

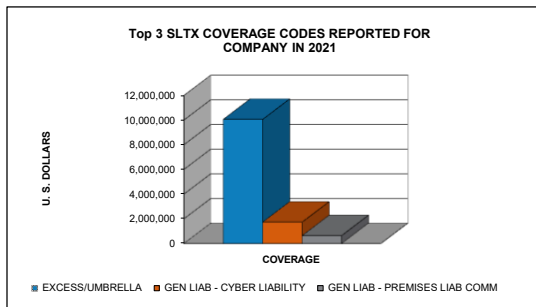
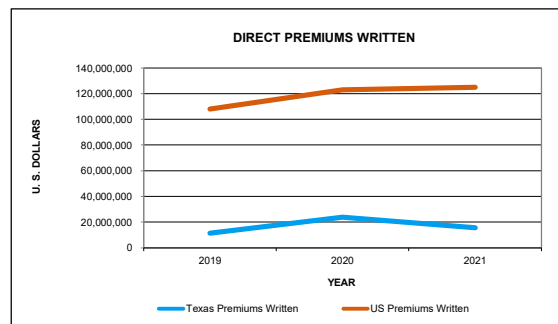
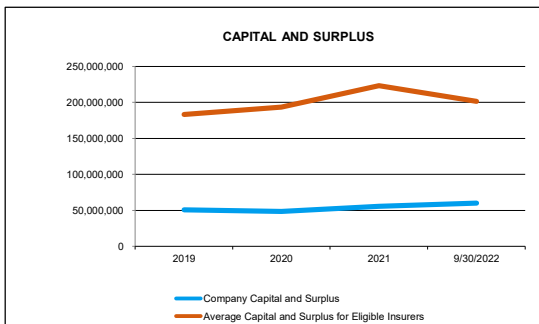
<b>HDI Specialty Insurance Company</b>			Issue Date: 12/20/2022	
Insurer #:	13765620	NAIC #:	16131	AMB# 023144

**U.S. Insurer - 2022 EVALUATION**

Key Dates		Location	A.M. Best Rating	Group Information
TDI Initial Date	1-Aug-17	Domicile Illinois	<b>A+</b> Superior Dec-22	Insurance Group HDI/Talanx US PC Group
Incorporation Date	3-Feb-17	Main Administrative Office 161 N Clark Street 48th Floor Chicago, IL 60601		Parent Company HDI V.a.G.
Commenced Business	28-Mar-17			Parent Domicile Germany

	9/30/2022	2021	2020	2019
Capital & Surplus	60,098,000	55,570,000	48,835,000	50,574,000
Underwriting Gain (Loss)	6,140,000	5,046,000	(7,266,000)	(1,937,000)
Net Income After Tax	8,052,000	7,946,000	(3,608,000)	407,000
Cash Flow from Operations		31,662,000	65,644,000	34,596,000
Gross Premium		125,984,000	123,163,000	114,888,000
Net Premium	49,067,000	66,852,000	79,960,000	92,603,000
Direct Premium Total	94,538,000	124,961,000	122,964,000	108,094,000
Direct Premium in Texas (Schedule T)		15,672,000	23,971,000	11,554,000
% of Direct Premium in Texas		13%	19%	11%
Texas' Rank in writings (Schedule T)		2	1	3
SLTX Premium Processed		13,157,425	13,920,057	8,612,085
Rank among all Texas S/L Insurers		103	95	95
Combined Ratio		93%	113%	104%
IRIS Ratios Outside Usual Range		2	3	2

1- Gross Premium to Surplus	227.00%	2- Net Premium to Surplus	120.00%	3- Change in Net Premium Written (%)	-16.00%
<i>Usual Range: Less than 900%</i>		<i>Usual Range: Less than 300%</i>		<i>Usual Range: Between -33% and 33%</i>	
4- Surplus Aid Ratio	12.00%	5- Two Year Operating Ratio	93.00%	Investment Yield	
<i>Usual Range: Less than 15%</i>		<i>Usual Range: Less than 100%</i>		<i>Usual Range: Between 3% and 6.5%</i>	
7- Gross Change in Surplus (%)	14.00%	8- Net Change in Surplus (%)	14.00%	9- Liabilities to Liquid Assets	
<i>Usual Range: Between -10% and 50%</i>		<i>Usual Range: Between -10% and 25%</i>		<i>Usual Range: Less than 100%</i>	
10- Agents Balances to Surplus	42.00%	11- One Year Development to Surplus	2.00%	12- Two Year Development to Surplus	
<i>Usual Range: Less than 40%</i>		<i>Usual Range: Less than 20%</i>		<i>Usual Range: Less than 20%</i>	
13- Current Estimated Reserve Deficiency			-54.00%		
			<i>Usual Range: Less than 25%</i>		



2021 Premiums by Line of Business (LOB)	
1 Other Liab (Occurrence)	\$ 10,426,000.00
2 Inland Marine	\$ 1,808,000.00
3 Other Liab (Claims-made)	\$ 1,728,000.00
4 Fire	\$ 1,536,000.00
5 Products Liab	\$ 174,000.00

2021 Losses Incurred by Line of Business (LOB)	
1 Inland Marine	\$ 4,936,000.00
2 Other Liab (Occurrence)	\$ 4,057,000.00
3 Other Liab (Claims-made)	\$ 1,205,000.00
4 Fire	\$ 96,000.00
5 Products Liab	\$ 93,000.00