



# QUARTERLY STATEMENT

## AS OF JUNE 30, 2023

### OF THE CONDITION AND AFFAIRS OF THE

# National Mortgage Insurance Corporation

NAIC Group Code <u>4760</u> , <u>4760</u> <small>(current period) (prior period)</small>	NAIC Company Code <u>13695</u>	Employer's ID Number <u>27-0471418</u>
Organized under the Laws of <u>Wisconsin</u> ,	State of Domicile or Port of Entry <u>WI</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>301 S. Bedford Street, Suite 1</u> <small>(Street and Number)</small>	<u>Madison, WI, US 53703</u> <small>(City or Town, State, Country and Zip Code)</small>	
Main Administrative Office <u>2100 Powell Street, 12th Floor</u> <small>(Street and Number)</small>	<u>Emeryville, CA, US 94608</u> <small>(City or Town, State, Country and Zip Code)</small>	
	<u>(855)873-2584</u> <small>(Area Code)(Telephone Number)</small>	
Mail Address <u>2100 Powell Street, 12th Floor</u> <small>(Street and Number or P.O. Box)</small>	<u>Emeryville, CA, US 94608</u> <small>(City or Town, State, Country and Zip Code)</small>	
Primary Location of Books and Records <u>2100 Powell Street, 12th Floor</u> <small>(Street and Number)</small>	<u>Emeryville, CA, US 94608</u> <small>(City or Town, State, Country and Zip Code)</small>	
	<u>(855)873-2584</u> <small>(Area Code)(Telephone Number)</small>	
Internet Website Address <u>www.nationalmi.com</u>		
Statutory Statement Contact <u>Heather Lasher</u> <small>(Name)</small>	<u>(510)788-8612</u> <small>(Area Code)(Telephone Number)(Extension)</small>	
<u>statutoryfiling@nationalmi.com</u> <small>(E-Mail Address)</small>	<u>(510)225-3832</u> <small>(Fax Number)</small>	

### OFFICERS

Name	Title
Bradley M Shuster	Executive Chairman
William J Leatherberry	Chief Legal Officer
Adam Pollitzer	Chief Executive Officer
Ravi Mallela	Chief Financial Officer
Robert O Smith	Chief Risk Officer
Norman P Fitzgerald	Chief Sales Officer
Mohammad Yousaf	EVP, Operations and Information Technology

### VICE- PRESIDENTS

Norm Krumpfschmid, SVP, Field Sales Jim Butscher, SVP, Chief Information Officer Allison Miller, SVP, Chief Human Resources Officer	Christina Bartning, SVP, Marketing, Communications & Digital Strategy Joy M Benner, SVP, Chief Compliance Officer & Assoc Gen Counsel Scott Kirk, SVP, Internal Audit & Enterprise Risk #
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### DIRECTORS OR TRUSTEES

Bradley M Shuster Adam Pollitzer Norman P Fitzgerald Ravi Mallela	William J Leatherberry Robert O Smith Mohammad Yousaf
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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.

 _____ (Signature) Adam Pollitzer _____ (Printed Name) 1. Chief Executive Officer _____ (Title)	 _____ (Signature) William J Leatherberry _____ (Printed Name) 2. EVP, General Counsel and Secretary _____ (Title)	 _____ (Signature) Ravi Mallela _____ (Printed Name) 3. Chief Financial Officer _____ (Title)
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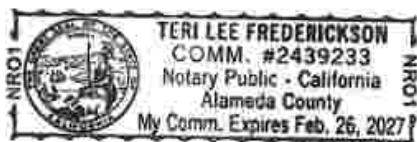
Subscribed and sworn to before me this:

4th day of August 2023

\_\_\_\_\_  
 (Notary Public Signature)

a. Is this an original filing? Yes  No

b. If no: 1. State the amendment number 0  
 2. Date filed \_\_\_\_\_  
 3. Number of pages attached 0



**ASSETS**

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	2,437,219,141		2,437,219,141	2,275,509,747
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 encumbrances) .....				
4.2 Properties held for the production of income (less \$.....0 encumbrances) .....				
4.3 Properties held for sale (less \$.....0 encumbrances) .....				
5. Cash (\$.....7,418,632), cash equivalents (\$.....8,652,267) and short-term investments (\$.....91,941,849) .....	108,012,748		108,012,748	177,003,840
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) .....	2,545,231,889		2,545,231,889	2,452,513,587
13. Title plants less \$.....0 charged off (for Title insurers only) .....				
14. Investment income due and accrued .....	16,961,239		16,961,239	13,697,476
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	73,354,574	8,890	73,345,684	70,659,007
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums) .....				
15.3 Accrued retrospective premiums (\$.....0) and contracts 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 .....	27,461,891	359,100	27,102,791	35,327,111
19. Guaranty funds receivable or on deposit .....				
20. Electronic data processing equipment and software .....				
21. Furniture and equipment, including health care delivery assets (\$.....0) .....				
22. Net adjustment 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 .....	210,512	210,512		
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	2,663,220,105	578,502	2,662,641,603	2,572,197,181
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
28. TOTAL (Lines 26 and 27) .....	2,663,220,105	578,502	2,662,641,603	2,572,197,181
<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. Prepaid Expenses .....	210,512	210,512		
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) .....	210,512	210,512		

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$.....44,815,470) .....	84,786,108	76,797,199
2. Reinsurance payable on paid losses and loss adjustment expenses .....		
3. Loss adjustment expenses .....	1,638,929	1,451,324
4. Commissions payable, contingent commissions and other similar charges .....		
5. Other expenses (excluding taxes, licenses and fees) .....	405,136	938,291
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	1,396,272	1,758,056
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 \$.....863,093 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) .....	104,204,176	121,823,431
10. Advance premium .....		34
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....		
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	38,358,710	33,745,810
13. Funds held by company under reinsurance treaties .....	1,696,144	2,673,977
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 .....	88,502,390	85,876,878
20. Derivatives .....		
21. Payable for securities .....		
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 .....	1,417,572,623	1,266,907,450
26. TOTAL liabilities excluding protected cell liabilities (Lines 1 through 25) .....	1,738,560,488	1,591,972,450
27. Protected cell liabilities .....		
28. TOTAL liabilities (Lines 26 and 27) .....	1,738,560,488	1,591,972,450
29. Aggregate write-ins for special surplus funds .....		
30. Common capital stock .....	2,530,000	2,530,000
31. Preferred capital stock .....		
32. Aggregate write-ins for other-than-special surplus funds .....		
33. Surplus notes .....		
34. Gross paid in and contributed surplus .....	1,010,021,399	1,010,021,399
35. Unassigned funds (surplus) .....	(88,470,284)	(32,326,668)
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) .....	924,081,115	980,224,731
38. TOTALS (Page 2, Line 28, Col. 3) .....	2,662,641,603	2,572,197,181
<b>DETAILS OF WRITE-INS</b>		
2501. Statutory Contingency Reserve .....	1,416,527,948	1,266,038,309
2502. Deferred Ceding Commission .....	123,223	185,626
2503. Premium Refund Reserve .....	921,452	683,515
2598. Summary of remaining write-ins for Line 25 from overflow page .....		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	1,417,572,623	1,266,907,450
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 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned			
1.1 Direct (written \$.....300,924,342)	318,892,501	286,078,359	594,127,433
1.2 Assumed (written \$.....0)			
1.3 Ceded (written \$.....116,569,225)	116,918,128	83,214,518	199,574,967
1.4 Net (written \$.....184,355,117)	201,974,373	202,863,841	394,552,466
<b>DEDUCTIONS:</b>			
2. Losses incurred (current accident year \$.....44,869,706)			
2.1 Direct	12,090,346	(3,936,898)	(1,381,895)
2.2 Assumed			
2.3 Ceded	2,768,184	(561,551)	1,620,186
2.4 Net	9,322,162	(3,375,347)	(3,002,081)
3. Loss adjustment expenses incurred	251,995	(279,451)	(592,399)
4. Other underwriting expenses incurred	5,913,954	25,126,234	27,277,740
5. Aggregate write-ins for underwriting deductions	150,489,639	142,154,924	276,107,039
6. TOTAL underwriting deductions (Lines 2 through 5)	165,977,750	163,626,360	299,790,299
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	35,996,623	39,237,481	94,762,167
<b>INVESTMENT INCOME</b>			
9. Net investment income earned	13,927,244	5,002,127	13,337,272
10. Net realized capital gains (losses) less capital gains tax of \$.....(6,936)	(26,094)	(61,050)	(131,235)
11. Net investment gain (loss) (Lines 9 + 10)	13,901,150	4,941,077	13,206,037
<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)	49,897,773	44,178,558	107,968,204
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)	49,897,773	44,178,558	107,968,204
19. Federal and foreign income taxes incurred	5,185	(40,315)	549,843
20. Net income (Line 18 minus Line 19) (to Line 22)	49,892,588	44,218,873	107,418,361
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year	980,224,731	893,848,101	893,848,101
22. Net income (from Line 20)	49,892,588	44,218,873	107,418,361
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....(45,592)	3,464	(157,273)	(174,976)
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	(8,220,842)	(11,034,345)	(33,822,720)
27. Change in nonadmitted assets	203,647	649,934	1,118,056
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			46,707,517
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			0
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders	(98,022,473)	(34,869,609)	(34,869,609)
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)	(56,143,616)	(1,192,420)	86,376,629
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	924,081,115	892,655,681	980,224,731
<b>DETAILS OF WRITE-INS</b>			
0501. Addition to the contingency reserve	150,490,993	142,154,924	276,107,039
0502. Release of contingency reserve per 120 month statutory holding period	(1,354)		
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	150,489,639	142,154,924	276,107,039
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 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance .....	186,281,307	199,563,343	380,688,251
2. Net investment income .....	13,000,570	6,948,518	16,491,243
3. Miscellaneous income .....			
4. TOTAL (Lines 1 to 3) .....	199,281,877	206,511,861	397,179,494
5. Benefit and loss related payments .....	1,333,253	665,946	1,317,061
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			
7. Commissions, expenses paid and aggregate write-ins for deductions .....	(3,842,367)	17,642,181	8,321,461
8. Dividends paid to policyholders .....			
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses) .....	(1,751)	12,570	674,360
10. TOTAL (Lines 5 through 9) .....	(2,510,865)	18,320,697	10,312,882
11. Net cash from operations (Line 4 minus Line 10) .....	201,792,742	188,191,164	386,866,612
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	60,302,449	45,595,381	96,989,794
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 .....			
12.8 TOTAL investment proceeds (Lines 12.1 to 12.7) .....	60,302,449	45,595,381	96,989,794
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	224,377,576	111,378,130	298,753,984
13.2 Stocks .....			
13.3 Mortgage loans .....			
13.4 Real estate .....			
13.5 Other invested assets .....			
13.6 Miscellaneous applications .....			
13.7 TOTAL investments acquired (Lines 13.1 to 13.6) .....	224,377,576	111,378,130	298,753,984
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) .....	(164,075,127)	(65,782,749)	(201,764,190)
<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 .....	0		0
16.3 Borrowed funds .....			
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....			
16.5 Dividends to stockholders .....	98,022,473	34,869,609	34,869,609
16.6 Other cash provided (applied) .....	(8,686,235)	(27,385,290)	(27,972,331)
17. Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6) .....	(106,708,708)	(62,254,899)	(62,841,940)
<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) .....	(68,991,092)	60,153,516	122,260,482
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	177,003,840	54,743,358	54,743,358
19.2 End of period (Line 18 plus Line 19.1) .....	108,012,748	114,896,874	177,003,840

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

20.0001			
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# Notes to Financial Statements

## 1. Summary of Significant Accounting Policies and Going Concern

### A. Accounting Practices

The financial statements of National Mortgage Insurance Corporation (“NMIC” 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:

	SSAP #	F/S Page	F/S Line #	Six Months Ended June 30, 2023	Year Ended December 31, 2022
Net Income/(Loss)					
(1) State basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ 49,892,588	\$ 107,418,361
(2) State Prescribed Practices that increase/(decrease) from NAIC SAP:					
Change in contingency reserves	00	4	5	(150,489,639)	(276,107,039)
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP:				—	—
(4) NAIC SAP (1 - 2 - 3 = 4)	XXX	XXX	XXX	<u>\$ 200,382,227</u>	<u>\$ 383,525,400</u>
 SURPLUS					
(5) State basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 924,081,115	\$ 980,224,731
(6) State Prescribed Practices that increase/(decrease) from NAIC SAP:				—	—
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP:				—	—
(8) NAIC SAP (5 - 6 - 7 = 8)	XXX	XXX	XXX	<u>\$ 924,081,115</u>	<u>\$ 980,224,731</u>

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

No significant change from year end 2022.

### C. Accounting Policy

The Company uses the following accounting policies:

- (1) No significant change from year end 2022.
- (2) Bonds are stated at amortized cost using the effective interest method.
- (3) - (5) No significant change from year end 2022.
- (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 2022.

### D. Going Concern

The Company has no substantial doubt about its ability to continue as a going concern.

## 2. Accounting Changes and Corrections of Errors

No significant change from year end 2022.

# Notes to Financial Statements

## 3. Business Combinations and Goodwill

- A. Statutory Purchase Method  
Not applicable.
- B. Statutory Merger  
Not applicable.
- C. Impairment Loss  
Not applicable.
- D. Subcomponents and Calculation of Adjusted Surplus and Total Admitted Goodwill  
Not applicable.

## 4. Discontinued Operations

- A. Discontinued Operation Disposed of or Classified as Held for Sale  
Not applicable.
- B. Change in Plan of Sale or Discontinued Operation  
Not applicable.
- C. Nature of Any Significant Continuing Involvement with Discontinued Operations After Disposal  
Not applicable.
- D. Equity Interest Retained in the Discontinued Operation After Disposal  
Not applicable.

## 5. Investments

- A. Mortgage Loans, Including Mezzanine Real Estate Loans  
Not applicable.
- B. Debt Restructuring  
Not applicable.
- C. Reverse Mortgages  
Not applicable.
- D. Loan-Backed Securities
  - (1) The Company uses widely accepted models to determine prepayment assumptions in valuing loan-backed securities with inputs from major third party data providers. The Company's investment policy complies with *SSAP No. 43R - Loan-backed and Structured Securities* as adopted by the Wisconsin OCI.
  - (2) For the six months ended June 30, 2023, the Company did not hold securities with a recognized other-than-temporary impairment, disclosed in the aggregate, classified on the basis for the other-than-temporary impairment.
  - (3) For the six months ended June 30, 2023, the Company did not hold securities with an other-than-temporary impairment as the present value of cash flows expected to be collected was less than the amortized cost basis of the securities.
  - (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 (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):
    - (a) The aggregate amount of unrealized losses:
 

1. Less than 12 Months	\$	218,503
2. 12 Months or Longer	\$	4,953,957
    - (b) The aggregate related fair value of securities with unrealized losses:
 

1. Less than 12 Months	\$	5,771,795
2. 12 Months or Longer	\$	59,045,956

## Notes to Financial Statements

- (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 investment gains in the statements of operations in the period such determination is made. No other-than-temporary impairments were recognized for the six months ended June 30, 2023. As of June 30, 2023, the Company held no other-than-temporarily impaired securities.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

Not applicable.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable.

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable.

H. Repurchase Agreements Transactions Accounted for as a Sale

Not applicable.

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

Not applicable.

J. Real Estate

Not applicable.

K. Low-Income Housing Tax Credits (LIHTC)

Not applicable.



## Notes to Financial Statements

## L. Restricted Assets

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted						
	Current Year					6	7
	1	2	3	4	5	6	7
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activities (b)	Total (1 plus 3)	Total From Prior Year	Increase / (Decrease) (5 minus 6)
a. Subject to contractual obligation for which liability is not shown	\$ 2,222,236	\$ —	\$ —	\$ —	\$ 2,222,236	\$ 2,175,525	\$ 46,711
b. Collateral held under security lending agreements	—	—	—	—	—	—	—
c. Subject to repurchase agreements	—	—	—	—	—	—	—
d. Subject to reverse repurchase agreements	—	—	—	—	—	—	—
e. Subject to dollar repurchase agreements	—	—	—	—	—	—	—
f. Subject to dollar reverse repurchase agreements	—	—	—	—	—	—	—
g. Placed under option contracts	—	—	—	—	—	—	—
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock	—	—	—	—	—	—	—
i. FHLB capital stock	—	—	—	—	—	—	—
j. On deposit with states	5,366,232	—	—	—	5,366,232	5,326,536	39,696
k. On deposit with other regulatory bodies	—	—	—	—	—	—	—
l. Pledged as collateral to FHLB (including assets backing funding agreements)	—	—	—	—	—	—	—
m. Pledged as collateral not captured in other categories	—	—	—	—	—	—	—
n. Other restricted assets	—	—	—	—	—	—	—
<b>o. Total Restricted Assets</b>	<b>\$ 7,588,468</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 7,588,468</b>	<b>\$ 7,502,061</b>	<b>\$ 86,407</b>

(a) Subset of Column 1

(b) Subset of Column 3

## Notes to Financial Statements

Restricted Asset Category	Current Year			
	8	9	Percentage	
	Total Nonadmitted Restricted	Total Admitted Restricted	10 Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	11 Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown	\$ —	\$ 2,222,236	0.08 %	0.08 %
b. Collateral held under security lending	—	—	— %	— %
c. Subject to repurchase	—	—	— %	— %
d. Subject to reverse repurchase	—	—	— %	— %
e. Subject to dollar repurchase	—	—	— %	— %
f. Subject to dollar reverse repurchase	—	—	— %	— %
g. Placed under option contracts	—	—	— %	— %
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock	—	—	— %	— %
i. FHLB capital stock	—	—	— %	— %
j. On deposit with states	—	5,366,232	0.20 %	0.20 %
k. On deposit with other regulatory bodies	—	—	— %	— %
l. Pledged as collateral to FHLB (including assets backing funding)	—	—	— %	— %
m. Pledged as collateral not captured in other	—	—	— %	— %
n. Other restricted assets	—	—	— %	— %
<b>o. Total Restricted Assets</b>	<b>\$ —</b>	<b>\$ 7,588,468</b>	<b>0.28 %</b>	<b>0.28 %</b>

(c) Column 5 divided by Asset Page, Column 1, Line 28

(d) Column 9 divided by Asset Page, Column 3, Line 28

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories

The Company does not have assets pledged as collateral not captured in other categories.

(3) Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

The Company does not have other restricted assets.

(4) Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

The Company did not receive collateral that is reflected as Assets within its Financial Statements.

M. Working Capital Finance Investments

Not applicable.

N. Offsetting and Netting of Assets and Liabilities

Not applicable.

O. 5GI Securities

Not applicable.

P. Short Sales

Not applicable.

## Notes to Financial Statements

## Q. Prepayment Penalty and Acceleration Fees

	General Account	Protected Cell
(1) Number of CUSIPs	2	—
(2) Aggregate amount of Investment Income	\$—	—

## R. Reporting Entity's Share of Cash Pool by Asset type.

Not applicable.

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

A - B. Not applicable.

**7. Investment Income**

A. The bases, by category of investment income, for excluding (nonadmitting) any investment income due and accrued:

No significant change from year end 2022.

B. The total amount excluded:

The Company did not exclude any investment income for the six months ended June 30, 2023.

**8. Derivative Instruments**

A. Derivatives under *SSAP No. 86 - Derivatives*

Not applicable.

**9. Income Taxes**

A - I. No significant change from year end 2022.

**10. Information Concerning Parent, Subsidiaries, and Other Related Parties**

A. Nature of Relationships

No significant change from year end 2022.

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

In May, 2023, the Company declared an ordinary dividend payable to NMI Holdings, Inc. ("NMIH") in the amount of \$98 million. *See Note 13 - Item D - Dates and Amounts of Dividends Paid.*

C. Transactions with related parties who are not reported on Schedule Y

No significant change from year end 2022.

D. Amounts Due to or from Related Parties

The Company reported \$88,370,960 and \$85,696,788 due to NMIH and \$131,430 and \$180,090 due to affiliates as of June 30, 2023 and December 31, 2022, respectively.

E. Management, Service contracts, Cost Sharing Arrangements

No significant change from year end 2022.

F. Guarantees or Undertaking for Related Parties

Not applicable.

G. Nature of Relationships that Could Affect Operating Results or Financial Position

Not applicable.

H. Amount Deducted for Investment in Upstream Company

Not applicable.

I. Detail of Investments in Subsidiary, Controlled, and Affiliated ("SCA") Entities in Excess of 10% of Admitted Assets

Not applicable.

J. Write downs for Impairment of Investments in SCA entities

Not applicable.

## Notes to Financial Statements

K. Foreign Subsidiary Valued Using CARVM

Not applicable.

L. Downstream Holding Company Valued Using Look-Through Method

Not applicable.

M. All SCA investments

Not applicable.

N. Investment in Insurance SCAs

Not applicable.

O. SCA or *SSAP No. 48 Loss Tracking*

Not applicable.

### 11. Debt

A. The Company has no debt obligations as of June 30, 2023.

B. FHLB (Federal Home Loan Bank) Agreements

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

Not applicable.

B. Investment Policies

Not applicable.

C. Fair Value of Each Class of Plan Assets

Not applicable.

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

Not applicable.

E. Defined contribution plans

Not applicable.

F. Multiemployer Plans

Not applicable.

G. Consolidated/Holding Company Plans

Not applicable.

H. Postemployment benefits and Compensated Absences

Not applicable.

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

Not applicable.

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

A. Number of Shares and Par or Stated Value of Each Class

No significant change from year end 2022.

B. Dividend Rate, Liquidation Value and Redemption Schedule of Preferred Stock

No significant change from year end 2022.

# Notes to Financial Statements

## C. Dividend Restrictions

The Company's ability to pay dividends to its parent is limited by state insurance laws of the State of Wisconsin and certain other states. Under Wisconsin law, the Company may pay dividends up to specified levels (i.e., "ordinary" dividends) with 30 days' prior notice to the Wisconsin OCI. Dividends that exceed ordinary dividends (i.e., "extraordinary" dividends) are subject to the Wisconsin OCI's prior non-disapproval. Under Wisconsin insurance laws, an ordinary dividend is defined as any payment or distribution that together with other dividends and distributions made within the preceding 12 months does not exceed the lesser of (i) 10% of the insurer's statutory policyholders' surplus as of the preceding December 31 or (ii) adjusted net income. Adjusted net income is calculated as the greater of (a) the net income, excluding capital gains, for the immediately preceding calendar year or (b) the aggregate net income, excluding capital gains, for the 3 immediately preceding calendar years, minus shareholder distributions made in the first two of three aforementioned calendar years. Dividends that exceed this amount are extraordinary and require prior non-disapproval of the Commissioner. Additionally, statutory minimum capital requirements may limit the amount of dividend that the Company may pay.

California and New York prohibit 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. For example, the State of Florida requires mortgage guaranty insurers to hold capital and surplus not less than the lesser of (i) 10% of its total liabilities, or (ii) \$100 million.

As an *approved insurer* and Wisconsin-domiciled carrier, NMIC is required to satisfy financial and/or capitalization requirements stipulated by each of Fannie Mae and Freddie Mac (collectively, "the GSEs") and the Wisconsin OCI. The financial requirements stipulated by the GSEs are outlined in the Private Mortgage Insurer Eligibility Requirements ("PMIERS"). Under the PMIERS, NMIC must maintain available assets that are equal to or exceed a minimum risk-based required asset amount, subject to a minimum floor of \$400 million. At June 30, 2023, the Company reported \$2.5 billion available assets against \$1.3 billion risk-based required assets, for a \$1.2 billion "excess" funding position.

## D. Dates and Amounts of Dividends Paid

On May 4, 2023, NMIC provided notification to the Wisconsin OCI of the Company's intention to pay an ordinary dividend to NMIH in the amount of \$98,022,473 in May of 2023. On May 12, 2023, the Company paid \$98,022,473 to NMIH in the form of an ordinary dividend.

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

The Company had the capacity, under Wisconsin law, to pay aggregate ordinary dividends of \$98,022,473 to NMIH during the twelve-month period ending December 31, 2023. On May 12, 2023, the Company paid \$98,022,473 to NMIH in the form of an ordinary dividend. *See Item C - Dividend Restrictions above.*

## F. Restrictions of Unassigned Funds

Not applicable.

## G. Mutual Surplus Advance

Not applicable.

## H. Company Stock held for Special Purposes

Not applicable.

## I. Changes in Special Surplus Funds

Not applicable.

## J. Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses is \$171,512 and \$174,976 as of June 30, 2023 and December 31, 2022, respectively.

## K. Surplus Notes

Not applicable.

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

Not applicable.

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

Not applicable.

## 14. Liabilities, Contingencies and Assessments

### A. Contingent Commitments

Not applicable.

# Notes to Financial Statements

## B. Assessments

Not applicable.

## C. Gain Contingencies

Not applicable.

## D. Claims Related Extra Contractual Obligation and Bad Faith Stemming from Lawsuits

Not applicable.

## E. Product Warranties

Not applicable.

## F. Joint and Several Liabilities

Not applicable.

## G. All Other Contingencies

### *Contingency reserves*

Mortgage guaranty insurers are required to establish a special contingency reserve from unassigned surplus, with annual contributions equal to the greater of (1) 50% of net earned premiums less ceded premiums on all ILN transactions or (2) minimum policyholders' position divided by seven. The purpose of this reserve is to protect policyholders against the effects of adverse economic cycles. The contribution to contingency reserves for any period is released to unassigned funds after 120 months unless it is released prior to that time with the prior consent of the Wisconsin OCI.

Sec. 3.09 (14) of the Wisconsin Administrative Code ("Wisconsin Code") allows withdrawals from the reserve in any year to the extent that incurred claims and claim adjustment expenses exceed 35% of earned premiums. Additionally, in order to receive a tax benefit for the deduction of the additions to the statutory contingency reserve, the Company may purchase U.S. government issued tax and loss bonds in the amount equal to the tax benefit. These non-interest-bearing bonds are held in investments for maintaining the statutory liability for ten years or until such time as the contingency reserve is released back into surplus.

The Company established contingency reserves in the amount of \$1,416,527,948 and \$1,266,038,309 as of June 30, 2023 and December 31, 2022, respectively. The contingency reserve calculation is based on 50% of direct premiums earned less ceded premiums on all ILN transactions for the six months ended June 30, 2023 and year ended December 31, 2022. NMIC released \$1,354 of contingency reserves to unassigned funds for the six months ended June 30, 2023, following the expiration of the applicable 120 month statutory holding period. The Company did not have contingency reserve withdrawals related to losses or excess capital for the six months ended June 30, 2023 and year ended December 31, 2022.

Per the Wisconsin Code, the Company records changes in the contingency reserve through the income statement as an underwriting expense, which differs from NAIC SAP. *See Note 1 - Item A - Accounting Practices* above.

### *Allowance for uncollectible premiums*

As of June 30, 2023 and December 31, 2022, the Company had net admitted assets of \$73,345,684 and \$70,659,007, respectively, related to premiums receivable due from policyholders. The Company routinely assesses the collectability of these receivables. All premiums receivable outstanding for 90 days or more are reclassified as nonadmitted. For premiums receivable outstanding for less than 90 days, the Company establishes an allowance for uncollectible premiums directly reducing net admitted premiums receivables. The allowance is based on the Company's recent collection experience with uncollectible amounts related to operational reasons (such as delayed servicer reporting). The Company has not experienced any uncollectible amounts due to the credit worthiness of loan servicers. The potential for any additional loss is not expected to be material to the Company's financial condition.

### *Litigation*

NMIC records a litigation liability when the Company determines that it is probable a litigation loss will be incurred and the amount of such anticipated loss can be reasonably estimated. In the event NMIC determines that a litigation loss is reasonably possible (though not probable), the Company discloses an estimate of the possible loss if such estimate can be reasonably established, or discloses the matter with no estimate if such estimate cannot be reasonably made. NMIC evaluates litigation and other legal developments that could affect the Company's accrual for probable losses or estimated disclosure of possible losses, and makes ongoing adjustments to the Company's accruals and disclosures as appropriate. Significant judgment is required to determine both the likelihood and the estimated amount of potential losses related to such matters.

The Company is currently monitoring litigation regarding the refund of certain mortgage insurance premiums as it pertains to provisions of the Homeowners Protection Act and has been named as a defendant in one such case. NMIC is unable to assess the outcome of such litigation at this time or its potential impact on the Company.

# Notes to Financial Statements

**15. Leases**

## A. Lessee Operating Leases

No significant change from year end 2022.

## B. Lessor Leases

Not applicable.

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

Not applicable.

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

## A. Transfers of Receivables Reported as Sales

Not applicable.

## B. Transfers and Servicing of Financial Assets

Not applicable.

## C. Wash Sales

Not applicable.

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

## A. Administrative Services Only (ASO) Plans

Not applicable.

## B. Administrative Services Contract (ASC) Plans

Not applicable.

## C. Medicare or Similarly Structured Cost Based Reimbursement contract

Not applicable.

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

Not applicable.

**20. Fair Value Measurements**

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

## (1) Fair Value Measurements at Reporting Date

Not applicable.

## (2) Fair Value Measurements in Level 3 of the Fair Value Hierarchy

Not applicable.

## (3) Policy on transfers between levels of the Fair Value Hierarchy

The Company's policy is to recognize transfers between levels of the Fair Value Hierarchy at the end of the reporting period, consistent with the date of the determination of fair value.

## (4) Valuation techniques and inputs used for Level 2 and Level 3 of the Fair Value Hierarchy

*See Note 20 - Item C - Fair Values for All Financial Instruments by Levels 1, 2 and 3*

## (5) Fair Value Disclosures for Derivative Assets and Liabilities

Not applicable.

## B. Other Fair Value Disclosures

Not Applicable.

## Notes to Financial Statements

## 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 excluding those accounted for under the equity method (subsidiaries, joint ventures and ventures). The fair values are also categorized into the three levels as described below.

Type of Financial Instrument	Fair Value	Admitted Value	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
<b>Financial instruments - assets</b>							
Bonds	\$2,207,816,741	\$ 2,437,219,141	\$ 231,634,850	\$1,976,181,891	\$ —	\$ —	—
Preferred stocks	—	—	—	—	—	—	—
Common stocks	—	—	—	—	—	—	—
Mortgage loans	—	—	—	—	—	—	—
Cash, cash equivalents and short term investments	109,393,520	108,012,748	109,393,520	—	—	—	—
<b>Total assets</b>	<b>\$2,317,210,261</b>	<b>\$ 2,545,231,889</b>	<b>\$ 341,028,370</b>	<b>\$1,976,181,891</b>	<b>\$ —</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>	<b>—</b>

There were no transfers between Level 1 and Level 2 of the fair value hierarchy during the six months ended June 30, 2023.

The following describes the valuation techniques used by the Company to determine the fair value of financial instruments held as of June 30, 2023.

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 - Fair value measurements based on quoted prices in active markets that we have the ability to access for identical assets or liabilities. Market price data generally is obtained from exchange or dealer markets. The Company does not adjust the quoted price for such instruments.
- Level 2 - Fair value measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets and liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, and inputs other than quoted prices that are observable for the asset or liability, such as interest rates and yield curves that are observable at commonly quoted intervals.
- Level 3 - Fair value measurements based on valuation techniques that use significant inputs that are unobservable. Both observable and unobservable inputs may be used to determine the fair values of positions classified in Level 3. The circumstances for using these measurements include those in which there is little, if any, market activity for the asset or liability. Therefore, the Company must make certain assumptions, which require significant management judgment or estimation about the inputs a hypothetical market participant would use to value that asset or liability.

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. Not Practicable to Estimate Fair Values

Not applicable.

## E. Investments measured using the NAV practical expedient pursuant to SSAP No. 100R - Fair Value

Not applicable.

## 21. Other Items

## A. Unusual or Infrequent Items

Not applicable.

## B. Troubled Debt Restructuring: Debtors

Not applicable.

## C. Other Disclosures

Not applicable.

## D. Business Interruption Insurance Recoveries

Not applicable.



## Notes to Financial Statements

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

Not applicable.

## F. Subprime Mortgage Related Risk Exposure

Not applicable.

## G. Insurance-Linked Securities (ILS) Contracts

	Number of Outstanding ILS Contracts	Aggregate Maximum Proceeds
Management of Risk Related To:		
(1) Directly Written Insurance Risks	—	\$—
a. ILS Contracts as Issuer	—	\$—
b. ILS Contracts as Ceding Insurer	5	\$1,003,036,795
c. ILS Contracts as Counterparty	—	\$—
(2) Assumed Insurance Risks	—	\$—
a. ILS Contracts as Issuer	—	\$—
b. ILS Contracts as Ceding Insurer	—	\$—
c. ILS Contracts as Counterparty	—	\$—

For discussion of the Excess-of-Loss reinsurance agreements, see Footnote 23 - Reinsurance, Excess-of-Loss Reinsurance

## H. The amount that could be realized on life insurance where the reporting entity is owner and beneficiary or has otherwise obtained rights to control the policy

Not applicable.

**22. Subsequent Events**

The Company has performed subsequent events procedures through August 4, 2023.

*2018 ILN transaction termination*

Effective July 25, 2023, NMIC exercised its optional call to terminate the 2018 ILN Transaction. In connection with the termination of the transaction, NMIC's excess of loss reinsurance agreement with Oaktown Re II Ltd. was commuted and the insurance-linked notes issued by Oaktown Re II Ltd. were redeemed in full with a distribution of remaining collateral assets.

*Excess-of-loss reinsurance agreement*

Effective July 1, 2023, NMIC entered into a reinsurance agreement with a broad panel of highly rated reinsurers that provides for up to \$95.8 million of aggregate excess-of-loss reinsurance coverage for delinquencies that emerge on mortgage insurance policies written between July 1, 2023 and December 31, 2023 (2023-2 XOL Transaction). For the reinsurance coverage period, NMIC will retain a first layer of aggregate losses on covered policies and the reinsurers then provide second layer loss protection up to \$95.8 million. NMIC retains losses in excess of the outstanding reinsurance coverage amount.

**23. Reinsurance**

NMIC enters into third-party reinsurance transactions to actively manage its risk, ensure compliance with PMIERS, state regulatory and other applicable capital requirements (respectively, as defined therein), and support the growth of its business. The Company currently has both excess-of-loss and quota share reinsurance agreements in place.

*Excess-of-loss reinsurance**Insurance-linked notes*

NMIC is a party to reinsurance agreements with Oaktown Re II Ltd., Oaktown Re III Ltd., Oaktown Re V Ltd., Oaktown Re VI Ltd., and Oaktown Re VII Ltd. (special purpose reinsurance entities collectively referred to as the "Oaktown Re Vehicles") effective July 25, 2018, July 30, 2019, October 29, 2020, April 27, 2021, and October 26, 2021, respectively. Each agreement provides NMIC with aggregate excess-of-loss reinsurance coverage on a defined portfolio of mortgage insurance policies. Under each agreement, NMIC retains a first layer of aggregate loss exposure on covered policies and the respective Oaktown Re Vehicle then provides second layer loss protection up to a defined reinsurance coverage amount. NMIC then retains losses in excess of the respective reinsurance coverage amounts.

## Notes to Financial Statements

NMIC makes risk premium payments to the Oaktown Re Vehicles for the applicable outstanding reinsurance coverage amount and pays an additional amount for anticipated operating expenses (capped at \$250 thousand per year). NMIC ceded aggregate premiums to the Oaktown Re Vehicles of \$8.8 million and \$17.9 million during the three and six months ended June 30, 2023, respectively, and \$10.1 million and \$21.1 million during the three and six months ended June 30, 2022, respectively.

NMIC applies claims paid on covered policies against its first layer aggregate retained loss exposure under each excess-of-loss agreement. NMIC did not cede any incurred losses on covered policies to the Oaktown Re Vehicles during the three and six months ended June 30, 2023 and 2022, as the aggregate first layer risk retention for each applicable agreement was not exhausted during such periods.

Under the terms of each excess-of-loss reinsurance agreement, the Oaktown Re Vehicles are required to fully collateralize their outstanding reinsurance coverage amount to NMIC with funds deposited into segregated reinsurance trusts. Such trust funds are required to be invested in short-term U.S. Treasury money market funds at all times. Each Oaktown Re Vehicle financed its respective collateral requirement through the issuance of mortgage insurance-linked notes to unaffiliated investors. Such insurance-linked notes mature ten years from the inception date of each reinsurance agreement (except the notes issued by Oaktown Re VI Ltd. and Oaktown Re VII Ltd., which have a 12.5-year maturity). NMIC refers to reinsurance agreements with and the insurance-linked note issuances by Oaktown Re Vehicles individually as the 2018 ILN Transaction, 2019 ILN Transaction, 2020-2 ILN Transaction, 2021-1 ILN Transaction, and 2021-2 ILN Transaction, and collectively as the ILN Transactions.

The respective reinsurance coverage amounts provided by the Oaktown Re Vehicles decrease over a ten-year period as the underlying insured mortgages are amortized or repaid, and/or the mortgage insurance coverage is canceled (except the coverage provided by Oaktown Re VI Ltd. and Oaktown Re VII Ltd., which decreases over a 12.5-year period). As the reinsurance coverage decreases, a prescribed amount of collateral held in trust by the Oaktown Re Vehicles is distributed to ILN Transaction noteholders as amortization of the outstanding insurance-linked note principal balances. The outstanding reinsurance coverage amounts stop amortizing, and the distribution of collateral assets to ILN Transaction noteholders and amortization of insurance-linked note principal is suspended if certain credit enhancement or delinquency thresholds, as defined in each agreement, are triggered (each, a Lock-Out Event).

NMIC holds optional termination rights under each ILN Transaction, including, among others, an optional call feature which provides NMIC the discretion to terminate the transaction on or after a prescribed date, and a clean-up call if the outstanding reinsurance coverage amount amortizes to 10% or less of the reinsurance coverage amount at inception or if NMIC reasonably determines that changes to GSE or rating agency asset requirements would cause a material and adverse effect on the capital treatment afforded to NMIC under a given agreement. In addition, there are certain events that trigger mandatory termination of an agreement, including NMIC's failure to pay premiums or consent to reductions in a trust account to make principal payments to noteholders, among others.

The following table presents the inception date, covered production period, initial and current reinsurance coverage amount, and initial and current first layer retained aggregate loss under each outstanding ILN Transaction. Current amounts are presented as of June 30, 2023.

<i>(\$ values in thousands)</i>	<b>Inception Date</b>	<b>Covered Production</b>	<b>Initial Reinsurance Coverage at Issuance</b>	<b>Current Reinsurance Coverage</b>	<b>Initial First Layer Retained Loss</b>	<b>Current First Layer Retained Loss <sup>(1)</sup></b>
2018 ILN Transaction	July 25, 2018	1/1/2017 - 5/31/2018	\$264,545	\$142,638	\$125,312	\$121,966
2019 ILN Transaction	July 30, 2019	6/1/2018 - 6/30/2019	326,905	176,647	123,424	122,085
2020-2 ILN Transaction	October 29, 2020	4/1/2020 - 9/30/2020 <sup>(3)</sup>	242,351	74,728	121,777	121,177
2021-1 ILN Transaction	April 27, 2021	10/1/2020 - 3/31/2021 <sup>(4)</sup>	367,238	257,809	163,708	163,520
2021-2 ILN Transaction	October 26, 2021	4/1/2021 - 9/30/2021 <sup>(5)</sup>	363,596	351,215	146,229	146,112

<sup>(1)</sup> NMIC applies claims paid on covered policies against its first layer aggregate retained loss exposure and cedes reserves for incurred claims and claim expenses to each applicable ILN Transaction and recognizes a reinsurance recoverable if such incurred claims and claim expenses exceed its current first layer retained loss.

<sup>(2)</sup> Approximately 1% of the production covered by the 2020-2 ILN Transaction has coverage reporting dates between July 1, 2019 and March 31, 2020.

<sup>(3)</sup> Approximately 1% of the production covered by the 2021-1 ILN Transaction has coverage reporting dates between July 1, 2019 and September 30, 2020.

<sup>(4)</sup> Approximately 2% of the production covered by the 2021-2 ILN Transaction has coverage reporting dates between July 1, 2019 and March 31, 2021.

Under the terms of the Company's ILN Transactions, NMIC is required to maintain a certain level of restricted funds in premium deposit accounts with Bank of New York Mellon until the respective notes have been redeemed in full. "Cash and cash equivalents" on the Company's balance sheets includes restricted amounts of \$2.2 million as of June 30, 2023 and December 31, 2022. The restricted balances required under these transactions will decline over time as the outstanding principal balance of the respective insurance-linked notes are amortized.

## Notes to Financial Statements

*Traditional reinsurance*

NMIC is a party to four excess-of-loss reinsurance agreements with broad panels of third-party reinsurers – the 2022-1 XOL Transaction, effective April 1, 2022, the 2022-2 XOL Transaction, effective July 1, 2022, the 2022-3 XOL Transaction, effective October 1, 2022, and the 2023-1 XOL Transaction, effective January 1, 2023 – which we refer to collectively as the XOL Transactions. Each XOL Transaction provides NMIC with aggregate excess-of-loss reinsurance coverage on a defined portfolio of mortgage insurance policies. Under each agreement, NMIC retains a first layer of aggregate loss exposure on covered policies and the reinsurers then provide second layer loss protection up to a defined reinsurance coverage amount. The reinsurance coverage amount of each XOL Transaction is set to approximate the PMIERS minimum required assets of its reference pool and decreases from the inception of each respective agreement (except 2023-1 XOL, which decreases from the end of the covered production period) over a ten-year period in the event the PMIERS minimum required assets of the pool declines. NMIC retains losses in excess of the outstanding reinsurance coverage amount.

Under the terms of the XOL Transactions, NMIC makes risk premium payments to its third-party reinsurance providers for the outstanding reinsurance coverage amount and ceded aggregate premiums of \$7.7 million and \$14.9 million during the three and six months ended June 30, 2023, respectively, and \$2.9 million during both the three and six months ended June 30, 2022. NMIC applies claims paid on covered policies against its first layer aggregate retained loss exposure under each agreement. NMIC did not cede any incurred losses on covered policies under the XOL Transactions during the three and six months ended June 30, 2023, as the aggregate first layer risk retention for each agreement was not exhausted during the period.

NMIC holds optional termination rights which provide it the discretion to terminate each XOL Transaction on or after a specified date. NMIC may also elect to terminate the XOL Transactions at any point if the outstanding reinsurance coverage amount amortizes to 10% or less of the reinsurance coverage amount provided at inception, or if it determines that it will no longer be able to take full PMIERS asset credit for the coverage. Additionally, under the terms of the treaties, NMIC may selectively terminate its engagement with individual reinsurers under certain circumstances. Such selective termination rights arise when, among other reasons, a reinsurer experiences a deterioration in its capital position below a prescribed threshold, and/or a reinsurer breaches (and fails to cure) its collateral posting obligation.

Each of the third-party reinsurance providers that is party to the XOL Transactions has an insurer financial strength rating of A- or better by Standard & Poor's Rating Service (S&P), A.M. Best Company Inc. (A.M. Best) or both.

The following table presents the inception date, covered production period, initial and current reinsurance coverage amount, and initial and current first layer retained aggregate loss under each outstanding XOL Transaction. Current amounts are presented as of June 30, 2023.

(\$ values in thousands)	Inception Date	Covered Production	Initial Reinsurance Coverage	Current Reinsurance Coverage	Initial First Layer Retained Loss	Current First Layer Retained Loss <sup>(1)</sup>
2022-1 XOL Transaction	April 1, 2022	10/1/2021 - 3/31/2022 <sup>(2)</sup>	\$289,741	\$279,416	\$133,366	\$133,366
2022-2 XOL Transaction	July 1, 2022	4/1/2022 - 6/30/2022 <sup>(3)</sup>	154,306	152,347	78,906	78,906
2022-3 XOL Transaction	October 1, 2022	7/1/2022 - 9/30/2022	96,779	96,197	106,265	106,265
2023-1 XOL Transaction <sup>(4)</sup>	January 1, 2023	10/1/2022 - 6/30/2023	89,864	89,864	146,513	146,513

(1) NMIC applies claims paid on covered policies against its first layer aggregate retained loss exposure and cedes reserves for incurred claims and claim expenses to each applicable XOL Transaction and recognizes a reinsurance recoverable if such incurred claims and claim expenses exceed its current first layer retained loss.

(2) Approximately 1% of the production covered by the 2022-1 XOL Transaction has coverage reporting dates between October 21, 2019 and September 30, 2021.

(3) Approximately 1% of the production covered by the 2022-2 XOL Transaction has coverage reporting dates between January 4, 2021 and March 31, 2022.

(4) The 2023-1 XOL Transaction provides coverage for production generated between October 1, 2022 and June 30, 2023. The current reinsurance coverage and current first layer retained loss will decrease in future periods to the extent the PMIERS minimum required assets of the covered pool declines.

*Quota share reinsurance*

NMIC is a party to seven quota share reinsurance treaties – the 2016 QSR Transaction, effective September 1, 2016, the 2018 QSR Transaction, effective January 1, 2018, the 2020 QSR Transaction, effective April 1, 2020, the 2021 QSR Transaction, effective January 1, 2021, the 2022 QSR Transaction, effective October 1, 2021, the 2022 Seasoned QSR Transaction, effective July 1, 2022, and the 2023 QSR Transaction, effective January 1, 2023 – which we refer to collectively as the QSR Transactions. Under each of the QSR Transactions, NMIC cedes a proportional share of its risk on eligible policies to panels of third-party reinsurance providers. Each of the third-party reinsurance providers that is party to the QSR Transactions has an insurer financial strength rating of A- or better by S&P, A.M. Best or both.

Under the terms of the 2016 QSR Transaction, NMIC cedes premiums written related to 25% of the risk on eligible primary policies written for all periods through December 31, 2017 and 100% of the risk under our pool agreement with Fannie Mae. The 2016 QSR Transaction is scheduled to terminate on December 31, 2027, except with respect to the ceded pool risk, which is scheduled to terminate on August 31, 2023. NMIC has the option, based on certain conditions and subject to a termination fee, to terminate the agreement as of December 31, 2020, or at the end of any calendar quarter thereafter, which would result in NMIC recapturing the related risk.

## Notes to Financial Statements

Under the terms of the 2018 QSR Transaction, NMIC cedes premiums earned related to 25% of the risk on eligible policies written in 2018 and 20% of the risk on eligible policies written in 2019. The 2018 QSR Transaction is scheduled to terminate on December 31, 2029. NMIC has the option, based on certain conditions and subject to a termination fee, to terminate the agreement as of December 31, 2022, or at the end of any calendar quarter thereafter, which would result in NMIC recapturing the related risk.

Under the terms of the 2020 QSR Transaction, NMIC cedes premiums earned related to 21% of the risk on eligible policies written from April 1, 2020 to December 31, 2020. The 2020 QSR Transaction is scheduled to terminate on December 31, 2030. NMIC has the option, based on certain conditions and subject to a termination fee, to terminate the agreement as of December 31, 2023, or at the end of any calendar quarter thereafter, which would result in NMIC recapturing the related risk.

Under the terms of the 2021 QSR Transaction, NMIC cedes premiums earned related to 22.5% of the risk on eligible policies written from January 1, 2021 to October 30, 2021. The 2021 QSR Transaction is scheduled to terminate on December 31, 2031. NMIC has the option, based on certain conditions and subject to a termination fee, to terminate the agreement as of December 31, 2024, or at the end of any calendar quarter thereafter, which would result in NMIC recapturing the related risk.

Under the terms of the 2022 QSR Transaction, NMIC cedes premiums earned related to 20% of the risk on eligible policies written primarily between October 30, 2021 and December 31, 2022. The 2022 QSR Transaction is scheduled to terminate on December 31, 2032. NMIC has the option, based on certain conditions and subject to a termination fee, to terminate the agreement as of December 31, 2024 or semi-annually thereafter, which would result in NMIC recapturing the related risk.

In connection with the 2022 QSR Transaction, NMIC entered into the 2023 QSR Transaction as a springing back-to-back quota share agreement. Under the terms of the 2023 QSR Transaction, NMIC cedes premiums earned related to 20% of the risk on eligible policies written from January 1, 2023 to December 31, 2023. The 2023 QSR Transaction is scheduled to terminate on December 31, 2033. NMIC has the option, based on certain conditions and subject to a termination fee, to terminate the agreement as of December 31, 2025 or semi-annually thereafter, which would result in NMIC recapturing the related risk.

Under the terms of the 2022 Seasoned QSR Transaction, NMIC cedes premiums earned related to 95% of the net risk on eligible policies primarily for a seasoned pool of mortgage insurance policies that had previously been covered under the retired Oaktown Re Ltd. and Oaktown Re IV Ltd. reinsurance transactions, after the consideration of coverage provided by other QSR Transactions. The 2022 Seasoned QSR Transaction is scheduled to terminate on June 30, 2032. NMIC has the option, based on certain conditions, to terminate the agreement as of June 30, 2025 or quarterly thereafter through December 31, 2027 with the payment of a termination fee, and as of March 31, 2028 or quarterly thereafter without the payment of a termination fee. Such termination would result in NMIC recapturing the related risk.

NMIC may terminate any or all of the QSR Transactions without penalty if, due to a change in PMIERS requirements, it is no longer able to take full PMIERS asset credit for the risk-in-force (“RIF”) ceded under the respective agreements. Additionally, under the terms of the QSR Transactions, NMIC may elect to selectively terminate its engagement with individual reinsurers on a run-off basis (i.e., reinsurers continue providing coverage on all risk ceded prior to the termination date, with no new cessions going forward) or cut-off basis (i.e., the reinsurance arrangement is completely terminated with NMIC recapturing all previously ceded risk) under certain circumstances. Such selective termination rights arise when, among other reasons, a reinsurer experiences a deterioration in its capital position below a prescribed threshold and/or a reinsurer breaches (and fails to cure) its collateral posting obligations under the relevant agreement.

Effective April 1, 2019, NMIC elected to terminate its engagement with one reinsurer under the 2016 QSR Transaction on a cut-off basis. In connection with the termination, NMIC recaptured approximately \$500 million of previously ceded primary RIF and stopped ceding new premiums earned or written with respect to the recaptured risk. With the termination, ceded premiums written under the 2016 QSR Transaction decreased from 25% to 20.5% on eligible policies. The termination has no effect on the cession of pool risk under the 2016 QSR Transaction.

A. Unsecured Reinsurance Recoverables

Not applicable.

B. Reinsurance Recoverables in Dispute

Not applicable.

## Notes to Financial Statements

## 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 June 30, 2023, with the return of unearned premium reserves is as follows:

As of June 30, 2023 Type of Financial Instrument	Assumed Reinsurance		Ceded Reinsurance		Net	
	(1) Premium Reserve	(2) Commission Equity	(3) Premium Reserve	(4) Commission Equity	(5) Premium Reserve	(6) Commission Equity
a. Affiliates	\$—	\$—	\$—	\$—	\$—	\$—
b. All Other	—	—	863,093	172,619	(863,093)	(172,619)
c. Total	\$—	\$—	\$863,093	\$172,619	\$(863,093)	\$(172,619)
d. Direct Unearned Premium Reserve				<u>\$105,067,268</u>		

(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

Not applicable.

(3) Protected Cells

Not applicable.

## D. Uncollectible Reinsurance

Not applicable.

## E. Commutation of Ceded Reinsurance

Not applicable.

## F. Retroactive Reinsurance

Not applicable.

## G. Reinsurance Accounted for as a Deposit

Not applicable.

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

Not applicable.

## I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

(1) Reporting entity ceding to certified reinsurer whose rating was downgraded or status subject to revocation

Not applicable.

(2) Reporting entity's certified reinsurer rating downgraded or status subject to revocation

Not applicable.

## J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

(1) Significant terms of retroactive reinsurance agreement

Not applicable.

(2) The amount of unexhausted limit as of the reporting date.

Not applicable.

## K. Reinsurance Credit

Not applicable.

## 24. Retrospectively Rated Contracts &amp; Contracts Subject to Redetermination

## A. Method Used to Estimate Accrued Retrospective Premium Adjustments

Not applicable.

## B. Method Used to Record Retrospective Premium Adjustments

Not applicable.

## Notes to Financial Statements

### C. Amount and Percent of Net Retrospective Premiums

Not applicable.

### D. Medical Loss Ratio Rebates

Not applicable.

### E. Calculation of Nonadmitted Accrued Retrospective Premiums

(1) For Ten Percent (10%) Method of Determining Nonadmitted Retrospective Premium

Not applicable.

(2) For Quality Rating Method of Determining Nonadmitted Retrospective Premium

Not applicable.

### F. Risk-Sharing Provisions of the Affordable Care Act

(1) Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions (YES/NO?)

No, the Company did not write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions.

(2) - (5) Not applicable.

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

### A. Changes in Incurred Losses and Loss Adjustment Expenses

The Company's practice is to establish claim reserves only for loans in default. The Company does not consider a loan to be in default for claim reserve purposes until the payment date at which a borrower has missed the preceding two or more consecutive monthly payments. 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 based on past claim activity.

The Company had reserves for claims and claim adjustment expenses (net of reinsurance) of \$86,425,037 and \$78,248,523 as of June 30, 2023 and December 31, 2022, respectively. During the six months ended June 30, 2023, the Company had a \$35,295,549 favorable prior year development for the provision for incurred claim and claim adjustment expenses attributable to insured events for prior years. Loss reserves remaining as of June 30, 2023 for defaults occurring (net of reinsurance) in prior years have been reduced to \$41,609,566, following re-estimation of unpaid claims and claim adjustment expenses, and due to cures and claim payments of \$1,343,408. The net increase in loss reserves as of June 30, 2023 compared to December 31, 2022 was primarily driven by changes in the composition of our default inventory as measured by the size, vintage and current estimated LTV of defaulted loans, as well as the proportion of such loans benefiting from a forbearance program granted in response to a financial hardship related to COVID-19. Average reserves per default were further impacted by changes in observed and forecasted housing market conditions and macroeconomic factors between the measurement dates.

The Company's reserve setting process considers the beneficial impact of forbearance, foreclosure moratorium and other assistance programs available to defaulted borrowers. We generally observe that forbearance programs are an effective tool to bridge dislocated borrowers from a time of acute stress to a future date when they can resume timely payment of their mortgage obligations. The effectiveness of forbearance programs is enhanced by the availability of various repayment and loan modification options which allow borrowers to amortize or, in certain instances, outright defer payments otherwise due during the forbearance period over an extended length of time.

### B. Information about Significant Changes in Methodologies and Assumptions

Not applicable.

## 26. Intercompany Pooling Arrangements

### A. Identification of the Lead Entity and all Affiliated Entities Participating in the Intercompany Pool

Not applicable.

### B. Description of Lines and Types of Business Subject to the Pooling Agreement

Not applicable.

### C. Description of Cessions to Non-Affiliated Reinsurance Subject to Pooling Agreement

Not applicable.

### D. Identification of all Pool Members that are Parties to Reinsurance Agreements with Non-Affiliated Reinsurers

Not applicable.

# Notes to Financial Statements

E. Explanation of Discrepancies between Entries of Pooled Business

Not applicable.

F. Description of Intercompany Sharing

Not applicable.

G. Amounts Due To / From Lead Entity and all Affiliated Entities Participating in the Intercompany Pool

Not applicable.

**27. Structured Settlements**

A - B Not applicable.

**28. Health Care Receivables**

A. Pharmaceutical Rebate Receivables

Not applicable.

B. Risk-Sharing Receivables

Not applicable.

**29. Participating Policies**

Not applicable.

**30. Premium Deficiency Reserves**

Not applicable.

**31. High Deductibles**

A. Reserve Credit Recorded on Unpaid Claims and Amount Billed and Recoverable on Paid Claims for High Deductibles

Not applicable.

B. Unsecured High Deductible Recoverables for Individual Obligors Part of a Group Under the Same Management or Control Which Are Greater Than 1% of Capital and Surplus. For this purpose, a group of entities under common control shall be regarded as a single customer.

Not applicable.

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

A. Tabular Discount

Not applicable.

B. Nontabular Discount

Not applicable.

C. Changes in Rate(s) or Assumptions Used to Discount Prior Years' Liabilities

Not applicable.

**33. Asbestos/Environmental Reserves**

A. Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to asbestos losses?

Not applicable.

B. State the amount of the ending reserves for Bulk + IBNR included in A (Loss & LAE).

Not applicable.

C. State the amount of ending reserves for loss adjustment expenses included in A (Case, Bulk + IBNR).

Not applicable.

## Notes to Financial Statements

- D. Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of, a liability due to environmental losses?

Not applicable.

- E. State the amount of the ending reserves for Bulk + IBNR included in D (Loss & LAE).

Not applicable.

- F. State the amount of the ending reserves for loss adjustment expenses included in D (Case, Bulk + IBNR).

Not applicable.

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

Not applicable.

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

Not applicable.

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

A - B Not applicable. The Company is a monoline mortgage guaranty insurer 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[ ] No[X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes[ ] No[X]
- 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:
- 3.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes[X] No[ ]
- 3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group. 0001547903
- 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 Name of Entity	2 NAIC Company Code	3 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. ..... 12/31/2021
- 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. ..... 12/31/2021
- 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). ..... 03/09/2023
- 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 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
.....	.....	.....	.....	.....	.....

- 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:
- 9.2 Has the code of ethics for senior managers been amended? Yes[ ] No[X]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 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
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:

## GENERAL INTERROGATORIES (Continued)

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted 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 Lines 14.21 to 14.26) .....		
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....		

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

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  No

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

1 Name of Custodian(s)	2 Custodian Address
Principal Financial Group .....	711 High Street, Des Moines, IA 50392 .....
The Bank of New York Mellon .....	385 Rifle Camp Road, 3rd Floor, Woodland Park, NJ 07424 .....

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 Name(s)	2 Location(s)	3 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

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

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

17.5 Investment management - Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. ["...that have access to the investment accounts"; "...handle securities"]

1 Name of Firm or Individual	2 Affiliation
Allspring Global Investments .....	U .....

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's invested assets? Yes  No

17.5098 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets? Yes  No

17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
104973 .....	AllSpring Global Investments .....	549300B3H210O2L85190 .....	SEC .....	DS .....

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

18.2 If no, list exceptions:

19. By self-designating 5GI securities, the reporting entity is certifying the following elements for each self-designated 5GI security:  
 a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.  
 b. Issuer or obligor is current on all contracted interest and principal payments.  
 c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.  
 Has the reporting entity self-designated 5GI securities? Yes  No

20. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:  
 a. The security was purchased prior to January 1, 2018.  
 b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.

## **GENERAL INTERROGATORIES (Continued)**

- c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
- d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities?

Yes[ ] No[X]

21. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:

- a. The shares were purchased prior to January 1, 2019.
- b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security
- c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.
- d. The fund only or predominantly holds bonds in its portfolio.
- e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.
- f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria?

Yes[ ] No[X]

# 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? Yes[ ] No[ ] N/A[X]  
If yes, attach an explanation.
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? Yes[ ] No[X]  
If yes, attach an explanation.
- 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 Line of Business	2 Maximum Interest	3 Discount Rate	TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 TOTAL	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 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
7. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? Yes[X] No[ ]
- 7.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? Yes[ ] No[X]

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

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

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN****Current Year to Date - Allocated by States and Territories**

States, etc.	1 Active Status (a)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama (AL)	L	3,027,433	2,638,142	60,319	54,619	843,081	864,336
2. Alaska (AK)	L	495,127	366,858			224,931	32,547
3. Arizona (AZ)	L	9,171,100	7,921,394			4,022,410	1,276,798
4. Arkansas (AR)	L	1,733,101	1,522,159	65,739		333,017	215,879
5. California (CA)	L	29,548,992	28,530,199	166,336	31,003	16,095,952	10,710,055
6. Colorado (CO)	L	9,145,507	9,325,497	85,522		1,977,592	1,523,885
7. Connecticut (CT)	L	2,974,267	2,667,206	18,917		1,040,148	1,076,682
8. Delaware (DE)	L	1,035,957	983,385			461,436	304,141
9. District of Columbia (DC)	L	1,982,044	2,124,619			643,468	747,462
10. Florida (FL)	L	27,101,206	25,909,129		30,163	7,616,422	5,328,277
11. Georgia (GA)	L	12,721,639	11,477,015	37,684	864	4,219,041	2,475,900
12. Hawaii (HI)	L	1,168,811	1,099,885			762,393	831,208
13. Idaho (ID)	L	1,977,058	1,847,697			499,425	138,043
14. Illinois (IL)	L	11,946,245	11,037,281	119,757	161,416	6,489,846	9,271,872
15. Indiana (IN)	L	5,713,948	4,902,922	107,311		2,257,402	1,454,656
16. Iowa (IA)	L	1,347,472	1,249,902	36,133	21,467	518,577	843,474
17. Kansas (KS)	L	1,564,670	1,301,009			608,925	333,923
18. Kentucky (KY)	L	1,957,177	1,698,722			533,933	367,109
19. Louisiana (LA)	L	2,678,284	2,439,939		3,045	1,266,381	1,713,631
20. Maine (ME)	L	927,263	803,060			149,327	154,901
21. Maryland (MD)	L	8,014,638	8,700,584			3,359,798	4,487,826
22. Massachusetts (MA)	L	6,334,408	5,995,996	28,871	56,618	2,119,672	2,122,919
23. Michigan (MI)	L	9,755,172	10,502,538	190,519	161,516	5,311,331	5,758,636
24. Minnesota (MN)	L	5,616,980	4,744,058	47,451	32,221	2,808,694	2,003,674
25. Mississippi (MS)	L	1,150,132	1,033,256			558,272	161,757
26. Missouri (MO)	L	4,491,606	3,824,534	142,483	25,857	1,285,608	1,450,228
27. Montana (MT)	L	583,343	494,173			105,625	70,688
28. Nebraska (NE)	L	1,517,060	1,351,035	10,961		544,540	447,069
29. Nevada (NV)	L	6,557,405	6,441,811			2,604,945	1,546,679
30. New Hampshire (NH)	L	1,626,398	1,455,579			410,065	402,884
31. New Jersey (NJ)	L	9,282,058	8,482,019	887	25,837	3,721,038	3,555,692
32. New Mexico (NM)	L	1,027,085	893,981			484,857	390,653
33. New York (NY)	L	9,091,874	8,229,926	41,921		6,182,793	6,764,087
34. North Carolina (NC)	L	8,788,970	7,859,947			1,255,530	1,110,402
35. North Dakota (ND)	L	363,094	282,238			120,724	263,993
36. Ohio (OH)	L	9,235,998	7,886,249	153,869	3,241	2,776,217	2,533,233
37. Oklahoma (OK)	L	1,861,954	1,590,032	101,012		656,620	748,047
38. Oregon (OR)	L	4,965,467	4,578,646			1,428,664	1,013,277
39. Pennsylvania (PA)	L	9,852,094	8,996,257	2,755		3,645,331	3,601,956
40. Rhode Island (RI)	L	768,391	632,987			199,416	81,215
41. South Carolina (SC)	L	4,776,512	4,527,131			1,272,040	1,180,744
42. South Dakota (SD)	L	765,068	701,171		41,941	167,997	169,680
43. Tennessee (TN)	L	6,706,736	6,513,364			1,225,201	674,701
44. Texas (TX)	L	28,681,059	27,748,819	204,741	186,625	8,475,042	9,134,327
45. Utah (UT)	L	4,951,105	4,575,049			1,898,574	448,484
46. Vermont (VT)	L	257,314	199,827			43,156	119,583
47. Virginia (VA)	L	9,484,170	9,954,589			1,563,835	4,101,730
48. Washington (WA)	L	10,563,752	9,364,663			2,528,324	1,048,031
49. West Virginia (WV)	L	695,581	583,435	42,270		221,238	216,109
50. Wisconsin (WI)	L	4,631,040	4,281,461			1,089,257	1,210,401
51. Wyoming (WY)	L	310,578	251,538			181,077	179,134
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	X X X	300,924,342	282,522,910	1,665,458	836,433	108,809,185	96,662,614
<b>DETAILS OF WRITE-INS</b>							
58001write-in description 1 for line 580	X X X						
58002write-in description 2 for line 580	X X X						
58003write-in description 3 for line 580	X X X						
58998Summary of remaining write-ins for Line 58 from overflow page	X X X						
58999TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	X X X						

(a) Active Status Counts:

1. L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG

2. R - Registered - Non-domiciled RRGs

3. E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - See DSLI)

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4. Q - Qualified - Qualified or accredited reinsurer

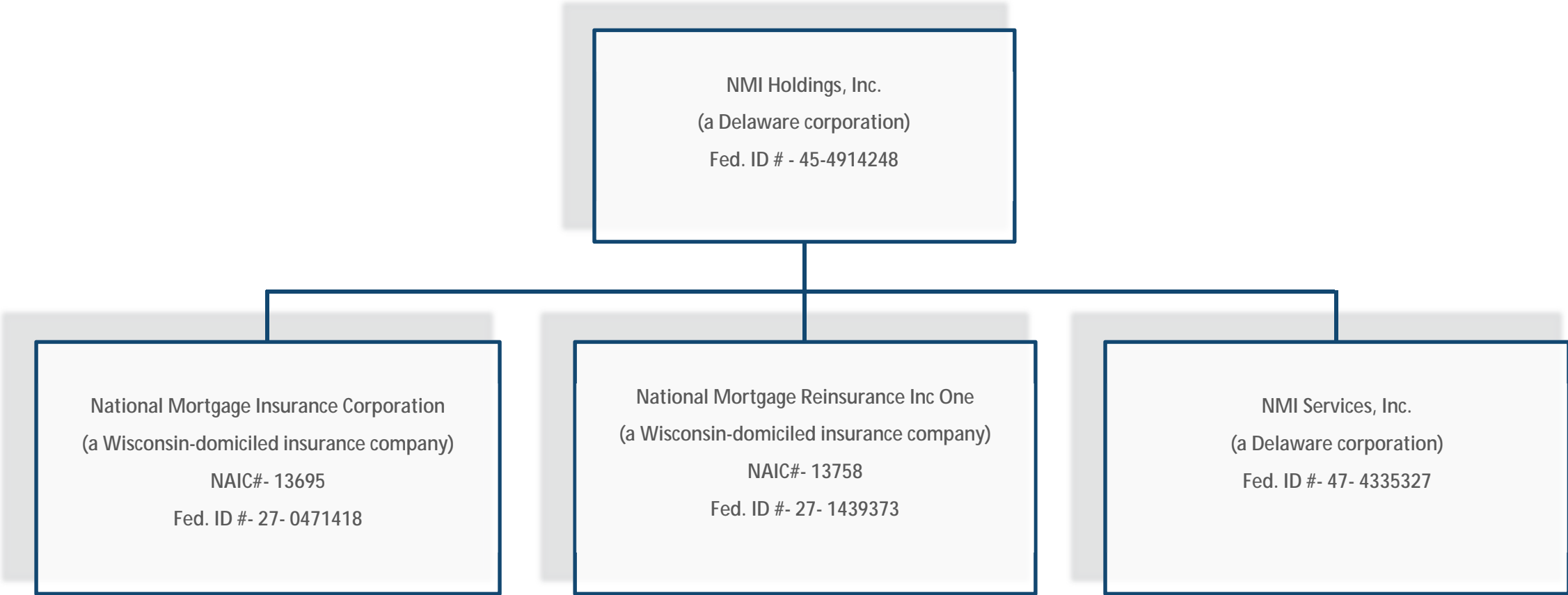
5. D - Domestic Surplus Lines Insurer (DSLII) - Reporting entities authorized to write surplus lines in the state of domicile.

6. N - None of the above - Not allowed to write business in the state

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**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	16
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)	Is an SCA Filing Required? (Yes/No)	*
.....	.....	00000	45-4914248	.....	0001547903	NASDAQ Global Market	NMI Holdings, Inc. ....	DE	UDP	.....	.....	.....	.....	No	.....
4760	NMI Holdings Grp	13695	27-0471418	.....	.....	.....	National Mortgage Insurance Corporation	WI	RE	NMI Holdings, Inc. ....	Ownership	100.0	NMI Holdings, Inc. ....	No	.....
4760	NMI Holdings Grp	13758	27-1439373	.....	.....	.....	National Mortgage Reinsurance Inc One	WI	IA	NMI Holdings, Inc. ....	Ownership	100.0	NMI Holdings, Inc. ....	No	.....
4760	NMI Holdings Grp	00000	47-4335327	.....	.....	.....	NMI Services, Inc	DE	NIA	NMI Holdings, Inc. ....	Ownership	100.0	NMI Holdings, Inc. ....	No	.....

Asterisk	Explanation
0000001	.....



**PART 1 - LOSS EXPERIENCE**

Line of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire				
2.1 Allied lines				
2.2 Multiple peril crop				
2.3 Federal flood				
2.4 Private crop				
2.5 Private flood				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5.1 Commercial multiple peril (non-liability portion)				
5.2 Commercial multiple peril (liability portion)				
6. Mortgage guaranty	318,892,501	12,090,346	3.791	(1.376)
8. Ocean marine				
9. Inland marine				
10. Financial guaranty				
11.1 Medical professional liability - occurrence				
11.2 Medical professional liability - claims made				
12. Earthquake				
13.1 Comprehensive (hospital and medical) individual				
13.2 Comprehensive (hospital and medical) group				
14. Credit accident and health				
15.1 Vision only				
15.2 Dental only				
15.3 Disability income				
15.4 Medicare supplement				
15.5 Medicaid Title XIX				
15.6 Medicare Title XVIII				
15.7 Long-term care				
15.8 Federal employees health benefits plan				
15.9 Other 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 Private passenger auto no-fault (personal injury protection)				
19.2 Other private passenger auto liability				
19.3 Commercial auto no-fault (personal injury protection)				
19.4 Other Commercial auto liability				
21.1 Private passenger auto physical damage				
21.2 Commercial 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	X X X	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X	X X X
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X	X X X
34. Aggregate write-ins for other lines of business				
35. TOTALS	318,892,501	12,090,346	3.791	(1.376)
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)				

**PART 2 - DIRECT PREMIUMS WRITTEN**

Line of Business		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire .....			
2.1	Allied lines .....			
2.2	Multiple peril crop .....			
2.3	Federal flood .....			
2.4	Private crop .....			
2.5	Private flood .....			
3.	Farmowners multiple peril .....			
4.	Homeowners multiple peril .....			
5.1	Commercial multiple peril (non-liability portion) .....			
5.2	Commercial multiple peril (liability portion) .....			
6.	Mortgage guaranty .....	151,992,180	300,924,342	282,522,910
8.	Ocean marine .....			
9.	Inland marine .....			
10.	Financial guaranty .....			
11.1	Medical professional liability - occurrence .....			
11.2	Medical professional liability - claims made .....			
12.	Earthquake .....			
13.1	Comprehensive (hospital and medical) individual .....			
13.2	Comprehensive (hospital and medical) group .....			
14.	Credit accident and health .....			
15.1	Vision only .....			
15.2	Dental only .....			
15.3	Disability income .....			
15.4	Medicare supplement .....			
15.5	Medicaid Title XIX .....			
15.6	Medicare Title XVIII .....			
15.7	Long-term care .....			
15.8	Federal employees health benefits plan .....			
15.9	Other 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	Private passenger auto no-fault (personal injury protection) .....			
19.2	Other private passenger auto liability .....			
19.3	Commercial auto no-fault (personal injury protection) .....			
19.4	Other Commercial auto liability .....			
21.1	Private passenger auto physical damage .....			
21.2	Commercial 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 .....	X X X	X X X	X X X
32.	Reinsurance-Nonproportional Assumed Liability .....	X X X	X X X	X X X
33.	Reinsurance-Nonproportional Assumed Financial Lines .....	X X X	X X X	X X X
34.	Aggregate write-ins for other lines of business .....			
35.	TOTALS .....	151,992,180	300,924,342	282,522,910
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) .....			

**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)	2023 Loss and LAE Payments on Claims Reported as of Prior Year-End	2023 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2023 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. 2020 + Prior .....	18,795		18,795	889		889	9,533	(206)	904	10,231	(8,373)	698	(7,675)
2. 2021 .....	14,361		14,361	337		337	7,417	(173)	133	7,377	(6,607)	(40)	(6,647)
3. Subtotals 2021 + Prior .....	33,156		33,156	1,226		1,226	16,950	(379)	1,037	17,608	(14,980)	658	(14,322)
4. 2022 .....	40,630	4,463	45,093	118		118	24,660	(529)	2,178	26,309	(15,852)	(2,814)	(18,666)
5. Subtotals 2022 + Prior .....	73,786	4,463	78,249	1,344		1,344	41,610	(908)	3,215	43,917	(30,832)	(2,156)	(32,988)
6. 2023 .....	X X X	X X X	X X X	X X X	54	54	X X X	39,037	3,471	42,508	X X X	X X X	X X X
7. Totals .....	73,786	4,463	78,249	1,344	54	1,398	41,610	38,129	6,686	86,425	(30,832)	(2,156)	(32,988)
8. Prior Year-End Surplus As Regards Policyholders .....											Col. 11, Line 7 As % of Col. 1 Line 7 1..... (41.786)	Col. 12, Line 7 As % of Col. 2 Line 7 2..... (48.308)	Col. 13, Line 7 As % of Col. 3 Line 7 3..... (42.158)
.....													Col. 13, Line 7 Line 8 4.....

# 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.

1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?
4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

**RESPONSES**

No  
No  
No  
No

**AUGUST FILING**

5. Will the regulator-only (non-public) Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile and electronically with the NAIC (as a regulator-only non-public document) by August 1? The response for 1st and 3rd quarters should be N/A. A NO response resulting with a bar code is only appropriate in the 2nd quarter.

Yes

Explanations:

Bar Codes:

Trusteed Surplus Statement



13695202349000002          2023          Document Code: 490

Supplement A to Schedule T



13695202345500002          2023          Document Code: 455

Medicare Part D Coverage Supplement



13695202336500002          2023          Document Code: 365

Director and Officer Supplement



13695202350500002          2023          Document Code: 505



STATEMENT AS OF **June 30, 2023** OF THE **National Mortgage Insurance Corporation**  
**SCHEDULE A - VERIFICATION**

**Real Estate**

	1 Year To Date	2 Prior Year Ended 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 Year To Date	2 Prior Year Ended 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 Year To Date	2 Prior Year Ended 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 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	2,275,509,747	2,079,297,418
2. Cost of bonds and stocks acquired .....	224,377,577	298,753,983
3. Accrual of discount .....	982,319	925,261
4. Unrealized valuation increase (decrease) .....	4,385	(221,488)
5. Total gain (loss) on disposals .....	(33,030)	(6,721)
6. Deduct consideration for bonds and stocks disposed of .....	60,302,449	96,989,793
7. Deduct amortization of premium .....	3,319,408	6,674,718
8. Total foreign exchange change in book/adjusted carrying value .....		
9. Deduct current year's other-than-temporary impairment recognized .....		
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees .....		425,805
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9 + 10) .....	2,437,219,141	2,275,509,747
12. Deduct total nonadmitted amounts .....		
13. Statement value at end of current period (Line 11 minus Line 12) .....	2,437,219,141	2,275,509,747

## 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 Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a) .....	2,116,946,320	90,406,252	42,342,671	(3,278,807)	2,116,946,320	2,161,731,094		2,028,927,799
2. NAIC 2 (a) .....	368,093,202		5,750,000	2,275,104	368,093,202	364,618,306		383,794,419
3. NAIC 3 (a) .....	2,864,831			(53,241)	2,864,831	2,811,590		2,814,942
4. NAIC 4 (a) .....								
5. NAIC 5 (a) .....								
6. NAIC 6 (a) .....								
7. Total Bonds .....	2,487,904,353	90,406,252	48,092,671	(1,056,944)	2,487,904,353	2,529,160,990		2,415,537,160
<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 .....	2,487,904,353	90,406,252	48,092,671	(1,056,944)	2,487,904,353	2,529,160,990		2,415,537,160

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....91,941,849; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

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

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
7709999999. Totals .....	91,941,849	X X X	91,551,615	9,638	

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

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	104,462,120	506
2. Cost of short-term investments acquired .....	76,979,112	168,281,201
3. Accrual of discount .....	501,551	819,933
4. Unrealized valuation increase (decrease) .....		
5. Total gain (loss) on disposals .....		
6. Deduct consideration received on disposals .....	90,000,934	64,639,520
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 + 3 + 4 + 5 - 6 - 7 + 8 - 9) .....	91,941,849	104,462,120
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11) .....	91,941,849	104,462,120



**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**

**SCHEDULE E - PART 2 - VERIFICATION****(Cash Equivalents)**

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year .....	48,351,824	11,984,937
2.	Cost of cash equivalents acquired .....	320,469,682	535,294,335
3.	Accrual of discount .....		
4.	Unrealized valuation increase (decrease) .....		
5.	Total gain (loss) on disposals .....		
6.	Deduct consideration received on disposals .....	360,169,239	498,927,448
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 + 3 + 4 + 5 - 6 - 7 + 8 - 9) .....	8,652,267	48,351,824
11.	Deduct total nonadmitted amounts .....		
12.	Statement value at end of current period (Line 10 minus Line 11) .....	8,652,267	48,351,824

**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 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation, NAIC Designation Modifier and SVO Administrative Symbol
<b>Bonds - U.S. Governments</b>									
91282CHA2	UNITED STATES TREAS NTS 3.5%04/30/		06/01/2023	VARIOUS	X X X	2,356,266	2,350,000	2,195	1.A
0109999999	Subtotal - Bonds - U.S. Governments				X X X	2,356,266	2,350,000	2,195	X X X
<b>Bonds - U.S. States, Territories and Possessions</b>									
20772KTN9	CONNECTICUT ST TAXABLE GO BDS 2023		06/07/2023	MORGAN STANLEY & CO	X X X	6,991,922	6,995,000		1.D FE
605581QN0	MISSISSIPPI ST REF TAXABLE GO BDS		05/17/2023	BARCLAYS CAPITAL INC	X X X	10,243,970	11,500,000	27,922	1.C FE
0509999999	Subtotal - Bonds - U.S. States, Territories and Possessions				X X X	17,235,892	18,495,000	27,922	X X X
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>									
64966QJK7	NEW YORK N Y TAXABLE GO BDS		06/06/2023	CHASE SECURITIES INC	X X X	4,181,606	4,920,000	22,536	1.C FE
64966QUW8	NEW YORK N Y TAXABLE GO BDS		06/06/2023	CHASE SECURITIES INC	X X X	5,153,803	5,980,000	31,259	1.C FE
686053DR7	OREGON SCH BRDS ASSN		05/24/2023	BARCLAYS CAPITAL INC	X X X	5,080,600	5,000,000	112,096	1.C FE
70869PMV6	PENNSYLVANIA ECONOMIC DEV FING		06/20/2023	CHASE SECURITIES INC	X X X	4,210,220	4,930,000	2,207	1.E FE
0709999999	Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions				X X X	18,626,229	20,830,000	168,098	X X X
<b>Bonds - U.S. Special Revenue, Special Assessment</b>									
92778VNL8	VIRGINIA COLLEGE BLDG AUTH VA		06/23/2023	CITIGROUP	X X X	2,580,000	2,580,000		1.A
92778VQN7	VIRGINIA COLLEGE BLDG AUTH VA		06/23/2023	CITIGROUP	X X X	1,420,000	1,420,000		1.B
977100HW9	WISCONSIN ST GEN FD ANNUAL APPROPR		06/20/2023	BARCLAYS CAPITAL INC	X X X	4,755,858	4,825,000	73,393	1.C FE
0909999999	Subtotal - Bonds - U.S. Special Revenue, Special Assessment				X X X	8,755,858	8,825,000	73,393	X X X
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
30037DAB1	EVERGY METRO INC -2023 BD 4.95%33		04/03/2023	BANK OF AMERICA SEC LLC	X X X	4,993,650	5,000,000		1.F FE
341081GG6	FLORIDA PWR & LT CO		05/18/2023	US BANKCORP	X X X	4,176,800	5,000,000	37,090	1.D FE
438516CK0	HONEYWELL INTL INC		05/17/2023	JEFFERIES & CO	X X X	7,505,677	7,274,000	94,966	1.F FE
482480AL4	KLA CORP SR GLBL		06/21/2023	BANK OF AMERICA SEC LLC	X X X	4,005,440	4,000,000	81,633	1.G FE
29736RAT7	LAUDER ESTEE COS INC		05/19/2023	JEFFERIES & CO	X X X	4,909,900	5,000,000	7,104	1.E FE
58933YBJ3	MERCK & CO INC SR GLBL		06/20/2023	DEUTSCHE BANK SECURITIES	X X X	9,854,700	10,000,000	41,806	1.E FE
716973AD4	PFIZER INVT ENTERPRISES GLBL NT 4	C	05/16/2023	BANK OF AMERICA SEC LLC	X X X	7,985,840	8,000,000		1.E FE
1109999999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	43,432,007	44,274,000	262,599	X X X
2509999997	Subtotal - Bonds - Part 3				X X X	90,406,252	94,774,000	534,207	X X X
2509999998	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
2509999999	Subtotal - Bonds				X X X	90,406,252	94,774,000	534,207	X X X
4509999998	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
4509999999	Subtotal - Preferred Stocks				X X X		X X X		X X X
5989999998	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
5989999999	Subtotal - Common Stocks				X X X		X X X		X X X
5999999999	Subtotal - Preferred and Common Stocks				X X X		X X X		X X X
6009999999	Total - Bonds, Preferred and Common Stocks				X X X	90,406,252	X X X	534,207	X X X

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## SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n Disposal Date	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stocks Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation, NAIC Designation Modifier and SVO Admini- strative Symbol																
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other-Than- Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 - 13)	15 Total Foreign Exchange Change in B./A.C.V.																							
<b>Bonds - U.S. Governments</b>																																					
9128284L1	U.S. TREASURY NOTES 2.750% 4/30/		05/01/2023	MATURITY	XXX	2,325,000	2,325,000	2,317,356	2,324,453						2,325,000				30,250	04/30/2023	1A																
010999999	Subtotal - Bonds - U.S. Governments																			XXX	2,325,000	2,325,000	2,317,356	2,324,453				547		547	2,325,000			30,250	XXX	XXX	
<b>Bonds - U.S. Special Revenue, Special Assessment</b>																																					
88213ADQ5	TEXAS A & M UNIV REV		05/15/2023	MATURITY	XXX	2,500,000	2,500,000	2,500,000	2,500,000						2,500,000				29,950	05/15/2023	1A FE																
92778VKD9	VIRGINIA COLLEGE BLDG AUTH VA		06/23/2023	CITIGROUP	XXX	4,000,000	4,000,000	4,000,000	4,000,000						4,000,000				32,700	02/01/2029	1B FE																
090999999	Subtotal - Bonds - U.S. Special Revenue, Special Assessment																			XXX	6,500,000	6,500,000	6,500,000	6,500,000					6,500,000				62,650	XXX	XXX		
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																																					
12510HAD2	CAPITAL AUTO 20-1A A4 144A		06/15/2023	VARIOUS	XXX	3,394	3,394	3,393	3,394						3,394				45	02/15/2050	1E FE																
14576AAA0	CARS MT-1 144A 2020 LP		06/15/2023	PRINCIPAL RECEIPT	XXX	3,938	3,938	3,936	3,937						3,938				33	12/15/2050	1A FE																
14913Q2M0	CATERPILLAR FINL SVCS MTNS BE		05/15/2023	MATURITY	XXX	3,000,000	3,000,000	3,000,000	3,000,000						3,000,000				79,078	05/15/2023	1F FE																
20268MAA4	CBSLT 18BGS A1 144A		06/25/2023	PRINCIPAL RECEIPT	XXX	28,457	28,457	28,455	28,453						28,457				428	09/25/2045	1A FE																
12530MAA3	CF HIPPOLYTA ISSUER 2020 144A		06/15/2023	PRINCIPAL RECEIPT	XXX	39,556	39,556	39,655	39,593						39,556				227	07/15/2060	1D FE																
24704GAD5	DELL EQUIPMENT FIN TR 144A		06/22/2023	PRINCIPAL RECEIPT	XXX	5,250,000	5,250,000	5,248,833	5,249,870						5,250,000				21,638	11/22/2023	1A FE																
36966TJA1	2020-2 GENERAL ELECTRIC CAPITAL CORP		04/15/2023	MATURITY	XXX	1,500,000	1,500,000	1,515,000	1,501,873						1,500,000				41,192	04/15/2023	2B FE																
38218GAA0	GOODGREEN 2018- 144A		06/15/2023	PRINCIPAL RECEIPT	XXX	43,901	43,901	43,896	43,895						43,901				863	10/15/2053	1A FE																
46620VAA2	HENDR 172 A		06/15/2023	PRINCIPAL RECEIPT	XXX	34,203	34,203	34,187	34,192						34,203				513	09/15/2060	1A FE																
42771LAB8	HERO FDG 2017-2 144A		06/20/2023	VARIOUS	XXX	4,170	4,376	4,375	4,375										73	09/20/2048	1A FE																
46616MAA8	JG WENTWORTH REC 144A 2010-3		06/15/2023	PRINCIPAL RECEIPT	XXX	14,871	14,871	15,579	15,380						14,871				238	12/15/2048	1A FE																
46617FAA2	JGWPT XXVIII LLC 144A 2013-1		06/15/2023	PRINCIPAL RECEIPT	XXX	9,634	9,634	10,091	9,997						9,634				135	04/15/2067	1A FE																
61744YAG3	MORGAN STANLEY		05/08/2023	CALLED @ 100.00000000	XXX	3,000,000	3,000,000	3,050,820	3,004,205						3,000,000				89,207	05/08/2024	1G FE																
61946FAA3	MOSAIC SOLAR LNS- 144A		06/20/2023	PRINCIPAL RECEIPT	XXX	54,536	54,536	54,533	54,534						54,536				907	06/22/2043	1F FE																
63940QAC7	NAVIENT PRIV ED LN TR 2018-B 144A		06/15/2023	PRINCIPAL RECEIPT	XXX	108,301	108,301	108,301	108,301						108,301				2,375	12/15/2059	1A FE																
67190AAA4	OAK ST INV GD NT 144A LS FD 2021-1		06/20/2023	PRINCIPAL RECEIPT	XXX	5,009	5,009	5,008	5,009						5,009				31	01/20/2051	1A FE																
67190AAB2	OAK ST INV GD NT 144A LS FD 2021-1		06/20/2023	PRINCIPAL RECEIPT	XXX	7,840	7,840	7,839	7,840						7,840				63	01/20/2051	1A FE																
69144AAA7	OXFORD FIN FDG 144A LLC 2020-1		06/15/2023	PRINCIPAL RECEIPT	XXX	89,061	89,061	89,061	89,061						89,061				1,163	02/15/2028	1F FE																
718172BU2	PHILIP MORRIS INTL INC		05/10/2023	MATURITY	XXX	5,000,000	5,000,000	4,950,100	4,997,256						5,000,000				53,125	05/10/2023	1F FE																
784710AB1	SSM HEALTH CARE CORP		04/26/2023	CHASE SECURITIES	XXX	2,000,000	2,000,000	1,987,500	1,998,747						1,999,704		296		29,714	06/01/2023	1E FE																
857477AL7	STATE STR CORP		05/15/2023	MATURITY	XXX	2,040,000	2,040,000	2,031,403	2,039,543						2,040,000				31,620	05/15/2023	1G FE																
872540AP4	TJX COS INC NEW		05/15/2023	MATURITY	XXX	2,500,000	2,500,000	2,420,400	2,495,607						2,500,000				31,250	05/15/2023	1F FE																
90782JAA1	UNION PACIFIC RR CO 2015-1		05/12/2023	PRINCIPAL RECEIPT	XXX	280,891	280,891	304,065	296,267						280,891				3,785	05/12/2027	1D FE																
959802AX7	WESTERN UN CO		06/09/2023	VARIOUS	XXX	4,250,000	4,250,000	4,253,613	4,250,299						4,250,000				90,313	06/09/2023	2B FE																
110999999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)																			XXX	29,267,762	29,267,968	29,210,044	29,281,628					29,267,672			90	90	478,016	XXX	XXX	
<b>Bonds - Unaffiliated Certificates of Deposit</b>																																					
MAXSAFE08	BUSINESS CD		04/03/2023	EXCHANGE	XXX	371,475	371,475	371,475	371,475						371,475				934	11/30/2023	1A																
201999999	Subtotal - Bonds - Unaffiliated Certificates of Deposit																			XXX	371,475	371,475	371,475	371,475					371,475				934	XXX	XXX		
250999997	Subtotal - Bonds - Part 4																			XXX	38,464,237	38,464,443	38,398,875	38,477,556					38,464,147			90	90	571,850	XXX	XXX	
250999998	Summary Item from Part 5 for Bonds (N/A to Quarterly)																			XXX	XXX	XXX	XXX	XXX					XXX			XXX	XXX	XXX	XXX	XXX	XXX
250999999	Subtotal - Bonds																			XXX	38,464,237	38,464,443	38,398,875	38,477,556					38,464,147			90	90	571,850	XXX	XXX	
450999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)																			XXX	XXX	XXX	XXX	XXX					XXX			XXX	XXX	XXX	XXX	XXX	XXX
450999999	Subtotal - Preferred Stocks																			XXX	XXX	XXX	XXX	XXX					XXX			XXX	XXX	XXX	XXX	XXX	XXX
598999998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)																			XXX	XXX	XXX	XXX	XXX					XXX			XXX	XXX	XXX	XXX	XXX	XXX
598999999	Subtotal - Common Stocks																			XXX	XXX	XXX	XXX	XXX					XXX			XXX	XXX	XXX	XXX	XXX	XXX
599999999	Subtotal - Preferred and Common Stocks																			XXX	XXX	XXX	XXX	XXX					XXX			XXX	XXX	XXX	XXX	XXX	XXX
600999999	Total - Bonds, Preferred and Common Stocks																			XXX	38,464,237	38,464,443	38,398,875	38,477,556					38,464,147			90	90	571,850	XXX	XXX	

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**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 DB Part E ..... NONE**

**E11 Schedule DL - Part 1 - Securities Lending Collateral Assets ..... NONE**

**E12 Schedule DL - Part 2 - Securities Lending Collateral Assets ..... NONE**

**SCHEDULE E - PART 1 - CASH****Month End Depository Balances**

1 Depository		2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
						6 First Month	7 Second Month	8 Third Month	
<b>Open Depositories</b>									
First Republic Bank	San Francisco, CA		0.050			25,030	137,578	547,824	X X X
Wells Fargo Bank	San Francisco, CA					41,161	214,886	40,458	X X X
First Republic Bank	San Francisco, CA			136,390		2,629			X X X
Wells Fargo Bank	San Francisco, CA						(125,001)	644,506	X X X
US Bank	Saint Paul, MN						(35,356)	(33,793)	X X X
US Bank	Saint Paul, MN				349,592	20,168,860	4,059,976	6,219,637	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 Total - Open Depositories		X X X	X X X		485,982	20,237,680	4,252,083	7,418,632	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 Total - Suspended Depositories		X X X	X X X						X X X
0399999 Total Cash On Deposit		X X X	X X X		485,982	20,237,680	4,252,083	7,418,632	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		X X X	X X X		485,982	20,237,680	4,252,083	7,418,632	X X X

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP	Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
<b>Exempt Money Market Mutual Funds - as Identified by SVO</b>								
. 09248U551	BLACKROCK LIQUIDITY FDS .....		06/30/2023 .....	0.000 .....	X X X .....	2,222,236 .....		46,711 .....
. 31846V419	FIRST AMERN FDS INC .....		06/02/2023 .....	0.000 .....	X X X .....			293 .....
. 94975H296	WELLS FARGO FDS TR .....	SD	06/02/2023 .....	0.000 .....	X X X .....	25,000 .....		549 .....
8209999999	Subtotal - Exempt Money Market Mutual Funds - as Identified by SVO .....					2,247,236 .....		47,553 .....
<b>All Other Money Market Mutual Funds</b>								
. 177366200	CITIZENSSELECT FDS .....		05/01/2023 .....	0.000 .....	X X X .....			1 .....
. 269999280	EAGLE BANK SWEEP TIER 1 FRB .....		06/30/2023 .....	0.000 .....	X X X .....	(2) .....		705 .....
8AMMF0416	US BANK MONEY MARKET (MMDA) IT&C .....		06/30/2023 .....	0.000 .....	X X X .....	5,342 .....		20 .....
. VP4520012	WELLS FARGO 100% TREASURY MONEY MA .....		06/30/2023 .....	0.000 .....	X X X .....	6,399,691 .....		724,308 .....
. VP7000061	ALLSPRING TREASURY PLUS MONEY MKT .....		05/03/2023 .....	0.000 .....	X X X .....			949 .....
8309999999	Subtotal - All Other Money Market Mutual Funds .....					6,405,031 .....		725,983 .....
8609999999	Total Cash Equivalents .....					8,652,267 .....		773,536 .....