

Medical Security Insurance Company

Raleigh, North Carolina

Report on Examination

As of December 31, 2015

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March 17, 2017

Honorable Mike Causey
Commissioner of Insurance
State of North Carolina
Raleigh, North Carolina

Sir:

Pursuant to your instructions and in accordance with Section (“§”) 58-2-131 of the General Statutes of North Carolina (“GS”), the North Carolina Department of Insurance (“Department”) conducted an examination of the records, business affairs and financial condition of

Medical Security Insurance Company

(hereinafter referred to as the “Company”), at its main administrative office located at 700 Spring Forest Road, Suite 400, Raleigh, North Carolina, 27609. The Company’s statutory home office is located at the same address. The following report on examination is respectfully submitted.

SCOPE OF EXAMINATION

We performed a full-scope statutory examination of the Company. This examination covers the period from January 1, 2011, to December 31, 2015, including any material transactions and events occurring subsequent to the examination date and noted during the course of this examination. The Department’s most recent prior examination of the Company was as of December 31, 2010.

The purpose of this examination was to assess the financial condition and controls of the Company and set forth findings of fact (together with citations of pertinent laws, regulations, and rules) with regard to any material adverse findings disclosed by the examination.

We conducted our examination in accordance with auditing standards established by the Department and the National Association of Insurance Commissioners (“NAIC”) Financial Condition Examiners Handbook (“Handbook”). The Handbook requires that we plan and perform the examination to evaluate the financial condition, assess corporate governance, identify current and prospective risks of the Company, and evaluate system controls and procedures used to mitigate those risks. An examination also includes identifying and evaluating significant risks that could cause the Company’s surplus to be materially misstated both currently and prospectively.

All accounts and activities of the Company were considered in accordance with the risk-focused examination process and the following key functional activities were identified:

Investments
Underwriting and Premiums
Reinsurance Ceding
Reserves and Claims Handling
Related Parties
Capital and Surplus

This may include assessing significant estimates made by management, as well as evaluating the overall financial statement presentation, management's compliance with GS Chapter 58, and evaluating management's compliance with Statutory Accounting Principles. This examination does not attest to the fair presentation of the financial statements included herein. If during the course of the examination an adjustment is identified, the impact of such adjustment will be documented separately from the Company's financial statements.

This examination report includes significant findings of fact and general information about the Company and its financial condition. There may be other items identified during the examination that, due to their nature (e.g., subjective conclusions, proprietary information, etc.), are not included within the examination report but separately communicated to the Company.

The Company's Annual Statements, work papers, and the independent audit work papers were reviewed and relied upon whenever possible. A trial balance reconciliation of the Annual Statement ("AS") was performed, as were a verification of ownership and valuation of assets, determination of liabilities and reserves, and an analysis and review of such accounts and records as deemed necessary by the examination team. A management representation letter attesting to the Company's ownership of assets, the nonexistence of unrecorded liabilities and contingent liabilities was received from Company management.

The books and records of the Company are audited annually by independent certified public accountants in accordance with GS § 58-10-185. Ernst & Young LLP of Raleigh, North Carolina, the designated independent public accountant of the Company, issued an unqualified opinion for each year subsequent to the Department's prior examination through, and including, the year ended December 31, 2015.

The statutory reserves and related items for 2015 were reviewed and certified by the Company's Appointed Actuary, Bryan G. Young, FCAS, MAAA of Willis Towers Watson.

REPORT ABBREVIATIONS

"MMIC Admin"

MMIC Administrative Services, LLC

“AS”	Annual Statement
“Board”	Board of Directors
“Company”	Medical Security Insurance Company
“Department”	North Carolina Department of Insurance
“GS”	General Statutes of North Carolina
“Handbook”	Financial Condition Examiners Handbook
“MMH”	Medical Mutual Holdings, Inc.
“MMIC”	Medical Mutual Insurance Company of North Carolina
“NAIC”	National Association of Insurance Commissioners
“SSAP”	Statements of Statutory Accounting Principles

SUMMARY OF SIGNIFICANT FINDINGS

1. Comments, Recommendations and Directives

The Company did not properly record certain policy endorsements and changes in coverage on the effective date of the endorsement in accordance with SSAP 53, paragraph 9. No adjustments were made, as the amount is not considered to be material; however, the Company is directed to comply with GS § 58-2-165(c) and SSAP 53 in its future filings.

COMPANY HISTORY

The Company was incorporated on February 15, 1988, under the laws of the State of North Carolina as a stock casualty, fidelity and surety insurance company. The Company commenced business on March 11, 1988, with 5.0 million shares of \$1 par value common capital stock authorized and 1.0 million shares issued and outstanding. All outstanding shares are owned by Medical Mutual Insurance Company of North Carolina (“MMIC”).

In 2013, the Company entered into a Renewal Rights Agreement with Eastern Dentists Insurance Company and discontinued writing and renewing dental professional liability insurance in April 2013. On July 1, 2013, the Company became a direct writer of medical professional liability insurance and began writing the same policies on a surplus lines basis. The Company cedes 100% of the business written to its parent, MMIC. The ceded business is then subject to the captive reinsurance contract between MMIC and Valor MD Insurance, SPC, an affiliate.

In January 2014, the Company’s parent, MMIC, implemented a Plan of Reorganization to change MMIC to a stock insurance company under the applicable North Carolina statutes. Medical Mutual Holdings, Inc. (“MMH”) was established as an insurance holding company as part of the Plan of Reorganization and owns 100% of MMIC as a result of the non-cash, tax-free transaction, which resulted in no adjustments to MMIC’s historical basis other than its capital and surplus to reflect the new common stock issued. All MMIC policyholders are members of MMH with the rights typically associated with mutual company membership.

CAPITAL STOCK

As of December 31, 2015, the Company’s capitalization consisted of the following:

Description	Value
Number of authorized common capital shares	5,000,000
Number of shares issued and outstanding	1,000,000
Total common capital stock	\$1,000,000
Par value per share	\$1.00

No additional shares were issued during the period under examination. As of December 31, 2015, all outstanding shares are owned by MMIC.

At December 31, 2015, the Company had unassigned funds totaling approximately \$5.5 million and gross paid-in and contributed surplus of \$10.8 million.

MANAGEMENT AND CONTROL

CORPORATE GOVERNANCE

Board of Directors

The business of the Company is managed by its management team and subject to review by the Board of Directors ("Board"). The Board consists of at least three members except that, if and so long as all the shares of the Company are owned by either one or two shareholders, the number of members may be fewer than three but not fewer than the number of such shareholders. Each director holds office until death, resignation, retirement, removal, disqualification, or until his successor is elected and qualified. A majority of the Board constitutes a quorum for the transaction of business.

The following individuals served as directors as of December 31, 2015:

Name	Location	Principal Occupation
Henry David Bruton, MD	Raleigh, NC	Company Secretary
Thomas Hatton McCoy, MD	Charlotte, NC	Company President and Chairman of the Board
Allen Dale Jenkins	Raleigh, NC	Company Chief Executive Officer
Robert Edmund Schaaf, MD	Raleigh, NC	Chief Executive Officer and Managing Partner of Wake Radiology Services
Chris Michael Teigland, MD	Charlotte, NC	Physician, Carolinas Medical Center

Committees

The Board may designate three or more directors to an executive committee and other committees, each of which, to the extent authorized by the bylaws and provided in such resolution, shall have and may exercise all of the authority of the Board in the management of the Company. The Board has established an Executive Committee and an Audit Committee.

The following individuals served on Board committees as of December 31, 2015:

Executive Committee

Thomas Hatton McCoy, MD - Chairman
Robert Edmund Schaaf, MD
Henry David Bruton, MD
Chris Michael Teigland, MD

Audit Committee

Thomas Hatton McCoy, MD - Chairman
Robert Edmund Schaaf, MD
Henry David Bruton, MD
Chris Michael Teigland, MD

Officers

The bylaws provide that the Board elect the officers of the Company. The officers of the Company consist of a president, first vice president, secretary, treasurer, chief executive officer, and other such officers deemed necessary by the Board. All officers shall hold offices for one year or until their successors are elected and qualified. The chairman of the Board and president, vice chairman of the board and first vice president, and secretary shall be current or former members of the corporation, but no such qualifications shall be required of the other officers of the corporation. Any two or more offices may be held by the same person except for the offices of the chairman of the board, president and secretary.

The following individuals served as officers of the Company as of December 31, 2015:

Name	Title
Thomas Hatton McCoy, MD	President
Robert Edmund Schaaf, MD	First Vice President
Henry David Bruton, MD	Secretary
Jason Thomas Sandner	Treasurer
Allen Dale Jenkins	Chief Executive Officer
David Paul Sousa	Chief Operating Officer and General Counsel
David Scott Davison	Senior Vice President
James Harris Kay	Senior Vice President
Steven Wallace Sawyer	Senior Vice President
John Robert Scudella	Senior Vice President
Jason Douglas Newton	Senior Vice President

CODE OF CONDUCT AND CONFLICT OF INTEREST

The Company has an established policy and procedure to identify existing or potential conflicts of interest and to report the same to the Board. Annually, the Company requires a signed statement from each director and officer disclosing any conflict of interest. A review of the signed conflict of interest statements for the examination period revealed that the Company acted in accordance with its policy and procedures for disclosure of conflicts of interest.

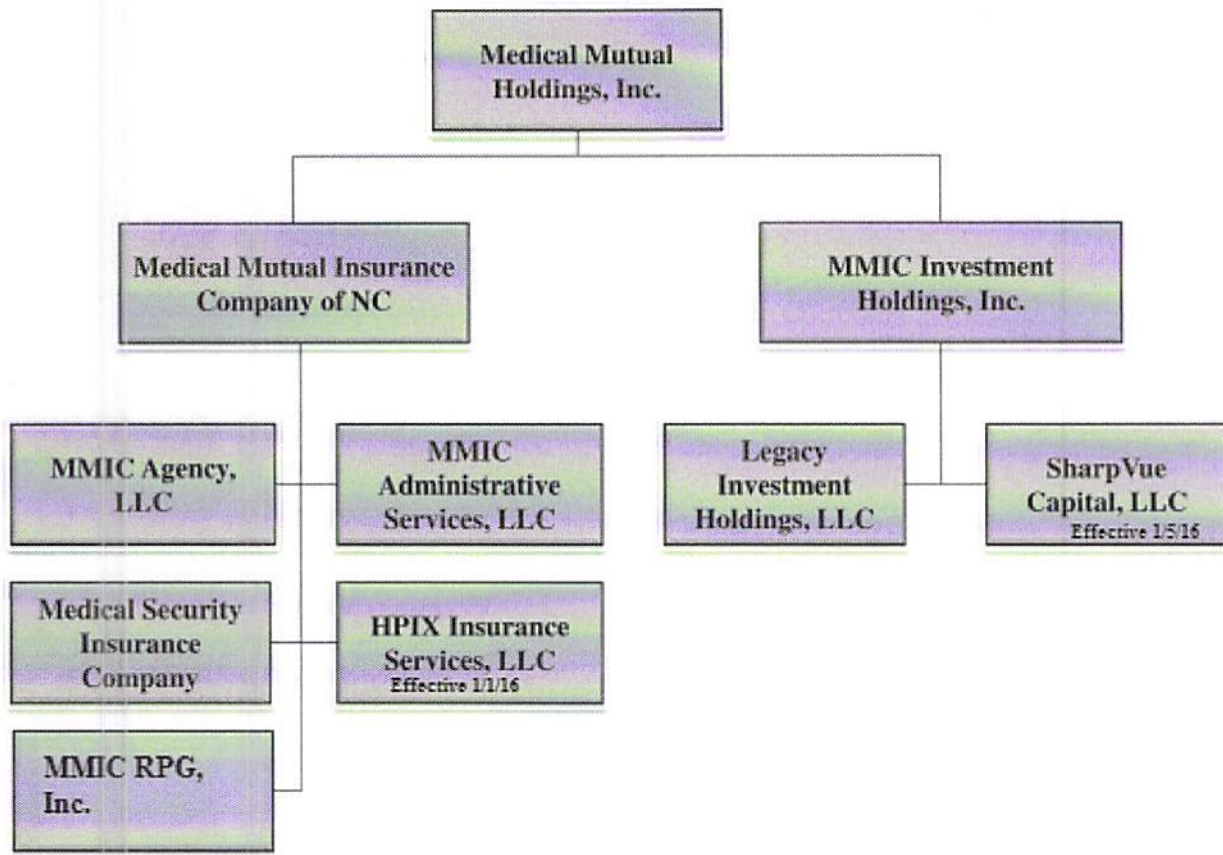
CORPORATE RECORDS

We reviewed the minutes of the meetings of the Board and committees for the period under examination. Based on our review, the minutes documented the Company's significant transactions and events and that the directors approved these transactions and events.

CORPORATE ORGANIZATION

The Company is part of an insurance holding company system as defined by GS § 58-19. The Company is owned by MMIC, which is wholly owned by MMH.

ORGANIZATIONAL CHART



STATUTORY DEPOSITS

Statutory deposits are maintained as required by insurance regulatory agencies for doing business in such jurisdictions. The Company's 2015 AS, Schedule E, Part 3 contains a complete description and listing of the Company's statutory deposits by state. As of December 31, 2015, the statutory deposits were sufficient to meet the capital deposit requirements for the states where the Company is writing business.

ACCOUNTS AND RECORDS

The Company's books and records are maintained at its administrative office at 700 Spring Forest Road, Suite 400, Raleigh, North Carolina 27609.

The Company's significant applications are eOasis, Sunguard iWorks and Clearwater, which are hosted by Windstream at a data center located in Raleigh, North Carolina. Windstream provides services to the Company, which include the network infrastructure, telephone, virtual private networks, network security, firewalls and dynamic IP services.

FIDELITY BONDS AND OTHER INSURANCE

The Company is a named insured under a fidelity bond issued to MMH with coverage totaling \$1.0 million in aggregate. The coverage meets the minimum amount of fidelity bond coverage recommended by the

Handbook. In addition, the Company is a named insured on various corporate property and liability policies, which appeared to be adequate to cover risks in the normal course of business.

EMPLOYEE BENEFITS AND PENSION PLANS

The Company has no employees. The Company provides a deferred compensation plan for its Directors. Directors may defer up to 100% of their compensation.

RELATED PARTY AGREEMENTS

The Company has a service agreement with MMIC Administrative Services, LLC (“MMIC Admin”), effective January 1, 2013, under which the Company receives general management, financial management, and information technology services. The Company reimburses MMIC Admin monthly for expenses paid on its behalf. Under this agreement, the Company paid management fees totaling approximately \$3.0 million and \$1.6 million for 2015 and 2014, respectively.

The Company has a management agreement with MMIC, effective January 1, 2001, under which MMIC provides general management, underwriting, marketing, claims administration, financial management, and information technology services. The Company reimburses MMIC monthly for expenses paid on its behalf. Under this agreement, the Company paid management fees totaling \$160,000 and \$150,000 for 2015 and 2014, respectively.

The Company is included in a consolidated federal income tax return in accordance with a tax sharing agreement with its affiliates, effective January 1, 2014. The consolidated federal tax return is consolidated with the following affiliates: MMH, MMIC, MMIC Investment Holdings, Inc. and MMIC RPG, Inc. The provision for federal income tax is computed as if each entity were filing a separate income tax return. Benefits, which arise from tax credits and net operating losses, are allocated to the entity producing such results to the extent they are utilized in the consolidated income tax provision. Intercompany tax balances are settled on an annual basis within 60 days of year-end.

TERRITORY AND PLAN OF OPERATION

At December 31, 2015, the Company was licensed to write medical professional liability insurance in North Carolina, Maryland, Nebraska and Kansas. The Company is eligible or approved to write medical professional liability insurance business on a surplus lines basis in the following states:

Alabama	Arizona	Arkansas	California	Colorado
District of Columbia	Florida	Georgia	Hawaii	Illinois
Indiana	Iowa	Pennsylvania	Kentucky	Louisiana
New Jersey	Mississippi	Missouri	South Carolina	Nevada
Tennessee	Texas	Vermont	Virginia	South Dakota
West Virginia	Wyoming			

TRENDS OF THE COMPANY

The following data, obtained from annual statements filed with the Department, illustrates the trends of the Company for the five year period ended December 31, 2015:

Year	Net Admitted Assets	Capital and Surplus	Gross Premiums Written	Net Earned Premiums	Net Income
2015	\$26,526,469	\$17,229,312	\$19,994,528	\$0	\$569,989
2014	\$26,631,461	\$16,655,004	\$14,366,412	\$29,730	\$810,729
2013	\$23,591,946	\$15,912,943	\$10,715,797	\$1,183,421	\$811,664
2012	\$9,402,226	\$6,057,909	\$2,213,033	\$1,885,606	\$788,916
2011	\$9,272,457	\$5,230,020	\$2,232,323	\$1,739,291	\$97,847

ACTUARIAL OPINION

Every property and casualty insurance company doing business in North Carolina, unless otherwise exempted by the Commissioner, shall annually submit the opinion of an appointed actuary and an actuarial opinion summary in accordance with GS § 58-10-150 and GS § 58-10-155.

The statutory reserves and related items for 2015 were reviewed and certified by the Company's Appointed Actuary Bryan G. Young, FCAS, MAAA of Willis Towers Watson. Actuarial opinions regarding the Company's reserves for loss and loss adjustment expenses were issued by an appointed actuary for all years in the examination period. The appointed actuary evaluated the data provided by the Company for reasonableness and consistency of the loss and loss adjustment expense reserves. According to the actuarial opinions, the Company's reserves on loss and loss adjustment expenses met the requirements of the insurance laws of North Carolina; were consistent with reserves computed in accordance with accepted actuarial standards and principles; and made a reasonable provision for all loss and loss adjustment expense obligations of the Company.

REINSURANCE PROGRAM OVERVIEW

The Company has a quota share contract under which it cedes 100% of the net liability for physician and surgeon business written to its parent, MMIC.

FINANCIAL STATEMENTS

The following financial statements are based on the statutory financial statements filed by the Company with the Department and present the financial condition of the Company for the period ending December 31, 2015. The supporting exhibits present the information required to be included, in conformity with reporting practices prescribed by the Department. The financial statements and supporting schedules as of December 31, 2014, are unexamined and are presented for comparative purposes only.

**Medical Security Insurance Company
Statutory Statement of Admitted Assets
December 31,**

	2015	2014 <i>(unexamined)</i>
Bonds	\$16,843,764	\$16,738,052
Cash and short-term investments	733,611	1,502,786
Subtotals, cash and invested assets	17,577,375	18,240,838
Investment income due and accrued	209,279	193,042
Uncollected premiums and agents' balances	8,715,507	8,109,622
Net deferred tax asset	6,000	22,000
Aggregate write-ins for other than invested assets	18,308	65,959
Total Admitted Assets	\$26,526,469	\$26,631,461

Medical Security Insurance Company
Statutory Statement of Liabilities, Surplus and Other Funds
December 31,

	2015	2014 <i>(unexamined)</i>
Losses	\$227,500	\$471,492
Loss adjustment expenses	97,500	428,508
Commissions payable	330,131	275,624
Current federal and foreign income taxes	132,200	195,706
Ceded reinsurance premiums payable	6,617,954	6,995,201
Amounts withheld or retained by company for account of others	47,112	42,830
Payable to parent, subsidiaries and affiliates	1,589,553	1,458,049
Aggregate write-ins for liabilities	255,207	109,047
Total Liabilities	9,297,157	9,976,457
Common capital stock	1,000,000	1,000,000
Gross paid in and contributed surplus	10,767,823	10,767,823
Unassigned funds	5,461,489	4,887,181
Surplus as regards policyholders	17,229,312	16,655,004
Total Liabilities, Capital and Surplus	\$26,526,469	\$26,631,461

Medical Security Insurance Company
Statutory Statement of Operations
December 31,

	2015	2014 <i>(unexamined)</i>
Underwriting Income		
Premiums earned	-	\$ 29,730
Deductions		
Losses incurred	(43,992)	(151,103)
Loss adjustment expenses incurred	(242,424)	(397,778)
Other underwriting expenses incurred	158,021	156,282
Total underwriting deductions	(128,395)	(392,599)
Net underwriting gain	128,395	422,329
Investment Income		
Net investment income earned	540,349	514,796
Net realized capital gains	13,348	9,204
Net investment gain	553,697	524,000
Other Income		
Aggregate write-ins for miscellaneous income	15,697	80,000
Total Other Income	15,697	80,000
Net income before dividends to policyholders	697,789	1,026,329
Net income after dividends to policyholders, before taxes	697,789	1,026,329
Federal and foreign income taxes incurred	127,800	215,600
Net Income	\$569,989	\$810,729

Medical Security Insurance Company
Statutory Statement of Surplus
December 31,

Surplus Account	2015	2014 <i>(unexamined)</i>
Surplus, beginning of year	\$16,655,004	\$15,912,943
Surplus increases (decreases):		
Net Income	569,989	810,729
Change in net unrealized capital gains or (losses) less capital gains tax	8,836	(8,836)
Change in net deferred income tax	(13,244)	(26,970)
Change in non-admitted assets	8,727	(32,861)
Change in surplus as regards policyholders for the year	574,308	742,062
Surplus, end of year	\$17,229,312	\$16,655,004

Medical Security Insurance Company
Statutory Statement of Cash Flow
December 31,

	2015	2014 <i>(unexamined)</i>
Cash Used by Operations		
Premiums collected net of reinsurance	\$801,978	\$ (702,531)
Net investment income	685,199	685,451
Miscellaneous income	15,697	80,000
Total	1,502,874	62,919
Benefit and loss related payments	200,000	(11,007)
Commissions, expenses paid and aggregate write-ins for deductions	1,697,575	363,556
Federal and foreign income taxes paid net of \$4,400 tax on capital gains	198,506	(91,406)
Total	2,096,081	261,143
Net cash used by operations	(593,207)	(198,224)
Cash Used by Investments		
Proceeds from investments sold, matured, or repaid	2,833,163	1,861,095
Cost of investments acquired (long-term only)	3,077,754	1,936,690
Net cash used by investments	(244,591)	(75,596)
Cash From Financing and Miscellaneous Sources		
Other cash (applied) provided	68,623	506,495
Net cash from financing and miscellaneous sources	68,623	506,495
Reconciliation of Cash and Short-Term Investment		
Net change in cash, cash equivalents and short-term investments	(769,175)	232,676
Cash and short-term investments, beginning of year	1,502,786	1,270,110
Cash and short-term investments, end of year	<u>\$733,611</u>	<u>\$1,502,786</u>

COMMENTS ON FINANCIAL STATEMENTS

Basis of Presentation and Summary of Significant Accounting Policies

The accompanying financial statement has been prepared in conformity with the accounting practices prescribed by the GS.

The more significant accounting policies followed by the Company are as follows:

Bonds: Carried at amortized cost using the scientific method. Bonds with lower credit ratings are carried at the lower of amortized cost or NAIC market value. Bonds not backed by other loans are stated at amortized cost using the scientific method.

Cash and short-term investments: Carried at amortized cost (which approximates fair value) and includes money market instruments and debt securities with maturities of less than one year.

Premiums: Insurance premiums, net of premiums ceded to reinsurers, are earned over the terms of the policies. The portion of direct premiums written applicable to the unexpired terms of the policies is recorded as unearned premium. Premiums are earned on a daily pro rata basis.

Reserves for loss & loss adjustment expenses: Includes amounts determined from individual case estimates and loss reports and amounts, based on experience, for losses incurred but not reported. Estimated amounts of salvage and subrogation and reinsurance recoverable are deducted from the reserve for losses and loss adjustment expenses.

Analysis of Assets

The following represents an analysis of the Company's net admitted assets as of December 31, 2015:

	Assets	Assets not Admitted	Net Admitted Assets
Bonds	\$16,843,764		\$16,843,764
Cash and short-term investments	733,611		733,611
Subtotal cash and invested assets	17,577,375		17,577,375
Investment income due and accrued	209,279		209,279
Uncollected premiums and agents' balances	8,715,507		8,715,507
Net deferred tax asset	15,000	9,000	6,000
Aggregate write-ins for other than invested assets	46,654	28,346	18,308
Total Assets	\$26,563,815	\$37,346	\$26,526,469

Reinsurance

The Company has a quota share reinsurance contract to minimize its exposure to losses. Reinsurance contracts do not relieve the Company of its primary obligations to policyholders. Failure of the reinsurers to discharge their obligations could result in losses to the Company.

Direct and ceded premiums written and earned are as follows:

	2015	2014
Direct and assumed written	\$19,994,528	\$14,366,412
Ceded written	(19,994,528)	(14,363,089)
Net written	\$0	\$3,323
Direct and assumed earned	18,233,380	12,741,717
Ceded earned	(18,233,380)	(12,711,987)
Net earned	\$0	\$29,730

Reinsurance Ceded

The Company has a quota share agreement with MMIC effective June 1, 2013, whereby the Company cedes 100% of the net liability for physician and surgeon business to its parent. In 2015 and 2014, the Company ceded premiums totaling approximately \$20.0 million and \$14.4 million, respectively, to MMIC under this contract.

Summary of Reserves

The following provides a reconciliation of the Company's reserves for losses and loss adjustment expenses:

	2015	2014
Reserve for losses and loss adjustment expenses, beginning of year	\$900,000	\$1,800,000
Add:		
Provision for losses and loss adjustment expenses, current year	50,526	92,883
Change in estimated losses and loss adjustment expenses, prior years	(336,942)	(641,764)
Total incurred	(286,416)	(548,881)
Deduct:		
Losses and loss adjustment expenses paid, current year	16,684	21,196
Losses and loss adjustment expenses paid, prior year	271,900	329,923
Total paid	288,584	351,119
Reserve for losses and loss adjustment expenses, end of year	325,000	900,000
Decrease/Increase in reserve for losses and loss adjustment expenses	(\$575,000)	(\$900,000)

During 2015 and 2014, the Company collected amounts recoverable for reinsurance of approximately \$28.1 million and \$14.9 million, respectively.

Surplus

The following, in conjunction with the Statutory Statement of Surplus (see page 13), represents the changes in the Company's surplus since December 31, 2010:

	2013	2012	2011
Surplus, beginning of year	\$6,057,909	\$5,230,020	\$5,140,991
Surplus increases (decreases):			
Net income	811,664	788,916	97,847
Change in net unrealized capital gains	0	20,617	(10,145)
Change in net deferred income tax	(140,155)	(20,579)	(82,950)
Change in non-admitted assets	115,702	935	84,277
Cumulative effect of changes in accounting principles	0	38,000	0
Paid in surplus adjustment	9,067,823	0	0
Change in surplus as regards policyholders for the year	9,855,034	827,889	89,029
Surplus, end of year	\$15,912,943	\$6,057,909	\$5,230,020

Contingencies and Commitments

The Company is involved in routine legal and administrative proceedings incidental to the conduct of its business. While the outcome of these matters cannot be estimated with certainty, it is the opinion of management that the resolution of these matters will not have a material effect on the financial position of the Company.

Medical Security Insurance Company
Distribution of Report on Examination
December 31, 2015

Steven Wallace Sawyer
Senior Vice President, Corporate and Regulatory Affairs
700 Spring Forest Road, Suite 400
Raleigh, North Carolina 27609

Allen Dale Jenkins
Chief Executive Officer
700 Spring Forest Road, Suite 400
Raleigh, North Carolina 27609

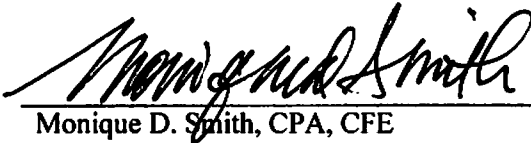
Jason Thomas Sandner
Chief Financial Officer and Treasurer
700 Spring Forest Road, Suite 400
Raleigh, North Carolina 27609

CONCLUSION

We conclude that the Company complies with the minimum capital and surplus requirements of GS § 58-7-75 for the kinds of insurance that the Company has been authorized to write, which is \$1.0 million

The courteous cooperation and assistance extended by the officers and employees of the Company during the examination is hereby acknowledged.

Respectfully submitted,



Monique D. Smith, CPA, CFE
Chief Financial Examiner
North Carolina Department of Insurance

March 17, 2017

STATE OF NORTH CAROLINA

COUNTY OF WAKE

Herb Maltba, Examination Supervisor, North Carolina Department of Insurance, being first, duly sworn, deposes and says that this report on examination, subscribed by him, is true and correct to the best of his knowledge and belief.

Signature: Herb Maltba Date: 4-25-17
Herb Maltba

Sworn and subscribed before me this 25 day of April, 2017.

Notary Public Signature: Thomas Smith Notary Public Seal:

