PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

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ANNUAL STATEMENT

For the Year Ended December 31, 2016

of the Condition and Affairs of the

Metropolitan Property and Casualty Insurance Company

NAIC Group Code.....241, 241 (Current Period) (Prior Period)
NAIC Company Code..... 26298
Employer's ID Number..... 13-2725441

Organized under the Laws of RI
State of Domicile or Port of Entry RI
Country of Domicile US

Incorporated/Organized..... August 31, 1972
Commenced Business..... December 8, 1972

Statutory Home Office	700 Quaker Lane..... Warwick ..... RI ..... US ..... 02886-6669 *(Street and Number) (City or Town, State, Country and Zip Code)*	
Main Administrative Office	700 Quaker Lane..... Warwick ..... RI ..... US..... 02886-6669 *(Street and Number) (City or Town, State, Country and Zip Code)*	401-827-2400 *(Area Code) (Telephone Number)*
Mail Address	PO Box 350, 700 Quaker Lane..... Warwick ..... RI ..... US ..... 02887-0350 *(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)*	
Primary Location of Books and Records	700 Quaker Lane..... Warwick ..... RI ..... US ..... 02886-6669 *(Street and Number) (City or Town, State, Country and Zip Code)*	800-638-4208 *(Area Code) (Telephone Number)*
Internet Web Site Address	www.metlife.com	
Statutory Statement Contact	Kevin Paul Swift *(Name)*	800-638-4208 *(Area Code) (Telephone Number) (Extension)*
	kswift@metlife.com *(E-Mail Address)*	401-827-2315 *(Fax Number)*

OFFICERS

Name	Title	Name	Title
1. Kishore Ponnavolu	President	2. Maura Catherine Travers	Assistant General Counsel and Secretary
3. Michael John Bednarick #	Vice President and Chief Financial Officer	4. John Dennis McCallion #	Treasurer

OTHER

Michael John Abate #	Vice President	Robert Edward Bean #	Vice President
Charles Phillip Cavas	Vice President and Associate General Counsel	Kevin Chean #	Vice President
Marlene Beverly Debel	Executive Vice President	Darla Ann Finchum	Vice President
Barbara Jean Furr	Vice President	Paul Edward Gavin	Senior Vice President
Lise Ann Hasegawa	Vice President	Richard Paul Lonardo	Vice President
Jason Phillip Manske	Senior Vice President and Chief Hedging Officer	Patrick John Meyer #	Vice President
Barry Gregory Morphis	Vice President	Michael Valentine Neubauer	Vice President
Mick Lloyd Noland	Senior Vice President	Robert Francis Nostramo	Senior Vice President and General Counsel
Brenda Ann Perkins	Vice President	Christopher Timothy Rhodes #	Vice President
Michael Joseph Romano	Vice President	Joseph Urba Rupp Jr.	Vice President
Richard Andrew Stevens #	Vice President and Controller	Calvin Tyrone Strong #	Vice President
Donald Gerard Sullivan	Vice President		

DIRECTORS OR TRUSTEES

Michael John Bednarick #	Marlene Beverly Debel #	Todd Brian Katz	Maria Regina Morris
Kishore Ponnavolu	Kevin Stanley Redgate	Stanley Jeffery Talbi	

State of........ Rhode Island
County of..... Kent

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions* and *Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Kishore Ponnavolu	Maura Catherine Travers	Michael John Bednarick
President	Assistant General Counsel and Secretary	Vice President and Chief Financial Officer

Subscribed and sworn to before me
This 3rd day of February 2017

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

Deborah L. Masterson
Notary
June 24, 2017

DEBORAH L. MASTERSON NOTARY PUBLIC STATE OF RHODE ISLAND

ASSETS

	Current Year 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	Prior Year 4 Net Admitted Assets
1. Bonds (Schedule D)	2,881,506,666	0	2,881,506,666	2,931,285,752
2. Stocks (Schedule D):				
2.1 Preferred stocks	42,322,330	0	42,322,330	89,336,132
2.2 Common stocks	924,376,897	1,170,689	923,206,208	877,561,689
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	0	0	0	0
3.2 Other than first liens	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less $............0 encumbrances)	131,681	0	131,681	169,558
4.2 Properties held for the production of income (less $............0 encumbrances)	8,984,870	0	8,984,870	9,134,931
4.3 Properties held for sale (less $..........0 encumbrances)	0	0	0	0
5. Cash ($.....(135,724,696), Schedule E-Part 1), cash equivalents ($..........0, Schedule E-Part 2) and short-term investments ($..........0, Schedule DA)	(135,724,696)	0	(135,724,696)	(92,778,185)
6. Contract loans (including $..........0 premium notes)	0	0	0	0
7. Derivatives (Schedule DB)	7,240,200	0	7,240,200	3,922,916
8. Other invested assets (Schedule BA)	188,555,767	0	188,555,767	151,604,754
9. Receivables for securities	631,192	0	631,192	400,119
10. Securities lending reinvested collateral assets (Schedule DL)	0	0	0	0
11. Aggregate write-ins for invested assets	2,196	0	2,196	2,196
12. Subtotals, cash and invested assets (Lines 1 to 11)	3,918,027,103	1,170,689	3,916,856,414	3,970,639,862
13. Title plants less $..........0 charged off (for Title insurers only)	0	0	0	0
14. Investment income due and accrued	37,056,285	41,653	37,014,632	38,762,794
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	20,858,015	7,119,293	13,738,722	16,257,357
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $..........0 earned but unbilled premiums)	1,153,431,193	0	1,153,431,193	1,079,226,143
15.3 Accrued retrospective premiums ($..........0) and contracts subject to redetermination ($..........0)	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	5,867,024	788,254	5,078,770	4,838,206
16.2 Funds held by or deposited with reinsured companies	48,699	0	48,699	110,226
16.3 Other amounts receivable under reinsurance contracts	0	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0	0
18.2 Net deferred tax asset	152,100,679	5,636,771	146,463,908	143,359,861
19. Guaranty funds receivable or on deposit	1,119,304	0	1,119,304	1,160,498
20. Electronic data processing equipment and software	41,963,721	41,963,721	0	0
21. Furniture and equipment, including health care delivery assets ($..........0)	1,894,251	1,894,251	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates	0	0	0	0
24. Health care ($..........0) and other amounts receivable	0	0	0	0
25. Aggregate write-ins for other-than-invested assets	380,243,037	23,291,510	356,951,527	344,778,557
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	5,712,609,311	81,906,142	5,630,703,169	5,599,133,504
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0	0
28. TOTAL (Lines 26 and 27)	5,712,609,311	81,906,142	5,630,703,169	5,599,133,504

DETAILS OF WRITE-INS

	1	2	3	4
1101. Recoverable on CJV Foriegn Tax Reclaim	2,196	0	2,196	2,196
1102.	0	0	0	0
1103.	0	0	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)	2,196	0	2,196	2,196
2501. COLI	324,606,379	0	324,606,379	316,368,280
2502. Deferred Expenses	23,191,510	23,191,510	0	0
2503. Equities and Deposits in Pools and Associations	26,390,647	0	26,390,647	22,944,272
2598. Summary of remaining write-ins for Line 25 from overflow page	6,054,501	100,000	5,954,501	5,466,005
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	380,243,037	23,291,510	356,951,527	344,778,557

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Year	2 Prior Year
1.	Losses (Part 2A, Line 35, Column 8)	1,260,657,677	1,206,683,442
2.	Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	38,623	59,970
3.	Loss adjustment expenses (Part 2A, Line 35, Column 9)	288,020,600	281,199,174
4.	Commissions payable, contingent commissions and other similar charges	45,107,115	47,049,514
5.	Other expenses (excluding taxes, licenses and fees)	29,244,154	33,092,613
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	15,425,511	13,938,099
7.1	Current federal and foreign income taxes (including $.....(2,381,072) on realized capital gains (losses))	4,019,901	3,490,015
7.2	Net deferred tax liability	0	0
8.	Borrowed money $..........0 and interest thereon $..........0	0	0
9.	Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of $.....19,657,728 and including warranty reserves of $..........0 and accrued accident and health experience rating refunds including $..........0 for medical loss ratio rebate per the Public Health Service Act)	1,662,121,497	1,631,548,304
10.	Advance premium	24,652,137	27,779,231
11.	Dividends declared and unpaid:		
	11.1 Stockholders	648,830	544,180
	11.2 Policyholders	1,200,000	1,200,000
12.	Ceded reinsurance premiums payable (net of ceding commissions)	6,262,427	6,216,962
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	0	0
14.	Amounts withheld or retained by company for account of others	2,586,785	229,351
15.	Remittances and items not allocated	2,472,826	1,924,117
16.	Provision for reinsurance (including $..........0 certified) (Schedule F, Part 8)	0	0
17.	Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18.	Drafts outstanding	0	0
19.	Payable to parent, subsidiaries and affiliates	5,884,596	1,731,813
20.	Derivatives	29,674	48,006
21.	Payable for securities	0	0
22.	Payable for securities lending	0	0
23.	Liability for amounts held under uninsured plans	0	0
24.	Capital notes $..........0 and interest thereon $..........0	0	0
25.	Aggregate write-ins for liabilities	11,241,540	6,927,499
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25)	3,359,613,893	3,263,662,290
27.	Protected cell liabilities	0	0
28.	Total liabilities (Lines 26 and 27)	3,359,613,893	3,263,662,290
29.	Aggregate write-ins for special surplus funds	0	0
30.	Common capital stock	3,000,000	3,000,000
31.	Preferred capital stock	315,000,000	315,000,000
32.	Aggregate write-ins for other-than-special surplus funds	0	0
33.	Surplus notes	0	0
34.	Gross paid in and contributed surplus	1,101,058,129	1,101,058,128
35.	Unassigned funds (surplus)	852,031,147	916,413,086
36.	Less treasury stock, at cost:		
	36.1 ....0.000 shares common (value included in Line 30 $..........0)	0	0
	36.2 ....0.000 shares preferred (value included in Line 31 $..........0)	0	0
37.	Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	2,271,089,276	2,335,471,214
38.	TOTAL (Page 2, Line 28, Col. 3)	5,630,703,169	5,599,133,504

DETAILS OF WRITE-INS

2501.	Deferred Gain	43,010	43,010
2502.	Guaranty Fund Accrued Liability	1,478,943	1,485,027
2503.	Premium Deficiency Reserve	5,548	3,064
2598.	Summary of remaining write-ins for Line 25 from overflow page	9,714,039	5,396,398
2599.	Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	11,241,540	6,927,499
2901.		0	0
2902.		0	0
2903.		0	0
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.		0	0
3202.		0	0
3203.		0	0
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

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	3,527,710,773	3,465,147,398
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	2,243,415,093	2,091,946,812
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	366,258,730	341,293,512
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	925,392,937	939,404,304
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	3,535,066,760	3,372,644,628
7. Net income of protected cells	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(7,355,987)	92,502,770
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	153,422,162	163,514,197
10. Net realized capital gains (losses) less capital gains tax of $.....(3,252,973) (Exhibit of Capital Gains (Losses))	717,713	(4,177,698)
11. Net investment gain (loss) (Lines 9 + 10)	154,139,875	159,336,499
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered $..........0 amount charged off $.....10,317,343)	(10,317,343)	(9,862,663)
13. Finance and service charges not included in premiums	3,898,162	4,310,963
14. Aggregate write-ins for miscellaneous income	(8,091,289)	(2,216,647)
15. Total other income (Lines 12 through 14)	(14,510,470)	(7,768,347)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	132,273,418	244,070,922
17. Dividends to policyholders	0	380,159
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)	132,273,418	243,690,763
19. Federal and foreign income taxes incurred	1,011,785	52,045,042
20. Net income (Line 18 minus Line 19) (to Line 22)	131,261,633	191,645,721
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	2,335,471,214	2,387,955,587
22. Net income (from Line 20)	131,261,633	191,645,721
23. Net transfers (to) from Protected Cell accounts	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of $.....230,242	44,827,810	3,000,851
25. Change in net unrealized foreign exchange capital gain (loss)	1,335,486	(544,335)
26. Change in net deferred income tax	(5,226,608)	12,221,492
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3)	(3,641,120)	(19,744,281)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	0	42,156
29. Change in surplus notes	0	0
30. Surplus (contributed to) withdrawn from Protected Cells	0	0
31. Cumulative effect of changes in accounting principles	0	0
32. Capital changes:		
32.1 Paid in	0	0
32.2 Transferred from surplus (Stock Dividend)	0	0
32.3 Transferred to surplus	0	0
33. Surplus adjustments:		
33.1 Paid in	0	0
33.2 Transferred to capital (Stock Dividend)	0	0
33.3. Transferred from capital	0	0
34. Net remittances from or (to) Home Office	0	0
35. Dividends to stockholders	(232,939,139)	(239,105,977)
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)	(64,381,938)	(52,484,373)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	2,271,089,276	2,335,471,214

DETAILS OF WRITE-INS

0501.	0	0
0502.	0	0
0503.	0	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. Cash Surrender Value of COLI	8,238,099	8,816,318
1402. Group Property and Casualty - Misc. Other Commission	375	0
1403. Quota Share - Dividends, Write-Offs, Payment Fees	(16,300,663)	(11,078,490)
1498. Summary of remaining write-ins for Line 14 from overflow page	(29,100)	45,525
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	(8,091,289)	(2,216,647)
3701.	0	0
3702.	0	0
3703.	0	0
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

CASH FLOW

		1 Current Year	2 Prior Year
	CASH FROM OPERATIONS		
1.	Premiums collected net of reinsurance	3,481,922,630	3,438,405,195
2.	Net investment income	160,761,124	173,042,894
3.	Miscellaneous income	(14,510,470)	(7,768,347)
4.	Total (Lines 1 through 3)	3,628,173,284	3,603,679,742
5.	Benefit and loss related payments	2,190,023,174	2,105,390,563
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7.	Commissions, expenses paid and aggregate write-ins for deductions	1,289,092,493	1,287,301,023
8.	Dividends paid to policyholders	0	380,159
9.	Federal and foreign income taxes paid (recovered) net of $.....338,172 tax on capital gains (losses)	(2,771,074)	49,185,236
10.	Total (Lines 5 through 9)	3,476,344,593	3,442,256,981
11.	Net cash from operations (Line 4 minus Line 10)	151,828,691	161,422,761
	CASH FROM INVESTMENTS		
12.	Proceeds from investments sold, matured or repaid:		
	12.1 Bonds	719,238,151	527,437,061
	12.2 Stocks	48,250,303	68,962,650
	12.3 Mortgage loans	0	0
	12.4 Real estate	3,350	0
	12.5 Other invested assets	14,177,143	52,864,595
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(123,463)	140,521
	12.7 Miscellaneous proceeds	0	0
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	781,545,484	649,404,827
13.	Cost of investments acquired (long-term only):		
	13.1 Bonds	666,819,211	432,985,216
	13.2 Stocks	2,814,177	7,216
	13.3 Mortgage loans	0	0
	13.4 Real estate	40,908	33,662
	13.5 Other invested assets	60,806,879	94,082,995
	13.6 Miscellaneous applications	1,841,889	15,556,040
	13.7 Total investments acquired (Lines 13.1 to 13.6)	732,323,064	542,665,129
14.	Net increase (decrease) in contract loans and premium notes	0	0
15.	Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14)	49,222,420	106,739,698
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16.	Cash provided (applied):		
	16.1 Surplus notes, capital notes	0	0
	16.2 Capital and paid in surplus, less treasury stock	0	0
	16.3 Borrowed funds	0	0
	16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
	16.5 Dividends to stockholders	232,834,489	239,064,117
	16.6 Other cash provided (applied)	(11,163,133)	(35,091,847)
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(243,997,622)	(274,155,964)
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(42,946,511)	(5,993,506)
19.	Cash, cash equivalents and short-term investments:		
	19.1 Beginning of year	(92,778,185)	(86,784,679)
	19.2 End of year (Line 18 plus Line 19.1)	(135,724,695)	(92,778,185)

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

20.0001		0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

	Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Col. 5, Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	4,977,961	2,418,302	2,542,649	4,853,614
2.	Allied lines	(69,303)	(41,095)	(33,561)	(76,838)
3.	Farmowners multiple peril	0	0	0	0
4.	Homeowners multiple peril	1,108,497,922	608,069,932	594,005,197	1,122,562,657
5.	Commercial multiple peril	8,195,563	1,460,199	4,623,745	5,032,017
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	31,371,727	16,502,862	16,202,690	31,671,899
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	12,263,625	6,749,128	6,417,654	12,595,099
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	20,014,866	1,454,556	1,669,111	19,800,311
16.	Workers' compensation	0	0	0	0
17.1	Other liability - occurrence	45,968,252	24,127,304	23,821,068	46,274,489
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	1,326,829,828	557,407,242	576,461,796	1,307,775,274
19.3, 19.4	Commercial auto liability	1,235,162	3,664	939,823	299,003
21.	Auto physical damage	998,998,362	413,396,196	435,471,312	976,923,247
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	14	14	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	3,558,283,966	1,631,548,304	1,662,121,497	3,527,710,773

DETAILS OF WRITE-INS

3401.		0	0	0	0
3402.		0	0	0	0
3403.		0	0	0	0
3498.	Summary 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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

	Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire	2,542,649	0	0	0	2,542,649
2.	Allied lines	(33,561)	0	0	0	(33,561)
3.	Farmowners multiple peril	0	0	0	0	0
4.	Homeowners multiple peril	594,005,197	0	0	0	594,005,197
5.	Commercial multiple peril	4,623,745	0	0	0	4,623,745
6.	Mortgage guaranty	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0
9.	Inland marine	16,202,690	0	0	0	16,202,690
10.	Financial guaranty	0	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0	0
12.	Earthquake	6,417,654	0	0	0	6,417,654
13.	Group accident and health	0	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0	0
15.	Other accident and health	1,669,111	0	0	0	1,669,111
16.	Workers' compensation	0	0	0	0	0
17.1	Other liability - occurrence	23,779,350	0	0	41,718	23,821,068
17.2	Other liability - claims-made	0	0	0	0	0
17.3	Excess workers' compensation	0	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0	0
19.1, 19.2	Private passenger auto liability	576,461,796	0	0	0	576,461,796
19.3, 19.4	Commercial auto liability	939,823	0	0	0	939,823
21.	Auto physical damage	435,471,312	0	0	0	435,471,312
22.	Aircraft (all perils)	0	0	0	0	0
23.	Fidelity	0	0	0	0	0
24.	Surety	0	0	0	0	0
26.	Burglary and theft	0	0	0	0	0
27.	Boiler and machinery	0	0	0	0	0
28.	Credit	0	0	0	0	0
29.	International	0	0	0	0	0
30.	Warranty	0	0	0	0	0
31.	Reinsurance - nonproportional assumed property	0	0	0	0	0
32.	Reinsurance - nonproportional assumed liability	0	0	0	14	14
33.	Reinsurance - nonproportional assumed financial lines	0	0	0	0	0
34.	Aggregate write-ins for other lines of business	0	0	0	0	0
35.	TOTALS	1,662,079,765	0	0	41,732	1,662,121,497
36.	Accrued retrospective premiums based on experience					0
37.	Earned but unbilled premiums					0
38.	Balance (sum of Lines 35 through 37)					1,662,121,497

DETAILS OF WRITE-INS

		1	2	3	4	5
3401.		0	0	0	0	0
3402.		0	0	0	0	0
3403.		0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

	Line of Business	1 Direct Business (a)	Reinsurance Assumed 2 From Affiliates	 3 From Non-Affiliates	Reinsurance Ceded 4 To Affiliates	 5 To Non-Affiliates	6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
1.	Fire	6,013,460	155,849	0	0	1,191,348	4,977,961
2.	Allied lines	11,801,408	339,673	0	0	12,210,384	(69,303)
3.	Farmowners multiple peril	0	0	0	0	0	0
4.	Homeowners multiple peril	663,134,277	472,669,131	0	0	27,305,486	1,108,497,922
5.	Commercial multiple peril	5,411,686	2,835,580	0	0	51,703	8,195,563
6.	Mortgage guaranty	0	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0	0
9.	Inland marine	19,096,519	12,700,817	0	0	425,609	31,371,727
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	6,444,692	6,050,901	0	0	231,968	12,263,625
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	20,014,866	0	0	0	0	20,014,866
16.	Workers' compensation	0	0	0	0	0	0
17.1	Other liability - occurrence	40,039,682	6,986,843	(3,733)	0	1,054,540	45,968,252
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	365,371,704	969,086,842	16,244,031	0	23,872,749	1,326,829,828
19.3, 19.4	Commercial auto liability	625,331	609,831	0	0	0	1,235,162
21.	Auto physical damage	293,688,547	711,523,036	583	0	6,213,804	998,998,362
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
32.	Reinsurance - nonproportional assumed liability	XXX	0	0	0	0	0
33.	Reinsurance - nonproportional assumed financial lines	XXX	0	0	0	0	0
34.	Aggregate write-ins for other lines of business	0	0	0	0	0	0
35.	TOTALS	1,431,642,172	2,182,958,503	16,240,881	0	72,557,590	3,558,283,966

DETAILS OF WRITE-INS

3401.		0	0	0	0	0	0
3402.		0	0	0	0	0	0
3403.		0	0	0	0	0	0
3498.	Summary 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 [X]
If yes: 1. The amount of such installment premiums $..........0.
2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis $..........0.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

		Losses Paid Less Salvage				5	6	7	8
	Line of Business	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)	Net Losses Unpaid Current Year (Part 2A, Col. 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Cols. 4 + 5 - 6)	Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
1.	Fire	2,719,933	549,062	0	3,268,995	1,644,646	2,460,851	2,452,790	50.5
2.	Allied lines	7,644,771	44,903	7,922,995	(233,321)	156,113	297,309	(374,517)	487.4
3.	Farmowners multiple peril	0	0	0	0	0	0	0	0.0
4.	Homeowners multiple peril	363,381,024	334,617,168	4,871,385	693,126,807	193,200,265	194,848,211	691,478,861	61.6
5.	Commercial multiple peril	549,553	583,233	0	1,132,785	2,275,779	165,038	3,243,526	64.5
6.	Mortgage guaranty	0	0	0	0	0	0	0	0.0
8.	Ocean marine	0	0	0	0	0	0	0	0.0
9.	Inland marine	6,272,756	4,098,835	14,369	10,357,222	3,280,359	3,825,749	9,811,832	31.0
10.	Financial guaranty	0	0	0	0	0	0	0	0.0
11.1	Medical professional liability - occurrence	0	0	0	0	0	0	0	0.0
11.2	Medical professional liability - claims-made	0	0	0	0	0	0	0	0.0
12.	Earthquake	0	0	0	0	734,523	1,050,607	(316,084)	(2.5)
13.	Group accident and health	0	0	0	0	0	0	0	0.0
14.	Credit accident and health (group and individual)	0	0	0	0	0	0	0	0.0
15.	Other accident and health	6,892,724	0	0	6,892,724	2,405,536	2,251,034	7,047,226	35.6
16.	Workers' compensation	0	0	0	0	0	0	0	0.0
17.1	Other liability - occurrence	25,278,805	6,340,201	(0)	31,619,006	61,880,467	69,262,083	24,237,390	52.4
17.2	Other liability - claims-made	0	0	0	0	0	0	0	0.0
17.3	Excess workers' compensation	0	0	0	0	0	0	0	0.0
18.1	Products liability - occurrence	0	0	0	0	0	0	0	0.0
18.2	Products liability - claims-made	0	0	0	0	0	0	0	0.0
19.1, 19.2	Private passenger auto liability	247,700,556	649,023,506	21,584,882	875,139,180	993,413,728	933,706,368	934,846,541	71.5
19.3, 19.4	Commercial auto liability	12,143	3,325	0	15,468	146,626	144	161,951	54.2
21.	Auto physical damage	162,761,237	408,243,546	3,020,879	567,983,904	245,272	(2,352,785)	570,581,961	58.4
22.	Aircraft (all perils)	0	0	0	0	0	0	0	0.0
23.	Fidelity	0	0	0	0	0	0	0	0.0
24.	Surety	0	0	0	0	0	0	0	0.0
26.	Burglary and theft	0	0	0	0	0	0	0	0.0
27.	Boiler and machinery	0	0	0	0	0	0	0	0.0
28.	Credit	0	0	0	0	0	0	0	0.0
29.	International	0	0	0	0	0	0	0	0.0
30.	Warranty	0	0	0	0	0	0	0	0.0
31.	Reinsurance - nonproportional assumed property	XXX	0	0	0	0	0	0	0.0
32.	Reinsurance - nonproportional assumed liability	XXX	138,087	0	138,087	1,274,362	1,168,833	243,616	0.0
33.	Reinsurance - nonproportional assumed financial lines	XXX	0	0	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	823,213,502	1,403,641,865	37,414,509	2,189,440,858	1,260,657,677	1,206,683,442	2,243,415,092	63.6

DETAILS OF WRITE-INS

3401.		0	0	0	0	0	0	0	0.0
3402.		0	0	0	0	0	0	0	0.0
3403.		0	0	0	0	0	0	0	0.0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	XXX
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0	0	0	0.0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

		Reported Losses				Incurred But Not Reported			8	9
		1	2	3	4	5	6	7		
	Line of Business	Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable	Net Losses Excluding 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	1,482,154	31,472	0	1,513,626	121,624	9,415	19	1,644,646	233,539
2.	Allied lines	3,822,678	86,916	3,747,309	162,285	228	0	6,401	156,113	32,449
3.	Farmowners multiple peril	0	0	0	0	0	0	0	0	0
4.	Homeowners multiple peril	78,755,610	57,410,615	3,960,736	132,205,489	35,869,491	25,346,918	221,633	193,200,265	46,037,921
5.	Commercial multiple peril	251,578	231,295	0	482,873	1,411,150	381,756	0	2,275,779	596,005
6.	Mortgage guaranty	0	0	0	0	0	0	0	0	0
8.	Ocean marine	0	0	0	0	0	0	0	0	0
9.	Inland marine	1,091,622	377,237	16,357	1,452,502	1,078,367	750,777	1,287	3,280,359	584,009
10.	Financial guaranty	0	0	0	0	0	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0	0	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0	0	0	0	0	0
12.	Earthquake	0	0	0	0	389,763	344,760	0	734,523	53,400
13.	Group accident and health	0	0	0	0	0	0	0	(a) 0	0
14.	Credit accident and health (group and individual)	0	0	0	0	0	0	0	0	0
15.	Other accident and health	2,405,536	0	0	2,405,536	0	0	0	(a) 2,405,536	0
16.	Workers' compensation	0	0	0	0	0	0	0	0	625
17.1	Other liability - occurrence	23,794,167	8,655,373	369,600	32,079,940	25,444,222	4,463,678	107,373	61,880,467	4,730,356
17.2	Other liability - claims-made	0	0	0	0	0	0	0	0	0
17.3	Excess workers' compensation	0	0	0	0	0	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0	0	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0	0	0	0	0	0
19.1, 19.2	Private passenger auto liability	271,176,222	700,472,652	77,742,724	893,906,150	15,616,728	84,286,716	395,866	993,413,728	221,940,028
19.3, 19.4	Commercial auto liability	5,000	0	0	5,000	67,162	74,464	0	146,626	28,050
21.	Auto physical damage	16,557,686	39,083,471	794,797	54,846,360	(18,886,238)	(35,912,884)	(198,033)	245,272	13,783,030
22.	Aircraft (all perils)	0	0	0	0	0	0	0	0	0
23.	Fidelity	0	0	0	0	0	0	0	0	0
24.	Surety	0	0	0	0	0	0	0	0	0
26.	Burglary and theft	0	0	0	0	0	0	0	0	0
27.	Boiler and machinery	0	0	0	0	0	0	0	0	0
28.	Credit	0	0	0	0	0	0	0	0	0
29.	International	0	0	0	0	0	0	0	0	0
30.	Warranty	0	0	0	0	0	0	0	0	0
31.	Reinsurance - nonproportional assumed property	XXX	0	0	0	XXX	0	0	0	0
32.	Reinsurance - nonproportional assumed liability	XXX	1,074,362	0	1,074,362	XXX	200,000	0	1,274,362	1,188
33.	Reinsurance - nonproportional assumed financial lines	XXX	0	0	0	XXX	0	0	0	0
34.	Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0	0
35.	TOTALS	399,342,254	807,423,393	86,631,523	1,120,134,123	61,112,498	79,945,600	534,545	1,260,657,677	288,020,600

DETAILS OF WRITE-INS

3401.		0	0	0	0	0	0	0	0	0
3402.		0	0	0	0	0	0	0	0	0
3403.		0	0	0	0	0	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0	0	0	0	0

(a) Including $..........0 for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	19,046,563	0	0	19,046,563
1.2 Reinsurance assumed	29,481,237	0	0	29,481,237
1.3 Reinsurance ceded	(140,773)	0	0	(140,773)
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	48,668,573	0	0	48,668,573
2. Commission and brokerage:				
2.1 Direct, excluding contingent	0	123,744,237	0	123,744,237
2.2 Reinsurance assumed, excluding contingent	0	161,289,009	0	161,289,009
2.3 Reinsurance ceded, excluding contingent	0	12,611,085	0	12,611,085
2.4 Contingent - direct	0	4,131,240	0	4,131,240
2.5 Contingent - reinsurance assumed	0	4,259,983	0	4,259,983
2.6 Contingent - reinsurance ceded	0	0	0	0
2.7 Policy and membership fees	0	0	0	0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)	0	280,813,384	0	280,813,384
3. Allowances to manager and agents	0	0	0	0
4. Advertising	100,471	70,594,329	0	70,694,800
5. Boards, bureaus and associations	1,611,956	10,036,714	0	11,648,670
6. Surveys and underwriting reports	8,378	22,425,625	0	22,434,003
7. Audit of assureds' records	0	0	0	0
8. Salary and related items:				
8.1 Salaries	158,925,857	203,453,237	2,286,458	364,665,552
8.2 Payroll taxes	12,400,794	13,337,559	152,954	25,891,307
9. Employee relations and welfare	45,754,552	44,429,474	578,290	90,762,316
10. Insurance	2,293	55,445	0	57,738
11. Directors' fees	78,032	0	0	78,032
12. Travel and travel items	4,389,724	8,253,479	122,953	12,766,156
13. Rent and rent items	10,336,811	27,200,844	436,576	37,974,231
14. Equipment	778,769	6,304,764	102,289	7,185,822
15. Cost or depreciation of EDP equipment and software	7,077,657	40,278,463	257,167	47,613,287
16. Printing and stationery	1,374,113	2,907,879	56,566	4,338,558
17. Postage, telephone and telegraph, exchange and express	6,620,360	22,624,756	146,784	29,391,900
18. Legal and auditing	9,838,702	1,887,427	134,243	11,860,372
19. Totals (Lines 3 to 18)	259,298,469	473,789,995	4,274,280	737,362,744
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of $.....23,054	0	81,106,009	0	81,106,009
20.2 Insurance department licenses and fees	0	5,062,998	0	5,062,998
20.3 Gross guaranty association assessments	0	4,036,419	0	4,036,419
20.4 All other (excluding federal and foreign income and real estate)	0	1,493,194	0	1,493,194
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	91,698,620	0	91,698,620
21. Real estate expenses	0	9,891	0	9,891
22. Real estate taxes	0	233,485	0	233,485
23. Reimbursements by uninsured plans	0	0	0	0
24. Aggregate write-ins for miscellaneous expenses	58,291,691	78,847,563	1,854,994	138,994,248
25. Total expenses incurred	366,258,733	925,392,938	6,129,274	(a)1,297,780,945
26. Less unpaid expenses - current year	288,020,600	89,776,780	0	377,797,380
27. Add unpaid expenses - prior year	281,199,174	94,083,651	0	375,282,825
28. Amounts receivable relating to uninsured plans, prior year	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year	0	0	0	0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	359,437,307	929,699,809	6,129,274	1,295,266,390

DETAILS OF WRITE-INS

2401. Miscellaneous Expense	2,650,426	12,176,640	146,264	14,973,330
2402. Income From Services	(1,329,890)	(11,422,599)	0	(12,752,489)
2403. Outside Services	56,971,155	77,540,820	1,708,730	136,220,705
2498. Summary of remaining write-ins for Line 24 from overflow page	0	552,702	0	552,702
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	58,291,691	78,847,563	1,854,994	138,994,248

(a) Includes management fees of $.....409,593,231 to affiliates and $.....34,415,770 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. government bonds	(a) 524,599	563,722
1.1	Bonds exempt from U.S. tax	(a) 109,706,584	107,755,410
1.2	Other bonds (unaffiliated)	(a) 27,162,279	27,391,909
1.3	Bonds of affiliates	(a) 0	0
2.1	Preferred stocks (unaffiliated)	(b) 4,132,063	4,055,887
2.11	Preferred stocks of affiliates	(b) 0	0
2.2	Common stocks (unaffiliated)	0	0
2.21	Common stocks of affiliates	10,000,000	10,000,000
3.	Mortgage loans	(c) 0	0
4.	Real estate	(d) 1,446,364	1,446,144
5.	Contract loans	0	0
6.	Cash, cash equivalents and short-term investments	(e) 123,261	123,261
7.	Derivative instruments	(f) 365,550	376,206
8.	Other invested assets	4,881,954	4,881,954
9.	Aggregate write-ins for investment income	3,182,441	3,182,441
10.	Total gross investment income	161,525,095	159,776,933
11.	Investment expenses		(g) 6,129,274
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) 0
13.	Interest expense		(h) 0
14.	Depreciation on real estate and other invested assets		(i) 225,497
15.	Aggregate write-ins for deductions from investment income		0
16.	Total deductions (Lines 11 through 15)		6,354,771
17.	Net investment income (Line 10 minus Line 16)		153,422,162

DETAILS OF WRITE-INS

0901.	Make Whole Provision	122,611	122,611
0902.	Miscellaneous Interest	1,608	1,608
0903.	Interest Received - Involuntary Reinsurance	3,070,580	3,070,580
0998.	Summary of remaining write-ins for Line 9 from overflow page	(12,357)	(12,357)
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	3,182,441	3,182,441
1501.			0
1502.			0
1503.			0
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 $.....7,912,637 accrual of discount less $.....13,319,593 amortization of premium and less $.....1,168,468 paid for accrued interest on purchases.
(b) Includes $..........0 accrual of discount less $..........0 amortization of premium and less $..........0 paid for accrued dividends on purchases.
(c) Includes $..........0 accrual of discount less $..........0 amortization of premium and less $..........0 paid for accrued interest on purchases.
(d) Includes $..........0 for company's occupancy of its own buildings; and excludes $..........0 interest on encumbrances.
(e) Includes $.....123,261 accrual of discount less $..........0 amortization of premium and less $..........0 paid for accrued interest on purchases.
(f) Includes $..........0 accrual of discount less $..........0 amortization of premium.
(g) Includes $..........0 investment expenses and $..........0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes $..........0 interest on surplus notes and $..........0 interest on capital notes.
(i) Includes $.....225,497 depreciation on real estate and $..........0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. government bonds	2,820,731	0	2,820,731	0	0
1.1	Bonds exempt from U.S. tax	(649,565)	0	(649,565)	8,922,339	0
1.2	Other bonds (unaffiliated)	(2,836,733)	150,795	(2,685,938)	1,706,652	(2,067,411)
1.3	Bonds of affiliates	0	0	0	0	0
2.1	Preferred stocks (unaffiliated)	(51,592)	0	(51,592)	(1,524,909)	0
2.11	Preferred stocks of affiliates	0	0	0	0	0
2.2	Common stocks (unaffiliated)	(1,173)	0	(1,173)	0	0
2.21	Common stocks of affiliates	0	0	0	45,536,679	0
3.	Mortgage loans	0	0	0	0	0
4.	Real estate	0	0	0	0	0
5.	Contract loans	0	0	0	0	0
6.	Cash, cash equivalents and short-term investments	(123,463)	0	(123,463)	0	0
7.	Derivative instruments	(248,738)	(1,308,135)	(1,556,873)	(94,066)	3,375,739
8.	Other invested assets	0	(227,291)	(227,291)	(9,478,590)	27,157
9.	Aggregate write-ins for capital gains (losses)	0	(60,097)	(60,097)	0	0
10.	Total capital gains (losses)	(1,090,533)	(1,444,728)	(2,535,261)	45,068,105	1,335,485

DETAILS OF WRITE-INS

0901.	Spot Gain/(Losses) - Derivatives	0	(60,097)	(60,097)	0	0
0902.		0	0	0	0	0
0903.		0	0	0	0	0
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	(60,097)	(60,097)	0	0

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks	0	0	0
2.2 Common stocks	1,170,689	1,288,581	117,892
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 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)	1,170,689	1,288,581	117,892
13. Title plants (for Title insurers only)	0	0	0
14. Investment income due and accrued	41,653	0	(41,653)
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	7,119,293	5,526,001	(1,593,292)
15.2 Deferred premiums, agents' balances and installments booked but deferred 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	788,254	406,322	(381,932)
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	0	0
18.2 Net deferred tax asset	5,636,771	14,197,668	8,560,897
19. Guaranty funds receivable or on deposit	0	0	0
20. Electronic data processing equipment and software	41,963,721	30,052,492	(11,911,229)
21. Furniture and equipment, including health care delivery assets	1,894,251	2,202,914	308,663
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	23,291,510	24,591,045	1,299,535
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)	81,906,142	78,265,023	(3,641,119)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
28. TOTALS (Lines 26 and 27)	81,906,142	78,265,023	(3,641,119)

DETAILS OF WRITE-INS

1101.	0	0	0
1102.	0	0	0
1103.	0	0	0
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. Deferred Expenses	23,191,510	24,492,142	1,300,632
2502. Accounts Receivable - Remittances and Disbursememts	0	(1,097)	(1,097)
2503. Advances	100,000	100,000	0
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)	23,291,510	24,591,045	1,299,535

1. *Summary of Significant Accounting Policies*

A. Accounting Practices

Metropolitan Property and Casualty Insurance Company (the "Company") presents the accompanying financial statements on the basis of accounting practices prescribed or permitted ("RI SAP") by the State of Rhode Island ("RI") Department of Business Regulation, Insurance Division (the "Department" or "RIDBR").

The Department recognizes only the statutory accounting practices prescribed or permitted by Rhode Island in determining and reporting the financial condition and results of operations of an insurance company, in determining its solvency under the Rhode Island Insurance Law. In 2001, the National Association of Insurance Commissioners ("NAIC") *Accounting Practices and Procedures Manual* ("NAIC SAP") was adopted as the basis of RI SAP.

Rhode Island has not adopted any prescribed accounting practices that differ from those found in NAIC SAP. A reconciliation of the Company's net income and capital and surplus between RI SAP and NAIC SAP is as follows (in whole dollars):

	For the Year Ended December 31, 2016	For the Year Ended December 31, 2015
Net income, RI SAP	$ 131,261,633	$ 191,645,721
State prescribed practices: NONE	—	—
State permitted practices: NONE	—	—
Net income, NAIC SAP	$ 131,261,633	$ 191,645,721

	December 31, 2016	December 31, 2015
Statutory capital and surplus, RI SAP	$ 2,271,089,276	$ 2,335,471,214
State prescribed practices: NONE	—	—
State permitted practices: NONE	—	—
Statutory capital and surplus, NAIC SAP	$ 2,271,089,276	$ 2,335,471,214

The Company's risk-based capital ("RBC") would not have triggered a regulatory event without the use of the state prescribed practices.

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

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

All references to realized and unrealized net capital gains (losses), including other than temporary impairments ("OTTI") and impairments, are pre-tax unless otherwise noted.

C. Accounting Policy

Premiums are generally recognized as revenue on a pro rata basis over the policy term. The portion of the premiums written applicable to the unexpired terms of the policies is recorded as unearned premiums.

In addition, the Company uses the following accounting policies:

(1) Short-term investments are stated in the same manner as comparable longer-term investments described below.

(2) Bonds not backed by other loans are generally stated at amortized cost unless they have a NAIC rating designation of 3, 4, 5 or 6, which are stated at the lower of amortized cost or fair value. Bonds not backed by other loans are amortized using the scientific method.

(3) Common stocks of nonaffiliates are stated at fair value.

(4) Redeemable preferred stocks are generally stated at cost or amortized cost unless they have a NAIC rating designation of 3, 4, 5 or 6, in which case such stocks are stated at the lower of cost, amortized cost or fair value. Perpetual preferred stocks are generally stated at fair value unless they have a NAIC rating designation of 3, 4, 5 or 6, in which case such stocks are stated at the lower of cost or fair value.

(5) Mortgage loans on real estate are principally stated at amortized cost, net of valuation allowances.

(6) Mortgage-backed bonds, included in bonds, are generally stated at amortized cost using the scientific method unless they have a NAIC rating designation of 3, 4, 5, or 6, which are stated at the lower of amortized cost or fair value. Amortization of the discount or premium from the purchase of these securities considers the estimated timing and amount of prepayments of the underlying mortgage loans. Actual prepayment experience is periodically reviewed and effective yields are recalculated when differences arise between the prepayments originally anticipated and the actual prepayments received and currently anticipated. For credit-sensitive mortgage-backed and asset-backed bonds and certain prepayment-sensitive bonds (e.g., interest-only securities), the effective yield is recalculated on a

prospective basis. For all other mortgage-backed and asset-backed bonds, the effective yield is recalculated on a retrospective basis.

For certain residential mortgage-backed securities ("RMBS") and commercial mortgage-backed securities ("CMBS"), both an initial and final NAIC designation is determined on a security-by-security basis based on a range of values published by the NAIC. The initial designation is used to determine the carrying value of the RMBS or CMBS. RMBS and CMBS with initial designations of 1 or 2 are stated at amortized cost, while RMBS and CMBS with initial designations of 3, 4, 5 or 6 are stated at the lower of amortized cost or fair value. The final designation calculation compares this carrying value with a range of values, resulting in a final NAIC designation reported herein, which is used for all other accounting and reporting purposes.

For loan-backed securities, including asset-backed securities ("ABS"), which are not modeled, the NAIC relies on the second lowest NAIC Credit Rating Provider ("CRP") rating to determine the initial NAIC designation. The second lowest CRP rating is used to determine the carrying value of the security, which is based on the NAIC's estimate of expected losses, using an NAIC published formula. The carrying value of the security determines its final NAIC designation, which is used for reporting in the Annual Statement and in RBC calculations. This revised methodology does not apply to NAIC 1 and NAIC 6 securities which are rated at the second lowest CRP designation.

(7) The Company accounts for investments in subsidiary, controlled and affiliated ("SCA") companies using the statutory equity of the investee if the entity is an insurance company. All noninsurance entities are valued at the U.S. Generally Accepted Accounting Principles ("GAAP") equity of the investee.

(8) Investments in joint ventures, partnerships and limited liability companies ("LLC") are carried at the underlying audited GAAP equity (or audited International Financial Reporting Standards equity for certain partnership interests) of the respective entity's financial statements. Undistributed earnings of these entities are recognized in unrealized gains and losses. Such investments are nonadmitted if they do not have financial statement audits.

(9) See Note 8 for the derivative accounting policy.

(10) The Company considers anticipated investment income as a factor in the premium deficiency calculation.

(11) The liability for unpaid reported losses is based on a case by case estimate (case reserves) for most lines of business, for the other lines of business, unpaid losses are based on average "statistical" reserves. There is an additional overall estimate (supplemental reserves for several specific lines of business) based on the Company's past experience, this is also known as an additional reserve on known claims. A provision also is made for losses incurred but not reported on the basis of estimates and past experience modified for current trends and estimates of expenses for investigating and settling claims, reduced for anticipated salvage and subrogation. The liability for unpaid losses on business assumed is based in part on reports received from ceding companies.

Management believes that the liability for unpaid losses and loss adjustment expenses is adequate to cover ultimate unpaid losses and loss adjustment expenses incurred. However, such liability is necessarily based on estimates, and the ultimate liability may vary significantly from such estimates. In accordance with industry practice, the Company regularly reviews its estimated liability, and any adjustments are reflected in the period in which they become known. In accordance with guidelines established by the NAIC, the liability for unpaid losses at December 31, 2016 is reported net of estimated salvage and subrogation recoverable.

(12) The Company did not modify its capitalization policy from the prior period.

(13) The Company does not have pharmaceutical rebate receivables.

(14) EDP equipment and operating system software are stated at cost, less accumulated depreciation. Depreciation expense is recorded in insurance expenses and taxes (other than federal income and capital gains taxes). Furniture and fixtures, leasehold improvements and non-operating system computer software are classified as non-admitted assets. Changes in non-admitted assets are recorded as a charge or credit to surplus.

Depreciation is determined using the straight-line method. EDP equipment and operating system software are depreciated over the lesser of its useful life or three years. Non-operating system software is depreciated over the lesser of its useful life or five years. Estimated lives of furniture and fixtures range from five to seven years. Leasehold improvements are depreciated over the remaining lease term or ten years, whichever is shorter.

The cost basis of EDP equipment and operating system software was $523,449 and $429,517 at December 31, 2016 and 2015, respectively. Accumulated depreciation of EDP equipment and operating system computer software was $321,061 and $249,639 at December 31, 2016 and 2015, respectively. Related depreciation expense was $69,855 and $63,645 for the years ended December 31, 2016 and 2015, respectively.

Depreciation expense on furniture and fixtures, leasehold improvements and non-operating system computer software was $11,166,943 and $7,614,546 at December 31, 2016 and 2015, respectively.

(15) Each quarter, the Company determines a market value for our wholly owned investment real estate. In the fourth quarter, the valuation process and assumptions are evaluated by a third party. For recently acquired properties that are not included in the third party's report and do not have a recent appraisal, the purchase price is used as a proxy for the market value and the acquisition date is used for the appraisal date on Schedule A.

D. Going Concern

Management does not have any substantial doubt about the Company's ability to continue as a going concern.

2. *Accounting Changes and Corrections of Errors*

Accounting Pronouncements

In December 2016, the NAIC adopted changes to SSAP 86, *Derivatives* ("SSAP 86"), to clarify that a change in the counterparty to a derivative instrument does not, by itself, result in a termination of the derivative instrument. The adoption of these changes did not have an impact on the Company's financial statements.

In November 2016, the NAIC adopted changes to SSAP 3, *Accounting Changes and Corrections of Errors*, to clarify guidance on the recognition of accounting errors and when to file an amended financial statement. The adoption of these changes did not have an impact on the Company's financial statements.

In April and August 2016, the NAIC adopted changes to the disclosures of permitted and prescribed practices required by SSAP 1, *Accounting Policies, Risks & Uncertainties, and Other Disclosures*. The changes modify the requirements on what types of permitted and prescribed practices are disclosed and expand the information required in the disclosures. The adoption of these changes did not have an impact on the Company's financial statements.

In June 2016, the NAIC adopted changes to SSAP 92, *Postretirement Benefits Other Than Pensions* ("SSAP 92"), and SSAP 102, *Pensions* ("SSAP 102"), that allow companies to use an alternative discount rate to measure the service cost and interest cost components of the net periodic benefit cost for pension and postretirement benefit plans. The adoption of these changes did not have an impact on the Company's financial statements.

Future Accounting Pronouncements

In December 2016, the NAIC adopted changes to SSAP 86 to incorporate a definition of notional for derivative instruments. The changes are effective December 31, 2017 and will not have an impact on the Company's financial statements.

3. *Business Combinations and Goodwill*

A. Statutory Purchase Method

The Company had no transactions that were accounted for as a statutory purchase during 2016 and 2015.

B. Statutory Merger

The Company had no statutory mergers during 2016 and 2015.

C. Assumption Reinsurance

The Company had no goodwill resulting from assumption reinsurance during 2016 and 2015.

D. Impairment Loss

The Company had no recognized impairment losses during 2016 and 2015.

4. *Discontinued Operations*

The Company had no discontinued operations during 2016 and 2015.

5. *Investments*

A. Mortgage Loans, including Mezzanine Real Estate Loans

(1-2) During 2016 and 2015, the Company did not acquire any mortgage loans.

(3-4) The Company did not have any mortgage loans, including Mezzanine real estate loans, in 2016 and 2015.

(5-7) During 2016 and 2015, the Company had no impaired or nonaccrual mortgage loans and allowance for credit losses.

B. Debt Restructuring

The Company did not have any restructured debt in which the Company was a creditor in 2016 and 2015.

C. Reverse Mortgages

The Company did not have any reverse mortgages in 2016 and 2015.

D. Loan-backed Securities

(1) Prepayment assumptions were obtained from published broker dealer values and internal estimates.

(2) a) The Company did not recognize any OTTI on the basis of the intent to sell during the year ended December 31, 2016.

b) The Company did not recognize any OTTI on the basis of the inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis during the year ended December 31, 2016.

(3) As of December 31, 2016, the Company has not recognized any OTTI on its loan-backed securities based on cash flow analysis.

(4) At December 31, 2016, the estimated fair value and gross unrealized losses for loan-backed securities, aggregated by length of time the securities have been in a continuous loss position were as follows:

a. The aggregate amount of unrealized losses:		
1. Less than 12 Months	$	2,860,680
2. 12 Months or Longer	$	24,373
b. The aggregate related fair value of securities with unrealized losses:		
1. Less than 12 Months	$	67,996,314
2. 12 Months or Longer	$	375,775

(5) The Company performs a regular evaluation, on a security-by-security basis, of its securities holdings in accordance with its OTTI policy in order to evaluate whether such investments are other-than temporarily impaired. Management considers a wide range of factors about the security issuer and uses its best judgment in evaluating the cause of the decline in the estimated fair value of the security and in assessing the prospects for near-term recovery. Factors considered include fundamentals of the industry and geographic area in which the security issuer operates, as well as overall macroeconomic conditions.

Projected future cash flows are estimated using assumptions derived from management's best estimates of likely scenario-based outcomes after giving consideration to a variety of variables that include, but are not limited to: (i) general payment terms of the security; (ii) the likelihood that the issuer can service the scheduled interest and principal payments; (iii) the quality and amount of any credit enhancements; (iv) the security's position within the capital structure of the issuer; (v) possible corporate restructurings or asset sales by the issuer; and (vi) changes to the rating of the security or the issuer by rating agencies.

Additional considerations are made when assessing the unique features that apply to certain loan-backed securities including, but are not limited to: (i) the quality of underlying collateral; (ii) expected prepayment speeds; (iii) current and forecasted loss severity; (iv) consideration of the payment terms of the underlying assets backing the security; and (v) the payment priority within the tranche structure of the security.

For loan-backed securities in an unrealized loss position as summarized in the immediately preceding table, the Company does not have the intent to sell the securities, believes it has the intent and ability to retain the security for a period of time sufficient to recover the carrying value of the security and, based on the cash flow modeling and other considerations as described above, believes these securities are not other than temporarily impaired.

E. Repurchase Agreements and/or Securities Lending Transactions

(1) The Company did not have any repurchase agreements or securities lending transactions in 2016 and 2015.

(2) The Company did not have any pledged assets as collateral for repurchase agreements, securities lending transactions or dollar repurchase agreements as of December 31, 2016 and 2015.

(3) The Company did not receive any collateral in 2016 and 2015.

(4) The Company did not have any securities lending transactions in 2016 and 2015.

(5) The Company did not reinvest collateral in 2016 and 2015.

(6-7) The Company did not have any securities lending transactions in 2016 and 2015.

F. Real Estate

(1) For the years ended December 31, 2016 and 2015, impairment losses of $0 and $497,720 respectively, were recognized on real estate and were included in net realized capital gains (losses).

(2) The company had no properties classified as held-for-sale as of December 31, 2016 and 2015.

For the years ended December 31, 2016 and 2015, the gain/(loss) on real estate sales was $0 and $0 respectively.

(3) There were no changes during the year in the Company's plans to sell investment real estate.

NOTES TO THE FINANCIAL STATEMENTS

(4) The Company does not engage in retail land sales operations.

(5) The Company does not hold any real estate investments with participating mortgage loans.

G. Investments in Low-Income Housing Tax Credits (“LIHTC”)

The Company did not have investments in LIHTC in 2016 and 2015.

H. Restricted Assets

(1) Restricted Assets (Including Pledged)

Information on the Company’s investment in restricted assets as of December 31, was as follows:

	Gross (Admitted and Nonadmitted) Restricted									Percentage	
	Current Year										
	1	2	3	4	5	6	7	8	9	10	11
Restricted Asset Category	Total General Account	General Account Supporting Separate Account Activity (a)	Total Separate Account Restricted Assets	Separate Account Assets Supporting General Account Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Non Admitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted and Non Admitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	0.00%	0.00%
b. Collateral held under security lending agreements	—	—	—	—	—	—	—	—	—	0.00	0.00
c. Subject to repurchase agreements	—	—	—	—	—	—	—	—	—	0.00	0.00
d. Subject to reverse repurchase agreements	—	—	—	—	—	—	—	—	—	0.00	0.00
e. Subject to dollar repurchase agreements	—	—	—	—	—	—	—	—	—	0.00	0.00
f. Subject to dollar reverse repurchase agreements	—	—	—	—	—	—	—	—	—	0.00	0.00
g. Placed under option contracts	—	—	—	—	—	—	—	—	—	0.00	0.00
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	—	—	—	—	—	—	—	—	—	0.00	0.00
i. FHLB capital stock	—	—	—	—	—	—	—	—	—	0.00	0.00
j. On deposit with states	4,754,652	—	—	—	4,754,652	4,778,681	(24,029)	—	4,754,652	0.08	0.08
k. On deposit with other regulatory bodies	—	—	—	—	—	—	—	—	—	0.00	0.00
l. Pledged collateral to FHLB (including assets backing funding agreements)	—	—	—	—	—	—	—	—	—	0.00	0.00
m. Pledged as collateral not captured in other categories	—	—	—	—	—	—	—	—	—	0.00	0.00
n. Other restricted assets	—	—	—	—	—	—	—	—	—	0.00	0.00
o. Total restricted assets	$ 4,754,652	$ —	$ —	$ —	$4,754,652	$ 4,778,681	$ (24,029)	$ —	$ 4,754,652	0.08%	0.08%

(a) Subset of column 1.

(b) Subset of column 3.

(c) Column 5 divided by Asset Page. column 1, line 28

(d) Column 9 divided by Asset Page. column 3, line 28

(2-3) The Company did not have any assets pledged as collateral, not captured in other categories, or any other restricted assets in 2016 and 2015.

(4) The Company's collateral received and reflected as assets at December 31, 2016, were as follows:

Collateral Assets	Book/Adjusted Carrying Value ("BACV")	Fair Value	% of BACV to Total Assets (Admitted and Nonadmitted)*	% of BACV to Total Admitted Assets**
Cash ***	$ 6,249,574	$ 6,249,574	0.1%	0.1%
Schedule D, Part 1	—	—	—	—
Schedule D, Part 2, Section 1	—	—	—	—
Schedule D, Part 2, Section 2	—	—	—	—
Schedule B	—	—	—	—
Schedule A	—	—	—	—
Schedule BA, Part 1	—	—	—	—
Schedule DL, Part 1	—	—	—	—
Other	—	—	—	—
Total Collateral Assets	$ 6,249,574	$ 6,249,574	0.1%	0.1%

* Column 1 divided by Asset Page, Line 28 (Column 1)

** Column 1 divided by Asset Page, Line 28 (Column 3)

*** Includes cash equivalents and short-term investments

I. Working Capital Finance Investments

The Company had no working capital finance investments as of year ended December 31, 2016.

J. Offsetting and Netting of Assets and Liabilities

The Company had no assets and liabilities which are offset and reported net in accordance with a valid right to offset.

K. Structured Notes

A structured note is a direct debt issuance by a corporation, municipality, or government entity, ranking pari-passu with the issuer's other debt issuances of equal seniority where either: 1) the coupon and/or principal payments are linked, in whole or in part, to prices or payment streams from an index or indices, or assets deriving their value from other than the issuer's credit quality, or 2) the coupon and/or principal payments are leveraged by a formula that is different from either a fixed coupon, or a non-leveraged floating rate coupon linked to an interest rate index, including but not limited to London Interbank Offered Rate ("LIBOR") or the prime rate. As of December 31, 2016, the Company did not own any structured notes.

L. 5* Securities

	Number of 5* Securities		Aggregate BACV		Aggregate Fair Value	
Investment	2016	2015	2016	2015	2016	2015
Bonds - AC (1)	—	—	$ —	$ —	$ —	$ —
Loan-Backed Securities - AC	14	9	8,140,684	7,380,871	8,385,359	7,704,451
Preferred Stock - AC	—	—	—	—	—	—
Preferred Stock - FV (2)	—	—	—	—	—	—
Total	14	9	$ 8,140,684	$ 7,380,871	$ 8,385,359	$ 7,704,451

(1) - AC - Amortized Cost

(2) - FV - Fair Value

6. *Joint Ventures, Partnerships and Limited Liability Companies*

A. The Company had no investments in any joint venture, partnership or LLC that exceeds 10% of the admitted assets of the insurer.

B. The Company did not recognize any impairment write-downs on any of its investments in joint ventures, partnerships and LLC's in the year ended December 31, 2016.

7. *Investment Income*

A. Due and accrued income is excluded from surplus on the following bases:

All investment income due and accrued with amounts over 90 days past due are nonadmitted with the exception of mortgage loan investment income which is nonadmitted after 180 days, or if the underlying loan is in the process of foreclosure.

B. The total amount excluded was $41,653 for the year ended December 31, 2016 and $0 for the year ended December 31, 2015.

8. *Derivative Instruments*

The Company may be exposed to various risks relating to its ongoing business operations, including interest rate risk, foreign currency exchange rate risk, credit risk and equity market risk. The Company uses a variety of strategies to manage these risks, including the use of derivatives.

Derivatives are financial instruments whose values are derived from interest rates, foreign currency exchange rates, credit spreads or other financial indices. Derivatives may be exchange-traded or contracted in the over-the-counter ("OTC") market. All of the Company's OTC derivatives are bilateral contracts between two counterparties. The Company uses a variety of derivatives, including swaps, forwards and options to manage risks that may include interest rate risk, foreign currency exchange rate risk, credit risk and equity market risk. Derivative hedges are designed to reduce risk on an economic basis while considering their impact on accounting results and statutory capital.

Insurance statutes restrict the Company's use of derivatives to: (i) hedging activities intended to offset changes in the estimated fair value of assets held, obligations and anticipated transactions; (ii) income generation transactions to generate additional income or return on covering assets; and (iii) replication synthetic asset transactions to reproduce the investment characteristics of otherwise permissible investments. The Company is prohibited from using derivatives for speculation. OTC derivatives are carried on the Company's Statutory Statements of Assets, Liabilities, Surplus and Other Funds either as derivative assets or derivative liabilities.

To qualify for hedge accounting under SSAP 86, at the inception of the hedging relationship, the Company formally documents its risk management objective and strategy for undertaking the hedging transaction, as well as its designation of the hedge as either: (i) a hedge of the estimated fair value of a recognized asset or liability ("fair value hedge"); or (ii) a hedge of a forecasted transaction or of the variability of cash flows to be received or paid related to a recognized asset or liability ("cash flow hedge"). In its hedge documentation, the Company sets forth how the hedging instrument is expected to hedge the designated risks related to the hedged item and sets forth the method that will be used to retrospectively and prospectively assess the hedging instrument's effectiveness. A derivative designated as a hedging instrument must be assessed as being highly effective in offsetting the designated risk of the hedged item. Hedge effectiveness is formally assessed at inception and at least quarterly throughout the life of the designated hedging relationship.

The Company can hold cash flow and fair value derivatives that hedge various assets and liabilities including bonds and liability portfolios; the derivatives that hedge those assets and liabilities are valued in a manner consistent with the underlying hedged item, if they meet the criteria for highly effective hedges. Bonds that have an NAIC designation of 1 or 2 are carried at amortized cost; therefore, the derivatives hedging such bonds are also carried at amortized cost. Bonds that have an NAIC designation of 3 through 6 are carried at the lower of amortized cost or estimated fair value; therefore, the derivatives hedging such bonds are also carried at the lower of amortized cost or estimated fair value. Liabilities of the Company are carried at amortized cost; therefore, the derivatives hedging liabilities are also carried at amortized cost. Effective foreign currency swaps have a foreign currency adjustment reported in change in net unrealized foreign exchange capital gain (loss) pursuant to SSAP 86 by using the same procedures as used to translate the hedged item.

The Company discontinues hedge accounting prospectively when: (i) it is determined that the derivative is no longer highly effective in offsetting changes in the estimated fair value or cash flows of a hedged item; (ii) the derivative expires or is sold, terminated or exercised; (iii) it is no longer probable that the hedged forecasted transaction will occur; or (iv) the Company removes the designation of the hedge.

When hedge accounting is discontinued because it is determined that the derivative is not highly effective in offsetting changes in the estimated fair value or cash flows of a hedged item, the derivative is carried at its estimated fair value with changes in estimated fair value, excluding changes in foreign exchange rates, reported in change in net unrealized capital gains (losses) and estimated fair value changes attributable to changes in foreign exchange rates are reported in change in net unrealized foreign exchange capital gain (loss).

Upon termination of a derivative that qualified for hedge accounting, the gain or loss is reflected as an adjustment to the basis of the hedged item and is recognized in income consistent with the hedged item. If the hedged item is sold, the gain or loss on the derivative is realized.

To the extent the Company chooses not to designate a derivative for hedge accounting, the derivative is carried at estimated fair value with changes in estimated fair value, excluding changes in foreign exchange rates, reported in change in net unrealized capital gains (losses) and any change in estimated fair value attributable to changes in foreign exchange rates are reported in change in net unrealized foreign exchange capital gain (loss).

Types of Derivatives

Foreign Currency Exchange Rate Derivatives

The Company uses foreign currency exchange rate derivatives, including foreign currency swaps and forwards to reduce the risk from fluctuations in foreign currency exchange rates associated with its assets denominated in foreign currencies.

In a foreign currency swap transaction, the Company agrees with another party to exchange, at specified intervals, the difference between one currency and another at a fixed exchange rate, generally set at inception, calculated by reference to an agreed upon notional amount. The notional amount of each currency is exchanged at the inception and termination of the currency swap by each party. See Schedule DB, Part A.

In a foreign currency forward transaction, the Company agrees with another party to deliver a specified amount of an identified currency at a specified future date. The price is agreed upon at the time of the contract and payment for such a contract is made in a different currency at the specified future date. In certain instances the Company locks in the economic impact of existing forwards by entering into offsetting positions. See Schedule DB, Part A.

Credit Derivatives

Credit default swaps are used by the Company to hedge against credit-related changes in the value of its investments. In a credit default swap transaction, the Company agrees with another party to pay, at specified intervals, a premium to hedge credit risk. If a credit event as defined by the contract occurs, the contract may be cash settled or it may be settled gross by the delivery of par quantities of the referenced investment equal to the specified swap notional in exchange for the payment of cash amounts by the counterparty equal to the par value of the investment surrendered. Credit events vary by type of issuer but typically include bankruptcy, failure to pay debt obligations, repudiation, moratorium, involuntary restructuring, or governmental intervention. In each case, payout on a credit default swap is triggered only after the Credit Derivatives Determinations Committee of the International Swaps and Derivatives Association, Inc. ("ISDA") deems that a credit event has occurred. The Company had no holdings of credit default swaps at December 31, 2016 and 2015. See Schedule DB, Part A.

Equity Market Derivatives

Equity index options are used by the Company to hedge certain invested assets against adverse changes in equity indices. In an equity index option transaction, the Company enters into contracts to sell the equity index within a limited time at a contracted price. The contracts will be net settled in cash, based on differentials in the indices at the time of exercise and the strike price. In certain instances, the Company may enter into a combination of transactions to hedge adverse changes in equity indices within a pre-determined range through the purchase and sale of options. See Schedule DB, Part A.

Fair Value Hedges

The Company held no fair value hedges during the years ended December 31, 2016 and 2015.

Cash Flow Hedges

The Company designates and accounts for foreign currency swaps to hedge the foreign currency cash flow exposure of foreign currency denominated assets as cash flow hedges, when they have met the effectiveness requirements of SSAP 86.

In assessing effectiveness, no component of the derivative's gain or loss was excluded.

For the years ended December 31, 2016 and 2015, there were no gains (losses) related to cash flow derivatives that no longer qualify for hedge accounting or for which the Company removed the hedge designation.

In certain instances, the Company discontinues cash flow hedge accounting because it was no longer probable that the original forecasted transactions would occur by the end of the originally specified time period or within two months of that date. For the years ended December 31, 2016 and 2015, there were no gains (losses) related to such discontinued cash flow hedges.

There were no hedged forecasted transactions, other than the receipt or payment of variable interest payments, for the years ended December 31, 2016, and 2015.

Non-qualifying Derivatives

The Company enters into the following derivatives that do not qualify for hedge accounting under SSAP 86: (i) foreign currency swaps and forwards to economically hedge its exposure to adverse movements in exchange rates; (ii) foreign currency forwards to lock in the economic impact of existing foreign currency forwards by entering into offsetting positions; (iii) credit default swaps to economically hedge its exposure to adverse movements in credit and (iv) equity index options to hedge certain invested assets against adverse changes in equity indices.

Derivatives for Other than Hedging Purposes

The Company held no derivatives for other than hedging purposes during the years ended December 31, 2016 and 2015.

Credit Risk

The Company enters into various collateral arrangements, which may require both the pledging and accepting of collateral in connection with its derivatives.

At December 31, 2016 and 2015, the Company had no collateral pledged in connection with its OTC derivatives.

The table below summarizes the collateral received in connection with its OTC derivatives as of December 31;

	Cash [1]	
	2016	2015
Variation Margin:		
OTC Derivatives	$ 6,249,574	$ 1,819,574

[1] Cash collateral received is reported in cash, cash equivalents and short-term investments and the obligation to return the collateral is reported in aggregate write-ins for liabilities as cash collateral on derivatives.

The Company's collateral arrangements for its OTC derivatives generally require the counterparty in a net liability position, after considering the effect of netting agreements, to pledge collateral when the amount owed by that party reaches a minimum transfer amount. In addition, the Company's netting agreements for derivatives contain provisions that require both the Company and the counterparty to maintain a specific investment grade credit rating from each of Moody's Investors Service and Standard & Poor's Ratings Service. If a party's credit ratings were to fall below that specific investment grade credit rating, that party would be in violation of these provisions, and the other party to the derivatives could terminate the transactions and demand immediate settlement and payment based on such party's reasonable valuation of the derivatives.

9. *Income Taxes*

A. The components of net deferred tax assets ("DTA") and deferred tax liabilities ("DTL") consisted of the following:

	December 31, 2016		
	Ordinary	**Capital**	**Total**
Gross DTA	$ 197,340,377	$ —	$ 197,340,377
Statutory valuation allowance adjustments	—	—	—
Adjusted gross DTA	197,340,377	—	197,340,377
DTA nonadmitted	(5,636,771)	—	(5,636,771)
Subtotal net admitted DTA	191,703,606	—	191,703,606
DTL	(45,096,263)	(143,435)	(45,239,698)
Net admitted DTA/(Net DTL)	$ 146,607,343	$ (143,435)	$ 146,463,908

	December 31, 2015		
	Ordinary	**Capital**	**Total**
Gross DTA	$ 167,531,151	$ 1,880,422	$ 169,411,573
Statutory valuation allowance adjustments	—	—	—
Adjusted gross DTA	167,531,151	1,880,422	169,411,573
DTA nonadmitted	(12,317,245)	(1,880,422)	(14,197,667)
Subtotal net admitted DTA	155,213,906	—	155,213,906
DTL	(11,854,045)	—	(11,854,045)
Net admitted DTA/(Net DTL)	$ 143,359,861	$ —	$ 143,359,861

	Change		
	Ordinary	**Capital**	**Total**
Gross DTA	$ 29,809,226	$ (1,880,422)	$ 27,928,804
Statutory valuation allowance adjustments	—	—	—
Adjusted gross DTA	29,809,226	(1,880,422)	27,928,804
DTA nonadmitted	6,680,474	1,880,422	8,560,896
Subtotal net admitted DTA	36,489,700	—	36,489,700
DTL	(33,242,218)	(143,435)	(33,385,653)
Net admitted DTA/(Net DTL)	$ 3,247,482	$ (143,435)	$ 3,104,047

Admission calculation components – SSAP No. 101, *Income Taxes,* ("SSAP 101"):

	December 31, 2016		
	Ordinary	**Capital**	**Total**
Federal income taxes paid in prior years recoverable through loss carrybacks	$ 3,297,254	—	$ 3,297,254
Adjusted gross DTA expected to be realized (excluding the amount of DTA from above) after application of the threshold limitation (the lesser of 1 and 2 below)	143,310,089	(143,435)	143,166,654
1. Adjusted gross DTA expected to be realized following the balance sheet date	143,310,089	(143,435)	143,166,654
2. Adjusted gross DTA allowed per limitation threshold	XXX	XXX	318,693,805
Adjusted gross DTA (excluding the amount of DTA from above) offset by gross DTL	45,096,263	143,435	45,239,698
DTA admitted as the result of application of SSAP 101 total	$ 191,703,606	$ —	$ 191,703,606

NOTES TO THE FINANCIAL STATEMENTS

	December 31, 2015		
	Ordinary	Capital	Total
Federal income taxes paid in prior years recoverable through loss carrybacks	$ 6,150,095	—	$ 6,150,095
Adjusted gross DTA expected to be realized (excluding the amount of DTA from above) after application of the threshold limitation (the lesser of 1 and 2 below)	137,209,766	—	137,209,766
1. Adjusted gross DTA expected to be realized following the balance sheet date	143,359,861	—	143,359,861
2. Adjusted gross DTA allowed per limitation threshold	XXX	XXX	328,816,704
Adjusted gross DTA (excluding the amount of DTA from above) offset by gross DTL	11,854,045	—	11,854,045
DTA admitted as the result of application of SSAP 101 total	$ 155,213,906	$ —	$ 155,213,906

	Change		
	Ordinary	Capital	Total
Federal income taxes paid in prior years recoverable through loss carrybacks	$ (2,852,841)	—	$ (2,852,841)
Adjusted gross DTA expected to be realized (excluding the amount of DTA from above) after application of the threshold limitation (the lesser of 1 and 2 below)	6,100,323	(143,435)	5,956,888
1. Adjusted gross DTA expected to be realized following the balance sheet date	(49,772)	(143,435)	(193,207)
2. Adjusted gross DTA allowed per limitation threshold	XXX	XXX	(10,122,899)
Adjusted gross DTA (excluding the amount of DTA from above) offset by gross DTL	33,242,218	143,435	33,385,653
DTA admitted as the result of application of SSAP 101 total	$ 36,489,700	—	$ 36,489,700

	2016	2015
RBC percentage used to determine recovery period and threshold limitation amount	1062%	1079%
Amount of total adjusted capital used to determine recovery period and threshold limitation	$ 199,292,891	$ 202,370,384

Management believes the Company will be able to utilize the DTA in the future without any tax planning strategies.

Do the Company's tax-planning strategies include the use of reinsurance? No

B. All DTL were recognized as of December 31, 2016 and 2015.

C. Current income taxes incurred consisted of the following major components:

	December 31, 2016	December 31, 2015
Federal	$ 1,011,785	$ 52,045,042
Foreign	—	—
Subtotal	1,011,785	52,045,042
Federal income tax on net capital gains (losses)	(3,252,973)	1,197,494
Utilization of capital loss carryforwards	—	—
Other	—	—
Federal income tax on prior period adjustment in surplus	—	—
Federal and foreign income taxes incurred	$ (2,241,188)	$ 53,242,536

The changes in the main components of deferred income tax amounts were as follows:

DTA:	December 31, 2016	December 31, 2015	Change
Ordinary:			
Discounting of unpaid losses	$ —	$ —	$ —
Unearned premium reserve	—	—	—
Policyholder reserves	136,021,658	104,266,454	31,755,204
Investments	1,862,865	1,589,495	273,370
Deferred acquisition costs	—	—	—
Policyholder dividends accrual	—	—	—
Fixed assets	—	—	—
Compensation and benefits accrual	—	—	—
Pension accrual	—	—	—
Receivables - nonadmitted	—	—	—
Net operating loss carryforward	—	9,320,246	(9,320,246)
Tax credit carryforwards	26,859,788	27,372,995	(513,207)
Other (including items <5% of total ordinary tax assets)	6,311,526	2,558,387	3,753,139
Nonadmitted assets	26,284,540	22,423,574	3,860,966
Subtotal	197,340,377	167,531,151	29,809,226
Statutory valuation allowance adjustment	—	—	—
Nonadmitted	(5,636,771)	(12,317,245)	6,680,474
Admitted ordinary DTA	191,703,606	155,213,906	36,489,700
Capital:			
Investments	—	1,880,422	(1,880,422)
Net capital loss carryforward	—	—	—
Real estate	—	—	—
Other (including items <5% of total capital tax assets)	—	—	—
Subtotal	—	1,880,422	(1,880,422)
Statutory valuation allowance adjustment	—	—	—
Nonadmitted	—	(1,880,422)	1,880,422
Admitted capital DTA	—	—	—
Admitted DTA	$ 191,703,606	$ 155,213,906	$ 36,489,700

	December 31, 2016	December 31, 2015	Change
DTL :			
Ordinary:			
Investments	$ —	$ —	$ —
Fixed assets	(13,023,819)	(11,854,045)	(1,169,774)
Deferred and uncollected premiums	—	—	—
Policyholder reserves	(32,072,444)	—	(32,072,444)
Other (including items <5% of total ordinary tax liabilities)	—	—	—
Subtotal	(45,096,263)	(11,854,045)	(33,242,218)
Capital:			
Investments	(143,435)	—	(143,435)
Real estate	—	—	—
Other (including items <5% of total capital tax liabilities)	—	—	—
Subtotal	(143,435)	—	(143,435)
DTL	$ (45,239,698)	$ (11,854,045)	$ (33,385,653)
Net DTA/(DTL)	$ 146,463,908	$ 143,359,861	$ 3,104,047
		Change in nonadmitted DTA	(8,560,896)
		Tax effect of unrealized gains (losses)	230,241
		Change in net DTA	$ (5,226,608)

D. The provision for Federal and foreign income taxes incurred is different from that which would be obtained by applying the statutory Federal income tax rate to net gain (loss) from operations after dividends to policyholders and before Federal income tax. The significant items causing the difference were as follows:

		December 31, 2016
Net gain (loss) from operations after dividends to policyholders and before Federal income tax @ 35%	$	42,544,496
Net realized capital gains (losses) @ 35%		(887,341)
Tax effect of:		
Uncertain tax positions		652,575
Meals and entertainment		420,256
Fines, fees and other nondeductible expenses		83,003
Prior years adjustments and accruals		21,468
Penalties		2,105
Tax credits		(17,542)
Dividend received deduction		(844,639)
Change in nonadmitted assets		(3,860,966)
Tax exempt income		(35,127,995)
Total statutory income taxes (benefit)	$	2,985,420

Federal and foreign income taxes incurred including tax on realized capital gains	$	(2,241,188)
Change in net DTA		5,226,608
Total statutory income taxes (benefit)	$	2,985,420

E. (1) As of December 31, 2016, the Company had no net operating loss or net capital loss carryforwards.

The Company had tax credit carryforwards which will expire as follows:

Year of expiration		Tax credit carryforwards
2022	$	927
2023		5,590
2025		—
2026		11,532
2035		2
Indefinite		26,841,737
	$	26,859,788

(2) As of December 31, 2016, the Company has Federal income taxes available for recoupment in the event of future net losses:

Year		Amount
2015	$	2,633,727
2016		700,000
	$	3,333,727

(3) The Company had no deposits under Section 6603 of the Internal Revenue Code of 1986, as amended (“IRC”) during 2016.

NOTES TO THE FINANCIAL STATEMENTS

F. (1) The Company joins with MetLife, Inc. (“MetLife”), its parent, and MetLife’s includable affiliates in filing a consolidated Federal life/nonlife tax return.

The Company’s Federal income tax return is consolidated with the following entities:

23rd Street Investments, Inc.	MetLife, Inc.
334 Madison Euro Investments, Inc.	MetLife Insurance Company USA
Alpha Properties, Inc.	MetLife Investors Distribution Company
American Life Insurance Company	MetLife Reinsurance Company of Charleston
Beta Properties, Inc.	MetLife Reinsurance Company of Delaware
Borderland Investments, Ltd.	MetLife Reinsurance Company of South Carolina
Brighthouse Financial, Inc.	MetLife Reinsurance Company of Vermont
Brighthouse Services, LLC	MetLife Securities, Inc.
Cova Life Management Company	MetLife Tower Resources Group, Inc.
Delaware American Life Insurance Company	MetLife USA Assignment Company
Delta Properties Japan, Inc.	Metropolitan Casualty Insurance Company
Economy Fire & Casualty Company	Metropolitan Direct Property and Casualty Insurance Company
Economy Preferred Insurance Company	Metropolitan General Insurance Company
Economy Premier Assurance Company	Metropolitan Group Property & Casualty Insurance Company
Enterprise General Insurance Agency, Inc.	Metropolitan Life Insurance Company
First MetLife Investors Insurance Company	Metropolitan Lloyds Insurance Company of Texas
Epsilon Properties Japan, Inc.	Metropolitan Lloyds, Inc.
General American Life Insurance Company	Metropolitan Tower Life Insurance Company
Hyatt Legal Plans of Florida, Inc.	Metropolitan Tower Realty Company, Inc.
Hyatt Legal Plans, Inc.	Missouri Reinsurance, Inc.
International Technical and Advisory Services, Ltd.	New England Life Insurance Company
Iris Properties, Inc.	Newbury Insurance Company Limited
Kappa Properties Japan, Inc.	One Financial Place Corporation
MetLife Auto & Home Insurance Agency, Inc.	Park Tower REIT, Inc.
MetLife Consumer Services, Inc.	SafeGuard Health Enterprises, Inc.
MetLife Credit Corp.	SafeGuard Health Plans, Inc. (CA)
MetLife Funding, Inc.	SafeGuard Health Plans, Inc. (FL)
MetLife Global Benefits, Ltd.	SafeGuard Health Plans, Inc. (NV)
MetLife Global, Inc.	SafeGuard Health Plans, Inc. (TX)
MetLife Group, Inc.	SafeHealth Life Insurance Company
MetLife Health Plans, Inc.	The Prospect Company
MetLife Holdings, Inc.	Transmountain Land & Livestock Company
MetLife Home Loans, LLC	White Oak Royalty Company
MetLife Insurance Brokerage, Inc.	

(2) The consolidating companies join with MetLife and its includable subsidiaries in filing a consolidated U.S. life and non-life Federal income tax return in accordance with the provisions of the Internal Revenue Code of 1986, as amended IRC. Current taxes (and the benefits of tax attributes such as losses) are allocated to MetLife and its subsidiaries under the consolidated tax return regulations and a tax sharing agreement. Under the consolidated tax return regulations, MetLife has elected the “percentage method” (and 100% under such method) of reimbursing companies for tax attributes, e.g., net operating losses. As a result, 100% of tax attributes are reimbursed by MetLife to the extent that consolidated Federal income tax of the consolidated Federal tax return group is reduced in a year by tax attributes. On an annual basis, each of the profitable subsidiaries pays to MetLife the Federal income tax which it would have paid based upon that year’s taxable income. If MetLife or the subsidiary has current or prior deductions and credits (including but not limited to losses) which reduce the consolidated tax liability of the consolidated Federal tax return group, the deductions and credits are characterized as realized (or realizable) by MetLife and its subsidiaries when those tax attributes are realized (or realizable) by the consolidated Federal tax return group, even if MetLife or the subsidiary would not have realized the attributes on a stand-alone basis under a “wait and see” method.

G. As of December 31, 2016, the Company had no liability for unrecognized tax benefits.

10. Information Concerning Parents, Subsidiaries, Affiliates and Other Related Parties

A-C. The Company paid an ordinary dividend to MetLife of $228 million in the form of cash on December 19, 2016. The Company paid an ordinary dividend to MetLife of $235 million in the form of cash on December 16, 2015.

On December 16, 2016, the Company received an ordinary cash dividend from Economy Fire & Casualty Company (“EFAC”) of $10 million. On December 14, 2015, the Company received an ordinary cash dividend from EFAC of $10 million.

The Company reports its investment in Metropolitan Lloyds Insurance Company of Texas ("MLICT") in Schedule BA with a book value of $7,858,644 and a statement value of $17,861,534 on page 2.

The Company is a party to service agreements with its affiliates. See Note 10.F. for details. The Company establishes guidelines for reasonable determination of costs and services provided, based on time spent or use of services, and charges its subsidiaries for services rendered. The charges for such services to the Company were $409,593,231 and $404,270,286 during 2016 and 2015, respectively. The charges to the Company for services from Metropolitan Life Insurance Company

NOTES TO THE FINANCIAL STATEMENTS

("MLIC") were $300,642,469 and $299,711,017 during 2016 and 2015, respectively with balances due to MLIC of $3,818,525 and $1,553,138 as of December 31, 2016 and December 31, 2015, respectively. The charges to the Company for services from MetLife Group, Inc. ("MLG") were $102,053,005 and $97,257,386 during 2016 and 2015, respectively with balances due to MLG of $0 as of December 31, 2016 and December 31, 2015. The charges to the Company for services from MetLife Services and Solutions, LLC ("MLSS") were $6,897,757 and $7,301,883 during 2016 and 2015, respectively with balances due to MLSS of $346,120 and $645,584 as of December 31, 2016 and December 31, 2015, respectively.

D. The Company did not have any receivables and $5,884,596 payable with affiliates as of December 31, 2016. The Company did not have any receivables and $1,731,813 payable with affiliates as of December 31, 2015. Amounts receivable and payable are expected to be settled within 90 days.

E. The Company did not have guarantees or undertakings for the benefit of an affiliate that would result in a material contingent exposure of the Company's or any affiliate's assets or liabilities.

F. The Company is a party to service agreements with its affiliates, MLIC, MLSS, MetLife International Holdings, Inc. and MLG, which provide for personnel, facilities and equipment to be made available and for a broad range of services to be rendered. Personnel, facilities, equipment and services are requested by the Company as deemed necessary for its business and investment operations. These agreements involve cost allocation arrangements under which the Company pays for all expenses, direct and indirect, reasonably and equitably determined to be attributable to the services provided.

The Company is also a party to various other service agreements with affiliates.

G. All outstanding shares of the Company are owned by MetLife. Allocated operating expenses are not necessarily indicative of the total cost that would be incurred if the Company operated on a stand alone basis.

H. The Company did not own shares of another upstream or intermediate parent, either directly or indirectly, via a downstream SCA company.

I. The Company had no investment in any SCA company that exceeds 10% of the Company's admitted assets.

J. The Company did not recognize impairment write-downs on any investments in SCA companies.

K. The Company did not have investments in a foreign insurance subsidiary.

L. The Company did not hold investments in a downstream noninsurance holding company.

M. The Company's SCA investments, as of December 31, 2016, were as follows:

SCA Investments

	Percentage of SCA Ownership	Gross Amount	Admitted Amount	Nonadmitted Amount	Type of NAIC Filing [(1)]	Date of Filing to the NAIC	NAIC Valuation Amount	NAIC Response Received Y/N	NAIC Disallowed Entities Valuation Method Resubmission Y/N	Code[(2)]
SSAP 97 8b(iii) Entities										
Metropolitan Lloyds Inc	100.00	$ 1,000	$ —	$ 1,000	S1	10/19/2016	$ —	Y	N	I
Metlife Auto & Home Ins Agy Inc	100.00	1,169,689	—	1,169,689	S1	10/19/2016	—	Y	N	I
Total SSAP 97 8b(iii) Entities		$ 1,170,689	$ —	$ 1,170,689			$ —			
Aggregate Total		$ 1,170,689	$ —	$ 1,170,689			$ —			

(1) S1 - Sub 1, S2 - Sub 2 or RDF - Resubmission of Disallowed Filing

(2) I - Immaterial or M - Material

N. The Company did not report any investments in an insurance SCA for which the statutory capital and surplus reflects a departure from the NAIC statutory accounting practices and procedures during the year ended

11. Debt

A. The Company did not have any debt, including capital notes, outstanding as of December 31, 2016.

B. Federal Home Loan Bank Agreements

The Company has not issued any debt to the Federal Home Loan Bank.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

A. Defined Benefit Plan

As of December 31, 2016, the Company did not sponsor a defined benefit plan.

B-D. The Company does not hold any plan assets.

E. Defined Contribution Plans

As of December 31, 2016, the Company did not sponsor a defined contribution plan.

F. Multiemployer Plans

As of December 31, 2016, the Company has made no contributions to any multiemployer plans.

G-H. Consolidated/Holding Company Plans, Postemployment Benefits and Compensated Absences

The stock-based compensation expense recognized by the Company is related to awards under incentive plans of MetLife for which the Company has no legal obligation. The expense related to stock-based compensation is included in expenses allocated by MLG. MLG allocated $6,504,922 and $6,607,040 of stock-based compensation to the Company for the years ended December 31, 2016 and 2015, respectively.

Savings and Investment Plans - MLIC sponsors and administers qualified and non-qualified defined contribution savings and investment plans in which substantially all employees of the Company participate. A portion of employee contributions are matched in accordance with the terms of the respective plans. Under agreement between the Company and MLIC, the Company is responsible to reimburse MLIC for any such matching contributions made on behalf of the employees of the Company. The Company made contributions and recognized a corresponding expense of $7,244,007 and $7,628,411, respectively, related to these plans for the years ending December 31, 2016 and 2015.

Pension Plans - MLIC sponsors and administers a qualified defined benefit pension plan in which all eligible (as defined in the plan) employees and sales representatives of the Company participate. The benefits are determined using a traditional formula or cash balances formula. Under the traditional formula, benefits are calculated using years of credited service and either final average or career average earnings. The cash balance formula utilizes hypothetical or notional accounts to which participants are credited with benefits equal to a percentage of eligible pay as well as interest credits.

Under agreement with MLIC, the Company is allocated expenses equal to the actuarially determined net periodic benefit cost accrued with respect to its employees. The Company's allocated expense with respect to the qualified defined benefit pension plan was $22,926,265 and $15,867,878 for the years ended December 31, 2016 and 2015, respectively.

The Company reimburses MLIC for any required or discretionary contributions made to the qualified pension plan, determined as an amount equal to the pro-rata portion of the obligation accrued on behalf of the employees of the Company to the total benefit obligation of the plan. During the years ending December 31, 2016 and 2015, the Company's reimbursement to MLIC was $0.

MLIC also sponsors and administers a non-qualified defined benefit pension plan that provides benefits, in excess of amounts permitted by government agencies, to certain executive level employees of the Company on substantially the same terms as those of the qualified plan. The Company's allocated expense, equal to the actuarially determined net periodic benefit costs with respect to its employees, for the non-qualified defined benefit pension plan was $1,666,680 and $1,525,152 for the years ended December 31, 2016 and 2015, respectively.

Postemployment and Other Postretirement Benefit Plans - Employees and retirees who meet age and service criteria while working for the Company may become eligible for postemployment and other postretirement medical and life benefits, at various levels, in accordance with the applicable plans. These postemployment and other postretirement benefit plans are also sponsored and administered by MLIC. The Company's allocated expense, equal to the actuarially determined net periodic benefit cost with respect to its employees, for the postemployment and other postretirement plans was $8,640,087 and $13,719,971 for the years ended December 31, 2016 and 2015, respectively.

I. Impact of Medicare Modernization Act on Postretirement Benefits

As of December 31, 2016, the Company had not been impacted by the Medicare Modernization Act.

13. *Capital Surplus, Shareholder's Dividend Restrictions and Quasi Reorganizations*

(1) The Company's capital is comprised of both common and preferred stock. The Company has 1,000 shares of common stock authorized, of which 1,000 shares are issued and outstanding, with a $3,000 per share par value. The Company has 315,000 shares authorized of preferred stock, of which 315,000 shares are issued and outstanding, with a $1,000 per share par value.

(2) The Company's issued and outstanding preferred stock is all Series C Adjustable Rate Preferred Stock that shall be redeemed on or before the December 8, 2036. Preferred dividends are payable quarterly in arrears beginning February 15 at the Applicable Rate which will be recalculated on the first business day after each quarterly dividend payment date based on the product of (1 - the highest federal income tax rate for corporations applicable during such dividend period) times (the AA Composite Commercial Paper (Financial) Rate + 180 basis points).

(3) Under Rhode Island State Insurance Law, the Company is permitted, without prior insurance regulatory clearance, to pay a stockholder dividend to its stockholders as long as the aggregate amount of all such dividends in any twelve-month period does not exceed the lesser of (i) 10% of its surplus to policyholders as of the immediately preceding calendar year; or (ii) the next preceding two calendar years net income reduced by capital gains and dividends paid to shareholders. The Company will be permitted to pay a stockholder dividend to its stockholders in excess of the lesser of such two amounts only if it files notice of its intention to declare such a dividend and the amount thereof with the Rhode Island Superintendent of Insurance ("Superintendent") and the Superintendent does not disapprove the distribution within 30 days of its filing.

Under Rhode Island State Insurance Law, the Superintendent has broad discretion in determining whether the financial condition of a stock property and casualty insurance company would support the payment of such dividends to its shareholders. The maximum amount of the dividend which the Company may pay to its stockholders in 2017 without prior regulatory approval is $98,844,203 for dividends with a scheduled date of payment subsequent to December 19, 2017. Any common or preferred stock dividend payment prior to December 19, 2017 will require prior regulatory clearance.

(4) The Company paid an ordinary dividend to MetLife of $228 million in the form of cash on December 19, 2016. The Company paid an ordinary dividend to MetLife of $235 million in the form of cash on December 16, 2015.

On December 16, 2016, the Company received an ordinary cash dividend from Economy Fire & Casualty Company ("EFAC") of $10 million. On December 14, 2015, the Company received an ordinary cash dividend from EFAC of $10 million.

The Company paid extraordinary preferred stock dividends to MetLife Credit Corp. of $4,834,489 and $4,064,117 during 2016 and 2015, respectively.

(5) Within the limitation of (3) above, there are no restrictions placed on the portion of the Company profits that may be paid as ordinary dividends to stockholders.

(6) There were no restrictions on unassigned funds (surplus).

(7) There were no advances on surplus.

(8) The Company did not hold any of its own stock or SCA companies for special purposes.

(9) There were no changes in the balance of special surplus funds from the prior year.

(10) The portion of unassigned funds (surplus) represented by cumulative unrealized gains (losses) was $209,109,271 at December 31, 2016.

(11) The Company did not issue any surplus debentures or similar obligations.

(12) There were no restatements due to prior quasi reorganizations.

(13) There have been no quasi reorganizations in the prior 10 years.

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments

(1) The Company makes commitments to fund partnership investments in the normal course of business. The amount of these unfunded commitments is $69,334,915 and $87,259,847 at December 31, 2016 and December 31, 2015, respectively.

(2) At December 31, 2016, the Company was obligor under the following guarantees, indemnities and support obligations:

(1) Nature and circumstances of guarantee and key attributes, including date and duration of agreement	(2) Liability recognition of guarantee. (Include amount recognized at inception. If no initial recognition, document exception allowed under SSAP 5R.)(1)	(3) Ultimate financial statement impact if action under the guarantee is required.	(4) Maximum potential amount of future payments (undiscounted) the guarantor could be required to make under the guarantee. If unable to develop an estimate, this should be specifically noted.	(5) Current status of payment or performance risk of guarantee. Also provide additional discussion as warranted.
The Company has provided certain indemnities to affiliates and third parties in the ordinary course of its business. In the context of acquisitions, dispositions, distribution agreements, vendor agreements and other transactions, the Company has provided indemnities that are triggered by, among other things, breaches of representations, warranties or covenants provided by the Company.	No liability has been established as the indemnification is for future events for which neither a probability of occurrence nor a reasonable estimate can be established at this time.	Expense	Since this obligation is not subject to limitations, the Company does not believe that it is possible to determine the maximum potential amount that could become due under these indemnities in the future.	The Company has made no payments on the indemnities.
The Company is obligated to indemnify non-employee directors and officers as provided in its by-laws.	No liability has been established as the indemnification is for future events for which neither a probability of occurrence nor a reasonable estimate can be established at this time.	Expense	Since this obligation is not subject to limitations, the Company does not believe that it is possible to determine the maximum potential amount that could become due under these indemnities in the future.	The Company has made no payments on the indemnity.
Total	$ —		$ —	

(1) SSAP No. 5R, *Liabilities, Contingencies and Impairments of Assets*

(3) At December 31, 2016, the Company's aggregate compilation of guarantee obligations was $0.

B. Assessments

Guaranty Fund Assessments

The Company had initially estimated and recorded an accrual related primarily to the Reliance Insurance Company insolvency resulting in a liability of $6,641,426 and an asset of $2,828,724 for future premium tax offsets. There is no method to determine as to when these payments will be paid out or when all the premium tax offsets will be taken. The Company recorded charges to operations of $0 as of December 31, 2010 and December 31, 2008. In June 2007, the accrual for the State of New York was removed. The Reliance insolvency and related accrual for New York is processed as part of the New York Property Casualty Fund. The New York Property Casualty Fund accrual has been included in the taxes, licenses and fees financial statement line. In addition, minor adjustments were made to several states (Florida, Mississippi, New Hampshire, Rhode Island, Missouri, and Tennessee) resulting in a guaranty fund liability of $4,270,737 and a guaranty fund asset of $2,683,383 as of December 31, 2010. During 2011, due to the lack of Reliance assessments over the past 5 years, a review of the current accrual was performed. In July 2011 an entry was made to reduce Reliance's liability by $2,777,332 and to reduce Reliance's asset by $1,605,199. This resulted in a guaranty fund liability of $1,493,405 and a guaranty fund asset of $1,078,184 as of December 31, 2011. There were no adjustments made in 2012. There was a slight adjustment in 2013 reducing the guaranty fund asset by $4,061 and the liability by $8,374. There were no adjustments made in 2014 or 2015. There was a small adjustment in 2016 of $6,084 and therefore as of December 31, 2016 the asset total is $1,119,304 and the liability balance is $1,478,943.

C. Gain Contingencies

The Company did not recognize any gain contingencies during 2016 and 2015.

D. Claims Related Extra Contractual Obligations and Bad Faith Losses Stemming From Lawsuits

The company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits:

		Direct
Claims related ECO and bad faith losses paid during the reporting period	$	1,180,738

Number of claims where amounts were paid to settle claims related extra contractual obligations or bad faith claims resulting from lawsuits during the reporting period:

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

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

(f) Per Claim [X] (g) Per Claimant [ ]

E. Product Warranties

The Company did not issue any product warranties.

F. Joint and Several Liability Arrangements

The Company did not have any joint and several liability arrangements accounted for under SSAP 5R.

G. All Other Contingencies

All of the information in this footnote is being reported on combined basis for the Company and its subsidiaries and affiliates.

In *MPC v Magnuson,* the Company was found to have committed bad faith in failing to respond to the claimants policy limit demand within a reasonable time. As a result, the Company is responsible for paying the $5,000,000 the Court awarded the claimant for his injuries. The Company is appealing the judgment.

In *Beck v MPC*, an Oregon jury determined that the Company breached the homeowner policy by failing to fully compensate the insured for a property damage claim. As part of the compensation to the insured, the Court awarded attorney fees of $1,200,000. The Company is appealing the award.

Various litigation claims, and assessments against the Company, in addition to those discussed above and those otherwise provided for in the Company's financial statements, have arisen in the course of the Company's business, including but not limited to, in connection with its activities as an insurer, employer and taxpayer. Further, state insurance regulatory authorities and other federal and state authorities regularly make inquiries and conduct investigations concerning the Company's compliance with applicable insurance and other laws and regulations.

It is not feasible to predict or determine the ultimate outcome of all pending investigations and legal proceedings or provide reasonable ranges of potential losses, except as noted above in connection with specific matters. In some of the matters referred to above, very large and/or indeterminate amounts, including punitive and treble damages, are sought.

Although in light of these considerations it is possible that an adverse outcome in certain cases could have a material adverse effect upon the Company's financial position, based on information currently known by the Company's management, in its opinion, the outcomes of such pending investigations and legal proceedings are not likely to have such an effect. However, given the large and/or indeterminate amounts sought in certain of these matters and the inherent unpredictability of litigation, it is possible that an adverse outcome in certain matters could, from time to time, have a material adverse effect on the Company's financial statements.

15. Leases

A. Lease Expense and Commitments

(1) Lessee leasing arrangements

The Company leases office space under various noncancelable operating lease agreements that expire through March 2022. The Company's total rent expense for the year ended December 31, 2016 and December 31, 2015 was $19,944,260 and $17,916,079, respectively. The Company has entered into various lease agreements for office space, fleet vehicles, and other equipment. Rental expense under such leases for the year ended December 31, 2016 and December 31, 2015 was $14,341,846 and $12,308,470, respectively. In addition, rental expense includes affiliated rental expense for the year ended December 31, 2016 and December 31, 2015 of $5,602,414 and $5,607,609, respectively, charged to the Company pursuant to its service agreements with its affiliates.

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

Future minimum gross rental payments having initial or remaining noncancelable lease terms in excess of one year at December 31, 2016 were as follows:

Year Ending December 31,		Future Operating Lease Payments
2017	$	4,714,252
2018	$	3,469,152
2019	$	2,763,866
2020	$	1,267,864
2021	$	519,843
Thereafter	$	68,775

(3) Sale-leaseback transactions

The Company did not participate in any sale-leaseback transactions during 2016 and 2015.

B. Lease Income

The Company did not participate in lessor arrangements that provide a significant portion of the Company's business income or assets during 2016 and 2015.

16. Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

(1) The table below summarizes the notional amount of the Company's financial instruments (derivatives that are designated as effective hedging instruments) with off-balance sheet credit risk at December 31:

	Assets		Liabilities	
	2016 December 31, 2016	2015 December 31, 2015	2016 December 31, 2016	2015 December 31, 2015
Swaps	$ —	$ 10,550,100	$ —	$ —
Futures	—	—	—	—
Options	—	—	—	—
Total	$ —	$ 10,550,100	$ —	$ —

(2) See Note 8 for a description of the nature and terms of the Company's derivatives, including market risks, cash requirements and related accounting policy.

(3) The Company may be exposed to credit-related losses in the event of nonperformance by counterparties to derivatives. Generally, the current credit exposure of the Company's derivatives is limited to the net positive estimated fair value of derivatives at the reporting date after taking into consideration the existence of master netting or similar agreements and any collateral received pursuant to such agreements.

The Company manages its credit risk related to derivatives by entering into transactions with creditworthy counterparties and establishing and monitoring exposure limits. The Company's OTC derivative transactions are governed by ISDA Master Agreements which provide for legally enforceable set-off and close-out netting of exposures to specific counterparties in the event of early termination of a transaction, which includes, but is not limited to, events of default and bankruptcy. In the event of an early termination, the Company is permitted to set-off receivables from the counterparty against payables to the same counterparty arising out of all included transactions. Substantially all of the Company's ISDA Master Agreements also include Credit Support Annex provisions which require both the pledging and accepting of collateral in connection with its OTC derivatives.

Off-balance sheet credit exposure is the excess of positive estimated fair value over positive book/adjusted carrying value for the Company's highly effective hedges at the reporting date. All collateral received from counterparties to mitigate credit-related losses is deemed worthless for the purpose of calculating the Company's off-balance sheet credit exposure. The Company did not have off-balance sheet credit exposure on its swaps at December 31, 2016. The off-balance sheet credit exposure of the Company's swaps was $220,655 at December 31, 2015.

(4) At December 31, 2016 and 2015, no securities collateral was received by the Company on its OTC derivatives.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables Reported as Sales

The Company did not have any transfer of receivables reported as sales during 2016 and 2015.

B. Transfer and Servicing of Financial Assets

The Company did not participate in the transfer or servicing of financial assets during 2016 and 2015.

C. Wash Sales

(1) In the course of the Company's asset management, securities are not sold and reacquired within 30 days of the sale date to enhance the Company's yield on its investment portfolio. There may be occasional isolated incidents where wash sales occur.

(2) The Company had no wash sales with an NAIC designation 3 or below or unrated securities during the year ended December 31, 2016.

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

The Company does not serve as an Administrative Services Only or Administrative Service Contract administrator for any uninsured accident and health plan or uninsured portions of a partially insured plan.

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

Aggregate direct premiums written/produced by third party administrators for the year ended December 31, 2016 were $43,206,327.

20. Fair Value Information

A. (1) Assets and Liabilities Measured and Reported at Estimated Fair Value at Reporting Date

Hierarchy Table

The following table provides information about financial assets and liabilities measured and reported at estimated fair value at:

	December 31, 2016			
	Fair Value Measurements at Reporting Date Using			
	Level 1	Level 2	Level 3	Total
Assets				
Bonds				
U.S. Special Revenue and Agencies	$ —	$ 4,979,900	$ —	$ 4,979,900
Industrial & Miscellaneous	—	25,580,918	7,799,941	33,380,859
Total bonds	—	30,560,818	7,799,941	38,360,759
Perpetual preferred stocks				
Industrial & Miscellaneous	—	128,367	—	128,367
Derivative assets (1)				
Foreign currency exchange rate	—	1,877,481	—	1,877,481
Equity market	—	4,435	—	4,435
Total derivative assets	—	1,881,916	—	1,881,916
Total assets	$ —	$ 32,571,101	$ 7,799,941	$ 40,371,042
Liabilities				
Derivative liabilities (1)				
Foreign currency exchange rate	$ —	$ 28,646	$ —	$ 28,646
Equity market	—	1,027	—	1,027
Total derivative liabilities	—	29,673	—	29,673
Total liabilities	$ —	$ 29,673	$ —	$ 29,673

(1) Derivative assets and derivative liabilities presented in the table above represent only those derivatives that are carried at estimated fair value. Accordingly, the amounts above exclude highly effective derivatives carried at amortized cost.

Transfers between Levels 1 and 2 - During the year ended December 31, 2016, transfers between Levels 1 and 2 were not significant. Transfers between levels are assumed to occur at the beginning of the period.

(2) Assets and Liabilities Measured and Reported at Estimated Fair Value at Reporting Date

Rollforward Table – Level 3 Assets and Liabilities

A rollforward of the estimated fair value measurements for all assets and liabilities measured and reported at estimated fair value using significant unobservable (Level 3) inputs for their respective time periods is as follows:

	Estimated Fair Value Measurements in Level 3 of the Fair Value Hierarchy									
	Balance, January 1, 2016	Transfer into Level 3	Transfer out of Level 3	Total Gains and Losses included in Net Income (1)	Total Gains and Losses included in Capital and Surplus	Purchases (2)	Sales (2)	Issuances (2)	Settlements (2)	Balance, December 31, 2016
Assets										
Bonds - Industrial & miscellaneous	$ 3,953,365	$ 6,348,779	$ —	$ 23,274	$ 353,594	$ —	$ (2,879,071)	$ —	$ —	$ 7,799,941
Perpetual preferred stocks - Industrial & miscellaneous	—	43,955,000	—	—	(1,960,209)	34,729	—	—	—	42,029,520
Total	$ 3,953,365	$ 50,303,779	$ —	$ 23,274	$(1,606,615)	$ 34,729	$ (2,879,071)	$ —	$ —	$ 49,829,461

(1) Interest and dividend accruals, as well as cash interest coupons and dividends received, are excluded from the rollforward.

(2) The amount reported within purchases, sales, issuances and settlements is the purchase/issuance price (for purchases and issuances) and the sales/settlement proceeds (for sales and settlements) based upon the actual date purchased/issued or sold/settled.

Transfers between Levels

Overall, transfers between levels occur when there are changes in the observability of inputs and market activity. Transfers into or out of any level are assumed to occur at the beginning of the period.

Transfers into or out of Level 3

Transfers into or out of Level 3 are presented in the table above. Assets and liabilities are transferred into Level 3 when a significant input cannot be corroborated with market observable data. This occurs when market activity decreases significantly and underlying inputs cannot be observed, current prices are not available and/or when there are significant variances in quoted prices, thereby affecting transparency. Assets and liabilities are transferred out of Level 3 when circumstances change such that a significant input can be corroborated with market observable data.

This may be due to a significant increase in market activity, a specific event, or one or more significant input(s) becoming observable.

During the year ended December 31, 2016, transfers into Level 3, for bonds of $6,348,779 resulted primarily from current market conditions characterized by a lack of trading activity and decreased liquidity. These current market conditions have resulted in decreased transparency of valuations and an increased use of broker quotations and unobservable inputs to determine estimated fair value.

During the year ended December 31, 2016, transfers into Level 3, for perpetual preferred stock of $43,955,000 resulted primarily from current market conditions characterized by a lack of trading activity and decreased liquidity. These current market conditions have resulted in decreased transparency of valuations and an increased use of broker quotations and unobservable inputs to determine estimated fair value.

(3) Transfers between levels are assumed to occur at the beginning of the period.

(4) Assets and Liabilities Measured and Reported at Estimated Fair Value at Reporting Date

Valuation Techniques and Inputs for Level 2 and Level 3 Assets and Liabilities by Major Classes of Assets and Liabilities:

When developing estimated fair values, the Company considers two broad valuation techniques: (i) the market approach and (ii) the income approach. The Company determines the most appropriate valuation technique to use, given what is being measured and the availability of sufficient inputs, giving priority to observable inputs.

The Company categorizes its financial assets and liabilities into a three-level hierarchy, based on the significant input with the lowest level in their valuation. The input levels are as follows. Level 1 - Unadjusted quoted prices for identical assets or liabilities. The Company defines active markets based on average trading volume for common stock. The size of the bid/ask spread is used as an indicator of market activity for bonds. Level 2 - Quoted prices in markets that are not active or inputs that are observable either directly or indirectly. These inputs can include quoted prices for similar but not identical assets or liabilities other than quoted prices in Level 1, quoted prices in markets that are not active, or other significant inputs that are observable or can be derived principally from or corroborated by observable market data for substantially the full term of the assets or liabilities. Level 3 - Unobservable inputs that are supported by little or no market activity and are significant to the determination of estimated fair value of the assets and liabilities. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the asset or liability.

The valuation of most instruments listed below are determined using independent pricing sources, matrix pricing, discounted cash flow methodologies or other similar techniques that use either observable market inputs or unobservable inputs.

Instrument	Level 2 Observable Inputs	Level 3 Unobservable Inputs
Bonds		
U.S. corporate and Foreign corporate securities - included within Industrial & Miscellaneous		

	Valuation Techniques: Principally the market and income approaches.
	Key Inputs:
	• quoted prices in markets that are not active
	• benchmark yields; spreads off benchmark yields; new issuances; issuer rating
	• trades of identical or comparable securities; duration
	• privately-placed securities are valued using the additional key inputs:
	  • market yield curve; call provisions
	  • observable prices and spreads for similar public or private securities that incorporate the credit quality and industry sector of the issuer
	  • delta spread adjustments to reflect specific credit-related issues
		Valuation Techniques: Principally the market approach.
		Key Inputs:
		• illiquidity premium
		• delta spread adjustments to reflect specific credit-related issues
		• credit spreads
		• quoted prices in markets that are not active for identical or similar securities that are less liquid and based on lower levels of trading activity than securities classified in Level 2
		• independent non-binding broker quotations

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State and political subdivision securities - included within U.S. Special Revenue and Agencies		
	Valuation Techniques: Principally the market approach Key Inputs: • quoted prices in markets that are not active • benchmark U.S. Treasury yield or other yields • the spread off the U.S. Treasury yield curve for the identical security • issuer ratings and issuer spreads; broker-dealer quotes • comparable securities that are actively traded	• not applicable
Common and preferred stock		
	Valuation Techniques: Principally the market approach Key Input: • quoted prices in markets that are not active	Valuation Techniques: Principally the market and income approaches. Key Inputs: • credit ratings; issuance structures • quoted prices in markets that are not active for identical or similar securities that are less liquid and based on lower levels of trading activity than securities classified in Level 2 • independent non-binding broker quotations

Derivatives [(1)]		
Foreign Currency Exchange Rate		
	Valuation Techniques: Principally the income approach Key Inputs: • swap yield curves • basis curves • currency spot rates • cross currency basis curves	• not applicable
Equity Market		
	Valuation Techniques: Principally the income approach Key Inputs: • swap yield curves • spot equity index levels • dividend yield curves • equity volatility [(2)]	• not applicable

(1) Valuations of non-option-based derivatives utilize present value techniques, whereas valuations of option-based derivatives utilize option pricing models.
(2) Option-based only

B. The Company provides additional fair value information in Note 5.

C. Estimated Fair Value of All Financial Instruments

Information related to the aggregate fair value of financial instruments is shown below at:

	December 31, 2016					
	Aggregate Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Assets						
Bonds	$3,035,714,430	$2,881,506,666	$ 6,671,726	$3,008,687,639	$ 20,355,065	$ —
Preferred stocks	42,330,993	42,322,330	—	301,465	42,029,528	—
Cash, cash equivalents and short-term investments	(135,724,696)	(135,724,696)	(135,724,696)	—	—	—
Derivative assets [1]	6,631,896	7,240,200	—	6,631,896	—	—
Investment income due and accrued	37,014,632	37,014,632	37,014,632	—	—	—
Total assets	$2,985,967,255	$2,832,359,132	$ (92,038,338)	$3,015,621,000	$ 62,384,593	$ —
Liabilities						
Derivative liabilities [1]	29,674	29,674	—	29,674	—	—
Payable for collateral under securities loaned and other transactions	6,249,574	6,249,574	—	6,249,574	—	—
Total liabilities	$ 6,249,574	$ 6,249,574	$ —	$ 6,249,574	$ —	$ —

	December 31, 2015					
	Aggregate Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Assets						
Bonds	$3,141,701,965	$2,931,285,752	$ 81,367,776	$3,039,464,619	$ 20,869,570	$ —
Preferred stocks	89,336,132	89,336,132	—	89,336,132	—	—
Cash, cash equivalents and short-term investments	(92,778,185)	(92,778,185)	(92,778,185)	—	—	—
Derivative assets [1]	3,995,790	3,922,916	—	3,995,790	—	—
Investment income due and accrued	38,762,794	38,762,794	—	38,762,794	—	—
Total assets	$3,181,018,496	$2,970,529,409	$ (11,410,409)	$3,171,559,335	$ 20,869,570	$ —
Liabilities						
Derivative liabilities [1]	48,006	48,006	—	48,006	—	—
Payable for collateral under securities loaned and other transactions	1,819,574	1,819,574	—	1,819,574	—	—
Total liabilities	$ 1,819,574	$ 1,819,574	$ —	$ 1,819,574	$ —	$ —

[1] Classification of derivatives is based on each derivative's positive (asset) or negative (liability) book/adjusted carrying value, which equals the net admitted assets and liabilities.

Assets and Liabilities

The methods and significant assumptions used to estimate the fair value of all financial instruments are presented below.

The Company defines fair value as the price that would be received to sell an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. In most cases, the exit price and the transaction (or entry) price will be the same at initial recognition.

When developing estimated fair values, the Company considers two broad valuation techniques: (i) the market approach and (ii) the income approach. The Company determines the most appropriate valuation technique to use, given what is being measured and the availability of sufficient inputs, giving priority to observable inputs.

The Company categorizes its financial assets and liabilities into a three-level hierarchy, based on the significant input with the lowest level in their valuation. The input levels are as follows. Level 1 - Unadjusted quoted prices for identical assets or liabilities. The Company defines active markets based on average trading volume for common stock. The size of the bid/ask spread is used as an indicator of market activity for bonds. Level 2 - Quoted prices in markets that are not active or inputs that are observable either directly or indirectly. These inputs can include quoted prices for similar but not identical assets or liabilities other than quoted prices in Level 1, quoted prices in markets that are not active, or other significant inputs that are observable or can be derived principally from or corroborated by observable market data for substantially the full term of the assets or liabilities. Level 3 - Unobservable inputs that are supported by little or no market activity and are significant to the determination of estimated fair value of the assets and liabilities. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the asset or liability.

In general, investments classified within Level 3 use many of the same valuation techniques and inputs as described in the Level 2 discussions. However, if key inputs are unobservable, or if the investments are less liquid and there is very limited trading activity, the investments are generally classified as Level 3. The use of independent non-binding broker quotations to value investments generally indicates there is a lack of liquidity or the general lack of transparency in the process to develop the valuation estimates generally causing these investments to be classified in Level 3.

Bonds, Stocks, Cash, Cash Equivalents and Short-term Investments

When available, the estimated fair value for bonds, including loan-backed securities, unaffiliated preferred stocks, cash equivalents and short-term investments are based on quoted prices in active markets that are readily and regularly obtainable. Generally, these investments are classified in Level 1, are the most liquid of the Company's securities holdings and valuation of these securities does not involve management's judgment.

When quoted prices in active markets are not available, the determination of estimated fair value is based on market standard valuation methodologies, giving priority to observable inputs. The significant inputs to the market standard valuation methodologies for certain types of securities with reasonable levels of price transparency are inputs that are observable in the market or can be derived principally from or corroborated by observable market data. Generally, these investments are classified in Level 2.

When observable inputs are not available, the market standard valuation methodologies rely on inputs that are significant to the estimated fair value that are not observable in the market or cannot be derived principally from or corroborated by observable market data. These unobservable inputs can be based in large part on management's judgment or estimation, and cannot be supported by reference to market activity. Even though these inputs are unobservable, management believes they are consistent with what other market participants would use when pricing such securities and are considered appropriate given the circumstances. Generally, these investments are classified in Level 3.

Excluded from the disclosure are investments accounted for under the equity method including affiliated common stocks.

The use of different methodologies, assumptions and inputs may have a material effect on the estimated fair values of the Company's securities holdings.

The estimated fair value for cash approximates carrying value and is classified as Level 1 given the nature of cash.

Derivatives

The estimated fair value of OTC derivatives is determined through the use of pricing models. The determination of estimated fair value, when quoted market values are not available, is based on market standard valuation methodologies and inputs that management believes are consistent with what other market participants would use when pricing such instruments. The significant inputs to the pricing models for most OTC derivatives are inputs that are observable in the market or can be derived principally from, or corroborated by, observable market data. Significant inputs that are observable generally include interest rates, foreign currency exchange rates, interest rate curves, credit curves and volatility. Derivative valuations can be affected by changes in interest rates, foreign currency exchange rates, financial indices, credit spreads, default risk, nonperformance risk, volatility, liquidity and changes in estimates and assumptions used in pricing models. Generally, these derivatives are classified in Level 2.

Most inputs for OTC derivatives are mid-market inputs but, in certain cases, liquidity adjustments are used when they are deemed more representative of exit value. Market liquidity, as well as the use of different methodologies, assumptions and inputs may have a material effect on the estimated fair values of the Company's derivatives and could materially affect the net change in capital and surplus.

Investment Income Due and Accrued

Due to the short-term nature of investment income due and accrued, the Company believes there is minimal risk of material changes in interest rates or the credit of the issuer such that estimated fair value approximates carrying value. These amounts are generally classified as Level 2.

Payable for Collateral Received

The estimated fair value of amounts payable for collateral under securities loaned and other transactions approximates carrying value as these obligations are short-term in nature. These amounts are generally classified in Level 2.

D. At December 31, 2016, the Company had no investments where it was not practicable to estimate fair value.

21. Other Items

A. Unusual or Infrequent Items

The Company did not have any unusual or infrequent items during 2016 and 2015.

B. Troubled Debt Restructuring

The Company did not have troubled debt restructuring during 2016 and 2015.

C. Other Disclosures

(1) Rounding and Truncating - Truncating has generally been used in the investment schedules and rounding (including forced rounding to add to relevant totals) has been used elsewhere in this statement.

(2) The Company contributed $5,000 to the political action committee MetLife Political Participation Fund B as of December 31, 2016.

(3) Supplement to Interrogatory No. 18: As part of a MetLife enterprise-wide Code of Conduct Certification, the Chief Compliance Officer is designated with the responsibility to oversee such disclosures. Following that review, a summary report is sent to the Chairman of the Board of Directors of MetLife, Inc.

D. Business Interruption Insurance Recoveries

The Company did not have any business interruption insurance recoveries during 2016 and 2015.

E. State Transferable and Non-transferable Tax Credits

The Company did not have any state transferable and non-transferable tax credits during 2016 and 2015.

F. Subprime Mortgage Related Risk Exposure

(1) While there is no market standard definition, the Company defines subprime mortgage lending as the origination of residential mortgage loans to borrowers with weak credit profiles. The Company's exposure to subprime mortgage loans exists through investments in subprime RMBS. The majority of the Company's subprime RMBS exposure is the result of purchases over the past three years at prices well below the par value of the securities. The subprime RMBS portfolio is performing within expectations and is in an unrealized gain position. The Company continues to closely monitor the performance of the subprime RMBS portfolio and the credit quality of the underlying assets.

(2) The Company had no direct exposure through investments in subprime loans during 2016 and 2015.

(3) Direct exposure through investments in subprime mortgage loans at December 31, 2016:

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	OTTI Losses Recognized
RMBS	$ 97,527	$ 97,718	$ 91,468	$ —
CMBS	—	—	—	—
Collateralized debt obligations	—	—	—	—
Structured securities	—	—	—	—
Equity investment in SCA	—	—	—	—
Other assets	—	—	—	—
Total	$ 97,527	$ 97,718	$ 91,468	$ —

(4) The Company had no underwriting exposure to subprime mortgage risk through mortgage guaranty or financial guaranty insurance coverage during 2016 and 2015.

G. Insurance-Linked Securities Contracts

The Company did not engage in any transactions involving insurance-linked securities during 2016.

22. Events Subsequent

The Company has evaluated events subsequent to December 31, 2016 through February 17, 2017, which is the date these financial statements were available to be issued, and has determined there are no material subsequent events requiring adjustment to or disclosure in the financial statements.

The Company is not subject to the annual fee imposed under section 9010 of the Patient Protection and Affordable Care Act (“ACA”).

23. Reinsurance

A. Unsecured Reinsurance Recoverables

The Company does not have unsecured aggregate recoverable losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premiums with any individual reinsurers, authorized or unauthorized, that exceeds 3% of the Company’s policyholder surplus.

The Company has significant unsecured aggregate recoverables with the federal government and mandatory state pools and associations in the amount of $64,851,768, $16,419,652, and $10,688,914 with Michigan Catastrophic Claims Association ("MCCA", Federal ID AA-9991159), National Flood Insurance Program ("NFIP", Federal ID AA-9992201), and North Carolina Reinsurance Facility ("NCRF", Federal ID AA-9991139), respectively.

The MCCA, a private non-profit unincorporated association, was created by the state Legislature in 1978. Michigan's unique auto insurance no-fault law provides unlimited lifetime coverage for medical expenses which result from auto accidents. The MCCA reimburses auto no-fault insurance companies for each Personal Injury Protection medical claim paid in excess of a set amount. Currently that amount is $545,000. This means that the insurance company pays the entire claim, but is reimbursed by the MCCA for medical costs over $545,000. All auto insurance companies operating in Michigan are required to participate and are assessed to cover the catastrophic medical claims occurring in Michigan. Those assessments are generally passed on to auto insurance policyholders.

The unsecured aggregate recoverable for the NFIP is part of the Write Your Own ("WYO") Program which began in 1983 and is a cooperative undertaking of the insurance industry and FEMA. The WYO Program allows participating property and casualty insurance companies to write and service the Standard Flood Insurance Policy in their own names. The companies receive an expense allowance for policies written and claims processed while the Federal Government retains responsibility for underwriting losses. The WYO Program operates as part of the NFIP, and is subject to its rules and regulations.

NCRF is a mandatory risk pool in which all direct writers of automobile coverage in the state require participation. The underlying security of this pool is backed by every insurance company, which writes automobile insurance. In the worst case scenario, if a company that participates becomes insolvent, that company's share of the pool losses would be distributed on a pro rata basis to the remaining writers in the state. The Company has participated in mandatory reinsurance facilities over a substantial number of years and has never experienced a reinsurance write-off.

B. Reinsurance Recoverable in Dispute

The Company has no reinsurance recoverable in dispute during 2016.

C. Reinsurance Assumed and Ceded

(1)

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve (1)	Commission Equity (2)	Premium Reserve (3)	Commission Equity (4)	Premium Reserve (5)	Commission Equity (6)
a. Affiliates	$ 975,773,855	$ —	$ —	$ —	$ 975,773,855	$ —
b. All Other	3,349,330	845,361	19,663,597	4,187,280	(16,314,267)	(3,341,919)
c. Total	$ 979,123,185	$ 845,361	$ 19,663,597	$ 4,187,280	$ 959,459,588	$ (3,341,919)
d. Direct Unearned Premium Reserves:			$ 702,656,039			

(2) The additional or return commission, predicted on loss experience or on any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements are accrued as follows:

	Direct	Assumed	Ceded	Net
a. Contingent Commission	$ 5,585,450	$ 5,914,550	$ —	$ 11,500,000
b. Sliding Scale Adjustments	—	—	—	—
c. Other Profit Commission Arrangements	—	—	—	—
d. Total	$ 5,585,450	$ 5,914,550	$ —	$ 11,500,000

D. Uncollectible Reinsurance

The Company did not write off any uncollectible reinsurance during 2016 and 2015.

E. Commutation of Ceded Reinsurance

The Company did not commute any ceded reinsurance during 2016 and 2015.

F. Retroactive Reinsurance

The Company did not have any retroactive reinsurance during 2016 and 2015.

G. Reinsurance Accounted for as a Deposit

The Company did not have any reinsurance accounted for as a deposit during 2016 and 2015.

H. Transfer of Property and Casualty Run-off Agreements

The Company did not transfer any property and casualty run-off agreements during 2016 and 2015.

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

The Company did not have any certified reinsurer's rating downgraded or status subject to revocation during 2016.

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

The Company did not have any reinsurance agreements qualifying for reinsurer aggregation during 2016.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

The Company had no retrospectively rated contracts nor contracts subject to redetermination as of December 31, 2016. In addition, the Company has no paid or payable medical loss ratio rebates and is not subject to the risk sharing provision of the ACA.

25. Change in Incurred Losses and Loss Adjustment Expenses

Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years have decreased by $776 million from $1,488 million in 2015 to $837 million in 2016. The prior year reserves have decreased principally for the private passenger auto liability, homeowners and umbrella lines of insurance. The ultimate losses and loss adjustment expenses for the prior years have favorably decreased by $7.7 million since December, 2015. The Company has no retrospectively rated policies.

26. Intercompany Pooling Arrangements

The Company did not participate in any intercompany pooling arrangements during 2016 and 2015.

Restated Quota Share Reinsurance Treaty

Effective January 1, 2001, the Company entered into a 100% Restated Quota Share Reinsurance Agreement with its subsidiary companies, Metropolitan Casualty Insurance Company, NAIC #40169, Metropolitan General Insurance Company, NAIC #39950, Metropolitan Direct Property and Casualty Insurance Company, NAIC #25321, Metropolitan Group Property and Casualty Insurance Company ("MGPC"), NAIC #34339, MLICT, NAIC #13938, and EFAC, NAIC #22926.

The Restated Quota Share Reinsurance Treaty provides that the subsidiary companies obligate themselves to cede, and the Company obligates itself to accept, a 100% interest in each of the subsidiaries' gross net liabilities and its premiums, losses, expenses, payment fees, dividends and direct agents balance.

In addition, the Restated Quota Share Reinsurance Agreement provides that EFAC's subsidiary companies, Economy Preferred Insurance Company, NAIC #38067 and Economy Premier Assurance Company, NAIC #40649 are obligated to cede, and EFAC obligates itself to accept, a 100% interest in each of the subsidiaries' gross net liabilities and its premiums, losses, expenses, payment fees, dividends and direct agents balance.

All lines of business are subject to the reinsurance, except for the run-off of a book of reinsurance business transacted through the arrangement between TIG Insurance Company (("TIG"), successor by merger to Clearwater Insurance Company, formerly known as Odyssey Reinsurance Corporation and Skandia America Reinsurance Corporation) and MGPC.

The Company is the lead company, and it makes cessions to non-affiliated reinsurers subsequent to the cession of business from the affiliated members to the lead company, except for business transacted through the arrangement between TIG and MGPC.

Cessions to non-affiliated reinsurers of business subject to the reinsurance agreement are as follows:

Property Catastrophe Excess of Loss	All Property Business including but not limited to Homeowners, Dwelling Fire, Inland Marine, Small Commercial Property, and Personal and Small Commercial Automobile Physical Damage
Casualty Excess of Loss	Personal Liability including Automobile, Homeowners and Personal Umbrella Liability; Small Commercial Liability including Automobile and Business Owners Liability
Property Per Risk	Business classified by the Company as Personal Property and Small Commercial Property
Mandatory Pools	Business transacted through Massachusetts, New Hampshire, North Carolina and South Carolina Automobile Facilities, various Mine Subsidence programs, Michigan Catastrophic Claims Association and Florida Hurricane Catastrophe Fund

All members are party to reinsurance agreements with non-affiliated reinsurers covering business subject to the restated quota share reinsurance agreement. All members have a contractual right of direct recovery from the non-affiliated reinsurer.

There are no discrepancies between entries regarding reinsurance business on the assumed and ceded reinsurance schedules of the lead company and corresponding entries on the assumed and ceded reinsurance schedules of other quota share participants.

The Company, as the lead company, discloses all reinsurance related to non-affiliated companies of reinsurance business and therefore, discloses the entire Provision for Reinsurance, Schedule F Part 5.

27. Structured Settlements

A. The Company has purchased annuities with the claimant as payee for which the Company has a contingent liability. The Company eliminated its loss reserves for these claims at the time the annuities were purchased. A contingent liability exists to the extent that the issuers of the annuity contracts become unable to fulfill their contractual obligations. The present value of all annuity contracts still in force at December 31, 2016 was $173,909,818. If the Company became responsible for any payments under these annuities, such payments could possibly be reduced by reinsurance recoverables.

Loss Reserves Eliminated by Annuities	Unrecorded Loss Contingencies
$ 173,909,818	$ —

B. The aggregate value of annuities due from any life insurer for which the Company has not obtained a release of liability from the claimant as a result of the purchase of an annuity does not equal or exceed 1% of policyholders' surplus.

28. Health Care Receivables

The Company had no health care receivables during the years 2016, 2015 and 2014.

29. Participating Policies

The Company had no participating policies as of December 31, 2016 and 2015.

30. Premium Deficiency Reserves

1. Liability carried for premium deficiency reserves	$5,548
2. Date of the most recent evaluation of this liability	December 31, 2016
3. Was anticipated investment income utilized in the calculation?	Yes [X] No [ ]

The Company had liabilities of $5,548 and $3,064 related to premium deficiency reserves as of December 31, 2016 and 2015, respectively. The Company did consider anticipated investment income when calculating its premium deficiency reserves. The reserves are the result of the Company's participation in the Florida Automobile Joint Underwriting Association.

31. High Deductibles

The Company has recorded no reserve credit for high deductibles on unpaid claims, and has no amounts that have been billed and are recoverable.

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

The Company does not discount liabilities for unpaid losses or unpaid loss adjustment expenses.

33. Asbestos/Environmental (Mass Tort) Reserves

The Company is not exposed to asbestos and/or environmental claims.

34. Subscriber Savings Accounts

The Company is not a reciprocal insurance company.

35. Multiple Peril Crop Insurance

As of December 31, 2016, the Company did not have any multiple peril crop contracts.

36. Financial Guaranty Insurance

As of December 31, 2016, the Company did not have any financial guaranty contracts.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No [ ]
If yes, complete Schedule Y, Parts 1, 1A 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 [X] No [ ] N/A [ ]

1.3 State regulating? Rhode Island

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: 09/01/2016

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. 12/31/2011

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). 05/28/2013

3.4 By what department or departments?
Rhode Island Insurance Division / Department of Business Regulation

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]

5.2 If yes, provide the name of entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
Not Applicable	0	

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:
Not Applicable

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 0.000%

7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity

8.1 Is the company a subsidiary of a bank holding company regulated with 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 [X] No [ ]

8.4 If the response to 8.3 is yes, please provide below 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 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
MetLife Advisers, LLC	Boston, MA				YES
MetLife Investment Advisors, LLC	Wilmington, DE				YES
MetLife Investors Distribution Company	New York, NY				YES
Brighthouse Securities, LLC	Charlotte, NC				YES

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Deloitte & Touche, LLP 30 Rockefeller Plaza, New York, NY 10112-0015

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 other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes [ ] No [X]

10.4 If the response to 10.3 is yes, provide information related to this exemption:

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [ ] N/A [ ]

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

10.6 If the response to 10.5 is no or n/a, please explain:
Not Applicable

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?
Lise Hasegawa, Vice President, 700 Quaker Lane, Warwick, RI 02886

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 $ 0

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).

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [ ] No [X]

15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
0			0

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinator committee thereof? Yes [X] No [ ]

17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [X] No [ ]

18. Has the reporting entity an established procedure for disclosure to its Board of Directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [ ] No [X]

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [ ] No [X]

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11 To directors or other officers $ 0
20.12 To stockholders not officers $ 0
20.13 Trustees, supreme or grand (Fraternal only) $ 0

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 $ 0
20.22 To stockholders not officers $ 0
20.23 Trustees, supreme or grand (Fraternal only) $ 0

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 reporting 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 $ 0
21.22 Borrowed from others $ 0
21.23 Leased from others $ 0
21.24 Other $ 0

22.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes [ ] No [X]

22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment $ 00
22.22 Amount paid as expenses $ 0
22.23 Other amounts paid $ 00

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [ ] No [X]

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $ 0

INVESTMENT

24.01 Were all of 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 [ ] No [X]

24.02 If no, give full and complete information, relating thereto:
Certain securities on deposit with States. JP Morgan Chase Bank is the custodian for all securities under the Company's exclusive control.

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).
Not Applicable

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 [X] No [ ] N/A [ ]

24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. $ 0

24.06 If answer to 24.04 is no, report amount of collateral for other programs $ 0

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 [X] No [ ] N/A [ ]

24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [X] No [ ] N/A [ ]

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 [ ] No [ ] N/A [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

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 current in force? (Exclude securities subject to Interrogatory 21.1 and 24.03.) Yes [X] No [ ]

25.2 If yes, state the amount thereof at December 31 of the current year:

25.21	Subject to repurchase agreements	$ 0
25.22	Subject to reverse repurchase agreements	$ 0
25.23	Subject to dollar repurchase agreements	$ 0
25.24	Subject to reverse dollar repurchase agreements	$ 0
25.25	Placed under option agreements	$ 0
25.26	Letter stock or securities restricted as sale – excluding FHLB Capital Stock	$ 0
25.27	FHLB Capital Stock	$ 0
25.28	On deposit with states	$ 4,754,652
25.29	On deposit with other regulatory bodies	$ 0
25.30	Pledged as collateral – excluding collateral pledged to an FHLB	$ 0
25.31	Pledged as collateral to FHLB – including assets backing funding agreements	$ 0
25.32	Other	$ 0

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
		$ 0

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [X] No [ ]

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

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: $ 0

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 all agreements that comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
JPMorgan Chase & Co.	4 New York Plaza - 12th Floor, New York, NY, 10004

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 Name(s)	2 Location(s)	3 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 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

GENERAL INTERROGATORIES

PART 1 - COMMON 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 Name of Firm or Individual	2 Affiliation
Metropolitan Life Insurance Company	A
Oaktree Capital Management, L.P.	U

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 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
4095	Metropolitan Life Insurance Company	549300H7EXFMRS487544	Not registered	DS
106793	Oaktree Capital Management, L.P.	JOAJT0QKF9HWVYTX5K56	SEC	No

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 CUSIP	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
		0
29.2999 TOTAL		0

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

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
		0	

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 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1	Bonds	2,881,506,666	3,035,714,430	154,207,764
30.2	Preferred Stocks	42,322,330	42,330,993	8,663
30.3	Totals	2,923,828,996	3,078,045,423	154,216,427

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

Per Part 5, Section 1 of the Purposes and Procedures Manual of the NAIC Investment Analysis Office, Insurance companies can elect to not use prices provided by the NAIC. They can select any of 5 price sources, as defined in this section, and identify them in their appropriate schedule. MetLife and its affiliate insurance companies have chosen to not use market prices obtained from the NAIC. First an external quoted price is sought. In cases where an external quoted price is not available, the fair value is internally estimated using present value or valuation techniques. Factors considered in estimating fair value include: coupon rate, maturity, estimated duration, call provisions, sinking fund requirements, credit rating, industry sector and issuer curves, as well as quoted market prices of comparable securities.

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 [ ] No [X]

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 [ ] 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 [ ] No [X]

32.2 If no, list exceptions:
As of December 31,2016, one issue did not meet the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office. The issue has not been filed due to lack of final documents.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? $ 11,357,575

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

1 Name	2 Amount Paid
Insurance Services Office, Inc.	$ 4,298,588

34.1 Amount of payments for legal expenses, if any? $ 288,852

34.2 List the name of the firm and the amount paid if any such payment represented25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Copeland, Cook, Taylor $ Bush	$ 286,352

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? $ 585,363

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

1 Name	2 Amount Paid
Property Casualty Insurers Association of America	$ 565,363

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? $ 0

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. $ 0

1.5 Indicate total incurred claims on all Medicare Supplement insurance. $ 0

1.6 Individual policies:

Most current three years:

1.61 Total premium earned $ 0

1.62 Total incurred claims $ 0

1.63 Number of covered lives 0

All years prior to most current three years:

1.64 Total premium earned $ 0

1.65 Total incurred claims $ 0

1.66 Number of covered lives 0

1.7 Group policies:

Most current three years:

1.71 Total premium earned $ 0

1.72 Total incurred claims $ 0

1.73 Number of covered lives 0

All years prior to most current three years:

1.74 Total premium earned $ 0

1.75 Total incurred claims $ 0

1.76 Number of covered lives 0

2. Health Test:

		1 Current Year	2 Prior Year
2.1	Premium Numerator	$ 20,014,866	$ 17,074,828
2.2	Premium Denominator	$ 3,527,710,773	$ 3,465,147,398
2.3	Premium Ratio (2.1/2.2)	0.567	0.493
2.4	Reserve Numerator	$ 4,074,647	$ 3,705,590
2.5	Reserve Denominator	$ 3,210,796,665	$ 3,119,449,967
2.6	Reserve Ratio (2.4/2.5)	0.127	0.119

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 $ 0

3.22 Non-participating policies $ 0

4. FOR MUTUAL REPORTING ENTITIES AND RECIPROCAL EXCHANGES ONLY:

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

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

4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? 0.000%

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. $ 0

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:

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?
Not Applicable

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 evaluation of the hurricane peril (property business only) is based on EQECAT, Risk Management Solutions (RMS) and Applied Insurance Research (AIR) computer models. The Company's evaluation of the earthquake peril (property business only) is based on the EQECAT and RMS computer models. The Company's largest Probable Maximum Loss would result from a hurricane in the Northeast region of the United States.

6.3 What provision has this reporting entity made (such as 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 is protected from this loss through the purchase of Property Catastrophe Excess of Loss reinsurance treaties.

6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes [X] No [ ]

6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss:

GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

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 [X] No [ ]

7.2 If yes, indicate the number of reinsurance contracts containing such provisions. 1

7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes [X] No [ ]

8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes [ ] No [X]

8.2 If yes, give full information

9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:

(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;

(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;

(c) Aggregate stop loss reinsurance coverage;

(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;

(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or

(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity? Yes [ ] No [X]

9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:

(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or

(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes [ ] No [X]

9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:

(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;

(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and

(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4 Except for transactions meeting the requirements of paragraph 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, Yes [ ] No [X]

(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes [ ] No [X]

(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes [ ] No [X]

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X] No [ ] N/A [ ]

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 assets schedule, Page 2, state the amount of corresponding liabilities recorded for:

12.11 Unpaid losses $ 0

12.12 Unpaid underwriting expenses (including loss adjustment expenses) $ 0

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? $ 0

12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [ ] No [X] N/A [ ]

12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:

12.41 From 0.000%

12.42 To 0.000%

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 $ 0

12.62 Collateral and other funds $ 0

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): $ 5,800,000

GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

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. 2

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 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11	Home	$ 0	$ 0	$ 0	$ 0	$ 0
16.12	Products	$ 0	$ 0	$ 0	$ 0	$ 0
16.13	Automobile	$ 0	$ 0	$ 0	$ 0	$ 0
16.14	Other*	$ 0	$ 0	$ 0	$ 0	$ 0

* Disclose type of coverage:

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F-Part 3 that it excludes from Schedule F-Part 5. Yes [ ] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F-Part 5. Provide the following information for this exemption:

17.11	Gross amount of unauthorized reinsurance in Schedule F-Part 3 excluded from Schedule F-Part 5	$ 0
17.12	Unfunded portion of Interrogatory 17.11	$ 0
17.13	Paid losses and loss adjustment expenses portion of Interrogatory 17.11	$ 0
17.14	Case reserves portion of Interrogatory 17.11	$ 0
17.15	Incurred but not reported portion of Interrogatory 17.11	$ 0
17.16	Unearned premium portion of Interrogatory 17.11	$ 0
17.17	Contingent commission portion of Interrogatory 17.11	$ 0

Provide the following information for all other amounts included in Schedule F-Part 3 and excluded from Schedule F-Part 5, not included above.

17.18	Gross amount of unauthorized reinsurance in Schedule F-Part 3 excluded from Schedule F-Part 5	$ 0
17.19	Unfunded portion of Interrogatory 17.18	$ 0
17.20	Paid losses and loss adjustment expenses portion of Interrogatory 17.18	$ 0
17.21	Case reserves portion of Interrogatory 17.18	$ 0
17.22	Incurred but not reported portion of Interrogatory 17.18	$ 0
17.23	Unearned premium portion of Interrogatory 17.18	$ 0
17.24	Contingent commission portion of Interrogatory 17.18	$ 0

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. $ 0

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. $ 0

FIVE-YEAR HISTORICAL DATA

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

	1 2016	2 2015	3 2014	4 2013	5 2012
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	1,398,960,531	1,389,319,851	1,383,464,232	1,360,347,259	1,297,622,201
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	1,067,815,485	1,032,806,538	1,001,898,312	966,607,404	918,613,020
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	1,144,050,674	1,161,350,473	1,146,000,587	1,111,160,209	1,022,765,119
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	20,014,866	17,236,867	15,484,493	14,861,262	13,694,662
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	3,630,841,556	3,600,713,729	3,546,847,623	3,452,976,135	3,252,695,002
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	1,374,033,242	1,360,061,845	1,355,229,692	1,335,649,897	1,273,938,757
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	1,047,542,373	1,012,726,105	980,216,312	944,851,085	898,023,990
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	1,116,693,485	1,134,225,297	1,114,723,123	1,076,771,566	988,288,932
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	20,014,866	17,236,867	15,484,493	14,861,262	13,694,662
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	3,558,283,966	3,524,250,114	3,465,653,620	3,372,133,809	3,173,946,341
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(7,355,987)	92,502,770	173,948,626	126,306,998	56,990,195
14. Net investment gain (loss) (Line 11)	154,139,875	159,336,499	175,242,170	200,825,554	210,545,972
15. Total other income (Line 15)	(14,510,470)	(7,768,347)	(853,410)	5,025,570	10,207,901
16. Dividends to policyholders (Line 17)	0	380,159	(462,203)	146,605	948,017
17. Federal and foreign income taxes incurred (Line 19)	1,011,785	52,045,042	95,263,633	66,205,492	41,632,041
18. Net income (Line 20)	131,261,633	191,645,721	253,535,956	265,806,025	235,164,010
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	5,630,703,169	5,599,133,504	5,645,610,836	5,499,670,294	5,146,441,717
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1)	13,738,722	16,257,357	16,606,616	18,435,903	18,304,776
20.2 Deferred and not yet due (Line 15.2)	1,153,431,193	1,079,226,143	995,909,206	915,398,497	828,382,099
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	3,359,613,893	3,263,662,290	3,257,655,249	3,274,808,958	3,159,162,731
22. Losses (Page 3, Line 1)	1,260,657,677	1,206,683,442	1,221,037,430	1,250,888,302	1,257,668,854
23. Loss adjustment expenses (Page 3, Line 3)	288,020,600	281,199,174	289,542,087	301,849,573	296,655,061
24. Unearned premiums (Page 3, Line 9)	1,662,121,497	1,631,548,304	1,572,445,587	1,506,231,254	1,385,512,572
25. Capital paid up (Page 3, Lines 30 & 31)	318,000,000	318,000,000	318,000,000	318,000,000	318,000,000
26. Surplus as regards policyholders (Page 3, Line 37)	2,271,089,276	2,335,471,214	2,387,955,587	2,224,861,336	1,987,278,986
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	151,828,691	161,422,761	175,722,064	346,073,513	171,435,342
Risk-Based Capital Analysis					
28. Total adjusted capital	2,271,089,276	2,335,471,214	2,387,955,587	2,224,861,336	1,987,278,986
29. Authorized control level risk-based capital	200,025,211	203,085,642	207,898,889	191,596,321	173,252,557
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	73.6	73.8	73.9	76.0	73.9
31. Stocks (Lines 2.1 & 2.2)	24.7	24.4	25.0	23.8	24.5
32. Mortgage loans on real estate (Lines 3.1 & 3.2)	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	0.2	0.2	0.2	0.3	0.1
34. Cash, cash equivalents and short-term investments (Line 5)	(3.5)	(2.3)	(2.1)	(2.4)	(2.7)
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.2	0.1	0.0	0.0	0.0
37. Other invested assets (Line 8)	4.8	3.8	2.8	2.4	4.1
38 Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	0.0	0.0
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds (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)	924,376,898	878,850,268	868,890,508	824,730,110	783,086,132
45. Affiliated short-term investments (subtotals included in Schedule DA, Verification, Column 5, Line 10)	0	0	0	0	0
46. Affiliated mortgage loans on real estate	0	0	0	0	0
47. All other affiliated	23,343,172	22,205,247	22,398,659	21,995,173	18,742,883
48. Total of above lines 42 to 47	947,720,070	901,055,515	891,289,167	846,725,283	801,829,015
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)	41.7	38.3	37.1	37.8	40.2

FIVE-YEAR HISTORICAL DATA
(Continued)

	1 2016	2 2015	3 2014	4 2013	5 2012
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	44,827,810	3,000,851	44,123,655	34,859,470	4,633,716
52. Dividends to stockholders (Line 35)	(232,939,139)	(239,105,977)	(203,996,265)	(104,053,140)	(104,220,352)
53. Change in surplus as regards policyholders for the year (Line 38)	(64,381,938)	(52,484,373)	163,094,251	237,582,349	129,953,961
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	928,358,536	904,818,486	836,215,885	830,895,332	830,252,265
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	592,335,042	538,795,017	513,133,841	534,311,975	490,676,067
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	699,130,977	686,779,196	659,449,646	610,448,384	661,082,821
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	6,892,724	6,251,049	5,969,272	6,050,958	5,655,884
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	138,087	575,373	62,568	66,336	158,529
59. Total (Line 35)	2,226,855,367	2,137,219,122	2,014,831,212	1,981,772,986	1,987,825,566
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	906,773,655	883,416,821	816,441,865	815,217,784	805,221,973
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	581,376,800	533,381,680	507,460,398	478,718,070	474,633,458
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	694,259,592	682,675,878	656,235,396	603,432,139	656,240,523
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	6,892,724	6,251,049	5,969,272	6,050,958	5,655,884
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	138,087	575,373	62,568	66,336	158,529
65. Total (Line 35)	2,189,440,858	2,106,300,800	1,986,169,499	1,903,485,287	1,941,910,367
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	63.6	60.4	57.5	58.3	61.4
68. Loss expenses incurred (Line 3)	10.4	9.8	9.8	10.4	10.3
69. Other underwriting expenses incurred (Line 4)	26.2	27.1	27.6	27.4	26.5
70. Net underwriting gain (loss) (Line 8)	(0.2)	2.7	5.1	3.9	1.9
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	26.4	26.9	27.1	26.2	25.4
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	74.0	70.2	67.3	68.8	71.7
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)	156.7	150.9	145.1	151.6	159.7
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11)	8,111	(70,995)	(64,718)	(42,643)	(85,982)
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)	0.3	(3.0)	(2.9)	(2.1)	(4.6)
Two Year Loss Development (000 omitted)					
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)	(73,061)	(149,573)	(98,587)	(138,234)	(147,977)
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior-year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	(3.1)	(6.7)	(5.0)	(7.4)	(8.0)

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

If no, please explain:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

($000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
				Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported- Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded	Salvage and Subrogation Received	Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	
1. Prior	XXX	XXX	XXX	9,010	2,604	300	(875)	918	0	303	8,498	XXX
2. 2007	3,088,979	115,534	2,973,445	1,587,301	33,135	43,817	1,332	271,846	337	167,663	1,868,159	XXX
3. 2008	3,084,200	99,987	2,984,213	1,780,098	31,905	41,835	1,032	266,895	321	158,356	2,055,570	XXX
4. 2009	2,998,007	79,143	2,918,865	1,688,817	38,276	44,705	650	255,667	105	151,162	1,950,160	XXX
5. 2010	3,005,873	69,388	2,936,486	1,763,025	24,366	41,744	677	266,246	64	162,428	2,045,908	XXX
6. 2011	3,081,861	70,417	3,011,444	2,060,525	35,283	43,668	1,708	291,522	247	177,460	2,358,477	XXX
7. 2012	3,157,181	77,384	3,079,796	1,988,740	87,418	40,856	3,735	286,267	917	184,097	2,223,793	XXX
8. 2013	3,329,967	78,552	3,251,415	1,858,467	22,457	34,269	385	284,100	32	188,182	2,153,963	XXX
9. 2014	3,478,313	78,874	3,399,439	1,926,138	19,794	27,570	380	288,403	15	192,223	2,221,923	XXX
10. 2015	3,540,630	75,482	3,465,147	1,913,375	24,672	15,526	412	287,948	46	199,296	2,191,719	XXX
11. 2016	3,601,533	73,822	3,527,711	1,559,793	19,685	5,369	344	235,078	63	133,250	1,780,148	XXX
12. Totals	XXX	XXX	XXX	18,135,288	339,595	339,659	9,780	2,734,891	2,145	1,714,421	20,858,319	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22		Total	Number of
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Anticipated	Net Losses and Expenses Unpaid	Claims Outstanding- Direct and Assumed
1. Prior	33,993	31,764	13,433	92	7,567	0	3,282	0	7,442	0	0	33,861	XXX
2. 2007	1,756	1,596	554	0	315	0	129	0	331	0	0	1,489	XXX
3. 2008	2,358	974	706	(0)	356	0	133	0	412	0	13	2,991	XXX
4. 2009	6,534	8,437	2,467	2	1,392	0	610	0	1,486	0	47	4,050	XXX
5. 2010	6,336	1,814	3,945	16	702	0	462	0	1,385	0	133	10,999	XXX
6. 2011	16,533	668	4,773	32	1,408	0	547	0	2,484	0	501	25,046	XXX
7. 2012	26,002	4,457	10,494	32	2,367	139	1,007	0	4,090	0	991	39,332	XXX
8. 2013	61,584	10,266	15,802	20	6,178	0	1,734	0	8,047	0	2,017	83,058	XXX
9. 2014	109,162	2,534	30,103	115	9,781	0	2,637	0	13,633	0	4,258	162,668	XXX
10. 2015	223,069	6,148	74,504	326	19,604	0	7,053	0	30,203	0	9,491	347,960	XXX
11. 2016	551,851	17,165	151,863	707	37,290	0	15,707	0	98,385	0	88,498	837,225	XXX
12. Totals	1,039,180	85,823	308,644	1,343	86,960	140	33,302	0	167,898	0	105,949	1,548,678	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34	Net Balance Sheet Reserves after Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense	Inter-Company Pooling Participation Percentage	35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	15,570	18,291
2. 2007	1,906,049	36,400	1,869,648	61.7	31.5	62.9	0	0	0.00	714	775
3. 2008	2,092,793	34,232	2,058,561	67.9	34.2	69.0	0	0	0.00	2,090	901
4. 2009	2,001,679	47,469	1,954,210	66.8	60.0	67.0	0	0	0.00	561	3,488
5. 2010	2,083,846	26,938	2,056,908	69.3	38.8	70.0	0	0	0.00	8,450	2,549
6. 2011	2,421,460	37,937	2,383,523	78.6	53.9	79.1	0	0	0.00	20,607	4,439
7. 2012	2,359,823	96,698	2,263,125	74.7	125.0	73.5	0	0	0.00	32,007	7,325
8. 2013	2,270,180	33,160	2,237,021	68.2	42.2	68.8	0	0	0.00	67,099	15,959
9. 2014	2,407,429	22,838	2,384,591	69.2	29.0	70.1	0	0	0.00	136,617	26,051
10. 2015	2,571,282	31,604	2,539,678	72.6	41.9	73.3	0	0	0.00	291,099	56,861
11. 2016	2,655,338	37,964	2,617,374	73.7	51.4	74.2	0	0	0.00	685,843	151,383
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	1,260,658	288,021

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

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	Incurred Net Losses and Defense and Cost Containment Expenses Reported at Year End ($000 omitted)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	One Year	Two Year
1. Prior	874,312	730,266	668,148	633,891	619,493	612,718	611,223	615,475	615,129	621,857	6,728	6,382
2. 2007	1,701,173	1,675,257	1,648,424	1,627,555	1,605,392	1,602,082	1,599,568	1,598,742	1,597,382	1,597,808	426	(934)
3. 2008	XXX	1,860,873	1,883,725	1,841,875	1,811,334	1,802,451	1,798,672	1,797,330	1,793,121	1,791,575	(1,545)	(5,755)
4. 2009	XXX	XXX	1,744,597	1,782,861	1,746,571	1,717,074	1,711,037	1,703,288	1,698,530	1,697,162	(1,368)	(6,127)
5. 2010	XXX	XXX	XXX	1,818,564	1,843,681	1,822,445	1,812,678	1,797,715	1,790,411	1,789,340	(1,071)	(8,375)
6. 2011	XXX	XXX	XXX	XXX	2,165,832	2,149,552	2,120,892	2,105,481	2,092,506	2,089,763	(2,743)	(15,717)
7. 2012	XXX	XXX	XXX	XXX	XXX	2,011,198	2,020,807	2,000,901	1,979,395	1,973,684	(5,711)	(27,216)
8. 2013	XXX	XXX	XXX	XXX	XXX	XXX	1,989,628	1,980,854	1,948,457	1,944,906	(3,551)	(35,948)
9. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,061,940	2,075,801	2,082,570	6,769	20,630
10. 2015	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,211,396	2,221,573	10,177	XXX
11. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,283,973	XXX	XXX
										12. Totals	8,111	(73,061)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	Cumulative Paid Net Losses and Defense and Cost Containment Expenses Reported at Year End ($000 omitted)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016		
1. Prior	000	289,282	446,514	519,161	554,628	568,943	576,232	582,706	587,859	595,439	XXX	XXX
2. 2007	1,009,529	1,332,034	1,457,057	1,527,724	1,565,876	1,579,795	1,589,736	1,594,182	1,595,609	1,596,650	XXX	XXX
3. 2008	XXX	1,166,461	1,534,115	1,651,189	1,722,353	1,762,436	1,777,342	1,784,953	1,787,831	1,788,996	XXX	XXX
4. 2009	XXX	XXX	1,101,163	1,431,383	1,557,101	1,634,150	1,670,315	1,683,765	1,690,966	1,694,598	XXX	XXX
5. 2010	XXX	XXX	XXX	1,151,613	1,510,244	1,646,810	1,720,941	1,755,540	1,772,752	1,779,726	XXX	XXX
6. 2011	XXX	XXX	XXX	XXX	1,442,016	1,812,343	1,945,665	2,015,571	2,050,108	2,067,202	XXX	XXX
7. 2012	XXX	XXX	XXX	XXX	XXX	1,337,819	1,709,116	1,833,188	1,904,743	1,938,443	XXX	XXX
8. 2013	XXX	XXX	XXX	XXX	XXX	XXX	1,298,238	1,663,454	1,798,779	1,869,895	XXX	XXX
9. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,406,952	1,792,243	1,933,534	XXX	XXX
10. 2015	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,492,446	1,903,817	XXX	XXX
11. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,545,133	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	Bulk and IBNR Reserves on Net Losses and Defense and Cost Containment Expenses Reported at Year End ($000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
1. Prior	451,792	209,066	101,783	50,334	28,631	21,553	17,946	16,625	16,495	16,623
2. 2007	228,066	128,999	73,048	37,024	9,620	5,330	4,192	2,334	720	683
3. 2008	XXX	204,392	141,132	71,344	25,678	13,068	8,626	7,435	2,304	839
4. 2009	XXX	XXX	161,259	130,928	70,359	26,683	15,297	8,909	4,208	3,075
5. 2010	XXX	XXX	XXX	163,658	106,177	52,737	29,140	13,292	5,927	4,391
6. 2011	XXX	XXX	XXX	XXX	213,130	118,486	56,690	27,291	11,270	5,289
7. 2012	XXX	XXX	XXX	XXX	XXX	172,894	109,663	65,092	28,105	11,468
8. 2013	XXX	XXX	XXX	XXX	XXX	XXX	171,274	105,374	37,640	17,516
9. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	143,117	61,052	32,626
10. 2015	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	151,561	81,231
11. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	166,863

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

	States, Etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken: 2 Direct Premiums Written	3 Direct Premiums Earned	4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Incl. in Col. 2)
1.	Alabama AL	L	42,948,395	40,480,654	0	25,187,653	27,574,581	10,702,613	21,942	0
2.	Alaska AK	N	0	0	0	0	0	0	0	0
3.	Arizona AZ	L	19,300,801	21,013,750	0	9,938,529	8,948,559	2,909,130	21,593	0
4.	Arkansas AR	L	16,738,098	15,962,851	0	11,774,080	10,967,941	3,764,077	22,960	0
5.	California CA	N	0	0	0	0	0	0	0	0
6.	Colorado CO	L	32,808,259	35,483,063	0	32,482,139	30,009,857	15,286,664	72,406	0
7.	Connecticut CT	L	69,410,673	71,200,507	0	34,361,216	30,825,578	31,809,414	405,590	0
8.	Delaware DE	L	1,656,512	1,646,417	0	866,636	953,391	554,195	9,410	0
9.	District of Columbia DC	L	0	0	0	0	0	0	0	0
10.	Florida FL	L	4,053,534	4,118,427	0	2,384,688	1,399,247	2,741,227	1,423	0
11.	Georgia GA	L	19,164,342	19,446,867	0	15,715,191	14,491,343	4,896,929	47,444	0
12.	Hawaii HI	L	549,528	542,299	0	192,145	209,822	145,245	1,957	0
13.	Idaho ID	L	17,184,289	17,025,305	0	11,489,394	10,588,644	5,152,783	53,722	0
14.	Illinois IL	L	8,301,782	8,604,472	0	4,241,121	2,360,216	4,206,167	31,062	0
15.	Indiana IN	L	25,400,711	26,235,133	0	14,739,562	15,759,375	8,117,510	99,390	0
16.	Iowa IA	L	13,069,407	13,073,426	0	6,288,789	6,153,337	2,044,237	35,892	0
17.	Kansas KS	L	14,347,651	13,822,221	0	9,155,497	9,204,876	1,972,678	0	0
18.	Kentucky KY	L	28,962,077	29,067,382	0	16,597,017	17,412,080	9,484,040	0	0
19.	Louisiana LA	L	33,777,886	30,766,433	0	23,619,870	27,886,611	14,801,691	83,230	0
20.	Maine ME	L	27,928,381	26,963,167	0	11,559,826	10,937,638	6,048,766	127,509	0
21.	Maryland MD	L	7,197,058	7,343,788	0	3,703,198	2,664,639	1,255,342	8,036	0
22.	Massachusetts MA	L	282,822,066	280,875,668	0	156,157,870	155,733,380	73,065,656	719,900	0
23.	Michigan MI	L	3,434,637	3,430,959	0	3,729,632	2,202,624	10,130,232	14,393	0
24.	Minnesota MN	L	36,060,780	35,938,167	0	14,802,284	14,683,119	7,680,310	90,685	0
25.	Mississippi MS	L	18,107,105	17,824,463	0	11,346,047	10,562,164	2,101,326	34,284	0
26.	Missouri MO	L	9,600,538	9,757,025	0	8,252,839	8,058,481	2,702,035	1,300	0
27.	Montana MT	L	3,271,523	3,151,649	0	3,081,441	4,643,085	2,556,355	15,552	0
28.	Nebraska NE	L	6,590,169	7,189,403	0	10,612,027	11,723,019	2,323,584	6,773	0
29.	Nevada NV	L	8,381,500	8,594,127	0	5,557,175	5,048,286	2,981,079	18,678	0
30.	New Hampshire NH	L	12,554,650	12,832,149	0	5,387,343	4,894,510	2,279,601	37,850	0
31.	New Jersey NJ	L	124,412,125	118,853,102	0	68,245,336	78,592,138	65,938,537	176,928	0
32.	New Mexico NM	L	9,280,715	9,947,949	0	6,212,726	5,676,398	3,384,370	25,146	0
33.	New York NY	L	138,261,906	138,648,773	0	59,563,358	58,763,829	36,585,866	761,213	0
34.	North Carolina NC	L	86,948,134	85,430,123	0	59,449,205	66,243,588	24,137,212	146,785	0
35.	North Dakota ND	L	16,629,240	15,617,236	0	15,666,462	16,814,724	3,853,437	22,346	0
36.	Ohio OH	L	41,311,023	41,330,298	0	21,610,498	20,440,049	8,766,614	164,578	0
37.	Oklahoma OK	L	18,727,316	20,288,208	0	8,867,323	8,187,171	5,104,447	20,069	0
38.	Oregon OR	L	20,511,560	20,739,131	0	11,003,358	10,833,270	7,934,546	37,485	0
39.	Pennsylvania PA	L	21,844,460	20,901,936	0	9,625,146	12,246,855	10,119,496	70,903	0
40.	Rhode Island RI	L	36,338,301	37,000,020	0	20,801,407	22,402,740	17,226,237	156,733	0
41.	South Carolina SC	L	5,747,995	5,476,060	0	4,637,620	5,997,994	2,437,377	13,077	0
42.	South Dakota SD	L	5,923,198	5,825,778	0	3,104,078	2,666,556	1,815,586	10,786	0
43.	Tennessee TN	L	25,633,855	25,998,711	0	12,058,375	12,489,804	4,442,837	26,627	0
44.	Texas TX	L	6,712,175	5,707,921	0	2,176,779	2,987,516	3,249,766	33,107	0
45.	Utah UT	L	7,933,909	8,160,175	0	7,013,409	5,880,812	2,364,755	12,972	0
46.	Vermont VT	L	5,963,168	6,084,272	0	3,409,474	2,755,888	1,026,408	50,357	0
47.	Virginia VA	L	17,466,117	17,753,665	0	10,114,550	11,994,568	4,651,036	38,473	0
48.	Washington WA	L	38,833,880	39,283,159	0	25,885,201	26,254,820	13,030,872	155	0
49.	West Virginia WV	L	6,250,900	6,643,687	0	3,628,691	3,443,760	1,287,891	12,538	0
50.	Wisconsin WI	L	25,459,404	26,267,032	0	12,272,407	13,228,811	9,506,726	107,160	0
51.	Wyoming WY	L	7,830,440	7,767,567	0	4,644,890	5,540,309	1,877,848	27,743	0
52.	American Samoa AS	N	0	0	0	0	0	0	0	0
53.	Guam GU	N	0	0	0	0	0	0	0	0
54.	Puerto Rico PR	N	0	0	0	0	0	0	0	0
55.	US Virgin Islands VI	N	0	0	0	0	0	0	0	0
56.	Northern Mariana Islands MP	N	0	0	0	0	0	0	0	0
57.	Canada CAN	N	0	0	0	0	0	0	0	0
58.	Aggregate Other Alien OT	XXX	0	0	0	0	0	0	0	0
59.	Totals	(a) 49	1,431,642,173	1,426,114,575	0	823,213,502	839,338,003	460,454,750	3,898,162	0

DETAILS OF WRITE-INS

58001.	XXX	0	0	0	0	0	0	0	0
58002.	XXX	0	0	0	0	0	0	0	0
58003.	XXX	0	0	0	0	0	0	0	0
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above)	XXX	0	0	0	0	0	0	0	0

(a) Insert the number of "L" responses except for Canada and Other Alien.

(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;

(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to write business in the state.

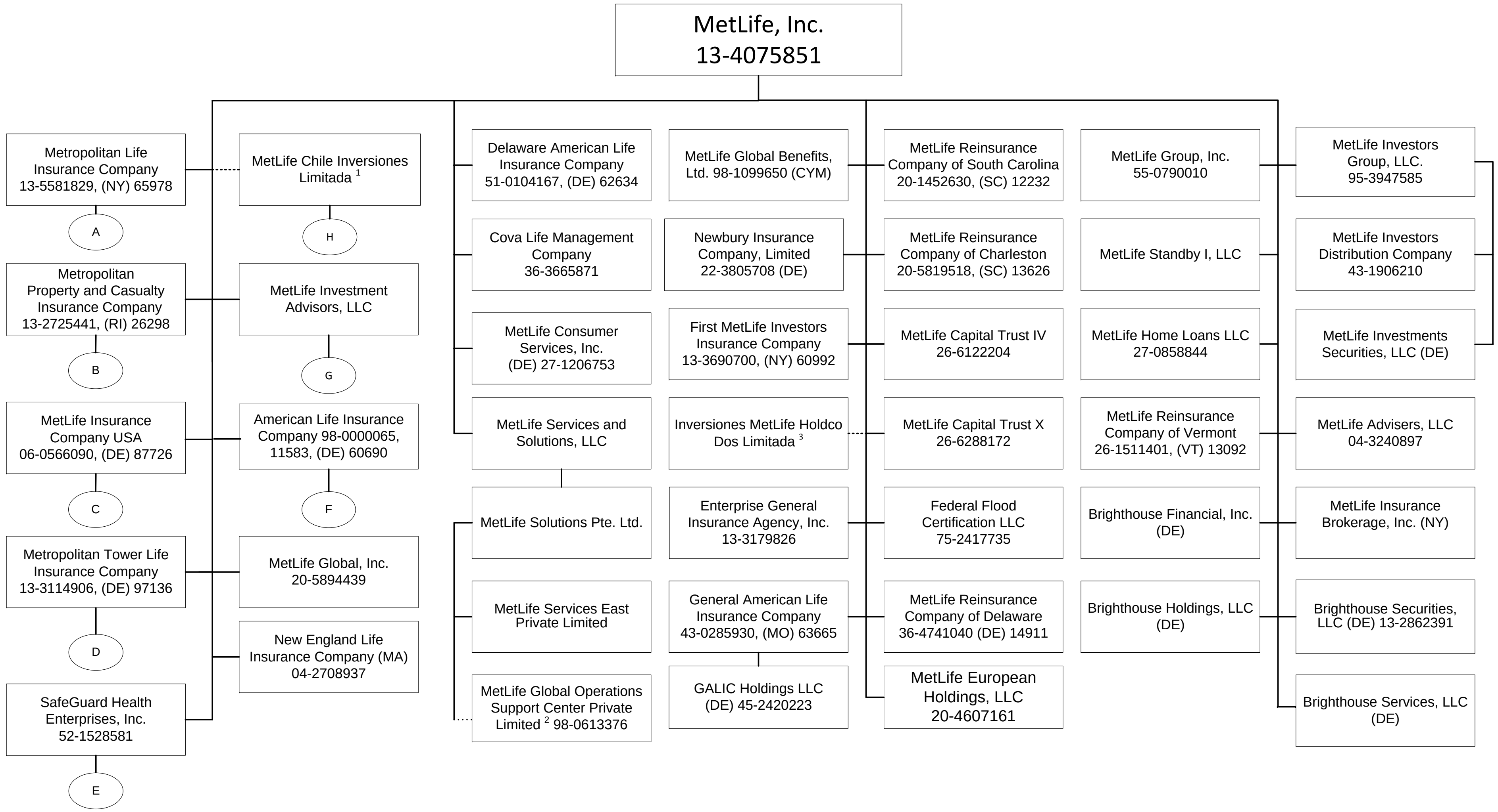
Explanation of Basis of Allocation of Premiums by States, etc.

HOMEOWNERS, INLAND MARINE, EARTHQUAKE, WORKERS' COMPENSATION - LOCATION OF PROPERTY INSURED

AUTOMOBILE LIABILITY, AUTOMOBILE PHYSICAL DAMAGE - STATE WHERE VEHICLE IS GARAGED

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART



1 72.35109659% is owned by MetLife, Inc., 24.8823628% by American Life Insurance Company, 2.76654057% is owned by Inversiones MetLife Holdco Dos Limitada and 0.00000004% is owned by Natiloportem Holdings, LLC.
2 99.99999% is owned by MetLife Solutions Pte. Ltd. and 0.00001% is owned by Natiloportem Holdings, LLC.
3 99.99946% of Inversiones MetLife Holdco Dos Limitada is owned by MetLife, Inc., 0.000535% is owned by MetLife International Holdings, LLC. and 0.0000054% is owned by Natiloportem Holdings, LLC.

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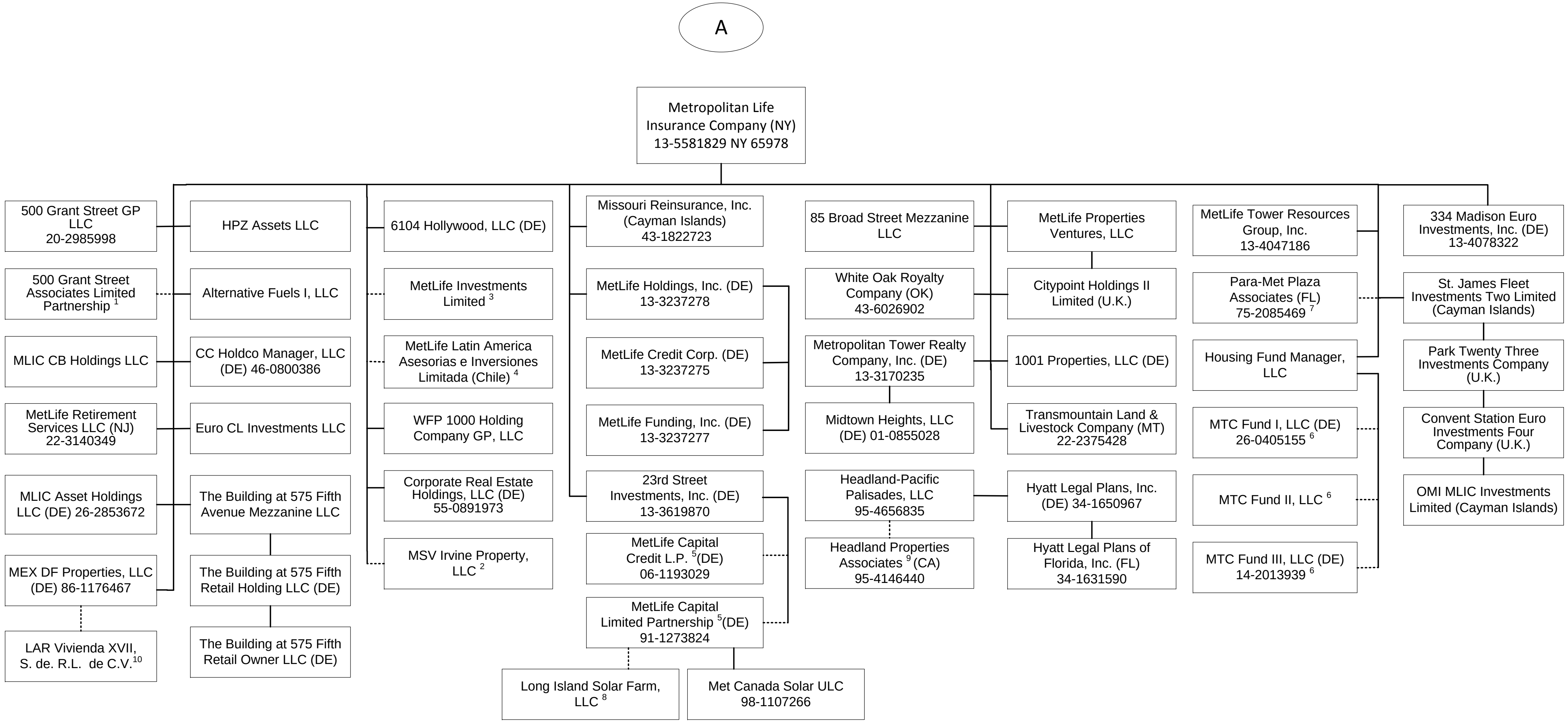

1 99% of 500 Grant Street Associates Limited Partnership is held by Metropolitan Life Insurance Company and 1% by 500 Grant Street GP LLC.
2 4% of MSV Irvine Property, LLC is owned by Metropolitan Tower Realty Company, Inc. and 96% is owned by Metropolitan Life Insurance Company.
3 23rd Street Investments, Inc. holds one share of MetLife Investments Limited.
4 23rd Street Investments, Inc. holds .01% of MetLife Latin American Asesorias e Inversiones Limitada.
5 1% general partnership interest is held by 23rd Street Investment, Inc. and 99% limited partnership interest is held by Metropolitan Life Insurance Company.
6 Housing Fund Manager, LLC is the managing member and the remaining interests are held by a third party member.
7 75% of the general partnership is held by Metropolitan Life Insurance Company and 25% of the general partnership is held by Metropolitan Tower Realty Company, Inc.
8 9.61% membership interest is held by MetLife Renewables Holding, LLC and 90.39% membership interest is held by LISF Solar Trust in which MetLife Capital Limited Partnership has a 100% beneficial interest.
9 Metropolitan Life Insurance Company owns 99% of Headland Properties Associates and Headland-Pacific Palisades, LLC owns the other 1%.
10 99.99% of LAR Vivienda XVII S. de R.L. de C.V. is owned by MEX DF Properties, LLC and 0.01% is owned by Euro CL Investments LLC.

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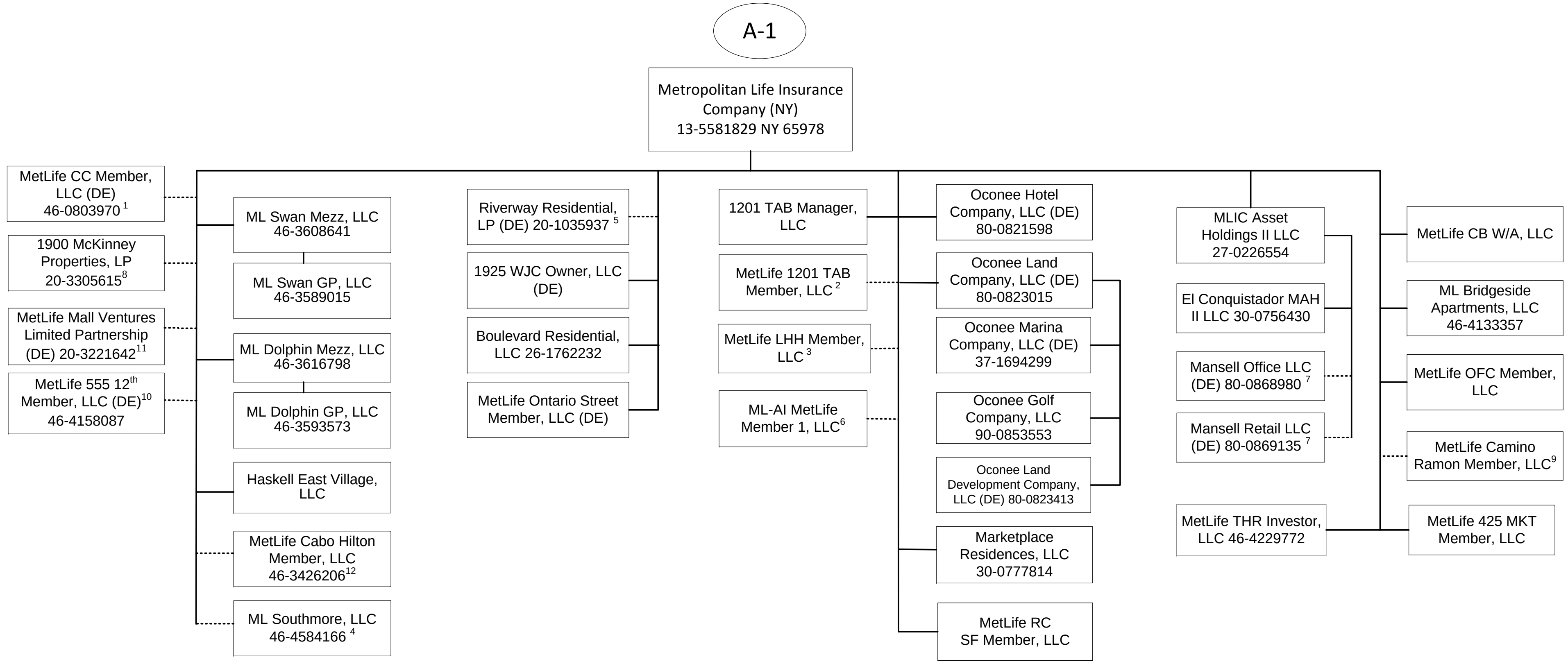
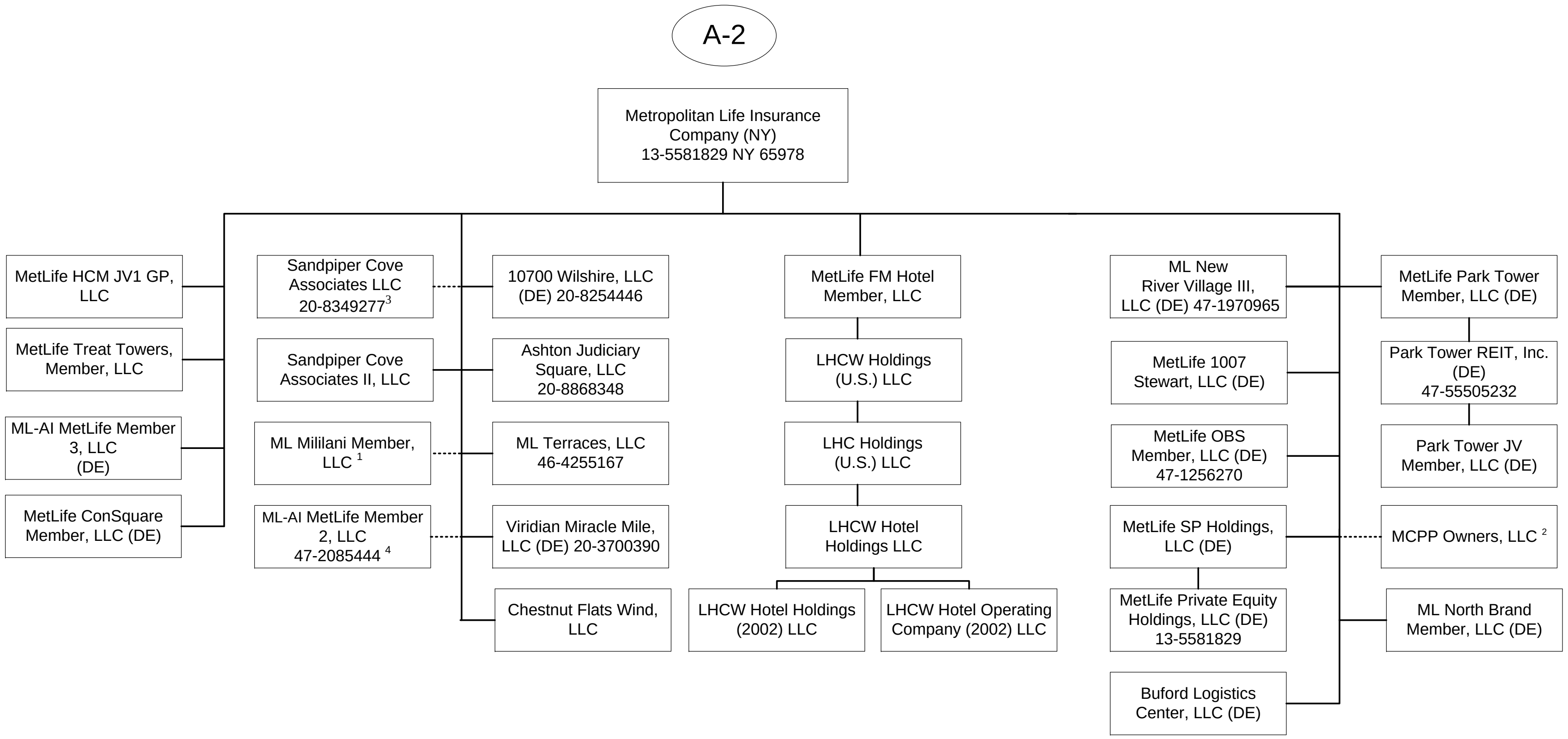


1 95.122% of MetLife CC Member, LLC is held by Metropolitan Life Insurance Company and 4.878% by General American Life Insurance Company.
2 96.9% of MetLife 1201 TAB Member, LLC is owned by Metropolitan Life Insurance Company and 3.10% is owned by Metropolitan Property and Casualty Insurance Company.
3 99% of MetLife LHH Member, LLC is owned by Metropolitan Life Insurance Company and 1% by General American Life Insurance Company.
4 99% of ML Southmore, LLC is owned by Metropolitan Life Insurance Company and 1% by General American Life Insurance Company.
5 99.9% LP Interest of Riverway Residential, LP is owned by Metropolitan Life Insurance Company and .1% GP interest is owned by Metropolitan Tower Realty Company, Inc.
6 95.199% of the membership interest is owned by Metropolitan Life Insurance Company and 4.801% by Metropolitan Property and Casualty Insurance Company.
7 73.0284% is owned by MLIC Asset Holdings II LLC and 26.9716% is owned by MLIC CB Holdings LLC.
8 99.9% LP interest of 1900 McKinley Properties, LP is owned by Metropolitan Life Insurance Company and 0.1% GP interest is owned by Metropolitan Tower Realty Company, Inc.
9 99% of MetLife Camino Ramon Member, LLC is owned by Metropolitan Life Insurance Company and 1% by General American Life Insurance Company USA.
10 MetLife 555 12th Member, LLC is owned at 94.6% by Metropolitan Life Insurance Company and 5.4% by General American Life Insurance Company.
11 99% LP interest of MetLife Mall Ventures Limited Partnership is owned by Metropolitan Life Insurance Company and 1% GP interest is owned by Metropolitan Tower Realty Company, Inc.
12 54.129% of MetLife Cabo Hilton Member, LLC is owned by Metropolitan Life Insurance Company, 28.971% by MetLife Insurance Company USA and 16.9% by General American Life Insurance Company.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

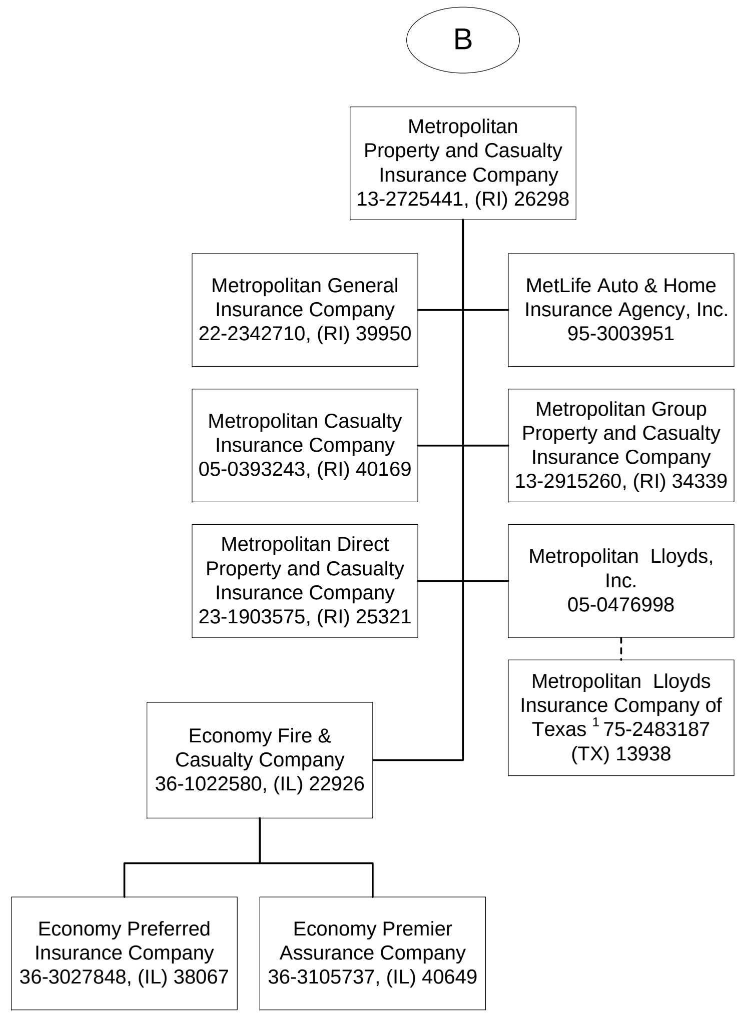
PART 1 - ORGANIZATIONAL CHART



1 ML Mililani Member, LLC is owned at 95% by Metropolitan Life Insurance Company and 5% by General American Life Insurance Company.
2 MCPP Owners, LLC is owned at 84.503% by Metropolitan Life Insurance Company, 0.603% by General American Life Insurance Company, 1.616% by Metropolitan Tower Life Insurance Company, 13.278% by MTL Leasing, LLC.
3 90.59% of the membership interest is owned by Metropolitan Life Insurance Company and 9.41% of the membership interest is owned by Metropolitan Tower Realty Company, Inc.
4 98.97% of ML-AI MetLife Member 2, LLC is owned by Metropolitan Life Insurance Company and 1.03% by General American Life Insurance Company.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

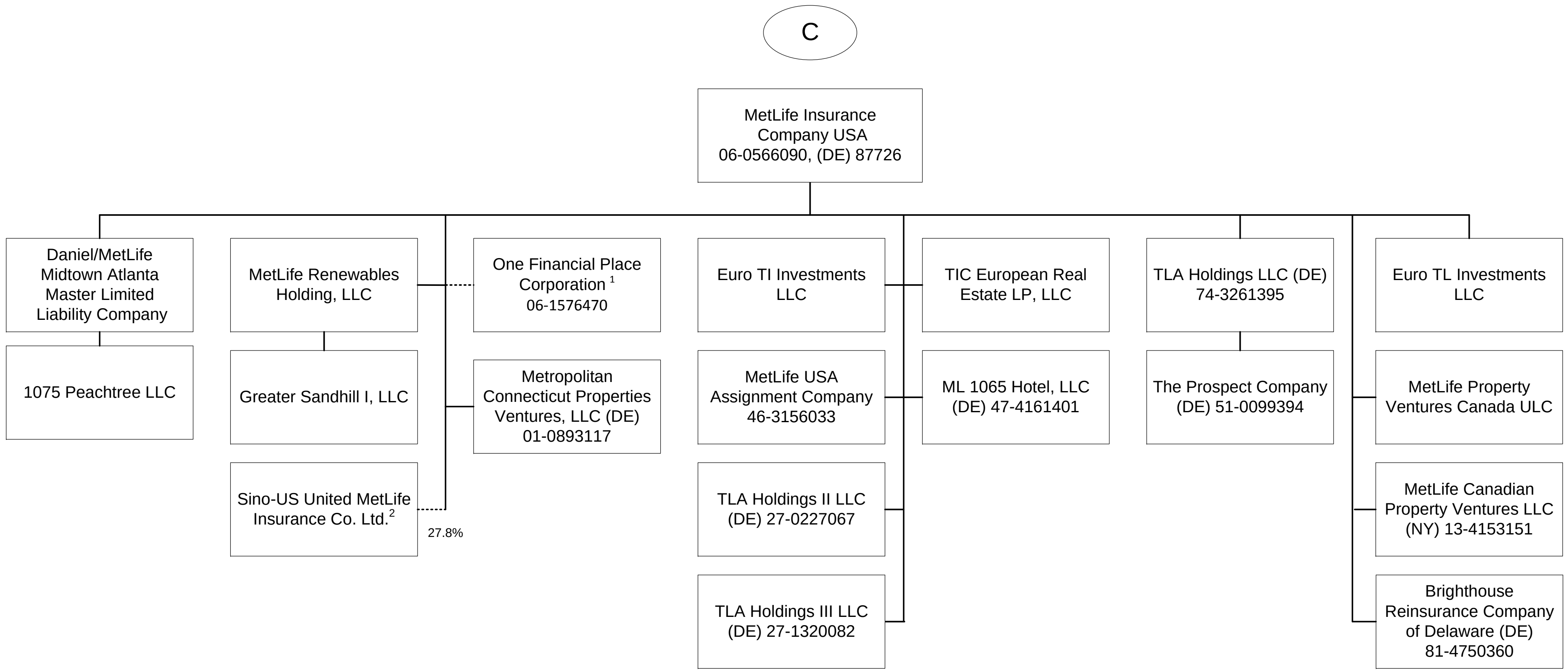
PART 1 - ORGANIZATIONAL CHART



1 Metropolitan Lloyds Insurance Company of Texas, an affiliated association, provides automobile, homeowner and related insurance for the Texas market. It is an association of individuals designated as underwriters. Metropolitan Lloyds, Inc., a subsidiary of Metropolitan Property and Casualty Insurance Company, serves as the attorney-in-fact and manages the association.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

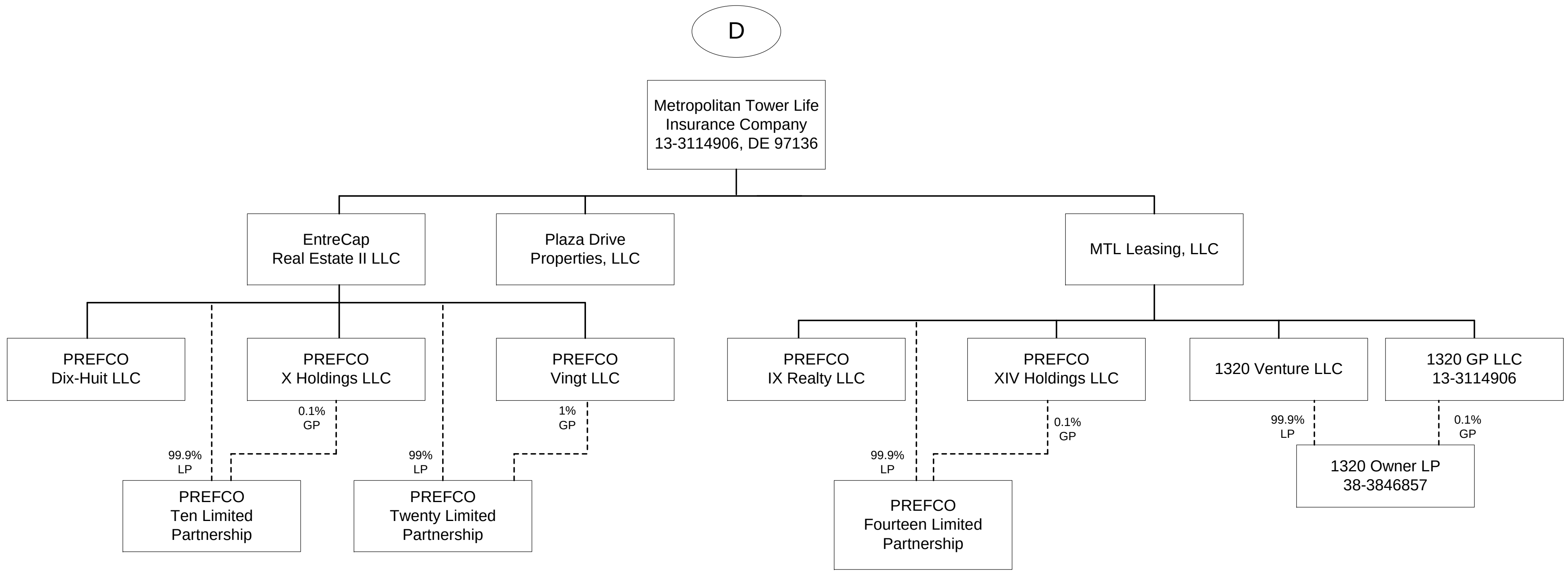
PART 1 - ORGANIZATIONAL CHART



1 100% is owned, in the aggregate, by MetLife Insurance Company USA.
2 Sino-US United MetLife Insurance Co. Ltd. is owned at 27.8% by MetLife Insurance Company USA, 22.2% by Metropolitan Life Insurance Company and 50% by a third party.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART



SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

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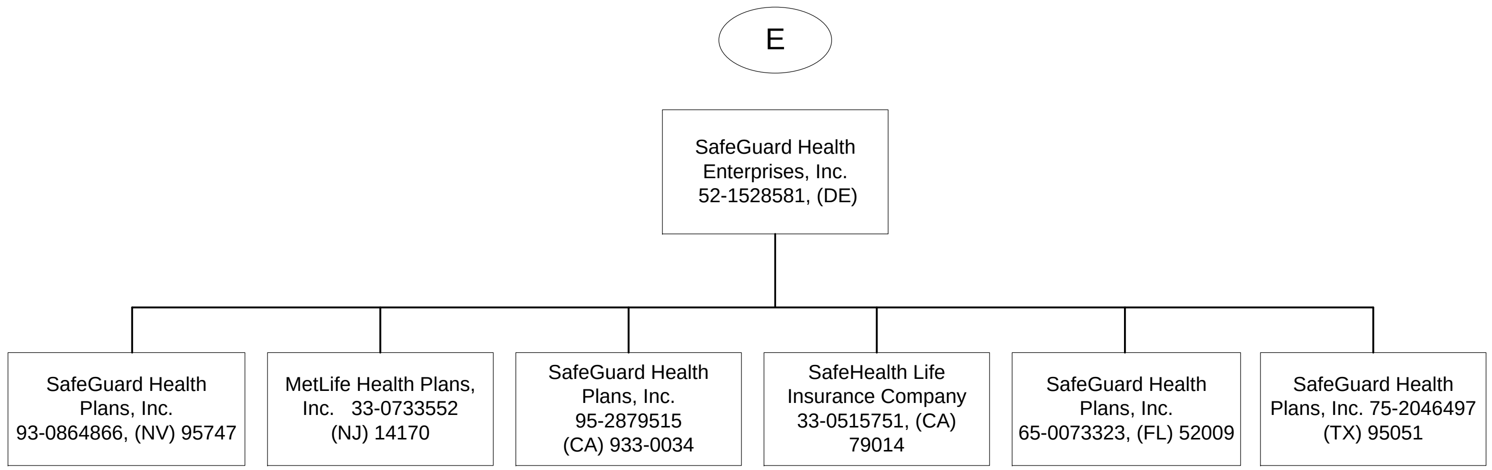
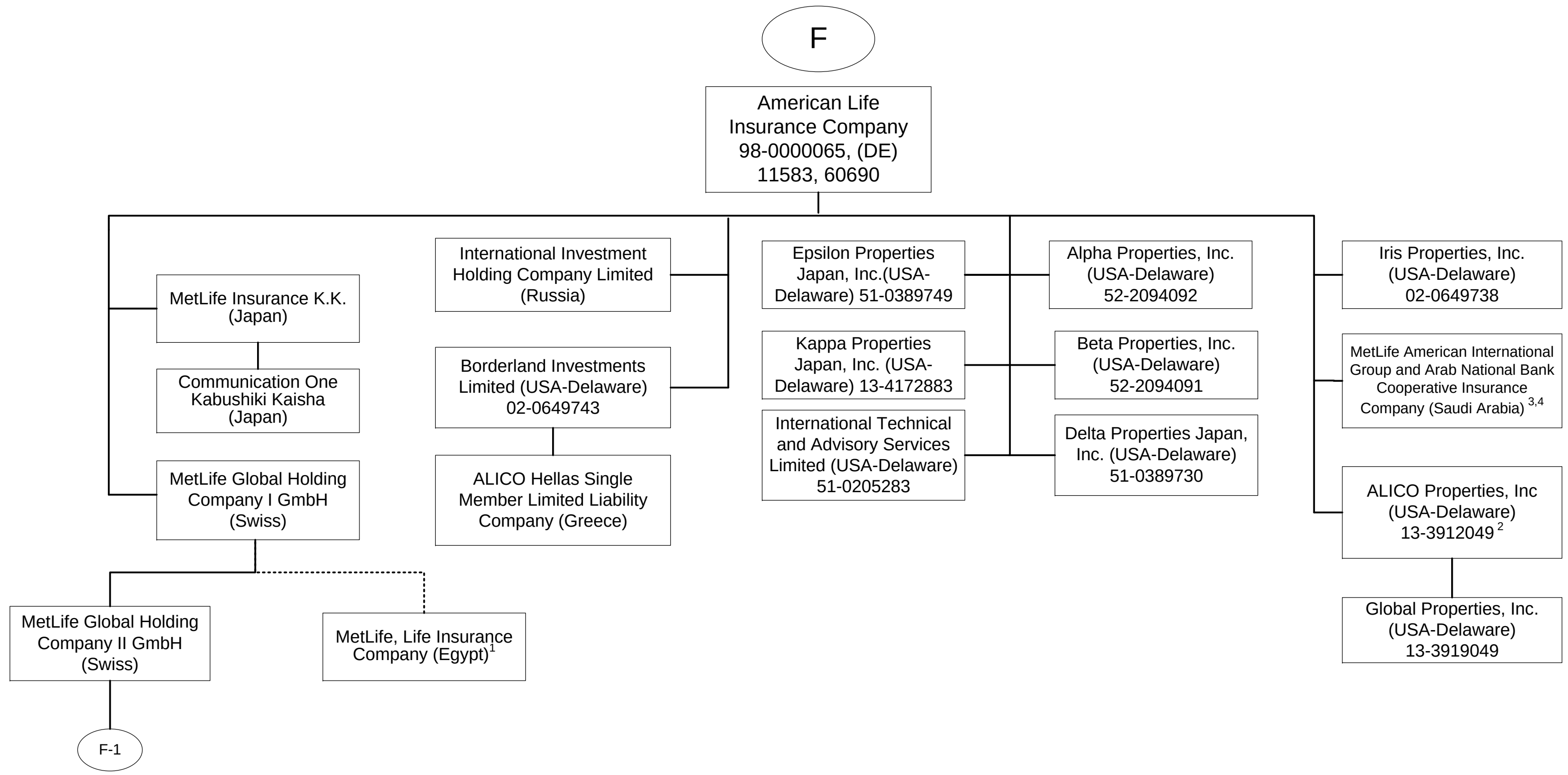


SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

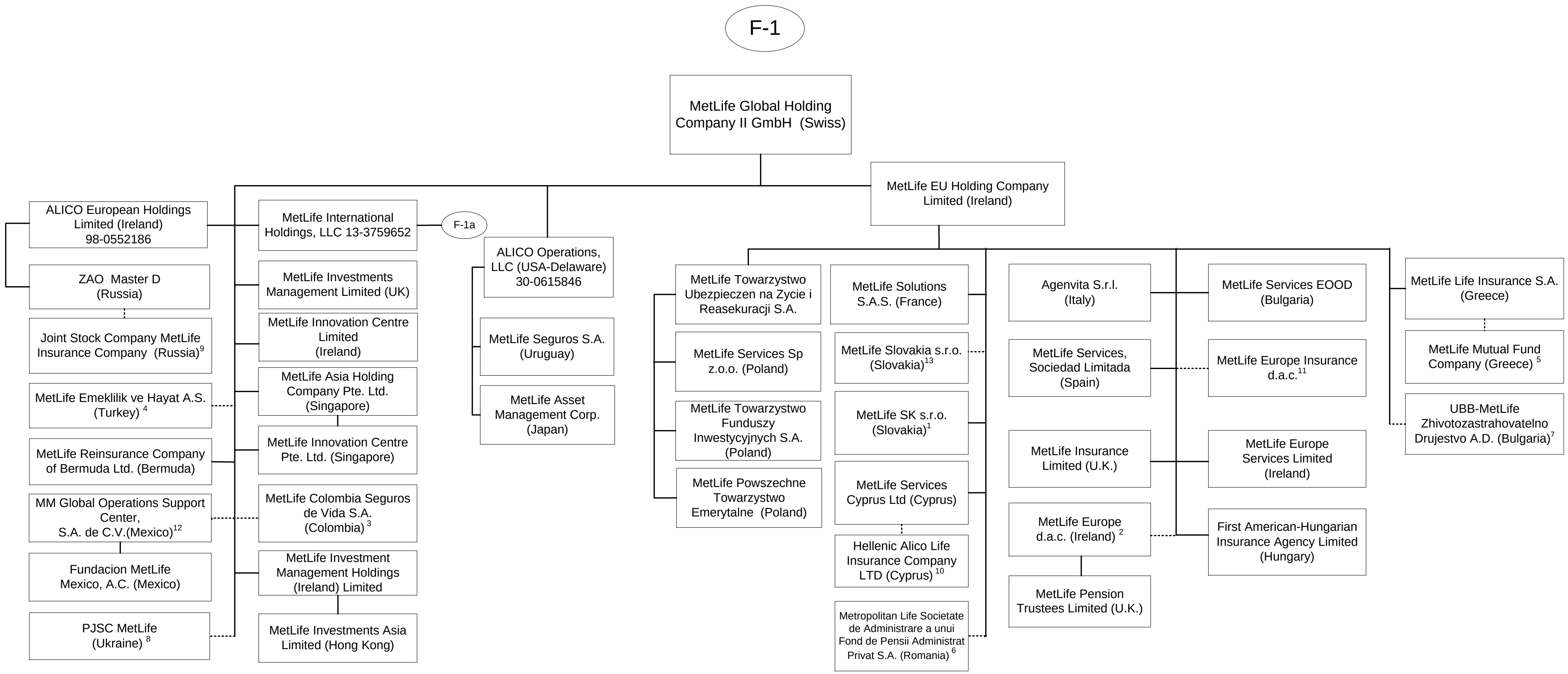
PART 1 - ORGANIZATIONAL CHART



1 84.125% of MetLife, Life Insurance Company is owned by MetLife Global Holding Company I GmbH and the remaining interest by third parties.
2 51% of ALICO Properties, Inc. is owned by American Life Insurance Company and the remaining interest by third parties.
3 The Delaware Department of Insurance approved a disclaimer of affiliation and therefore, this company is not considered an affiliate under Delaware Law.
4 30% of MetLife American International Group and Arab National Bank Cooperative Insurance Company is owned by American Life Insurance Company and the remaining interest by third parties

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART



1 99.8788% of MetLife SK s.r.o. is owned by MetLife EU Holding Company Limited and 0.1212% is owned by International Technical and Advisory Services Limited (ITAS).
2 MetLife Europe d.a.c. is held by MetLife EU Holding Company Limited at 96.0031504%, American Life Insurance Company at 3.9967583%, and International Technical and Advisory Services at .0000913% interest in this entity.
3 89.999966003% of MetLife Colombia Seguros de Vida S.A. is owned by MetLife Global Holding Company II GmbH, 10.00003032856% is owned by MetLife Global Holding Company I GmbH, International Technical and Advisory Services Limited, Borderland Investments Limited and Natiloportem Holdings, LLC each owns 0.000001222926%.
4 99.98% of MetLife Emeklilik ve Hayat A.S. is owned by MetLife Global Holding Company II GmbH (Swiss) and the remaining by third parties.
5 90% of MetLife Mutual Fund Company is owned by MetLife Life Insurance S.A. and the remaining interest by a third party.
6 99.9836% of Metropolitan Life Societate de Administrare a uni Fond de Pensii Administrat Privat S.A. is owned by MetLife EU Holding Company Limited and 0.0164% by MetLife Services Sp z.o.o.
7 40% of UBB-MetLife Zhivotozastrahovatelno Drujestvo AD is owned by MetLife EU Holding Company Limited and the remaining by third parties
8 99.9988% of PJSC MetLife is owned by MetLife Global Holding Company II GmbH, .0006% is owned by International Technical and Advisory Services Limited and the remaining .0006% is owned by Borderland Investments Limited.
9 ZAO Master D owns 51% of Joint Stock Company MetLife Insurance Company and MetLife Global Holding Company II GmbH owns the other 49%.
10 27.5% of Hellenic Alico Life Insurance Company Ltd. is owned by MetLife Services Cyprus Ltd (Cyprus) and the remaining by a third party.
11 MetLife Europe Insurance d.a.c. is held by MetLife EU Holding Company Limited at 93% and the remaining 7% is held by American Life Insurance Company.
12 99.999509% of MM Global Operations Support Center S.A. de C.V. (Mexico) is held by MetLife Global Holding Company II GmbH (Swiss) and 0.000491% is held by MetLife Global Holding Company I GmbH (Swiss).
13 99.956% of MetLife Slovakia s.r.o. (Slovakia) is owned by MetLife EU Holding Company Limited and 0.044% is owned by ITAS.

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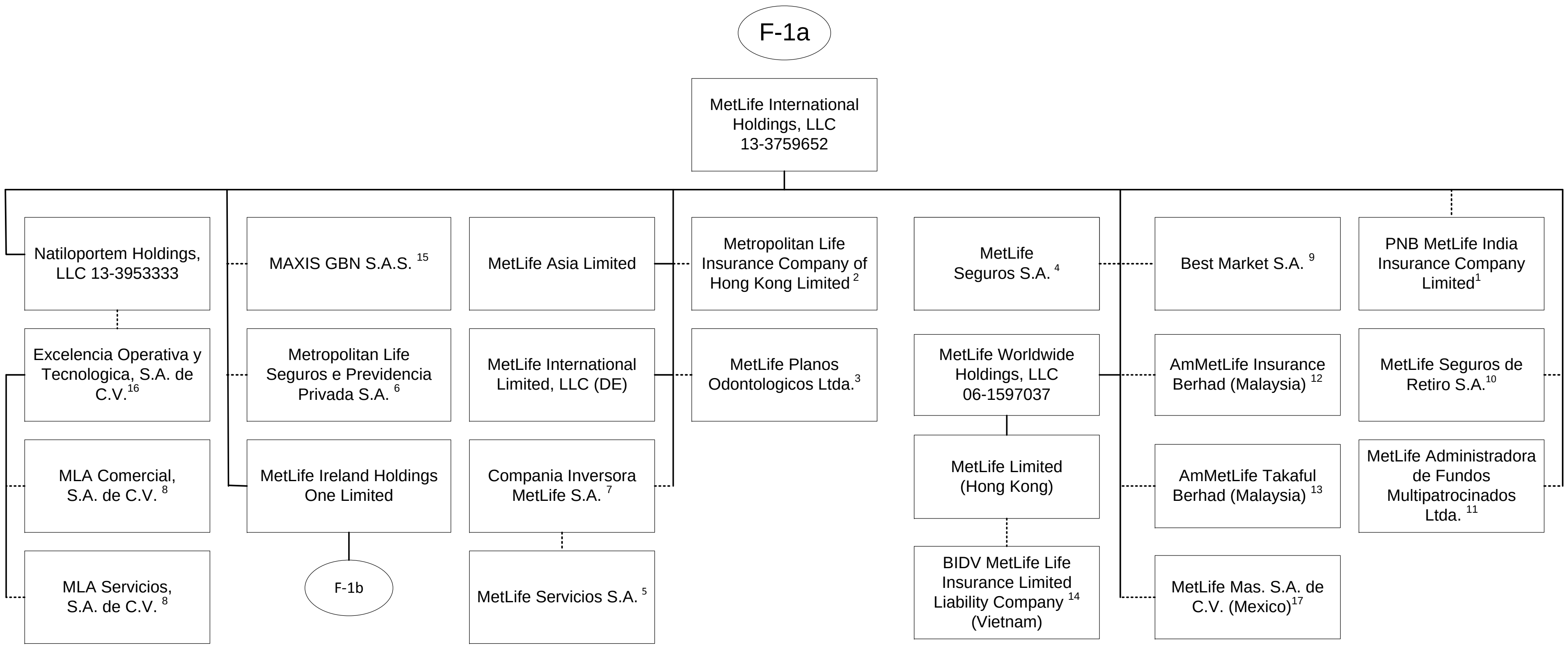

1 26% is owned by MetLife International Holdings, LLC and 74% is owned by third parties.
2 99.99935% is owned by MetLife International Holdings, LLC and 0.00065% is owned by Natiloportem Holdings, LLC.
3 99.999% is owned by MetLife International Holdings, LLC and .001% is owned by Natiloportem Holdings, LLC.
4 95.5242% is owned by MetLife International Holdings, LLC and 2.6753% is owned by Natiloportem. Holdings, LLC, and 1.8005% is owned by International Technical and Advisory Services Limited.
5 18.87% of the shares of MetLife Servicios S.A. are held by Compania Inversora MetLife S.A., 79.88% is owned by MetLife Seguros S.A., .99% is held by Natiloportem Holdings, LLC and .26% is held by MetLife Seguros de Retiro S.A.
6 66.662% is owned by MetLife International Holdings, LLC, 33.337% is owned by MetLife Worldwide Holdings, LLC and 0.001% is owned by Natiloportem Holdings, LLC.
7 95.46% is owned by MetLife International Holdings, LLC and 4.54% is owned by Natiloportem Holdings, LLC.
8 99% is owned by Excelencia Operative y Technologica, S.A de C.V. and 1% is owned by MetLife Mexico Servicios S.A. de C.V.
9 5% of the shares are held by Natiloportem Holdings, LLC and 95% is owned by MetLife International Holdings, LLC.
10 96.8897% is owned by MetLife International Holdings, LLC, 3.1102% is owned by Natiloportem Holdings, and .0001% is owned by International Technical and Advisory Services Limited.
11 99.99998% of MetLife Administradora de Fundos Multipatrocinados Ltda. is owned by MetLife International Holdings, LLC and .00002% by Natiloportem Holdings, LLC.
12 50.000001% of AmMetLife Insurance Berhad is owned by MetLife International Holdings, LLC and the remainder by a third party.
13 49.999999% of AmMetLife Takaful Berhad is owned by MetLife International Holdings, LLC and the remainder by a third party.
14 60% of BIDV MetLife Life Insurance Limited Liability Company is held by MetLife Limited (Hong Kong) and the remainder by third parties.
15 50% of MAXIS GBN S.A.S. is held by MetLife International Holdings, LLC and the remainder by third parties.
16 99% of Excelencia Operativa y Tecnologica, S.A. de C.V. is held by Natiloportem Holdings, LLC and 1% by MetLife Mexico Servicios S.A. de C.V.
17 99.99964399% MetLife Mas, SA de C.V. is owned by MetLife International Holdings, LLC and.00035601% is owned by International Technical and Advisory Services Limited.

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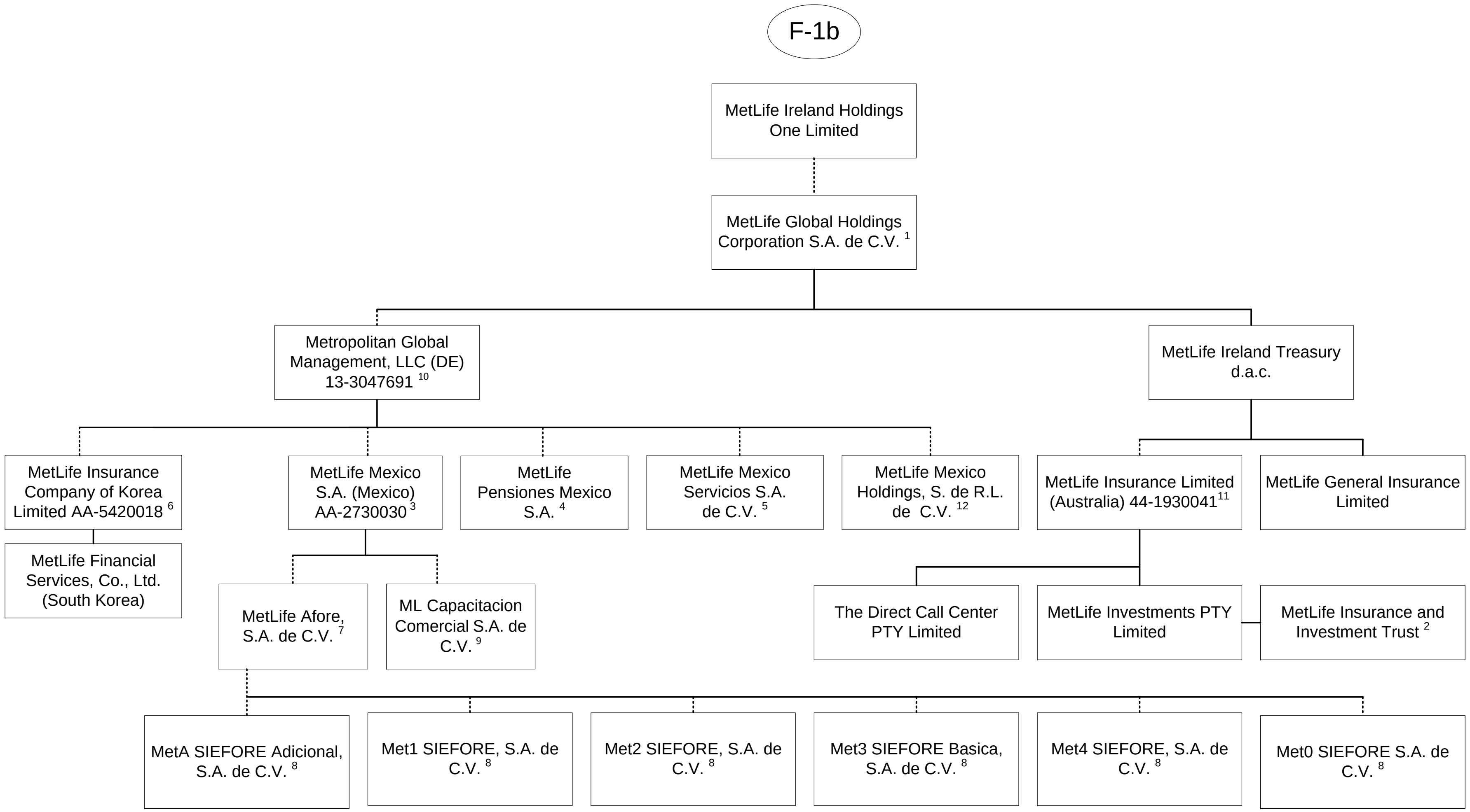

1 98.9% is owned by MetLife Ireland Holdings One Limited and 1.1% is owned by MetLife International Limited, LLC.
2 MetLife Insurance and Investment Trust is a trust vehicle, the trustee of which is MetLife Investments PTY Limited ("MIPL"). MIPL is a wholly owned subsidiary of MetLife Insurance Limited.
3 99.050271% is owned by Metropolitan Global Management, LLC and .949729% is owned by MetLife International Holdings, LLC.
4 97.5125% is owned by Metropolitan Global Management, LLC and 2.4875% is owned by MetLife International Holdings, LLC.
5 98% is owned by Metropolitan Global Management, LLC and 2% is owned by MetLife International Holdings, LLC.
6 14.64% is owned by MetLife Mexico, S.A. and 85.36% is owned by Metropolitan Global Management, LLC.
7 99.99% is owned by MetLife Mexico S.A. (Mexico) and .01% is owned by MetLife Pensiones S.A.
8 99.99% is owned by MetLife Afore, S.A. de C.V. and .01% is owned by MetLife Mexico S.A. (Mexico).
9 99% is owned by MetLife Mexico S.A. and 1% is owned by MetLife Mexico Servicios, S.A. de C.V.
10 99.7% is owned by MetLife Global Holdings Corporation S.A. de C.V. and 0.3% is owned by MetLife International Holdings, LLC.
11 91.16468% of MetLife Insurance Limited (Australia) is owned by MetLife Ireland Treasury Limited and 8.83532% by MetLife Global Holdings Corp. S.A. de C.V.
12. 99.99995% is owned by Metropolitan Global Managemet, LLC, and the remainder is owned by Exelencia Operativa y Tecnologica, S.A. de C.V.

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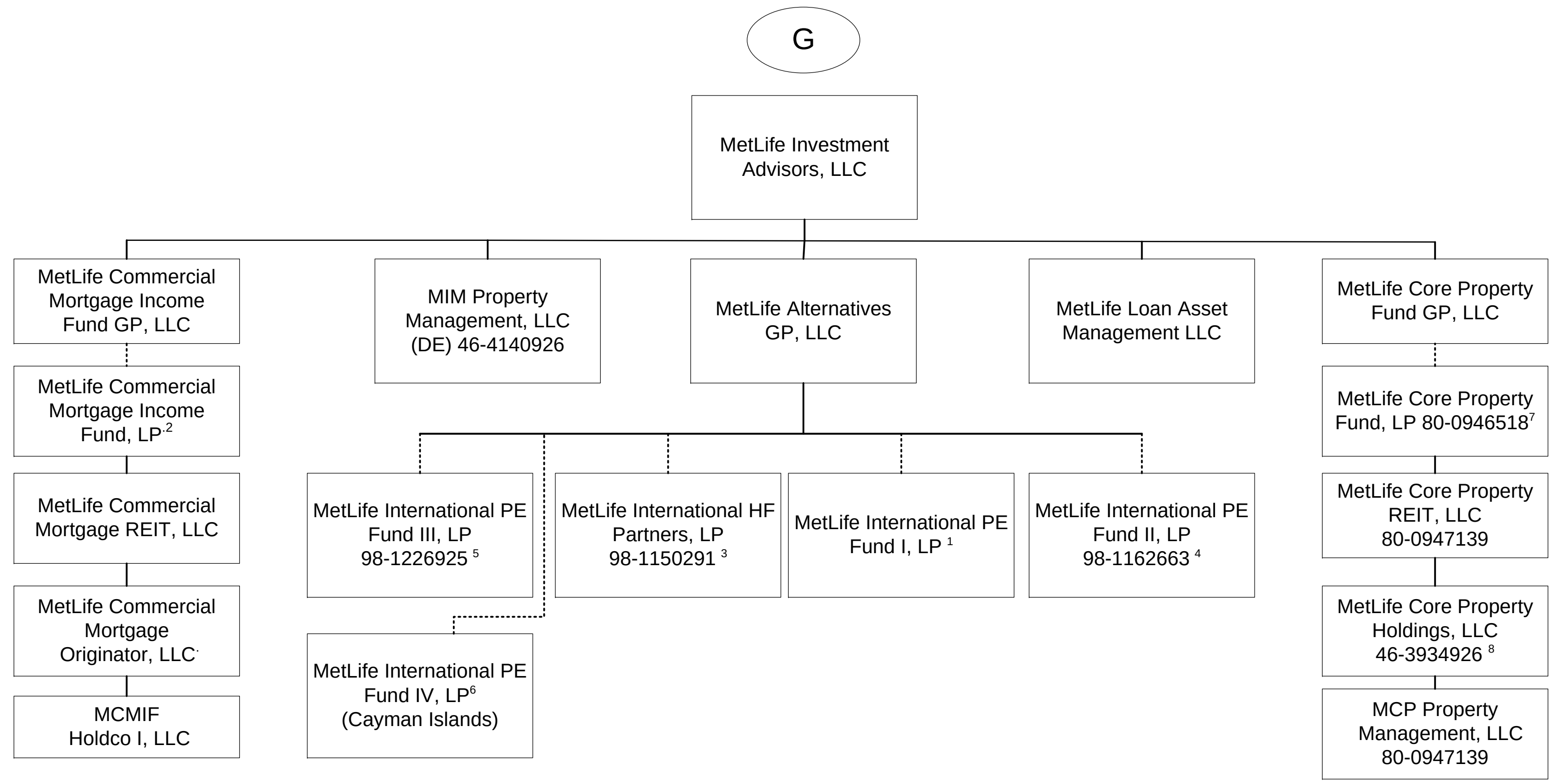

1 92.593% of the Limited partnership interests of this entity is owned by MetLife Insurance K.K, 4.115% is owned by MetLife Mexico S.A., 2.716% by MetLife Limited (Hong Kong) and the remaining 0.576% is owned by Metropolitan Life Insurance Company of Hong Kong Limited.

2 MetLife Commercial Mortgage Income Fund GP, LLC is the general partner of MetLife Commercial Mortgage Income Fund, LP (the"Fund"). A majority of the limited partnership interests in the Fund are held by third parties. The following affiliates hold a minority share of the limited partnership interests in the Fund: Metropolitan Life Insurance Company owns 28.83%, MetLife Insurance Company USA owns 9.61%, MetLife Insurance Co. of Korea, Limited owns 5.66%, MetLife Limited owns 3.81%, and Metropolitan Life Insurance Company of Hong Kong Limited owns .76%.

3 88.22% of the Limited partnership interests of this entity is owned by MetLife Insurance K.K (Japan), 9.47% is owned by MetLife Insurance Company of Korea Limited, 2.29% is owned by MetLife Limited (Hong Kong) and 0.02% is owned by MetLife Alternatives, GP.

4 94.54% of the limited partnership interest of MetLife International PE Fund II, LP is owned by MetLife Insurance K.K. (Japan), 2.77% is owned by MetLife Limited (Hong Kong), 2.1% is owned by MetLife Mexico, S.A. and 0.59% is owned by Metropolitan Life Insurance Company Hong Kong Limited.

5 88.93% of the limited partnership interest of MetLife International PE Fund III, LP is owned by MetLife Insurance K.K. (Japan), 7.91% is owned by MetLife Insurance Company of Korea Limited, 2.61% is owned by MetLife Limited (Hong Kong) and 0.55% is owned by Metropolitan Life Insurance Company Hong Kong Limited.

6 94.70% of the limited partnership interests of MetLife International PE Fund IV, LP is owned by MetLife Insurance K.K, 3.79% is owned by MetLife Insurance Company of Korea Limited, 1.51% is owned by MetLife Limited (Hong Kong).

7 MetLife Core Property Fund GP, LLC is the general partner of MetLife Core Property Fund, LP (the "Fund"). A substantial majority of the limited partnership interests in the Fund are held by third parties. The following affiliates hold a minority share of the limited partnership interests in the Fund: Metropolitan Life Insurance Company owns 20.06%, Metropolitan Life insurance Company (on behalf of Separate Account 746) owns 3.24%, MetLife Insurance Company of Korea Limited owns 2.91%, General American Life Insurance Company owns 0.07% and MetLife Insurance Company USA owns 0.14%.

8 MetLife Core Property Holdings, LLC holds the following single-property limited liability companies: MCP 7 Riverway, LLC, MCP SoCal Industry-Redondo, LLC, MCP SoCal Industrial-Bernardo, LLC, MCP SoCal Industrial-Canyon, LLC, MCP SoCal Industrial-Anaheim, LLC, MCP SoCal Industrial-LAX, LLC, MCP SoCal Industrial-Fullerton, LLC, MCP SoCal Industrial-Ontario, LLC, MCP SoCal Industrial-Loker, LLC, MCP Paragon Point, LLC, MCP 4600 South Syracuse, LLC, MCP The Palms Doral, LLC, MCP Waterford Atrium, LLC, MCP EnV Chicago, LLC, MCP 100 Congress Member, LLC, MCP 1900 McKinney, LLC, MCP 550 West Washington, LLC, MCP Main Street Village, LLC, MCP Lodge At Lakecrest, LLC, MCP Ashton South End, LLC, MCP 3040 Post Oak, LLC, MCP Plaza at Legacy, LLC, MCP VOA Holdings, LLC, MCP VOA I & III, LLC, MCP VOA II, LLC, MPC 9020 Murphy Road, LLC, MCP Trimble Campus, LLC, MCP Highland Park Lender, LLC, MCP Property Management , LLC, MCP One Westside, LLC, MCP SoCal Industrial-Springdale, LLC, MCP SoCal Industrial-Concourse, LLC, MCP SoCal Industrial Kellwood, LLC, MCP Denver Pavilions Member, LLC., MCPF Acquisition, LLC, MCP Buford Logistics Center 2 Member LLC, MCP DMCBP Phase II Member LLC, MCP 60th 11th Street Member, LLC, MCP Magnolia Park Member, LLC, MCP Fife Enterprise Member, LLC, MCP Alley 24 East, LLC, MCP Northyards Holdco, LLC, MCP Northyards Owner, LLC, MCP Northyards Master Lessee, LLC, 60 11th Street, LLC, Magnolia Park Greenville Venture, LLC, Magnolia Park Greenville, LLC, and MetLife Core Property TRS, LLC,MCP 22745 & 22755 Relocation Drive, LLC

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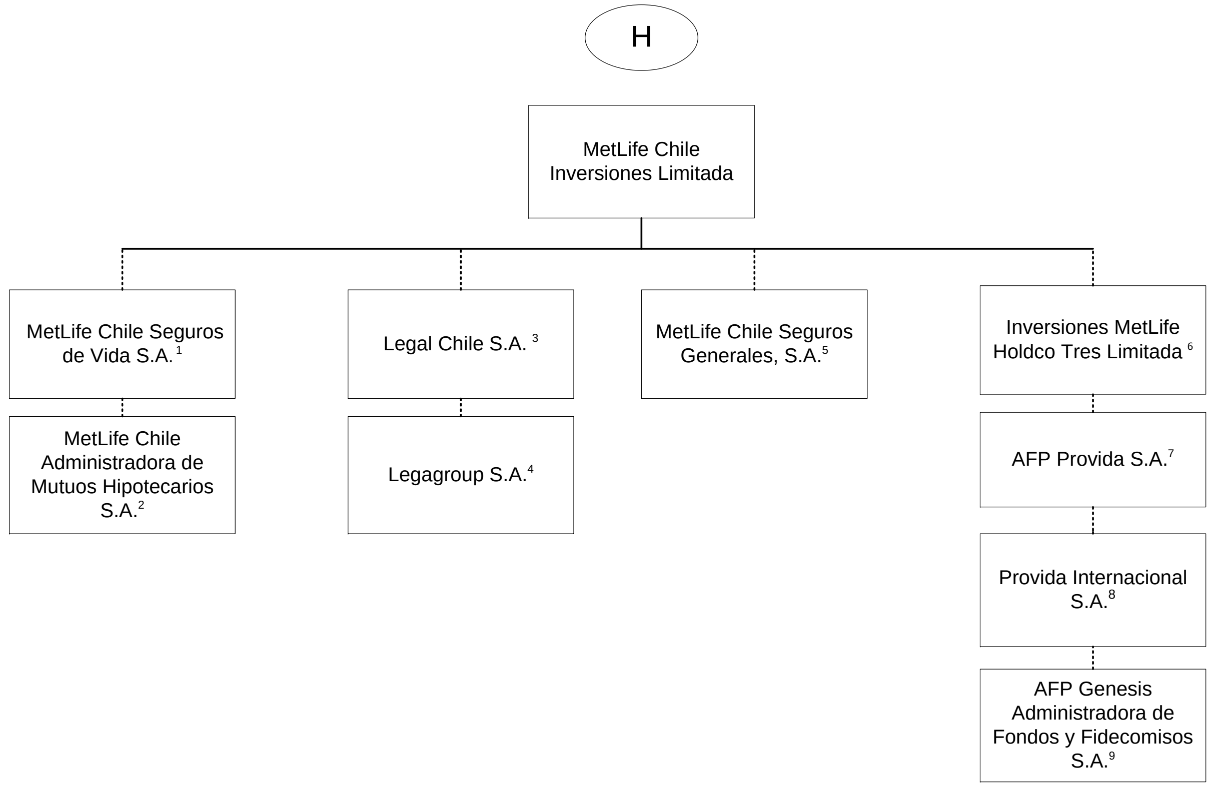

1 99.997% is held by MetLife Chile Inversiones Limitada and .003% by International Technical and Advisory Services Limited.
2 99.9% is held by MetLife Chile Seguros de Vida S.A. and 0.1% by MetLife Chile Inversiones Limitada.
3 51% of Legal Chile S.A. is owned by MetLife Chile Inversiones Limitada and the remainder by a third party.
4 99% of Legagroup S.A. is owned by Legal Chile S.A. and the remainder by a third party.
5 99.98% of MetLife Chile Seguros Generales, S.A. is owned by MetLife Chile Inversiones Limitada and 0.02% by Inversiones MetLife Holdco Dos Limitada.
6 97.13% of Inversiones MetLife Holdco Tres Limitada is owned by MetLife Chile Inversiones Limitada and 2.87% is owned by Inversiones MetLife Holdco Dos Limitada.
7 42.3815% of AFP Provida S.A. is owned by Inversiones MetLife Holdco Dos Limitada, 42.3815% owned by Inversiones MetLife Holdco Tres Limitada and 10.9224% by MetLife Chile Inversiones Limitada and the remainder is owned by the public
8 99.99% of Provida Internacional S.A. is owned by AFP Provida S.A. and .01% by MetLife Chile Inversiones Limitade.
9 99.9% of AFP Genesis Administradora de Fondos y Fidecomisos S.A. is owned by Provida Internacional S.A. and 0.1% by AFP Provida S.A.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

1) The voting securities (excluding directors' qualifying shares, if any) of each subsidiary shown on the organizational chart are 100% owned by their respective parent corporation, unless otherwise indicated.

2) The Metropolitan Money Market Pool and MetLife Intermediate Income Pool are pass-through investments pools, of which Metropolitan Life Insurance Company and/or its subsidiaries and/or affiliates are general partners.

3) The MetLife, Inc. organizational chart does not include real estate joint ventures and partnerships of which MetLife, Inc. and/or its subsidiaries is an investment partner. In addition, certain inactive subsidiaries have also been omitted.

4) MetLife Services EEIG is a cost-sharing mechanism used in European Union for European Union-affiliated members.

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