Falls Lake Fire and Casualty Company

FSLSO

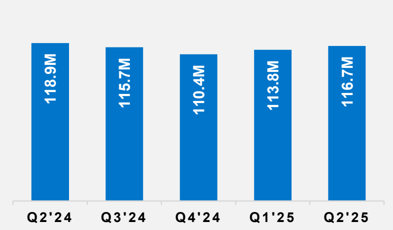
Insurer Financial Report
2025 | Quarter 2

FEIN: 47-1588915
NAIC: 15884
A.M.Best: A-
State of Domicile: California
Main Office: Raleigh, NC
Parent: James River Group
Incorporation Date: 12/11/2013
Website: www.fallslakeins.com

Financial Highlights	Q2 2025	Q2 2024	% Change	Q1 2025	2024	2023
Total Admitted Assets	576,677,772	567,070,923	2%	575,005,340	603,558,178	574,971,111
Total Liabilities	460,017,520	448,180,678	3%	461,170,792	493,140,365	464,374,691
Capital & Surplus	116,660,252	118,890,245	-2%	113,834,548	110,417,813	110,596,420
Premiums and Agent's Balances	23,797,512	30,457,712	-22%	24,010,937	25,943,277	31,191,609
Losses	185,253,302	166,855,361	11%	185,141,603	185,157,333	164,106,819
Loss Adjustment Expenses	67,132,492	63,334,282	6%	67,448,813	67,051,799	61,149,738
Underwriting Gain/Loss	(1,548,325)	4,503,645	-134%	248,339	(11,481,584)	(1,052,975)
Net Income (Loss) After Tax	4,559,649	8,121,911	-44%	2,748,657	709,142	14,916,407
Cash Flow from Operations	13,133,658	12,060,576	9%	253,180	(2,699,994)	6,715,733
Unrealized Capital Gains (Losses)	0	0	0%	0	0	0
Gross Premium	82,103,015	125,119,842	-34%	42,583,799	208,334,904	290,911,897
Net Premium	51,766,902	56,930,336	-9%	25,823,386	107,715,285	117,963,220
Direct Premium - National	26,060,191	73,451,487	-65%	13,756,856	100,600,862	172,937,172
Direct Premium - Florida	2,384,247	14,580,652	-84%	1,405,818	17,330,470	15,248,211
PAB: % of Policyholders Surplus	20.4%	25.6%	-20%	21.1%	23.5%	28.2%
Gross Premium to Surplus Ratio	70.4%	105.2%	-33%	37.4%	188.7%	263.0%
Net Premium to Surplus Ratio	44.4%	47.9%	-7%	22.7%	97.6%	106.7%
% of Direct Premium in Florida	9.1%	19.9%	-54%	10.2%	17.2%	8.8%
Liabilities to Assets Ratio	79.8%	79.0%	1%	80.2%	81.7%	80.8%
Debt to Equity Ratio	394.3%	377.0%	5%	405.1%	446.6%	419.9%
Combined Ratio	N/A	N/A	0%	N/A	110%	101%
Losses Incurred Ratio	N/A	N/A	0%	N/A	66%	58%
Loss Expenses Incurred Ratio	N/A	N/A	0%	N/A	21%	21%
Other U/W Exp. Incurred Ratio	N/A	N/A	0%	N/A	23%	22%
IRIS Ratio(s) Outside Usual Range	N/A	N/A	0%	N/A	#9, 11, 12	N/A

Reinsurers (Top 5 2024)	A.M. Best Rating	Reinsurance Class	Reins. Authorization	Gross Recovery*	Over 120 Days Overdue
Swiss Reinsurance America Corp	A+	US Unaffiliated	Authorized	120,475	0
Falls Lake National Ins Co.	A-	US Affiliated Pooling	Unauthorized	58,860	0
Endurance Assurance Corp.	A+	US Unaffiliated	Authorized	45,806	0
Munich Reinsurance America Inc	A+	US Unaffiliated	Authorized	30,315	0
Hannover Ruck SE	N/A	Non-US Unaffiliated	Authorized	23,619	0

Capital & Surplus



Comments / Notes

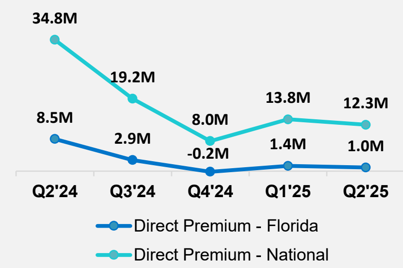
- PAB equal to 20.4% of surplus.

- Debt/Equity ratio appears high.

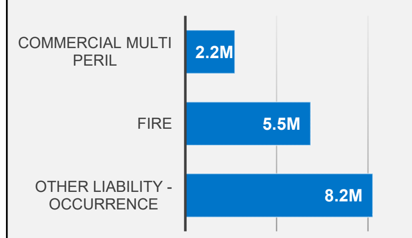
- Co. participated in an intercompany pooling arrangement. Co participation is 17%.

- FL DPW decreased 84% YoY.

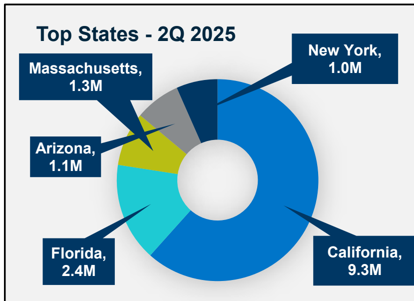
Direct Premium



Major Lines of Business in FL - 2024



Top States - 2Q 2025



* Data displayed in $000

NM: The value is outside of the meaningful range for this item.