

# 2016

## CONDENSED STATUTORY STATEMENT OF INCOME AND SURPLUS



FOR YEARS ENDED DECEMBER 31

(Expressed in thousands)

<b>REVENUES</b>	<b>2016</b>	<b>2015</b>
Premiums earned	\$516,510	\$491,134
Investment income earned	141,677	147,676
Net realized capital gains (losses)	42,005	8,026
Other income (expense)	(33)	(304)
<b>Total revenues</b>	<b>\$700,159</b>	<b>\$646,532</b>
<b>EXPENSES</b>		
Claims	198,261	237,739
Loss adjustment expenses	80,820	74,038
Other underwriting expenses	104,998	98,486
<b>Total expenses</b>	<b>\$384,079</b>	<b>\$410,263</b>
Income before dividends	316,080	236,269
Dividends to policyholders	139,935	119,993
<b>Net income</b>	<b>\$176,145</b>	<b>\$116,276</b>
<b>POLICYHOLDER SURPLUS</b>		
<b>Balance at beginning of period</b>	<b>\$1,423,983</b>	<b>\$1,315,705</b>
Net income	176,145	116,276
Change in net unrealized investment gains (losses)	46,042	(13,485)
Change in nonadmitted assets	(2,409)	(514)
Prior accumulated postretirement benefit obligation service costs	827	6,001
<b>Balance at end of period</b>	<b>\$1,644,588</b>	<b>\$1,423,983</b>