# Star Insurance Company and Subsidiaries

Consolidated Statutory-Basis Financial Statements as of and for the Periods Ended March 31, 2023, and December 31, 2022

## STAR INSURANCE COMPANY AND SUBSIDIARIES

#### CONSOLIDATED STATEMENTS OF ADMITTED ASSETS, LIABILITIES, AND CAPITAL AND SURPLUS - STATUTORY BASIS AS OF MARCH 31, 2023 AND DECEMBER 31, 2022 (Dollars in thousands)

Admitted assetsCash and invested assets:Bonds, at amortized cost\$1,662,160\$1,599,144Stocks87,41781,011Properties occupied by the company5,658\$7,731Cash, cash equivalents and short-term investments169,101213,435Other invested assets33,68934,715Receivable for securities1,4122,113Total cash and invested assets\$1,961,437\$Investment income due and accrued13,75013,370Premiums receivable114,46694,695Reinsurance recoverables on ceded paid losses5,85516,605Funds deposited with reinsured companies409412Prederal income tax recoverable26,57529,053Other assets27,58927,051Total admitted assets\$700,778\$Libilitis312,085283,987Losses and loss adjustment expenses payable3,15344,08Taxes, licenses and fees5,7765,979Borrowed money20,00040,000Unearned premiums312,085283,987Ceded reinsurance treaties505,847-Provision for reinsurance1,097871Amounts retained for account of others2,4362,508Provision for reinsurance recoverable(38,407)(42,268)Other insurance recoverable5,50,445\$1,526,715Casta ad surplus2,20020,00020,000Common stock5,0405,040<		Γ	March 31, 2023	December 31, 2022		
Bonds, at amortized cost    \$1,662,160    \$1,599,144      Stocks    87,417    81,011      Properties occupied by the company    5,558    5,731      Cash, cash equivalents and short-term investments    169,101    213,435      Other invested assets    35,689    34,715      Receivable for securities    1,412    2,113      Total cash and invested assets    \$    1,961,437    \$    1,936,149      Investment income due and accrued    13,750    13,370    13,370      Premiums receivable    24,130    14,146    94,695      Reinsurance recoverables on ceded paid losses    5,855    16,605      Funds deposited with reinsured companies    4009    412      Ederal income tax recoverable    24,130    14,144      Net deferred tax asset    26,575    29,053      Other assets    2,7,7,89    27,051      Total admitted assets    \$    2,174,211    \$    2,119,461      Commissions and other expenses payable    3,153    4,408    34,208    2,6091    2,683    2,6091    2,6	Admitted assets					
Stocks    87,417    81,011      Properties occupied by the company    5,658    5,731      Cash, cash equivalents and short-term investments    169,101    213,435      Other invested assets    35,689    34,715      Receivable for securities    1,412    2,113      Total cash and invested assets    \$    1,961,437    \$    1,936,149      Investment income due and accrued    13,750    13,370    Premiums receivable    1414    9,412      Rederal income tax recoverables on ceded paid losses    5,855    16,605    Funds deposited with reinsured companies    409    412      Federal income tax recoverable    24,130    14,144    Net deferred tax asset    26,575    29,053      Other assets    2,7,589    27,051    5    2,134,779      Itabilities    2    2,174,211    \$    2,131,479      Losses and loss adjustment expenses    \$    700,778    \$    1,193,461      Commissions and other expenses payable    3,153    4,408    3,153    4,408      Tases, licenses and fress    5,0776	Cash and invested assets:					
Properties occupied by the company    5,658    5,731      Cash, cash equivalents and short-term investments    169,101    213,435      Other invested assets    33,689    34,715      Receivable for securities    1,412    2,113      Total cash and invested assets    \$    1,961,437    \$    1,370      Premiums receivable    114,466    94,695    94,095    141,446    94,695      Reinsurance recoverables on ceded paid losses    5,855    16,605    141,446    94,695      Federal income tax recoverable    24,130    14,144    94    141,446      Net deferred tax asset    26,575    29,003    041,444      Net deferred tax asset    27,589    77,051    1,13,479      Liabilities    \$    2,174,211    \$    2,131,479      Commissions and other expenses payable    3,153    4,408    408      Taxes, licenses and fees    5,776    5,979    5,979      Borrowed money    20,000    40,000    40,000      Unearned premiums    312,085    283,987	Bonds, at amortized cost		\$1,662,160		\$1,599,144	
Cash, cash equivalents and short-term investments169,101213,435Other invested assets $35,689$ $34,715$ Receivable for securities $1,412$ $2,113$ Total cash and invested assets\$ $1,961,437$ \$ $1,936,149$ Investment income due and accrued $13,750$ $13,370$ Premiums receivable $114,466$ $94,695$ Reinsurance recoverables on cedel paid losses $5,855$ $16,605$ Funds deposited with reinsured companies $409$ $412$ Federal income tax recoverable $24,130$ $14,144$ Net deferred tax asset $26,575$ $29,053$ Other assets $2,174,211$ \$ $2,131,479$ Total admitted assets\$ $700,778$ \$Liabilities $$2,00040,000Unearned premiums312,085283,987Ceded reinsurance premiums payable26,77331,021Funds held for reinsurance treaties505,847-Provision for reinsurance treaties26,0912,658Payable to parent and affiliates26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,030Total liabilities5,0405,040Grosp adi and contributed surplus392,154392,154Amounts reclained for account of others2,6264,030Total iabilities5,0405,0405,040Grosp adi and contributed surplus392,154$	Stocks		87,417		81,011	
Other invested assets $35,689$ $34,715$ Receivable for securities $1,412$ $2,113$ Total cash and invested assets\$ 1,961,437\$ 1,936,149Investment income due and accrued $13,750$ $13,370$ Premiums receivable $114,466$ $94,695$ Reinsurance recoverables on ceded paid losses $5,855$ $16,605$ Funds deposited with reinsured companies $409$ $412$ Federal income tax recoverable $24,130$ $14,144$ Net deferred tax asset $26,575$ $29,053$ Other assets $27,589$ $27,051$ Total admitted assets\$ $2,174,211$ \$ $2,131,479$ Labilities $2,576$ $5,979$ Borrowed money $20,000$ $40,000$ Unearned premiums $312,085$ $283,987$ Ceded reinsurance premiums payable $26,773$ $31,021$ Funds held for reinsurance treaties $505,847$ -Provision for reinsurance treaties $505,847$ -Provision for reinsurance treaties $26,091$ $2,658$ Retroactive reinsurance recoverable $(38,407)$ $(42,268)$ Other liabilities $2,826$ $4,090$ Total liabilities $5$ $1,568,455$ \$ $1,526,715$ Capital and surplus $5$ $1,564,755$ $39,2154$ Unassigned funds (surplus) $392,154$ $392,154$ Other liabilities $5,040$ $5,040$ Croat capital and surplus $605,756$ $604,764$	Properties occupied by the company		5,658		5,731	
Receivable for securities1,4122,113Total cash and invested assets\$1,961,437\$1,936,149Investment income due and accrued13,75013,370Premiums receivable114,46694,695Reinsurance recoverables on ceded paid losses5,85516,605Funds deposited with reinsured companies409412Federal income tax recoverable24,13014,144Net deferred tax asset26,57529,053Other assets27,58927,051Total admitted assets\$2,174,211Seg and loss adjustment expenses\$700,778Commissions and other expenses payable3,1534,408Commed money20,00040,000Unearned premiums312,085283,987Ceder einsurance premiums payable26,77331,021Funds held for reinsurance1,097871Amounts retained for account of others2,4362,508Payable to parent and affiliates26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities2,8264,090Segregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,0405,040Gross paid in and contributed surplus392,154392,154Othar liabilities2,826147,570Total capital and surplus605,756604,764	Cash, cash equivalents and short-term investments		169,101		213,435	
Total cash and invested assets\$1,961,437\$1,956,149Investment income due and accrued13,75013,370Premiums receivable114,46694,695Funds deposited with reinsured companies409412Federal income tax recoverables on ceded paid losses24,13014,144Net deferred tax asset26,57529,053Other assets27,75827,051Total admitted assets\$2,174,211\$Liabilities $2,174,211$ \$2,131,479Labilities $3,153$ 4,408Cosses and loss adjustment expenses\$700,778\$Dosses and loss adjustment expenses\$7,765,979Borrowed money20,00040,000Unearned premiums312,085283,987Ceded reinsurance premiums payable26,77331,021Funds held for reinsurance treaties505,847-Provision for reinsurance treaties26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities2,8264,090Segregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,040Gross paid in and contributed surplus392,154392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Other invested assets		35,689		34,715	
Investment income due and accrued13,75013,370Premiums receivable114,46694,695Reinsurance recoverables on ceded paid losses5,85516,605Funds deposited with reinsured companies4094122Federal income tax recoverable24,13014,144Net deferred tax asset26,57529,053Other assets $27,589$ 27,051Total admitted assets $$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$	Receivable for securities		1,412		2,113	
Premiums receivable    114,466    94,695      Reinsurance recoverables on ceded paid losses    5,855    16,605      Funds deposited with reinsured companies    409    412      Federal income tax recoverable    24,130    14,144      Net deferred tax asset    26,575    29,053      Other assets    27,589    27,051      Total admitted assets    \$    2,174,211    \$    2,131,479      Liabilities      1,193,461        Commissions and other expenses payable    3,153    4,408     3,153    4,408      Taxes, licenses and fees    5,776    5,979     Segnsystemed money    20,000    40,000      Unearred premiums    312,085    283,987         Ceded reinsurance premiums payable    26,773    31,021        Funds held for reinsurance treaties    505,847         Provision for reinsurance    1,097    871         Amounts retained for account of othe	Total cash and invested assets	\$	1,961,437	\$	1,936,149	
Reinsurance recoverables on ceded paid losses $5,855$ $16,605$ Funds deposited with reinsured companies $409$ $412$ Federal income tax recoverable $24,130$ $14,144$ Net deferred tax asset $26,575$ $29,053$ Other assets $27,589$ $27,051$ Total admitted assets $$2,174,211$ $$$2,131,479$ Liabilities $$$2,174,211$ $$$2,131,479$ Losses and loss adjustment expenses $$$700,778$ $$$1,193,461$ Commissions and other expenses payable $3,153$ $4,408$ Taxes, licenses and fees $5,776$ $5,979$ Borrowed money $20,000$ $40,000$ Unearned premiums $312,085$ $283,987$ Cedde reinsurance premiums payable $26,773$ $31,021$ Funds held for reinsurance treaties $505,847$ -Provision for reinsurance treaties $505,847$ -Provision for account of others $2,436$ $2,508$ Retroactive reinsurance recoverable $(38,407)$ $(42,268)$ Other liabilities $$$1,568,455$ $$$1,526,715$ Capital and surplus $$$2,040$ $$,040$ Segregated surplus on retroactive reinsurance contract $20,000$ $20,000$ Common stock $$,040$ $$,040$ Gross paid in and contributed surplus $392,154$ $392,154$ Unassigned funds (surplus) $188,562$ $187,570$ Total capital and surplus $605,756$ $604,764$	Investment income due and accrued		13,750		13,370	
Funds deposited with reinsured companies409412Federal income tax recoverable24,13014,144Net deferred tax asset26,57529,053Other assets27,58927,051Total admitted assets\$2,17,211\$2,131,479LiabilitiesLosses and loss adjustment expenses\$700,778\$1,193,461Commissions and other expenses payable3,1534,408Taxes, licenses and fees5,7765,979Borrowed money20,00040,000Unearned premiums312,085283,987Ceded reinsurance premiums payable26,77331,021Funds held for reinsurance treaties505,847-Provision for reinsurance for account of others2,4362,508Payable to parent and affiliates26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities2,8264,090Total liabilities2,8264,090Commo stock5,0405,040Gross paid in and contributed surplus392,154392,154Segregated surplus on retroactive reinsurance contract20,00020,000Commo stock5,0405,0405,040Gross paid in and contributed surplus392,154392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Premiums receivable		114,466		94,695	
Federal income tax recoverable  24,130  14,144    Net deferred tax asset  26,575  29,053    Other assets  27,589  27,051    Total admitted assets  \$ 2,174,211  \$ 2,131,479    Labilities	Reinsurance recoverables on ceded paid losses		5,855		16,605	
Net deferred tax asset    26,575    29,053      Other assets    27,589    27,051      Total admitted assets    \$ 2,174,211    \$ 2,131,479      Liabilities        Losses and loss adjustment expenses    \$ 700,778    \$ 1,193,461      Commissions and other expenses payable    3,153    4,408      Taxes, licenses and fees    5,776    5,979      Borrowed money    20,000    40,000      Unearned premiums    312,085    283,987      Ceded reinsurance premiums payable    26,773    31,021      Funds held for reinsurance treaties    505,847    -      Provision for reinsurance    1,097    871      Amounts retained for account of others    2,436    2,508      Payable to parent and affiliates    26,091    2,658      Retroactive reinsurance recoverable    (38,407)    (42,268)      Other liabilities    \$ 1,568,455    \$ 1,526,715      Capital and surplus    \$ 2,000    20,000      Comom stock    5,040    5,040      Gross paid in and contributed surplus	Funds deposited with reinsured companies		409		412	
Other assets $27,589$ $27,051$ Total admitted assets\$ $2,174,211$ \$ $2,131,479$ LiabilitiesLosses and loss adjustment expenses\$ $700,778$ \$ $1,193,461$ Commissions and other expenses payable $3,153$ $4,408$ Taxes, licenses and fees $5,776$ $5,979$ Borrowed money $20,000$ $40,000$ Unearned premiums $312,085$ $283,987$ Ceded reinsurance premiums payable $26,773$ $31,021$ Funds held for reinsurance treaties $505,847$ -Provision for reinsurance $1,097$ $871$ Amounts retained for account of others $2,436$ $2,508$ Payable to parent and affiliates $26,091$ $2,658$ Retroactive reinsurance recoverable $(38,407)$ $(42,268)$ Other liabilities $2,826$ $4,090$ Total liabilities $2,826$ $4,000$ Gross paid in and contributed surplus $392,154$ $392,154$ Unassigned funds (surplus) $188,562$ $187,570$ Total capital and surplus $605,756$ $604,764$	Federal income tax recoverable		24,130		14,144	
Total admitted assets    \$ 2,174,211 \$ 2,131,479      Liabilities	Net deferred tax asset		26,575		29,053	
LiabilitiesLosses and loss adjustment expenses\$ 700,778 \$ 1,193,461Commissions and other expenses payable3,153 4,408Taxes, licenses and fees5,776 5,979Borrowed money20,000 40,000Unearned premiums312,085 283,987Ceded reinsurance premiums payable26,773 31,021Funds held for reinsurance treaties505,847 -Provision for reinsurance treaties505,847 -Provision for reinsurance1,097 871Amounts retained for account of others2,436 2,508Payable to parent and affiliates26,091 2,658Retroactive reinsurance recoverable(38,407) (42,268)Other liabilities2,826 4,090Total liabilities\$ 1,568,455 \$ 1,526,715Capital and surplus392,154 392,154Segregated surplus on retroactive reinsurance contract20,000 20,000Common stock5,040 5,040Gross paid in and contributed surplus392,154 392,154Unassigned funds (surplus)188,562 187,570Total capital and surplus605,756 604,764	Other assets		27,589		27,051	
Losses and loss adjustment expenses    \$    700,778    \$    1,193,461      Commissions and other expenses payable    3,153    4,408      Taxes, licenses and fees    5,776    5,979      Borrowed money    20,000    40,000      Unearned premiums    312,085    283,987      Ceded reinsurance premiums payable    26,773    31,021      Funds held for reinsurance treaties    505,847    -      Provision for reinsurance    1,097    871      Amounts retained for account of others    2,436    2,508      Payable to parent and affiliates    26,091    2,658      Retroactive reinsurance recoverable    (38,407)    (42,268)      Other liabilities    2,826    4,090      Total liabilities    \$    1,568,455    \$      Segregated surplus on retroactive reinsurance contract    20,000    20,000      Common stock    5,040    5,040    5,040      Gross paid in and contributed surplus    392,154    392,154    392,154      Unassigned funds (surplus)    188,562    187,570    1604,764<	Total admitted assets	\$	2,174,211	\$	2,131,479	
Commissions and other expenses payable    3,153    4,408      Taxes, licenses and fees    5,776    5,979      Borrowed money    20,000    40,000      Unearned premiums    312,085    283,987      Ceded reinsurance premiums payable    26,773    31,021      Funds held for reinsurance treaties    505,847    -      Provision for reinsurance    1,097    871      Amounts retained for account of others    2,436    2,508      Payable to parent and affiliates    26,091    2,6581      Retroactive reinsurance recoverable    (38,407)    (42,268)      Other liabilities    2,826    4,090      Total liabilities    \$    1,526,715      Capital and surplus    \$    1,526,715      Capital and surplus    \$    1,526,715      Capital and surplus    \$    392,154    392,154      Segregated surplus on retroactive reinsurance contract    20,000    20,000      Common stock    \$,040    \$,040    \$,040      Gross paid in and contributed surplus    392,154    392,154 <t< td=""><td>Liabilities</td><td></td><td></td><td></td><td></td></t<>	Liabilities					
Taxes, licenses and fees5,7765,979Borrowed money20,00040,000Unearned premiums312,085283,987Ceded reinsurance premiums payable26,77331,021Funds held for reinsurance treaties505,847-Provision for reinsurance1,097871Amounts retained for account of others2,4362,508Payable to parent and affiliates26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities\$1,568,455\$Segregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,0405,040Gross paid in and contributed surplus392,154392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Losses and loss adjustment expenses	\$	700,778	\$	1,193,461	
Borrowed money    20,000    40,000      Unearned premiums    312,085    283,987      Ceded reinsurance premiums payable    26,773    31,021      Funds held for reinsurance treaties    505,847    -      Provision for reinsurance    1,097    871      Amounts retained for account of others    2,436    2,508      Payable to parent and affiliates    26,091    2,658      Retroactive reinsurance recoverable    (38,407)    (42,268)      Other liabilities    2,826    4,090      Total liabilities    \$    1,568,455    \$      Segregated surplus on retroactive reinsurance contract    20,000    20,000      Common stock    5,040    5,040    5,040      Gross paid in and contributed surplus    392,154    392,154    392,154      Unassigned funds (surplus)    188,562    187,570    104      Total capital and surplus    605,756    604,764	Commissions and other expenses payable		3,153		4,408	
Unearned premiums312,085283,987Ceded reinsurance premiums payable26,77331,021Funds held for reinsurance treaties505,847-Provision for reinsurance1,097871Amounts retained for account of others2,4362,508Payable to parent and affiliates26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities\$1,568,455\$Segregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,0405,040Gross paid in and contributed surplus392,154392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Taxes, licenses and fees		5,776		5,979	
Ceded reinsurance premiums payable26,77331,021Funds held for reinsurance treaties505,847-Provision for reinsurance1,097871Amounts retained for account of others2,4362,508Payable to parent and affiliates26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities\$1,568,455\$Segregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,0405,040Gross paid in and contributed surplus392,154392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Borrowed money		20,000		40,000	
Funds held for reinsurance treaties505,847-Provision for reinsurance1,097871Amounts retained for account of others2,4362,508Payable to parent and affiliates26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities\$1,568,455\$Segregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,0405,040Gross paid in and contributed surplus392,154392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Unearned premiums		312,085		283,987	
Provision for reinsurance1,097871Amounts retained for account of others2,4362,508Payable to parent and affiliates26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities\$ 1,568,455\$ 1,526,715Capital and surplusSegregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,0405,040Gross paid in and contributed surplus392,154392,154392,154Unassigned funds (surplus)188,562187,570188,562Total capital and surplus605,756604,764	Ceded reinsurance premiums payable		26,773		31,021	
Amounts retained for account of others2,4362,508Payable to parent and affiliates26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities\$ 1,568,455\$ 1,526,715Capital and surplusSegregated surplus on retroactive reinsurance contract20,000Common stock5,0405,040Gross paid in and contributed surplus392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Funds held for reinsurance treaties		505,847		-	
Payable to parent and affiliates26,0912,658Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities\$1,568,455\$Capital and surplusSegregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,0405,040Gross paid in and contributed surplus392,154392,154392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Provision for reinsurance		1,097		871	
Retroactive reinsurance recoverable(38,407)(42,268)Other liabilities2,8264,090Total liabilities\$ 1,568,455\$ 1,526,715Capital and surplusSegregated surplus on retroactive reinsurance contract20,000Common stock5,0405,040Gross paid in and contributed surplus392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Amounts retained for account of others		2,436		2,508	
Other liabilities2,8264,090Total liabilities\$1,568,455\$1,526,715Capital and surplusSegregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,0405,040Gross paid in and contributed surplus392,154392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Payable to parent and affiliates		26,091		2,658	
Total liabilities\$1,568,455\$1,526,715Capital and surplusSegregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,0405,040Gross paid in and contributed surplus392,154392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Retroactive reinsurance recoverable		(38,407)		(42,268)	
Capital and surplusSegregated surplus on retroactive reinsurance contract20,000Common stock5,040Gross paid in and contributed surplus392,154Unassigned funds (surplus)188,562Total capital and surplus605,756	Other liabilities		2,826		4,090	
Segregated surplus on retroactive reinsurance contract20,00020,000Common stock5,0405,040Gross paid in and contributed surplus392,154392,154Unassigned funds (surplus)188,562187,570Total capital and surplus605,756604,764	Total liabilities	\$	1,568,455	\$	1,526,715	
Common stock    5,040    5,040      Gross paid in and contributed surplus    392,154    392,154      Unassigned funds (surplus)    188,562    187,570      Total capital and surplus    605,756    604,764	Capital and surplus					
Gross paid in and contributed surplus  392,154  392,154    Unassigned funds (surplus)  188,562  187,570    Total capital and surplus  605,756  604,764	Segregated surplus on retroactive reinsurance contract		20,000		20,000	
Unassigned funds (surplus)    188,562    187,570      Total capital and surplus    605,756    604,764	Common stock		5,040		5,040	
Total capital and surplus605,756604,764	Gross paid in and contributed surplus		392,154		392,154	
Total capital and surplus605,756604,764			188,562			
Total liabilities and capital and surplus\$ 2,174,211\$2,131,479	Total capital and surplus		605,756		604,764	
	Total liabilities and capital and surplus	\$	2,174,211		\$2,131,479	

# STAR INSURANCE COMPANY AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF OPERATIONS - STATUTORY-BASIS FOR THE THREE MONTHS ENDED MARCH 31, 2023 AND 2022 (Dollars in thousands)

	Three Months Ended March 31			
		2023		2022
Net premiums earned	\$	157,404	Ś	147,567
Losses and loss adjustment expenses incurred	Ŧ	123,709	Ŧ	95,943
Other underwriting expenses incurred		59,294		50,591
Net underwriting gain (loss)	\$	(25,599)	\$	1,033
Net investment income earned		10,549		9,624
Net realized capital gains (losses)		(401)	549	
Net other income (expense)		41 2		
Income before dividends to policyholders and federal income taxes	\$	(15,410)	\$	11,420
Dividends to policyholders		72		44
Income before federal income taxes	\$	(15,482)	\$	11,376
Federal income tax incurred		(9,771)		3,696
Net income	\$	(5,711)	\$	7,680

# STAR INSURANCE COMPANY AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CAPITAL AND SURPLUS - STATUTORY-BASIS FOR THE PERIODS ENDED MARCH 31, 2023 AND DECEMBER 31, 2022 (Dollars in thousands)

	1	March 31, 2023	De	December 31, 2022		
Surplus, beginning of year	\$	604,764	\$	678,553		
Net income		(5,711)		(47,696)		
Change in net unrealized capital gains or (losses)		7,570		(16,062)		
Change in net deferred income tax		(6,818)		3,547		
Change in nonadmitted assets		6,177		(4,209)		
Change in provision for reinsurance		(226)		631		
Dividends to stockholders		-		(10,000)		
Change in surplus	\$	992	\$	(73,789)		
Surplus, end of year	\$	605,756	\$	604,764		