

December 31, 2021 - Annual Statement

Iowa Company Number: 0080

Heritage Mutual Insurance Association

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ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

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) | 13,046,560 | | 13,046,560 | 11,767,708 |
| 2. Stocks (Schedule D): | | | | |
| 2.1 Preferred stocks | 250,000 | | 250,000 | 278,000 |
| 2.2 Common stocks | 7,958,652 | | 7,958,652 | 7,713,142 |
| 3. Mortgage loans on real estate (Schedule B): | | | | |
| 3.1 First liens | | | 0 | 0 |
| 3.2 Other than first liens | | | 0 | 0 |
| 4. Real estate (Schedule A): | | | | |
| 4.1 Properties occupied by the company (less \$ 0 encumbrances) | 27,827 | | 27,827 | 26,573 |
| 4.2 Properties held for the production of income (less \$ 0 encumbrances) | | | 0 | 0 |
| 4.3 Properties held for sale (less \$ 0 encumbrances) | | | 0 | 0 |
| 5. Cash (\$ 4,030,499, Schedule E - Part 1), cash equivalents (\$ 1,868,044, Schedule E - Part 2) and short-term investments (\$, Schedule DA) | 5,898,543 | | 5,898,543 | 3,947,664 |
| 6. Contract loans (including \$ premium notes) | | | 0 | 0 |
| 7. Derivatives (Schedule DB) | | | 0 | 0 |
| 8. Other invested assets (Schedule BA) | | | 0 | 0 |
| 9. Receivable for securities | | | 0 | 0 |
| 10. Securities lending reinvested collateral assets (Schedule DL) | | | 0 | 0 |
| 11. Aggregate write-ins for invested assets | 0 | 0 | 0 | 0 |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 27,181,582 | 0 | 27,181,582 | 23,733,087 |
| 13. Title plants less \$ charged off (for Title insurers only) | | | 0 | 0 |
| 14. Investment income due and accrued | 118,717 | | 118,717 | 102,762 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 2,799 | | 2,799 | 30,447 |
| 15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums) | 1,360,310 | | 1,360,310 | 1,263,174 |
| 15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$) | | | 0 | 0 |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | 36,251 | | 36,251 | 147,443 |
| 16.2 Funds held by or deposited with reinsured companies | | | 0 | 0 |
| 16.3 Other amounts receivable under reinsurance contracts | | | 0 | 0 |
| 17. Amounts receivable relating to uninsured plans | | | 0 | 0 |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | 120,000 | 120,000 | 0 | 0 |
| 18.2 Net deferred tax asset | | | 0 | 0 |
| 19. Guaranty funds receivable or on deposit | | | 0 | 0 |
| 20. Electronic data processing equipment and software | 1,483 | | 1,483 | 3,892 |
| 21. Furniture and equipment, including health care delivery assets (\$) | 8,938 | 8,938 | 0 | 0 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | 0 | 0 |
| 23. Receivables from parent, subsidiaries and affiliates | | | 0 | 0 |
| 24. Health care (\$) and other amounts receivable | | | 0 | 0 |
| 25. Aggregate write-ins for other than invested assets | 145,841 | 124,571 | 21,270 | 0 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 28,975,919 | 253,508 | 28,722,411 | 25,280,805 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | 0 | 0 |
| 28. Total (Lines 26 and 27) | 28,975,919 | 253,508 | 28,722,411 | 25,280,805 |
| DETAILS OF WRITE-INS | | | | |
| 1101. | | | | |
| 1102. | | | | |
| 1103. | | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | 0 | 0 | 0 | 0 |
| 1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) | 0 | 0 | 0 | 0 |
| 2501. Transportation Equipment | 124,571 | 124,571 | 0 | 0 |
| 2502. Salvage Receivable | 21,270 | | 21,270 | 0 |
| 2503. | | | 0 | 0 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 0 | 0 | 0 | 0 |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) | 145,841 | 124,571 | 21,270 | 0 |

LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 Current Year | 2 Prior Year |
|--|-------------------|-----------------|
| 1. Losses (Part 2A, Line 35, Column 8) | 1,141,971 | 391,734 |
| 2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) | 0 | 0 |
| 3. Loss adjustment expenses (Part 2A, Line 35, Column 9) | 56,913 | 38,745 |
| 4. Commissions payable, contingent commissions and other similar charges | 425,935 | 413,064 |
| 5. Other expenses (excluding taxes, licenses and fees) | 175,865 | 98,162 |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes) | 7,860 | 3,498 |
| 7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses)) | 0 | 0 |
| 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 \$ 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) | 4,847,372 | 4,538,329 |
| 10. Advance premium | 184,778 | 182,358 |
| 11. Dividends declared and unpaid: | | |
| 11.1 Stockholders | | |
| 11.2 Policyholders | | |
| 12. Ceded reinsurance premiums payable (net of ceding commissions) | 142,660 | 146,678 |
| 13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20) | 63,360 | 59,628 |
| 14. Amounts withheld or retained by company for account of others | 22,953 | 17,923 |
| 15. Remittances and items not allocated | | |
| 16. Provision for reinsurance (including \$ certified) (Schedule F, Part 3, Column 78) | 0 | 0 |
| 17. Net adjustments in assets and liabilities due to foreign exchange rates | | |
| 18. Drafts outstanding | | |
| 19. Payable to parent, subsidiaries and affiliates | | |
| 20. Derivatives | 0 | 0 |
| 21. Payable for securities | | |
| 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 | 1,072 | 5,597 |
| 26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) | 7,070,739 | 5,895,716 |
| 27. Protected cell liabilities | | |
| 28. Total liabilities (Lines 26 and 27) | 7,070,739 | 5,895,716 |
| 29. Aggregate write-ins for special surplus funds | 0 | 0 |
| 30. Common capital stock | | |
| 31. Preferred capital stock | | |
| 32. Aggregate write-ins for other than special surplus funds | 0 | 0 |
| 33. Surplus notes | | |
| 34. Gross paid in and contributed surplus | | |
| 35. Unassigned funds (surplus) | 21,651,672 | 19,385,089 |
| 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) | 21,651,672 | 19,385,089 |
| 38. TOTALS (Page 2, Line 28, Col. 3) | 28,722,411 | 25,280,805 |
| DETAILS OF WRITE-INS | | |
| 2501. Suspense | 1,072 | 5,597 |
| 2502. | | |
| 2503. | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 0 | 0 |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) | 1,072 | 5,597 |
| 2901. | | |
| 2902. | | |
| 2903. | | |
| 2998. Summary of remaining write-ins for Line 29 from overflow page | 0 | 0 |
| 2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above) | 0 | 0 |
| 3201. | | |
| 3202. | | |
| 3203. | | |
| 3298. Summary of remaining write-ins for Line 32 from overflow page | 0 | 0 |
| 3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above) | 0 | 0 |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

STATEMENT OF INCOME

| | 1 Current Year | 2 Prior Year |
|---|-------------------|-----------------|
| UNDERWRITING INCOME | | |
| 1. Premiums earned (Part 1, Line 35, Column 4) | 8,073,941 | 7,712,071 |
| DEDUCTIONS: | | |
| 2. Losses incurred (Part 2, Line 35, Column 7) | 3,710,126 | 4,656,794 |
| 3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) | 233,736 | 212,548 |
| 4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) | 2,688,304 | 2,503,859 |
| 5. Aggregate write-ins for underwriting deductions | (58,901) | (46,658) |
| 6. Total underwriting deductions (Lines 2 through 5) | 6,573,265 | 7,326,544 |
| 7. Net income of protected cells | | |
| 8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7) | 1,500,676 | 385,527 |
| INVESTMENT INCOME | | |
| 9. Net investment income earned (Exhibit of Net Investment Income, Line 17) | 276,011 | 356,729 |
| 10. Net realized capital gains or (losses) less capital gains tax of \$ (Exhibit of Capital Gains (Losses)) | 225,174 | 43,466 |
| 11. Net investment gain (loss) (Lines 9 + 10) | 501,185 | 400,195 |
| OTHER INCOME | | |
| 12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$) | 0 | 0 |
| 13. Finance and service charges not included in premiums | | |
| 14. Aggregate write-ins for miscellaneous income | 18,795 | (746) |
| 15. Total other income (Lines 12 through 14) | 18,795 | (746) |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) | 2,020,656 | 784,976 |
| 17. Dividends to policyholders | | |
| 18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17) | 2,020,656 | 784,976 |
| 19. Federal and foreign income taxes incurred | 409,005 | 142,365 |
| 20. Net income (Line 18 minus Line 19)(to Line 22) | 1,611,651 | 642,611 |
| CAPITAL AND SURPLUS ACCOUNT | | |
| 21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) | 19,385,089 | 18,062,882 |
| 22. Net income (from Line 20) | 1,611,651 | 642,611 |
| 23. Net transfers (to) from Protected Cell accounts | | |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 658,483 | 658,483 | 805,078 |
| 25. Change in net unrealized foreign exchange capital gain (loss) | | |
| 26. Change in net deferred income tax | | |
| 27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3) | (3,551) | (125,482) |
| 28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) | 0 | 0 |
| 29. Change in surplus notes | | |
| 30. Surplus (contributed to) withdrawn from protected cells | | |
| 31. Cumulative effect of changes in accounting principles | | |
| 32. Capital changes: | | |
| 32.1 Paid in | | |
| 32.2 Transferred from surplus (Stock Dividend) | | |
| 32.3 Transferred to surplus | | |
| 33. Surplus adjustments: | | |
| 33.1 Paid in | 0 | 0 |
| 33.2 Transferred to capital (Stock Dividend) | | |
| 33.3 Transferred from capital | | |
| 34. Net remittances from or (to) Home Office | | |
| 35. Dividends to stockholders | | |
| 36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1) | 0 | 0 |
| 37. Aggregate write-ins for gains and losses in surplus | 0 | 0 |
| 38. Change in surplus as regards policyholders for the year (Lines 22 through 37) | 2,266,582 | 1,322,207 |
| 39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37) | 21,651,672 | 19,385,089 |
| DETAILS OF WRITE-INS | | |
| 0501. Net Premium Collected for Others | (58,901) | (46,658) |
| 0502. | | |
| 0503. | | |
| 0598. Summary of remaining write-ins for Line 5 from overflow page | 0 | 0 |
| 0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above) | (58,901) | (46,658) |
| 1401. Miscellaneous Income | 0 | 50 |
| 1402. Gain (Loss) on sale of Assets | 18,795 | (796) |
| 1403. | | |
| 1498. Summary of remaining write-ins for Line 14 from overflow page | 0 | 0 |
| 1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above) | 18,795 | (746) |
| 3701. | | |
| 3702. | | |
| 3703. | | |
| 3798. Summary of remaining write-ins for Line 37 from overflow page | 0 | 0 |
| 3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above) | 0 | 0 |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

CASH FLOW

| | 1 | 2 |
|---|--------------|-------------|
| | Current Year | Prior Year |
| Cash from Operations | | |
| 1. Premiums collected net of reinsurance | 8,311,899 | 7,812,791 |
| 2. Net investment income | 520,003 | 472,765 |
| 3. Miscellaneous income | 18,795 | (746) |
| 4. Total (Lines 1 through 3) | 8,850,698 | 8,284,810 |
| 5. Benefit and loss related payments | 2,848,698 | 4,815,622 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | 0 | 0 |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 2,832,100 | 2,656,266 |
| 8. Dividends paid to policyholders | 0 | 0 |
| 9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses) | 374,005 | 347,365 |
| 10. Total (Lines 5 through 9) | 6,054,803 | 7,819,253 |
| 11. Net cash from operations (Line 4 minus Line 10) | 2,795,895 | 465,557 |
| Cash from Investments | | |
| 12. Proceeds from investments sold, matured or repaid: | | |
| 12.1 Bonds | 3,157,087 | 5,299,314 |
| 12.2 Stocks | 2,296,109 | 276,673 |
| 12.3 Mortgage loans | 0 | 0 |
| 12.4 Real estate | 0 | 0 |
| 12.5 Other invested assets | 0 | 0 |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | 0 | 0 |
| 12.7 Miscellaneous proceeds | 0 | 0 |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 5,453,197 | 5,575,987 |
| 13. Cost of investments acquired (long-term only): | | |
| 13.1 Bonds | 4,609,547 | 5,429,999 |
| 13.2 Stocks | 1,633,335 | 1,193,064 |
| 13.3 Mortgage loans | 0 | 0 |
| 13.4 Real estate | 2,158 | 0 |
| 13.5 Other invested assets | 0 | 0 |
| 13.6 Miscellaneous applications | 0 | 0 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 6,245,039 | 6,623,063 |
| 14. Net increase (decrease) in contract loans and premium notes | 0 | 0 |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) | (791,842) | (1,047,076) |
| Cash from Financing and Miscellaneous Sources | | |
| 16. Cash provided (applied): | | |
| 16.1 Surplus notes, capital notes | 0 | 0 |
| 16.2 Capital and paid in surplus, less treasury stock | 0 | 0 |
| 16.3 Borrowed funds | 0 | 0 |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | 0 | 0 |
| 16.5 Dividends to stockholders | 0 | 0 |
| 16.6 Other cash provided (applied) | (53,174) | 27,565 |
| 17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) | (53,174) | 27,565 |
| 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) | 1,950,879 | (553,954) |
| 19. Cash, cash equivalents and short-term investments: | | |
| 19.1 Beginning of year | 3,947,664 | 4,501,618 |
| 19.2 End of period (Line 18 plus Line 19.1) | 5,898,543 | 3,947,664 |

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

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

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 | 4,278,024 | 2,458,496 | 2,624,161 | 4,112,359 |
| 2. | Allied lines | 4,037,134 | 2,050,378 | 2,191,779 | 3,895,733 |
| 3. | Farmowners multiple peril | 0 | 0 | 0 | 0 |
| 4. | Homeowners multiple peril | 0 | 0 | 0 | 0 |
| 5. | Commercial multiple peril | 0 | 0 | 0 | 0 |
| 6. | Mortgage guaranty | 0 | 0 | 0 | 0 |
| 8. | Ocean marine | 0 | 0 | 0 | 0 |
| 9. | Inland marine | 67,825 | 29,456 | 31,431 | 65,850 |
| 10. | Financial guaranty | 0 | 0 | 0 | 0 |
| 11.1 | Medical professional liability - occurrence | 0 | 0 | 0 | 0 |
| 11.2 | Medical professional liability - claims-made | 0 | 0 | 0 | 0 |
| 12. | Earthquake | 0 | 0 | 0 | 0 |
| 13. | Group accident and health | 0 | 0 | 0 | 0 |
| 14. | Credit accident and health (group and individual) | 0 | 0 | 0 | 0 |
| 15. | Other accident and health | 0 | 0 | 0 | 0 |
| 16. | Workers' compensation | 0 | 0 | 0 | 0 |
| 17.1 | Other liability - occurrence | 0 | 0 | 0 | 0 |
| 17.2 | Other liability - claims-made | 0 | 0 | 0 | 0 |
| 17.3 | Excess workers' compensation | 0 | 0 | 0 | 0 |
| 18.1 | Products liability - occurrence | 0 | 0 | 0 | 0 |
| 18.2 | Products liability - claims-made | 0 | 0 | 0 | 0 |
| 19.1, 19.2 | Private passenger auto liability | 0 | 0 | 0 | 0 |
| 19.3, 19.4 | Commercial auto liability | 0 | 0 | 0 | 0 |
| 21. | Auto physical damage | 0 | 0 | 0 | 0 |
| 22. | Aircraft (all perils) | 0 | 0 | 0 | 0 |
| 23. | Fidelity | 0 | 0 | 0 | 0 |
| 24. | Surety | 0 | 0 | 0 | 0 |
| 26. | Burglary and theft | 0 | 0 | 0 | 0 |
| 27. | Boiler and machinery | 0 | 0 | 0 | 0 |
| 28. | Credit | 0 | 0 | 0 | 0 |
| 29. | International | 0 | 0 | 0 | 0 |
| 30. | Warranty | 0 | 0 | 0 | 0 |
| 31. | Reinsurance - nonproportional assumed property | 0 | 0 | 0 | 0 |
| 32. | Reinsurance - nonproportional assumed liability | 0 | 0 | 0 | 0 |
| 33. | Reinsurance - nonproportional assumed financial lines | 0 | 0 | 0 | 0 |
| 34. | Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 |
| 35. | TOTALS | 8,382,984 | 4,538,329 | 4,847,372 | 8,073,941 |
| DETAILS OF WRITE-INS | | | | | |
| 3401. | | | | | |
| 3402. | | | | | |
| 3403. | | | | | |
| 3498. | Summary of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 |
| 3499. | Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) | 0 | 0 | 0 | 0 |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

| | | 1 | 2 | 3 | 4 | 5 |
|-----------------------------|--|---|---|--------------------------------|--|---|
| Line of Business | | Amount Unearned (Running One Year or Less from Date of Policy) (a) | Amount Unearned (Running More Than One Year from Date of Policy) (a) | Earned But Unbilled Premium | Reserve for Rate Credits and Retrospective Adjustments Based on Experience | Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4 |
| 1. | Fire | 2,624,161 | | | | 2,624,161 |
| 2. | Allied lines | 2,191,779 | | | | 2,191,779 |
| 3. | Farmowners multiple peril | | | | | .0 |
| 4. | Homeowners multiple peril | | | | | .0 |
| 5. | Commercial multiple peril | | | | | .0 |
| 6. | Mortgage guaranty | | | | | .0 |
| 8. | Ocean marine | | | | | .0 |
| 9. | Inland marine | 31,431 | | | | 31,431 |
| 10. | Financial guaranty | | | | | .0 |
| 11.1 | Medical professional liability - occurrence | | | | | .0 |
| 11.2 | Medical professional liability - claims-made | | | | | .0 |
| 12. | Earthquake | | | | | .0 |
| 13. | Group accident and health | | | | | .0 |
| 14. | Credit accident and health (group and individual) | | | | | .0 |
| 15. | Other accident and health | | | | | .0 |
| 16. | Workers' compensation | | | | | .0 |
| 17.1 | Other liability - occurrence | | | | | .0 |
| 17.2 | Other liability - claims-made | | | | | .0 |
| 17.3 | Excess workers' compensation | | | | | .0 |
| 18.1 | Products liability - occurrence | | | | | .0 |
| 18.2 | Products liability - claims-made | | | | | .0 |
| 19.1, 19.2 | Private passenger auto liability | | | | | .0 |
| 19.3, 19.4 | Commercial auto liability | | | | | .0 |
| 21. | Auto physical damage | | | | | .0 |
| 22. | Aircraft (all perils) | | | | | .0 |
| 23. | Fidelity | | | | | .0 |
| 24. | Surety | | | | | .0 |
| 26. | Burglary and theft | | | | | .0 |
| 27. | Boiler and machinery | | | | | .0 |
| 28. | Credit | | | | | .0 |
| 29. | International | | | | | .0 |
| 30. | Warranty | | | | | .0 |
| 31. | Reinsurance - nonproportional assumed property | | | | | .0 |
| 32. | Reinsurance - nonproportional assumed liability | | | | | .0 |
| 33. | Reinsurance - nonproportional assumed financial lines | | | | | .0 |
| 34. | Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 |
| 35. | TOTALS | 4,847,372 | 0 | 0 | 0 | 4,847,372 |
| 36. | Accrued retrospective premiums based on experience | | | | | |
| 37. | Earned but unbilled premiums | | | | | |
| 38. | Balance (Sum of Line 35 through 37) | | | | | 4,847,372 |
| DETAILS OF WRITE-INS | | | | | | |
| 3401. | | | | | | |
| 3402. | | | | | | |
| 3403. | | | | | | |
| 3498. | Summary of remaining write-ins for Line 34 from overflow page | .0 | .0 | .0 | .0 | .0 |
| 3499. | Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) | 0 | 0 | 0 | 0 | 0 |

(a) State here basis of computation used in each case Actual

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

| Line of Business | 1 | Reinsurance Assumed | | Reinsurance Ceded | | 6 |
|---|---------------------|----------------------|--------------------------|--------------------|------------------------|--|
| | Direct Business (a) | 2 From Affiliates | 3 From Non-Affiliates | 4 To Affiliates | 5 To Non-Affiliates | Net Premiums Written Cols. 1+2+3-4-5 |
| 1. Fire | 5,132,627 | | | | 854,603 | 4,278,024 |
| 2. Allied lines | 4,891,737 | | | | 854,603 | 4,037,134 |
| 3. Farmowners multiple peril | 0 | | | | | 0 |
| 4. Homeowners multiple peril | 0 | | | | | 0 |
| 5. Commercial multiple peril | 0 | | | | | 0 |
| 6. Mortgage guaranty | 0 | | | | | 0 |
| 8. Ocean marine | 0 | | | | | 0 |
| 9. Inland marine | 67,825 | | | | | 67,825 |
| 10. Financial guaranty | 0 | | | | | 0 |
| 11.1 Medical professional liability - occurrence | | | | | | 0 |
| 11.2 Medical professional liability - claims-made | | | | | | 0 |
| 12. Earthquake | 0 | | | | | 0 |
| 13. Group accident and health | 0 | | | | | 0 |
| 14. Credit accident and health (group and individual) | 0 | | | | | 0 |
| 15. Other accident and health | 0 | | | | | 0 |
| 16. Workers' compensation | 0 | | | | | 0 |
| 17.1 Other liability - occurrence | 0 | | | | | 0 |
| 17.2 Other liability - claims-made | 0 | | | | | 0 |
| 17.3 Excess workers' compensation | 0 | | | | | 0 |
| 18.1 Products liability - occurrence | | | | | | 0 |
| 18.2 Products liability - claims-made | | | | | | 0 |
| 19.1, 19.2 Private passenger auto liability | 0 | | | | | 0 |
| 19.3, 19.4 Commercial auto liability | 0 | | | | | 0 |
| 21. Auto physical damage | 0 | | | | | 0 |
| 22. Aircraft (all perils) | 0 | | | | | 0 |
| 23. Fidelity | 0 | | | | | 0 |
| 24. Surety | 0 | | | | | 0 |
| 26. Burglary and theft | 0 | | | | | 0 |
| 27. Boiler and machinery | 0 | | | | | 0 |
| 28. Credit | 0 | | | | | 0 |
| 29. International | 0 | | | | | 0 |
| 30. Warranty | 0 | | | | | 0 |
| 31. Reinsurance - nonproportional assumed property | XXX | | | | | 0 |
| 32. Reinsurance - nonproportional assumed liability | XXX | | | | | 0 |
| 33. Reinsurance - nonproportional assumed financial lines | XXX | | | | | 0 |
| 34. Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. TOTALS | 10,092,189 | 0 | 0 | 0 | 1,709,206 | 8,382,984 |
| DETAILS OF WRITE-INS | | | | | | |
| 3401. | | | | | | |
| 3402. | | | | | | |
| 3403. | | | | | | |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 | 0 |
| 3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) | 0 | 0 | 0 | 0 | 0 | 0 |

(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 2021 OF THE Heritage Mutual Insurance Association

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

| Line of Business | Reported Losses | | | | Incurred But Not Reported | | | 8 | 9 |
|---|-----------------|---------------------|--------------------------------|--|---------------------------|---------------------|-------------------|---|-------------------------------------|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | | |
| | Direct | Reinsurance Assumed | Deduct Reinsurance Recoverable | Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3) | Direct | Reinsurance Assumed | Reinsurance Ceded | Net Losses Unpaid (Cols. 4 + 5 + 6 - 7) | Net Unpaid Loss Adjustment Expenses |
| 1. Fire | 301,925 | | 48,750 | 253,175 | | | | 253,175 | 13,796 |
| 2. Allied lines | 949,084 | | 60,288 | 888,796 | | | | 888,796 | 43,177 |
| 3. Farmowners multiple peril | | | | 0 | | | | 0 | |
| 4. Homeowners multiple peril | | | | 0 | | | | 0 | |
| 5. Commercial multiple peril | | | | 0 | | | | 0 | |
| 6. Mortgage guaranty | | | | 0 | | | | 0 | |
| 6. Ocean marine | | | | 0 | | | | 0 | |
| 9. Inland marine | | | | 0 | | | | 0 | |
| 10. Financial guaranty | | | | 0 | | | | 0 | |
| 11.1 Medical professional liability - occurrence | | | | 0 | | | | 0 | |
| 11.2 Medical professional liability - claims-made | | | | 0 | | | | 0 | |
| 12. Earthquake | | | | 0 | | | | 0 | |
| 13. Group accident and health | | | | 0 | | | | (a) | 0 |
| 14. Credit accident and health (group and individual) | | | | 0 | | | | 0 | |
| 15. Other accident and health | | | | 0 | | | | (a) | 0 |
| 16. Workers' compensation | | | | 0 | | | | 0 | |
| 17.1 Other liability - occurrence | | | | 0 | | | | 0 | |
| 17.2 Other liability - claims-made | | | | 0 | | | | 0 | |
| 17.3 Excess workers' compensation | | | | 0 | | | | 0 | |
| 18.1 Products liability - occurrence | | | | 0 | | | | 0 | |
| 18.2 Products liability - claims-made | | | | 0 | | | | 0 | |
| 19.1, 19.2 Private passenger auto liability | | | | 0 | | | | 0 | |
| 19.3, 19.4 Commercial auto liability | | | | 0 | | | | 0 | |
| 21. Auto physical damage | | | | 0 | | | | 0 | |
| 22. Aircraft (all perils) | | | | 0 | | | | 0 | |
| 23. Fidelity | | | | 0 | | | | 0 | |
| 24. Surety | | | | 0 | | | | 0 | |
| 26. Burglary and theft | | | | 0 | | | | 0 | |
| 27. Boiler and machinery | | | | 0 | | | | 0 | |
| 28. Credit | | | | 0 | | | | 0 | |
| 29. International | | | | 0 | | | | 0 | |
| 30. Warranty | | | | 0 | | | | 0 | |
| 31. Reinsurance - nonproportional assumed property | XXX | | | 0 | XXX | | | 0 | 0 |
| 32. Reinsurance - nonproportional assumed liability | XXX | | | 0 | XXX | | | 0 | 0 |
| 33. Reinsurance - nonproportional assumed financial lines | XXX | | | 0 | XXX | | | 0 | 0 |
| 34. Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. TOTALS | 1,251,010 | 0 | 109,038 | 1,141,971 | 0 | 0 | 0 | 1,141,971 | 56,913 |
| DETAILS OF WRITE-INS | | | | | | | | | |
| 3401. | | | | | | | | | |
| 3402. | | | | | | | | | |
| 3403. | | | | | | | | | |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

(a) Including \$ for present value of life indemnity claims.

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

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 | 63,294 | | | 63,294 |
| 1.2 Reinsurance assumed | | | | 0 |
| 1.3 Reinsurance ceded | | | | 0 |
| 1.4 Net claim adjustment service (1.1 + 1.2 - 1.3) | 63,294 | 0 | 0 | 63,294 |
| 2. Commission and brokerage: | | | | |
| 2.1 Direct excluding contingent | | 1,378,695 | | 1,378,695 |
| 2.2 Reinsurance assumed, excluding contingent | | | | 0 |
| 2.3 Reinsurance ceded, excluding contingent | | | | 0 |
| 2.4 Contingent - direct | | 112,764 | | 112,764 |
| 2.5 Contingent - reinsurance assumed | | | | 0 |
| 2.6 Contingent - reinsurance ceded | | | | 0 |
| 2.7 Policy and membership fees | | | | 0 |
| 2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) | 0 | 1,491,459 | 0 | 1,491,459 |
| 3. Allowances to managers and agents | | | | 0 |
| 4. Advertising | | 30,899 | | 30,899 |
| 5. Boards, bureaus and associations | | 13,384 | | 13,384 |
| 6. Surveys and underwriting reports | | 12,444 | | 12,444 |
| 7. Audit of assureds' records | | | | 0 |
| 8. Salary and related items: | | | | |
| 8.1 Salaries | 93,714 | 583,910 | 43,253 | 720,877 |
| 8.2 Payroll taxes | 7,399 | 46,099 | 3,415 | 56,913 |
| 9. Employee relations and welfare | 19,668 | 122,544 | 9,077 | 151,289 |
| 10. Insurance | 6,577 | 40,978 | 3,035 | 50,590 |
| 11. Directors' fees | 3,218 | 20,052 | 1,485 | 24,755 |
| 12. Travel and travel items | 9,000 | 56,076 | 4,154 | 69,229 |
| 13. Rent and rent items | 1,248 | 7,776 | 576 | 9,600 |
| 14. Equipment | 1,351 | 7,259 | 1,155 | 9,766 |
| 15. Cost or depreciation of EDP equipment and software | 12,101 | 52,455 | 16,139 | 80,694 |
| 16. Printing and stationery | 787 | 4,903 | 363 | 6,053 |
| 17. Postage, telephone and telegraph, exchange and express | 4,047 | 25,214 | 1,868 | 31,128 |
| 18. Legal and auditing | 4,814 | 29,994 | 2,222 | 37,030 |
| 19. Totals (Lines 3 to 18) | 163,922 | 1,053,987 | 86,742 | 1,304,651 |
| 20. Taxes, licenses and fees: | | | | |
| 20.1 State and local insurance taxes deducting guaranty association credits of \$ | | 100,922 | | 100,922 |
| 20.2 Insurance department licenses and fees | | 1,312 | | 1,312 |
| 20.3 Gross guaranty association assessments | | | | 0 |
| 20.4 All other (excluding federal and foreign income and real estate) | | | | 0 |
| 20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) | 0 | 102,234 | 0 | 102,234 |
| 21. Real estate expenses | | | 13,604 | 13,604 |
| 22. Real estate taxes | | | 3,204 | 3,204 |
| 23. Reimbursements by uninsured plans | | | | 0 |
| 24. Aggregate write-ins for miscellaneous expenses | 6,520 | 40,624 | 68,520 | 115,664 |
| 25. Total expenses incurred | 233,736 | 2,688,304 | 172,070 (a) | 3,094,110 |
| 26. Less unpaid expenses - current year | 56,913 | 615,698 | 17,987 | 690,598 |
| 27. Add unpaid expenses - prior year | 38,745 | 520,201 | 15,043 | 573,989 |
| 28. Amounts receivable relating to uninsured plans, prior year | | | | 0 |
| 29. Amounts receivable relating to uninsured plans, current year | | | | 0 |
| 30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29) | 215,568 | 2,592,806 | 169,127 | 2,977,501 |
| DETAILS OF WRITE-INS | | | | |
| 2401. Miscellaneous | 6,520 | 40,624 | 68,520 | 115,664 |
| 2402. | | | | |
| 2403. | | | | |
| 2498. Summary of remaining write-ins for Line 24 from overflow page | 0 | 0 | 0 | 0 |
| 2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above) | 6,520 | 40,624 | 68,520 | 115,664 |

(a) Includes management fees of \$ to affiliates and \$ to non-affiliates.

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

EXHIBIT OF NET INVESTMENT INCOME

| | 1 | 2 |
|---|-----------------------|--------------------|
| | Collected During Year | Earned During Year |
| 1. U.S. Government bonds | (a) 251 | 283 |
| 1.1 Bonds exempt from U.S. tax | (a) 336,743 | 188,329 |
| 1.2 Other bonds (unaffiliated) | (a) 58,150 | 46,702 |
| 1.3 Bonds of affiliates | (a) | |
| 2.1 Preferred stocks (unaffiliated) | (b) 17,500 | 17,500 |
| 2.11 Preferred stocks of affiliates | (b) 172,236 | 172,236 |
| 2.2 Common stocks (unaffiliated) | | |
| 2.21 Common stocks of affiliates | | |
| 3. Mortgage loans | (c) | |
| 4. Real estate | (d) 7,339 | 7,339 |
| 5. Contract loans | | |
| 6. Cash, cash equivalents and short-term investments | (e) 17,790 | 16,597 |
| 7. Derivative instruments | (f) | |
| 8. Other invested assets | | |
| 9. Aggregate write-ins for investment income | 0 | 0 |
| 10. Total gross investment income | 610,009 | 448,986 |
| 11. Investment expenses | | (g) 172,070 |
| 12. Investment taxes, licenses and fees, excluding federal income taxes | | (g) 0 |
| 13. Interest expense | | (h) |
| 14. Depreciation on real estate and other invested assets | | (i) 904 |
| 15. Aggregate write-ins for deductions from investment income | | 0 |
| 16. Total deductions (Lines 11 through 15) | | 172,974 |
| 17. Net investment income (Line 10 minus Line 16) | | 276,011 |
| DETAILS OF WRITE-INS | | |
| 0901. | | |
| 0902. | | |
| 0903. | | |
| 0998. Summary of remaining write-ins for Line 9 from overflow page | 0 | 0 |
| 0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) | 0 | 0 |
| 1501. | | |
| 1502. | | |
| 1503. | | |
| 1598. Summary of remaining write-ins for Line 15 from overflow page | | 0 |
| 1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above) | | 0 |

- (a) Includes \$ 839 accrual of discount less \$ 177,817 amortization of premium and less \$ 23,147 paid for accrued interest on purchases.
- (b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.
- (c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (d) Includes \$ 0 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.
- (e) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.
- (g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.
- (i) Includes \$ 904 depreciation on real estate and \$ 0 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 | 0 | 0 | 0 | 0 | 0 |
| 1.1 Bonds exempt from U.S. tax | 1,771 | 0 | 1,771 | 0 | 0 |
| 1.2 Other bonds (unaffiliated) | 1,600 | 0 | 1,600 | 0 | 0 |
| 1.3 Bonds of affiliates | 0 | 0 | 0 | 0 | 0 |
| 2.1 Preferred stocks (unaffiliated) | 0 | 0 | 0 | (28,000) | 0 |
| 2.11 Preferred stocks of affiliates | 0 | 0 | 0 | 0 | 0 |
| 2.2 Common stocks (unaffiliated) | 221,802 | 0 | 221,802 | 686,483 | 0 |
| 2.21 Common stocks of affiliates | 0 | 0 | 0 | 0 | 0 |
| 3. Mortgage loans | 0 | 0 | 0 | 0 | 0 |
| 4. Real estate | 0 | 0 | 0 | 0 | 0 |
| 5. Contract loans | 0 | 0 | 0 | 0 | 0 |
| 6. Cash, cash equivalents and short-term investments | 0 | 0 | 0 | 0 | 0 |
| 7. Derivative instruments | 0 | 0 | 0 | 0 | 0 |
| 8. Other invested assets | 0 | 0 | 0 | 0 | 0 |
| 9. Aggregate write-ins for capital gains (losses) | 0 | 0 | 0 | 0 | 0 |
| 10. Total capital gains (losses) | 225,174 | 0 | 225,174 | 658,483 | 0 |
| DETAILS OF WRITE-INS | | | | | |
| 0901. | | | | | |
| 0902. | | | | | |
| 0903. | | | | | |
| 0998. Summary of remaining write-ins for Line 9 from overflow page | 0 | 0 | 0 | 0 | 0 |
| 0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) | 0 | 0 | 0 | 0 | 0 |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

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) | | | .0 |
| 2. Stocks (Schedule D): | | | |
| 2.1 Preferred stocks | | | .0 |
| 2.2 Common stocks | | | .0 |
| 3. Mortgage loans on real estate (Schedule B): | | | |
| 3.1 First liens | | | .0 |
| 3.2 Other than first liens | | | .0 |
| 4. Real estate (Schedule A): | | | |
| 4.1 Properties occupied by the company | | | .0 |
| 4.2 Properties held for the production of income | | | .0 |
| 4.3 Properties held for sale | | | .0 |
| 5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA) | | | .0 |
| 6. Contract loans | | | .0 |
| 7. Derivatives (Schedule DB) | | | .0 |
| 8. Other invested assets (Schedule BA) | | | .0 |
| 9. Receivables for securities | | | .0 |
| 10. Securities lending reinvested collateral assets (Schedule DL) | | | .0 |
| 11. Aggregate write-ins for invested assets | 0 | 0 | .0 |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 0 | 0 | .0 |
| 13. Title plants (for Title insurers only) | | | .0 |
| 14. Investment income due and accrued | | | .0 |
| 15. Premiums and considerations: | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | | | .0 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due | | | .0 |
| 15.3 Accrued retrospective premiums and contracts subject to redetermination | | | .0 |
| 16. Reinsurance: | | | |
| 16.1 Amounts recoverable from reinsurers | | | .0 |
| 16.2 Funds held by or deposited with reinsured companies | | | .0 |
| 16.3 Other amounts receivable under reinsurance contracts | | | .0 |
| 17. Amounts receivable relating to uninsured plans | | | .0 |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | 120,000 | 155,000 | 35,000 |
| 18.2 Net deferred tax asset | | | .0 |
| 19. Guaranty funds receivable or on deposit | | | .0 |
| 20. Electronic data processing equipment and software | | | .0 |
| 21. Furniture and equipment, including health care delivery assets | 8,938 | 13,006 | 4,068 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | .0 |
| 23. Receivables from parent, subsidiaries and affiliates | | | .0 |
| 24. Health care and other amounts receivable | | | .0 |
| 25. Aggregate write-ins for other than invested assets | 124,571 | 81,951 | (42,619) |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 253,508 | 249,957 | (3,551) |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | .0 |
| 28. Total (Lines 26 and 27) | 253,508 | 249,957 | (3,551) |
| DETAILS OF WRITE-INS | | | |
| 1101. | | | |
| 1102. | | | |
| 1103. | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | 0 | 0 | .0 |
| 1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) | 0 | 0 | .0 |
| 2501. Transportation Equipment | 124,571 | 78,951 | (45,619) |
| 2502. Payroll Tax Credit Receivable | | 3,000 | 3,000 |
| 2503. | | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 0 | 0 | .0 |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) | 124,571 | 81,951 | (42,619) |

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

- a. The accompanying financial statements of the Company have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners and the State of Iowa, with no exceptions.
- b. The preparation of the financial statements of the Company in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.
- c. Premiums are earned over the term of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct and ceded business.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Asset values are generally stated as follows: Bonds, (except for those to which the Securities Valuation Office ("SVO") of the NAIC has assigned a value) are stated at cost or amortized cost using the interest method; preferred stocks at call price; common stocks at market.

The Company uses the straight line method of depreciation for all of its real estate holdings with the lives varying depending on the type of building.

2. Accounting Changes and Corrections of Errors

- a. The Company had no material changes in accounting principles or corrections of errors. However, on April 1, 2007, the Company switched from coverage under Section 518 of the Code of Iowa to Section 518A of the Code of Iowa.
- b. As a Mutual Company, Codification does not apply.

3. Business Combinations and Goodwill

- a. The Company had no business combinations accounted for under the statutory purchase method.
- b. The Company had a statutory merger on 1/1/2014 with German Mutual (01-063).
- c. The Company had no impairment loss recognized during the year.

4. Discontinued Operations

The Company did not have any discontinued operations.

5. Investments

- a. The Company has no mortgage loans.
- b. The Company is not a creditor for any restructured debt.
- c. The Company has no reverse mortgages.
- d.
 1. The Company has elected to use the book value as of January 1, 1994 as the cost for applying the retrospective adjustment method to securities purchased prior to that date.
 2. Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from Bloomberg. These assumptions are consistent with the current interest rate and economic environment.
 3. The Company used the NAIC Securities Valuation Office in determining the market value of its loan-backed securities. When this was not available the Company then used the Comerica custodial account.
 4. The Company continues to use the retrospective adjustment method to value all loan-backed securities.
- e. The Company has no repurchase agreements.

6. Joint Ventures, Partnerships and Limited Liability Companies

- a. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its admitted assets.
- b. The Company did not recognize any impairment write down for its investments in Joint Ventures, Partnerships or Limited Liability Companies during the statement periods.

7. Investment Income

The Company does not exclude (non-admit) any interest income due and accrued.

8. Derivative Instruments

The Company has no derivative instruments.

9. Income Taxes

- a. The Company has no deferred tax asset or liability.
- b. There were no deferred tax liabilities not recognized in the current period.
- c. Federal Income Taxes incurred for 2021 were \$409,005.
- d. The following are among the more significant book to tax adjustments in reconciling the Federal Income Tax Rate to the Actual Effective Rate:

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE HERITAGE MUTUAL INSURANCE ASSOCIATION

NOTES TO FINANCIAL STATEMENTS

| | 2021 | |
|--|----------------|----------------------|
| | Amount | Effective Tax Rate % |
| Provision computed at statutory rate | 424,338 | 21.00% |
| Tax exempt income deduction | (29,662) | -1.47% |
| Dividend received deduction | (8,965) | -0.44% |
| Change in unearned premium | 13,081 | 0.65% |
| Change in discounted unpaid loss | 4,382 | 0.22% |
| Change in unpaid loss adjusting expense | 3,815 | 0.19% |
| Other | 4,925 | 0.25% |
| Totals | <u>411,915</u> | <u>20.39%</u> |
| | | |
| Federal Income Tax Incurred | 409,005 | 20.24% |
| Iowa Chapter 518(a) Statutory Difference | 2,910 | 0.14% |
| Total statutory income tax | <u>411,915</u> | <u>20.39%</u> |

- e. 1. As of December 31, 2021, the Company did not have any operating loss carry forwards.
2. The following are income taxes incurred in the current and prior years that will be available for recovery in the event of future loss:

| <u>Year Starting with the current year</u> | <u>Amount</u> |
|--|---------------|
| 2021 | \$409,005 |
| 2020 | \$137,515 |
| 2019 | \$413,737 |

- f. The Company's Federal Income Tax return is not a consolidated return.

10. Information Concerning Parent, Subsidiaries and Affiliates

- a. The Company is not directly or indirectly owned or controlled by any other entity.
- b. There were no applicable transactions.
- c. At December 31, 2021, the Company had no amounts due to or from an affiliate or related party.
- d. There are no guarantees or undertakings, written or otherwise, for the benefit of an affiliate or related party that result in a material contingent exposure of the Company's or any related party's assets or liabilities.
- e. The Company is not directly or indirectly owned or controlled by any other entity.
- f. The Company does not own shares of an upstream intermediate or ultimate parent, either directly or indirectly via a downstream subsidiary, controlled or affiliated company.
- g. The Company does not have an investment in a Subsidiary, Controlled or Affiliated Company that exceeds 10% of admitted assets of the insurer.
- h. The Company did not recognize any impairment write down for its investments in Subsidiary, Controlled or Affiliated Company during the statement period.

11. Debt

- a. The Company has no capital notes.
- b. The Company has no outstanding debentures, borrowed money or reverse repurchase agreements.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Post-retirement Benefit Plans

- a. The Company has no Defined Benefit Plan.
- b. The Company has a Savings Incentive Match Plan (Simple IRA). Under this plan, eligible employees may defer a limited portion of their annual compensation. The Company will match the employee contributions up to 3% of the employee's compensation. For the year ended December 31, 2021 the Company contributed \$18,993 to the plan. The Company has also committed itself to an employee incentive plan and an agent profit sharing plan based on surplus growth. The amounts at December 31, 2021 totaled \$172,516.

Additionally, the Company established a Non-Qualified Deferred Compensation Plan for the two key employees, effective November 30, 2016. The funds are to be paid to a reserve account each year and remain in the assets of the Company until such time as the employee has fulfilled his or her requirements under the agreement. For the year ended December 31, 2021 the Company contributed a total of \$14,000 to these reserve accounts.

- c. The Company has no employer contributions to multiemployer plans.
- d. The Company has no Consolidated/Holding Company Plans.

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

- a. The Company has no capital stock.
- b. The Company has no preferred stock outstanding.

NOTES TO FINANCIAL STATEMENTS

- c. As a Mutual Company, shareholder dividend restrictions criteria do not apply.
 - d. There are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
 - e. There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.
 - f. The Company does not have any advances to surplus not repaid.
 - g. The Company has no stock held for special purposes.
 - h. The Company has no special surplus funds from the prior period.
 - i. The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

| | |
|--------------------------------|--------------|
| 1. unrealized gain and losses: | \$ 2,841,392 |
| 2. nonadmitted asset values: | (\$ 253,508) |
| 3. provision for reinsurance: | (\$ 142,660) |
 - j. No surplus debentures or similar obligations exist.
 - k. The Company had no quasi-reorganization.
14. Contingencies
- a. The Company had the following liabilities for contingencies at December 31, 2021:

| | |
|---|------------|
| 1. employee incentive plan: | \$ 59,752 |
| 2. agent profit share: | \$ 112,764 |
| 3. non-qualified deferred compensation: | \$ 106,171 |
 - b. The Company does not have any assessments that could have a material financial effect.
 - c. The Company has no loss contingencies.
15. Leases
- a. The Company leases an office building in West Union, IA totaling \$9,600 in 2021.
16. Information About Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk
- a. The Company does not have financial instruments with off-balance sheet risk or with concentrations of credit risk.
17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities
- a. The Company has no transfers of receivables reported as sales.
 - b. The Company has no transfer and servicing of financial assets.
 - c. The Company has no wash sales.
18. Gain or Loss to the Reporting Entity from Uninsured A & H Plans and the Uninsured Portions of Partially Insured Plans
The Company has no uninsured accident and health plans or uninsured portions of partially insured plans for which the Company serves as administrator.
19. Direct Premiums Written/Produced by Managing General Agents/Third Party Administrators
The Company has no premiums written/produced by Managing General Agents or Third Party Administrators.
20. Fair Value Measurements
The Company uses fair value measurements in reporting preferred and common stocks in the financial statements. The Company uses third-party pricing services (Custodial accounts, brokerage accounts, and related market date) to determine the market value of the securities.
21. Other Items
- a. The Company has no extraordinary items to report.
 - b. The Company did not have any troubled debt restructuring.
 - c. The Company elected to use rounding method in reporting amounts in the statement.
22. Events Subsequent
The Company has signed a non-binding Letter of Intent to Merge with another mutual effective 1/1/2023, with the Company remaining as the surviving mutual.
23. Reinsurance
- a. The Company has no unsecured aggregate recoverable for unpaid losses that exceeds 3% of policyholder surplus.
 - b. The Company has no insurance recoverable in dispute.
 - c. The Company has no commission amounts due and payable to reinsurers if either party were to cancel coverage.
 - d. The Company has no uncollectible reinsurance written off during the year for Losses Incurred, Loss Adjustment Expenses Incurred or Premiums Earned.
 - e. The Company had no communication of Ceded Reinsurance during the year for Losses Incurred, Loss Adjustment Expenses Incurred or Premiums Earned.
 - f. The Company has no retroactive reinsurance contracts.
24. Retrospectively Rated Contracts
The Company has no retrospectively rated contracts.

NOTES TO FINANCIAL STATEMENTS

25. Change in Incurred Losses and Loss Adjustment Expenses

There have been no changes in the provision for incurred loss and loss adjustment expenses attributable to insured events of prior years.

26. Intercompany Pooling Arrangements

The Company has no intercompany pooling arrangements.

27. Structured Settlements

- a. The Company has not purchased any annuities for which a claimant is listed as payee.
- b. The Company does not own any annuities due from any life insurer.

28. Health Care Receivables

The Company has no pharmaceutical rebates or risk sharing receivables.

29. Participating Policies

The Company does not have participating accident and health policies.

30. Premium Deficiency Reserves

The Company does not have deficiency reserves to report.

31. High Deductibles

The Company has no reserve credit that has been recorded for high deductibles on unpaid claims.

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

The Company does not discount its Unpaid Losses or Unpaid Loss Adjustment Expenses.

33. Asbestos/Environment Reserves

The Company has no potential for liability due to asbestos or environment losses.

34. Subscriber Savings Accounts

The Company is not a reciprocal insurance company.

35. Multiple Peril Crop Insurance - Not Applicable.

36. Financial Guaranty Insurance

The Company has no guaranteed insurance contracts.

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

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?
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?
1.3 State Regulating?
1.4 Is the reporting entity publicly traded or a member of a publicly traded group?
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?
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.
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.
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).
3.4 By what department or departments?
3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?
3.6 Have all of the recommendations within the latest financial examination report been complied with?
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?
4.12 renewals?
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?
4.22 renewals?
5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?
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.

Table with 3 columns: 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?

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?

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 or government, manager or attorney in fact).

Table with 2 columns: 1 Nationality, 2 Type of Entity

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

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 [] No [X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency (i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)) and identify the affiliate's primary federal regulator.

| 1 Affiliate Name | 2 Location (City, State) | 3 FRB | 4 OCC | 5 FDIC | 6 SEC |
|---------------------|-----------------------------|----------|----------|-----------|----------|
| | | | | | |

- 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 reporting entity? 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?
N/A
- 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 [] No [] N/A [X]
- 10.6 If the response to 10.5 is no or n/a, please explain
Not required by Chapter 518A of the Code of Iowa.
- 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?
- 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 2021 OF THE Heritage Mutual Insurance Association

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 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 [] No [X]
- 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 2021 OF THE Heritage Mutual Insurance Association
GENERAL INTERROGATORIES

- 25.02 If no, give full and complete information relating thereto
- 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)
- 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 \$ 0
- 25.092 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$ 0
- 25.093 Total payable for securities lending reported on the liability page. \$ 0

- 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 [] No [X]
- 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 \$
- 26.28 On deposit with states \$
- 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 |
|---------------------------|---|
| Comerica | PO Box 7500, Detroit, MI 48275-3462 |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

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 |
|---|------------------|
| Hightower Advisors – Keith Hier and Tom Foley | U |
| William Lampe | I |
| Joan Vagts | I |
| Lord, Abbett & Co 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 [X] No []

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 |
|---|---|------------------------------------|----------------------|--|
| 116681 | Hightower Advisors – Keith Hier and Tom Foley | 549300F189LKNDZLP954 | SEC | DS |
| 110391 | Lord, Abbett & Co LLC | 549300JW4JHFP031Y81 | SEC | DS |

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 | | 0 |

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 2021 OF THE Heritage Mutual Insurance Association

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 | 13,046,560 | 13,210,622 | 164,062 |
| 31.2 Preferred stocks | 250,000 | 282,200 | 32,200 |
| 31.3 Totals | 13,296,560 | 13,492,822 | 196,262 |

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

Comerica custodial statement

- 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 [] No [X]

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 2021 OF THE Heritage Mutual Insurance Association

GENERAL INTERROGATORIES

OTHER

38.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 13,384

38.2 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 |
|-------------|------------------|
| NAMIC | 9,826 |

39.1 Amount of payments for legal expenses, if any? \$

39.2 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 |
|-----------|------------------|
| | |

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

40.2 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 2021 OF THE Heritage Mutual Insurance Association

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. \$ _____ 0

- 1.6 Individual policies:
 - Most current three years:
 - 1.61 Total premium earned \$ 0
 - 1.62 Total incurred claims \$ 0
 - 1.63 Number of covered lives 0
 - All years prior to most current three years
 - 1.64 Total premium earned \$ 0
 - 1.65 Total incurred claims \$ 0
 - 1.66 Number of covered lives 0

- 1.7 Group policies:
 - Most current three years:
 - 1.71 Total premium earned \$ 0
 - 1.72 Total incurred claims \$ 0
 - 1.73 Number of covered lives 0
 - All years prior to most current three years
 - 1.74 Total premium earned \$ 0
 - 1.75 Total incurred claims \$ 0
 - 1.76 Number of covered lives 0

2. Health Test:

| | 1 Current Year | 2 Prior Year |
|-----------------------------------|-------------------|-----------------|
| 2.1 Premium Numerator | | |
| 2.2 Premium Denominator | 8,073,941 | 7,712,071 |
| 2.3 Premium Ratio (2.1/2.2) | 0.000 | 0.000 |
| 2.4 Reserve Numerator | 0 | 0 |
| 2.5 Reserve Denominator | 6,046,256 | 4,968,809 |
| 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 [] No []
- 5.2 If yes, is the commission paid:
 - 5.21 Out of Attorney's-in-fact compensation Yes [] No [] N/A []
 - 5.22 As a direct expense of the exchange Yes [] No [] N/A []
- 5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?
- 5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes [] No []

- 5.5 If yes, give full information
.....

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

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?
N/A Yes [X] No []

- 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's reinsurer provides estimates of probable maximum loss.

- 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?
The Company purchases catastrophic loss and aggregate excess of loss reinsurance coverage.

- 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 uninsured 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 ratio cap, an aggregate limit or any similar provisions)?..... Yes [] No [X]

- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions:

- 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 [] 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 [X] No []

- 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 [] No [] N/A [X]

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

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 \$
- 12.12 Unpaid underwriting expenses (including loss adjustment expenses) \$
- 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 [] N/A [X]
- 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): \$ 250,000
- 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:
.....

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

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 [] No [X]

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 [X]

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

FIVE-YEAR HISTORICAL DATA

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

| | 1 2021 | 2 2020 | 3 2019 | 4 2018 | 5 2017 |
|---|------------|------------|------------|------------|------------|
| Gross Premiums Written (Page 8, Part 1B Cols. 1, 2 & 3) | | | | | |
| 1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 0 | 0 | 0 | 0 |
| 2. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 10,092,189 | 9,551,177 | 9,354,416 | 9,024,100 | 8,490,505 |
| 3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 0 | 0 |
| 4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 0 | 0 | 0 | 0 | 0 |
| 5. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 6. Total (Line 35) | 10,092,189 | 9,551,177 | 9,354,416 | 9,024,100 | 8,490,505 |
| Net Premiums Written (Page 8, Part 1B, Col. 6) | | | | | |
| 7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 0 | 0 | 0 | 0 |
| 8. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 8,382,984 | 7,791,116 | 7,449,346 | 7,136,813 | 6,564,309 |
| 9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 0 | 0 |
| 10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 0 | 0 | 0 | 0 | 0 |
| 11. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 12. Total (Line 35) | 8,382,984 | 7,791,116 | 7,449,346 | 7,136,813 | 6,564,309 |
| Statement of Income (Page 4) | | | | | |
| 13. Net underwriting gain (loss) (Line 8) | 1,500,676 | 385,527 | 1,462,975 | 914,723 | (30,966) |
| 14. Net investment gain or (loss) (Line 11) | 501,185 | 400,195 | 676,211 | 335,621 | 333,180 |
| 15. Total other income (Line 15) | 18,795 | (746) | 7,721 | 9,400 | 449 |
| 16. Dividends to policyholders (Line 17) | | | | | |
| 17. Federal and foreign income taxes incurred (Line 19) | 409,005 | 142,365 | 412,965 | 234,640 | (11,140) |
| 18. Net income (Line 20) | 1,611,651 | 642,611 | 1,733,942 | 1,025,105 | 313,803 |
| Balance Sheet Lines (Pages 2 and 3) | | | | | |
| 19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3) | 28,722,411 | 25,280,805 | 23,891,778 | 21,233,088 | 20,009,945 |
| 20. Premiums and considerations (Page 2, Col. 3) | | | | | |
| 20.1 In course of collection (Line 15.1) | 2,799 | 30,447 | 9,426 | 15,276 | 21,810 |
| 20.2 Deferred and not yet due (Line 15.2) | 1,360,310 | 1,263,174 | 1,293,290 | 1,187,839 | 1,099,252 |
| 20.3 Accrued retrospective premiums (Line 15.3) | 0 | 0 | 0 | 0 | 0 |
| 21. Total liabilities excluding protected cell business (Page 3, Line 26) | 7,070,739 | 5,895,716 | 5,828,896 | 5,635,326 | 4,923,004 |
| 22. Losses (Page 3, Line 1) | 1,141,971 | 391,734 | 403,119 | 472,240 | 246,402 |
| 23. Loss adjustment expenses (Page 3, Line 3) | 56,913 | 38,745 | 29,321 | 32,254 | 36,711 |
| 24. Unearned premiums (Page 3, Line 9) | 4,847,372 | 4,538,329 | 4,459,285 | 4,255,865 | 4,010,891 |
| 25. Capital paid up (Page 3, Lines 30 & 31) | 0 | 0 | 0 | 0 | 0 |
| 26. Surplus as regards policyholders (Page 3, Line 37) | 21,651,672 | 19,385,089 | 18,062,882 | 15,597,762 | 15,086,941 |
| Cash Flow (Page 5) | | | | | |
| 27. Net cash from operations (Line 11) | 2,795,895 | 465,557 | 1,635,475 | 1,798,744 | 398,433 |
| Risk-Based Capital Analysis | | | | | |
| 28. Total adjusted capital | | | | | |
| 29. Authorized control level risk-based capital | | | | | |
| 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) | 48.0 | 49.6 | 51.8 | 56.2 | 58.8 |
| 31. Stocks (Lines 2.1 & 2.2) | 30.2 | 33.7 | 28.0 | 23.0 | 26.4 |
| 32. Mortgage loans on real estate (Lines 3.1 and 3.2) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 33. Real estate (Lines 4.1, 4.2 & 4.3) | 0.1 | 0.1 | 0.1 | 0.2 | 0.2 |
| 34. Cash, cash equivalents and short-term investments (Line 5) | 21.7 | 16.6 | 20.0 | 20.6 | 14.6 |
| 35. Contract loans (Line 6) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 36. Derivatives (Line 7) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 37. Other invested assets (Line 8) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 38. Receivables for securities (Line 9) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 39. Securities lending reinvested collateral assets (Line 10) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 40. Aggregate write-ins for invested assets (Line 11) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 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) | 0 | 0 | 0 | 0 | 0 |
| 44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1) | 10,000 | 10,000 | 0 | 0 | 0 |
| 45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10) | 0 | 0 | 0 | 0 | 0 |
| 46. Affiliated mortgage loans on real estate | | | | | |
| 47. All other affiliated | | | | | |
| 48. Total of above Lines 42 to 47 | 10,000 | 10,000 | 0 | 0 | 0 |
| 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) | 0.0 | 0.1 | 0.0 | 0.0 | 0.0 |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

FIVE-YEAR HISTORICAL DATA

(Continued)

| | 1 2021 | 2 2020 | 3 2019 | 4 2018 | 5 2017 |
|--|-----------|-----------|-----------|-----------|-----------|
| Capital and Surplus Accounts (Page 4) | | | | | |
| 51. Net unrealized capital gains (losses) (Line 24) | 658,483 | 805,078 | 738,572 | (484,992) | 727,303 |
| 52. Dividends to stockholders (Line 35) | | | | | |
| 53. Change in surplus as regards policyholders for the year (Line 38) | 2,266,582 | 1,322,207 | 2,465,120 | 510,821 | 1,043,093 |
| Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2) | | | | | |
| 54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 0 | 0 | 0 | 0 |
| 55. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 3,869,075 | 6,457,162 | 3,425,478 | 3,845,974 | 5,293,171 |
| 56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 0 | 0 |
| 57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 0 | 0 | 0 | 0 | 0 |
| 58. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 59. Total (Line 35) | 3,869,075 | 6,457,162 | 3,425,478 | 3,845,974 | 5,293,171 |
| Net Losses Paid (Page 9, Part 2, Col. 4) | | | | | |
| 60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 0 | 0 | 0 | 0 |
| 61. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 2,959,890 | 4,668,179 | 3,246,858 | 3,105,296 | 4,072,263 |
| 62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 0 | 0 |
| 63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 0 | 0 | 0 | 0 | 0 |
| 64. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 65. Total (Line 35) | 2,959,890 | 4,668,179 | 3,246,858 | 3,105,296 | 4,072,263 |
| 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) | 46.0 | 60.4 | 43.9 | 48.3 | 63.4 |
| 68. Loss expenses incurred (Line 3) | 2.9 | 2.8 | 2.5 | 3.0 | 3.2 |
| 69. Other underwriting expenses incurred (Line 4) | 33.3 | 32.5 | 33.9 | 36.1 | 34.9 |
| 70. Net underwriting gain (loss) (Line 8) | 18.6 | 5.0 | 20.2 | 13.3 | (0.5) |
| 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) | 31.1 | 31.5 | 32.4 | 34.1 | 32.1 |
| 72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) | 48.8 | 63.1 | 46.4 | 51.3 | 66.6 |
| 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) | 38.7 | 40.2 | 41.2 | 45.8 | 43.5 |
| 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) | 0 | 0 | 0 | 0 | 0 |
| 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) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 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) | 0 | 0 | 0 | 0 | 0 |
| 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) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

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:

Schedule F - Part 1 - Assumed Reinsurance

NONE

Schedule F - Part 2 - Premium Portfolio Reinsurance Effected or (Canceled)

NONE

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE F - PART 3

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)

| 1 ID Number | 2 NAIC Company Code | 3 Name of Reinsurer | 4 Domiciliary Jurisdiction | 5 Special Code | 6 Reinsurance Premiums Ceded | 7-15 Reinsurance Recoverable On | | | | | | | | | | 16 Amount in Dispute included in Column 15 | 17-18 Reinsurance Payable | | 19 Net Amount Recoverable From Reinsurers Cols. 15 - [17 + 18] | 20 Funds Held by Company Under Reinsurance Treaties |
|----------------|------------------------|--|-------------------------------|-------------------|---------------------------------|------------------------------------|---------------|-------------------------------|-------------------------------|--------------------------|-------------------------|-------------------------|------------------------------|-----------------------------------|------------------------------|---|---------------------------------------|---|---|--|
| | | | | | | 7 Paid Losses | 8 Paid LAE | 9 Known Case Loss Reserves | 10 Known Case LAE Reserves | 11 IBNR Loss Reserves | 12 IBNR LAE Reserves | 13 Unearned Premiums | 14 Contingent Commissions | 15 Columns 7 through 14 Totals | 17 Ceded Balances Payable | | 18 Other Amounts Due to Reinsurers | | | |
| 0499999 | | Total Authorized - Affiliates - U.S. Non-Pool | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0799999 | | Total Authorized - Affiliates - Other (Non-U.S.) | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0899999 | | Total Authorized - Affiliates | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 42-024590 | 14117 | Grinnell Mutual Reinsurance Company | IA | | 1,709 | 36 | 0 | 109 | 0 | 0 | 0 | 0 | 0 | 0 | 145 | 0 | 143 | 0 | 3 | 53 |
| 0999999 | | Total Authorized - Other U.S. Unaffiliated Insurers | | | 1,709 | 36 | 0 | 109 | 0 | 0 | 0 | 0 | 0 | 0 | 145 | 0 | 143 | 0 | 3 | 53 |
| 1499999 | | Total Authorized Excluding Protected Cells (Sum of 0899999, 0999999, 1099999, 1199999 and 1299999) | | | 1,709 | 36 | 0 | 109 | 0 | 0 | 0 | 0 | 0 | 0 | 145 | 0 | 143 | 0 | 3 | 53 |
| 1899999 | | Total Unauthorized - Affiliates - U.S. Non-Pool | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2199999 | | Total Unauthorized - Affiliates - Other (Non-U.S.) | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2299999 | | Total Unauthorized - Affiliates | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2899999 | | Total Unauthorized Excluding Protected Cells (Sum of 2299999, 2399999, 2499999, 2599999 and 2699999) | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3299999 | | Total Certified - Affiliates - U.S. Non-Pool | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3599999 | | Total Certified - Affiliates - Other (Non-U.S.) | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3699999 | | Total Certified - Affiliates | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4299999 | | Total Certified Excluding Protected Cells (Sum of 3699999, 3799999, 3899999, 3999999 and 4099999) | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4699999 | | Total Reciprocal Jurisdiction - Affiliates - U.S. Non-Pool | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4999999 | | Total Reciprocal Jurisdiction - Affiliates - Other (Non-U.S.) | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5099999 | | Total Reciprocal Jurisdiction - Affiliates | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5699999 | | Total Reciprocal Jurisdiction Excluding Protected Cells (Sum of 5099999, 5199999, 5299999, 5399999 and 5499999) | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5799999 | | Total Authorized, Unauthorized, Reciprocal Jurisdiction and Certified Excluding Protected Cells (Sum of 1499999, 2899999, 4299999 and 5699999) | | | 1,709 | 36 | 0 | 109 | 0 | 0 | 0 | 0 | 0 | 0 | 145 | 0 | 143 | 0 | 3 | 53 |
| 5899999 | | Total Protected Cells (Sum of 1399999, 2799999, 4199999 and 5599999) | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 9999999 | | Totals | | | 1,709 | 36 | 0 | 109 | 0 | 0 | 0 | 0 | 0 | 0 | 145 | 0 | 143 | 0 | 3 | 53 |

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SCHEDULE F - PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)

| ID Number From Col. 1 | Name of Reinsurer From Col. 3 | Collateral | | | | (Credit Risk) | | | Ceded Reinsurance Credit Risk | | | | | | | | |
|-----------------------|--|-----------------------------------|-------------------------|---|--|---|--|---|---|---|---|--|--|--|--|---|--|
| | | 21 Multiple Beneficiary Trusts | 22 Letters of Credit | 23 Issuing or Confirming Bank Reference Number | 24 Single Beneficiary Trusts & Other Allowable Collateral | 25 Total Funds Held, Payables & Collateral | 26 Net Recoverable Net of Funds Held & Collateral | 27 Applicable Sch. F Penalty (Col. 78) | 28 Total Amount Recoverable from Reinsurers Less Penalty (Cols. 15-27) | 29 Stressed Recoverable (Col. 28 * 120%) | 30 Reinsurance Payable & Funds Held (Cols. 17+18+20; but not in excess of Col. 29) | 31 Stressed Net Recoverable (Cols. 29-30) | 32 Total Collateral (Cols. 21+22 +24, not in Excess of Col. 31) | 33 Stressed Net Recoverable Net of Collateral Offsets (Cols. 31-32) | 34 Reinsurer Designation Equivalent | 35 Credit Risk on Collateralized Recoverables (Col. 32 * Factor Applicable to Reinsurer Designation Equivalent in Col. 34) | 36 Credit Risk on Un-collateralized Recoverables (Col. 33 * Factor Applicable to Reinsurer Designation Equivalent in Col. 34) |
| 0499999 | Total Authorized - Affiliates - U.S. Non-Pool | 0 | 0 | XXX | 0 | 0 | 0 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 0799999 | Total Authorized - Affiliates - Other (Non-U.S.) | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 0899999 | Total Authorized - Affiliates | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 42-024590 | [Prime II] Mutual Reinsurance Company | | | | | | | | | | | | | | | | |
| 0999999 | Total Authorized - Other U.S. Unaffiliated Insurers | 0 | 0 | XXX | 0 | 145 | 0 | 145 | 174 | 174 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 1459999 | Total Authorized Excluding Protected Cells (Sum of 0899999, 0999999, 1099999, 1199999 and 1299999) | 0 | 0 | XXX | 0 | 145 | 0 | 145 | 174 | 174 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 1899999 | Total Unauthorized - Affiliates - U.S. Non-Pool | 0 | 0 | XXX | 0 | 0 | 0 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 2199999 | Total Unauthorized - Affiliates - Other (Non-U.S.) | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 2299999 | Total Unauthorized - Affiliates | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 2899999 | Total Unauthorized Excluding Protected Cells (Sum of 2299999, 2399999, 2499999, 2599999 and 2699999) | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 3299999 | Total Certified - Affiliates - U.S. Non-Pool | 0 | 0 | XXX | 0 | 0 | 0 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 3599999 | Total Certified - Affiliates - Other (Non-U.S.) | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 3699999 | Total Certified - Affiliates | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 4299999 | Total Certified Excluding Protected Cells (Sum of 3699999, 3799999, 3899999, 3999999 and 4099999) | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 4699999 | Total Reciprocal Jurisdiction - Affiliates - U.S. Non-Pool | 0 | 0 | XXX | 0 | 0 | 0 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 4999999 | Total Reciprocal Jurisdiction - Affiliates - Other (Non-U.S.) | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 5099999 | Total Reciprocal Jurisdiction - Affiliates | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 5699999 | Total Reciprocal Jurisdiction Excluding Protected Cells (Sum of 5099999, 5199999, 5299999, 5399999 and 5499999) | 0 | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 5799999 | Total Authorized, Unauthorized, Reciprocal Jurisdiction and Certified Excluding Protected Cells (Sum of 1459999, 2899999, 4299999 and 5699999) | 0 | 0 | XXX | 0 | 145 | 0 | 145 | 174 | 174 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |
| 5899999 | Total Protected Cells (Sum of 1399999, 2799999, 4199999 and 5399999) | 0 | 0 | XXX | 0 | 0 | 0 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |
| 9999999 | Totals | 0 | 0 | XXX | 0 | 145 | 0 | 145 | 174 | 174 | 0 | 0 | 0 | 0 | XXX | 0 | 0 |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE F - PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Aging of Ceded Reinsurance)

| ID Number From Col. 1 | Name of Reinsurer From Col. 3 | Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses | | | | | | 43 | 44 | 45 | 46 | 47 | 48 | 49 | 50 | 51 | 52 | 53 |
|-----------------------|--|--|-------------|--------------|---------------|---------------|---------------------------------|---|---|--|---|--|--------------------------------|------------------------------------|--|--|---|--|
| | | 37 | 38 | 39 | Overdue | | 42 | | | | | | | | | | | |
| | | Current | 1 - 29 Days | 30 - 90 Days | 91 - 120 Days | Over 120 Days | Total Overdue Cols. 38+39+40+41 | Total Due Cols. 37+42 (In total should equal Cols. 7+8) | Total Recoverable on Paid Losses & LAE Amounts in Dispute Included in Col. 43 | Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts Included in Cols. 40 & 41 | Total Recoverable on Paid Losses & LAE Amounts Not in Dispute (Cols. 43-44) | Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts Not in Dispute (Cols. 40 + 41 - 45) | Amounts Received Prior 90 Days | Percentage Overdue Col. 42/Col. 43 | Percentage of Amounts More Than 90 Days Overdue Not in Dispute (Col. 47)/(Cols. 46+48) | Percentage More Than 120 Days Overdue (Col. 41/ Col. 43) | Is the Amount in Col. 50 Less Than 20%? (Yes or No) | Amounts in Col. 47 for Reinsurers with Values Less Than 20% in Col. 50 |
| 0499999 | Total Authorized - Affiliates - U.S. Non-Pool | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 0799999 | Total Authorized - Affiliates - Other (Non-U.S.) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 0899999 | Total Authorized - Affiliates | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 42-024599 | Grinnell Mutual Reinsurance Company | 36 | 0 | 0 | 0 | 0 | 0 | 36 | 0 | 0 | 36 | 0 | 0 | 0.0 | 0.0 | 0.0 | YES | 0 |
| 0999999 | Total Authorized - Other U.S. Unaffiliated Insurers | 36 | 0 | 0 | 0 | 0 | 0 | 36 | 0 | 0 | 36 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 1499999 | Total Authorized Excluding Protected Cells (Sum of 0899999, 0999999, 1099999, 1199999 and 1299999) | 36 | 0 | 0 | 0 | 0 | 0 | 36 | 0 | 0 | 36 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 1899999 | Total Unauthorized - Affiliates - U.S. Non-Pool | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 2199999 | Total Unauthorized - Affiliates - Other (Non-U.S.) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 2299999 | Total Unauthorized - Affiliates | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 2899999 | Total Unauthorized Excluding Protected Cells (Sum of 2289999, 2399999, 2499999, 2599999 and 2699999) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 3299999 | Total Certified - Affiliates - U.S. Non-Pool | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 3599999 | Total Certified - Affiliates - Other (Non-U.S.) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 3699999 | Total Certified - Affiliates | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 4299999 | Total Certified Excluding Protected Cells (Sum of 3699999, 3799999, 3899999, 3999999 and 4099999) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 4699999 | Total Reciprocal Jurisdiction - Affiliates - U.S. Non-Pool | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 4999999 | Total Reciprocal Jurisdiction - Affiliates - Other (Non-U.S.) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 5099999 | Total Reciprocal Jurisdiction - Affiliates | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 5699999 | Total Reciprocal Jurisdiction Excluding Protected Cells (Sum of 5099999, 5199999, 5299999, 5399999 and 5499999) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 5799999 | Total Authorized, Unauthorized, Reciprocal Jurisdiction and Certified Excluding Protected Cells (Sum of 1499999, 2899999, 4299999 and 5699999) | 36 | 0 | 0 | 0 | 0 | 0 | 36 | 0 | 0 | 36 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 5899999 | Total Protected Cells (Sum of 1399999, 2799999, 4199999 and 5599999) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |
| 9999999 | Totals | 36 | 0 | 0 | 0 | 0 | 0 | 36 | 0 | 0 | 36 | 0 | 0 | 0.0 | 0.0 | 0.0 | XXX | 0 |

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ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE F - PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Provision for Reinsurance for Certified Reinsurers)

Table with columns: ID Number From Col. 1, Name of Reinsurer From Col. 3, 54-65 (Provision for Certified Reinsurance), 66-68 (Complete if Col. 52 = "No"; Otherwise Enter 0), 69 (Provision for Overdue Reinsurance Ceded to Certified Reinsurers). Rows include various reinsurance categories like Total Authorized - Affiliates - U.S. Non-Pool, Total Unauthorized - Affiliates - Other (Non-U.S.), Total Authorized - Other U.S. Unaffiliated Insurers, Total Certified - Affiliates - U.S. Non-Pool, Total Reciprocal Jurisdiction - Affiliates - U.S. Non-Pool, Total Authorized, Unauthorized, Reciprocal Jurisdiction and Certified Excluding Protected Cells, Total Protected Cells, and 9999999 Totals.

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ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE F - PART 3 (Continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Total Provision for Reinsurance)

Table with columns: ID Number From Col. 1, Name of Reinsurer From Col. 3, 70 (20% of Recoverable on Paid Losses & LAE Over 90 Days past Due Amounts Not in Dispute), Provision for Unauthorized Reinsurance (71, 72), Provision for Overdue Authorized and Reciprocal Jurisdiction Reinsurance (73, 74), Total Provision for Reinsurance (75, 76, 77, 78). Rows include various reinsurance categories like Total Authorized - Affiliates - U.S. Non-Pool, Total Reciprocal Jurisdiction - Affiliates - U.S. Non-Pool, etc.

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE F - PART 4

Issuing or Confirming Banks for Letters of Credit from Schedule F, Part 3 (\$000 Omitted)

| 1 Issuing or Confirming Bank Reference Number Used in Col. 23 of Sch F Part 3 | 2 Letters of Credit Code | 3 American Bankers Association (ABA) Routing Number | 4 Issuing or Confirming Bank Name | 5 Letters of Credit Amount |
|--|--------------------------------|---|--------------------------------------|-------------------------------|
| NONE | | | | |
| Total | | | | |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE F - PART 5

Interrogatories for Schedule F, Part 3 (000 Omitted)

A. Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of \$50,000:

| | 1 | 2 | 3 |
|----|-------------------------------------|-----------------|---------------|
| | Name of Reinsurer | Commission Rate | Ceded Premium |
| 1. | Grinnell Mutual Reinsurance Company | | 1,709 |
| 2. | | | |
| 3. | | | |
| 4. | | | |
| 5. | | | |

B. Report the five largest reinsurance recoverables reported in Schedule F, Part 3, Column 15, due from any one reinsurer (based on the total recoverables, Schedule F, Part 3, Line 9999999, Column 15), the amount of ceded premium, and indicate whether the recoverables are due from an affiliated insurer.

| | 1 | 2 | 3 | 4 |
|-----|-------------------------------------|--------------------|----------------|------------------|
| | Name of Reinsurer | Total Recoverables | Ceded Premiums | Affiliated |
| 6. | Grinnell Mutual Reinsurance Company | 145 | 1,709 | Yes [] No [X] |
| 7. | | | | Yes [] No [] |
| 8. | | | | Yes [] No [] |
| 9. | | | | Yes [] No [] |
| 10. | | | 0 | Yes [] No [] |

NOTE: Disclosure of the five largest provisional commission rates should exclude mandatory pools and joint underwriting associations.

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE F - PART 6

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

| | 1 As Reported (Net of Ceded) | 2 Restatement Adjustments | 3 Restated (Gross of Ceded) |
|---|------------------------------------|---------------------------------|-----------------------------------|
| ASSETS (Page 2, Col. 3) | | | |
| 1. Cash and invested assets (Line 12) | 27,181,582 | | 27,181,582 |
| 2. Premiums and considerations (Line 15) | 1,363,109 | | 1,363,109 |
| 3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 16.1) | 36,251 | (36,251) | 0 |
| 4. Funds held by or deposited with reinsured companies (Line 16.2) | 0 | | 0 |
| 5. Other assets | 141,470 | | 141,470 |
| 6. Net amount recoverable from reinsurers | | (60,731) | (60,731) |
| 7. Protected cell assets (Line 27) | 0 | | 0 |
| 8. Totals (Line 28) | 28,722,411 | (96,982) | 28,625,429 |
| LIABILITIES (Page 3) | | | |
| 9. Losses and loss adjustment expenses (Lines 1 through 3) | 1,198,884 | 109,038 | 1,307,923 |
| 10. Taxes, expenses, and other obligations (Lines 4 through 8) | 609,660 | | 609,660 |
| 11. Unearned premiums (Line 9) | 4,847,372 | | 4,847,372 |
| 12. Advance premiums (Line 10) | 184,778 | | 184,778 |
| 13. Dividends declared and unpaid (Line 11.1 and 11.2) | 0 | | 0 |
| 14. Ceded reinsurance premiums payable (net of ceding commissions (Line 12) | 142,660 | (142,660) | 0 |
| 15. Funds held by company under reinsurance treaties (Line 13) | 63,360 | (63,360) | 0 |
| 16. Amounts withheld or retained by company for account of others (Line 14) | 22,953 | | 22,953 |
| 17. Provision for reinsurance (Line 16) | 0 | | 0 |
| 18. Other liabilities | 1,072 | | 1,072 |
| 19. Total liabilities excluding protected cell business (Line 26) | 7,070,739 | (96,982) | 6,973,757 |
| 20. Protected cell liabilities (Line 27) | | | 0 |
| 21. Surplus as regards policyholders (Line 37) | 21,651,672 | XXX | 21,651,672 |
| 22. Totals (Line 38) | 28,722,411 | (96,982) | 28,625,429 |

NOTE: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements? Yes [] No [X]

If yes, give full explanation:

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SUMMARY INVESTMENT SCHEDULE

| Investment Categories | Gross Investment Holdings | | Admitted Assets as Reported in the Annual Statement | | | |
|--|---------------------------|-------------------------------------|---|--|-----------------------------------|-------------------------------------|
| | 1 Amount | 2 Percentage of Column 1 Line 13 | 3 Amount | 4 Securities Lending Reinvested Collateral Amount | 5 Total (Col. 3 + 4) Amount | 6 Percentage of Column 5 Line 13 |
| 1. Long-Term Bonds (Schedule D, Part 1): | | | | | | |
| 1.01 U.S. governments | 2,845 | 0.010 | 2,845 | | 2,845 | 0.010 |
| 1.02 All other governments | | 0.000 | | | 0 | 0.000 |
| 1.03 U.S. states, territories and possessions, etc. guaranteed | 1,022,323 | 3.761 | 1,022,323 | | 1,022,323 | 3.761 |
| 1.04 U.S. political subdivisions of states, territories, and possessions, guaranteed | 4,320,360 | 15.894 | 4,320,360 | | 4,320,360 | 15.894 |
| 1.05 U.S. special revenue and special assessment obligations, etc. non-guaranteed | 5,213,066 | 19.179 | 5,213,066 | | 5,213,066 | 19.179 |
| 1.06 Industrial and miscellaneous | 2,487,966 | 9.153 | 2,487,966 | | 2,487,966 | 9.153 |
| 1.07 Hybrid securities | | 0.000 | | | 0 | 0.000 |
| 1.08 Parent, subsidiaries and affiliates | | 0.000 | | | 0 | 0.000 |
| 1.09 SVO identified funds | | 0.000 | | | 0 | 0.000 |
| 1.10 Unaffiliated Bank loans | | 0.000 | | | 0 | 0.000 |
| 1.11 Total long-term bonds | 13,046,560 | 47.998 | 13,046,560 | 0 | 13,046,560 | 47.998 |
| 2. Preferred stocks (Schedule D, Part 2, Section 1): | | | | | | |
| 2.01 Industrial and miscellaneous (Unaffiliated) | 250,000 | 0.920 | 250,000 | | 250,000 | 0.920 |
| 2.02 Parent, subsidiaries and affiliates | 0 | 0.000 | | | 0 | 0.000 |
| 2.03 Total preferred stocks | 250,000 | 0.920 | 250,000 | 0 | 250,000 | 0.920 |
| 3. Common stocks (Schedule D, Part 2, Section 2): | | | | | | |
| 3.01 Industrial and miscellaneous Publicly traded (Unaffiliated) | 3,371,348 | 12.403 | 3,371,348 | | 3,371,348 | 12.403 |
| 3.02 Industrial and miscellaneous Other (Unaffiliated) | 33,607 | 0.124 | 33,607 | | 33,607 | 0.124 |
| 3.03 Parent, subsidiaries and affiliates Publicly traded | | 0.000 | | | 0 | 0.000 |
| 3.04 Parent, subsidiaries and affiliates Other | 10,000 | 0.037 | 10,000 | | 10,000 | 0.037 |
| 3.05 Mutual funds | 1,479,233 | 5.442 | 1,479,233 | | 1,479,233 | 5.442 |
| 3.06 Unit investment trusts | | 0.000 | | | 0 | 0.000 |
| 3.07 Closed-end funds | 3,064,464 | 11.274 | 3,064,464 | | 3,064,464 | 11.274 |
| 3.08 Total common stocks | 7,958,652 | 29.280 | 7,958,652 | 0 | 7,958,652 | 29.280 |
| 4. Mortgage loans (Schedule B): | | | | | | |
| 4.01 Farm mortgages | 0 | 0.000 | | | 0 | 0.000 |
| 4.02 Residential mortgages | 0 | 0.000 | | | 0 | 0.000 |
| 4.03 Commercial mortgages | 0 | 0.000 | | | 0 | 0.000 |
| 4.04 Mezzanine real estate loans | 0 | 0.000 | | | 0 | 0.000 |
| 4.05 Total valuation allowance | | 0.000 | | | 0 | 0.000 |
| 4.06 Total mortgage loans | 0 | 0.000 | 0 | 0 | 0 | 0.000 |
| 5. Real estate (Schedule A): | | | | | | |
| 5.01 Properties occupied by company | 27,827 | 0.102 | 27,827 | | 27,827 | 0.102 |
| 5.02 Properties held for production of income | 0 | 0.000 | 0 | | 0 | 0.000 |
| 5.03 Properties held for sale | 0 | 0.000 | 0 | | 0 | 0.000 |
| 5.04 Total real estate | 27,827 | 0.102 | 27,827 | 0 | 27,827 | 0.102 |
| 6. Cash, cash equivalents and short-term investments: | | | | | | |
| 6.01 Cash (Schedule E, Part 1) | 4,030,499 | 14.828 | 4,030,499 | | 4,030,499 | 14.828 |
| 6.02 Cash equivalents (Schedule E, Part 2) | 1,868,044 | 6.872 | 1,868,044 | | 1,868,044 | 6.872 |
| 6.03 Short-term investments (Schedule DA) | | 0.000 | | | 0 | 0.000 |
| 6.04 Total cash, cash equivalents and short-term investments | 5,898,543 | 21.701 | 5,898,543 | 0 | 5,898,543 | 21.701 |
| 7. Contract loans | 0 | 0.000 | 0 | | 0 | 0.000 |
| 8. Derivatives (Schedule DB) | 0 | 0.000 | 0 | | 0 | 0.000 |
| 9. Other invested assets (Schedule BA) | 0 | 0.000 | 0 | | 0 | 0.000 |
| 10. Receivables for securities | 0 | 0.000 | 0 | | 0 | 0.000 |
| 11. Securities Lending (Schedule DL, Part 1) | 0 | 0.000 | 0 | XXX | XXX | XXX |
| 12. Other invested assets (Page 2, Line 11) | 0 | 0.000 | 0 | | 0 | 0.000 |
| 13. Total invested assets | 27,181,582 | 100.000 | 27,181,582 | 0 | 27,181,582 | 100.000 |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

| | |
|--|--------|
| 1. Book/adjusted carrying value, December 31 of prior year | 26,573 |
| 2. Cost of acquired: | |
| 2.1 Actual cost at time of acquisition (Part 2, Column 6) | 2,158 |
| 2.2 Additional investment made after acquisition (Part 2, Column 9) | 0 |
| 3. Current year change in encumbrances: | |
| 3.1 Totals, Part 1, Column 13 | 0 |
| 3.2 Totals, Part 3, Column 11 | 0 |
| 4. Total gain (loss) on disposals, Part 3, Column 18 | |
| 5. Deduct amounts received on disposals, Part 3, Column 15 | |
| 6. Total foreign exchange change in book/adjusted carrying value: | |
| 6.1 Totals, Part 1, Column 15 | 0 |
| 6.2 Totals, Part 3, Column 13 | 0 |
| 7. Deduct current year's other than temporary impairment recognized: | |
| 7.1 Totals, Part 1, Column 12 | 0 |
| 7.2 Totals, Part 3, Column 10 | 0 |
| 8. Deduct current year's depreciation: | |
| 8.1 Totals, Part 1, Column 11 | 904 |
| 8.2 Totals, Part 3, Column 9 | 904 |
| 9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) | 27,827 |
| 10. Deduct total nonadmitted amounts | 0 |
| 11. Statement value at end of current period (Line 9 minus Line 10) | 27,827 |

SCHEDULE B - VERIFICATION BETWEEN YEARS

Mortgage Loans

| | |
|---|--|
| 1. Book value/recorded investment excluding accrued interest, December 31 of prior year | |
| 2. Cost of acquired: | |
| 2.1 Actual cost at time of acquisition (Part 2, Column 7) | |
| 2.2 Additional investment made after acquisition (Part 2, Column 8) | |
| 3. Capitalized deferred interest and other: | |
| 3.1 Totals, Part 1, Column 12 | |
| 3.2 Totals, Part 3, Column 11 | |
| 4. Accrual of discount | |
| 5. Unrealized valuation increase (decrease): | |
| 5.1 Totals, Part 1, Column 9 | |
| 5.2 Totals, Part 3, Column 8 | |
| 6. Total gain (loss) on disposals, Part 3, Column 18 | |
| 7. Deduct amounts received on disposals, Part 3, Column 15 | |
| 8. Deduct amortization of premium and mortgage interest points and commitment fees | |
| 9. Total foreign exchange change in book value/recorded investment excluding accrued interest: | |
| 9.1 Totals, Part 1, Column 13 | |
| 9.2 Totals, Part 3, Column 13 | |
| 10. Deduct current year's other than temporary impairment recognized: | |
| 10.1 Totals, Part 1, Column 11 | |
| 10.2 Totals, Part 3, Column 10 | |
| 11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) | |
| 12. Total valuation allowance | |
| 13. Subtotal (Line 11 plus 12) | |
| 14. Deduct total nonadmitted amounts | |
| 15. Statement value of mortgages owned at end of current period (Line 13 minus Line 14) | |

NONE

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE BA - VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

| | | |
|------|--|--|
| 1. | Book/adjusted carrying value, December 31 of prior year | |
| 2. | Cost of acquired: | |
| 2.1 | Actual cost at time of acquisition (Part 2, Column 8) | |
| 2.2 | Additional investment made after acquisition (Part 2, Column 9) | |
| 3. | Capitalized deferred interest and other: | |
| 3.1 | Totals, Part 1, Column 16 | |
| 3.2 | Totals, Part 3, Column 12 | |
| 4. | Accrual of discount | |
| 5. | Unrealized valuation increase (decrease): | |
| 5.1 | Totals, Part 1, Column 13 | |
| 5.2 | Totals, Part 3, Column 9 | |
| 6. | Total gain (loss) on disposals, Part 3, Column 19 | |
| 7. | Deduct amounts received on disposals, Part 3, Column 16 | |
| 8. | Deduct amortization of premium and depreciation | |
| 9. | Total foreign exchange change in book/adjusted carrying value: | |
| 9.1 | Totals, Part 1, Column 17 | |
| 9.2 | Totals, Part 3, Column 14 | |
| 10. | Deduct current year's other than temporary impairment recognized: | |
| 10.1 | Totals, Part 1, Column 15 | |
| 10.2 | Totals, Part 3, Column 11 | |
| 11. | Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) | |
| 12. | Deduct total nonadmitted amounts | |
| 13. | Statement value at end of current period (Line 11 minus Line 12) | |

NONE**SCHEDULE D - VERIFICATION BETWEEN YEARS**

Bonds and Stocks

| | | |
|------|--|------------|
| 1. | Book/adjusted carrying value, December 31 of prior year | 19,758,849 |
| 2. | Cost of bonds and stocks acquired, Part 3, Column 7 | 6,242,882 |
| 3. | Accrual of discount | 839 |
| 4. | Unrealized valuation increase (decrease): | |
| 4.1. | Part 1, Column 12 | 0 |
| 4.2. | Part 2, Section 1, Column 15 | (28,000) |
| 4.3. | Part 2, Section 2, Column 13 | 806,740 |
| 4.4. | Part 4, Column 11 | (120,257) |
| | | 658,483 |
| 5. | Total gain (loss) on disposals, Part 4, Column 19 | 225,174 |
| 6. | Deduction consideration for bonds and stocks disposed of, Part 4, Column 7 | 5,453,197 |
| 7. | Deduct amortization of premium | 177,817 |
| 8. | Total foreign exchange change in book/adjusted carrying value: | |
| 8.1. | Part 1, Column 15 | 0 |
| 8.2. | Part 2, Section 1, Column 19 | 0 |
| 8.3. | Part 2, Section 2, Column 16 | 0 |
| 8.4. | Part 4, Column 15 | 0 |
| | | 0 |
| 9. | Deduct current year's other than temporary impairment recognized: | |
| 9.1. | Part 1, Column 14 | 0 |
| 9.2. | Part 2, Section 1, Column 17 | 0 |
| 9.3. | Part 2, Section 2, Column 14 | 0 |
| 9.4. | Part 4, Column 13 | 0 |
| | | 0 |
| 10. | Total investment income recognized as a result of prepayment penalties and/or acceleration fees, Note 5Q, Line 2 | 0 |
| 11. | Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10) | 21,255,212 |
| 12. | Deduct total nonadmitted amounts | 0 |
| 13. | Statement value at end of current period (Line 11 minus Line 12) | 21,255,212 |

SCHEDULE A - PART 1

Showing All Real Estate OWNED December 31 of Current Year

| 1 | 2 | Location | | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value Less Encumbrances | | | | | 16 | 17 |
|---|------|----------|-------|---------------|------------------------|-------------|------------------------|--|------------------------------|--|---|---------------------------------------|--|--|--|--------------------------------------|
| | | 3 | 4 | | | | | | | 11 | 12 | 13 | 14 | 15 | | |
| Description of Property | Code | City | State | Date Acquired | Date of Last Appraisal | Actual Cost | Amount of Encumbrances | Book/Adjusted Carrying Value Less Encumbrances | Fair Value Less Encumbrances | Current Year's Depreciation | Current Year's Other-Than-Temporary Impairment Recognized | Current Year's Change in Encumbrances | Total Change in Book/ Adjusted Carrying Value (13-11-12) | Total Foreign Exchange Change in Book/ Adjusted Carrying Value | Gross Income Earned Less Interest Incurred on Encumbrances | Taxes, Repairs and Expenses Incurred |
| Home Office Building | | Preston | IA | 01/01/1963 | | 185,454 | 0 | 27,827 | 0 | 904 | 0 | 0 | (904) | 0 | 7,339 | 16,808 |
| 0299999. Property occupied by the reporting entity - Administrative | | | | | | 185,454 | 0 | 27,827 | 0 | 904 | 0 | 0 | (904) | 0 | 7,339 | 16,808 |
| 0399999. Total Property occupied by the reporting entity | | | | | | 185,454 | 0 | 27,827 | 0 | 904 | 0 | 0 | (904) | 0 | 7,339 | 16,808 |
| 0699999 - Totals | | | | | | 185,454 | 0 | 27,827 | 0 | 904 | 0 | 0 | (904) | 0 | 7,339 | 16,808 |

01

Schedule A - Part 3 - Real Estate Disposed

NONE

Schedule B - Part 1 - Mortgage Loans Owned

NONE

Schedule B - Part 2 - Mortgage Loans Acquired and Additions Made

NONE

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid

NONE

Schedule BA - Part 1 - Other Long-Term Invested Assets Owned

NONE

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made

NONE

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

NONE

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

| 1 | 2 | 3 | | | 6 | 7 | 8 | | 10 | 11 | Change in Book/Adjusted Carrying Value | | | 15 | Interest | | | 20 | | 21 | | 22 |
|-------------|--|---|---|------------------|-----------|-----------|-------------|------------|-----------|----|--|--------------------------------|--|-------|---|--|---|---------|-------------------|------------|---------------------------------|----|
| | | 4 | 5 | NAIC Designation | | | Actual Cost | Fair Value | | | Par Value | Rate Used to Obtain Fair Value | Unrealized Valuation Increase/(Decrease) | | Current Year's (Amortization)/Accretion | Current Year's Other-Temporary Impairment Recognized | Total Foreign Exchange Change in Book/Adjusted Carrying Value | Rate of | Effective Rate of | When Paid | Admitted Amount Due and Accrued | |
| 36224F-V5-9 | GNMA 434925 | 1 | A | 1 | 186 | 106,715.0 | 207 | 189 | 189 | 0 | 0 | 0 | 0 | 6,500 | 6,399 | MON | 1 | 13 | 01/01/1993 | 04/15/2023 | | |
| 36253J-2P-1 | GNMA 430986 | 1 | A | 1 | 496 | 100,351.0 | 496 | 496 | 496 | 0 | 0 | 0 | 0 | 7,000 | 7,000 | MON | 3 | 3 | 01/01/1996 | 09/15/2025 | | |
| 36203K-4B-5 | GNMA 435112 | 1 | A | 1 | 81 | 100,850.0 | 82 | 82 | 82 | 0 | 0 | 0 | 0 | 7,000 | 7,130 | MON | 0 | 7 | 01/01/1995 | 07/15/2023 | | |
| 36203J-F5-9 | GNMA 435285 | 1 | A | 1 | 399 | 101,315.0 | 409 | 404 | 403 | 0 | 0 | 0 | 0 | 7,500 | 7,534 | MON | 3 | 31 | 01/01/1996 | 07/15/2024 | | |
| 36204E-2P-1 | GNMA 436675 | 1 | A | 1 | 69 | 109,710.0 | 71 | 69 | 69 | 0 | 0 | 0 | 0 | 6,500 | 6,519 | MON | 0 | 5 | 01/01/1993 | 11/15/2023 | | |
| 36205H-4P-9 | GNMA 439318 | 1 | A | 1 | 47 | 100,390.0 | 47 | 47 | 47 | 0 | 0 | 0 | 0 | 7,500 | 7,287 | MON | 0 | 4 | 01/01/1995 | 06/15/2024 | | |
| 36206C-2P-0 | GNMA 440780 | 1 | A | 1 | 171 | 100,350.0 | 171 | 171 | 171 | 0 | 0 | 0 | 0 | 7,000 | 6,973 | MON | 1 | 12 | 01/01/1996 | 07/15/2024 | | |
| 36207J-7A-8 | GNMA 442939 | 1 | A | 1 | 42 | 100,310.0 | 42 | 42 | 42 | 0 | 0 | 0 | 0 | 7,000 | 6,987 | MON | 0 | 4 | 01/01/1996 | 03/15/2026 | | |
| 36208C-3A-6 | GNMA 444703 | 1 | A | 1 | 145 | 100,330.0 | 145 | 145 | 145 | 0 | 0 | 0 | 0 | 7,000 | 7,023 | MON | 1 | 10 | 01/01/1997 | 05/15/2027 | | |
| 36209A-2Z-4 | GNMA 445361 | 1 | A | 1 | 72 | 107,970.0 | 74 | 62 | 62 | 0 | 0 | 0 | 0 | 7,000 | 6,963 | MON | 0 | 5 | 01/01/1996 | 12/15/2027 | | |
| 36210E-PE-2 | GNMA 450291 | 1 | A | 1 | 1,132 | 110,130.0 | 1,246 | 1,132 | 1,132 | 0 | 0 | 0 | 0 | 6,500 | 6,500 | MON | 6 | 74 | 01/01/1999 | 06/15/2029 | | |
| 02999999 | Subtotal - Bonds - U.S. Governments - Residential Mortgage-Backed Securities | | | | 2,838 | XXX | 2,998 | 2,844 | 2,844 | 0 | 0 | 0 | 0 | XXX | XXX | XXX | 16 | 199 | XXX | XXX | | |
| 05999999 | Total - U.S. Government Bonds | | | | 2,838 | XXX | 2,998 | 2,844 | 2,844 | 0 | 0 | 0 | 0 | XXX | XXX | XXX | 16 | 199 | XXX | XXX | | |
| 10999999 | Total - All Other Government Bonds | | | | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | XXX | XXX | 0 | 0 | XXX | XXX | | |
| 03357L-AL-1 | Akeley Iowa Cmty Sch Dist Ref | 2 | 1 | 1 | 70,000 | 102,960.0 | 72,078 | 70,000 | 70,000 | 0 | 0 | 0 | 0 | 3,000 | 3,000 | JD | 175 | 2,160 | 02/01/2015 | 08/01/2029 | | |
| 13033D-9H-7 | California St Var Pars 60 | 2 | 1 | 1 | 325,965 | 123,040.0 | 338,382 | 375,000 | 329,661 | 0 | 15,601 | 0 | 0 | 4,000 | 4,100 | JN | 1,833 | 12,899 | 09/03/2020 | 11/01/2034 | | |
| 46246P-M0-0 | Iowa Fin Auth Health Care Facs | 2 | 1 | 1 | 99,598 | 105,514.0 | 105,514 | 100,000 | 99,796 | 0 | 40 | 0 | 0 | 4,000 | 4,100 | JJ | 2,000 | 4,000 | 11/14/2013 | 07/01/2026 | | |
| 46298Z-2P-4 | Iowa St Univ Science & Tech | 2 | 1 | 1 | 50,000 | 102,960.0 | 51,480 | 50,000 | 50,000 | 0 | 0 | 0 | 0 | 2,750 | 2,750 | JJ | 698 | 1,375 | 04/01/2013 | 07/01/2026 | | |
| 47871D-T2-9 | Johnson City Kans Univ Sch | 2 | 1 | 1 | 49,989 | 103,460.0 | 51,732 | 50,000 | 50,000 | 0 | 0 | 0 | 0 | 3,000 | 3,000 | JS | 375 | 1,500 | 05/01/2013 | 10/01/2028 | | |
| 63668A-T5-1 | Nebraska Pub Per Dist Rev | 2 | 1 | 1 | 57,294 | 100,000.0 | 50,000 | 50,000 | 50,000 | 0 | 0 | 0 | 0 | 5,000 | 3,268 | JJ | 1,250 | 2,500 | 02/14/2012 | 01/01/2034 | | |
| 66759E-6A-8 | Northwest MO St Univ Rev | 2 | 1 | 1 | 38,706 | 100,680.0 | 40,274 | 40,000 | 39,990 | 0 | 28 | 0 | 0 | 2,825 | 2,700 | JD | 38 | 1,650 | 01/02/2013 | 06/01/2024 | | |
| 68259P-2A-5 | Southwest Wis State Univ | 2 | 1 | 1 | 38,340 | 103,220.0 | 41,317 | 40,000 | 39,780 | 0 | 50 | 0 | 0 | 3,500 | 3,650 | UN | 293 | 1,400 | 06/13/2013 | 05/01/2026 | | |
| 70914P-L3-6 | Pennsylvania St GO | 2 | 1 | 1 | 252,113 | 110,907.0 | 249,541 | 225,000 | 244,305 | 0 | 15,966 | 0 | 0 | 4,125 | 4,172 | JJ | 1,031 | 2,063 | 08/27/2020 | 03/15/2026 | | |
| 82956E-2L-1 | Sioux Falls SD Sch Dist | 2 | 1 | 1 | 49,747 | 100,000.0 | 50,000 | 50,000 | 49,871 | 0 | 17 | 0 | 0 | 4,125 | 4,172 | JJ | 1,031 | 2,063 | 08/27/2020 | 07/01/2028 | | |
| 11999999 | Subtotal - U.S. States, Territories and Possessions - Issuer Obligations | | | | 1,043,689 | XXX | 1,050,318 | 960,000 | 1,022,323 | 0 | (12,183) | 0 | 0 | XXX | XXX | XXX | 10,323 | 37,576 | XXX | XXX | | |
| 17999999 | Total - U.S. States, Territories and Possessions Bonds | | | | 1,043,689 | XXX | 1,050,318 | 960,000 | 1,022,323 | 0 | (12,183) | 0 | 0 | XXX | XXX | XXX | 10,323 | 37,576 | XXX | XXX | | |
| 00339R-4L-7 | Admiral Only IA 50 2010 | 2 | 1 | 1 | 51,672 | 100,204.0 | 50,102 | 50,000 | 50,000 | 0 | 0 | 0 | 0 | 3,000 | 1,180 | JD | 325 | 1,625 | 07/17/2017 | 06/01/2022 | | |
| 03337S-9P-3 | Akeley IA Ser Rev SER 3 | 2 | 1 | 1 | 75,000 | 106,620.0 | 75,497 | 75,000 | 75,000 | 0 | 0 | 0 | 0 | 3,000 | 3,000 | MS | 375 | 2,250 | 05/01/2014 | 05/01/2026 | | |
| 05298T-9H-5 | Kastlin Two Pub Trst Ref 2020 | 2 | 1 | 1 | 240,443 | 132,430.0 | 231,703 | 175,000 | 222,659 | 0 | 16,293 | 0 | 0 | 4,000 | 1,020 | MS | 2,917 | 7,899 | 09/16/2020 | 09/01/2030 | | |
| 067671-P1-2 | BETTINGOFF IA 3% 06/01/2028-2022 | 2 | 1 | 1 | 100,125 | 100,908.0 | 100,908 | 100,000 | 100,007 | 0 | (19) | 0 | 0 | 3,000 | 2,960 | JD | 250 | 3,000 | 03/05/2015 | 06/01/2028 | | |
| 067671-H2-6 | Bettendorf IA 3% | 2 | 1 | 1 | 75,000 | 101,100.0 | 75,825 | 75,000 | 75,000 | 0 | 0 | 0 | 0 | 3,000 | 3,000 | JD | 198 | 2,250 | 06/20/2014 | 06/01/2027 | | |
| 115065-Q2-8 | Broward City FL CFS Parln 2024 | 2 | 1 | 1 | 310,251 | 129,810.0 | 305,478 | 235,000 | 308,064 | 0 | (2,197) | 0 | 0 | 5,000 | 1,150 | JJ | 5,675 | 0 | 09/22/2021 | 07/01/2030 | | |
| 250111-Q3-3 | Des Moines IA INPT CMNTY SCH | 2 | 1 | 1 | 51,604 | 101,457.0 | 50,729 | 50,000 | 50,093 | 0 | (221) | 0 | 0 | 4,000 | 3,540 | JD | 167 | 2,000 | 05/01/2014 | 06/01/2029 | | |
| 250109-9H-8 | Des Moines IA Rtg Ser A G/O | 2 | 1 | 1 | 262,625 | 103,115.0 | 257,798 | 250,000 | 255,111 | 0 | (3,538) | 0 | 0 | 3,375 | 1,905 | JD | 703 | 8,438 | 11/04/2019 | 06/01/2033 | | |
| 250109-9H-0 | Des Moines Iowa RPT AUTH Rev | 2 | 1 | 1 | 53,975 | 101,680.0 | 50,343 | 50,000 | 50,365 | 0 | (489) | 0 | 0 | 5,000 | 4,037 | JD | 268 | 2,500 | 04/02/2012 | 04/01/2027 | | |
| 263777-4L-0 | Dunn CMNTY #1 Health Care | 2 | 1 | 1 | 41,978 | 100,910.0 | 40,364 | 40,000 | 40,058 | 0 | (232) | 0 | 0 | 4,000 | 3,400 | AD | 400 | 1,600 | 06/25/2012 | 04/01/2030 | | |
| 263777-4L-0 | Dunn CMNTY #1s Go Health Care Center | 2 | 1 | 1 | 36,730 | 100,610.0 | 35,319 | 35,000 | 35,050 | 0 | (203) | 0 | 0 | 4,000 | 3,400 | AD | 340 | 1,400 | 06/25/2012 | 04/01/2030 | | |
| 301074-3A-3 | Fargo Ref & Hgt SER A | 2 | 1 | 1 | 50,000 | 100,710.0 | 50,088 | 50,000 | 50,088 | 0 | 0 | 0 | 0 | 3,000 | 3,000 | UN | 250 | 1,500 | 05/02/2012 | 04/01/2027 | | |
| 363137-8C-3 | Franklin TWP MO | 2 | 1 | 1 | 50,851 | 103,120.0 | 51,563 | 50,000 | 50,139 | 0 | (67) | 0 | 0 | 3,250 | 3,064 | JJ | 749 | 1,625 | 09/01/2012 | 07/15/2028 | | |
| 46246E-EX-5 | IOWA FIN AUTH HEALTH FACES REV MERCY | 2 | 1 | 1 | 54,271 | 102,610.0 | 51,301 | 50,000 | 50,383 | 0 | (570) | 0 | 0 | 3,000 | 3,800 | FA | 944 | 2,500 | 03/24/2014 | 08/15/2028 | | |
| 46246D-2L-6 | IOWA FIN AUTH HEALTH FACES REV GRAND V | 2 | 1 | 1 | 78,664 | 102,740.0 | 77,559 | 75,000 | 75,819 | 0 | (449) | 0 | 0 | 4,000 | 3,350 | AD | 750 | 3,000 | 03/03/2015 | 10/01/2023 | | |
| 46246P-M0-0 | Iowa Fin Auth HC FACES Rev Genes 1 | 2 | 1 | 1 | 48,510 | 105,514.0 | 49,796 | 50,000 | 49,796 | 0 | 0 | 0 | 0 | 4,000 | 4,100 | JJ | 1,000 | 2,000 | 11/14/2013 | 07/01/2026 | | |
| 46258Z-2P-4 | Iowa St Univ Science | 2 | 1 | 1 | 40,000 | 102,830.0 | 41,134 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 2,250 | 2,250 | JJ | 460 | 900 | 04/29/2013 | 07/01/2023 | | |
| 478381-H0-6 | Johnson IA Only Sch 3.75 | 2 | 1 | 1 | 49,948 | 101,690.0 | 50,795 | 50,000 | 49,979 | 0 | 4 | 0 | 0 | 3,750 | 3,761 | JJ | 538 | 1,875 | 12/13/2013 | 01/01/2026 | | |
| 478381-HF-1 | Johnson IA Only Sch 4.125 | 2 | 1 | 1 | 50,000 | 101,850.0 | 50,948 | 50,000 | 50,000 | 0 | 0 | 0 | 0 | 4,125 | 4,125 | JJ | 1,031 | 2,063 | 12/02/2013 | 07/01/2028 | | |
| 53427Z-2L-4 | Lincoln NE Elec Sys Rev | 2 | 1 | 1 | 50,000 | 101,960.0 | 50,980 | 50,000 | 50,000 | 0 | 0 | 0 | 0 | 3,125 | 3,125 | ME | 521 | 1,563 | 08/01/2012 | 09/01/2029 | | |
| 54646T-8B-5 | Los Angeles CA Un Sch Dist Tax GO Ref 2 | 2 | 1 | 1 | 438,272 | 110,430.0 | 441,728 | 400,000 | 438,161 | 0 | (1,111) | 0 | 0 | 5,000 | 5,568 | JJ | 6,000 | 0 | 10/08/2021 | 01/01/2034 | | |
| 54646H-4P-0 | Los Angeles City Calif Natl Truce 2024 | 2 | 1 | 1 | 303,478 | 132,040.0 | 297,104 | 225,000 | 293,459 | 0 | (7,689) | 0 | 0 | 5,000 | 1,190 | JD | 538 | 11,250 | 09/09/2020 | 06/01/2032 | | |
| 551753-4P-1 | Lynville Sully IA Cmty Sch Dist | 2 | 1 | 1 | 40,610 | 100,300.0 | 40,120 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 4,250 | 4,050 | JJ | 850 | 1,913 | 03/17/2010 | 07/01/2025 | | |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

| 1 | 2 | 3 Codes | | 5 | 6 | 7 | 8 | | 9 | 10 | 11 | 12 Change in Book/Adjusted Carrying Value | | | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|------------|---|---------|--------|-----------|----------|-----------|-------------|--------------------------------|-----------|-----------|----|---|-----------|--|-------|-------|-------|-------|--------|-------------|------------|------------|------------|
| | | C | D | | | | Actual Cost | Rate Used to Obtain Fair Value | | | | Fair Value | Par Value | Unrealized Valuation Increase/(Decrease) | | | | | | | | | |
| 59333-06-1 | Miami Dade Only FL Sch Brd Ser A | 2 | 1.5 FE | 241,372 | 116,650 | 233,384 | 200,000 | 233,384 | 200,000 | 232,008 | 0 | (7,355) | 0 | 0 | 5,000 | 1.189 | 1.189 | 1.189 | 1,667 | 10,000 | 10,000 | 09/03/2020 | 05/01/2022 |
| 59150-01-7 | Midland IA GO | 2 | 1.5 FE | 50,000 | 100,3070 | 50,154 | 50,000 | 50,154 | 50,000 | 50,154 | 0 | 0 | 0 | 4,150 | 1.460 | 1.460 | 1.460 | 1,038 | 2,076 | 10,011/2020 | 07/01/2028 | | |
| 64960-06-7 | New York NY GO Fiscal 2021A Sub At | 2 | 1.0 FE | 331,525 | 131,651 | 328,378 | 250,000 | 328,378 | 250,000 | 321,884 | 0 | (7,377) | 0 | 0 | 5,000 | 1.450 | 1.450 | 1.450 | 5,208 | 11,181 | 08/28/2020 | 08/01/2030 | |
| 67342-01-8 | Oakland Macomb Mich Ltd Tax GO 2020A | 2 | 1.0 FE | 224,888 | 111,070 | 222,140 | 200,000 | 222,140 | 200,000 | 221,834 | 0 | (2,777) | 0 | 0 | 3,000 | 1.620 | 1.620 | 1.620 | 3,000 | 4,967 | 09/15/2020 | 07/01/2033 | |
| 68180-01-4 | Owaha Neb SPL 061g | 2 | 1.0 FE | 49,563 | 100,1698 | 50,085 | 50,000 | 50,085 | 50,000 | 49,807 | 0 | 28 | 0 | 0 | 3,000 | 1.070 | 1.070 | 1.070 | 625 | 1,500 | 02/04/2022 | 02/01/2028 | |
| 69191-06-1 | Owaha Neb Spl 061g | 2 | 1.0 FE | 101,789 | 100,1900 | 100,190 | 100,000 | 100,190 | 100,000 | 100,019 | 0 | (245) | 0 | 0 | 3,500 | 1.250 | 1.250 | 1.250 | 1,458 | 3,500 | 12/30/2014 | 02/01/2032 | |
| 70633-01-5 | San Antonio TX PUB Facs | 2 | 1.0 FE | 50,000 | 102,2260 | 51,113 | 50,000 | 50,000 | 50,000 | 50,000 | 0 | 0 | 0 | 0 | 4,000 | 1.000 | 1.000 | 1.000 | 589 | 2,000 | 03/06/2014 | 09/15/2033 | |
| 82994-01-0 | Sioux Falls SD Sales Tax Rev | 2 | 1.0 FE | 39,263 | 104,3650 | 40,770 | 40,000 | 40,770 | 40,000 | 39,680 | 0 | 48 | 0 | 0 | 3,000 | 1.250 | 1.250 | 1.250 | 153 | 1,000 | 11/15/2027 | | |
| 82999-02-1 | Sioux Falls SD Sch Dist | 2 | 1.0 FE | 49,747 | 100,0000 | 50,000 | 50,000 | 50,000 | 50,000 | 50,000 | 0 | 0 | 0 | 0 | 4,125 | 1.172 | 1.172 | 1.172 | 1,031 | 2,063 | 08/01/2013 | 01/01/2028 | |
| 91474-01-8 | University Northern IA Univ Revs | 2 | 1.0 FE | 40,000 | 103,0400 | 41,218 | 40,000 | 41,218 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 2,675 | 1.625 | 1.625 | 1.625 | 303 | 1,450 | 02/08/2013 | 04/01/2033 | |
| 91526-01-5 | University of Rice Hosp & Clinics | 2 | 1.0 FE | 40,000 | 104,1270 | 41,651 | 40,000 | 41,651 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 4,000 | 1.300 | 1.300 | 1.300 | 167 | 2,000 | 03/06/2014 | 06/01/2026 | |
| 94320-01-1 | WAUSEO OHN CMY SCH DIST SCH | 2 | 1.0 FE | 53,221 | 101,4400 | 53,723 | 50,000 | 53,723 | 50,000 | 50,194 | 0 | (434) | 0 | 0 | 4,000 | 1.300 | 1.300 | 1.300 | 167 | 2,000 | 03/06/2014 | 06/01/2026 | |
| 92079-01-6 | WPI Energy MI PWR | 2 | 1.0 FE | 40,000 | 105,1480 | 42,059 | 40,000 | 42,059 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 4,000 | 1.000 | 1.000 | 1.000 | 1,600 | 1,600 | 07/15/2013 | 07/01/2026 | |
| 94283-01-7 | Waakee IA S 125 | 2 | 1.0 FE | 74,249 | 100,9630 | 75,722 | 75,000 | 75,722 | 75,000 | 74,946 | 0 | 46 | 0 | 0 | 3,125 | 1.207 | 1.207 | 1.207 | 195 | 2,344 | 11/26/2014 | 08/01/2030 | |
| 94414-01-7 | Wayne County Mich Wrrt1 | 2 | 1.0 FE | 25,438 | 100,2830 | 25,071 | 25,000 | 25,071 | 25,000 | 25,000 | 0 | 0 | 0 | 0 | 4,125 | 1.325 | 1.325 | 1.325 | 86 | 1,031 | 01/31/2012 | 12/01/2022 | |
| 96079-01-7 | Willi Only IL County Unit Sch Dist GO Ref | 2 | 1.0 FE | 428,873 | 123,4930 | 432,226 | 350,000 | 432,226 | 350,000 | 426,981 | 0 | (1,882) | 0 | 0 | 4,000 | 1.300 | 1.300 | 1.300 | 233 | 0 | 10/06/2021 | 11/01/2030 | |
| 1899999 | Subtotal - Bonds - U.S. Political Subdivisions - Issuer Obligations | | | 4,395,853 | XXXX | 4,365,201 | 3,875,000 | 4,320,360 | 4,320,360 | 4,283,811 | 0 | (42,831) | 0 | 0 | XXXX | XXXX | XXXX | XXXX | 45,216 | 111,109 | XXXX | XXXX | XXXX |
| 2499999 | Total - U.S. Political Subdivisions Bonds | | | 4,395,853 | XXXX | 4,365,201 | 3,875,000 | 4,320,360 | 4,320,360 | 4,283,811 | 0 | (42,831) | 0 | 0 | XXXX | XXXX | XXXX | XXXX | 45,216 | 111,109 | XXXX | XXXX | XXXX |
| 01642-01-5 | Alaska St Intl Airpts Rev 2016B | 2 | 1.5 FE | 254,760 | 115,8150 | 251,630 | 200,000 | 251,630 | 200,000 | 246,226 | 0 | (6,752) | 0 | 0 | 5,000 | 1.460 | 1.460 | 1.460 | 1,000 | 10,000 | 09/22/2020 | 10/01/2032 | |
| 01761-01-7 | Allegany IA Utilities | 2 | 2.0 FE | 20,732 | 100,2000 | 20,042 | 20,000 | 20,042 | 20,000 | 20,000 | 0 | 0 | 0 | 3,500 | 3.005 | 3.005 | 3.005 | 58 | 700 | 05/19/2014 | 12/01/2022 | | |
| 01767-01-7 | Allegheny Only PA San Auth Ser 2020A | 2 | 1.0 FE | 207,358 | 132,1690 | 204,862 | 150,000 | 204,862 | 150,000 | 200,943 | 0 | (5,139) | 0 | 0 | 5,000 | 1.275 | 1.275 | 1.275 | 646 | 7,750 | 09/17/2020 | 06/01/2032 | |
| 18100-01-5 | Clark City WY Hwy Impl Rev 2017 | 2 | 1.0 FE | 146,394 | 120,4560 | 140,918 | 200,000 | 140,918 | 200,000 | 141,873 | 0 | (4,821) | 0 | 0 | 5,000 | 1.070 | 1.070 | 1.070 | 5,000 | 6,518 | 05/18/2021 | 07/01/2037 | |
| 20775-01-5 | Connecticut St Spl Tax Ob Rev 2021A | 2 | 1.0 FE | 299,885 | 130,5510 | 293,740 | 225,000 | 293,740 | 225,000 | 290,337 | 0 | (7,374) | 0 | 0 | 5,000 | 1.310 | 1.310 | 1.310 | 1,875 | 11,250 | 09/10/2020 | 05/01/2030 | |
| 20775-01-7 | Connecticut St Spl Tax Ob Rev 2021A | 2 | 1.0 FE | 333,058 | 130,5510 | 326,378 | 250,000 | 326,378 | 250,000 | 327,430 | 0 | (5,628) | 0 | 0 | 5,000 | 1.100 | 1.100 | 1.100 | 2,983 | 5,988 | 04/25/2021 | 05/01/2030 | |
| 42360-01-9 | Higher Ed Ln Auth Rev Grand Vev | 2.5 | 1.4 FE | 59,442 | 100,8740 | 60,524 | 60,000 | 60,524 | 60,000 | 59,811 | 0 | 28 | 0 | 0 | 4,125 | 1.200 | 1.200 | 1.200 | 619 | 2,475 | 02/20/2015 | 10/01/2032 | |
| 43169-01-2 | Hills IA Health Facs Rev | 2 | 4.0 FE | 44,258 | 100,0580 | 40,023 | 40,000 | 40,023 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 5,000 | 1.423 | 1.423 | 1.423 | 756 | 2,000 | 06/08/2012 | 08/15/2029 | |
| 43169-01-5 | Hills IA Health Facs Rev | 2 | 4.0 FE | 44,880 | 100,1550 | 40,062 | 40,000 | 40,062 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 5,000 | 1.363 | 1.363 | 1.363 | 756 | 2,000 | 02/19/2013 | 08/15/2023 | |
| 43169-01-2 | Hills Iowa Health Facs | 2 | 4.0 FE | 51,794 | 100,0580 | 50,029 | 50,000 | 50,029 | 50,000 | 50,000 | 0 | 0 | 0 | 0 | 5,000 | 1.423 | 1.423 | 1.423 | 844 | 2,500 | 06/08/2012 | 08/15/2029 | |
| 43203-01-7 | Illinois Fin Auth Rev 2016A | 2 | 1.0 FE | 233,266 | 114,6160 | 229,232 | 200,000 | 229,232 | 200,000 | 224,960 | 0 | (6,415) | 0 | 0 | 5,000 | 1.560 | 1.560 | 1.560 | 2,500 | 10,000 | 09/10/2020 | 10/01/2040 | |
| 47300-01-0 | Jefferson Only KY Sch Dist Fin C 2021 B | 2 | 1.0 FE | 425,900 | 131,0880 | 428,038 | 325,000 | 428,038 | 325,000 | 424,016 | 0 | (1,884) | 0 | 0 | 5,000 | 1.360 | 1.360 | 1.360 | 1,354 | 0 | 10/05/2021 | 12/01/2030 | |
| 57173-01-0 | McHillier Academic Vlg A2 Rev 2016A | 2 | 1.0 FE | 243,178 | 116,0500 | 236,100 | 200,000 | 236,100 | 200,000 | 233,873 | 0 | (7,250) | 0 | 0 | 5,000 | 1.150 | 1.150 | 1.150 | 5,000 | 10,000 | 09/03/2020 | 07/01/2031 | |
| 59299-01-7 | Metropolitan Trans Auth W Green S-11a | 2 | 1.0 FE | 308,364 | 118,9600 | 308,169 | 175,000 | 308,169 | 175,000 | 307,286 | 0 | (1,076) | 0 | 0 | 5,000 | 1.100 | 1.100 | 1.100 | 1,118 | 4,375 | 10/28/2021 | 11/15/2036 | |
| 59447-01-1 | Michigan Fin Auth Rev Ref Hosp Trinity | 2 | 1.0 FE | 227,794 | 122,7310 | 227,052 | 165,000 | 227,052 | 165,000 | 221,686 | 0 | (1,686) | 0 | 0 | 5,000 | 1.110 | 1.110 | 1.110 | 771 | 4,626 | 04/28/2021 | 12/01/2035 | |
| 59499-01-6 | Michigan St Hosp Fin Auth Rev Ref C | 2 | 1.0 FE | 30,608 | 123,7900 | 30,946 | 25,000 | 30,946 | 25,000 | 30,100 | 0 | (568) | 0 | 0 | 5,000 | 1.366 | 1.366 | 1.366 | 164 | 1,250 | 05/10/2021 | 12/01/2032 | |
| 59499-01-0 | Michigan St Hosp Fin Auth Rev Ref C | 2 | 1.0 FE | 214,296 | 122,8720 | 215,201 | 175,000 | 215,201 | 175,000 | 210,700 | 0 | (5,556) | 0 | 0 | 5,000 | 1.386 | 1.386 | 1.386 | 729 | 8,750 | 05/10/2021 | 12/01/2032 | |
| 60243-01-9 | Minnesota St Rev Sys 2021 S2 | 2 | 1.0 FE | 307,283 | 128,2970 | 301,498 | 235,000 | 301,498 | 235,000 | 301,837 | 0 | (5,456) | 0 | 0 | 5,000 | 1.010 | 1.010 | 1.010 | 979 | 6,430 | 04/28/2021 | 06/01/2029 | |
| 60416-01-1 | Minnesota St Higher Ed Facs Rev 2017A | 2 | 1.0 FE | 135,265 | 121,3890 | 133,518 | 110,000 | 133,518 | 110,000 | 130,630 | 0 | (3,457) | 0 | 0 | 5,000 | 1.550 | 1.550 | 1.550 | 1,375 | 5,500 | 08/25/2020 | 10/01/2030 | |
| 60417-01-8 | New York NY City Trans Rev Sabar S-1 | 2 | 1.0 FE | 241,133 | 119,0400 | 236,060 | 200,000 | 236,060 | 200,000 | 232,355 | 0 | (6,794) | 0 | 0 | 5,000 | 1.350 | 1.350 | 1.350 | 4,167 | 10,000 | 09/10/2020 | 08/01/2040 | |
| 64960-01-5 | New York NY Dora Rev 2018A | 2 | 1.0 FE | 241,454 | 119,6690 | 239,332 | 200,000 | 239,332 | 200,000 | 232,671 | 0 | (6,822) | 0 | 0 | 5,000 | 1.430 | 1.430 | 1.430 | 2,500 | 10,000 | 08/17/2020 | 10/01/2030 | |
| 68603-01-2 | Oregon St Facs Auth Rev 2016A | 2 | 1.0 FE | 236,182 | 116,9170 | 233,834 | 200,000 | 233,834 | 200,000 | 224,288 | 0 | (1,894) | 0 | 0 | 5,000 | 1.020 | 1.020 | 1.020 | 833 | 5,000 | 06/03/2021 | 06/01/2034 | |
| 70223-01-4 | Pennsylvania St Tak Comm Rev 2016A-1a | 2 | 1.0 FE | 296,596 | 119,0380 | 295,000 | 250,000 | 295,000 | 250,000 | 287,143 | 0 | (7,357) | 0 | 0 | 5,000 | 1.828 | 1.828 | 1.828 | 1,042 | 12,500 | 09/10/2020 | 12/01/2035 | |
| 73339-01-1 | Port Seattle WA Rev Ref | 2 | 1.0 FE | 221,293 | 116,8270 | 216,130 | 185,000 | 216,130 | 185,000 | 216,478 | 0 | (4,816) | 0 | 0 | 5,000 | 0.780 | 0.780 | 0.780 | 3,854 | 6,510 | 05/10/2021 | 02/01/2030 | |
| 82994-01-4 | Sioux Falls SD Sales Tax Rev | 2 | 1.0 FE | 49,499 | 102,1320 | 51,066 | 50,000 | 51,066 | 50,000 | 49,835 | 0 | 28 | 0 | 0 | 3,000 | 1.091 | 1 | | | | | | |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association
SCHEDULE D - PART 2 - SECTION 2

Showing All COMMON STOCKS Owned December 31 of Current Year

Table with columns: 1 CUSIP Identification, 2 Description, 3 Codes, 4 Foreign, 5 Number of Shares, 6 Book/Adjusted Carrying Value, 7 Rate Per Share Used to Obtain Fair Value, 8 Fair Value, 9 Actual Cost, 10 Declared but Unpaid, 11 Amount Received During Year, 12 Nonadmitted Declared But Unpaid, 13 Unrealized Valuation Increase/(Decrease), 14 Current Year's Other-Than-Temporary Impairment Recognized, 15 Total Change in Book/Adjusted Carrying Value (13 - 14), 16 Total Foreign Exchange in Book/Adjusted Carrying Value, 17 Date Acquired, 18 NAIC Designation, NAIC Designation Modifier and SVO Administrative Symbol.

ET 2

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE D - PART 2 - SECTION 2

Showing All COMMON STOCKS Owned December 31 of Current Year

| 1 | 2 | 3 Codes | | 5 | 6 | 7 Fair Value | | 9 | 10 | 11 Dividends | | 13 Change in Book/Adjusted Carrying Value | | 16 | 17 | 18 | |
|----------------------|---|---------|---------|------------------|------------------------------|--|------------|-------------|---------------------|-----------------------------|---------------------------------|---|---|--|--|---------------|---|
| | | 3 | 4 | | | 7 | 8 | | | 11 | 12 | 13 | 14 | | | | 15 |
| CUSIP Identification | Description | Code | Foreign | Number of Shares | Book/Adjusted Carrying Value | Rate Per Share Used to Obtain Fair Value | Fair Value | Actual Cost | Declared but Unpaid | Amount Received During Year | Nonadmitted Declared but Unpaid | Unrealized Valuation Increase/ (Decrease) | Current Year's Other-Than-Temporary Impairment Recognized | Total Change in Book/Adjusted Carrying Value (13 - 14) | Total Foreign Exchange in Book/Adjusted Carrying Value | Date Acquired | NAIC Designation, NAIC Designation Modifier and SVO Administrative Symbol |
| 69029-10-7 | Dile Worldwide Corp | | | 855,000 | 14,367 | 16.75 | 14,367 | 9,096 | 0 | 140 | 0 | 3,221 | 0 | 3,221 | 0 | 04/09/2020 | |
| 69347-10-6 | PIG Financial Services | | | 172,000 | 34,489 | 200.52 | 34,489 | 23,527 | 0 | 824 | 0 | 8,836 | 0 | 8,836 | 0 | 03/04/2021 | |
| 69506-10-7 | PIG Industrial Services | | | 392,000 | 82,423 | 210.25 | 82,423 | 32,088 | 0 | 916 | 0 | 10,216 | 0 | 10,216 | 0 | 03/20/2020 | |
| 71781-10-3 | Pfizer Inc | | | 740,000 | 43,687 | 59.05 | 43,687 | 24,403 | 0 | 1,154 | 0 | 16,458 | 0 | 16,458 | 0 | 11/06/2019 | |
| 72378-10-7 | Pioneer Natural Resources Co | | | 213,000 | 38,740 | 181.880 | 38,740 | 28,648 | 0 | 1,212 | 0 | 10,092 | 0 | 10,092 | 0 | 08/20/2021 | |
| 74278-10-9 | Procter & Gamble | | | 316,000 | 51,691 | 163.580 | 51,691 | 28,278 | 0 | 1,074 | 0 | 7,723 | 0 | 7,723 | 0 | 03/13/2020 | |
| 91133-10-6 | Public Serv Enterprises Group Inc | | | 402,000 | 26,925 | 66.730 | 26,925 | 19,752 | 0 | 791 | 0 | 3,389 | 0 | 3,389 | 0 | 09/24/2020 | |
| 75518-10-1 | Raytheon Technologies Corp | | | 508,000 | 43,718 | 86.000 | 43,718 | 26,152 | 0 | 1,710 | 0 | 7,391 | 0 | 7,391 | 0 | 03/26/2020 | |
| 75518-10-1 | Raytheon Technologies Corp | | | 345,000 | 29,691 | 86.000 | 29,691 | 23,428 | 0 | 0 | 0 | 5,020 | 0 | 5,020 | 0 | 03/26/2020 | |
| 91681-10-9 | Sempra Energy | | | 333,000 | 44,940 | 135.280 | 44,940 | 43,717 | 0 | 941 | 0 | 971 | 0 | 971 | 0 | 11/16/2021 | |
| 82508-10-4 | Texas Instruments | | | 182,000 | 34,302 | 188.470 | 34,302 | 10,707 | 0 | 594 | 0 | 4,430 | 0 | 4,430 | 0 | 11/06/2019 | |
| 89417-10-9 | Travelers Cos Inc | | | 244,000 | 38,169 | 156.430 | 38,169 | 27,800 | 0 | 757 | 0 | 3,919 | 0 | 3,919 | 0 | 10/20/2020 | |
| 90184-10-2 | Twitter Inc | | | 1,151,000 | 49,746 | 43.220 | 49,746 | 26,213 | 0 | 0 | 0 | (12,580) | 0 | (12,580) | 0 | 03/19/2020 | |
| 90297-10-4 | US Bancorp | | | 579,000 | 32,522 | 56.170 | 32,522 | 30,465 | 0 | 715 | 0 | 4,665 | 0 | 4,665 | 0 | 04/15/2021 | |
| 90718-10-8 | Union Pacific Corp | | | 190,000 | 47,867 | 251.900 | 47,867 | 22,207 | 0 | 815 | 0 | 8,305 | 0 | 8,305 | 0 | 11/02/2020 | |
| 91133-10-6 | United Parcel Service | | | 238,000 | 51,013 | 214.340 | 51,013 | 22,017 | 0 | 243 | 0 | 10,594 | 0 | 10,594 | 0 | 11/06/2019 | |
| 91242-10-2 | UnitedHealth Group Inc | | | 324,000 | 162,693 | 50.200 | 162,693 | 48,903 | 0 | 1,741 | 0 | 48,073 | 0 | 48,073 | 0 | 07/17/2020 | |
| 92349-10-4 | Verizon Communications | | | 821,000 | 42,659 | 51.960 | 42,659 | 43,694 | 0 | 1,077 | 0 | (4,003) | 0 | (4,003) | 0 | 12/15/2021 | |
| 92505-10-0 | Vertex Pharmaceuticals Inc | | | 435,000 | 35,326 | 218.800 | 35,326 | 30,341 | 0 | 0 | 0 | (4,503) | 0 | (4,503) | 0 | 02/22/2021 | |
| 92826-83-9 | Vista Inc | | | 223,000 | 48,228 | 216.710 | 48,228 | 28,769 | 0 | 202 | 0 | 232 | 0 | 232 | 0 | 12/20/2021 | |
| 92916-10-9 | Wulcan Materials Co | | | 231,000 | 47,951 | 207.580 | 47,951 | 26,911 | 0 | 305 | 0 | (2,893) | 0 | (2,893) | 0 | 07/06/2021 | |
| 25683-10-6 | Walt Disney Co | | | 221,000 | 34,231 | 154.800 | 34,231 | 23,053 | 0 | 0 | 0 | (5,910) | 0 | (5,910) | 0 | 11/06/2019 | |
| 94106-10-9 | Waste Management Inc | | | 254,000 | 42,383 | 166.900 | 42,383 | 19,843 | 0 | 146 | 0 | 12,438 | 0 | 12,438 | 0 | 11/20/2019 | |
| 95810-10-5 | Western Digital Group | | | 517,000 | 40,235 | 55.210 | 40,235 | 31,280 | 0 | 0 | 0 | 6,059 | 0 | 6,059 | 0 | 11/20/2019 | |
| 96967-10-0 | Williams Co Inc | | | 2,952,000 | 53,434 | 26.940 | 53,434 | 48,553 | 0 | 3,228 | 0 | 11,532 | 0 | 11,532 | 0 | 08/31/2021 | |
| 97785-10-2 | Wolfspeed Inc | | | 356,000 | 39,790 | 111.710 | 39,790 | 14,299 | 0 | 2,000 | 0 | 2,000 | 0 | 2,000 | 0 | 11/06/2019 | |
| 88978-10-3 | Zoetis Inc | | | 172,000 | 41,973 | 244.030 | 41,973 | 8,810 | 0 | 112 | 0 | 13,507 | 0 | 13,507 | 0 | 11/06/2019 | |
| 9099999 | Subtotal - Common Stock - Industrial and Miscellaneous (Unaffiliated) | | | | 3,371,348 | XXX | 3,371,348 | 2,025,195 | 0 | 41,710 | 0 | 438,575 | 0 | 438,575 | 0 | 0 | XXX |
| | Publicly Traded | | | | 33,607 | 100,020 | 33,607 | 28,044 | 0 | 0 | 0 | (9,606) | 0 | (9,606) | 0 | 05/10/2021 | |
| 42138-10-9 | United Health Inc | | | 336,000 | 33,607 | 100,020 | 33,607 | 28,044 | 0 | 0 | 0 | (9,606) | 0 | (9,606) | 0 | 0 | XXX |
| 9199999 | Subtotal - Common Stock - Industrial and Miscellaneous (Unaffiliated) Other | | | | 33,607 | XXX | 33,607 | 28,044 | 0 | 0 | 0 | (9,606) | 0 | (9,606) | 0 | 0 | XXX |
| 00000-00-0 | German Mutual Insur Coy | | | 1,000,000 | 10,000 | 10,000 | 10,000 | 10,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 01/01/2001 | |
| 9399999 | Subtotal - Common Stock - Parent, Subsidiaries and Affiliates Other | | | | 10,000 | XXX | 10,000 | 10,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX |
| 28878-40-9 | American Surety Div I | | | 6,876,560 | 443,451 | 64.480 | 443,451 | 364,073 | 0 | 0 | 0 | (29,732) | 0 | (29,732) | 0 | 12/17/2021 | |
| 18048-30-3 | Cohen and Steers Dividend Value Fd Cl I | | | 21,881,054 | 288,822 | 13.200 | 288,822 | 253,271 | 0 | 10,721 | 0 | 33,880 | 0 | 33,880 | 0 | 12/17/2021 | I.A |
| 18047-40-9 | Cohen and Steers Global Realty Cl II | | | 1,979,266 | 131,582 | 66.480 | 131,582 | 112,866 | 0 | 4,356 | 0 | 23,412 | 0 | 23,412 | 0 | 12/09/2021 | |
| 18048-30-2 | Cohen and Steers Low Duration Pfd Inc Fd | | | 49,265,104 | 489,701 | 9.940 | 489,701 | 486,796 | 0 | 20,135 | 0 | (9,689) | 0 | (9,689) | 0 | 12/16/2021 | I.A |
| 28878-40-9 | European Growth | | | 23,800 | 64,480 | 23.800 | 64,480 | 15,142 | 0 | 6,784 | 0 | (1,886) | 0 | (1,886) | 0 | 12/17/2021 | |
| 54001-40-3 | Lord Abbett Inv Tr Int Focused | | | 572,174 | 7,174 | 12.540 | 7,174 | 5,548 | 0 | 177 | 0 | 508 | 0 | 508 | 0 | 11/20/2021 | |
| 77594-84-8 | LT Rise Price Intl Growth Fnd | | | 114,863 | 15,650 | 136.620 | 15,650 | 14,623 | 0 | 2,654 | 0 | 10,197 | 0 | 10,197 | 0 | 12/17/2021 | |
| 9499999 | Subtotal - Mutual Funds | | | | 1,479,233 | XXX | 1,479,233 | 1,343,773 | 0 | 44,828 | 0 | 26,680 | 0 | 26,680 | 0 | 0 | XXX |
| 78464-75-3 | SPDR S&P Dividend ETF | | | 3,000,000 | 387,360 | 129.120 | 387,360 | 245,280 | 0 | 10,174 | 0 | 69,570 | 0 | 69,570 | 0 | 06/31/2016 | |
| 991898-84-4 | Vanguard Div Appreciation ETF | | | 184,000 | 31,602 | 171.750 | 31,602 | 17,978 | 0 | 489 | 0 | 5,627 | 0 | 5,627 | 0 | 08/08/2019 | |
| 922042-85-8 | Vanguard Energy Mid-Cap Stock ETF | | | 170,000 | 8,408 | 49.460 | 8,408 | 7,372 | 0 | 221 | 0 | (111) | 0 | (111) | 0 | 08/08/2019 | |
| 922042-85-8 | Vanguard Energy Mid-Cap Stock ETF | | | 8,175,000 | 404,338 | 49.460 | 404,338 | 263,968 | 0 | 10,623 | 0 | (5,314) | 0 | (5,314) | 0 | 08/08/2019 | |
| 922042-77-5 | Vanguard FTSE All World Ex-US Index FD | | | 14,680,000 | 899,590 | 61.280 | 899,590 | 592,289 | 0 | 27,864 | 0 | (42,866) | 0 | (42,866) | 0 | 02/16/2017 | |
| 921948-81-0 | Vanguard Int Div App Index Fd | | | 96,000 | 8,200 | 85.420 | 8,200 | 5,781 | 0 | 78 | 0 | 387 | 0 | 387 | 0 | 08/27/2016 | |
| 922056-71-4 | Vanguard Russell 1000 | | | 5,400,000 | 388,196 | 71.740 | 388,196 | 293,161 | 0 | 6,646 | 0 | 74,682 | 0 | 74,682 | 0 | 03/17/2016 | |
| 922056-88-0 | Vanguard Russell 1000 Growth | | | 7,760,000 | 609,470 | 78.540 | 609,470 | 495,171 | 0 | 3,531 | 0 | 128,719 | 0 | 128,719 | 0 | 03/17/2016 | |
| 922056-98-5 | Vanguard Small-Cap Growth | | | 650,000 | 183,164 | 281.790 | 183,164 | 74,955 | 0 | 860 | 0 | 9,185 | 0 | 9,185 | 0 | 03/17/2016 | |
| 922056-81-1 | Vanguard Small-Cap Value | | | 750,000 | 134,138 | 178.850 | 134,138 | 74,914 | 0 | 2,948 | 0 | 27,480 | 0 | 27,480 | 0 | 03/17/2016 | |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE D - PART 2 - SECTION 2

Showing All COMMON STOCKS Owned December 31 of Current Year

| 1 | 2 | Codes | | 5 | 6 | Fair Value | | 9 | Dividends | | | Change in Book/Adjusted Carrying Value | | | | 17 | 18 |
|----------------------|-----------------------------------|-------|---------|------------------|------------------------------|--|------------|-------------|---------------------|-----------------------------|---------------------------------|---|---|--|--|---------------|---|
| | | 3 | 4 | | | 7 | 8 | | 10 | 11 | 12 | 13 | 14 | 15 | 16 | | |
| CUSIP Identification | Description | Code | Foreign | Number of Shares | Book/Adjusted Carrying Value | Rate Per Share Used to Obtain Fair Value | Fair Value | Actual Cost | Declared but Unpaid | Amount Received During Year | Nonadmitted Declared But Unpaid | Unrealized Valuation Increase/ (Decrease) | Current Year's Other-Than-Temporary Impairment Recognized | Total Change in Book/Adjusted Carrying Value (13 - 14) | Total Foreign Exchange in Book/Adjusted Carrying Value | Date Acquired | NAIC Designation, NAIC Designation Modifier and SVO Administrative Symbol |
| 969999 | Subtotal - Closed-End Funds | | | | 3,094,464 | XXX | 3,094,464 | 1,710,248 | 0 | 62,435 | 0 | 353,090 | 0 | 353,090 | 0 | XXX | XXX |
| 979999 | Total Common Stocks | | | | 7,958,652 | XXX | 7,958,652 | 5,117,260 | 0 | 148,973 | 0 | 806,740 | 0 | 806,740 | 0 | XXX | XXX |
| 989999 | Total Preferred and Common Stocks | | | | 8,206,652 | XXX | 8,240,852 | 5,367,260 | 0 | 166,473 | 0 | 778,740 | 0 | 778,740 | 0 | XXX | XXX |

1. Line Book/Adjusted Carrying Value by NAIC Designation Category Footnote:

| Line Number | 1A | 1B | 1C | 1D | 1E | 1F | 1G |
|-------------|------------|------|------|------|------|------|------|
| 1A | \$ 758,523 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 1B | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 1C | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 1D | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 1E | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 1F | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |

E12.2

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
|----------------------|--|---------|---------------|-------------------------|---------------------------|-------------|-----------|---|
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Number of Shares of Stock | Actual Cost | Par Value | Paid for Accrued Interest and Dividends |
| 115065-22-8 | Broadway FL CIPS Partn 2020A | | 09/22/2021 | Chase Securities | | 310,261 | 235,000 | 2,709 |
| 544647-98-5 | Los Angeles CA Uni Sch Dist 1 Tax Bd Ref 2 | | 10/08/2021 | Morgan Stanley | | 438,272 | 400,000 | 3,400 |
| 692075-25-7 | Illi Only IL Cnty Unit Sch Dist 02 Ref | | 10/06/2021 | Meriver Financial Inc | | 428,273 | 350,000 | 155 |
| 24999999 | Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions | | | | | 1,118,408 | 985,000 | 6,265 |
| 181000-02-5 | Clark Cnty NV Hwy Imp Rev 2017 | | 05/18/2021 | Jefferies & Co Inc | | 248,394 | 200,000 | 3,861 |
| 207758-02-7 | Connecticut ST Sol Tax 06 Rev 2021A | | 04/23/2021 | Soldan Sachs & Co | | 333,058 | 250,000 | 0 |
| 473362-02-0 | Jefferson Cnty KY Sch Dist Fin C 2021 B | | 10/05/2021 | First Tennessee Bank NA | | 425,000 | 325,000 | 0 |
| 582928-3K-7 | Metropol Lan Transm Auth NY Green B-1 Ta | | 10/28/2021 | Hilltop Securities Inc | | 208,364 | 175,000 | 4,035 |
| 594471-02-1 | Michigan Fin Auth Rev Ref Hosp Trinity | | 09/28/2021 | Piper Jaffray | | 227,794 | 185,000 | 3,058 |
| 594651-02-4 | Michigan ST Hosp Fin Auth Rev Ref C | | 05/19/2021 | Pre-Refunding Exchange | | 31,638 | 25,000 | 0 |
| 602428-02-9 | Wisconsin ST Hosp Fin Auth Rev Ref C | | 05/19/2021 | Pre-Refunding Exchange | | 214,256 | 175,000 | 0 |
| 602428-02-9 | Wisconsin ST Hosp Fin Auth Rev Ref C | | 04/28/2021 | BPA Secur Lites, Inc | | 307,293 | 235,000 | 0 |
| 688261-12-2 | Oregon ST Pass Auth Rev 2016 | | 09/29/2021 | RFC Health Management | | 226,182 | 200,000 | 3,333 |
| 733389-12-1 | Port Seattle WA Rev Ref | | 05/10/2021 | Sunridge Partners LLC | | 221,293 | 185,000 | 2,595 |
| 31999999 | Subtotal - Bonds - U.S. Special Revenues | | | | | 2,451,141 | 1,955,000 | 18,882 |
| 381486-04-3 | Soldan Sachs Bank USA CD | | 10/01/2021 | National Financial Svcs | | 245,000 | 245,000 | 0 |
| 487142-28-2 | Keary Bank CD | | 10/01/2021 | National Financial Svcs | | 245,000 | 245,000 | 0 |
| 606828-12-5 | Mizrahi Tefahet Bk Ltd LA CD | | 10/05/2021 | National Financial Svcs | | 245,000 | 245,000 | 0 |
| 871859-38-5 | Synchron Bk Net 11 CTF Dep Prop CD | | 10/07/2021 | National Financial Svcs | | 245,000 | 245,000 | 0 |
| 33999999 | Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | 980,000 | 980,000 | 0 |
| 8399997 | Total - Bonds - Part 3 | | | | | 4,609,547 | 3,920,000 | 23,147 |
| 8399998 | Total - Bonds - Part 5 | | | | | | | |
| 8399999 | Total - Bonds | | | | | 4,609,547 | 3,920,000 | 23,147 |
| 8999997 | Total - Preferred Stocks - Part 3 | | | | | 0 | XXXX | 0 |
| 8999998 | Total - Preferred Stocks - Part 5 | | | | | 0 | XXXX | 0 |
| 8999999 | Total - Preferred Stocks | | | | | 0 | XXXX | 0 |
| 892531-10-9 | 10x Genomics Inc Cl A | | 11/17/2021 | National Financial Svcs | 117,000 | 17,117 | 0 | 0 |
| 028374-78-4 | American Intl Group | | 02/22/2021 | National Financial Svcs | 35,000 | 1,510 | 0 | 0 |
| 031786-10-5 | Apollo Global Management Inc | | 12/17/2021 | National Financial Svcs | 57,000 | 4,633 | 0 | 0 |
| 052555-10-4 | Bank of America | | 04/15/2021 | National Financial Svcs | 135,000 | 5,289 | 0 | 0 |
| 075887-10-9 | Becton Dickinson & Co | | 12/13/2021 | National Financial Svcs | 84,000 | 20,345 | 0 | 0 |
| 082502-10-7 | Blackstone Group Inc | | 10/04/2021 | National Financial Svcs | 10,000 | 1,138 | 0 | 0 |
| 115961-10-7 | Charter River Laboratories | | 11/03/2021 | National Financial Svcs | 62,000 | 24,377 | 0 | 0 |
| 117299-10-2 | Cisco Sys Inc | | 08/19/2021 | National Financial Svcs | 616,000 | 32,876 | 0 | 0 |
| 191216-10-0 | Coca Cola Co | | 12/15/2021 | National Financial Svcs | 291,000 | 15,756 | 0 | 0 |
| 227861-10-5 | Credentia Holdings Inc - A | | 12/15/2021 | National Financial Svcs | 140,000 | 31,771 | 0 | 0 |
| 256183-10-6 | Decegen Inc | | 12/15/2021 | National Financial Svcs | 222,000 | 45,827 | 0 | 0 |
| 297964-10-6 | Etsy Inc | | 12/15/2021 | National Financial Svcs | 89,000 | 19,796 | 0 | 0 |
| 440273-10-0 | Insulet Inc | | 12/15/2021 | National Financial Svcs | 45,000 | 32,257 | 0 | 0 |
| 443749-10-1 | Insulet Corp | | 12/17/2021 | National Financial Svcs | 45,000 | 12,178 | 0 | 0 |
| 446224-10-0 | JPMorgan Chase & Co | | 05/04/2021 | National Financial Svcs | 149,000 | 22,894 | 0 | 0 |
| 478160-10-4 | Johnson & Johnson | | 08/21/2021 | National Financial Svcs | 30,000 | 4,588 | 0 | 0 |
| 550879-10-4 | Lyft Inc - A | | 11/17/2021 | National Financial Svcs | 432,000 | 23,387 | 0 | 0 |
| 578671-10-7 | Match Group Inc New | | 12/15/2021 | National Financial Svcs | 234,000 | 34,751 | 0 | 0 |
| 600201-10-5 | Medtronic Intl Inc | | 12/07/2021 | National Financial Svcs | 72,000 | 4,450 | 0 | 0 |
| 666607-10-2 | NetScout Systems Corp | | 12/06/2021 | National Financial Svcs | 25,000 | 3,591 | 0 | 0 |
| 683881-10-5 | Oracle Corporation | | 06/25/2021 | National Financial Svcs | 105,000 | 7,613 | 0 | 0 |
| 693415-10-5 | PNC Financial Services | | 03/04/2021 | National Financial Svcs | 1,000 | 174 | 0 | 0 |
| 723217-10-7 | Pioneer Natural Resources Co | | 06/25/2021 | National Financial Svcs | 215,000 | 28,848 | 0 | 0 |
| 818851-10-9 | Sempra Energy | | 11/16/2021 | National Financial Svcs | 146,000 | 19,252 | 0 | 0 |
| 902073-30-4 | US Bancorp | | 04/19/2021 | National Financial Svcs | 104,000 | 5,727 | 0 | 0 |
| 902401-10-4 | Verizon Communications | | 12/15/2021 | National Financial Svcs | 295,000 | 33,780 | 0 | 0 |
| 90522F-10-0 | Vertex Pharmaceuticals Inc | | 02/22/2021 | National Financial Svcs | 106,000 | 22,273 | 0 | 0 |
| 90528C-83-9 | Visa Inc | | 12/30/2021 | National Financial Svcs | 67,000 | 13,972 | 0 | 0 |
| 909180-10-9 | Walmart Retail Co | | 07/06/2021 | National Financial Svcs | 50,000 | 8,414 | 0 | 0 |
| 909457-10-0 | Williams Co Inc | | 06/31/2021 | National Financial Svcs | 167,000 | 4,157 | 0 | 0 |
| 90999999 | Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated) Publicly Traded | | | | 41,000 | 490,660 | XXXX | 0 |
| 401018-10-9 | Barclott Health Inc | | 05/10/2021 | National Financial Svcs | | 5,193 | 0 | 0 |
| 91999999 | Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated) Other | | | | | 5,193 | XXXX | 0 |
| 286706-40-8 | American Europac Gr F | | 12/17/2021 | Reinvested Div/OS | 640,000 | 42,629 | 0 | 0 |
| 18248L-30-3 | Cohen and Steers Dividend Value Fd Cl I | | 12/16/2021 | Reinvested Div/OS | 917,108 | 10,721 | 0 | 0 |
| 18247N-40-8 | Cohen and Steers Global Realty Cl II | | 12/09/2021 | Reinvested Div/OS | 69,168 | 4,358 | 0 | 0 |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
|----------------------|---|---------|---------------|-------------------|---------------------------|-------------|-----------|---|
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Number of Shares of Stock | Actual Cost | Par Value | Paid for Accrued Interest and Dividends |
| 19268-35-1 | Chen and Steers Low Duration Pld Inc Fd | | 12/16/2021 | Reinvested Div/02 | 2,000,935 | 20,138 | | 0 |
| 54000-40-3 | Lord Abbett Inv't Tr Inf Focused | | 11/30/2021 | Reinvested Div/02 | 14,615 | 177 | | 0 |
| 17899-98-9 | T Rowe Price Intl Growth Fund | | 12/17/2021 | Reinvested Div/02 | 181,309 | 2,797 | | 0 |
| 9499999 | Subtotal - Common Stocks - Mutual Funds | | | | | 89,825 | XXX | 0 |
| 9799997 | Total - Common Stocks - Part 3 | | | | | 576,658 | XXX | 0 |
| 9799998 | Total - Common Stocks - Part 5 | | | | | 1,056,877 | XXX | 0 |
| 9799999 | Total - Common Stocks | | | | | 1,633,335 | XXX | 0 |
| 9899999 | Total - Preferred and Common Stocks | | | | | 1,633,335 | XXX | 0 |
| 9999999 | Totals | | | | | 6,242,882 | XXX | 23,147 |

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SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | |
|----------------------|---|---------|---------------|-------------------------|---------------------------|-----------------|-----------|-------------|--|---|--|---|--|--|--|--|----------------------------------|-------------------------------|---|----------------------------------|------------|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Con- sideration | Par Value | Actual Cost | Prior Year Book/ Adjusted Carrying Value | Unrealized Valuation Increase/ Decrease | Current Year's (Amor- tization)/ Accretion | Current Year's Other- Temporary Impairment Recognized | Total Change in Book/ Adjusted Carrying Value (11+12-13) | Total Foreign Exchange Change in Book/ Adjusted Carrying Value | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/ Stock Dividends Received During Year | Stated Contractual Maturity Date | |
| 36220-2A-5 | GNM 1318560 | | 10/15/2021 | Principal Reduction | | 221 | 221 | 222 | 221 | 0 | 0 | 0 | 0 | 0 | 221 | 0 | 0 | 0 | 0 | 02/15/2022 | |
| 36224-1S-5 | GNM 1340225 | | 12/15/2021 | Principal Reduction | | 140 | 136 | 140 | 140 | 0 | 0 | 0 | 0 | 0 | 140 | 0 | 0 | 0 | 0 | 04/15/2023 | |
| 36203-1A-5 | GNM 1351132 | | 12/15/2021 | Principal Reduction | | 110 | 110 | 109 | 110 | 0 | 0 | 0 | 0 | 0 | 110 | 0 | 0 | 0 | 0 | 07/15/2023 | |
| 36202-1S-9 | GNM 1350385 | | 12/15/2021 | Principal Reduction | | 156 | 156 | 154 | 155 | 0 | 1 | 0 | 1 | 0 | 156 | 0 | 0 | 0 | 0 | 07/15/2024 | |
| 36204-2A-1 | GNM 1350775 | | 12/15/2021 | Principal Reduction | | 34 | 34 | 34 | 34 | 0 | 0 | 0 | 0 | 0 | 34 | 0 | 0 | 0 | 0 | 11/15/2023 | |
| 36209-1S-9 | GNM 1350118 | | 12/15/2021 | Principal Reduction | | 122 | 122 | 123 | 123 | 0 | (1) | 0 | (1) | 0 | 122 | 0 | 0 | 0 | 0 | 06/15/2024 | |
| 36202-2A-0 | GNM 1407680 | | 12/15/2021 | Principal Reduction | | 45 | 45 | 45 | 45 | 0 | 0 | 0 | 0 | 0 | 45 | 0 | 0 | 0 | 0 | 12/15/2021 | |
| 36207-1A-0 | GNM 1403390 | | 12/15/2021 | Principal Reduction | | 219 | 219 | 219 | 219 | 0 | 0 | 0 | 0 | 0 | 219 | 0 | 0 | 0 | 0 | 03/15/2026 | |
| 36208-1A-6 | GNM 1447013 | | 12/15/2021 | Principal Reduction | | 106 | 106 | 106 | 106 | 0 | 0 | 0 | 0 | 0 | 106 | 0 | 0 | 0 | 0 | 05/15/2027 | |
| 36208-12-4 | GNM 1453381 | | 12/15/2021 | Principal Reduction | | 25 | 25 | 25 | 25 | 0 | (1) | 0 | (1) | 0 | 25 | 0 | 0 | 0 | 0 | 12/15/2027 | |
| 36210-1S-2 | GNM 1450221 | | 12/15/2021 | Principal Reduction | | 145 | 145 | 145 | 145 | 0 | 0 | 0 | 0 | 0 | 145 | 0 | 0 | 0 | 0 | 05/15/2029 | |
| 91296-4C-0 | United States Treas Bills | | 02/11/2021 | Matured | | 500 | 500 | 499 | 499 | 0 | 41 | 0 | 41 | 0 | 500 | 0 | 0 | 0 | 0 | 02/11/2021 | |
| 0599999 | Subtotal - Bonds - U.S. Governments | | | | | 501,509 | 501,509 | 501,463 | 501,468 | 0 | 40 | 0 | 40 | 0 | 501,509 | 0 | 0 | 0 | 0 | 52 | XXX |
| 02367-1G-4 | Arkway IA County Sch Dist | | 06/01/2021 | Called | | 50,000 | 50,000 | 49,500 | 49,786 | 0 | 17 | 0 | 17 | 0 | 49,786 | 0 | 216 | 216 | 0 | 06/01/2026 | |
| 22026-1A-5 | Creton Iowa County Sch Dist Ref | | 05/01/2021 | Matured | | 250,000 | 250,000 | 252,726 | 250,000 | 0 | 0 | 0 | 0 | 0 | 250,000 | 0 | 0 | 0 | 0 | 3,625 | 06/01/2021 |
| 53392-2B-0 | Lincoln County Neb Hosp Auth No | | 11/01/2021 | Called | | 35,000 | 35,000 | 36,356 | 35,142 | 0 | (142) | 0 | (142) | 0 | 35,000 | 0 | 0 | 0 | 0 | 1,225 | 11/01/2027 |
| 94239-5D-1 | Rauke IA County Sch Dist | | 06/01/2021 | Called | | 50,000 | 50,000 | 49,270 | 49,694 | 0 | 28 | 0 | 28 | 0 | 49,722 | 0 | 278 | 278 | 0 | 813 | 06/01/2025 |
| 94239-5D-5 | Rauke IA Urban Renewal | | 05/01/2021 | Called | | 40,000 | 40,000 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 0 | 40,000 | 0 | 0 | 0 | 0 | 600 | 06/01/2024 |
| 1799999 | Subtotal - Bonds - U.S. States, Territories and Possessions | | | | | 425,000 | 425,000 | 427,853 | 424,802 | 0 | (97) | 0 | (97) | 0 | 424,506 | 0 | 494 | 494 | 0 | 7,013 | XXX |
| 05268-1L-7 | Adair County IA GO 2010 | | 06/01/2021 | Called | | 50,000 | 50,000 | 51,672 | 50,000 | 0 | 0 | 0 | 0 | 0 | 50,000 | 0 | 0 | 0 | 0 | 625 | 06/01/2022 |
| 25099-1M-2 | Des Moines Iowa GO Bds | | 06/01/2021 | Called | | 50,000 | 50,000 | 52,727 | 50,853 | 0 | (163) | 0 | (163) | 0 | 50,000 | 0 | 0 | 0 | 0 | 1,000 | 05/01/2025 |
| 25011-1S-0 | Des Moines Iowa MPT | | 11/22/2021 | Called | | 50,000 | 50,000 | 51,155 | 50,000 | 0 | 0 | 0 | 0 | 0 | 50,000 | 0 | 0 | 0 | 0 | 1,950 | 06/01/2022 |
| 26387-5V-1 | Dubuque IA Sh | | 06/04/2021 | Called | | 75,000 | 75,000 | 75,000 | 75,000 | 0 | 0 | 0 | 0 | 0 | 75,000 | 0 | 0 | 0 | 0 | 1,144 | 06/01/2027 |
| 26457-1C-4 | Dubuque IA WTR | | 06/23/2021 | Called | | 40,000 | 40,000 | 42,400 | 40,000 | 0 | 0 | 0 | 0 | 0 | 40,000 | 0 | 0 | 0 | 0 | 154 | 06/01/2028 |
| 46259-1C-1 | Iowa Packers County Collg | | 05/20/2021 | Called | | 40,000 | 40,000 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 0 | 40,000 | 0 | 0 | 0 | 0 | 582 | 06/01/2027 |
| 55173-1P-1 | Lynnville Sully IA County Sch Dist | | 07/01/2021 | Called | | 10,000 | 10,000 | 10,152 | 10,000 | 0 | 0 | 0 | 0 | 0 | 10,000 | 0 | 0 | 0 | 0 | 213 | 07/01/2025 |
| 59842-1S-5 | Wilford IA STR MPT S/O | | 06/01/2021 | Matured | | 40,000 | 40,000 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 0 | 40,000 | 0 | 0 | 0 | 0 | 800 | 06/01/2021 |
| 64680-3B-3 | Missouri State Dev Fin Bnd | | 12/21/2021 | Called | | 40,000 | 40,000 | 40,460 | 40,000 | 0 | (43) | 0 | (43) | 0 | 40,000 | 0 | 0 | 0 | 0 | 1,742 | 12/01/2023 |
| 61287-1S-3 | Montevideo IA CSD GO 2012 | | 06/01/2021 | Called | | 230,000 | 230,000 | 230,814 | 230,000 | 0 | 0 | 0 | 0 | 0 | 230,000 | 0 | 0 | 0 | 0 | 3,163 | 06/01/2020 |
| 68875-1A-0 | Ottawa IA County Sch Dist | | 05/27/2021 | Called | | 75,000 | 75,000 | 73,342 | 74,001 | 0 | 47 | 0 | 47 | 0 | 74,948 | 0 | 852 | 852 | 0 | 1,600 | 09/01/2026 |
| 67356-1A-0 | South Dakota St Bldg | | 09/01/2021 | Called | | 40,000 | 40,000 | 41,480 | 40,074 | 0 | (174) | 0 | (174) | 0 | 40,000 | 0 | 0 | 0 | 0 | 0 | 09/01/2026 |
| 79152-1T-2 | St Louis County MO 3.75 | | 03/02/2021 | Called | | 50,000 | 50,000 | 52,227 | 50,000 | 0 | 0 | 0 | 0 | 0 | 50,000 | 0 | 0 | 0 | 0 | 474 | 12/01/2026 |
| 91440-1A-5 | University of Minnesota | | 12/01/2021 | Called | | 80,000 | 80,000 | 88,827 | 81,078 | 0 | (1,078) | 0 | (1,078) | 0 | 80,000 | 0 | 0 | 0 | 0 | 3,000 | 12/01/2025 |
| 94239-5A-7 | Rauke County Sch Dist 2022 | | 06/01/2021 | Called | | 40,000 | 40,000 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 0 | 40,000 | 0 | 0 | 0 | 0 | 650 | 06/01/2022 |
| 94239-5A-4 | Rauke County Sch Dist 2028 | | 06/01/2021 | Called | | 40,000 | 40,000 | 40,000 | 40,000 | 0 | 0 | 0 | 0 | 0 | 40,000 | 0 | 0 | 0 | 0 | 800 | 06/01/2028 |
| 94359-1K-7 | Raverty IA MAN Elec Util | | 12/01/2021 | Matured | | 100,000 | 100,000 | 100,000 | 100,000 | 0 | 0 | 0 | 0 | 0 | 100,000 | 0 | 0 | 0 | 0 | 2,000 | 12/01/2021 |
| 95811-1L-5 | Western Dubuque County Iowa | | 06/29/2021 | Called | | 300,000 | 300,000 | 307,432 | 301,758 | 0 | (1,783) | 0 | (1,783) | 0 | 300,000 | 0 | 0 | 0 | 0 | 5,411 | 06/01/2022 |
| 2499999 | Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions | | | | | 1,330,000 | 1,330,000 | 1,358,567 | 1,332,114 | 0 | (3,066) | 0 | (3,066) | 0 | 1,329,048 | 0 | 852 | 852 | 0 | 28,208 | XXX |
| 182414-1S-2 | Clarksville IND SEN WKS REV | | 01/04/2021 | Called | | 40,000 | 40,000 | 42,381 | 40,000 | 0 | 0 | 0 | 0 | 0 | 40,000 | 0 | 0 | 0 | 0 | 800 | 07/01/2023 |
| 431699-1A-2 | Hills IA Health FACS REV | | 06/15/2021 | Matured | | 50,000 | 50,000 | 50,000 | 50,000 | 0 | 0 | 0 | 0 | 0 | 50,000 | 0 | 0 | 0 | 0 | 2,000 | 08/15/2021 |
| 462460-1F-8 | Iowa Higher Ed | | 10/01/2021 | Matured | | 25,000 | 25,000 | 25,570 | 25,652 | 0 | (82) | 0 | (82) | 0 | 25,000 | 0 | 0 | 0 | 0 | 875 | 10/01/2021 |
| 9M6991-1T-1 | Michigan St Hosp Fin Auth Rev Ser C | | 04/01/2021 | Pre-Refunding Exchange | | 244,864 | 200,000 | 248,978 | 247,007 | 0 | (2,465) | 0 | (2,465) | 0 | 244,822 | 0 | 342 | 342 | 0 | 0 | 12/01/2032 |
| 64800-1S-0 | New York St Term Rev 2014C | | 10/28/2021 | Overseas | | 220,696 | 200,000 | 225,628 | 225,849 | 0 | (6,582) | 0 | (6,582) | 0 | 219,267 | 0 | 1,429 | 1,429 | 0 | 11,276 | 03/15/2026 |
| 83158-1A-4 | South Dakota St Bldg | | 09/01/2021 | Called | | 30,000 | 30,000 | 31,098 | 30,000 | 0 | (85) | 0 | (85) | 0 | 30,000 | 0 | 0 | 0 | 0 | 1,200 | 08/01/2026 |
| 3199999 | Subtotal - Bonds - U.S. Special Revenues | | | | | 610,560 | 545,000 | 626,654 | 617,994 | 0 | (9,205) | 0 | (9,205) | 0 | 608,789 | 0 | 1,771 | 1,771 | 0 | 16,153 | XXX |
| 33847-2C-4 | Flagstar Bk FSB Troy Mich CO | | 11/15/2021 | Matured | | 245,000 | 245,000 | 245,000 | 245,000 | 0 | 0 | 0 | 0 | 0 | 245,000 | 0 | 0 | 0 | 0 | 4,165 | 11/15/2021 |
| 909210-1A-5 | United Airlines PT Ser 2013-1 Cl B | | 08/18/2021 | Called | | 44,865 | 44,865 | 46,922 | 45,388 | 0 | (523) | 0 | (523) | 0 | 44,865 | 0 | 0 | 0 | 0 | 2,288 | 02/15/2023 |
| 52430-1S-5 | Lehman Brth Hold | | 04/02/2021 | Liquidation Payment | | 71 | 71 | 71 | 71 | 0 | 0 | 0 | 0 | 0 | 71 | 0 | 0 | 0 | 0 | 0 | 04/02/2021 |
| 52430-1S-5 | Lehman Brth Hold | | 04/02/2021 | Liquidation Payment | | 19 | 19 | 19 | 19 | 0 | 0 | 0 | 0 | 0 | 19 | 0 | 0 | 0 | 0 | 0 | 04/02/2021 |
| 52930-1A-9 | ESC DPS Lehman Brth Hold | | 10/08/2021 | Liquidation Payment | | 42 | 42 | 42 | 42 | 0 | 0 | 0 | 0 | 0 | 42 | 0 | 0 | 0 | 0 | 0 | 10/08/2021 |
| 52930-1A-9 | ESC DPS Lehman Brth Hold | | 10/08/2021 | Liquidation Payment | | 12 | 12 | 12 | 12 | 0 | 0 | 0 | 0 | 0 | 12 | 0 | 0 | 0 | 0 | 0 | 10/08/2021 |
| | SEC Securities Litigation | | 11/17/2021 | Class Action Settlement | | 10 | 10 | 10 | 10 | 0 | 0 | 0 | 0 | 0 | 10 | 0 | 0 | 0 | 0 | 0 | 11/17/2021 |
| 3899999 | Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | 297,019 | 289,865 | 291,922 | 290,394 | 0 | (523) | 0 | (523) | 0 | 289,865 | 0 | 154 | 154 | 0 | 6,453 | XXX |
| 6399997 | Total - Bonds - Part 4 | | | | | 3,157,681 | 3,091,373 | 3,206,499 | 3,166,567 | 0 | (12,851) | 0 | (12,851) | 0 | 3,153,746 | 0 | 3,371 | 3,371 | 0 | 57,878 | XXX |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change In Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | | | | | | | |
|--|----------------------------------|---------|---------------|-------------------------|---------------------------|---------------|-----------|-------------|---|--|---|---|---|---|---|--|----------------------------------|-------------------------------|--|----------------------------------|-------|-------|--------|-----|-----|-----|-----|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | | | | | | | |
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/Decrease | Current Year's (Amortization)/Accretion | Current Year's Other-Than-Temporary Impairment Recognized | Total Change in Book/Adjusted Carrying Value (11+12-13) | Total Foreign Exchange Change in Book/Adjusted Carrying Value | Book/Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/Stock Dividends Received During Year | Stated Contractual Maturity Date | | | | | | | |
| 8399998. Total - Bonds - Part 5 | | | | | | | | | | | | | | | | | | | | | | | | | XXX | | |
| 8399999. Total - Bonds | | | | | | | | | | 3,157,087 | 3,091,373 | 3,206,459 | 3,166,567 | 0 | (12,851) | 0 | (12,851) | 0 | 3,153,716 | 0 | 3,371 | 3,371 | 57,878 | XXX | | | |
| 8999997. Total - Preferred Stocks - Part 4 | | | | | | | | | | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | |
| 8999998. Total - Preferred Stocks - Part 5 | | | | | | | | | | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX |
| 8999999. Total - Preferred Stocks | | | | | | | | | | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX |
| 00164V-10-3 | AMC Networks Inc | | 01/27/2021 | National Financial Svcs | 37,000 | 2,312 | | 2,175 | 1,323 | 851 | 0 | 0 | 851 | 0 | 2,175 | 0 | 137 | 137 | 0 | | | | | | | | |
| 026874-78-4 | American Intl Grp | | 11/30/2021 | National Financial Svcs | 76,000 | 4,088 | | 2,966 | 2,877 | 88 | 0 | 0 | 88 | 0 | 2,966 | 0 | 1,122 | 1,122 | 231 | | | | | | | | |
| 037833-10-0 | Apple Inc | | 12/06/2021 | National Financial Svcs | 140,000 | 23,481 | | 2,333 | 18,577 | (16,244) | 0 | 0 | (16,244) | 0 | 2,333 | 0 | 21,149 | 21,149 | 530 | | | | | | | | |
| 092800-10-7 | Blackstone Group Inc | | 12/08/2021 | National Financial Svcs | 509,000 | 53,531 | | 23,913 | 32,988 | (9,075) | 0 | 0 | (9,075) | 0 | 23,913 | 0 | 29,618 | 29,618 | 1,384 | | | | | | | | |
| 11139F-10-1 | Broadcom Inc | | 10/12/2021 | National Financial Svcs | 57,000 | 28,053 | | 6,711 | 24,957 | (18,246) | 0 | 0 | (18,246) | 0 | 6,711 | 0 | 21,342 | 21,342 | 1,069 | | | | | | | | |
| 177376-10-0 | Citrix Systems Inc | | 12/17/2021 | National Financial Svcs | 80,000 | 6,899 | | 4,103 | 10,408 | (6,305) | 0 | 0 | (6,305) | 0 | 4,103 | 0 | 2,756 | 2,756 | 294 | | | | | | | | |
| 20030H-10-1 | Comcast Corp | | 05/17/2021 | National Financial Svcs | 76,000 | 4,258 | | 795 | 3,962 | (3,188) | 0 | 0 | (3,188) | 0 | 795 | 0 | 3,463 | 3,463 | 1,116 | | | | | | | | |
| 25470F-10-4 | Discovery Communications Inc | | 03/22/2021 | National Financial Svcs | 366,000 | 27,822 | | 9,685 | 11,013 | (1,328) | 0 | 0 | (1,328) | 0 | 9,685 | 0 | 18,137 | 18,137 | 0 | | | | | | | | |
| 356710-85-7 | Freeport-McMoran Copper and Gold | | 02/10/2021 | National Financial Svcs | 1,505,000 | 49,446 | | 15,872 | 39,160 | (23,288) | 0 | 0 | (23,288) | 0 | 15,872 | 0 | 33,573 | 33,573 | 0 | | | | | | | | |
| 460146-10-3 | International Paper Co | | 08/30/2021 | National Financial Svcs | 368,000 | 23,512 | | 16,280 | 19,689 | (3,409) | 0 | 0 | (3,409) | 0 | 16,280 | 0 | 7,231 | 7,231 | 488 | | | | | | | | |
| 503431-10-9 | L-3 Harris Technologies Inc | | 10/27/2021 | National Financial Svcs | 14,000 | 3,226 | | 1,229 | 2,646 | (1,417) | 0 | 0 | (1,417) | 0 | 1,229 | 0 | 2,006 | 2,006 | 66 | | | | | | | | |
| 530307-30-5 | Liberty Broadband Corp - C | | 01/08/2021 | Corporate Action | 0,420 | 64 | | 41 | 67 | (26) | 0 | 0 | (26) | 0 | 41 | 0 | 23 | 23 | 0 | | | | | | | | |
| 562863-10-6 | Mandiant Inc Com | | 12/15/2021 | National Financial Svcs | 1,798,000 | 31,179 | | 22,535 | 41,462 | (19,927) | 0 | 0 | (19,927) | 0 | 22,535 | 0 | 8,644 | 8,644 | 0 | | | | | | | | |
| 589331-10-5 | Merck & Co Inc | | 06/08/2021 | Spin Off | 0,000 | 1,249 | | 1,249 | 0 | 1,249 | 0 | 0 | 1,249 | 0 | 1,249 | 0 | 0 | 0 | 0 | | | | | | | | |
| 591569-10-8 | MetLife Inc | | 11/30/2021 | National Financial Svcs | 33,000 | 1,945 | | 1,320 | 1,549 | (229) | 0 | 0 | (229) | 0 | 1,320 | 0 | 625 | 625 | 563 | | | | | | | | |
| 629551-10-3 | NIJ Inc | | 06/23/2021 | National Financial Svcs | 851,000 | 13,837 | | 29,679 | 11,684 | 17,995 | 0 | 0 | 17,995 | 0 | 29,679 | 0 | (15,842) | (15,842) | 0 | | | | | | | | |
| 65339F-10-1 | Northera Energy Inc | | 11/16/2021 | National Financial Svcs | 28,000 | 2,437 | | 421 | 2,160 | (1,739) | 0 | 0 | (1,739) | 0 | 421 | 0 | 2,016 | 2,016 | 465 | | | | | | | | |
| 67011P-10-0 | New Inc | | 10/21/2021 | National Financial Svcs | 983,000 | 9,183 | | 17,325 | 7,058 | 10,267 | 0 | 0 | 10,267 | 0 | 17,325 | 0 | (8,142) | (8,142) | 0 | | | | | | | | |
| 670201-10-0 | Nuance Communications Inc | | 11/04/2021 | National Financial Svcs | 870,000 | 46,981 | | 11,943 | 38,358 | (26,415) | 0 | 0 | (26,415) | 0 | 11,943 | 0 | 35,037 | 35,037 | 0 | | | | | | | | |
| 670346-10-5 | Nucor Corp | | 08/25/2021 | National Financial Svcs | 437,000 | 48,797 | | 21,862 | 23,244 | (1,382) | 0 | 0 | (1,382) | 0 | 21,862 | 0 | 26,935 | 26,935 | 531 | | | | | | | | |
| 68802V-10-7 | Otis Worldwide Corp Com | | 10/22/2021 | National Financial Svcs | 59,000 | 5,097 | | 3,511 | 3,985 | (475) | 0 | 0 | (475) | 0 | 3,511 | 0 | 1,587 | 1,587 | 52 | | | | | | | | |
| 744873-10-6 | Public Svc Enterprise Group Inc | | 11/16/2021 | National Financial Svcs | 10,000 | 630 | | 490 | 583 | (93) | 0 | 0 | (93) | 0 | 490 | 0 | 140 | 140 | 55 | | | | | | | | |
| 74819H-10-0 | Quate Retail Inc | | 11/04/2021 | National Financial Svcs | 2,141,000 | 18,237 | | 24,065 | 23,467 | (579) | 0 | 0 | (579) | 0 | 24,065 | 0 | (4,828) | (4,828) | 0 | | | | | | | | |
| 882508-10-4 | Texas Instruments | | 10/12/2021 | National Financial Svcs | 20,000 | 3,758 | | 548 | 3,283 | (2,734) | 0 | 0 | (2,734) | 0 | 548 | 0 | 3,210 | 3,210 | 233 | | | | | | | | |
| 89417E-10-9 | Travelers Cos Inc | | 03/19/2021 | National Financial Svcs | 27,000 | 4,091 | | 1,612 | 3,790 | (2,178) | 0 | 0 | (2,178) | 0 | 1,612 | 0 | 2,479 | 2,479 | 117 | | | | | | | | |
| 911312-10-6 | United Parcel Service | | 10/14/2021 | National Financial Svcs | 45,000 | 8,907 | | 2,889 | 7,578 | (4,689) | 0 | 0 | (4,689) | 0 | 2,889 | 0 | 8,018 | 8,018 | 826 | | | | | | | | |

LN

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change In Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | |
|----------------------|--|---------|---------------|-------------------------|---------------------------|---------------|-----------|-------------|--|---|--|---|--|--|--|--|----------------------------------|-------------------------------|---|----------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/ Adjusted Carrying Value | Unrealized Valuation Increase/ Decrease | Current Year's (Amortization)/ Accretion | Current Year's Other-Than-Temporary Impairment Recognized | Total Change in Book/ Adjusted Carrying Value (11+12-13) | Total Foreign Exchange Change in Book/ Adjusted Carrying Value | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/ Stock Dividends Received During Year | Stated Contractual Maturity Date | |
| 91204-10-2 | UnitedHealth Group Inc | | 10/14/2021 | National Financial Svcs | 25,000 | 10,622 | | 2,922 | 8,767 | (5,845) | 0 | 0 | (5,845) | 0 | 2,922 | 0 | 7,700 | 7,700 | 177 | | |
| 94106-10-9 | Waste Management Inc | | 10/25/2021 | National Financial Svcs | 50,000 | 8,175 | | 1,527 | 5,887 | (4,369) | 0 | 0 | (4,369) | 0 | 1,527 | 0 | 6,648 | 6,648 | 524 | | |
| 92391-10-6 | Wec Energy Group Inc | | 07/28/2021 | National Financial Svcs | 183,000 | 17,713 | | 12,884 | 16,841 | (3,957) | 0 | 0 | (3,957) | 0 | 12,884 | 0 | 4,828 | 4,828 | 193 | | |
| 97782-10-2 | Wellspeed Inc Com | | 11/15/2021 | National Financial Svcs | 50,000 | 6,989 | | 1,461 | 5,295 | (3,814) | 0 | 0 | (3,814) | 0 | 1,461 | 0 | 5,508 | 5,508 | 0 | | |
| 98976-10-3 | Zellis Inc | | 07/12/2021 | National Financial Svcs | 28,000 | 5,570 | | 1,308 | 4,634 | (3,326) | 0 | 0 | (3,326) | 0 | 1,308 | 0 | 4,262 | 4,262 | 74 | | |
| 9099999 | Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated) Publicly Traded | | | | 473,056 | XXX | 245,674 | 377,344 | (131,670) | 0 | 0 | 0 | (131,670) | 0 | 245,674 | 0 | 227,362 | 227,362 | 9,610 | XXX | |
| 98616-40-9 | Europac Inc Growth | | 12/22/2021 | Capital Gain | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| 54316-40-4 | Lord Abbett Short Dur Inc Fd F | | 10/28/2021 | Comerica | 133,117,820 | 556,101 | | 571,839 | 560,428 | 11,413 | 0 | 0 | 11,413 | 0 | 571,839 | 0 | (16,738) | (16,738) | 12,653 | | |
| 54401E-45-7 | Lord Abbett Ultra Short Bond Fd-I | | 10/28/2021 | Comerica | 19,931,970 | 199,519 | | 200,117 | 200,117 | 0 | 0 | 0 | 0 | 0 | 200,117 | 0 | (986) | (986) | 901 | | |
| 77569-34-9 | T Rowe Price Intl Growth Fund | | 12/23/2021 | Capital Gain | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 143 | 143 | 0 | | |
| 9499999 | Subtotal - Common Stocks - Mutual Funds | | | | 791,187 | XXX | 771,956 | 760,545 | 11,413 | 0 | 0 | 0 | 11,413 | 0 | 771,956 | 0 | 19,231 | 19,231 | 13,984 | XXX | |
| 92146-81-0 | Vanguard Int Div App Index Fd | | 12/24/2021 | LT Capital Gain | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 497 | 497 | 0 | | |
| 9699999 | Subtotal - Closed-End Funds | | | | 497 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 497 | 497 | 0 | XXX | |
| 9799997 | Total - Common Stocks - Part 4 | | | | 1,264,711 | XXX | 1,017,630 | 1,137,887 | (120,257) | 0 | 0 | 0 | (120,257) | 0 | 1,017,630 | 0 | 247,111 | 247,111 | 23,193 | XXX | |
| 9799998 | Total - Common Stocks - Part 5 | | | | 1,031,369 | XXX | 1,056,677 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1,056,677 | 0 | (25,338) | (25,338) | 70 | XXX | |
| 9799999 | Total - Common Stocks | | | | 2,296,180 | XXX | 2,074,307 | 1,137,887 | (120,257) | 0 | 0 | 0 | (120,257) | 0 | 2,074,307 | 0 | 221,802 | 221,802 | 23,263 | XXX | |
| 9899999 | Total - Preferred and Common Stocks | | | | 2,296,180 | XXX | 2,074,307 | 1,137,887 | (120,257) | 0 | 0 | 0 | (120,257) | 0 | 2,074,307 | 0 | 221,802 | 221,802 | 23,263 | XXX | |
| 9999999 | Totals | | | | 5,453,197 | XXX | 5,280,766 | 4,304,454 | (120,257) | (12,851) | 0 | 0 | (133,108) | 0 | 5,228,023 | 0 | 225,174 | 225,174 | 81,141 | XXX | |

SCHEDULE D - PART 5

Showing All Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | Change in Book/Adjusted Carrying Value | | | | | 17 | 18 | 19 | 20 | 21 | | | |
|--|--------------------------------------|--------------|------------------|-------------------------|------------------|-------------------------|--|-------------|--------------------|---|--|--|---|--|---|--|---|-------------------------------------|--|---|----------|----|---|
| | | | | | | | | | | | 12 | 13 | 14 | 15 | 16 | | | | | | | | |
| CUSIP Identification | Description | For- eign | Date Acquired | Name of Vendor | Disposal Date | Name of Purchaser | Par Value (Bonds) or Number of Shares (Stock) | Actual Cost | Consi- deration | Book/ Adjusted Carrying Value at Disposal | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amort- ization/ Accretion) | Current Year's Other- Than- Temporary Impairment Recognized | Total Change in Book/ Adjusted Carrying Value (12 + 13 - 14) | Total Foreign Exchange Change in Book/ Adjusted Carrying Value | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Interest and Dividends Received During Year | Paid for Accrued Interest and Dividends | | | |
| 8399998. Total - Bonds | | | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | |
| 8999998. Total - Preferred Stocks | | | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| 06079-10-9 | Activision Blizzard Inc | | 11/16/2021 | National Financial Svcs | 11/17/2021 | National Financial Svcs | 294,000 | 21,078 | 18,513 | 21,078 | 0 | 0 | 0 | 0 | 0 | 0 | (2,565) | (2,565) | 0 | 0 | | | |
| 19046-10-7 | Cogniant Technology Solutions | | 02/05/2021 | National Financial Svcs | 05/12/2021 | National Financial Svcs | 155,000 | 11,651 | 11,396 | 11,651 | 0 | 0 | 0 | 0 | 0 | 0 | (253) | (253) | 37 | 0 | | | |
| 86981-10-9 | MPF Semiconductors NV | C | 03/05/2021 | National Financial Svcs | 05/07/2021 | National Financial Svcs | 58,000 | 10,155 | 11,493 | 10,155 | 0 | 0 | 0 | 0 | 0 | 0 | 1,338 | 1,338 | 33 | 0 | | | |
| 88929-10-6 | Irigenon Co | | 06/08/2021 | Semi-off | 06/15/2021 | Corporate Action | 46,400 | 1,249 | 1,388 | 1,249 | 0 | 0 | 0 | 0 | 0 | 0 | 139 | 139 | 0 | 0 | | | |
| 9099999. Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated) Publicly Traded | | | | | | | 44,133 | 42,792 | 44,133 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (1,341) | (1,341) | 70 | 0 | | | |
| 19046-30-2 | Cohen & Steer Real Assets Fd Class I | | 10/25/2021 | Coverica | 10/28/2021 | Coverica | 88,417,330 | 1,000,000 | 976,127 | 1,000,000 | 0 | 0 | 0 | 0 | 0 | 0 | (23,873) | (23,873) | 0 | 0 | | | |
| 543916-46-4 | Lord Abbett Short Dur Inc Fd F | | 09/30/2021 | Reinvested Div/02 | 10/28/2021 | Coverica | 2,782,530 | 11,696 | 11,603 | 11,696 | 0 | 0 | 0 | 0 | 0 | 0 | (93) | (93) | 0 | 0 | | | |
| 544016-46-7 | Lord Abbett Ultra Short Bond Fd-I | | 09/30/2021 | Reinvested Div/02 | 10/28/2021 | Coverica | 948 | 948 | 948 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (2) | (2) | 0 | 0 | | | |
| 9499999. Subtotal - Common Stocks - Mutual Funds | | | | | | | 1,012,544 | 899,577 | 1,012,544 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (23,967) | (23,967) | 0 | 0 | | |
| 9799998. Total - Common Stocks | | | | | | | 1,056,677 | 1,031,369 | 1,056,677 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (25,308) | (25,308) | 70 | 0 | |
| 9899999. Total - Preferred and Common Stocks | | | | | | | 1,056,677 | 1,031,369 | 1,056,677 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (25,308) | (25,308) | 70 | 0 |
| 9999999 - Totals | | | | | | | 1,056,677 | 1,031,369 | 1,056,677 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (25,308) | (25,308) | 70 | 0 |

Schedule D-Part 6-Section 1-Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

NONE

Schedule D - Part 6 - Section 2

NONE

Schedule DA - Part 1 - Short-Term Investments Owned

NONE

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open

NONE

Schedule DB - Part A - Section 2 - Options, Caps, Floors, Collars, Swaps and Forwards Terminated

NONE

Schedule DB - Part B - Section 1 - Futures Contracts Open

NONE

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made

NONE

Schedule DB - Part B - Section 2 - Futures Contracts Terminated

NONE

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open

NONE

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By

NONE

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To

NONE

Schedule DB - Part E - Derivatives Hedging Variable Annuity Guarantees as of December 31 of
Current Year

NONE

Schedule DL - Part 1 - Reinvested Collateral Assets Owned

NONE

Schedule DL - Part 2 - Reinvested Collateral Assets Owned

NONE

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE E - PART 1 - CASH

| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|--|---|------------------|---|--|-----------|-----|
| Depository | Code | Rate of Interest | Amount of Interest Received During Year | Amount of Interest Accrued December 31 of Current Year | Balance | * |
| Bank 1st | West Union, IA | | | | 32,070 | XXX |
| Maquoketa State Bank | Maquoketa, IA | | | | 824,796 | XXX |
| Maquoketa State Bank | Maquoketa, IA | | | | 3,355 | XXX |
| Maquoketa State Bank | Maquoketa, IA | | 9,682 | | 2,166,835 | XXX |
| Luana Savings Bank | Luana, IA | 0.500 | 981 | | 200,981 | XXX |
| Dutrac Community Credit Union | Maquoketa, IA | 2.550 | 1,733 | | 0 | XXX |
| Dutrac Community Credit Union | Maquoketa, IA | 0.600 | 792 | 302 | 200,000 | XXX |
| Dutrac Community Credit Union | Maquoketa, IA | 1.110 | 2,230 | | 0 | XXX |
| Dutrac Community Credit Union | Maquoketa, IA | 0.850 | | 226 | 202,230 | XXX |
| First Central State Bank | DeWitt, IA | 0.500 | 1,085 | | 0 | XXX |
| First Central State Bank | DeWitt, IA | 0.500 | | 301 | 200,000 | XXX |
| First Trust & Savings Bank | Eldridge, IA | 0.800 | | 9 | 200,000 | XXX |
| Luana Savings Bank | Luana, IA | 1.660 | 814 | | 0 | XXX |
| 0199998 Deposits in ... | 1,133,051 depositories which do not exceed the allowable limit in any one depository (See instructions) - open depositories | XXX | XXX | | | XXX |
| 0199999, Totals - Open Depositories | XXX | XXX | 17,316 | 839 | 4,030,267 | XXX |
| 0299998 Deposits in ... | depositories which do not exceed the allowable limit in any one depository (See instructions) - suspended depositories | XXX | XXX | | | XXX |
| 0299999, Totals - Suspended Depositories | XXX | XXX | 0 | 0 | 0 | XXX |
| 0399999, Total Cash on Deposit | XXX | XXX | 17,316 | 839 | 4,030,267 | XXX |
| 0499999, Cash in Company's Office | XXX | XXX | XXX | XXX | 233 | XXX |
| 0599999 Total - Cash | XXX | XXX | 17,316 | 839 | 4,030,499 | XXX |

TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR

| | | | | | | | |
|------------------|------------|---------------|-----------|-------------------|-----------|-------------------|-----------|
| 1. January..... | 28,604,184 | 4. April..... | 3,487,738 | 7. July..... | 3,321,139 | 10. October..... | 3,780,471 |
| 2. February..... | 3,137,894 | 5. May..... | 3,448,499 | 8. August..... | 3,669,937 | 11. November..... | 4,064,930 |
| 3. March..... | 3,120,807 | 6. June..... | 4,074,283 | 9. September..... | 3,664,927 | 12. December..... | 4,030,267 |

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE Heritage Mutual Insurance Association

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

| States, Etc. | 1 Type of Deposit | 2 Purpose of Deposit | Deposits For the Benefit of All Policyholders | | All Other Special Deposits | |
|---|----------------------|-------------------------|---|-----------------|-----------------------------------|-----------------|
| | | | 3 Book/Adjusted Carrying Value | 4 Fair Value | 5 Book/Adjusted Carrying Value | 6 Fair Value |
| | | | 1. Alabama AL | | | |
| 2. Alaska AK | | | | | | |
| 3. Arizona AZ | | | | | | |
| 4. Arkansas AR | | | | | | |
| 5. California CA | | | | | | |
| 6. Colorado CO | | | | | | |
| 7. Connecticut CT | | | | | | |
| 8. Delaware DE | | | | | | |
| 9. District of Columbia DC | | | | | | |
| 10. Florida FL | | | | | | |
| 11. Georgia GA | | | | | | |
| 12. Hawaii HI | | | | | | |
| 13. Idaho ID | | | | | | |
| 14. Illinois IL | | | | | | |
| 15. Indiana IN | | | | | | |
| 16. Iowa IA | | | | | | |
| 17. Kansas KS | | | | | | |
| 18. Kentucky KY | | | | | | |
| 19. Louisiana LA | | | | | | |
| 20. Maine ME | | | | | | |
| 21. Maryland MD | | | | | | |
| 22. Massachusetts MA | | | | | | |
| 23. Michigan MI | | | | | | |
| 24. Minnesota MN | | | | | | |
| 25. Mississippi MS | | | | | | |
| 26. Missouri MO | | | | | | |
| 27. Montana MT | | | | | | |
| 28. Nebraska NE | | | | | | |
| 29. Nevada NV | | | | | | |
| 30. New Hampshire NH | | | | | | |
| 31. New Jersey NJ | | | | | | |
| 32. New Mexico NM | | | | | | |
| 33. New York NY | | | | | | |
| 34. North Carolina NC | | | | | | |
| 35. North Dakota ND | | | | | | |
| 36. Ohio OH | | | | | | |
| 37. Oklahoma OK | | | | | | |
| 38. Oregon OR | | | | | | |
| 39. Pennsylvania PA | | | | | | |
| 40. Rhode Island RI | | | | | | |
| 41. South Carolina SC | | | | | | |
| 42. South Dakota SD | | | | | | |
| 43. Tennessee TN | | | | | | |
| 44. Texas TX | | | | | | |
| 45. Utah UT | | | | | | |
| 46. Vermont VT | | | | | | |
| 47. Virginia VA | | | | | | |
| 48. Washington WA | | | | | | |
| 49. West Virginia WV | | | | | | |
| 50. Wisconsin WI | | | | | | |
| 51. Wyoming WY | | | | | | |
| 52. American Samoa AS | | | | | | |
| 53. Guam GU | | | | | | |
| 54. Puerto Rico PR | | | | | | |
| 55. U.S. Virgin Islands VI | | | | | | |
| 56. Northern Mariana Islands MP | | | | | | |
| 57. Canada CAN | | | | | | |
| 58. Aggregate Alien and Other OT | XXX | XXX | | | | |
| 59. Subtotal | XXX | XXX | | | | |
| NONE | | | | | | |
| DETAILS OF WRITE-INS | | | | | | |
| 5801. | | | | | | |
| 5802. | | | | | | |
| 5803. | | | | | | |
| 5898. Summary of remaining write-ins for Line 58 from overflow page | XXX | XXX | | | | |
| 5899. Totals (Lines 5801 thru 5803 plus 5898)(Line 58 above) | XXX | XXX | | | | |