

## Constellation 2020 Financial Results

### Summary of Financial Position (in thousands)

<b>Assets</b>	<b>2020</b>	<b>2019</b>
Invested assets	\$ 801,428	\$ 758,401
Other assets	175,239	157,249
Total assets	<u>\$ 976,667</u>	<u>\$ 915,650</u>
<b>Liabilities and members' surplus</b>		
Liabilities:		
Unpaid losses and loss adjustment expenses	\$ 399,070	\$ 349,938
Other liabilities	171,431	154,758
Total liabilities	570,501	504,696
Members' surplus	406,166	410,954
Total liabilities and members' surplus	<u>\$ 976,667</u>	<u>\$ 915,650</u>

### Summary of Operations (in thousands)

<b>Revenues</b>	<b>2020</b>	<b>2019</b>
Net premiums earned	\$ 158,254	\$ 150,689
Net investment income	23,260	23,138
Net realized and unrealized gains on investments	15,681	50,405
Other	1,664	2,446
	<u>198,859</u>	<u>226,678</u>
<b>Losses and Expenses</b>		
Losses and loss adjustment expenses	163,528	129,298
Policyholder dividends	-	-
Underwriting, acquisition and insurance expenses	32,957	31,930
Other operating expenses	9,168	8,333
Amortization expense	5,021	6,450
	<u>210,674</u>	<u>176,011</u>
(Loss) income before income taxes	(11,815)	50,667
Income tax (benefit) expense	(8,783)	8,401
Net (loss) income	<u>\$ (3,032)</u>	<u>\$ 42,266</u>

### Summary of Cash Flows (in thousands)

	<b>2020</b>	<b>2019</b>
Net cash provided by (used in) operating activities	\$ 16	\$ (2,631)
Net cash provided by (used in) investing activities	5,388	(7,331)
Net cash provided by financing activities	10,000	5,000
Increase (decrease) in cash	15,404	(4,962)
Cash at beginning of year	8,818	13,780
Cash at end of year	<u>\$ 24,222</u>	<u>\$ 8,818</u>

These summary financial statements are derived from the company's audited consolidated financial statements, which are prepared on the basis of United States generally accepted accounting principles. Baker Tilly US, LLP is the company's independent auditor. The company's audited consolidated financial statements are available to members of the mutual holding company by written request to:

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