

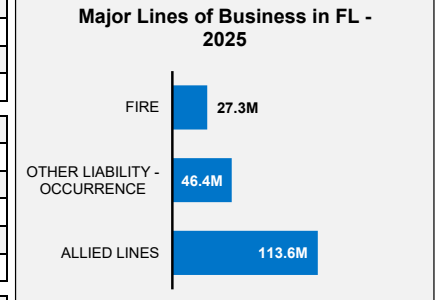
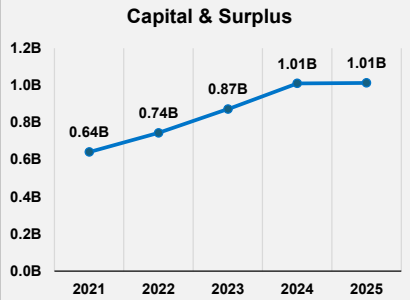
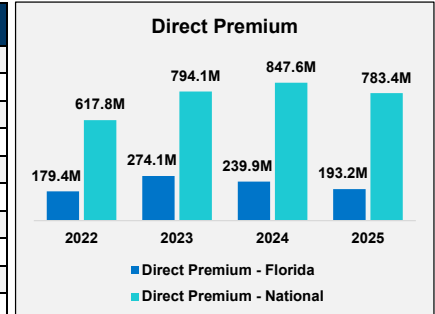


Mt. Hawley Insurance Company

Insurer Financial Report 2025 | Annual

FEIN: 37-1072999
 NAIC: 37974
 A.M.Best: A++
 State of Domicile: Illinois
 Main Office: Peoria, IL
 Parent: RLI Corp
 Incorporation Date: 10/26/1979
 Website: www.rlicorp.com

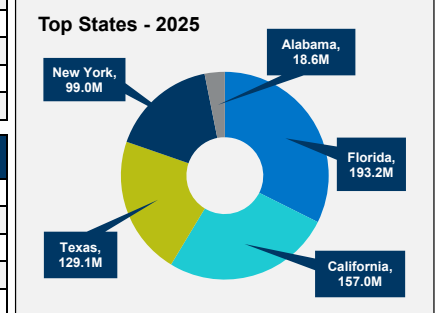
Financial Highlights	2025	2024	% Change	2023	2022	2021
Total Admitted Assets	2,144,066,397	2,177,155,333	-1.5%	1,946,361,993	1,683,375,422	1,456,795,302
Total Liabilities	1,131,065,668	1,166,400,337	-3.0%	1,074,107,895	939,220,877	815,379,889
Capital & Surplus	1,013,000,729	1,010,754,996	0.2%	872,254,098	744,154,545	641,415,413
Premiums and Agent's Balances	56,803,570	54,967,115	3.3%	50,446,457	41,087,400	33,905,594
Losses	665,070,252	661,136,902	0.6%	571,414,711	547,352,488	490,648,119
Loss Adjustment Expenses	120,219,694	120,193,708	0.0%	112,141,124	108,568,735	102,235,651
Underwriting Gain/Loss	219,939,420	144,227,803	52.5%	105,851,794	36,735,338	8,765,735
Net Income (Loss) After Tax	270,696,889	201,450,364	34.4%	137,986,340	94,335,368	61,026,569
Cash Flow from Operations	214,679,416	256,327,767	-16.2%	249,556,841	226,764,633	110,902,829
Unrealized Capital Gains (Losses)	(67,896,777)	71,531,029	-194.9%	(14,895,682)	23,801,615	43,939,945
Gross Premium	783,415,707	847,640,350	-7.6%	794,074,789	617,762,393	469,546,510
Net Premium	559,460,423	616,803,891	-9.3%	573,982,680	449,865,919	347,830,707
Direct Premium - National	783,415,707	847,640,350	-7.6%	794,074,789	617,762,393	469,546,510
Direct Premium - Florida	193,164,757	239,913,795	-19.5%	274,081,795	179,415,294	101,872,959
PAB: % of Policyholders Surplus	5.6%	5.4%	3.1%	5.8%	5.5%	5.3%
Gross Premium to Surplus Ratio (IRIS #1)	77.3%	83.9%	-7.8%	91.0%	83.0%	73.2%
Net Premium to Surplus Ratio (IRIS #2)	55.2%	61.0%	-9.5%	65.8%	60.5%	54.2%
% of Direct Premium in Florida	24.7%	28.3%	-12.9%	34.5%	29.0%	21.7%
Liabilities to Assets Ratio	52.8%	53.6%	-1.5%	55.2%	55.8%	56.0%
Debt to Equity Ratio	111.7%	115.4%	-3.2%	123.1%	126.2%	127.1%
Combined Ratio	63%	76%	-17.1%	78%	90%	96%
Losses Incurred Ratio	20%	34%	-41.0%	27%	37%	41%
Loss Expenses Incurred Ratio	8%	8%	2.2%	9%	10%	14%
Other U/W Exp. Incurred Ratio	35%	34%	2.1%	42%	43%	41%
# of IRIS Ratios Outside Usual Range		0				



Comments / Notes

- 24.7% of total direct premium is written in FL; decreasing 12.9% YoY.
- A.M. Best upgraded the Financial Strength Rating to A++ from A+ on 2/20/2026.
- During 2025, the Co. paid \$201M in ordinary dividends to its parent.

Reinsurers (Top 5)	A.M. Best Rating	Reinsurance Class	Reins. Authorization	Gross Recovery*	Over 120 Days Overdue
Munich Reinsurance America Inc	A+	US Unaffiliated	Authorized	30,131	0
Renaissance Re U.S. Inc.	A+	US Unaffiliated	Authorized	28,331	0
Nationwide Mutual Insurance Co	A	US Unaffiliated	Authorized	27,143	0
Toa Reinsurance Co. America	A	US Unaffiliated	Authorized	16,923	0
Partner Re Co. of the U.S.	A+	US Unaffiliated	Authorized	15,562	0



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