



ANNUAL STATEMENT
For the Year Ended December 31, 2011
OF THE CONDITION AND AFFAIRS OF THE
Seaton Insurance Company

NAIC Group Code 4725, 4725 NAIC Company Code 25763 Employer's ID Number 91-0341780
Organized under the Laws of Rhode Island, State of Domicile or Port of Entry Rhode Island
Country of Domicile United States
Incorporated/Organized 04/01/1901 Commenced Business 04/01/1901
Statutory Home Office 475 Kilvert Street, Suite 330, Warwick, RI 02886
Main Administrative Office 475 Kilvert Street, Suite 330, Warwick, RI 02886 401-453-7000
Mail Address 475 Kilvert Street, Suite 330, Warwick, RI 02886
Primary Location of Books and Records 475 Kilvert Street, Suite 330, Warwick, RI 02886 401-453-7000
Internet Web Site Address N/A
Statutory Statement Contact Teresa M. Reali, 401-453-7101
teresa.reali@enstargroup.us.com (E-Mail Address) 401-921-5238 (Fax Number)

OFFICERS

Table with 4 columns: Name, Title, Name, Title. Officers include Karl John Wall (President and COO), Thomas John Balkan (Secretary), Robert Barry Carlson (Treasurer).

OTHER OFFICERS

Table with 4 columns: Name, Title, Name, Title. Other officer: Joseph Patrick Follis (Vice President).

DIRECTORS OR TRUSTEES

Table with 4 columns: Name, Name, Name, Name. Directors/Trustees include Karl John Wall, Robert Barry Carlson, Joseph Patrick Follis, Donna Lynn Stolz, Andrea Jill Giannetta.

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.

Karl John Wall
President and COO

Robert Barry Carlson
Treasurer

Thomas John Balkan
Secretary

Subscribed and sworn to before me this
17th day of February, 2012

- a. Is this an original filing? Yes [ X ] No [ ]
b. If no:
1. State the amendment number
2. Date filed 02/29/2012
3. Number of pages attached

Stacey L. Nolan, Notary Public
June 8, 2013

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton Insurance Company**

**ASSETS**

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	19,531,879		19,531,879	12,272,462
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
3.2 Other than first liens .....			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ ..... encumbrances).....			0	0
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 (\$ .....4,453,678 , Schedule E-Part 1), cash equivalents (\$ .....0 , Schedule E-Part 2) and short-term investments (\$ .....11,707,524 , Schedule DA).....	16,161,202		16,161,202	29,542,211
6. Contract loans (including \$ ..... premium notes).....			0	0
7. Derivatives (Schedule DB).....			0	0
8. Other invested assets (Schedule BA) .....	0		0	0
9. Receivables for securities .....			0	0
10. Securities lending reinvested collateral assets (Schedule DL).....			0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	35,693,081	0	35,693,081	41,814,673
13. Title plants less \$ ..... charged off (for Title insurers only).....			0	0
14. Investment income due and accrued .....	127,091		127,091	148,076
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....			0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums).....			0	0
15.3 Accrued retrospective premiums.....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	15,420,372		15,420,372	18,431,612
16.2 Funds held by or deposited with reinsured companies .....	98,611		98,611	164,709
16.3 Other amounts receivable under reinsurance contracts .....	72,800,000		72,800,000	72,800,000
17. Amounts receivable relating to uninsured plans .....			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....			0	0
18.2 Net deferred tax asset.....			0	0
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software.....			0	0
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....			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 .....	0	0	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	124,139,155	0	124,139,155	133,359,070
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	0
28. Total (Lines 26 and 27)	124,139,155	0	124,139,155	133,359,070
<b>DETAILS OF WRITE-INS</b>				
1101. ....				
1102. ....				
1103. ....				
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. Misc Receivable.....			0	0
2502. ....				
2503. ....				
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)	0	0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton Insurance Company**

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8) .....	85,044,463	102,841,910
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....	19,228,872	10,251,549
3. Loss adjustment expenses (Part 2A, Line 35, Column 9) .....	14,836,570	14,008,884
4. Commissions payable, contingent commissions and other similar charges .....	0	0
5. Other expenses (excluding taxes, licenses and fees) .....	238,632	474,333
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	0	0
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)).....	0	0
7.2 Net deferred tax liability.....	0	0
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 \$ ..... and including warranty reserves of \$ ..... and accrued accident and health experience rating refunds including \$ ..... for medical loss ratio rebate per the Public Health Service Act) .....	0	0
10. Advance premium .....	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders .....	0	0
11.2 Policyholders .....	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	0	0
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19) .....	132,382	132,382
14. Amounts withheld or retained by company for account of others .....	0	0
15. Remittances and items not allocated.....	0	0
16. Provision for reinsurance (Schedule F, Part 7) .....	6,094,650	7,718,166
17. Net adjustments in assets and liabilities due to foreign exchange rates .....	7,296	1,310
18. Drafts outstanding .....	0	0
19. Payable to parent, subsidiaries and affiliates .....	669,155	560,000
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 .....	(11,004,554)	(12,139,452)
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	115,247,466	123,849,082
27. Protected cell liabilities .....	0	0
28. Total liabilities (Lines 26 and 27) .....	115,247,466	123,849,082
29. Aggregate write-ins for special surplus funds .....	0	0
30. Common capital stock .....	2,600,000	2,600,000
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 .....	52,400,000	52,400,000
35. Unassigned funds (surplus) .....	(46,108,310)	(45,490,012)
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) .....	8,891,690	9,509,988
38. Totals (Page 2, Line 28, Col. 3)	124,139,156	133,359,070
<b>DETAILS OF WRITE-INS</b>		
2501. Special Surplus from Retro Reinsurance.....	(11,004,554)	(12,139,452)
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)	(11,004,554)	(12,139,452)
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 2011 OF THE Seaton Insurance Company**

**STATEMENT OF INCOME**

	1 Current Year	2 Prior Year
<b>UNDERWRITING INCOME</b>		
1. Premiums earned (Part 1, Line 35, Column 4) .....	0	2,431
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7) .....	(3,587,213)	(6,694,625)
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) .....	4,077,414	(3,309,310)
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) .....	1,100,617	1,283,392
5. Aggregate write-ins for underwriting deductions .....	0	0
6. Total underwriting deductions (Lines 2 through 5) .....	1,590,818	(8,720,543)
7. Net income of protected cells .....		0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7) .....	(1,590,818)	8,722,974
<b>INVESTMENT INCOME</b>		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17) .....	407,128	1,013,948
10. Net realized capital gains (losses) less capital gains tax of \$ ..... (Exhibit of Capital Gains (Losses))	104,949	380,475
11. Net investment gain (loss) (Lines 9 + 10) .....	512,077	1,394,423
<b>OTHER INCOME</b>		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ ..... amount charged off \$ ..... ) .....		0
13. Finance and service charges not included in premiums .....		0
14. Aggregate write-ins for miscellaneous income .....	(1,157,087)	(10,949,412)
15. Total other income (Lines 12 through 14) .....	(1,157,087)	(10,949,412)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) .....	(2,235,828)	(832,015)
17. Dividends to policyholders .....		0
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) .....	(2,235,828)	(832,015)
19. Federal and foreign income taxes incurred .....		(3,075,106)
20. Net income (Line 18 minus Line 19) (to Line 22) .....	(2,235,828)	2,243,091
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) .....	9,509,983	6,013,561
22. Net income (from Line 20) .....	(2,235,828)	2,243,091
23. Net transfers (to) from Protected Cell accounts .....		0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ .....		150,124
25. Change in net unrealized foreign exchange capital gain (loss) .....	(5,986)	279,783
26. Change in net deferred income tax .....	(3,694,874)	(10,497,837)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3) .....	3,694,874	10,497,837
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) .....	1,623,516	823,424
29. Change in surplus notes .....		0
30. Surplus (contributed to) withdrawn from protected cells .....		0
31. Cumulative effect of changes in accounting principles .....		0
32. Capital changes:		
32.1. Paid in .....		0
32.2. Transferred from surplus (Stock Dividend) .....		0
32.3. Transferred to surplus .....		0
33. Surplus adjustments:		
33.1. Paid in .....		0
33.2. Transferred to capital (Stock Dividend) .....		0
33.3. Transferred from capital .....		0
34. Net remittances from or (to) Home Office .....		0
35. Dividends to stockholders .....		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) .....	(618,299)	3,496,422
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	8,891,684	9,509,983
<b>DETAILS OF WRITE-INS</b>		
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. Misc Income or Expense.....	3,985	8,537
1402. Reinsurance Unpaid Paid writeoff.....	1,583	(15,643)
1403. Run - off Expense.....	(27,757)	(21,238)
1498. Summary of remaining write-ins for Line 14 from overflow page .....	(1,134,898)	(10,921,068)
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) .....	(1,157,087)	(10,949,412)
3701. Prior Period Adjustment-claim service fees.....		0
3702. Prior Period Adjustment - NICO treaty adj.....		0
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
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance.....	0	2,431
2. Net investment income.....	480,212	989,186
3. Miscellaneous income.....	(1,090,989)	(10,837,578)
4. Total (Lines 1 through 3).....	(610,777)	(9,845,961)
5. Benefit and loss related payments.....	2,221,672	16,944,858
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	4,586,046	6,723,759
8. Dividends paid to policyholders.....	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	0	(2,452,430)
10. Total (Lines 5 through 9).....	6,807,717	21,216,187
11. Net cash from operations (Line 4 minus Line 10).....	(7,418,494)	(31,062,148)
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	4,321,891	19,369,414
12.2 Stocks.....	0	0
12.3 Mortgage loans.....	0	0
12.4 Real estate.....	0	0
12.5 Other invested assets.....	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	1
12.7 Miscellaneous proceeds.....	0	1
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	4,321,891	19,369,416
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	11,522,474	249,875
13.2 Stocks.....	0	0
13.3 Mortgage loans.....	0	0
13.4 Real estate.....	0	0
13.5 Other invested assets.....	0	0
13.6 Miscellaneous applications.....	1	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	11,522,475	249,875
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).....	(7,200,584)	19,119,541
<b>Cash from Financing and Miscellaneous Sources</b>		
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).....	1,238,067	23,172,555
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	1,238,067	23,172,555
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	(13,381,011)	11,229,948
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	29,542,206	18,312,258
19.2 End of year (Line 18 plus Line 19.1).....	16,161,195	29,542,206

Part 1

**NONE**

Part 1A

**NONE**

Part 1B

**NONE**

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton Insurance Company

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire				.0	.0	.0	.0	.0
2. Allied lines				.0	.0	.0	.0	.0
3. Farmowners multiple peril	(1,070)		(1,070)	.0	.0	.0	.0	.0
4. Homeowners multiple peril	(236)		(236)	.0	.0	.0	.0	.0
5. Commercial multiple peril	(444,206)		(444,206)	.0	.0	.0	.0	.0
6. Mortgage guaranty				.0	.0	.0	.0	.0
8. Ocean marine				.0	.0	.0	.0	.0
9. Inland marine				.0	.0	.0	.0	.0
10. Financial guaranty				.0	.0	.0	.0	.0
11.1 Medical professional liability-occurrence				.0	.0	.0	.0	.0
11.2 Medical professional liability-claims-made				.0	.0	.0	.0	.0
12. Earthquake				.0	.0	.0	.0	.0
13. Group accident and health				.0	.0	.0	.0	.0
14. Credit accident and health (group and individual)				.0	.0	.0	.0	.0
15. Other accident and health				.0	.0	.0	.0	.0
16. Workers' compensation	591,252		591,252	.0	.0	.0	.0	.0
17.1 Other liability-occurrence	12,233,286		6,533,232	5,700,054	24,523,379	29,405,780	817,653	.0
17.2 Other liability-claims-made				.0	.0	.0	.0	.0
17.3 Excess workers' compensation				.0	.0	.0	.0	.0
18.1 Products liability-occurrence	121,165		121,165	.0	.0	.0	.0	.0
18.2 Products liability-claims-made				.0	.0	.0	.0	.0
19.1,19.2 Private passenger auto liability	(5,510)		(5,510)	.0	.0	.0	.0	.0
19.3,19.4 Commercial auto liability				.0	.0	.0	.0	.0
21. Auto physical damage	(2,036)		(2,036)	.0	.0	.0	.0	.0
22. Aircraft (all perils)				.0	.0	.0	.0	.0
23. Fidelity	(41)		(41)	.0	.0	.0	.0	.0
24. Surety				.0	.0	.0	.0	.0
26. Burglary and theft				.0	.0	.0	.0	.0
27. Boiler and machinery				.0	.0	.0	.0	.0
28. Credit				.0	.0	.0	.0	.0
29. International				.0	.0	.0	.0	.0
30. Warranty				.0	.0	.0	.0	.0
31. Reinsurance-nonproportional assumed property	XXX			.0	.0	.0	.0	.0
32. Reinsurance-nonproportional assumed liability	XXX	12,793,528	4,283,346	8,510,182	60,521,083	73,436,131	(4,404,866)	.0
33. Reinsurance-nonproportional assumed financial lines	XXX			.0	.0	.0	.0	.0
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0.0
35. TOTALS	12,492,603	12,793,528	11,075,895	14,210,236	85,044,463	102,841,911	(3,587,213)	0.0
<b>DETAILS OF WRITE-INS</b>								
3401.								
3402.								
3403.								
3498. Sum. of remaining write-ins for Line 34 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0
3499. Totals (Lines 3401 through 3403 + 3498) (Line 34 above)	0	0	0	0	0	0	0	0.0

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton Insurance Company

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

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire				.0				.0	
2. Allied lines				.0	8,734		8,734	.0	
3. Farmowners multiple peril				.0	490,258		490,258	.0	
4. Homeowners multiple peril				.0	10		10	.0	
5. Commercial multiple peril	431,645		431,645	.0	10,811,874		10,811,874	.0	
6. Mortgage guaranty				.0				.0	
8. Ocean marine				.0				.0	
9. Inland marine				.0				.0	
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				(a)	.0
14. Credit accident and health (group and individual)				.0				(a)	.0
15. Other accident and health				.0				(a)	.0
16. Workers' compensation	6,843,978		6,843,978	.0	4		4	.0	
17.1 Other liability-occurrence	30,381,302	442,101	9,676,023	21,147,379	14,117,822		10,741,822	24,523,379	3,135,821
17.2 Other liability-claims-made				.0				.0	
17.3 Excess workers' compensation				.0				.0	
18.1 Products liability-occurrence	604,008		604,008	.0	228,298		228,298	.0	
18.2 Products liability-claims-made				.0				.0	
19.1,19.2 Private passenger auto liability				.0	798		798	.0	
19.3,19.4 Commercial auto liability				.0				.0	
21. Auto physical damage				.0				.0	
22. Aircraft (all perils)				.0				.0	
23. Fidelity				.0	12,451		12,451	.0	
24. Surety				.0	532		532	.0	
26. Burglary and theft				.0	20,680		20,680	.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	XXX			.0	
32. Reinsurance-nonproportional assumed liability	XXX	25,599,268	4,269,185	21,330,083	XXX	45,447,000	6,256,000	60,521,083	11,700,749
33. Reinsurance-nonproportional assumed financial lines	XXX			.0	XXX			.0	
34. Aggregate write-ins for other lines of business	.0	.0	.0	.0	.0	.0	.0	.0	.0
35. TOTALS	38,260,933	26,041,369	21,824,840	42,477,463	25,691,461	45,447,000	28,571,461	85,044,463	14,836,570
<b>DETAILS OF WRITE-INS</b>									
3401.									
3402.									
3403.									
3498. Sum. of remaining write-ins for Line 34 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0	.0
3499. Totals (Lines 3401 through 3403 + 3498) (Line 34 above)	0	0	0	0	0	0	0	0	0

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

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton Insurance Company**

**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 .....	1,512,317			1,512,317
1.2 Reinsurance assumed .....	2,525,820			2,525,820
1.3 Reinsurance ceded .....	584,776			584,776
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3) .....	3,453,362	0	0	3,453,362
2. Commission and brokerage:				
2.1 Direct, excluding contingent .....				0
2.2 Reinsurance assumed, excluding contingent .....				0
2.3 Reinsurance ceded, excluding contingent .....				0
2.4 Contingent-direct .....				0
2.5 Contingent-reinsurance assumed .....				0
2.6 Contingent-reinsurance ceded .....				0
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	0	0	0
3. Allowances to manager and agents .....				0
4. Advertising .....				0
5. Boards, bureaus and associations .....		2,138		2,138
6. Surveys and underwriting reports .....				0
7. Audit of assureds' records .....				0
8. Salary and related items:				
8.1 Salaries .....				0
8.2 Payroll taxes .....				0
9. Employee relations and welfare .....				0
10. Insurance .....				0
11. Directors' fees .....				0
12. Travel and travel items .....		863		863
13. Rent and rent items .....				0
14. Equipment .....				0
15. Cost or depreciation of EDP equipment and software .....				0
16. Printing and stationery .....				0
17. Postage, telephone and telegraph, exchange and express .....				0
18. Legal and auditing .....	570,955	622,692		1,193,648
19. Totals (Lines 3 to 18) .....	570,955	625,693	0	1,196,649
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$ .....	22,815	15,210		38,024
20.2 Insurance department licenses and fees .....	30,282	20,188		50,471
20.3 Gross guaranty association assessments .....				0
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) .....	53,097	35,398	0	88,495
21. Real estate expenses .....				0
22. Real estate taxes .....				0
23. Reimbursements by uninsured plans .....				0
24. Aggregate write-ins for miscellaneous expenses .....	0	439,526	125,493	565,019
25. Total expenses incurred .....	4,077,414	1,100,617	125,493	(a) 5,303,524
26. Less unpaid expenses-current year .....	14,836,570	238,632		15,075,202
27. Add unpaid expenses-prior year .....	14,008,884	474,333		14,483,217
28. Amounts receivable relating to uninsured plans, prior year .....	0	0		0
29. Amounts receivable relating to uninsured plans, current year .....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	3,249,727	1,336,318	125,493	4,711,539
<b>DETAILS OF WRITE-INS</b>				
2401. Run-off expense .....		480,000		480,000
2402. Consulting fees .....		11,259		11,259
2403. Misc expense .....		(51,733)	125,493	73,760
2498. Summary of remaining write-ins for Line 24 from overflow page .....	0	0	0	0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	0	439,526	125,493	565,019

(a) Includes management fees of \$ 1,200,000 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).....130,682	.....131,557
1.1 Bonds exempt from U.S. tax	(a).....	.....
1.2 Other bonds (unaffiliated)	(a).....395,019	.....366,873
1.3 Bonds of affiliates	(a).....0	.....
2.1 Preferred stocks (unaffiliated)	(b).....0	.....
2.11 Preferred stocks of affiliates	(b).....0	.....
2.2 Common stocks (unaffiliated)	.....0	.....
2.21 Common stocks of affiliates	.....0	.....
3. Mortgage loans	(c).....	.....
4. Real estate	(d).....	.....
5. Contract loans	.....	.....
6. Cash, cash equivalents and short-term investments	(e).....147	.....6,434
7. Derivative instruments	(f).....	.....
8. Other invested assets	.....	.....
9. Aggregate write-ins for investment income	.....0	.....0
10. Total gross investment income	525,848	504,864
11. Investment expenses		(g).....97,736
12. Investment taxes, licenses and fees, excluding federal income taxes		(g).....
13. Interest expense		(h).....
14. Depreciation on real estate and other invested assets		(i).....
15. Aggregate write-ins for deductions from investment income		.....0
16. Total deductions (Lines 11 through 15)		.....97,736
17. Net investment income (Line 10 minus Line 16)		407,128
<b>DETAILS OF WRITE-INS</b>		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 9 above)	0	0
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 \$ 9,255 accrual of discount less \$ 55,368 amortization of premium and less \$ 19,324 paid for accrued interest on purchases.  
 (b) Includes \$ accrual of discount less \$ 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 \$ paid for accrued interest on purchases.  
 (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.  
 (e) Includes \$ 12,246 accrual of discount less \$ 12,246 amortization of premium and less \$ 7,983 paid for accrued interest on purchases.  
 (f) Includes \$ accrual of discount less \$ amortization of premium.  
 (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.  
 (h) Includes \$ interest on surplus notes and \$ interest on capital notes.  
 (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds			0		
1.1 Bonds exempt from U.S. tax			0		
1.2 Other bonds (unaffiliated)	104,949		104,949		
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)	0	0	0	0	0
2.21 Common stocks of affiliates	0	0	0	0	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	0	0	0	0	0
7. Derivative instruments	0	0	0	0	0
8. Other invested assets	0	0	0	0	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	104,949	0	104,949	0	0
<b>DETAILS OF WRITE-INS</b>					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 9 above)	0	0	0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton Insurance Company**

**EXHIBIT OF NONADMITTED ASSETS**

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total 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 (Schedule DB).....	.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 (Schedule DL).....	.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 .....	.0	.0	.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	3,694,874	3,694,874
19. Guaranty funds receivable or on deposit .....	.0	.0	.0
20. Electronic data processing equipment and software.....	.0	.0	.0
21. Furniture and equipment, including health care delivery assets .....	.0	.0	.0
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 .....	.0	.0	.0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	.0	3,694,874	3,694,874
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. Total (Lines 26 and 27)	0	3,694,874	3,694,874
<b>DETAILS OF WRITE-INS</b>			
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. ....			
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)	0	0	0

## NOTES TO FINANCIAL STATEMENTS

### 1. Summary of Significant Accounting Policies

- A. The accompanying financial statements of the Company have been prepared in conformity with accounting practice prescribed or permitted by the NAIC *Accounting Practices and Procedures* manual and the State of Rhode Island.
- B. 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. The Company uses the following accounting policies:
1. Short-term investments are stated at cost.
  2. Bonds, including issuer obligations, mortgage-backed securities and asset-backed securities rated 1 and 2 are stated at amortized cost using the interest method; all others are stated at the lower of amortized cost or market.
  3. Common Stocks, other than investments in stocks of subsidiaries and affiliates, are reported at fair market values as determined by the Securities Valuation of the NAIC.
  4. Preferred Stocks – High quality redeemable preferred stocks (NAIC designations 1 and 2), which have characteristics of debt securities, shall be valued at cost or amortized costs. All other redeemable preferred stocks (NAIC designations 3 – 6 shall be reported at the lower of cost, amortized cost or fair value.
  5. Mortgage Loans – Not Applicable
  6. Loan-Backed Securities are stated at either amortized cost or the lower of amortized cost or fair market value. The prospective adjustment method is used to value all securities.
  7. Investments in subsidiaries, controlled and affiliated companies – Not Applicable
  8. Investments in joint ventures, partnerships and limited liability companies – Not Applicable
  9. Derivatives – Not Applicable
  10. Premium Deficiency – Not Applicable
  11. Loss/Claim Adjustment Expenses – Asbestos, Environmental and Other Latent Injury Type Claims  
Direct Losses – An exposure analysis on an account by account basis is performed and the appropriate reserves are established whether it be case reserves or a bulk IBNR reserve. IBNR reserves are established for the unknown or unreported cases, adverse development on known cases and allocated adjustment expenses.  
Assumed Losses – An exposure analysis on a treaty by treaty is performed and the appropriate case reserves are established. A more detailed category review assists in the development of the IBNR reserves.
  12. Capitalization Policy – Not Applicable.
  13. Pharmaceutical Rebate Receivables – Not Applicable

### 2. Accounting Changes and Corrections of Errors

There have been no material changes in accounting principles and/or correction of errors during the current year.

### 3. Business Combinations and Goodwill (A-C)

Not Applicable

### 4. Discontinued Operations

Not Applicable

### 5. Investments (A-G)

- A. Mortgage Loans, including Mezzanine Real Estate Loans  
The Company had no investments in mortgage loans or mezzanine real estate loans.
- B. Debt Restructuring  
The Company had no restructured debt invested assets.
- C. Reverse Mortgages  
Not applicable
- D. Loan Backed Securities
1. Mortgage backed securities are valued using anticipated prepayment assumptions as of the date of purchase. These assumptions continue to be reasonable in the current interest rate and economic environment. The prospective adjustment method is used to value structured securities. Fair values of mortgage backed securities are estimated using values obtained from independent pricing services or are based on expected future cash flows discounted using a current market rate applicable to the yield, credit quality and maturity of the investments.
  2. The Company has not recognized any other-than-temporary impairments on its mortgage backed securities.
  3. The Company has no impaired mortgage backed securities in which fair value is less than cost for which an other-than-temporary impairment has not been recognized.
  4. The Company reviews its investment portfolio for factors that may indicate that a decline in fair value of an investment is other than temporary. The Company evaluates the prospects of the issuers, including, but not limited to, the length of time and magnitude of the unrealized loss, the credit ratings of the issuers of the investments in the above securities and the options of investment managers as well as considering the Company's intentions to sell or ability to hold investments.
- E. Repurchase Agreements and/or Securities Lending Transactions  
The Company has no repurchase agreements as December 31, 2011.
- F. Real Estate  
Not applicable
- G. Low-Income Housing Tax Credits  
Not applicable

### 6. Joint Ventures, Partnerships and Limited Liabilities Companies (A-B)

Not Applicable

### 7. Investment Income

- A. Accrued Investment Income  
The Company non admits investment income due and accrued if amounts are over 90 days past due (180 days for mortgage loans or amounts on mortgage loans in default).
- B. Amounts Non-Admitted  
Not Applicable

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE  
Seaton Insurance Company**

**NOTES TO FINANCIAL STATEMENTS**

**8. Derivative Instruments (A-F)**  
Not Applicable

**9. Income Taxes**

The Company adopted SSAP 10R effective 12/31/09. The 12/31/11 and 12/31/10 balances and related disclosures are calculated and presented pursuant to 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:

	12/31/11			12/31/10			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
1. Total gross deferred tax assets	4,247,763		4,247,763	4,021,819	0	4,021,819	225,944	0	225,944
Statutory valuation allowance adjustment	(3,904,053)		(3,904,053)			0	(3,904,053)	0	(3,904,053)
Adjusted gross deferred tax assets	343,710	0	343,710	4,021,819	0	4,021,819	(3,678,109)	0	(3,678,109)
2. Total gross deferred tax liabilities	(343,710)		(343,710)	(326,845)	0	(326,845)	(16,865)	0	(16,865)
3. Net deferred tax assets/(liabilities)	0	0	0	3,694,974	0	3,694,974	(3,694,974)	0	(3,694,974)
4. Total Deferred tax assets nonadmitted			0	(3,694,974)	0	(3,694,974)	3,694,974	0	3,694,974
5. Net admitted deferred tax assets / (liabilities)	0	0	0	0	0	0	0	0	0

6. The Company has elected to admit deferred tax assets pursuant to paragraph 10.e. for the current years ended 12/31/11 and 12/31/10.

7. The increased amount by tax character, and the change in such, of admitting adjusted gross DTAs as the result of the application of SSAP 10R:

Description	12/31/11			12/31/10			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Increased amount of admitted DTA	0	0	0	0	0	0	0	0	0

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

Description	12/31/11			12/31/10			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Admitted under paragraph 10.a. from prior years income taxes paid that can be recovered through loss carrybacks	0	0	0	0	0	0	0	0	0
Deferred tax asset, Paragraph 10.b., lesser of: Expected to be recognized within one year, admitted under paragraph 10.b.i	0	0	0	0	0	0	0	0	0
10% of adjusted capital and surplus, determined for paragraph 10.b.ii			0			0			0
Admitted under paragraph 10.b. (lesser of b.i. or b.ii)	0	0	0	0	0	0	0	0	0
Adjusted gross DTAs offsetting existing DTLs, admitted under paragraph 10.c.	343,710	0	343,710	326,845	0	326,845	16,865	0	16,865
Total admitted from the application of paragraph 10.a - 10.c.	343,710	0	343,710	326,845	0	326,845	16,865	0	16,865
Admitted under paragraph 10.e.i. from prior years income taxes paid that can be recovered through loss carrybacks	0	0	0	0	0	0	0	0	0
Paragraph 10.e.ii., lesser of: Expected to be recognized within three years, admitted under paragraph 10.e.ii.a	0	0	0	0	0	0	0	0	0
15% of adjusted capital and surplus, determined for paragraph 10.e.ii.b			0			0			0
Admitted under paragraph 10.e.ii. (lesser of e.ii.a or e.ii.b)	0	0	0			0			0
Adjusted gross DTAs offsetting existing DTLs, admitted under paragraph 10.e.iii.	0	0	0	0	0	0	0	0	0
Total admitted from the application of paragraph 10.e.	0	0	0	0	0	0			0
Total admitted adjusted gross deferred tax assets	343,710	0	343,710	326,845	0	326,845	16,865	0	16,865

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE  
Seaton Insurance Company**

**NOTES TO FINANCIAL STATEMENTS**

The Company has not elected to admit additional deferred tax assets pursuant to SSAP 10R, paragraph e. Consequently, there is no increase to the admitted deferred tax asset or statutory surplus as a result of the implementation of SSAP 10R.

The effect of tax planning strategies had no impact on the entity's current or prior year admitted or adjusted deferred tax assets.

9. The amount of admitted DTAs, admitted assets, statutory surplus and total adjusted capital in the risk-based capital calculation and the increased amount of DTAs, admitted assets and surplus as the result of the application of SSAP 10R:

Description	12/31/11			12/31/2010			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Admitted DTAs	0	0	0	0	0	0	0	0	0
Admitted assets	0	0	0	0	0	0	0	0	0
Statutory surplus	0	0	0	0	0	0	0	0	0
Total adjusted capital	0	0	0	0	0	0	0	0	0

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

Description	12/31/11			12/31/2010			Change	12/31/10			12/31/09			Change
	12/31/11	12/31/2010	Change	12/31/10	12/31/09	Change		12/31/10	12/31/09	Change				
Net deferred tax asset (liability)	0	3,694,974	(3,694,974)	3,694,974	14,192,711	(10,497,737)	0	0	0	3,694,974	14,192,711	(10,497,737)	0	
Tax-effect of unrealized gains and losses			0			0								
Tax-effect on repayment of bonds			0			0								
Tax-effect of minimum pension liability in equity			0			0								
Net tax effect without unrealized gains and losses	0	3,694,974	(3,694,974)	3,694,974	14,192,711	(10,497,737)								
Change in deferred income tax			(3,694,974)			(10,497,737)								

B. Unrecognized deferred tax liabilities

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

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

Description	12/31/11	12/31/2010	Change
Current year tax expense (benefit)	0	(3,075,106)	3,075,106
Investment tax credits	0	0	0
Benefits of operating loss carry forwards		0	0
Prior year adjustments		0	0
Current income taxes incurred	0	(3,075,106)	3,075,106

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

	12/31/11	12/31/2010	Change
<b>Deferred tax assets:</b>			
<b>Ordinary</b>			
Unearned premiums	0	0	0
Unpaid losses and LAE	2,693,646	3,147,079	(453,433)
Deferred compensation	0	0	0
Bonds	0	0	0
Severance and bonus accrual	0	0	0
Provision for doubtful accounts	0	0	0
General Accrual	0	0	0
Net operating loss carryforward	1,554,117	874,297	679,820
Alternative minimum tax credit carryforward	0	0	0
Depreciation	0	0	0
DTA for non-admitted assets	0	0	0
Equities at market	0	0	0
Other	0	443	(443)
Subtotal	4,247,763	4,021,819	225,944
Statutory valuation allowance adjustment	(3,904,053)		(3,904,053)
Subtotal	343,710	4,021,819	(3,678,109)
Nonadmitted ordinary deferred tax assets	0	(3,694,974)	3,694,974
Admitted ordinary deferred tax assets	343,710	326,845	16,865

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE  
Seaton Insurance Company**

**NOTES TO FINANCIAL STATEMENTS**

<b>Capital</b>			
Capital Loss Carryforward			0
OTTI	0	0	0
Unrealized (Gains) Losses	<hr/>		
Subtotal	0	0	0
Statutory valuation allowance adjustment	0	0	0
Subtotal	0	0	0
Nonadmitted capital deferred tax assets	0	0	0
Admitted capital deferred tax assets	0	0	0

Deferred tax liabilities:

<b>Ordinary</b>			
Depreciation			0
Other invested assets	(343,710)	(326,845)	(16,865)
Bonds - Accrued Market Discount			0
Total deferred tax liabilities - Ordinary	(343,710)	(326,845)	(16,865)

<b>Capital</b>			
Unrealized (Gains) Losses	0	0	0
Total deferred tax liabilities - Capital	0	0	0
Total deferred tax liabilities	(343,710)	(326,845)	(16,865)
Net admitted deferred tax asset (liability)	0	0	0

The Company established a full valuation allowance for federal deferred taxes as of December 31, 2011. The Company is in run-off and it is not likely that the Company will generate sufficient federal income or have adequate federal carry back available when the existing deductible temporary differences will reverse.

As of December 30, 2011, the Company has established a valuation allowance against the ordinary deferred tax assets and capital deferred tax assets for \$3,904,053 and \$0 respectively. As of December 31, 2010, the Company has established a valuation allowance against the ordinary deferred tax assets and capital deferred tax assets for \$0 and \$0 respectively.

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 income taxes as follows:

	12/31/11	12/31/2010
Current income taxes incurred	0	(3,075,106)
Change in deferred income tax (without tax on unrealized gains and losses)	(3,694,974)	(10,497,737)
Total income tax reported	(3,694,974)	(13,572,843)
Income before taxes	(616,537)	(832,015)
	34%	34%
Expected Inc tax expense (benefit) at statutory rate	(209,623)	(282,885)
Increase (decrease) in actual tax reported resulting from:		
a. Nondeductible ( deductible) expenses	209,623	282,884
b. Prior year underaccrual/(overaccrual)		
c. Deferred tax benefit on nonadmitted assets	0	(10,497,737)
d. Change in statutory valuation adjustment	(3,694,974)	
e. DTA related to prior year adjustment		
f. Benefit of Capital Loss Carryforwards	0	(3,075,105)
Total income tax reported	(3,694,974)	(13,572,843)
	0	(0)

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE  
Seaton Insurance Company**

**NOTES TO FINANCIAL STATEMENTS**

**E. Operating loss carryforward**

1. As of December 31, 2011 and December 31, 2010, the Company has net operating loss carryforwards of \$4,570,932 and \$2,571,462 respectively, expiring between 2030 and 2031, originated between 2010 and 2011. There are no income taxes incurred in 2010 and 2009 available for recoument in the event of future losses. Since the Company was acquired by Virginia Holdings Company the net operating losses prior to the acquisition date will be limited under Internal Revenue Section 382.
2. As of December 31, 2011, the Company did not have any alternative minimum tax credit carryforwards.
3. The Company does not have deposits admitted under Section 6603 of the Internal Revenue Code.

**F. Consolidated federal income tax return**

1. As of 12/31/2011 and 12/31/2010 the Company is not part of a consolidated tax group and does not have a tax sharing agreement.

**10. Information Concerning Parent, Subsidiaries and Affiliates**

**A. Nature of Relationships**

On August 3, 2010, Virginia Holdings Ltd acquired 100% of the share capital of Seaton Insurance Co. Virginia Holdings Ltd is ultimately owned by Enstar Group Ltd. Enstar (US) Inc., also a subsidiary of Enstar Group Ltd has been the Run-off Administrator for Seaton Insurance Company since January 2006. The terms of the agreement between Enstar (US) Inc and Seaton Insurance Co are contained in a written agreement between the parties.

**B. Detail of Transactions Greater than ½% of Admitted Assets**

Pursuant to the management agreement with Enstar (US) Inc., the Company incurred \$1,200,000 in fees and miscellaneous expense.

**C. Change in terms of Intercompany Arrangements**

Effective April 7, 2010, Seaton entered into a retroactive reinsurance agreement with Fitzwilliam Reinsurance Co. Both Seaton Insurance Co. and Fitzwilliam Reinsurance Co. are ultimately owned by Enstar Group Ltd.

**D. Amounts Due to or from Related Parties**

At December 31, 2011, the Company reported \$69,155 due to Enstar Group Ltd for 2011 E&Y actuarial review and \$600,000 due to Enstar US for 2011 management fees.

**E. Guarantees or Contingencies for related parties**

Not Applicable

**F. Related Parties Management Agreement**

See note 10A.

**G. Nature of Relationships that Could Affect Operations**

All outstanding shares of the Company are owned by the Parent

**H. Amount Deducted for Investment in Upstream Company**

The Company owns no shares of an upstream intermediate or ultimate parent, either directly or indirectly.

**I. Detail of Investments in Affiliates Greater than 10% of Admitted Assets**

The Company holds no investments in its Parent or affiliates.

**J. Write down for Impairments of Investments in Subsidiary, Controlled or Affiliated Companies**

The Company holds no investments in its Parent or affiliates.

**K. Foreign Subsidiary Valued Using CARVM**

Not applicable

**L. Downstream Holding Company Valued Using Look-Through Method**

Not applicable

**11. Debt**

The Company has no capital notes outstanding. The Company has no other debt outstanding.

**12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans (A-F)**

**A. Defined Benefit Plan**

The Company had no Defined benefit plan.

**B. Defined Contribution Plan**

The Company had no Defined Contribution Plan

**C. Multiemployer Plans**

The Company does not participate in a multiemployer plan.

**D. Consolidated / Holding Company Plans**

The Company does not participate in a consolidated/holding company plan.

**E. Postemployment Benefits and Compensated Absences**

The Company has no employees and had no obligation for postemployment benefits or compensated absences.

**F. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)**

The Company had no postretirement benefits.

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

**A. Outstanding Shares**

The Company has been authorized to issue five hundred fifty thousand (550,000) shares of preferred stock of ten dollars (\$10.00) par value and none are outstanding. The Company has one million (1,000,000) shares of thirteen dollars (\$13) par value common stock authorized and two hundred thousand (200,000) shares issued and outstanding.

**B. Dividend Rate of Preferred Stock**

Dividends on common stock are not cumulative and are payable when and as declared by the Board of Directors, dividends on preferred stock are cumulative at the rate of twelve dollars (\$12.00) per share annually and payable in quarterly installments.

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE  
Seaton Insurance Company**

**NOTES TO FINANCIAL STATEMENTS**

**C, D & E – Dividend Restrictions**

Dividends on common stock are paid as declared by the Board of Directors. Under the insurance regulations of Rhode Island, the maximum amount of dividends that the Company may pay to the shareholders in a twelve month period is limited to the lesser of the 10% of the most recent year-end policyholders' surplus or the net income for that same year-end

**F. Restrictions on Unassigned funds (surplus)**

There are no restrictions on the unassigned surplus funds

**G. Mutual Surplus Advances**

Not Applicable

**H. Company Stock Held for Special Purposes**

Not Applicable

**I. Changes in Special Surplus Funds**

None

**J. Changes in Unassigned Funds**

No significant changes.

**K. Surplus Notes**

Not Applicable

**L. & M. Quasi Reorganizations**

Not Applicable

**14. Contingencies**

**A. Contingent Commitments**

Not Applicable

**B. Assessments**

Not Applicable

**C. Gain Contingencies**

Not Applicable

**D. Claims related extra contractual obligation and bad faith losses stemming from lawsuits**

In the 2011 reporting period, the company did not settle any claims that included extra contractual obligation or bad faith claims stemming from lawsuits.

**E. Product Warranties**

Not Applicable

**F. All Other Contingencies**

Lawsuits arise against the Company in the normal course of 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 (A-B)**

**A. Lessee Operating Lease**

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

**B. Lessor Leases**

The Company had not entered into any leasing arrangement where the company is the lessor.

**16. Information About Financial Instruments With Off- Balance Sheet Risk and Financial Instruments With Concentration of Credit Risk (A-D)**

Not Applicable

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

**A. Transfers of Receivables Reported as Sales**

The Company did not have any transfers of receivables reported as sales

**B. Transfer and Servicing of Financial Assets**

The Company had no transfer or servicing of financial assets.

**C. Wash Sales**

The Company did not have any wash sales.

**18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans (A-C)**

**A. Administrative Services Only (ASO) Plans**

Not applicable

**B. Administrative Services Contract (ASC) Plans**

Not applicable

**C. Medicare or Other Similarly Structured Cost Based Reimbursement Contract**

Not applicable

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

The Company had no direct premiums written by third party administrators or managing general agents.

**20. Fair Value Measurements**

**A. 1. Assets Measured at Fair Value – Recurring Basis**

Not applicable

**2. Assets Measured at Fair Value Using Unobservable Inputs**

Not applicable

**3. The Company does not have any securities recorded at Fair Value**

**B. Asset Measured at Fair Value – Non recurring Basis**

Not applicable

**21. Other Items**

**A. Extraordinary items**

Not Applicable

**B. Troubled Debt Restructuring**

Not Applicable

**C. Other Disclosures**

Not Applicable

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE  
Seaton Insurance Company**

**NOTES TO FINANCIAL STATEMENTS**

D. Uncollectible Premium Receivable  
Not Applicable

E. Business Interruption Insurance Recoveries  
Not Applicable

F. State Transferable Tax Credits  
Not Applicable

G. Subprime Mortgage Related Risk Exposure

- (1) The Company believes it has minimal exposure to subprime mortgage related risk. The Company holds no mortgage-backed securities other than securities issued by government-sponsored entities ("GSEs") organized or chartered by the U.S. government. None of the Company's holdings of mortgage-backed securities were issued by private entities.

The Company believes it has minimal exposure to unrealized losses due to changes in asset values, and realized losses from receiving less than anticipated cash flows, due to only holding mortgage-backed securities of high quality issued by GSEs.

- (2) The Company has no direct exposure to subprime mortgage related risk through investments in subprime mortgage loans.  
(3) The Company has no direct exposure to subprime mortgage related risk through other investments.  
(4) The Company does not provide mortgage guaranty or financial guaranty insurance coverage. Therefore, it has no exposure to subprime mortgage related risk through the provision of such insurance.

**22. Events Subsequent**

Not Applicable

**23. Reinsurance**

A. Unsecured Reinsurance Recoverables

Non-affiliated unsecured aggregate recoverables as shown in Schedule F, Part 3 for paid and unpaid losses, including IBNR, unpaid adjustment expenses, and unearned premiums that exceed 3% of the Company's policyholders surplus are as follows (000 omitted):

Fed ID	NAIC	Name of Reinsurer	Unsecured Recoverable (000s)
52-2048110	19720	American Alternative Insurance Corp	461
38-0829210	23396	Amerisure Mutual Insurance Co	278
95-2769926	27189	Associated International Ins Co	2,613
13-5010440	35289	Continental Insurance Co	978
22-2005057	26921	Everest Reinsurance Company	1,408
13-1963496	20281	Federal Insurance Company	839
13-2673100	22039	General Reinsurance Corp	1,268
23-0723970	22713	Insurance Company Of North America	1,666
13-1988169	34835	National Reinsurance	953
47-0698507	23680	Odyssey Re (Clearwater)	4,690
86-0274508	31089	Repwest / Republic Western	514
13-1675535	25364	Swiss Reinsurance America Corporation	2,483
75-0784127	33014	Transport Insurance Company	358
91-6027360	25747	Unigard Insurance Co	30,413
13-1290712	20583	XL Re	3,315
94-1590201	26220	Yosemite	6,180
AA-1120355	00000	CX Re / CNA Re of London Ltd.	888
13-2959091	36285	United Americas	391
AA-1580015	00000	AIOI Nissay Dowa / Chiyoda and Dai Tokyo	613
AA-1120580	00000	Excess Ins Co Ltd	810
AA-2230425	00000	IRB Brasil / Instituto de Resseguros	322
AA-1122000	00000	Lloyd's of London	3,214
AA-1580065	00000	Nissan Fire & Marine	598
B.		Reinsurance Recoverable in Dispute	

The Company's disputed items in the aggregate exceed 10% of the policyholders surplus.

<u>Reinsurer</u>	<u>Amount (000s)</u>	<u>Type of Dispute</u>
Everest	1,109	Arbitration
AIIC	216	Litigation
Ace / INA	827	Arbitration
National Re	953	Arbitration
Clearwater	1,210	Arbitration
Clearwater	1,235	Litigation
Yosemite	1,169	Litigation
Excess	244	Disputed
Tawa	324	Disputed

C. Reinsurance Assumed and Ceded

There is no amount of return commission due reinsurers if the agreement were cancelled as of December 31, 2011.

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE  
Seaton Insurance Company**

**NOTES TO FINANCIAL STATEMENTS**

**D. Uncollectible Reinsurance**

The Company has written off certain Reinsurance Recoverables on loss and loss adjustment expense payments in the amount of \$520,209 which is reflected as:

a. Losses incurred	\$455,133
b. Loss Adjustment Expense Incurred	\$65,076
c. Premium Earned	-0-
d. Other	-0-

Reinsurer Name	Total
American Alternative Insurance Corp	907
Amerisure Mutual Insurance Co	18
Associated International Insurance Co	93
British National Life Ins Ltd	120,111
Everest Reinsurance Co	10,962
Excess Insurance Company Limited	44
Instituto de Resseguros	112,686
Lakewood Ins Co / Sampo UK	28,855
Lloyd's of London / Equitas	20
Nissan Fire & Marine Ltd	884
QBE Reinsurance Corporation	62,715
Union Indemnity of New York	123,137
Yosemite Insurance Company	59,777
	<b>520,209</b>

**E. Commutation of Ceded Reinsurance**

The Company commuted ceded reinsurance treaties with one reinsurer in 2011.

The ceded amounts cleared by the Company due to these commutations were:

Reinsurer Name	Ceded Recoverable	Ceded Reserve
Cal Re	2,530,091	1,281,828
Swiss Re et al	1,804,718	617,478
a. Losses incurred (gain)	(\$1,588,081)	
b. Loss Adjustment Expense Incurred	-0-	
c. Premium Earned	-0-	
d. Other	-0-	

\*The Swiss Re commutation was booked in December 2011, however, not cleared until January 2012 when the cash transaction occurred.

**F. Retroactive Reinsurance**

On December 3, 2009, Columbia Insurance Company, an indirect subsidiary of Berkshire Hathaway Inc. and an affiliate of National Indemnity Company ("NICO") entered into a stock purchase agreement with Stonewall Acquisition Corporation and certain of its affiliates to acquire all of the outstanding capital stock of Stonewall Insurance Company from Stonewall Acquisition Corporation. Seaton was also owned by Stonewall Acquisition Corp. The sale transaction closed on April 7, 2010. In conjunction with this sale transaction, the aggregate reinsurance agreements between Seaton and NICO were commuted on April 7, 2010. The commutation proceeds will be paid by NICO to the Company over a five-year period under the terms of a Promissory Note. Concurrent with this commutation, the Company entered into a retroactive reinsurance agreement with Fitzwilliam Insurance Ltd, an affiliate of Enstar Group Limited.

**G. Reinsurance Accounted for as a Deposit**

Not Applicable

**H. Disclosures for the Transfer of Property and Casualty Run-off Agreements**

Not Applicable

**24. Retrospectively Rated Contracts (A-D)**

Not Applicable

**25. Changes in Incurred Losses and Loss Adjustment Expenses**

Due to the run-off status of the Company, any and all incurred changes are attributable to insured events of the prior years. Net reserves for losses and allocated loss adjustment expenses attributable to insured events of prior years has decreased by \$15,942,887 from \$108,264,603 in 2010 to \$92,321,716 in 2011 as a result of loss and allocated expense payments. Net incurred loss and ALE was (\$133,851). This long tail business is primarily related to Asbestos, Environment and other Mass Tort claims.

**26. Intercompany Pooling Arrangements (A-F)**

Not Applicable

**27. Structured Settlements**

Not Applicable

**28. Health Care Receivables (A-B)**

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE  
Seaton Insurance Company**

**NOTES TO FINANCIAL STATEMENTS**

Not Applicable

**29. Participating Accident and Health 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**  
Yes, the Company has exposure to both asbestos and environmental claims

**Asbestos:**

***Direct***

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Beginning Reserves	\$ 86,141,958	\$ 97,331,923	\$ 96,189,764	\$ 69,852,824	\$ 31,729,385
Incurred Loss and LAE	17,336,225	4,175,697	(23,116,633)	(16,338,982)	2,216,484
Calendar Year Pymnts for Loss and LAE	6,146,260	5,317,856	3,220,307	21,784,457	11,885,623
Ending Reserves	<u>\$ 97,331,923</u>	<u>\$ 96,189,764</u>	<u>\$ 69,852,824</u>	<u>\$ 31,729,385</u>	<u>\$ 22,060,246</u>

The 2011 ending reserves above include a gross bulk reserve of \$2,159,525. The bulk reserve is a contingency for adverse development on known cases, unreported cases and allocated loss adjustment expense including coverage dispute. The bulk reserves are derived by independent actuarial studies.

***Assumed***

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Beginning Reserves	\$ 80,930,703	\$ 71,489,988	\$ 72,191,061	\$ 63,013,306	\$ 50,119,562
Incurred Loss and LAE	3,482,137	13,001,550	23,229,791	(9,487,189)	(9,624,654)
Calendar Year Pymnts for Loss and LAE	12,922,952	12,300,377	32,407,546	3,406,555	6,264,654
Ending Reserves	<u>\$ 71,489,888</u>	<u>\$ 72,191,061</u>	<u>\$ 63,013,306</u>	<u>\$ 50,119,562</u>	<u>\$ 34,230,254</u>

The 2011 ending reserves above include a gross bulk reserve of \$17,888,000. The bulk reserve is a contingency for adverse development on known cases, unreported cases and allocated loss adjustment expense including coverage dispute. The bulk reserves are derived by independent actuarial studies.

***Net of Reinsurance***

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Beginning Reserves	\$ 78,058,506	\$ 67,667,915	\$ 73,279,855	\$ 84,118,336	\$ 52,916,555
Incurred Loss and LAE	946,656	14,207,608	22,011,736	(17,922,079)	3,954,031
Calendar Year Pymnts for Loss and LAE	11,337,247	8,595,668	11,173,255	13,279,702	7,794,087
Ending Reserves	<u>\$ 67,667,915</u>	<u>\$ 73,279,855</u>	<u>\$ 84,118,336</u>	<u>\$ 52,916,555</u>	<u>\$ 49,076,499</u>

The 2011 ending reserves above include a gross bulk reserve of \$16,413,525. The bulk reserve is a contingency for adverse development on known cases, unreported cases and allocated loss adjustment expense including coverage dispute. The bulk reserves are derived by independent actuarial studies. The net reserves do not reflect the 1999 purchase of retroactive reinsurance which is reflected in the balance sheet and income statement.

**Environmental**

***Direct***

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Beginning Reserves	\$ 36,861,352	\$ 30,516,867	\$ 29,782,245	\$ 6,358,875	\$ 2,691,201
Incurred Loss and LAE	(1,102,870)	3,683,667	(18,416,294)	2,988,545	1,153,880
Calendar Year Pymnts for Loss and	5,241,615	4,418,289	5,007,076	6,656,219	453,003

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE  
Seaton Insurance Company**

**NOTES TO FINANCIAL STATEMENTS**

LAE

Ending Reserves	\$ 30,516,867	\$ 29,782,245	\$ 6,358,875	\$ 2,691,201	\$ 3,392,078
-----------------	---------------	---------------	--------------	--------------	--------------

The 2011 ending reserves above include a gross bulk reserve of \$208,499. The bulk reserve is a contingency for adverse development on known cases, unreported cases and allocated loss adjustment expense including coverage dispute. The bulk reserves are derived by independent actuarial studies.

*Assumed*

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Beginning Reserves	\$ 13,726,720	\$ 6,825,428	\$ 6,318,579	\$ 8,049,480	\$ 8,258,781
Incurred Loss and LAE	(5,550,111)	(388,374)	5,296,986	2,114,165	2,252,081
Calendar Year Pymnts for Loss and LAE	1,351,181	118,475	3,566,085	1,904,864	624,393
Ending Reserves	\$ 6,825,428	\$ 6,318,579	\$ 8,049,480	\$ 8,258,781	\$ 9,886,469

The 2011 ending reserves above include a gross bulk reserve of \$3,301,000. The bulk reserve is a contingency for adverse development on known cases, unreported cases and allocated loss adjustment expense including coverage dispute. The bulk reserves are derived by independent actuarial studies.

*Net of Reinsurance*

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Beginning Reserves	\$ 27,248,955	\$ 14,728,579	\$ 14,394,466	\$ 12,920,587	\$ 7,547,993
Incurred Loss and LAE	(8,880,619)	611,404	5,555,769	2,597,330	6,433,291
Calendar Year Pymnts for Loss and LAE	3,639,757	945,517	7,029,648	7,969,924	1,014,037
Ending Reserves	\$ 14,728,579	\$ 14,394,466	\$ 12,920,587	\$ 7,547,993	\$ 12,967,247

The 2011 ending reserves above include a gross bulk reserve of \$3,595,000. The bulk reserve is a contingency for adverse development on known cases, unreported cases and allocated loss adjustment expense including coverage dispute. The bulk reserves are derived by independent actuarial studies. The net reserves do not reflect the 1999 purchase of retroactive reinsurance which is reflected in the balance sheet and income statement.

**34. Subscriber Savings Account**  
Not Applicable

**35. Multi Peril Crop**  
Not Applicable

**36. Financial Guaranty Insurance**  
None

# GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES

### GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [ X ] No [ ]
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [ X ] No [ ] N/A [ ]
- 1.3 State Regulating? Rhode Island.....
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ X ] No [ ]
- 2.2 If yes, date of change: .....01/18/2011
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .....12/31/2008
- 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. .....12/31/2008
- 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). .....05/12/2010
- 3.4 By what department or departments? Rhode Island Department of Business Regulation.....
- 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 [ X ] No [ ] N/A [ ]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [ X ] No [ ] N/A [ ]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes [ ] No [ X ]
- 4.12 renewals? Yes [ ] No [ X ]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes [ ] No [ X ]
- 4.22 renewals? Yes [ ] No [ X ]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [ X ]
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ X ] No [ ]
- 6.2 If yes, give full information see attached .....
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [ X ] No [ ]
- 7.2 If yes, .....100.0
- 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
Bermuda.....	Corporation.....

## 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?  
 Deloitte & Touche LLP 333 Ludlow Street Stamford, CT 06902-6982.....

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 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 ]

10.4 If the response to 10.3 is yes, provide information related to this exemption:

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [ X ] No [ ] N/A [ ]

10.6 If the response to 10.5 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?  
 Ernst and Young, LLP, Mr. John Dawson, 200 Clarendon Street, Boston, MA 02116-5072.....

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 [ ] N/A [ ]

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).

## GENERAL INTERROGATORIES

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance with a NAIC rating of 3 or below? Yes [ ] No [ X ]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount

### BOARD OF DIRECTORS

16. 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 [ ]
17. 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 [ ]
18. 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 [ ]

### FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [ ] No [ X ]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers \$.....
  - 20.12 To stockholders not officers \$.....
  - 20.13 Trustees, supreme or grand (Fraternal only) \$.....
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers \$.....
  - 20.22 To stockholders not officers \$.....
  - 20.23 Trustees, supreme or grand (Fraternal only) \$.....
- 21.1 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 ]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others \$.....
  - 21.22 Borrowed from others \$.....
  - 21.23 Leased from others \$.....
  - 21.24 Other \$.....
- 22.1 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 ]
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment \$.....
  - 22.22 Amount paid as expenses \$.....
  - 22.23 Other amounts paid \$.....
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [ ] No [ X ]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$.....

### INVESTMENT

- 24.1 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 24.3) Yes [ X ] No [ ]
- 24.2 If no, give full and complete information, relating thereto
- 24.3 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)
- 24.4 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 ]
- 24.5 If answer to 24.4 is yes, report amount of collateral for conforming programs. \$.....
- 24.6 If answer to 24.4 is no, report amount of collateral for other programs. \$.....
- 24.7 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [ ] No [ ] NA [ X ]
- 24.8 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [ ] No [ ] NA [ X ]
- 24.9 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 ]

## GENERAL INTERROGATORIES

25.1 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 21.1 and 24.3). Yes  No

25.2 If yes, state the amount thereof at December 31 of the current year:

25.21 Subject to repurchase agreements	\$ .....
25.22 Subject to reverse repurchase agreements	\$ .....
25.23 Subject to dollar repurchase agreements	\$ .....
25.24 Subject to reverse dollar repurchase agreements	\$ .....
25.25 Pledged as collateral	\$ .....
25.26 Placed under option agreements	\$ .....
25.27 Letter stock or securities restricted as to sale	\$ .....
25.28 On deposit with state or other regulatory body	\$ .....3,603,521
25.29 Other	\$ .....

25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes  No

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes  No  N/A   
If no, attach a description with this statement.

27.1 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

27.2 If yes, state the amount thereof at December 31 of the current year. \$ .....

28. 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  No

28.01 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 New York Mellon.....	BNY Mellon Center, 500 Grant Street, Pittsburgh, PA 15258.....

28.02 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)

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes  No

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
Wells Fargo.....	Bank of New York Mellon.....	..03/01/2011..	Consolidation of group assets with one custodian.....

28.05 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

## GENERAL INTERROGATORIES

- 29.1 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 [  ] No [  ]
- 29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 TOTAL		0

- 29.3 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

30. 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 (+)
30.1 Bonds.....	31,239,404	20,206,691	(11,032,713)
30.2 Preferred Stocks.....	0		0
30.3 Totals	31,239,404	20,206,691	(11,032,713)

- 30.4 Describe the sources or methods utilized in determining the fair values:

SVO unit prices were used to determine FMV. For other Bonds and Stocks not priced by SVO, the Company used price provided by interactive data and/or price provided by the custodian.....

- 31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [  ] No [  ]
- 31.2 If the answer to 31.1 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 [  ]
- 31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

- 32.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed? Yes [  ] No [  ]
- 32.2 If no, list exceptions:

**GENERAL INTERROGATORIES**

**OTHER**

- 33.1 Amount of payments to Trade associations, service organizations and statistical or rating bureaus, if any? \$ .....12,486
- 33.2 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
.....	\$.....
.....	\$.....
.....	\$.....

- 34.1 Amount of payments for legal expenses, if any? \$ .....2,279
- 34.2 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
DrinkerBiddle & Reath LLP.....	\$.....583
Riker Danzig.....	\$.....1,696

- 35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$ .....
- 35.2 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
.....	\$.....
.....	\$.....
.....	\$.....

Response to 6.1

Effective May 29, 2008 the Rhode Island Department of Business Regulation issued a confidential order creating State of Supervision and Appointment of Supervisor. The Company remains under this order of Supervision.

Effective June 23, 2004 Ohio Department of Insurance suspended the Company's Certificate of Authority.

Effective April 30, 2008 Missouri Department of Insurance suspended the Company's Certificate of Authority.

Effective May 29, 2008 Arkansas Insurance Department suspended the Company's Certificate of Authority due to domiciliary state placing company into administrative supervision.

Effective April 13, 2009 the Company surrendered its Certificate of authority for the State of Maine.

Effective April 20, 2009 the Commonwealth of Virginia suspended the Company's license.

Effective May 18, 2009 the company agreed to a two year suspension of its Certificate of Authority by the State of Tennessee.

Effective October 15, 2010 the State of Illinois, Department of Insurance revoked the Company's Certificate of Authority.

**GENERAL INTERROGATORIES**  
**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? ..... \$ .....

1.3.1 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:

1.6.1 Total premium earned ..... \$ .....0  
 1.6.2 Total incurred claims ..... \$ .....0  
 1.6.3 Number of covered lives ..... .....

All years prior to most current three years:

1.6.4 Total premium earned ..... \$ .....0  
 1.6.5 Total incurred claims ..... \$ .....0  
 1.6.6 Number of covered lives ..... .....

1.7 Group policies:

Most current three years:

1.7.1 Total premium earned ..... \$ .....0  
 1.7.2 Total incurred claims ..... \$ .....0  
 1.7.3 Number of covered lives ..... .....

All years prior to most current three years:

1.7.4 Total premium earned ..... \$ .....0  
 1.7.5 Total incurred claims ..... \$ .....0  
 1.7.6 Number of covered lives ..... .....

2. Health Test:

		1		2
		Current Year		Prior Year
2.1	Premium Numerator	\$ .....0	\$	.....0
2.2	Premium Denominator	\$ .....0	\$	.....2,431
2.3	Premium Ratio (2.1/2.2)	.....0.000		.....0.000
2.4	Reserve Numerator	\$ .....0	\$	.....0
2.5	Reserve Denominator	\$ .....119,109,905	\$	.....127,102,343
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 [ ] No [ X ]

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

3.2.1 Participating policies ..... \$ .....  
 3.2.2 Non-participating policies ..... \$ .....

4. For Mutual reporting entities and Reciprocal Exchanges only:

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

5. For Reciprocal Exchanges Only:

5.1 Does the exchange appoint local agents?..... Yes [ ] No [ ]  
 5.2 If yes, is the commission paid:  
 5.2.1 Out of Attorney's-in-fact compensation..... Yes [ ] No [ ] N/A [ ]  
 5.2.2 As a direct expense of the exchange..... Yes [ ] No [ ] N/A [ ]

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.....  
 The Company is in run-off and has no inforce policies, therefore has no need for new reinsurance agreements.....
- 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: .....  
 Not Applicable.....
- 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?.....  
 Not Applicable.....
- 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 [ X ]
- 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 unreinsured catastrophic loss  
 The Company is in run-off and has no need for catastrophic reinsurance protection.....
- 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 [ X ]
- 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 this risk, or portion thereof, reinsured?..... Yes [ X ] No [ ]
- 8.2 If yes, give full information  
 The Company commuted ceded reinsurance treaty with two cedants. See list in note 23E.....
- 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 [ X ] 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 arrangements 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 [ X ]
- 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 31 of SSAP No. 62R, 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 [ X ]
- 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 [ X ]  
 (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 [ X ]  
 (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 [ X ]
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 [X] 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 [ ] N/A [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 a 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 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):..... \$.....
- 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. ....
- 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 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 2011 OF THE Seaton 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 2011	2 2010	3 2009	4 2008	5 2007
<b>Gross Premiums Written</b> (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)	0	0	0	0	0
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
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	2,422	4,674	(9,844)	906
6. Total (Line 35)	0	2,422	4,674	(9,844)	906
<b>Net Premiums Written</b> (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)	0	0	0	0	0
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
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	2,431	4,674	(9,844)	906
12. Total (Line 35)	0	2,431	4,674	(9,844)	906
<b>Statement of Income</b> (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(1,590,818)	8,722,974	(4,136,151)	(23,199,224)	(13,840,220)
14. Net investment gain (loss) (Line 11)	512,077	1,394,423	1,613,135	2,227,232	2,419,811
15. Total other income (Line 15)	(1,157,087)	(10,949,412)	(27,005)	6,777	6,367,017
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	0	(3,075,106)	(1,077,949)	356,191	0
18. Net income (Line 20)	(2,235,828)	2,243,091	(1,472,072)	(21,321,407)	(5,053,392)
<b>Balance Sheet Lines</b> (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	124,139,155	133,359,070	83,703,701	77,061,627	77,466,694
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	0	0	0	0	0
20.2 Deferred and not yet due (Line 15.2)	0	0	0	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)	115,247,466	123,849,082	77,690,135	73,732,886	52,362,146
22. Losses (Page 3, Line 1)	85,044,463	102,841,910	135,234,583	137,865,041	166,062,120
23. Loss adjustment expenses (Page 3, Line 3)	14,836,570	14,008,884	23,117,893	28,224,079	30,800,883
24. Unearned premiums (Page 3, Line 9)	0	0	0	0	0
25. Capital paid up (Page 3, Lines 30 & 31)	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000
26. Surplus as regards policyholders (Page 3, Line 37)	8,891,690	9,509,988	6,013,564	3,328,744	25,104,546
<b>Cash Flow</b> (Page 5)					
27. Net cash from operations (Line 11)	(7,418,494)	(31,062,149)	(16,466,399)	(45,459,094)	(29,612,135)
<b>Risk-Based Capital Analysis</b>					
28. Total adjusted capital	8,891,690	9,509,988	6,013,564	3,328,744	25,104,546
29. Authorized control level risk-based capital	21,207,400	24,944,790	31,152,621	33,695,139	33,214,535
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b> (Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	54.7	29.4	62.8	81.5	73.7
31. Stocks (Lines 2.1 & 2.2)	0.0	0.0	0.0	0.0	0.0
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)	0.0	0.0	0.0	0.0	0.0
34. Cash, cash equivalents and short-term investments (Line 5)	45.3	70.7	37.2	18.4	26.3
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	0.0	XXX	XXX	XXX
37. Other invested assets (Line 8)	0.0	0.0	0.0	0.0	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	0.0	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
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
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)	0	0	0	0	0
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	0	0	0	0	0
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)	0.0	0.0	0.0	0.0	0.0

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton Insurance Company**

**FIVE-YEAR HISTORICAL DATA**

(Continued)

	1 2011	2 2010	3 2009	4 2008	5 2007
<b>Capital and Surplus Accounts (Page 4)</b>					
50. Net unrealized capital gains (losses) (Line 24) .....	0	150,124	(155,922)	5,821	(304)
51. Dividends to stockholders (Line 35) .....	0	0	0	0	0
52. Change in surplus as regards policyholders for the year (Line 38) .....	(618,299)	3,496,423	2,684,819	(21,775,803)	(14,925,906)
<b>Gross Losses Paid (Page 9, Part 2, Cols. 1 &amp; 2)</b>					
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) .....	12,940,193	33,498,776	8,454,373	12,450,010	14,542,289
54. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	(2,036)	(41,575)	(1,454)	(6,549)	(7,323)
55. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....	(445,513)	349,068	798,534	(1,860,791)	633,004
56. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....	(41)	0	(22)	(36)	(68)
57. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....	12,793,528	8,931,649	46,061,153	40,286,609	21,405,727
58. Total (Line 35) .....	25,286,130	42,737,918	55,312,584	50,869,243	36,573,629
<b>Net Losses Paid (Page 9, Part 2, Col. 4)</b>					
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) .....	5,700,054	20,142,220	(33,980,176)	7,293,113	8,127,902
60. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	0	0	0	0	0
61. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....	0	0	0	0	0
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) .....	8,510,182	5,555,826	34,135,285	35,938,642	17,640,411
64. Total (Line 35) .....	14,210,236	25,698,046	155,109	43,231,755	25,768,313
<b>Operating Percentages (Page 4)</b> (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) .....	0.0	(275,385.7)	(52,962.3)	(152,729.3)	382,746.0
67. Loss expenses incurred (Line 3) .....	0.0	(136,129.6)	117,310.9	(59,671.3)	886,330.7
68. Other underwriting expenses incurred (Line 4) .....	0.0	52,792.7	24,247.9	(23,168.0)	258,253.8
69. Net underwriting gain (loss) (Line 8) .....	0.0	358,822.5	(88,496.5)	235,668.7	(1,527,230.4)
<b>Other Percentages</b>					
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) .....	0.0	503,200.5	24,825.7	(23,099.2)	(444,329.1)
71. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) .....	0.0	(411,515.2)	64,348.7	(212,400.7)	1,269,076.7
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) .....	0.0	0.0	0.1	(0.3)	0.0
<b>One Year Loss Development (000 omitted)</b>					
73. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11) .....	(132)	(10,768)	2,632	18,700	9,319
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) .....	(1.4)	(179.1)	79.1	74.5	23.3
<b>Two Year Loss Development (000 omitted)</b>					
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) .....	(10,900)	(8,136)	21,331	28,018	23,044
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) .....	(181.3)	(244.4)	85.0	70.0	57.4

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	25,286	11,076	2,341	743	1,651	0	0	17,460	XXX
2. 2002	0	0	0	0	0	0	0	0	0	0	0	XXX
3. 2003	0	0	0	0	0	0	0	0	0	0	0	XXX
4. 2004	0	0	0	0	0	0	0	0	0	0	0	XXX
5. 2005	0	0	0	0	0	0	0	0	0	0	0	XXX
6. 2006	0	0	0	0	0	0	0	0	0	0	0	XXX
7. 2007	0	0	0	0	0	0	0	0	0	0	0	XXX
8. 2008	0	0	0	0	0	0	0	0	0	0	0	XXX
9. 2009	0	0	0	0	0	0	0	0	0	0	0	XXX
10. 2010	2	0	2	0	0	0	0	0	0	0	0	XXX
11. 2011	0	0	0	0	0	0	0	0	0	0	0	XXX
12. Totals	XXX	XXX	XXX	25,286	11,076	2,341	743	1,651	0	0	17,460	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. ....	64,302	21,824	71,138	28,571	7,329	52	860	860	7,559	0	0	99,882	XXX
2. ....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
3. ....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
4. ....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
5. ....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
6. ....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
7. ....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
8. ....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
9. ....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
10. ....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
11. ....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
12. ....	64,302	21,824	71,138	28,571	7,329	52	860	860	7,559	0	0	99,882	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	85,045	14,837
2. ....	0	0	0	0.0	0.0	0.0	0	0	0	0	0
3. ....	0	0	0	0.0	0.0	0.0	0	0	0	0	0
4. ....	0	0	0	0.0	0.0	0.0	0	0	0	0	0
5. ....	0	0	0	0.0	0.0	0.0	0	0	0	0	0
6. ....	0	0	0	0.0	0.0	0.0	0	0	0	0	0
7. ....	0	0	0	0.0	0.0	0.0	0	0	0	0	0
8. ....	0	0	0	0.0	0.0	0.0	0	0	0	0	0
9. ....	0	0	0	0.0	0.0	0.0	0	0	0	0	0
10. ....	0	0	0	0.0	0.0	0.0	0	0	0	0	0
11. ....	0	0	0	0.0	0.0	0.0	0	0	0	0	0
12. ....	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	85,045	14,837

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 2011 OF THE Seaton 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
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	One Year	Two Year
1. Prior	174,445	214,006	243,524	278,974	292,699	302,018	320,717	323,349	312,581	312,449	(132)	(10,900)
2. 2002	0	0	0	0	0	0	0	0	0	0	0	0
3. 2003	XXX	0	0	0	0	0	0	0	0	0	0	0
4. 2004	XXX	XXX	0	0	0	0	0	0	0	0	0	0
5. 2005	XXX	XXX	XXX	0	0	0	0	0	0	0	0	0
6. 2006	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0	0
7. 2007	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0
8. 2008	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
9. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	XXX
11. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX
<b>12. Totals</b>											<b>(132)</b>	<b>(10,900)</b>

**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
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011		
1. Prior	000	13,936	29,946	54,936	89,641	117,437	165,698	174,743	204,317	220,126	XXX	XXX
2. 2002	0	0	0	0	0	0	0	0	0	0	XXX	XXX
3. 2003	XXX	0	0	0	0	0	0	0	0	0	XXX	XXX
4. 2004	XXX	XXX	0	0	0	0	0	0	0	0	XXX	XXX
5. 2005	XXX	XXX	XXX	0	0	0	0	0	0	0	XXX	XXX
6. 2006	XXX	XXX	XXX	XXX	0	0	0	0	0	0	XXX	XXX
7. 2007	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	XXX	XXX
8. 2008	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	XXX	XXX
9. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	XXX	XXX
10. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	XXX
11. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	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
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
1. Prior	83,329	91,501	98,794	112,845	92,988	78,288	63,990	58,633	49,036	42,567
2. 2002	0	0	0	0	0	0	0	0	0	0
3. 2003	XXX	0	0	0	0	0	0	0	0	0
4. 2004	XXX	XXX	0	0	0	0	0	0	0	0
5. 2005	XXX	XXX	XXX	0	0	0	0	0	0	0
6. 2006	XXX	XXX	XXX	XXX	0	0	0	0	0	0
7. 2007	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
8. 2008	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0
9. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0
10. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0
11. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton 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	24,741	(1,864)	38,605	0	
2. Alaska	AK	N	0	0	0	0	0	0	
3. Arizona	AZ	L	0	0	(16,276)	(558,576)	2,276,241	0	
4. Arkansas	AR	L	0	0	0	(10,141)	175,603	0	
5. California	CA	L	0	0	595,516	(2,145,148)	24,922,736	0	
6. Colorado	CO	L	0	0	0	(12,727)	118,363	0	
7. Connecticut	CT	L	0	0	145,000	(27,833)	269,258	0	
8. Delaware	DE	L	0	0	0	0	0	0	
9. District of Columbia	DC	L	0	0	3,700	0	74,445	0	
10. Florida	FL	N	0	0	1,469	(272,155)	4,712,516	0	
11. Georgia	GA	N	0	0	0	0	0	0	
12. Hawaii	HI	N	0	0	0	0	0	0	
13. Idaho	ID	L	0	0	0	(35,195)	0	0	
14. Illinois	IL	N	0	0	5,064,340	(202,547)	3,669,863	0	
15. Indiana	IN	L	0	0	0	0	0	0	
16. Iowa	IA	N	0	0	0	0	0	0	
17. Kansas	KS	L	0	0	0	0	0	0	
18. Kentucky	KY	N	0	0	0	0	0	0	
19. Louisiana	LA	N	0	0	0	0	0	0	
20. Maine	ME	N	0	0	3,728	967	21,255	0	
21. Maryland	MD	L	0	0	509	4,160	3,651	0	
22. Massachusetts	MA	L	0	0	0	0	0	0	
23. Michigan	MI	L	0	0	0	0	0	0	
24. Minnesota	MN	L	0	0	1,780,000	(719,598)	0	0	
25. Mississippi	MS	N	0	0	0	0	0	0	
26. Missouri	MO	L	0	0	0	0	0	0	
27. Montana	MT	L	0	0	0	(79)	4,291	0	
28. Nebraska	NE	N	0	0	0	0	0	0	
29. Nevada	NV	N	0	0	0	0	0	0	
30. New Hampshire	NH	L	0	0	0	0	0	0	
31. New Jersey	NJ	N	0	0	519,718	(166,830)	210,405	0	
32. New Mexico	NM	N	0	0	0	0	0	0	
33. New York	NY	L	0	0	156,748	5,449,701	11,796,314	0	
34. North Carolina	NC	L	0	0	0	0	0	0	
35. North Dakota	ND	N	0	0	0	0	0	0	
36. Ohio	OH	L	0	0	0	0	0	0	
37. Oklahoma	OK	L	0	0	0	0	0	0	
38. Oregon	OR	L	0	0	80	29,132	1,814,197	0	
39. Pennsylvania	PA	L	0	0	4,709,111	(317,365)	5,712,415	0	
40. Rhode Island	RI	L	0	0	0	0	0	0	
41. South Carolina	SC	N	0	0	0	0	0	0	
42. South Dakota	SD	N	0	0	0	0	0	0	
43. Tennessee	TN	L	0	0	0	0	0	0	
44. Texas	TX	L	0	0	18,356	(28,522)	841,114	0	
45. Utah	UT	L	0	0	203	(63,404)	185,949	0	
46. Vermont	VT	N	0	0	0	0	0	0	
47. Virginia	VA	L	0	0	0	0	0	0	
48. Washington	WA	L	0	0	(514,341)	(1,868,223)	7,105,173	0	
49. West Virginia	WV	N	0	0	0	0	0	0	
50. Wisconsin	WI	L	0	0	0	0	0	0	
51. Wyoming	WY	N	0	0	0	0	0	0	
52. American Samoa	AS	N	0	0	0	0	0	0	
53. Guam	GU	Q	0	0	0	0	0	0	
54. Puerto Rico	PR	N	0	0	0	0	0	0	
55. U.S. Virgin Islands	VI	N	0	0	0	0	0	0	
56. Northern Mariana Islands	MP	N	0	0	0	0	0	0	
57. Canada	CN	L	0	0	0	0	0	0	
58. Aggregate other alien	OT	XXX	0	0	0	0	0	0	0
59. Totals	(a) 30		0	0	12,492,603	(946,250)	63,952,395	0	0
<b>DETAILS OF WRITE-INS</b>									
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.**

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

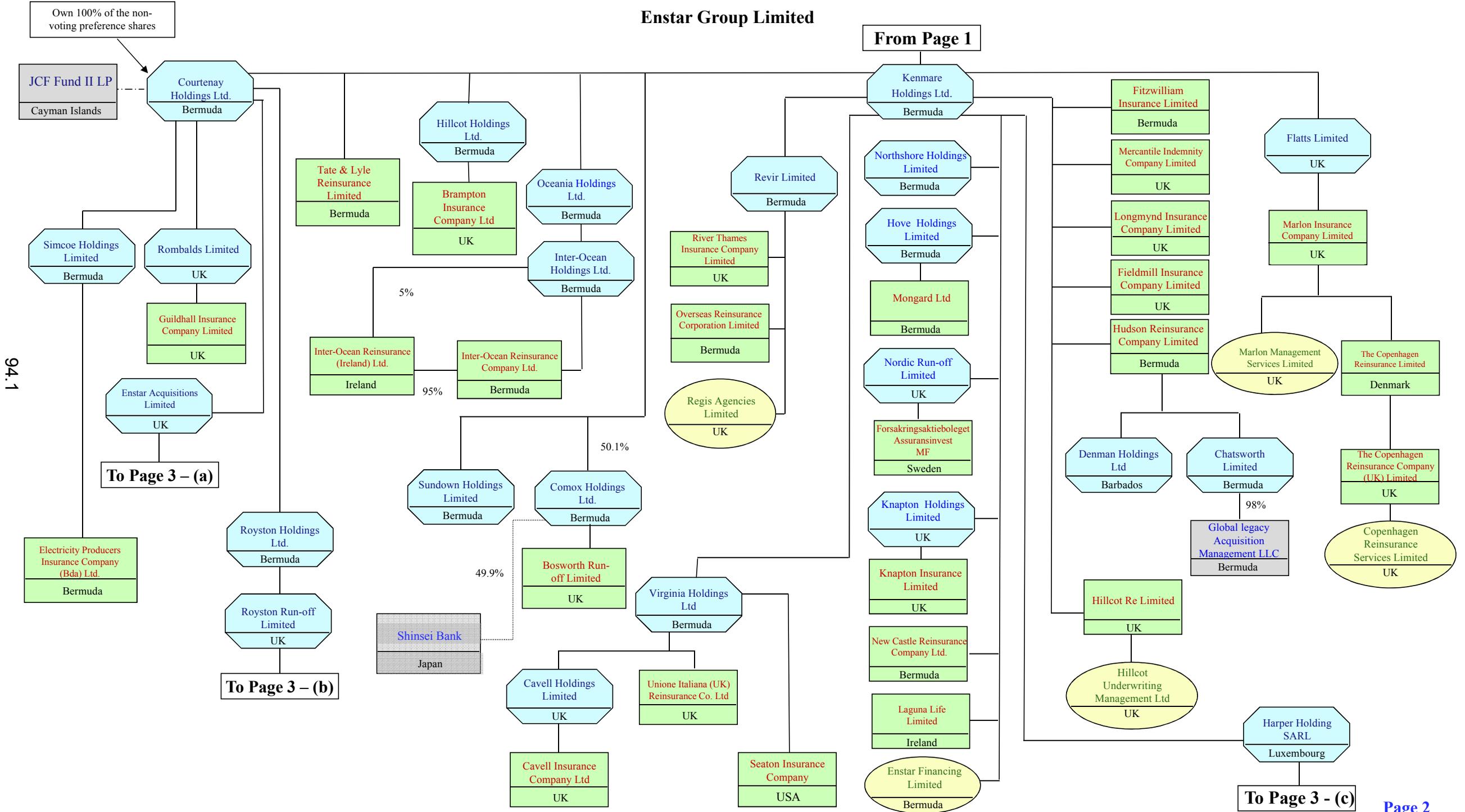


**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton Insurance Company**  
**Schedule Y- Information concerning activities of insurer members of a holding company group**

**Part 1 – Organizational Chart**

**Enstar Group Limited**

- Holding Companies
- Service Companies
- Reinsurance Companies

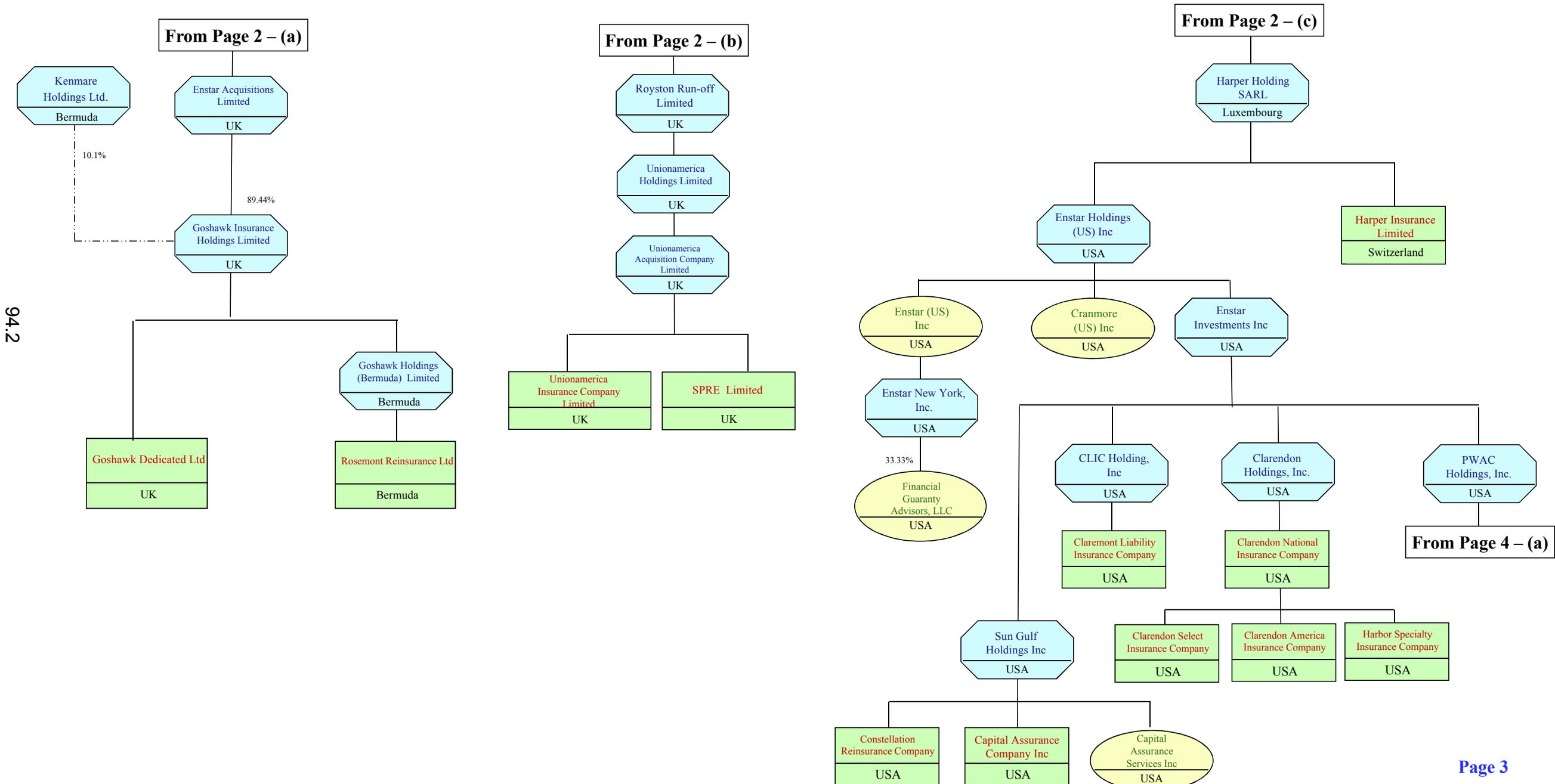


94.1

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton Insurance Company**  
**Schedule Y- Information concerning activities of insurer members of a holding company group**  
**Part 1 – Organizational Chart**

- Holding Companies
- Service Companies
- Reinsurance Companies

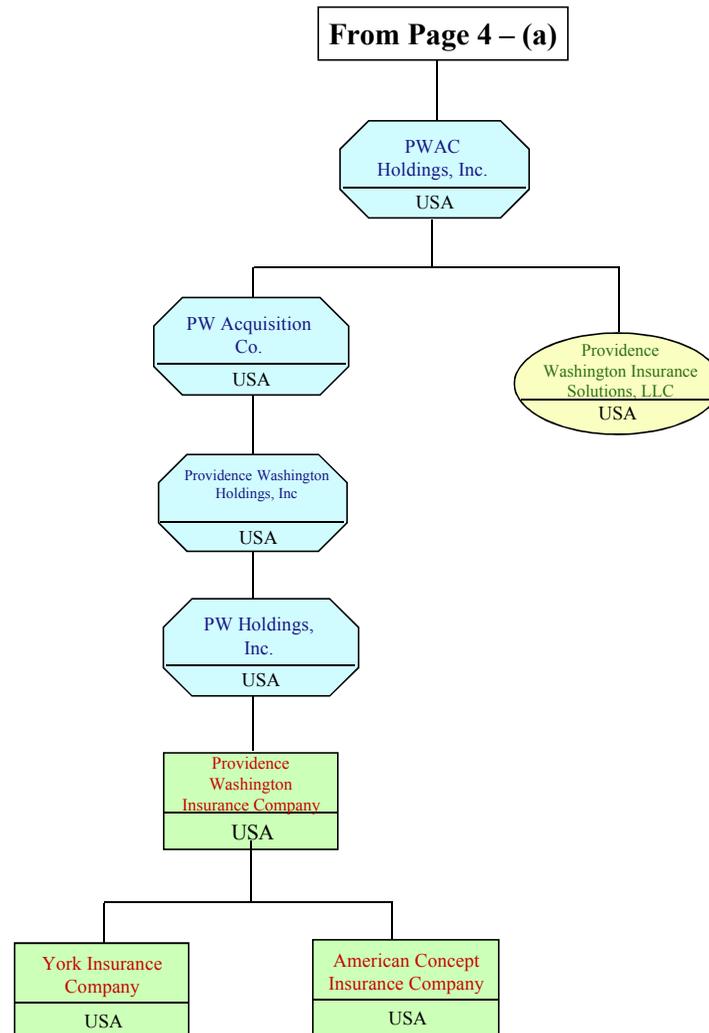
**Enstar Group Limited**



94.2

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE Seaton Insurance Company  
Schedule Y- Information concerning activities of insurer members of a holding company group  
Part 1 – Organizational Chart

Enstar Group Limited



94.3

# ALPHABETICAL INDEX

---

## ANNUAL STATEMENT BLANK

Assets	2
Cash Flow	5
Exhibit of Capital Gains (Losses)	12
Exhibit of Net Investment Income	12
Exhibit of Nonadmitted Assets	13
Exhibit of Premiums and Losses (State Page)	19
Five-Year Historical Data	17
General Interrogatories	15
Jurat Page	1
Liabilities, Surplus and Other Funds	3
Notes To Financial Statements	14
Overflow Page For Write-Ins	98
Schedule A – Part 1	E01
Schedule A – Part 2	E02
Schedule A – Part 3	E03
Schedule A – Verification Between Years	SI02
Schedule B – Part 1	E04
Schedule B – Part 2	E05
Schedule B – Part 3	E06
Schedule B – Verification Between Years	SI02
Schedule BA – Part 1	E07
Schedule BA – Part 2	E08
Schedule BA – Part 3	E09
Schedule BA – Verification Between Years	SI03
Schedule D – Part 1	E10
Schedule D – Part 1A – Section 1	SI05
Schedule D – Part 1A – Section 2	SI08
Schedule D – Part 2 – Section 1	E11
Schedule D – Part 2 – Section 2	E12
Schedule D – Part 3	E13
Schedule D – Part 4	E14
Schedule D – Part 5	E15
Schedule D – Part 6 – Section 1	E16
Schedule D – Part 6 – Section 2	E16
Schedule D – Summary By Country	SI04
Schedule D – Verification Between Years	SI03
Schedule DA – Part 1	E17

# ALPHABETICAL INDEX

---

## ANNUAL STATEMENT BLANK (Continued)

Schedule DA – Verification Between Years	SI10
Schedule DB – Part A – Section 1	E18
Schedule DB – Part A – Section 2	E19
Schedule DB – Part A – Verification Between Years	SI11
Schedule DB – Part B – Section 1	E20
Schedule DB – Part B – Section 2	E21
Schedule DB – Part B – Verification Between Years	SI11
Schedule DB – Part C – Section 1	SI12
Schedule DB – Part C – Section 2	SI13
Schedule DB – Part D	E22
Schedule DB – Verification	SI14
Schedule DL – Part 1	E23
Schedule DL – Part 2	E24
Schedule E – Part 1 – Cash	E25
Schedule E – Part 2 – Cash Equivalents	E26
Schedule E – Part 3 – Special Deposits	E27
Schedule E – Verification Between Years	SI15
Schedule F – Part 1	20
Schedule F – Part 2	21
Schedule F – Part 3	22
Schedule F – Part 4	23
Schedule F – Part 5	24
Schedule F – Part 6	25
Schedule F – Part 7	26
Schedule F – Part 8	27
Schedule H – Accident and Health Exhibit – Part 1	28
Schedule H – Part 2, Part 3, and Part 4	29
Schedule H – Part 5 – Health Claims	30
Schedule P – Part 1 – Summary	31
Schedule P – Part 1A – Homeowners/Farmowners	33
Schedule P – Part 1B – Private Passenger Auto Liability/Medical	34
Schedule P – Part 1C – Commercial Auto/Truck Liability/Medical	35
Schedule P – Part 1D – Workers' Compensation (Excluding Excess Workers' Compensation)	36

# ALPHABETICAL INDEX

## ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 1E – Commercial Multiple Peril	37
Schedule P – Part 1F – Section 1 – Medical Professional Liability – Occurrence	38
Schedule P – Part 1F – Section 2 – Medical Professional Liability – Claims-Made	39
Schedule P – Part 1G – Special Liability (Ocean, Marine, Aircraft (All Perils), Boiler and Machinery)	40
Schedule P – Part 1H – Section 1 – Other Liability–Occurrence	41
Schedule P – Part 1H – Section 2 – Other Liability – Claims-Made	42
Schedule P – Part 1I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft)	43
Schedule P – Part 1J – Auto Physical Damage	44
Schedule P – Part 1K – Fidelity/Surety	45
Schedule P – Part 1L – Other (Including Credit, Accident and Health)	46
Schedule P – Part 1M – International	47
Schedule P – Part 1N – Reinsurance – Nonproportional Assumed Property	48
Schedule P – Part 1O – Reinsurance – Nonproportional Assumed Liability	49
Schedule P – Part 1P – Reinsurance – Nonproportional Assumed Financial Lines	50
Schedule P – Part 1R – Section 1 – Products Liability – Occurrence	51
Schedule P – Part 1R – Section 2 – Products Liability – Claims – Made	52
Schedule P – Part 1S – Financial Guaranty/Mortgage Guaranty	53
Schedule P – Part 1T – Warranty	54
Schedule P – Part 2, Part 3 and Part 4 – Summary	32
Schedule P – Part 2A – Homeowners/Farmowners	55
Schedule P – Part 2B – Private Passenger Auto Liability/Medical	55
Schedule P – Part 2C – Commercial Auto/Truck Liability/Medical	55
Schedule P – Part 2D – Workers' Compensation (Excluding Excess Workers' Compensation)	55
Schedule P – Part 2E – Commercial Multiple Peril	55
Schedule P – Part 2F – Section 1 – Medical Professional Liability – Occurrence	56
Schedule P – Part 2F – Section 2 – Medical Professional Liability – Claims – Made	56
Schedule P – Part 2G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	56
Schedule P – Part 2H – Section 1 – Other Liability – Occurrence	56
Schedule P – Part 2H – Section 2 – Other Liability – Claims – Made	56
Schedule P – Part 2I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft)	57
Schedule P – Part 2J – Auto Physical Damage	57
Schedule P – Part 2K – Fidelity, Surety	57
Schedule P – Part 2L – Other (Including Credit, Accident and Health)	57
Schedule P – Part 2M – International	57
Schedule P – Part 2N – Reinsurance – Nonproportional Assumed Property	58
Schedule P – Part 2O – Reinsurance – Nonproportional Assumed Liability	58
Schedule P – Part 2P – Reinsurance – Nonproportional Assumed Financial Lines	58
Schedule P – Part 2R – Section 1 – Products Liability – Occurrence	59
Schedule P – Part 2R – Section 2 – Products Liability – Claims-Made	59
Schedule P – Part 2S – Financial Guaranty/Mortgage Guaranty	59
Schedule P – Part 2T – Warranty	59
Schedule P – Part 3A – Homeowners/Farmowners	60

# ALPHABETICAL INDEX

## ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 3B – Private Passenger Auto Liability/Medical	60
Schedule P – Part 3C – Commercial Auto/Truck Liability/Medical	60
Schedule P – Part 3D – Workers’ Compensation (Excluding Excess Workers’ Compensation)	60
Schedule P – Part 3E – Commercial Multiple Peril	60
Schedule P – Part 3F – Section 1 – Medical Professional Liability – Occurrence	61
Schedule P – Part 3F – Section 2 – Medical Professional Liability – Claims-Made	61
Schedule P – Part 3G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	61
Schedule P – Part 3H – Section 1 – Other Liability – Occurrence	61
Schedule P – Part 3H – Section 2 – Other Liability – Claims-Made	61
Schedule P – Part 3I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft)	62
Schedule P – Part 3J – Auto Physical Damage	62
Schedule P – Part 3K – Fidelity/Surety	62
Schedule P – Part 3L – Other (Including Credit, Accident and Health)	62
Schedule P – Part 3M – International	62
Schedule P – Part 3N – Reinsurance – Nonproportional Assumed Property	63
Schedule P – Part 3O – Reinsurance – Nonproportional Assumed Liability	63
Schedule P – Part 3P – Reinsurance – Nonproportional Assumed Financial Lines	63
Schedule P – Part 3R – Section 1 – Products Liability – Occurrence	64
Schedule P – Part 3R – Section 2 – Products Liability – Claims-Made	64
Schedule P – Part 3S – Financial Guaranty/Mortgage Guaranty	64
Schedule P – Part 3T – Warranty	64
Schedule P – Part 4A – Homeowners/Farmowners	65
Schedule P – Part 4B – Private Passenger Auto Liability/Medical	65
Schedule P – Part 4C – Commercial Auto/Truck Liability/Medical	65
Schedule P – Part 4D – Workers’ Compensation (Excluding Excess Workers’ Compensation)	65
Schedule P – Part 4E – Commercial Multiple Peril	65
Schedule P – Part 4F – Section 1 – Medical Professional Liability – Occurrence	66
Schedule P – Part 4F – Section 2 – Medical Professional Liability – Claims-Made	66
Schedule P – Part 4G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	66
Schedule P – Part 4H – Section 1 – Other Liability – Occurrence	66
Schedule P – Part 4H – Section 2 – Other Liability – Claims-Made	66
Schedule P – Part 4I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft)	67
Schedule P – Part 4J – Auto Physical Damage	67
Schedule P – Part 4K – Fidelity/Surety	67
Schedule P – Part 4L – Other (Including Credit, Accident and Health)	67
Schedule P – Part 4M – International	67
Schedule P – Part 4N – Reinsurance – Nonproportional Assumed Property	68
Schedule P – Part 4O – Reinsurance – Nonproportional Assumed Liability	68
Schedule P – Part 4P – Reinsurance – Nonproportional Assumed Financial Lines	68
Schedule P – Part 4R – Section 1 – Products Liability – Occurrence	69
Schedule P – Part 4R – Section 2 – Products Liability – Claims-Made	69

# ALPHABETICAL INDEX

## ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 4S – Financial Guaranty/Mortgage Guaranty	69
Schedule P – Part 4T – Warranty	69
Schedule P – Part 5A – Homeowners/Farmowners	70
Schedule P – Part 5B – Private Passenger Auto Liability/Medical	71
Schedule P – Part 5C – Commercial Auto/Truck Liability/Medical	72
Schedule P – Part 5D – Workers’ Compensation (Excluding Excess Workers’ Compensation)	73
Schedule P – Part 5E – Commercial Multiple Peril	74
Schedule P – Part 5F – Medical Professional Liability – Claims-Made	76
Schedule P – Part 5F – Medical Professional Liability – Occurrence	75
Schedule P – Part 5H – Other Liability – Claims-Made	78
Schedule P – Part 5H – Other Liability – Occurrence	77
Schedule P – Part 5R – Products Liability – Claims-Made	80
Schedule P – Part 5R – Products Liability – Occurrence	79
Schedule P – Part 5T – Warranty	81
Schedule P – Part 6C – Commercial Auto/Truck Liability/Medical	82
Schedule P – Part 6D – Workers’ Compensation (Excluding Excess Workers’ Compensation)	82
Schedule P – Part 6E – Commercial Multiple Peril	83
Schedule P – Part 6H – Other Liability – Claims-Made	84
Schedule P – Part 6H – Other Liability – Occurrence	83
Schedule P – Part 6M – International	84
Schedule P – Part 6N – Reinsurance – Nonproportional Assumed Property	85
Schedule P – Part 6O – Reinsurance – Nonproportional Assumed Liability	85
Schedule P – Part 6R – Products Liability – Claims-Made	86
Schedule P – Part 6R – Products Liability – Occurrence	86
Schedule P – Part 7A – Primary Loss Sensitive Contracts	87
Schedule P – Part 7B – Reinsurance Loss Sensitive Contracts	89
Schedule P Interrogatories	91
Schedule T – Exhibit of Premiums Written	92
Schedule T – Part 2 – Interstate Compact	93
Schedule Y – Information Concerning Activities of Insurer Members of a Holding Company Group	94
Schedule Y - Detail of Insurance Holding Company System	95
Schedule Y – Part 2 – Summary of Insurer’s Transactions With Any Affiliates	96
Statement of Income	4
Summary Investment Schedule	SI01
Supplemental Exhibits and Schedules Interrogatories	97
Underwriting and Investment Exhibit Part 1	6
Underwriting and Investment Exhibit Part 1A	7
Underwriting and Investment Exhibit Part 1B	8
Underwriting and Investment Exhibit Part 2	9
Underwriting and Investment Exhibit Part 2A	10
Underwriting and Investment Exhibit Part 3	11

