



Obsidian Specialty Insurance Company

Insurer Financial Report 2025 | Quarter 2

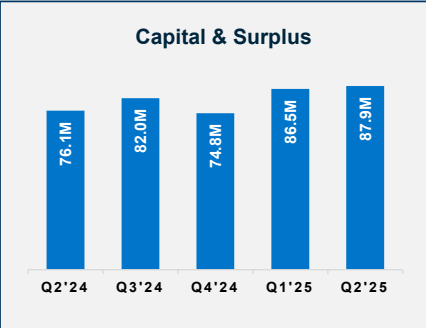
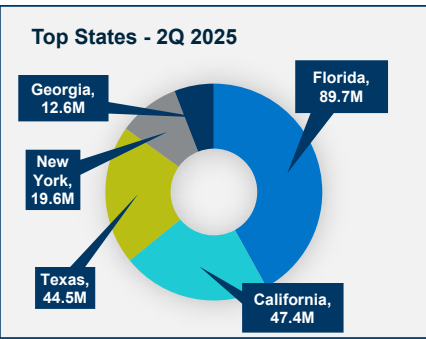
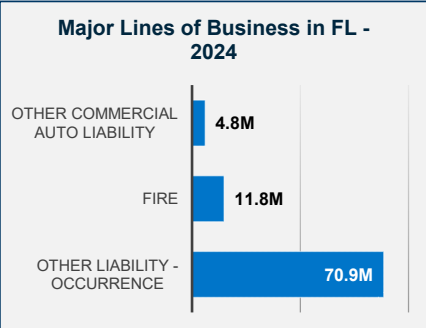
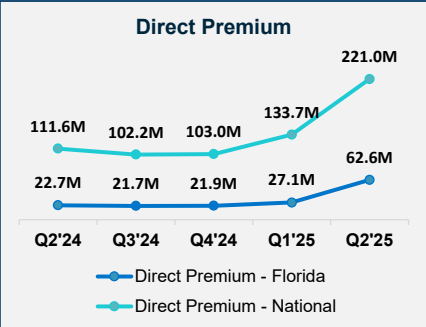
FEIN: 85-1663261
NAIC: 16871
A.M.Best: A-
State of Domicile: Delaware
Main Office: New York, NY
Parent: Obsidian Insurance Holdings
Incorporation Date: 6/16/2020
Website: www.obsidianspecialty.com

| Financial Highlights | Q2 2025 | Q2 2024 | % Change | Q1 2025 | 2024 | 2023 |
|-----------------------------------|-------------|-------------|----------|-------------|-------------|--------------|
| Total Admitted Assets | 396,274,093 | 290,438,382 | 36% | 329,832,372 | 302,189,175 | 252,014,229 |
| Total Liabilities | 308,351,492 | 214,350,936 | 44% | 243,305,231 | 227,349,621 | 181,940,106 |
| Capital & Surplus | 87,922,601 | 76,087,446 | 16% | 86,527,141 | 74,839,554 | 70,074,123 |
| Premiums and Agent's Balances | (10,638) | 1,523,818 | -101% | 64,737 | 67,397 | 1,711,390 |
| Losses | 36,224,862 | 24,089,239 | 50% | 33,724,432 | 31,146,727 | 20,718,757 |
| Loss Adjustment Expenses | 17,981,622 | 12,863,989 | 40% | 16,087,964 | 15,348,648 | 8,523,168 |
| Underwriting Gain/Loss | 6,253,885 | 133,763 | 4575% | 3,369,661 | (2,316,909) | (23,927,216) |
| Net Income (Loss) After Tax | 6,252,953 | 185,389 | 3273% | 4,155,877 | 1,119,941 | (21,412,946) |
| Cash Flow from Operations | 13,370,730 | 13,928,704 | -4% | 18,481,829 | 20,083,128 | 1,663,849 |
| Unrealized Capital Gains (Losses) | 0 | 0 | 0% | 0 | 0 | 0 |
| Gross Premium | 277,583,001 | 194,367,606 | 43% | 121,163,662 | 464,786,426 | 376,600,716 |
| Net Premium | 21,435,915 | 13,867,126 | 55% | 10,739,542 | 32,565,569 | 25,404,949 |
| Direct Premium - National | 354,691,549 | 209,696,110 | 69% | 133,708,934 | 414,933,594 | 322,699,285 |
| Direct Premium - Florida | 89,719,847 | 48,563,605 | 85% | 27,075,103 | 92,130,927 | 67,176,895 |

| | | | | | | |
|---------------------------------|--------|--------|-------|--------|--------|--------|
| PAB: % of Policyholders Surplus | 0.0% | 2.0% | -101% | 0.1% | 0.1% | 2.4% |
| Gross Premium to Surplus Ratio | 315.7% | 255.5% | 24% | 140.0% | 621.0% | 537.4% |
| Net Premium to Surplus Ratio | 24.4% | 18.2% | 34% | 12.4% | 43.5% | 36.3% |
| % of Direct Premium in Florida | 25.3% | 23.2% | 9% | 20.2% | 22.2% | 20.8% |
| Liabilities to Assets Ratio | 77.8% | 73.8% | 5% | 73.8% | 75.2% | 72.2% |
| Debt to Equity Ratio | 350.7% | 281.7% | 24% | 281.2% | 303.8% | 259.6% |

| | | | | | | |
|-----------------------------------|-----|-----|----|-----|--------------|------|
| Combined Ratio | N/A | N/A | 0% | N/A | 108% | 319% |
| Losses Incurred Ratio | N/A | N/A | 0% | N/A | 64% | 184% |
| Loss Expenses Incurred Ratio | N/A | N/A | 0% | N/A | 63% | 98% |
| Other U/W Exp. Incurred Ratio | N/A | N/A | 0% | N/A | -19% | 37% |
| IRIS Ratio(s) Outside Usual Range | N/A | N/A | 0% | N/A | #4,5,9,12,13 | 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 | 57,238 | 0 |
| Topsail Reinsurance SPC Ltd. | N/A | Non-US Unaffiliated | Unauthorized | 53,435 | 0 |
| Neinet Captive Ins Co. LLC | N/A | US Unaffiliated | Unauthorized | 46,596 | 0 |
| Insurance Co. of the West | A | US Unaffiliated | Authorized | 30,686 | 0 |
| Mountain Reinsurance Ltd. | N/A | Non-US Unaffiliated | Unauthorized | 23,133 | 0 |



Comments / Notes

- Debt/Equity ratio appears high.
- Co. participates in a reinsurance pooling agreement with Obsidian Ins. Co. & Obsidian Pacific Ins Co. Participation is 100%.
- FL DPW increased 85% YoY.

* Data displayed in \$000
 NM: The value is outside of the meaningful range for this item.