



# QUARTERLY STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CONDITION AND AFFAIRS OF THE **National Mortgage Reinsurance Inc One**

|   |   |  |
|---|---|--|
| NAIC Group Code <u>4760</u> , <u>4760</u><br><small>(current period) (prior period)</small>                       | NAIC Company Code <u>13758</u>  | Employer's ID Number <u>27-1439373</u> |
| Organized under the Laws of <u>Wisconsin</u> ,  | State of Domicile or Port of Entry <u>Wisconsin</u>   |  |
| Country of Domicile <u>United States of America</u>   |   |  |
| Incorporated/Organized <u>06/30/2009</u>  | Commenced Business <u>05/04/2013</u>  |  |
| Statutory Home Office <u>8040 Excelsior Drive, Suite 200</u><br><small>(Street and Number)</small>                | <u>Madison, WI, US 53717</u><br><small>(City or Town, State, Country and Zip Code)</small>    |  |
| Main Administrative Office <u>2100 Powell Street, 12th Floor</u><br><small>(Street and Number)</small>            | <u>Emeryville, CA, US 94608</u><br><small>(City or Town, State, Country and Zip Code)</small> |  |
|   | <u>(855)873-2584</u><br><small>(Area Code)(Telephone Number)</small>                          |  |
| Mail Address <u>2100 Powell Street, 12th Floor</u><br><small>(Street and Number)</small>                          | <u>Emeryville, CA, US 94608</u><br><small>(City or Town, State, Country and Zip Code)</small> |  |
| Primary Location of Books and Records <u>2100 Powell Street, 12th Floor</u><br><small>(Street and Number)</small> | <u>Emeryville, CA, US 94608</u><br><small>(City or Town, State, Country and Zip Code)</small> |  |
|   | <u>(855)873-2584</u><br><small>(Area Code)(Telephone Number)</small>                          |  |
| Internet Website Address <u>www.nationalmi.com</u>  |   |  |
| Statutory Statement Contact <u>Christine M Econome</u><br><small>(Name)</small>                                   | <u>(510)858-0466</u><br><small>(Area Code)(Telephone Number)</small>                          |  |
| <u>christine.econome@nationalmi.com</u><br><small>(E-Mail Address)</small>  | <u>(510)225-3832</u><br><small>(Fax Number)</small>   |  |

## OFFICERS

| Name                   | Title                     |
|------------------------|---------------------------|
| Bradley M Shuster      | Chief Executive Officer   |
| William J Leatherberry | Chief Legal Officer       |
| Glenn M Farrell        | Chief Financial Officer   |
| Claudia J Merkle       | Chief Operating Officer # |

## VICE- PRESIDENTS

|  |   |
|--|---|
| Patrick L Mathis, EVP, Chief Risk Officer<br>Norman P Fitzgerald, SVP, Field Sales<br>Michael J Dirrane, Senior Managing Director, Chief Sales Officer #<br>Robert H Fore III, SVP, Controller<br>Mary L Sharp, SVP, Chief Human Resources Officer # | Mark N Daly, SVP, National Accounts #<br>Christopher G Brunetti, SVP, General Counsel and Secretary<br>Laura E Amato, SVP, Information Technology<br>Robert O Smith, SVP, Pricing and Portfolio Analytics |
|--|---|

## DIRECTORS OR TRUSTEES

|  |  |
|--|--|
| Patrick L Mathis<br>Bradley M Shuster<br>Glenn M Farrell | Claudia J Merkle<br>William J Leatherberry |
|--|--|

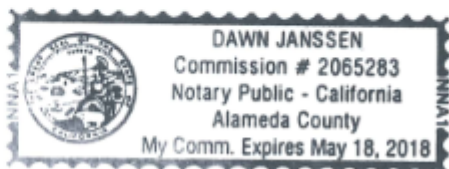
State of California  
County of Alameda ss

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.

|   |   |   |
|---|---|---|
| <br>_____<br>(Signature)<br>Bradley M Shuster<br>(Printed Name)<br>1.<br>Chief Executive Officer<br>(Title) | <br>_____<br>(Signature)<br>Christopher G Brunetti<br>(Printed Name)<br>2.<br>SVP, General Counsel and Secretary<br>(Title) | <br>_____<br>(Signature)<br>Glenn M Farrell<br>(Printed Name)<br>3.<br>Chief Financial Officer<br>(Title) |
|---|---|---|

Subscribed and sworn to before me this 8 day of November, 2016  
  
  
 \_\_\_\_\_  
 (Notary Public Signature)

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



**ASSETS**

|   | Current Statement Date |                            |  | 4<br>December 31<br>Prior Year Net<br>Admitted Assets |
|---|------------------------|----------------------------|--|---|
|   | 1<br>Assets            | 2<br>Nonadmitted<br>Assets | 3<br>Net Admitted<br>Assets<br>(Cols. 1 - 2) |   |
| 1. Bonds .....  | 36,082,382             |                            | 36,082,382                                   | 31,117,176  |
| 2. Stocks:  |                        |                            |  |   |
| 2.1 Preferred stocks .....  |                        |                            |  |   |
| 2.2 Common stocks .....   |                        |                            |  |   |
| 3. Mortgage loans on real estate:   |                        |                            |  |   |
| 3.1 First liens .....   |                        |                            |  |   |
| 3.2 Other than first liens .....  |                        |                            |  |   |
| 4. Real estate:   |                        |                            |  |   |
| 4.1 Properties occupied by the company (less \$.....0<br>encumbrances) .....  |                        |                            |  |   |
| 4.2 Properties held for the production of income (less \$.....0<br>encumbrances) .....  |                        |                            |  |   |
| 4.3 Properties held for sale (less \$.....0 encumbrances) .....   |                        |                            |  |   |
| 5. Cash (\$.....1,961,408), cash equivalents (\$.....0) and short-term<br>investments (\$.....7,818,860) .....  | 9,780,268              |                            | 9,780,268                                    | 8,507,907   |
| 6. Contract loans (including \$.....0 premium notes) .....  |                        |                            |  |   |
| 7. Derivatives .....  |                        |                            |  |   |
| 8. Other invested assets .....  |                        |                            |  |   |
| 9. Receivables for securities .....   |                        |                            |  |   |
| 10. Securities lending reinvested collateral assets .....   |                        |                            |  |   |
| 11. Aggregate write-ins for invested assets .....   |                        |                            |  |   |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) .....   | 45,862,650             |                            | 45,862,650                                   | 39,625,083  |
| 13. Title plants less \$.....0 charged off (for Title insurers only) .....  |                        |                            |  |   |
| 14. Investment income due and accrued .....   | 172,095                |                            | 172,095                                      | 121,619   |
| 15. Premiums and considerations:  |                        |                            |  |   |
| 15.1 Uncollected premiums and agents' balances in the course of<br>collection .....   | 22,725                 |                            | 22,725                                       | 1,154,845   |
| 15.2 Deferred premiums, agents' balances and installments booked<br>but deferred and not yet due (including \$.....0 earned but<br>unbilled premiums) ..... |                        |                            |  |   |
| 15.3 Accrued retrospective premiums (\$.....0) and contracts<br>subject to redetermination (\$.....0) .....   |                        |                            |  |   |
| 16. Reinsurance:  |                        |                            |  |   |
| 16.1 Amounts recoverable from reinsurers .....  |                        |                            |  |   |
| 16.2 Funds held by or deposited with reinsured companies .....  |                        |                            |  |   |
| 16.3 Other amounts receivable under reinsurance contracts .....   |                        |                            |  |   |
| 17. Amounts receivable relating to uninsured plans .....  |                        |                            |  |   |
| 18.1 Current federal and foreign income tax recoverable and interest thereon .....  |                        |                            |  |   |
| 18.2 Net deferred tax asset .....   |                        |                            |  |   |
| 19. Guaranty funds receivable or on deposit .....   |                        |                            |  |   |
| 20. Electronic data processing equipment and software .....   |                        |                            |  |   |
| 21. Furniture and equipment, including health care delivery assets<br>(\$.....0) .....  |                        |                            |  |   |
| 22. Net adjustments in assets and liabilities due to foreign exchange rates .....   |                        |                            |  |   |
| 23. Receivables from parent, subsidiaries and affiliates .....  |                        |                            |  |   |
| 24. Health care (\$.....0) and other amounts receivable .....   |                        |                            |  |   |
| 25. Aggregate write-ins for other-than-invested assets .....  |                        |                            |  |   |
| 26. TOTAL assets excluding Separate Accounts, Segregated Accounts and<br>Protected Cell Accounts (Lines 12 to 25) .....                                     | 46,057,470             |                            | 46,057,470                                   | 40,901,547  |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell<br>Accounts .....  |                        |                            |  |   |
| 28. TOTAL (Lines 26 and 27) .....   | 46,057,470             |                            | 46,057,470                                   | 40,901,547  |
| <b>DETAILS OF WRITE-INS</b>   |                        |                            |  |   |
| 1101. ....  |                        |                            |  |   |
| 1102. ....  |                        |                            |  |   |
| 1103. ....  |                        |                            |  |   |
| 1198. Summary of remaining write-ins for Line 11 from overflow page .....   |                        |                            |  |   |
| 1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above) .....  |                        |                            |  |   |
| 2501. ....  |                        |                            |  |   |
| 2502. ....  |                        |                            |  |   |
| 2503. ....  |                        |                            |  |   |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....   |                        |                            |  |   |
| 2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....  |                        |                            |  |   |

**LIABILITIES, SURPLUS AND OTHER FUNDS**

|   | 1<br>Current<br>Statement Date | 2<br>December 31,<br>Prior Year |
|---|--------------------------------|---------------------------------|
| 1. Losses (current accident year \$.....160,004) .....  | 179,349                        | 69,774                          |
| 2. Reinsurance payable on paid losses and loss adjustment expenses .....  |                                |                                 |
| 3. Loss adjustment expenses .....   | 4,070                          |                                 |
| 4. Commissions payable, contingent commissions and other similar charges .....  |                                |                                 |
| 5. Other expenses (excluding taxes, licenses and fees) .....  |                                |                                 |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....  |                                |                                 |
| 7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)) .....  |                                |                                 |
| 7.2 Net deferred tax liability .....  |                                |                                 |
| 8. Borrowed money \$.....0 and interest thereon \$.....0 .....  |                                |                                 |
| 9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$.....0 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act) ..... | 246,195                        | 8,600,910                       |
| 10. Advance premium .....   |                                |                                 |
| 11. Dividends declared and unpaid:  |                                |                                 |
| 11.1 Stockholders .....   |                                |                                 |
| 11.2 Policyholders .....  |                                |                                 |
| 12. Ceded reinsurance premiums payable (net of ceding commissions) .....  |                                |                                 |
| 13. Funds held by company under reinsurance treaties .....  |                                |                                 |
| 14. Amounts withheld or retained by company for account of others .....   |                                |                                 |
| 15. Remittances and items not allocated .....   |                                |                                 |
| 16. Provision for reinsurance (including \$.....0 certified) .....  |                                |                                 |
| 17. Net adjustments in assets and liabilities due to foreign exchange rates .....   |                                |                                 |
| 18. Drafts outstanding .....  |                                |                                 |
| 19. Payable to parent, subsidiaries and affiliates .....  | 12,371,582                     | 448,575                         |
| 20. Derivatives .....   |                                |                                 |
| 21. Payable for securities .....  |                                | 3,210,331                       |
| 22. Payable for securities lending .....  |                                |                                 |
| 23. Liability for amounts held under uninsured plans .....  |                                |                                 |
| 24. Capital notes \$.....0 and interest thereon \$.....0 .....  |                                |                                 |
| 25. Aggregate write-ins for liabilities .....   | 6,531,371                      | 3,659,915                       |
| 26. TOTAL liabilities excluding protected cell liabilities (Lines 1 through 25) .....   | 19,332,567                     | 15,989,505                      |
| 27. Protected cell liabilities .....  |                                |                                 |
| 28. TOTAL liabilities (Lines 26 and 27) .....   | 19,332,567                     | 15,989,505                      |
| 29. Aggregate write-ins for special surplus funds .....   |                                |                                 |
| 30. Common capital stock .....  | 3,500,000                      | 3,500,000                       |
| 31. Preferred capital stock .....   |                                |                                 |
| 32. Aggregate write-ins for other than special surplus funds .....  |                                |                                 |
| 33. Surplus notes .....   |                                |                                 |
| 34. Gross paid in and contributed surplus .....   | 24,429,464                     | 24,429,464                      |
| 35. Unassigned funds (surplus) .....  | (1,204,561)                    | (3,017,422)                     |
| 36. Less treasury stock, at cost:   |                                |                                 |
| 36.1 .....0 shares common (value included in Line 30 \$.....0) .....  |                                |                                 |
| 36.2 .....0 shares preferred (value included in Line 31 \$.....0) .....   |                                |                                 |
| 37. Surplus as regards policyholders (Lines 29 to 35, less 36) .....  | 26,724,903                     | 24,912,042                      |
| 38. TOTALS (Page 2, Line 28, Col. 3) .....  | 46,057,470                     | 40,901,547                      |
| <b>DETAILS OF WRITE-INS</b>   |                                |                                 |
| 2501. Statutory Contingency Reserve .....   | 6,531,371                      | 3,659,915                       |
| 2502. ....  |                                |                                 |
| 2503. ....  |                                |                                 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....   |                                |                                 |
| 2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....  | 6,531,371                      | 3,659,915                       |
| 2901. ....  |                                |                                 |
| 2902. ....  |                                |                                 |
| 2903. ....  |                                |                                 |
| 2998. Summary of remaining write-ins for Line 29 from overflow page .....   |                                |                                 |
| 2999. TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above) .....  |                                |                                 |
| 3201. ....  |                                |                                 |
| 3202. ....  |                                |                                 |
| 3203. ....  |                                |                                 |
| 3298. Summary of remaining write-ins for Line 32 from overflow page .....   |                                |                                 |
| 3299. TOTALS (Lines 3201 through 3203 plus 3298) (Line 32 above) .....  |                                |                                 |

**STATEMENT OF INCOME**

|   | 1<br>Current Year<br>to Date | 2<br>Prior Year<br>to Date | 3<br>Prior Year Ended<br>December 31 |
|---|------------------------------|----------------------------|--------------------------------------|
| <b>UNDERWRITING INCOME</b>  |                              |                            |                                      |
| 1. Premiums earned  |                              |                            |                                      |
| 1.1 Direct (written \$.....0)   |                              |                            |                                      |
| 1.2 Assumed (written \$.....2,611,803)  | 5,742,911                    | 2,130,166                  | 3,588,367                            |
| 1.3 Ceded (written \$.....0)  |                              |                            |                                      |
| 1.4 Net (written \$.....2,611,803)  | 5,742,911                    | 2,130,166                  | 3,588,367                            |
| <b>DEDUCTIONS:</b>  |                              |                            |                                      |
| 2. Losses incurred (current accident year \$.....160,004)   |                              |                            |                                      |
| 2.1 Direct  |                              |                            |                                      |
| 2.2 Assumed   | 130,326                      | 40,698                     | 71,163                               |
| 2.3 Ceded   |                              |                            |                                      |
| 2.4 Net   | 130,326                      | 40,698                     | 71,163                               |
| 3. Loss adjustment expenses incurred  | 4,070                        |                            |                                      |
| 4. Other underwriting expenses incurred   | (184,187)                    | 1,287,517                  | 2,130,029                            |
| 5. Aggregate write-ins for underwriting deductions  | 2,871,456                    | 1,065,083                  | 2,204,229                            |
| 6. TOTAL underwriting deductions (Lines 2 through 5)  | 2,821,665                    | 2,393,298                  | 4,405,421                            |
| 7. Net income of protected cells  |                              |                            |                                      |
| 8. Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)   | 2,921,246                    | (263,132)                  | (817,054)                            |
| <b>INVESTMENT INCOME</b>  |                              |                            |                                      |
| 9. Net investment income earned   | 499,443                      | 146,277                    | 216,299                              |
| 10. Net realized capital gains (losses) less capital gains tax of \$.....(2,407)  | 2,486                        | (614)                      | (4,024)                              |
| 11. Net investment gain (loss) (Lines 9 + 10)   | 501,929                      | 145,663                    | 212,275                              |
| <b>OTHER INCOME</b>   |                              |                            |                                      |
| 12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0)                             |                              |                            |                                      |
| 13. Finance and service charges not included in premiums  |                              |                            |                                      |
| 14. Aggregate write-ins for miscellaneous income  |                              |                            |                                      |
| 15. TOTAL other income (Lines 12 through 14)  |                              |                            |                                      |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)     | 3,423,175                    | (117,469)                  | (604,779)                            |
| 17. Dividends to policyholders  |                              |                            |                                      |
| 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) | 3,423,175                    | (117,469)                  | (604,779)                            |
| 19. Federal and foreign income taxes incurred   | 1,610,314                    | 605,942                    | 1,031,336                            |
| 20. Net income (Line 18 minus Line 19) (to Line 22)   | 1,812,861                    | (723,411)                  | (1,636,115)                          |
| <b>CAPITAL AND SURPLUS ACCOUNT</b>  |                              |                            |                                      |
| 21. Surplus as regards policyholders, December 31 prior year  | 24,912,042                   | 13,618,693                 | 13,618,693                           |
| 22. Net income (from Line 20)   | 1,812,861                    | (723,411)                  | (1,636,115)                          |
| 23. Net transfers (to) from Protected Cell accounts   |                              |                            |                                      |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....0   |                              |                            |                                      |
| 25. Change in net unrealized foreign exchange capital gain (loss)   |                              |                            |                                      |
| 26. Change in net deferred income tax   |                              |                            |                                      |
| 27. Change in nonadmitted assets  |                              |                            |                                      |
| 28. Change in provision for reinsurance   |                              |                            |                                      |
| 29. Change in surplus notes   |                              |                            |                                      |
| 30. Surplus (contributed to) withdrawn from Protected cells   |                              |                            |                                      |
| 31. Cumulative effect of changes in accounting principles   |                              |                            |                                      |
| 32. Capital changes:  |                              |                            |                                      |
| 32.1 Paid in  |                              |                            |                                      |
| 32.2 Transferred from surplus (Stock Dividend)  |                              |                            |                                      |
| 32.3 Transferred to surplus   |                              |                            |                                      |
| 33. Surplus adjustments:  |                              |                            |                                      |
| 33.1 Paid in  |                              | 3,000,000                  | 12,929,464                           |
| 33.2 Transferred to capital (Stock Dividend)  |                              |                            |                                      |
| 33.3 Transferred from capital   |                              |                            |                                      |
| 34. Net remittances from or (to) Home Office  |                              |                            |                                      |
| 35. Dividends to stockholders   |                              |                            |                                      |
| 36. Change in treasury stock  |                              |                            |                                      |
| 37. Aggregate write-ins for gains and losses in surplus   |                              |                            |                                      |
| 38. Change in surplus as regards policyholders (Lines 22 through 37)  | 1,812,861                    | 2,276,589                  | 11,293,349                           |
| 39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)   | 26,724,903                   | 15,895,282                 | 24,912,042                           |
| <b>DETAILS OF WRITE-INS</b>   |                              |                            |                                      |
| 0501. Change in Statutory Contingency Reserve   | 2,871,456                    | 1,065,083                  | 2,204,229                            |
| 0502.   |                              |                            |                                      |
| 0503.   |                              |                            |                                      |
| 0598. Summary of remaining write-ins for Line 5 from overflow page  |                              |                            |                                      |
| 0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)   | 2,871,456                    | 1,065,083                  | 2,204,229                            |
| 1401.   |                              |                            |                                      |
| 1402.   |                              |                            |                                      |
| 1403.   |                              |                            |                                      |
| 1498. Summary of remaining write-ins for Line 14 from overflow page   |                              |                            |                                      |
| 1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)  |                              |                            |                                      |
| 3701.   |                              |                            |                                      |
| 3702.   |                              |                            |                                      |
| 3703.   |                              |                            |                                      |
| 3798. Summary of remaining write-ins for Line 37 from overflow page   |                              |                            |                                      |
| 3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)  |                              |                            |                                      |

**CASH FLOW**

|   | 1<br>Current<br>Year<br>To Date | 2<br>Prior<br>Year<br>To Date | 3<br>Prior<br>Year Ended<br>December 31 |
|---|---------------------------------|-------------------------------|---|
| <b>Cash from Operations</b>   |                                 |                               |   |
| 1. Premiums collected net of reinsurance .....  | (1,479,684)                     | 5,811,753                     | 9,977,366                               |
| 2. Net investment income .....  | 441,391                         | 158,094                       | 164,844                                 |
| 3. Miscellaneous income .....   |                                 |                               |   |
| 4. TOTAL (Lines 1 to 3) .....   | (1,038,293)                     | 5,969,847                     | 10,142,210                              |
| 5. Benefit and loss related payments .....  | 20,751                          |                               | 8,385                                   |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....                        |                                 |                               |   |
| 7. Commissions, expenses paid and aggregate write-ins for deductions .....  | 2,687,269                       | 2,352,600                     | 4,334,258                               |
| 8. Dividends paid to policyholders .....  |                                 |                               |   |
| 9. Federal and foreign income taxes paid (recovered) net of \$(2,407) tax on capital gains (losses) .....           | 1,607,907                       | 605,743                       | 1,031,635                               |
| 10. TOTAL (Lines 5 through 9) .....   | 4,315,927                       | 2,958,343                     | 5,374,278                               |
| 11. Net cash from operations (Line 4 minus Line 10) .....   | (5,354,220)                     | 3,011,504                     | 4,767,932                               |
| <b>Cash from Investments</b>  |                                 |                               |   |
| 12. Proceeds from investments sold, matured or repaid:  |                                 |                               |   |
| 12.1 Bonds .....  | 1,820,666                       | 923,298                       | 1,067,453                               |
| 12.2 Stocks .....   |                                 |                               |   |
| 12.3 Mortgage loans .....   |                                 |                               |   |
| 12.4 Real estate .....  |                                 |                               |   |
| 12.5 Other invested assets .....  |                                 |                               |   |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....                               |                                 |                               |   |
| 12.7 Miscellaneous proceeds .....   |                                 |                               | 3,210,331                               |
| 12.8 TOTAL investment proceeds (Lines 12.1 to 12.7) .....   | 1,820,666                       | 923,298                       | 4,277,784                               |
| 13. Cost of investments acquired (long-term only):  |                                 |                               |   |
| 13.1 Bonds .....  | 6,778,217                       | 5,495,627                     | 13,655,865                              |
| 13.2 Stocks .....   |                                 |                               |   |
| 13.3 Mortgage loans .....   |                                 |                               |   |
| 13.4 Real estate .....  |                                 |                               |   |
| 13.5 Other invested assets .....  |                                 |                               |   |
| 13.6 Miscellaneous applications .....   | 3,210,331                       |                               |   |
| 13.7 TOTAL investments acquired (Lines 13.1 to 13.6) .....  | 9,988,548                       | 5,495,627                     | 13,655,865                              |
| 14. Net increase (or decrease) in contract loans and premium notes .....  |                                 |                               |   |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....   | (8,167,882)                     | (4,572,329)                   | (9,378,081)                             |
| <b>Cash from Financing and Miscellaneous Sources</b>  |                                 |                               |   |
| 16. Cash provided (applied):  |                                 |                               |   |
| 16.1 Surplus notes, capital notes .....   |                                 |                               |   |
| 16.2 Capital and paid in surplus, less treasury stock .....   |                                 | 3,000,000                     | 3,000,000                               |
| 16.3 Borrowed funds .....   |                                 |                               |   |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities .....                                   |                                 |                               |   |
| 16.5 Dividends to stockholders .....  |                                 |                               |   |
| 16.6 Other cash provided (applied) .....  | 14,794,463                      | 1,060,708                     | 2,433,817                               |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6) ..... | 14,794,463                      | 4,060,708                     | 5,433,817                               |
| <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) .....           | 1,272,361                       | 2,499,883                     | 823,668                                 |
| 19. Cash, cash equivalents and short-term investments:  |                                 |                               |   |
| 19.1 Beginning of year .....  | 8,507,907                       | 7,684,239                     | 7,684,239                               |
| 19.2 End of period (Line 18 plus Line 19.1) .....   | 9,780,268                       | 10,184,122                    | 8,507,907                               |

**Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:**

|         |  |  |  |  |
|---------|--|--|--|--|
| 20.0001 |  |  |  |  |
|---------|--|--|--|--|

# Notes to Financial Statement

## 1. Summary of Significant Accounting Policies

### A. Accounting Practices

The financial statements of National Mortgage Reinsurance Inc One (“Re One” or the “Company”), are presented on the basis of accounting practices prescribed or permitted by the Wisconsin Office of the Commissioner of Insurance (“Wisconsin OCI”).

The Wisconsin OCI recognizes only statutory accounting practices prescribed or permitted by the State of Wisconsin for determining and reporting the financial condition and results of operations of an insurance company and for determining its solvency under the Wisconsin Insurance Statutes. The National Association of Insurance Commissioners’ (“NAIC”) *Accounting Practices and Procedures* manual, version effective January 1, 2001, (“NAIC SAP”) has been adopted as a component of prescribed or permitted practices by the State of Wisconsin. The state of Wisconsin has adopted certain prescribed accounting practices that differ from those found in NAIC SAP. Specifically, Wisconsin domiciled companies record changes in the contingency reserve through the income statement as an underwriting deduction. In NAIC SAP, changes in the contingency reserve are recorded directly to unassigned surplus.

The Wisconsin Commissioner of Insurance (the “Commissioner”) has the right to permit other specific practices that deviate from prescribed practices.

A reconciliation of net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Wisconsin is shown below:

|  | <u>State of<br/>Domicile</u> | <u>Nine months ended<br/>September 30, 2016</u> | <u>Year ended<br/>December 31, 2015</u> |
|--|------------------------------|---|---|
| Net Income/(Loss)  |                              |   |   |
| (1) State basis (Page 4, Line 20, Columns 1 & 3)                 | WI                           | \$ 1,812,861                                    | \$ (1,636,115)                          |
| (2) State prescribed practices that increase/(decrease) NAIC SAP |                              |   |   |
| Change in contingency reserves                                   | WI                           | (2,871,456)                                     | (2,204,229)                             |
| (3) NAIC SAP (1 - 2 = 3)   | WI                           | <u>\$ 4,684,317</u>                             | <u>\$ 568,114</u>                       |
| <br>SURPLUS  |                              |   |   |
| (4) State basis (Page 3, Line 37, Columns 1 & 2)                 | WI                           | \$ 26,724,903                                   | \$ 24,912,042                           |
| (5) State prescribed practices that increase/(decrease) NAIC SAP |                              | —   | —                                       |
| (6) NAIC SAP (4 - 5 = 6)   | WI                           | <u>\$ 26,724,903</u>                            | <u>\$ 24,912,042</u>                    |

### B. Use of Estimates in the Preparation of the Financial Statements

No significant change from year end 2015.

### C. Accounting Policy

The Company uses the following accounting policies:

(1) - (5) No significant change from year end 2015.

(6) Loan-backed securities are valued using the retrospective method and are stated at amortized cost or fair value in accordance with their NAIC designation.

(7) - (13) No significant change from year end 2015.

## 2. Accounting Changes and Corrections of Errors

No significant change from year end 2015.

## 3. Business Combinations and Goodwill

No significant change from year end 2015.

## 4. Discontinued Operations

No significant change from year end 2015.

## 5. Investments

### A. Mortgage Loans, Including Mezzanine Real Estate Loans

No significant change from year end 2015.

### B. Debt Restructuring

**Notes to Financial Statement**

No significant change from year end 2015.

## C. Reverse Mortgages

No significant change from year end 2015.

## D. Loan-Backed Securities

(1) The Company uses widely accepted models for prepayment assumptions in valuing loan-backed securities with inputs from major third party data providers. The Company's investment policy expressly prohibits investments in mortgage-backed securities not backed by the full faith and credit of the U.S. Government, however it permits investment in other loan-backed securities including: auto loan, credit card, student loan and other highly rated loan-backed securities.

(2) The Company has not recognized any other-than-temporary impairments.

(3) The Company has not recognized any other-than-temporary impairments.

(4) All impaired loan-backed securities (fair value is less than cost or amortized cost) for which an other than temporary impairment has not been recognized in earnings as a realized loss:

(a) The aggregate amount of unrealized losses:

|                        |    |         |
|------------------------|----|---------|
| 1. Less than 12 Months | \$ | (2,255) |
| 2. 12 Months or Longer |    | (4,416) |

(b) The aggregate related fair value of securities with unrealized losses:

|                        |    |         |
|------------------------|----|---------|
| 1. Less than 12 Months | \$ | 806,575 |
| 2. 12 Months or Longer |    | 829,353 |

(5) Management regularly reviews the value of the Company's investments. If the value of any investment falls below its cost basis, the decline is analyzed to determine whether it is an other-than-temporary decline in value. To make this determination for each security, the Company considers its intent to sell the security and whether it is more likely than not that the Company would be required to sell the security before recovery, extent and duration of the decline, failure of the issuer to make scheduled interest or principal payments, change in rating below investment grade and adverse conditions specifically related to the security, an industry, or a geographic area.

Based on that analysis, management makes a judgment as to whether the loss is other-than-temporary. If the loss is other-than-temporary, an impairment charge is recorded within net realized capital gains (losses) in the statement of income in the period the determination is made. No other-than-temporary impairments were recognized for the quarter ended September 30, 2016.

## E. Repurchase Agreements and/or Securities Lending Transactions

No significant change from year end 2015.

## F. Real Estate

No significant change from year end 2015.

## G. Low-income housing tax credits ("LIHTC")

No significant change from year end 2015.

## H. Restricted Assets

No significant change from year end 2015.

## I. Working Capital Finance Investments

No significant change from year end 2015.

## J. Offsetting and Netting of Assets and Liabilities

No significant change from year end 2015.

## K. Structured Notes

No significant changes from year end 2015.

## Notes to Financial Statement

### 6. Joint Ventures, Partnerships and Limited Liability Companies

No significant change from year end 2015.

### 7. Investment Income

No significant change from year end 2015.

### 8. Derivative Instruments

No significant change from year end 2015.

### 9. Income Taxes

No significant change from year end 2015.

### 10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

#### A. Nature of Relationships

No significant change from year end 2015.

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

The Company did not have any transactions greater than 1/2% of its admitted assets for the quarter ended September 30, 2016.

#### C. Change in Terms of Intercompany Arrangements

In September 2016, the Company received approval from the State of Wisconsin for the amendment of the Reinsurance Agreement with its affiliate company National Mortgage Reinsurance Inc. One. As a result, the Reinsurance Agreement was modified in the third quarter of 2016 to reduce the risk ceded to ReOne.

In September 2016, the Company also received approval from the State of Wisconsin for the amendment of the Tax Sharing Agreement. The Tax Sharing Agreement by and among NMI Holdings, Inc., National Mortgage Insurance Corporation, National Mortgage Reinsurance Inc. One, and NMI Services Inc. was amended and restated during the third quarter of 2016.

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

As of September 30, 2016, the Company reported \$1,646,959 and \$10,701,898 due to affiliate companies NMIH and NMIC, respectively, compared to \$448,575 and \$0 due to NMIH and NMIC on December 31, 2015, respectively.

#### E. Guarantees or Undertaking for Related Parties

No significant change from year end 2015.

#### F. Management, Service contracts, Cost Sharing Arrangements

No significant change from year end 2015.

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

No significant change from year end 2015.

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

No significant change from year end 2015.

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

No significant change from year end 2015.

#### J. Write downs for Impairment of Investments in Affiliates

No significant change from year end 2015.

#### K. Foreign Subsidiary Valued Using CARVM

No significant change from year end 2015.

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



## Notes to Financial Statement

No significant change from year end 2015.

M. SCA Investments

No significant change from year end 2015.

N. A reporting entity that reports an investment in an insurance SCA

No significant change from year end 2015.

### 11. Debt

A. Debt, including capital notes

No significant change from year end 2015.

B. Funding Agreements with the Federal Home Loan Bank (“FHLB”)

The Company has no funding agreements with the FHLB.

### 12. Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Post-Retirement Benefit Plans

A. Defined Benefit Plan

The Company has no defined benefit plans.

B. Narrative Description of Investment Policies and Strategies

No significant change from year end 2015.

C. Fair Value of Each Class of Plan Assets

No significant change from year end 2015.

D. Basis Used to Determine Overall Expected Long Term Rate of Return on Assets

No significant change from year end 2015.

E. Defined Contribution Plans

No significant change from year end 2015.

F. Multiemployer Plans

No significant change from year end 2015.

G. Consolidated/Holding Company Plans

No significant change from year end 2015.

H. Postemployment Benefits and Compensated Absences

No significant change from year end 2015.

I. Impact of Medicare Modernization Act on Postretirement Benefits

No significant change from year end 2015.

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

A. Outstanding Shares

No significant change from year end 2015.

B. Dividend Rate of Preferred Stock

No significant change from year end 2015.

C. Dividend Restrictions

## Notes to Financial Statement

The Company's ability to pay dividends to its parent is limited by state insurance laws of the State of Wisconsin. Wisconsin law provides that the Company may pay out dividends without the prior approval of the Commissioner (“ordinary dividends”) in an amount, when added to other shareholder distributions made in the prior 12 months, not to exceed the lesser of (a) 10% of the insurer's surplus as regards to policyholders as of the prior December 31, or (b) its net income (excluding realized capital gains) for the twelve month period ending December 31 of the immediately preceding calendar year. In determining net income, an insurer may carry forward net income from the previous two calendar years that has not already been paid out as a dividend. Dividends that exceed this amount are “extraordinary dividends”, which require prior approval of the Commissioner. California prohibits dividends except from undivided profits remaining on hand over and above its paid-in capital, paid-in surplus and contingency reserves. Additionally, statutory minimum capital requirements may limit the amount of dividend that the Company may pay.

**D. Dates and Amounts of Dividends Paid**

No significant change from year end 2015.

**E. Amount of Ordinary Dividends That May Be Paid**

No significant change from year end 2015.

**F. Restrictions of Unassigned Funds**

No significant change from year end 2015.

**G. Mutual Surplus Advance**

No significant change from year end 2015.

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

No significant change from year end 2015.

**I. Changes in Special Surplus Funds**

No significant change from year end 2015.

**J. Changes in Unassigned Funds**

No significant change from year end 2015.

**K. Surplus Notes**

No significant change from year end 2015.

**L. The Impact of any Restatement due to Prior Quasi-Reorganizations**

No significant change from year end 2015.

**M. The Effective Date(s) of all Quasi-Reorganizations in the Prior 10 Years**

No significant change from year end 2015.

**14. Contingencies**

No significant change from year end 2015.

**15. Leases**

No significant change from year end 2015.

**16. Information About Financial Instruments with Off-Balance-Sheet Risk and Financial Instruments with Concentrations of Credit Risk**

No significant change from year end 2015.

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

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

No significant change from year end 2015.

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

## Notes to Financial Statement

The Company had no transfer or servicing of financial assets during the nine months ended September 30, 2016.

### C. Wash Sales

The Company had no wash sales involving transactions for securities with a NAIC designation of 3 or below, or unrated during the nine months ended September 30, 2016.

### 18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

No significant change from year end 2015.

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

No significant change from year end 2015.

### 20. Fair Value Measurements

#### A. Inputs Used for Assets and Liabilities at Fair Value

The Company does not measure and report any assets or liabilities at fair value in the statement of financial position after initial recognition.

#### B. Other Fair Value Disclosures

Not Applicable.

#### C. Fair Values for All Financial Instruments by Levels 1, 2, and 3

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments. The fair values are also categorized into the three- levels as described below.

As of September 30, 2016

| Type of Financial Instrument                       | Fair Value           | Admitted Value       | Level 1              | Level 2              | Level 3     | Not Practicable (Carrying Value) |
|--|----------------------|----------------------|----------------------|----------------------|-------------|----------------------------------|
| <b>Financial instruments - assets</b>              |                      |                      |                      |                      |             |                                  |
| Bonds  | \$ 36,798,518        | \$ 36,082,382        | \$ 9,830,475         | \$ 26,968,043        | \$ —        | —                                |
| Preferred stocks                                   | —                    | —                    | —                    | —                    | —           | —                                |
| Common stocks                                      | —                    | —                    | —                    | —                    | —           | —                                |
| Mortgage loans                                     | —                    | —                    | —                    | —                    | —           | —                                |
| Cash, cash equivalents and short- term investments | 9,780,268            | 9,780,268            | 9,780,268            | —                    | —           | —                                |
| Other  | —                    | —                    | —                    | —                    | —           | —                                |
| <b>Total assets</b>                                | <b>\$ 46,578,786</b> | <b>\$ 45,862,650</b> | <b>\$ 19,610,743</b> | <b>\$ 26,968,043</b> | <b>\$ —</b> | <b>—</b>                         |
| <b>Financial instruments - liabilities</b>         |                      |                      |                      |                      |             |                                  |
| <b>Total liabilities</b>                           | <b>\$ —</b>          | <b>\$ —</b>          | <b>\$ —</b>          | <b>\$ —</b>          | <b>\$ —</b> | <b>—</b>                         |

The following describes the valuation techniques used by the Company to determine the fair value of financial instruments held as of September 30, 2016:

The Company established a fair value hierarchy by prioritizing the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under this standard are described below:

- Level 1 - Quoted prices in Active Markets for Identical Assets and Liabilities. This category includes cash and US Treasury Securities. Unadjusted quoted prices for identical assets or liabilities in active markets that are accessible at the measurement date for identical assets or liabilities;
- Level 2 - Significant Other Observable Inputs. This category is for items measured at fair value on a recurring basis, including common stock, which are not exchange-traded. Prices or valuations based on observable inputs other than quoted prices in active markets for identical assets and liabilities; and
- Level 3 - Significant Unobservable Inputs. Unobservable inputs that are significant to the fair value of the assets or liabilities. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation. The Company has no assets or liabilities in this category.

**Notes to Financial Statement**

The level of market activity used to determine the fair value hierarchy is based on the availability of observable inputs market participants would use to price an asset or a liability, including market value price observations.

## D. Reasons Not Practical to Estimate Fair Values

Not Applicable.

**21. Other Items**

## A. Extraordinary Items

No significant change from year end 2015.

## B. Troubled Debt Restructuring: Debtors

No significant change from year end 2015.

## C. Other Disclosures and Unusual Items

No significant change from year end 2015.

## D. Business Interruption Insurance Recoveries

No significant change from year end 2015.

## E. State Transferable and Non-transferable Tax Credits

No significant change from year end 2015.

## F. Subprime Mortgage Related Risk Exposure

No significant change from year end 2015.

## G. Offsetting and Netting of Assets and Liabilities

The Company has no derivative, repurchase or reverse repurchase, or securities borrowing and securities lending assets and liabilities which are offset and reported net.

## H. Joint and Several Liabilities

The Company has no joint and several liabilities.

**22. Events Subsequent**

The Company has considered subsequent events through November 4, 2016.

**23. Reinsurance**

## A. Unsecured Reinsurance Recoverable - None

## B. Reinsurance Recoverables in Dispute - None.

## C. Reinsurance Assumed and Ceded

(1) The maximum amount of return commission that would have been due reinsurers if they or the Company had cancelled the reinsurance agreement as of September 30, 2016, with the return of unearned premium reserves is as follows:

| As of September 30, 2016<br>Type of Financial Instrument | Assumed Reinsurance       |                             | Ceded Reinsurance         |                             | Net                       |                             |
|--|---------------------------|-----------------------------|---------------------------|-----------------------------|---------------------------|-----------------------------|
|  | (1)<br>Premium<br>Reserve | (2)<br>Commission<br>Equity | (3)<br>Premium<br>Reserve | (4)<br>Commission<br>Equity | (5)<br>Premium<br>Reserve | (6)<br>Commission<br>Equity |
| a. Affiliates  | \$ 246,195                | \$ 49,239                   | \$ —                      | \$ —                        | \$ 246,195                | \$ 49,239                   |
| b. All Other   | —                         | —                           | —                         | —                           | —                         | —                           |
| c. Total   | 246,195                   | 49,239                      | —                         | —                           | 246,195                   | 49,239                      |

## d. Direct Unearned Premium Reserve- None

(2) The additional or return commission, predicted on loss experience or on any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements - None.

## (3) Protected Cells - None.

## **Notes to Financial Statement**

### **24. Retrospectively Rated Contracts & Contracts Subject to Redetermination**

A.-E. No significant change from year end 2015.

F. **Risk-Sharing Provisions of the Affordable Care Act (“ACA”)**

The Company does not write any accident or health insurance and therefore is not subject to the ACA risk-sharing provisions.

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

The Company solely acts in the capacity of a mortgage guaranty reinsurer to NMIC. The Company incurred claims and claim adjustment expenses of \$134,396 and \$40,698 for the nine months ended September 30, 2016 and 2015, respectively. There was a \$30,021 favorable prior year development during the nine months ended September 30, 2016. Reserves remaining as of September 30, 2016 for prior years are \$19,415 following re-estimation of unpaid claims and claim adjustment expenses. The increase in loss reserves at the end of the period is generally the result of loan defaults in the current year. Original loss reserve estimates are increased or decreased as additional information becomes known regarding individual claims.

Consistent with NMIC, the Company’s practice is to establish claim reserves only for loans in default. A loan is not considered to be in default for claim reserve purposes until NMIC receives notice from the servicer that a borrower has failed to make two consecutive regularly scheduled payments and is at least sixty days in default. The Company also reserves for claims incurred but not yet reported. However, and consistent with the industry, the Company does not establish claim reserves for anticipated future claims on insured loans that are not currently in default. The Company does not adjust premiums on policies currently in-force based on past claim activity.

### **26. Intercompany Pooling Arrangements**

No significant change from year end 2015.

### **27. Structured Settlements**

No significant change from year end 2015.

### **28. Health Care Receivables**

No significant change from year end 2015.

### **29. Participating Policies**

No significant change from year end 2015.

### **30. Premium Deficiency Reserves**

No significant change from year end 2015.

### **31. High Deductibles**

No significant change from year end 2015.

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

No significant change from year end 2015.

### **33. Asbestos/Environmental Reserves**

No significant change from year end 2015.

### **34. Subscriber Savings Accounts**

No significant change from year end 2015.

### **35. Multiple Peril Crop Insurance**

No significant change from year end 2015.

### **36. Financial Guaranty Insurance**

The Company is a monoline mortgage guaranty reinsurer and does not engage in the business of financial guaranty insurance.

# GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes[X] No[ ]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes[X] No[ ] N/A[ ]
  
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes[ ] No[X]
- 2.2 If yes, date of change: .....
  
- 3.1 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[ ]  
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes[ ] No[X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes:
  
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes[ ] No[X]
- 4.2 If yes, provide the name of 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<br>Name of Entity | 2<br>NAIC Company Code | 3<br>State of Domicile |
|---------------------|------------------------|------------------------|
| .....               | .....                  | .....                  |

- 5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes[ ] No[ ] N/A[X]  
If yes, attach an explanation.
  
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. ..... 06/30/2012 .....
- 6.2 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. ..... 06/30/2012 .....
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). ..... 10/23/2012 .....
- 6.4 By what department or departments?  
Wisconsin Office of the Commissioner of Insurance
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes[ ] No[ ] N/A[X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[ ] No[ ] N/A[X]
  
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes[ ] No[X]
- 7.2 If yes, give full information
  
- 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 below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

| 1<br>Affiliate Name | 2<br>Location (City, State) | 3<br>FRB     | 4<br>OCC     | 5<br>FDIC    | 6<br>SEC     |
|---------------------|-----------------------------|--------------|--------------|--------------|--------------|
| .....               | .....                       | Yes[ ] No[X] | Yes[ ] No[X] | Yes[ ] No[X] | Yes[ ] No[X] |

- 9.1 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.
- 9.11 If the response to 9.1 is No, please explain: Yes[X] No[ ]
- 9.2 Has the code of ethics for senior managers been amended? Yes[X] No[ ]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).  
In September 2016, the Company revised its Business Conduct and Ethics Policy to incorporate whistleblower immunity notice provisions to align the Company's policy with the newly enacted federal Defend Trade Secrets Act.
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes[ ] No[X]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

## FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[ ] No[X]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ ..... 0

## INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes[ ] No[X]
- 11.2 If yes, give full and complete information relating thereto:
  
- 12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ ..... 0

## GENERAL INTERROGATORIES (Continued)

### INVESTMENT

13. Amount of real estate and mortgages held in short-term investments: \$ ..... 0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [ ] No [X]

14.2 If yes, please complete the following:

|  | 1<br>Prior Year-End<br>Book/Adjusted<br>Carrying Value | 2<br>Current Quarter<br>Book/Adjusted<br>Carrying Value |
|--|--|---|
| 14.21 Bonds .....  |  |   |
| 14.22 Preferred Stock .....  |  |   |
| 14.23 Common Stock .....   |  |   |
| 14.24 Short-Term Investments .....   |  |   |
| 14.25 Mortgages Loans on Real Estate .....   |  |   |
| 14.26 All Other .....  |  |   |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal<br>Lines 14.21 to 14.26) ..... |  |   |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26<br>above .....                       |  |   |

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [ ] No [X]  
 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?  
 If no, attach a description with this statement. Yes [ ] No [ ] N/A [X]

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:

|  |            |
|--|------------|
| 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2                   | \$ ..... 0 |
| 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 | \$ ..... 0 |
| 16.3 Total payable for securities lending reported on the liability page                                       | \$ ..... 0 |

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

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

| 1<br>Name of Custodian(s)   | 2<br>Custodian Address                               |
|-----------------------------|--|
| Wells Fargo Bank, N.A. .... | 600 California Street, San Francisco, CA 94108 ..... |

17.2 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<br>Name(s) | 2<br>Location(s) | 3<br>Complete Explanation(s) |
|--------------|------------------|------------------------------|
|              |                  |                              |

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [ ] No [X]

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

| 1<br>Old Custodian | 2<br>New Custodian | 3<br>Date<br>of Change | 4<br>Reason |
|--------------------|--------------------|------------------------|-------------|
|                    |                    |                        |             |

17.5 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<br>Central Registration<br>Depository | 2<br>Name(s)                                | 3<br>Address                                     |
|---|---|--|
| 104973 .....                            | Wells Capital Management Incorporated ..... | 525 Market Street, San Francisco, CA 94105 ..... |
| 105108 .....                            | First Republic Securities Co., LLC .....    | 111 Pine Street, San Francisco, CA 94111 .....   |

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes [X] No [ ]

18.2 If no, list exceptions:

## GENERAL INTERROGATORIES

### PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change?  
If yes, attach an explanation. Yes[ ] No[ ] N/A[X]
2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?  
If yes, attach an explanation. Yes[ ] No[X]
- 3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes[ ] No[X]  
3.2 If yes, give full and complete information thereto
- 4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see annual statement instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes[ ] No[X]  
4.2 If yes, complete the following schedule:

| 1<br>Line of Business | 2<br>Maximum Interest | 3<br>Discount Rate | TOTAL DISCOUNT     |                 |           |            | DISCOUNT TAKEN DURING PERIOD |                 |            |             |
|-----------------------|-----------------------|--------------------|--------------------|-----------------|-----------|------------|------------------------------|-----------------|------------|-------------|
|                       |                       |                    | 4<br>Unpaid Losses | 5<br>Unpaid LAE | 6<br>IBNR | 7<br>TOTAL | 8<br>Unpaid Losses           | 9<br>Unpaid LAE | 10<br>IBNR | 11<br>TOTAL |
| 04.2999 Total .....   |                       |                    |                    |                 |           |            |                              |                 |            |             |

5. Operating Percentages:  
 5.1 A&H loss percent ..... 0.000%  
 5.2 A&H cost containment percent ..... 0.000%  
 5.3 A&H expense percent excluding cost containment expenses ..... 0.000%
- 6.1 Do you act as a custodian for health savings accounts? Yes[ ] No[X]  
 6.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ ..... 0  
 6.3 Do you act as an administrator for health savings accounts? Yes[ ] No[X]  
 6.4 If yes, please provide the balance of the funds administered as of the reporting date. \$ ..... 0



**SCHEDULE F - CEDED REINSURANCE**  
**Showing all new reinsurers - Current Year to Date**

| 1<br>NAIC<br>Company<br>Code | 2<br>ID Number | 3<br>Name of<br>Reinsurer | 4<br>Domiciliary<br>Jurisdiction | 5<br>Type of<br>Reinsurer | 6<br>Certified<br>Reinsurer Rating<br>(1 through 6) | 7<br>Effective Date<br>of Certified<br>Reinsurer Rating |
|------------------------------|----------------|---------------------------|----------------------------------|---------------------------|---|---|
|                              |                |                           | <b>NONE</b>                      |                           |   |   |
|                              |                |                           |                                  |                           |   |   |

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

**Current Year to Date - Allocated by States and Territories**

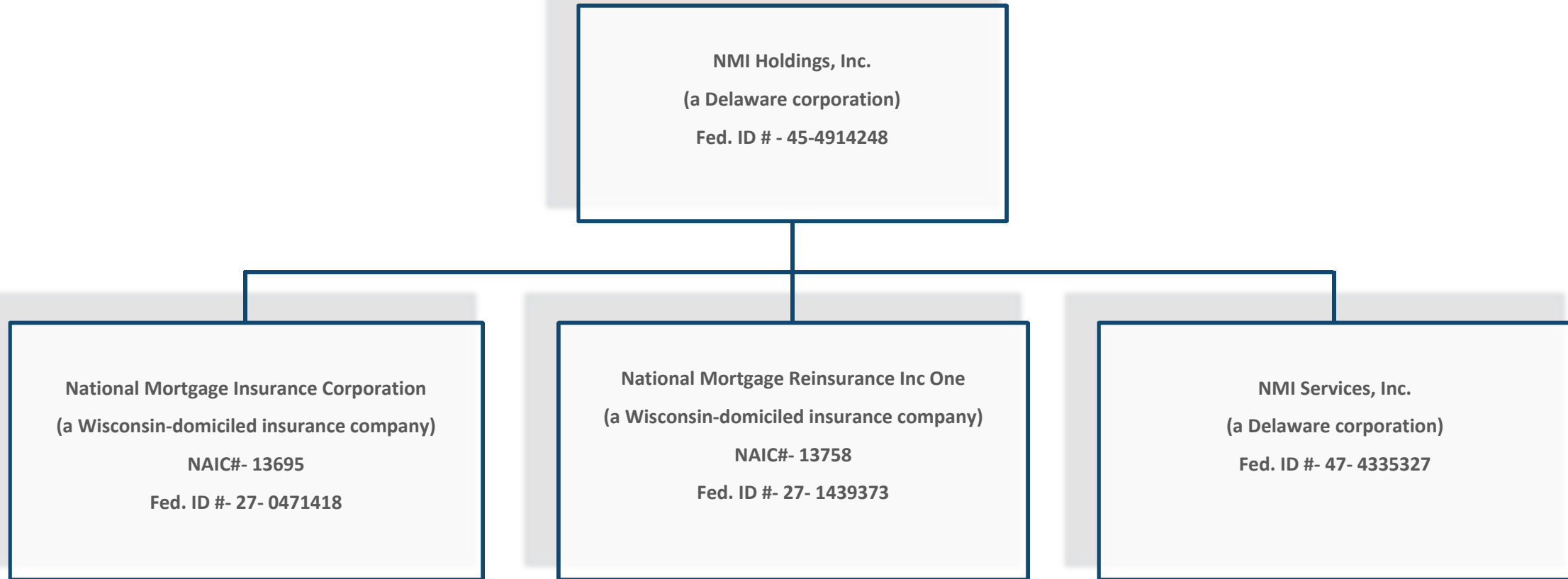
| States, etc.  | 1<br>Active Status | Direct Premiums Written      |                            | Direct Losses Paid (Deducting Salvage) |                            | Direct Losses Unpaid         |                            |
|---|--------------------|------------------------------|----------------------------|--|----------------------------|------------------------------|----------------------------|
|   |                    | 2<br>Current Year<br>To Date | 3<br>Prior Year<br>To Date | 4<br>Current Year<br>To Date           | 5<br>Prior Year<br>To Date | 6<br>Current Year<br>To Date | 7<br>Prior Year<br>To Date |
| 1. Alabama (AL)   | N                  |                              |                            |  |                            |                              |                            |
| 2. Alaska (AK)  | N                  |                              |                            |  |                            |                              |                            |
| 3. Arizona (AZ)   | N                  |                              |                            |  |                            |                              |                            |
| 4. Arkansas (AR)  | N                  |                              |                            |  |                            |                              |                            |
| 5. California (CA)  | L                  |                              |                            |  |                            |                              |                            |
| 6. Colorado (CO)  | N                  |                              |                            |  |                            |                              |                            |
| 7. Connecticut (CT)   | N                  |                              |                            |  |                            |                              |                            |
| 8. Delaware (DE)  | N                  |                              |                            |  |                            |                              |                            |
| 9. District of Columbia (DC)  | N                  |                              |                            |  |                            |                              |                            |
| 10. Florida (FL)  | N                  |                              |                            |  |                            |                              |                            |
| 11. Georgia (GA)  | N                  |                              |                            |  |                            |                              |                            |
| 12. Hawaii (HI)   | N                  |                              |                            |  |                            |                              |                            |
| 13. Idaho (ID)  | N                  |                              |                            |  |                            |                              |                            |
| 14. Illinois (IL)   | N                  |                              |                            |  |                            |                              |                            |
| 15. Indiana (IN)  | N                  |                              |                            |  |                            |                              |                            |
| 16. Iowa (IA)   | N                  |                              |                            |  |                            |                              |                            |
| 17. Kansas (KS)   | N                  |                              |                            |  |                            |                              |                            |
| 18. Kentucky (KY)   | N                  |                              |                            |  |                            |                              |                            |
| 19. Louisiana (LA)  | N                  |                              |                            |  |                            |                              |                            |
| 20. Maine (ME)  | N                  |                              |                            |  |                            |                              |                            |
| 21. Maryland (MD)   | N                  |                              |                            |  |                            |                              |                            |
| 22. Massachusetts (MA)  | N                  |                              |                            |  |                            |                              |                            |
| 23. Michigan (MI)   | N                  |                              |                            |  |                            |                              |                            |
| 24. Minnesota (MN)  | N                  |                              |                            |  |                            |                              |                            |
| 25. Mississippi (MS)  | N                  |                              |                            |  |                            |                              |                            |
| 26. Missouri (MO)   | N                  |                              |                            |  |                            |                              |                            |
| 27. Montana (MT)  | N                  |                              |                            |  |                            |                              |                            |
| 28. Nebraska (NE)   | N                  |                              |                            |  |                            |                              |                            |
| 29. Nevada (NV)   | N                  |                              |                            |  |                            |                              |                            |
| 30. New Hampshire (NH)  | N                  |                              |                            |  |                            |                              |                            |
| 31. New Jersey (NJ)   | N                  |                              |                            |  |                            |                              |                            |
| 32. New Mexico (NM)   | N                  |                              |                            |  |                            |                              |                            |
| 33. New York (NY)   | N                  |                              |                            |  |                            |                              |                            |
| 34. North Carolina (NC)   | N                  |                              |                            |  |                            |                              |                            |
| 35. North Dakota (ND)   | N                  |                              |                            |  |                            |                              |                            |
| 36. Ohio (OH)   | N                  |                              |                            |  |                            |                              |                            |
| 37. Oklahoma (OK)   | N                  |                              |                            |  |                            |                              |                            |
| 38. Oregon (OR)   | N                  |                              |                            |  |                            |                              |                            |
| 39. Pennsylvania (PA)   | N                  |                              |                            |  |                            |                              |                            |
| 40. Rhode Island (RI)   | N                  |                              |                            |  |                            |                              |                            |
| 41. South Carolina (SC)   | N                  |                              |                            |  |                            |                              |                            |
| 42. South Dakota (SD)   | N                  |                              |                            |  |                            |                              |                            |
| 43. Tennessee (TN)  | N                  |                              |                            |  |                            |                              |                            |
| 44. Texas (TX)  | N                  |                              |                            |  |                            |                              |                            |
| 45. Utah (UT)   | N                  |                              |                            |  |                            |                              |                            |
| 46. Vermont (VT)  | N                  |                              |                            |  |                            |                              |                            |
| 47. Virginia (VA)   | N                  |                              |                            |  |                            |                              |                            |
| 48. Washington (WA)   | N                  |                              |                            |  |                            |                              |                            |
| 49. West Virginia (WV)  | N                  |                              |                            |  |                            |                              |                            |
| 50. Wisconsin (WI)  | L                  |                              |                            |  |                            |                              |                            |
| 51. Wyoming (WY)  | N                  |                              |                            |  |                            |                              |                            |
| 52. American Samoa (AS)   | N                  |                              |                            |  |                            |                              |                            |
| 53. Guam (GU)   | N                  |                              |                            |  |                            |                              |                            |
| 54. Puerto Rico (PR)  | N                  |                              |                            |  |                            |                              |                            |
| 55. U.S. Virgin Islands (VI)  | N                  |                              |                            |  |                            |                              |                            |
| 56. Northern Mariana Islands (MP)                                   | N                  |                              |                            |  |                            |                              |                            |
| 57. Canada (CAN)  | N                  |                              |                            |  |                            |                              |                            |
| 58. Aggregate other alien (OT)                                      | X X X              |                              |                            |  |                            |                              |                            |
| 59. Totals  | (a). 2             |                              |                            |  |                            |                              |                            |
| <b>DETAILS OF WRITE-INS</b>   |                    |                              |                            |  |                            |                              |                            |
| 58001   | X X X              |                              |                            |  |                            |                              |                            |
| 58002   | X X X              |                              |                            |  |                            |                              |                            |
| 58003   | X X X              |                              |                            |  |                            |                              |                            |
| 58998 Summary of remaining write-ins for Line 58 from overflow page | X X X              |                              |                            |  |                            |                              |                            |
| 58999 TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above) | X X X              |                              |                            |  |                            |                              |                            |

(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.

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

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

Q11



## SCHEDULE Y

### PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1          | 2                | 3                 | 4          | 5            | 6          | 7  | 8   | 9                    | 10                               | 11   | 12   | 13   | 14   | 15 |
|------------|------------------|-------------------|------------|--------------|------------|--|---|----------------------|----------------------------------|--|--|--|--|----|
| Group Code | Group Name       | NAIC Company Code | ID Number  | FEDERAL RSSD | CIK        | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity / Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies) / Person(s) | *  |
| 4760       | NMI Holdings Grp | 00000             | 45-4914248 |              | 0001547903 | NASDAQ Global Market   | NMI Holdings, Inc.                          | DE                   | UIP                              | NMI Holdings, Inc.                               | Ownership  | 100.0                                      | NMI Holdings, Inc.                           |    |
| 4760       | NMI Holdings Grp | 13695             | 27-0471418 |              |            |  | National Mortgage Insurance Corporation     | WI                   | IA                               | NMI Holdings, Inc.                               | Ownership  | 100.0                                      | NMI Holdings, Inc.                           |    |
| 4760       | NMI Holdings Grp | 13758             | 27-1439373 |              |            |  | National Mortgage Reinsurance Inc One       | WI                   | RE                               | NMI Holdings, Inc.                               | Ownership  | 100.0                                      | NMI Holdings, Inc.                           |    |
| 4760       | NMI Holdings Grp | 00000             | 47-4335327 |              |            |  | NMI Services, Inc.                          | DE                   | UDP                              | NMI Holdings, Inc.                               | Ownership  | 100.0                                      | NMI Holdings, Inc.                           |    |

| Asterisk | Explanation |
|----------|-------------|
| 0000001  |             |

**PART 1 - LOSS EXPERIENCE**

| Line of Business  | Current Year to Date           |                                |                                | 4<br>Prior Year to Date<br>Direct Loss<br>Percentage |
|---|--------------------------------|--------------------------------|--------------------------------|--|
|   | 1<br>Direct Premiums<br>Earned | 2<br>Direct Losses<br>Incurred | 3<br>Direct<br>Loss Percentage |  |
| 1. Fire   |                                |                                |                                |  |
| 2. Allied lines   |                                |                                |                                |  |
| 3. Farmowners multiple peril  |                                |                                |                                |  |
| 4. Homeowners multiple peril  |                                |                                |                                |  |
| 5. Commercial multiple peril  |                                |                                |                                |  |
| 6. Mortgage guaranty  |                                |                                |                                |  |
| 8. Ocean marine   |                                |                                |                                |  |
| 9. Inland marine  |                                |                                |                                |  |
| 10. Financial guaranty  |                                |                                |                                |  |
| 11.1 Medical professional liability - occurrence                    |                                |                                |                                |  |
| 11.2 Medical professional liability - claims made                   |                                |                                |                                |  |
| 12. Earthquake  |                                |                                |                                |  |
| 13. Group accident and health                                       |                                |                                |                                |  |
| 14. Credit accident and health                                      |                                |                                |                                |  |
| 15. Other accident and health                                       |                                |                                |                                |  |
| 16. Workers' compensation   |                                |                                |                                |  |
| 17.1 Other liability - occurrence                                   |                                |                                |                                |  |
| 17.2 Other liability - claims made                                  |                                |                                |                                |  |
| 17.3 Excess Workers' Compensation                                   |                                |                                |                                |  |
| 18.1 Products liability - occurrence                                |                                |                                |                                |  |
| 18.2 Products liability - claims made                               |                                |                                |                                |  |
| 19.1 19.2 Private passenger auto liability                          |                                |                                |                                |  |
| 19.3 19.4 Commercial auto liability                                 |                                |                                |                                |  |
| 21. Auto physical damage  |                                |                                |                                |  |
| 22. Aircraft (all perils)   |                                |                                |                                |  |
| 23. Fidelity  |                                |                                |                                |  |
| 24. Surety  |                                |                                |                                |  |
| 26. Burglary and theft  |                                |                                |                                |  |
| 27. Boiler and machinery  |                                |                                |                                |  |
| 28. Credit  |                                |                                |                                |  |
| 29. International   |                                |                                |                                |  |
| 30. Warranty  |                                |                                |                                |  |
| 31. Reinsurance-Nonproportional Assumed Property                    | XXX                            | XXX                            | XXX                            | XXX  |
| 32. Reinsurance-Nonproportional Assumed Liability                   | XXX                            | XXX                            | XXX                            | XXX  |
| 33. Reinsurance-Nonproportional Assumed Financial Lines             | XXX                            | XXX                            | XXX                            | XXX  |
| 34. Aggregate write-ins for other lines of business                 |                                |                                |                                |  |
| 35. TOTALS  |                                |                                |                                |  |
| DETAILS OF WRITE-INS  |                                |                                |                                |  |
| 3401.   |                                |                                |                                |  |
| 3402.   |                                |                                |                                |  |
| 3403.   |                                |                                |                                |  |
| 3498. Summary of remaining write-ins for Line 34 from overflow page |                                |                                |                                |  |
| 3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)    |                                |                                |                                |  |

**NONE**

**PART 2 - DIRECT PREMIUMS WRITTEN**

| Line of Business  | 1                  | 2                       | 3                          |
|---|--------------------|-------------------------|----------------------------|
|   | Current<br>Quarter | Current<br>Year to Date | Prior Year<br>Year to Date |
| 1. Fire   |                    |                         |                            |
| 2. Allied lines   |                    |                         |                            |
| 3. Farmowners multiple peril  |                    |                         |                            |
| 4. Homeowners multiple peril  |                    |                         |                            |
| 5. Commercial multiple peril  |                    |                         |                            |
| 6. Mortgage guaranty  |                    |                         |                            |
| 8. Ocean marine   |                    |                         |                            |
| 9. Inland marine  |                    |                         |                            |
| 10. Financial guaranty  |                    |                         |                            |
| 11.1 Medical professional liability - occurrence                    |                    |                         |                            |
| 11.2 Medical professional liability - claims made                   |                    |                         |                            |
| 12. Earthquake  |                    |                         |                            |
| 13. Group accident and health                                       |                    |                         |                            |
| 14. Credit accident and health                                      |                    |                         |                            |
| 15. Other accident and health                                       |                    |                         |                            |
| 16. Workers' compensation   |                    |                         |                            |
| 17.1 Other liability - occurrence                                   |                    |                         |                            |
| 17.2 Other liability - claims made                                  |                    |                         |                            |
| 17.3 Excess Workers' Compensation                                   |                    |                         |                            |
| 18.1 Products liability - occurrence                                |                    |                         |                            |
| 18.2 Products liability - claims made                               |                    |                         |                            |
| 19.1 19.2 Private passenger auto liability                          |                    |                         |                            |
| 19.3 19.4 Commercial auto liability                                 |                    |                         |                            |
| 21. Auto physical damage  |                    |                         |                            |
| 22. Aircraft (all perils)   |                    |                         |                            |
| 23. Fidelity  |                    |                         |                            |
| 24. Surety  |                    |                         |                            |
| 26. Burglary and theft  |                    |                         |                            |
| 27. Boiler and machinery  |                    |                         |                            |
| 28. Credit  |                    |                         |                            |
| 29. International   |                    |                         |                            |
| 30. Warranty  |                    |                         |                            |
| 31. Reinsurance-Nonproportional Assumed Property                    | XXX                | XXX                     | XXX                        |
| 32. Reinsurance-Nonproportional Assumed Liability                   | XXX                | XXX                     | XXX                        |
| 33. Reinsurance-Nonproportional Assumed Financial Lines             | XXX                | XXX                     | XXX                        |
| 34. Aggregate write-ins for other lines of business                 |                    |                         |                            |
| 35. TOTALS  |                    |                         |                            |
| DETAILS OF WRITE-INS  |                    |                         |                            |
| 3401.   |                    |                         |                            |
| 3402.   |                    |                         |                            |
| 3403.   |                    |                         |                            |
| 3498. Summary of remaining write-ins for Line 34 from overflow page |                    |                         |                            |
| 3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)    |                    |                         |                            |

**NONE**

**PART 3 (000 omitted)**  
**LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE**

|  | 1   | 2   | 3  | 4  | 5  | 6  | 7   | 8  | 9                                    | 10   | 11   | 12   | 13   |
|--|---|---|--|--|--|--|---|--|--------------------------------------|--|--|--|--|
| Years in Which Losses Occurred                           | Prior Year-End Known Case Loss and LAE Reserves | Prior Year-End IBNR Loss and LAE Reserves | Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2) | 2016 Loss and LAE Payments on Claims Reported as of Prior Year-End | 2016 Loss and LAE Payments on Claims Unreported as of Prior Year-End | Total 2016 Loss and LAE Payments (Cols. 4 + 5) | Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End | Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End | Q.S. Date IBNR Loss and LAE Reserves | Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9) | Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1) | Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2) | Prior Year-End Total Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 11 + 12) |
| 1. 2013 + Prior .....                                    |   |   |  |  |  |  |   |  |                                      |  |  |  |  |
| 2. 2014 .....  | 5   |   | 5  |  |  |  |   |  |                                      |  | (5)  |  | (5)  |
| 3. Subtotals 2014 + Prior .....                          | 5   |   | 5  |  |  |  |   |  |                                      |  | (5)  |  | (5)  |
| 4. 2015 .....  | 60  | 5   | 65   | 21   |  | 21   | 19  |  |                                      | 19   | (20)   | (5)  | (25)   |
| 5. Subtotals 2015 + Prior .....                          | 65  | 5   | 70   | 21   |  | 21   | 19  |  |                                      | 19   | (25)   | (5)  | (30)   |
| 6. 2016 .....  | X X X   | X X X                                     | X X X  | X X X  |  |  | X X X   | 148  | 16                                   | 164  | X X X  | X X X  | X X X  |
| 7. Totals .....  | 65  | 5   | 70   | 21   |  | 21   | 19  | 148  | 16                                   | 183  | (25)   | (5)  | (30)   |
| 8. Prior Year-End Surplus As Regards Policyholders ..... |   |   |  |  |  |  |   |  |                                      |  | Col. 11, Line 7<br>As % of Col. 1<br>Line 7<br>1..... (38.462)   | Col. 12, Line 7<br>As % of Col. 2<br>Line 7<br>2..... (100.000)  | Col. 13, Line 7<br>As % of Col. 3<br>Line 7<br>3..... (42.857)                             |
|  |   |   |  |  |  |  |   |  |                                      |  |  |  | Col. 13, Line 7<br>Line 8<br>4.....  |

Q14

# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

|  | <u>RESPONSES</u> |
|--|------------------|
| 1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?                         | No               |
| 2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?                         | No               |
| 3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?                | No               |
| 4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement? | No               |

Explanations:

1. Not Applicable.
2. Not Applicable.
3. Not Applicable.
4. Not Applicable.

Bar Codes:

Trusteed Surplus Statement



Supplement A to Schedule T



Medicare Part D Coverage Supplement



Director and Officer Supplement







STATEMENT AS OF **September 30, 2016** OF THE **National Mortgage Reinsurance Inc One**  
**SCHEDULE A - VERIFICATION**

**Real Estate**

|  | 1<br>Year To Date | 2<br>Prior Year Ended<br>December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year .....   |                   |                                      |
| 2. Cost of acquired:   |                   |                                      |
| 2.1 Actual cost at time of acquisition .....   |                   |                                      |
| 2.2 Additional investment made after acquisition .....   |                   |                                      |
| 3. Current year change in encumbrances .....   |                   |                                      |
| 4. Total gain (loss) on disposals .....  |                   |                                      |
| 5. Deduct amounts received on disposals .....  |                   |                                      |
| 6. Total foreign exchange change in book/adjusted carrying value .....                                   |                   |                                      |
| 7. Deduct current year's other-than-temporary impairment recognized .....                                |                   |                                      |
| 8. Deduct current year's depreciation .....  |                   |                                      |
| 9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8) ..... |                   |                                      |
| 10. Deduct total nonadmitted amounts .....   |                   |                                      |
| 11. Statement value at end of current period (Line 9 minus Line 10) .....                                |                   |                                      |

**NONE**

**SCHEDULE B - VERIFICATION**

**Mortgage Loans**

|   | 1<br>Year To Date | 2<br>Prior Year Ended<br>December 31 |
|---|-------------------|--------------------------------------|
| 1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....   |                   |                                      |
| 2. Cost of acquired:  |                   |                                      |
| 2.1 Actual cost at time of acquisition .....  |                   |                                      |
| 2.2 Additional investment made after acquisition .....  |                   |                                      |
| 3. Capitalized deferred interest and other .....  |                   |                                      |
| 4. Accrual of discount .....  |                   |                                      |
| 5. Unrealized valuation increase (decrease) .....   |                   |                                      |
| 6. Total gain (loss) on disposals .....   |                   |                                      |
| 7. Deduct amounts received on disposals .....   |                   |                                      |
| 8. Deduct amortization of premium and mortgage interest points .....  |                   |                                      |
| 9. Total foreign exchange change in book value/recorded investment .....  |                   |                                      |
| 10. Deduct current year's other than temporary impairment recognized .....  |                   |                                      |
| 11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10) ..... |                   |                                      |
| 12. Total valuation allowance .....   |                   |                                      |
| 13. Subtotal (Line 11 plus Line 12) .....   |                   |                                      |
| 14. Deduct total nonadmitted amounts .....  |                   |                                      |
| 15. Statement value at end of current period (Line 13 minus Line 14) .....  |                   |                                      |

**NONE**

**SCHEDULE BA - VERIFICATION**

**Other Long-Term Invested Assets**

|  | 1<br>Year To Date | 2<br>Prior Year Ended<br>December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year .....   |                   |                                      |
| 2. Cost of acquired:   |                   |                                      |
| 2.1 Actual cost at time of acquisition .....   |                   |                                      |
| 2.2 Additional investment made after acquisition .....   |                   |                                      |
| 3. Capitalized deferred interest and other .....   |                   |                                      |
| 4. Accrual of discount .....   |                   |                                      |
| 5. Unrealized valuation increase (decrease) .....  |                   |                                      |
| 6. Total gain (loss) on disposals .....  |                   |                                      |
| 7. Deduct amounts received on disposals .....  |                   |                                      |
| 8. Deduct amortization of premium and depreciation .....   |                   |                                      |
| 9. Total foreign exchange change in book/adjusted carrying value .....   |                   |                                      |
| 10. Deduct current year's other than temporary impairment recognized .....                                     |                   |                                      |
| 11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10) ..... |                   |                                      |
| 12. Deduct total nonadmitted amounts .....   |                   |                                      |
| 13. Statement value at end of current period (Line 11 minus Line 12) .....                                     |                   |                                      |

**NONE**

**SCHEDULE D - VERIFICATION**

**Bonds and Stocks**

|   | 1<br>Year To Date | 2<br>Prior Year Ended<br>December 31 |
|---|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....                      | 31,117,176        | 8,634,255                            |
| 2. Cost of bonds and stocks acquired .....  | 6,778,217         | 23,585,329                           |
| 3. Accrual of discount .....  | 42,285            | 9,512                                |
| 4. Unrealized valuation increase (decrease) .....   |                   |                                      |
| 5. Total gain (loss) on disposals .....   | 79                | (3,725)                              |
| 6. Deduct consideration for bonds and stocks disposed of .....  | 1,820,666         | 1,067,453                            |
| 7. Deduct amortization of premium .....   | 34,709            | 40,742                               |
| 8. Total foreign exchange change in book/adjusted carrying value .....                                    |                   |                                      |
| 9. Deduct current year's other than temporary impairment recognized .....                                 |                   |                                      |
| 10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) ..... | 36,082,382        | 31,117,176                           |
| 11. Deduct total nonadmitted amounts .....  |                   |                                      |
| 12. Statement value at end of current period (Line 10 minus Line 11) .....                                | 36,082,382        | 31,117,176                           |

## SCHEDULE D - PART 1B

**Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation**

|   | 1  | 2   | 3   | 4   | 5  | 6   | 7  | 8  |
|---|--|---|---|---|--|---|--|--|
| NAIC Designation                        | Book/Adjusted<br>Carrying Value<br>Beginning of<br>Current Quarter | Acquisitions<br>During Current<br>Quarter | Dispositions<br>During Current<br>Quarter | Non-Trading<br>Activity During<br>Current Quarter | Book/Adjusted<br>Carrying Value<br>End of<br>First Quarter | Book/Adjusted<br>Carrying Value<br>End of<br>Second Quarter | Book/Adjusted<br>Carrying Value<br>End of<br>Third Quarter | Book/Adjusted<br>Carrying Value<br>December 31<br>Prior Year |
| <b>BONDS</b>                            |  |   |   |   |  |   |  |  |
| 1. NAIC 1 (a) .....                     | 36,781,146   | 4,591,065                                 | 622,841                                   | (719,734)   | 34,646,933   | 36,781,146  | 40,029,636   | 37,978,393   |
| 2. NAIC 2 (a) .....                     | 2,945,295  | 200,537                                   | 213                                       | 723,074   | 1,896,924  | 2,945,295   | 3,868,693  | 1,646,690  |
| 3. NAIC 3 (a) .....                     |  |   |   |   |  |   |  |  |
| 4. NAIC 4 (a) .....                     |  |   |   |   |  |   |  |  |
| 5. NAIC 5 (a) .....                     |  |   |   |   |  |   |  |  |
| 6. NAIC 6 (a) .....                     |  |   |   |   |  |   |  |  |
| 7. Total Bonds .....                    | 39,726,441   | 4,791,602                                 | 623,054                                   | 3,340   | 36,543,857   | 39,726,441  | 43,898,329   | 39,625,083   |
| <b>PREFERRED STOCK</b>                  |  |   |   |   |  |   |  |  |
| 8. NAIC 1 .....                         |  |   |   |   |  |   |  |  |
| 9. NAIC 2 .....                         |  |   |   |   |  |   |  |  |
| 10. NAIC 3 .....                        |  |   |   |   |  |   |  |  |
| 11. NAIC 4 .....                        |  |   |   |   |  |   |  |  |
| 12. NAIC 5 .....                        |  |   |   |   |  |   |  |  |
| 13. NAIC 6 .....                        |  |   |   |   |  |   |  |  |
| 14. Total Preferred Stock .....         |  |   |   |   |  |   |  |  |
| 15. Total Bonds & Preferred Stock ..... | 39,726,441   | 4,791,602                                 | 623,054                                   | 3,340   | 36,543,857   | 39,726,441  | 43,898,329   | 39,625,083   |

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....0; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

QSI02

**SCHEDULE DA - PART 1****Short - Term Investments**

|                       | 1<br>Book/Adjusted<br>Carrying<br>Value | 2<br>Par Value | 3<br>Actual<br>Cost | 4<br>Interest Collected<br>Year To Date | 5<br>Paid for Accrued<br>Interest<br>Year To Date |
|-----------------------|---|----------------|---------------------|---|---|
| 9199999. Totals ..... | 7,818,860                               | X X X          | 7,818,860           | 695                                     |   |

**SCHEDULE DA - Verification****Short-Term Investments**

|  | 1<br>Year To Date | 2<br>Prior Year Ended<br>December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year .....   | 8,507,907         | 7,684,239                            |
| 2. Cost of short-term investments acquired .....   | 9,350,940         | 10,326,991                           |
| 3. Accrual of discount .....   |                   |                                      |
| 4. Unrealized valuation increase (decrease) .....  |                   |                                      |
| 5. Total gain (loss) on disposals .....  |                   |                                      |
| 6. Deduct consideration received on disposals .....  | 10,039,987        | 9,503,323                            |
| 7. Deduct amortization of premium .....  |                   |                                      |
| 8. Total foreign exchange change in book/adjusted carrying value .....                                       |                   |                                      |
| 9. Deduct current year's other than temporary impairment recognized .....                                    |                   |                                      |
| 10. Book/adjusted carrying value at end of current period (Lines 1 + 2 +<br>3 + 4 + 5 - 6 - 7 + 8 - 9) ..... | 7,818,860         | 8,507,907                            |
| 11. Deduct total nonadmitted amounts .....   |                   |                                      |
| 12. Statement value at end of current period (Line 10 minus Line 11) .....                                   | 7,818,860         | 8,507,907                            |

**SI04 Schedule DB - Part A Verification ..... NONE**

**SI04 Schedule DB - Part B Verification ..... NONE**

**SI05 Schedule DB Part C Section 1 ..... NONE**

**SI06 Schedule DB Part C Section 2 ..... NONE**

**SI07 Schedule DB - Verification ..... NONE**

**SI08 Schedule E - Verification (Cash Equivalentents) ..... NONE**

**E01 Schedule A Part 2 . . . . . NONE**

**E01 Schedule A Part 3 . . . . . NONE**

**E02 Schedule B Part 2 . . . . . NONE**

**E02 Schedule B Part 3 . . . . . NONE**

**E03 Schedule BA Part 2 . . . . . NONE**

**E03 Schedule BA Part 3 . . . . . NONE**

## SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

| 1<br>CUSIP<br>Identification                               | 2<br>Description   | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of<br>Vendor | 6<br>Number of<br>Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for<br>Accrued<br>Interest and<br>Dividends | 10<br>NAIC<br>Designation<br>or Market<br>Indicator (a) |
|--|--|--------------|--------------------|------------------------|-----------------------------------|------------------|----------------|---|---|
| <b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b> |  |              |                    |                        |                                   |                  |                |   |   |
| 95058XAB4  | WENDYS FDG LLC 2015-1  |              | 09/21/2016         | BNP PARIBAS            | X X X                             | 200,537          | 198,000        | 247   | 2AM   |
| 3899999  | Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)   |              |                    |                        |                                   |                  |                |   |   |
|  |  |              |                    |                        | X X X                             | 200,537          | 198,000        | 247   | X X X   |
| 8399997  | Subtotal - Bonds - Part 3  |              |                    |                        |                                   |                  |                |   |   |
|  |  |              |                    |                        | X X X                             | 200,537          | 198,000        | 247   | X X X   |
| 8399998  | Summary Item from Part 5 for Bonds (N/A to Quarterly)            |              |                    |                        |                                   |                  |                |   |   |
|  |  |              |                    |                        | X X X                             | X X X            | X X X          | X X X   | X X X   |
| 8399999  | Subtotal - Bonds   |              |                    |                        |                                   |                  |                |   |   |
|  |  |              |                    |                        | X X X                             | 200,537          | 198,000        | 247   | X X X   |
| 8999998  | Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly) |              |                    |                        |                                   |                  |                |   |   |
|  |  |              |                    |                        | X X X                             | X X X            | X X X          | X X X   | X X X   |
| 9799998  | Summary Item from Part 5 for Common Stocks (N/A to Quarterly)    |              |                    |                        |                                   |                  |                |   |   |
|  |  |              |                    |                        | X X X                             | X X X            | X X X          | X X X   | X X X   |
| 9899999  | Subtotal - Preferred and Common Stocks                           |              |                    |                        |                                   |                  |                |   |   |
|  |  |              |                    |                        | X X X                             | X X X            | X X X          | X X X   | X X X   |
| 9999999  | Total - Bonds, Preferred and Common Stocks                       |              |                    |                        |                                   |                  |                |   |   |
|  |  |              |                    |                        | X X X                             | 200,537          | X X X          | 247   | X X X   |

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0.

# SCHEDULE D - PART 4

**Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of During the Current Quarter**

| 1<br>CUSIP<br>Identification   | 2<br>Description                   | 3<br>F<br>o<br>r<br>e<br>i<br>g<br>n<br>Date | 4<br>Disposal<br>Date | 5<br>Name of<br>Purchaser | 6<br>Number<br>of Shares<br>of Stock | 7<br>Consideration | 8<br>Par<br>Value | 9<br>Actual<br>Cost | 10<br>Prior Year<br>Book/<br>Adjusted<br>Carrying<br>Value | Change in Book/Adjusted Carrying Value                   |  |   |   |  | 16<br>Book/<br>Adjusted<br>Carrying Value<br>at Disposal<br>Date | 17<br>Foreign<br>Exchange<br>Gain (Loss)<br>on Disposal | 18<br>Realized<br>Gain (Loss)<br>on Disposal | 19<br>Total<br>Gain (Loss)<br>on Disposal | 20<br>Bond Interest/<br>Stock<br>Dividends<br>Received<br>During Year | 21<br>Stated<br>Contractual<br>Maturity<br>Date | 22<br>NAIC<br>Designation<br>or Market<br>Indicator (a) |       |       |
|--|------------------------------------|--|-----------------------|---------------------------|--------------------------------------|--------------------|-------------------|---------------------|--|--|--|---|---|--|--|---|--|---|---|---|---|-------|-------|
|  |                                    |  |                       |                           |                                      |                    |                   |                     |  | 11<br>Unrealized<br>Valuation<br>Increase/<br>(Decrease) | 12<br>Current Year's<br>(Amortization)/<br>Accretion | 13<br>Current Year's<br>Other Than<br>Temporary<br>Impairment<br>Recognized | 14<br>Total<br>Change in<br>B./A.C.V.<br>(11 + 12 - 13) | 15<br>Total<br>Foreign<br>Exchange<br>Change in<br>B./A.C.V. |  |   |  |   |   |   |   |       |       |
| <b>Bonds - U.S. Special Revenue, Special Assessment</b>                  |                                    |  |                       |                           |                                      |                    |                   |                     |  |  |  |   |   |  |  |   |  |   |   |   |   |       |       |
| 3133ECPJ7  | FEDERAL FARM CR BKS                |  | 09/13/2016            | CALLED @ 100.0000000      | X X X                                | 150,000            | 150,000           | 149,813             | 149,935  |  |  |   | 33  |  |  | 149,968   |  | 32  | 32  | 854   | 05/16/2017  | 1     |       |
| 3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment      |                                    |  |                       |                           | X X X                                | 150,000            | 150,000           | 149,813             | 149,935  |  |  |   | 33  |  |  | 149,968   |  | 32  | 32  | 854   | X X X   | X X X |       |
| <b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>               |                                    |  |                       |                           |                                      |                    |                   |                     |  |  |  |   |   |  |  |   |  |   |   |   |   |       |       |
| 125634AQ8  | CLI FDG V LLC 2014-2 144A          |  | 09/18/2016            | PRINCIPAL RECEIPT         | X X X                                | 25,210             | 25,210            | 23,494              |  |  |  |   |   |  | 25,210   |   |  |   |   | 309   | 10/18/2029  | 1FE   |       |
| 543190AA0  | LONGTRAIN LEASING III 2015-3 144A  |  | 09/15/2016            | PRINCIPAL RECEIPT         | X X X                                | 2,581              | 2,581             | 2,581               | 2,581  |  |  |   |   |  | 2,581  |   |  |   |   | 47  | 01/15/2045  | 1FE   |       |
| 80283FAE6  | SANTANDER DRIVE AUTO 2013-1        |  | 09/15/2016            | PRINCIPAL RECEIPT         | X X X                                | 36,220             | 36,220            | 36,383              | 36,246   |  |  |   | (26)  |  | 36,220   |   |  |   |   | 399   | 01/15/2019  | 1FE   |       |
| 80283GAE4  | SANTANDER DRIVE AUTO 2013-3        |  | 09/15/2016            | PRINCIPAL RECEIPT         | X X X                                | 47,665             | 47,665            | 47,506              | 47,582   |  |  |   | 83  |  | 47,665   |   |  |   |   | 529   | 04/15/2019  | 1FE   |       |
| 78447CAB6  | SLM PRIV ED LN TR 2012-D 144A      |  | 09/15/2016            | PRINCIPAL RECEIPT         | X X X                                | 17,466             | 17,466            | 18,432              | 17,754   |  |  |   | (288)   |  | 17,466   |   |  |   |   | 318   | 02/15/2046  | 1FE   |       |
| 78443CAZ7  | SLM PRIVATE ST LN TR 2003-C        |  | 09/15/2016            | PRINCIPAL RECEIPT         | X X X                                | 130,218            | 130,218           | 128,778             | 128,765  |  |  |   | 1,452   |  | 130,218  |   |  |   |   | 638   | 09/15/2020  | 1FE   |       |
| 83401LAB0  | SOFI PRFSSNAL LN PRGRM 2015-A 144A |  | 09/25/2016            | PRINCIPAL RECEIPT         | X X X                                | 9,889              | 9,889             | 9,888               | 9,887  |  |  |   | 2   |  | 9,889  |   |  |   |   | 148   | 03/25/2030  | 1FE   |       |
| 84474YAA4  | SOUTHWEST AIRLINES 2007-1          |  | 08/01/2016            | PRINCIPAL RECEIPT         | X X X                                | 2,840              | 2,840             | 3,369               | 3,232  |  |  |   | (392)   |  | 2,840  |   |  |   |   | 87  | 02/01/2024  | 1FE   |       |
| 95058XAB4  | WENDYS FDG LLC 2015-1              |  | 09/15/2016            | PRINCIPAL RECEIPT         | X X X                                | 213                | 213               | 213                 | 213  |  |  |   |   |  | 213  |   |  |   |   | 4   | 06/15/2045  | 2AM   |       |
| 3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)   |                                    |  |                       |                           | X X X                                | 272,302            | 272,301           | 270,644             | 246,260  |  |  |   | 2,547   |  | 272,302  |   |  |   |   | 2,479   | X X X   | X X X |       |
| 8399997 Subtotal - Bonds - Part 4  |                                    |  |                       |                           | X X X                                | 422,302            | 422,301           | 420,457             | 396,195  |  |  |   | 2,580   |  | 422,270  |   |  |   | 32  | 32  | 3,333   | X X X | X X X |
| 8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)            |                                    |  |                       |                           | X X X                                | X X X              | X X X             | X X X               | X X X  |  |  |   | X X X   |  | X X X  |   | X X X  |   | X X X   | X X X   | X X X   | X X X | X X X |
| 8399999 Subtotal - Bonds   |                                    |  |                       |                           | X X X                                | 422,302            | 422,301           | 420,457             | 396,195  |  |  |   | 2,580   |  | 422,270  |   |  |   | 32  | 32  | 3,333   | X X X | X X X |
| 8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly) |                                    |  |                       |                           | X X X                                | X X X              | X X X             | X X X               | X X X  |  |  |   | X X X   |  | X X X  |   | X X X  |   | X X X   | X X X   | X X X   | X X X | X X X |
| 9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)    |                                    |  |                       |                           | X X X                                | X X X              | X X X             | X X X               | X X X  |  |  |   | X X X   |  | X X X  |   | X X X  |   | X X X   | X X X   | X X X   | X X X | X X X |
| 9899999 Subtotal - Preferred and Common Stocks                           |                                    |  |                       |                           | X X X                                | X X X              | X X X             | X X X               | X X X  |  |  |   | X X X   |  | X X X  |   | X X X  |   | X X X   | X X X   | X X X   | X X X | X X X |
| 9999999 Total - Bonds, Preferred and Common Stocks                       |                                    |  |                       |                           | X X X                                | 422,302            | X X X             | 420,457             | 396,195  |  |  |   | 2,580   |  | 422,270  |   |  |   | 32  | 32  | 3,333   | X X X | X X X |

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0.

QE05

**E06 Schedule DB Part A Section 1 ..... NONE**

**E07 Schedule DB Part B Section 1 ..... NONE**

**E08 Schedule DB Part D Section 1 ..... NONE**

**E09 Schedule DB Part D Section 2 - Collateral Pledged By Reporting Entity ..... NONE**

**E09 Schedule DB Part D Section 2 - Collateral Pledged To Reporting Entity ..... NONE**

**E10 Schedule DL - Part 1 - Securities Lending Collateral Assets ..... NONE**

**E11 Schedule DL - Part 2 - Securities Lending Collateral Assets ..... NONE**



# SCHEDULE E - PART 1 - CASH

## Month End Depository Balances

| 1  |                   | 2     | 3                   | 4   | 5   | Book Balance at End of Each Month<br>During Current Quarter |                 |                | 9     |
|--|-------------------|-------|---------------------|---|---|---|-----------------|----------------|-------|
| Depository   |                   | Code  | Rate of<br>Interest | Amount<br>of Interest<br>Received<br>During<br>Current<br>Quarter | Amount of<br>Interest<br>Accrued<br>at Current<br>Statement<br>Date | 6   | 7               | 8              | *     |
|  |                   |       |                     |   |   | First<br>Month  | Second<br>Month | Third<br>Month |       |
| <b>open depositories</b>   |                   |       |                     |   |   |   |                 |                |       |
| First Republic Bank  | San Francisco, CA |       |                     |   |   | 3,724,260   | 4,837,290       | 1,961,408      | X X X |
| 0  | 0                 |       |                     |   |   |   |                 |                | X X X |
|  |                   |       |                     |   |   |   |                 |                | X X X |
| 0199998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories      |                   | X X X | X X X               |   |   |   |                 |                | X X X |
| 0199999 Totals - Open Depositories   |                   | X X X | X X X               |   |   | 3,724,260   | 4,837,290       | 1,961,408      | X X X |
| 0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories |                   | X X X | X X X               |   |   |   |                 |                | X X X |
| 0299999 Totals - Suspended Depositories  |                   | X X X | X X X               |   |   |   |                 |                | X X X |
| 0399999 Total Cash On Deposit  |                   | X X X | X X X               |   |   | 3,724,260   | 4,837,290       | 1,961,408      | X X X |
| 0499999 Cash in Company's Office   |                   | X X X | X X X               | X X X   | X X X   |   |                 |                | X X X |
| 0599999 Total Cash   |                   | X X X | X X X               |   |   | 3,724,260   | 4,837,290       | 1,961,408      | X X X |

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

| 1<br>Description   | 2<br>Code | 3<br>Date<br>Acquired | 4<br>Rate of<br>Interest | 5<br>Maturity<br>Date | 6<br>Book/Adjusted<br>Carrying Value | 7<br>Amount of<br>Interest<br>Due & Accrued | 8<br>Amount Received<br>During Year |
|--|-----------|-----------------------|--------------------------|-----------------------|--------------------------------------|---|-------------------------------------|
| <div style="border: 1px solid black; padding: 10px; display: inline-block;"> <b>N O N E</b> </div> |           |                       |                          |                       |                                      |   |                                     |
| 8699999 Total - Cash Equivalents .....   |           |                       |                          |                       |                                      |   |                                     |

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