

## **December 31, 2018 - Annual Statement**

*Iowa Company Number:* 0048

### **Patrons Mutual Insurance Association**

Jim Chambers  
200 Northeast 2nd  
Stuart IA 50250

**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association**

**ASSETS**

|   | Current Year |                         |   | Prior Year                  |
|---|--------------|-------------------------|---|-----------------------------|
|   | 1<br>Assets  | 2<br>Nonadmitted Assets | 3<br>Net Admitted Assets<br>(Cols. 1 - 2) | 4<br>Net Admitted<br>Assets |
| 1. Bonds (Schedule D).....  | 3,986,059    | 2,636                   | 3,983,423                                 | 3,726,304                   |
| 2. Stocks (Schedule D):   |              |                         |   |                             |
| 2.1 Preferred stocks.....   | 67,210       |                         | 67,210                                    | 0                           |
| 2.2 Common stocks.....  | 784,524      |                         | 784,524                                   | 854,808                     |
| 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<br>\$ ..... encumbrances).....   | 132,014      |                         | 132,014                                   | 137,385                     |
| 4.2 Properties held for the production of income<br>(less \$ ..... encumbrances).....   |              |                         | 0   | 0                           |
| 4.3 Properties held for sale (less<br>\$ ..... encumbrances).....   |              |                         | 0   | 0                           |
| 5. Cash (\$ .....56,872 , Schedule E-Part 1), cash equivalents<br>(\$ .....43,745 , Schedule E-Part 2) and short-term<br>investments (\$ .....0 , Schedule DA)..... | 100,617      |                         | 100,617                                   | 100,311                     |
| 6. Contract loans (including \$ ..... premium notes).....   |              |                         | 0   | 0                           |
| 7. Derivatives (Schedule DB).....   | 0            |                         | 0   | 0                           |
| 8. Other invested assets (Schedule BA).....   | 0            |                         | 0   | 0                           |
| 9. Receivables 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).....  | 5,070,425    | 2,636                   | 5,067,789                                 | 4,818,808                   |
| 13. Title plants less \$ ..... charged off (for Title insurers<br>only).....  |              |                         | 0   | 0                           |
| 14. Investment income due and accrued.....  | 32,009       |                         | 32,009                                    | 30,010                      |
| 15. Premiums and considerations:  |              |                         |   |                             |
| 15.1 Uncollected premiums and agents' balances in the course of<br>collection.....  | 37,347       |                         | 37,347                                    | 20,315                      |
| 15.2 Deferred premiums, agents' balances and installments booked but<br>deferred and not yet due (including \$ ..... earned<br>but unbilled premiums).....          | 155,859      |                         | 155,859                                   | 103,864                     |
| 15.3 Accrued retrospective premiums (\$ ..... ) and<br>contracts subject to redetermination (\$ ..... ).....  |              |                         | 0   | 0                           |
| 16. Reinsurance:  |              |                         |   |                             |
| 16.1 Amounts recoverable from reinsurers.....   |              |                         | 0   | 0                           |
| 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.....   |              |                         | 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.....  | 2,833        |                         | 2,833                                     | 5,048                       |
| 21. Furniture and equipment, including health care delivery assets<br>(\$ ..... ).....  | 4,414        | 4,414                   | 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.....   | 0            | 0                       | 0   | 0                           |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and<br>Protected Cell Accounts (Lines 12 to 25).....  | 5,302,887    | 7,050                   | 5,295,837                                 | 4,978,045                   |
| 27. From Separate Accounts, Segregated Accounts and Protected<br>Cell Accounts.....   |              |                         | 0   | 0                           |
| 28. Total (Lines 26 and 27).....  | 5,302,887    | 7,050                   | 5,295,837                                 | 4,978,045                   |
| <b>DETAILS OF WRITE-INS</b>   |              |                         |   |                             |
| 1101. ....  |              |                         | 0   | 0                           |
| 1102. ....  |              |                         | 0   | 0                           |
| 1103. ....  |              |                         | 0   | 0                           |
| 1198. Summary of remaining write-ins for Line 11 from overflow page.....  | 0            | 0                       | 0   | 0                           |
| 1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....   | 0            | 0                       | 0   | 0                           |
| 2501. ....  |              |                         | 0   | 0                           |
| 2502. ....  |              |                         | 0   | 0                           |
| 2503. ....  |              |                         | 0   | 0                           |
| 2598. Summary of remaining write-ins for Line 25 from overflow page.....  | 0            | 0                       | 0   | 0                           |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....   | 0            | 0                       | 0   | 0                           |

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## ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

## LIABILITIES, SURPLUS AND OTHER FUNDS

|  | 1<br>Current Year | 2<br>Prior Year |
|--|-------------------|-----------------|
| 1. Losses (Part 2A, Line 35, Column 8) .....   | 46,103            | 73,909          |
| 2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....  |                   | 0               |
| 3. Loss adjustment expenses (Part 2A, Line 35, Column 9) .....   | 7,555             | 16,062          |
| 4. Commissions payable, contingent commissions and other similar charges .....   | 55,209            | 31,161          |
| 5. Other expenses (excluding taxes, licenses and fees) .....   | 5,571             | 3,467           |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....   | 5,380             | 4,935           |
| 7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....   | 4,590             | 0               |
| 7.2 Net deferred tax liability .....   |                   | 0               |
| 8. Borrowed money \$ ..... and interest thereon \$ .....   |                   | 0               |
| 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) ..... | 640,802           | 597,067         |
| 10. Advance premium .....  | 23,149            | 15,108          |
| 11. Dividends declared and unpaid:   |                   |                 |
| 11.1 Stockholders .....  |                   | 0               |
| 11.2 Policyholders .....   |                   | 0               |
| 12. Ceded reinsurance premiums payable (net of ceding commissions) .....   | 20,474            | 19,969          |
| 13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20) .....   |                   | 0               |
| 14. Amounts withheld or retained by company for account of others .....  | 7,653             | 7,528           |
| 15. Remittances and items not allocated .....  |                   | 0               |
| 16. Provision for reinsurance (including \$ ..... certified) (Schedule F, Part 3, Column 78) .....   |                   | 0               |
| 17. Net adjustments in assets and liabilities due to foreign exchange rates .....  |                   | 0               |
| 18. Drafts outstanding .....   |                   | 0               |
| 19. Payable to parent, subsidiaries and affiliates .....   |                   | 0               |
| 20. Derivatives .....  | 0                 | 0               |
| 21. Payable for securities .....   |                   | 0               |
| 22. Payable for securities lending .....   |                   | 0               |
| 23. Liability for amounts held under uninsured plans .....   |                   | 0               |
| 24. Capital notes \$ ..... and interest thereon \$ .....   |                   | 0               |
| 25. Aggregate write-ins for liabilities .....  | 475               | 0               |
| 26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....  | 816,962           | 769,206         |
| 27. Protected cell liabilities .....   |                   | 0               |
| 28. Total liabilities (Lines 26 and 27) .....  | 816,962           | 769,206         |
| 29. Aggregate write-ins for special surplus funds .....  | 0                 | 0               |
| 30. Common capital stock .....   |                   | 0               |
| 31. Preferred capital stock .....  |                   | 0               |
| 32. Aggregate write-ins for other-than-special surplus funds .....   | 0                 | 0               |
| 33. Surplus notes .....  |                   | 0               |
| 34. Gross paid in and contributed surplus .....  |                   | 0               |
| 35. Unassigned funds (surplus) .....   | 4,478,875         | 4,208,838       |
| 36. Less treasury stock, at cost:  |                   |                 |
| 36.1 ..... shares common (value included in Line 30 \$ ..... ) .....   |                   | 0               |
| 36.2 ..... shares preferred (value included in Line 31 \$ ..... ) .....  |                   | 0               |
| 37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39) .....   | 4,478,875         | 4,208,838       |
| 38. Totals (Page 2, Line 28, Col. 3) .....   | 5,295,837         | 4,978,045       |
| <b>DETAILS OF WRITE-INS</b>  |                   |                 |
| 2501. Suspense .....   | 475               | 0               |
| 2502. ....   |                   |                 |
| 2503. ....   |                   |                 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....  | 0                 | 0               |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) .....   | 475               | 0               |
| 2901. ....   |                   |                 |
| 2902. ....   |                   |                 |
| 2903. ....   |                   |                 |
| 2998. Summary of remaining write-ins for Line 29 from overflow page .....  | 0                 | 0               |
| 2999. Totals (Lines 2901 through 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 through 3203 plus 3298) (Line 32 above) .....   | 0                 | 0               |

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**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association**

**STATEMENT OF INCOME**

|   | 1<br>Current Year | 2<br>Prior Year |
|---|-------------------|-----------------|
| <b>UNDERWRITING INCOME</b>  |                   |                 |
| 1. Premiums earned (Part 1, Line 35, Column 4)  | 1,084,644         | 915,902         |
| DEDUCTIONS:   |                   |                 |
| 2. Losses incurred (Part 2, Line 35, Column 7)  | 377,797           | 750,220         |
| 3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)  | 56,181            | 84,463          |
| 4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)   | 420,499           | 412,100         |
| 5. Aggregate write-ins for underwriting deductions  | 0                 | 0               |
| 6. Total underwriting deductions (Lines 2 through 5)  | 854,477           | 1,246,784       |
| 7. Net income of protected cells  |                   | 0               |
| 8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)   | 230,168           | (330,881)       |
| <b>INVESTMENT INCOME</b>  |                   |                 |
| 9. Net investment income earned (Exhibit of Net Investment Income, Line 17)   | 77,970            | 78,337          |
| 10. Net realized capital gains (losses) less capital gains tax of \$ (Exhibit of Capital Gains (Losses))  | 17,033            | 12,072          |
| 11. Net investment gain (loss) (Lines 9 + 10)   | 95,003            | 90,409          |
| <b>OTHER INCOME</b>   |                   |                 |
| 12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ charged off \$ ) amount   |                   | 0               |
| 13. Finance and service charges not included in premiums  | 35,415            | 34,272          |
| 14. Aggregate write-ins for miscellaneous income  | 5,475             | 6,615           |
| 15. Total other income (Lines 12 through 14)  | 40,890            | 40,887          |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)     | 366,060           | (199,585)       |
| 17. Dividends to policyholders  |                   | 0               |
| 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) | 366,060           | (199,585)       |
| 19. Federal and foreign income taxes incurred   | 7,483             | 3,309           |
| 20. Net income (Line 18 minus Line 19) (to Line 22)   | 358,577           | (202,894)       |
| <b>CAPITAL AND SURPLUS ACCOUNT</b>  |                   |                 |
| 21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)  | 4,208,838         | 4,336,773       |
| 22. Net income (from Line 20)   | 358,577           | (202,894)       |
| 23. Net transfers (to) from Protected Cell accounts   |                   | 0               |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$   | (87,732)          | 73,931          |
| 25. Change in net unrealized foreign exchange capital gain (loss)   |                   | 0               |
| 26. Change in net deferred income tax   |                   | 0               |
| 27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)   | (808)             | 1,029           |
| 28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)  | 0                 | 0               |
| 29. Change in surplus notes   |                   | 0               |
| 30. Surplus (contributed to) withdrawn from protected cells   |                   | 0               |
| 31. Cumulative effect of changes in accounting principles   |                   | 0               |
| 32. Capital changes:  |                   |                 |
| 32.1 Paid in  |                   | 0               |
| 32.2 Transferred from surplus (Stock Dividend)  |                   | 0               |
| 32.3 Transferred to surplus   |                   | 0               |
| 33. Surplus adjustments:  |                   |                 |
| 33.1 Paid in  |                   | 0               |
| 33.2 Transferred to capital (Stock Dividend)  |                   | 0               |
| 33.3 Transferred from capital   |                   | 0               |
| 34. Net remittances from or (to) Home Office  |                   | 0               |
| 35. Dividends to stockholders   |                   | 0               |
| 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)   | 270,037           | (127,935)       |
| 39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)   | 4,478,875         | 4,208,838       |
| <b>DETAILS OF WRITE-INS</b>   |                   |                 |
| 0501.   |                   | 0               |
| 0502.   |                   | 0               |
| 0503.   |                   | 0               |
| 0598. Summary of remaining write-ins for Line 5 from overflow page  | 0                 | 0               |
| 0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)   | 0                 | 0               |
| 1401. Net Premiums Collected for Others   | 5,475             | 6,615           |
| 1402.   |                   |                 |
| 1403.   |                   |                 |
| 1498. Summary of remaining write-ins for Line 14 from overflow page   | 0                 | 0               |
| 1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)  | 5,475             | 6,615           |
| 3701.   |                   |                 |
| 3702.   |                   |                 |
| 3703.   |                   |                 |
| 3798. Summary of remaining write-ins for Line 37 from overflow page   | 0                 | 0               |
| 3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)  | 0                 | 0               |

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**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association**

**CASH FLOW**

|   | 1<br>Current Year | 2<br>Prior Year |
|---|-------------------|-----------------|
| <b>Cash from Operations</b>   |                   |                 |
| 1. Premiums collected net of reinsurance .....  | 1,067,898         | 946,434         |
| 2. Net investment income .....  | 90,932            | 90,812          |
| 3. Miscellaneous income .....   | 40,890            | 40,887          |
| 4. Total (Lines 1 through 3) .....  | 1,199,720         | 1,078,133       |
| 5. Benefit and loss related payments .....  | 405,603           | 721,274         |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....                    | 0                 | 0               |
| 7. Commissions, expenses paid and aggregate write-ins for deductions .....                                      | 453,889           | 458,285         |
| 8. Dividends paid to policyholders .....  | 0                 | 0               |
| 9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses) .....        | 2,783             | 3,919           |
| 10. Total (Lines 5 through 9) .....   | 862,274           | 1,183,478       |
| 11. Net cash from operations (Line 4 minus Line 10) .....   | 337,445           | (105,345)       |
| <b>Cash from Investments</b>  |                   |                 |
| 12. Proceeds from investments sold, matured or repaid:  |                   |                 |
| 12.1 Bonds .....  | 844,719           | 886,155         |
| 12.2 Stocks .....   | 23,064            | 34,075          |
| 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) .....   | 867,783           | 920,230         |
| 13. Cost of investments acquired (long-term only):  |                   |                 |
| 13.1 Bonds .....  | 1,110,028         | 911,391         |
| 13.2 Stocks .....   | 90,345            | 25,044          |
| 13.3 Mortgage loans .....   | 0                 | 0               |
| 13.4 Real estate .....  | 0                 | 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) .....  | 1,200,373         | 936,436         |
| 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) .....                                   | (332,590)         | (16,206)        |
| <b>Cash from Financing and Miscellaneous Sources</b>  |                   |                 |
| 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) .....  | (4,550)           | (3,778)         |
| 17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) ..... | (4,550)           | (3,778)         |
| <b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>                                      |                   |                 |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....       | 306               | (125,329)       |
| 19. Cash, cash equivalents and short-term investments:  |                   |                 |
| 19.1 Beginning of year .....  | 100,311           | 225,641         |
| 19.2 End of year (Line 18 plus Line 19.1) .....   | 100,617           | 100,311         |

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UNDERWRITING AND INVESTMENT EXHIBIT  
PART 1 - PREMIUMS EARNED

| Line of Business     |  | 1<br>Net Premiums<br>Written per<br>Column 6, Part 1B | 2<br>Unearned Premiums<br>Dec. 31 Prior Year -<br>per Col. 3, Last Year's<br>Part 1 | 3<br>Unearned Premiums<br>Dec. 31 Current<br>Year - per Col. 5<br>Part 1A | 4<br>Premiums Earned<br>During Year<br>(Cols. 1 + 2 - 3) |
|----------------------|--|---|---|---|--|
| 1.                   | Fire .....   | .576,376  | .303,445  | .326,021  | .553,800   |
| 2.                   | Allied lines .....   | .535,302  | .284,801  | .304,949  | .515,154   |
| 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 .....  | 16,701  | .8,821  | .9,832  | 15,691   |
| 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   | 1,128,379   | 597,067   | 640,802   | 1,084,644  |
| DETAILS OF WRITE-INS |  |   |   |   |  |
| 3401.                | .....  |   |   |   |  |
| 3402.                | .....  |   |   |   |  |
| 3403.                | .....  |   |   |   |  |
| 3498.                | Sum. of remaining write-ins for Line 34 from overflow page ..... | .0  | .0  | .0  | .0   |
| 3499.                | Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)       | 0   | 0   | 0   | 0  |

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UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

| Line of Business     |   | 1<br>Amount Unearned<br>(Running One Year or<br>Less from Date of<br>Policy)<br>(a) | 2<br>Amount Unearned<br>(Running More Than<br>One Year from Date<br>of Policy)<br>(a) | 3<br><br>Earned<br>but<br>Unbilled Premium | 4<br>Reserve for Rate<br>Credits and<br>Retrospective<br>Adjustments Based<br>on Experience | 5<br>Total Reserve<br>for<br>Unearned Premiums<br>Cols. 1 + 2 + 3 + 4 |
|----------------------|---|---|---|--|---|---|
| 1.                   | Fire .....  | 326,021   |   |  |   | 326,021   |
| 2.                   | Allied lines .....  | 304,949   |   |  |   | 304,949   |
| 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 .....   | 9,832   |   |  |   | 9,832   |
| 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<br>lines .....        |   |   |  |   | 0   |
| 34.                  | Aggregate write-ins for other lines of business .....               | 0   | 0   | 0  | 0   | 0   |
| 35.                  | TOTALS  | 640,802   | 0   | 0  | 0   | 640,802   |
| 36.                  | Accrued retrospective premiums based on experience .....            |   |   |  |   |   |
| 37.                  | Earned but unbilled premiums .....                                  |   |   |  |   |   |
| 38.                  | Balance (Sum of Lines 35 through 37)                                |   |   |  |   | 640,802   |
| DETAILS OF WRITE-INS |   |   |   |  |   |   |
| 3401.                | .....   |   |   |  |   |   |
| 3402.                | .....   |   |   |  |   |   |
| 3403.                | .....   |   |   |  |   |   |
| 3498.                | Sum. of remaining write-ins for Line 34 from<br>overflow page ..... | 0   | 0   | 0  | 0   | 0   |
| 3499.                | Totals (Lines 3401 through 3403 plus 3498) (Line<br>34 above)       | 0   | 0   | 0  | 0   | 0   |

(a) State here basis of computation used in each case. Actual daily pro-rata  
See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

| Line of Business   | 1<br>Direct<br>Business<br>(a) | Reinsurance Assumed     |                             | Reinsurance Ceded     |                           | 6<br>Net Premiums<br>Written Cols.<br>1 + 2 + 3 - 4 - 5 |
|--|--------------------------------|-------------------------|-----------------------------|-----------------------|---------------------------|---|
|  |                                | 2<br>From<br>Affiliates | 3<br>From<br>Non-Affiliates | 4<br>To<br>Affiliates | 5<br>To<br>Non-Affiliates |   |
| 1. Fire  | 701,867                        |                         |                             |                       | 125,490                   | 576,376   |
| 2. Allied lines  | 651,849                        |                         |                             |                       | 116,547                   | 535,302   |
| 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   | 20,338                         |                         |                             |                       | 3,636                     | 16,701  |
| 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                 | 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   | 1,374,053                      | 0                       | 0                           | 0                     | 245,674                   | 1,128,379   |
| DETAILS OF WRITE-INS   |                                |                         |                             |                       |                           |   |
| 3401.  |                                |                         |                             |                       |                           |   |
| 3402.  |                                |                         |                             |                       |                           |   |
| 3403.  |                                |                         |                             |                       |                           |   |
| 3498. Sum. of remaining write-ins for Line 34 from overflow page | 0                              | 0                       | 0                           | 0                     | 0                         | 0   |
| 3499. Totals (Lines 3401 through 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 [    ]

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

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

See Independent Accountant's Compilation Report.



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

| Line of Business     |  | Losses Paid Less Salvage |                             |                               |  | 5<br>Net Losses<br>Unpaid<br>Current Year<br>(Part 2A, Col. 8) | 6<br>Net Losses<br>Unpaid<br>Prior Year | 7<br>Losses Incurred<br>Current Year<br>(Cols. 4 + 5 - 6) | 8<br>Percentage of Losses<br>Incurred<br>(Col. 7, Part 2)<br>to Premiums Earned<br>(Col. 4, Part 1) |
|----------------------|--|--------------------------|-----------------------------|-------------------------------|--|--|---|---|---|
|                      |  | 1<br>Direct Business     | 2<br>Reinsurance<br>Assumed | 3<br>Reinsurance<br>Recovered | 4<br>Net Payments<br>(Cols. 1 + 2 - 3) |  |   |   |   |
| 1.                   | Fire   | 429,386                  |                             | 117,706                       | 311,680                                | 15,500   | 32,662                                  | 294,518   | 53.2  |
| 2.                   | Allied lines   | 93,923                   |                             |                               | 93,923                                 | 30,603   | 41,247                                  | 83,279  | 16.2  |
| 3.                   | Farmowners multiple peril                                  |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 4.                   | Homeowners multiple peril                                  |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 5.                   | Commercial multiple peril                                  |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 6.                   | Mortgage guaranty  |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 8.                   | Ocean marine   |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 9.                   | Inland marine  |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 10.                  | Financial guaranty   |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 11.1                 | Medical professional liability-occurrence                  |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 11.2                 | Medical professional liability-claims-made                 |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 12.                  | Earthquake   |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 13.                  | Group accident and health                                  |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 14.                  | Credit accident and health (group and individual)          |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 15.                  | Other accident and health                                  |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 16.                  | Workers' compensation                                      |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 17.1                 | Other liability-occurrence                                 |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 17.2                 | Other liability-claims-made                                |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 17.3                 | Excess workers' compensation                               |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 18.1                 | Products liability-occurrence                              |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 18.2                 | Products liability-claims-made                             |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 19.1,19.2            | Private passenger auto liability                           |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 19.3,19.4            | Commercial auto liability                                  |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 21.                  | Auto physical damage                                       |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 22.                  | Aircraft (all perils)                                      |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 23.                  | Fidelity   |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 24.                  | Surety   |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 26.                  | Burglary and theft   |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 27.                  | Boiler and machinery                                       |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 28.                  | Credit   |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 29.                  | International  |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 30.                  | Warranty   |                          |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 31.                  | Reinsurance-nonproportional assumed property               | XXX                      |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 32.                  | Reinsurance-nonproportional assumed liability              | XXX                      |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 33.                  | Reinsurance-nonproportional assumed financial lines        | XXX                      |                             |                               | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 34.                  | Aggregate write-ins for other lines of business            | 0                        | 0                           | 0                             | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 35.                  | TOTALS   | 523,308                  | 0                           | 117,706                       | 405,603                                | 46,103   | 73,909                                  | 377,797   | 34.8  |
| DETAILS OF WRITE-INS |  |                          |                             |                               |  |  |   |   |   |
| 3401.                |  |                          |                             |                               |  |  |   |   |   |
| 3402.                |  |                          |                             |                               |  |  |   |   |   |
| 3403.                |  |                          |                             |                               |  |  |   |   |   |
| 3498.                | Sum. of remaining write-ins for Line 34 from overflow page | 0                        | 0                           | 0                             | 0                                      | 0  | 0                                       | 0   | 0.0   |
| 3499.                | Totals (Lines 3401 through 3403 + 3498) (Line 34 above)    | 0                        | 0                           | 0                             | 0                                      | 0  | 0                                       | 0   | 0.0   |

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons 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   | 262,922         |                     | 252,422                        | 10,500   | 5,000                     |                     |                   | 15,500                                  | 6,832                               |
| 2.                   | Allied lines   | 27,821          |                     |                                | 27,821   | 2,782                     |                     |                   | 30,603                                  | 723                                 |
| 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  |                 |                     |                                | 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                                       |                                     |
| 32.                  | Reinsurance-nonproportional assumed liability              | XXX             |                     |                                | 0  | XXX                       |                     |                   | 0                                       |                                     |
| 33.                  | Reinsurance-nonproportional assumed financial lines        | XXX             |                     |                                | 0  | XXX                       |                     |                   | 0                                       |                                     |
| 34.                  | Aggregate write-ins for other lines of business            | 0               | 0                   | 0                              | 0  | 0                         | 0                   | 0                 | 0                                       | 0                                   |
| 35.                  | TOTALS   | 290,744         | 0                   | 252,422                        | 38,321   | 7,782                     | 0                   | 0                 | 46,103                                  | 7,555                               |
| DETAILS OF WRITE-INS |  |                 |                     |                                |  |                           |                     |                   |   |                                     |
| 3401.                |  |                 |                     |                                |  |                           |                     |                   |   |                                     |
| 3402.                |  |                 |                     |                                |  |                           |                     |                   |   |                                     |
| 3403.                |  |                 |                     |                                |  |                           |                     |                   |   |                                     |
| 3498.                | Sum. of remaining write-ins for Line 34 from overflow page | 0               | 0                   | 0                              | 0  | 0                         | 0                   | 0                 | 0                                       | 0                                   |
| 3499.                | Totals (Lines 3401 through 3403 + 3498) (Line 34 above)    | 0               | 0                   | 0                              | 0  | 0                         | 0                   | 0                 | 0                                       | 0                                   |

(a) Including \$ for present value of life indemnity claims.  
See Independent Accountant's Compilation Report.

## ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

## UNDERWRITING AND INVESTMENT EXHIBIT

## PART 3 - EXPENSES

|   | 1<br>Loss Adjustment<br>Expenses | 2<br>Other Underwriting<br>Expenses | 3<br>Investment<br>Expenses | 4<br>Total  |
|---|----------------------------------|-------------------------------------|-----------------------------|-------------|
| 1. Claim adjustment services:   |                                  |                                     |                             |             |
| 1.1 Direct .....  | 13,940                           |                                     |                             | 13,940      |
| 1.2 Reinsurance assumed .....   |                                  |                                     |                             | 0           |
| 1.3 Reinsurance ceded .....   |                                  |                                     |                             | 0           |
| 1.4 Net claim adjustment services (1.1 + 1.2 - 1.3) .....                               | 13,940                           | 0                                   | 0                           | 13,940      |
| 2. Commission and brokerage:  |                                  |                                     |                             |             |
| 2.1 Direct, excluding contingent .....  |                                  | 174,535                             |                             | 174,535     |
| 2.2 Reinsurance assumed, excluding contingent .....                                     |                                  |                                     |                             | 0           |
| 2.3 Reinsurance ceded, excluding contingent .....                                       |                                  |                                     |                             | 0           |
| 2.4 Contingent-direct .....   |                                  | 16,289                              |                             | 16,289      |
| 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                                | 190,824                             | 0                           | 190,824     |
| 3. Allowances to manager and agents .....   |                                  |                                     |                             | 0           |
| 4. Advertising .....  |                                  | 3,370                               |                             | 3,370       |
| 5. Boards, bureaus and associations .....   |                                  | 7,287                               |                             | 7,287       |
| 6. Surveys and underwriting reports .....   |                                  | 21,404                              |                             | 21,404      |
| 7. Audit of assureds' records .....   |                                  |                                     |                             | 0           |
| 8. Salary and related items:  |                                  |                                     |                             |             |
| 8.1 Salaries .....  | 23,200                           | 100,532                             | 30,933                      | 154,665     |
| 8.2 Payroll taxes .....   | 1,575                            | 6,823                               | 2,099                       | 10,497      |
| 9. Employee relations and welfare .....   | 4,454                            | 19,301                              | 5,939                       | 29,693      |
| 10. Insurance .....   | 1,760                            | 7,628                               | 2,347                       | 11,735      |
| 11. Directors' fees .....   | 528                              | 2,290                               | 705                         | 3,523       |
| 12. Travel and travel items .....   |                                  |                                     |                             | 0           |
| 13. Rent and rent items .....   | 1,215                            | 5,265                               | 1,620                       | 8,100       |
| 14. Equipment .....   | 645                              | 2,796                               | 860                         | 4,301       |
| 15. Cost or depreciation of EDP equipment and software .....                            | 3,700                            | 16,035                              | 4,934                       | 24,669      |
| 16. Printing and stationery .....   | 589                              | 2,552                               | 785                         | 3,926       |
| 17. Postage, telephone and telegraph, exchange and express .....                        | 1,740                            | 7,540                               | 2,320                       | 11,600      |
| 18. Legal and auditing .....  | 2,534                            | 10,979                              | 3,378                       | 16,890      |
| 19. Totals (Lines 3 to 18) .....  | 41,940                           | 213,801                             | 55,920                      | 311,661     |
| 20. Taxes, licenses and fees:   |                                  |                                     |                             |             |
| 20.1 State and local insurance taxes deducting guaranty association credits of \$ ..... |                                  | 14,095                              |                             | 14,095      |
| 20.2 Insurance department licenses and fees .....                                       |                                  | 475                                 |                             | 475         |
| 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                                | 14,570                              | 0                           | 14,570      |
| 21. Real estate expenses .....  |                                  |                                     | 14,969                      | 14,969      |
| 22. Real estate taxes .....   |                                  |                                     | 3,560                       | 3,560       |
| 23. Reimbursements by uninsured plans .....   |                                  |                                     |                             | 0           |
| 24. Aggregate write-ins for miscellaneous expenses .....                                | 301                              | 1,303                               | 401                         | 2,005       |
| 25. Total expenses incurred .....   | 56,181                           | 420,499                             | 74,850                      | (a) 551,529 |
| 26. Less unpaid expenses-current year .....   | 7,555                            | 60,964                              | 4,701                       | 73,220      |
| 27. Add unpaid expenses-prior year .....  | 16,062                           | 35,005                              | 4,559                       | 55,625      |
| 28. Amounts receivable relating to uninsured plans, prior year .....                    | 0                                | 0                                   | 0                           | 0           |
| 29. Amounts receivable relating to uninsured plans, current year .....                  |                                  |                                     |                             | 0           |
| 30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29) .....                            | 64,687                           | 394,540                             | 74,708                      | 533,935     |
| <b>DETAILS OF WRITE-INS</b>   |                                  |                                     |                             |             |
| 2401. Miscellaneous .....   | 301                              | 1,303                               | 401                         | 2,005       |
| 2402. ....  |                                  |                                     |                             |             |
| 2403. ....  |                                  |                                     |                             |             |
| 2498. Summary of remaining write-ins for Line 24 from overflow page .....               | 0                                | 0                                   | 0                           | 0           |
| 2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above) .....                  | 301                              | 1,303                               | 401                         | 2,005       |

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

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

EXHIBIT OF NET INVESTMENT INCOME

|   | 1<br>Collected<br>During Year | 2<br>Earned<br>During Year |
|---|-------------------------------|----------------------------|
| 1. U.S. Government bonds  | (a)                           |                            |
| 1.1 Bonds exempt from U.S. tax  | (a) 104,662                   | 106,408                    |
| 1.2 Other bonds (unaffiliated)  | (a) 7,579                     | 7,475                      |
| 1.3 Bonds of affiliates   | (a) 0                         |                            |
| 2.1 Preferred stocks (unaffiliated)                                     | (b) 536                       | 782                        |
| 2.11 Preferred stocks of affiliates                                     | (b) 0                         |                            |
| 2.2 Common stocks (unaffiliated)  | 33,623                        | 33,805                     |
| 2.21 Common stocks of affiliates  | 0                             |                            |
| 3. Mortgage loans   | (c)                           |                            |
| 4. Real estate  | (d) 8,100                     | 8,100                      |
| 5. Contract loans   |                               |                            |
| 6. Cash, cash equivalents and short-term investments                    | (e) 1,691                     | 1,621                      |
| 7. Derivative instruments   | (f)                           |                            |
| 8. Other invested assets  |                               |                            |
| 9. Aggregate write-ins for investment income                            | 0                             | 0                          |
| 10. Total gross investment income                                       | 156,191                       | 158,190                    |
| 11. Investment expenses   |                               | (g) 74,850                 |
| 12. Investment taxes, licenses and fees, excluding federal income taxes |                               | (g)                        |
| 13. Interest expense  |                               | (h)                        |
| 14. Depreciation on real estate and other invested assets               |                               | (i) 5,371                  |
| 15. Aggregate write-ins for deductions from investment income           |                               | 0                          |
| 16. Total deductions (Lines 11 through 15)                              |                               | 80,221                     |
| 17. Net investment income (Line 10 minus Line 16)                       |                               | 77,970                     |
| 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 through 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 through 1503 plus 1598) (Line 15 above)        |                               | 0                          |

(a) Includes \$ 1,434 accrual of discount less \$ 11,024 amortization of premium and less \$ 5,242 paid for accrued interest on purchases.  
(b) Includes \$ accrual of discount less \$ 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 \$ paid for accrued interest on purchases.  
(d) Includes \$ 8,100 for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.  
(e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.  
(f) Includes \$ accrual of discount less \$ amortization of premium.  
(g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.  
(h) Includes \$ interest on surplus notes and \$ interest on capital notes.  
(i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

|  | 1<br>Realized<br>Gain (Loss)<br>On Sales or<br>Maturity | 2<br>Other<br>Realized<br>Adjustments | 3<br>Total Realized Capital<br>Gain (Loss)<br>(Columns 1 + 2) | 4<br>Change in<br>Unrealized Capital<br>Gain (Loss) | 5<br>Change in<br>Unrealized Foreign<br>Exchange Capital<br>Gain (Loss) |
|--|---|---------------------------------------|---|---|---|
| 1. U.S. Government bonds   |   |                                       | 0   |   |   |
| 1.1 Bonds exempt from U.S. tax                                     | 855   |                                       | 855   |   |   |
| 1.2 Other bonds (unaffiliated)                                     | (1,200)   |                                       | (1,200)   |   |   |
| 1.3 Bonds of affiliates  | 0   | 0                                     | 0   | 0   | 0   |
| 2.1 Preferred stocks (unaffiliated)                                | 0   | 0                                     | 0   | (290)   | 0   |
| 2.11 Preferred stocks of affiliates                                | 0   | 0                                     | 0   | 0   | 0   |
| 2.2 Common stocks (unaffiliated)                                   | 17,378  | 0                                     | 17,378  | (87,442)  | 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   |   |   |
| 5. Contract loans  |   |                                       | 0   |   |   |
| 6. Cash, cash equivalents and short-term investments               |   |                                       | 0   | 0   | 0   |
| 7. Derivative instruments  |   |                                       | 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)                                   | 17,033  | 0                                     | 17,033  | (87,732)  | 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 through 0903 plus 0998) (Line 9 above)    | 0   | 0                                     | 0   | 0   | 0   |

See Independent Accountant's Compilation Report.

**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association**

**EXHIBIT OF NONADMITTED ASSETS**

|  | 1  | 2                                      | 3  |
|--|--|--|--|
|  | Current Year Total<br>Nonadmitted Assets | Prior Year Total<br>Nonadmitted Assets | Change in Total<br>Nonadmitted Assets<br>(Col. 2 - Col. 1) |
| 1. Bonds (Schedule D).....   | 2,636                                    | 4,382                                  | 1,746  |
| 2. Stocks (Schedule D):  |  |  |  |
| 2.1 Preferred stocks.....  | 0  | 0                                      | 0  |
| 2.2 Common stocks.....   | 0  | 0                                      | 0  |
| 3. Mortgage loans on real estate (Schedule B):   |  |  |  |
| 3.1 First liens.....   | 0  | 0                                      | 0  |
| 3.2 Other than first liens.....  | 0  | 0                                      | 0  |
| 4. Real estate (Schedule A):   |  |  |  |
| 4.1 Properties occupied by the company.....  | 0  | 0                                      | 0  |
| 4.2 Properties held for the production of income.....  | 0  | 0                                      | 0  |
| 4.3 Properties held for sale.....  | 0  | 0                                      | 0  |
| 5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and<br>short-term investments (Schedule DA).....     | 0  | 0                                      | 0  |
| 6. Contract loans.....   | 0  | 0                                      | 0  |
| 7. Derivatives (Schedule DB).....  | 0  | 0                                      | 0  |
| 8. Other invested assets (Schedule BA).....  | 0  | 0                                      | 0  |
| 9. Receivables for securities.....   | 0  | 0                                      | 0  |
| 10. Securities lending reinvested collateral assets (Schedule DL).....   | 0  | 0                                      | 0  |
| 11. Aggregate write-ins for invested assets.....   | 0  | 0                                      | 0  |
| 12. Subtotals, cash and invested assets (Lines 1 to 11).....   | 2,636                                    | 4,382                                  | 1,746  |
| 13. Title plants (for Title insurers only).....  | 0  | 0                                      | 0  |
| 14. Investment income due and accrued.....   | 0  | 0                                      | 0  |
| 15. Premiums and considerations:   |  |  |  |
| 15.1 Uncollected premiums and agents' balances in the course of<br>collection.....                                     | 0  | 0                                      | 0  |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred<br>and not yet due.....                  | 0  | 0                                      | 0  |
| 15.3 Accrued retrospective premiums and contracts subject to redetermination.....                                      | 0  | 0                                      | 0  |
| 16. Reinsurance:   |  |  |  |
| 16.1 Amounts recoverable from reinsurers.....  | 0  | 0                                      | 0  |
| 16.2 Funds held by or deposited with reinsured companies.....  | 0  | 0                                      | 0  |
| 16.3 Other amounts receivable under reinsurance contracts.....   | 0  | 0                                      | 0  |
| 17. Amounts receivable relating to uninsured plans.....  | 0  | 0                                      | 0  |
| 18.1 Current federal and foreign income tax recoverable and interest thereon.....                                      | 0  | 110                                    | 110  |
| 18.2 Net deferred tax asset.....   | 0  | 0                                      | 0  |
| 19. Guaranty funds receivable or on deposit.....   | 0  | 0                                      | 0  |
| 20. Electronic data processing equipment and software.....   | 0  | 1,750                                  | 1,750  |
| 21. Furniture and equipment, including health care delivery assets.....  | 4,414                                    | 0                                      | (4,414)  |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates.....  | 0  | 0                                      | 0  |
| 23. Receivables from parent, subsidiaries and affiliates.....  | 0  | 0                                      | 0  |
| 24. Health care and other amounts receivable.....  | 0  | 0                                      | 0  |
| 25. Aggregate write-ins for other-than-invested assets.....  | 0  | 0                                      | 0  |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and<br>Protected Cell Accounts (Lines 12 to 25)..... | 7,050                                    | 6,242                                  | (808)  |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....                                       | 0  | 0                                      | 0  |
| 28. Total (Lines 26 and 27).....   | 7,050                                    | 6,242                                  | (808)  |
| <b>DETAILS OF WRITE-INS</b>  |  |  |  |
| 1101. ....   |  |  |  |
| 1102. ....   |  |  |  |
| 1103. ....   |  |  |  |
| 1198. Summary of remaining write-ins for Line 11 from overflow page.....   | 0  | 0                                      | 0  |
| 1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....  | 0  | 0                                      | 0  |
| 2501. ....   |  |  |  |
| 2502. ....   |  |  |  |
| 2503. ....   |  |  |  |
| 2598. Summary of remaining write-ins for Line 25 from overflow page.....   | 0  | 0                                      | 0  |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....  | 0  | 0                                      | 0  |

See Independent Accountant's Compilation Report.

**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE  
PATRONS MUTUAL INSURANCE ASSOCIATION**

**NOTES TO FINANCIAL STATEMENTS**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying financial statements have been prepared in conformity with accounting practices prescribed or permitted by the Iowa Insurance Division for companies organized under Section 518A of the Code of Iowa.

The preparation of the financial statements of the Association 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.

Premiums are earned over the terms 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.

Reported losses are estimated on an individual case basis. Incurred but not reported losses are estimated based upon past experience.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as 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 are stated at amortized cost for investment grade, and the lower of amortized cost or fair value for below investment grade; stocks and mutual funds at fair value. Short-term investments are carried at amortized cost. The pro rata method was used in the amortization of bonds in this statement. This method provides for amortization of the premium or discount in equal amounts over the life of the bond.

Property and equipment are depreciated over their estimated useful lives using the straight-line method of depreciation.

**2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS – None**

**3. BUSINESS COMBINATIONS AND GOODWILL – Not Applicable**

**4. DISCONTINUED OPERATIONS – None**

**5. INVESTMENTS**

- The Association has no mortgage loans.
- The Association is not a creditor for any restructured debt.
- The Association has no reverse mortgages.
- The Association does not hold any loan backed securities.
- The Association has no repurchase agreements and/or securities lending transactions.
- The Association has no investments in real estate.
- The Association has no investments in low-income housing tax credits.
- The Association has no restricted assets.
- The Association has no working capital finance investments.
- The Association has no offsetting and netting of assets and liabilities.
- The Association has no structured notes.
- The Association has no 5\* securities.

**6. JOINT VENTURES, PARTNERSHIPS & LIMITED LIABILITY COMPANIES – None**

**7. INVESTMENT INCOME**

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

**8. DERIVATIVE INSTRUMENTS – None**

**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE  
PATRONS MUTUAL INSURANCE ASSOCIATION**

**NOTES TO FINANCIAL STATEMENTS**

**9. INCOME TAXES**

- The Association is not required to record deferred taxes.
- Federal income tax incurred for 2018 were \$7,483.
- The variation in the relationship between income tax expense and the amount computed by applying the statutory rates for Federal income taxes results principally from tax-exempt investment income and statutory adjustments as required by the Internal Revenue Code of 1986 as modified by the Tax Cuts and Jobs Act of 2017. The Association has elected pursuant to Section 831(b)(1) of the Internal Revenue Code to be taxed solely upon taxable investment income for all future years until direct written premium exceeds \$2,300,000.
- At December 31, 2018 the Association has no tax benefit carryforwards.
- The Association has no current and prior year's taxes available for recoupment due to the election under Section 831(b)(1) of the Internal Revenue Code of 1986.
- The Association's Federal income tax return is not consolidated with any other entity.
- The Association does not have any Federal or Foreign tax loss contingencies.

**10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES AND OTHER RELATED PARTIES – None**

**11. DEBT – None**

**12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS - None**

**13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATION**

- The Association has no capital stock.
- As a Mutual Association, shareholder dividend restrictions criteria do not apply.
- No dividends were paid by the Association.
- There are no restrictions placed on the portion of profits that may be paid as ordinary dividends to stockholders.
- There are no restrictions placed on the Association's unassigned surplus, including for whom surplus is being held
- The Association does not have any advances to surplus not repaid.
- The Association has no stock held for special purposes.
- The Association has no special surplus funds from the prior period.
- The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains (losses) is \$338,612.
- No surplus notes or similar obligations exist.
- The Association has not participated in any quasi-reorganizations.

**14. CONTINGENCIES**

- The Association has committed no reserves to cover any contingent liabilities.
- The Association does not have any assessments that could have a material financial effect.
- The Association has no gain contingencies.
- The Association has no claims related to extra contractual obligations or bad faith losses stemming from lawsuits.
- The Association has no product warranties.
- The Association has no joint and severable liability arrangements.
- The Association has no other contingencies or impairment of assets.

**15. LEASES**

- The Association does not have any material lease obligations representing a significant part of their business activities.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE  
PATRONS MUTUAL INSURANCE ASSOCIATION

NOTES TO FINANCIAL STATEMENTS

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK – Not applicable
17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENT OF LIABILITIES – Not Applicable.
18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS – Not Applicable
19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS – Not Applicable
20. FAIR VALUE MEASUREMENT

A framework for measuring fair value has been established which provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy are described below:

**Level 1:** Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Association has the ability to access.

**Level 2:** Inputs to the valuation methodology include: Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

**Level 3:** Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at either December 31, 2018 or 2017.

*Debt and Equity Securities:* Equity securities are valued at current fair value based on unadjusted quoted prices in the active investment market at the date of the Statements of Admitted Assets, Liabilities, and Policyholders’ Surplus – Statutory. Debt securities below investment grade are valued at the lower of amortized cost or fair value at the Statement of Admitted Assets, Liabilities and Policyholders’ Surplus – Statutory date. These totaled \$899,099 and \$900,426 at December 31, 2018 and 2017, respectively.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Association believes its valuation methods are appropriate and consistent with market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following tables set forth by level, within the fair value hierarchy, the Association’s assets at fair value as of December 31:

|                            | 2018       |           |         |      |            |
|----------------------------|------------|-----------|---------|------|------------|
|                            | Level 1    | Level 2   | Level 3 | NAV  | Total      |
| Assets at fair value:      |            |           |         |      |            |
| Common Stock               | \$ 677,586 | \$ 0      | \$ 0    | \$ 0 | \$ 677,586 |
| Preferred Stock            | 67,210     | 0         | 0       | 0    | 67,210     |
| Mutual Funds               | 106,939    | 0         | 0       | 0    | 106,939    |
| Municipal Bonds            | 0          | 47,364    | 0       | 0    | 47,364     |
| Total assets at fair value | \$ 851,735 | \$ 47,364 | \$ 0    | \$ 0 | \$ 899,099 |



**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE  
PATRONS MUTUAL INSURANCE ASSOCIATION**

**NOTES TO FINANCIAL STATEMENTS**

|                            | 2017              |                  |                |                   |
|----------------------------|-------------------|------------------|----------------|-------------------|
|                            | <u>Level 1</u>    | <u>Level 2</u>   | <u>Level 3</u> | <u>Total</u>      |
| Assets at fair value:      |                   |                  |                |                   |
| Common Stock               | \$ 732,855        | \$ 0             | \$ 0           | \$ 732,855        |
| Mutual Funds               | 121,953           | 0                | 0              | 121,953           |
| Municipal Bonds            | 0                 | 45,618           |                | 45,618            |
| Total assets at fair value | <u>\$ 854,808</u> | <u>\$ 45,618</u> | <u>\$ 0</u>    | <u>\$ 900,426</u> |

The Association does not have any fair value measurements in level 3 of the fair value hierarchy.

21. OTHER ITEMS – The Association has no items to report.

22. EVENTS SUBSEQUENT – Effective January 1, 2019 the Association merged with Farmers Mutual Fire Insurance Association with Patrons Mutual Insurance Association being the survivor of the merger. Patrons Mutual Insurance Association also changed their company name to Heart of Iowa Mutual Insurance Association effective on the date of the merger.

Management has evaluated subsequent events through February 18, 2019, the date the financial statements were available for issue.

23. REINSURANCE – The Association has no items to report.

24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION – Not Applicable

25. CHANGES IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Reserves as of December 31, 2017 were \$73,909. As of December 31, 2018, \$79,987 has been paid for incurred losses attributed to insured events of prior years. Reserves remaining for prior years are now \$10,503 as a result of re-estimation of unpaid claims principally on Fire and allied lines of insurance. Therefore, there has been a \$16,581 unfavorable (favorable) prior-year development since December 31, 2017. The increase (decrease) is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims. Included in this increase (decrease), the Association experienced \$0 of unfavorable (favorable) prior year loss development on retrospectively rated policies. However, the business to which it relates is subject to premium adjustment.

26. INTERCOMPANY POOLING ARRANGEMENTS – Not Applicable

27. STRUCTURED SETTLEMENTS – Not Applicable

28. HEALTH CARE RECEIVABLES – Not Applicable

29. PARTICIPATING POLICIES – Not Applicable

30. PREMIUM DEFICIENCY RESERVES – Not Applicable

31. HIGH DEDUCTIBLES – Not Applicable

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

The Association does not discount its unpaid losses or unpaid loss adjustment expenses.

33. ASBESTOS/ENVIRONMENTAL RESERVES – Not Applicable

34. SUBSCRIBER SAVINGS ACCOUNTS – Not Applicable

**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE  
PATRONS MUTUAL INSURANCE ASSOCIATION**

**NOTES TO FINANCIAL STATEMENTS**

35. MULTIPLE PERIL CROP INSURANCE – Not Applicable

36. FINANCIAL GUARANTEE INSURANCE – Not Applicable

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons 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? Yes [ ] No [ X ]  
If yes, complete Schedule Y, Parts 1, 1A and 2.
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [ ] No [ ] N/A [ X ]
- 1.3 State Regulating?
- 1.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes [ ] No [ X ]
- 1.5 If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group. \_\_\_\_\_
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ X ] No [ ]
- 2.2 If yes, date of change: \_\_\_\_\_01/01/2019
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. \_\_\_\_\_12/31/2016
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. \_\_\_\_\_12/31/2016
- 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). \_\_\_\_\_01/12/2018
- 3.4 By what department or departments? Iowa Division of Insurance
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [ X ] No [ ] N/A [ ]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [ X ] No [ ] N/A [ ]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.11 sales of new business? Yes [ ] No [ X ]  
4.12 renewals? Yes [ ] No [ X ]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.21 sales of new business? Yes [ ] No [ X ]  
4.22 renewals? Yes [ ] No [ X ]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [ X ]  
If yes, complete and file the merger history data file with the NAIC.
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

| 1<br>Name of Entity | 2<br>NAIC Company Code | 3<br>State of Domicile |
|---------------------|------------------------|------------------------|
|                     |                        |                        |
|                     |                        |                        |
|                     |                        |                        |
|                     |                        |                        |
|                     |                        |                        |

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [ X ]
- 6.2 If yes, give full information \_\_\_\_\_
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [ ] No [ X ]
- 7.2 If yes,  
7.21 State the percentage of foreign control \_\_\_\_\_0.0 %  
7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

| 1<br>Nationality | 2<br>Type of Entity |
|------------------|---------------------|
|                  |                     |
|                  |                     |
|                  |                     |
|                  |                     |
|                  |                     |

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [ ] No [ X ]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [ ] No [ X ]
- 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial 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              | 2                         | 3   | 4   | 5    | 6   |
|----------------|---------------------------|-----|-----|------|-----|
| Affiliate Name | Location<br>(City, State) | FRB | OCC | FDIC | SEC |
|                |                           |     |     |      |     |

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
Annual audit not required of a Section 518A Iowa chartered mutual insurance association.....
- 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?  
Actuarial opinion not required by Chapter 518A of the Code of Iowa.....
- 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 .....0
- 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).

## GENERAL INTERROGATORIES

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

|     |   |   |  |
|-----|---|---|--|
| 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 [ <input type="checkbox"/> ]            | No [ <input checked="" type="checkbox"/> ] |
| 17. | Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof?   | Yes [ <input checked="" type="checkbox"/> ] | No [ <input type="checkbox"/> ]            |
| 18. | Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? | Yes [ <input checked="" type="checkbox"/> ] | No [ <input type="checkbox"/> ]            |

|   |   |                     |
|---|---|---------------------|
| 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 <i>Annual Statement Instructions</i> 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:   |   | \$.....             |

|        |   |   |
|--------|---|---|
| 24.01  | 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 24.03)            | Yes <input checked="" type="checkbox"/> X ] No <input type="checkbox"/> ]                               |
| 24.02  | If no, give full and complete information, relating thereto   |   |
| 24.03  | For security 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) |   |
| 24.04  | Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions?  | Yes <input type="checkbox"/> ] No <input type="checkbox"/> ] NA <input checked="" type="checkbox"/> X ] |
| 24.05  | If answer to 24.04 is yes, report amount of collateral for conforming programs.   | \$ .....  |
| 24.06  | If answer to 24.04 is no, report amount of collateral for other programs.   | \$ .....  |
| 24.07  | Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?  | Yes <input type="checkbox"/> ] No <input type="checkbox"/> ] NA <input checked="" type="checkbox"/> X ] |
| 24.08  | Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?  | Yes <input type="checkbox"/> ] No <input type="checkbox"/> ] NA <input checked="" type="checkbox"/> X ] |
| 24.09  | Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending?  | Yes <input type="checkbox"/> ] No <input type="checkbox"/> ] NA <input checked="" type="checkbox"/> X ] |
| 24.10  | For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:   |   |
| 24.101 | Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2   | \$ .....0   |
| 24.102 | Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2   | \$ .....0   |
| 24.103 | Total payable for securities lending reported on the liability page   | \$ .....0   |

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

GENERAL INTERROGATORIES

- 25.1 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 24.03).

Yes [ ] No [ X ]
- 25.2 If yes, state the amount thereof at December 31 of the current year:

25.21 Subject to repurchase agreements

25.22 Subject to reverse repurchase agreements

25.23 Subject to dollar repurchase agreements

25.24 Subject to reverse dollar repurchase agreements

25.25 Placed under option agreements

25.26 Letter stock or securities restricted as to sale – excluding FHLB Capital Stock

25.27 FHLB Capital Stock

25.28 On deposit with states

25.29 On deposit with other regulatory bodies

25.30 Pledged as collateral – excluding collateral pledged to an FHLB

25.31 Pledged as collateral to FHLB – including assets backing funding agreements

25.32 Other

\$.

\$.

\$.

\$.

\$.

\$.

\$.

\$.

\$.

\$.

\$.

\$.
- 25.3 For category (25.26) provide the following:

| 1<br>Nature of Restriction | 2<br>Description | 3<br>Amount |
|----------------------------|------------------|-------------|
|                            |                  |             |
|                            |                  |             |
|                            |                  |             |
|                            |                  |             |
|                            |                  |             |

- 26.1 Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes [ ] No [ X ]
- 26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? If no, attach a description with this statement.

Yes [ ] No [ ] N/A [ X ]
- 27.1 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 ]
- 27.2 If yes, state the amount thereof at December 31 of the current year.

\$.
28. 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 [ ]
- 28.01 For agreements that comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, complete the following:

| 1<br>Name of Custodian(s)       | 2<br>Custodian's Address                      |
|---------------------------------|---|
| First Citizens Trust Company NA | 2601 4th Street SW, Mason City, IA 50401-4650 |

- 28.02 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<br>Name(s) | 2<br>Location(s) | 3<br>Complete Explanation(s) |
|--------------|------------------|------------------------------|
|              |                  |                              |
|              |                  |                              |
|              |                  |                              |

- 28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?

Yes [ ] No [ X ]
- 28.04 If yes, give full and complete information relating thereto:

| 1<br>Old Custodian | 2<br>New Custodian | 3<br>Date of Change | 4<br>Reason |
|--------------------|--------------------|---------------------|-------------|
|                    |                    |                     |             |
|                    |                    |                     |             |
|                    |                    |                     |             |

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

GENERAL INTERROGATORIES

28.05 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<br>Name of Firm or Individual | 2<br>Affiliation |
|---------------------------------|------------------|
| Jim Chambers.....               | I.....           |
| .....                           | .....            |
| .....                           | .....            |

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's assets? Yes [   ] No [ X ]

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets? Yes [   ] No [ X ]

28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

| 1<br>Central Registration<br>Depository Number | 2<br>Name of Firm or<br>Individual | 3<br>Legal Entity<br>Identifier (LEI) | 4<br>Registered With | 5<br>Investment Management<br>Agreement (IMA) Filed |
|--|------------------------------------|---------------------------------------|----------------------|---|
| .....  | .....                              | .....                                 | .....                | .....   |
| .....  | .....                              | .....                                 | .....                | .....   |
| .....  | .....                              | .....                                 | .....                | .....   |

29.1 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 ]

29.2 If yes, complete the following schedule:

| 1<br>CUSIP #  | 2<br>Name of Mutual Fund | 3<br>Book/Adjusted Carrying Value |
|---------------|--------------------------|-----------------------------------|
| .....         | .....                    | .....                             |
| .....         | .....                    | .....                             |
| .....         | .....                    | .....                             |
| 29.2999 TOTAL |                          | 0                                 |

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

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

30. 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<br>Statement (Admitted)<br>Value | 2<br>Fair Value | 3<br>Excess of Statement<br>over Fair Value (-),<br>or Fair Value<br>over Statement (+) |
|----------------------------|------------------------------------|-----------------|---|
| 30.1 Bonds.....            | 3,986,059                          | 3,998,141       | 12,081  |
| 30.2 Preferred Stocks..... | 67,210                             | 67,210          | 0   |
| 30.3 Totals                | 4,053,269                          | 4,065,351       | 12,081  |

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

As reported on custodial statement from First Citizens Trust & Investment Services.....

31.1 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 [   ]

31.2 If the answer to 31.1 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 [   ]

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

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

32.2 If no, list exceptions:

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

GENERAL INTERROGATORIES

33. 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 ]

34. 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 ]

OTHER

- 35.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 7,287
- 35.2 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<br>Name  | 2<br>Amount Paid |
|------------|------------------|
| NAMIC..... | \$.....5,437     |

- 36.1 Amount of payments for legal expenses, if any? \$ 0
- 36.2 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<br>Name | 2<br>Amount Paid |
|-----------|------------------|
| .....     | \$.....          |
| .....     | \$.....          |
| .....     | \$.....          |

- 37.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$ 0
- 37.2 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<br>Name | 2<br>Amount Paid |
|-----------|------------------|
| .....     | \$.....          |
| .....     | \$.....          |
| .....     | \$.....          |

See Independent Accountant's Compilation Report.



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

GENERAL INTERROGATORIES

PART 2 - PROPERTY & 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.

\$ 0

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

2

Current Year

Prior Year

2.1 Premium Numerator

\$ 0

\$ 0

2.2 Premium Denominator

\$ 1,084,644

\$ 915,902

2.3 Premium Ratio (2.1/2.2)

0.000

0.000

2.4 Reserve Numerator

\$ 0

\$ 0

2.5 Reserve Denominator

\$ 694,461

\$ 687,038

2.6 Reserve Ratio (2.4/2.5)

0.000

0.000

3.1 Does the reporting entity issue both participating and non-participating policies?

Yes [ ] No [X]

3.2 If yes, state the amount of calendar year premiums written on:

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

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ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & 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.....

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 probably 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 aggregate excess of loss and catastrophe excess of loss reinsurance contracts.....

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 the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?.....

Yes [ ] 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 [ ] No [ X ]

9.2

Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:  
(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or  
(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract.....

Yes [ ] No [ X ]

9.3

If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:  
(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;  
(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and  
(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.....

9.4

Except for transactions meeting the requirements of paragraph 31 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,  
(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  
(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 [ ]  
Yes [ ] No [ ]  
Yes [ ] No [ ]

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 [ ]

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & 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 that 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 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): \$ 200,000
- 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. 3
- 14.1 Is the reporting entity 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                      | 2                    | 3                      | 4                       | 5                     |
|------------------|------------------------|----------------------|------------------------|-------------------------|-----------------------|
|                  | Direct Losses Incurred | Direct Losses Unpaid | Direct Written Premium | Direct Premium Unearned | Direct Premium Earned |
| 16.11 Home       | \$                     | \$                   | \$                     | \$                      | \$                    |
| 16.12 Products   | \$                     | \$                   | \$                     | \$                      | \$                    |
| 16.13 Automobile | \$                     | \$                   | \$                     | \$                      | \$                    |
| 16.14 Other*     | \$                     | \$                   | \$                     | \$                      | \$                    |

\* Disclose type of coverage:

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & 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 the 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 ]

See Independent Accountant's Compilation Report.

**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons 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<br>2018 | 2<br>2017 | 3<br>2016 | 4<br>2015 | 5<br>2014 |
|---|-----------|-----------|-----------|-----------|-----------|
| <b>Gross Premiums Written</b> (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)  | 1,374,053 | 1,202,257 | 1,092,512 | 1,068,018 | 1,081,953 |
| 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)  | 1,374,053 | 1,202,257 | 1,092,512 | 1,068,018 | 1,081,953 |
| <b>Net Premiums Written</b> (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)  | 1,128,379 | 964,417   | 860,597   | 845,420   | 896,651   |
| 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)   | 1,128,379 | 964,417   | 860,597   | 845,420   | 896,651   |
| <b>Statement of Income</b> (Page 4)   |           |           |           |           |           |
| 13. Net underwriting gain (loss) (Line 8)   | 230,168   | (330,881) | (115,401) | (166,458) | (480,958) |
| 14. Net investment gain (loss) (Line 11)  | 95,003    | 90,409    | 78,459    | 84,732    | 103,743   |
| 15. Total other income (Line 15)  | 40,890    | 40,887    | 39,212    | 49,994    | 42,632    |
| 16. Dividends to policyholders (Line 17)  | 0         | 0         | 0         | 0         | 0         |
| 17. Federal and foreign income taxes incurred (Line 19)   | 7,483     | 3,309     | 2,390     | 939       | 3,932     |
| 18. Net income (Line 20)  | 358,577   | (202,894) | (120)     | (32,671)  | (338,514) |
| <b>Balance Sheet Lines</b> (Pages 2 and 3)  |           |           |           |           |           |
| 19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)   | 5,295,837 | 4,978,045 | 4,996,130 | 5,075,458 | 5,004,802 |
| 20. Premiums and considerations (Page 2, Col. 3)  |           |           |           |           |           |
| 20.1 In course of collection (Line 15.1)  | 37,347    | 20,315    | 1,042     | 653       | 4,480     |
| 20.2 Deferred and not yet due (Line 15.2)   | 155,859   | 103,864   | 105,071   | 104,502   | 126,041   |
| 20.3 Accrued retrospective premiums (Line 15.3)   | 0         | 0         | 0         | 0         | 0         |
| 21. Total liabilities excluding protected cell business (Page 3, Line 26)   | 816,962   | 769,206   | 659,357   | 779,805   | 685,632   |
| 22. Losses (Page 3, Line 1)   | 46,103    | 73,909    | 44,963    | 161,056   | 0         |
| 23. Loss adjustment expenses (Page 3, Line 3)   | 7,555     | 16,062    | 7,266     | 5,512     | 41,871    |
| 24. Unearned premiums (Page 3, Line 9)  | 640,802   | 597,067   | 548,552   | 529,617   | 520,923   |
| 25. Capital paid up (Page 3, Lines 30 & 31)   | 0         | 0         | 0         | 0         | 0         |
| 26. Surplus as regards policyholders (Page 3, Line 37)  | 4,478,875 | 4,208,838 | 4,336,773 | 4,295,653 | 4,319,169 |
| <b>Cash Flow</b> (Page 5)   |           |           |           |           |           |
| 27. Net cash from operations (Line 11)  | 337,445   | (105,345) | (113,247) | 114,420   | (313,516) |
| <b>Risk-Based Capital Analysis</b>  |           |           |           |           |           |
| 28. Total adjusted capital  | 0         | 0         | 0         | 0         | 0         |
| 29. Authorized control level risk-based capital   | 0         | 0         | 0         | 0         | 0         |
| <b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b><br>(Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0                   |           |           |           |           |           |
| 30. Bonds (Line 1)  | 78.6      | 77.3      | 76.4      | 74.7      | 74.2      |
| 31. Stocks (Lines 2.1 & 2.2)  | 16.8      | 17.7      | 16.0      | 14.3      | 14.3      |
| 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)  | 2.6       | 2.9       | 2.9       | 3.0       | 3.2       |
| 34. Cash, cash equivalents and short-term investments (Line 5)  | 2.0       | 2.1       | 4.6       | 8.0       | 8.2       |
| 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     |
| <b>Investments in Parent, Subsidiaries and Affiliates</b>   |           |           |           |           |           |
| 42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1)  | 0         | 0         | 0         | 0         | 0         |
| 43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)  | 0         | 0         | 0         | 0         | 0         |
| 44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)   | 0         | 0         | 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  | 0         | 0         | 0         | 0         | 0         |
| 47. All other affiliated  | 0         | 0         | 0         | 0         | 0         |
| 48. Total of above Lines 42 to 47   | 0         | 0         | 0         | 0         | 0         |
| 49. Total Investment in parent included in Lines 42 to 47 above   | 0         | 0         | 0         | 0         | 0         |
| 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       | 0.0       | 0.0       | 0.0       | 0.0       |

See Independent Accountant's Compilation Report.

**ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association**

**FIVE-YEAR HISTORICAL DATA**

(Continued)

|  | 1<br>2018 | 2<br>2017 | 3<br>2016 | 4<br>2015 | 5<br>2014 |
|--|-----------|-----------|-----------|-----------|-----------|
| <b>Capital and Surplus Accounts (Page 4)</b>   |           |           |           |           |           |
| 51. Net unrealized capital gains (losses) (Line 24)  | (87,732)  | 73,931    | 33,698    | 13,862    | 73,908    |
| 52. Dividends to stockholders (Line 35)  | 0         | 0         | 0         | 0         | 0         |
| 53. Change in surplus as regards policyholders for the year (Line 38)  | 270,037   | (127,935) | 41,120    | (23,517)  | (268,377) |
| <b>Gross Losses Paid (Page 9, Part 2, Cols. 1 &amp; 2)</b>   |           |           |           |           |           |
| 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)  | 523,308   | 879,107   | 697,023   | 603,571   | 1,307,480 |
| 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)  | 523,308   | 879,107   | 697,023   | 603,571   | 1,307,480 |
| <b>Net Losses Paid (Page 9, Part 2, Col. 4)</b>  |           |           |           |           |           |
| 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)  | 405,603   | 721,274   | 634,399   | 443,594   | 892,472   |
| 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)  | 405,603   | 721,274   | 634,399   | 443,594   | 892,472   |
| <b>Operating Percentages (Page 4)<br/>(Item divided by Page 4, Line 1) x 100.0</b>   |           |           |           |           |           |
| 66. Premiums earned (Line 1)   | 100.0     | 100.0     | 100.0     | 100.0     | 100.0     |
| 67. Losses incurred (Line 2)   | 34.8      | 81.9      | 61.6      | 72.3      | 99.5      |
| 68. Loss expenses incurred (Line 3)  | 5.2       | 9.2       | 8.4       | 3.5       | 13.6      |
| 69. Other underwriting expenses incurred (Line 4)  | 38.8      | 45.0      | 43.7      | 44.1      | 42.7      |
| 70. Net underwriting gain (loss) (Line 8)  | 21.2      | (36.1)    | (13.7)    | (19.9)    | (55.8)    |
| <b>Other Percentages</b>   |           |           |           |           |           |
| 71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)   | 33.6      | 38.5      | 38.2      | 37.8      | 36.3      |
| 72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)   | 40.0      | 91.1      | 70.0      | 75.8      | 113.1     |
| 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)   | 25.2      | 22.9      | 19.8      | 19.7      | 20.8      |
| <b>One Year Loss Development (\$000 omitted)</b>   |           |           |           |           |           |
| 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       |
| <b>Two Year Loss Development (\$000 omitted)</b>   |           |           |           |           |           |
| 76. Development in estimated losses and loss expenses incurred 2 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

See Independent Accountant's Compilation Report.

Schedule F - Part 1

**NONE**

Schedule F - Part 2

**NONE**

## ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

## SCHEDULE F - PART 3

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

| 1<br><br>ID<br>Number  | 2<br><br>NAIC<br>Company<br>Code | 3<br><br>Name of Reinsurer        | 4<br><br>Domiciliary<br>Jurisdiction | 5<br><br>Special<br>Code | 6<br><br>Reinsur-<br>ance<br>Premiums<br>Ceded | Ceded Reinsurance as of December 31, Current Year (2000 Unaudited) |                                |                                 |   |   |   |   |   |     | 16<br><br>Amount in<br>Dispute<br>Included in<br>Column 15 | Reinsurance Payable                    |  | 19<br><br>Net Amount<br>Recover-<br>able From<br>Reinsurers<br>Cols. 15 -<br>[17 + 18] | 20<br><br>Funds Held<br>By Company<br>Under<br>Reinsurance<br>Treaties |
|--|----------------------------------|-----------------------------------|--------------------------------------|--------------------------|--|--|--------------------------------|---------------------------------|---|---|---|---|---|-----|--|--|--|--|--|
|  |                                  |                                   |                                      |                          |  | Reinsurance Recoverable On   |                                |                                 |   |   |   |   |   |     |  | 17<br><br>Ceded<br>Balances<br>Payable | 18<br><br>Other<br>Amounts<br>Due to<br>Reinsurers |  |  |
| 7  | 8                                | 9                                 | 10                                   | 11                       | 12   | 13   | 14                             | 15                              |   |   |   |   |   |     |  |  |  |  |  |
| Paid<br>Losses   | Paid<br>LAE                      | Known<br>Case<br>Loss<br>Reserves | Known<br>Case LAE<br>Reserves        | IBNR Loss<br>Reserves    | IBNR LAE<br>Reserves                           | Unearned<br>Premiums   | Contingent<br>Commis-<br>sions | Cols.<br>7 through<br>14 Totals |   |   |   |   |   |     |  |  |  |  |  |
| Authorized - Affiliates - U.S. Intercompany Pooling  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Authorized - Affiliates - U.S. Non-Pool - Captive  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Authorized - Affiliates - U.S. Non-Pool - Other  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Authorized - Affiliates - Other (Non-U.S.) - Captive   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Authorized - Affiliates - Other (Non-U.S.) - Other   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Authorized - Other U.S. Unaffiliated Insurers  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| 42-0245890   | 14117                            | GRINNELL MUT REINS CO             | IA                                   |                          | 246  |  |                                | 252                             |   |   |   |   |   | 252 |  | 20                                     |  | 232  |  |
| 0999999 - Total Authorized - Other U.S. Unaffiliated Insurers  |                                  |                                   |                                      |                          | 246  | 0  | 0                              | 252                             | 0 | 0 | 0 | 0 | 0 | 252 | 0  | 20                                     | 0  | 232  | 0  |
| Authorized - Pools - Mandatory Pools   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Authorized - Pools - Voluntary Pools   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Authorized - Other Non-U.S. Insurers   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Authorized - Protected Cells   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| 1499999 - Total Authorized Excluding Protected Cells (Sum of 0899999, 0999999, 1099999, 1199999 and 1299999) |                                  |                                   |                                      |                          | 246  | 0  | 0                              | 252                             | 0 | 0 | 0 | 0 | 0 | 252 | 0  | 20                                     | 0  | 232  | 0  |
| Unauthorized - Affiliates - U.S. Intercompany Pooling  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Unauthorized - Affiliates - U.S. Non-Pool - Captive  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Unauthorized - Affiliates - U.S. Non-Pool - Other  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Unauthorized - Affiliates - Other (Non-U.S.) - Captive   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Unauthorized - Affiliates - Other (Non-U.S.) - Other   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Unauthorized - Other U.S. Unaffiliated Insurers  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Unauthorized - Pools - Mandatory Pools   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Unauthorized - Pools - Voluntary Pools   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Unauthorized - Other non-U.S. Insurers   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Unauthorized - Protected Cells   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Certified - Affiliates - U.S. Intercompany Pooling   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Certified - Affiliates - U.S. Non-Pool - Captive   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Certified - Affiliates - U.S. Non-Pool - Other   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Certified - Affiliates - Other (Non-U.S.) - Captive  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Certified - Affiliates - Other (Non-U.S.) - Other  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Certified - Other U.S. Unaffiliated Insurers   |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Certified - Pools - Mandatory Pools  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Certified - Pools - Voluntary Pools  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Certified - Other Non-U.S. Insurers  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| Certified - Protected Cells  |                                  |                                   |                                      |                          |  |  |                                |                                 |   |   |   |   |   |     |  |  |  |  |  |
| 4399999 - Total Authorized, Unauthorized and Certified (Sum of 1499999, 2899999 and 4299999)                 |                                  |                                   |                                      |                          | 246  | 0  | 0                              | 252                             | 0 | 0 | 0 | 0 | 0 | 252 | 0  | 20                                     | 0  | 232  | 0  |
| 9999999 Totals   |                                  |                                   |                                      |                          | 246  | 0  | 0                              | 252                             | 0 | 0 | 0 | 0 | 0 | 252 | 0  | 20                                     | 0  | 232  | 0  |

See Independent Accountant's Compilation Report.



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE F - PART 3 (Continued)

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

| ID<br>Number<br>From<br>Col. 1  | Name of Reinsurer<br>From Col. 3 | Collateral                        |                      |   |   | 25   | 26   | 27   | Ceded Reinsurance Credit Risk   |  |  |   |  |   |  |   | 35<br>Credit Risk<br>Collateralized<br>Recoverables<br>(Col. 32 *<br>Factor<br>Applicable to<br>Reinsurer<br>Designation<br>Equivalent in<br>Col. 34) | 36<br>Credit Risk on<br>Uncollateralized<br>Recoverables<br>(Col. 33 *<br>Factor<br>Applicable to<br>Reinsurer<br>Designation<br>Equivalent in<br>Col. 34) |
|---|----------------------------------|-----------------------------------|----------------------|---|---|--|--|--|---|--|--|---|--|---|--|---|---|--|
|   |                                  | 21                                | 22                   | 23  | 24  |  |  |  | 28  | 29   | 30   | 31  | 32   | 33  | 34                                     |   |   |  |
|   |                                  | Multiple<br>Beneficiary<br>Trusts | Letters of<br>Credit | Issuing or<br>Confirming<br>Bank<br>Reference<br>Number | Single<br>Beneficiary<br>Trusts &<br>Other<br>Allowable<br>Collateral | Total Funds<br>Held,<br>Payables &<br>Collateral | Net<br>Recoverable<br>Net of Funds<br>Held &<br>Collateral | Applicable<br>Sch. F<br>Penalty (Col.<br>78) | Total Amount<br>Recoverable<br>From<br>Reinsurers<br>Less Penalty<br>(Cols. 15 -<br>27) | Stressed<br>Recoverable<br>(Col. 28 *<br>120%) | Reinsurance<br>Payable &<br>Funds Held<br>(Cols.<br>17+18+20;<br>but not in<br>excess of<br>Col. 29) | Stressed Net<br>Recoverable<br>(Cols. 29 –<br>30) | Total<br>Collateral<br>(Cols. 21 +<br>22 + 24, not<br>in Excess<br>of Col. 31) | Stressed Net<br>Recoverable<br>Net of<br>Collateral<br>Offsets (Cols.<br>31 - 32) | Reinsurer<br>Designation<br>Equivalent |   |   |  |
| Authorized - Affiliates - U.S. Intercompany Pooling   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Authorized - Affiliates - U.S. Non-Pool - Captive   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Authorized - Affiliates - U.S. Non-Pool - Other   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Authorized - Affiliates - Other (Non-U.S.) - Captive  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Authorized - Affiliates - Other (Non-U.S.) - Other  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Authorized - Other U.S. Unaffiliated Insurers   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| 42-0245990  | GRINNELL MUT REINS CO.           |                                   |                      |   |   | 20   | 232  | 0  | 252   | 303  | 20   | 282   | 0  | 282   | 3                                      | 0 | 14  |  |
| 0999999 - Total Authorized - Other U.S. Unaffiliated Insurers   |                                  | 0                                 | 0                    | XXX   | 0   | 20   | 232  | 0  | 252   | 303  | 20   | 282   | 0  | 282   | XXX                                    | 0 | 14  |  |
| Authorized - Pools - Mandatory Pools  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Authorized - Pools - Voluntary Pools  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Authorized - Other Non-U.S. Insurers  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Authorized - Protected Cells  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| 1499999 - Total Authorized Excluding Protected Cells (Sum of<br>0899999, 0999999, 1099999, 1199999 and 1299999) |                                  | 0                                 | 0                    | XXX   | 0   | 20   | 232  | 0  | 252   | 303  | 20   | 282   | 0  | 282   | XXX                                    | 0 | 14  |  |
| Unauthorized - Affiliates - U.S. Intercompany Pooling   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Unauthorized - Affiliates - U.S. Non-Pool - Captive   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Unauthorized - Affiliates - U.S. Non-Pool - Other   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Unauthorized - Affiliates - Other (Non-U.S.) - Captive  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Unauthorized - Affiliates - Other (Non-U.S.) - Other  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Unauthorized - Other U.S. Unaffiliated Insurers   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Unauthorized - Pools - Mandatory Pools  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Unauthorized - Pools - Voluntary Pools  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Unauthorized - Other non-U.S. Insurers  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Unauthorized - Protected Cells  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Certified - Affiliates - U.S. Intercompany Pooling  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Certified - Affiliates - U.S. Non-Pool - Captive  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Certified - Affiliates - U.S. Non-Pool - Other  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Certified - Affiliates - Other (Non-U.S.) - Captive   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Certified - Affiliates - Other (Non-U.S.) - Other   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Certified - Other U.S. Unaffiliated Insurers  |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Certified - Pools - Mandatory Pools   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Certified - Pools - Voluntary Pools   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Certified - Other Non-U.S. Insurers   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| Certified - Protected Cells   |                                  |                                   |                      |   |   |  |  |  |   |  |  |   |  |   |  |   |   |  |
| 4399999 - Total Authorized, Unauthorized and Certified (Sum of<br>1499999, 2899999 and 4299999)                 |                                  | 0                                 | 0                    | XXX   | 0   | 20   | 232  | 0  | 252   | 303  | 20   | 282   | 0  | 282   | XXX                                    | 0 | 14  |  |
| 9999999 Totals  |                                  | 0                                 | 0                    | XXX   | 0   | 20   | 232  | 0  | 252   | 303  | 20   | 282   | 0  | 282   | XXX                                    | 0 | 14  |  |

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE F - PART 3 (Continued)

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

| ID<br>Number<br>From<br>Col. 1                         | Name of Reinsurer<br>From Col. 3  | Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses |                          |                           |                            |                            |   | 44<br><br>Total<br>Recoverable<br>on Paid<br>Losses &<br>LAE<br>Amounts in<br>Dispute<br>Included in<br>Col. 43 | 45<br><br>Recoverable<br>on Paid<br>Losses &<br>LAE Over 90<br>Days Past<br>Due<br>Amounts<br>in Dispute<br>Included<br>in Cols.<br>40 & 41 | 46<br><br>Total<br>Recoverable<br>on Paid<br>Losses &<br>LAE<br>Amounts Not<br>in Dispute<br>(Cols. 43 –<br>44) | 47<br><br>Recoverable<br>on Paid<br>Losses &<br>LAE Over 90<br>Days Past<br>Due<br>Amounts<br>Not in<br>Dispute<br>(Cols. 40 +<br>41 – 45) | 48<br><br>Amounts<br>Received<br>Prior 90<br>Days | 49<br><br>Percentage<br>Overdue<br>Col. 42/Col.<br>43 | 50<br><br>Percentage<br>of Amounts<br>More Than<br>90 Days<br>Overdue Not<br>in Dispute<br>(Col. 47/<br>[Cols. 46 +<br>48]) | 51<br><br>Percentage<br>More Than<br>120 Days<br>Overdue<br>(Col. 41/<br>Col. 43) | 52<br><br>Is the<br>Amount in<br>Col. 50 Less<br>Than 20%<br>(Yes or No) | 53<br><br>Amounts in<br>Col. 47 for<br>Reinsurers<br>with Values<br>Less Than<br>20% in Col.<br>50 |  |
|--|---|--|--------------------------|---------------------------|----------------------------|----------------------------|---|---|---|---|--|---|---|---|---|--|--|--|
|  |   | 37<br><br>Current  | Overdue                  |                           |                            |                            | 43<br><br>Total Due<br>Cols. 37 + 42<br>(In total<br>should equal<br>Cols. 7 + 8) |   |   |   |  |   |   |   |   |  |  |  |
|  |   |  | 38<br><br>1 – 29<br>Days | 39<br><br>30 – 90<br>Days | 40<br><br>91 – 120<br>Days | 41<br><br>Over 120<br>Days |   |   |   |   |  |   |   |   |   |  |  | 42<br><br>Total<br>Overdue<br>Cols. 38 + 39<br>+ 40 + 41 |
| Authorized - Affiliates - U.S. Intercompany Pooling    |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Authorized - Affiliates - U.S. Non-Pool - Captive      |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Authorized - Affiliates - U.S. Non-Pool - Other        |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Authorized - Affiliates - Other (Non-U.S.) - Captive   |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Authorized - Affiliates - Other (Non-U.S.) - Other     |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Authorized - Other U.S. Unaffiliated Insurers          |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| 42-0245990   | GRINNELL MUT REINS CO   | 0  | 0                        | 0                         | 0                          | 0                          | 0   | 0   | 0   | 0   | 0  | 75  | 0.000   | 0.000   | 0.000   | YES  | 0  |  |
| 0999999  | Total Authorized - Other U.S. Unaffiliated Insurers   | 0  | 0                        | 0                         | 0                          | 0                          | 0   | 0   | 0   | 0   | 0  | 75  | 0.000   | 0.000   | 0.000   | XXX  | 0  |  |
| Authorized - Pools - Mandatory Pools                   |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Authorized - Pools - Voluntary Pools                   |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Authorized - Other Non-U.S. Insurers                   |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Authorized - Protected Cells                           |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| 1499999  | Total Authorized Excluding Protected Cells (Sum of<br>0899999, 0999999, 1099999, 1199999 and 1299999) | 0  | 0                        | 0                         | 0                          | 0                          | 0   | 0   | 0   | 0   | 0  | 75  | 0.000   | 0.000   | 0.000   | XXX  | 0  |  |
| Unauthorized - Affiliates - U.S. Intercompany Pooling  |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Unauthorized - Affiliates - U.S. Non-Pool - Captive    |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Unauthorized - Affiliates - U.S. Non-Pool - Other      |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Unauthorized - Affiliates - Other (Non-U.S.) - Captive |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Unauthorized - Affiliates - Other (Non-U.S.) - Other   |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Unauthorized - Other U.S. Unaffiliated Insurers        |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Unauthorized - Pools - Mandatory Pools                 |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Unauthorized - Pools - Voluntary Pools                 |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Unauthorized - Other non-U.S. Insurers                 |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Unauthorized - Protected Cells                         |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Certified - Affiliates - U.S. Intercompany Pooling     |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Certified - Affiliates - U.S. Non-Pool - Captive       |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Certified - Affiliates - U.S. Non-Pool - Other         |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Certified - Affiliates - Other (Non-U.S.) - Captive    |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Certified - Affiliates - Other (Non-U.S.) - Other      |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Certified - Other U.S. Unaffiliated Insurers           |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Certified - Pools - Mandatory Pools                    |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Certified - Pools - Voluntary Pools                    |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Certified - Other Non-U.S. Insurers                    |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| Certified - Protected Cells                            |   |  |                          |                           |                            |                            |   |   |   |   |  |   |   |   |   |  |  |  |
| 4399999  | Total Authorized, Unauthorized and Certified (Sum of<br>1499999, 2899999 and 4299999)                 | 0  | 0                        | 0                         | 0                          | 0                          | 0   | 0   | 0   | 0   | 0  | 75  | 0.000   | 0.000   | 0.000   | XXX  | 0  |  |
| 9999999  | Totals  | 0  | 0                        | 0                         | 0                          | 0                          | 0   | 0   | 0   | 0   | 0  | 75  | 0.000   | 0.000   | 0.000   | XXX  | 0  |  |

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE F - PART 3 (Continued)

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

| ID<br>Number<br>From<br>Col. 1   | Name of Reinsurer<br>From Col. 3 | Provision for Certified Reinsurance               |   |  |   |  |   |  |  |   |   |  |  |   | Complete if Col. 52 = "No"; Otherwise<br>Enter 0  |                                |     | 69<br>Provision for<br>Overdue<br>Reinsurance<br>Ceded to<br>Certified<br>Reinsurers<br>(Greater of<br>[Col. 62 +<br>Col. 65] or<br>Col. 68; not<br>to Exceed<br>Col. 63) |
|--|----------------------------------|---|---|--|---|--|---|--|--|---|---|--|--|---|---|--------------------------------|-----|---|
|  |                                  | 54  | 55  | 56   | 57  | 58   | 59  | 60   | 61   | 62  | 63  | 64   | 65   | 66  | 67  | 68                             |     |   |
|  |                                  | Certified<br>Reinsurer<br>Rating<br>(1 through 6) | Effective Date<br>of Certified<br>Reinsurer<br>Rating | Percent<br>Collateral<br>Required for<br>Full Credit<br>(0% through<br>100%) | Catastrophe<br>Recoverables<br>Qualifying for<br>Collateral<br>Deferral | Net<br>Recoverables<br>Subject to<br>Collateral<br>Requirements<br>for Full Credit<br>(Col. 19 –<br>Col. 57) | Dollar<br>Amount of<br>Collateral<br>Required<br>(Col. 56 *<br>Col. 58) | Percent of<br>Collateral<br>Provided for<br>Net<br>Recoverables<br>Subject to<br>Collateral<br>Requirements<br>((Col. 20+Col.<br>21+Col.<br>22+Col. 58)<br>/Col. 58) | Percent<br>Credit<br>Allowed on<br>Net<br>Recoverables<br>Subject to<br>Collateral<br>Requirements<br>(Col. 60 / Col.<br>56, not to<br>exceed<br>100%) | 20% of<br>Recoverable<br>on Paid<br>Losses &<br>LAE Over<br>90 Days<br>Past Due<br>Amounts in<br>Dispute (Col.<br>45 * 20%) | Amount of<br>Credit<br>Allowed for<br>Net<br>Recoverables<br>(Col. 57+Col.<br>58 * Col. 61) | Provision for<br>Reinsurance<br>with Certified<br>Reinsurers<br>Due to<br>Collateral<br>Deficiency<br>(Col. 19 –<br>Col. 63) | 20% of<br>Recoverable<br>on Paid<br>Losses &<br>LAE Over 90<br>Days Past<br>Due Amounts<br>Not in<br>Dispute<br>(Col. 47 *<br>20%) | Total<br>Collateral<br>Provided<br>(Col. 20+Col.<br>21+Col.22+<br>Col. 24; not<br>to Exceed<br>Col. 63) | Net<br>Unsecured<br>Recoverable<br>for Which<br>Credit is<br>Allowed (Col.<br>63-Col. 66) | 20% of<br>Amount in<br>Col. 67 |     |   |
| Authorized - Affiliates - U.S. Intercompany Pooling  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Authorized - Affiliates - U.S. Non-Pool - Captive  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Authorized - Affiliates - U.S. Non-Pool - Other  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Authorized - Affiliates - Other (Non-U.S.) - Captive   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Authorized - Affiliates - Other (Non-U.S.) - Other   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Authorized - Other U.S. Unaffiliated Insurers  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| 42-0245990   | GRINNELL MUT REINS CO            | XXX   | XXX   | XXX  | XXX   | XXX  | XXX   | XXX  | XXX  | XXX   | XXX   | XXX  | XXX  | XXX   | XXX   | XXX                            | XXX |   |
| 0999999 - Total Authorized - Other U.S. Unaffiliated Insurers  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Authorized - Pools - Mandatory Pools   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Authorized - Pools - Voluntary Pools   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Authorized - Other Non-U.S. Insurers   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Authorized - Protected Cells   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| 1499999 - Total Authorized Excluding Protected Cells (Sum of 0899999, 0999999, 1099999, 1199999 and 1299999) |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| XXX XXX XXX XXX XXX XXX XXX XXX XXX XXX XXX XXX XXX XXX XXX XXX XXX  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Unauthorized - Affiliates - U.S. Intercompany Pooling  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Unauthorized - Affiliates - U.S. Non-Pool - Captive  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Unauthorized - Affiliates - U.S. Non-Pool - Other  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Unauthorized - Affiliates - Other (Non-U.S.) - Captive   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Unauthorized - Affiliates - Other (Non-U.S.) - Other   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Unauthorized - Other U.S. Unaffiliated Insurers  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Unauthorized - Pools - Mandatory Pools   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Unauthorized - Pools - Voluntary Pools   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Unauthorized - Other non-U.S. Insurers   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Unauthorized - Protected Cells   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Certified - Affiliates - U.S. Intercompany Pooling   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Certified - Affiliates - U.S. Non-Pool - Captive   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Certified - Affiliates - U.S. Non-Pool - Other   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Certified - Affiliates - Other (Non-U.S.) - Captive  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Certified - Affiliates - Other (Non-U.S.) - Other  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Certified - Other U.S. Unaffiliated Insurers   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Certified - Pools - Mandatory Pools  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Certified - Pools - Voluntary Pools  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Certified - Other Non-U.S. Insurers  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| Certified - Protected Cells  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| 4399999 - Total Authorized, Unauthorized and Certified (Sum of 1499999, 2899999 and 4299999)                 |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| XXX XXX XXX 0 0 0 XXX XXX 0 0 0 0 0 0 0 0 0  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| 9999999 Totals   |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |
| XXX XXX XXX 0 0 0 XXX XXX 0 0 0 0 0 0 0 0 0  |                                  |   |   |  |   |  |   |  |  |   |   |  |  |   |   |                                |     |   |

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE F - PART 3 (Continued)

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

| ID<br>Number<br>From<br>Col. 1   | Name of Reinsurer<br>From Col. 3 | 70<br><br>20% of Recoverable<br>on Paid Losses &<br>LAE Over 90 Days<br>Past Due Amounts<br>Not in Dispute<br>(Col. 47 * 20%) | Provision for Unauthorized Reinsurance   |  | Provision for Overdue Authorized Reinsurance  |   | Total Provision for Reinsurance   |  |   |  |
|--|----------------------------------|---|--|--|---|---|---|--|---|--|
|  |                                  |   | 71<br><br>Provision for<br>Reinsurance with<br>Unauthorized<br>Reinsurers Due to<br>Collateral Deficiency<br>(Col. 26) | 72<br><br>Provision for Overdue<br>Reinsurance from<br>Unauthorized<br>Reinsurers and<br>Amounts in Dispute<br>(Col. 70 + 20% of the<br>Amount in Col. 16) | 73<br><br>Complete if<br>Col. 52 = "Yes";<br>Otherwise Enter 0<br><br>20% of Recoverable<br>on Paid Losses & LAE<br>Over 90 Days Past<br>Due Amounts Not in<br>Dispute + 20% of<br>Amounts in Dispute<br>([Col. 47 * 20%] +<br>[Col. 45 * 20%]) | 74<br><br>Complete if<br>Col. 52 = "No";<br>Otherwise Enter 0<br><br>Greater of 20% of Net<br>Recoverable Net of<br>Funds Held &<br>Collateral, or 20% of<br>Recoverable on Paid<br>Losses & LAE Over<br>90 Days Past Due<br>(Greater of Col. 26 *<br>20% or [Col. 40 + 41]<br>* 20%) | 75<br><br>Provision for Amounts<br>Ceded to Authorized<br>Reinsurers<br>(Cols. 73 + 74) | 76<br><br>Provision for Amounts<br>Ceded to<br>Unauthorized<br>Reinsurers<br>(Cols. 71 + 72 Not in<br>Excess of Col. 15) | 77<br><br>Provision for Amounts<br>Ceded to Certified<br>Reinsurers<br>(Col. 64 + 69) | 78<br><br>Total Provision for<br>Reinsurance<br>(Cols. 75 + 76 + 77) |
| Authorized - Affiliates - U.S. Intercompany Pooling  |                                  |   |  |  |   |   |   |  |   |  |
| Authorized - Affiliates - U.S. Non-Pool - Captive  |                                  |   |  |  |   |   |   |  |   |  |
| Authorized - Affiliates - U.S. Non-Pool - Other  |                                  |   |  |  |   |   |   |  |   |  |
| Authorized - Affiliates - Other (Non-U.S.) - Captive   |                                  |   |  |  |   |   |   |  |   |  |
| Authorized - Affiliates - Other (Non-U.S.) - Other   |                                  |   |  |  |   |   |   |  |   |  |
| Authorized - Other U.S. Unaffiliated Insurers  |                                  |   |  |  |   |   |   |  |   |  |
| 42-0245990   | GRINNELL MUT REINS CO            | 0   | XXX  | XXX  | 0   | 0   | 0   | XXX  | XXX   | 0  |
| 0999999 - Total Authorized - Other U.S. Unaffiliated Insurers  |                                  | 0   | XXX  | XXX  | 0   | 0   | 0   | XXX  | XXX   | 0  |
| Authorized - Pools - Mandatory Pools   |                                  |   |  |  |   |   |   |  |   |  |
| Authorized - Pools - Voluntary Pools   |                                  |   |  |  |   |   |   |  |   |  |
| Authorized - Other Non-U.S. Insurers   |                                  |   |  |  |   |   |   |  |   |  |
| Authorized - Protected Cells   |                                  |   |  |  |   |   |   |  |   |  |
| 1499999 - Total Authorized Excluding Protected Cells (Sum of 0899999, 0999999, 1099999, 1199999 and 1299999) |                                  | 0   | XXX  | XXX  | 0   | 0   | 0   | XXX  | XXX   | 0  |
| Unauthorized - Affiliates - U.S. Intercompany Pooling  |                                  |   |  |  |   |   |   |  |   |  |
| Unauthorized - Affiliates - U.S. Non-Pool - Captive  |                                  |   |  |  |   |   |   |  |   |  |
| Unauthorized - Affiliates - U.S. Non-Pool - Other  |                                  |   |  |  |   |   |   |  |   |  |
| Unauthorized - Affiliates - Other (Non-U.S.) - Captive   |                                  |   |  |  |   |   |   |  |   |  |
| Unauthorized - Affiliates - Other (Non-U.S.) - Other   |                                  |   |  |  |   |   |   |  |   |  |
| Unauthorized - Other U.S. Unaffiliated Insurers  |                                  |   |  |  |   |   |   |  |   |  |
| Unauthorized - Pools - Mandatory Pools   |                                  |   |  |  |   |   |   |  |   |  |
| Unauthorized - Pools - Voluntary Pools   |                                  |   |  |  |   |   |   |  |   |  |
| Unauthorized - Other non-U.S. Insurers   |                                  |   |  |  |   |   |   |  |   |  |
| Unauthorized - Protected Cells   |                                  |   |  |  |   |   |   |  |   |  |
| Certified - Affiliates - U.S. Intercompany Pooling   |                                  |   |  |  |   |   |   |  |   |  |
| Certified - Affiliates - U.S. Non-Pool - Captive   |                                  |   |  |  |   |   |   |  |   |  |
| Certified - Affiliates - U.S. Non-Pool - Other   |                                  |   |  |  |   |   |   |  |   |  |
| Certified - Affiliates - Other (Non-U.S.) - Captive  |                                  |   |  |  |   |   |   |  |   |  |
| Certified - Affiliates - Other (Non-U.S.) - Other  |                                  |   |  |  |   |   |   |  |   |  |
| Certified - Other U.S. Unaffiliated Insurers   |                                  |   |  |  |   |   |   |  |   |  |
| Certified - Pools - Mandatory Pools  |                                  |   |  |  |   |   |   |  |   |  |
| Certified - Pools - Voluntary Pools  |                                  |   |  |  |   |   |   |  |   |  |
| Certified - Other Non-U.S. Insurers  |                                  |   |  |  |   |   |   |  |   |  |
| Certified - Protected Cells  |                                  |   |  |  |   |   |   |  |   |  |
| 4399999 - Total Authorized, Unauthorized and Certified (Sum of 1499999, 2899999 and 4299999)                 |                                  | 0   | 0  | 0  | 0   | 0   | 0   | 0  | 0   | 0  |
| 9999999 Totals   |                                  | 0   | 0  | 0  | 0   | 0   | 0   | 0  | 0   | 0  |

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE F - PART 4

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

| Issuing or<br>Confirming<br>Bank<br>Reference<br>Number | Letters of<br>Credit<br>Code | American Bankers<br>Association (ABA)<br>Routing Number | Issuing or Confirming Bank Name | Letters of Credit Amount |
|---|------------------------------|---|---------------------------------|--------------------------|
|   |                              | NONE  |                                 |                          |
|   |                              |   |                                 |                          |
|   |                              |   |                                 |                          |
|   |                              |   |                                 |                          |
| Total   |                              |   |                                 | 0                        |

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons 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. |                   |                 |               |
| 2. |                   |                 |               |
| 3. |                   |                 |               |
| 4. |                   |                 |               |
| 5. |                   |                 |               |

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 | 370                | 246            | Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> |
| 7.  |                                     |                    |                | Yes <input type="checkbox"/> No <input type="checkbox"/>            |
| 8.  |                                     |                    |                | Yes <input type="checkbox"/> No <input type="checkbox"/>            |
| 9.  |                                     |                    |                | Yes <input type="checkbox"/> No <input type="checkbox"/>            |
| 10. |                                     |                    |                | Yes <input type="checkbox"/> No <input type="checkbox"/>            |

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

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE F - PART 6

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

|   | 1<br>As Reported<br>(Net of Ceded) | 2<br>Restatement<br>Adjustments | 3<br>Restated<br>(Gross of Ceded) |
|---|------------------------------------|---------------------------------|-----------------------------------|
| <b>ASSETS</b> (Page 2, Col. 3)  |                                    |                                 |                                   |
| 1. Cash and invested assets (Line 12)   | 5,067,789                          |                                 | 5,067,789                         |
| 2. Premiums and considerations (Line 15)  | 193,206                            |                                 | 193,206                           |
| 3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 16.1) | 0                                  |                                 | 0                                 |
| 4. Funds held by or deposited with reinsured companies (Line 16.2)                  | 0                                  |                                 | 0                                 |
| 5. Other assets   | 34,842                             |                                 | 34,842                            |
| 6. Net amount recoverable from reinsurers   |                                    | 231,949                         | 231,949                           |
| 7. Protected cell assets (Line 27)  | 0                                  |                                 | 0                                 |
| 8. Totals (Line 28)   | 5,295,837                          | 231,949                         | 5,527,785                         |
| <b>LIABILITIES</b> (Page 3)   |                                    |                                 |                                   |
| 9. Losses and loss adjustment expenses (Lines 1 through 3)                          | 53,659                             | 252,422                         | 306,081                           |
| 10. Taxes, expenses, and other obligations (Lines 4 through 8)                      | 70,750                             |                                 | 70,750                            |
| 11. Unearned premiums (Line 9)  | 640,802                            |                                 | 640,802                           |
| 12. Advance premiums (Line 10)  | 23,149                             |                                 | 23,149                            |
| 13. Dividends declared and unpaid (Line 11.1 and 11.2)                              | 0                                  |                                 | 0                                 |
| 14. Ceded reinsurance premiums payable (net of ceding commissions) (Line 12)        | 20,474                             | (20,474)                        | 0                                 |
| 15. Funds held by company under reinsurance treaties (Line 13)                      | 0                                  |                                 | 0                                 |
| 16. Amounts withheld or retained by company for account of others (Line 14)         | 7,653                              |                                 | 7,653                             |
| 17. Provision for reinsurance (Line 16)   | 0                                  |                                 | 0                                 |
| 18. Other liabilities   | 475                                |                                 | 475                               |
| 19. Total liabilities excluding protected cell business (Line 26)                   | 816,962                            | 231,949                         | 1,048,910                         |
| 20. Protected cell liabilities (Line 27)  | 0                                  |                                 | 0                                 |
| 21. Surplus as regards policyholders (Line 37)                                      | 4,478,875                          | X X X                           | 4,478,875                         |
| 22. Totals (Line 38)  | 5,295,837                          | 231,949                         | 5,527,785                         |

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:

See Independent Accountant's Compilation report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SUMMARY INVESTMENT SCHEDULE

| Investment Categories   | Gross Investment Holdings |            | Admitted Assets as Reported in the Annual Statement |   |                         |            |
|---|---------------------------|------------|---|---|-------------------------|------------|
|   | 1                         | 2          | 3   | 4   | 5                       | 6          |
|   | Amount                    | Percentage | Amount  | Securities Lending Reinvested Collateral Amount | Total (Col. 3+4) Amount | Percentage |
| 1. Bonds:   |                           |            |   |   |                         |            |
| 1.1 U.S. treasury securities  |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.2 U.S. government agency obligations (excluding mortgage-backed securities):  |                           |            |   |   |                         |            |
| 1.21 Issued by U.S. government agencies   |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.22 Issued by U.S. government sponsored agencies   |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)  |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:   |                           |            |   |   |                         |            |
| 1.41 States, territories and possessions general obligations  |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations                                 | 3,786,059                 | 74.669     | 3,783,423   |   | 3,783,423               | 74.656     |
| 1.43 Revenue and assessment obligations   |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.44 Industrial development and similar obligations   |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.5 Mortgage-backed securities (includes residential and commercial MBS):   |                           |            |   |   |                         |            |
| 1.51 Pass-through securities:   |                           |            |   |   |                         |            |
| 1.511 Issued or guaranteed by GNMA  |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.512 Issued or guaranteed by FNMA and FHLMC  |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.513 All other   |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.52 CMOs and REMICs:   |                           |            |   |   |                         |            |
| 1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA   |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521 |                           | 0.000      |   |   | 0                       | 0.000      |
| 1.523 All other   |                           | 0.000      |   |   | 0                       | 0.000      |
| 2. Other debt and other fixed income securities (excluding short term):   |                           |            |   |   |                         |            |
| 2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)   | 200,000                   | 3.944      | 200,000   |   | 200,000                 | 3.946      |
| 2.2 Unaffiliated non-U.S. securities (including Canada)   |                           | 0.000      |   |   | 0                       | 0.000      |
| 2.3 Affiliated securities   |                           | 0.000      |   |   | 0                       | 0.000      |
| 3. Equity interests:  |                           |            |   |   |                         |            |
| 3.1 Investments in mutual funds   | 106,939                   | 2.109      | 106,939   |   | 106,939                 | 2.110      |
| 3.2 Preferred stocks:   |                           |            |   |   |                         |            |
| 3.21 Affiliated   |                           | 0.000      |   |   | 0                       | 0.000      |
| 3.22 Unaffiliated   | 67,210                    | 1.326      | 67,210  |   | 67,210                  | 1.326      |
| 3.3 Publicly traded equity securities (excluding preferred stocks):   |                           |            |   |   |                         |            |
| 3.31 Affiliated   |                           | 0.000      |   |   | 0                       | 0.000      |
| 3.32 Unaffiliated   | 677,586                   | 13.363     | 677,586   |   | 677,586                 | 13.370     |
| 3.4 Other equity securities:  |                           |            |   |   |                         |            |
| 3.41 Affiliated   |                           | 0.000      |   |   | 0                       | 0.000      |
| 3.42 Unaffiliated   |                           | 0.000      |   |   | 0                       | 0.000      |
| 3.5 Other equity interests including tangible personal property under lease:  |                           |            |   |   |                         |            |
| 3.51 Affiliated   |                           | 0.000      |   |   | 0                       | 0.000      |
| 3.52 Unaffiliated   |                           | 0.000      |   |   | 0                       | 0.000      |
| 4. Mortgage loans:  |                           |            |   |   |                         |            |
| 4.1 Construction and land development   |                           | 0.000      |   |   | 0                       | 0.000      |
| 4.2 Agricultural  |                           | 0.000      |   |   | 0                       | 0.000      |
| 4.3 Single family residential properties  |                           | 0.000      |   |   | 0                       | 0.000      |
| 4.4 Multifamily residential properties  |                           | 0.000      |   |   | 0                       | 0.000      |
| 4.5 Commercial loans  |                           | 0.000      |   |   | 0                       | 0.000      |
| 4.6 Mezzanine real estate loans   |                           | 0.000      |   |   | 0                       | 0.000      |
| 5. Real estate investments:   |                           |            |   |   |                         |            |
| 5.1 Property occupied by company  | 132,014                   | 2.604      | 132,014   |   | 132,014                 | 2.605      |
| 5.2 Property held for production of income (including \$ _____ of property acquired in satisfaction of debt)                                      |                           | 0.000      | 0   |   | 0                       | 0.000      |
| 5.3 Property held for sale (including \$ _____ property acquired in satisfaction of debt)   |                           | 0.000      | 0   |   | 0                       | 0.000      |
| 6. Contract loans   |                           | 0.000      | 0   |   | 0                       | 0.000      |
| 7. Derivatives  |                           | 0.000      | 0   |   | 0                       | 0.000      |
| 8. Receivables for securities   |                           | 0.000      | 0   |   | 0                       | 0.000      |
| 9. Securities Lending (Line 10, Asset Page reinvested collateral)   |                           | 0.000      | 0   | XXX   | XXX                     | XXX        |
| 10. Cash, cash equivalents and short-term investments   | 100,617                   | 1.984      | 100,617   |   | 100,617                 | 1.985      |
| 11. Other invested assets   |                           | 0.000      |   |   | 0                       | 0.000      |
| 12. Total invested assets   | 5,070,425                 | 100.000    | 5,067,789   | 0   | 5,067,789               | 100.000    |

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ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE A – VERIFICATION BETWEEN YEARS

Real Estate

|     |  |         |
|-----|--|---------|
| 1.  | Book/adjusted carrying value, December 31 of prior year.....                           | 137,385 |
| 2.  | Cost of acquired:  |         |
| 2.1 | Actual cost at time of acquisition (Part 2, Column 6).....                             | 0       |
| 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.....                                 | 0       |
| 5.  | Deduct amounts received on disposals, Part 3, Column 15.....                           | 0       |
| 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.....   | 5,371   |
| 8.2 | Totals, Part 3, Column 9.....  | 5,371   |
| 9.  | Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)..... | 132,014 |
| 10. | Deduct total nonadmitted amounts.....  |         |
| 11. | Statement value at end of current period (Line 9 minus Line 10).....                   | 132,014 |

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SCHEDULE B – VERIFICATION BETWEEN YEARS

Mortgage Loans

|      |  |   |
|------|--|---|
| 1.   | Book value/recorded investment excluding accrued interest, December 31 of prior year.....                            | 0 |
| 2.   | Cost of acquired:  |   |
| 2.1  | Actual cost at time of acquisition (Part 2, Column 7).....   | 0 |
| 2.2  | Additional investment made after acquisition (Part 2, Column 8).....   | 0 |
| 3.   | Capitalized deferred interest and other:   |   |
| 3.1  | Totals, Part 1, Column 12.....   | 0 |
| 3.2  | Totals, Part 3, Column 11.....   | 0 |
| 4.   | Accrual of discount.....   |   |
| 5.   | Unrealized valuation increase (decrease):  |   |
| 5.1  | Totals, Part 1, Column 9.....  | 0 |
| 5.2  | Totals, Part 3, Column 8.....  | 0 |
| 6.   | Total gain (loss) on disposals, Part 3, Column 18.....   | 0 |
| 7.   | Deduct amounts received on disposals, Part 3, Column 15.....   | 0 |
| 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.....   | 0 |
| 9.2  | Totals, Part 3, Column 13.....   | 0 |
| 10.  | Deduct current year's other-than-temporary impairment recognized:  |   |
| 10.1 | Totals, Part 1, Column 11.....   | 0 |
| 10.2 | Totals, Part 3, Column 10.....   | 0 |
| 11.  | Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)..... | 0 |
| 12.  | Total valuation allowance.....   |   |
| 13.  | Subtotal (Line 11 plus Line 12).....   | 0 |
| 14.  | Deduct total nonadmitted amounts.....  |   |
| 15.  | Statement value of mortgages owned at end of current period (Line 13 minus Line 14).....                             | 0 |

NONE

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE BA – VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

|  |   |
|--|---|
| 1. Book/adjusted carrying value, December 31 of prior year                             | 0 |
| 2. Cost of acquired:   |   |
| 2.1 Actual cost at time of acquisition (Part 2, Column 8)                              | 0 |
| 2.2 Additional investment made after acquisition (Part 2, Column 9)                    | 0 |
| 3. Capitalized deferred interest and other:  |   |
| 3.1 Totals, Part 1, Column 16  | 0 |
| 3.2 Totals, Part 3, Column 12  | 0 |
| 4. Accrual of discount   |   |
| 5. Unrealized valuation increase (decrease):   |   |
| 5.1 Totals, Part 1, Column 13  | 0 |
| 5.2 Totals, Part 3, Column 9   | 0 |
| 6. Total gain (loss) on disposals, Part 3, Column 19                                   | 0 |
| 7. Deduct amounts received on disposals, Part 3, Column 16                             | 0 |
| 8. Deduct amortization of premium and depreciation                                     |   |
| 9. Total foreign exchange change in book/adjusted carrying value:                      |   |
| 9.1 Totals, Part 1, Column 17  | 0 |
| 9.2 Totals, Part 3, Column 14  | 0 |
| 10. Deduct current year's other-than-temporary impairment recognized:                  |   |
| 10.1 Totals, Part 1, Column 15   | 0 |
| 10.2 Totals, Part 3, Column 11   | 0 |
| 11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) | 0 |
| 12. Deduct total nonadmitted amounts   |   |
| 13. Statement value at end of current period (Line 11 minus Line 12)                   | 0 |

NONE

SCHEDULE D – VERIFICATION BETWEEN YEARS

Bonds and Stocks

|   |           |
|---|-----------|
| 1. Book/adjusted carrying value, December 31 of prior year  | 4,585,494 |
| 2. Cost of bonds and stocks acquired, Part 3, Column 7  | 1,200,373 |
| 3. Accrual of discount  | 1,434     |
| 4. Unrealized valuation increase (decrease):  |           |
| 4.1 Part 1, Column 12   | 0         |
| 4.2 Part 2, Section 1, Column 15  | (290)     |
| 4.3 Part 2, Section 2, Column 13  | (67,767)  |
| 4.4 Part 4, Column 11   | (19,675)  |
| 5. Total gain (loss) on disposals, Part 4, Column 19  | (87,732)  |
| 6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7   | 867,783   |
| 7. Deduct amortization of premium   | 11,024    |
| 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         |
| 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         |
| 10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees, Notes 5R, Line 5R(2) | 0         |
| 11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8-9+10)                                    | 4,837,794 |
| 12. Deduct total nonadmitted amounts  | 2,636     |
| 13. Statement value at end of current period (Line 11 minus Line 12)  | 4,835,158 |

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ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year

| Description   |                            | 1<br>Book/Adjusted<br>Carrying Value | 2<br>Fair Value | 3<br>Actual Cost | 4<br>Par Value of Bonds |
|---|----------------------------|--------------------------------------|-----------------|------------------|-------------------------|
| <b>BONDS</b><br>Governments<br>(Including all obligations guaranteed<br>by governments)   | 1. United States .....     | 0                                    | 0               | 0                | 0                       |
|   | 2. Canada .....            |                                      |                 |                  |                         |
|   | 3. Other Countries .....   |                                      |                 |                  |                         |
|   | 4. Totals                  | 0                                    | 0               | 0                | 0                       |
|   | 5. Totals                  | 0                                    | 0               | 0                | 0                       |
| U.S. States, Territories and Possessions<br>(Direct and guaranteed)   | 6. Totals                  | 3,786,059                            | 3,794,578       | 3,809,179        | 3,745,000               |
| U.S. Political Subdivisions of States, Territories<br>and Possessions (Direct and guaranteed)   | 7. Totals                  | 0                                    | 0               | 0                | 0                       |
| U.S. Special revenue and special assessment<br>obligations and all non-guaranteed<br>obligations of agencies and authorities of<br>governments and their political subdivisions | 8. United States .....     | 200,000                              | 203,563         | 200,000          | 200,000                 |
| Industrial and Miscellaneous, SVO Identified<br>Funds, Bank Loans and Hybrid Securities<br>(unaffiliated)   | 9. Canada .....            |                                      |                 |                  |                         |
|   | 10. Other Countries .....  |                                      |                 |                  |                         |
|   | 11. Totals                 | 200,000                              | 203,563         | 200,000          | 200,000                 |
| Parent, Subsidiaries and Affiliates   | 12. Totals                 | 0                                    | 0               | 0                | 0                       |
|   | 13. Total Bonds            | 3,986,059                            | 3,998,141       | 4,009,179        | 3,945,000               |
| <b>PREFERRED STOCKS</b><br>Industrial and Miscellaneous (unaffiliated)  | 14. United States .....    | 67,210                               | 67,210          | 67,500           |                         |
|   | 15. Canada .....           |                                      |                 |                  |                         |
|   | 16. Other Countries .....  |                                      |                 |                  |                         |
|   | 17. Totals                 | 67,210                               | 67,210          | 67,500           |                         |
| Parent, Subsidiaries and Affiliates   | 18. Totals                 | 0                                    | 0               | 0                |                         |
|   | 19. Total Preferred Stocks | 67,210                               | 67,210          | 67,500           |                         |
| <b>COMMON STOCKS</b><br>Industrial and Miscellaneous (unaffiliated)   | 20. United States .....    | 784,524                              | 784,524         | 445,622          |                         |
|   | 21. Canada .....           |                                      |                 |                  |                         |
|   | 22. Other Countries .....  |                                      |                 |                  |                         |
|   | 23. Totals                 | 784,524                              | 784,524         | 445,622          |                         |
| Parent, Subsidiaries and Affiliates   | 24. Totals                 | 0                                    | 0               | 0                |                         |
|   | 25. Total Common Stocks    | 784,524                              | 784,524         | 445,622          |                         |
|   | 26. Total Stocks           | 851,734                              | 851,734         | 513,122          |                         |
|   | 27. Total Bonds and Stocks | 4,837,794                            | 4,849,875       | 4,522,301        |                         |

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Schedule DA - Verification Between Yrs

**NONE**

Schedule DB - Part A - Verification

**NONE**

Schedule DB - Part B - Verification

**NONE**

Schedule DB - Part C - Section 1

**NONE**

Schedule DB - Part C - Section 2

**NONE**

Schedule DB - Verification

**NONE**

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE E – PART 2 – VERIFICATION BETWEEN YEARS

| (Cash Equivalents)   |        |       |                              |           |
|--|--------|-------|------------------------------|-----------|
|  | 1      | 2     | 3                            | 4         |
|  | Total  | Bonds | Money Market<br>Mutual Funds | Other (a) |
| 1. Book/adjusted carrying value, December 31 of prior year.....                          | 95,690 | 0     | 95,690                       | 0         |
| 2. Cost of cash equivalents acquired.....  | 0      |       |                              |           |
| 3. Accrual of discount.....  | 0      |       |                              |           |
| 4. Unrealized valuation increase (decrease).....   | 0      |       |                              |           |
| 5. Total gain (loss) on disposals.....   | 0      |       |                              |           |
| 6. Deduct consideration received on disposals.....                                       | 51,945 |       | 51,945                       |           |
| 7. Deduct amortization of premium.....   | 0      |       |                              |           |
| 8. Total foreign exchange change in book/adjusted carrying value.....                    | 0      |       |                              |           |
| 9. Deduct current year's other-than-temporary impairment recognized.....                 | 0      |       |                              |           |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)..... | 43,745 | 0     | 43,745                       | 0         |
| 11. Deduct total nonadmitted amounts.....  | 0      |       |                              |           |
| 12. Statement value at end of current period (Line 10 minus Line 11)                     | 43,745 | 0     | 43,745                       | 0         |

(a) Indicate the category of such investments, for example, joint ventures, transportation equipment

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## ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

## SCHEDULE A - PART 1

**Showing All Real Estate OWNED December 31 of Current Year**

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EO1

Schedule A - Part 2

**NONE**

Schedule A - Part 3

**NONE**

Schedule B - Part 1

**NONE**

Schedule B - Part 2

**NONE**

Schedule B - Part 3

**NONE**

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE D - PART 1

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

| 1   | 2  | Codes |                                      | 6  | 7              | Fair Value                              |               | 10           | 11                                     | Change in Book / Adjusted Carrying Value           |  |   |   | Interest   |                         |              |  |                                  | Dates      |   |    |
|---|--|-------|--------------------------------------|--|----------------|---|---------------|--------------|--|--|--|---|---|------------|-------------------------|--------------|--|----------------------------------|------------|---|----|
|   |  | 3     | 4<br>F<br>o<br>r<br>e<br>i<br>g<br>n |  |                | 5                                       | 8             |              |  | 9  | 12   | 13  | 14  | 15         | 16                      | 17           | 18                                     | 19                               | 20         | 21  | 22 |
| CUSIP<br>Identification   | Description  | Code  | Bond<br>CHAR                         | NAIC<br>Designation<br>and Admin-<br>istrative<br>Symbol | Actual<br>Cost | Rate Used<br>to Obtain<br>Fair<br>Value | Fair<br>Value | Par<br>Value | Book/<br>Adjusted<br>Carrying<br>Value | Unrealized<br>Valuation<br>Increase/<br>(Decrease) | Current Year's<br>(Amortization)/<br>Accretion | Current<br>Year's<br>Other<br>Than<br>Temporary<br>Impairment<br>Recognized | Total<br>Foreign<br>Exchange<br>Change<br>In<br>B./A.C.V. | Rate<br>of | Effective<br>Rate<br>of | When<br>Paid | Admitted<br>Amount<br>Due &<br>Accrued | Amount<br>Rec.<br>During<br>Year | Acquired   | Stated<br>Contractual<br>Maturity<br>Date |    |
| Bonds - U.S. Governments - Issuer Obligations   |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - U.S. Governments - Residential Mortgage-Backed Securities   |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - U.S. Governments - Commercial Mortgage-Backed Securities  |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - U.S. Governments - Other Loan-Backed and Structured Securities  |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - All Other Governments - Issuer Obligations  |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - All Other Governments - Residential Mortgage-Backed Securities  |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - All Other Governments - Commercial Mortgage-Backed Securities   |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - All Other Governments - Other Loan-Backed and Structured Securities   |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations                           |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Residential Mortgage-Backed Securities       |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Commercial Mortgage-Backed Securities        |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Loan-Backed and Structured Securities  |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations |  |       |                                      |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |    |
| 035339-4F-4   | ANKENY IA URBAN RENEW 2.5%<br>06/24                            |       |                                      | 1  | 100,000        | 1.0013                                  | 100,127       | 100,000      | 100,000                                |  |  |   |   | 2.500      | 2.500                   | JD           | 205                                    | 2,500                            | 05/01/2015 | 06/01/2024                                |    |
| 074561-NK-3   | Beaumont TX Wtrwks & Swr Sys<br>Rev Refdg                      |       |                                      | 1  | 85,000         | 1.0042                                  | 85,355        | 85,000       | 85,000                                 |  |  |   |   | 3.000      | 3.100                   | MS           | 845                                    | 1,275                            | 04/10/2018 | 09/01/2029                                |    |
| 087671-2R-3   | Bettendorf IA Series C GO<br>Burlington IA GO Corp Purp<br>Bds |       |                                      | 1  | 50,000         | 1.0140                                  | 50,700        | 50,000       | 50,000                                 |  |  |   |   | 3.000      | 3.000                   | JD           | 123                                    | 750                              | 09/18/2018 | 06/01/2028                                |    |
| 121709-A5-8   | Dubuque IA Sales Tax Rev<br>3.25% 6/25                         |       |                                      | 1  | 97,050         | 0.9952                                  | 99,515        | 100,000      | 97,197                                 |  |  | 147   |   | 3.000      | 3.280                   | JD           | 247                                    | 1,750                            | 05/08/2018 | 06/01/1931                                |    |
| 264037-AK-8   | Iowa St Univ Science & Tech<br>Univ Re                         |       |                                      | 1  | 100,000        | 1.0215                                  | 102,150       | 100,000      | 100,000                                |  |  |   |   | 3.250      | 3.250                   | JD           | 267                                    | 3,250                            | 06/01/2015 | 06/01/2025                                |    |
| 462582-P6-8   | Johnston Iowa GO   |       |                                      | 1  | 110,000        | 1.0027                                  | 110,294       | 110,000      | 110,000                                |  |  |   |   | 2.000      | 2.000                   | JJ           | 1,103                                  | 2,200                            | 04/01/2013 | 07/01/2021                                |    |
| 479370-E9-5   | Linn Mar IA Cmnty Sch Dist                                     |       |                                      | 1  | 99,168         | 1.0016                                  | 100,163       | 100,000      | 99,189                                 |  |  | 21  |   | 3.125      | 3.200                   | JD           | 1,002                                  | 0                                | 08/29/2018 | 06/01/1932                                |    |
| 536045-CB-1   | St Univ IA Athletic 2.6%<br>7/1/24                             |       |                                      | 1  | 100,000        | 0.9956                                  | 99,556        | 100,000      | 100,000                                |  |  |   |   | 2.000      | 2.000                   | JJ           | 1,003                                  | 2,000                            | 06/01/2013 | 07/01/2022                                |    |
| 857536-ND-4   | Storm Lake IA storm wtr  |       |                                      | 1  | 115,000        | 1.0243                                  | 117,789       | 115,000      | 115,000                                |  |  |   |   | 2.600      | 2.600                   | JJ           | 1,499                                  | 2,990                            | 07/09/2015 | 07/01/2024                                |    |
| 86221T-AH-1   | Waukeg IA Rfdg Cap Ln  |       |                                      | 1  | 100,000        | 0.9899                                  | 98,993        | 100,000      | 100,000                                |  |  |   |   | 2.000      | 2.000                   | JD           | 164                                    | 2,000                            | 05/01/2013 | 06/01/2021                                |    |
| 942830-SK-7   | Waukeg IA Cmnty Sch Dist                                       |       |                                      | 1  | 97,955         | 1.0007                                  | 95,068        | 95,000       | 95,383                                 |  |  | (825)   |   | 2.000      | 1.100                   | JD           | 156                                    | 1,900                            | 11/01/2015 | 06/01/2019                                |    |
| 94283N-AY-6   | Waukeg IA Cmnty Sch Dist                                       |       |                                      | 1  | 104,111        | 1.0150                                  | 101,495       | 100,000      | 100,932                                |  |  | (594)   |   | 3.000      | 2.350                   | JD           | 247                                    | 3,000                            | 07/01/2013 | 06/01/2020                                |    |
| 94283N-AZ-3   | Waukeg IA Cmnty Sch Dist                                       |       |                                      | 1  | 102,117        | 1.0241                                  | 102,413       | 100,000      | 100,705                                |  |  | (267)   |   | 3.000      | 2.700                   | JD           | 247                                    | 3,000                            | 07/01/2013 | 06/01/2021                                |    |
| 950738-DD-6   | Wentzville R-IV Sch Dist MO                                    |       |                                      | 1  | 113,756        | 1.0571                                  | 105,711       | 100,000      | 110,062                                |  |  | (1,603)   |   | 4.000      | 2.230                   | AO           | 997                                    | 4,000                            | 09/01/2016 | 04/01/1930                                |    |
| 249002-EG-7   | Denton Tex Indpt Sch Dist                                      |       |                                      | 1  | 52,170         | 1.1543                                  | 51,943        | 45,000       | 50,565                                 |  |  | (780)   |   | 5.000      | 3.002                   | FA           | 851                                    | 2,250                            | 12/07/2016 | 08/15/1930                                |    |
| 463831-NF-0   | Irving TX Wtrwks & Swr Rev                                     |       |                                      | 1  | 51,569         | 1.0089                                  | 50,447        | 50,000       | 51,250                                 |  |  | (189)   |   | 3.125      | 2.821                   | FA           | 591                                    | 1,563                            | 04/24/2017 | 08/15/2029                                |    |
| 772317-CY-7   | Rock Island Cnty IL Rfdg Alt<br>Rev Source                     |       |                                      | 1  | 152,352        | 0.9979                                  | 149,691       | 150,000      | 150,844                                |  |  | (919)   |   | 2.000      | 1.371                   | JD           | 247                                    | 3,000                            | 05/11/2017 | 12/01/2019                                |    |
| 009850-AQ-1   | Akron IA Elec Rev Bds 2018A                                    |       |                                      | 1  | 25,084         | 0.9991                                  | 24,978        | 25,000       | 25,033                                 |  |  | (51)  |   | 2.000      | 2.000                   | JD           | 41                                     | 319                              | 03/20/2018 | 06/01/2019                                |    |
| 035361-AL-8   | Ankeny IA Cmnty Sch Dist                                       |       |                                      | 1  | 77,286         | 1.0113                                  | 75,846        | 75,000       | 75,207                                 |  |  | (280)   |   | 4.500      | 4.050                   | JD           | 277                                    | 3,375                            | 06/01/2011 | 06/01/2022                                |    |
| 079222-AP-0   | Bellevue NE CTFS Partn Rev                                     |       |                                      | 1  | 50,574         | 0.9612                                  | 48,059        | 50,000       | 50,460                                 |  |  | (114)   |   | 3.250      | 2.999                   | JD           | 71                                     | 1,566                            | 01/03/2018 | 12/15/2031                                |    |
| 087671-F2-4   | Bettendorf IA Ser A  |       |                                      | 1  | 47,686         | 1.0100                                  | 50,498        | 50,000       | 48,977                                 |  |  | 152   |   | 4.125      | 4.550                   | JD           | 170                                    | 2,063                            | 03/04/2009 | 06/01/2024                                |    |
| 145850-DG-5   | Carson IA Cap LN Nts Series A                                  |       |                                      | 1  | 25,092         | 1.0006                                  | 25,015        | 25,000       | 25,000                                 |  |  |   |   | 3.000      | 1.503                   | JD           | 62                                     | 900                              | 02/27/2017 | 06/01/2021                                |    |
| 18735E-AM-5   | Clinton Cmnty Sch Dist   |       |                                      | 1  | 75,000         | 1.0130                                  | 75,978        | 75,000       | 75,000                                 |  |  |   |   | 4.400      | 4.399                   | JJ           | 1,655                                  | 3,300                            | 03/01/2010 | 07/01/2023                                |    |
| 194234-VR-8   | Benton Cnty  |       |                                      | 1  | 73,669         | 0.9962                                  | 74,714        | 75,000       | 74,126                                 |  |  | 266   |   | 3.125      | 3.276                   | JD           | 193                                    | 2,344                            | 04/13/2017 | 06/01/1932                                |    |
| 218080-EA-3   | Coralville IA  |       |                                      | 1  | 50,000         | 0.9129                                  | 45,645        | 50,000       | 50,000                                 |  |  |   |   | 4.000      | 4.100                   | MN           | 329                                    | 2,000                            | 05/25/2017 | 05/01/1933                                |    |
| 347244-AQ-8   | Fort Dodge IA CSD GO   |       |                                      | 1  | 49,471         | 0.9971                                  | 49,856        | 50,000       | 49,537                                 |  |  | 41  |   | 3.000      | 3.110                   | MN           | 247                                    | 1,500                            | 05/16/2017 | 05/01/1930                                |    |
| 431669-AN-0   | Hills IA Hlth Facs Rev   |       |                                      | 4  | 50,000         | 0.9473                                  | 47,364        | 50,000       | 50,000                                 |  |  |   |   | 4.000      | 3.999                   | FA           | 756                                    | 2,000                            | 12/01/2011 | 08/15/2022                                |    |
| 462460-V6-0   | Iowa High Ed Ln Auth 3.25<br>10/1/20                           |       |                                      | 1  | 100,000        | 1.0222                                  | 102,217       | 100,000      | 100,000                                |  |  |   |   | 3.250      | 3.250                   | AO           | 810                                    | 3,250                            | 06/04/2012 | 10/01/2020                                |    |
| 462460-50-5   | Iowa Higher Ed Ln Auth -<br>Grinnell Coll                      |       |                                      | 1  | 32,801         | 1.0751                                  | 32,252        | 30,000       | 32,240                                 |  |  | (285)   |   | 4.000      | 3.273                   | JD           | 99                                     | 1,200                            | 01/13/2017 | 12/01/1933                                |    |
| 462560-HM-1   | Iowa State Board of Regents<br>Hosp Rev                        |       |                                      | 1  | 102,707        | 1.0352                                  | 103,516       | 100,000      | 102,495                                |  |  | (212)   |   | 3.250      | 2.830                   | MS           | 1,897                                  | 0                                | 06/07/2018 | 09/01/2028                                |    |
| 462582-L5-4   | IA St Univ Science & Tech 3%<br>7/1/21                         |       |                                      | 1  | 53,045         | 1.0199                                  | 50,993        | 50,000       | 50,922                                 |  |  | (337)   |   | 3.000      | 2.250                   | JJ           | 752                                    | 1,500                            | 06/20/2012 | 07/01/2021                                |    |
| 485429-5N-0   | Kansas St ev Fin Auth Rev                                      |       |                                      | 1  | 100,315        | 0.9933                                  | 99,332        | 100,000      | 100,242                                |  |  | (44)  |   | 3.000      | 2.954                   | JJ           | 1,504                                  | 3,000                            | 05/08/2017 | 07/01/2027                                |    |



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE D - PART 1

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

| 1  | 2   | Codes |                         |              | 6  | 7              | Fair Value                              |               | 10           | 11                                     | Change in Book / Adjusted Carrying Value           |  |   |   | Interest   |                         |              |  |                                  | Dates      |   |
|--|---|-------|-------------------------|--------------|--|----------------|---|---------------|--------------|--|--|--|---|---|------------|-------------------------|--------------|--|----------------------------------|------------|---|
|  |   | 3     | 4                       | 5            |  |                | 8                                       | 9             |              |  | 12   | 13   | 14  | 15  | 16         | 17                      | 18           | 19                                     | 20                               | 21         | 22  |
| CUSIP  | Description   | Code  | For<br>e<br>i<br>g<br>n | Bond<br>CHAR | NAIC<br>Designation<br>and Admin-<br>istrative<br>Symbol | Actual<br>Cost | Rate Used<br>to Obtain<br>Fair<br>Value | Fair<br>Value | Par<br>Value | Book/<br>Adjusted<br>Carrying<br>Value | Unrealized<br>Valuation<br>Increase/<br>(Decrease) | Current Year's<br>(Amortization)/<br>Accretion | Current<br>Year's<br>Other<br>Than<br>Temporary<br>Impairment<br>Recognized | Total<br>Foreign<br>Exchange<br>Change<br>In<br>B./A.C.V. | Rate<br>of | Effective<br>Rate<br>of | When<br>Paid | Admitted<br>Amount<br>Due &<br>Accrued | Amount<br>Rec.<br>During<br>Year | Acquired   | Stated<br>Contractual<br>Maturity<br>Date |
| 574847-AN-9  | Mason City IA Cmnty Sch Dist                            |       |                         |              | 1  | 99,179         | 1.0135                                  | 101,353       | 100,000      | 99,558                                 |  |  | 58  |   | 4.500      | 4.580                   | JJ           | 2,256                                  | 4,500                            | 06/01/2011 | 07/01/2025                                |
| 681785-GR-6  | Omaha NE Pub Facs Corp Lse-<br>baseball                 |       |                         |              | 1  | 53,581         | 1.0646                                  | 53,231        | 50,000       | 52,876                                 |  | (388)  |   |   | 4.000      | 3.362                   | JD           | 164                                    | 2,000                            | 03/09/2017 | 06/01/1931                                |
| 682001-BY-7  | Omaha Pub Pwr Dist NE Elec<br>Rev Sub                   |       |                         |              | 1  | 60,000         | 0.9966                                  | 59,795        | 60,000       | 60,000                                 |  |  |   |   | 2.250      | 2.250                   | FA           | 562                                    | 675                              | 03/28/2018 | 02/01/1930                                |
| 68825R-HV-5  | Oshkosh WI Storm Wtr Util Rev<br>State Univ IA Univ Rev |       |                         |              | 1  | 101,750        | 1.0218                                  | 102,175       | 100,000      | 101,666                                |  | (84)   |   |   | 3.500      | 3.268                   | MN           | 1,784                                  | 0                                | 07/30/2018 | 05/01/1931                                |
| 857536-QL-3  | Dormitory Rev Bds<br>Sun Prairie WI Area Sch Dist       |       |                         |              | 1  | 52,786         | 1.0359                                  | 51,794        | 50,000       | 52,211                                 |  | (340)  |   |   | 3.000      | 2.322                   | JJ           | 752                                    | 1,500                            | 04/24/2017 | 07/01/2026                                |
| 866854-RD-6  | GO<br>West Branch IA Corp Purp Ser                      |       |                         |              | 1  | 79,706         | 1.0501                                  | 78,757        | 75,000       | 78,658                                 |  | (594)  |   |   | 4.000      | 3.483                   | MS           | 995                                    | 3,000                            | 03/27/2017 | 03/01/1933                                |
| 951556-CL-1  | A GO  |       |                         |              | 1  | 91,900         | 0.9407                                  | 94,072        | 100,000      | 92,649                                 |  | 749  |   |   | 2.000      | 2.000                   | JD           | 164                                    | 2,000                            | 02/21/2018 | 06/01/2027                                |
| 966230-KS-2  | Whitewater WI Uni Sch Dist                              |       |                         |              | 1  | 50,000         | 1.0084                                  | 50,421        | 50,000       | 50,000                                 |  |  |   |   | 3.000      | 3.000                   | AO           | 374                                    | 2,242                            | 03/03/2017 | 04/01/2029                                |
| 966230-KW-3  | Whitewater WI Uni Sch Dist                              |       |                         |              | 1  | 74,997         | 0.9921                                  | 74,405        | 75,000       | 74,997                                 |  | 0  |   |   | 3.250      | 3.250                   | AO           | 608                                    | 3,643                            | 06/30/2017 | 04/01/1933                                |
| 379215-BS-4  | Glenwood IA RFDG Local                                  |       |                         |              | 1  | 101,833        | 1.0016                                  | 100,163       | 100,000      | 100,559                                |  | (382)  |   |   | 2.000      | 1.600                   | JD           | 164                                    | 2,000                            | 08/14/2015 | 06/01/2020                                |
| 653063-GY-8  | Newton Mass Go Ref Bds                                  |       |                         |              | 1  | 49,999         | 1.0130                                  | 50,651        | 50,000       | 49,999                                 |  | 0  |   |   | 3.000      | 3.000                   | AO           | 374                                    | 1,500                            | 12/07/2016 | 04/01/2029                                |
| 495289-H6-0  | King Cnty WA Sewer Rev Ref<br>Bds 2013A                 |       |                         |              | 1  | 146,795        | 1.1130                                  | 144,689       | 130,000      | 144,658                                |  | (2,137)  |   |   | 5.000      | 5.000                   | JJ           | 3,259                                  | 3,250                            | 06/01/2018 | 01/01/2025                                |
| 639662-BP-9  | Nebraska Coop Republican<br>Platte                      |       |                         |              | 1  | 150,000        | 1.0074                                  | 151,115       | 150,000      | 150,000                                |  |  |   |   | 3.250      | 3.250                   | JD           | 214                                    | 4,875                            | 11/01/2015 | 12/15/2026                                |
| 639662-CF-0  | Nebraska Coop Republican<br>Platte                      |       |                         |              | 1  | 50,000         | 1.0066                                  | 50,329        | 50,000       | 50,000                                 |  |  |   |   | 3.250      | 3.251                   | JD           | 71                                     | 1,625                            | 03/23/2017 | 12/15/2028                                |
| 558605-FZ-9  | Madison Wis Swr Sys Rev                                 |       |                         |              | 1  | 50,437         | 1.0159                                  | 50,797        | 50,000       | 50,327                                 |  | (55)   |   |   | 3.125      | 3.000                   | JD           | 128                                    | 1,563                            | 12/07/2016 | 12/01/2028                                |
| 602431-JV-1  | Milwaukee Wis Wtr Rev Wtr Rev                           |       |                         |              | 1  | 53,243         | 1.0633                                  | 53,163        | 50,000       | 52,538                                 |  | (342)  |   |   | 4.000      | 3.202                   | JD           | 164                                    | 2,000                            | 12/07/2016 | 06/01/1930                                |
| 1899999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations  |   |       |                         |              |  | 3,809,179      | XXX                                     | 3,794,578     | 3,745,000    | 3,786,059                              | 0  | (9,392)  | 0   | 0   | XXX        | XXX                     | XXX          | 30,688                                 | 102,116                          | XXX        | XXX                                       |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Residential Mortgage-Backed Securities  |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Commercial Mortgage-Backed Securities   |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Loan-Backed and Structured Securities   |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| 2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Subtotals - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)        |   |       |                         |              |  | 3,809,179      | XXX                                     | 3,794,578     | 3,745,000    | 3,786,059                              | 0  | (9,392)  | 0   | 0   | XXX        | XXX                     | XXX          | 30,688                                 | 102,116                          | XXX        | XXX                                       |
| Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations                          |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Residential Mortgage-Backed Securities      |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Commercial Mortgage-Backed Securities       |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Other Loan-Backed and Structured Securities |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations   |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| 38141E-W6-3  | Goldman Sachs Grp Inc 5%                                |       |                         |              | 1  | 100,000        | 1.0366                                  | 103,657       | 100,000      | 100,000                                |  |  |   |   | 5.000      | 4.999                   | MON          | 219                                    | 5,000                            | 03/01/2012 | 03/15/2023                                |
| 949763-SN-7  | Wells Fargo Bank NA CD                                  |       |                         |              |  | 100,000        | 0.9991                                  | 99,907        | 100,000      | 100,000                                |  |  |   |   | 2.450      | 2.450                   | MON          | 27                                     | 1,027                            | 07/16/2018 | 08/27/2019                                |
| 3299999 - Bonds - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations   |   |       |                         |              |  | 200,000        | XXX                                     | 203,563       | 200,000      | 200,000                                | 0  | 0  | 0   | 0   | XXX        | XXX                     | XXX          | 246                                    | 6,027                            | XXX        | XXX                                       |
| Bonds - Industrial and Miscellaneous (Unaffiliated) - Residential Mortgage-Backed Securities   |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - Industrial and Miscellaneous (Unaffiliated) - Commercial Mortgage-Backed Securities  |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - Industrial and Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities  |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| 3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated) - Subtotals - Industrial and Miscellaneous (Unaffiliated)  |   |       |                         |              |  | 200,000        | XXX                                     | 203,563       | 200,000      | 200,000                                | 0  | 0  | 0   | 0   | XXX        | XXX                     | XXX          | 246                                    | 6,027                            | XXX        | XXX                                       |
| Bonds - Hybrid Securities - Issuer Obligations   |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - Hybrid Securities - Residential Mortgage-Backed Securities   |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - Hybrid Securities - Commercial Mortgage-Backed Securities  |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - Hybrid Securities - Other Loan-Backed and Structured Securities  |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - Parent, Subsidiaries and Affiliates - Issuer Obligations   |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - Parent, Subsidiaries and Affiliates - Residential Mortgage-Backed Securities   |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |
| Bonds - Parent, Subsidiaries and Affiliates - Other Loan-Backed and Structured Securities  |   |       |                         |              |  |                |   |               |              |  |  |  |   |   |            |                         |              |  |                                  |            |   |

## ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

## SCHEDULE D - PART 1

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

[illegible]

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE D - PART 2 - SECTION 1

Showing All PREFERRED STOCKS Owned December 31 of Current Year

| 1   | 2                                     | Codes |         | 5                | 6                   | 7              | 8                             | Fair Value                               |            | 11          | Dividends           |                             |                                 | Change in Book/Adjusted Carrying Value    |   |   |                                      |  | 20  | 21         |
|---|---------------------------------------|-------|---------|------------------|---------------------|----------------|-------------------------------|--|------------|-------------|---------------------|-----------------------------|---------------------------------|---|---|---|--------------------------------------|--|-----|------------|
|   |                                       | 3     | 4       |                  |                     |                |                               | 9  | 10         |             | 12                  | 13                          | 14                              | 15  | 16                                      | 17  | 18                                   | 19   |     |            |
| CUSIP Identification                                  | Description                           | Code  | Foreign | Number Of Shares | Par Value Per Share | Rate Per Share | 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 (Amortization) Accretion | Current Year's Other-Than-Temporary Impairment Recognized | Total Change in B./A.C.V. (15+16-17) | Total Foreign Exchange Change In B./A.C.V. |     |            |
| Industrial and Miscellaneous (Unaffiliated)           |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
| 020002-12-7   | Allstate Corp 5.625% PFD              |       |         | 700,000          |                     | 25,000         | 16,730                        | 23,900                                   | 16,730     | 17,500      | 246                 | 536                         |                                 | (770)                                     |   |   | (770)                                |  | RP2 | 03/26/2018 |
| 416518-60-3   | Hartford Financial Services Group Inc |       |         | 2,000,000        |                     | 25,000         | 50,480                        | 25,240                                   | 50,480     | 50,000      | 0                   | 0                           |                                 | 480                                       |   |   | 480                                  |  | RP2 | 10/30/2018 |
| 8499999 - Industrial and Miscellaneous (Unaffiliated) |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
| Parent, Subsidiaries, and Affiliates                  |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |
|   |                                       |       |         |                  |                     |                |                               |  |            |             |                     |                             |                                 |   |   |   |                                      |  |     |            |

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons 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 B./A.C.V. (13-14) | Total Foreign Exchange Change in B./A.C.V. | NAIC Market Indicator (a) | Date Acquired |
| Industrial and Miscellaneous (Unaffiliated)          |                                     |       |         |                  |                                |  |            |             |                     |                             |                                 |   |   |                                   |  |                           |               |
| 00206R-10-2  | AT&T Inc.                           |       |         | 300,000          | 8,562                          |  | 28,540     | 8,562       | 10,658              |                             | 600                             | (3,102)                                   |   | (3,102)                           |  |                           | 10/15/2012    |
| 002824-10-0  | Abbott Labs                         |       |         | 200,000          | 14,466                         |  | 72,330     | 14,466      | 4,262               |                             | 224                             | 3,052                                     |   | 3,052                             |  |                           | 04/27/2004    |
| 00287Y-10-9  | Abbvie Inc.                         |       |         | 200,000          | 18,438                         |  | 92,190     | 18,438      | 4,622               |                             | 718                             | (904)                                     |   | (904)                             |  |                           | 01/07/2013    |
| 03836W-10-3  | Aqua America Inc.                   |       |         | 625,000          | 21,369                         |  | 34,190     | 21,369      | 11,162              |                             | 530                             | (3,150)                                   |   | (3,150)                           |  |                           | 09/27/2006    |
| 049560-10-5  | Almos Energy Corp.                  |       |         | 300,000          | 27,816                         |  | 92,720     | 27,816      | 8,853               |                             | 594                             | 2,049                                     |   | 2,049                             |  |                           | 09/27/2006    |
| 110122-10-8  | Bristol Myers Squibb Co.            |       |         | 400,000          | 20,792                         |  | 51,980     | 20,792      | 5,856               |                             | 640                             | (3,720)                                   |   | (3,720)                           |  |                           | 08/06/2001    |
| 110122-10-8  | Bristol Myers Squibb Co.            |       |         | 200,000          | 10,396                         |  | 51,980     | 10,396      | 6,658               |                             | 320                             | (1,860)                                   |   | (1,860)                           |  |                           | 08/03/2012    |
| 147528-10-3  | Casey's General Stores              |       |         | 600,000          | 76,884                         |  | 128,140    | 76,884      | 5,419               |                             | 660                             | 9,720                                     |   | 9,720                             |  |                           | 08/22/1996    |
| 20341J-10-4  | Uniti Group Inc - REIT              |       |         | 100,000          | 1,557                          |  | 15,570     | 1,557       | 5,202               | 60                          | 240                             | (222)                                     |   | (222)                             |  |                           | 05/01/2015    |
| 205887-10-2  | Conagra                             |       |         | 400,000          | 8,544                          |  | 21,360     | 8,544       | 7,837               |                             | 340                             | (6,524)                                   |   | (6,524)                           |  |                           | 11/08/2001    |
| 20825C-10-4  | ConocoPhillips                      |       |         | 200,000          | 12,470                         |  | 62,350     | 12,470      | 11,274              |                             | 232                             | 1,492                                     |   | 1,492                             |  |                           | 08/03/2012    |
| 302316-10-2  | Exxon Mobil Corp.                   |       |         | 300,000          | 20,457                         |  | 68,190     | 20,457      | 11,122              |                             | 969                             | (4,635)                                   |   | (4,635)                           |  |                           | 08/23/2002    |
| 05350V-10-6  | Avanos Medical Inc.                 |       |         | 25,000           | 1,120                          |  | 44,790     | 1,120       | 550                 |                             |                                 | 570                                       |   | 570                               |  |                           | 11/06/2014    |
| 458140-10-0  | Intel Corp.                         |       |         | 1,200,000        | 56,316                         |  | 46,930     | 56,316      | 23,425              |                             | 1,440                           | 924                                       |   | 924                               |  |                           | 06/04/1998    |
| 478160-10-4  | Johnson & Johnson                   |       |         | 250,000          | 32,263                         |  | 129,050    | 32,263      | 16,679              |                             | 885                             | (2,668)                                   |   | (2,668)                           |  |                           | 10/05/2006    |
| 494368-10-3  | Kimberly-Clark Corp.                |       |         | 200,000          | 22,788                         |  | 113,940    | 22,788      | 12,781              | 200                         | 794                             | (1,344)                                   |   | (1,344)                           |  |                           | 01/25/2005    |
| 513272-10-4  | Lamb Weston Holdings Inc.           |       |         | 133,000          | 9,783                          |  | 73,560     | 9,783       | 2,237               |                             | 102                             | 2,276                                     |   | 2,276                             |  |                           | 11/16/2016    |
| 62989*-10-5  | NAAMIC Insurance Co. Inc.           |       |         | 30,000           | 9,521                          |  | 317,358    | 9,521       | 1,500               |                             |                                 | 525                                       |   | 525                               |  |                           | 03/14/1987    |
| 651639-10-6  | Newmont Mining Corp Holding Company |       |         | 200,000          | 6,930                          |  | 34,650     | 6,930       | 8,864               |                             | 112                             | (574)                                     |   | (574)                             |  |                           | 09/28/2006    |
| 680223-10-4  | Old Republic                        |       |         | 1,687,000        | 34,702                         |  | 20,570     | 34,702      | 9,110               |                             | 3,003                           | (1,366)                                   |   | (1,366)                           |  |                           | 12/02/1993    |
| 74251V-10-2  | Principal Financial Group           |       |         | 375,000          | 16,564                         |  | 44,170     | 16,564      | 25,044              |                             | 788                             | (9,896)                                   |   | (9,896)                           |  |                           | 07/17/2017    |
| 693506-10-7  | PPG Industries, Inc.                |       |         | 400,000          | 40,892                         |  | 102,230    | 40,892      | 9,262               |                             | 744                             | (5,836)                                   |   | (5,836)                           |  |                           | 01/10/2001    |
| 717081-10-3  | Pfizer Incorporated                 |       |         | 700,000          | 30,555                         |  | 43,650     | 30,555      | 23,630              |                             | 952                             | 5,201                                     |   | 5,201                             |  |                           | 11/10/2016    |
| 830879-10-2  | Skywest Inc.                        |       |         | 400,000          | 17,788                         |  | 44,470     | 17,788      | 6,790               | 40                          | 152                             | (3,452)                                   |   | (3,452)                           |  |                           | 01/25/2005    |
| 842587-10-7  | Southern Company                    |       |         | 500,000          | 21,960                         |  | 43,920     | 21,960      | 24,080              |                             | 1,190                           | (2,085)                                   |   | (2,085)                           |  |                           | 11/10/2016    |
| 902973-30-4  | US Bancorp Del.                     |       |         | 400,000          | 18,280                         |  | 45,700     | 18,280      | 20,630              | 148                         | 268                             | (2,350)                                   |   | (2,350)                           |  |                           | 06/21/2018    |
| 92343V-10-4  | Verizon Communications              |       |         | 400,000          | 22,488                         |  | 56,220     | 22,488      | 10,735              |                             | 949                             | 1,316                                     |   | 1,316                             |  |                           | 12/02/1993    |
| 962166-10-4  | Weyerhaeuser Co.                    |       |         | 200,000          | 4,372                          |  | 21,860     | 4,372       | 12,845              |                             | 264                             | (2,680)                                   |   | (2,680)                           |  |                           | 01/25/2005    |
| 962166-10-4  | Weyerhaeuser Co.                    |       |         | 200,000          | 4,372                          |  | 21,860     | 4,372       | 12,713              |                             | 264                             | (2,680)                                   |   | (2,680)                           |  |                           | 09/28/2006    |
| 962166-10-4  | Weyerhaeuser Co.                    |       |         | 681,000          | 14,887                         |  | 21,860     | 14,887      | 10,583              |                             | 899                             | (9,125)                                   |   | (9,125)                           |  |                           | 09/01/2010    |
| 962166-10-4  | Weyerhaeuser Co.                    |       |         | 800,000          | 17,488                         |  | 21,860     | 17,488      | 13,231              |                             | 1,056                           | (10,720)                                  |   | (10,720)                          |  |                           | 03/01/2016    |
| 962166-10-4  | Weyerhaeuser Co.                    |       |         | 160,000          | 3,498                          |  | 21,860     | 3,498       | 3,562               |                             | 211                             | (2,144)                                   |   | (2,144)                           |  |                           | 03/01/2016    |
| 983898-10-0  | Xcel Energy Inc.                    |       |         | 500,000          | 24,635                         |  | 49,270     | 24,635      | 10,780              |                             | 190                             | 580                                       |   | 580                               |  |                           | 06/05/2002    |
| 983898-10-0  | Xcel Energy Inc.                    |       |         | 500,000          | 24,635                         |  | 49,270     | 24,635      | 9,210               |                             | 190                             | 580                                       |   | 580                               |  |                           | 01/25/2005    |
| 909999 - Industrial and Miscellaneous (Unaffiliated) |                                     |       |         |                  | 677,586                        | XXX                                      | 677,586    | 361,167     | 828                 | 21,639                      | 0                               | (52,753)                                  | 0   | (52,753)                          | 0  | XXX                       | XXX           |
| Parent, Subsidiaries, and Affiliates                 |                                     |       |         |                  |                                |  |            |             |                     |                             |                                 |   |   |                                   |  |                           |               |
| Mutual Funds   |                                     |       |         |                  |                                |  |            |             |                     |                             |                                 |   |   |                                   |  |                           |               |
| 140193-10-3  | American Fds Cap In Bldr.           |       |         | 326,376          | 18,385                         |  | 56,330     | 18,385      | 15,000              |                             | 683                             | (2,115)                                   |   | (2,115)                           |  |                           | 06/03/1997    |
| 316128-10-7  | Fidelity Utilities Inc. Fd.         |       |         | 1,225,493        | 30,098                         |  | 24,560     | 30,098      | 21,200              |                             | 3,039                           | (1,924)                                   |   | (1,924)                           |  |                           | 12/15/2000    |
| 779551-10-0  | T. Rowe Price Grth Income Fd.       |       |         | 1,114,115        | 27,129                         |  | 24,350     | 27,129      | 21,411              |                             | 3,743                           | (4,557)                                   |   | (4,557)                           |  |                           | 03/26/2002    |
| 779551-10-0  | T. Rowe Price Grth Income Fd.       |       |         | 18,419           | 449                            |  | 24,350     | 449         | 390                 |                             | 62                              | (75)                                      |   | (75)                              |  |                           | 03/29/2006    |
| 779551-10-0  | T. Rowe Price Grth Income Fd.       |       |         | 10,684           | 260                            |  | 24,350     | 260         | 238                 |                             | 36                              | (44)                                      |   | (44)                              |  |                           | 12/19/2006    |
| 779551-10-0  | T. Rowe Price Grth Income Fd.       |       |         | 28,491           | 694                            |  | 24,350     | 694         | 634                 |                             | 96                              | (117)                                     |   | (117)                             |  |                           | 12/19/2006    |
| 779551-10-0  | T. Rowe Price Grth Income Fd.       |       |         | 27,111           | 660                            |  | 24,350     | 660         | 586                 |                             | 91                              | (111)                                     |   | (111)                             |  |                           | 03/28/2007    |
| 779551-10-0  | T. Rowe Price Grth Income Fd.       |       |         | 30,148           | 734                            |  | 24,350     | 734         | 659                 |                             | 101                             | (123)                                     |   | (123)                             |  |                           | 12/18/2007    |
| 811167-10-5  | Deutsche Core Equity Fund           |       |         | 928,161          | 21,190                         |  | 22,830     | 21,190      | 18,127              | 2,992                       |                                 | (4,418)                                   |   | (4,418)                           |  |                           | 12/27/2000    |
| 811167-10-5  | Deutsche Core Equity Fund           |       |         | 13,671           | 312                            |  | 22,830     | 312         | 306                 |                             | 44                              | (65)                                      |   | (65)                              |  |                           | 12/15/2006    |
| 811167-10-5  | Deutsche Core Equity Fund           |       |         | 79,705           | 1,820                          |  | 22,830     | 1,820       | 1,783               |                             | 257                             | (379)                                     |   | (379)                             |  |                           | 12/15/2006    |
| 811167-10-5  | Deutsche Core Equity Fund           |       |         | 228,149          | 5,209                          |  | 22,830     | 5,209       | 4,120               |                             | 735                             | (1,086)                                   |   | (1,086)                           |  |                           | 12/14/2007    |
| 929999 - Mutual Funds                                |                                     |       |         |                  | 106,939                        | XXX                                      | 106,939    | 84,455      | 0                   | 11,880                      | 0                               | (15,014)                                  | 0   | (15,014)                          | 0  | XXX                       | XXX           |
| 9799999 Total Common Stocks                          |                                     |       |         |                  | 784,524                        | XXX                                      | 784,524    | 445,622     | 828                 | 33,519                      | 0                               | (67,767)                                  | 0   | (67,767)                          | 0  | XXX                       | XXX           |
| 9899999 Total Preferred and Common Stocks            |                                     |       |         |                  | 851,734                        | XXX                                      | 851,734    | 513,122     | 1,074               | 34,055                      | 0                               | (68,057)                                  | 0   | (68,057)                          | 0  | XXX                       | XXX           |

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues

the total \$ value (included in Column 8) of all such issues \$

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons 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 |
| Bonds - U.S. Governments   |  |         |               |                       |                           |             |           |   |
| Bonds - All Other Governments  |  |         |               |                       |                           |             |           |   |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)   |  |         |               |                       |                           |             |           |   |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)   |  |         |               |                       |                           |             |           |   |
| 079222-AP-0  | Bellevue NE CIFS Partn Rev   |         | 01/03/2018    | First Clearing        | XXX                       | 50,574      | 50,000    | 54                                      |
| 951556-CL-1  | West Branch Iowa GO Corp Purpose   |         | 02/21/2018    | First Clearing        | XXX                       | 91,900      | 100,000   | 467                                     |
| 009850-AQ-1  | Akron IA Elec Rev Bds  |         | 03/20/2018    | First Clearing        | XXX                       | 25,084      | 25,000    | 0                                       |
| 682001-BY-7  | Omaha Pub Pwr Dist NE Elec Rev Sub   |         | 03/28/2018    | First Clearing        | XXX                       | 60,000      | 60,000    | 229                                     |
| 074561-NK-3  | Beaumont TX Wtrwks & Swr Sys Rev Rfdg  |         | 04/10/2018    | First Clearing        | XXX                       | 85,000      | 85,000    | 439                                     |
| 121709-A5-8  | Burlington IA GO Corp Purp Bds 2018  |         | 05/08/2018    | First Clearing        | XXX                       | 97,050      | 100,000   | 233                                     |
| 495289-H6-0  | King Cnty WA Swr Rev Ref Bonds   |         | 06/01/2018    | RBC Wealth Management | XXX                       | 146,795     | 130,000   | 2,781                                   |
| 462560-HM-1  | Iowa St Brd Regents Hsp Rev Bds 2018   |         | 06/07/2018    | First Clearing        | XXX                       | 102,707     | 100,000   | 244                                     |
| 68825R-HV-5  | Oshkosh WI Storm Wtr Util Rev  |         | 07/30/2018    | First Clearing        | XXX                       | 101,750     | 100,000   | 321                                     |
| 087671-2R-3  | Bettendorf IA Series C GO Unlimited  |         | 09/18/2018    | First Clearing        | XXX                       | 50,000      | 50,000    | 475                                     |
| 479370-E9-5  | Johnston Iowa GO   |         | 08/29/2018    | First Clearing        | XXX                       | 99,168      | 100,000   | 0                                       |
| 2499999  | Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) |         |               |                       |                           | 910,028     | 900,000   | 5,242                                   |
| Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions |  |         |               |                       |                           |             |           |   |
| Bonds - Industrial and Miscellaneous (Unaffiliated)  |  |         |               |                       |                           |             |           |   |
| 949763-SN-7  | Wells Fargo Bank NA CO   |         | 07/16/2018    | First Clearing        | XXX                       | 100,000     | 100,000   | 0                                       |
| 173120-U5-6  | Citibank N.A.  |         | 10/01/2018    | RBC Wealth Mgmt       | XXX                       | 100,000     | 100,000   | 0                                       |
| 3899999  | Bonds - Industrial and Miscellaneous (Unaffiliated)  |         |               |                       |                           | 200,000     | 200,000   | 0                                       |
| Bonds - Hybrid Securities  |  |         |               |                       |                           |             |           |   |
| Bonds - Parent, Subsidiaries, and Affiliates   |  |         |               |                       |                           |             |           |   |
| Bonds - SVO Identified Funds   |  |         |               |                       |                           |             |           |   |
| Bonds - Subtotals - Bank Loans   |  |         |               |                       |                           |             |           |   |
| 8399997  | Bonds - Subtotals - Bonds - Part 3   |         |               |                       |                           | 1,110,028   | 1,100,000 | 5,242                                   |
| 8399999  | Bonds - Subtotals - Bonds  |         |               |                       |                           | 1,110,028   | 1,100,000 | 5,242                                   |
| Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)   |  |         |               |                       |                           |             |           |   |
| 020002-12-7  | Allstate Corp Dep 1/1000 PFD G   |         | 03/26/2018    | First Clearing        | 700,000                   | 17,500      |           |   |
| 000000-00-0  | Hartford Financial Services Group Inc  |         | 10/30/2018    | First Clearing        | 2,000,000                 | 50,000      |           |   |
| 8499999  | Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)                                     |         |               |                       |                           | 67,500      | XXX       | 0                                       |
| Preferred Stocks - Parent, Subsidiaries, and Affiliates  |  |         |               |                       |                           |             |           |   |
| 8999997  | Preferred Stocks - Subtotals - Preferred Stocks - Part 3   |         |               |                       |                           | 67,500      | XXX       | 0                                       |
| 8999999  | Preferred Stocks - Subtotals - Preferred Stocks  |         |               |                       |                           | 67,500      | XXX       | 0                                       |
| Common Stocks - Industrial and Miscellaneous (Unaffiliated)  |  |         |               |                       |                           |             |           |   |
| 97382A-30-9  | Windstream Holdings Inc Com  |         | 05/29/2018    | Reverse Stock Split   | 16,600                    | 1,665       | XXX       |   |
| 902973-30-4  | US Bancorp Del   |         | 06/21/2018    | RBC Wealth Management | 400,000                   | 20,630      | XXX       |   |
| 05350V-10-6  | Avanos Medical, Inc.   |         | 07/02/2018    | Name Change           | 25,000                    | 550         | XXX       |   |
| 9099999  | Common Stocks - Industrial and Miscellaneous (Unaffiliated)  |         |               |                       |                           | 22,845      | XXX       | 0                                       |
| Common Stocks - Parent, Subsidiaries, and Affiliates   |  |         |               |                       |                           |             |           |   |
| Common Stocks - Mutual Funds   |  |         |               |                       |                           |             |           |   |
| 9799997  | Common Stocks - Subtotals - Common Stocks - Part 3   |         |               |                       |                           | 22,845      | XXX       | 0                                       |
| 9799999  | Common Stocks - Subtotals - Common Stocks  |         |               |                       |                           | 22,845      | XXX       | 0                                       |
| 9899999  | Common Stocks - Subtotals - Preferred and Common Stocks  |         |               |                       |                           | 90,345      | XXX       | 0                                       |
| 9999999  | Totals   |         |               |                       |                           | 1,200,373   | XXX       | 5,242                                   |

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE D - PART 4

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

| 1<br><br>CUSIP<br>Identi-<br>fication  | 2<br><br>Description                | 3<br><br>F<br>o<br>r<br>e<br>i<br>g<br>n | 4<br><br>Disposal<br>Date | 5<br><br>Name of Purchaser | 6<br><br>Number of<br>Shares of<br>Stock | 7<br><br>Consideration | 8<br><br>Par Value | 9<br><br>Actual Cost | 10<br><br>Prior Year<br>Book/Adjusted<br>Carrying<br>Value | Change in Book/Adjusted Carrying Value                       |  |  |  |   | 16<br><br>Book/<br>Adjusted<br>Carrying Value<br>at<br>Disposal Date | 17<br><br>Foreign<br>Exchange Gain<br>(Loss) on<br>Disposal | 18<br><br>Realized Gain<br>(Loss) on<br>Disposal | 19<br><br>Total Gain<br>(Loss) on<br>Disposal | 20<br><br>Bond<br>Interest/Stock<br>Dividends<br>Received<br>During Year | 21<br><br>Stated<br>Contractual<br>Maturity<br>Date |
|--|-------------------------------------|--|---------------------------|----------------------------|--|------------------------|--------------------|----------------------|--|--|--|--|--|---|--|---|--|---|--|---|
|  |                                     |  |                           |                            |  |                        |                    |                      |  | 11<br><br>Unrealized<br>Valuation<br>Increase/<br>(Decrease) | 12<br><br>Current Year<br>(Amortization)/<br>Accretion | 13<br><br>Current Year's<br>Other-Than-<br>Temporary<br>Impairment<br>Recognized | 14<br><br>Total Change in<br>B/A. C.V.<br>(11+12-13) | 15<br><br>Total Foreign<br>Exchange<br>Change in<br>B/A. C.V. |  |   |  |   |  |   |
| Bonds - U.S. Governments   |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| Bonds - All Other Governments  |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)   |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)   |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| 131772-AN-5  | Camanche IA Community School        |  | 01/01/2018                | Called                     | XXX                                      | 100,000                | 100,000            | 100,639              | 100,012  | 0  | (12)   |  | (12)   | 0   | 100,000  | 0   | 0  | 0   | 2,075  |   |
| 772436-DP-3  | Rock Island Cnty IL Sch Dist        |  | 04/02/2018                | Called                     | XXX                                      | 50,000                 | 50,000             | 50,000               | 50,000   | 0  | 0  | 0  | 0  | 0   | 50,000   | 0   | 0  | 0   | 756  | 12/01/2022  |
| 863815-CD-6  | Stuart Iowa Municipal               |  | 05/01/2018                | Matured                    | XXX                                      | 75,000                 | 75,000             | 75,000               | 75,000   | 0  | 0  | 0  | 0  | 0   | 75,000   | 0   | 0  | 0   | 1,575  | 05/01/2018  |
| 145850-DG-5  | Carson IA GO Cap Ln Notes           |  | 06/01/2018                | Called                     | XXX                                      | 10,000                 | 10,000             | 10,037               | 10,000   | 0  | 0  | 0  | 0  | 0   | 10,000   | 0   | 0  | 0   | 0  | 06/01/2021  |
| 006770-HS-3  | Adel IA GO Ref Cap Ln Notes         |  | 06/01/2018                | Matured                    | XXX                                      | 75,000                 | 75,000             | 75,686               | 75,000   | 0  | 0  | 0  | 0  | 0   | 75,000   | 0   | 0  | 0   | 713  | 06/01/2018  |
| 021674-EJ-1  | Alton IA Refunding                  |  | 06/01/2018                | Matured                    | XXX                                      | 35,000                 | 35,000             | 35,000               | 35,000   | 0  | 0  | 0  | 0  | 0   | 35,000   | 0   | 0  | 0   | 306  | 06/01/2018  |
| 035361-AZ-7  | Ankeny IA Community School District |  | 06/01/2018                | Matured                    | XXX                                      | 75,000                 | 75,000             | 76,607               | 75,134   | 0  | (134)  | 0  | (134)  | 0   | 75,000   | 0   | 0  | 0   | 750  | 06/01/2018  |
| 099024-BD-2  | Boone IA Water Revenue              |  | 06/01/2018                | Matured                    | XXX                                      | 100,000                | 100,000            | 100,000              | 100,000  | 0  | 0  | 0  | 0  | 0   | 100,000  | 0   | 0  | 0   | 1,750  | 06/01/2018  |
| 41266A-CW-8  | Harlan IA Municipal Utility Elec    |  | 10/01/2018                | Called                     | XXX                                      | 100,000                | 100,000            | 100,000              | 100,000  | 0  | 0  | 0  | 0  | 0   | 100,000  | 0   | 0  | 0   | 4,100  | 10/01/2022  |
| 12174P-AQ-2  | Burlington IA CSD                   |  | 12/03/2018                | First Clearing             | XXX                                      | 75,919                 | 75,000             | 75,593               | 75,117   | 0  | (53)   | 0  | (53)   | 0   | 75,064   |   | 855  | 855   | 5,354  | 07/01/2025  |
| 2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)   |                                     |  |                           |                            |  | 695,919                | 695,000            | 698,562              | 695,263  | 0  | (199)  | 0  | (199)  | 0   | 695,064  | 0   | 855  | 855   | 17,379   | XXX   |
| Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| Bonds - Industrial and Miscellaneous (Unaffiliated)  |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| 6944P-AJ-4   | Pacific Life Floating Rate Notes    |  | 06/02/2018                | Matured                    | XXX                                      | 50,000                 | 50,000             | 50,000               | 50,000   | 0  | 0  | 0  | 0  | 0   | 50,000   | 0   | 0  | 0   | 1,071  | 06/02/2018  |
| 173120-US-6  | Citibank NA CO                      |  | 12/03/2018                | First Clearing             | XXX                                      | 98,800                 | 100,000            | 100,000              |  | 0  |  |  |  | 0   | 100,000  |   | (1,200)  | (1,200)                                       | 481  | 10/01/2022  |
| 3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)  |                                     |  |                           |                            |  | 148,800                | 150,000            | 150,000              | 50,000   | 0  | 0  | 0  | 0  | 0   | 150,000  | 0   | (1,200)  | (1,200)                                       | 1,552  | XXX   |
| Bonds - Hybrid Securities  |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| Bonds - Parent, Subsidiaries, and Affiliates   |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| Bonds - SV0 Identified Funds   |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| Bonds - Subtotals - Bank Loans   |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| 8399997 - Bonds - Subtotals - Bonds - Part 4   |                                     |  |                           |                            |  | 844,719                | 845,000            | 848,562              | 745,263  | 0  | (199)  | 0  | (199)  | 0   | 845,064  | 0   | (345)  | (345)   | 18,931   | XXX   |
| 8399999 - Bonds - Subtotals - Bonds  |                                     |  |                           |                            |  | 844,719                | 845,000            | 848,562              | 745,263  | 0  | (199)  | 0  | (199)  | 0   | 845,064  | 0   | (345)  | (345)   | 18,931   | XXX   |
| Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)   |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| Preferred Stocks - Parent, Subsidiaries, and Affiliates  |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| Common Stocks - Industrial and Miscellaneous (Unaffiliated)  |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| 97381W-10-4  | Windstream Holding Inc              |  | 05/29/2018                | Reverse Stock Split        | 83,000                                   | 1,665                  | XXX                | 1,665                | 154  | 1,512  | 0  | 0  | 1,512  |   | 1,665  |   | 0  | 0   | 0  | XXX   |
| 97382A-30-9  | Windstream Holding Inc              |  | 06/07/2018                | Fractional Shares          | 0.500                                    | 3                      | XXX                | 50                   |  | 0  |  |  | 0  |   | 50   |   | (47)   | (47)  | 0  | XXX   |
| 97382A-30-9  | Windstream Holding Inc              |  | 06/11/2018                | Fractional Shares          | 0.100                                    | 1                      | XXX                | 10                   |  | 0  |  |  | 0  |   | 10   |   | (9)  | (9)   | 0  | XXX   |
| 97382A-30-9  | Windstream Holding Inc              |  | 06/12/2018                | First Clearing             | 16,000                                   | 60                     | XXX                | 1,605                |  | 0  |  |  | 0  |   | 1,605  |   | (1,545)  | (1,545)                                       | 0  | XXX   |
| 147528-10-3  | Casey's General Stores Inc          |  | 06/21/2018                | RBC Wealth Management      | 200,000                                  | 20,786                 | XXX                | 1,806                | 22,388   | (20,582)   |  |  | (20,582)   |   | 1,806  |   | 18,980   | 18,980  | 104  | XXX   |
| 40650V-10-0  | Hayward Health Inc                  |  | 07/02/2018                | Name Change                | 25,000                                   | 550                    | XXX                | 550                  | 1,155  | (605)  |  |  | (605)  |   | 550  |   | 0  | 0   | 0  | XXX   |
| 9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)  |                                     |  |                           |                            |  | 23,064                 | XXX                | 5,686                | 23,696   | (19,675)   | 0  | 0  | (19,675)   | 0   | 5,686  | 0   | 17,378   | 17,378  | 104  | XXX   |
| Common Stocks - Parent, Subsidiaries, and Affiliates   |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| Common Stocks - Mutual Funds   |                                     |  |                           |                            |  |                        |                    |                      |  |  |  |  |  |   |  |   |  |   |  |   |
| 9799997 - Common Stocks - Subtotals - Common Stocks - Part 4   |                                     |  |                           |                            |  | 23,064                 | XXX                | 5,686                | 23,696   | (19,675)   | 0  | 0  | (19,675)   | 0   | 5,686  | 0   | 17,378   | 17,378  | 104  | XXX   |
| 9799999 - Common Stocks - Subtotals - Common Stocks  |                                     |  |                           |                            |  | 23,064                 | XXX                | 5,686                | 23,696   | (19,675)   | 0  | 0  | (19,675)   | 0   | 5,686  | 0   | 17,378   | 17,378  | 104  | XXX   |
| 9899999 - Common Stocks - Subtotals - Preferred and Common Stocks  |                                     |  |                           |                            |  | 23,064                 | XXX                | 5,686                | 23,696   | (19,675)   | 0  | 0  | (19,675)   | 0   | 5,686  | 0   | 17,378   | 17,378  | 104  | XXX   |
| 9999999 Totals   |                                     |  |                           |                            |  | 867,783                | XXX                | 854,248              | 768,959  | (19,675)   | (199)  | 0  | (19,874)   | 0   | 850,750  | 0   | 17,033   | 17,033  | 19,035   | XXX   |

See Independent Accountant's Compilation Report.

Schedule D - Part 5

**NONE**

Schedule D - Part 6 - Section 1

**NONE**

Schedule D - Part 6 - Section 2

**NONE**

Schedule DA - Part 1

**NONE**

Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part A - Section 2

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part B - Section 2

**NONE**

Schedule DB - Part D - Section 1

**NONE**

Schedule DB - Part D - Section 2

**NONE**





ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE E - PART 2 - CASH EQUIVALENTS

| Show Investments Owned December 31 of Current Year   |                                     |      |                  |                     |                  |                                 |                                     |                                |
|--|-------------------------------------|------|------------------|---------------------|------------------|---------------------------------|-------------------------------------|--------------------------------|
| 1  | 2                                   | 3    | 4                | 5                   | 6                | 7                               | 8                                   | 9                              |
| CUSIP  | Description                         | Code | Date<br>Acquired | Rate of<br>Interest | Maturity<br>Date | Book/Adjusted<br>Carrying Value | Amount of Interest<br>Due & Accrued | Amount Received<br>During Year |
| Bonds - U.S. Governments - Issuer Obligations  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Governments - Residential Mortgage-Backed Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Governments - Commercial Mortgage-Backed Securities   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Governments - Other Loan-Backed and Structured Securities   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - All Other Governments - Issuer Obligations   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - All Other Governments - Residential Mortgage-Backed Securities   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - All Other Governments - Commercial Mortgage-Backed Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - All Other Governments - Other Loan-Backed and Structured Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Residential Mortgage-Backed Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Commercial Mortgage-Backed Securities   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Loan-Backed and Structured Securities   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Residential Mortgage-Backed Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Commercial Mortgage-Backed Securities   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Loan-Backed and Structured Securities   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations                          |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Residential Mortgage-Backed Securities      |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Commercial Mortgage-Backed Securities       |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Other Loan-Backed and Structured Securities |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Industrial and Miscellaneous - Issuer Obligations  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Industrial and Miscellaneous (Unaffiliated) - Residential Mortgage-Backed Securities   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Industrial and Miscellaneous (Unaffiliated) - Commercial Mortgage-Backed Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Industrial and Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Hybrid Securities - Issuer Obligations   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Hybrid Securities - Residential Mortgage-Backed Securities   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Hybrid Securities - Commercial Mortgage-Backed Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Hybrid Securities - Other Loan-Backed and Structured Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Parent, Subsidiaries and Affiliates Bonds - Issuer Obligations   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Parent, Subsidiaries and Affiliates Bonds - Residential Mortgage-Backed Securities   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Parent, Subsidiaries and Affiliates Bonds - Commercial Mortgage-Backed Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Parent, Subsidiaries and Affiliates Bonds - Other Loan-Backed and Structured Securities  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - SV0 Identified Funds - Exchange Traded Funds - as Identified by the SV0  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - SV0 Identified Funds - Bond Mutual Funds - as Identified by the SV0  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Bank Loans - Bank Loans - Issued   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Bonds - Bank Loans - Bank Loans - Acquired   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Sweep Accounts   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| Exempt Money Market Mutual Funds - as Identified by SV0  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| All Other Money Market Mutual Funds  |                                     |      |                  |                     |                  |                                 |                                     |                                |
| 384001-99-6  | FCB Money Market                    |      |                  |                     | XXX              | 43,745                          | 0                                   | 1,093                          |
| 8699999  | All Other Money Market Mutual Funds |      |                  |                     |                  | 43,745                          | 0                                   | 1,093                          |
| Other Cash Equivalents   |                                     |      |                  |                     |                  |                                 |                                     |                                |
| 8899999 Total Cash Equivalents   |                                     |      |                  |                     |                  | 43,745                          | 0                                   | 1,093                          |

See Independent Accountant's Compilation Report.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Patrons Mutual Insurance Association

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

| States, etc.  | 1<br>Type of<br>Deposits | 2<br>Purpose of<br>Deposits | Deposits For<br>the Benefit of All Policyholders |                    | All Other Special Deposits           |                    |
|---|--------------------------|-----------------------------|--|--------------------|--------------------------------------|--------------------|
|   |                          |                             | 3<br>Book/Adjusted<br>Carrying Value             | 4<br>Fair<br>Value | 5<br>Book/Adjusted<br>Carrying Value | 6<br>Fair<br>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. US Virgin Islands.....VI                                    |                          |                             |  |                    |                                      |                    |
| 56. Northern Mariana Islands.....MP                             |                          |                             |  |                    |                                      |                    |
| 57. Canada.....CAN  |                          |                             |  |                    |                                      |                    |
| 58. Aggregate Other Alien.....OT                                | XXX                      | XXX                         | 0  | 0                  | 0                                    | 0                  |
| 59. Total   | XXX                      | XXX                         | 0  | 0                  | 0                                    | 0                  |
| DETAILS OF WRITE-INS  |                          |                             |  |                    |                                      |                    |
| 5801.   |                          |                             |  |                    |                                      |                    |
| 5802.   |                          |                             |  |                    |                                      |                    |
| 5803.   |                          |                             |  |                    |                                      |                    |
| 5898. Sum of remaining write-ins for Line 58 from overflow page | XXX                      | XXX                         | 0  | 0                  | 0                                    | 0                  |
| 5899. Totals (Lines 5801 - 5803 + 5898) (Line 58 above)         | XXX                      | XXX                         | 0  | 0                  | 0                                    | 0                  |