

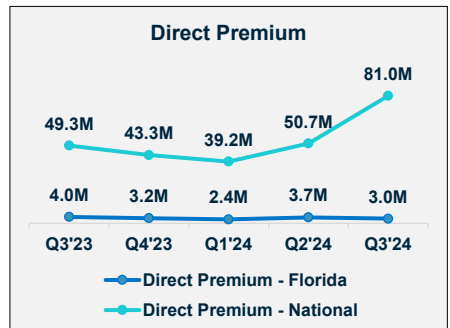


HDI Specialty Insurance Company

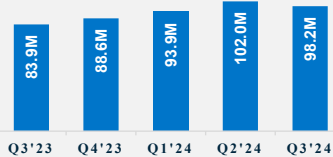
Insurer Financial Report 2024 | Quarter 3

FEIN: 81-5296068
 NAIC: 16131
 A.M.Best: A+
 State of Domicile: Illinois
 Main Office: Chicago, IL
 Parent: HDI Global Ins Co
 Incorporation Date: 2/3/2017
 Website: www.hdi.global.com

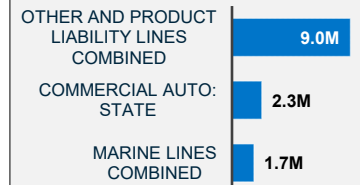
Financial Highlights	Q3 2024	Q3 2023	% Change	Q2 2024	Q1 2024	2023
Total Admitted Assets	415,769,837	346,040,586	20.2%	388,874,367	370,299,172	351,081,107
Total Liabilities	317,544,819	262,187,052	21.1%	286,894,964	276,380,183	262,482,364
Capital & Surplus	98,225,018	83,853,534	17.1%	101,979,403	93,918,989	88,598,743
Premiums and Agent's Balances	22,890,232	14,822,420	54.4%	17,734,880	11,702,962	11,600,951
Losses	165,672,047	132,338,215	25.2%	158,882,774	150,587,926	141,541,352
Loss Adjustment Expenses	25,436,414	24,494,099	3.8%	25,542,596	26,461,603	25,502,663
Underwriting Gain/Loss	8,008,064	11,833,691	-32.3%	11,400,212	4,095,894	14,048,008
Net Income (Loss) After Tax	12,366,064	13,666,797	-9.5%	12,606,495	5,304,824	16,571,943
Cash Flow from Operations	38,874,218	27,743,022	40.1%	25,162,268	9,509,700	29,747,983
Unrealized Capital Gains (Losses)	1,921,149	1,376,575	39.6%	845,253	674,092	2,316,246
Gross Premium	145,781,810	117,913,833	23.6%	92,068,692	44,057,009	175,237,593
Net Premium	63,848,637	61,676,666	3.5%	41,653,606	19,556,529	71,364,649
Direct Premium - National	170,802,387	131,396,299	30.0%	89,822,466	39,158,042	174,693,209
Direct Premium - Florida	9,121,057	9,785,053	-6.8%	6,119,105	2,442,408	12,990,000



Capital & Surplus



Major Lines of Business in FL - 2023

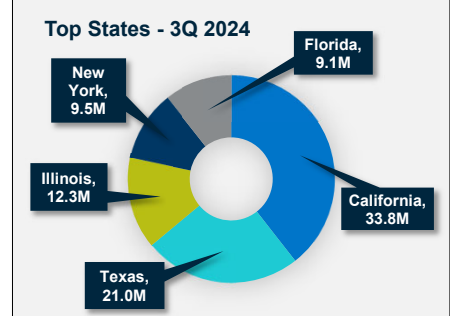


Comments / Notes

- Debt/Equity ratio appears high
- Question 1(d), Going Concern, was not included in the Notes to Financials.
- Co. maintains an excess of loss reinsurance agreement with HDI Global SE wherein it cedes the ultimate net losses exceeding \$5M each loss, each named weather and earthquake event.

PAB: % of Policyholders Surplus	23.3%	17.7%	31.8%	17.4%	12.5%	13.1%
Gross Premium to Surplus Ratio	148.4%	140.6%	5.5%	90.3%	46.9%	197.8%
Net Premium to Surplus Ratio	65.0%	73.6%	-11.6%	40.8%	20.8%	80.5%
% of Direct Premium in Florida	5.3%	7.4%	-28.3%	6.8%	6.2%	7.4%
Liabilities to Assets Ratio	76.4%	75.8%	0.8%	73.8%	74.6%	74.8%
Debt to Equity Ratio	323.3%	312.7%	3.4%	281.3%	294.3%	296.3%
Combined Ratio	N/A	N/A	0.0%	N/A	N/A	84%
Losses Incurred Ratio	N/A	N/A	0.0%	N/A	N/A	57%
Loss Expenses Incurred Ratio	N/A	N/A	0.0%	N/A	N/A	15%
Other U/W Exp. Incurred Ratio	N/A	N/A	0.0%	N/A	N/A	12%

Reinsurers (Top 5)	Reinsurance Class	Reins. Authorization	Gross Recovery*	Over 120 Days Overdue
Transatlantic Reinsurance Co.	US Unaffiliated	Authorized	22,564	0
Partner Re Co. of the U.S.	US Unaffiliated	Authorized	9,853	0
Lloyd's Syndicate - 1274	Non-US Unaffiliated	Authorized	8,017	0
Lloyd's Syndicate - 1414	Non-US Unaffiliated	Authorized	7,300	0
HDI Global Specialty SE	Non-US Affiliated Non-captive	Unauthorized	6,905	0



* Data displayed in \$000

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