



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2023
OF THE CONDITION AND AFFAIRS OF THE
FARMERS INSURANCE EXCHANGE

NAIC Group Code 0069 (Current) 0069 (Prior) NAIC Company Code 21652 Employer's ID Number 95-2575893

Organized under the Laws of California, State of Domicile or Port of Entry CA
Country of Domicile United States of America

Incorporated/Organized 03/28/1928 Commenced Business 04/06/1928

Statutory Home Office 6301 Owensmouth Ave, Woodland Hills, CA, US 91367-2216
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 6301 Owensmouth Ave, Woodland Hills, CA, US 91367-2216
(Street and Number) (City or Town, State, Country and Zip Code)
818-965-0433 (Area Code) (Telephone Number)

Mail Address 6301 Owensmouth Ave, Woodland Hills, CA, US 91367-2216
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 6301 Owensmouth Ave, Woodland Hills, CA, US 91367-2216
(Street and Number) (City or Town, State, Country and Zip Code)
818-965-0433 (Area Code) (Telephone Number)

Internet Website Address www.farmers.com

Statutory Statement Contact Maria Eugenia Aquilera, 818-965-0433
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(E-mail Address) (FAX Number)

OFFICERS

President, CEO Raul Nicolas Vargas Ochoa * CFO, Treasurer Thomas Sangkyu Noh
Secretary Chau Thi Do # Chief Actuary James Leslie Nutting *

*The individuals listed are officers of Farmers Group, Inc., dba as Farmers Underwriters Association, a Nevada Corporation which acts as attorney-in-fact of Farmers Insurance Exchange

OTHER

Seung Yong Yoo #, Chief Claims Officer Timothy John Murray, Claims Executive Craig Allen Orraj, Claims Executive

*The individuals listed are officers of Farmers Group, Inc., dba as Farmers Underwriters Association, a Nevada Corporation which acts as attorney-in-fact of Farmers Insurance Exchange

DIRECTORS OR TRUSTEES

Thomas George Allen **, Julio Areias Da Silva **, Alan Roy Gildemeister **
Scott William Hood **, Gary Randolph Martin **, Ronald Gregory Myhan **
Al Bernard Reid # **

State of California SS: State of California SS: State of California SS:
County of Los Angeles County of Los Angeles County of Los Angeles

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 of Raul Nicolas Vargas Ochoa]

Raul Nicolas Vargas Ochoa *
President, CEO

[Signature of Chau Thi Do]

Chau Thi Do
Secretary

[Signature of Thomas Sangkyu Noh]

Thomas Sangkyu Noh
CFO, Treasurer

*The individuals listed are officers of Farmers Group, Inc., dba as Farmers Underwriters Association, a Nevada Corporation which acts as attorney-in-fact of Farmers Insurance Exchange

**Board of Governors

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

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

Subscribed and sworn to (or affirmed) before me on this 7th day of Feb 2024 by Raul Nicolas Vargas Ochoa, proved to me on the basis of satisfactory evidence to be the person who appeared before me.

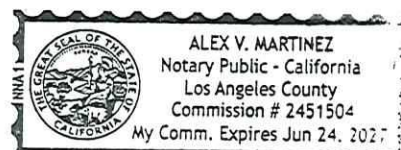
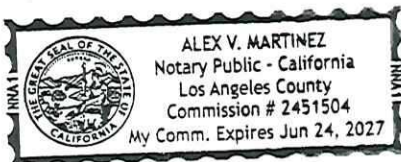
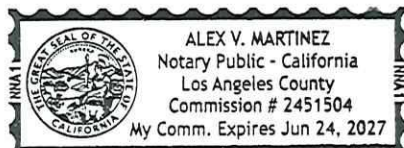
[Signature]

Subscribed and sworn to (or affirmed) before me on this 6th day of Feb 2024 by Chau Thi Do, proved to me on the basis of satisfactory evidence to be the person who appeared before me.

[Signature]

Subscribed and sworn to (or affirmed) before me on this 5th day of Feb 2024 by Thomas Sangkyu Noh, proved to me on the basis of satisfactory evidence to be the person who appeared before me.

[Signature]



ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	4,839,049,905		4,839,049,905	4,519,528,832
2. Stocks (Schedule D):				
2.1 Preferred stocks	5,040,564	5,040,564		
2.2 Common stocks	8,224,355,698	5,357,492	8,218,998,206	7,651,460,831
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	139,122,824		139,122,824	101,958,603
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)	29,051,871		29,051,871	30,061,588
4.2 Properties held for the production of income (less \$ encumbrances)	381,606,468		381,606,468	298,051,635
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$197,147,881, Schedule E - Part 1), cash equivalents (\$611,484,796, Schedule E - Part 2) and short-term investments (\$98,447,281, Schedule DA)	907,079,958		907,079,958	842,992,137
6. Contract loans (including \$ premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)	210,983,915		210,983,915	213,987,058
9. Receivable for securities	596,373		596,373	1,544,130
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	14,736,887,576	10,398,057	14,726,489,520	13,659,584,815
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	47,341,162		47,341,162	35,302,583
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	405,632,388	29,024,790	376,607,597	401,699,597
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$6,492,719 earned but unbilled premiums)	6,174,563,274		6,174,563,274	4,369,079,465
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)	276,846		276,846	376,890
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	809,987,186		809,987,186	877,555,139
16.2 Funds held by or deposited with reinsured companies	45		45	
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	229,228,542		229,228,542	278,902,445
18.2 Net deferred tax asset	282,261,954		282,261,954	241,376,612
19. Guaranty funds receivable or on deposit	1,114,987		1,114,987	731,277
20. Electronic data processing equipment and software	883,710	883,710		
21. Furniture and equipment, including health care delivery assets (\$)	19,466,550	19,466,550		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	293,238,358		293,238,358	2,442,994,641
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	785,058,867	48,505,846	736,553,021	671,577,095
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	23,785,941,445	108,278,952	23,677,662,493	22,979,180,559
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	23,785,941,445	108,278,952	23,677,662,493	22,979,180,559
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)				
2501. Insurance-company owned life insurance-cash value	507,503,921		507,503,921	473,883,723
2502. Other assets	211,223,896	48,505,846	162,718,050	138,543,174
2503. Business-owned life insurance-cash value	65,283,769		65,283,769	58,167,382
2598. Summary of remaining write-ins for Line 25 from overflow page	1,047,281		1,047,281	982,815
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	785,058,867	48,505,846	736,553,021	671,577,095

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	4,850,825,165	4,649,561,139
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	1,276,467,284	1,226,206,396
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	1,205,927,931	1,232,071,617
4. Commissions payable, contingent commissions and other similar charges		
5. Other expenses (excluding taxes, licenses and fees)	5,790,497	6,157,469
6. Taxes, licenses and fees (excluding federal and foreign income taxes)		8,031,282
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))		
7.2 Net deferred tax liability		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ 11,178,964,711 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	4,098,699,290	3,820,915,241
10. Advance premium	115,398,556	95,600,293
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	908,742,435	996,853,298
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)	6,608,835,806	6,320,914,082
14. Amounts withheld or retained by company for account of others	223,859	235,042
15. Remittances and items not allocated	19,541,223	2,827,325
16. Provision for reinsurance (including \$ certified) (Schedule F, Part 3, Column 78)		2,126,869
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates		
20. Derivatives		
21. Payable for securities	7,536,305	65,399,689
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	129,428,425	93,392,578
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	19,227,416,775	18,520,292,319
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	19,227,416,775	18,520,292,319
29. Aggregate write-ins for special surplus funds	3,400,000	3,500,000
30. Common capital stock		
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes	1,694,136,999	1,694,036,999
34. Gross paid in and contributed surplus		
35. Unassigned funds (surplus)	2,752,708,719	2,761,351,240
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	4,450,245,718	4,458,888,239
38. TOTALS (Page 2, Line 28, Col. 3)	23,677,662,493	22,979,180,559
DETAILS OF WRITE-INS		
2501. Claims payments made after data-processing close	(274,287,435)	(334,988,748)
2502. Accounts payable	180,648,851	245,211,529
2503. Uncashed drafts and checks pending escheatment	62,748,446	53,440,673
2598. Summary of remaining write-ins for Line 25 from overflow page	160,318,563	129,729,124
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	129,428,425	93,392,578
2901. Reclassification of unamortized discount on surplus note from Unassigned surplus to Special surplus	3,400,000	3,500,000
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above)	3,400,000	3,500,000
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above)		

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4).....	8,957,745,256	8,596,631,593
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	6,151,079,806	5,686,739,249
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	621,423,398	753,080,319
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	2,854,714,848	2,759,982,063
5. Aggregate write-ins for underwriting deductions	(1,406,636)	(1,105,658)
6. Total underwriting deductions (Lines 2 through 5)	9,625,811,416	9,198,695,973
7. Net income of protected cells		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(668,066,159)	(602,064,380)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	110,671,272	34,920,646
10. Net realized capital gains (losses) less capital gains tax of \$ 6,503,922 (Exhibit of Capital Gains (Losses))	26,638,093	283,585,761
11. Net investment gain (loss) (Lines 9 + 10)	137,309,366	318,506,408
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ 184,554 amount charged off \$ 69,079,491)	(68,894,936)	(57,738,291)
13. Finance and service charges not included in premiums	115,670,054	94,810,893
14. Aggregate write-ins for miscellaneous income	(315,885,232)	(208,070,294)
15. Total other income (Lines 12 through 14)	(269,110,114)	(170,997,692)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(799,866,907)	(454,555,665)
17. Dividends to policyholders	175,640	388,288
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)	(800,042,548)	(454,943,953)
19. Federal and foreign income taxes incurred	(147,115,011)	(140,787,808)
20. Net income (Line 18 minus Line 19)(to Line 22)	(652,927,537)	(314,156,144)
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	4,458,888,239	4,832,274,595
22. Net income (from Line 20)	(652,927,537)	(314,156,144)
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$253,563	577,387,552	87,981,593
25. Change in net unrealized foreign exchange capital gain (loss)		
26. Change in net deferred income tax	41,138,905	(40,764,164)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	22,252,074	(7,693,767)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	2,126,869	(72,137)
29. Change in surplus notes	100,000	(99,900,000)
30. Surplus (contributed to) withdrawn from protected cells		
31. Cumulative effect of changes in accounting principles		
32. Capital changes:		
32.1 Paid in		
32.2 Transferred from surplus (Stock Dividend)		
32.3 Transferred to surplus		
33. Surplus adjustments:		
33.1 Paid in		
33.2 Transferred to capital (Stock Dividend)		
33.3 Transferred from capital		
34. Net remittances from or (to) Home Office		
35. Dividends to stockholders		
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus	1,279,617	1,218,265
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	(8,642,522)	(373,386,355)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	4,450,245,718	4,458,888,239
DETAILS OF WRITE-INS		
0501. Pooled share of LAD program income	(1,406,636)	(1,105,658)
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page		
0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above)	(1,406,636)	(1,105,658)
1401. Interest expense on funds held	(278,250,143)	(189,007,375)
1402. Miscellaneous expense	(34,892,896)	(16,419,852)
1403. Premiums for company-owned life insurance	(2,183,265)	(2,076,195)
1498. Summary of remaining write-ins for Line 14 from overflow page	(558,928)	(566,872)
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above)	(315,885,232)	(208,070,294)
3701. Net proceeds from company-owned life insurance	2,858,263	1,292,135
3702. Pooled share of unauthorized reinsurance	(1,578,647)	(73,870)
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page		
3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above)	1,279,617	1,218,265

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	9,257,907,420	8,043,690,954
2. Net investment income	112,460,695	54,220,227
3. Miscellaneous income	(269,110,159)	(170,997,692)
4. Total (Lines 1 through 3)	9,101,257,956	7,926,913,489
5. Benefit and loss related payments	5,771,285,625	5,153,108,890
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	3,574,219,937	3,703,883,896
8. Dividends paid to policyholders	175,640	388,288
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	(190,284,991)	(76,578,889)
10. Total (Lines 5 through 9)	9,155,396,211	8,780,802,184
11. Net cash from operations (Line 4 minus Line 10)	(54,138,255)	(853,888,696)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	929,433,646	1,180,326,865
12.2 Stocks	82,757,165	227,961,853
12.3 Mortgage loans	150,065	
12.4 Real estate		369,976,957
12.5 Other invested assets	1,074,672	10,878,111
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(297)	3,230
12.7 Miscellaneous proceeds		48,454,513
12.8 Total investment proceeds (Lines 12.1 to 12.7)	1,013,415,251	1,837,601,529
13. Cost of investments acquired (long-term only):		
13.1 Bonds	1,254,136,243	1,209,411,509
13.2 Stocks	35,897,493	9,617,037
13.3 Mortgage loans	37,250,631	101,947,645
13.4 Real estate	92,791,007	217,101,779
13.5 Other invested assets	100,632	139,266
13.6 Miscellaneous applications	56,915,967	
13.7 Total investments acquired (Lines 13.1 to 13.6)	1,477,091,973	1,538,217,236
14. Net increase/(decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(463,676,722)	299,384,293
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		(99,900,000)
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	581,902,798	952,808,928
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	581,902,798	852,908,928
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	64,087,821	298,404,526
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	842,992,137	544,587,611
19.2 End of period (Line 18 plus Line 19.1)	907,079,958	842,992,137

Note: Supplemental disclosures of cash flow information for non-cash transactions:

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ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business	1	2	3	4
	Net Premiums Written per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Fire	254,600,703	169,348,112	189,185,697	234,763,118
2.1 Allied lines	213,669,507	133,545,795	150,862,426	196,352,875
2.2 Multiple peril crop				
2.3 Federal flood	(2)			(2)
2.4 Private crop				
2.5 Private flood				
3. Farmowners multiple peril				
4. Homeowners multiple peril	2,980,533,706	1,504,670,973	1,738,127,400	2,747,077,279
5.1 Commercial multiple peril (non-liability portion)	428,159,116	216,771,993	222,127,782	422,803,328
5.2 Commercial multiple peril (liability portion)	180,517,809	89,076,782	90,611,244	178,983,347
6. Mortgage guaranty				
8. Ocean marine	21,455,977	11,501,454	11,425,604	21,531,826
9. Inland marine	23,917,814	13,399,714	12,803,962	24,513,566
10. Financial guaranty				
11.1 Medical professional liability - occurrence				
11.2 Medical professional liability - claims-made				
12. Earthquake	13,877,339	7,821,313	7,397,551	14,301,101
13.1 Comprehensive (hospital and medical) individual				
13.2 Comprehensive (hospital and medical) group				
14. Credit accident and health (group and individual)				
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	92,347,074	40,883,803	38,081,056	95,149,820
17.1 Other liability - occurrence	154,001,061	95,830,807	83,726,305	166,105,563
17.2 Other liability - claims-made	10,776,862	5,520,898	5,242,945	11,054,815
17.3 Excess workers' compensation				
18.1 Products liability - occurrence	14,317	8,359	1,837	20,838
18.2 Products liability - claims-made				
19.1 Private passenger auto no-fault (personal injury protection)	191,329,434	58,676,560	63,338,320	186,667,674
19.2 Other private passenger auto liability.....	2,462,054,120	765,855,608	744,017,751	2,483,891,978
19.3 Commercial auto no-fault (personal injury protection)	4,998,350	2,023,798	1,935,843	5,086,305
19.4 Other commercial auto liability.....	172,685,074	83,250,082	63,167,022	192,768,134
21.1 Private passenger auto physical damage	1,951,090,279	591,822,582	637,429,332	1,905,483,530
21.2 Commercial auto physical damage	39,123,918	19,608,162	18,053,450	40,678,630
22. Aircraft (all perils)				
23. Fidelity	244,448	1,459		245,907
24. Surety	40,130,638	11,295,969	21,162,625	30,263,982
26. Burglary and theft	1,763	954	1,137	1,581
27. Boiler and machinery	(3)	64		62
28. Credit				
29. International				
30. Warranty				
31. Reinsurance - nonproportional assumed property				
32. Reinsurance - nonproportional assumed liability				
33. Reinsurance - nonproportional assumed financial lines				
34. Aggregate write-ins for other lines of business				
35. TOTALS	9,235,529,305	3,820,915,241	4,098,699,290	8,957,745,256
DETAILS OF WRITE-INS				
3401.				
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page				
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)				

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1. Fire	189,185,697				189,185,697
2.1 Allied lines	150,862,426				150,862,426
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	1,738,127,250	150			1,738,127,400
5.1 Commercial multiple peril (non-liability portion)	222,127,782				222,127,782
5.2 Commercial multiple peril (liability portion)	90,611,244				90,611,244
6. Mortgage guaranty					
8. Ocean marine	11,425,604				11,425,604
9. Inland marine	12,803,962				12,803,962
10. Financial guaranty					
11.1 Medical professional liability - occurrence					
11.2 Medical professional liability - claims-made					
12. Earthquake	7,397,551				7,397,551
13.1 Comprehensive (hospital and medical) individual					
13.2 Comprehensive (hospital and medical) group					
14. Credit accident and health (group and individual)					
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	38,081,056				38,081,056
17.1 Other liability - occurrence	83,725,796	509			83,726,305
17.2 Other liability - claims-made	5,242,945				5,242,945
17.3 Excess workers' compensation					
18.1 Products liability - occurrence	1,837				1,837
18.2 Products liability - claims-made					
19.1 Private passenger auto no-fault (personal injury protection)	63,338,320				63,338,320
19.2 Other private passenger auto liability.....	744,017,751				744,017,751
19.3 Commercial auto no-fault (personal injury protection)	1,935,843				1,935,843
19.4 Other commercial auto liability.....	63,167,022				63,167,022
21.1 Private passenger auto physical damage	637,423,096	6,235			637,429,332
21.2 Commercial auto physical damage	18,053,450				18,053,450
22. Aircraft (all perils)					
23. Fidelity					
24. Surety	21,162,625				21,162,625
26. Burglary and theft	1,137				1,137
27. Boiler and machinery					
28. Credit					
29. International					
30. Warranty					
31. Reinsurance - nonproportional assumed property					
32. Reinsurance - nonproportional assumed liability					
33. Reinsurance - nonproportional assumed financial lines					
34. Aggregate write-ins for other lines of business					
35. TOTALS	4,098,692,395	6,894			4,098,699,290
36. Accrued retrospective premiums based on experience					
37. Earned but unbilled premiums					
38. Balance (Sum of Line 35 through 37)					4,098,699,290
DETAILS OF WRITE-INS					
3401.					
3402.					
3403.					
3498. Summary of remaining write-ins for Line 34 from overflow page					
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)					

(a) State here basis of computation used in each case Daily Pro-rata

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1		Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1+2+3-4-5
	Direct Business (a)	2	3	4	5		
1. Fire	8,942,693	763,502,613		318,651,271	199,193,332	254,600,703	
2.1 Allied lines	13,756,266	647,495,253		273,109,069	174,472,944	213,669,507	
2.2 Multiple peril crop							
2.3 Federal flood	1,882,430	33,396,064		35,278,496		(2)	
2.4 Private crop							
2.5 Private flood							
3. Farmowners multiple peril							
4. Homeowners multiple peril	2,302,294,518	11,364,910,929		8,411,279,737	2,275,392,004	2,980,533,706	
5.1 Commercial multiple peril (non-liability portion)	338,566,318	1,563,064,404		1,185,857,266	287,614,340	428,159,116	
5.2 Commercial multiple peril (liability portion)	215,901,116	639,491,247		558,574,812	116,299,742	180,517,809	
6. Mortgage guaranty							
8. Ocean marine		63,232,992		25,874,362	15,902,653	21,455,977	
9. Inland marine	11,756,299	95,854,175		66,145,574	17,547,086	23,917,814	
10. Financial guaranty							
11.1 Medical professional liability - occurrence							
11.2 Medical professional liability - claims- made							
12. Earthquake	16,942,460	59,323,166		52,279,455	10,108,833	13,877,339	
13.1 Comprehensive (hospital and medical) individual							
13.2 Comprehensive (hospital and medical) group							
14. Credit accident and health (group and individual)							
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	21,515,863	458,721,530		328,459,387	59,430,932	92,347,074	
17.1 Other liability - occurrence	138,351,564	373,475,417		193,834,898	163,991,022	154,001,061	
17.2 Other liability - claims-made	8,495,905	40,377,518		31,144,073	6,952,489	10,776,862	
17.3 Excess workers' compensation							
18.1 Products liability - occurrence	(2,147)	40,247		14,702	9,082	14,317	
18.2 Products liability - claims-made							
19.1 Private passenger auto no-fault (personal injury protection)	53,970,199	495,580,151		227,133,148	131,087,768	191,329,434	
19.2 Other private passenger auto liability	1,684,746,198	5,277,891,128		2,919,227,760	1,581,355,445	2,462,054,120	
19.3 Commercial auto no-fault (personal injury protection)	5,268,638	19,796,549		16,559,630	3,507,207	4,998,350	
19.4 Other commercial auto liability	161,812,230	656,042,783		530,579,219	114,590,720	172,685,074	
21.1 Private passenger auto physical damage	1,312,172,238	4,233,403,929		2,316,248,267	1,278,237,621	1,951,090,279	
21.2 Commercial auto physical damage	16,343,722	177,301,119		125,352,206	29,168,716	39,123,918	
22. Aircraft (all perils)							
23. Fidelity		684,538		286,059	154,031	244,448	
24. Surety		155,094,253		114,963,616		40,130,638	
26. Burglary and theft	513	5,452		3,055	1,149	1,763	
27. Boiler and machinery	(197)	(217)		(409)	(3)	(3)	
28. Credit							
29. International							
30. Warranty							
31. Reinsurance - nonproportional assumed property	XXX						
32. Reinsurance - nonproportional assumed liability	XXX						
33. Reinsurance - nonproportional assumed financial lines	XXX						
34. Aggregate write-ins for other lines of business							
35. TOTALS	6,312,716,826	27,118,685,241		17,730,855,651	6,465,017,111	9,235,529,305	
DETAILS OF WRITE-INS							
3401.							
3402.							
3403.							
3498. Summary of remaining write-ins for Line 34 from overflow page							
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)							

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

If yes: 1. The amount of such installment premiums \$

2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis \$

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire	6,943	238,896,641	159,581,372	79,322,212	24,186,866	30,657,724	72,851,354	31.0
2.1 Allied lines	11,626,442	600,228,665	420,751,743	191,103,364	26,956,659	24,666,892	193,393,131	98.5
2.2 Multiple peril crop								
2.3 Federal flood	105,937	15,354,841	15,460,779		5	5		(9.7)
2.4 Private crop								
2.5 Private flood								
3. Farmowners multiple peril					(10)	(10)		
4. Homeowners multiple peril	1,607,405,438	7,458,018,457	7,054,361,892	2,011,062,003	873,188,726	798,895,042	2,085,355,687	75.9
5.1 Commercial multiple peril (non-liability portion)	205,117,283	1,042,195,840	957,764,598	289,548,525	128,910,915	160,957,518	257,501,923	60.9
5.2 Commercial multiple peril (liability portion)	72,059,018	299,163,296	287,183,830	84,038,484	305,686,362	276,804,617	112,920,229	63.1
6. Mortgage guaranty								
8. Ocean marine		31,350,447	20,975,280	10,375,167	8,489,618	9,442,582	9,422,202	43.8
9. Inland marine	3,589,694	27,545,502	24,313,607	6,821,590	10,101,510	10,194,179	6,728,921	27.4
10. Financial guaranty								
11.1 Medical professional liability - occurrence		1,274,336	614,867	659,469	(42,721)	901,938	(285,191)	
11.2 Medical professional liability - claims-made		18,401	8,879	9,523	2,165,401	1,215,069	959,855	
12. Earthquake	4,536	704,536	551,568	157,505	270,845	301,745	126,605	0.9
13.1 Comprehensive (hospital and medical) individual								
13.2 Comprehensive (hospital and medical) group								
14. Credit accident and health (group and individual)								
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	10,056,153	213,144,875	174,463,141	48,737,887	350,618,754	370,099,009	29,257,631	30.7
17.1 Other liability - occurrence	65,558,173	208,559,543	186,444,823	87,672,892	310,238,298	302,960,993	94,950,198	57.2
17.2 Other liability - claims-made	1,894,728	12,309,797	11,039,635	3,164,891	14,386,960	14,886,192	2,665,658	24.1
17.3 Excess workers' compensation								
18.1 Products liability - occurrence			231	(231)	36,910	80,608	(43,929)	(210.8)
18.2 Products liability - claims-made								
19.1 Private passenger auto no-fault (personal injury protection)	72,949,901	258,921,155	228,147,079	103,723,977	112,770,783	122,045,193	94,449,567	50.6
19.2 Other private passenger auto liability	1,051,062,923	3,184,740,018	2,708,493,421	1,527,309,520	2,183,006,709	2,051,869,869	1,658,446,360	66.8
19.3 Commercial auto no-fault (personal injury protection)	7,643,488	12,066,964	16,229,557	3,480,896	5,224,713	7,088,509	1,617,100	31.8
19.4 Other commercial auto liability	240,572,100	516,605,288	610,101,766	147,075,623	288,098,492	320,785,000	114,389,114	59.3
21.1 Private passenger auto physical damage	980,655,795	2,629,651,154	2,299,848,842	1,310,458,106	164,435,703	130,634,362	1,344,259,448	70.5
21.2 Commercial auto physical damage	17,840,817	116,644,158	107,802,802	26,682,173	6,770,664	6,668,487	26,784,350	65.8
22. Aircraft (all perils)		2,273	645	1,628			1,628	
23. Fidelity		28,176	19,795	8,381	191,231	229,226	(29,614)	(12.0)
24. Surety		71,111,571	52,709,264	18,402,307	35,130,866	8,154,284	45,378,889	149.9
26. Burglary and theft	20	601	611	10	488	505	(7)	(0.4)
27. Boiler and machinery		(320)	(198)	(122)	418	21,601	(21,305)	(34,496.6)
28. Credit								
29. International								
30. Warranty								
31. Reinsurance - nonproportional assumed property	XXX							
32. Reinsurance - nonproportional assumed liability	XXX							
33. Reinsurance - nonproportional assumed financial lines	XXX							
34. Aggregate write-ins for other lines of business								
35. TOTALS	4,348,149,390	16,938,536,216	15,336,869,827	5,949,815,780	4,850,825,165	4,649,561,139	6,151,079,806	68.7
DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498. Summary of remaining write-ins for Line 34 from overflow page								
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)								

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire	7,481	37,506,272	25,267,029	12,246,724	437,694	40,620,672	29,118,224	24,186,866	7,051,167
2.1 Allied lines	1,486,933	34,394,558	24,773,718	11,107,774	585,967	73,911,741	58,648,823	26,956,659	5,442,270
2.2 Multiple peril crop									
2.3 Federal flood		52,369	52,369		29,640	554,300	583,935	5	1
2.4 Private crop									
2.5 Private flood									
3. Farmowners multiple peril						(47)			(10)
4. Homeowners multiple peril	244,753,138	1,259,700,391	1,183,407,502	321,046,028	486,264,432	2,161,725,598	2,095,847,332	873,188,726	144,475,937
5.1 Commercial multiple peril (non-liability portion)	67,028,358	260,070,254	255,365,013	71,733,600	56,343,858	217,642,103	216,808,646	128,910,915	27,378,359
5.2 Commercial multiple peril (liability portion)	128,171,161	400,244,877	408,188,481	120,227,557	226,952,125	625,652,057	667,145,377	305,686,362	113,895,459
6. Mortgage guaranty									
8. Ocean marine		13,858,055	6,866,772	6,991,283		4,780,394	3,282,060	8,489,618	578,278
9. Inland marine	141,225	17,923,543	9,296,222	8,768,546	722,021	5,954,167	5,343,224	10,101,510	491,610
10. Financial guaranty									
11.1 Medical professional liability - occurrence		(524,336)	(282,782)	(241,554)		321,691	122,858	(42,721)	110,192
11.2 Medical professional liability - claims-made		1,908,826	623,148	1,285,678		1,755,968	876,244	2,165,401	490,398
12. Earthquake					226,634	924,408	880,197	270,845	100,123
13.1 Comprehensive (hospital and medical) individual								(a)	
13.2 Comprehensive (hospital and medical) group								(a)	
14. Credit accident and health (group and individual)									
15.1 Vision only								(a)	
15.2 Dental only								(a)	
15.3 Disability income								(a)	
15.4 Medicare supplement								(a)	
15.5 Medicaid Title XIX								(a)	
15.6 Medicare Title XVIII								(a)	
15.7 Long-term care								(a)	
15.8 Federal employees health benefits plan								(a)	
15.9 Other health								(a)	
16. Workers' compensation	19,044,161	342,839,567	266,660,237	95,223,492	53,426,252	963,656,431	761,687,421	350,618,754	80,947,313
17.1 Other liability - occurrence	60,586,171	260,396,775	216,446,836	104,536,109	183,694,331	699,019,250	677,011,392	310,238,298	192,616,833
17.2 Other liability - claims-made	1,981,274	12,163,774	10,631,720	3,513,328	9,288,757	39,373,475	37,788,600	14,386,960	6,214,669
17.3 Excess workers' compensation									
18.1 Products liability - occurrence		20,196	12,537	7,659	24,491	88,775	84,015	36,910	16,765
18.2 Products liability - claims-made									
19.1 Private passenger auto no-fault (personal injury protection)	53,988,754	90,509,879	103,346,152	41,152,481	569,325,230	107,293,297	605,000,225	112,770,783	47,749,001
19.2 Other private passenger auto liability	603,614,531	1,934,403,986	1,625,492,976	912,525,541	1,215,535,409	2,270,904,272	2,215,958,513	2,183,006,709	454,210,554
19.3 Commercial auto no-fault (personal injury protection)	1,514,138	3,508,979	4,140,647	882,470	10,281,565	18,147,385	24,086,708	5,224,713	3,043,044
19.4 Other commercial auto liability	186,049,418	489,896,935	559,122,122	116,824,231	287,941,913	708,823,184	825,490,836	288,098,492	66,223,842
21.1 Private passenger auto physical damage	88,812,303	271,433,202	228,610,949	131,634,556	31,691,475	88,364,196	87,254,524	164,435,703	51,060,254
21.2 Commercial auto physical damage	842,582	7,508,394	6,545,640	1,805,336	2,830,764	22,928,041	20,793,477	6,770,664	3,337,514
22. Aircraft (all perils)									
23. Fidelity					3,603	524,432	336,804	191,231	138,655
24. Surety		1,433,444	1,062,541	370,903		129,090,908	94,330,945	35,130,866	350,873
26. Burglary and theft		690	443	247	25	563	346	488	322
27. Boiler and machinery					2,986	(2,795)	(226)	418	4,451
28. Credit									
29. International									
30. Warranty									
31. Reinsurance - nonproportional assumed property	XXX				XXX				
32. Reinsurance - nonproportional assumed liability	XXX				XXX				
33. Reinsurance - nonproportional assumed financial lines	XXX				XXX				
34. Aggregate write-ins for other lines of business									
35. TOTALS	1,458,021,627	5,439,250,633	4,935,630,271	1,961,641,989	3,135,609,173	8,182,054,464	8,428,480,460	4,850,825,165	1,205,927,931
DETAILS OF WRITE-INS									
3401.									
3402.									
3403.									
3498. Summary of remaining write-ins for Line 34 from overflow page									
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)									

(a) Including \$ for present value of life indemnity claims reported in Lines 13 and 15.

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct	41,961,541			41,961,541
1.2 Reinsurance assumed	1,810,866,867			1,810,866,867
1.3 Reinsurance ceded	1,612,617,053			1,612,617,053
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	240,211,354			240,211,354
2. Commission and brokerage:				
2.1 Direct excluding contingent		650,007,373		650,007,373
2.2 Reinsurance assumed, excluding contingent		3,194,908,719		3,194,908,719
2.3 Reinsurance ceded, excluding contingent		3,560,851,447		3,560,851,447
2.4 Contingent - direct		47,125,076		47,125,076
2.5 Contingent - reinsurance assumed				
2.6 Contingent - reinsurance ceded				
2.7 Policy and membership fees		5,203,421		5,203,421
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) ..		336,393,142		336,393,142
3. Allowances to managers and agents		9,909,238		9,909,238
4. Advertising		89,230,568		89,230,568
5. Boards, bureaus and associations		13,776,350		13,776,350
6. Surveys and underwriting reports		149,296,326		149,296,326
7. Audit of assureds' records		1,690,636		1,690,636
8. Salary and related items:				
8.1 Salaries	198,920,155	979,821,766	6,914,851	1,185,656,772
8.2 Payroll taxes	20,346,032	73,501,145	555,804	94,402,981
9. Employee relations and welfare	95,282,415	340,679,597	217,511	436,179,524
10. Insurance	872,765	10,230,153		11,102,919
11. Directors' fees		1,925,171		1,925,171
12. Travel and travel items	5,843,658	8,581,416	256,507	14,681,581
13. Rent and rent items	10,067,783	69,455,115	38	79,522,936
14. Equipment	4,119,351	148,666,390	11,038	152,796,779
15. Cost or depreciation of EDP equipment and software	21,023,145	130,916,822		151,939,967
16. Printing and stationery	647,928	12,156,944	692,781	13,497,652
17. Postage, telephone and telegraph, exchange and express	5,711,526	62,809,446	2,477	68,523,449
18. Legal and auditing	2,933,829	22,432,106	9,326	25,375,261
19. Totals (Lines 3 to 18)	365,768,588	2,125,079,190	8,660,333	2,499,508,111
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		316,496,698		316,496,698
20.2 Insurance department licenses and fees		17,339,958		17,339,958
20.3 Gross guaranty association assessments		980,183		980,183
20.4 All other (excluding federal and foreign income and real estate)	807,282	3,079,443		3,886,725
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	807,282	337,896,282		338,703,564
21. Real estate expenses			2,632,650	2,632,650
22. Real estate taxes			3,018,868	3,018,868
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses	14,636,175	55,346,234	2,284,207	72,266,616
25. Total expenses incurred	621,423,398	2,854,714,848	16,596,057	(a) 3,492,734,304
26. Less unpaid expenses - current year	1,205,927,931	5,790,497		1,211,718,428
27. Add unpaid expenses - prior year	1,232,071,617	14,225,890		1,246,297,507
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	647,567,084	2,863,150,241	16,596,057	3,527,313,383
DETAILS OF WRITE-INS				
2401. Miscellaneous IT-related ULAE expenses	14,636,175			14,636,175
2402. Miscellaneous IT-related agent network expenses		52,727,687		52,727,687
2403. Charitable contributions		2,618,548		2,618,548
2498. Summary of remaining write-ins for Line 24 from overflow page			2,284,207	2,284,207
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)	14,636,175	55,346,234	2,284,207	72,266,616

(a) Includes management fees of \$ 1,861,598,869 to affiliates and \$ to non-affiliates.

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds	(a) 31,163,339	..... 39,954,148
1.1	Bonds exempt from U.S. tax	(a) 23,407,910	..... 23,215,348
1.2	Other bonds (unaffiliated)	(a) 104,861,966	..... 105,918,522
1.3	Bonds of affiliates	(a) .....	.....
2.1	Preferred stocks (unaffiliated)	(b) .....	.....
2.11	Preferred stocks of affiliates	(b) .....	.....
2.2	Common stocks (unaffiliated) .....	..... 3,890,002	..... 4,320,937
2.21	Common stocks of affiliates .....	.....	.....
3.	Mortgage loans	(c) 6,264,684	..... 6,515,328
4.	Real estate	(d) 23,248,904	..... 23,561,470
5.	Contract loans .....	.....	.....
6.	Cash, cash equivalents and short-term investments	(e) 29,960,247	..... 30,164,197
7.	Derivative instruments	(f) .....	.....
8.	Other invested assets .....	..... 7,720,717	..... 7,720,717
9.	Aggregate write-ins for investment income .....	..... 1,006,150	..... 1,006,150
10.	Total gross investment income .....	..... 231,523,919	..... 242,376,819
11.	Investment expenses .....	.....	(g) 16,596,057
12.	Investment taxes, licenses and fees, excluding federal income taxes .....	.....	(g)
13.	Interest expense .....	.....	(h) 104,650,655
14.	Depreciation on real estate and other invested assets .....	.....	(i) 10,245,891
15.	Aggregate write-ins for deductions from investment income .....	.....	..... 212,943
16.	Total deductions (Lines 11 through 15) .....	.....	..... 131,705,546
17.	Net investment income (Line 10 minus Line 16) .....	.....	..... 110,671,272
DETAILS OF WRITE-INS			
0901.	Misc. - Other Income .....	..... 1,006,150	..... 1,006,150
0902.	.....	.....	.....
0903.	.....	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	.....	.....
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	..... 1,006,150	..... 1,006,150
1501.	Surplus Note Issuance Expense .....	.....	..... 112,943
1502.	Amort. of Discount on Surplus Note .....	.....	..... 100,000
1503.	.....	.....	.....
1598.	Summary of remaining write-ins for Line 15 from overflow page .....	.....	.....
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above) .....	.....	..... 212,943

- (a) Includes \$ 11,689,804 accrual of discount less \$ 15,235,576 amortization of premium and less \$ 2,710,402 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
- (c) Includes \$ 63,654 accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ 8,588,850 accrual of discount less \$ 9 amortization of premium and less \$ 35,104 paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ 104,650,655 interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ 10,245,891 depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds .....	..... (399,678)	.....	..... (399,678)	.....	.....
1.1	Bonds exempt from U.S. tax .....	..... 862,820	.....	..... 862,820	.....	.....
1.2	Other bonds (unaffiliated) .....	..... (1,145,344)	..... (156,697)	..... (1,302,041)	..... (796,860)	.....
1.3	Bonds of affiliates .....	.....	.....	.....	.....	.....
2.1	Preferred stocks (unaffiliated) .....	.....	.....	.....	.....	.....
2.11	Preferred stocks of affiliates .....	.....	.....	.....	.....	.....
2.2	Common stocks (unaffiliated) .....	..... 34,962,119	..... (980,898)	..... 33,981,221	..... 4,033,748	.....
2.21	Common stocks of affiliates .....	.....	.....	.....	..... 576,433,674	.....
3.	Mortgage loans .....	.....	.....	.....	.....	.....
4.	Real estate .....	.....	.....	.....	.....	.....
5.	Contract loans .....	.....	.....	.....	.....	.....
6.	Cash, cash equivalents and short-term investments .....	..... (297)	.....	..... (297)	..... (346)	.....
7.	Derivative instruments .....	.....	.....	.....	.....	.....
8.	Other invested assets .....	.....	.....	.....	..... (2,029,102)	.....
9.	Aggregate write-ins for capital gains (losses) .....	.....	.....	.....	.....	.....
10.	Total capital gains (losses) .....	..... 34,279,620	..... (1,137,595)	..... 33,142,025	..... 577,641,114	.....
DETAILS OF WRITE-INS						
0901.	.....	.....	.....	.....	.....	.....
0902.	.....	.....	.....	.....	.....	.....
0903.	.....	.....	.....	.....	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	.....	.....	.....	.....	.....
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	.....	.....	.....	.....	.....

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks	5,040,564	5,040,564	
2.2 Common stocks	5,357,492	5,305,909	(51,583)
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens.....			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income.....			
4.3 Properties held for sale			
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)	10,398,057	10,346,474	(51,583)
13. Title plants (for Title insurers only)			
14. Investment income due and accrued		11,346	11,346
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	29,024,790	25,364,750	(3,660,040)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due ..			
15.3 Accrued retrospective premiums and contracts subject to redetermination			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset			
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software	883,710	883,710	
21. Furniture and equipment, including health care delivery assets	19,466,550	22,380,485	2,913,935
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets	48,505,846	71,544,261	23,038,415
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	108,278,953	130,531,026	22,252,073
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	108,278,953	130,531,026	22,252,073
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)			
2501. Other Assets	48,505,846	71,544,261	23,038,415
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	48,505,846	71,544,261	23,038,415

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NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONCERN

A. Accounting Practices

The financial statements of Farmers Insurance Exchange (“FIE”) are presented on the basis of accounting practices prescribed or permitted by the Insurance Department of the state of California (“DOI”).

FIE recognizes only statutory accounting practices prescribed or permitted by the state of California (the “State”) for determining and reporting the financial condition and results of operations of an insurance company, and for determining its solvency under the California Insurance Law. The National Association of Insurance Commissioners (“NAIC”) Accounting Practices and Procedures Manual (the “Codification”), version effective January 1, 2001 and subsequently amended (“NAIC SAP”) has been adopted as a component of prescribed or permitted practices by the State. The State has adopted certain prescribed accounting practices that differ from those found in NAIC SAP, specifically requirements pertaining to computer hardware and software. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices.

On December 21, 2022, the California Department of Insurance (“CA DOI”) granted permitted accounting practice to FIE, Truck and Fire to immediately recognize the remaining unamortized negative goodwill of \$193,135,234 associated with the acquisition of the Farmers Property and Casualty (formerly “Metropolitan Property and Casualty Company” – MetLife) Auto and Home block of business, effective April 8, 2021. FIE’s share of the unamortized negative goodwill totaled \$154,508,187; Truck, \$19,313,523; and Fire, \$19,313,523. If the NAIC SAP guidance of 10-year negative goodwill amortization had been applied, FIE’s statutory surplus would have been decreased by \$121,101,011 and \$137,804,599 as of December 31, 2023, and December 31, 2022, respectively. In addition, if FIE had not been permitted to fully recognize the negative goodwill, FIE’s RBC capital would continue to be above capital levels that exceeded the minimum NAIC capital requirements and therefore no regulatory action under the risk-based capital rules is anticipated in both the current and near terms.

A reconciliation of FIE’s net income and surplus between NAIC SAP and practices prescribed by the State of California for year-to-date December 31, 2023, and the year ended December 31, 2022, is shown below:

		<u>F/S</u>	<u>F/S</u>	2023	2022
	<u>SSAP #</u>	<u>Page</u>	<u>Line #</u>		
<u>NET INCOME</u>					
(1)	California basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	\$ (652,927,537)	\$ (314,156,144)
(2)	State Prescribed Practices that increase/(decrease) NAIC SAP:			-	-
(3)	State Permitted Practices that increase/(decrease) NAIC SAP:	XXX	XXX	-	-
(4)	NAIC SAP (1-2-3=4)			\$ (652,927,537)	\$ (314,156,144)
<u>SURPLUS</u>					
(5)	California basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	\$4,450,245,718	\$4,458,888,239
(6)	State Prescribed Practices that increase/(decrease) NAIC SAP:			-	-
(7)	State Permitted Practices that increase/(decrease) NAIC SAP:	68	(3,4)	(121,101,011)	(137,804,599)
(8)	NAIC SAP (5-6-7=8)	XXX	XXX	\$4,329,144,706	\$4,321,083,640

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

The preparation of financial statements in conformity with statutory accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

C. Accounting Policy

Premiums are earned pro rata over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Ceded unearned premium reserves under the All Lines reinsurance agreements (see Note 21C) are calculated based on a quota share percentage of the underlying pro-rata direct unearned premium reserves.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sales commissions, are charged to operations as incurred.

In addition, FIE uses the following accounting policies:

NOTES TO FINANCIAL STATEMENTS

- (1) Short-term investments include all investments whose maturities, at the time of acquisition, are greater than three months and less than one year and are stated at amortized cost, which approximates fair value.
- (2) Bonds not backed by other loans are generally carried at amortized cost or the lower of amortized cost or fair value depending on their NAIC designation. Bond premium or discount is amortized using the interest method.
- (3) Unaffiliated common stocks are carried at NAIC market value. The change in the stated value is recorded as a change in net unrealized capital gains or losses, a component of unassigned funds.
- (4) Redeemable preferred stocks are carried at amortized cost or at the lower of amortized cost or fair value, depending on their NAIC designation. Redeemable preferred stock premium or discount is amortized using the interest method. Non-redeemable preferred stocks are carried at market value or the lower of cost or fair value based on their NAIC designation.

FIE recognizes other-than-temporary impairment losses on investments when the decline in fair value specific to an issuer's fundamental credit difficulties, or a non-interest related decline, is deemed to be other than temporary. There are a number of assumptions and estimates inherent in evaluating impairments specific to an issuer's fundamental credit difficulties, or non-interest related decline, and determining if they are other than temporary, including: 1) FIE's ability and intent to retain the investment for a period of time sufficient to allow for an anticipated recovery in value; 2) the recoverability of principal and interest; 3) the length of time and extent to which the fair value has been less than amortized cost for bonds or cost for unaffiliated common and preferred stocks; 4) the financial condition, near-term and long-term prospects of the issue or issuer, including relevant industry conditions and trends, and implications of rating agency actions and offering prices; and 5) the specific reasons that a security is in a significant unrealized loss position, including market conditions which could affect access to liquidity. Interest rate related impairments are deemed other than temporary when FIE has the intent to sell an investment, at the reporting date, before recovery of the cost of the investment.

The 2028 and 2048 Trust Notes owned by FIE ("FIE"), Truck Insurance Exchange ("Truck") and Fire Insurance Exchange ("Fire,") (collectively "the Exchanges") are equal to the obligations owed to it under the terms of the underlying surplus notes (Notes Payable), and as a result, the Trust Notes are carried at par value. The premiums paid for the tendered Trust Notes were charged to income as realized losses.

- (5) Mortgage loans on real estate are principally stated at amortized cost, net of valuation allowances.
- (6) Mortgage-backed bonds and structured securities are stated at either amortized cost or the lower of amortized cost or market value. Premiums and discounts on mortgage-backed securities and structured securities are amortized using the retrospective method, except for interest-only mortgage-backed securities, which are amortized using the prospective method.

Loan-backed securities with evidence of deterioration of credit quality for which it is probable that the company will be unable to collect all contractually required payments receivable, are written down to the present value of expected cash flows to be received.

- (7) Common stocks of insurance subsidiaries are carried on the equity basis. The change in the stated value is recorded as a change in net unrealized capital gains or losses, a component of unassigned funds.

FIE carries its interest in Bristol West Holdings, Inc., a non-insurance subsidiary, based on audited US GAAP equity adjusted to a statutory basis of accounting.

- (8) The FIE has investments in joint ventures and partnerships and carries these investments based on the underlying audited GAAP equity of the investee with unrealized gains reflected in the capital and surplus. In addition, the Company also has 100% ownership interest in limited liability companies which in turn own real estate properties. These investments are reported on a depreciated historical basis and marked down to fair value if impaired. Mortgage loans on real estate are principally stated at amortized cost, net of valuation allowances.

Investments in private equity are determined and carried based on fair value. Equity joint ventures fair value is derived from the equity amount of the Fund's audited financial statements with invested assets carried at fair value basis. Fair value for private equity investments are calculated by the Private Equity General Partner(s) using a number of methodologies, which include but are not limited to, public comparable EBITDA multiples, revenue multiples, discounted cash flow analysis and transaction comparable, to estimate fair value. The General Partner(s) also takes into consideration the financial condition and operating results of the investment, the nature of the investment, market information and other factors he/she deems appropriate. Due to the considerable judgment that is required in determining the fair value, amounts ultimately realized from each investment may vary significantly from the fair values presented.

- (9) Investments in derivative instruments, including warrants, are carried at fair value with the corresponding unrealized gain or loss flowing through unassigned funds. Realized gain or loss is reported in the net realized capital gain or loss line of the statement of operations. FIE does not have any investments in derivatives as of December 31, 2023 and 2022.

NOTES TO FINANCIAL STATEMENTS

- (10) FIE utilizes anticipated investment income in the calculation of premium deficiency reserves, in accordance with SSAP No. 53, Property-Casualty Contracts - Premiums. FIE evaluates the need for a premium deficiency reserve on a line of business level for all books. At December 31, 2023 and 2022, FIE had not established any premium deficiency reserves based on this calculation.
- (11) Reserves for losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported (“IBNR”). Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting reserves are continually reviewed and any adjustments are reflected in the period determined.
- (12) FIE has not modified its capitalization policy from the prior period.
- (13) Not applicable as FIE does not write any medical insurance with prescription drug coverage.

D. Going Concern

Management has evaluated the reporting entity's ability to continue as a going concern, and is satisfied that it has adequate resources to enable it to continue in business for the foreseeable future.

2. ACCOUNTING CHANGES AND CORRECTION OF ERRORS

In 2022, the NAIC revised and added new guidance to SSAP No. 86 - (“Accounting for Derivative Instruments and Hedging Activities”), effective January 1, 2023, with early adoption permitted. This revised guidance expanded the last-of-layer method that permitted only one hedged layer to allow multiple hedged layers of a single closed portfolio. In addition, the modification specified how hedge basis adjustments should be considered when determining credit losses (impairment) for the assets included in the closed portfolio. The guidance clarified for effective hedging accounting to be based on the amortized cost approach, (if the hedged item is valued at amortized cost) and the derivative mirrors that measurement method, and for the basic adjustment for portfolio layer method hedge which is typically valued at fair value, to only occur at hedge termination or at dedesignation, for statutory accounting. The adoption of these revisions had no material impact on the FIE’s 2023 and 2022 financial statements.

The accompanying financial statements include a cumulative adjustment to reclass the transfer of the unearned premiums portfolio related to the 100% quota share agreement between FIE and Farmers Property & Casualty Insurance Company (FPC), which was effective April 8, 2021. Through December 2023, FIE reclassified the unearned premiums receivable from FPC, with an increase to Line 15.1 - Uncollected premiums and agents' balances in the course of collection as well as Line 15.2 - Deferred premiums, agents' balances and installments booked but deferred and not yet due in the amounts of \$106.5 million and \$1,751.5 million, respectively. Offsetting these increases was a decrease to Line 23 - Receivables from parent, subsidiaries and affiliates totaling \$1,857.9 million. Total Assets did not change. The before reclass, reclass, and after reclass presentation of the lines adjusted through December 31, 2023, are shown below:

Assets (in millions)			
	Net Admitted Assets Before Reclass	Net Admitted Assets Reclass	Net Admitted Assets After Reclass
15.1 Uncollected premiums and agents' balances in the course of collection	\$ 281.2	\$ 106.5	\$ 387.7
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	\$ 4,627.0	\$ 1,751.5	\$ 6,378.5
23 Receivables from parent, subsidiaries and affiliates	\$ 2,151.7	\$ (1,857.9)	\$ 293.8

3. BUSINESS COMBINATIONS AND GOODWILL

A. Statutory Purchase Method

NOTES TO FINANCIAL STATEMENTS

Business Combination - Acquisitions - Metropolitan Property and Casualty Company (“MetLife”)

On December 11, 2020, the Exchanges and FGI announced that they will jointly acquire the US property and casualty (“P&C”) insurance business of Metropolitan Property and Casualty Company (“MetLife”) for total consideration of \$3.94 billion in cash. Under this proposed agreement, Zurich Financial Services will contribute \$2.43 billion of the purchase price through FGI and Farmers will pay \$1.51 billion in cash for MetLife’s auto and home business. The parties expect to complete the transaction in the second quarter of 2021, pending regulatory approvals.

On April 7, 2021, Farmers Exchanges and Farmers Group, Inc. (“FGI”) announced they have jointly completed the acquisition of MetLife’s property and casualty business (“MetLife Auto & Home”) for a purchase price of \$3.94 billion as of April 7, assuming responsibility for 2.4 million policies in force. The closure provides the Farmers brand significant opportunity to expand its customer reach with a truly national presence, grow its core property and casualty business and strengthen its position as one of the leading personal lines carriers in the United States. As part of the transaction, the Farmers Exchanges entered into a 10-year exclusive distribution agreement with MetLife to offer Farmers personal lines products on MetLife’s U.S. Group Benefits platform, which reaches 3,800 employers and approximately 37 million eligible employees.

Under the terms of the transaction, FGI paid MetLife-Inc (“NYSE: MET”) \$3.94 billion, consisting of the combination of cash and securities. Subsequent to this acquisition, on April 8, 2021, FGI sold, for \$1.5 billion, the underlying insurance business to FIE, Truck, and Fire. Direct expenses incurred in connection with this acquisition, including regulatory filings, investment banker’s fees totaled \$15.8 million. FIE’s share of this acquisition was \$1,226.6 million (80%); Truck’s share was \$153.3 million (10%); and Fire’s share was \$153.3 million (10%). This acquisition was recorded using the statutory purchase method of accounting. FIE, Truck, and Fire’s share of the total negative goodwill of \$208.8 million was \$167.0 million, \$20.9 million, and \$20.9 million, respectively.

FIE recorded permitted practice negative goodwill as reflected in the following:

1	2	3	4	5
Purchased Entity	Acquisition Date	Cost of Acquired Entity	Original Amount of Goodwill	Original Amount of Admitted Goodwill
*Farmers Property and Casualty Insurance Company	04/08/2021	\$ 1,226,606,559	\$ (167,035,878)	\$ (167,035,878)
Total	XXX	\$ 1,226,606,559	\$ (167,035,878)	\$ (167,035,878)

1	6	7	8	9
Purchased Entity	Admitted Goodwill as of the Reporting Date	Amount of Goodwill Amortized During the Reporting Period	Book Value of SCA	Admitted Goodwill as a % of SCA BACV, Gross of Admitted Goodwill Col. 6/Col. 8
Farmers Property and Casualty Insurance Company	\$ 0	\$ 0	\$ 1,598,666,409	0.0%
Total	0	\$ 0	\$ 1,598,666,409	XXX

*Farmers Property and Casualty Insurance Company (“FPC”), formerly Metropolitan Property and Casualty Insurance Company (“MPC”), reflects the new name of the lead company in the previous MetLife Auto and Home block of business, which was acquired by the Exchanges on April 8, 2021.

B. Statutory Merger

Not applicable.

C. Impairment Loss

None.

D. Subcomponents and Calculation of Adjusted Surplus and Total Admitted Goodwill

Not applicable. FIE recognized negative goodwill in its purchase of Farmers Property and Casualty Insurance Company.

4. DISCONTINUED OPERATIONS

Not applicable.

NOTES TO FINANCIAL STATEMENTS

5. INVESTMENTS

A. Mortgage Loans, including Mezzanine Real Estate Loans

- (1) The minimum and maximum lending rates for mortgage loans acquired during 2023 were 5.41% and 7.52%, respectively, for commercial mortgage loans.
- (2) The maximum percentage of any one loan to the value of security at the origination date of a new loan is 65%.
- (3) There were no taxes, assessments, or amounts advanced and not included in the mortgage loan investment.
- (4) FIE's age analysis of mortgage loans and identification of mortgage loans in which the insurer is a participant or co-lender in a mortgage loan agreement, aggregated by type, was as follows:

	Farm	Residential		Commercial		Mezzanine	Total
		Insured	All Other	Insured	All Other		
a. December 31, 2023							
1. Recorded Investment							
(a) Current	\$ -	\$ -	\$ -	\$ -	\$ 139,122,824	\$ -	\$ 139,122,824
(b) 30-59 Days Past Due	-	-	-	-	-	-	-
(c) 60-89 Days Past Due	-	-	-	-	-	-	-
(d) 90-179 Days Past Due	-	-	-	-	-	-	-
(e) 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Number of Loans	-	-	-	-	-	-	-
(c) Percent Reduced	-	-	-	-	-	-	-
5. Participant or Co-lender in a Mortgage Loan Agreement							
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ 139,122,824	\$ -	\$ 139,122,824
b. December 31, 2022							
1. Recorded Investment							
(a) Current	\$ -	\$ -	\$ -	\$ -	\$ 101,958,603	\$ -	\$ 101,958,603
(b) 30-59 Days Past Due	-	-	-	-	-	-	-
(c) 60-89 Days Past Due	-	-	-	-	-	-	-
(d) 90-179 Days Past Due	-	-	-	-	-	-	-
(e) 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
(a) Recorded Investment	-	-	-	-	-	-	-
(b) Number of Loans	-	-	-	-	-	-	-
(c) Percent Reduced	-	-	-	-	-	-	-
5. Participant or Co-lender in a Mortgage Loan Agreement							
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ 101,958,603	\$ -	\$ 101,958,603

FIE's investment in impaired loans with or without allowance for credit losses and impaired loans subject to a participant or co-lender mortgage loan agreement for which the reporting entity is restricted from unilaterally foreclosing on the mortgage loan, were as follows:

	Farm	Residential		Commercial		Mezzanine	Total
		Insured	All Other	Insured	All Other		
a. December 31, 2023							
1. With Allowance for Credit Losses	-	-	-	-	-	-	-
2. No Allowance for Credit Losses	-	-	-	-	-	-	-
3. Total (1+2)	-	-	-	-	-	-	-
4. Subject to a participant or co-lender mortgage loan agreement for which the reporting entity is restricted from unilaterally foreclosing on the mortgage loan	-	-	-	-	-	-	-
b. December 31, 2022							
1. With Allowance for Credit Losses	-	-	-	-	-	-	-
2. No Allowance for Credit Losses	-	-	-	-	-	-	-
3. Total (1+2)	-	-	-	-	-	-	-
4. Subject to a participant or co-lender mortgage loan agreement for which the reporting entity is restricted from unilaterally foreclosing on the mortgage loan	-	-	-	-	-	-	-

- (5) FIE's investment in impaired and nonaccrual loans was as follows:

NOTES TO FINANCIAL STATEMENTS

	Farm	Residential		Commercial		Mezzanine	Total
		Insured	All Other	Insured	All Other		
a. December 31, 2023							
1. Average Recorded Investment	-	-	-	-	-	-	-
2. Interests Income Recognized	-	-	-	-	-	-	-
3. Recorded Investments on Nonaccrual Status	-	-	-	-	-	-	-
4. Amount of Interest Income Recognized Using a Cash-basis Method of Accounting	-	-	-	-	-	-	-
b. December 31, 2022							
1. Average Recorded Investment	-	-	-	-	-	-	-
2. Interests Income Recognized	-	-	-	-	-	-	-
3. Recorded Investments on Nonaccrual Status	-	-	-	-	-	-	-
4. Amount of Interest Income Recognized Using a Cash-basis Method of Accounting	-	-	-	-	-	-	-

(6) FIE's allowance for credit losses, were as follows:

	<u>12/31/2023</u>	<u>12/31/2022</u>
a. Balance at beginning of period	\$ -	\$ -
b. Additions charged to operations	-	-
c. Direct write-downs charged against the allowances	-	-
d. Recoveries of amounts previously charged off	-	-
e. Balance at end of period	\$ -	\$ -

(7) Mortgage Loans Derecognized as a Result of Foreclosure – None

(8) FIE recognizes interest income on its impaired mortgage loans upon receipt. As of December 31, 2023, no mortgage loans were impaired.

B. Debt Restructuring

(1) None.

(2) None.

(3) None.

(4) None.

C. Reverse Mortgages

Not applicable.

NOTES TO FINANCIAL STATEMENTS

D. Loan-Backed Securities

- (1) Prepayment assumptions were obtained from an external securities information service and are consistent with the current interest rate and economic environment.
- (2) Not applicable
- (3) All loan backed other-than-temporary impairment securities were classified as such based on the fact that the present value of cash flows expected to be collected is less than the amortized cost basis of the security. See aggregate totals below.

CUSIP	Book/Adjusted Carrying Value Amortized Cost Before Current Period OTTI	Present Value of Projected Cash Flows	Recognized Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value at Time of OTTI	Date of Financial Statement Where Reported
225470DX8	\$ 542,515	\$ 536,123	\$ (6,392)	\$ 536,123	\$ 508,475	3/31/2023
576434V76	324,760	322,825	(1,935)	322,825	299,597	3/31/2023
22540VG71	723,330	633,159	(90,171)	633,159	674,925	6/30/2023
225470DX8	536,123	522,619	(13,504)	522,619	520,346	6/30/2023
576434V76	321,565	309,694	(11,871)	309,694	308,575	6/30/2023
225470DX8	522,619	504,983	(17,636)	504,983	504,983	9/30/2023
576434V76	297,417	282,229	(15,188)	282,229	282,229	9/30/2023
	0	0	0	0	0	1/00/1900
	0	0	0	0	0	1/00/1900
Total	3,268,329	3,111,632	(156,697)	3,111,632	3,099,130	

- (4) All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings 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	(2,642,181)
2. 12 months or Longer	(92,303,938)

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

1. Less than 12 months	190,606,863
2. 12 months or Longer	785,792,936

- (5) All loan-backed and structured securities were reviewed to determine if there were any indications of potential other-than-temporary impairment. If any indication of other-than-temporary impairment existed, then a cash flow and credit support analysis were performed. If it was determined that the company was to received less than 100% contractual cash flows, an other-than-temporary impairment was measured and taken in accordance with SSAP 43R.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

(1) None.

(2-7) None.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

(1-11) Not Applicable.

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

(1-10) Not Applicable.

H. Repurchase Agreements Transactions Accounted for as a Sale

(1-9) Not Applicable.

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

(1-8) Not Applicable.

NOTES TO FINANCIAL STATEMENTS

J. Real Estate

- (1) None
- (2) As of December 31, 2023, there were no real estate properties sold by FIE.

As of December 31, 2023, there were no real estate properties listed for sale by FIE.

- (3) – (5) None

K. Low-Income Housing Tax Credits (LIHTC)

- (1-7) None.

L. Restricted Assets

- (1) Restricted Assets (Including Pledged)

Restricted Asset Category	(Admitted & Current Year)					Current Year				Percentage	
	Current Year					6	7	8	9	10	
	1	2	3	4	5					10	11
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity	Total	Total From Prior Year	Increase/ Decrease	Total Nonadmitted Restricted	Total Admitted Restricted	Gross (Admitted & Nonadmitted) Restricted to Total Asset	Admitted Restricted to Total Admitted Assets
a. Subject to contractual obligation for which liability is not shown											
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	15,000,000	-	-	-	15,000,000	15,000,000	-	-	15,000,000	0.06%	0.06%
j. On deposit with states	581,058,806	-	-	-	581,058,806	579,339,182	1,719,624	-	581,058,806	2.42%	2.43%
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	-	-	-	-	-	157,695,845	(157,695,845)	-	-		
o. Total Restricted Assets	596,058,806	-	-	-	596,058,806	752,035,027	(155,976,221)	-	596,058,806	2.48%	2.49%

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

None.

- (3) Detail of Other Restricted Assets

Description of Assets	Gross Restricted Current Year					6	7	8	Percentage	
	1	2	3	4	5				9	10
	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 Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
1031 Exchange - Blackrock Fed Fund	-	-	-	-	-	157,695,845	(157,695,845)	-		
Total (c)	-	-	-	-	-	157,695,845	(157,695,845)	-		

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

None.

M. Working Capital Finance Investments

Not Applicable.

N. Offsetting and Netting of Assets and Liabilities

Not Applicable.

O. 5GI Securities

NOTES TO FINANCIAL STATEMENTS

Investment	Number of 5GI Securities		Aggregate BACV		Aggregate Fair Value	
	Current Year	Prior Year	Current Year	Prior Year	Current Year	Prior Year
(1) Bonds - AC	5	-	\$ 2,231,902	\$ -	\$ 2,267,054	\$ -
(2) Bonds - FV	-	-	-	-	-	-
(3) LB & SS - AC	-	-	\$ -	\$ -	\$ -	\$ -
(4) LB & SS - FV	-	-	-	-	-	-
(5) Preferred Stock - AC	-	-	-	-	-	-
(6) Preferred Stock - FV	-	-	\$ -	\$ -	\$ -	\$ -
(7) Total (1+2+3+4+5+6)	5	-	\$ 2,231,902	\$ -	\$ 2,267,054	\$ -

P. Short Sales

(1-2) None.

Q. Prepayment Penalty and Acceleration Fees

None.

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

Not Applicable.

6. JOINT VENTURES, PARTNERSHIPS, AND LIMITED LIABILITY COMPANIES

- A. FIE had no investments in joint ventures, partnerships or limited liability companies that exceeded 10% of its admitted assets at both December 31, 2023 and 2022.
- B. FIE did not recognize any impairment write down for its investments in joint ventures, partnerships, and limited liability companies during the year ended December 31, 2023.

7. INVESTMENT INCOME

- A. Investment income due and accrued with amounts over 90 days past due is non-admitted.
- B. The total amount of investment income due and accrued excluded from surplus was \$0.00 and \$11,346 at December 2023 and 2022, respectively.
- C. The gross, nonadmitted and admitted amounts for interest income due and accrued.

Interest Income Due and Accrued	<u>Amount</u>
1. Gross	\$ 47,341,162
2. Nonadmitted	\$ -
3. Admitted	\$ 47,341,162

- D. The aggregate deferred interest.

	<u>Amount</u>
Aggregate Deferred Interest	\$0.00

- E. The cumulative amounts of paid-in-kind (PIK) interest included in the current principle balance.

	<u>Amount</u>
Cummulative amount of PIK interest included in the current principal balance	\$0.00

8. DERIVATIVE INSTRUMENTS

- A. Derivatives under SSAP No. 86—Derivatives

Not Applicable.

NOTES TO FINANCIAL STATEMENTS

B. Derivatives under SSAP No. 108—Derivative Hedging Variable Annuity Guarantees

Not Applicable.

NOTES TO FINANCIAL STATEMENTS

9. INCOME TAXES

A. Deferred Tax Asset/ (Liability)

1. The components of the net deferred tax assets/(liability) at December 31 are as follows:

	12/31/2023			12/31/2022		
	(1) Ordinary	(2) Capital	(3) (Col 1+2) Total	(4) Ordinary	(5) Capital	(6) (Col 4+5) Total
(a) Gross Deferred Tax Assets	\$ 348,390,146	\$ 3,161,807	\$ 351,551,953	\$ 329,049,412	\$ 4,074,787	\$ 333,124,199
(b) Statutory Valuation Allowance Adjustments	-	-	-	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	348,390,146	3,161,807	351,551,953	329,049,412	4,074,787	333,124,199
(d) Deferred Tax Assets Nonadmitted	-	-	-	-	-	-
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	348,390,146	3,161,807	351,551,953	329,049,412	4,074,787	333,124,199
(f) Deferred Tax Liabilities	28,114,839	41,175,161	69,290,000	26,680,777	65,066,810	91,747,587
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 320,275,307	\$ (38,013,354)	\$ 282,261,953	\$ 302,368,635	\$ (60,992,023)	\$ 241,376,612

Change		
(7) (Col 1-4) Ordinary	(8) (Col 2-5) Capital	(9) (Col 7+8) Total

(a) Gross Deferred Tax Assets	\$ 19,340,734	\$ (912,980)	\$ 18,427,754
(b) Statutory Valuation Allowance Adjustments	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	19,340,734	(912,980)	18,427,754
(d) Deferred Tax Assets Nonadmitted	-	-	-
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	19,340,734	(912,980)	18,427,754
(f) Deferred Tax Liabilities	1,434,062	(23,891,649)	(22,457,587)
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 17,906,672	\$ 22,978,669	\$ 40,885,341

2.

	12/31/2023			12/31/2022		
	(1) Ordinary	(2) Capital	(3) (Col 1+2) Total	(4) Ordinary	(5) Capital	(6) (Col 4+5) Total

Admission Calculation Components SSAP No. 101

(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$ 279,592,183	\$ 2,541,290	\$ 282,133,473	\$ 274,551,053	\$ 4,074,787	\$ 278,625,840
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets from 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b) 2 Below)	14,680,557	-	14,680,557	-	-	-
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	14,680,557	-	14,680,557	-	-	-
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	---	---	605,762,592	---	---	625,154,796
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities	54,117,406	620,517	54,737,923	54,498,359	-	54,498,359
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	\$ 348,390,146	\$ 3,161,807	\$ 351,551,953	\$ 329,049,412	\$ 4,074,787	\$ 333,124,199

Change		
(7) (Col 1-4) Ordinary	(8) (Col 2-5) Capital	(9) (Col 7+8) Total

Admission Calculation Components SSAP No. 101

(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$ 5,041,130	\$ (1,533,497)	\$ 3,507,633
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets from 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b) 2 Below)	14,680,557	-	14,680,557
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	14,680,557	-	14,680,557
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	---	---	(19,392,204)
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities	(380,953)	620,517	239,564
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	\$ 19,340,734	\$ (912,980)	\$ 18,427,754

3.

2023	2022
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(a) Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount	350%	365%
(b) Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above	\$ 4,038,417,281	\$ 4,143,918,515

NOTES TO FINANCIAL STATEMENTS

	12/31/2023		12/31/2022		Change	
	(1) Ordinary	(2) Capital	(3) Ordinary	(4) Capital	(5) (Col 1-3) Ordinary	(6) (Col 2-4) Capital
Impact of Tax-Planning Strategies						
(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage						
1. Adjusted Gross DTAs Amount From Note 5A1(c)	\$ 348,390,146	\$ 3,161,807	\$ 329,049,412	\$ 4,074,787	\$ 19,340,734	\$ (912,980)
2. Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
3. Net Admitted Adjusted Gross DTAs Amount From Note 5A1(e)	\$ 348,390,146	\$ 3,161,807	\$ 329,049,412	\$ 4,074,787	\$ 19,340,734	\$ (912,980)
4. Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

(b) Does the company's tax-planning strategies include the use of reinsurance? Yes [] No [X]

B. Deferred Tax Liabilities Not Recognized

FIE is currently recognizing all deferred tax liabilities.

C. Current and Deferred Income Taxes

Current income taxes incurred consist of the following major components:

	(1)	(2)	(3)
	12/31/2023	12/31/2022	(Col 1-2) Change
1. Current income tax			
(a) Federal	\$ 175,989,581	\$ 157,252,207	\$ 18,737,375
(b) Foreign	-	-	-
(c) Subtotal	175,989,581	157,252,207	18,737,375
(d) Federal income tax on net capital gains (losses)	6,503,922	13,916,655	(7,412,734)
(e) Utilization of capital loss carry-forwards	-	-	-
(f) Attorney-in-fact credit	(323,104,591)	(298,040,015)	(25,064,576)
(g) Other Tax Credits	-	-	-
(h) Federal and foreign income taxes incurred	<u>\$ (140,611,088)</u>	<u>\$ (126,871,153)</u>	<u>\$ (13,739,935)</u>
2. Deferred Tax Assets:			
(a) Ordinary			
(1) Discounting of unpaid losses	\$ 66,185,635	\$ 63,362,657	\$ 2,822,978
(2) Unearned premium reserve	176,537,826	164,987,817	11,550,009
(3) Policyholder reserves	-	-	-
(4) Investments	-	-	-
(5) Deferred acquisition costs	-	-	-
(6) Policyholder dividends accrual	-	-	-
(7) Fixed assets	-	-	-
(8) Compensation and benefit accrual	29,932,619	25,297,421	4,635,198
(9) Pension accrual	-	-	-
(10) Receivables - nonadmitted	6,094,984	5,326,376	768,608
(11) Net Operating Loss Carryover	-	-	-
(12) Tax credit carry-forward	-	-	-
(13) Other	2,944,685	2,089,246	855,439
(14) Other assets - non admitted	16,643,373	22,084,917	(5,441,544)
(15) Intangible Assets	10,911,244	9,274,703	1,636,541
(16) Accrued expenses	18,655,073	14,104,368	4,550,705
(17) Post retirement accrual	15,167,374	17,186,640	(2,019,266)
(18) Guarantee Fund Asset (Receivable)	-	-	-
(19) Guarantee Fund Assessment	24,206	26,493	(2,287)
(20) Litigation Accrual	5,293,125	5,308,774	(15,649)
(99) Subtotal	<u>348,390,144</u>	<u>329,049,412</u>	<u>19,340,732</u>
(b) Statutory valuation allowance adjustment	-	-	-
(c) Nonadmitted	-	-	-
(d) Admitted ordinary deferred tax assets (2a99-2b-2c)	<u>\$ 348,390,144</u>	<u>\$ 329,049,412</u>	<u>\$ 19,340,732</u>
(e) Capital:			
(1) Investments	\$ 2,073,470	\$ 2,463,559	\$ (390,089)
(2) Net capital loss carry-forward	-	-	-
(3) Real estate	-	-	-
(4) Other	(1)	-	(1)
(5) Investment write downs	1,088,338	1,611,228	(522,890)
(99) Subtotal	<u>3,161,807</u>	<u>4,074,787</u>	<u>(912,980)</u>
(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets (2e99-2f-2g)	<u>3,161,807</u>	<u>4,074,787</u>	<u>(912,980)</u>
(i) Admitted deferred tax assets (2d+2h)	<u>\$ 351,551,951</u>	<u>\$ 333,124,199</u>	<u>\$ 18,427,752</u>

NOTES TO FINANCIAL STATEMENTS

(1)	(2)	(3)
12/31/2023	12/31/2022	(Col 1-2) Change

3. Deferred tax liabilities:

(a) Ordinary

(1) Investments	\$ 3,114,771	\$ 1,059,529	\$ 2,055,242
(2) Fixed assets	8,156,076	7,432,178	723,898
(3) Deferred and uncollected premium	-	-	-
(4) Policyholder reserves	-	-	-
(5) Other	7,051,253	5,493,596	1,557,657
(6) Pension liabilities	-	-	-
(7) BOLI / ICOLI	-	-	-
(8) Guaranty Funds Receivable	-	-	-
(9) Interest on Surplus Notes	3,987,269	3,987,269	-
(10) Discounting of unpaid losses - Transition Adj.	5,805,470	8,708,205	(2,902,735)
(99) Subtotal	<u>\$ 28,114,839</u>	<u>\$ 26,680,777</u>	<u>\$ 1,434,062</u>

(b) Capital:

(1) Investments	\$ 17,276,532	\$ 17,476,644	\$ (200,112)
(2) Real estate	23,898,629	47,590,166	(23,691,537)
(3) Other	-	-	-
(99) Subtotal	<u>\$ 41,175,161</u>	<u>\$ 65,066,810</u>	<u>\$ (23,891,649)</u>

(c) Deferred tax liabilities (3a99 + 3b99)

	<u>\$ 69,290,000</u>	<u>\$ 91,747,587</u>	<u>\$ (22,457,587)</u>
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4. Net deferred tax assets/liabilities (2i - 3c)

	<u>282,261,951</u>	<u>\$ 241,376,612</u>	<u>\$ 40,885,339</u>
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5. The change in net deferred income taxes is composed of the following at December 31, 2023 and December 31, 2022 are as follows:

(1)	(2)	(3)
12/31/2023	12/31/2022	(Col 1-2) Change

Adjusted gross deferred tax assets	\$ 351,551,953	\$ 333,124,199	\$ 18,427,754
Total deferred tax liabilities	<u>69,290,000</u>	<u>91,747,587</u>	<u>(22,457,587)</u>
Net deferred tax asset	282,261,953	241,376,612	40,885,341
Tax effect of unrealized (gains) losses			(253,562)
Change in net deferred income tax (charge)/benefit			<u>\$ 41,138,903</u>

D. Reconciliation of Federal income Tax Rate to Actual Effective Rate.

Among the more significant book to tax adjustments were the following:

(1)	Effective Tax Rate
12/31/2023	

Provision computed at statutory rate	\$ (166,643,111)	21.00%
Tax-exempt interest	(4,857,408)	0.61%
Dividend received deduction	(268,880)	0.03%
25% exemption adjustment	1,281,572	(0.16%)
Unallowable deductions	786,186	(0.10%)
BOLI / ICOLI	(10,007,234)	1.26%
Tax credits	-	0.00%
Net Interest Receivable	(6,824,052)	0.86%
Prior year under/(over) accrual of income taxes	110,001	(0.01%)
Change in nonadmitted assets	4,672,936	(0.59%)
Expiration of net operating loss	-	0.00%
Sale of subsidiaries	-	0.00%
Other	(2)	0.00%
Total	<u>\$ (181,749,992)</u>	<u>22.90%</u>
Federal income tax incurred/(benefit)	\$ (147,115,010)	18.54%
Tax on capital gains/(losses)	6,503,922	(0.82%)
Less: Change in net deferred income tax	<u>(41,138,904)</u>	<u>5.18%</u>
Total statutory income taxes	<u>\$ (181,749,992)</u>	<u>22.90%</u>

NOTES TO FINANCIAL STATEMENTS

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits

- When available, FIE utilizes net operating loss carry forwards to offset taxable income under the terms of the tax sharing agreement. As of December 31, 2023, FIE did not have any net operating loss carry forwards.
- The following are income taxes incurred in the current and prior years that will be available for recoupment in the event of future net losses as of December 31, 2023 and December 31, 2022 :

		<u>Amount</u>
Current year	\$	166,048,504
First preceding year		196,959,763

- Deposits admitted under Internal Revenue Service Code Section 6603 None

F. Consolidated Federal Income Tax Return

- FIE's federal income tax return is consolidated with the following entities, with Farmers Insurance Exchange as the parent company.

Farmers Insurance Exchange	Farmers General Insurance Agency, Inc.
21st Century Advantage Insurance Company	Farmers Group Property & Casualty Insurance Company
21st Century Casualty Company	Farmers Insurance Company of Idaho
21st Century Centennial Insurance Company	Farmers Insurance Company of Oregon
21st Century Insurance & Financial Services	Farmers Insurance Company, Inc.
21st Century Insurance Company	Farmers Insurance Hawaii, Inc.
21st Century Insurance Group	Farmers Insurance of Columbus, Inc
21st Century North America Insurance Company	Farmers Lloyds Insurance Company of Texas
21st Century Pinnacle Insurance Company	Farmers Lloyds, Inc.
21st Century Premier Insurance Company	Farmers New Century Insurance Company
American Federation Insurance Company	Farmers Property & Casualty Insurance Company
American Pacific Insurance Company, Inc.	Farmers Specialty Insurance Company
Bristol West Casualty Insurance Company	Foremost Express Insurance Agency, Inc.
Bristol West Holdings, Inc.	Foremost Insurance Company Grand Rapids, Michigan
Bristol West Insurance Company	Foremost Lloyds of Texas
Bristol West Insurance Services of California, Inc.	Foremost Property and Casualty Insurance Company
Bristol West Insurance Services, Inc. of Florida	Foremost Signature Insurance Company
Bristol West Preferred Insurance Company	Hawaii Insurance Consultants Ltd.
BWIS of Nevada, Inc.	Illinois Farmers Insurance Company
Coast National General Agency, Inc.	Kraft Lake Insurance Agency Inc.
Coast National Holding Company	Mid-Century Insurance Company
Coast National Insurance Company	Mid-Century Insurance Company of Texas
Economy Fire & Casualty Company	Security National Insurance Company
Economy Preferred Insurance Company	Texas Farmers Insurance Company
Economy Premier Assurance Company	Toggle Insurance Company
Farmers Casualty Insurance Company	Western Star Insurance Services, Inc.
Farmers Direct Property and Casualty Insurance Company	

- Farmers Insurance Exchange ("FIE") and its eligible affiliates have executed a tax-sharing agreement whereby FIE receives from its affiliates the tax they would pay if they had filed separate returns and pays to the affiliates amounts for any tax benefits reported. Any expense or benefit so derived is recognized in the respective affiliate's current year tax provision. Intercompany tax balances are settled quarterly based on estimates, with the final settlement made annually within 30 days after the return has been filed.

G. Federal or Foreign Federal Income Tax Loss Contingencies

FIE does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

H. Repatriation Transition Tax (RTT)

The Company does not have any liability for Repatriation Tax.

I. Alternative Minimum Tax (AMT) Credit

	<u>Amount</u>
(1) Gross AMT Credit Recognized as:	
a. Current year recoverable	\$ -
b. Deferred Tax Asset (DTA)	-
(2) Beginning Balance of AMT Credit Carryforward	N/A
(3) Amounts Recovered	\$ -
(4) Adjustments	-
(5) Ending Balance of AMT Credit Carryforward (5=2-3-4)	N/A
(6) Reduction for Sequestration	\$ -
(7) Nonadmitted by Reporting Entity	-
(8) Reporting Entity Ending Balance (8=5-6-7)	<u>N/A</u>

Other

On August 16, 2022, the Inflation Reduction Act of 2022 was signed into law by President Biden. The Act includes a new federal corporate alternative minimum tax (CAMT), effective in 2023, that is based on the adjusted financial statement income set forth on the applicable financial statements of an applicable corporation.

The CAMT applies to companies with average annual book income exceeding \$1 billion and assesses a 15% tax on financial statement income (adjusted for certain items) based on the applicable financial statement to the extent that amount exceeds the regular corporate tax.

The Company has determined it is not impacted by the new CAMT provision in 2023.

The Company is a nonapplicable reporting entity for 2023.

NOTES TO FINANCIAL STATEMENTS

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES, AND OTHER RELATED PARTIES

A. Nature of Relationships

FIE is organized under the laws of the state of California and is the lead company in the Farmers Intercompany Reinsurance Program. Farmers P&C Companies is comprised of the Exchanges, their respective insurance subsidiaries, Farmers Texas County Mutual Insurance Company, Foremost County Mutual Insurance Company, Foremost Lloyds of Texas and Farmers Lloyds Insurance Company of Texas. The subsidiaries of the Exchanges include, among others, Foremost Insurance Company Grand Rapids and its subsidiaries, which were acquired on March 7, 2000, Bristol West Holdings, Inc. and its subsidiaries, which were acquired on July 3, 2007, the 21st Century companies which were acquired on July 1, 2009 and the Farmers Property and Casualty Insurance Company (formerly Metropolitan Property and Casualty Insurance Company) and its subsidiaries (“FWS”), which were acquired on April 8, 2021.

B. Significant Transactions and Changes in Terms of Intercompany Arrangements

On December 29, 2023, FIE contributed \$30,000,000 in additional capital to its wholly owned subsidiary, Illinois Farmers Insurance Company, an insurance company domiciled in the state of Illinois.

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

(1) Detail of Material Related Party Transactions

None.

(2) Detail of Material Related Party Transactions Involving Services

None.

(3) Detail of Material Related Party Transactions Involving Exchange of Assets and Liabilities

None.

(4) Detail of Amounts Owed To/From a Related Party

None.

D. Amounts Due to or from Related Parties

At December 31, 2023 and 2022, FIE reported \$293.6 million and \$2,434.5 million due from affiliates, respectively. The terms of settlement require that these amounts be settled within 45 days.

E. Management, Service Contracts, Cost Sharing Arrangements

Certain members of the Farmers Property and Casualty Companies (collectively, “Farmers”) participate in an intercompany reinsurance agreement in which they share in the net premiums and ultimate losses of affiliates. With FIE as the lead company, Farmers’ companies, (except Farmers Reinsurance Company and 21st Century affiliates business prior to July 1, 2009, and FWS affiliates business prior to April 1, 2021), cede all of their direct and assumed personal business and business insurance to FIE, which then retrocedes a share of the business back to the participants according to their respective participation percentages (see Note 26). For the year ended December 31, 2023, FIE assumed \$9,235.5 million in net premiums written, \$8,957.7 million in net premiums earned, and \$6,151.1 million in net losses incurred, as result of its participation in the intercompany reinsurance agreement.

FIE has separate agreements for adjustment services with both Fire and Truck pursuant to which Fire and Truck utilize the services of the employees of FIE in the handling of its claims. These adjustment services agreements were amended in 2022, with FIE allocating cost to each company as services are performed. Allocations occur prior to any applicable Farmers Inter-Company Reinsurance Pooling agreement.

FIE has a service agreement with Farmers Insurance Company, Inc. (“FICO, Inc.”) whereby FICO, Inc. provides claims handling and support services for FIE at its facilities located in Olathe, Kansas, and Oklahoma City, Oklahoma. In addition, FIE has a separate service agreement with FICO, Inc. Under the terms of this agreement, FIE provides various services to FICO, Inc. as are necessary and appropriate for FICO, Inc. to discharge its obligations to its policyholders, shareholders and regulators. This agreement broadly encompasses, claims adjustment services, investment management services, preparation of insurance policies, billing and collections, and other administrative services.

FIE has separate service agreements with Mid-Century Insurance Company of Texas (“MCT”) and the Texas Farmers Insurance Company (“TFIC”), which provide for FIE to collect premiums receipts and provide appropriate accounting for premiums collected by MCT and TFIC, including the reconciliation of policyholder records and monthly settlement of all balances. In addition, FIE has other service agreements with MCT and TFIC, to supplement the premium collection agreements. Under the terms of these supplemental agreements, FIE provides various services to MCT and TFIC as are necessary and appropriate for these two companies to discharge their obligations to policyholders, shareholders and regulators. These agreements broadly encompass, claims adjustment services, investment management services, preparation of insurance policies, billing and collections, and other administrative services.

NOTES TO FINANCIAL STATEMENTS

Effective October 24, 2019, FIE entered into a service agreement with American Federation Insurance Company (“AFIC”) pursuant to which FIE will provides various services, including preparation of insurance policies, calculation of premiums, calculation and payment of commissions to agents, accounting services, claims adjustment services, and other administrative services to AFIC.

Effective April 8, 2021, FIE entered into a service agreement with Farmers Property and Casualty Insurance Company. Under the terms of this agreement, FIE provides various services as are necessary and appropriate to discharge their obligations to their policyholders, shareholders and regulators. These agreements broadly encompass, claims adjustment services, investment management services, preparation of insurance policies, billing and collections, and other administrative services.

FIE also has service agreements with several of its other insurance subsidiaries and affiliates. Under the terms of these agreements, FIE provides various services to each of these companies as are necessary and appropriate for these companies to discharge their obligations to their policyholders, shareholders and regulators. These agreements broadly encompass, claims adjustment services, investment management services, preparation of insurance policies, billing and collections, and other administrative services. Following are the companies with service agreements with FIE:

NOTES TO FINANCIAL STATEMENTS

Company Name	NAIC Company Code	State of Domicile
Farmers Insurance Exchange	21652	California
Fire Insurance Exchange	21709	California
Truck Insurance Exchange	21660	California
Civic Property And Casualty Company	10315	California
Exact Property And Casualty Company	10318	California
Farmers Insurance Company Of Arizona	21598	Arizona
Farmers Insurance Company Of Idaho	21601	Idaho
Farmers Insurance Company Of Oregon	21636	Oregon
Farmers Insurance Company Of Washington	21644	Washington
Farmers Insurance Company, Inc.	21628	Kansas
Farmers Insurance Of Columbus, Inc.	36889	Ohio
Farmers New Century Insurance Company	10806	Illinois
Farmers Texas County Mutual Insurance Company	24392	Texas
Illinois Farmers Insurance Company	21679	Illinois
Mid-Century Insurance Company	21687	California
Mid-Century Insurance Company Of Texas	28673	Texas
Neighborhood Spirit Property And Casualty Company	10317	California
Texas Farmers Insurance Company	21695	Texas
*Farmers Reinsurance Company	10873	California
Foremost Insurance Company Grand Rapids, Michigan	11185	Michigan
Foremost County Mutual Insurance Company	29254	Texas
Foremost Lloyds Of Texas	41688	Texas
Foremost Signature Insurance Company	41513	Michigan
Foremost Property And Casualty Insurance Company	11800	Michigan
Farmers Specialty Insurance Company	43699	Michigan
Coast National Insurance Company	25089	California
Security National Insurance Company	33120	Florida
Bristol West Insurance Company	19658	Ohio
Bristol West Casualty Insurance Company	11034	Ohio
Bristol West Preferred Insurance Company	12774	Michigan
21st Century North America Insurance Company	32220	New York
21st Century Casualty Company	36404	California
21st Century Centennial Insurance Company	34789	Pennsylvania
21st Century Insurance Company	12963	California
21st Century Pinnacle Insurance Company	10710	New Jersey
21st Century Premier Insurance Company	20796	Pennsylvania
American Federation Insurance Company	10245	Texas
American Pacific Insurance Company, Inc.	10805	Hawaii
Farmers Insurance Hawaii, Inc.	28487	Hawaii
Toggle Insurance Company	44245	Delaware
Farmers Property And Casualty Insurance Company	26298	Rhode Island
Economy Fire And Casualty Company	22926	Illinois
Economy Preferred Insurance Company	38067	Illinois
Economy Premier Assurance Company	40649	Illinois
Farmers Casualty Insurance Company	40169	Rhode Island
Farmers Direct Property And Casualty Insurance Company	25321	Rhode Island
Farmers Group Property And Casualty Insurance Company	34339	Rhode Island
Farmers Lloyds Insurance Company of Texas	13938	Texas

**Represents a reinsurance company within NAIC Code "0212", which assumes 100% of its business from Farmers Insurance Group entities, with NAIC Group Code: "0069" per terms of reinsurance agreements and combines its statutory results with the Farmers Exchanges.*

NOTES TO FINANCIAL STATEMENTS

FIE provides marketing, legal services, warehouse and distribution services, audit and training, and related services to FFS Holding, LLC, pursuant to a Service Agreement effective March 1, 2017.

FIE provides marketing, underwriting, reinsurance, operational and related services to the Zurich Personal Insurance business of Assurance Company of America, National Standard Insurance Company, Northern Insurance Company of New York, and Universal Underwriters Insurance Company, pursuant to a Service Agreement effective January 1, 1999.

FIE provides certain claims adjusting services for the benefit of Zurich American Insurance Company and its United States affiliated insurers (collectively, "Zurich U.S."), pursuant to a Service Agreement entered into between the parties in November 2000. Under this Agreement, FIE handles, adjudicates, and adjusts Zurich U.S. private passenger auto claims, and is reimbursed for services provided. This agreement was terminated effective January 1, 2023.

Zurich American Insurance Company or its affiliates provide administrative, underwriting, policy issuance, and related services to FIE, Fire Insurance Exchange, Truck Insurance Exchange, and Mid-Century Insurance Company, in conjunction with the following specific insurance programs:

Mechanical Breakdown Insurance Program: Service Agreement between Universal Underwriters Insurance Company and FIE, effective September 1, 1998.

Equipment Breakdown Insurance Program. Service Agreement between Zurich Services Corporation and FIE, Truck Ins Exchange, Mid-Century Insurance Company, Civic Property and Casualty Company, Exact Property and Casualty, and Neighborhood Spirit Property and Casualty Company, effective November 1, 2000. The Equipment Breakdown Insurance Program is no longer in effect.

FIE entered into a Service agreement, dated December 7, 2009, whereby Farmers provides collision claims services for Zurich Compania de Seguros, S.A ("Zurich Mexico") policyholders who wish to have their motor vehicles repaired in the United States for losses which occur in Mexico and which are covered by Zurich Mexico's "Zmart" insurance policies. This agreement is no longer in effect.

FIE entered into a Consultancy Agreement, dated August 12, 2010, with Zurich Services Corporation, pursuant to which Zurich Services Corporation will provide risk engineering assessment services to FIE. This agreement is no longer in effect.

Agency Agreement: Agency agreement between FX Insurance Agency, LLC and Farmers Insurance Exchange, Fire Insurance Exchange, Truck Insurance Exchange, Mid-Century Insurance Company, Civic Property and Casualty Insurance Company, Exact Property and Casualty Company, Neighborhood Spirit Property and Casualty Company, Coast National Insurance Company, 21st Century Insurance Company, 21st Century Casualty Company, Farmers Specialty Insurance Company and other insurers, effective January 1, 2019.

F. Guarantees or Undertakings for Related Parties

There are no guarantees or undertakings, written or otherwise, for the benefit of an affiliate (see Note 14A).

G. Nature of Relationships that Could Affect Operations

FIE is governed by a Board of Governors elected by its policyholders. Management services are provided to FIE by FGI, doing business as Farmers Underwriters Association, its Attorney-in-Fact. FGI is a wholly-owned subsidiary of Zurich Financial Services.

FIE is one of the Farmers' companies, which is comprised of the following:

NOTES TO FINANCIAL STATEMENTS

Company Name	NAIC Company Code	State of Domicile
Farmers Insurance Exchange	21652	California
Fire Insurance Exchange	21709	California
Truck Insurance Exchange	21660	California
Civic Property And Casualty Company	10315	California
Exact Property And Casualty Company	10318	California
Farmers Insurance Company Of Arizona	21598	Arizona
Farmers Insurance Company Of Idaho	21601	Idaho
Farmers Insurance Company Of Oregon	21636	Oregon
Farmers Insurance Company Of Washington	21644	Washington
Farmers Insurance Company, Inc.	21628	Kansas
Farmers Insurance Of Columbus, Inc.	36889	Ohio
Farmers New Century Insurance Company	10806	Illinois
Farmers Texas County Mutual Insurance Company	24392	Texas
Illinois Farmers Insurance Company	21679	Illinois
Mid-Century Insurance Company	21687	California
Mid-Century Insurance Company Of Texas	28673	Texas
Neighborhood Spirit Property And Casualty Company	10317	California
Texas Farmers Insurance Company	21695	Texas
*Farmers Reinsurance Company	10873	California
Foremost Insurance Company Grand Rapids, Michigan	11185	Michigan
Foremost County Mutual Insurance Company	29254	Texas
Foremost Lloyds Of Texas	41688	Texas
Foremost Signature Insurance Company	41513	Michigan
Foremost Property And Casualty Insurance Company	11800	Michigan
Farmers Specialty Insurance Company	43699	Michigan
Coast National Insurance Company	25089	California
Security National Insurance Company	33120	Florida
Bristol West Insurance Company	19658	Ohio
Bristol West Casualty Insurance Company	11034	Ohio
Bristol West Preferred Insurance Company	12774	Michigan
21st Century North America Insurance Company	32220	New York
21st Century Casualty Company	36404	California
21st Century Centennial Insurance Company	34789	Pennsylvania
21st Century Insurance Company	12963	California
21st Century Pinnacle Insurance Company	10710	New Jersey
21st Century Premier Insurance Company	20796	Pennsylvania
American Federation Insurance Company	10245	Texas
American Pacific Insurance Company, Inc.	10805	Hawaii
Farmers Insurance Hawaii, Inc.	28487	Hawaii
Toggle Insurance Company	44245	Delaware
Farmers Property And Casualty Insurance Company	26298	Rhode Island
Economy Fire And Casualty Company	22926	Illinois
Economy Preferred Insurance Company	38067	Illinois
Economy Premier Assurance Company	40649	Illinois
Farmers Casualty Insurance Company	40169	Rhode Island
Farmers Direct Property And Casualty Insurance Company	25321	Rhode Island
Farmers Group Property And Casualty Insurance Company	34339	Rhode Island
Farmers Lloyds Insurance Company of Texas	13938	Texas

**Represents a reinsurance company within NAIC Code "0212", which assumes 100% of its business from Farmers Insurance Group entities, with NAIC Group Code: "0069" per terms of reinsurance agreements and combines its statutory results with the Farmers Exchanges.*

For more details on ownership, see Schedule Y.

NOTES TO FINANCIAL STATEMENTS

H. Amount Deducted for Investment in Upstream Company

FIE does not own shares of an upstream intermediate or ultimate parent, which are applicable under Section 4(B)(b)(x) of the NAIC Valuation of Securities manual.

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

FIE's investment in, Mid-Century Insurance Company ("Mid-Century"), an affiliate, exceeded 10% of its total admitted assets at both December 31, 2023 and 2022. The following represents summarized information related to Mid-Century (in millions):

	2023	2022
Total assets	\$ <u>7,798</u>	\$ <u>7,609</u>
Total liabilities	3,521	3,383
Total capital and surplus	4,276	4,226
Total liabilities, capital, and surplus	\$ <u>7,798</u>	\$ <u>7,609</u>
Net income (Loss)	\$ <u>(49)</u>	\$ <u>(4)</u>

J. Write downs for Impairment of Investments in Affiliates

FIE did not recognize any impairment write down on investments in SCA's during the years ended December 31, 2023 and 2022.

K. Foreign Insurance Subsidiary Valued Using CARVM

FIE does not have any investments in foreign insurance companies.

L. Downstream Holding Company Valued Using Look-Through Method

FIE owns equity interest in FCOA, LLC and Bristol West Holdings, Inc., both non-insurance subsidiaries, as well as the various 21st Century non-insurance subsidiaries, which is carried based on audited US GAAP equity adjusted to a statutory basis of accounting.

M. All SCA Investments

FIE's direct and indirect ownership and equity interest in all non-insurance SCA's average is approximately 80%, with the remaining 20% held by Truck and Fire at about 10%, each. FIE's ownership share of the aggregate total admitted and non-admitted balance sheet amounts of all non-insurance SCA's were \$243.4 million. The aggregate total admitted and non-admitted non-insurance SCA's amounts are as follows:

(1) Balance Sheet Value (Admitted and Nonadmitted) All SCAs (except 8bi entities) - 2023

SCA Entity	Percentage of SCA Ownership	Gross Amount	Admitted Amount	Nonadmitted Amount
a. SSAP No. 97 8a Entities		\$ -	\$ -	\$ -
Total SSAP No. 97 8a Entities	XXX	\$ -	\$ -	\$ -
b. SSAP No. 97 8b(ii) Entities				
Bristol West Holdings, Inc	42	\$ 243,387,235	\$ 243,387,235	\$ -
Total SSAP No. 97 8b(ii) Entities	XXX	\$ 243,387,235	\$ 243,387,235	\$ -
c. SSAP No. 97 8b(iii) Entities				
None		\$ -	\$ -	\$ -
Total SSAP No. 97 8b(iii) Entities	XXX	\$ -	\$ -	\$ -
d. SSAP No. 97 8b(iv) Entities				
None		\$ -	\$ -	\$ -
Total SSAP No. 97 8b(iv) Entities	XXX	\$ -	\$ -	\$ -
e. Total SSAP No. 97 8b Entities (except 8bi entities) (b+c+d)	XXX	\$ 243,387,235	\$ 243,387,235	\$ -
f. Aggregate Total (a+e)	XXX	\$ 243,387,235	\$ 243,387,235	\$ -

NOTES TO FINANCIAL STATEMENTS

(2) NAIC Filing Response Information - 2022

<u>SCA Entity</u> (Should be same entities as shown in M(1) above.)	<u>Type of NAIC Filing*</u>	<u>Date of Filing to the NAIC</u>	<u>NAIC Valuation Amount</u>	<u>NAIC Response Received Y/N</u>	<u>NAIC Disallowed Entities Valuation Method, Resubmission Required Y/N</u>	<u>Code**</u>
a. SSAP No. 97 8a Entities			\$ -			
Total SSAP No. 97 8a Entities	XXX	XXX	\$ -	XXX	XXX	XXX
b. SSAP No. 97 8b(ii) Entities						
Bristol West Holdings, Inc	S2	8/30/2023	\$ 238,808,318	Y	N	
Total SSAP No. 97 8b(ii) Entities	XXX	XXX	\$ 238,808,318	XXX	XXX	XXX
c. SSAP No. 97 8b(iii) Entities			\$ -			
Total SSAP No. 97 8b(iii) Entities	XXX	XXX	\$ -	XXX	XXX	XXX
d. SSAP No. 97 8b(iv) Entities			\$ -			
Total SSAP No. 97 8b(iv) Entities	XXX	XXX	\$ -	XXX	XXX	XXX
e. Total SSAP No. 97 8b Entities (except 8bi entities) (b+c+d)	XXX	XXX	\$ 238,808,318	XXX	XXX	XXX
f. Aggregate Total (a+e)	XXX	XXX	\$ 238,808,318	XXX	XXX	XXX

* S1 – Sub-1, S2 – Sub-2 or RDF – Resubmission of Disallowed Filing

** I – Immaterial or M – Material

N. Investment in Insurance SCAs

FIE does not have any SCA where its audited statutory equity departs from NAIC statutory equity.

O. SCA or SSAP 48 Entity Loss Tracking

Not applicable.

11. DEBT

A. Debt

Not applicable.

B. FHLB (Federal Home Loan Bank) Agreements

NOTES TO FINANCIAL STATEMENTS

B. FHLB (Federal Home Loan Bank) Agreements

(1) FIE is a member of the Federal Home Loan Bank (FHLB) of San Francisco. Through its membership, the Company has conducted business activity (borrowings) with the FHLB. It is part of the Company's strategy to utilize these funds as backup liquidity. The company has determined the actual/estimated maximum borrowing capacity as \$827,208,300. The Company calculated this amount in accordance with the FHLB of San Francisco's total financing availability.

(2) FHLB Capital Stock

a. Aggregate Totals

	1 Total 2+3	2 General Account	3 Protected Cell Accounts
1. Current Year			
(a) Membership Stock - Class A	-	-	-
(b) Membership Stock - Class B	15,000,000	15,000,000	-
(c) Activity Stock	-	-	-
(d) Excess Stock	-	-	-
(e) Aggregate Total (a+b+c+d)	15,000,000	15,000,000	-
(f) Actual or Estimated Borrowing Capacity as Determined by the Insurer	827,208,300	XXX	XXX
2. Prior Year-end			
(a) Membership Stock - Class A	-	-	-
(b) Membership Stock - Class B	15,000,000	15,000,000	-
(c) Activity Stock	-	-	-
(d) Excess Stock	-	-	-
(e) Aggregate Total (a+b+c+d)	15,000,000	15,000,000	-
(f) Actual or Estimated Borrowing Capacity as Determined by the Insurer	770,589,950	XXX	XXX

b. Membership Stock (Class A and B) Eligible and Not Eligible for Redemption

Membership Stock	1 Current Year Total (2+3+4+5+6)	2 Not Eligible for Redemption	Eligible for Redemption			
			3 Less Than 6 Months	4 6 Months to Less than 1 Year	5 1 to Less Than 3 Years	6 3 to 5 Years
1. Class A	-	-	-	-	-	-
2. Class B	15,000,000	15,000,000	-	-	-	-

(3) Collateral Pledged to FHLB

a. Amount pledged as of Reporting Date

	1 Fair Value	2 Carrying Value	3 Aggregate Total Borrowing
1. Current Year Total General and Protected Cell Accounts Total Collateral Pledged (Lines 2+3)	-	-	-
2. Current Year General Account Total Collateral Pledged	-	-	-
3. Current Year Protected Cell Accounts Total Collateral Pledged	-	-	-
4. Prior Year-end Total General and Protected Cell Accounts Total Collateral Pledged	-	-	-

b. Maximum Amount Pledged During Reporting Period

	1 Fair Value	2 Carrying Value	3 Amount Borrowed at Time of Max Collateral
1. Current Year Total General and Protected Cell Accounts Maximum Collateral Pledged (Lines 2+3)	-	-	-
2. Current Year General Account Maximum Collateral Pledged	-	-	-
3. Current Year Protected Cell Accounts Maximum Collateral Pledged	-	-	-
4. Prior Year-end Total General and Protected Cell Accounts Maximum Collateral Pledged	-	-	-

NOTES TO FINANCIAL STATEMENTS

(4) Borrowing from FHLB

a. Amount as of the Reporting Date

	1 Total 2+3	2 General Account	3 Protected Cell Account	4 Funding Agreements Reserves Established
1. Current Year				
(a) Debt	-	-	-	XXX
(b) Funding Agreements	-	-	-	-
(c) Other	-	-	-	XXX
(d) Aggregate Total (a+b+c)	-	-	-	-
2. Prior Year-end				
(a) Debt	-	-	-	XXX
(b) Funding Agreements	-	-	-	-
(c) Other	-	-	-	XXX
(d) Aggregate Total (a+b+c)	-	-	-	-

b. Maximum Amount during Repoerting Period (Current Year)

	1 Total 2+3	2 General Account	3 Protected Cell Account
1. Debt	-	-	-
2. Funding Agreements	-	-	-
3. Other	-	-	-
4. Aggregate Total (Lines 1+2+3)	-	-	-

c. FHLB - Prepayment Obligations

	Does the company have prepayment obligations obligations under the following arrangements (YES/NO)?
1. Debt	NO
2. Funding Agreements	NO
3. Other	NO

12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

A. Defined Benefit Plans

Postretirement Benefits

FIE and certain members of Farmers provide certain postretirement benefits to retired employees. For retirees who retired before January 1, 2010, Farmers postretirement benefits plan provides a contributory defined dollar plan for pre-65 benefit and Premium Reimbursement Account (“PRA”) for post-65 benefit. The PRA is a contribution into an account established by Farmers to cover and help pay for the cost of retiree medical premiums of eligible and qualifying employees. Participants retiring on or after January 1, 2010 are eligible to participate in the Health Retirement Account (“HRA”) and the PRA. The HRA is an account also established by Farmers for eligible employees to help pay for health care premiums in a specified deductible plan until a certain age. Under current plan provisions, health benefits are available for all employees who participated in Farmers medical benefits plan immediately prior to retirement at age 55 or later with at least 5 years of service. Farmers contributes to the plan only for those who retire with at least 10 years of service. The PRA is not available to those hired after December 31, 2010. The cost of such benefits is accrued over the service period of the employees based on the actuarially determined cost for the period. Employees who retired before January 1, 2010 are also eligible for a life insurance benefit. Obligations for the postretirement benefits plan are paid from Farmers assets. There were no assets separated and allocated to this plan.

NOTES TO FINANCIAL STATEMENTS

In September 2023, Farmers announced amendment of the postretirement benefit plan to eliminate retiree medical subsidy for employees retiring on or after January 1, 2026. In addition, Farmers discontinued its company-sponsored pre-65 medical plan for non-Hawaii retirees effective starting with the 2024 plan year. Going forward, HRA and Defined Dollar Benefit (“DDB”) subsidies for pre-65 retirees will reimburse medical insurance premiums paid by retirees in the individual marketplace. The plan’s financial position was remeasured at September 30, 2023 to reflect these changes.

A summary of assets, obligations and assumptions of the Postretirement Benefit Plans are as follows at December 31, 2023 and 2022:

(1) Change in benefit obligation

a. Pension Benefits

None.

b. Postretirement Benefits

		Underfunded	
		2023	2022
1	Benefit obligation at beginning of year		
	Adoption of SSAP No. 92 (nonvested obligation)	159,589,630	192,875,246
2	Service cost	4,372,028	7,604,741
3	Interest cost	8,104,829	4,271,100
4	Contribution by plan participants	1,302,291	1,005,545
5	Actuarial gain /loss	2,177,142	(39,090,557)
6	Foreign currency exchange rate changes		
7	Benefits paid	(7,311,316)	(7,076,445)
8	Plan amendments	(28,777,467)	
9	Business combinations, divestitures, curtailments, settlements and special termination benefits	216,370	-
10	Benefit obligation at end of year	139,673,507	159,589,630

c. Postemployment & Compensated Absence Benefits

None

(2) Change in plan assets

		Postretirement Benefits	
		2023	2022
a.	Fair value of plan assets at beginning of year	-	-
b.	Actual return on plan assets	-	-
c.	Foreign currency exchange rate changes	-	-
d.	Reporting entity Employer contribution	6,009,025	6,070,900
e.	Plan participants’ contributions	1,302,291	1,005,545
f.	Benefits paid	(7,311,316)	(7,076,445)
g.	Business combinations, divestitures and settlements	-	-
h.	Fair value of plan assets at end of year	-	-

(3) Funded Status

		Postretirement Benefits	
		2023	2022
Overfunded:			
a. Assets (nonadmitted)			
1	Prepaid benefit costs	-	-
2	Overfunded plan assets	-	-
3	Total assets (nonadmitted)	-	-
Underfunded:			
b. Liabilities recognized			
1	Accrued benefit costs	(139,673,507)	(159,589,630)
2	Liability for pension benefits	-	-
3	Total liabilities recognized	(139,673,507)	(159,589,630)
c. Unrecognized liabilities			
		-	-

NOTES TO FINANCIAL STATEMENTS

(4) Components of net periodic cost

		Postretirement Benefits	
		2023	2022
a.	Service cost	4,372,028	7,604,741
b.	Interest cost	8,104,829	4,271,100
c.	Expected return on plan assets		
d.	Transition asset or obligation		
e.	Gains and losses	(9,415,670)	-
f.	Prior service cost or credit	(6,573,408)	(332,551)
g.	Gain or loss recognized due to a settlement or curtailment	(763,279)	-
h.	Total net periodic benefit cost	(4,275,500)	11,543,290

(5) Other amounts recognized in unassigned funds/(surplus)

		Postretirement Benefits	
		2023	2022
a.	Items not yet recognized as a component of net periodic cost – prior year	(46,196,782)	(7,438,776)
b.	Net transition (asset) or obligation recognized		
c.	Net prior service cost or (credit) arising during the period		
d.	Net prior service cost or (credit) recognized	(21,440,780)	332,551
e.	Net (gain) and loss arising during the period		
f.	Net (gain) and loss recognized	11,809,182	(39,090,557)
g.	Items not yet recognized as a component of net periodic cost – current year	(55,828,380)	(46,196,782)

(6) Amounts in unassigned funds (surplus) not yet recognized in net periodic benefit cost.

		Postretirement Benefits	
		2023	2022
a.	Net transition asset or obligation	-	-
b.	Net prior service cost or credit	(22,462,828)	(1,022,048)
c.	Net recognized (gains) and losses	(33,365,552)	(45,174,734)

(7) Weighted-average assumptions used to determine net periodic benefit cost as of Dec. 31:

		2023	2022
a.	Weighted-average discount rate	5.46%	2.71%
b.	Expected long-term rate of return on plan assets	N/A	N/A
c.	Rate of compensation increase	N/A	N/A
d.	Interest crediting rates	5.79%	5.65%

Weighted-average assumptions used to determine projected benefit obligations as of Dec 31:

		2023	2022
e.	Weighted-average discount rate	4.98%	5.33%
f.	Rate of compensation increase	N/A	N/A
g.	Interest crediting rates	5.79%	5.65%

- (8) The amount of the accumulated benefit obligation for the Postretirement Benefit Plans under statutory accounting was \$139.7 million for the current year and \$159.6 million for the prior year.
- (9) The health care cost trend rate for participants who retired before January 1, 1991 was 6.75% in 2024, graded down 0.25% each year after until ultimate rate of 5.0% reached in 2031.
- (10) The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated:

NOTES TO FINANCIAL STATEMENTS

	Year(s)	Amount
a.	2024	\$ 12,809,137
b.	2025	14,322,697
c.	2026	15,434,137
d.	2027	15,918,652
e.	2028	15,882,444
f.	2029 - 2033	53,259,903

- (11) Farmers' companies currently plan to make contributions to the postretirement benefits plan of \$12.8 million in 2024. FIE's share of this postretirement benefit contribution is \$6.6 million.

Farmers' companies total benefit obligation under statutory accounting at the end of 2023 and 2022 was \$139.7 million and \$159.6 million, respectively. FIE's share of this postretirement benefit obligation was \$72.3 million and \$82.6 million at December 31, 2023 and 2022, respectively. The total funded status for Farmers' companies was (\$139.7) million and (\$159.6) million, respectively. FIE's share was (\$72.3) million and (\$82.6) million at December 31, 2023 and 2022, respectively.

- (12) Amounts and types of securities of Farmers and related parties included in plan assets

Not Applicable.

- (13) Alternative method used to amortize prior service amounts or net gains and losses

Not Applicable.

- (14) Substantive commitments

Not Applicable.

- (15) Cost of providing special or contractual termination benefits

Not Applicable.

- (16) Significant gains or losses and/or change in the plan obligation

The significant changes in the plan obligation during the year were driven by two main factors: First, the overall experience loss was primarily driven by the change in corporate bond yield curve from December 31, 2022 to December 31, 2023, illustrated by a 35 bp decrease in single equivalent discount rate used to measure benefit obligations. Second, the retiree medical plan change to eliminate benefits for employees who retire after January 1, 2026 is reflected in the development of the year-end obligation..

- (17) Fair value of plan assets

Not Applicable.

- (18) Election to apply transition guidance

Not Applicable.

B. Description of Investment Policies

Not applicable.

C. Fair Value of Plan Assets

Not applicable.

D. Rate of Return Assumptions

Not applicable.

E. Defined Contribution Plans

Not applicable.

NOTES TO FINANCIAL STATEMENTS

F. Multi-employer Plans

Not applicable.

G. Consolidated/Holding Company Plans

Pension Plan

FIE and certain members of Farmers participate in noncontributory defined benefit pension plans consisting of the qualified Employees' Pension Plan and the non-qualified Employee Benefits Restoration Plan ("EBRP"), all sponsored by Farmers Group, Inc. ("FGI"). As a result, Farmers has no legal obligation for benefits under these Plans.

The Employees' Pension Plan is sponsored and funded by the FGI and was frozen on December 31, 2018. The Employees' Pension Plan covers substantially all employees of FGI (and Farmers Services, LLC ("FS") prior to 2017) and Farmers employees who were hired prior to January 1, 2018. Prior to January 1, 2009, the Plan provided defined benefits based on years of service and the employee's compensation during the last five years of employment. Effective January 1, 2009, the plan was amended to include cash balance provisions for certain employees, whereas the benefits for the balance of the employees were unchanged. The employees covered under the cash balance provisions are those who, as of December 31, 2008, were non-vested in their pension benefits, those who were under age 40 with less than 10 years of service and those employees hired on or after January 1, 2009. The plan was comprehensively amended effective December 31, 2015 to permit options for participants with a termination of employment on or after December 31, 2015. Such individuals may elect within 180 days of the participant's termination of employment to have his benefit paid in a single lump sum. Additionally, participants who experience a termination of employment on or after December 31, 2015 will have the opportunity to elect to have the actuarial equivalent of such participant's vested benefit at his or her Normal Retirement or Early Retirement Date, if greater, paid to him or her in the form of substantially equal installment payments over a 10-year certain term. On the making of such lump sum or final payment for the 10-year certain installments, neither the participant nor the participant's spouse or beneficiary shall have any further benefit under the Employees' Pension Plan.

The Employee's Pension Plan and the EBRP were amended on October 6, 2016, to modify the provisions to provide for the cessation of benefit accruals as of December 31, 2018. Participants will retain all accrued benefits, including any benefits accrued through December 31, 2018 and will earn only defined contribution retirement benefits starting January 1, 2019. The plan was amended on November 29, 2016, to remove FS as a participating employer of the Employees' Pension Plan effective January 1, 2017. The plan was amended on August 28, 2017, to implement a 1 year service requirement for participation in the Employee's Pension Plan for individuals hired on or after January 1, 2018.

As part of this change, beginning January 1, 2019, Farmers will automatically contribute an additional 4% of eligible base pay to the employees' 401(k) Plan, regardless of the amount contributed by each employee to the 401(k). This new base contribution is in addition to the 6% Farmers match now available.

FGI's funding policy for the Employees' Pension Plan is to contribute an amount at least equal to the minimum required contribution under ERISA/PPA. FGI's policy is to allocate to Farmers their share of the plan cost. Farmers has regularly contributed to the pension plan for their share of the pension cost and Farmers expects future contributions to fully satisfy Farmers portion of the pension liability.

Again no enhancements to existing the Employees' Pension Plan provisions were offered under the VSP program.

For fiscal year 2023 and 2022 plan years, the minimum required pension contribution for FGI did not exceed the full funding limitation under the Internal Revenue Code. As a result, for the years ended December 31, 2023 and 2022, Farmers, FGI and its subsidiaries made no contributions. Farmers contributions to be made in 2024 to the Employees' Pension Plan are currently expected to be \$0.0 million.

Assets of the Employees' Pension Plan are held by an independent trustee primarily in fixed maturity and equity investments. The principal liability is for annuity benefit payments of current and future retirees. Assets of the EBRP are considered FGI's corporate assets and are held in a grantor trust.

The Employee Benefits Restoration Plan ("EBRP provides supplemental retirement benefits for employees whose salary is in excess of the maximum recognizable pay under IRS code 401(a)(17) and excess maximum benefit limitation under IRS code 415. FIE's share of the EBRP was \$0.0 thousand and \$0.0 thousand for the years ended December 2023 and 2022, respectively.

NOTES TO FINANCIAL STATEMENTS

Short Term Incentive Program

Effective January 1, 2009, FIE and certain Farmers' companies, participate in a Short Term Incentive Program ("STIP") and a 401(k) Savings Plan approved by the board of governors.

The STIP is a performance-based plan that provides employees an annual incentive pay based on the achievement of certain goals and individual employee performance. FIE's share of expense under this plan was \$60.3 million and \$47.9 million as of December 31, 2023 and 2022, respectively.

401(k) Savings Plan

Effective January 1, 2009, FIE and certain members of Farmers, participate in a 401(k) Savings Program. Contributions are made by eligible employees up to the yearly maximums allowable as defined by the Internal Revenue Service. FIE and the Farmers companies match eligible employees' contributions up to 6.0% of earned base pay. All eligible employees are 100% vested in the 401(k) Savings Plan immediately.

Beginning January 1, 2019, Farmers automatically contributes an additional 4% of eligible base pay to the employees' 401(k) Plan, regardless of the amount contributed by each employee to the 401(k). This new base contribution is in addition to the 6% company match now available.

FIE's share of expense under this plan was \$43.4 million and \$44.7 million as of December 31, 2023 and 2022, respectively.

Executive Savings Plan ("ESP")

Effective January 1, 2019, FIE and certain Farmers' companies participate in an Executive Savings Plan ("ESP") approved by the Board of Governors. The Plan is a non-qualified deferred compensation program offered to certain executives in key roles. Contribution credits are made annually by Farmers into a notional account administered by a third party administrator. A participant must have 10 years of eligible service and be age 55 to be vested. Annual contribution credits will be made in December each year. There are no in-service withdrawals from this plan.

H. Postemployment Benefits and Compensated Absences

FIE accrued \$2.5 million and \$2.6 million in compensated absences on behalf of the Farmers companies as of December 31, 2023 and 2022, respectively.

I. Impact of Medicare Modernization Act on Postretirement Benefits

Not applicable

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

- A. FIE is a reciprocal exchange and, therefore, does not issue common or preferred stock.
- B. FIE is a reciprocal exchange and, therefore, dividend rate of preferred stock is not applicable.
- C. FIE is a reciprocal exchange and, therefore, dividend restrictions is not applicable.
- D. FIE is a reciprocal exchange and, therefore, dates and amounts of dividends paid is not applicable.
- E. FIE is a reciprocal exchange and, therefore, amount of ordinary dividends that may be paid is not applicable.
- F. No restrictions have been placed on unassigned funds.
- G. FIE does not have advances to surplus.
- H. FIE does not hold stock for special purposes.
- I. The surplus notes were issued at a \$4.0 million discount and reflected as a decrease to unassigned surplus with an offset credit to special surplus funds. This discount is amortized annually at \$100,000 over the term of the surplus notes. As of December 31, 2023, the amortized discount totaled \$600,000 (See Note 13 (K)).
- J. The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and (losses) were \$3,350.6 million and \$2,773.2 million at December 31, 2023 and 2022, respectively.

NOTES TO FINANCIAL STATEMENTS

K. Surplus Notes

FIE received cash contributions pursuant to which FIE issued surplus notes (the “notes”) to qualified institutional buyers, and certificates of contribution (the “certificates”) to ZAIC affiliates as follows:

1 Item Number	2 Date Issued	3 Interest Rate	4 Original Issue Amount of Note	5 Is Surplus Note Holder a Related Party (Y/N)	6 Carrying Value of Note Prior Year	7 Carrying Value of Note Current Year*	8 Unapproved Interest And/Or Principal
0001	05/11/94	8.625%	\$ 203,444,000	N	\$ 203,444,000	\$ 203,444,000	\$ -
0002	07/10/98	7.050%	\$ 373,077,923	N	\$ 279,776,923	\$ 279,776,923	\$ -
0003	07/10/98	7.200%	\$ 111,923,077	N	\$ 103,316,077	\$ 103,316,077	\$ -
0004	11/05/13	6.151%	\$ 312,000,000	N	\$ 312,000,000	\$ 312,000,000	\$ -
0005	10/07/14	5.454%	\$ 399,000,000	N	\$ 399,000,000	\$ 399,000,000	\$ -
0006	10/10/17	4.747%	\$ 400,000,000	N	\$ 396,400,000	\$ 396,500,000	\$ -
0007	12/20/17	3.758%	\$ 100,000,000	N	\$ 100,000,000	\$ -	\$ -
Total	XXX	XXX	\$ 1,899,445,000	XXX	\$ 1,793,937,000	\$1,694,037,000	\$ -

* Total should agree with Page 3, Line 33.

1 Item Number	9 Current Year Interest Expense Recognized	10 Life-To-Date Interest Expense Recognized	11 Current Year Interest Offset Percentage (not including amounts paid to a 3rd party liquidity provider)	12 Current Year Principal Paid	13 Life-To-Date Principal Paid	14 Date of Maturity	15 Are Surplus Note Payments Contractually Linked? (Y/N)
0001	\$ 17,547,045	\$ 517,150,410	0.000%	\$ -	\$ -	05/01/24	N
0002	\$ 19,724,273	\$ 499,188,477	0.000%	\$ -	\$ -	07/15/28	N
0003	\$ 7,438,758	\$ 188,262,558	0.000%	\$ -	\$ -	07/15/48	N
0004	\$ 19,191,120	\$ 191,697,965	0.000%	\$ -	\$ -	11/01/53	N
0005	\$ 21,761,459	\$ 195,853,135	0.000%	\$ -	\$ -	10/15/54	N
0006	\$ 18,988,000	\$ 114,719,167	0.000%	\$ -	\$ -	11/01/57	N
0007	\$ -	\$ 18,790,000	0.000%	\$ -	\$ -	12/20/27	N
Total	\$104,650,655	\$1,725,661,712	XXX	\$ -	\$ -	XXX	XXX

1 Item Number	16 Surplus Note Payments Subject to Admini- strative Offsetting Provisions? (Y/N)	17 Were Surplus Note Proceeds Used to Purchase an Asset Directly From the Holder of the Surplus Note? (Y/N)	18 Is Asset Issuer a Related Party (Y/N)	19 Type of Assets Received Upon Issuance	20 Principal Amount of Assets Received Upon Issuance	21 Book/Adjusted Carry Value of Assets	22 Is Liquidity Source a Related Party to the Surplus Note Issuer? (Y/N)
0001	N	N	N	Cash	\$ -	\$ -	N
0002	N	Y	Y	Cash	\$ 93,301,000	\$ 93,301,000	Y
0003	N	Y	Y	Cash	\$ 8,607,000	\$ 8,607,000	Y
0004	N	N	N	Cash	\$ -	\$ -	N
0005	N	N	N	Cash	\$ -	\$ -	N
0006	N	N	N	Cash	\$ -	\$ -	N
0007	N	N	N	Cash	\$ -	\$ -	N
Total	XXX	XXX	XXX	XXX	\$ 101,908,000	\$ 101,908,000	XXX

The surplus notes in the amount of \$203.4 million listed under 0001 above were issued to qualified institutional buyers in the open market on May 11, 1994 and are administered by JP Morgan Chase Bank. The notes are unsecured and subordinated to all present and future senior indebtedness and policy claims. The notes have restrictions, which require the approval of the California Insurance Commissioner before payment of interest or repayment of principal. The notes

NOTES TO FINANCIAL STATEMENTS

mature May 1, 2024. The original issued amount of these notes was \$300 million, but, notes with a par value of \$96.6 million of these notes were redeemed in November 2013 by FIE for \$130.9 million, a premium of \$34.3 million. These surplus notes were redeemed with the approval of the California Insurance Commissioner and the liability for those notes has been extinguished.

The trust surplus notes in the carrying value amount of \$279.8 million listed under 0002 above were issued to qualified institutional buyers in the open market on July 10, 1998 and are administered by JP Morgan Chase Bank. The notes are unsecured and subordinated to all present and future senior indebtedness and policy claims. The notes have restrictions, which require the approval of the California Insurance Commissioner before payment of interest or repayment of principal. The notes mature July 15, 2028. The original issued amount of these notes was \$373.1 million, but, notes with a par value of \$93.3 million were repurchased in November 2013 by FIE for \$116.8 million, a premium of \$23.5 million. Under the terms of the note indentures, these notes could not be redeemed and the liabilities for the obligations cannot be extinguished until maturity. Therefore, FIE owns the trust notes and has reclassified the underlying surplus notes as notes payable (a liability) in the accompanying financial statements. The Trust Notes held as assets by FIE have been netted against the Notes Payable in the financial statements. In addition, the expense for implied future interest paid on the Notes Payable has been netted against the implied Interest income received on the Trust Notes. This accounting treatment complies with the requirements for offsetting and netting found in SSAP No. 64, paragraph 2. Because the principal amounts of the 2028 Trust Notes owned by FIE are equal to the obligations owed to it under the terms of the underlying surplus notes (Notes Payable), the valuation requirements of paragraph 11. of SSAP No. 41R are not deemed applicable and the Trust Notes are carried at par value.

The trust surplus notes in the carrying value amount of \$103.3 million listed under 0003 above were issued to qualified institutional buyers in the open market on July 10, 1998 and are administered by JP Morgan Chase Bank. The notes are unsecured and subordinated to all present and future senior indebtedness and policy claims. The notes have restrictions, which require the approval of the California Insurance Commissioner before payment of interest or repayment of principal. The notes mature July 15, 2048. The original issued amount of these notes was \$111.9 million, but as also described above, notes with a par value of \$8.6 million were repurchased in November 2013 by FIE for \$10.0 million, a premium of \$1.4 million. Under the terms of the note indentures, these notes could not be redeemed and the liabilities for the obligations cannot be extinguished until maturity. Therefore, as described above, FIE owns the trust notes and has reclassified the underlying surplus notes as notes payable (a liability) in the accompanying financial statements. The Trust Notes held as assets by FIE have been netted against the Notes Payable in the financial statements. In addition, the expense for implied future interest paid on the Notes Payable has been netted against the implied Interest income received on the Trust Notes. Similar to the 2028 Trust Notes, this accounting treatment complies with the requirements for offsetting and netting found in SSAP No. 64, paragraph 2. Because the principal amounts of the 2048 Trust Notes owned by FIE are equal to the obligations owed to it under the terms of the underlying surplus notes (Notes Payable), the valuation requirements of paragraph 11. of SSAP No. 41R are also not deemed applicable and the Trust Notes are carried at par value.

The trust surplus notes in the amount of \$312 million listed under 0004 above were issued to qualified institutional buyers in the open market on November 5, 2013 and are administered by The Bank of New York Mellon Trust Company, NA. The notes are unsecured and subordinated to all present and future senior indebtedness and policy claims. The notes have restrictions, which require the approval of the California Insurance Commissioner before payment of interest or repayment of principal.

The trust surplus notes in the amount of \$399 million listed under 0005 above were issued to qualified institutional buyers in the open market on October 7, 2014 and are administered by The Bank of New York Mellon Trust Company, NA. The notes are unsecured and subordinated to all present and future senior indebtedness and policy claims. The notes have restrictions, which require the approval of the California Insurance Commissioner before payment of interest or repayment of principal.

The surplus notes in the carrying value amount of \$396 million listed under 0006 above were issued to private qualified institutional investors on October 16, 2017 at a fixed rate of 4.747% and are administered by The Bank of New York Mellon Trust Company, NA. The notes are unsecured and subordinated to all present and future senior indebtedness and policy claims. The notes mature November 1, 2057. The notes have restrictions, which require the approval of the California Insurance Commissioner before payment of interest or repayment of principal. The surplus notes were issued at a \$4.0 million discount and reflected as a decrease to unassigned surplus with an offset credit to special surplus funds. The balances in the unassigned surplus and the special surplus funds are subsequently reduced as the discounts are amortized/accreted into the income statement with offset to the underlying surplus notes. This discount is amortized annually over the term of the surplus notes.

The surplus note in the amount of \$100 million of 10-year surplus note at 3.758% listed under 0007, was issued to the Farmers New World Life Insurance on December 20, 2017, which is owned by FGI, the Attorney-in-Fact of the Exchanges. The note is unsecured and subordinated to all present and future senior indebtedness and policy claims. The note has restrictions, which require the approval of the California Insurance Commissioner before payment of interest or repayment of principal. These surplus notes were approved by the California Insurance Commissioner. On December 20, 2022, the \$100 million of 10-year no call five-year note was redeemed. The repayment of principal and payment of interest was approved by the California Insurance Commissioner.

(L-M) FIE has not undergone any quasi-reorganizations.

NOTES TO FINANCIAL STATEMENTS

14. LIABILITIES, CONTINGENCIES AND ASSESSMENTS

A. Contingent Commitments

As of December 31, 2023, FIE had remaining commitments of \$428,030 related to Impact Community Capital, \$61,200 Impact Huntington Equity, \$788,288 Impact Huntington Member Loan, and \$41,507,710 Impact Revolving Member Loan.

B. Assessments

- (1) FIE receives periodic assessments from certain states to reimburse policyholders and claimants of insolvent carriers. Depending on the guidelines established by each state, the assessments are expensed, recouped from policyholders or utilized as credits against premium taxes. Premium Tax credits are realized between 3 To 10 years depending on the guidelines established by each state.

In 2023, FIE has accrued a liability for guaranty fund and related assets for premium tax credits or policy surcharges of \$0.9 million as well as related premium tax benefit assets and policy surcharges assets of \$0.9 million. The amounts recorded represent management's best estimates based on assessment rate information received from the states in which the Company writes business and the direct premiums written in those states. The liability is included in the taxes, licenses and fees liability and will be paid in the next year.

- (2) Rollforward of related assets:

a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	\$	475,107
b. Decreased current year:		
Premium tax offsets applied		298,168
Premium tax offsets charged off		
Policy surcharges collected		197,804
Policy surcharges charged off		
c. Increased current year:		
Premium tax offsets accrued		681,877
Policy surcharges accrued		225,099
d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end	\$	<u>886,111</u>

- (3) Not Applicable

C. Gain Contingencies

None.

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

FIE paid the following amounts during the reporting period in settlement of lawsuits alleging extra-contractual causes of action:

NOTES TO FINANCIAL STATEMENTS

	Direct
Claims related ECO and bad faith losses paid	\$8,397,184

Number of lawsuits alleging extra-contractual causes of action during the reporting period:

(a)	(b)	(c)	(d)	(e)
0-25 Claims	26-50 claims	51-100 claims	101-500 Claims	More than 500 Claims
		X		

Indicate whether claim count information is disclosed per claim or per claimant.

(f) Per Claim

(g) Per Claimant

E. Product Warranties

None.

F. Joint and Several Liabilities

None.

G. All Other Contingencies

Litigation

Certain of Farmers companies are defendants in certain lawsuits arising in the normal course of business, which are in various stages of development. Some of these matters seek punitive as well as compensatory damages. While it is not possible to predict the outcome of these matters with certainty, management believes that their ultimate disposition will not have a material effect on FIE's financial position or results of operations. In addition, certain of the Farmers companies are, from time to time, involved as parties in various governmental and administrative proceedings.

California Earthquake Authority

Fire is a participant in the California Earthquake Authority ("CEA") on behalf of the Farmers P&C Companies. The CEA was established by the California Legislature to provide earthquake insurance to the owners of residential property in the state of California. Insurers who elect to participate in the program are liable for a portion of aggregate losses up to \$1.7 billion, contingent on losses exceeding a specified limit. Effective March 09, 2023, the latest date for which information was available, the Farmers companies' residential earthquake insurance market share was 11.79%, and its respective share of this contingent liability was \$196.2 million at December 31, 2023. In the case of a triggering event, and based on its intercompany reinsurance participation of 51.75%, FIE's share of this contingent liability before external reinsurance would be \$101.5 million. As of December 31, 2023, a triggering event has not occurred, and, therefore, no provision has been made in the accompanying financial statements for any liability or loss that may result from a catastrophic earthquake event.

Revolving Credit Facility Framework Agreement

FIE and certain of the Farmers' companies entered into a Revolving Credit Facility Framework Agreement for the purposes of eliminating the need to maintain large cash balances or unnecessarily liquidating investments during the monthly reinsurance cash settlement process among participating affiliates. The revolving credit framework allows participating affiliates to make short term loans to each other to cover debt arising from the monthly reinsurance settlement process. The loans, executed on an as-needed basis, mature in ninety (90) days and cannot exceed in the cumulative aggregate three percent (3%) of a borrower's or lender's admitted assets. Loans may be collateralized with a pledge of securities at lender's option, and in any event, must be collateralized if the loan crosses from one calendar year into the next calendar year such that the loan is secured and perfected as of December 31 of the year the loan was made. Parties to the agreement will renegotiate the terms of the agreement at least once every three (3) years. The agreement has been non-disapproved by the California Department of Insurance as well as by the regulators of the domiciliary states of FIE affiliates outside of California. During the year, the FIE loaned funds to Truck, Fire and Mid-Century Insurance Company under this agreement and subsequently received back, in cash, from Truck, Fire and Mid-Century Insurance Company, the full repayment of the principal balance during the same year, with interest, per terms of the agreement. In addition, FIE borrowed funds from Mid-Century Insurance Company under this agreement and subsequently paid back, in cash, to Mid-Century Insurance Company, the full repayment of the principal balance during the same year, with interest, per terms of the agreement. At December 31, 2023 there was no outstanding loan balance on this revolving credit facility.

Federal Home Loan Bank Revolving Facility

In 2019, the "Exchanges applied and subsequently gained membership into the Federal Home Loan Bank of San Francisco ("FHLB"), allowing qualifying participants to purchase stock in and do business with the bank. In addition, membership in this bank allows the Exchanges to gain access to FHLB financing. Membership of the Exchanges in the FHLB will allow the Exchanges to borrow up to \$500 million in the aggregate from FHLB, with up to \$400 million

NOTES TO FINANCIAL STATEMENTS

of that amount available to FIE. Each of the Exchanges will secure any FHLB advances with its own assets and each expects to remain an FHLB member for so long as it sees value in the membership.

The Exchanges have not borrowed against the current or prior lines of credit on the facility.

Structured Settlements

FIE is contingently liable for losses settled via structured settlements of approximately \$16,540,655 (See Note 27 for additional disclosure).

15. LEASES

A. Lessee Operating Leases

- (1) FIE leases certain computer equipment under various non-cancelable operating lease agreements. The leases are entered into for three-year periods and are generally renewed as they expire. Rental expense for 2023 and 2022 was \$3.2 million and \$2.6 million, respectively.

FIE leases office space in various locations across the country under various non-cancelable operating lease agreements which expire through the year 2034. Rental expense for 2023 and 2022 was \$20.1 million and \$22.8 million, respectively.

In addition, FIE leases fleet vehicles through LeasePlan under open-ended leases. The leases are entered into for a minimum of 12 month periods and generally maintain a life cycle to replace every 3 years. FIE's total rent expense for the year ended December 31, 2023 and 2022 was \$10.7 million and \$10.3 million, respectively.

There were certain operating leased space and computer equipment lease agreements that were terminated early throughout the course of the year. As a result, FIE recognized an expense for cost to terminate leases before the end of their term as permitted in the cancellations options included in the lease. Through December 31, 2023, FIE incurred \$0.3 million for the early termination of operating leased space and \$0.0 million for the early termination of leased computer equipment.

- (2) Leases having initial or remaining noncancelable lease terms in excess of one year

(A) As of December 31, 2023, the minimum aggregate rental commitments for the above obligations are as follows:

Year Ending December 31:	Total Operating Lease
1. 2024	\$ 30,464,258
2. 2025	\$ 28,765,428
3. 2026	\$ 25,529,876
4. 2027	\$ 23,537,987
5. 2028	\$ 19,196,519
6. Thereafter	\$ 80,201,253
Total (sum of 1 through 6)	\$ 207,695,322

NOTES TO FINANCIAL STATEMENTS

(B) As of December 31, 2023, the minimum rentals to be received in the future under subleases that were included as gross operating leases above are as follows:

Year Ending December 31:	Rentals To Be Received
1. 2024	\$ 7,817,167
2. 2025	\$ 7,919,382
3. 2026	\$ 8,094,037
4. 2027	\$ 8,266,746
5. 2028	\$ 8,639,935
6. Thereafter	\$ 51,235,552
7. Total (sum of 1 through 6)	\$ 91,972,818

(3) On August 27th, 2019, Foremost Insurance Company Grand Rapids a downstream subsidiary of FIE, sold four of its properties located in Caledonia and Michigan for \$145.0 million. The sale created a sale-leaseback transaction over the lease term of 15 years. As a result, the after tax capital gain amount of \$59.5 million was reported in the Aggregate write-ins for the Special Surplus Funds, and will be amortized to Unassigned Surplus Funds in relation to the gross rental charges over the lease term.

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. Transfer and Servicing of Financial Assets

Not applicable.

C. Wash Sales

FIE had no wash sale transactions in the periods presented that require disclosure.

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

A. ASO Plans

Not applicable.

B. ASC Plans

Not applicable.

C. Medicare or Similarly Structured Cost Based Reimbursement Contract

Not applicable.

NOTES TO FINANCIAL STATEMENTS

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

Not applicable.

20. FAIR VALUE MEASUREMENTS

A. Inputs Used For Assets Measured At Fair Value

1. Fair Value Measurements by Levels 1, 2 and 3

FIE has categorized its assets that are measured at fair value into the three-level fair value hierarchy as reflected in the table below.

Level 1 - are liquid investments traded in active markets and valued based on unadjusted quoted prices. Assets in this category are preferred and common stock securities.

Level 2 - The securities that fall into this category are bonds, preferred stocks, common stocks and call options which are not exchange traded. These securities are valued based upon models with observable inputs - for example market interest rates, credit spreads etc. They may have been determined by independent pricing services using observable inputs.

Level 3 - are investments valued based upon models with “significant” non-observable inputs (assumptions). Such assumptions can be about loss severities, prepayment speed, interest rate volatilities, earnings forecast, comparables sales etc.

(1) Description for each class of asset or liability	(2) Level 1	(3) Level 2	(4) Level 3	(5) Net Asset Value (NAV)	(6) Total
a. Assets at Fair Value					
Perpetual Preferred stock					
Industrial and Misc	-	-	-	-	-
Parent, Subsidiaries and Affiliates	-	-	-	-	-
Total Perpetual Preferred Stocks	\$ -	\$ -	\$ -	\$ -	\$ -
Bonds					
U.S. Governments	-	-	-	-	-
Industrial and Misc	-	65,949,730	-	-	65,949,730
Hybrid Securities	-	-	-	-	-
Parent, Subsidiaries and Affiliates	-	-	-	-	-
Total Bonds	\$ -	\$ 65,949,730	\$ -	\$ -	\$ 65,949,730
Common Stock					
Industrial and Misc	144,043,092	15,000,000	128,424	-	159,171,516
Parent, Subsidiaries and Affiliates	-	-	-	-	-
Total Common Stocks	\$ 144,043,092	\$ 15,000,000	\$ 128,424	\$ -	\$ 159,171,516
Derivatives					
Warrants	-	-	-	-	-
Total Derivatives	\$ -	\$ -	\$ -	\$ -	\$ -
Joint Venture Interest Other					
	-	-	-	-	-
Total Assets at Fair Value	\$ 144,043,092	\$ 80,949,730	\$ 128,424	\$ -	\$ 225,121,246

2. Rollforward of Level 3

	(1) Balance at 01/01/23	(2) Transfers into Level 3	(3) Transfers out of Level 3	(4) Total Gains / (Losses) included in Net Income	(5) Total Gains / (Losses) included in Surplus	(6) Purchases	(7) Issuances	(8) Sales	(9) Settlements	(12) Balance at 12/31/23
Residential mortgage backed securities	\$ 685,664	\$ -	\$ (624,616)	\$ (88,576)	\$ 69,325	\$ 727,504	\$ -	\$ (769,301)	-	\$ -
Commercial mortgage backed securities	-	-	-	-	-	-	-	-	-	-
Asset backed securities	-	-	-	-	-	-	-	-	-	-
Other Bonds	-	-	-	-	-	-	-	-	-	-
Preferred Stock	-	-	-	-	-	-	-	-	-	-
Common Stock	286,966	-	-	-	(158,542)	-	-	-	-	128,424
Joint Venture Interest	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total	\$ 972,630	\$ -	\$ (624,616)	\$ (88,576)	\$ (89,217)	\$ 727,504	\$ -	\$ (769,301)	\$ -	\$ 128,424

NOTES TO FINANCIAL STATEMENTS

3. Policy on Transfers In and Out of Level 3

At the end of each reporting period, FIE evaluates whether or not any event has occurred or circumstances have changed that would cause an investment to be transferred in or out of Level 3.

4. Inputs and Techniques Used for Level 2 and Level 3 Fair Values

Bonds carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations as quoted markets prices for similar instruments in an active market were utilized. This was accomplished by the use of matrix pricing. Matrix pricing takes quoted prices of bonds with similar features that are inputs into the analysis included duration, credit quality, tax status and call and sinking fund features.

Common stocks carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations because quoted markets prices for identical instruments trading in an inactive market were utilized. When an equity instrument is illiquid due to limited trading activity, the use of quoted markets prices for identical instruments was determined by FIE to be the most reliable method to determine fair value.

5. Derivative Fair Values

None.

B. Other Fair Value Disclosures

None.

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-level fair value hierarchy as described above in Note 20A:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
a. Assets at Fair Value							
Bonds	\$ 4,653,526,519	\$ 4,839,049,905	\$ -	\$ 4,523,285,863	\$ 130,240,657	\$ -	\$ -
Preferred Stock	-	-	-	-	-	-	-
Common Stock	159,171,516	159,171,527	144,043,092	15,000,000	128,424	-	-
Real Estate	-	-	-	-	-	-	-
Cash, Cash Equivalents and Short-Term	907,179,491	907,079,958	605,359,708	301,819,783	-	-	-
Receivable for Securities	596,373	596,373	596,373	-	-	-	-
Derivative Instruments	-	-	-	-	-	-	-
Securities Lending	-	-	-	-	-	-	-
Mortgage Loans - Unaffiliated	131,637,881	139,122,824	-	-	131,637,881	-	-
Mortgage Loan Joint Venture Interest-Unaffiliated	-	-	-	-	-	-	-
Joint Venture Loans and Interest	742,758	936,730	-	-	742,758	-	-
Surplus Debentures, etc - Affiliated	178,563,008	200,000,000	-	-	178,563,008	-	-
Aggregate write-ins for invested assets	-	-	-	-	-	-	-
Fixed or Variable Rate - Bonds - Unaffiliated	-	-	-	-	-	-	-
Total Assets at Fair Value	\$ 6,031,417,546	\$ 6,245,957,316	\$ 749,999,174	\$ 4,840,105,645	\$ 441,312,727	\$ -	\$ -
b. Liabilities at Fair Value							
Payable for securities	7,536,305	7,536,305	7,536,305	-	-	-	-
Total Liabilities at Fair Value	\$ 7,536,305	\$ 7,536,305	\$ 7,536,305	\$ -	\$ -	\$ -	\$ -

D. Reasons Not Practical to Estimate Fair Values

None.

E. Investments Measured at Net Asset Value ("NAV")

None.

21. OTHER ITEMS

A. Unusual or Infrequent Items

Coronavirus Pandemic ("COVID-19")

In mid-December 2022, the California Department of Insurance (the "Department") requested that Coast National Insurance Company, Farmers Insurance Exchange, Truck Insurance Exchange, and Mid-Century Insurance Company refund additional premium to private passenger auto policyholders due to changes in driving behaviors during the

NOTES TO FINANCIAL STATEMENTS

pandemic. The companies disputed the Department's authority to request refunds and the amount of the refunds. Coast National Insurance Company negotiated with the Department and agreed to refund an additional \$2,959,715. An agreement was also reached for Farmers Insurance Exchange, Truck Insurance Exchange, and Mid-Century Insurance Company in the amount of \$14,483,973. Accruals were recorded in the March 2023 financial results of these entities and payments to policyholders were completed in 2023.

The Department requested that 21st Century Insurance Company and 21st Century Casualty Company refund additional premium to private passenger auto policyholders due to changes in driving behaviors during the pandemic. The companies reached an agreement with the Department and agreed to refund an additional \$5,800,000. Payments to policyholders will be completed in the first quarter of 2024.

B. Troubled Debt Restructuring: Debtors

Not applicable.

C. Other Disclosures

All Lines Quota Share Reinsurance Agreement

Farmers began participating in an All Lines Quota Share reinsurance agreement ("ALQS") with Farmers Re and Zurich in 2002, which has been amended over the years with the aggregate participation ratio at 33% effective December 31, 2023.

Following are the participating reinsurers in the ALQS effective December 31, 2023 and 2022, respectively:

<u>Reinsurers</u>	<u>2023</u>	<u>2022</u>	<u>Change</u>
Swiss Reinsurance Company Limited ("Swiss Zurich")	8.00%	9.00%	-1.00%
Hannover Rück SE ("Hannover Re")	10.00%	9.00%	1.00%
Farmers Reinsurance Company ("Farmers Re")	10.00%	8.50%	1.50%
New Reinsurance Company, LTD ("New Re")	4.50%	4.50%	0.00%
SCOR Reinsurance Company ("SCOR")	0.50%	0.00%	0.50%
Total	33.00%	31.00%	2.00%

*In 2022, Munich Reinsurance America, Inc. novated and assigned all of its participation ratio and liabilities under the ALQS to New Reinsurance Company, Ltd, a Munich affiliate. On December 31, 2023, SCOR Reinsurance joined ALQS agreement as a new participant.

Effective December 31, 2022, the ALQS has substantially the same terms as previous agreements but with several features added to certain sections of the treaty. In addition to these changes, the participation ratios of Farmers Re was increased by 6.75%, while those of New Re and Catlin Re, were reduced by 4.5% and 2.25%, respectively. Consequently, Catlin Re was removed as a participant to the treaty. Unearned premiums totaling \$744.8 million were transferred from Farmers to Farmers Re as a result of its increased participation in the ALQS. Unearned premiums totaling \$496.5 million and \$248.3 million were transferred from New Re and Catlin Re, respectively, to Farmers as a result of their decreased participation in the ALQS. Farmers Re, New Re and Catlin Re settle on a funds withheld basis and therefore no additional net funds, refunds, or deposits were required as a result of their changed participation in the ALQS.

Effective December 31, 2023, the ALQS participation ratios of Farmers Re and Hannover Re were increased by 1.5% and 1%, respectively, while Swiss Re was reduced by 1.0%. Additionally, SCOR Reinsurance Company ("SCOR") was added as a new participant to the treaty with 0.5% participation ratio. Unearned premiums totaling \$176.0 million, \$117.3 million, and \$58.7 million were transferred from Farmers to Farmers Re, Hannover Re, and SCOR, respectively, as a result of their increased participation in the ALQS. Unearned premiums totaling \$117.3 million was transferred from Swiss Re to Farmers as a result of its decreased participation in the ALQS. Each of these reinsurers settle on a funds withheld basis and therefore no additional net funds, refunds, or deposits were required as a result of their changed participation in the ALQS.

Based on the results for the current and prior years, FIE's share of the following were (in millions):

	<u>2023</u>	<u>2022</u>
Ceded Premiums Earned	\$ 4,099.1	\$ 3,898.5
Recoveries	2,810.5	2,856.3
Ceding Commissions	1,262.9	1,231.8

Ride Share Services ("Uber Business")

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Effective March 1, 2023, in 16 states and the District of Columbia, Uber USA, LLC, Rasier, LLC, Portier, LLC and Schleuder, LLC (collectively, “Uber”) has agreed to indemnify and reimburse Farmers Insurance Exchange (“FIE”) and its affiliated insurers for 90% of all losses, loss adjustment expenses and program expenses arising under the policies issued by FIE and its affiliates, pursuant to an indemnity agreement entered into among FIE, Uber and Aleka Insurance, Inc. (“Aleka”). Aleka, an Uber affiliate, guarantees the payment and performance of Uber’s indemnification obligations to FIE and posts collateral as security for its obligations. FIE accepts 10% of the losses, loss adjustment expenses and program expenses on a direct basis. In the remaining 5 states (Idaho, Montana, New Mexico, Utah and Wyoming), which were added effective March 1, 2023, losses in these states are 100 percent reinsured by Aleka pursuant to a reinsurance agreement.

Based on the results for the current and prior years, FIE's share of the following were (in millions):

	2023	2022
Ceded Premiums Earned	\$ 46.5	\$ 168.8
Recoveries	23.3	134.2
Ceding Commissions	2.3	18.9

Commercial Automobile Quota Share Reinsurance Agreement

Effective April 2, 2021, the 21st Century Premier Insurance Company (“21st Century Premier”), a downstream insurance subsidiary of FIE, extended the Commercial Automobile Quota Share reinsurance agreement with certain reinsurers, in place since October 15, 2019. This agreement provided for 21st Century Premier to cede to Hannover Rück SE and Farmers Reinsurance Company, 65.0% and 15.0%, respectively, of the quota share of the premiums written and the ultimate net losses sustained in all of the commercial automobile liability business written by 21st Century Premier for the cannabis-related industry, before the All Lines quota share agreement has been applied. The remaining 20% of this commercial automobile liability business written by 21st Century Premier is retained by FIE and excluded from the All lines quota share agreement. This agreement, which can be terminated upon prompt notice by the company to the reinsurer, also provides for 21st Century Premier to receive a provisional ceding commission of 38.0%, with additional experience commissions potentially receivable/payable depending on loss experience.

After applying Farmers intercompany reinsurance participation, based on the results for current year and prior year, FIE’s share of the following were:

	2023	2022
Ceded Premiums Earned	1,770,687	2,345,087
Recoveries	1,363,034	1,263,745
Ceding Commissions	641,671	705,306

Odyssey Homeowners and Specialty Line Quota Share Reinsurance Agreement

Effective December 31, 2022, Farmers renewed the Odyssey quota share agreement under the same terms with Odyssey Reinsurance Company (“Odyssey Re”), a third-party reinsurer based in Stamford, Connecticut, this agreement, in place since December 31, 2021, provides for Farmers to cede 5.0% of homeowners business written or assumed by Farmers through the Farmers Brand Personal Lines and Farmers Workplace Solutions business units and 5.0% of the Foremost Specialty business, to Odyssey Re.

Effective December 31, 2023, the Odyssey quota share agreement under the same terms with Odyssey Re, was non-renewed. Unearned premiums totaling \$328.5 million was transferred from Odyssey Re to Farmers as a result of this non-renewal.

After applying Farmers intercompany reinsurance participation, based on the results for current year and prior year, FIE’s share of the following were (in millions):

	2023	2022
Ceded Premiums Earned	\$ 275.3	\$ 256.8
Recoveries	196.2	185.1
Ceding Commissions	34.4	85.3

Catastrophe Bond

On December 21, 2021, Farmers announced that it and its subsidiaries and affiliates comprising the Farmers Insurance Group® (“Farmers”), have successfully closed a \$160 million 144A catastrophe bond completed through Topanga Re Ltd. (“Topanga Re”). Farmers entered into a multi-year reinsurance arrangement with Topanga Re, a newly established special purpose insurer in Bermuda which provides Farmers with indemnity-based coverage. The catastrophe bond was designed to integrate into Farmers’ existing traditional catastrophe reinsurance program by providing additional protection against damages from U.S. named storms, earthquakes, severe weather and fire.

Litigation

NOTES TO FINANCIAL STATEMENTS

Certain of Farmers companies are defendants in certain lawsuits arising in the normal course of business, which are in various stages of development. Some of these matters seek punitive as well as compensatory damages. While it is not possible to predict the outcome of these matters with certainty, management believes that their ultimate disposition will not have a material effect on the Company's financial position or results of operations. In addition, certain of the Farmers companies are, from time to time, involved as parties in various governmental and administrative proceedings.

Farmers Agency Force Deferred Compensation Plan

FIE and certain of the Farmers' companies have established tax-deferred savings plan for their agents and district managers which allowed eligible participants to defer up to 50% of their auto commissions into a deferred compensation program. The program was expanded in recent years to include other agent related initiatives such as agents profitability growth plan ("PGB") as well as to other books of business such as homeowners, small business insurance, Bristol West auto, Foremost specialty, among others, all at varying deferral rates. To be eligible to participate in the plan, a full-time agent must have completed six months of service and qualifying participants are vested 100% on their accrued benefit at all times. This Plan is not subject to ERISA and is not intended to be a qualified plan.

The program is administered by TBG Financial, a third party administrator, and the maximum qualifying deferred amount allowed in any plan year per each participating Sponsor is \$5.0 million. Fund balances are monitored monthly and investment earnings in the deferred compensation liability account are credited (or debited) to the account balances. At December 31, 2023, the investment loss was \$9.8 million. At December 31, 2022, the investment earnings was \$10.1 million.

Business Owned Life Insurance

In conjunction with the Farmers Agency Force Deferred Compensation Plan, FIE and certain of Farmers' companies purchased a Variable Group Life insurance policy for certain employees, with FIE named as beneficiary. The policy provides a life insurance benefit of \$50,000 at no cost to those qualifying officers and employees who voluntarily chose to become insured. There are no cash surrender values for the participating employees. The cash surrender value of the policy was reported as an asset on the balance sheet of FIE. At December 31, 2023, the investment earnings and insurance expenses were \$8.7 million and \$0.6 million, respectively. At December 31, 2022, the investment loss and insurance expenses were \$9.2 million and \$0.6 million, respectively.

There are no policyholders' funds allocated to the premiums of this group insurance policy.

Insurance-Company Owned Life Insurance

FIE has purchased a Flexible Premium Group Variable Life Insurance policy for certain employees, with FIE named as beneficiary. The program is administered by Metropolitan Life Insurance Company, a third party administrator, and also provides a pre-retirement life insurance benefit of \$25,000 at no cost to those qualifying officers and employees, who voluntarily chose to become insured. There are no cash surrender values for the participating employees. The cash surrender value of the policy was reported as an asset on the balance sheet of FIE. At December 31, 2023, the investment loss and insurance expenses were \$39.1 million and \$2.5 million, respectively. At December 31, 2022, the investment loss and insurance expenses were \$49.9 million and \$2.4 million, respectively.

There are no policyholders' funds allocated to the premiums of this group insurance policy.

Affiliates Repurchase of Surplus Notes

Civic, Exact and Neighborhood Spirit Property and Casualty Companies, wholly owned subsidiaries of Truck and Fire, collectively acquired a small portion of FIE Surplus Notes 1 and 3 with a face value of \$21.3 million for \$14.6 million as an investment, of which \$15.6 million was subsequently repurchased by FIE. The remaining amortized cost carrying value of these notes of \$5.1 million is recognized on the respective affiliated financial statements.

Agents Subsidy Program

FIE provides a variety of incentive programs to the agency force, especially new agents, including loans, to support the initial stages of their operations, some of which are subsequently recouped back based on future business production over a specified period of time. FIE accounts for the subsidy recoverable as a non-admitted prepaid expense with an offset to surplus.

Sale of 21st Century Pacific Insurance Company

On January 3, 2022, Mid-Century Insurance Company, a subsidiary of the Exchanges, sold 100% of its ownership interest in 21st Century Pacific Insurance Company to Everspan Insurance Company, an Arizona domiciled company, with an effective date of January 1, 2022, for \$11.5M. The sale was approved by the Colorado Department of Insurance.

Sale of 21st Century Auto Insurance Company New Jersey

On January 3, 2022, 21st Century Centennial Insurance Company, a wholly owned subsidiary of Mid-Century Insurance Company, sold 100% of its ownership interest in 21st Century Auto Insurance Company New Jersey to

NOTES TO FINANCIAL STATEMENTS

Everspan Insurance Company, an Arizona domiciled company, with an effective date of January 1, 2022, for \$6.8M. The sale was approved by the New Jersey Department of Insurance.

Sale of 21st Century Indemnity Insurance Company

On January 3, 2022, 21st Century Premier Insurance Company, a wholly owned subsidiary of 21st Century Centennial Insurance Company, sold 100% of its ownership interest in 21st Century Indemnity Insurance Company to Everspan Insurance Company, an Arizona domiciled company, with an effective date of January 1, 2022, for approximately \$11.6M. The sale was approved by the Pennsylvania Department of Insurance.

Sale of 21st Century Advantage Company

On April 1, 2023, the 21st North America Insurance Company, a downstream direct subsidiary of the Mid-Century Insurance Company, sold 100% of its ownership interest in the 21st Century Advantage Insurance Company (“21CADV”), a Minnesota domiciled company, to Continental Casualty Company, an Illinois domiciled company, for \$16.4 million. The sale was approved by the Minnesota Department of Commerce. Following the acquisition, 21CADV was renamed Bantry Insurance Company and redomesticated from the State of Minnesota to the State of Illinois.

Sale of Brokerages and Flood Insurance Servicing Program

On December 28, 2023, the Foremost Insurance Company, Grand Rapids, Michigan and Farmers Property and Casualty Insurance Company, two downstream insurance subsidiaries of the Farmers Exchange, sold three of their brokerage entities, along with the Farmers Exchanges’ flood insurance servicing program, to a subsidiary of Farmers Group, Inc., (“FGI”), the attorney-in-fact of Farmers Insurance Exchange (“FIE”), for \$760M. The entities sold were Kraft Lake Insurance Agency, Inc. (\$611M), Farmers General Insurance Agency, Inc. (\$135M), and Western Star Insurance Services, Inc. (\$14M). The net proceeds from the sale, after tax, to the Farmers Exchange totaled approximately \$565.3M. The sale was approved by the California Department of Insurance.

Additional Schedule P Data

The following summary, as reported in columns 13 through 24 in FIE’s 2023 Schedule P- Part I, presents net unpaid losses, defense and cost containment expense (“DCC”) and adjusting and other expense (“AO”) reserves for accident years 2013, 2012, 2011, 2010, 2009, 2008 and prior for each line of business reported (in thousands):

Schedule P Part 1 - Summary						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 57,088	\$ 133,123	\$ 82	\$ 146,912	\$ 30,531	\$ 367,736
2009	\$ 4,855	\$ 27,330	\$ 66	\$ 2,737	\$ 4,130	39,118
2010	\$ 5,285	\$ 11,091	\$ 73	\$ 3,033	\$ 1,944	21,425
2011	\$ 8,295	\$ 13,459	\$ 132	\$ 3,400	\$ 2,554	27,841
2012	\$ 4,489	\$ 12,037	\$ 64	\$ 2,899	\$ 2,500	21,989
2013	\$ 4,323	\$ 11,253	\$ 58	\$ 2,903	\$ 2,874	21,410
Total	<u>\$ 84,335</u>	<u>\$ 208,293</u>	<u>\$ 476</u>	<u>\$ 161,883</u>	<u>\$ 44,533</u>	<u>\$ 499,518</u>

NOTES TO FINANCIAL STATEMENTS

Schedule P Part 1A - Homeowners/Farmowners						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 1,603	\$ 1	\$ 0	\$ (137)	\$ 0	\$ 1,467
2009	844	1		0	0	846
2010	60	4		0	19	83
2011	183	90	1	0	279	553
2012	117	1	(0)	0	23	141
2013	<u>136</u>	<u>259</u>	<u>1</u>	<u>59</u>	<u>153</u>	<u>608</u>
Total	<u>\$ 2,943</u>	<u>\$ 357</u>	<u>\$ 1</u>	<u>\$ (77)</u>	<u>\$ 473</u>	<u>\$ 3,698</u>

Schedule P Part 1B - Private Passenger Auto Liability/Medical						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ (11,784)	\$ (29)	\$ 0	\$ 0	\$ 2	\$ (11,811)
2009	224	16,577		1,411	1,660	19,874
2010	477	631	0	65	528	1,700
2011	387	1,236	0	166	461	2,249
2012	881	1,113	0	272	634	2,901
2013	<u>291</u>	<u>1,147</u>	<u>(0)</u>	<u>300</u>	<u>863</u>	<u>2,602</u>
Total	<u>\$ (9,524)</u>	<u>\$ 20,675</u>	<u>\$ 1</u>	<u>\$ 2,214</u>	<u>\$ 4,149</u>	<u>\$ 17,515</u>

Schedule P Part 1C - Commercial Auto/Truck Liability/Medical						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 33	\$ 1	\$ (0)	\$ (21)	\$ 11	\$ 25
2009	(132)	(0)	(12)	(0)	0	(144)
2010	(1)	(0)	(0)	(0)	4	3
2011	131	0	14	(0)	5	150
2012	3	(21)	0	(0)	4	(14)
2013	<u>2</u>	<u>10</u>	<u>0</u>	<u>4</u>	<u>17</u>	<u>33</u>
Total	<u>\$ 36</u>	<u>\$ (9)</u>	<u>\$ 2</u>	<u>\$ (18)</u>	<u>\$ 41</u>	<u>\$ 52</u>

NOTES TO FINANCIAL STATEMENTS

Schedule P Part 1D - Workers' Compensation						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 24,915	\$ 63,897	\$ 82	\$ 3,581	\$ 9,712	\$ 102,187
2009	3,668	10,728	42	1,049	1,347	16,834
2010	4,109	10,264	57	1,633	1,344	17,407
2011	7,447	11,807	103	2,586	1,608	23,551
2012	2,801	10,447	61	1,924	1,606	16,840
2013	<u>3,237</u>	<u>9,309</u>	<u>36</u>	<u>1,564</u>	<u>1,529</u>	<u>15,675</u>
Total	<u>\$ 46,177</u>	<u>\$ 116,452</u>	<u>\$ 381</u>	<u>\$ 12,338</u>	<u>\$ 17,145</u>	<u>\$ 192,493</u>

Schedule P Part 1E - Commercial Multiple Peril						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 1,635	\$ 1,347	\$ (0)	\$ 2,494	\$ 167	\$ 5,643
2009	145	35	36	264	43	522
2010	254	93	16	1,313	41	1,716
2011	86	311	13	595	76	1,082
2012	508	460	19	654	88	1,729
2013	<u>531</u>	<u>440</u>	<u>21</u>	<u>904</u>	<u>152</u>	<u>2,048</u>
Total	<u>\$ 3,159</u>	<u>\$ 2,686</u>	<u>\$ 105</u>	<u>\$ 6,224</u>	<u>\$ 567</u>	<u>\$ 12,741</u>

Schedule P Part 1F - Section 1 - Medical Malpractice - Occurrence						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 107	\$ 199	\$ 0	\$ 149	\$ 14	\$ 469
2009					(0)	(0)
2010						
2011						
2012						
2013	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u>(0)</u>	<u>(0)</u>
Total	<u>\$ 107</u>	<u>\$ 199</u>	<u>\$ 0</u>	<u>\$ 149</u>	<u>\$ 14</u>	<u>\$ 469</u>

NOTES TO FINANCIAL STATEMENTS

Schedule P Part 1F - Section 2 - Medical Malpractice - Claims Made						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 1,286	\$ 880	\$ 0	\$ 408	\$ 6	\$ 2,580
2009					(0)	(0)
2010						
2011						
2012						
2013					0	0
Total	<u>\$ 1,286</u>	<u>\$ 880</u>	<u>\$ 0</u>	<u>\$ 408</u>	<u>\$ 6</u>	<u>\$ 2,580</u>

Schedule P Part G - Special Liability						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 6,672	\$ (0)	\$ 0	\$ 0	\$ 0	\$ 6,672
2009		(0)		0	0	0
2010		(0)		0	0	0
2011	(0)	(0)		0	0	0
2012	(0)	(0)	(0)	0	0	0
2013		(0)	(0)	0	0	0
Total	<u>\$ 6,672</u>	<u>\$ (0)</u>	<u>\$ (0)</u>	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ 6,673</u>

Schedule P Part 1H - Section 1 - Other Liability - Occurrence						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 24,551	\$ 66,797	\$ 0	\$ 140,421	\$ 20,617	\$ 252,387
2009	72	33	0	(15)	8	99
2010	388	121	0	(47)	5	466
2011	56	84	1	(69)	14	86
2012	180	(85)	(17)	(55)	15	37
2013	124	86	1	42	54	307
Total	<u>\$ 25,370</u>	<u>\$ 67,036</u>	<u>\$ (15)</u>	<u>\$ 140,277</u>	<u>\$ 20,712</u>	<u>\$ 253,382</u>

NOTES TO FINANCIAL STATEMENTS

Schedule P Part 1H - Section 2 - Other Liability - Claims-Made						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 0	\$ 2	\$ 0	\$ 15	\$ 0	\$ 17
2009		(53)		26	(1)	(28)
2010		(28)		68	(1)	39
2011		(63)		119	(1)	55
2012		106		101	23	229
2013		10		26	3	39
Total	<u>\$ 0</u>	<u>\$ (27)</u>	<u>\$ 0</u>	<u>\$ 355</u>	<u>\$ 23</u>	<u>\$ 351</u>

Schedule P Part II - Special Property						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 8,061	\$ 2	\$ 0	\$ 3	\$ 2	\$ 8,067
2009	(0)	0	(0)	1	0	1
2010	(1)	0	0	(0)	0	(1)
2011	0	(2)	(0)	1	64	64
2012	(0)	(0)	(0)	1	0	1
2013	(0)	0	0	1	0	1
Total	<u>\$ 8,059</u>	<u>\$ 0</u>	<u>\$ (0)</u>	<u>\$ 6</u>	<u>\$ 67</u>	<u>\$ 8,132</u>

Schedule P - Part 1J - Auto Physical Damage						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 9	\$ 27	\$ 0	\$ (3)	\$ 0	\$ 33
2009	34	8	(0)	(0)	1,072	1,114
2010	(0)	6	(0)	(0)	5	11
2011	4	(4)	0	0	48	49
2012	(0)	15	0	(0)	107	123
2013	1	(9)	(0)	(0)	103	95
Total	<u>\$ 49</u>	<u>\$ 43</u>	<u>\$ 0</u>	<u>\$ (3)</u>	<u>\$ 1,335</u>	<u>\$ 1,424</u>

NOTES TO FINANCIAL STATEMENTS

Schedule P - Part 1K - Section 1 - Fidelity/Surety						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 0	\$ (0)	\$ 0	\$ 0	\$ 0	\$ 0
2009	(0)	(0)	0	0	0	0
2010		0		0	0	0
2011		(0)	(0)	1	0	1
2012		0		2	0	2
2013		0		1	0	2
Total	<u>\$ (0)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5</u>	<u>\$ 0</u>	<u>\$ 5</u>

Schedule P - Part 1R - Section 1 - Products Liability - Occurrence						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2008 & prior	\$ 0	\$ (0)	\$ 0	\$ 0	\$ 0	\$ 0
2009		0		0	(0)	0
2010		(0)		0	0	0
2011		0		0	0	0
2012		0		0	0	0
2013		0		1	0	1
Total	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2</u>	<u>\$ 0</u>	<u>\$ 2</u>

NOTES TO FINANCIAL STATEMENTS

D. Business Interruption Insurance Recoveries

None.

E. State Transferable and Non-Transferable Tax Credits

None.

F. Subprime Mortgage Related Risk Exposure

- (1) Generally, direct and indirect subprime exposures were identified based upon consideration of the following types of features: 1) Interest rate above prime to borrowers that did not qualify for prime rate loans. 2) Borrowers with low credit ratings (FICO scores). 3) Interest only or negative amortizing loans. 4) Unconventionally high initial loan-to-value ratios. 5) Unusually low initial payments based on a fixed introductory rate that expires after a short initial period and then adjusts to an unusually high rate based upon a variable index rate plus a margin. 6) Borrowers with less than conventional documentation of their income and/or net assets. 7) Very high or no limits on how much the payment amount or the interest rate may increase or reset periods. 8) Include substantial prepayment penalties and or prepayment penalties that extend beyond the initial interest rate adjustment.
- (2) FIE does not have direct exposure through investments in subprime mortgage loans.
- (3) FIE has the following direct exposure through other investments as of December 31, 2023:

	Actual Cost	Book Adjusted Carrying Value	Fair Value	Other-than- temporary impairment
a. Residential mortgage backed securities	\$ 2,309	\$ 2,311	\$ 2,258	\$
b. Commercial mortgage backed securities				
c. Collateralized debt obligations				
d. Structured securities				
e. Equity investments in SCAs				
f. Other assets				
g. Total	\$ 2,309	\$ 2,311	\$ 2,258	\$

- (4) FIE does not have underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage.

G. Insurance-Linked Securities (ILS) Contracts

Not applicable.

H. The Amount That Could Be Realized on Life Insurance Where the Reporting Entity is Owner and or Has Otherwise Obtained Rights to Control the Policy

FIE is the owner and beneficiary of life insurance policies included in the Aggregate write-ins for other than invested assets line at their cash surrender values pursuant to SSAP No. 21, paragraph 6. At December 31, 2023, the cash surrender value in an investment vehicle is \$507,503,921 and is allocated into the following categories based on primary

NOTES TO FINANCIAL STATEMENTS

underlying investment characteristics: 35.26% bonds and 64.74% cash and short-investments (See Note 21C Insurance-Company Owned Life Insurance).

(1) Amount of admitted balance that could be realized from an investment vehicle	\$	507,503,921
(2) Percentage Bonds		35.26%
(3) Percentage Stocks		0.00%
(4) Percentage Mortgage Loans		0.00%
(5) Percentage Real Estate		0.00%
(6) percentage Cash and Short-Term Investments		64.74%
(7) Percentage Derivatives		0.00%
(8) Percentage Other Invested Assets		0.00%
Total		<u>100.00%</u>

22. EVENTS SUBSEQUENT

Subsequent events have been considered through February 19, 2024 for these statutory financial statements, which were issued on February 19, 2024. There were no events occurring subsequent to the end of the year that merited recognition or disclosure in these statements.

NOTES TO FINANCIAL STATEMENTS

23. REINSURANCE

A. Unsecured Reinsurance Recoverables

FIE had unsecured aggregate recoverables for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium with the following reinsurers, authorized or unauthorized, that exceeded 3% of FIE's policyholder surplus at December 31, 2023 (in thousands):

Individual Reinsurers Who Are Not Members of a Group

FEIN	Reinsurer Name	Unsecured Amount
AA-1460018	CATLIN RE SWITZERLAND LTD	195,038
AA-1340125	HANNOVER RUECK SE	622,983
AA-9991159	MICHIGAN CATASTROPHIC CLAIMS ASSN	560,701
AA-1460146	SWISS REINS CO	514,079

Individual Reinsurers Who Are Members of a Group

Group Code	FEIN	Reinsurer Name	Unsecured Amount
0212	95-4650862	FARMERS REINS CO	1,891,229
0069	95-2575892	TRUCK INS EXCH	4,997,332
0069	95-6235715	FIRE INS EXCH	6,381,050
0069	95-6016640	MID CENTURY INS CO	3,158,963
0069	36-4165395	FARMERS NEW CENTURY INS CO	147,805
0069	94-1663548	TEXAS FARMERS INS CO	201,090
0069	36-2661515	ILLINOIS FARMERS INS CO	150,224
0069	48-0609012	FARMERS INS CO INC	150,340
0069	95-2626385	FARMERS INS CO OF ID	147,810
0069	95-2655893	FARMERS INS CO OF OR	1,396,566
0069	95-2655894	FARMERS INS CO OF WA	394,280
0069	31-0956373	FARMERS INS OF COLUMBUS INC	197,080
0069	95-4528269	CIVIC PROP & CAS CO	197,080
0069	95-4528266	EXACT PROP & CAS CO INC	197,080
0069	95-4528264	NEIGHBORHOOD SPIRIT PROP & CAS CO	197,080
0000	46-5173660	ALEKA INS INC	232,173
0158	47-0698507	ODYSSEY REINS CO	200,861

All Members of the Groups Shown above with Unsecured Reinsurance Recoverables

Group Code	FEIN	Reinsurer Name	Unsecured Amount
0212	95-4650862	FARMERS REINS CO	1,891,229
Total 0212			1,891,229
0069	95-2575892	TRUCK INS EXCH	4,997,332
0069	95-6235715	FIRE INS EXCH	6,381,050
0069	95-6016640	MID CENTURY INS CO	3,158,963
0069	36-4165395	FARMERS NEW CENTURY INS CO	147,805
0069	94-1663548	TEXAS FARMERS INS CO	201,090
0069	36-2661515	ILLINOIS FARMERS INS CO	150,224
0069	48-0609012	FARMERS INS CO INC	150,340
0069	95-2626385	FARMERS INS CO OF ID	147,810
0069	95-2655893	FARMERS INS CO OF OR	1,396,566
0069	95-2655894	FARMERS INS CO OF WA	394,280
0069	31-0956373	FARMERS INS OF COLUMBUS INC	197,080
0069	95-4528269	CIVIC PROP & CAS CO	197,080
0069	95-4528266	EXACT PROP & CAS CO INC	197,080
0069	95-4528264	NEIGHBORHOOD SPIRIT PROP & CAS CO	197,080
Total 0069			17,913,780
0000	46-5173660	ALEKA INS INC	232,173
Total 0000			232,173
0158	47-0698507	ODYSSEY REINS CO	200,861
Total 0158			200,861

NOTES TO FINANCIAL STATEMENTS

B. Reinsurance Recoverable in Dispute

There is no reinsurance recoverable in dispute from any one company that exceeds 5% of policyholders' surplus, or from all companies in the aggregate that exceeds 10% of policyholders' surplus.

C. Reinsurance Assumed and Ceded

- (1) The maximum amount of return commission which would have been due reinsurers if they, or FIE, or a receiver, had canceled all insurance assumed as of the end of the periods covered by this annual statement with the return of the unearned premiums is as follows:

2023	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
Affiliates	\$ 12,830,680,186	\$ 3,891,475,077	\$ 8,448,307,008	\$ 2,521,529,533	\$ 4,382,373,178	\$ 1,369,945,544
All other	<u>227,357</u>	<u>68,956</u>	<u>2,730,657,703</u>	<u>815,007,555</u>	<u>(2,730,430,346)</u>	<u>(814,938,599)</u>
Total	<u>\$ 12,830,907,543</u>	<u>\$ 3,891,544,033</u>	<u>\$ 11,178,964,711</u>	<u>\$ 3,336,537,088</u>	<u>\$ 1,651,942,832</u>	<u>\$ 555,006,945</u>
Direct unearned premium reserve			<u>\$ 2,446,756,458</u>			
2022	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
Affiliates	\$ 11,505,502,122	\$ 3,574,759,509	\$ 7,145,626,687	\$ 2,166,196,730	\$ 4,359,875,434	\$ 1,408,562,779
All other	<u>227,357</u>	<u>70,640</u>	<u>2,864,232,750</u>	<u>868,292,158</u>	<u>(2,864,005,393)</u>	<u>(868,221,518)</u>
Total	<u>\$ 11,505,729,479</u>	<u>\$ 3,574,830,149</u>	<u>\$ 10,009,859,438</u>	<u>\$ 3,034,488,889</u>	<u>\$ 1,495,870,041</u>	<u>\$ 540,341,260</u>
Direct unearned premium reserve			<u>\$ 2,325,045,200</u>			

- (2) FIE had no additional or return commission, predicated on loss experience or on any other form of profit sharing arrangements as a result of existing contractual arrangements.

- (3) FIE does not have protected cells.

D. Uncollectible Reinsurance

None.

E. Commutation of Ceded Reinsurance

None.

F. Retroactive Reinsurance

None.

G. Reinsurance Accounted for as a Deposit

None.

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

None.

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

None.

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

Not applicable.

NOTES TO FINANCIAL STATEMENTS

K. Reinsurance Credit

Not applicable.

24. RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDETERMINATION

- A. Mid Century Insurance Company ("Mid Century"), one of the Farmers companies, has one workers' compensation policy with Farmers Group Inc. ("FGI"), which is subject to retrospective rating features. This policy was cancelled effective January 1, 2011 and is in run-off.
- B. FIE records accrued retrospective premium as an adjustment to written premium.
- C. This policy was cancelled effective January 1, 2011 and is in run-off.
- D. FIE had no medical loss ratio rebates at both December 31, 2023 and 2022.
- E. FIE had no non-admitted retrospective premiums at both December 31, 2023 and 2022.
- F. Not applicable

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

- A. Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years have decreased by \$83.7 million as of December 31, 2023, as a result of re-estimation of unpaid losses and loss adjustment expenses principally on the private passenger auto, commercial auto and workers compensation lines of insurance. This was partially offset by an increase in homeowners, auto physical damage and other liability - occurrence lines of insurance. This decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased and decreased as additional information becomes known regarding individual claims.
- B. Farmers made no significant changes in methodology or assumptions used in calculating liabilities for unpaid losses and loss adjustment expenses in 2023.

26. INTERCOMPANY POOLING ARRANGEMENTS

Certain members of Farmers participate in an intercompany reinsurance program (the "Intercompany Program"), with FIE as the lead company, pursuant to which each participant assumes a proportionate share of the Farmers Companies' results from FIE based on their respective participation percentages (see table below). FIE is also a participant in various other reinsurance contracts with affiliates, which occur prior to the Intercompany Program.

First, FIE under 100% quota share reinsurance agreements assumes the business written, net of non-affiliated reinsurance, by all of the Farmers companies, excluding Farmers Re. Next, FIE cedes 31% of all lines of business to Farmers Re and seven other reinsurers under the All Lines agreement. Finally, FIE retrocedes the remaining business of the Farmers companies to the insurers participating in the Intercompany Program according to their respective participation percentages.

The reinsurance participants and their respective pooling participation percentages are as follows:

NOTES TO FINANCIAL STATEMENTS

Participant	NAIC Company Code	State of Domicile	Participation Percentage	
			2023	2022
Farmers Insurance Exchange	21652	California	51.75%	51.75%
Fire Insurance Exchange	21660	California	7.50%	7.50%
Mid-Century Insurance Company	21687	California	16.00%	16.00%
Truck Insurance Exchange	21709	California	7.75%	7.75%
Farmers New Century Insurance Company	10806	Illinois	0.75%	0.75%
Texas Farmers Insurance Company	21695	Texas	1.00%	1.00%
Illinois Farmers Insurance Company	21679	Illinois	0.75%	0.75%
Farmers Insurance Company, Inc.	21628	Kansas	0.75%	0.75%
Farmers Insurance Company of Idaho	21601	Idaho	0.75%	0.75%
Farmers Insurance Company of Oregon	21636	Oregon	7.00%	7.00%
Farmers Insurance Company of Washington	21644	Washington	2.00%	2.00%
Farmers Insurance of Columbus, Inc.	36889	Ohio	1.00%	1.00%
Civic Property and Casualty Company	10315	California	1.00%	1.00%
Exact Property and Casualty Company	10318	California	1.00%	1.00%
Neighborhood Spirit Property and Casualty Company	10317	California	1.00%	1.00%

The following companies either cede their business directly or indirectly to FIE and are not participants in the Intercompany Program:

NOTES TO FINANCIAL STATEMENTS

Company Name	NAIC Company Code	State of Domicile
21St Century Casualty Company	36404	California
21St Century Centennial Insurance Company	34789	Pennsylvania
21St Century Insurance Company	12963	California
21st Century North America Insurance Company	32220	New York
21St Century Pinnacle Insurance Company	10710	New Jersey
21St Century Premier Insurance Company	20796	Pennsylvania
American Federation Insurance Company	10245	Texas
American Pacific Insurance Company, Inc.	10805	Hawaii
Bristol West Casualty Insurance Company	11034	Ohio
Bristol West Insurance Company	19658	Ohio
Bristol West Preferred Insurance Company	12774	Michigan
Coast National Insurance Company	25089	California
Farmers Insurance Company Of Arizona	21598	Arizona
Farmers Insurance Hawaii, Inc.	28487	Hawaii
Farmers Specialty Insurance Company	43699	Michigan
Farmers Texas County Mutual Insurance Company	24392	Texas
Foremost County Mutual Insurance Company	29254	Texas
Foremost Insurance Company, Grand Rapids	11185	Michigan
Foremost Lloyds Of Texas	41688	Texas
Foremost Property And Casualty Insurance Company	11800	Michigan
Foremost Signature Insurance Company	41513	Michigan
Mid-Century Insurance Company Of Texas	28673	Texas
Security National Insurance Company	33120	Florida
Toggle Insurance Company	44245	Delaware
Farmers Property And Casualty Insurance Company	26298	Rhode Island
Farmers Group Property And Casualty Insurance Company	34339	Rhode Island
Farmers Casualty Insurance Company	40169	Rhode Island
Farmers Direct Property And Casualty Insurance Company	25321	Rhode Island
Farmers Lloyds Insurance Company of Texas	13938	Texas
Economy Fire And Casualty Company	22926	Illinois
Economy Preferred Insurance Company	38067	Illinois
Economy Premier Assurance Company	40649	Illinois

FIE reported \$242.1 million and \$565.1 million due from affiliates at December 31, 2023 and 2022, respectively, resulting from its participation in the intercompany reinsurance pooling agreement.

27. STRUCTURED SETTLEMENTS

A. Reserves Released Due to Purchase of Annuities

FIE has purchased annuities from life insurers under which the claimants are payees (see note 14G). These annuities have been used to reduce the unpaid losses of \$ 16,540,655 as of December 31, 2023. FIE has a contingent liability of \$16,540,655 should the issuers of these annuities fail to perform under the terms of the annuities.

Loss Reserves Eliminated by Annuities
\$16,540,655

Unrecorded Loss Contingencies
\$16,540,655

NOTES TO FINANCIAL STATEMENTS

B. Annuity Insurers with Balances due Greater than 1% of Policyholders' Surplus

Life Insurance Company and Location
None

Licensed in Company's State of Domicile	Statement Value (i.e. Present Value) of Annuities
None	\$0

28. HEALTH CARE RECEIVABLES

Not applicable.

29. PARTICIPATING POLICIES

Not applicable.

30. PREMIUM DEFICIENCY RESERVES

FIE utilizes anticipated investment income in the calculation of premium deficiency reserves, in accordance with SSAP No. 53, Property-Casualty Contracts - Premiums. FIE evaluates the need for a premium deficiency reserve on a line of business level for all books. FIE evaluated the need to record a premium deficiency reserve as of the end of the current year and determined that no additional reserve was required. This evaluation was completed on February 6, 2024. As of December 31, 2023 and 2022, FIE had not established any premium deficiency reserves based on this calculation.

	2023	2022
1. Liability carried for premium deficiency reserves	\$ <u>0</u>	\$ <u>0</u>
2. Date of the most recent evaluation of this liability	2/6/2024	2/10/2023
3. Was anticipated investment income utilized in the calculation?	Yes (X)	No ()

31. HIGH DEDUCTIBLES

Not applicable.

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES

Liabilities for unpaid losses and loss adjustment expenses are not discounted.

NOTES TO FINANCIAL STATEMENTS

33. ASBESTOS/ENVIRONMENTAL RESERVES

- A. Does FIE 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? Yes (X) No ()

FIE has exposure to environmental, asbestos, and other toxic claims that losses arises from the sale of general liability insurance. FIE estimates the full impact of the asbestos exposures by establishing full case reserves on all known losses and computing incurred but not reported (“IBNR”) losses based on previous experience.

FIE’s asbestos-related losses (including coverage dispute costs) for each of the five most recent years were as follows:

(1) Direct:

	2019	2020	2021	2022	2023
a. Beginning reserves:	\$ 276,521,617	\$ 270,186,193	\$ 246,613,258	\$ 254,345,791	\$ 225,975,962
b. Incurred losses and loss adjustment expenses:	\$ 11,798,654	\$ 1,423,986	\$ 30,273,259	\$ 20,865,691	\$ 7,341,695
c. Calendar year payments for losses and loss adjustment expenses:	<u>\$ 18,134,078</u>	<u>\$ 24,996,922</u>	<u>\$ 22,540,726</u>	<u>\$ 49,235,520</u>	<u>\$ 27,456,766</u>
d. Ending reserves:	<u>\$ 270,186,193</u>	<u>\$ 246,613,258</u>	<u>\$ 254,345,791</u>	<u>\$ 225,975,962</u>	<u>\$ 205,860,891</u>

Amounts represent FIE's pooled share of the total Farmers P&C Companies' exposure as per the terms of the intercompany reinsurance program.

(2) Assumed Reinsurance:

FIE has no asbestos-related exposure resulting from the assumption of unaffiliated reinsurance.

(3) Net of Ceded Reinsurance:

	2019	2020	2021	2022	2023
a. Beginning reserves:	\$ 273,981,437	\$ 269,057,662	\$ 245,653,931	\$ 254,027,372	\$ 225,916,211
b. Incurred losses and loss adjustment expenses:	\$ 20,672,637	\$ (677,704)	\$ 29,652,810	\$ 19,818,465	\$ 4,739,052
c. Calendar year payments for losses and loss adjustment expenses:	<u>\$ 25,596,412</u>	<u>\$ 22,726,027</u>	<u>\$ 21,279,369</u>	<u>\$ 47,929,626</u>	<u>\$ 24,798,166</u>
d. Ending reserves:	<u>\$ 269,057,662</u>	<u>\$ 245,653,931</u>	<u>\$ 254,027,372</u>	<u>\$ 225,916,211</u>	<u>\$ 205,857,096</u>

- B. FIE recorded the following amounts for IBNR and/or bulk reserves related to asbestos claims at December 31,:

	2023	2022
(1) Direct:	\$ 187,064,417	\$ 208,581,703
(2) Assumed Reinsurance:	None	None
(3) Net of Ceded Reinsurance:	\$ 187,060,623	\$ 208,521,953

- C. FIE recorded the following amounts for loss adjustment expenses for case, IBNR and/or bulk reserves related to asbestos claims at December 31,:

NOTES TO FINANCIAL STATEMENTS

	2023	2022
(1) Direct:	\$ 127,419,805	\$ 135,182,563
(2) Assumed Reinsurance:	None	None
(3) Net of Ceded Reinsurance:	\$ 127,419,805	\$ 135,182,563

- D. Does FIE 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? Yes (X) No ()

FIE's environmental-related losses (including coverage dispute costs) for each of the five most recent years were as follows:

(1) Direct:

	2019	2020	2021	2022	2023
a. Beginning reserves:	\$ 45,487,583	\$ 37,155,894	\$ 36,296,179	\$ 30,945,042	\$ 28,155,208
b. Incurred losses and loss adjustment expenses:	\$ (6,212,499)	\$ 3,940,446	\$ (2,258,015)	\$ 2,344,545	\$ 6,692,291
c. Calendar year payments for losses and loss adjustment expenses:	<u>\$ 2,119,189</u>	<u>\$ 4,800,161</u>	<u>\$ 3,093,122</u>	<u>\$ 5,134,379</u>	<u>\$ 3,364,924</u>
d. Ending reserves:	<u>\$ 37,155,894</u>	<u>\$ 36,296,179</u>	<u>\$ 30,945,042</u>	<u>\$ 28,155,208</u>	<u>\$ 31,482,576</u>

Amounts represent FIE's pooled share of the total Farmers P&C Companies' exposure as per the terms of the intercompany reinsurance program.

(2) Assumed Reinsurance:

FIE has no environmental-related exposure resulting from the assumption of unaffiliated reinsurance.

(3) Net of Ceded Reinsurance:

	2019	2020	2021	2022	2023
a. Beginning reserves:	\$ 45,349,608	\$ 37,016,333	\$ 36,138,715	\$ 30,809,062	\$ 28,131,434
b. Incurred losses and loss adjustment expenses:	\$ (6,211,230)	\$ 2,690,624	\$ (3,900,727)	\$ 2,344,495	\$ 6,691,972
c. Calendar year payments for losses and loss adjustment expenses:	<u>\$ 2,122,046</u>	<u>\$ 3,568,242</u>	<u>\$ 1,428,926</u>	<u>\$ 5,022,123</u>	<u>\$ 3,358,732</u>
d. Ending reserves:	<u>\$ 37,016,333</u>	<u>\$ 36,138,715</u>	<u>\$ 30,809,062</u>	<u>\$ 28,131,434</u>	<u>\$ 31,464,673</u>

NOTES TO FINANCIAL STATEMENTS

- E. FIE recorded the following amounts for IBNR and/or bulk reserves related to environmental claims at December 31,:

	2023	2022
(1) Direct:	\$ 23,319,412	\$ 23,676,285
(2) Assumed Reinsurance:	None	None
(3) Net of Ceded Reinsurance:	\$ 23,301,510	\$ 23,652,511

- F. FIE recorded the following amounts for loss adjustment expenses for case, IBNR and/or bulk reserves related to environmental claims at December 31,:

	2023	2022
(1) Direct:	\$ 14,443,299	\$ 11,737,667
(2) Assumed Reinsurance:	None	None
(3) Net of Ceded Reinsurance:	\$ 14,425,397	\$ 11,713,893

34. SUBSCRIBER SAVINGS ACCOUNTS

None.

35. MULTIPLE PERIL CROP INSURANCE

Not applicable.

36. FINANCIAL GUARANTY INSURANCE

Not applicable.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []
If yes, complete Schedule Y, Parts 1, 1A, 2 and 3.
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [] N/A []
- 1.3 State Regulating? CALIFORNIA
- 1.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes [] No [X]
- 1.5 If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.
- 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 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2021
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2021
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 10/27/2023
- 3.4 By what department or departments?
California Department of Insurance
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] N/A [X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] N/A []
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.11 sales of new business? Yes [] No [X]
4.12 renewals? Yes [] No [X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.21 sales of new business? Yes [] No [X]
4.22 renewals? Yes [] No [X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
If yes, complete and file the merger history data file with the NAIC.
- 5.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 6.2 If yes, give full information:
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [] No [X]
- 7.2 If yes,
7.21 State the percentage of foreign control; %
7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a depository institution holding company (DIHC) or a DIHC itself, regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If the response to 8.1 is yes, please identify the name of the DIHC.
.....
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [X] No []
- 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
BFP Securities, LLC	St. Louis, Missouri				YES.....
Farmers Financial Solutions, LLC	Westlake Village, California				YES.....

- 8.5 Is the reporting entity a depository institution holding company with significant insurance operations as defined by the Board of Governors of Federal Reserve System or a subsidiary of the depository institution holding company? Yes [] No [X]
- 8.6 If response to 8.5 is no, is the reporting entity a company or subsidiary of a company that has otherwise been made subject to the Federal Reserve Board's capital rule? Yes [] No [X] N/A []
- 9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young LLP 725 S. Figueroa Street, Suite 500 Los Angeles, CA 90017
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [] No [X]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:
.....
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:
.....
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []
- 10.6 If the response to 10.5 is no or n/a, please explain.
.....
- 11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
James Nutting, FCAS, MAAA 6301 Owensmouth Ave. Woodland Hills, CA 91367 Actuary of Farmers Insurance Group
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
 - 12.11 Name of real estate holding company ...
 - 12.12 Number of parcels involved
 - 12.13 Total book/adjusted carrying value \$
- 12.2 If yes, provide explanation
.....
- 13. **FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
.....
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A []
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
 - a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 - b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 - c. Compliance with applicable governmental laws, rules and regulations;
 - d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 - e. Accountability for adherence to the code.
- 14.11 If the response to 14.1 is No, please explain:
.....
- 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
.....
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
.....

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE
GENERAL INTERROGATORIES**

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [] No [X]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

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

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No []
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No []
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No []

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- | | |
|---|----------|
| 20.11 To directors or other officers..... | \$ |
| 20.12 To stockholders not officers..... | \$ |
| 20.13 Trustees, supreme or grand (Fraternal Only) | \$ |
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- | | |
|---|----------|
| 20.21 To directors or other officers..... | \$ |
| 20.22 To stockholders not officers..... | \$ |
| 20.23 Trustees, supreme or grand (Fraternal Only) | \$ |
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- | | |
|---------------------------------|----------|
| 21.21 Rented from others..... | \$ |
| 21.22 Borrowed from others..... | \$ |
| 21.23 Leased from others | \$ |
| 21.24 Other | \$ |
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 22.2 If answer is yes:
- | |
|---|
| 22.21 Amount paid as losses or risk adjustment \$ |
| 22.22 Amount paid as expenses |
| 22.23 Other amounts paid |
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$
- 24.1 Does the insurer utilize third parties to pay agent commissions in which the amounts advanced by the third parties are not settled in full within 90 days? Yes [] No [X]
- 24.2 If the response to 24.1 is yes, identify the third-party that pays the agents and whether they are a related party.

Name of Third-Party	Is the Third-Party Agent a Related Party (Yes/No)

INVESTMENT

- 25.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 25.03)..... Yes [X] No []

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE
GENERAL INTERROGATORIES**

- 25.02 If no, give full and complete information, relating thereto
N/A
- 25.03 For securities lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
N/A
- 25.04 For the reporting entity's securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions. \$
- 25.05 For the reporting entity's securities lending program, report amount of collateral for other programs. \$
- 25.06 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [] No [] N/A [X]
- 25.07 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [] No [] N/A [X]
- 25.08 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? Yes [] No [] N/A [X]
- 25.09 For the reporting entity's securities lending program state the amount of the following as of December 31 of the current year:
- 25.091 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$
- 25.092 Total book/adjusted carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$
- 25.093 Total payable for securities lending reported on the liability page. \$

- 26.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 25.03). Yes [X] No []
- 26.2 If yes, state the amount thereof at December 31 of the current year:
- 26.21 Subject to repurchase agreements \$
- 26.22 Subject to reverse repurchase agreements \$
- 26.23 Subject to dollar repurchase agreements \$
- 26.24 Subject to reverse dollar repurchase agreements \$
- 26.25 Placed under option agreements \$
- 26.26 Letter stock or securities restricted as to sale -
excluding FHLB Capital Stock \$
- 26.27 FHLB Capital Stock \$ 15,000,000
- 26.28 On deposit with states \$ 581,058,806
- 26.29 On deposit with other regulatory bodies \$
- 26.30 Pledged as collateral - excluding collateral pledged to
an FHLB \$
- 26.31 Pledged as collateral to FHLB - including assets
backing funding agreements \$
- 26.32 Other \$

26.3 For category (26.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

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

LINES 27.3 through 27.5: FOR LIFE/FRATERNAL REPORTING ENTITIES ONLY:

- 27.3 Does the reporting entity utilize derivatives to hedge variable annuity guarantees subject to fluctuations as a result of interest rate sensitivity? Yes [] No []
- 27.4 If the response to 27.3 is YES, does the reporting entity utilize:
- 27.41 Special accounting provision of SSAP No. 108 Yes [] No []
- 27.42 Permitted accounting practice Yes [] No []
- 27.43 Other accounting guidance Yes [] No []
- 27.5 By responding YES to 27.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following: Yes [] No []
- The reporting entity has obtained explicit approval from the domiciliary state.
 - Hedging strategy subject to the special accounting provisions is consistent with the requirements of VM-21.
 - Actuarial certification has been obtained which indicates that the hedging strategy is incorporated within the establishment of VM-21 reserves and provides the impact of the hedging strategy within the Actuarial Guideline Conditional Tail Expectation Amount.
 - Financial Officer Certification has been obtained which indicates that the hedging strategy meets the definition of a Clearly Defined Hedging Strategy within VM-21 and that the Clearly Defined Hedging Strategy is the hedging strategy being used by the company in its actual day-to-day risk mitigation efforts.
- 28.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]
- 28.2 If yes, state the amount thereof at December 31 of the current year. \$
29. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?..... Yes [X] No []
- 29.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
JPMorgan Chase Bank, N.A.	560 Mission ST, San Francisco, CA 94105

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE
GENERAL INTERROGATORIES**

29.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

29.03 Have there been any changes, including name changes, in the custodian(s) identified in 29.01 during the current year?..... Yes [] No [X]

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

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

29.05 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
DWS Investment Management Americas, Inc.	U.....
Prudential Private Placement Investors, LP	U.....
Allspring Global Investments	U.....
Clarion Partners	U.....
Barings LLC	U.....
MetLife Investment Management, LLC	U.....

29.0597 For those firms/individuals listed in the table for Question 29.05, 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 [X] No []

29.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 29.05, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets?..... Yes [] No [X]

29.06 For those firms or individuals listed in the table for 29.05 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
104518	DWS Investment Management Americas, Inc.	CZ83K4EEEEX8QVCT3B128	U.S. Securities and Exchange Commission	NO.....
106442	Prudential Private Placement Investors LP.	none	U.S. Securities and Exchange Commission	NO.....
104973	Allspring Global Investments	549300B3H21002L85190	U.S. Securities and Exchange Commission	NO.....
108803	Clarion Partners	none	U.S. Securities and Exchange Commission	NO.....
106006	Barings LLC	ANDKRHQKPRRG402KLR05	U.S. Securities and Exchange Commission	NO.....
142463	MetLife Investment Management, LLC	EAU072Q8FCR1S0XGYJ21	U.S. Securities and Exchange Commission	NO.....

30.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])? Yes [] No [X]

30.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
30.2999 - Total		

30.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE
GENERAL INTERROGATORIES**

31. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
31.1 Bonds	5,140,770,155	4,955,346,302	(185,423,853)
31.2 Preferred stocks		5,040,564	5,040,564
31.3 Totals	5,140,770,154	4,960,386,866	(180,383,289)

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

For the majority of securities, in determining fair market value, quotes were obtained from third party sources. If quotes from these sources were not available, a broker estimate was utilized. Any few instances where a broker estimate was not available, the market value was analytically determined.

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

32.2 If the answer to 32.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [X] No []

32.3 If the answer to 32.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
.....

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

33.2 If no, list exceptions:
.....

34. By self-designating 5GI securities, the reporting entity is certifying the following elements of 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 [X] No []

35. 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.
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]

36. 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]

37. By rolling/renewing short-term or cash equivalent investments with continued reporting on Schedule DA, Part 1 or Schedule E Part 2 (identified through a code (%) in those investment schedules), the reporting entity is certifying to the following:
a. The investment is a liquid asset that can be terminated by the reporting entity on the current maturity date.
b. If the investment is with a nonrelated party or nonaffiliate, then it reflects an arms-length transaction with renewal completed at the discretion of all involved parties.
c. If the investment is with a related party or affiliate, then the reporting entity has completed robust re-underwriting of the transaction for which documentation is available for regulator review.
d. Short-term and cash equivalent investments that have been renewed/rolled from the prior period that do not meet the criteria in 37.a - 37.c are reported as long-term investments.
Has the reporting entity rolled/renewed short-term or cash equivalent investments in accordance with these criteria? Yes [] No [] N/A [X]

**ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE
GENERAL INTERROGATORIES**

38.1 Does the reporting entity directly hold cryptocurrencies? Yes [] No [X]

38.2 If the response to 38.1 is yes, on what schedule are they reported?
.....

39.1 Does the reporting entity directly or indirectly accept cryptocurrencies as payments for premiums on policies? Yes [] No [X]

39.2 If the response to 39.1 is yes, are the cryptocurrencies held directly or are they immediately converted to U.S. dollars?
39.21 Held directly Yes [] No []
39.22 Immediately converted to U.S. dollars Yes [] No []

39.3 If the response to 38.1 or 39.1 is yes, list all cryptocurrencies accepted for payments of premiums or that are held directly.

1 Name of Cryptocurrency	2 Immediately Converted to USD, Directly Held, or Both	3 Accepted for Payment of Premiums

OTHER

40.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$5,281,064

40.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid

41.1 Amount of payments for legal expenses, if any?\$1,220,607

41.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
HOGAN LOVELLS US LLP	813,241

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

42.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers, or departments of government during the period covered by this statement.

1 Name	2 Amount Paid

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]

1.2 If yes, indicate premium earned on U. S. business only. \$ _____

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$ _____
 1.31 Reason for excluding

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$ _____

1.5 Indicate total incurred claims on all Medicare Supplement Insurance. \$ _____

1.6 Individual policies:

	Most current three years:	
1.61 Total premium earned		\$
1.62 Total incurred claims		\$
1.63 Number of covered lives .....		.....
All years prior to most current three years		
1.64 Total premium earned		\$
1.65 Total incurred claims		\$
1.66 Number of covered lives .....		.....

1.7 Group policies:

	Most current three years:	
1.71 Total premium earned		\$
1.72 Total incurred claims		\$
1.73 Number of covered lives .....		.....
All years prior to most current three years		
1.74 Total premium earned		\$
1.75 Total incurred claims		\$
1.76 Number of covered lives .....		.....

2. Health Test:

	1 Current Year	2 Prior Year
2.1 Premium Numerator		
2.2 Premium Denominator	8,957,745,256	8,596,631,593
2.3 Premium Ratio (2.1/2.2)	0.000	0.000
2.4 Reserve Numerator		
2.5 Reserve Denominator	11,431,919,670	10,928,754,392
2.6 Reserve Ratio (2.4/2.5)	0.000	0.000

3.1 Did the reporting entity issue participating policies during the calendar year? Yes [] No [X]

3.2 If yes, provide the amount of premium written for participating and/or non-participating policies during the calendar year:

3.21 Participating policies	\$
3.22 Non-participating policies	\$

4. For mutual reporting Entities and Reciprocal Exchanges Only:

4.1 Does the reporting entity issue assessable policies? Yes [] No [X]

4.2 Does the reporting entity issue non-assessable policies? Yes [X] No []

4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? % _____

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. \$ _____

5. For Reciprocal Exchanges Only:

5.1 Does the Exchange appoint local agents? Yes [X] No []

5.2 If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation.....	Yes [] No [X] N/A []
5.22 As a direct expense of the exchange.....	Yes [X] No [] N/A []

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact? Losses, loss adjustment expenses, agents' commissions, taxes, licenses and fees.

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes [] No [X]

5.5 If yes, give full information

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
 We purchase reinsurance to protect our workers compensation exposure.
- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process.
 The company licenses catastrophe modeling software from outside vendors specializing in these products. Based on these models, California Earthquake and Texas Hurricane have been identified as having the most significant potential for large losses.
- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?
 Through various catastrophe mitigation actions including but not limited to joining the California Earthquake Authority (CEA) and the company buys catastrophe reinsurance protection.
- 6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes [X] No []
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss.

- 7.1 Has this reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes [X] No []
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions: 2
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes [X] No []
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes [] No [X]
- 8.2 If yes, give full information

- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
 (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
 (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
 (c) Aggregate stop loss reinsurance coverage;
 (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
 (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
 (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. Yes [] No [X]
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
 (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
 (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes [] No [X]
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
 (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
 (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
 (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 36 of SSAP No. 62R - Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
 (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
 (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [] No [X]
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
 (a) The entity does not utilize reinsurance; or, Yes [] No [X]
 (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes [] No [X]
 (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes [] No [X]
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X] No [] N/A []

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force? Yes [] No [X]
- 11.2 If yes, give full information
.....
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
- 12.11 Unpaid losses\$ 230,649
- 12.12 Unpaid underwriting expenses (including loss adjustment expenses)\$6,343
- 12.2 Of the amount on Line 15.3, Page 2, state the amount which is secured by letters of credit, collateral and other funds\$ _____
- 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [] No [X] N/A []
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- 12.41 From %
- 12.42 To..... %
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [] No [X]
- 12.6 If yes, state the amount thereof at December 31 of the current year:
- 12.61 Letters of credit\$
- 12.62 Collateral and other funds.....\$
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation):\$ 5,175,000
- 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No [X]
- 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. 1
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes [] No [X]
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
.....
- 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [] No []
- 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes [] No []
- 14.5 If the answer to 14.4 is no, please explain:
.....
- 15.1 Has the reporting entity guaranteed any financed premium accounts? Yes [] No [X]
- 15.2 If yes, give full information
.....
- 16.1 Does the reporting entity write any warranty business? Yes [] No [X]
If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home
16.12 Products
16.13 Automobile
16.14 Other*

* Disclose type of coverage:
.....

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that is exempt from the statutory provision for unauthorized reinsurance? Yes [] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from the statutory provision for unauthorized reinsurance. Provide the following information for this exemption:

- 17.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 exempt from the statutory provision for unauthorized reinsurance \$
- 17.12 Unfunded portion of Interrogatory 17.11 \$
- 17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11... \$
- 17.14 Case reserves portion of Interrogatory 17.11 \$
- 17.15 Incurred but not reported portion of Interrogatory 17.11 \$
- 17.16 Unearned premium portion of Interrogatory 17.11 \$
- 17.17 Contingent commission portion of Interrogatory 17.11 \$

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

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

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

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

19. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? Yes [X] No []

19.1 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 []

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1 2023	2 2022	3 2021	4 2020	5 2019
Gross Premiums Written (Page 8, Part 1B Cols. 1, 2 & 3)					
1. Liability lines (Lines 11, 16, 17, 18 & 19)	9,396,083,774	10,189,103,281	10,093,944,672	7,671,330,879	8,375,282,553
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	7,392,078,393	6,813,889,949	6,755,473,253	5,115,110,228	5,380,310,787
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	16,487,461,109	15,198,137,954	13,275,013,252	11,061,091,201	11,025,290,296
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	155,778,791	79,340,111	28,765,684	6,310,354	817,458
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
6. Total (Line 35)	33,431,402,067	32,280,471,295	30,153,196,861	23,853,842,663	24,781,701,094
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11, 16, 17, 18 & 19)	3,088,206,293	3,252,323,812	3,191,654,261	2,712,849,838	2,755,144,227
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	2,496,281,321	2,274,870,123	2,208,992,622	1,854,516,043	1,893,396,813
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	3,610,666,606	3,281,453,145	3,100,548,155	2,808,386,640	2,780,171,692
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	40,375,085	20,599,941	7,512,294	3,159,640	296,198
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
12. Total (Line 35)	9,235,529,305	8,829,247,019	8,508,707,331	7,378,912,160	7,429,008,930
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(668,066,159)	(602,064,380)	(354,372,536)	(186,998,324)	(101,292,901)
14. Net investment gain (loss) (Line 11)	137,309,366	318,506,408	44,414,990	78,355,832	118,499,900
15. Total other income (Line 15)	(269,110,114)	(170,997,692)	(129,587,284)	(65,984,253)	(2,844,565)
16. Dividends to policyholders (Line 17)	175,640	388,288	549,112	396,076	792,459
17. Federal and foreign income taxes incurred (Line 19)	(147,115,011)	(140,787,808)	(73,277,859)	(58,664,261)	(41,703,653)
18. Net income (Line 20)	(652,927,537)	(314,156,144)	(366,816,082)	(116,358,560)	55,273,627
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	23,677,662,493	22,979,180,559	21,740,696,280	17,853,262,522	17,456,500,242
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	376,607,597	401,699,597	267,048,552	223,506,249	223,576,163
20.2 Deferred and not yet due (Line 15.2)	6,174,563,274	4,369,079,465	3,754,766,993	3,495,399,724	3,297,308,290
20.3 Accrued retrospective premiums (Line 15.3)	276,846	376,890	535,270	545,731	613,707
21. Total liabilities excluding protected cell business (Page 3, Line 26)	19,227,416,775	18,520,292,319	16,908,421,686	13,185,881,113	12,962,783,801
22. Losses (Page 3, Line 1)	4,850,825,165	4,649,561,139	4,223,162,949	3,778,135,649	3,658,425,810
23. Loss adjustment expenses (Page 3, Line 3)	1,205,927,931	1,232,071,617	1,224,523,647	1,082,773,735	1,080,203,754
24. Unearned premiums (Page 3, Line 9)	4,098,699,290	3,820,915,241	3,588,323,448	3,135,683,977	3,104,057,489
25. Capital paid up (Page 3, Lines 30 & 31)					
26. Surplus as regards policyholders (Page 3, Line 37)	4,450,245,718	4,458,888,239	4,832,274,595	4,667,381,410	4,493,716,442
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(54,138,255)	891,244,941	1,139,626,877	111,320,393	134,174,457
Risk-Based Capital Analysis					
28. Total adjusted capital	4,450,245,718	4,458,888,239	4,832,274,595	4,667,381,410	4,493,716,442
29. Authorized control level risk-based capital	1,152,341,587	1,136,250,437	1,033,676,397	946,034,522	870,425,668
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0					
30. Bonds (Line 1)	32.9	33.1	34.0	39.6	37.7
31. Stocks (Lines 2.1 & 2.2)	55.8	56.0	58.2	50.7	52.2
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.9	0.7			
33. Real estate (Lines 4.1, 4.2 & 4.3)	2.8	2.4	2.0	2.3	2.6
34. Cash, cash equivalents and short-term investments (Line 5)	6.2	6.2	4.1	5.5	5.6
35. Contract loans (Line 6)					
36. Derivatives (Line 7)					
37. Other invested assets (Line 8)	1.4	1.6	1.7	1.9	2.0
38. Receivables for securities (Line 9)	0.0	0.0	0.1	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)					
40. Aggregate write-ins for invested assets (Line 11)					
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds (Schedule D, Summary, Line 12, Col. 1)					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)					
44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)	8,059,826,680	7,453,393,004	7,230,925,263	5,596,921,600	5,406,232,802
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Lines 42 to 47	8,059,826,680	7,453,393,004	7,230,925,263	5,596,921,600	5,406,232,802
49. Total Investment in Parent included in Lines 42 to 47 above					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	181.1	167.2	149.6	119.9	120.3

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2023	2 2022	3 2021	4 2020	5 2019
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	577,387,552	87,981,593	485,490,175	231,465,711	325,242,868
52. Dividends to stockholders (Line 35)					
53. Change in surplus as regards policyholders for the year (Line 38)	(8,642,522)	(373,386,355)	164,893,185	173,664,968	397,372,159
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11, 16, 17, 18 & 19)	5,857,377,844	5,365,350,690	4,575,564,832	4,598,143,462	4,785,682,794
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	4,642,856,284	4,478,170,848	3,856,515,615	2,659,682,104	2,987,994,071
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	10,715,311,732	8,856,056,613	7,432,069,056	6,867,804,149	5,556,256,286
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	71,139,747	17,728,233	4,920,442	156,866	92,117
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
59. Total (Line 35)	21,286,685,606	18,717,306,383	15,869,069,945	14,125,786,581	13,330,025,268
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11, 16, 17, 18 & 19)	1,921,834,447	1,753,283,962	1,483,810,499	1,541,086,016	1,673,707,289
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	1,614,544,961	1,513,293,112	1,294,269,525	964,527,864	1,066,227,421
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	2,395,025,684	1,989,144,133	1,923,861,297	1,751,751,182	1,448,472,434
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	18,410,688	4,619,878	1,584,247	63,501	31,720
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
65. Total (Line 35)	5,949,815,780	5,260,341,084	4,703,525,567	4,257,428,564	4,188,438,865
Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	68.7	66.2	63.9	59.6	58.5
68. Loss expenses incurred (Line 3)	6.9	8.8	9.7	9.5	10.5
69. Other underwriting expenses incurred (Line 4)	31.9	32.1	30.8	33.5	32.6
70. Net underwriting gain (loss) (Line 8)	(7.5)	(7.0)	(4.4)	(2.5)	(1.4)
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	33.8	33.2	30.7	34.2	31.6
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	75.6	74.9	73.6	69.1	69.0
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	207.5	198.0	176.1	158.1	165.3
One Year Loss Development (\$000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11)	10,203	(84,864)	26,168	43,055	54,220
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0).....	0.2	(1.8)	0.6	1.0	1.3
Two Year Loss Development (\$000 omitted)					
76. Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	(177,473)	(74,805)	118,251	26,579	93,349
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	(3.7)	(1.6)	2.6	0.6	2.2

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

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE
SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported Direct and Assumed
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4	5	6	7	8	9			
1. Prior.....	XXX	XXX	XXX	65,652	28,903	17,138	2,962	2,050	0	855	52,975	XXX
2. 2014.....	9,588,056	2,558,971	7,029,086	5,183,638	1,306,897	199,637	41,223	742,324	199,739	317,710	4,577,740	XXX
3. 2015.....	9,765,171	1,907,764	7,857,407	5,537,041	1,013,723	204,255	30,784	799,877	144,243	358,391	5,352,423	XXX
4. 2016.....	10,100,404	2,269,341	7,831,063	6,024,306	1,321,628	209,016	49,360	790,838	162,092	392,167	5,491,081	XXX
5. 2017.....	10,264,782	2,750,202	7,514,580	6,949,014	2,503,922	214,600	92,803	812,578	197,256	393,503	5,182,210	XXX
6. 2018.....	10,435,009	3,332,064	7,102,945	6,323,319	2,265,855	193,331	94,522	800,623	235,772	464,643	4,721,124	XXX
7. 2019.....	10,572,105	3,333,960	7,238,145	5,992,555	1,872,639	167,655	49,844	781,738	243,167	399,474	4,776,298	XXX
8. 2020.....	10,399,135	3,051,849	7,347,286	5,709,284	1,764,610	123,893	31,882	686,802	210,540	349,266	4,512,947	XXX
9. 2021.....	12,197,226	4,141,158	8,056,068	7,077,127	2,400,846	112,223	41,070	801,958	301,357	516,778	5,248,035	XXX
10. 2022.....	13,310,014	4,713,382	8,596,632	7,282,881	2,453,185	70,317	24,194	778,352	253,650	589,425	5,400,520	XXX
11. 2023	13,781,615	4,823,870	8,957,745	5,331,465	1,658,534	26,580	6,063	546,497	285,381	318,237	3,954,563	XXX
12. Totals	XXX	XXX	XXX	61,476,282	18,590,742	1,538,644	464,707	7,543,637	2,233,197	4,100,448	49,269,916	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13	14	15	16	17	18	19	20					
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded			
1. Prior.....	108,714	24,379	375,916	167,624	506	31	163,433	1,550	44,533	1,229	499,518	XXX	
2. 2014.....	8,151	1,884	31,255	16,780	4	1	3,827	768	4,312	323	28,116	XXX	
3. 2015.....	9,402	1,794	33,844	16,017	13	2	4,346	611	4,287	461	33,468	XXX	
4. 2016.....	13,022	2,754	40,990	19,863	13	14	5,871	1,404	5,927	629	41,787	XXX	
5. 2017.....	23,534	6,304	59,098	33,032	38	9	8,257	3,371	8,012	836	56,224	XXX	
6. 2018.....	48,287	15,498	91,145	50,003	34	10	13,897	9,080	10,564	1,541	89,336	XXX	
7. 2019.....	86,598	28,751	125,888	58,966	86	25	24,960	7,522	17,730	3,299	160,000	XXX	
8. 2020.....	140,569	41,554	244,093	111,007	218	54	47,781	14,945	34,479	5,964	299,580	XXX	
9. 2021.....	360,463	124,838	498,786	223,839	3,788	1,102	79,981	26,426	66,095	17,867	632,909	XXX	
10. 2022.....	719,846	249,409	953,662	373,045	8,898	2,784	141,584	49,422	164,860	47,336	1,314,190	XXX	
11. 2023	1,368,843	428,622	2,349,318	844,638	16,006	4,754	171,953	59,907	333,435	10	2,901,625	XXX	
12. Totals	2,887,429	925,787	4,803,997	1,914,813	29,605	8,785	665,890	175,006	694,234	10	341,465	6,056,753	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred / Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33		35	36
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX			XXX	292,627	206,891
2. 2014.....	6,173,150	1,567,293	4,605,856	64.4	61.2	65.5			51.8	20,742	7,374
3. 2015.....	6,593,064	1,207,173	5,385,891	67.5	63.3	68.5			51.8	25,435	8,033
4. 2016.....	7,089,983	1,557,115	5,532,868	70.2	68.6	70.7			51.8	31,395	10,393
5. 2017.....	8,075,132	2,836,698	5,238,434	78.7	103.1	69.7			51.8	43,297	12,927
6. 2018.....	7,481,200	2,670,740	4,810,460	71.7	80.2	67.7			51.8	73,930	15,406
7. 2019.....	7,197,212	2,260,913	4,936,298	68.1	67.8	68.2			51.8	124,770	35,230
8. 2020.....	6,987,120	2,174,593	4,812,527	67.2	71.3	65.5			51.8	232,101	67,479
9. 2021.....	9,000,421	3,119,477	5,880,944	73.8	75.3	73.0			51.8	510,572	122,336
10. 2022.....	10,120,399	3,405,688	6,714,711	76.0	72.3	78.1			51.8	1,051,054	263,136
11. 2023	10,144,096	3,287,909	6,856,188	73.6	68.2	76.5			51.8	2,444,902	456,722
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX	4,850,825	1,205,928

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2014	2 2015	3 2016	4 2017	5 2018	6 2019	7 2020	8 2021	9 2022	10 2023	11 One Year	12 Two Year
1. Prior.....	2,249,462	2,355,640	2,495,345	2,515,012	2,513,634	2,519,468	2,506,790	2,528,180	2,539,393	2,543,563	4,170	15,383
2. 2014.....	4,014,941	4,026,307	4,047,301	4,062,892	4,062,091	4,067,025	4,064,141	4,065,421	4,059,114	4,058,959	(154)	(6,462)
3. 2015.....	XXX	4,686,993	4,698,712	4,717,275	4,740,331	4,742,638	4,736,214	4,736,727	4,729,973	4,725,969	(4,004)	(10,757)
4. 2016.....	XXX	XXX	4,873,136	4,840,481	4,876,150	4,876,507	4,874,153	4,907,218	4,900,675	4,898,195	(2,480)	(9,023)
5. 2017.....	XXX	XXX	XXX	4,581,751	4,576,086	4,605,121	4,597,657	4,609,185	4,604,888	4,615,100	10,212	5,915
6. 2018.....	XXX	XXX	XXX	XXX	4,208,942	4,220,694	4,224,858	4,231,144	4,241,162	4,235,045	(6,117)	3,901
7. 2019.....	XXX	XXX	XXX	XXX	XXX	4,349,100	4,419,796	4,420,931	4,387,246	4,379,997	(7,249)	(40,934)
8. 2020.....	XXX	XXX	XXX	XXX	XXX	XXX	4,457,843	4,408,815	4,344,196	4,301,785	(42,411)	(107,029)
9. 2021.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,342,714	5,358,823	5,314,248	(44,575)	(28,466)
10. 2022.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,922,338	6,025,149	102,811	XXX
11. 2023.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,261,647	XXX	XXX
12. Totals											10,203	(177,473)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1 2014	2 2015	3 2016	4 2017	5 2018	6 2019	7 2020	8 2021	9 2022	10 2023		
1. Prior.....	000	806,072	1,293,717	1,559,514	1,701,677	1,811,451	1,886,448	1,954,912	2,037,652	2,088,577	XXX	XXX
2. 2014.....	2,353,968	3,294,613	3,637,872	3,841,569	3,943,403	3,990,544	4,011,045	4,025,055	4,029,950	4,035,155	XXX	XXX
3. 2015.....	XXX	2,723,137	3,834,468	4,235,171	4,485,151	4,604,516	4,650,589	4,674,831	4,690,134	4,696,788	XXX	XXX
4. 2016.....	XXX	XXX	2,937,417	4,036,401	4,427,320	4,645,135	4,745,989	4,826,935	4,852,761	4,862,334	XXX	XXX
5. 2017.....	XXX	XXX	XXX	2,890,718	3,797,704	4,184,165	4,351,202	4,470,366	4,519,738	4,566,888	XXX	XXX
6. 2018.....	XXX	XXX	XXX	XXX	2,518,272	3,506,434	3,820,970	3,991,908	4,104,746	4,156,273	XXX	XXX
7. 2019.....	XXX	XXX	XXX	XXX	XXX	2,491,842	3,582,125	3,958,850	4,139,717	4,237,727	XXX	XXX
8. 2020.....	XXX	XXX	XXX	XXX	XXX	XXX	2,599,492	3,518,809	3,881,782	4,036,685	XXX	XXX
9. 2021.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,069,953	4,374,625	4,747,434	XXX	XXX
10. 2022.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,283,879	4,875,819	XXX	XXX
11. 2023.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,693,447	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2014	2 2015	3 2016	4 2017	5 2018	6 2019	7 2020	8 2021	9 2022	10 2023
1. Prior.....	1,318,198	960,503	835,170	714,557	637,176	575,125	502,793	469,700	414,700	370,176
2. 2014.....	1,137,037	399,113	217,942	116,299	72,362	51,250	38,117	30,252	21,446	17,534
3. 2015.....	XXX	1,350,813	464,876	251,233	135,009	82,668	54,237	40,524	28,810	21,562
4. 2016.....	XXX	XXX	1,345,962	424,964	240,015	123,430	70,907	46,517	31,927	25,593
5. 2017.....	XXX	XXX	XXX	981,668	363,828	215,816	125,434	80,029	53,151	30,952
6. 2018.....	XXX	XXX	XXX	XXX	1,077,884	342,302	187,727	114,936	79,858	45,960
7. 2019.....	XXX	XXX	XXX	XXX	XXX	1,305,328	465,972	253,035	135,107	84,361
8. 2020.....	XXX	XXX	XXX	XXX	XXX	XXX	1,244,727	518,058	273,540	165,921
9. 2021.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,536,415	555,161	328,502
10. 2022.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,806,145	672,779
11. 2023.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,616,727

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	1 Active Status (a)	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Included in Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	L	55,353,207	55,063,113	30,342,363	30,401,396	19,770,190	176,488	
2. Alaska	AK	N							
3. Arizona	AZ	L	203,549,410	195,958,707	113,929,203	104,365,636	77,739,946	369,017	
4. Arkansas	AR	L	54,554,378	54,221,379	57,523,924	55,658,954	20,976,961	142,361	
5. California	CA	L	3,417,782,006	3,234,767,656	2,247,906,863	2,506,844,023	2,150,502,299	18,612,908	
6. Colorado	CO	L	446,099,828	453,898,886	172,410	294,567,476	277,921,428	241,282,091	988,293
7. Connecticut	CT	L	514,945	528,487	211,842	347,674	371,925	7,117	
8. Delaware	DE	L	478,842	713,077	788,554	158,352	1,673,172	341,550	
9. District of Columbia	DC	L			4,437	4,437		17,917	
10. Florida	FL	L	64,739,273	75,650,836	55,871,902	49,474,317	70,910,496	218,880	
11. Georgia	GA	L	191,450,111	225,356,262	288,716,236	233,988,422	239,551,053	11,559,283	
12. Hawaii	HI	N							
13. Idaho	ID	L	44,552,070	42,685,966	25,482,431	25,443,365	16,677,425	97,082	
14. Illinois	IL	L	145,876,504	147,529,571	122,873,799	122,492,672	63,792,120	257,309	
15. Indiana	IN	L	31,576,761	33,114,837	24,336,403	22,660,795	20,730,647	1,470,523	
16. Iowa	IA	L	21,282,681	20,681,067	13,403,385	13,210,553	11,347,883	287,617	
17. Kansas	KS	L	79,275,388	78,669,604	17,870	31,386,968	31,004,046	17,403,890	116,827
18. Kentucky	KY	L	6,061,189	5,613,145	4,477,877	5,224,576	2,841,601	50,330	
19. Louisiana	LA	L	4,121,048	4,070,260	2,072,455	2,994,310	1,945,314	41,542	
20. Maine	ME	L	746,892	755,719	166,075	319,000	280,072	363	
21. Maryland	MD	L	48,619,454	53,889,933	49,546,492	27,696,766	53,272,357	5,073,726	
22. Massachusetts	MA	L				(1)			
23. Michigan	MI	L	139,608,514	144,008,086	137,848,256	129,334,637	667,119,095	564,306	
24. Minnesota	MN	L	154,917,977	151,128,144	95,360,231	93,583,338	72,688,175	1,025,827	
25. Mississippi	MS	L	1,304,564	1,215,479	647,915	731,696	434,407	16,647	
26. Missouri	MO	L	135,329,042	141,245,654	96,789,599	99,076,080	64,158,880	2,347,383	
27. Montana	MT	L	38,724,307	38,586,957	16,818,267	15,415,841	11,893,453	64,824	
28. Nebraska	NE	L	37,302,009	37,905,903	19,911,685	12,872,702	10,958,401	375,489	
29. Nevada	NV	L	229,742,462	238,379,976	175,951,054	177,669,264	216,389,442	6,752,120	
30. New Hampshire	NH	L	9,046	9,320	150	222	3,011	27	
31. New Jersey	NJ	L	37,924,962	39,255,607	26,947,791	25,229,217	58,069,480	156,384	
32. New Mexico	NM	L	96,343,159	91,397,518	51,071,704	50,852,948	35,922,910	256,767	
33. New York	NY	L	680,856	701,999	226,887	(141,843)	317,565	10,314	
34. North Carolina	NC	L	(116)	(116)	(417)	(1,934)	386		
35. North Dakota	ND	L	9,311,732	9,133,067	5,999,134	6,888,604	3,648,207	113,925	
36. Ohio	OH	L	54,960,341	52,799,646	39,545,661	46,305,010	23,608,188	167,252	
37. Oklahoma	OK	L	11,425,600	12,209,113	8,344,101	6,908,581	12,571,770	202,382	
38. Oregon	OR	L	133,401,650	125,504,729	54,603,001	42,886,204	79,102,593	502,987	
39. Pennsylvania	PA	L	24,670,635	35,144,189	40,337,636	10,434,267	79,377,812	10,035,742	
40. Rhode Island	RI	L							
41. South Carolina	SC	L							
42. South Dakota	SD	L	23,363,507	22,165,390	11,932,604	12,106,405	7,914,512	51,276	
43. Tennessee	TN	L	68,586,352	68,640,987	44,488,667	51,455,201	35,793,695	372,143	
44. Texas	TX	L	69,069,611	74,100,724	38,850,850	23,337,274	58,980,281	397,570	
45. Utah	UT	L	105,689,927	95,865,516	46,756,677	58,764,631	37,643,469	157,530	
46. Vermont	VT	L							
47. Virginia	VA	L	25,398,761	30,961,922	21,355,321	3,757,312	40,006,573	5,346,495	
48. Washington	WA	L	40,614,695	39,997,855	25,173,839	26,798,410	43,102,871	282,652	
49. West Virginia	WV	L	229,184	281,018	13,199	(162,059)	453,815	95,876	
50. Wisconsin	WI	L	20,111,749	19,272,889	10,560,891	10,729,708	11,333,023	91,484	
51. Wyoming	WY	L	37,362,310	37,925,490	15,006,004	17,230,648	11,069,348	59,722	
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	XXX							
59. Totals	XXX		6,312,716,826	6,191,005,568	205,292	4,348,149,390	4,432,273,085	4,593,630,800	69,276,256
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX								
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX								

(a) Active Status Counts:

- 1. L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG..... 49
- 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).....
- 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..... 8

(b) Explanation of basis of allocation of premiums by states, etc. Premiums are assigned to the states in which the risk is located.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF FARMERS INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
10433 Ella Blvd, LLC	83-0877980	N/A	DE	Mid-Century Insurance Company	100.00000
11930 Narcoossee Road, LLC	82-3606914	N/A	DE	Mid-Century Insurance Company	100.00000
12225 NE 60th Way, LLC	86-3957205	N/A	DE	Truck Insurance Exchange	100.00000
14001 Rosencrans Avenue, LLC	84-2794277	N/A	DE	Farmers Insurance Exchange	100.00000
145 Great Road, LLC	81-4674724	N/A	DE	Mid-Century Insurance Company	100.00000
17885 Von Karman, LLC	47-3820947	N/A	CA	Farmers Insurance Exchange	100.00000
201 Railroad Ave, LLC	82-2860816	N/A	DE	Farmers Insurance Exchange	100.00000
21st Century Casualty Company	95-4136306	36404	CA	21st Century Insurance Group	100.00000
21st Century Centennial Insurance Company	23-2044095	34789	PA	Mid-Century Insurance Company	100.00000
21st Century Insurance and Financial Services, Inc.	51-0283170	N/A	DE	Mid-Century Insurance Company	100.00000
21st Century Insurance Company	95-2565072	12963	CA	21st Century Insurance Group	100.00000
21st Century Insurance Group	95-1935264	N/A	DE	Mid-Century Insurance Company	100.00000
21st Century North America Insurance Company	13-3333609	32220	NY	Mid-Century Insurance Company	100.00000
21st Century Pinnacle Insurance Company	13-3922232	10710	NJ	21st Century North America Insurance Company	100.00000
21st Century Premier Insurance Company	22-1721971	20796	PA	21st Century Centennial Insurance Company	100.00000
2475 Mill Center Parkway, LLC	92-1475501	N/A	DE	Farmers Insurance Exchange	100.00000
280 Riverside Parkway, LLC	92-1508649	N/A	DE	Farmers Insurance Exchange	100.00000
3049 East Washburn Road, LLC	88-4349711	N/A	DE	Farmers Insurance Exchange	100.00000
3195 East Washburn Road, LLC	92-1207495	N/A	DE	Farmers Insurance Exchange	100.00000
384 Santa Trinita Ave LLC	81-0741455	N/A	DE	Fire Insurance Exchange	100.00000
4345 Hamilton Mill Road, LLC	92-1554532	N/A	DE	Farmers Insurance Exchange	100.00000
475 Riverside Parkway, LLC	92-1590378	N/A	DE	Mid-Century Insurance Company	100.00000
6671-6675 North Macarthur Blvd, LLC	82-4386531	N/A	DE	Mid-Century Insurance Company	100.00000
American Federation Insurance Company	86-0812982	10245	TX	21st Century Insurance Group	100.00000
American Pacific Insurance Company, Inc.	13-3953213	10805	HI	Farmers Insurance Hawaii, Inc.	100.00000
Bristol West Casualty Insurance Company	34-1893500	11034	OH	Coast National Insurance Company	100.00000
Bristol West Holdings, Inc.	13-3994449	N/A	DE	Farmers Insurance Exchange	42.00000
Bristol West Holdings, Inc.	13-3994449	N/A	DE	Fire Insurance Exchange	3.75000
Bristol West Holdings, Inc.	13-3994449	N/A	DE	Truck Insurance Exchange	6.75000
Bristol West Holdings, Inc.	13-3994449	N/A	DE	Mid-Century Insurance Company	47.50000
Bristol West Insurance Company	38-1865162	19658	OH	Coast National Insurance Company	100.00000
Bristol West Insurance Services of California, Inc.	65-0880876	N/A	CA	Bristol West Holdings, Inc.	100.00000
Bristol West Insurance Services, Inc. of Florida	65-0616769	N/A	FL	Bristol West Holdings, Inc.	100.00000
Bristol West Preferred Insurance Company	86-1174452	12774	MI	Bristol West Holdings, Inc.	100.00000
BWIS of Nevada, Inc.	65-0919338	N/A	NV	Bristol West Holdings, Inc.	100.00000
Civic Property and Casualty Company	95-4528269	10315	CA	Fire Insurance Exchange	80.00000
Civic Property and Casualty Company	95-4528269	10315	CA	Truck Insurance Exchange	20.00000
Coast National General Agency, Inc.	76-0543593	N/A	TX	Bristol West Holdings, Inc.	100.00000
Coast National Holding Company	33-0246699	N/A	CA	Bristol West Holdings, Inc.	100.00000
Coast National Insurance Company	33-0246701	25089	CA	Coast National Holding Company	100.00000
Economy Fire & Casualty Company	36-1022580	22926	IL	Farmers Property and Casualty Insurance Company	100.00000
Economy Preferred Insurance Company	36-3027848	38067	IL	Economy Fire & Casualty Company	100.00000
Economy Premier Assurance Company	36-3105737	40649	IL	Economy Fire & Casualty Company	100.00000
Exact Property and Casualty Company	95-4528266	10318	CA	Fire Insurance Exchange	80.00000
Exact Property and Casualty Company	95-4528266	10318	CA	Truck Insurance Exchange	20.00000
Farmers Casualty Insurance Company	05-0393243	40169	RI	Farmers Property and Casualty Insurance Company	100.00000
Farmers Direct Property and Casualty Insurance Company	23-1903575	25321	RI	Farmers Property and Casualty Insurance Company	100.00000
Farmers Financial Solutions, LLC	77-0530616	N/A	NV	FFS Holding, LLC	100.00000
Farmers Group Property and Casualty Insurance Company	13-2915260	34339	RI	Farmers Property and Casualty Insurance Company	100.00000
Farmers Insurance Company of Arizona	95-2626387	21598	AZ	Farmers Insurance Exchange	70.00000
Farmers Insurance Company of Arizona	95-2626387	21598	AZ	Truck Insurance Exchange	20.00000
Farmers Insurance Company of Arizona	95-2626387	21598	AZ	Fire Insurance Exchange	10.00000
Farmers Insurance Company of Idaho	95-2626385	21601	ID	Farmers Insurance Exchange	80.00000
Farmers Insurance Company of Idaho	95-2626385	21601	ID	Fire Insurance Exchange	6.70000
Farmers Insurance Company of Idaho	95-2626385	21601	ID	Truck Insurance Exchange	13.30000
Farmers Insurance Company of Oregon	95-2655893	21636	OR	Farmers Insurance Exchange	80.00000
Farmers Insurance Company of Oregon	95-2655893	21636	OR	Truck Insurance Exchange	20.00000
Farmers Insurance Company of Washington	95-2655894	21644	WA	Fire Insurance Exchange	80.00000
Farmers Insurance Company of Washington	95-2655894	21644	WA	Truck Insurance Exchange	20.00000
Farmers Insurance Company, Inc.	48-0609012	21628	KS	Farmers Insurance Exchange	90.00000
Farmers Insurance Company, Inc.	48-0609012	21628	KS	Fire Insurance Exchange	10.00000
Farmers Insurance Exchange	95-2575893	21652	CA	Interinsurance Exchange (See Note 1)	
Farmers Insurance Hawaii, Inc.	22-2640040	28487	HI	Mid-Century Insurance Company	100.00000
Farmers Insurance of Columbus, Inc.	31-0956373	36889	OH	Farmers Insurance Exchange	100.00000
Farmers Lloyds, Inc.	05-0476998	N/A	TX	Farmers Property and Casualty Insurance Company	100.00000
Farmers Lloyds Insurance Company of Texas	75-2483187	13938	TX	Farmers Lloyds, Inc. (see Note 10)	
Farmers New Century Insurance Company	36-4165395	10806	IL	Illinois Farmers Insurance Company	100.00000
Farmers Property and Casualty Insurance Company	13-2725441	26298	RI	Farmers Insurance Exchange	80.00000
Farmers Property and Casualty Insurance Company	13-2725441	26298	RI	Truck Insurance Exchange	10.00000
Farmers Property and Casualty Insurance Company	13-2725441	26298	RI	Fire Insurance Exchange	10.00000
Farmers Services Insurance Agency	95-6048990	N/A	CA	Truck Insurance Exchange	100.00000
Farmers Specialty Insurance Company	59-2326047	43699	MI	Foremost Insurance Company Grand Rapids, Michigan	100.00000
Farmers Texas County Mutual Insurance Company	74-1067657	24392	TX	County Mutual Company (See Note 2)	
FCOA, LLC	27-0342907	N/A	DE	Foremost Insurance Company Grand Rapids, Michigan	100.00000
FFS Holding, LLC	77-0530617	N/A	NV	Mid-Century Insurance Company	100.00000
Fire Insurance Exchange	95-6235715	21660	CA	Interinsurance Exchange (See Note 3)	
Foremost County Mutual Insurance Company	38-1721730	29254	TX	County Mutual Company (See Note 4)	
Foremost Express Insurance Agency, Inc.	38-2505922	N/A	MI	FCOA, LLC	100.00000
Foremost Insurance Company Grand Rapids, Michigan	38-1407533	11185	MI	Farmers Insurance Exchange	80.00000
Foremost Insurance Company Grand Rapids, Michigan	38-1407533	11185	MI	Fire Insurance Exchange	10.00000
Foremost Insurance Company Grand Rapids, Michigan	38-1407533	11185	MI	Truck Insurance Exchange	10.00000
Foremost Lloyds of Texas	75-1779175	41688	TX	Lloyds Company (See Note 5)	
Foremost Property and Casualty Insurance Company	35-1604635	11800	MI	Foremost Insurance Company Grand Rapids, Michigan	100.00000
Foremost Signature Insurance Company	38-2430150	41513	MI	Foremost Insurance Company Grand Rapids, Michigan	100.00000
GP, LLC	65-1142050	N/A	DE	Bristol West Holdings, Inc.	100.00000
Hawaii Insurance Consultants, Ltd.	99-0083322	N/A	HI	Mid-Century Insurance Company	100.00000
Illinois Farmers Insurance Company	36-2661515	21679	IL	Farmers Insurance Exchange	100.00000
Insurance Data Systems, G.P.	65-0881673	N/A	FL	Bristol West Holdings, Inc.	99.90000
Insurance Data Systems, G.P.	65-0881673	N/A	FL	GP, LLC	0.10000
MC Maple Tree, LLC	85-2377860	N/A	DE	Mid-Century Insurance Company	100.00000
Mid-Century Insurance Company	95-6016640	21687	CA	Farmers Insurance Exchange	80.00000
Mid-Century Insurance Company	95-6016640	21687	CA	Fire Insurance Exchange	10.00000
Mid-Century Insurance Company	95-6016640	21687	CA	Truck Insurance Exchange	10.00000
Mid-Century Insurance Company of Texas	74-2448744	28673	TX	Farmers Insurance Exchange	100.00000
Neighborhood Spirit Property and Casualty Company	95-4528264	10317	CA	Fire Insurance Exchange	80.00000
Neighborhood Spirit Property and Casualty Company	95-4528264	10317	CA	Truck Insurance Exchange	20.00000
Security National Insurance Company	65-0109120	33120	FL	Bristol West Holdings, Inc.	100.00000
Texas Farmers Insurance Company	94-1663548	21695	TX	Farmers Insurance Exchange	86.28000
Texas Farmers Insurance Company	94-1663548	21695	TX	Mid Century Insurance Company	13.72000
Toggle Insurance Company	13-3551577	44245	DE	Mid-Century Insurance Company	100.00000
Toggle Services, LLC	83-3256280	N/A	DE	Toggle Insurance Company	100.00000
Truck Insurance Exchange	95-2575892	21709	CA	Interinsurance Exchange (See Note 6)	

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF FARMERS INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART**

Company	FEIN	NAIC	Domiciled	Ownership	%
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The following are Zurich Insurance Group entities within NAIC Group Code "0212" and are not included in Farmers Insurance Group within NAIC Group Code "0069"

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART**

Company	FEIN	NAIC	Domiciled	Ownership	%
3PZ Holdings, LLC	88-2246655	N/A	DE	ZSF/Dallas Tower LLC	63.77000
Access Franchise Management Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ACN 000 141 051 Ltd.		N/A	AUS	Zurich Financial Services Australia Limited	100.00000
Afterland Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
AG Haus der Wirtschaft		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	8.16327
Allied Dunbar Assurance plc		N/A	GBR	Zurich Financial Services (UKISA) Nominees Limited	100.00000
Allied Dunbar Financial Services Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Allied Dunbar Provident plc		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Allied Zurich Holdings Limited		N/A	JEY	Zurich Versicherungs-Gesellschaft AG	100.00000
Allied Zurich Limited		N/A	GBR	Zurich Insurance Group Ltd.	100.00000
American Guarantee and Liability Insurance Company	36-6071400	26247	NY	Zurich American Insurance Company	100.00000
American Zurich Insurance Company	36-3141762	40142	IL	Steadfast Insurance Company	100.00000
Applyhere Pty Ltd		N/A	AUS	Davidson Trahaire Holding Pty Ltd	100.00000
Ashdale Land and Property Company Limited		N/A	GBR	Zurich Insurance plc	100.00000
Asistbras S/A Assistência ao Viajante		N/A	BRA	Travel Ace Internacional de Servicios S.A.	65.00000
Assistance Online (China) Co Ltd		N/A	CHN	Assistancee Online Pte. Ltd	100.00000
Assistancee Online HK Ltd		N/A	HKG	Assistancee Online HK Ltd	0.00000
Assistancee Online HK Ltd		N/A	HKG	Assistancee Online Pte. Ltd	100.00000
Assistancee Online Pte. Ltd		N/A	SGP	Customer Care Assistance Pty Ltd	100.00000
ASTIS Holdings Limited		N/A	AUS	Cover-More Finance Pty Limited	100.00000
Aust Office 1, LLC	36-4851720	N/A	DE	Zurich American Insurance Company	100.00000
autoSense AG		N/A	CHE	Zürich Versicherungs-Gesellschaft AG	33.33000
Ballykilliane Holdings Limited		N/A	IRL	Zurich Insurance plc	100.00000
Bansabadell Pensiones, E.G.F.P, S.A.		N/A	ESP	Zurich Vida, Compañía de Seguros y Reaseguros, S.A. - Societ	50.00000
Bansabadell Seguros Generales, S.A. de Seguros y Reaseguros		N/A	ESP	Zurich Versicherungs-Gesellschaft AG	50.00000
Bansabadell Servicios Auxiliares De Seguros, S.L.		N/A	ESP	Bansabadell Seguros Generales, S.A. de Seguros y Reaseguros	100.00000
Bansabadell Vida S.A. de Seguros y Reaseguros		N/A	ESP	Zurich Vida, Compañía de Seguros y Reaseguros, S.A. - Societ	50.00000
Benefit Finance Partners, L.L.C.		N/A	DE	Zurich Benefit Finance LLC	50.00000
BFP Securities LLC	13-4097988	N/A	DE	Benefit Finance Partners, L.L.C.	100.00000
Bloomington Office LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Bloomington Office MGP Manager, Inc		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Bloomington Office MGP, LLC		N/A	DE	Bloomington Office MGP Manager, Inc	1.00000
Bloomington Office MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Blue Insurance Australia Pty Ltd		N/A	AUS	Blue Insurance Limited	100.00000
Blue Insurance Limited		N/A	IRL	Cover-More Australia Pty Ltd	97.61000
Blue Marble Capital L.P.		N/A	BMU	Blue Marble Micro Limited	100.00000
Blue Marble Micro Limited		N/A	GBR	Zürich Versicherungs-Gesellschaft AG	100.00000
Blue Marble Microinsurance, Inc.		N/A	DE	Blue Marble Micro Limited	100.00000
Boldoni 3 S.r.l		N/A	ITA	Zurich Investments Life S.p.A.	100.00000
Bonus Pensionskassen Aktiengesellschaft		N/A	AUT	Zurich Versicherungs-Aktiengesellschaft	87.50000
BONUS Vorsorgekasse AG		N/A	AUT	Zurich Versicherungs-Aktiengesellschaft	50.00000
BOS Apt 1, LLC	47-2289489	N/A	DE	Zurich American Insurance Company	100.00000
BOS Apt 2, LLC	47-2445859	N/A	DE	Zurich American Insurance Company	100.00000
BOS Office 3, LLC	47-2483669	N/A	DE	Farmers New World Life Insurance Company	100.00000
BOS Office 4, LLC	37-1849541	N/A	DE	Zurich American Insurance Company	100.00000
BOS Retail 1, LLC	47-4684158	N/A	DE	Zurich American Insurance Company	100.00000
Boxx Cyber Services Middle East Ltd		N/A	ARE	Boxx Insurance Inc.	100.00000
Boxx Insurance Inc.		N/A	CAN	Zürich Versicherungs-Gesellschaft AG	33.33333
Boxx Insurance LLC	87-3332812	N/A	FL	Boxx Insurance Inc.	100.00000
Boxx Services PTE Limited		N/A	SGP	Boxx Insurance Inc.	100.00000
Bristlecourt Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
brokerbusiness.ch AG		N/A	CHE	Zürich Versicherungs-Gesellschaft AG	25.00000
Cayley Aviation Ltd.		N/A	BMU	Zurich Insurance Company Ltd, Bermuda Branch	100.00000
Celta Assistance SL		N/A	ESP	Universal Assistance S.A.	100.00000
Centre Group Holdings (U.S.) Limited	13-4038482	N/A	DE	Zurich Structured Finance, Inc.	100.00000
Centre Insurance Company	13-2653231	34649	DE	Centre Solutions (U.S.) Limited	100.00000
Centre Life Insurance Company	04-1589940	80896	MA	Centre Solutions (U.S.) Limited	100.00000
Centre Reinsurance (U.S.) Limited	AA-3190673	N/A	BMU	Centre Group Holdings (U.S.) Limited	100.00000
Centre Solutions (Bermuda) Limited		N/A	BMU	Zurich Finance Company Ltd	100.00000
Centre Solutions (U.S.) Limited	AA-3190822	N/A	BMU	Centre Group Holdings (U.S.) Limited	100.00000
Charlotte Industrial 2, LLC	32-0616217	N/A	DE	Farmers New World Life Insurance Company	100.00000
Charlotte Industrial 3, LLC	88-0601732	N/A	DE	Farmers New World Life Insurance Company	100.00000
Charlotte Office 1, LLC	30-1113235	N/A	DE	Zurich American Insurance Company	100.00000
CHI APT 1, LLC	38-3988749	N/A	DE	Zurich American Insurance Company	100.00000
CHI IND 1, LLC	47-4429730	N/A	DE	Farmers New World Life Insurance Company	100.00000
CHI IND 6, LLC	87-2430690	N/A	DE	Farmers New World Life Insurance Company	100.00000
Chilena Consolidada Seguros de Vida S.A.		N/A	CHL	Inversiones Suizo Chilena S.A.	98.97703
Chilena Consolidada Seguros Generales S.A.	AA-2280100	N/A	CHL	Chilena Consolidada Seguros de Vida S.A.	7.40525
Chilena Consolidada Seguros Generales S.A.	AA-2280100	N/A	CHL	Inversiones Suizo Chilena S.A.	82.73165
COFITEM-COFIMUR		N/A	FRA	Zurich Versicherungs-Gesellschaft AG	12.40521
Colonial American Casualty and Surety Company	52-1096670	34347	IL	Fidelity and Deposit Company of Maryland	100.00000
Concisa Vorsorgeberatung und Management AG		N/A	AUT	Bonus Pensionskassen Aktiengesellschaft	100.00000
Concourse Skelmersdale Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
Cover-More (NZ) Limited		N/A	NZL	Cover-More Australia Pty Ltd	100.00000
Cover-More Asia Pte. Ltd		N/A	SGP	Travel Assist Pty Limited	100.00000
Cover-More Australia Pty Ltd		N/A	AUS	Cover-More Holdings Pty Ltd	100.00000
Cover-More Finance Pty Limited		N/A	AUS	Cover-More Group Limited	100.00000
Cover-More Group Limited		N/A	AUS	Zurich Travel Solutions Pty Limited	100.00000
Cover-More Holdings Pty Ltd		N/A	AUS	Travel Assist Pty Limited	100.00000
Cover-More Holdings USA Inc.		N/A	DE	Travel Assist Pty Limited	100.00000
Cover-More Inc.		N/A	DE	Cover-More Holdings USA Inc.	100.00000
Cover-More Insurance Services Limited		N/A	GBR	Cover-More Australia Pty Ltd	100.00000
Cover-More Insurance Services Pty Ltd		N/A	AUS	Travel Assist Pty Limited	100.00000
CREC (Bloomington) Lender, LLC		N/A	DE	Zurich Structured Finance, Inc.	0.00000
CREC (Dallas) Lender, LLC	87-4778868	N/A	DE	Zurich Structured Finance, Inc.	100.00000
CREC (Durham), LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
CREC (Hagerstown) Lender, LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
CREC (Hagerstown) Owner, LLC		N/A	MD	Zurich Structured Finance, Inc.	0.00000
CREC (Las Vegas), LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
CREC (Sioux Falls) Lender, LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
CREC (Sioux Falls) Owner, LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
CREC (Sioux Falls), LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Customer Care Assistance Pty Ltd		N/A	AUS	Customer Care Holdings Pty Ltd	100.00000
Customer Care Holdings Pty Ltd		N/A	AUS	Travel Assist Pty Limited	100.00000
Customer Care Pty Ltd		N/A	AUS	Customer Care Holdings Pty Ltd	100.00000
DA Deutsche Allgemeine Versicherung Aktiengesellschaft		N/A	DEU	Zürich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Dallas Office MGP Manager, Inc.		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Dallas Office MGP, LLC		N/A	DE	Dallas Office MGP Manager, Inc.	1.00000
Dallas Office MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Dallas Tower LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Davidson Trahaire Corpsych (Singapore) Pte. Limited		N/A	SGP	DTC Bidco Pty Ltd	100.00000
Davidson Trahaire Corpsych Pty Ltd		N/A	AUS	Applyhere Pty Ltd	35.00000

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART**

Company	FEIN	NAIC	Domiciled	Ownership	%
Davidson Trahaire Corpsych Pty Ltd		N/A	AUS	Davidson Trahaire Holding Pty Ltd	65.00000
Davidson Trahaire Holding Pty Ltd		N/A	AUS	DTC Australia Pty Ltd	100.00000
DB Vita S.A.		N/A	LUX	Deutscher Herold Aktiengesellschaft	25.00000
DC Retail 1, LLC	82-2833981	N/A	DE	Farmers New World Life Insurance Company	100.00000
DEN Industrial 1, LLC	84-3610066	N/A	DE	Farmers New World Life Insurance Company	100.00000
DEN Industrial 2, LLC		N/A	DE	Zurich American Insurance Company	100.00000
Dentolo Deutschland GmbH		N/A	DEU	Zürich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Derimed S.A.		N/A	ARG	Zürich Versicherungs-Gesellschaft AG	100.00000
Deutsche Zurich Pensiones, Entidad Gestora de Fondos de Pens		N/A	ESP	Zurich Vida, Compañía de Seguros y Reaseguros, S.A. - Socied	50.00000
Deutscher Herold Aktiengesellschaft		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	79.82639
Deutscher Pensionsfonds Aktiengesellschaft		N/A	DEU	Deutscher Herold Aktiengesellschaft	74.90000
Deutsches Institut für Altersvorsorge GmbH		N/A	DEU	Deutscher Herold Aktiengesellschaft	22.00000
DIG GmbH		N/A	DEU	Digital Insurance Group B.V.	100.00000
DTC Australia Pty Ltd		N/A	AUS	DTC Bidco Pty Ltd	100.00000
DTC Bidco Pty Ltd		N/A	AUS	DTC Holdco Pty Ltd	100.00000
DTC Holdco Pty Ltd		N/A	AUS	ASTIS Holdings Limited	100.00000
DTC NZ Bidco Limited		N/A	NZL	DTC Bidco Pty Ltd	100.00000
Dunbar Assets Ireland		N/A	IRL	ZCM Asset Holding Company (Bermuda) Limited	0.00000
Dunbar Assets Ireland		N/A	IRL	Zurich Finance Company Ltd	0.03664
Dunbar Assets plc		N/A	GBR	Dunbar Assets Ireland	100.00000
Dusfal S.A.		N/A	URY	Zürich Versicherungs-Gesellschaft AG	100.00000
Eagle Star (Leasing) Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Eagle Star European Life Assurance Company Limited		N/A	IRL	Zurich Life Assurance plc	100.00000
Eagle Star Group Services Limited		N/A	GBR	Eagle Star Holdings Limited	100.00000
Eagle Star Holding Company of Ireland		N/A	IRL	Zurich Assurance Ltd	0.00100
Eagle Star Holding Company of Ireland		N/A	IRL	Zurich Assurance Ltd	99.99900
Eagle Star Holdings Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
EcoHub AG		N/A	CHE	Zürich Versicherungs-Gesellschaft AG	6.16371
Edilspettacolo SRL		N/A	ITA	Zurich Insurance Company Ltd - Rappresentanza Generale per I	35.71233
Empire Fire and Marine Insurance Company	47-6022701	21326	IL	Zurich American Insurance Company	100.00000
Empire Indemnity Insurance Company	73-6091717	21334	OK	Zurich American Insurance Company	100.00000
Employee Services Limited		N/A	GBR	Allied Dunbar Financial Services Limited	100.00000
Endsleigh Financial Services Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Endsleigh Pension Trustee Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Eritage S.A.		N/A	URY	Zürich Versicherungs-Gesellschaft AG	100.00000
ES Plympton Nominee 1 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Plympton Nominee 2 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Euclid KY Annex, LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Euclid Office LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Euclid Warehouses LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Euroamérica Administradora General de Fondos S.A		N/A	CHL	Chilena Consolidada Seguros de Vida S.A.	100.00000
Extremus Versicherung-Aktiengesellschaft		N/A	DEU	Zurich Insurance plc Niederlassung für Deutschland	5.00000
Farmers Family Fund	45-3561769	N/A	CA	Farmers Group, Inc.	100.00000
Farmers General Insurance Agency, Inc.	95-3003951	N/A	RI	FIG Leasing Co, Inc.	100.00000
Farmers Group, Inc.	95-0725935	N/A	NV	Zurich Insurance Group Ltd.	12.10000
Farmers Group, Inc.	95-0725935	N/A	NV	Zurich Versicherungs-Gesellschaft AG	87.90000
Farmers Life Insurance Company of New York	46-4261000	N/A	NY	Farmers New World Life Insurance Company	100.00000
Farmers New World Life Insurance Company	91-0335750	63177	WA	Farmers Group, Inc.	100.00000
Farmers Reinsurance Company	95-4650862	10873	CA	Farmers Group, Inc.	100.00000
Farmers Services Corporation		N/A	NV	Farmers Group, Inc.	100.00000
Farmers Underwriters Association		N/A	CA	Farmers Group, Inc.	100.00000
Fidelity and Deposit Company of Maryland	13-3046577	39306	IL	Zurich American Insurance Company	100.00000
FIG Holding Company		N/A	CA	Farmers Group, Inc.	100.00000
FIG Leasing Co., Inc.		N/A	CA	Farmers Group, Inc.	100.00000
Fire Underwriters Association	95-2670247	N/A	CA	Farmers Group, Inc.	100.00000
Fitsense Insurance Services Pty Ltd		N/A	AUS	Travel Assist Pty Limited	100.00000
Futuro de Bolivia S.A. Administradora de Fondos de Pensiones		N/A	BOL	Zurich Boliviana Seguros Personales S.A.	8.42193
Futuro de Bolivia S.A. Administradora de Fondos de Pensiones		N/A	BOL	Zurich South America Invest AB	71.57801
FX Insurance Agency Hawaii, LLC	83-1572480	N/A	HI	FIG Leasing Co., Inc.	100.00000
FX Insurance Agency, LLC	35-2281892	N/A	DE	FIG Leasing Co., Inc.	100.00000
General Surety & Guarantee Co Limited		N/A	GBR	Zurich Insurance Company (U.K.) Limited	100.00000
Groewood Property Holdings Limited		N/A	GBR	Eagle Star Holdings Limited	100.00000
H4B Humboldtthafen Einheitsgesellschaft GmbH&Co.KG		N/A	DEU	REX-ZDHL S.C.S. SICAV-SIF	94.90000
Halo Holdco Limited		N/A	GBR	Cover-More Australia Pty Ltd	100.00000
Halo Holdco Limited		N/A	GBR	Zürich Versicherungs-Gesellschaft AG	0.00000
Halo Insurance Services Limited		N/A	GBR	Halo Holdco Limited	100.00000
Halo Insurance Services Pty Ltd		N/A	AUS	Halo Insurance Services Limited	100.00000
Hawkcentral Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Healthinsite Proprietary Limited		N/A	ZAF	Zürich Versicherungs-Gesellschaft AG	100.00000
Healthlogix Pty Ltd		N/A	AUS	Insite Holdings Pty Ltd	100.00000
Healthlogix Tecnologia Eireli		N/A	BRA	Healthlogix Pty Ltd	100.00000
Herengracht Investments B.V		N/A	DEU	RE Curve Holding B.V.	100.00000
HOU IND 1, LLC	46-2975161	N/A	DE	Zurich American Insurance Company	100.00000
HOU IND 2, LLC	46-2984834	N/A	DE	Zurich American Insurance Company	100.00000
HOU IND 3, LLC		N/A	DE	Zurich American Insurance Company	100.00000
Independence Center Realty L.P.		N/A	DE	Philadelphia Investor, LLC	89.00000
INNATE, Inc.		N/A	DC	Cover-More Holdings USA Inc.	100.00000
Insite Holdings Pty Ltd		N/A	AUS	Zürich Versicherungs-Gesellschaft AG	100.00000
INTEGRA Versicherungsdienst GmbH		N/A	AUT	Zurich Versicherungs-Aktiengesellschaft	100.00000
Intelligent Technologies OÜ		N/A	EST	Zürich Versicherungs-Gesellschaft AG	100.00000
International Travel Assistance S.A.		N/A	PAN	Zürich Versicherungs-Gesellschaft AG	55.00000
Inversiones Suizo Chilena S.A.		N/A	CHL	Inversiones Suizo-Argentina S.A.	0.00100
Inversiones Suizo Chilena S.A.		N/A	CHL	Zurich Versicherungs-Gesellschaft AG	99.99900
Inversiones Suizo-Argentina S.A.		N/A	ARG	Zurich Lebensversicherungs-Gesellschaft AG	5.00400
Inversiones Suizo-Argentina S.A.		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	94.99600
Inversiones ZS America Dos Limitada		N/A	CHL	Inversiones ZS America SpA	100.00000
Inversiones ZS America SpA		N/A	CHL	Zurich Santander Insurance America, S.L.	100.00000
Inversiones ZS America Tres SpA		N/A	CHL	Zurich Santander Insurance America, S.L.	100.00000
Irish National Insurance Company p.l.c.		N/A	IRL	Zurich Insurance plc	99.99999
Isis S.A.		N/A	ARG	Inversiones Suizo-Argentina S.A.	60.50140
Isis S.A.		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	39.49860
Karvat Cover-More Assist. Pvt Ltd.		N/A	IND	Cover-More Asia Pte. Ltd	100.00000
Kennet Road 1 UK Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Kennet Road 2 UK Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Klare Corredora de Seguros S.A.		N/A	CHL	Zurich Insurance Mobile Solutions AG	49.90000
Komparu B.V.		N/A	NLD	Digital Insurance Group B.V.	100.00000
Kono Insurance Limited		N/A	HKG	Zurich Versicherungs-Gesellschaft AG	100.00000
Kraft Lake Insurance Agency, Inc.	38-2336672	N/A	MI	FIG Leasing Co, Inc.	100.00000
LA Apt. 1, LLC	88-1615240	N/A	DE	Zurich American Insurance Company	100.00000
LA Industrial 1, LLC	36-4877375	N/A	DE	Zurich American Insurance Company	100.00000
La Industrial 2, LLC	85-3842785	N/A	DE	Farmers New World Life Insurance Company	100.00000
LA Industrial 4, LLC	88-3063378	N/A	DE	Zurich American Insurance Company	100.00000

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART**

Company	FEIN	NAIC	Domiciled	Ownership	%
LA Retail 1 LLC	47-1325180	N/A	DE	Zurich American Insurance Company	100.00000
Manon Vision Co., Ltd.		N/A	THA	Centre Solutions (Bermuda) Limited	0.00057
Manon Vision Co., Ltd.		N/A	THA	Zurich Finance Company Ltd	0.00066
Manon Vision Co., Ltd.		N/A	THA	Zurich Versicherungs-Gesellschaft AG	99.99877
MEATPACKING B.V.		N/A	NLD	Rock Inne Vastgoed B.V.	100.00000
Medidata AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	8.85180
MI Administrators, LLC		N/A	DE	FIG Leasing Co., Inc.	100.00000
MIAMI INDUSTRIAL 1, LLC	30-0947450	N/A	DE	Zurich American Insurance Company	100.00000
Miami Industrial 2, LLC	81-3346909	N/A	DE	Farmers New World Life Insurance Company	100.00000
Miami Office 2, LLC	38-4002060	N/A	DE	Zurich American Insurance Company	100.00000
MIAMI OFFICE 3, LLC	35-2567170	N/A	DE	Zurich American Insurance Company	100.00000
Miami Retail 1, LLC	61-1852255	N/A	DE	Zurich American Insurance Company	100.00000
Minas Brasil Promotora de Servicos S/A		N/A	BRA	Zurich Minas Brasil Seguros S.A.	100.00000
MSP APT 1, LLC	30-1003542	N/A	DE	Zurich American Insurance Company	100.00000
Nashville Apt. 1, LLC	87-1630047	N/A	DE	Zurich American Insurance Company	0.00000
Nashville Office 1, LLC	30-1004249	N/A	DE	Zurich American Insurance Company	100.00000
Navigators and General Insurance Company Limited		N/A	GBR	Zurich Insurance plc	100.00000
Nearhealth Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
NY Industrial 1, LLC	30-1071415	N/A	DE	Zurich American Insurance Company	100.00000
Oak Underwriting plc		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
OnePath General Insurance Pty Limited		N/A	AUS	Zurich Financial Services Australia Limited	100.00000
OnePath Life Australia Holdings Pty Ltd		N/A	AUS	Zurich Financial Services Australia Limited	100.00000
OnePath Life Limited		N/A	AUS	OnePath Life Australia Holdings Pty Ltd	100.00000
Orange Stone Company		N/A	IRL	Zurich Finance Company AG	100.00000
Orion Rechtsschutz-Versicherung AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	78.00000
Parcelgate Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Perils AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	11.11111
Perunsel S.A.		N/A	URY	Zürich Versicherungs-Gesellschaft AG	60.00000
PFS Pension Fund Services AG		N/A	CHE	Zürich Versicherungs-Gesellschaft AG	18.43333
Philly Office 1, LLC	35-2553880	N/A	DE	Zurich American Insurance Company	100.00000
Philly Office Land, LLC	87-1553300	N/A	DE	Zurich American Insurance Company	100.00000
POR Apt 1, LLC	47-1392591	N/A	DE	Zurich American Insurance Company	100.00000
POR Apt 2, LLC	47-4067157	N/A	DE	Zurich American Insurance Company	100.00000
Prime Corporate Psychology Pty Ltd		N/A	AUS	DTC Bidco Pty Ltd	100.00000
Protektor Lebensversicherungs-AG		N/A	DEU	Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft	5.15838
PT Asuransi Adira Dinamika Tbk		N/A	IDN	Zürich Versicherungs-Gesellschaft AG	98.48794
PT Zurich Insurance Indonesia	AA-5360007	N/A	IDN	Zürich Rückversicherungs-Gesellschaft AG	1.56878
PT Zurich Insurance Indonesia	AA-5360007	N/A	IDN	Zurich Versicherungs-Gesellschaft AG	97.09134
PT Zurich Topas Life		N/A	IDN	Zurich Versicherungs-Gesellschaft AG	80.00000
Qover		N/A	BEL	Zürich Versicherungs-Gesellschaft AG	21.26000
Raleigh Office 2, LLC	88-3031830	N/A	DE	Farmers New World Life Insurance Company	100.00000
RE Curve Holding B.V.		N/A	DEU	Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft	100.00000
Real Garant Espana S.L.		N/A	ESP	Real Garant GmbH Garantiesysteme	100.00000
Real Garant GmbH Garantiesysteme		N/A	DEU	Real Garant Versicherung Aktiengesellschaft	100.00000
Real Garant Versicherung Aktiengesellschaft		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
REX Baume S.C.I		N/A	FRA	REX Holding France	100.00000
REX Holding France		N/A	FRA	REX OPPCI Fonds	100.00000
REX Holding S.a.r.l.		N/A	LUX	REX-ZDHL S.C.S. SICAV-SIF	100.00000
REX Mauchamps		N/A	FRA	REX Holding France	100.00000
REX Vilette		N/A	FRA	REX Holding France	0.00000
REX-Aurea-ZDHL S.C.S.		N/A	LUX	REX-ZDHL GP S.à r.l.	100.00000
REX-De Baak B.V.		N/A	NLD	REX Holding S.à r.l.	100.00000
REX-Germany-ZDHL S.C.S		N/A	LUX	REX-ZDHL S.C.S. SICAV-SIF	95.24000
REX-Humboldthafen Verwaltungs GmbH		N/A	DEU	REX-ZDHL S.C.S. SICAV-SIF	100.00000
Rex-Spain-ZDHL S.L.		N/A	ESP	Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft	100.00000
REX-The East S.à r.l		N/A	LUX	REX-ZDHL S.C.S. SICAV-SIF	94.80000
REX-ZDHL GP S.a.r.l.		N/A	LUX	Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft	100.00000
REX-ZDHL S.C.S. SICAV-SIF		N/A	LUX	Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft	100.00000
Rock Inne Vastgoed B.V.		N/A	NLD	REX Holding S.à r.l.	100.00000
Rokin 21 B.V.		N/A	NLD	Roxana Vastgoed B.V.	100.00000
Rokin 49 B.V.		N/A	NLD	Rock Inne Vastgoed B.V.	100.00000
Roxana Vastgoed B.V.		N/A	NLD	REX Holding S.à r.l.	100.00000
Rural Community Insurance Company	41-1375004	39039	MN	Zurich American Insurance Company	100.00000
San Diego Retail 1, LLC	61-1791237	N/A	DE	Zurich American Insurance Company	100.00000
Santander Rio Seguros S.A.		N/A	ARG	Inversiones ZS America SpA	4.00000
Santander Rio Seguros S.A.		N/A	ARG	Zurich Santander Insurance America, S.L.	96.00000
Santander Seguros Sociedad Anónima		N/A	URY	Zurich Santander Insurance America, S.L.	100.00000
Saudi National Insurance Company		N/A	BHR	Zurich Insurance Company Ltd (Bahrain Branch)	5.00000
SEA APARTMENT 2, LLC	46-3060914	N/A	DE	Zurich American Insurance Company	100.00000
Serviaide, S.A. - Sociedad Unipersonal		N/A	ESP	AIDE Asistencia Seguros y Reaseguros, S.A. - Sociedad Uniper	100.00000
Servizurich S.A. - Sociedad Unipersonal		N/A	ESP	Zurich Insurance plc, Sucursal en Espana	100.00000
SF Apt 1, LLC	47-1153493	N/A	DE	Zurich American Insurance Company	100.00000
SpearTip International, LLC		N/A	IL	SpearTip, LLC	100.00000
Special Insurance Services, Inc.	75-2195089	N/A	IL	Zurich American Insurance Company	100.00000
Speigelhof Vastgoed B.V.		N/A	DEU	RE Curve Holding B.V.	100.00000
Springboard Health and Performance Pty Ltd		N/A	AUS	DTC Bidco Pty Ltd	100.00000
Springworks International AB		N/A	SWE	autoSense AG	50.00000
Steadfast Insurance Company	52-0981481	26387	IL	Zurich American Insurance Company	100.00000
Stratos Limited		N/A	NZL	DTC NZ Bidco Limited	100.00000
Swiss Insurance Management (Hong Kong) Limited		N/A	HKG	Zurich Services (Hong Kong) Limited	0.49505
Swiss Insurance Management (Hong Kong) Limited		N/A	HKG	Zurich Insurance Holdings (Hong Kong) Limited	99.50495
TDG Tele Dienste GmbH		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Tennyson Insurance Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
The Liverpool Reversionary Company Limited		N/A	GBR	Zurich Legacy Solutions Services (UK) Limited	100.00000
The Zurich Services Corporation	36-3839542	N/A	IL	Zurich Holding Company of America, Inc.	100.00000
TopReport Schadenbesichtigungs GmbH		N/A	AUT	Zurich Versicherungs-Aktiengesellschaft	14.28571
Travel Ace Chile S.A.		N/A	CHL	Travel Ace Internacional de Servicios S.A.	1.00000
Travel Ace Chile S.A.		N/A	CHL	Zürich Versicherungs-Gesellschaft AG	99.00000
Travel Ace Internacional de Servicios S.A.		N/A	URY	Zürich Versicherungs-Gesellschaft AG	100.00000
Travel Assist Pty Limited		N/A	AUS	ASTIS Holdings Limited	100.00000
Travel Insurance Partners Pty Ltd		N/A	AUS	Travel Assist Pty Limited	100.00000
Travel Insurance Services Canada Inc.		N/A	CAN	World Travel Protection Canada Inc.	100.00000
Travelex Insurance Services Limited		N/A	DE	Cover-More Holdings USA Inc.	100.00000
Truck Underwriters Association	95-2670330	N/A	CA	Farmers Group, Inc.	100.00000
Turegum Immobilien AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
UA Assistance S.A. de C.V.		N/A	MEX	Travel Ace Internacional de Servicios S.A.	0.00000
UA Assistance S.A. de C.V.		N/A	MEX	Zürich Versicherungs-Gesellschaft AG	100.00000
Universal Assistance Asistencia Ao Viajante Ltda		N/A	BRA	Perunsel S.A.	0.00000
Universal Assistance S.A.		N/A	ARG	World Wide Assistance S.A.	92.71000
Universal Assistance S.A.		N/A	ARG	Zürich Versicherungs-Gesellschaft AG	7.29000
Universal Assistance S.A.		N/A	URY	Zürich Versicherungs-Gesellschaft AG	100.00000
Universal Travel Assistance S.A.S.		N/A	COL	Zürich Versicherungs-Gesellschaft AG	100.00000

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART**

Company	FEIN	NAIC	Domiciled	Ownership	%
Universal Underwriters Insurance Company	43-1249228	41181	IL	Zurich American Insurance Company	100.00000
Universal Underwriters of Texas Insurance Company	36-3139101	40843	IL	Universal Underwriters Insurance Company	100.00000
Universal Underwriters Service Corporation	43-1269296	N/A	MO	Zurich Holding Company of America, Inc.	100.00000
Unviversal Assistance Inc.		N/A	FL	Universal Assistance S.A.	0.00000
Vehicle Dealer Solutions, Inc.	26-1282208	N/A	FL	Zurich Holding Company of America, Inc.	100.00000
Western Star Insurance Services, Inc.	74-1593853	N/A	TX	FIG Leasing Co, Inc.	100.00000
Winn-Dixie MGP Manager, Inc.		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Wohnen H3B Humboldthafen GmbH&Co.KG		N/A	DEU	REX-ZDHL S.C.S. SICAV-SIF	94.90000
World Travel Protection Canada Inc.		N/A	CAN	Zurich Canadian Holdings Limited	100.00000
World Wide Assistance S.A.		N/A	ARG	Zürich Versicherungs-Gesellschaft AG	100.00000
Wrightway Underwriting Limited		N/A	IRL	Ballykilliane Holdings Limited	100.00000
Z flex Gesellschaft für Personaldienstleistungen mbH		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
ZCM (U.S.) Limited		N/A	DE	Zurich Finance Company Ltd	100.00000
ZCM Asset Holding Company (Bermuda) Limited		N/A	BMU	Zurich Finance Company Ltd	100.00000
ZFUS Services, LLC	20-5900744	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
ZGEE14 Limited		N/A	GBR	Zurich Legacy Solutions Services (UK) Limited	100.00000
ZIREF France 1 SCI		N/A	FRA	ZIREF France Holdco 1 SAS	99.99000
ZIREF France 1 SCI		N/A	FRA	ZIREF Holdco 1 SARL	0.01000
ZIREF France Delano SCI		N/A	FRA	ZIREF Holdco 1 SARL	0.01000
ZIREF France Delano SCI		N/A	FRA	ZIREF France Holdco 1 SAS	99.99000
ZIREF France Holdco 1 SAS		N/A	FRA	ZIREF Holdco 2 SARL	100.00000
ZIREF Holdco 1 SARL		N/A	LUX	Zurich Investments Life S.p.A.	100.00000
ZIREF Holdco 2 SARL		N/A	LUX	ZIREF Holdco 1 SARL	100.00000
ZIREF Lux Germany 1 SARL		N/A	LUX	ZIREF Holdco 2 SARL	100.00000
ZIREF Lux Germany 2 SARL		N/A	LUX	ZIREF Holdco 2 SARL	100.00000
ZIREF Lux Netherlands 1 SARL		N/A	LUX	ZIREF Holdco 2 SARL	100.00000
ZIREF Lux Netherlands 2 SARL		N/A	LUX	ZIREF Holdco 2 SARL	100.00000
ZIREF Lux Spain 1 SARL		N/A	LUX	ZIREF Holdco 2 SARL	100.00000
ZLS Aseguradora de Colombia S.A		N/A	COL	Zürich Lebensversicherungs-Gesellschaft AG	4.43000
ZLS Aseguradora de Colombia S.A		N/A	COL	Zürich Versicherungs-Gesellschaft AG	95.00000
ZNA Services, LLC	02-0802795	N/A	DE	ZFUS Services, LLC	100.00000
ZPC Capital Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
ZSF / Office KY, LLC		N/A	DE	Euclid Office LP	100.00000
ZSF / Office NV, LLC		N/A	DE	Euclid Office LP	100.00000
ZSF KY Annex, LLC		N/A	DE	Euclid KY Annex, LP	100.00000
ZSF/Bloomington, LLC		N/A	DE	Bloomington Office LP	100.00000
ZSF/C1 MGP Manager, Inc		N/A	DE	Zurich Structured Finance, Inc.	100.00000
ZSF/C1 MGP, LLC		N/A	DE	ZSF/C1 MGP Manager, Inc	1.00000
ZSF/C1 MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
ZSF/C2 MGP Manager, Inc		N/A	DE	Zurich Structured Finance, Inc.	100.00000
ZSF/C2 MGP, LLC		N/A	DE	ZSF/CF2 MGP Manager, Inc.	1.00000
ZSF/C2 MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
ZSF/Dallas Tower, LLC		N/A	DE	Dallas Tower LP	100.00000
ZSF/Land Parcels LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
ZSF/WD Fitzgerald, LLC		N/A	DE	Euclid Warehouses LP	100.00000
ZSF/WD Hammond, LLC		N/A	DE	Euclid Warehouses LP	100.00000
ZSF/WD Jacksonville, LLC		N/A	DE	Euclid Warehouses LP	100.00000
ZSG Kfz-ZulassungsservicegesmbH		N/A	AUT	Zurich Versicherungs-Aktiengesellschaft	33.33333
Zurich - Companhia de Seguros Vida S.A.		N/A	PRT	Zurich Finanz-Gesellschaft AG	0.00100
Zurich - Companhia de Seguros Vida S.A.		N/A	PRT	Zurich Investments Life S.p.A.	0.00100
Zurich - Companhia de Seguros Vida S.A.		N/A	PRT	Zurich Lebensversicherungs-Gesellschaft AG	99.99600
Zurich - Companhia de Seguros Vida S.A.		N/A	PRT	Zurich Versicherungs-Gesellschaft AG	0.00100
Zurich - Companhia de Seguros Vida S.A.		N/A	PRT	Zurich Vida, Companhia de Seguros y Reaseguros, S.A. - Sociad	0.00100
Zurich (Scotland) Limited Partnership		N/A	GBR	Zurich General Partner (Scotland) Ltd	100.00000
Zurich Advice Network Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Zurich AFIN Mexico, S.A. DE C.V.		N/A	MEX	Zurich Compania de Sefuros, S.A.	0.00200
Zurich AFIN Mexico, S.A. DE C.V.		N/A	MEX	Zurich Versicherungs-Gesellschaft AG	99.99800
Zurich Agency Services Inc.	04-3126497	N/A	MA	Zurich Holding Company of America, Inc.	100.00000
Zurich Alternative Asset Management, LLC	86-1164252	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
Zurich America Latina Serviços Brasil Ltda.		N/A	BRA	Zurich Lebensversicherungs-Gesellschaft AG	0.01000
Zurich America Latina Serviços Brasil Ltda.		N/A	BRA	Zurich Versicherungs-Gesellschaft AG	99.99000
Zurich American Insurance Company	36-4233459	16535	NY	Zurich Holding Company of America, Inc.	100.00000
Zurich American Insurance Company of Illinois	36-2781080	27855	IL	American Zurich Insurance Company	100.00000
Zurich American Life Insurance Company	36-3050975	90557	IL	Zurich Holding Company of America, Inc.	100.00000
Zurich American Life Insurance Company of New York	27-4746162	14178	NY	Zurich American Life Insurance Company.	100.00000
Zurich Argentina Cia. de Seguros S.A.		N/A	ARG	Inversiones Suizo-Argentina S.A.	55.46140
Zurich Argentina Cia. de Seguros S.A.	AA-2130022	N/A	ARG	Zurich Versicherungs-Gesellschaft AG	44.53611
Zurich Argentina Compania de Seguros de Retiro S.A.	AA-2130022	N/A	ARG	Zurich Argentina Cia. de Seguros S.A.	46.64193
Zurich Argentina Compania de Seguros de Retiro S.A.		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	53.35807
Zurich Aseguradora Argentina S.A.		N/A	ARG	Zürich Versicherungs-Gesellschaft AG	99.90000
Zurich Aseguradora Mexicana, S.A. de C.V.		N/A	MEX	Zürich Lebensversicherungs-Gesellschaft AG	0.00000
Zurich Aseguradora Mexicana, S.A. de C.V.		N/A	MEX	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Asset Management Gerente de Fondos Comunes de Inversi		N/A	ARG	Inversiones Suizo-Argentina S.A.	89.99990
Zurich Asset Management Gerente de Fondos Comunes de Inversi		N/A	ARG	Isis S.A.	10.00010
Zurich Assurance Ltd		N/A	GBR	Eagle Star Holdings Limited	100.00000
Zurich Assure Australia Pty Limited		N/A	AUS	Zurich Financial Services Australia Limited	100.00000
Zurich Australia Limited		N/A	AUS	Zurich Financial Services Australia Limited	100.00000
Zurich Australian Insurance Limited	AA-1930995	N/A	AUS	Zurich Financial Services Australia Limited	100.00000
Zurich Australian Insurance Properties Pty Limited		N/A	AUS	Zurich Australia Limited	40.00000
Zurich Australian Insurance Properties Pty Limited		N/A	AUS	Zurich Australian Insurance Limited	60.00000
Zurich Australian Property Holdings Pty Ltd		N/A	AUS	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Bank International Limited		N/A	GBR	Dunbar Assets Ireland	100.00000
Zurich Benefit Finance LLC	13-4186554	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
Zurich Beteiligungs-Aktiengesellschaft (Deutschland)		N/A	DEU	Zurich IT Service AG Niederlassung für Deutschland	82.61672
Zurich Beteiligungs-Aktiengesellschaft (Deutschland)		N/A	DEU	Zurich Leben Service AG Niederlassung für Deutschland	17.38328
Zurich Brasil Capitalizacao S.A		N/A	BRA	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Brasil Companhia de Seguros		N/A	BRA	Zurich Minas Brasil Seguros S.A.	100.00000
Zurich Building Control Services Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Canadian Holdings Limited		N/A	CAN	Zurich Insurance Company Ltd, Canadian Branch	68.81942
Zurich Canadian Holdings Limited		N/A	CAN	Zurich Versicherungs-Gesellschaft AG	31.18058
Zurich Commercial Services (Europe) GmbH		N/A	DEU	Zürich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Zurich Community Trust (UK) Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	50.00000
Zurich Community Trust (UK) Limited		N/A	GBR	Zurich Financial Services (UKISA) Nominees Limited	50.00000
Zurich Compania de Reaseguros Argentina S.A.		N/A	ARG	Inversiones Suizo-Argentina S.A.	95.00000
Zurich Compania de Reaseguros Argentina S.A.		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	5.00000
Zurich Compania de Seguros, S.A.		N/A	MEX	Zurich Versicherungs-Gesellschaft AG	99.88280
Zurich Corredora de Bolsa S.A.		N/A	CHL	Inversiones Suizo Chilena S.A.	99.00030
Zurich Corredora de Bolsa S.A.		N/A	CHL	Zurich Investments Chile S.A.	0.99970
Zurich Customer Active Management, d.o.o.		N/A	SVN	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich CZI Management Holding Ltd.	36-4412924	N/A	DE	Zurich Global Investment Management Inc.	100.00000
Zurich Deutscher Herold Lebensversicherung Aktiengesellschaf		N/A	DEU	Deutscher Herold Aktiengesellschaft	67.54030
Zurich Deutscher Herold Lebensversicherung Aktiengesellschaf		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	32.45970

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART**

Company	FEIN	NAIC	Domiciled	Ownership	%
Zurich E&S Insurance Brokerage, Inc.	95-4773780	N/A	CA	Zurich American Insurance Company	100.00000
Zurich Employment Services Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
Zurich Engineering Inspection Services Ireland Limited		N/A	IRL	Zurich Insurance plc	100.00000
Zurich Eurolife S.A.		N/A	LUX	Zurich Lebensversicherungs-Gesellschaft AG	90.00000
Zurich Eurolife S.A.		N/A	LUX	Zurich Versicherungs-Gesellschaft AG	10.00000
Zurich F&I Reinsurance T&C Limited	AA-0053640	N/A	TCA	Universal Underwriters Service Corporation	99.99950
Zurich F&I Reinsurance T&C Limited	AA-0053640	N/A	TCA	Zurich Agency Services Inc.	0.00050
Zurich Fianzas Mexico, S.A.DE C.V.		N/A	MEX	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Finance (Australia) Limited		N/A	AUS	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Finance (Ireland) DAC		N/A	IRL	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Finance (UK) plc		N/A	GBR	Zurich Financial Services (UKISA) Limited	99.99800
Zurich Finance (UK) plc		N/A	GBR	Zurich Financial Services (UKISA) Nominees Limited	0.00200
Zurich Finance Company Ltd		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Financial Services (Isle of Man) Group Services Limit		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Financial Services (Isle of Man) Holdings Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Financial Services (Isle of Man) Insurance Manager Lt		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Financial Services (UKISA) Limited		N/A	GBR	Allied Zurich Holdings Limited	90.31559
Zurich Financial Services (UKISA) Limited		N/A	GBR	Zurich Insurance plc	9.68441
Zurich Financial Services (UKISA) Nominees Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
Zurich Financial Services Australia Limited	AA-1930995	N/A	AUS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Financial Services EUB Holdings Limited		N/A	IRL	Zurich Ins Group	0.08333
Zurich Financial Services EUB Holdings Limited		N/A	IRL	Zurich Insurance Group Ltd.	99.91667
Zurich Financial Services UK Pension Trustee Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	99.00000
Zurich Finanz-Gesellschaft AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich General Insurance (Hong Kong) Limited		N/A	HKG	Zurich Insurance Company Ltd, Hong Kong Branch	100.00000
Zurich General Insurance Company (China) Limited		N/A	CHN	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich General Insurance Malaysia Berhad		N/A	MYS	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich General Partner (Scotland) Ltd		N/A	GBR	Allied Zurich Holdings Limited	100.00000
Zurich General Takaful Malaysia Berhad		N/A	MYS	Zurich Holdings Malaysia Berhad	100.00000
Zurich GL Servicios Mexico, S.A. de C.V.		N/A	MEX	Zurich Compania de Seguros, S.A.	5.00000
Zurich GL Servicios Mexico, S.A. de C.V.		N/A	MEX	Zurich Vida, Compañía de Seguros, S.A.	95.00000
Zurich Global Corporate UK Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Global Investment Management Inc.	04-3729755	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
Zurich Global, Ltd.	AA-3190947	N/A	BMU	Zurich Holding Company of America, Inc.	100.00000
Zurich Global Ventures MGA Solutions (SA)		N/A	BEL	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Group Pension Services (UK) Ltd		N/A	GBR	Zurich Assurance Ltd	100.00000
Zurich GSG Limited		N/A	GBR	Zurich GSH Limited	100.00000
Zurich GSH Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Holding Company of America, Inc.	36-3096373	N/A	DE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Holding Ireland Limited		N/A	IRL	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Holdings (UK) Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Immobilien (Deutschland) AG & Co. KG		N/A	DEU	Zurich Immobilienreuehand (Deutschland) GmbH	0.00000
Zurich Immobilien Liegenschaftsverwaltungs-GesmbH		N/A	AUT	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Immobilienreuehand (Deutschland) GmbH		N/A	DEU	Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft	100.00000
Zurich Insurance Company (U.K.) Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance Company Escritorio de Representacao no Bras		N/A	BRA	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance Company Ltd., Representative Office Buenos Aires		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance Group Ltd.		N/A	CHE	Board of Directors	
Zurich Insurance Holdings (Hong Kong) Limited		N/A	HKG	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance Malaysia Berhad		N/A	MYS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance plc	AA-1780059	N/A	IRL	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	25.07428
Zurich Insurance plc	AA-1780059	N/A	IRL	Zurich Holding Ireland Limited	70.40509
Zurich Insurance plc	AA-1780059	N/A	IRL	Zurich Insurance Company Ltd - Rappresentanza Generale per I	4.52063
Zurich Insurance plc, Representative Office Buenos Aires		N/A	ARG	Zurich Insurance plc	100.00000
Zurich Intermediary Group Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	99.99900
Zurich Intermediary Group Limited		N/A	GBR	Zurich Financial Services (UKISA) Nominees Limited	0.00100
Zurich International (UK) Limited	AA-1120018	N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich International Life Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich International Pensions Administration Limited		N/A	IMN	Zurich International Life Limited	100.00000
Zurich Invest AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Invest ICAV		N/A	IRL	Zurich Invest AG	50.00000
Zurich Invest ICAV		N/A	IRL	Zürich Versicherungs-Gesellschaft AG	50.00000
Zurich Investment Management Limited		N/A	AUS	Zurich Australia Limited	100.00000
Zurich Investment Services Limited		N/A	BMU	Zurich Finance Company Ltd	100.00000
Zurich Investments Life S.p.A.		N/A	ITA	Zurich Insurance Company Ltd - Rappresentanza Generale per I	100.00000
ZURICH IRELAND MASTER TRUSTEE DESIGNATED ACTIVITY COMPANY		N/A	IRL	Zurich Life Assurance plc	100.00000
Zurich Italy S.p.A.		N/A	ITA	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich JVCompany Servicios Mexico, S.A. DE C.V.		N/A	MEX	Zurich Santander Seguros Mexico, S.A.	99.99800
Zurich JVCompany Servicios Mexico, S.A. DE C.V.		N/A	MEX	Zurich Vida, Compania de Seguros, S.A.	0.00200
Zurich Kunden Center GmbH		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Zurich Latin America Corporation	26-0530367	N/A	FL	Zurich Holding Company of America, Inc.	100.00000
Zurich Latin America Holding S.L. - Sociedad Unipersonal		N/A	ESP	Zurich Lebensversicherungs-Gesellschaft AG	100.00000
Zurich Latin American Services S.A.		N/A	ARG	Inversiones Suizo-Argentina S.A.	6.32000
Zurich Latin American Services S.A.		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	93.68000
Zurich Lebensversicherungs-Gesellschaft AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Legacy Solutions Services (UK) Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Life Assurance plc		N/A	IRL	Zurich Holding Ireland Limited	100.00000
Zurich Life Insurance (Hong Kong) Limited		N/A	HKG	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Life Insurance Company Ltd., Representative office Buenos Aires		N/A	ARG	Zurich Lebensversicherungs-Gesellschaft AG	100.00000
Zurich Life Preparatory Japan Co. Ltd.		N/A	JPN	Zürich Lebensversicherungs-Gesellschaft AG	100.00000
Zurich LiveWell Services and Solutions AG		N/A	CHE	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Management (Bermuda) Ltd		N/A	BMU	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Management Services Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Minas Brasil Seguros S.A.		N/A	BRA	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Pension Trustees Ireland Limited		N/A	IRL	Zurich Insurance plc	50.00000
Zurich Pension Trustees Ireland Limited		N/A	IRL	Zurich Trustee Services Limited	50.00000
Zurich Pension Trustees Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Zurich Pensions Management Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Zurich Pensionskassen-Beratung AG		N/A	CHE	Zurich Lebensversicherungs-Gesellschaft AG	100.00000
Zurich Professional Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Project Finance (UK) Limited		N/A	GBR	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Properties Pty Limited		N/A	AUS	Zurich Australia Limited	40.00056
Zurich Properties Pty Limited		N/A	AUS	Zurich Australian Insurance Limited	59.99944
Zurich Property Services Malaysia Sdn Bhd		N/A	MYS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Realty, Inc.	30-0165071	N/A	MD	Zurich Holding Company of America, Inc.	100.00000
Zurich Rechtsschutz-Schadenservice GmbH		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Zurich Resseguradora Brasil S.A.		N/A	BRA	Zurich Lebensversicherungs-Gesellschaft AG	0.00100
Zurich Resseguradora Brasil S.A.		N/A	BRA	Zurich Versicherungs-Gesellschaft AG	99.99900
Zurich Risk Management Services (India) Private Limited		N/A	IND	Zürich Rückversicherungs-Gesellschaft AG	1.00000
Zurich Risk Management Services (India) Private Limited		N/A	IND	Zurich Versicherungs-Gesellschaft AG	99.00000
Zurich Rückversicherungs-Gesellschaft AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Sander Vermögensverwaltungs AG (Deutschland)		N/A	DEU	Zürich Beteiligungs-Aktiengesellschaft (Deutschland)	32.46000

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART**

Company	FEIN	NAIC	Domiciled	Ownership	%
Zurich Sander Vermögensverwaltungs AG (Deutschland)		N/A	DEU	Deutscher Herold Aktiengesellschaft	67.54000
Zurich Santander Brasil Odonto LTDA.		N/A	BRA	Zurich Santander Brasil Seguros e Previdência S.A.	99.00000
Zurich Santander Brasil Odonto LTDA.		N/A	BRA	Zurich Santander Brasil Seguros S.A.	1.00000
Zurich Santander Brasil Seguros e Previdência S.A.		N/A	BRA	Zurich Latin America Holding S.L. - Sociedad Unipersonal	0.22007
Zurich Santander Brasil Seguros e Previdência S.A.		N/A	BRA	Zurich Santander Holding (Spain), S.L.	99.56848
Zurich Santander Brasil Seguros S.A.		N/A	BRA	Zurich Santander Brasil Seguros e Previdência S.A.	100.00000
Zurich Santander Holding (Spain), S.L.		N/A	ESP	Zurich Santander Insurance America, S.L.	100.00000
Zurich Santander Holding Dos (Spain), S.L.		N/A	ESP	Zurich Santander Insurance America, S.L.	100.00000
Zurich Santander Insurance America, S.L.		N/A	ESP	Zurich Latin America Holding S.L. - Sociedad Unipersonal	51.00000
Zurich Santander Seguros Argentina S.A.		N/A	ARG	Inversiones ZS America SpA	4.00000
Zurich Santander Seguros Argentina S.A.		N/A	ARG	Zurich Santander Insurance America, S.L.	96.00000
Zurich Santander Seguros de Vida Chile S.A.		N/A	CHL	Inversiones ZS America Dos Limitada	99.78173
Zurich Santander Seguros de Vida Chile S.A.		N/A	CHL	Inversiones ZS America SpA	0.21827
Zurich Santander Seguros Generales Chile S.A.		N/A	CHL	Inversiones ZS America Dos Limitada	99.50540
Zurich Santander Seguros Generales Chile S.A.		N/A	CHL	Inversiones ZS America SpA	0.49460
Zurich Santander Seguros Mexico, S.A.		N/A	MEX	Inversiones ZS America SpA	0.00053
Zurich Santander Seguros Mexico, S.A.		N/A	MEX	Zurich Santander Insurance America, S.L.	99.99947
Zurich Schweiz Services AG		N/A	CHE	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Seguros Ecuador, S.A.		N/A	ECU	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Service GmbH		N/A	DEU	Zurich Versicherungs-Aktiengesellschaft	100.00000
Zurich Services (Australia) Pty Limited		N/A	AUS	Zurich Financial Services Australia Limited	100.00000
Zurich Services (Hong Kong) Limited		N/A	HKG	Zurich Insurance Holdings (Hong Kong) Limited	99.99714
Zurich Services (Hong Kong) Limited		N/A	HKG	Zürich Versicherungs-Gesellschaft AG	0.00286
Zurich Services A.I.E.		N/A	ESP	AIDE Asistencia Seguros y Reaseguros, S.A. - Sociedad Uniper	0.00100
Zurich Services A.I.E.		N/A	ESP	Bansabadell Pensiones, E.G.F.P, S.A.	0.00100
Zurich Services A.I.E.		N/A	ESP	Bansabadell Seguros Generales, S.A. de Seguros y Reaseguros	0.00100
Zurich Services A.I.E.		N/A	ESP	Bansabadell Vida S.A. de Seguros y Reaseguros	0.00100
Zurich Services A.I.E.		N/A	ESP	Zurich Insurance plc, Sucursal en Espana	97.18000
Zurich Services A.I.E.		N/A	ESP	Zurich Vida, Compañía de Seguros y Reaseguros, S.A. - Sociad	2.81600
Zurich Services Company (Pty) Ltd		N/A	AUS	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Services US. LLC	35-2546417	N/A	DE	Farmers Group, Inc.	50.00000
Zurich Services US. LLC	35-2546417	N/A	DE	Zurich Holding Company of America, Inc.	50.00000
Zurich Servicios de Mexico, S.A. de. C.V.		N/A	MEX	Zurich Vida, Compañía de Seguros, S.A.	90.00000
Zurich Servicios de Mexico, S.A. de. C.V.		N/A	MEX	Zurich, Compañía de Seguros, S.A.	10.00000
ZURICH SERVICIOS DIRECTO ESPAÑA, S.L.		N/A	ESP	Zurich Insurance Mobile Solutions AG	100.00000
Zurich Servicios y Soporte México, S.A. de C.V.		N/A	MEX	Zürich Lebensversicherungs-Gesellschaft AG	0.02000
Zurich Servicios y Soporte México, S.A. de C.V.		N/A	MEX	Zürich Versicherungs-Gesellschaft AG	99.98000
Zurich Shared Services S.A.		N/A	CHL	Inversiones Suizo Chilena S.A.	99.98667
Zurich Shared Services S.A.		N/A	CHL	Zurich Investments Chile S.A.	0.01333
Zurich Sigorta A.S.		N/A	TUR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Small Amount and Short Term Insurance Ltd		N/A	JPN	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich South America Invest AB		N/A	SWE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Specialties London Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Structured Finance, Inc.		N/A	DE	Zurich Finance Company Ltd	100.00000
Zurich Takaful Malaysia Berhad (ZTMB)		N/A	MYS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Technical and Consulting Services (Beijing) Co. Ltd.		N/A	CHN	Zurich Insurance Holdings (Hong Kong) Limited	100.00000
Zurich Technical Development (China) Limited		N/A	CHN	Zurich Insurance Holdings (Hong Kong) Limited	100.00000
Zurich Technology Malaysia Sdn Bhd		N/A	MYS	Zurich Technology Services Malaysia Sdn Bhd	100.00000
Zurich Technology Services Malaysia Sdn Bhd		N/A	MYS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Transitional Services Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Travel Solutions Pty Limited		N/A	AUS	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Treasury Services Limited		N/A	IRL	Zurich Financial Services EUB Holdings Limited	100.00000
Zurich Trustee Services Limited		N/A	IRL	Zurich Life Assurance plc	100.00000
Zurich UK General Employee Services Limited		N/A	GBR	Zurich UK General Services Limited	100.00000
Zurich UK General Services Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Versicherungs-Aktiengesellschaft	AA-1220080	N/A	AUT	Zurich Versicherungs-Gesellschaft AG	99.98125
Zurich Versicherungs-Gesellschaft AG	AA-1460190	N/A	CHE	Zurich Insurance Group Ltd.	100.00000
Zurich Vida e Previdência S.A.		N/A	BRA	Zurich Minas Brasil Seguros S.A.	100.00000
Zurich Vida, Compañía de Seguros y Reaseguros, S.A. - Sociad	AA-1840022	N/A	ESP	Zurich Lebensversicherungs-Gesellschaft AG	100.00000
Zurich Vida, Compañía de Seguros, S.A.	AA-2734111	N/A	MEX	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Vorsorge-Beratungs und Vertriebs GmbH (Deutschland)		N/A	DEU	Zürich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Zurich Whiteley Investment Trust Limited		N/A	GBR	Zurich Insurance plc	100.00000
Zurich Whiteley Trust Limited		N/A	GBR	Zurich Whiteley Investment Trust Limited	100.00000
Zurich Workplace Solutions (Middle East) Limited		N/A	ARE	Zurich International Life Limited	100.00000

Note 1: Farmers Insurance Exchange, formed and organized pursuant to California Insurance Code Section 1280, et seq., is owned by its policyholders. Its attorney-in-fact, Farmers Group, Inc., dba Farmers Underwriters Association, which is a subsidiary of Zurich Insurance Group Ltd. (See also Schedule Y, Part 1A)

Note 2: Farmers Texas County Mutual Insurance Company, formed and organized pursuant to Chapter 912 of the Texas Insurance Code, is managed by Farmers Group, Inc., dba Farmers Underwriters Association

Note 3: Fire Insurance Exchange, formed and organized pursuant to California Insurance Code Section 1280, et seq., is owned by its policyholders. Its attorney-in-fact, Fire Underwriters Association, which is a subsidiary of Zurich Insurance Group Ltd. (See also Schedule Y, Part 1A)

Note 4: Foremost County Mutual Insurance Company is a Texas County mutual insurance company managed by Foremost Insurance Company Grand Rapids, Michigan

Note 5: Foremost Lloyds of Texas is a Texas company managed by Foremost Insurance Company Grand Rapids, Michigan.

Note 6: Truck Insurance Exchange, formed and organized pursuant to California Insurance Code Section 1280, et seq., is owned by its policyholders. Its attorney-in-fact, Truck Underwriters Association, which is a subsidiary of Zurich Insurance Group Ltd. (See also Schedule Y, Part 1A)

Note 7: Zurich Insurance Plc operates branches in the following countries: Italy (AA-1364106), Portugal (AA-1820001), Spain (AA-1840150), and United Kingdom (AA-1780059).

Note 8: Zurich Versicherungs-Aktiengesellschaft operates a branch in Germany (AA-1340017)

Note 9: Zurich Versicherungs-Gesellschaft AG also known as Zurich Insurance Company, Ltd operates branches in the following countries: Bermuda (AA-3190825), Canada (AA-1560999), Hong Kong (AA-5324112), Ireland (AA-1780042), Japan (AA-1584115), and Singapore (AA-5760036). It also operates a management entity Alpina International (AA-1460010) in Switzerland.

Note 10: Farmers Lloyds Insurance Company of Texas is a Texas company managed by Farmers Lloyds, Inc.

ANNUAL STATEMENT FOR THE YEAR 2023 OF THE FARMERS INSURANCE EXCHANGE
OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Assets Line 25

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols: 1 - 2)	4 Net Admitted Assets
2504. Equities and deposits in pools and associations	1,047,281		1,047,281	982,815
2597. Summary of remaining write-ins for Line 25 from overflow page	1,047,281		1,047,281	982,815

Additional Write-ins for Liabilities Line 25

	1 Current Year	2 Prior Year
2504. Agent/DM bonus liability	57,138,358	46,503,382
2505. Deferred agent/DM compensation liability	39,873,613	34,862,681
2506. Deferred agent/DM bonus liability	28,618,895	26,850,881
2507. Accrued liability on restructuring and voluntary separation plan related expenses	17,455,571	3,155,255
2508. Miscellaneous	15,364,452	18,067,896
2509. Pooled share of unauthorized reinsurance	1,867,675	289,028
2597. Summary of remaining write-ins for Line 25 from overflow page	160,318,563	129,729,124

Additional Write-ins for Statement of Income Line 14

	1 Current Year	2 Prior Year
1404. Premiums for business-owned life insurance	(558,928)	(566,872)
1497. Summary of remaining write-ins for Line 14 from overflow page	(558,928)	(566,872)

Additional Write-ins for Underwriting and Investment Exhibit Part 3 Line 24

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
2404. Miscellaneous investment expenses			2,284,207	2,284,207
2497. Summary of remaining write-ins for Line 24 from overflow page			2,284,207	2,284,207