

LUBA CASUALTY INSURANCE COMPANY
STATEMENT OF ADMITTED ASSETS, LIABILITIES, CAPITAL AND SURPLUS (Statutory Basis)
As of 12/31/2009

ADMITTED ASSETS

Investments in bonds	\$	113,809,237
Investments in common stocks		14,166,618
Cash and short-term investments		22,088,441
Subtotal invested assets		150,064,296
Investment income due and accrued		952,078
Premiums due and uncollected		1,153,881
Deferred premiums		21,117,583
Deferred tax asset		2,209,967
Amounts recoverable from reinsurers		122,560
Electronic data processing equipment and software		741,092
Total Admitted Assets		176,361,457

LIABILITIES, CAPITAL AND SURPLUS

Liabilities		
Losses and loss adjustment expenses payable		69,557,321
Unearned premiums		14,156,105
Commissions payable		1,904,199
Other expenses		1,891,511
Taxes, licenses and fees		7,607,339
Federal income taxes payable		6,215,993
Payable affiliate		938,843
Advance premiums		2,763,751
Ceded reinsurance premiums payable		877,444
Policyholder security deposits		3,324,632
Total liabilities		109,237,138
Capital and surplus		
		67,124,319
Total Liabilities, Capital and surplus	\$	176,361,457

LUBA CASUALTY INSURANCE COMPANY
STATEMENT OF OPERATIONS AND CHANGES IN CAPITAL AND SURPLUS (Statutory Basis)
For the year ended December 31, 2009

Premiums earned		65,532,448
(net of ceded reinsurance premiums incurred of \$2,946,689)		
Losses incurred		22,931,962
Loss expenses incurred		5,723,839
Other underwriting expenses incurred		20,339,126
Net underwriting gain		16,537,521
Net investment income		5,061,421
Net realized capital losses		(209,217)
Net investment gain		4,852,204
Miscellaneous income (expense)		(419,108)
<u>INCOME BEFORE FEDERAL INCOME TAXES</u>		20,970,617
Federal income tax expense		10,899,995
<u>NET INCOME</u>		10,070,622