



2022 PRIME PERFORMANCE

PEER COMPARISON 2022

	SIMPLE AVERAGE OF PEERS	PRIME INSURANCE COMPANY	PRIME PROPERTY & CASUALTY INSURANCE INC.	LOSS & LAE RATIO (1)	EXPENSE RATIO	COMBINED RATIO (2)	RETURN ON POLICY-HOLDERS' SURPLUS	DIRECT PREMIUMS WRITTEN	NET PREMIUM WRITTEN	NET INCOME 2022	NET INCOME 2021	NET INCOME 2020
LOSS & LAE RATIO	68.2%	59.4%	64.6%	59.4%	22.6%	82.0%	27.4%	227,749	177,053	36,557	27,240	24,009
EXPENSE RATIO	32.3%	22.6%	18.4%	64.6%	18.4%	83.0%	25.9%	160,178	129,347	25,689	22,682	18,906
	100.5%	82.0%	83.0%	68.2%	32.3%	100.5%	0.9%					
	PEERS COMBINED RATIO	PIC COMBINED RATIO	PPCI COMBINED RATIO									

	LOSS & LAE RATIO (1)	EXPENSE RATIO	COMBINED RATIO (2)	RETURN ON POLICY-HOLDERS' SURPLUS	DIRECT PREMIUMS WRITTEN	NET PREMIUM WRITTEN	NET INCOME 2022	NET INCOME 2021	NET INCOME 2020
PRIME INSURANCE COMPANY	59.4%	22.6%	82.0%	27.4%	227,749	177,053	36,557	27,240	24,009
PRIME PROPERTY & CASUALTY INS. INC.	64.6%	18.4%	83.0%	25.9%	160,178	129,347	25,689	22,682	18,906
SIMPLE AVERAGE OF PEERS	68.2%	32.3%	100.5%	0.9%					

	LOSS & LAE RATIO (1)	EXPENSE RATIO	COMBINED RATIO (2)	RETURN ON POLICY-HOLDERS' SURPLUS	DIRECT PREMIUMS WRITTEN	NET PREMIUM WRITTEN	NET INCOME 2022	NET INCOME 2021	NET INCOME 2020
Aspen Specialty Insurance Co.	63.5%	32.3%	95.8%	7.9%	864,823	512,607	20,489	2,389	(15,950)
Canal Insurance Co.	66.6%	29.2%	95.8%	71%	400,912	398,895	28,712	26,696	18,996
Conifer Insurance Co.	91.0%	23.7%	114.7%	-14.8%	65,997	59,708	(6,846)	(9,161)	2,059
Crum & Forster Indemnity Co. (FairFax)	62.1%	31.1%	93.2%	6.2%	109,693	36,609	1,622	2,618	1,323
Hallmark Specialty Insurance Co.	105.3%	17.3%	122.6%	-15.6%	391,450	34,045	(4,194)	1,175	2,407
Harco National Insurance Co.	60.7%	39.6%	100.3%	-16.8%	358,283	324,798	23,598	(23,273)	10,026
Hiscox Insurance Co.	51.2%	41.5%	92.7%	6.9%	632,138	578,366	29,526	8,642	11,862
Illinois Casualty Co.	64.5%	32.4%	96.9%	0.1%	82,727	73,391	3,583	1,939	2,256
Lancer Insurance Co.	64.2%	27.9%	92.2%	12.7%	263,284	270,938	25,676	37,640	32,359
Lexington Insurance Co.	58.9%	34.6%	93.5%	11.1%	2,738,268	4,032,136	583,439	793,280	112,987
National Casualty Co.	77.6%	30.4%	107.9%	-1.2%	74,131	-	122	4,054	(8,007)
Nationwide Mutual Insurance Co.	77.6%	30.4%	107.9%	3.3%	3,329,238	13,776,426	(293,823)	196,285	(419,988)
Specialty Risk of America	53.1%	47.1%	100.3%	0.3%	16,789	11,969	134	34	(432)
StarStone Specialty Insurance Co.	58.3%	34.9%	93.2%	5.0%	785,441	578,942	15,362	(31,176)	(1,818)

TIP: 100% combined is the break even point. 100% and above is cause for concern. Less than 100% is indication of excellent performance.

1. Prime Insurance Company's significantly lower-than-average loss & lae ratio is a result of the partnership formed with policyholders during underwriting and risk management review. Claims litigation management is greatly enhanced through the partnership approach.

2. The combined ratio is the sum of the loss & lae, expense, and policyholder dividend ratios. A combined ratio of more than 100% means the insurer has incurred an underwriting loss. Investment income is added to underwriting income or loss to calculate net income or loss.