	42,561,744		346,360		7,344,145	35,563,959
5. Commercial multiple peril	9,173,041				1,864,867	7,308,174
6. Mortgage guaranty						0
8. Ocean marine						0
9. Inland marine	602,153				126,848	475,305
10. Financial guaranty						0
11.1 Medical professional liability - occurrence						0
11.2 Medical professional liability - 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	24,830					24,830
17.1 Other liability - occurrence	2,241,968		139,359		749,892	1,631,435
17.2 Other liability - claims-made						0
17.3 Excess workers' compensation						0
18.1 Products liability - occurrence						0
18.2 Products liability - claims-made						0
19.1,19.2 Private passenger auto liability	3,101,274		15		186,850	2,914,439
19.3,19.4 Commercial auto liability	73,965		496		4,460	70,001
21. Auto physical damage	1,496,202		14		207,222	1,288,994
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. Warranty						0
31. Reinsurance - nonproportional assumed property	XXX					0
32. Reinsurance - nonproportional assumed liability	XXX					0
33. Reinsurance - nonproportional assumed financial lines	XXX					0
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0
35. TOTALS	63,039,693	0	703,635	0	11,314,146	52,429,182
DETAILS OF WRITE-INS						
3401.						
3402.						
3403.						
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 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 recorded on an annualized basis \$

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage							
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)	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. Fire	879,024	122,118	2,533	998,609	834,842	1,030,963	802,488	37.9
2. Allied lines	609,700	47,862		657,562	127,640	162,562	622,662	54.5
3. Farmowners multiple peril								0.0
4. Homeowners multiple peril	19,957,288	207,479	438,514	19,726,253	14,369,312	13,861,482	20,234,083	56.9
5. Commercial multiple peril	3,358,709	291	120,841	3,238,159	6,118,867	5,532,589	3,824,437	49.9
6. Mortgage guaranty								0.0
8. Ocean marine								0.0
9. Inland marine	129,557			129,557	126,426	51,899	204,084	42.9
10. Financial guaranty								0.0
11.1 Medical professional liability - occurrence								0.0
11.2 Medical professional liability - claims-made								0.0
12. Earthquake								0.0
13. Group accident and health								0.0
14. Credit accident and health (group and individual)								0.0
15. Other accident and health								0.0
16. Workers' compensation								0.0
17.1 Other liability - occurrence	1,264,824	67,570	112,018	1,220,376	3,055,716	3,060,536	1,215,556	70.3
17.2 Other liability - claims-made								0.0
17.3 Excess workers' compensation								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	1,894,248	17	165,148	1,729,117	2,286,500	2,067,702	1,947,915	82.6
19.3, 19.4 Commercial auto liability	21,715	38	21,753		271		22,024	32.5
21. Auto physical damage	1,160,015	10		1,160,025	133,505	153,476	1,140,054	94.5
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. Warranty								0.0
31. Reinsurance - nonproportional assumed property	XXX							0.0
32. Reinsurance - nonproportional assumed liability	XXX	343		343	2,218	6,694	(4,133)	0.0
33. Reinsurance - nonproportional assumed financial lines	XXX							0.0
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0.0
TOTALS	29,275,080	445,728	839,054	28,881,754	27,055,297	25,927,881	30,009,170	57.3
DETAILS OF WRITE-INS								
340.1								
340.2								
340.3								
3498.	0	0	0	0	0	0	0	0.0
3499.	0	0	0	0	0	0	0	0.0

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

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

	Reported Losses			Incurred But Not Reported			8	9
	1	2	3	4	5	6			7
Line of Business	Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Unpaid Loss Adjustment Expenses
1. Fire	697,464	63,738		761,202	55,170	18,470		209,264
2. Allied lines	46,745	26,228		72,973	40,521	14,146		29,447
3. Farmowners multiple peril								
4. Homeowners multiple peril	10,059,884	101,118	517,700	9,643,302	4,919,002	32,008	225,000	3,854,410
5. Commercial multiple peril	3,639,315	3,288	303,008	3,339,595	3,211,272		432,000	2,589,894
6. Mortgage guaranty								
7. Ocean marine								
8. Inland marine	86,426			86,426	40,000			33,111
9. Financial guaranty								
10. Medical professional liability - occurrence								
11.1 Medical professional liability - claims-made								
11.2								
12. Earthquake								
13. Group accident and health								
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation								
17.1 Other liability - occurrence	1,070,417	84,573	45,000	1,109,990	2,280,000	140,726	475,000	1,060,624
17.2 Other liability - claims-made								
17.3 Excess workers' compensation								
18.1 Products liability - occurrence								
18.2 Products liability - claims-made								
19.1, 19.2 Private passenger auto liability	1,646,475	20		1,646,495	640,000	5		624,211
19.3, 19.4 Commercial auto liability		220		220		51		
20. Auto physical damage	58,498	7		58,505	75,000			27,688
21. Aircraft (all perils)								
22. Surety								
23. Fidelity								
24. Burglary and theft								
25. Boiler and machinery								
26. Credit								
27. International								
28. Warranty								
29. Reinsurance - nonproportional assumed property								
30. Reinsurance - nonproportional assumed liability								
31. Reinsurance - nonproportional assumed financial lines	XXX	9		9	XXX	2,209		2,218
32. Aggregate write-ins for other lines of business	XXX				XXX			
33. TOTALS	17,305,224	279,201	865,708	16,718,717	11,260,965	207,615	1,132,000	8,428,649
34. DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498.								
3499.								

(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	4,433,466			4,433,466
1.2 Reinsurance assumed	44,460			44,460
1.3 Reinsurance ceded	67,525			67,525
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	4,410,401	0	0	4,410,401
2. Commission and brokerage:				
2.1 Direct, excluding contingent		12,472,156		12,472,156
2.2 Reinsurance assumed, excluding contingent		115,080		115,080
2.3 Reinsurance ceded, excluding contingent		957,985		957,985
2.4 Contingent-direct		666,748		666,748
2.5 Contingent-reinsurance assumed				0
2.6 Contingent-reinsurance ceded		77,296		77,296
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	12,218,703	0	12,218,703
3. Allowances to manager and agents				0
4. Advertising		36,300		36,300
5. Boards, bureaus and associations		483,475		483,475
6. Surveys and underwriting reports		455,925		455,925
7. Audit of assureds' records		5,840		5,840
8. Salary and related items:				
8.1 Salaries	1,262,464	2,880,527	324,327	4,467,318
8.2 Payroll taxes	98,883	225,617	25,403	349,903
9. Employee relations and welfare	469,079	1,084,195	121,595	1,674,869
10. Insurance	33,530	76,505	8,614	118,649
11. Directors' fees	65,101	148,539	16,724	230,364
12. Travel and travel items	38,284	87,352	9,835	135,471
13. Rent and rent items	34,231	78,105	8,794	121,130
14. Equipment	38,028	86,767	9,769	134,564
15. Cost or depreciation of EDP equipment and software	26,252	59,899	6,744	92,895
16. Printing and stationery	45,240	103,223	11,622	160,085
17. Postage, telephone and telegraph, exchange and express	111,563	254,550	28,661	394,774
18. Legal and auditing	59,982	136,858	257,291	454,131
19. Totals (Lines 3 to 18)	2,282,637	6,203,677	829,379	9,315,693
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		1,202,620		1,202,620
20.2 Insurance department licenses and fees		332,785		332,785
20.3 Gross guaranty association assessments		(55,349)		(55,349)
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	1,480,056	0	1,480,056
21. Real estate expenses			245,908	245,908
22. Real estate taxes			78,208	78,208
23. Reimbursements by uninsured plans				0
24. Aggregate write-ins for miscellaneous expenses	418,703	955,337	107,567	1,481,607
25. Total expenses incurred	7,111,741	20,857,773	1,261,062	(a) 29,230,576
26. Less unpaid expenses - current year	8,428,649	2,724,144	237,424	11,390,217
27. Add unpaid expenses - prior year	8,026,656	3,606,409	268,337	11,901,402
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)	6,709,748	21,740,038	1,291,975	29,741,761
DETAILS OF WRITE-INS				
2401. Software Maintenance.....	255,449	582,850	65,625	903,924
2402. Outside Services.....	84,652	193,149	21,747	299,548
2403. FAIR Plan - CAR - MAERP.....	69,265	158,040	17,794	245,099
2498. Summary of remaining write-ins for Line 24 from overflow page	9,337	21,298	2,401	33,036
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	418,703	955,337	107,567	1,481,607

(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) 568,751	504,533
1.1 Bonds exempt from U.S. tax	(a) 876,193	892,313
1.2 Other bonds (unaffiliated)	(a) 1,880,571	1,837,490
1.3 Bonds of affiliates	(a) 0	0
2.1 Preferred stocks (unaffiliated)	(b) 0	0
2.11 Preferred stocks of affiliates	(b) 0	0
2.2 Common stocks (unaffiliated)	1,195,420	1,218,419
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) 7,960	7,960
7. Derivative instruments	(f) 0	0
8. Other invested assets	70,436	70,436
9. Aggregate write-ins for investment income	180,116	180,116
10. Total gross investment income	4,899,447	4,831,267
11. Investment expenses		(g) 1,261,062
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 0
13. Interest expense		(h) 0
14. Depreciation on real estate and other invested assets		(i) 136,126
15. Aggregate write-ins for deductions from investment income		0
16. Total deductions (Lines 11 through 15)		1,397,188
17. Net investment income (Line 10 minus Line 16)		3,434,079
DETAILS OF WRITE-INS		
0901. Pools & Associations	180,116	180,116
0902.	0	0
0903.	0	0
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)	180,116	180,116
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		0
1599. Totals (Lines 1501 through 1503) plus 1598 (Line 15 above)		0

- (a) Includes \$ 82,307 accrual of discount less \$ 667,297 amortization of premium and less \$ 154,443 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 \$ 1,697 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 \$ 0 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	325,694	0	325,694	0	0
1.1 Bonds exempt from U.S. tax	288,288	0	288,288	0	0
1.2 Other bonds (unaffiliated)	881,000	(12,711)	868,289	(16,211)	0
1.3 Bonds of affiliates	0	0	0	0	0
2.1 Preferred stocks (unaffiliated)	0	0	0	0	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	7,970,435	0	7,970,435	2,816,125	0
2.21 Common stocks of affiliates	0	0	0	(4,785)	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	126	0	126	0	0
7. Derivative instruments	0	0	0	0	0
8. Other invested assets	(10,803)	0	(10,803)	(334,576)	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	(69)	0
10. Total capital gains (losses)	9,454,740	(12,711)	9,442,029	2,460,484	0
DETAILS OF WRITE-INS					
0901. Other			0	(69)	0
0902.			0	0	0
0903.			0	0	0
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	(69)	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. Derivatives	0	0	0
8. Other invested assets (Schedule BA)	0	0	0
9. Receivables for securities	0	0	0
10. Securities lending reinvested collateral assets	0	0	0
11. Aggregate write-ins for invested assets	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	0	0	0
13. Title plants (for Title insurers only).....	0	0	0
14. Investment income due and accrued	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	30,081	30,081	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	0	0	0
15.3 Accrued retrospective premiums	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers	0	0	0
16.2 Funds held by or deposited with reinsured companies	0	0	0
16.3 Other amounts receivable under reinsurance contracts	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0
18.2 Net deferred tax asset	0	0	0
19. Guaranty funds receivable or on deposit	0	0	0
20. Electronic data processing equipment and software	663,263	459,371	(203,892)
21. Furniture and equipment, including health care delivery assets.....	349,266	369,690	20,424
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0
23. Receivables from parent, subsidiaries and affiliates	0	0	0
24. Health care and other amounts receivable.....	0	0	0
25. Aggregate write-ins for other than invested assets	10,860	600	(10,260)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	1,053,470	859,742	(193,728)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. Total (Lines 26 and 27)	1,053,470	859,742	(193,728)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0
2501. Other Assets.....	10,860	600	(10,260)
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	10,860	600	(10,260)

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 \$1,285,694 and \$1,290,479 as of December 31, 2010 and 2009, 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. The company does not hold preferred stocks.
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 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.

D) Loan-Backed Securities

- 1) Prepayment assumptions for Mortgage-Backed Securities, Collateralized Mortgage Obligations and Other Structured Securities 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).
- 2) All securities within the scope of this statement with a recognized other-than-temporary impairment. Other-than-temporary impairments were \$12,711 and \$0 in 2010 and 2009, respectively.

NOTES TO FINANCIAL STATEMENTS

- 3) Each security with a recognized other-than-temporary impairment during 2010 and the fair value of the holding at December 31, 2010.

<u>CUSIP</u>	<u>Description</u>	<u>Fair Value</u>	<u>Recognized OTTI</u>
04545EAE3	Asset Backed Funding Cert	14,931	4,938
40431JAF0	HIS Asset Securitization	2,096	630
61755AAG1	Morgan Stanley Capital Inc	898	555
66989EAF2	Novastar Home Equity Loan	2,296	4,407
93364EAG9	WAMU Asset Backed Securitization	<u>3,565</u>	<u>2,181</u>
Total		<u>23,786</u>	<u>12,711</u>

- 4) All impaired securities (fair value is less than cost or amortized cost) for which an other than temporary impairment has not been recognized in earnings.

	<u>Fair Value</u>	<u>Unrealized Losses</u>
Unrealized losses less than 12 months	18,253,336	272,133
Unrealized losses greater than 12 months	<u>0</u>	<u>0</u>
Total	<u>18,253,336</u>	<u>272,133</u>

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
Not applicable.

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

8. Derivative Instruments
Not applicable.

9. Income Taxes

The Company adopted SSAP 10R effective December 31, 2009. The December 31, 2009 balances and related disclosures are calculated and presented pursuant to SSAP 10R. The December 31, 2008 balances and related disclosures are calculated and presented pursuant to SSAP 10 prior to its modification by SSAP 10R.

A) The net deferred tax asset / (liability) at December 31 and the change from the prior year are comprised of the following components:

	12/31/10		12/31/09		Change
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>	<u>Total</u>	
Total gross deferred tax assets	3,959,989	1,258,080	5,218,069	5,531,302	(313,233)
Total gross deferred tax liabilities	7,082	9,948,325	9,955,407	9,118,973	836,434
Net deferred tax (liabilities) / assets	<u>3,952,907</u>	<u>(8,690,245)</u>	<u>(4,737,338)</u>	<u>(3,587,671)</u>	<u>(1,149,667)</u>
Total deferred tax assets nonadmitted	0	0	0	0	0
Net admitted deferred tax (liabilities) / assets	<u>3,952,907</u>	<u>(8,690,245)</u>	<u>(4,737,338)</u>	<u>(3,587,671)</u>	<u>(1,149,667)</u>
Net change in total DTAs nonadmitted		0			

The amount of admitted adjusted gross deferred tax assets admitted under each component of SSAP 10R:

	12/31/10		12/31/09		Change
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>	<u>Total</u>	
Admitted under paragraph 10(a)	2,345,275	0	2,345,275	1,254,163	1,091,112
Admitted under paragraph 10(b)	242,774	0	242,774	1,366,967	(1,124,193)
Admitted under paragraph 10(c)	1,371,940	1,258,080	2,630,020	2,910,172	(280,152)
Total admitted from use of paragraphs 10(a) - 10(c)	<u>3,959,989</u>	<u>1,258,080</u>	<u>5,218,069</u>	<u>5,531,302</u>	<u>(313,233)</u>
Admitted under paragraph 10(e)(i)	0	0	0	0	0
Admitted under paragraph 10(e)(ii)	0	0	0	0	0
Admitted under paragraph 10(e)(iii)	0	0	0	0	0
Admitted under paragraph 10(e)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total admitted adjusted gross deferred tax assets	<u>3,959,989</u>	<u>1,258,080</u>	<u>5,218,069</u>	<u>5,531,302</u>	<u>(313,233)</u>

The change in deferred income taxes reported in surplus before consideration of nonadmitted assets is comprised of the following components:

	<u>12/31/10</u>	<u>12/31/09</u>	<u>Change</u>
Net adjusted deferred tax (liability) / asset	(4,737,338)	(3,587,671)	(1,149,667)
Tax effect of unrealized gains and losses	9,910,340	9,066,621	843,719
Net tax effect without unrealized gains / losses	<u>(5,173,002)</u>	<u>(5,478,950)</u>	<u>(305,948)</u>
Change in deferred income tax			<u>(305,948)</u>

NOTES TO FINANCIAL STATEMENTS

B) Unrecognized deferred tax liabilities

There are no temporary differences for which deferred tax liabilities are not recognized.

C) Current income taxes incurred consist of the following major components:

	<u>12/31/10</u>	<u>12/31/09</u>
Federal	(1,363,362)	832,675
Realized capital gains tax	2,883,522	(1,082,436)
Current income tax (benefit) / expense incurred	<u>1,520,160</u>	<u>(249,761)</u>

Deferred income tax assets and liabilities consist of the following major components:

	Ordinary	12/31/10 Capital	Total	12/31/09	Change
Deferred Tax Assets:					
Unearned premium reserve	2,191,863		2,191,863	2,188,353	3,510
Loss and LAE reserves	992,431		992,431	1,028,936	(36,505)
Impairment of stocks and bonds	0	1,258,080	1,258,080	1,584,847	(326,767)
Anticipated Salvage and Subrogation	294,100	0	294,100	311,257	(17,157)
Other	481,595	0	481,595	417,909	63,686
Total deferred tax assets	<u>3,959,989</u>	<u>1,258,080</u>	<u>5,218,069</u>	<u>5,531,302</u>	<u>(313,233)</u>
Nonadmitted deferred tax assets	0	0	0	0	0
Admitted deferred tax assets	<u>3,959,989</u>	<u>1,258,080</u>	<u>5,218,069</u>	<u>5,531,302</u>	<u>(313,233)</u>
Deferred Tax Liabilities:					
Common stocks	0	9,910,340	9,910,340	9,066,621	843,719
Bond market discount	7,082	0	7,082	21,564	(14,482)
Accrued dividends	0	37,985	37,985	30,788	7,197
Total deferred tax liabilities	<u>7,082</u>	<u>9,948,325</u>	<u>9,955,407</u>	<u>9,118,973</u>	<u>836,434</u>
Net admitted deferred tax (liability) / asset	<u>3,952,907</u>	<u>(8,690,245)</u>	<u>(4,737,338)</u>	<u>(3,587,671)</u>	<u>(1,149,667)</u>

D) The Company's income tax incurred and change in deferred income tax differs from the amount obtained by applying the federal statutory rate of 34% to income before taxes as follows:

	Total	12/31/09
Current income taxes incurred	1,520,160	(249,761)
Change in deferred income tax	305,948	2,247,654
Total Income taxes reported	<u>1,826,108</u>	<u>1,997,893</u>
Income tax expense (benefit) computed at federal statutory rate	2,448,308	2,619,481
Change in non-admitted assets	(158,467)	185,887
Dividend received deduction (net of proration)	(171,010)	(298,346)
Tax exempt interest (not of proration)	(257,878)	(316,363)
Other, net	(34,845)	(192,766)
Current year expense incurred	<u>1,826,108</u>	<u>1,997,893</u>

E) Operating loss carryforward

The Company does not have any unused operating loss carryforwards available.

The amounts of federal income taxes incurred and available for recoupment in the event of future losses are:

Current year	1,476,496
First preceding year	825,115

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-L) Not applicable.

11. Debt

Not applicable.

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

A) Defined Benefit Plan

Not applicable.

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.

NOTES TO FINANCIAL STATEMENTS

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. In addition, the Company maintains non qualified pension plans covering key employees.

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

A-E) Not applicable.

F) 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.

G-I) Not applicable.

J) Changes in Unassigned Funds
The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses is \$ 29,417,542.

K-M) 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.

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

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.

NOTES TO FINANCIAL STATEMENTS

20. Fair Value Measurements

A) Fair Value Measurements at December 31, 2010.

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level3</u>	<u>Total</u>	<u>Book Value</u>
Bonds					
Industrial & Misc	0	8,633	0	8,633	24,844
Common Stock					
Industrial & Misc	53,022,516	0	105,639	53,128,155	31,074,135
Mutual Funds	26,798,348	0	0	26,798,348	19,701,056
Parent, Sub & Affiliate	0	0	1,285,694	1,285,694	1,000,000
Total Assets as Fair Value	79,820,864	8,633	1,391,333	81,220,830	51,800,035

As of December 31, 2010, the reported fair value of the bonds in level 3 relate to residential mortgage-backed securities. The underlying loans for these securities are residential subprime mortgages. The common stocks in level 3 are privately held securities.

21. Other Items

A) Extraordinary Items
Not applicable.B) Troubled Debt Restructuring: Debtors
Not applicable.

C) Other Disclosures

1. Certain 2009 balances have been reclassified to conform to the 2010 Annual Statement presentation.

D) Uncollectible Premiums Receivable

At December 31, 2010 the Company had admitted assets of \$8,109,000 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) 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>
\$165,715	\$148,773	\$272,773

H) Retained Assets
Not applicable22. Events Subsequent
Not applicable.

NOTES TO FINANCIAL STATEMENTS

23. 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	409,776	67,019	1,313,260	111,196	(903,484)	(44,176)
Total	409,776	67,019	1,313,260	111,196	(903,484)	(44,176)

Direct Unearned Premium Reserve \$33,136,760

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.

H) Disclosure of the Transfer of Property and Casualty Run-off Agreements

Not applicable.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

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

25. Change in Incurred Losses and Loss Adjustment Expenses

The estimated cost of loss and loss adjustment expenses attributable to insured events of prior years decreased by \$3,057,000 during 2010, compared to a decrease of \$4,080,000 during 2009. The increase / (decrease) is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

26. Intercompany Pooling Arrangements

Not applicable.

27. Structured Settlements

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

28. Health Care Receivables

Not applicable.

29. Participating Policies

Not applicable.

30. Premium Deficiency Reserves

Not applicable.

31. High Deductibles

Not applicable.

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

Not applicable.

33. Asbestos/Environmental Reserves

NOTES TO FINANCIAL STATEMENTS

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

34. Subscriber Savings Accounts
Not applicable.

35. Multiple Peril Crop Insurance
Not applicable.

36. Financial Guaranty Insurance
Not applicable.

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 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 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 No
- 2.2 If yes, date of change:
- 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.....
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes No NA
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes No NA
- 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
 - 4.12 renewals? Yes No
- 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
 - 4.22 renewals? Yes No
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes No
- 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
- 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
- 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, 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 locations (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
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [] No [X]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:
- 10.3 Has the insurer been granted any exemptions to the audit committee requirements as allowed in Section 14H of the Annual Financial Reporting Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:
- 10.5 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.6 If the response to 10.5 is yes, provide information related to this exemption:
- 10.7 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] NA []
- 10.8 If the response to 10.7 is no or n/a, please explain
- 11. 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?
G.Chris Nyce, FCAS, MAAA, KPMG LLP, Three Radnor Corporate Center, Suite 105, 100 Matsonford Road, Radnor, PA 19087
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
 - 12.11 Name of real estate holding company
 - 12.12 Number of parcels involved.....
 - 12.13 Total book/adjusted carrying value..... \$.....
- 12.2 If yes, provide explanation
- 13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] NA []
- 14.1 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 []
 - a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and 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.
- 14.11 If the response to 14.1 is no, please explain:
- 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

BOARD OF DIRECTORS

- 15. 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 []
- 16. 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 []
- 17. 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 is likely to conflict with the official duties of such person? Yes [X] No []

GENERAL INTERROGATORIES

FINANCIAL

18. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 19.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 19.11 To directors or other officers .. \$0
 - 19.12 To stockholders not officers ... \$0
 - 19.13 Trustees, supreme or grand (Fraternal only) \$
- 19.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 19.21 To directors or other officers ... \$0
 - 19.22 To stockholders not officers ... \$0
 - 19.23 Trustees, supreme or grand (Fraternal only) \$
- 20.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 20.2 If yes, state the amount thereof at December 31 of the current year:
- 20.21 Rented from others \$
 - 20.22 Borrowed from others \$
 - 20.23 Leased from others \$
 - 20.24 Other \$
- 21.1 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]
- 21.2 If answer is yes:
- 21.21 Amount paid as losses or risk adjustment \$
 - 21.22 Amount paid as expenses \$
 - 21.23 Other amounts paid \$
- 22.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]
- 22.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$

INVESTMENT

- 23.1 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? (other than securities lending programs addressed in 23.3)..... Yes [X] No []
- 23.2 If no, give full and complete information, relating thereto
- 23.3 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- 23.4 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions?..... Yes [] No [] NA [X]
- 23.5 If answer to 23.4 is yes, report amount of collateral for conforming programs. \$
- 23.6 If answer to 23.4 is no, report amount of collateral for other programs. \$
- 23.7 Does the company's security lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?..... Yes [] No [] NA [X]
- 23.8 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?..... Yes [] No [] NA [X]
- 23.9 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending?..... Yes [] No [] NA [X]
- 24.1 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 20.1 and 23.3) Yes [] No [X]
- 24.2 If yes, state the amount thereof at December 31 of the current year:
- 24.21 Subject to repurchase agreements \$
 - 24.22 Subject to reverse repurchase agreements..... \$
 - 24.23 Subject to dollar repurchase agreements..... \$
 - 24.24 Subject to reverse dollar repurchase agreements..... \$
 - 24.25 Pledged as collateral..... \$
 - 24.26 Placed under option agreements..... \$
 - 24.27 Letter stock or securities restricted as to sale..... \$
 - 24.28 On deposit with state or other regulatory body..... \$
 - 24.29 Other..... \$
- 24.3 For category (24.27) provide the following:

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

- 25.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]
- 25.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] NA []
If no, attach a description with this statement.
- 26.1 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]
- 26.2 If yes, state the amount thereof at December 31 of the current year. \$

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

GENERAL INTERROGATORIES

27. Excluding items in Schedule E-Part 3-Special Deposits, 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 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping agreements of the NAIC *Financial Condition Examiners Handbook*? Yes [X] No []

27.01 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.....	225 Franklin St, 4th Floor, Boston, MA 02110.....

27.02 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)	3 Complete Explanation(s)
.....

27.03 Have there been any changes, including name changes, in the custodian(s) identified in 27.01 during the current year? Yes [] No [X]

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

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

27.05 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	3 Address
SEC File #801-22445.....	General Re New England Asset Management.....	76 Batterson Park Road, Farmington, CT 06032-3065.....

28.1 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 []

28.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
28.2001. 464286-62-4.....	ISHARES MSCI THAILAND INVSTB.....	226,135
28.2002. 464286-73-1.....	ISHARES MSCI TAIWAN INDEX FD.....	253,044
28.2003. 464286-83-0.....	ISHARES MSCI MALAYSIA.....	218,576
28.2004. 464287-10-1.....	ISHARES S&P 100 INDEX FUND.....	31,905
28.2005. 464287-18-4.....	ISHARES FTSE/XINHUA CHINA 25.....	2,150,191
28.2006. 464287-20-0.....	ISHARES S&P 500 INDEX FUND.....	4,949,000
28.2007. 464287-23-4.....	ISHARES MSCI EMERGING MKT IN.....	1,321,780
28.2008. 464287-46-5.....	ISHARES MSCI EAFE INDEX FUND.....	22,589
28.2009. 464287-62-2.....	ISHARES RUSSELL 1000 INDEX.....	4,785,410
28.2010. 464287-65-5.....	ISHARES RUSSELL 2000 INDEX FUND.....	19,012
28.2011. 464287-80-4.....	ISHARES S&P SMALLCAP 600.....	1,561,116
28.2012. 78355W-10-6.....	RYDEX S&P EQUAL WEIGHT ETF.....	97,601
28.2013. 78462F-10-3.....	SPDR TRUST SERIES 1.....	6,979,125
28.2014. 78467Y-10-7.....	SPDR S&P MIDCAP 400 ETF TRUST.....	2,107,904
28.2015. 922908-63-7.....	VANGUARD LARGE-CAP VIPERS.....	368,704
28.2999 TOTAL		25,092,092

28.3 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 THAILAND INVSTB.....	P.T.PCL-NVDR.....	24,988	12/31/2010.....
ISHARES MSCI THAILAND INVSTB.....	KASIKORNBANK PCL-NVDR.....	19,696	12/31/2010.....
ISHARES MSCI THAILAND INVSTB.....	P.T.I. EXPLOR&PROD PCL-NVDR.....	17,887	12/31/2010.....
ISHARES MSCI THAILAND INVSTB.....	BANGKOK BANK PUBLIC CO-NVDR.....	16,463	12/31/2010.....
ISHARES MSCI THAILAND INVSTB.....	SJAM.COMMERCIAL BANK-NVDR.....	14,495	12/31/2010.....
ISHARES MSCI TAIWAN INDEX FD.....	TAIWAN SEMICONDUCTOR MANUFAC.....	33,756	12/31/2010.....
ISHARES MSCI TAIWAN INDEX FD.....	HQN.HAI PRECISION INDUSTRY.....	19,712	12/31/2010.....
ISHARES MSCI TAIWAN INDEX FD.....	HTC.CORP.....	12,576	12/31/2010.....
ISHARES MSCI TAIWAN INDEX FD.....	FORMOSA PLASTIC CORP.....	7,642	12/31/2010.....
ISHARES MSCI TAIWAN INDEX FD.....	MEDIAJATEK INC.....	7,515	12/31/2010.....
ISHARES MSCI MALAYSIA.....	C.I.M.B. GROUP HOLDINGS BERHAD.....	21,726	12/31/2010.....
ISHARES MSCI MALAYSIA.....	MALAYAN BANKING BHD.....	17,202	12/31/2010.....
ISHARES MSCI MALAYSIA.....	GENTING BERHAD.....	15,781	12/31/2010.....
ISHARES MSCI MALAYSIA.....	S.I.M.E. DARBY BERHAD.....	15,125	12/31/2010.....

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
ISHARES MSCI MALAYSIA.....	IQI..CORPORATION BHD.....	12,306	12/31/2010
ISHARES S&P 100 INDEX FUND.....	EXXON MOBIL CORP.....	1,656	12/31/2010
ISHARES S&P 100 INDEX FUND.....	APPLE INC.....	1,327	12/31/2010
ISHARES S&P 100 INDEX FUND.....	MICROSOFT CORP.....	944	12/31/2010
ISHARES S&P 100 INDEX FUND.....	GENERAL ELECTRIC CO.....	874	12/31/2010
ISHARES S&P 100 INDEX FUND.....	CHEVRON.....	823	12/31/2010
ISHARES FTSE/XINHUA CHINA 25.....	CHINA MOBILE LTD.....	209,644	12/31/2010
ISHARES FTSE/XINHUA CHINA 25.....	CHINA CONSTRUCTION BANK-H.....	206,418	12/31/2010
ISHARES FTSE/XINHUA CHINA 25.....	CNOOC LTD.....	175,026	12/31/2010
ISHARES FTSE/XINHUA CHINA 25.....	IND. & COMM BK OF CHINA-H.....	173,090	12/31/2010
ISHARES FTSE/XINHUA CHINA 25.....	CHINA LIFE INSURANCE CO-H.....	123,421	12/31/2010
ISHARES S&P 500 INDEX FUND.....	EXXON MOBIL CORP.....	159,358	12/31/2010
ISHARES S&P 500 INDEX FUND.....	APPLE INC.....	127,684	12/31/2010
ISHARES S&P 500 INDEX FUND.....	MICROSOFT CORP.....	91,062	12/31/2010
ISHARES S&P 500 INDEX FUND.....	GENERAL ELECTRIC CO.....	84,133	12/31/2010
ISHARES S&P 500 INDEX FUND.....	CHEVRON.....	79,184	12/31/2010
ISHARES MSCI EMERGING MKT IN.....	SAMSUNG ELECTR-GDR REGS 144A.....	32,648	12/31/2010
ISHARES MSCI EMERGING MKT IN.....	PETROBRAS-PETROLEO BRAS-PR.....	23,396	12/31/2010
ISHARES MSCI EMERGING MKT IN.....	QAO.GAZPROM-REG S ADS.....	21,148	12/31/2010
ISHARES MSCI EMERGING MKT IN.....	TAIWAN SEMICONDUCTOR-SP ADR.....	20,620	12/31/2010
ISHARES MSCI EMERGING MKT IN.....	VALE.SA ADR.....	20,488	12/31/2010
ISHARES MSCI EAFE INDEX FUND.....	NESTLE SA-REG.....	413	12/31/2010
ISHARES MSCI EAFE INDEX FUND.....	HSBC.HOLDINGS PLC.....	364	12/31/2010
ISHARES MSCI EAFE INDEX FUND.....	BHP.BILLITON LTD.....	316	12/31/2010
ISHARES MSCI EAFE INDEX FUND.....	BP.PLC.....	278	12/31/2010
ISHARES MSCI EAFE INDEX FUND.....	VODAFONE GROUP PLC.....	278	12/31/2010
ISHARES RUSSELL 1000 INDEX.....	EXXON MOBIL CORP.....	136,384	12/31/2010
ISHARES RUSSELL 1000 INDEX.....	APPLE INC.....	107,672	12/31/2010
ISHARES RUSSELL 1000 INDEX.....	MICROSOFT CORP.....	78,481	12/31/2010
ISHARES RUSSELL 1000 INDEX.....	GENERAL ELECTRIC CO.....	71,303	12/31/2010
ISHARES RUSSELL 1000 INDEX.....	INT'L BUSSINESS MACHINES CORP.....	68,910	12/31/2010
ISHARES RUSSELL 2000 INDEX FUND.....	RIVERBED TECHNOLOGY INC.....	70	12/31/2010
ISHARES RUSSELL 2000 INDEX FUND.....	VERIFONE SYSTEMS INC.....	53	12/31/2010
ISHARES RUSSELL 2000 INDEX FUND.....	TIBCO SOFTWARE INC.....	53	12/31/2010
ISHARES RUSSELL 2000 INDEX FUND.....	BRIGHAM EXPLORATION CO.....	51	12/31/2010
ISHARES RUSSELL 2000 INDEX FUND.....	NORDSON CORP.....	49	12/31/2010
ISHARES S&P SMALLCAP 600.....	OIL STATES INTL INC.....	10,459	12/31/2010
ISHARES S&P SMALLCAP 600.....	CYPRESS SEMICONDUCTORS CORP.....	9,991	12/31/2010
ISHARES S&P SMALLCAP 600.....	VARIAN SEMICONDUCTOR EQUIP.....	8,898	12/31/2010
ISHARES S&P SMALLCAP 600.....	SALIX PHARMACEUTICALS LTD.....	8,742	12/31/2010
ISHARES S&P SMALLCAP 600.....	THE COOPER COS INC.....	8,274	12/31/2010
RYDEX S&P EQUAL WEIGHT ETF.....	ADVANCED MICRO DEVICES INC.....	224	12/31/2010
RYDEX S&P EQUAL WEIGHT ETF.....	CARMAX INC.....	224	12/31/2010
RYDEX S&P EQUAL WEIGHT ETF.....	JABIL CIRCUIT INC.....	224	12/31/2010
RYDEX S&P EQUAL WEIGHT ETF.....	BOSTON SCIENTIFIC CORP.....	215	12/31/2010
RYDEX S&P EQUAL WEIGHT ETF.....	DEVRY INC.....	215	12/31/2010
SPDR TRUST SERIES 1.....	EXXON MOBIL CORP.....	224,728	12/31/2010
SPDR TRUST SERIES 1.....	APPLE INC.....	180,759	12/31/2010
SPDR TRUST SERIES 1.....	MICROSOFT CORP.....	128,416	12/31/2010
SPDR TRUST SERIES 1.....	GENERAL ELECTRIC CO.....	118,645	12/31/2010
SPDR TRUST SERIES 1.....	CHEVRON.....	112,364	12/31/2010
SPDR S&P MIDCAP 400 ETF TRUST.....	EDWARDS LIFESCIENCES CORP.....	17,496	12/31/2010
SPDR S&P MIDCAP 400 ETF TRUST.....	JOY.GLOBAL INC.....	16,863	12/31/2010
SPDR S&P MIDCAP 400 ETF TRUST.....	BORGWARNER INC.....	15,598	12/31/2010
SPDR S&P MIDCAP 400 ETF TRUST.....	NEW.YORK CMNTY BANCORP INC.....	15,598	12/31/2010
SPDR S&P MIDCAP 400 ETF TRUST.....	CIMAREX ENERGY CO.....	14,123	12/31/2010
VANGUARD LARGE-CAP VIPERS.....	EXXON MOBIL CORP.....	11,061	12/31/2010

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
VANGUARD LARGE-CAP VIPERS.....	APPLE INC.....	8,849	12/31/2010.....
VANGUARD LARGE-CAP VIPERS.....	MICROSOFT CORP.....	6,268	12/31/2010.....
VANGUARD LARGE-CAP VIPERS.....	GENERAL ELECTRIC CO.....	5,899	12/31/2010.....
VANGUARD LARGE-CAP VIPERS.....	JNT'L BUSINESS MACHINES CORP.....	5,531	12/31/2010.....

GENERAL INTERROGATORIES

29. 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 (+)
29.1 Bonds.....	89,944,086	92,448,870	2,504,784
29.2 Preferred Stocks.....	0	0	0
29.3 Totals	89,944,086	92,448,870	2,504,784

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

30.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?..... Yes [] No [X]

30.2 If the answer to 30.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source?..... Yes [] No []

30.3 If the answer to 30.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

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

31.2 If no, list exceptions:

OTHER

32.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?.....\$341,771

32.2 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	207,514

33.1 Amount of payments for legal expenses, if any?.....\$40,586

33.2 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
Edwards Angell Palmer & Dodge LLP.....	39,327

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

34.2 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 0

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 0

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 0

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 0

2. Health Test:

		1		2
		Current Year		Prior Year
2.1	Premium Numerator	\$0	\$	.....0
2.2	Premium Denominator	\$32,181,666	\$	.....52,316,725
2.3	Premium Ratio (2.1/2.2)	.....0.000		.....0.000
2.4	Reserve Numerator	\$0	\$	.....0
2.5	Reserve Denominator	\$0	\$	.....66,136,203
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 \$6,339,040
- 3.22 Non-participating policies \$55,461,589

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 \$0

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 its 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 excessive 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 32 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 filed an 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 15.3 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 15.3, 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): \$ 500,000
 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 the 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	2	3	4	5
	Direct Losses Incurred	Direct Losses Unpaid	Direct Written Premium	Direct Premium Unearned	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..... \$

18.1 Do you act as a custodian for health savings accounts?..... Yes [] No [X]

18.2 If yes, please provide the amount of custodial funds held as of the reporting date..... \$

18.3 Do you act as an administrator for health savings accounts?..... Yes [] No [X]

18.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$

ANNUAL STATEMENT FOR THE YEAR 2010 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 2010	2 2009	3 2008	4 2007	5 2006
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	5,581,907	4,825,933	4,613,201	4,835,397	5,146,910
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	6,080,276	6,086,223	6,226,014	6,342,227	6,151,322
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	52,081,145	52,628,419	54,746,187	55,320,762	52,775,913
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	(14,191)	(634)	(1,501)
6. Total (Line 35)	63,743,328	63,540,575	65,571,211	66,497,752	64,072,644
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	4,640,705	3,881,096	3,650,231	3,826,403	3,996,170
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	4,916,344	4,804,938	5,034,264	4,885,129	5,213,785
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	42,872,133	42,687,681	45,424,448	44,516,066	45,352,459
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	(14,191)	(634)	(1,501)
12. Total (Line 35)	52,429,182	51,373,715	54,094,752	53,226,964	54,560,913
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(5,601,112)	1,118,481	(2,606,674)	(2,131,435)	1,813,528
14. Net investment gain (loss) (Line 11)	9,992,586	7,813,714	(3,684,427)	7,449,183	11,124,306
15. Total other income (Line 15)	243,605	217,905	243,989	223,638	88,874
16. Dividends to policyholders (Line 17)	317,698	363,309	373,856	347,951	1,142,528
17. Federal and foreign income taxes incurred (Line 19)	(1,363,362)	832,675	(2,001,192)	150,749	3,652,165
18. Net income (Line 20)	5,680,743	7,954,116	(4,419,776)	5,042,686	8,232,015
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	190,589,700	181,301,477	162,966,097	193,127,122	191,112,980
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	1,280,144	1,446,087	1,403,422	7,598,065	7,449,443
20.2 Deferred and not yet due (Line 15.2)	6,828,676	6,764,338	6,828,831	0	0
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	77,044,277	74,553,886	72,714,115	80,060,877	79,428,987
22. Losses (Page 3, Line 1)	27,055,297	25,927,881	26,736,854	24,248,242	21,818,239
23. Loss adjustment expenses (Page 3, Line 3)	8,428,649	8,026,656	7,966,716	7,522,037	7,011,130
24. Unearned premiums (Page 3, Line 9)	32,233,276	32,181,666	33,124,676	33,478,993	32,331,635
25. Capital paid up (Page 3, Lines 30 & 31)	0	0	0	0	0
26. Surplus as regards policyholders (Page 3, Line 37)	113,545,423	106,747,591	90,251,982	113,066,245	111,683,993
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(1,745,286)	4,648,499	1,705,841	5,099,667	2,697,459
Risk-Based Capital Analysis					
28. Total adjusted capital	113,545,423	106,747,591	90,251,982	113,066,245	111,683,993
29. Authorized control level risk-based capital	9,922,534	9,934,121	8,692,034	11,346,178	11,096,004
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	49.1	42.4	43.2	30.8	33.2
31. Stocks (Lines 2.1 & 2.2)	46.2	44.6	38.8	53.9	54.7
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)	1.9	2.0	2.4	2.0	2.1
34. Cash, cash equivalents and short-term investments (Line 5)	2.8	9.8	14.5	12.1	9.9
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	XXX	XXX	XXX	XXX
37. Other invested assets (Line 8)	0.0	1.1	1.2	1.2	0.0
38. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	0.0	XXX	XXX	XXX	XXX
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1)	0	0	0	0	0
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)	0	0	0	0	0
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	1,285,694	1,290,479	1,301,468	1,296,707	1,238,667
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
46. Affiliated mortgage loans on real estate	0	0	0	0	0
47. All other affiliated	0	0	0	0	0
48. Total of above Lines 42 to 47	1,285,694	1,290,479	1,301,468	1,296,707	1,238,667
49. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	1.1	1.2	1.4	1.1	1.1

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2010	2 2009	3 2008	4 2007	5 2006
Capital and Surplus Accounts (Page 4)					
50. Net unrealized capital gains (losses) (Line 24)	1,616,765	10,865,951	(20,913,363)	(5,139,699)	3,487,573
51. Dividends to stockholders (Line 35)	0	0	0	0	0
52. Change in surplus as regards policyholders for the year (Line 38)	6,797,832	16,495,609	(22,814,263)	1,382,252	11,994,203
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
53. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	3,248,412	1,806,762	2,426,959	1,719,739	1,741,196
54. Property lines (Lines 1, 2, 9, 12, 21 & 26)	2,948,286	2,318,898	2,343,152	2,605,890	1,967,439
55. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	23,523,767	20,639,163	22,606,283	19,967,050	20,410,775
56. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
57. Nonproportional reinsurance lines (Lines 31, 32 & 33)	343	186	(20)	158	(1,836)
58. Total (Line 35)	29,720,808	24,765,009	27,376,374	24,292,837	24,117,574
Net Losses Paid (Page 9, Part 2, Col. 4)					
59. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	2,971,246	1,795,461	1,526,959	1,224,739	1,527,446
60. Property lines (Lines 1, 2, 9, 12, 21 & 26)	2,945,753	2,317,579	2,343,152	2,605,418	1,913,215
61. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	22,964,412	20,095,437	21,541,149	19,194,969	20,302,703
62. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
63. Nonproportional reinsurance lines (Lines 31, 32 & 33)	343	186	(20)	158	(1,836)
64. Total (Line 35)	28,881,754	24,208,663	25,411,240	23,025,284	23,741,528
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
65. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
66. Losses incurred (Line 2)	57.3	44.7	51.2	48.9	43.8
67. Loss expenses incurred (Line 3)	13.6	11.7	11.9	12.3	10.9
68. Other underwriting expenses incurred (Line 4)	39.8	41.4	41.7	42.9	42.0
69. Net underwriting gain (loss) (Line 8)	(10.7)	2.1	(4.8)	(4.1)	3.4
Other Percentages					
70. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	39.3	41.8	41.5	41.6	41.4
71. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	70.9	56.4	63.1	61.2	54.6
72. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	46.2	48.1	59.9	47.1	48.9
One Year Loss Development (000 omitted)					
73. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Col. 11)	(754)	(2,100)	273	364	1,052
74. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 73 above divided by Page 4, Line 21, Col. 1 x 100.0)	(0.7)	(2.3)	0.2	0.3	1.1
Two Year Loss Development (000 omitted)					
75. 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)	(956)	873	1,330	3,099	947
76. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 75 above divided by Page 4, Line 21, Col. 2 x 100.0)	(1.1)	0.8	1.2	3.1	1.0

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? Yes [] No []
 If no, please explain:

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	18	0	2	0	5	0	0	25	XXX
2. 2001	31,282	2,697	28,585	14,828	1,355	753	46	2,896	112	254	16,964	XXX
3. 2002	35,885	3,714	32,171	16,228	1,299	997	3	3,097	53	475	18,967	XXX
4. 2003	44,466	4,891	39,575	24,944	3,178	1,145	58	4,005	57	940	26,801	XXX
5. 2004	52,699	6,484	46,215	25,595	1,486	1,961	129	3,751	90	265	29,602	XXX
6. 2005	59,998	6,755	53,243	28,063	1,612	1,306	13	4,536	22	318	32,258	XXX
7. 2006	63,351	9,339	54,012	21,597	234	880	59	4,317	5	460	26,496	XXX
8. 2007	64,988	12,909	52,079	24,975	1,264	1,053	30	4,508	27	377	29,215	XXX
9. 2008	65,866	11,417	54,449	23,120	402	452	0	4,291	15	584	27,446	XXX
10. 2009	64,449	12,133	52,316	19,241	187	162	0	3,718	10	418	22,924	XXX
11. 2010	63,717	11,340	52,377	18,480	267	14	0	3,885	9	369	22,103	XXX
12. Totals	XXX	XXX	XXX	217,089	11,284	8,725	338	39,009	400	4,460	252,801	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	14	15	16	17	18	19	20					
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded					
1.	81	0	2	0	0	0	12	0	26	0	0	121	XXX
2.	67	0	1	0	0	0	1	0	16	0	0	85	XXX
3.	1	0	0	0	0	0	0	0	0	0	0	1	XXX
4.	155	0	0	0	0	0	27	0	30	0	0	212	XXX
5.	255	0	518	55	0	0	145	1	46	6	0	902	XXX
6.	1,025	200	527	56	0	0	310	2	149	37	0	1,716	XXX
7.	672	0	533	57	0	0	197	4	165	5	0	1,501	XXX
8.	1,562	0	549	58	0	0	406	2	244	7	0	2,694	XXX
9.	1,518	0	1,091	114	0	0	379	0	452	37	0	3,289	XXX
10.	4,280	663	1,806	169	0	0	354	0	1,433	155	0	6,886	XXX
11.	7,968	3	6,442	623	0	0	67	0	4,368	143	0	18,076	XXX
12. Totals	17,584	866	11,469	1,132	0	0	1,898	9	6,929	390	0	35,483	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	83	38
2.	18,562	1,513	17,049	59.3	56.1	59.6	0	0		68	17
3.	20,323	1,355	18,968	56.6	36.5	59.0	0	0		1	0
4.	30,306	3,293	27,013	68.2	67.3	68.3	0	0		155	57
5.	32,271	1,767	30,504	61.2	27.3	66.0	0	0		718	184
6.	35,916	1,942	33,974	59.9	28.7	63.8	0	0		1,296	420
7.	28,361	364	27,997	44.8	3.9	51.8	0	0		1,148	353
8.	33,297	1,388	31,909	51.2	10.8	61.3	0	0		2,053	641
9.	31,303	568	30,735	47.5	5.0	56.4	0	0		2,495	794
10.	30,994	1,184	29,810	48.1	9.8	57.0	0	0		5,254	1,632
11.	41,224	1,045	40,179	64.7	9.2	76.7	0	0		13,784	4,292
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	27,055	8,428

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 2010 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
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	One Year	Two Year
1. Prior	7,913	9,515	9,267	8,718	8,940	8,399	8,067	8,171	7,988	7,969	(19)	(202)
2. 2001	15,061	13,621	14,015	14,193	14,218	14,328	14,545	14,032	14,128	14,249	121	217
3. 2002	XXX	17,678	16,077	16,179	16,247	16,365	16,524	16,515	15,964	15,924	(40)	(591)
4. 2003	XXX	XXX	22,720	22,132	22,479	22,372	23,027	23,176	23,263	23,035	(228)	(141)
5. 2004	XXX	XXX	XXX	24,703	23,609	25,408	25,979	26,599	26,680	26,803	123	204
6. 2005	XXX	XXX	XXX	XXX	27,722	27,395	28,172	28,369	28,578	29,348	770	979
7. 2006	XXX	XXX	XXX	XXX	XXX	24,322	22,639	23,057	22,843	23,525	682	468
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX	26,522	25,829	26,904	27,191	287	1,362
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	29,296	26,596	26,044	(552)	(3,252)
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26,722	24,824	(1,898)	XXX
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	32,078	XXX	XXX
12. Totals											(754)	(956)

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
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010		
1. Prior	000	2,620	4,522	6,288	7,183	7,542	7,600	7,846	7,854	7,874	XXX	XXX
2. 2001	8,695	11,444	12,108	12,959	13,522	13,667	13,876	13,887	14,014	14,180	XXX	XXX
3. 2002	XXX	8,072	12,966	14,073	14,776	15,321	15,841	15,898	15,907	15,923	XXX	XXX
4. 2003	XXX	XXX	12,315	17,979	19,731	20,842	21,519	21,850	22,469	22,853	XXX	XXX
5. 2004	XXX	XXX	XXX	12,479	19,631	21,390	22,733	24,224	25,382	25,941	XXX	XXX
6. 2005	XXX	XXX	XXX	XXX	15,056	22,717	24,137	25,392	26,700	27,744	XXX	XXX
7. 2006	XXX	XXX	XXX	XXX	XXX	13,376	18,833	19,988	21,227	22,184	XXX	XXX
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX	14,654	20,944	22,821	24,734	XXX	XXX
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	16,158	22,271	23,170	XXX	XXX
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,241	19,216	XXX	XXX
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	18,227	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
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
1. Prior	3,018	2,752	2,082	1,450	984	527	105	56	26	14
2. 2001	3,304	1,017	960	624	461	476	544	14	13	2
3. 2002	XXX	3,638	1,231	1,029	583	552	535	546	11	0
4. 2003	XXX	XXX	4,185	1,386	1,139	658	700	694	561	27
5. 2004	XXX	XXX	XXX	4,482	1,429	1,621	1,022	862	668	607
6. 2005	XXX	XXX	XXX	XXX	4,630	1,679	1,579	912	781	779
7. 2006	XXX	XXX	XXX	XXX	XXX	5,094	1,770	1,384	728	669
8. 2007	XXX	XXX	XXX	XXX	XXX	XXX	5,619	1,936	1,617	895
9. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,812	1,873	1,356
10. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,932	1,991
11. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,886

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, etc.	1 Active Status	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	N	.0	.0	.0	.0	.0	.0	.0
2. Alaska	AK	N	.0	.0	.0	.0	.0	.0	.0
3. Arizona	AZ	N	.0	.0	.0	.0	.0	.0	.0
4. Arkansas	AR	N	.0	.0	.0	.0	.0	.0	.0
5. California	CA	N	.0	.0	.0	.0	.0	.0	.0
6. Colorado	CO	N	.0	.0	.0	.0	.0	.0	.0
7. Connecticut	CT	L	2,930,467	2,719,676	.0	1,346,325	1,850,369	1,231,524	11,106
8. Delaware	DE	N	.0	.0	.0	.0	.0	.0	.0
9. Dist. of Columbia	DC	N	.0	.0	.0	.0	.0	.0	.0
10. Florida	FL	N	.0	.0	.0	.0	.0	.0	.0
11. Georgia	GA	N	.0	.0	.0	.0	.0	.0	.0
12. Hawaii	HI	N	.0	.0	.0	.0	.0	.0	.0
13. Idaho	ID	N	.0	.0	.0	.0	.0	.0	.0
14. Illinois	IL	N	.0	.0	.0	.0	.0	.0	.0
15. Indiana	IN	N	.0	.0	.0	.0	.0	.0	.0
16. Iowa	IA	N	.0	.0	.0	.0	.0	.0	.0
17. Kansas	KS	N	.0	.0	.0	.0	.0	.0	.0
18. Kentucky	KY	N	.0	.0	.0	.0	.0	.0	.0
19. Louisiana	LA	N	.0	.0	.0	.0	.0	.0	.0
20. Maine	ME	L	1,396,335	1,405,413	.0	1,004,550	780,292	938,269	7,431
21. Maryland	MD	N	.0	.0	.0	.0	.0	.0	.0
22. Massachusetts	MA	L	20,292,060	21,083,504	316,952	9,000,065	7,461,581	8,642,290	104,455
23. Michigan	MI	N	.0	.0	.0	.0	.0	.0	.0
24. Minnesota	MN	N	.0	.0	.0	.0	.0	.0	.0
25. Mississippi	MS	N	.0	.0	.0	.0	.0	.0	.0
26. Missouri	MO	N	.0	.0	.0	.0	.0	.0	.0
27. Montana	MT	N	.0	.0	.0	.0	.0	.0	.0
28. Nebraska	NE	N	.0	.0	.0	.0	.0	.0	.0
29. Nevada	NV	N	.0	.0	.0	.0	.0	.0	.0
30. New Hampshire	NH	L	3,513,317	3,414,543	.0	1,565,788	1,539,933	1,160,091	20,178
31. New Jersey	NJ	L	12,096,476	12,220,656	.0	5,708,393	5,662,887	5,781,997	44,049
32. New Mexico	NM	N	.0	.0	.0	.0	.0	.0	.0
33. New York	NY	L	4,952,587	4,953,150	.0	2,724,318	3,755,955	2,999,537	2,145
34. No. Carolina	NC	N	.0	.0	.0	.0	.0	.0	.0
35. No. Dakota	ND	N	.0	.0	.0	.0	.0	.0	.0
36. Ohio	OH	N	.0	.0	.0	.0	.0	.0	.0
37. Oklahoma	OK	N	.0	.0	.0	.0	.0	.0	.0
38. Oregon	OR	N	.0	.0	.0	.0	.0	.0	.0
39. Pennsylvania	PA	N	.0	.0	.0	.0	.0	.0	.0
40. Rhode Island	RI	L	17,858,451	17,207,765	538	7,925,640	9,248,009	7,812,481	103,872
41. So. Carolina	SC	N	.0	.0	.0	.0	.0	.0	.0
42. So. Dakota	SD	N	.0	.0	.0	.0	.0	.0	.0
43. Tennessee	TN	N	.0	.0	.0	.0	.0	.0	.0
44. Texas	TX	N	.0	.0	.0	.0	.0	.0	.0
45. Utah	UT	N	.0	.0	.0	.0	.0	.0	.0
46. Vermont	VT	L	.0	1,830	208	.0	.0	.0	.0
47. Virginia	VA	N	.0	.0	.0	.0	.0	.0	.0
48. Washington	WA	N	.0	.0	.0	.0	.0	.0	.0
49. West Virginia	WV	N	.0	.0	.0	.0	.0	.0	.0
50. Wisconsin	WI	N	.0	.0	.0	.0	.0	.0	.0
51. Wyoming	WY	N	.0	.0	.0	.0	.0	.0	.0
52. American Samoa	AS	N	.0	.0	.0	.0	.0	.0	.0
53. Guam	GU	N	.0	.0	.0	.0	.0	.0	.0
54. Puerto Rico	PR	N	.0	.0	.0	.0	.0	.0	.0
55. U.S. Virgin Islands	VI	N	.0	.0	.0	.0	.0	.0	.0
56. Northern Mariana Islands	MP	N	.0	.0	.0	.0	.0	.0	.0
57. Canada	CN	N	.0	.0	.0	.0	.0	.0	.0
58. Aggregate other alien	OT	XXX	.0	.0	.0	.0	.0	.0	.0
59. Totals	(a) 8		63,039,693	63,006,537	317,698	29,275,079	30,299,026	28,566,189	293,236
DETAILS OF WRITE-INS									
5801.	XXX								
5802.	XXX								
5803.	XXX								
5898. Sum. of remaining write-ins for Line 58 from overflow page.	XXX		.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

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

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

Direct underwriting activity is compiled on an individual state basis.

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

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

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