PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

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ANNUAL STATEMENT

For the Year Ended December 31, 2016

OF THE CONDITION AND AFFAIRS OF THE

R.V.I. America Insurance Company

NAIC Group Code	00000 (Current Period), 00000 (Prior Period)	NAIC Company Code 23132	Employer's ID Number 36-2490086
Organized under the Laws of	Connecticut	State of Domicile or Port of Entry	Connecticut
Country of Domicile		United States	
Incorporated/Organized	07/18/1883	Commenced Business	07/18/1883
Statutory Home Office	201 Broad Street, Sixth Floor (Street and Number)	Stamford, CT, US 06901 (City or Town, State, Country and Zip Code)	
Main Administrative Office	201 Broad Street, Sixth Floor (Street and Number)	Stamford, CT, US 06901 (City or Town, State, Country and Zip Code)	203-975-2100 (Area Code) (Telephone Number)
Mail Address	201 Broad Street, Sixth Floor (Street and Number or P.O. Box)	Stamford, CT, US 06901 (City or Town, State, Country and Zip Code)	
Primary Location of Books and Records	201 Broad Street, Sixth Floor (Street and Number)	Stamford, CT, US 06901 (City or Town, State, Country and Zip Code)	203-975-2174 (Area Code) (Telephone Number)
Internet Web Site Address		rvigroup.com	
Statutory Statement Contact	Nicholas DiMilia (Name)	203-975-2174 (Area Code) (Telephone Number) (Extension)	
ndimilia@rvigroup.com (E-Mail Address)		203-975-2199 (Fax Number)	

OFFICERS

Name	Title	Name	Title
David Andrew Klanica	CFO and Executive Vice President	Douglas Heller May	Chief Executive Officer & President
Michael Patrick McGroarty	General Counsel & Secretary		

OTHER OFFICERS

John Lamar O'Bryan	Senior Vice President	Ronald Bracchi	Vice President
Daniel Patrick Egan	Executive Vice President & Chief Risk Officer	Sharon Nowell McKenna	Vice President
Rene Miguel Abdalah	Senior Vice President	Roger Raymond Morin	Vice President
Elizabeth Shepard Corley	Senior Vice President	Darrel Mark Seife	Senior Counsel & Assistant Secretary
Wei Fan	Senior Vice President	John Francis Napierkowski	Vice President
Edward Patrick Flynn	VIce President	Christopher John Deloge	Assistant Vice President

DIRECTORS OR TRUSTEES

Douglas Heller May

State of Connecticut
County of Fairfield
ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

David Andrew Klanica	Douglas Heller May	Michael Patrick McGroarty
CFO and Executive Vice President	Chief Executive Officer & President	General Counsel & Secretary

Subscribed and sworn to before me this 24th day of February, 2017

a. Is this an original filing? Yes [X] No [ ]
b. If no:
1. State the amendment number
2. Date filed
3. Number of pages attached

Dana Belmont, Paralegal
May 31, 2019

ASSETS

		Current Year			Prior Year
		1	2	3	4
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1.	Bonds (Schedule D)	75,013,540		75,013,540	90,977,983
2.	Stocks (Schedule D):				
	2.1 Preferred stocks	1,013,600		1,013,600	1,046,600
	2.2 Common stocks	0		0	0
3.	Mortgage loans on real estate (Schedule B):				
	3.1 First liens			0	0
	3.2 Other than first liens			0	0
4.	Real estate (Schedule A):				
	4.1 Properties occupied by the company (less $ .... encumbrances)			0	0
	4.2 Properties held for the production of income (less $ .... encumbrances)			0	0
	4.3 Properties held for sale (less $ .... encumbrances)			0	0
5.	Cash ($ 1,279,537 , Schedule E-Part 1), cash equivalents ($ 5,197,954 , Schedule E-Part 2) and short-term investments ($ 4,614,955 , Schedule DA)	11,092,444		11,092,444	3,354,615
6.	Contract loans (including $ .... premium notes)			0	0
7.	Derivatives (Schedule DB)	0		0	0
8.	Other invested assets (Schedule BA)	8,609,448		8,609,448	0
9.	Receivables for securities			0	0
10.	Securities lending reinvested collateral assets (Schedule DL)			0	0
11.	Aggregate write-ins for invested assets	0	0	0	0
12.	Subtotals, cash and invested assets (Lines 1 to 11)	95,729,032	0	95,729,032	95,379,198
13.	Title plants less $ .... charged off (for Title insurers only)			0	0
14.	Investment income due and accrued	578,434		578,434	670,904
15.	Premiums and considerations:				
	15.1 Uncollected premiums and agents' balances in the course of collection	2,367,229	8,688	2,358,541	1,844,276
	15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $ .... earned but unbilled premiums)			0	0
	15.3 Accrued retrospective premiums ($ ....) and contracts subject to redetermination ($ ....)			0	0
16.	Reinsurance:				
	16.1 Amounts recoverable from reinsurers			0	0
	16.2 Funds held by or deposited with reinsured companies			0	0
	16.3 Other amounts receivable under reinsurance contracts			0	0
17.	Amounts receivable relating to uninsured plans			0	0
18.1	Current federal and foreign income tax recoverable and interest thereon			0	0
18.2	Net deferred tax asset	5,114,680	660,214	4,454,466	3,653,607
19.	Guaranty funds receivable or on deposit			0	0
20.	Electronic data processing equipment and software	188,434	66,555	121,879	95,604
21.	Furniture and equipment, including health care delivery assets ($ ....)	16,544	16,544	0	0
22.	Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23.	Receivables from parent, subsidiaries and affiliates	3,373,462		3,373,462	3,322,965
24.	Health care ($ ....) and other amounts receivable			0	0
25.	Aggregate write-ins for other-than-invested assets	172,236	172,019	217	292
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	107,540,051	924,020	106,616,031	104,966,846
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28.	Total (Lines 26 and 27)	107,540,051	924,020	106,616,031	104,966,846
	DETAILS OF WRITE-INS				
1101.					
1102.					
1103.					
1198.	Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199.	Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501.	Prepaid Expenses	172,019	172,019	0	0
2502.	Other Accounts Receivable	217		217	292
2503.					
2598.	Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599.	Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	172,236	172,019	217	292

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	1,318,750	100,000
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)		0
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	759,602	1,978,352
4. Commissions payable, contingent commissions and other similar charges	96,999	98,656
5. Other expenses (excluding taxes, licenses and fees)	15,237,665	13,044,613
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	299,745	222,749
7.1 Current federal and foreign income taxes (including $ .... on realized capital gains (losses))	211,119	622,765
7.2 Net deferred tax liability		0
8. Borrowed money $ .... and interest thereon $		0
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of $ 61,883,047 and including warranty reserves of $ .... and accrued accident and health experience rating refunds including $ .... for medical loss ratio rebate per the Public Health Service Act)	12,371,277	11,971,586
10. Advance premium		0
11. Dividends declared and unpaid:		
11.1 Stockholders		0
11.2 Policyholders		0
12. Ceded reinsurance premiums payable (net of ceding commissions)	4,796,768	3,813,364
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)		0
14. Amounts withheld or retained by company for account of others		0
15. Remittances and items not allocated	6,135	5,498
16. Provision for reinsurance (including $ .... certified) (Schedule F, Part 8)	0	0
17. Net adjustments in assets and liabilities due to foreign exchange rates		0
18. Drafts outstanding		0
19. Payable to parent, subsidiaries and affiliates		0
20. Derivatives	0	0
21. Payable for securities		0
22. Payable for securities lending		0
23. Liability for amounts held under uninsured plans		0
24. Capital notes $ .... and interest thereon $		0
25. Aggregate write-ins for liabilities	0	0
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	35,098,060	31,857,583
27. Protected cell liabilities		0
28. Total liabilities (Lines 26 and 27)	35,098,060	31,857,583
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	2,772,000	2,772,000
31. Preferred capital stock		0
32. Aggregate write-ins for other-than-special surplus funds	0	0
33. Surplus notes		0
34. Gross paid in and contributed surplus	50,208,022	50,208,022
35. Unassigned funds (surplus)	18,537,949	20,129,241
36. Less treasury stock, at cost:		
36.1 .... shares common (value included in Line 30 $ ....)		0
36.2 .... shares preferred (value included in Line 31 $ ....)		0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	71,517,971	73,109,263
38. Totals (Page 2, Line 28, Col. 3)	106,616,031	104,966,846
DETAILS OF WRITE-INS		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	0	0
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	5,571,816	4,676,032
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	1,218,750	(1,963,352)
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	(1,055,503)	2,091,598
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	2,830,108	3,034,178
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	2,993,355	3,162,424
7. Net income of protected cells		0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	2,578,461	1,513,608
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	1,524,589	1,688,562
10. Net realized capital gains (losses) less capital gains tax of $ (Exhibit of Capital Gains (Losses))	157,138	7,212
11. Net investment gain (loss) (Lines 9 + 10)	1,681,727	1,695,774
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered $ amount charged off $)		0
13. Finance and service charges not included in premiums		0
14. Aggregate write-ins for miscellaneous income	3,248	(1,720)
15. Total other income (Lines 12 through 14)	3,248	(1,720)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	4,263,436	3,207,662
17. Dividends to policyholders	0	0
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	4,263,436	3,207,662
19. Federal and foreign income taxes incurred	1,579,775	2,032,050
20. Net income (Line 18 minus Line 19) (to Line 22)	2,683,661	1,175,612
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	73,109,263	70,547,199
22. Net income (from Line 20)	2,683,661	1,175,612
23. Net transfers (to) from Protected Cell accounts		0
24. Change in net unrealized capital gains or (losses) less capital gains tax of $	(33,000)	(21,800)
25. Change in net unrealized foreign exchange capital gain (loss)		0
26. Change in net deferred income tax	322,003	977,305
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	436,044	421,416
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	0	9,531
29. Change in surplus notes		0
30. Surplus (contributed to) withdrawn from protected cells		0
31. Cumulative effect of changes in accounting principles		0
32. Capital changes:		
32.1 Paid in		0
32.2 Transferred from surplus (Stock Dividend)		0
32.3 Transferred to surplus		0
33. Surplus adjustments:		
33.1 Paid in		0
33.2 Transferred to capital (Stock Dividend)		0
33.3 Transferred from capital		0
34. Net remittances from or (to) Home Office		0
35. Dividends to stockholders	(5,000,000)	0
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)	0	0
37. Aggregate write-ins for gains and losses in surplus	0	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	(1,591,292)	2,562,064
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	71,517,971	73,109,263
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0
1401. Realized Foreign Exchange Gain/(Loss)	4,171	(2,415)
1402. Gain/(Loss) on Sale of Fixed Assets	(923)	695
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	3,248	(1,720)
3701.		
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	6,992,300	3,107,918
2. Net investment income	2,103,910	2,388,962
3. Miscellaneous income	4,171	(2,415)
4. Total (Lines 1 through 3)	9,100,381	5,494,465
5. Benefit and loss related payments	163,247	128,246
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	1,183,310	120,570
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) net of $ tax on capital gains (losses)	1,991,421	1,201,672
10. Total (Lines 5 through 9)	3,337,978	1,450,488
11. Net cash from operations (Line 4 minus Line 10)	5,762,403	4,043,977
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	36,310,275	14,810,300
12.2 Stocks	0	0
12.3 Mortgage loans	0	0
12.4 Real estate	0	0
12.5 Other invested assets	19,762,958	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0
12.7 Miscellaneous proceeds	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	56,073,233	14,810,300
13. Cost of investments acquired (long-term only):		
13.1 Bonds	20,750,285	19,366,988
13.2 Stocks	0	0
13.3 Mortgage loans	0	0
13.4 Real estate	0	0
13.5 Other invested assets	28,372,406	0
13.6 Miscellaneous applications	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	49,122,691	19,366,988
14. Net increase (decrease) in contract loans and premium notes	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	6,950,542	(4,556,688)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock	0	0
16.3 Borrowed funds	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities		0
16.5 Dividends to stockholders	5,000,000	0
16.6 Other cash provided (applied)	24,884	(34,952)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(4,975,116)	(34,952)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	7,737,829	(547,663)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	3,354,615	3,902,278
19.2 End of year (Line 18 plus Line 19.1)	11,092,444	3,354,615

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

	Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	0	0	0	0
2.	Allied lines	0	0	0	0
3.	Farmowners multiple peril	0	0	0	0
4.	Homeowners multiple peril	0	0	0	0
5.	Commercial multiple peril	0	0	0	0
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	0	0	0	0
10.	Financial guaranty	0	0	0	0
11.1	Medical professional liability-occurrence	0	0	0	0
11.2	Medical professional liability-claims-made	0	0	0	0
12.	Earthquake	0	0	0	0
13.	Group accident and health	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0
15.	Other accident and health	0	0	0	0
16.	Workers' compensation	0	0	0	0
17.1	Other liability-occurrence	0	0	0	0
17.2	Other liability-claims-made	0	0	0	0
17.3	Excess workers' compensation	0	0	0	0
18.1	Products liability-occurrence	0	0	0	0
18.2	Products liability-claims-made	0	0	0	0
19.1,19.2	Private passenger auto liability	0	0	0	0
19.3,19.4	Commercial auto liability	0	0	0	0
21.	Auto physical damage	0	0	0	0
22.	Aircraft (all perils)	0	0	0	0
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	0	0	0	0
27.	Boiler and machinery	0	0	0	0
28.	Credit	0	0	0	0
29.	International	0	0	0	0
30.	Warranty	0	0	0	0
31.	Reinsurance-nonproportional assumed property	0	0	0	0
32.	Reinsurance-nonproportional assumed liability	0	0	0	0
33.	Reinsurance-nonproportional assumed financial lines	0	0	0	0
34.	Aggregate write-ins for other lines of business	5,971,507	11,971,586	12,371,277	5,571,816
35.	TOTALS	5,971,507	11,971,586	12,371,277	5,571,816
DETAILS OF WRITE-INS					
3401.	Residual Value	5,971,507	11,971,586	12,371,277	5,571,816
3402.					
3403.					
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	5,971,507	11,971,586	12,371,277	5,571,816

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

	Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire					0
2.	Allied lines					0
3.	Farmowners multiple peril					0
4.	Homeowners multiple peril					0
5.	Commercial multiple peril					0
6.	Mortgage guaranty					0
8.	Ocean marine					0
9.	Inland marine					0
10.	Financial guaranty					0
11.1	Medical professional liability-occurrence					0
11.2	Medical professional liability-claims-made					0
12.	Earthquake					0
13.	Group accident and health					0
14.	Credit accident and health (group and individual)					0
15.	Other accident and health					0
16.	Workers' compensation					0
17.1	Other liability-occurrence					0
17.2	Other liability-claims-made					0
17.3	Excess workers' compensation					0
18.1	Products liability-occurrence					0
18.2	Products liability-claims-made					0
19.1,19.2	Private passenger auto liability					0
19.3,19.4	Commercial auto liability					0
21.	Auto physical damage					0
22.	Aircraft (all perils)					0
23.	Fidelity					0
24.	Surety					0
26.	Burglary and theft					0
27.	Boiler and machinery					0
28.	Credit					0
29.	International					0
30.	Warranty					0
31.	Reinsurance-nonproportional assumed property					0
32.	Reinsurance-nonproportional assumed liability					0
33.	Reinsurance-nonproportional assumed financial lines					0
34.	Aggregate write-ins for other lines of business	0	12,371,277	0	0	12,371,277
35.	TOTALS	0	12,371,277	0	0	12,371,277
36.	Accrued retrospective premiums based on experience					
37.	Earned but unbilled premiums					
38.	Balance (Sum of Lines 35 through 37)					12,371,277
	DETAILS OF WRITE-INS					
3401.	Residual Value		12,371,277			12,371,277
3402.						0
3403.						
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	12,371,277	0	0	12,371,277

(a) State here basis of computation used in each case.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

	Line of Business	1 Direct Business (a)	Reinsurance Assumed 2 From Affiliates	Reinsurance Assumed 3 From Non-Affiliates	Reinsurance Ceded 4 To Affiliates	Reinsurance Ceded 5 To Non-Affiliates	6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5
1.	Fire						0
2.	Allied lines						0
3.	Farmowners multiple peril						0
4.	Homeowners multiple peril						0
5.	Commercial multiple peril						0
6.	Mortgage guaranty						0
8.	Ocean marine						0
9.	Inland marine						0
10.	Financial guaranty						0
11.1	Medical professional liability-occurrence						0
11.2	Medical professional liability-claims-made						0
12.	Earthquake						0
13.	Group accident and health						0
14.	Credit accident and health (group and individual)						0
15.	Other accident and health						0
16.	Workers' compensation						0
17.1	Other liability-occurrence						0
17.2	Other liability-claims-made						0
17.3	Excess workers' compensation						0
18.1	Products liability-occurrence						0
18.2	Products liability-claims-made						0
19.1,19.2	Private passenger auto liability						0
19.3,19.4	Commercial auto liability						0
21.	Auto physical damage						0
22.	Aircraft (all perils)						0
23.	Fidelity						0
24.	Surety						0
26.	Burglary and theft						0
27.	Boiler and machinery						0
28.	Credit						0
29.	International						0
30.	Warranty						0
31.	Reinsurance-nonproportional assumed property	XXX					0
32.	Reinsurance-nonproportional assumed liability	XXX					0
33.	Reinsurance-nonproportional assumed financial lines	XXX					0
34.	Aggregate write-ins for other lines of business	32,626,005	0	0	26,654,498	0	5,971,507
35.	TOTALS	32,626,005	0	0	26,654,498	0	5,971,507
DETAILS OF WRITE-INS							
3401.	Residual Value	32,626,005			26,654,498		5,971,507
3402.							
3403.							
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	32,626,005	0	0	26,654,498	0	5,971,507

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [ ] No [X]

If yes: 1. The amount of such installment premiums $ ....

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis $ ....

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

	Line of Business	Losses Paid Less Salvage 1 Direct Business	 2 Reinsurance Assumed	 3 Reinsurance Recovered	 4 Net Payments (Cols. 1 + 2 - 3)	5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
1.	Fire				0	0	0	0	0.0
2.	Allied lines				0	0	0	0	0.0
3.	Farmowners multiple peril				0	0	0	0	0.0
4.	Homeowners multiple peril				0	0	0	0	0.0
5.	Commercial multiple peril				0	0	0	0	0.0
6.	Mortgage guaranty				0	0	0	0	0.0
8.	Ocean marine				0	0	0	0	0.0
9.	Inland marine				0	0	0	0	0.0
10.	Financial guaranty				0	0	0	0	0.0
11.1	Medical professional liability-occurrence				0	0	0	0	0.0
11.2	Medical professional liability-claims-made				0	0	0	0	0.0
12.	Earthquake				0	0	0	0	0.0
13.	Group accident and health	98,558		98,558	0	0	0	0	0.0
14.	Credit accident and health (group and individual)				0	0	0	0	0.0
15.	Other accident and health				0	0	0	0	0.0
16.	Workers' compensation				0	0	0	0	0.0
17.1	Other liability-occurrence				0	0	0	0	0.0
17.2	Other liability-claims-made				0	0	0	0	0.0
17.3	Excess workers' compensation				0	0	0	0	0.0
18.1	Products liability-occurrence				0	0	0	0	0.0
18.2	Products liability-claims-made				0	0	0	0	0.0
19.1,19.2	Private passenger auto liability				0	0	0	0	0.0
19.3,19.4	Commercial auto liability				0	0	0	0	0.0
21.	Auto physical damage				0	0	0	0	0.0
22.	Aircraft (all perils)				0	0	0	0	0.0
23.	Fidelity				0	0	0	0	0.0
24.	Surety				0	0	0	0	0.0
26.	Burglary and theft				0	0	0	0	0.0
27.	Boiler and machinery				0	0	0	0	0.0
28.	Credit				0	0	0	0	0.0
29.	International				0	0	0	0	0.0
30.	Warranty				0	0	0	0	0.0
31.	Reinsurance-nonproportional assumed property	XXX			0	0	0	0	0.0
32.	Reinsurance-nonproportional assumed liability	XXX			0	0	0	0	0.0
33.	Reinsurance-nonproportional assumed financial lines	XXX			0	0	0	0	0.0
34.	Aggregate write-ins for other lines of business	0	0	0	0	1,318,750	100,000	1,218,750	21.9
35.	TOTALS	98,558	0	98,558	0	1,318,750	100,000	1,218,750	21.9
DETAILS OF WRITE-INS									
3401.	Residual Value				0	1,318,750	100,000	1,218,750	21.9
3402.									
3403.									
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	0.0
3499.	Totals (Lines 3401 through 3403 + 3498) (Line 34 above)	0	0	0	0	1,318,750	100,000	1,218,750	21.9

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

		Reported Losses				Incurred But Not Reported				
		1	2	3	4	5	6	7	8	9
	Line of Business	Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable	Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Losses Unpaid (Cols. 4 +5 + 6 - 7)	Net Unpaid Loss Adjustment Expenses
1.	Fire				0				0	
2.	Allied lines				0				0	
3.	Farmowners multiple peril				0				0	
4.	Homeowners multiple peril				0				0	
5.	Commercial multiple peril				0				0	
6.	Mortgage guaranty				0				0	
8.	Ocean marine				0				0	
9.	Inland marine				0				0	
10.	Financial guaranty				0				0	
11.1	Medical professional liability-occurrence				0				0	
11.2	Medical professional liability-claims-made				0				0	
12.	Earthquake				0				0	
13.	Group accident and health	1,134,072		1,134,072	0	152		152	(a) 0	
14.	Credit accident and health (group and individual)				0				0	
15.	Other accident and health				0				(a) 0	
16.	Workers' compensation				0				0	
17.1	Other liability-occurrence				0				0	
17.2	Other liability-claims-made				0				0	
17.3	Excess workers' compensation				0				0	
18.1	Products liability-occurrence				0				0	
18.2	Products liability-claims-made				0				0	
19.1,19.2	Private passenger auto liability				0				0	
19.3,19.4	Commercial auto liability				0				0	
21.	Auto physical damage				0				0	
22.	Aircraft (all perils)				0				0	
23.	Fidelity				0				0	
24.	Surety				0				0	
26.	Burglary and theft				0				0	
27.	Boiler and machinery				0				0	
28.	Credit				0				0	
29.	International				0				0	
30.	Warranty				0				0	
31.	Reinsurance-nonproportional assumed property	XXX			0	XXX			0	
32.	Reinsurance-nonproportional assumed liability	XXX			0	XXX			0	
33.	Reinsurance-nonproportional assumed financial lines	XXX			0	XXX			0	
34.	Aggregate write-ins for other lines of business	6,500,000	0	5,281,250	1,218,750	533,333	0	433,333	1,318,750	759,602
35.	TOTALS	7,634,072	0	6,415,322	1,218,750	533,485	0	433,485	1,318,750	759,602
DETAILS OF WRITE-INS										
3401.	Residual Value	6,500,000		5,281,250	1,218,750	533,333		433,333	1,318,750	759,602
3402.										
3403.										
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 + 3498) (Line 34 above)	6,500,000	0	5,281,250	1,218,750	533,333	0	433,333	1,318,750	759,602

(a) Including $ .... for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct				0
1.2 Reinsurance assumed				0
1.3 Reinsurance ceded				0
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	0	0	0	0
2. Commission and brokerage:				
2.1 Direct, excluding contingent		958,897		958,897
2.2 Reinsurance assumed, excluding contingent				0
2.3 Reinsurance ceded, excluding contingent		8,541,724		8,541,724
2.4 Contingent-direct				0
2.5 Contingent-reinsurance assumed				0
2.6 Contingent-reinsurance ceded				0
2.7 Policy and membership fees				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)	0	(7,582,827)	0	(7,582,827)
3. Allowances to manager and agents				0
4. Advertising		47,212		47,212
5. Boards, bureaus and associations				0
6. Surveys and underwriting reports		506,999		506,999
7. Audit of assureds' records				0
8. Salary and related items:				
8.1 Salaries	155,113	9,469,663		9,624,776
8.2 Payroll taxes	8,134	425,668		433,802
9. Employee relations and welfare		394,882		394,882
10. Insurance		940,580		940,580
11. Directors' fees				0
12. Travel and travel items		289,034		289,034
13. Rent and rent items		590,269		590,269
14. Equipment		25,722		25,722
15. Cost or depreciation of EDP equipment and software		143,401		143,401
16. Printing and stationery		52,800		52,800
17. Postage, telephone and telegraph, exchange and express		72,004		72,004
18. Legal and auditing		63,496		63,496
19. Totals (Lines 3 to 18)	163,247	13,021,730	0	13,184,977
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of $		673,860		673,860
20.2 Insurance department licenses and fees		161,164		161,164
20.3 Gross guaranty association assessments				0
20.4 All other (excluding federal and foreign income and real estate)		98,801	135,226	234,027
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	933,825	135,226	1,069,051
21. Real estate expenses				0
22. Real estate taxes				0
23. Reimbursements by uninsured plans				0
24. Aggregate write-ins for miscellaneous expenses	(1,218,750)	(3,542,620)	0	(4,761,370)
25. Total expenses incurred	(1,055,503)	2,830,108	135,226	(a) 1,909,831
26. Less unpaid expenses-current year	759,602	15,634,409		16,394,011
27. Add unpaid expenses-prior year	1,978,352	13,366,018	0	15,344,370
28. Amounts receivable relating to uninsured plans, prior year	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	163,247	561,717	135,226	860,190
DETAILS OF WRITE-INS				
2401. Intercompany expense allocation		(3,720,000)		(3,720,000)
2402. Consultants		178,003		178,003
2403. Reclassification to Loss Reserves	(1,218,750)			(1,218,750)
2498. Summary of remaining write-ins for Line 24 from overflow page	0	(623)	0	(623)
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	(1,218,750)	(3,542,620)	0	(4,761,370)

(a) Includes management fees of $ .... to affiliates and $ .... to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. Government bonds	(a) 90,330	68,288
1.1	Bonds exempt from U.S. tax	(a) 482,880	434,824
1.2	Other bonds (unaffiliated)	(a) 1,090,070	1,066,179
1.3	Bonds of affiliates	(a) 0	
2.1	Preferred stocks (unaffiliated)	(b) 73,125	73,125
2.11	Preferred stocks of affiliates	(b) 0	
2.2	Common stocks (unaffiliated)	0	
2.21	Common stocks of affiliates	0	
3.	Mortgage loans	(c)	
4.	Real estate	(d)	
5.	Contract loans		
6.	Cash, cash equivalents and short-term investments	(e) 15,881	17,399
7.	Derivative instruments	(f)	
8.	Other invested assets		
9.	Aggregate write-ins for investment income	0	0
10.	Total gross investment income	1,752,286	1,659,815
11.	Investment expenses		(g) 135,226
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g)
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i)
15.	Aggregate write-ins for deductions from investment income		0
16.	Total deductions (Lines 11 through 15)		135,226
17.	Net investment income (Line 10 minus Line 16)		1,524,589
	DETAILS OF WRITE-INS		
0901.			
0902.			
0903.			
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	0	0
1501.			
1502.			
1503.			
1598.	Summary of remaining write-ins for Line 15 from overflow page		0
1599.	Totals (Lines 1501 through 1503 plus 1598) (Line 15 above)		0

(a) Includes $ 164,455 accrual of discount less $ 726,047 amortization of premium and less $ 61,798 paid for accrued interest on purchases.
(b) Includes $ ______ accrual of discount less $ ______ amortization of premium and less $ 0 paid for accrued dividends on purchases.
(c) Includes $ 0 accrual of discount less $ 0 amortization of premium and less $ ______ paid for accrued interest on purchases.
(d) Includes $ ______ for company's occupancy of its own buildings; and excludes $ ______ interest on encumbrances.
(e) Includes $ 13,060 accrual of discount less $ ______ amortization of premium and less $ 181 paid for accrued interest on purchases.
(f) Includes $ ______ accrual of discount less $ ______ amortization of premium.
(g) Includes $ ______ investment expenses and $ ______ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes $ ______ interest on surplus notes and $ ______ interest on capital notes.
(i) Includes $ ______ depreciation on real estate and $ ______ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds			0		
1.1	Bonds exempt from U.S. tax			0		
1.2	Other bonds (unaffiliated)	146,125		146,125		
1.3	Bonds of affiliates	0	0	0	0	0
2.1	Preferred stocks (unaffiliated)	11,014	0	11,014	(33,000)	0
2.11	Preferred stocks of affiliates	0	0	0	0	0
2.2	Common stocks (unaffiliated)	0	0	0	0	0
2.21	Common stocks of affiliates	0	0	0	0	0
3.	Mortgage loans	0	0	0	0	0
4.	Real estate	0	0	0		0
5.	Contract loans			0		
6.	Cash, cash equivalents and short-term investments			0	0	0
7.	Derivative instruments			0		
8.	Other invested assets	0	0	0	0	0
9.	Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10.	Total capital gains (losses)	157,139	0	157,139	(33,000)	0
	DETAILS OF WRITE-INS					
0901.				0		
0902.						
0903.						
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	0	0	0	0	0

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks	0	0	0
2.2 Common stocks	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens	0	0	0
3.2 Other than first liens	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company	0	0	0
4.2 Properties held for the production of income	0	0	0
4.3 Properties held for sale	0	0	0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)	0	0	0
6. Contract loans	0	0	0
7. Derivatives (Schedule DB)	0	0	0
8. Other invested assets (Schedule BA)	0	0	0
9. Receivables for securities	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL)	0	0	0
11. Aggregate write-ins for invested assets	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	0	0	0
13. Title plants (for Title insurers only)	0	0	0
14. Investment income due and accrued	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	8,688	8,975	287
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	0	0	0
15.3 Accrued retrospective premiums and contracts subject to redetermination	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers	0	0	0
16.2 Funds held by or deposited with reinsured companies	0	0	0
16.3 Other amounts receivable under reinsurance contracts	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0
18.2 Net deferred tax asset	660,214	1,139,070	478,856
19. Guaranty funds receivable or on deposit	0	0	0
20. Electronic data processing equipment and software	66,555	30,105	(36,450)
21. Furniture and equipment, including health care delivery assets	16,544	6,619	(9,925)
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0
23. Receivables from parent, subsidiaries and affiliates	0	0	0
24. Health care and other amounts receivable	0	0	0
25. Aggregate write-ins for other-than-invested assets	172,019	175,295	3,276
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	924,020	1,360,064	436,044
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
28. Total (Lines 26 and 27)	924,020	1,360,064	436,044
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0
2501. Prepaid Expenses	172,019	175,295	3,276
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	172,019	175,295	3,276

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONERN

A. Accounting Practices

The statutory financial statements of R.V.I. America Insurance Company (the "Company") are presented in conformity with accounting practices prescribed or permitted by the State of Connecticut Insurance Department.

The State of Connecticut Insurance Department recognizes only statutory accounting practices prescribed or permitted by the State of Connecticut for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Connecticut Insurance Law. The National Association of Insurance Commissioners' ("NAIC") Accounting Practices and Procedures has been adopted as the prescribed or permitted practices by the State of Connecticut as shown in the following reconciliation:

	SSAP #	F/S Page	F/S Line #	12/31/2016	12/31/2015
Net Income:					
(1) Net income - state basis (Page 4, Line 20, Columns 1 & 2)	-	-	-	$ 2,683,661	$ 1,175,612
(2) State prescribed practices that change NAIC SAP	-	-	-	-	-
(3) State permitted practices that change NAIC SAP	-	-	-	-	-
(4) Net income - NAIC SAP basis (1-2-3=4)	-	-	-	$ 2,683,661	$ 1,175,612
Surplus:					
(5) Surplus - state basis (Page 3, Line 37, Columns 1 & 2)	-	-	-	$71,517,971	$73,109,263
(6) State prescribed practices that change NAIC SAP	-	-	-	-	-
(7) State permitted practices that change NAIC SAP	-	-	-	-	-
(8) Surplus - NAIC SAP basis (5-6-7=8)	-	-	-	$71,517,971	$73,109,263

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statements of Statutory Accounting Principles ("SSAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses for the reporting period. Actual results could differ from those estimates.

C. Accounting Policy

Net premiums written are recorded on an accrual basis in accordance with the insurance policies and reinsurance agreements written. All residual value insurance contracts written are considered to be long duration contracts, which are single or fixed premium policies that are non-cancellable. Premiums are earned ratably over the terms of the insured assets, which range from 1 to 28 years. Ceded premiums are expensed ratably over the terms of the reinsurance agreements. Net unearned premiums represent the portion of premiums written less premiums ceded which remain to be accreted straight-line over the unexpired terms of insurance and reinsurance agreements, respectively. The unearned premium reserve is reviewed in conjunction with unpaid losses and loss adjustment expense in assessing overall reserve adequacy.

Commissions, employee compensation and other acquisition costs related to premiums written are expensed when incurred. Ceding allowances and ceding commissions are recognized as income when the premium is ceded.

Realized gains or losses are determined using specific identification. Investment income is recorded as earned using the constant yield method.

In addition, the Company uses the following accounting policies:

(1) Short-term investments having a maturity date of one year or less at the time of purchase are stated at amortized cost using the constant yield method, which approximates market.

(2) Bonds not backed by other loans are stated at amortized cost using the constant yield method.

(3) Not applicable.

(4) Perpetual preferred stocks are stated at fair value or cost depending on its NAIC designation. Unrealized gains or losses on preferred stocks recorded at fair value are credited or charged to unassigned surplus.

(5) Not applicable.

(6) Loan-backed bonds and structured securities are stated at amortized cost, using the constant yield method including anticipated prepayments at the date of purchase. The retrospective adjustment method is used for significant changes in estimated cash flows from the original purchase assumptions.

(7) Not applicable.

(8) The Company has ownership interests in limited liability companies. The Company carries these interests based on the underlying audited GAAP equity of the investee.

(9) Not applicable.

NOTES TO FINANCIAL STATEMENTS

(10) The Company does not have a premium deficiency in accordance with SSAP No. 53, "Property-Casualty Contracts – Premiums".

(11) Unpaid losses and loss adjustment expenses, net of related reinsurance recoverables, are charged to earnings when incurred. Management periodically reviews projections of an insured asset's value using quantitative methods or the appraised value of insured assets in consideration with pertinent policy terms. Based on the terms and conditions of the policy, management's best estimate of the ultimate unpaid loss (i.e., case reserves and incurred but not reported reserves ("IBNR") is recorded, which is generally the excess of the insured value over those projections or appraised values net of deductibles, if any. Unpaid losses and loss adjustment expenses (i.e. case reserves and IBNR), net of reinsurance recoverables, are reviewed by management throughout the year and changes in estimates are reflected in income. IBNR, net of related reinsurance recoverables, are established based on management's best estimate of incurred losses. Changes in net IBNR estimates are reflected in income.

In 2016, the Company reclassified approximately $1.2 million of loss adjustment expense reserves to net loss reserves to provide for case loss reserves incurred in 2016. This reclassification had no impact on net income.

In 2015, the Company reclassified approximately $2.0 million of net loss reserves to loss adjustment expense reserves. This reclassification had no impact on net income. This reclassification reflects the Company's recent loss activity which has been primarily related to loss adjustment expenses. In the event a loss is incurred that is in excess of these reserves, the appropriate reserve will be recorded in accordance with NAIC Guidance of SSAP No. 5R, "Liabilities, Contingencies and Impairments of Assets".

(12) The Company has not modified its capitalization policy from the prior period.

(13) Not applicable.

D. *Going Concern*

None.

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

None.

3. BUSINESS COMBINATIONS AND GOODWILL

None.

4. DISCONTINUED OPERATIONS

None.

5. INVESTMENTS

A. *Mortgages Loans, including Mezzanine Real Estate Loans*

None.

B. *Debt Restructuring*

None.

C. *Reverse Mortgages*

None.

D. *Loan-Backed Securities*

(1) The Company uses proprietary models for loss assumptions and widely accepted models for prepayment assumptions in valuing mortgage-back and asset-backed securities with inputs from major third party data providers. The models combine the effects of interest rates, volatility, and pre-payment speeds based on various scenario (Monte Carlo) simulations with resulting effective analytics (spreads, duration, convexity) and cash flows on a monthly basis. Model assumptions are specific to asset class and collateral types and are regularly evaluated and adjusted where appropriate.

(2) Not applicable

(3) Not applicable

NOTES TO FINANCIAL STATEMENTS

(4) The Company had loan-backed securities that are in an unrealized loss position as of December 31, 2016 as follows:

(a) Unrealized losses of structured securities in a loss position at December 31, 2016:

1. Unrealized loss position for less than 12 months	$ (30,650)
2. Unrealized loss position for 12 months or longer	$ -

(b) Fair value of structured securities with unrealized losses at December 31, 2016:

1. Unrealized loss position for less than 12 months	$ 5,523,835
2. Unrealized loss position for 12 months or longer	$ -

(5) There are a number of factors that are considered in determining if there is an other-than-temporary-impairment on an investment, including but not limited to, debt burden, credit ratings, sector, liquidity, financial flexibility, company management, expected earnings and cash flow stream, and economic prospects associated with the investment.

E. *Repurchase Agreements and/or Securities Lending Transactions*

None.

F. *Real Estate*

None.

G. *Investments in Low-Income Housing Credits*

None.

H. *Restricted Assets*

1. As of December 31, 2016 and 2015, $4,635,274 and $4,401,730, respectively of the Company's investment portfolio are restricted assets on deposit with U.S. government authorities as required to comply with U.S. statutory requirements as shown in the table below:

	Gross (Admitted & Nonadmitted) Restricted									Percentage	
	Current Year										
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1) plus (3)	Total from Prior Year	Increase /(Decrease) (5) minus (6)	Total Nonadmitted Restricted	Total Admitted Restricted (5) minus (8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)
a. - i. Not applicable.	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	0.0%	0.0%
j. On deposit with states	4,635,274	-	-	-	4,635,274	4,401,730	233,544	-	4,635,274	4.3%	4.3%
k. - n. Not applicable.	-	-	-	-	-	-	-	-	-	0.0%	0.0%
o. Total restricted assets	$ 4,635,274	$ -	$ -	$ -	$ 4,635,274	$ 4,401,730	$ 233,544	$ -	$ 4,635,274	4.3%	4.3%

(a) Subset of column 1
(b) Subset of column 3
(c) Column 5 divided by Asset Page, Column 1, Line 28
(d) Column 9 divided by Asset Page, Column 3, Line 28

2. Not applicable.

3. Not applicable.

4. Not applicable.

I. *Working Capital Finance Investments*

None.

J. *Offsetting and Netting of Assets and Liabilities*

None.

K. *Structured Notes*

None.

L. *5* Securities*

None.

NOTES TO FINANCIAL STATEMENTS

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its admitted assets.

B. The Company did not recognize any impairment write down for its Joint Ventures, Partnerships, and Limited Liability Companies during the statement periods.

7. INVESTMENT INCOME

There is no investment income due and accrued over 90 days past due.

8. DERIVATIVE INSTRUMENTS

None.

9. INCOME TAXES

A. 1. The Company has no capital deferred tax components as of December 31, 2016 and 2015. The components of the net admitted ordinary deferred tax asset at December 31 are as follows:

	12/31/2016	12/31/2015	Change
(a) Gross ordinary deferred tax assets	$ 5,564,737	$ 5,218,929	$ 345,808
(b) Statutory valuation allowance adjustments	-	-	-
(c) Adjusted gross ordinary deferred tax assets	5,564,737	5,218,929	345,808
(d) Ordinary deferred tax assets non-admitted	660,214	1,139,070	(478,856)
(e) Net admitted ordinary deferred tax assets	4,904,523	4,079,859	824,664
(f) Ordinary deferred tax liabilities	450,057	426,252	23,805
(g) Net admitted ordinary deferred tax assets	$ 4,454,466	$ 3,653,607	$ 800,859

2. The admission calculation components at December 31 are as follows:

	12/31/2016	12/31/2015	Change
Admission Calculation Components SSAP No. 101			
(a) Federal income tax taxes paid in prior years Recoverable Through Loss Carrybacks.	$ -	$ -	$ -
(b) Adjusted gross deferred tax assets expected to be realized (Excluding the amount of deferred tax assets from above) after application of the threshold limitation. (lesser of (1) or (2))	4,454,466	3,653,607	800,859
(1) Adjusted gross deferred tax assets expected to be realized following the balance sheet date	4,454,466	3,653,607	800,859
(2) Adjusted gross deferred tax assets allowed per limitation threshold	10,066,525	10,404,008	(337,483)
(c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from (a) and (b) above) offset by gross deferred tax liabilities	450,057	426,252	23,805
(d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total ((a) + (b) + (c))	$ 4,904,523	$ 4,079,859	$ 824,664

3. The threshold limitation percentages and adjusted capital balances at December 31, 2016 and 2015, respectively are as follows:

	12/31/2016	12/31/2015
(a) Threshold limitation percentage	15%	15%
(b) Total adjusted capital	$67,110,164	$69,360,052

4. Not applicable.

B. All deferred tax liabilities have been recognized.

C. 1. The significant components of current income taxes incurred for the years ending December 31 are:

	12/31/2016	12/31/2015	Change
Current income tax			
(a) Current federal tax expense	$ 1,579,775	$ 2,032,050	$ (452,275)
(b) - (f) Not applicable			
(g) Total current federal tax expense	$ 1,579,775	$ 2,032,050	$ (452,275)

NOTES TO FINANCIAL STATEMENTS

2. The Company has no capital deferred tax assets as of December 31, 2016 and 2015. The tax effects of temporary differences that give rise to significant portions of ordinary deferred tax assets as of December 31 are as follows:

	12/31/2016	12/31/2015	Change
Deferred tax assets			
(a) Ordinary deferred tax assets			
(1) Loss reserves	$ 314,193	$ 706,587	$ (392,394)
(2) Unearned premium reserve	841,247	814,068	27,179
(3) Not applicable			
(4) Investments	233,920	226,194	7,726
(5) - (6) Not applicable			
(7) Depreciation/leasehold improvements	32,437	150,572	(118,135)
(8) Deferred compensation	3,904,926	3,187,228	717,698
(9) - (10) Not applicable			
(11) - (12) Not applicable			
(13) Other	238,014	134,280	103,734
Gross ordinary deferred tax assets	5,564,737	5,218,929	345,808
(b) Not applicable			
(c) Non-admitted ordinary deferred tax assets	660,214	1,139,070	(478,856)
(d) Admitted ordinary deferred tax assets	4,904,523	4,079,859	824,664
(e) - (h) Not applicable			
(i) Admitted ordinary deferred tax assets	$ 4,904,523	$ 4,079,859	$ 824,664

3. The Company has no capital deferred tax liabilities as of December 31, 2016 and 2015. The tax effects of temporary differences that give rise to significant portions of ordinary deferred tax liabilities as of December 31 are as follows:

	12/31/2016	12/31/2015	Change
Deferred tax liabilities			
(a) Ordinary deferred tax liabilities			
(1) Investments	$ 253,748	$ 229,943	$ 23,805
(2) - (4) Not applicable			
(5) Other	196,309	196,309	-
(99) Gross ordinary deferred tax liabilities	450,057	426,252	23,805
(b) Not applicable			
(c) Ordinary deferred tax liabilities	$ 450,057	$ 426,252	$ 23,805

4. The Company has no capital net deferred tax assets as of December 31, 2016 and 2015. Net ordinary deferred tax assets as of December 31 are as follows:

	12/31/2016	12/31/2015	Change
Net ordinary deferred tax assets	$4,454,466	$3,653,607	$ 800,859

D. The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate to income before income taxes. The significant items causing this difference are as follows:

Description	Amount	Tax Effect	Effective Tax Rate
Income before taxes	$ 4,263,437	$ 1,449,568	34.0%
Tax exempt interest, net of proration	(330,339)	(112,315)	-2.6%
Change in non-admitted assets	(67,429)	(22,926)	-0.5%
Travel and entertainment	22,284	7,577	0.2%
Dividends received deduction	(43,509)	(14,793)	-0.4%
Other	(145,116)	(49,339)	-1.2%
Total	$ 3,699,328	$ 1,257,772	29.5%
Federal income tax expense		1,579,775	37.1%
Change in net ordinary deferred income tax		(322,003)	-7.6%
Total statutory income tax		$ 1,257,772	29.5%

E. As of December 31, 2016, 2015, and 2014, the Company incurred federal income taxes of $1,579,775, $2,032,050, and $1,118,231, respectively that are available for recoupment in the event of future net losses, see Note 9F. The Company did not have deposits admitted under Section 6603 of the Internal Revenue Code.

F. The Company's federal income tax return is consolidated with R.V.I. Guaranty Co., Ltd. ("RVIG") and its affiliates (the "Consolidated Group"). The affiliates are wholly-owned subsidiaries of R.V.I. America Corporation ("Corp") which are: the Company, R.V.I. Services Co., Inc. ("RVIS"), R.V.I. Analytical Services ("RVIAS"), and Transition Services, Inc. ("TSI"). The Consolidated Group participates in an agreement that the tax attributes of each

NOTES TO FINANCIAL STATEMENTS

subsidiary is determined as if each such subsidiary were filing a separate federal income tax return on a stand-alone basis. Each subsidiary will be paid the tax effect of any losses or credits such subsidiary provides to the consolidated return at such time as when the subsidiary generates the tax attribute.

The Company has federal taxes payable to RVIG of \$211,119 and \$622,765 as of December 31, 2016 and 2015, respectively. The Company settles intercompany balances on a quarterly basis.

G. In December 2011, the Internal Revenue Service ("IRS") made public its Technical Advice Memorandum ("TAM") in which it addressed the issue: whether a contract labeled "residual value insurance" that "insures" against market decline is a contract of insurance for federal income tax purposes. The IRS concluded that a contract labeled "residual value insurance" that "insures" against market decline is not a contract of insurance for federal income tax purposes. The IRS's conclusion requires that revenue and deductions be reported under code Section 451/461 which means that premiums written are taxable when received and losses are deductible only when paid. This conclusion was adverse to the Consolidated Group's position presented to the IRS but was not unexpected.

The Consolidated Group received from the IRS a Notice of Deficiency ("NOD") dated August 16, 2012 in which its taxable income, for the year ended December 31, 2006 was determined to increase by \$144,135,000 resulting in a tax deficiency of \$55,198,000. The majority of these adjustments are temporary in nature.

The Consolidated Group believed that the IRS reached an erroneous conclusion and, on November 8, 2012, filed its petition with the United States Tax Court for a redetermination of the deficiencies set forth by the IRS in its NOD dated August 16, 2012 and for a determination that the Consolidated Group had an overpayment of tax for the 2006 taxable year. A trial was held in U.S. Tax Court in early September, 2014.

On September 21, 2015 the United States Tax Court issued its opinion in the case, holding that the residual value insurance policies the Company sold constitute contracts of insurance for federal income tax purposes.

On March 28, 2016 the decision became final and non-appealable. As a result, all federal tax refunds and corresponding interest were received by the Consolidated Group in 2016. The IRS recently completed its examination of the Consolidated Group's 2006 through 2010 federal income tax returns. All periods prior to 2013 are closed.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES AND OTHER RELATED PARTIES

A. All outstanding shares of the Company are owned by Corp, a holding company organized on January 22, 1995, which is wholly owned by RVIG, a Class 3A insurance company incorporated in Bermuda. QP owns 98% of the outstanding shares of RVIG. Financial statements for QP are consolidated with those of Quantum Emerging Growth Partners C.V., a Curacao limited partnership ("QEGP"). QEGP is the sole limited partner of QP.

Corp, RVIS, RVIAS and TSI are affiliates of the Company and are ultimately owned 98% by QP. In 2013, Corp invested in NxGen in which it held more than 50% of the voting rights at that time. In 2015, Corp acquired 100% of the voting rights in NxGen.

In 2016, the Company formed BL Stearns Way LLC ("Stearns"). The sole purpose of Stearns is to hold a mortgage on an office property that was insured by a residual value insurance policy previously issued by the Company. As of December 31, 2016 the Company owns 100% of Stearns. The Company also formed 169 Lackawanna Avenue LLC ("Lackawanna") and 1575 North Resler Drive LLC ("Resler") in 2016; the sole purpose of each is to hold an office property that was insured by a residual value insurance policy previously issued by the Company. As of December 31, 2016 the Company owns 17% of Lackawanna and 76% of Resler. RVIG owns the remaining 83% of Lackawanna and 24% of Resler.

B. The Company participates in a quota share reinsurance agreement with RVIG whereby the Company cedes 81.25% of each risk. The treaty also includes a provision to cede amounts greater than 81.25% of premiums written if the sum insured exceeds the Company's single risk retention limit. Pursuant to the reinsurance agreement, RVIG is also required to pay its pro-rata share of brokers' commissions as well as a 30% ceding allowance to the Company. As an unauthorized reinsurer, RVIG has securities in a required trust for the benefit of the Company with a market value of \$64,001,935 as of December 31, 2016 to allow the Company to take credit in its annual statement for unearned premiums and loss reserves ceded to RVIG.

The Company has an Expense Allocation Agreement with Corp, RVIS, RVIAS and TSI whereby the Company allocates all expenses related to joint occupancy of the shared space and shared services in a manner that is fair and equitable. Intercompany transactions that occurred in 2016 were either related to reinsurance agreements between the Company and RVIG, or the reimbursement for direct expenses paid by (for) its affiliates. The Company also allocates 81.25% of its overhead, as reflected in its "other underwriting expenses" to RVIG. All outstanding intercompany balances are settled within 90 days after quarter close.

C. None.

D. Reimbursable net expense due from RVIG and affiliates as of December 31, 2016 and 2015 was approximately \$3,373,000 and \$3,323,000, respectively.

E. The Company has no agreement or guarantees for the benefit of affiliates which would result in a material contingent exposure.

F. None.

G. None.

H. None.

I. None.

NOTES TO FINANCIAL STATEMENTS

J. None.

K. None.

L. None.

M. None.

N. None.

11. DEBT

None.

12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

A. Defined Benefit Plan

None.

B. Not applicable.

C. Not applicable.

D. Not applicable.

E. Defined Contribution Plan

The Company has a defined contribution 401(k) Savings Plan ("The 401(k)"). The 401(k) is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA").

The Plan's eligibility requirements for employees include a minimum of one month of service and a minimum age requirement of 21 years. Eligible employees may contribute up to 100% of their eligible compensation subject to certain limitations in the Internal Revenue Code of 1986, as amended. The Company makes a contribution at a rate of 3% of base salary plus the Company matches 70% of employee contributions up to an additional 3% of base salary to each employee. Employees are fully vested in their voluntary contributions and in the employer match. Company contributions of approximately $292,000 and $282,000 were made during the years ended December 31, 2016 and 2015, respectively.

F. Multiemployer Plan

None.

G. Consolidated/Holding Company Plan

None.

H. Postemployment Benefits and Compensated Absences

None.

I. Impact of Medicare Modernization Act on Postretirement Benefits

None.

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

1. The Company has 132,000 shares, no par value, authorized, issued and outstanding.
2. The Company has no preferred stock authorized.
3. The maximum amount of dividends that can be paid to shareholders by insurance companies domiciled in Connecticut without prior approval of the Insurance Commissioner is subject to restrictions relating to statutory surplus and net income and further restricted to an insurance company's earned surplus. Statutory surplus at December 31, 2016 was $71,517,971. The maximum dividend is limited to the greater of (1) 10% of statutory surplus as of December 31, 2016 or (2) net income.
4. An ordinary dividend in the amount of $5,000,000 was paid by the Company on December 28, 2016. No dividends were paid in prior years.
5. Within the limitations of 3) above there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
6. There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.
7. There are no advances to surplus.
8. There is no stock held by the Company for special purposes.
9. There are no special surplus funds.
10. The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

a. unrealized gains and losses:	$	14,600
b. nonadmitted asset values:	$	(924,020)
c. separate account business:	$	0
d. asset valuation reserves:	$	0
e. provision for reinsurance:	$	0

11. The Company has no surplus debentures or similar obligations.
12. The Company had no quasi-reorganizations.
13. The Company has no quasi-reorganizations in the prior 10 years.

NOTES TO FINANCIAL STATEMENTS

14. LIABILITIES, CONTINGENCIES AND ASSESSMENTS

A. The Company has no material contingent commitments.
B. The Company is not aware of any assessments that could have a material financial effect.
C. The Company has no material gain contingencies.
D. The Company has no claims related to extra contractual obligations and has no bad faith losses stemming from lawsuits.
E. The Company is not involved in any pending legal proceedings.
F. The Company has no joint and several liability arrangements.
G. During 2015, the Company determined that approximately $70,000 of externally developed software was impaired and written off accordingly.

15. LEASES

A. 1. The leased corporate office space, located in Stamford, Connecticut, expires December 31, 2023. The Company also leases office equipment under various month to month operating leases. Rental expense, before allocation to affiliates, for 2016 and 2015 was $616,619 and $643,637, respectively.

2. At January 1, 2017 the future minimum lease payments over the life of the office space lease is as follows:

	Year Ending December 31	Future Minimal Rental
1.	2017	$ 624,658
2.	2018	642,254
3.	2019	659,850
4.	2020	677,446
5.	2021	695,042
6.	Thereafter	1,442,872
7. Total		$ 4,742,122

3. The Company is not involved in any sales-leaseback transactions.

B. None.

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

The Company does not have financial instruments with off-balance sheet risk or financial instruments with concentrations of credit risk.

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHEMENTS OF LIABILITIES

The Company does not have transfers of receivables reported as sales, transfer and servicing of financial assets or wash sales.

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

The Company does not write Accident and Health policies or provide service as administrator to such plans.

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

The Company did not underwrite direct premium through or produced by a managing general agent/third party administrator during 2016 and 2015.

20. FAIR VALUE MEASUREMENTS

A. For all financial instruments accounted for at fair value on a recurring basis the Company meets the fair value measurement requirements under SSAP 100 "Fair Value Measurements". SSAP 100 established a fair value hierarchy that prioritizes the inputs used to measure fair value. The three levels of the fair value hierarchy as defined by SSAP 100 are as follows:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities.

Level 2 – Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active and model derived valuations whose inputs are observable or whose significant value are observable.

Level 3 – Unobservable significant inputs to the valuation model.

NOTES TO FINANCIAL STATEMENTS

1. The Company's fair value measurements by Level at December 31 are as follows:

12/31/2016	Level 1	Level 2	Level 3	Total
Perpetual preferred stock	$ 528,600	-	-	$ 528,600
Total perpetual preferred stock recorded at fair value	528,600	-	-	528,600
Total investment recorded at fair value	$ 528,600	$ -	$ -	$ 528,600

12/31/2015	Level 1	Level 2	Level 3	Total
Perpetual preferred stock	$ 561,600	-	-	$ 561,600
Total perpetual preferred stock recorded at fair value	561,600	-	-	561,600
Total investment recorded at fair value	$ 561,600	$ -	$ -	$ 561,600

2. Not applicable.

3. Not applicable.

4. Not applicable.

5. Not applicable.

B. In accordance with SSAP 32 "Investments in Preferred Stock," perpetual preferred stocks with an NAIC P3 or lower designation are recorded at lower of book or fair market value. Perpetual preferred stocks with an NAIC designation of P1 and P2 are recorded at fair market value. At December 31, 2016 and 2015, the Company had investments in perpetual preferred stocks with an NAIC designation of P2 and P3. The Company's investments in P2 and P3 perpetual preferred stocks were recorded at $528,600 (fair value) and $485,000 (book value), respectively, as of December 31, 2016; and, $561,600 (fair value) and $485,000 (book value), respectively, as of December 31, 2015.

C. The following table shows, by Level within the fair value hierarchy, the Company's total investments at fair market value at December 31, 2016 and 2015:

Type of Financial Instrument	December 31, 2016 Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying value)
U.S. government and agencies	$10,058,369	$ 9,864,885	$ 1,836,577	$ 8,221,792	$ -	$ -
Municipal bonds	17,350,900	17,199,478	-	17,350,900	-	-
Mortgage/asset-backed bonds	13,104,857	12,986,635	-	13,104,857	-	-
Corporate bonds	35,125,923	34,962,542	-	35,125,923	-	-
Total bonds	75,640,049	75,013,540	1,836,577	73,803,472	-	-
Preferred stocks	1,035,000	1,013,600	1,035,000	-	-	-
Short-term investments	9,811,905	9,812,909	9,811,905	-	-	-
Total investments	$86,486,954	$85,840,049	$12,683,482	$73,803,472	$ -	$ -

Type of Financial Instrument	December 31, 2015 Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying value)
U.S. government and agencies	$11,879,276	$11,688,609	$ 4,138,594	$ 7,740,682	$ -	$ -
Municipal bonds	21,483,710	21,039,598	-	21,483,710	-	-
Mortgage/asset-backed bonds	18,436,839	18,264,127	-	18,436,839	-	-
Corporate bonds	40,210,602	39,985,649	-	40,210,602	-	-
Total bonds	92,010,427	90,977,983	4,138,594	87,871,833	-	-
Preferred stocks	1,096,800	1,046,600	1,096,800	-	-	-
Short-term investments	2,787,587	2,787,587	2,787,587	-	-	-
Total investments	$95,894,814	$94,812,170	$ 8,022,981	$87,871,833	$ -	$ -

D. Not applicable.

21. OTHER ITEMS

A. *Unusual or Infrequent Items*

None.

B. *Troubled Debt Restructuring: Debtors*

None.

NOTES TO FINANCIAL STATEMENTS

C. *Other Disclosures*

None required.

E. *State Transferable and Non-Transferrable Tax Credits*

None.

F. *Subprime Mortgage Related Risk Exposure*

The Company does not engage in subprime residential mortgage lending.

G. *Insurance-linked Securities (ILS) Contracts*

None.

22. EVENTS SUBSEQUENT

None.

23. REINSURANCE

A. *Unsecured Reinsurance Recoverables*

None.

B. *Reinsurance Recoverable in Dispute*

The Company does not have reinsurance recoverables in dispute.

C. *Reinsurance Assumed and Ceded*

1)

		Assumed Reinsurance		Ceded Reinsurance		Net	
		(1) Premium Reserve	(2) Commission Equity	(3) Premium Reserve	(4) Commission Equity	(5) Premium Reserve	(6) Commission Equity
a.	Affiliates	$ -	$ -	$ 61,829,180	$ 18,908,905	$ (61,829,180)	$ (18,908,905)
b.	All other	$ -	$ -	$ 53,867	$ 5,387	$ (53,867)	$ (5,387)
c.	TOTAL	$ -	$ -	$ 61,883,047	$ 18,914,292	$ (61,883,047)	$ (18,914,292)
d.	Direct Unearned Premium Reserve			$ 74,254,324			

2) None.

3) There are no protected cells.

D. *Uncollectible Reinsurance*

The Company has not written off as uncollectible any reinsurance balance during 2016.

E. *Commutation of Ceded Reinsurance*

None.

F. *Retroactive Reinsurance*

The Company did not participate in any retroactive reinsurance agreements during 2016.

G. *Reinsurance Accounted for as a Deposit*

The Company does not have any reinsurance accounted for as a deposit.

H. *Disclosures for the Transfer of Property and Casualty Run-off Agreement*

None.

I. *Certified Reinsurer Rating Downgraded or Status Subject to Revocation*

Not applicable.

J. *Reinsurance Agreements Qualifying for Reinsurance Aggregation*

Not applicable.

24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION

The Company has not accrued any retrospective premiums as of December 31, 2016.

NOTES TO FINANCIAL STATEMENTS

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Management continually reviews the insured portfolio to determine whether asset values have declined below the residual value guaranteed in the insurance contracts. Projections of an asset's value at the end of the contract are made using either quantitative methods or by obtaining asset valuations from professionally qualified third parties. Asset types are selected for review based on their risk profile; therefore, not all insured assets are reviewed annually. Actual asset values at the end of the contract may deviate from these projections due to shifts in the economy, market conditions and demand for that asset type. In addition, the asset value may also be affected by factors unique to a particular asset such as strategic changes made by the manufacturer. Management considers market conditions and other factors when reviewing the portfolio and establishing reserves. However, volatility in projected market values does exist; therefore, estimates and assumptions made by management can differ from actual results.

The Company did not pay any claims that related to its residual value insurance contracts in 2016.The Company did pay gross claims of $98,558 and $96,850 as of December 31, 2016 and 2015, respectively, relating to accident and health business that is 100% ceded and all recoverable amounts were received as of December 31, 2016 and 2015.

The Company has an internal database and an econometrics loss model which utilizes the insured asset data that was originally furnished by a client at inception of the insurance coverage for each asset in the insured portfolio, in consideration of the establishment of IBNR for the passenger vehicle portfolio. The econometrics model projects the asset value at the end of its respective lease term, and calculates the gain or loss under the contract for each insured vehicle. It is a complex process and depends upon several variables. The key assumptions and/or variables employed are projections of unemployment rates, product age, gasoline prices, projections of future monthly depreciation rates, a calculation of a return rate and assignment of a probability of return based on the magnitude of the gain or loss for each vehicle. In addition, qualitative factors are implicitly considered in determining the best estimate of ultimate losses, such as trends in new and used car inventory, new car dealer incentives, and current client specific data. With the volatility in the economy there is a high degree of uncertainty in projecting future passenger vehicle values.

The loss model is a tool that is used to determine the estimated loss (if any) for each passenger vehicle insurance contract. The Company records its loss provision in accordance with NAIC Guidance of SSAP No. 5R. The Company made no changes to the loss provision method of calculation in 2016 and 2015, respectively. The Company believes its' estimate of IBNR reserves is reasonable, but there is no assurance that adverse development will not occur and that if it occurs that it will not exceed unpaid losses as of December 31, 2016.

Overall reserve adequacy for long duration contracts considers unpaid losses and loss adjustment expense and the unearned premium reserve. The unearned premium reserve is evaluated to determine whether it is adequate when considering expected losses and expense ratios in the aggregate. Based on expected losses and expense ratios, no additional adjustments were required to the unearned premium reserve as of December 31, 2016. However, there is no assurance that adverse development will not occur in the future and that if it occurs it could impact the unearned premium reserve.

As of and for the years ending December 31, 2016 and 2015, unpaid losses and loss adjustment expenses relate solely to the establishment of IBNR. The reserve increase described above includes a component for current and prior years. Development of the liability for unpaid losses and loss adjustment expense is summarized below:

	2016	2015
Net, unpaid losses and loss adjustment expenses, beginning of year	$ 2,078,351	$ 2,078,351
Additions to unpaid losses and loss adjustment expenses incurred related to:		
Current year	2,241,598	2,078,351
Prior year	(2,078,351)	(1,950,105)
Total losses and loss expenses incurred	163,247	128,246
Less, paid losses and loss adjustment expenses related to:		
Current year	-	-
Prior year	163,247	128,246
Total paid losses and loss adjustment expenses	163,247	128,246
Net, unpaid losses and loss adjustment expense, end of year	$ 2,078,351	$ 2,078,351

26. INTERCOMPANY POOLING ARRANGEMENTS

The Company does not participate in any pooling arrangements with affiliated reinsurers.

27. STRUCTURED SETTLEMENTS

The Company did not enter into structured settlements.

28. HEALTH CARE RECEIVABLES

The Company does not have health care receivables.

29. PARTICIPATING POLICIES

None.

30. PREMIUM DEFICIENCY RESERVES

None.

NOTES TO FINANCIAL STATEMENTS

31. HIGH DEDUCTIBLES

    None.

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES

    The liabilities for unpaid losses or unpaid loss adjustment expenses have not been discounted.

33. ASBESTOS/ENVIRONMENTAL RESERVES

    The Company does not have asbestos/environmental exposures.

34. SUBSCRIBER SAVINGS ACCOUNTS

    The Company does not operate as a reciprocal insurance company.

35. MULTIPLE PERIL CROP INSURANCE

    The Company has not underwritten multiple peril crop insurance.

36. FINANCIAL GUARANTY INSURANCE

    The Company has not underwritten financial guaranty insurance.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No [ ]

If yes, complete Schedule Y, Parts 1, 1A and 2.

1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [ ] N/A [ ]

1.3 State Regulating? Connecticut

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]

2.2 If yes, date of change:

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2015

3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2015

3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 01/06/2017

3.4 By what department or departments? State of Connecticut Insurance Department

3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [ ] No [ ] N/A [X]

3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [ ] No [X] N/A [ ]

4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.11 sales of new business? Yes [ ] No [X]

4.12 renewals? Yes [ ] No [X]

4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.21 sales of new business? Yes [ ] No [X]

4.22 renewals? Yes [ ] No [X]

5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]

5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [X]

6.2 If yes, give full information

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [X] No [ ]

7.2 If yes,

7.21 State the percentage of foreign control 98.0

7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity
Bermuda	Holding Company
Cayman Islands	Investment Fund

GENERAL INTERROGATORIES

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [ ] No [X]

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [ ] No [X]

8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?

BDO USA, LLP, 100 Park Avenue, New York, NY 10017

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [ ] No [X]

10.2 If the response to 10.1 is yes, provide information related to this exemption:

10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes [ ] No [X]

10.4 If the response to 10.3 is yes, provide information related to this exemption:

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [ ] N/A [ ]

10.6 If the response to 10.5 is no or n/a, please explain

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

Alan Hines FCAS MAAA, PricewaterhouseCoopers LLP, 101 Seaport Boulevard, Boston, MA 02210

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [ ] No [X]

12.11 Name of real estate holding company

12.12 Number of parcels involved

12.13 Total book/adjusted carrying value $

12.2 If yes, provide explanation

The Company has an investment in two limited liability companies that own real estate.

13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [X] No [ ]

13.3 Have there been any changes made to any of the trust indentures during the year? Yes [ ] No [X]

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [ ] No [ ] N/A [X]

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]

a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

c. Compliance with applicable governmental laws, rules and regulations;

d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

e. Accountability for adherence to the code.

14.11 If the response to 14.1 is no, please explain:

14.2 Has the code of ethics for senior managers been amended? Yes [ ] No [X]

14.21 If the response to 14.2 is yes, provide information related to amendment(s)

14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]

14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

GENERAL INTERROGATORIES

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [ ] No [X]

15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No [ ]

17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No [ ]

18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No [ ]

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [ ] No [X]

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers $
- 20.12 To stockholders not officers $
- 20.13 Trustees, supreme or grand (Fraternal only) $

20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers $
- 20.22 To stockholders not officers $
- 20.23 Trustees, supreme or grand (Fraternal only) $

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [ ] No [X]

21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others $
- 21.22 Borrowed from others $
- 21.23 Leased from others $
- 21.24 Other $

22.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes [ ] No [X]

22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment $
- 22.22 Amount paid as expenses $
- 22.23 Other amounts paid $

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No [ ]

23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $ 2,924,682

INVESTMENT

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes [X] No [ ]

24.02 If no, give full and complete information, relating thereto

24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)

24.04 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [ ] No [ ] NA [X]

24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. $

24.06 If answer to 24.04 is no, report amount of collateral for other programs. $

24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [ ] No [ ] NA [X]

24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [ ] No [ ] NA [X]

24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes [ ] No [ ] NA [X]

24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:
- 24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 $
- 24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 $
- 24.103 Total payable for securities lending reported on the liability page $

GENERAL INTERROGATORIES

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes [X] No [ ]

25.2 If yes, state the amount thereof at December 31 of the current year:

25.21 Subject to repurchase agreements	$
25.22 Subject to reverse repurchase agreements	$
25.23 Subject to dollar repurchase agreements	$
25.24 Subject to reverse dollar repurchase agreements	$
25.25 Placed under option agreements	$
25.26 Letter stock or securities restricted as to sale – excluding FHLB Capital Stock	$
25.27 FHLB Capital Stock	$
25.28 On deposit with states	$ 4,635,274
25.29 On deposit with other regulatory bodies	$
25.30 Pledged as collateral – excluding collateral pledged to an FHLB	$
25.31 Pledged as collateral to FHLB – including assets backing funding agreements	$
25.32 Other	$

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [ ] No [X]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? If no, attach a description with this statement. Yes [ ] No [ ] N/A [X]

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [ ] No [X]

27.2 If yes, state the amount thereof at December 31 of the current year. $

28. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping agreements of the NAIC *Financial Condition Examiners Handbook*? Yes [X] No [ ]

28.01 For agreements that comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
U.S. Bank National Association	425 Walnut Street, Cincinnati, OH 45202

28.02 For all agreements that do not comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [ ] No [X]

28.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

GENERAL INTERROGATORIES

28.05 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. ["…that have access to the investment accounts"; "…handle securities"]

1 Name of Firm or Individual	2 Affiliation
Conning, Inc.	U

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's assets? Yes [X] No [ ]

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets? Yes [X] No [ ]

28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
107423	Conning, Inc.	549300Z0GI4KK37BDV40	SEC	NO

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D - Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])? Yes [ ] No [X]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 TOTAL		0

29.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	84,826,447	85,451,954	625,507
30.2 Preferred Stocks	1,013,600	1,035,000	21,400
30.3 Totals	85,840,047	86,486,954	646,907

30.4 Describe the sources or methods utilized in determining the fair values:

Fair Market Value prices are obtained using external price provider sources, such as Thomson Reuters and Markit. If an external source is not available, internal analytical systems or broker quotes are used.

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [X] No [ ]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [X] No [ ]

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

32.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed? Yes [X] No [ ]

32.2 If no, list exceptions:

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? $ 193,737

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
Vista Consulting	$ 51,355

34.1 Amount of payments for legal expenses, if any? $ 28,461

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Nelson & Nunez	$ 10,618

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? $

35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
	$
	$
	$

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [ ] No [X]

1.2 If yes, indicate premium earned on U. S. business only. $ 0

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? $

1.31 Reason for excluding

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. $

1.5 Indicate total incurred claims on all Medicare Supplement insurance. $ 0

1.6 Individual policies:

Most current three years:

1.61 Total premium earned $ 0

1.62 Total incurred claims $ 0

1.63 Number of covered lives 0

All years prior to most current three years:

1.64 Total premium earned $ 0

1.65 Total incurred claims $ 0

1.66 Number of covered lives 0

1.7 Group policies:

Most current three years:

1.71 Total premium earned $ 0

1.72 Total incurred claims $ 0

1.73 Number of covered lives 0

All years prior to most current three years:

1.74 Total premium earned $ 0

1.75 Total incurred claims $ 0

1.76 Number of covered lives 0

2. Health Test:

		1 Current Year	2 Prior Year
2.1	Premium Numerator	$ 0	$ 0
2.2	Premium Denominator	$ 5,571,816	$ 4,676,032
2.3	Premium Ratio (2.1/2.2)	0.000	0.000
2.4	Reserve Numerator	$ 0	$ 0
2.5	Reserve Denominator	$ 14,449,629	$ 14,049,938
2.6	Reserve Ratio (2.4/2.5)	0.000	0.000

3.1 Does the reporting entity issue both participating and non-participating policies? Yes [ ] No [X]

3.2 If yes, state the amount of calendar year premiums written on:

3.21 Participating policies $

3.22 Non-participating policies $

4. For Mutual reporting entities and Reciprocal Exchanges only:

4.1 Does the reporting entity issue assessable policies? Yes [ ] No [ ]

4.2 Does the reporting entity issue non-assessable policies? Yes [ ] No [ ]

4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? %

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. $

5. For Reciprocal Exchanges Only:

5.1 Does the exchange appoint local agents? Yes [ ] No [ ]

5.2 If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation Yes [ ] No [ ] N/A [X]

5.22 As a direct expense of the exchange Yes [ ] No [ ] N/A [X]

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes [ ] No [ ]

5.5 If yes, give full information

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss:
Not Applicable

6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:
See attachment

6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?
See attachment

6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes [ ] No [X]

6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss
Not deemed necessary.

7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes [ ] No [X]

7.2 If yes, indicate the number of reinsurance contracts containing such provisions.

7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes [ ] No [ ]

8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes [ ] No [X]

8.2 If yes, give full information

9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:

(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;

(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;

(c) Aggregate stop loss reinsurance coverage;

(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;

(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or

(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. Yes [ ] No [X]

9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:

(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or

(b) Twenty–five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes [ ] No [X]

9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:

(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;

(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and

(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4 Except for transactions meeting the requirements of paragraph 31 of *SSAP No. 62R - Property and Casualty Reinsurance*, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:

(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or

(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [ ] No [X]

9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.

9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:

(a) The entity does not utilize reinsurance; or, Yes [ ] No [X]

(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes [ ] No [X]

(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes [ ] No [X]

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [ ] No [ ] N/A [X]

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force: Yes [ ] No [X]
11.2 If yes, give full information

12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
12.11 Unpaid losses $
12.12 Unpaid underwriting expenses (including loss adjustment expenses) $
12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds? $
12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [ ] No [ ] N/A [X]
12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
12.41 From %
12.42 To %
12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [ ] No [X]
12.6 If yes, state the amount thereof at December 31 of current year:
12.61 Letters of Credit $
12.62 Collateral and other funds $

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): $
13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [ ] No [X]
13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.

14.1 Is the reporting entity a cedant in a multiple cedant reinsurance contract? Yes [ ] No [X]
14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:

14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [ ] No [ ]
14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes [ ] No [ ]
14.5 If the answer to 14.4 is no, please explain:

15.1 Has the reporting entity guaranteed any financed premium accounts? Yes [ ] No [X]
15.2 If yes, give full information

16.1 Does the reporting entity write any warranty business? Yes [ ] No [X]

If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home	$	$	$	$	$
16.12 Products	$	$	$	$	$
16.13 Automobile	$	$	$	$	$
16.14 Other*	$	$	$	$	$

* Disclose type of coverage:

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F – Part 3 that it excludes from Schedule F – Part 5. Yes [ ] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F – Part 5. Provide the following information for this exemption:

17.11	Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5	$
17.12	Unfunded portion of Interrogatory 17.11	$
17.13	Paid losses and loss adjustment expenses portion of Interrogatory 17.11	$
17.14	Case reserves portion of Interrogatory 17.11	$
17.15	Incurred but not reported portion of Interrogatory 17.11	$
17.16	Unearned premium portion of Interrogatory 17.11	$
17.17	Contingent commission portion of Interrogatory 17.11	$

Provide the following information for all other amounts included in Schedule F – Part 3 and excluded from Schedule F – Part 5, not included above.

17.18	Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5	$
17.19	Unfunded portion of Interrogatory 17.18	$
17.20	Paid losses and loss adjustment expenses portion of Interrogatory 17.18	$
17.21	Case reserves portion of Interrogatory 17.18	$
17.22	Incurred but not reported portion of Interrogatory 17.18	$
17.23	Unearned premium portion of Interrogatory 17.18	$
17.24	Contingent commission portion of Interrogatory 17.18	$

18.1 Do you act as a custodian for health savings accounts? Yes [ ] No [X]

18.2 If yes, please provide the amount of custodial funds held as of the reporting date. $

18.3 Do you act as an administrator for health savings accounts? Yes [ ] No [X]

18.4 If yes, please provide the balance of the funds administered as of the reporting date. $

6.2 Management continually reviews the insured portfolio to determine whether asset values have declined below the residual value guaranteed in the insurance contracts. Projections on an asset's value at the end of the contract are either derived using quantitative methods or by obtaining asset valuations from professionally qualified third parties. Asset types are selected for review based on their risk profile, therefore, not all insured assets are reviewed annually. Actual asset values at the end of the contract may deviate from these projections due to shifts in the economy, market conditions and demand for that asset type. In addition, the asset value may also be affected by factors unique to a particular asset such as strategic changes made by a manufacturer. Management considers market conditions and other factors when reviewing the portfolio and establishing reserves.

6.3 This business is ceded at 81.25% to the indirect parent company, R.V.I. Guaranty Co., Ltd. The reinsurance agreement also provides for the ceding of additional amounts if any single risk exceeds the lesser of $1.25 million or 10% of statutory surplus per risk per policy. The Company also as a "cut-through" arrangement with its indirect parent to cover catastrophic protection. The Company also has reinsurance agreements with third parties where the risk profile on the underlying insurance contracts exceeds the Company's underwriting guidelines.

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e., 17.6.

	1 2016	2 2015	3 2014	4 2013	5 2012
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	0	0	0	0	0
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	32,626,005	24,739,651	28,260,438	23,761,104	19,217,284
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	32,626,005	24,739,651	28,260,438	23,761,104	19,217,284
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	0	0	0	0	0
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	5,971,507	4,334,811	4,499,798	4,248,166	3,490,372
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	5,971,507	4,334,811	4,499,798	4,248,166	3,490,372
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	2,578,461	1,513,608	1,638,287	1,723,576	1,749,041
14. Net investment gain (loss) (Line 11)	1,681,727	1,695,774	2,038,433	2,173,962	2,199,791
15. Total other income (Line 15)	3,248	(1,720)	(26,234)	(63,059)	(43,125)
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	1,579,775	2,032,050	1,118,231	2,562,081	69,377
18. Net income (Line 20)	2,683,661	1,175,612	2,532,255	1,272,398	3,836,330
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	106,616,031	104,966,846	100,004,916	94,566,084	77,633,515
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	2,358,541	1,844,276	996,714	2,277,119	1,838,384
20.2 Deferred and not yet due (Line 15.2)	0	0	0	0	0
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	35,098,060	31,857,583	29,457,717	26,388,696	23,233,698
22. Losses (Page 3, Line 1)	1,318,750	100,000	2,063,352	2,090,206	2,090,206
23. Loss adjustment expenses (Page 3, Line 3)	759,602	1,978,352	15,000	15,000	15,000
24. Unearned premiums (Page 3, Line 9)	12,371,277	11,971,586	12,312,807	12,402,496	12,511,880
25. Capital paid up (Page 3, Lines 30 & 31)	2,772,000	2,772,000	2,772,000	2,772,000	2,772,000
26. Surplus as regards policyholders (Page 3, Line 37)	71,517,971	73,109,263	70,547,199	68,177,388	54,399,817
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	5,762,403	4,043,977	4,660,375	4,875,938	1,867,525
Risk-Based Capital Analysis					
28. Total adjusted capital	71,517,971	73,109,263	70,547,199	68,177,388	54,399,817
29. Authorized control level risk-based capital	3,818,202	3,504,171	4,056,662	3,959,636	4,034,720
Percentage Distribution of Cash, Cash Equivalents and Invested Assets					
(Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	78.4	95.4	94.6	94.6	95.5
31. Stocks (Lines 2.1 & 2.2)	1.1	1.1	1.2	1.2	1.5
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	0.0	0.0	0.0	0.0	0.0
34. Cash, cash equivalents and short-term investments (Line 5)	11.6	3.5	4.2	4.2	3.0
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	0.0	0.0	0.0	0.0
37. Other invested assets (Line 8)	9.0	0.0	0.0	0.0	0.0
38. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	0.0	0.0
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1)	0	0	0	0	0
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)	0	0	0	0	0
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	0	0	0	0	0
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
46. Affiliated mortgage loans on real estate		0	0	0	0
47. All other affiliated	8,000,000	0	0	0	0
48. Total of above Lines 42 to 47	8,000,000	0	0	0	0
49. Total Investment in parent included in Lines 42 to 47 above		0	0	0	0
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	11.2	0.0	0.0	0.0	0.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2016	2 2015	3 2014	4 2013	5 2012
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	(33,000)	(21,800)	66,589	(70,191)	125,200
52. Dividends to stockholders (Line 35)	(5,000,000)	0	0	0	0
53. Change in surplus as regards policyholders for the year (Line 38)	(1,591,292)	2,562,064	2,369,811	13,777,571	2,825,405
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	0	0	0	0	0
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	98,558	96,850	242,360	102,868	127,830
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59. Total (Line 35)	98,558	96,850	242,360	102,868	127,830
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	0	0	0	0	0
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	26,854	0	1,472
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65. Total (Line 35)	0	0	26,854	0	1,472
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	21.9	(42.0)	0.0	0.0	0.0
68. Loss expenses incurred (Line 3)	(18.9)	44.7	3.0	1.0	1.0
69. Other underwriting expenses incurred (Line 4)	50.8	64.9	61.3	60.0	55.0
70. Net underwriting gain (loss) (Line 8)	46.3	32.4	35.7	40.0	45.0
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	47.3	70.0	63.1	63.0	61.0
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	2.9	2.7	3.0	1.0	1.0
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	8.3	5.9	6.4	6.0	6.0
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11)	(100)	(2,063)	55	0	0
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0)	(0.1)	(2.9)	0.1	0.0	0.0
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	(2,063)	(2,008)	55	0	0
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	(2.9)	(2.9)	0.1	0.0	0.0

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of *SSAP No. 3 - Accounting Changes and Correction of Errors*? Yes [ ] No [ ]

If no, please explain

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

($000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	
	Direct and Assumed	Ceded	Net (Cols. 1 - 2)	4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded	Salvage and Subrogation Received	Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	Number of Claims Reported Direct and Assumed
1. Prior	XXX	XXX	XXX	99	99	0	0	0	0	0	0	XXX
2. 2007	41,524	32,491	9,033	101	82	0	0	0	0	0	19	XXX
3. 2008	65,053	54,532	10,521	91,809	82,432	0	0	0	0	0	9,376	XXX
4. 2009	22,131	18,448	3,682	28	25	0	0	0	0	0	3	XXX
5. 2010	21,202	17,967	3,236	168	139	55	0	183	0	0	266	XXX
6. 2011	20,406	17,067	3,339	0	0	0	0	0	0	0	0	XXX
7. 2012	23,586	19,658	3,928	0	0	0	0	0	0	0	0	XXX
8. 2013	25,937	21,580	4,358	0	0	0	0	0	0	0	0	XXX
9. 2014	27,921	23,331	4,589	0	0	0	0	0	0	0	0	XXX
10. 2015	28,101	23,425	4,676	0	0	0	0	128	0	0	128	XXX
11. 2016	32,144	26,572	5,572	0	0	0	0	163	0	0	163	XXX
12. Totals	XXX	XXX	XXX	92,204	82,777	55	0	474	0	0	9,956	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Anticipated	Total Net Losses and Expenses Unpaid	Number of Claims Outstanding Direct and Assumed
1.	1,134	1,134	0	0	0	0	0	0	0	0	0	0	XXX
2.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
3.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
4.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
5.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
6.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
7.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
8.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
9.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
10.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
11.	6,500	5,281	533	433	0	0	0	0	760	0	0	2,078	XXX
12.	7,634	6,415	533	433	0	0	0	0	760	0	0	2,078	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense	Inter-Company Pooling Participation Percentage	35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	0	0
2.	101	82	19	0.2	0.3	0.2	0	0		0	0
3.	91,809	82,432	9,376	141.1	151.2	89.1	0	0		0	0
4.	28	25	3	0.1	0.1	0.1	0	0		0	0
5.	405	139	266	1.9	0.8	8.2	0	0		0	0
6.	0	0	0	0.0	0.0	0.0	0	0		0	0
7.	0	0	0	0.0	0.0	0.0	0	0		0	0
8.	0	0	0	0.0	0.0	0.0	0	0		0	0
9.	0	0	0	0.0	0.0	0.0	0	0		0	0
10.	128	0	128	0.5	0.0	2.7	0	0		0	0
11.	7,956	5,715	2,242	24.8	21.5	40.2	0	0		1,319	760
12.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	1,319	760

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements, which will reconcile Part 1 with Parts 2 and 4.

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) 1 2007	2 2008	3 2009	4 2010	5 2011	6 2012	7 2013	8 2014	9 2015	10 2016	DEVELOPMENT 11 One Year	12 Two Year
1. Prior	4,641	0	0	0	0	0	0	0	0	0	0	0
2. 2007	1,146	19	19	19	19	19	19	19	19	19	0	0
3. 2008	XXX	10,219	10,219	10,219	10,219	10,219	10,219	10,219	9,376	9,376	0	(843)
4. 2009	XXX	XXX	522	522	522	522	522	522	3	3	0	(519)
5. 2010	XXX	XXX	XXX	730	730	730	730	785	83	83	0	(702)
6. 2011	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0	0
7. 2012	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0
8. 2013	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
9. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2015	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	100	0	(100)	XXX
11. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,319	XXX	XXX
										12. Totals	(100)	(2,063)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) 1 2007	2 2008	3 2009	4 2010	5 2011	6 2012	7 2013	8 2014	9 2015	10 2016	11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
1. Prior	000	0	0	0	0	0	0	0	0	0	XXX	XXX
2. 2007	19	19	19	19	19	19	19	19	19	19	XXX	XXX
3. 2008	XXX	8,779	9,376	9,376	9,376	9,376	9,376	9,376	9,376	9,376	XXX	XXX
4. 2009	XXX	XXX	0	3	3	3	3	3	3	3	XXX	XXX
5. 2010	XXX	XXX	XXX	0	0	2	2	83	83	83	XXX	XXX
6. 2011	XXX	XXX	XXX	XXX	0	0	0	0	0	0	XXX	XXX
7. 2012	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	XXX	XXX
8. 2013	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	XXX	XXX
9. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	XXX	XXX
10. 2015	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	XXX
11. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) 1 2007	2 2008	3 2009	4 2010	5 2011	6 2012	7 2013	8 2014	9 2015	10 2016
1. Prior	4,641	0	0	0	0	0	0	0	0	0
2. 2007	778	0	0	0	0	0	0	0	0	0
3. 2008	XXX	1,440	843	843	843	843	843	843	0	0
4. 2009	XXX	XXX	494	519	519	519	519	519	0	0
5. 2010	XXX	XXX	XXX	730	730	728	728	702	0	0
6. 2011	XXX	XXX	XXX	XXX	0	0	0	0	0	0
7. 2012	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
8. 2013	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0
9. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0
10. 2015	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	100	0
11. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	100

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated By States And Territories

States, etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken: 2 Direct Premiums Written	3 Direct Premiums Earned	4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
1. Alabama AL	L	428,492	30,552	0	0	0	0	0	
2. Alaska AK	L	0	0	0	0	0	0	0	
3. Arizona AZ	L	0	552	0	0	0	0	0	
4. Arkansas AR	L	0	246	0	0	0	0	0	
5. California CA	L	4,138,973	2,205,930	0	0	0	0	0	
6. Colorado CO	L	0	16,767	0	0	0	0	0	
7. Connecticut CT	L	971,554	6,998,322	0	0	6,500,000	7,033,333	0	
8. Delaware DE	L	0	635	0	0	0	0	0	
9. Dist. Columbia DC	L	0	0	0	0	0	0	0	
10. Florida FL	L	500	376	0	0	0	0	0	
11. Georgia GA	L	1,514,490	1,478,496	0	0	0	0	0	
12. Hawaii HI	L	0	2,634	0	0	0	0	0	
13. Idaho ID	L	0	0	0	0	0	0	0	
14. Illinois IL	L	175,033	1,846,039	0	0	0	0	0	
15. Indiana IN	L	0	0	0	0	0	0	0	
16. Iowa IA	L	0	753	0	0	0	0	0	
17. Kansas KS	L	0	23,683	0	0	0	0	0	
18. Kentucky KY	L	0	0	0	0	0	0	0	
19. Louisiana LA	L	90,325	491	0	0	0	0	0	
20. Maine ME	L	0	0	0	0	0	0	0	
21. Maryland MD	L	0	15,143	0	0	0	0	0	
22. Massachusetts MA	L	488,987	139,630	0	0	0	0	0	
23. Michigan MI	L	0	0	0	0	0	0	0	
24. Minnesota MN	L	5,919,260	3,596,515	0	0	0	0	0	
25. Mississippi MS	L	0	0	0	0	0	0	0	
26. Missouri MO	L	0	16,399	0	0	0	0	0	
27. Montana MT	L	0	0	0	0	0	0	0	
28. Nebraska NE	L	0	0	0	0	0	0	0	
29. Nevada NV	L	0	0	0	0	0	0	0	
30. New Hampshire NH	L	0	0	0	0	0	0	0	
31. New Jersey NJ	L	693,642	216,684	0	0	0	0	0	
32. New Mexico NM	L	0	0	0	0	0	0	0	
33. New York NY	L	1,426,623	3,745,742	0	98,558	421,733	1,134,225	0	
34. No.Carolina NC	L	15,000	31,620	0	0	0	0	0	
35. No.Dakota ND	L	0	0	0	0	0	0	0	
36. Ohio OH	L	9,464,303	5,940,905	0	0	0	0	0	
37. Oklahoma OK	L	0	0	0	0	0	0	0	
38. Oregon OR	L	0	2,368	0	0	0	0	0	
39. Pennsylvania PA	L	1,458,845	1,465,987	0	0	0	0	0	
40. Rhode Island RI	L	1,280,411	569,837	0	0	0	0	0	
41. So. Carolina SC	L	0	0	0	0	0	0	0	
42. So. Dakota SD	L	0	0	0	0	0	0	0	
43. Tennessee TN	L	0	504	0	0	0	0	0	
44. Texas TX	L	3,199,851	2,034,276	0	0	0	0	0	
45. Utah UT	L	0	67,691	0	0	0	0	0	
46. Vermont VT	L	0	0	0	0	0	0	0	
47. Virginia VA	L	0	0	0	0	0	0	0	
48. Washington WA	L	309,424	82,156	0	0	0	0	0	
49. West Virginia WV	L	0	0	0	0	0	0	0	
50. Wisconsin WI	L	614,086	297,227	0	0	0	0	0	
51. Wyoming WY	L	0	0	0	0	0	0	0	
52. American Samoa AS	N	0	0	0	0	0	0	0	
53. Guam GU	N	0	0	0	0	0	0	0	
54. Puerto Rico PR	N	0	0	0	0	0	0	0	
55. U.S. Virgin Islands VI	N	0	0	0	0	0	0	0	
56. Northern Mariana Islands MP	N	0	0	0	0	0	0	0	
57. Canada CAN	L	436,206	1,315,697	0	0	0	0	0	
58. Aggregate other alien OT	XXX	0	0	0	0	0	0	0	0
59. Totals	(a) 51	32,626,005	32,143,857	0	98,558	6,921,733	8,167,558	0	0
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Sum. of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 through 58003 + 58998) (Line 58 above)	XXX	0	0	0	0	0	0	0	0

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

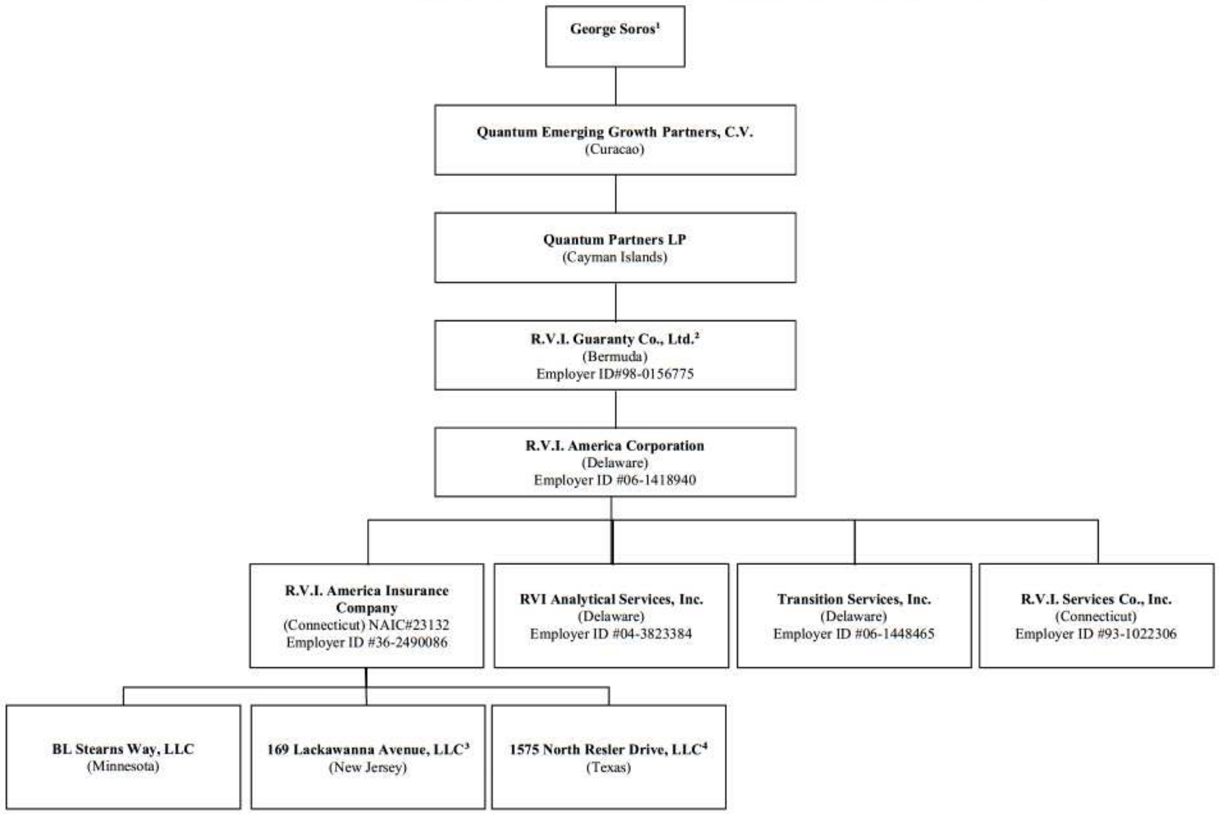
Explanation of basis of allocation of premiums by states, etc.

The basis of allocation for premiums is determined by the state in which the insured company is located.

(a) Insert the number of L responses except for Canada and Other Alien

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

R.V.I. Group Organizational Structure and Ownership



[1]Mr. George Soros, his family and certain not-for-profit foundations founded and funded by Mr. Soros and his family ultimately hold, directly or indirectly, a greater than 10% interest in Quantum Emerging Growth Partners C.V.; however they do not participate in the management or control the policies of the Registrant.

[2]Douglas H. May, CEO, President and Director of R.V.I. Guaranty Co., Ltd. ("RVIG"), owns 2% of the common shares of RVIG.

[3]RVIG is a majority owner of 169 Lackawanna Avenue, LLC.

[4]RVIG is a minority owner of 1575 North Resler Drive, LLC.

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK (Continued)

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