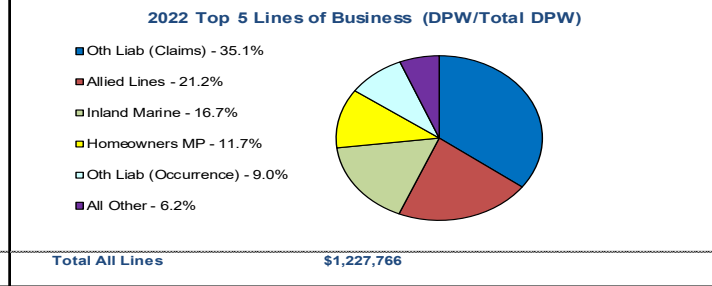
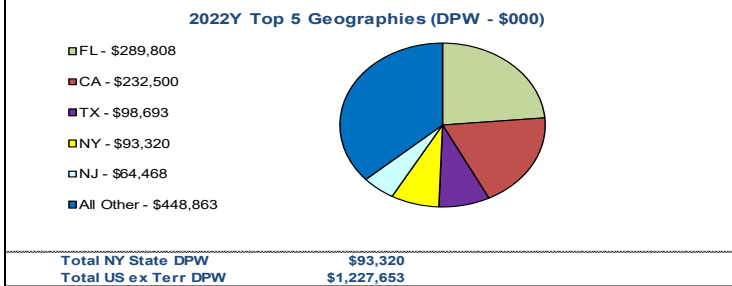
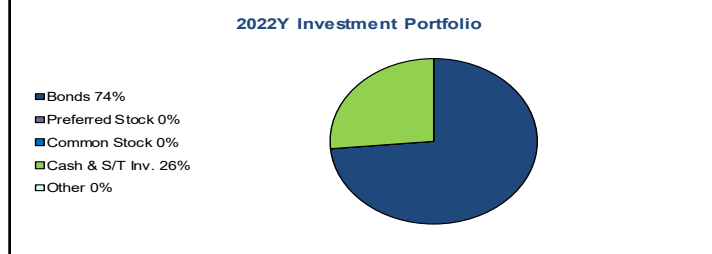
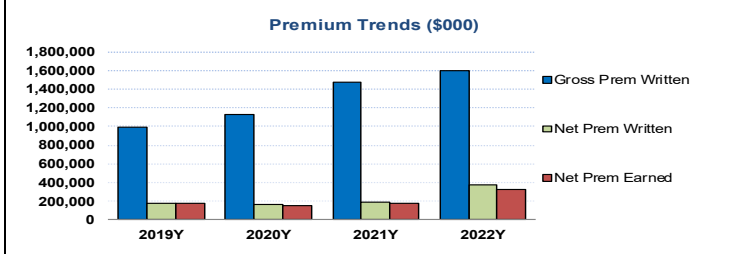
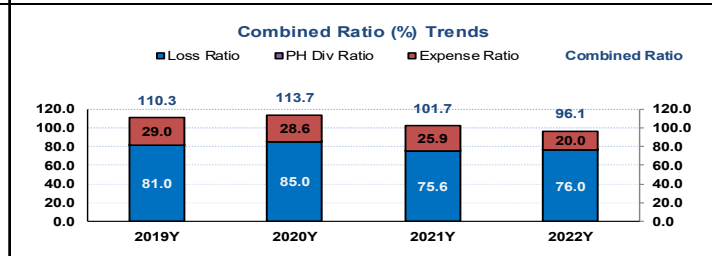
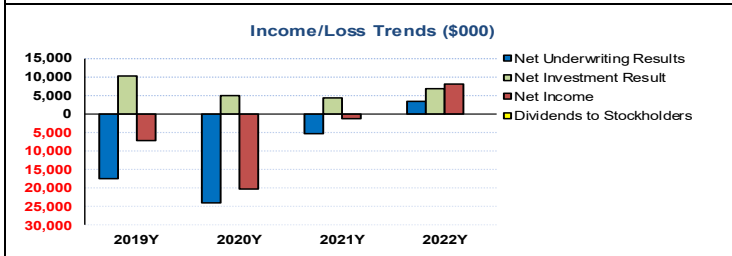




**QBE SPECIALTY INSURANCE COMPANY, NAIC #11515  
QBE INSURANCE GROUP LIMITED**

Dollars in 000

	2019Y	2020Y	2021Y	2022Y		2019Y	2020Y	2021Y	2022Y
Total Assets	375,587	426,945	500,943	836,799	RBC Ratio (%)	401.1	376.6	334.8	373.5
Total Liabilities	247,643	290,624	357,365	658,614	2yr Res Development	-227	1,936	-6,090	-58,627
Policyholder Surplus	127,944	136,321	143,579	178,184	2yr Dev / Surplus	-19.4%	152.6%	-476.0%	-4300.7%
Cash & Invested Assets	265,845	269,975	300,089	445,077	Affiliated Common Stock	0	0	0	0
Cash & Invested Assets / Total Assets	70.8%	63.2%	59.9%	53.2%	Affiliated CS / Surplus	0.0%	0.0%	0.0%	0.0%
Net Cash from Operations	23,192	1,049	10,982	113,204	Net Reins Recoverable	1,294,471	1,734,685	2,114,086	2,360,648
Loss & LAE Reserves	142,181	147,845	165,006	264,178	Net Reins Rec / Surplus	1011.7%	1272.5%	1472.4%	1324.8%
Loss & LAE Reserves/Surplus	111.1%	108.5%	114.9%	148.3%	AMB / S&P Ratings	A / A+	A / A+	A / A+	A / A+



**Top 5 Reinsurers for QBE Specialty Insurance Co. by Gross Recoverables  
Period: 2022Y**

Dollars in 000

Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue
1 - QBE Insurance Corporation	US Affiliated Non-captive Non-pooling, US Affiliated Pooling	Authorized	1,403,335	0
2 - QBE Blue Ocean Re Limited	Non-US Affiliated Non-captive	Unauthorized	739,966	0
3 - Transatlantic Reinsurance Company	US Unaffiliated	Authorized	157,836	0
4 - Equator Reinsurances Limited	Non-US Affiliated Non-captive	Mixed Filing	97,731	0
5 - Validus Reinsurance (Switzerland) Ltd	Non-US Unaffiliated	Authorized	54,868	0

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## ULTIMATE PARENT – QBE Insurance Group Limited

Corporate Profile		Financial Strength Ratings	
Address:	QBE Insurance Group Limited 388 George Street Sydney, -, -	S&P Global:	-
Website:	<a href="http://www.qbe.com">www.qbe.com</a>	Moody's:	#OUTSIDE SUBSCRIPTION
President :	-	Fitch:	-
Ticker Symbol:	ASX: QBE	AM Best - P&C:	-
2022 Form 10-K:	<a href="#">N/A</a>		

Highlights (\$000)	2019Y	2020Y	2021Y	2022Y
Total Assets	40,162,000	46,624,000	49,303,000	49,502,000
Total Policy Reserves	26,375,000	31,327,000	32,919,000	33,120,000
Total Debt	3,394,000	3,386,000	3,622,000	3,045,000
Total Other Liabilities	769,000	884,000	981,000	934,000
Sep Account Liabilities	0	0	0	0
Total Liabilities	32,009,000	38,132,000	40,421,000	40,510,000
<b>Total Equity</b>	<b>8,153,000</b>	<b>8,492,000</b>	<b>8,882,000</b>	<b>8,992,000</b>
Total Liab & Equity	40,162,000	46,624,000	49,303,000	49,502,000
Book Value / Share (\$)	NA	NA	NA	NA
Reserves / Investments & Cash (x)	NA	NA	NA	NA
Reserves / Liabilities (x)	0.82	0.82	0.81	0.82
Reserves / Equity (x)	3.24	3.69	3.71	3.68
Debt / Equity (x)	0.42	0.40	0.41	0.34
Dec. 31 Closing Price (\$)	9.05	6.58	8.25	9.13
Net Income (\$)	547,000	-1,511,000	757,000	778,000
Basic EPS (\$)	0.42	-1.09	0.47	0.49
Investment Yield (%)	NA	NA	NA	NA
Ratios (%)				
Loss Ratio	69.80	76.30	62.40	58.10
Expense Ratio	30.20	31.10	29.10	27.60
PH Dividend Ratio	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Combined Ratio	100.00	107.40	91.50	85.70

### Company Description and Notes

Industries: Insurance, Reinsurance, Insurance Services, Claims Management and Associated Investment Management

Geography: North and South America, Caribbean, Britain, European Union, Asia

## HISTORY

QBE Specialty Insurance Company (QBE Specialty) was incorporated in the State of North Dakota in August 2002, as a subsidiary of QBE Insurance Corporation. (QBE Insurance), itself a subsidiary of QBE Holdings Inc., in turn is a wholly owned subsidiary of QBE Insurance Group, Ltd (QBE Group) (Australia). Financial and operations control of the company remains under QBE Group. The company has been eligible to write surplus lines business in New York since March 7, 2003. As of December 31, 2022, QBE Specialty is licensed in North Dakota as a domestic surplus lines insurance company and operates on a non-admitted basis in fifty (50) states and the District of Columbia.

## REINSURANCE

QBE Specialty is a participant in an intercompany pooling agreement including eleven (11) affiliates, with its parent, QBE Insurance, pool lead retaining 43%. QBE Specialty cedes 100% of its premiums to QBE Insurance and receives a 10% share of combined pool results, which includes insurance risks not its own. The company also participates in group and corporate wide reinsurance arrangements. As such, the financial strength of the company is heavily dependent upon the underwriting performance of its fellow pool members, the credit risk of QBE Group, as well as investment risk of its own investment portfolio, managed in common by QBE Group. For the years 2019 through 2022, respectively, QBE Specialty net reinsurance recoverable was shown as \$1.3bn, \$1.7bn, \$2.1bn and \$2.4bn, representing 1012%, 1273%, 1472% and 1325% of company surplus.

## HOLDING COMPANY

Founded in 1886 as the Queensland Insurance Company, in Sydney, Australia, QBE Insurance Group, Ltd was an eventual merger of then three owned insurance companies in 1973, the Queensland Insurance Company (Q), the Bankers and Traders Insurance Company (B), and the Equitable Probate and General Insurance Company (E). QBE is listed on the Australian Securities Exchange as (ASX). Across its operations QBE offers commercial, personal and specialty products and risk management insurance and solutions to its customers. AM Best collectively rates nineteen (19) insurance subsidiaries of the QBE Ins. Group, Ltd, including QBE Specialty Insurance Company. For the years 2019 through 2022 the group was rated by AM Best and S&P as 'A/A+' and assigned the financial size of XV (\$2bn - >).

## SUBSEQUENT NOTE WORTHY OBSERVATIONS

Revised November 2023

### Important Information Regarding Financial Summaries

This financial summary contains information helpful to New York excess lines brokers in meeting their non-delegable duty to use "due care" in the selection of a financially secure excess line insurer. Definitions of the financial terms used in the summaries appear as pop-up boxes when hovering your mouse over the corresponding text. For additional guidance on assessing insurance company financial statements, please reference "ELANY COMPLIANCE ADVISOR: FUNDAMENTALS OF INSURANCE COMPANY FINANCIAL ANALYSIS".

The Excess Line Association of New York has compiled the insurance company financial information from the Annual Statutory Financial Statements. All ratios, charts, and graphs are based on the compiled information. We have made every effort to ensure all information transcribed for these pages is correct. However, the Excess Line Association of New York cannot attest to the accuracy of data provided by its sources, nor do we make any warranties, either expressed or implied, regarding the accuracy or completeness of information presented in this document. We assume no responsibility for loss or damage resulting from the use of this information.