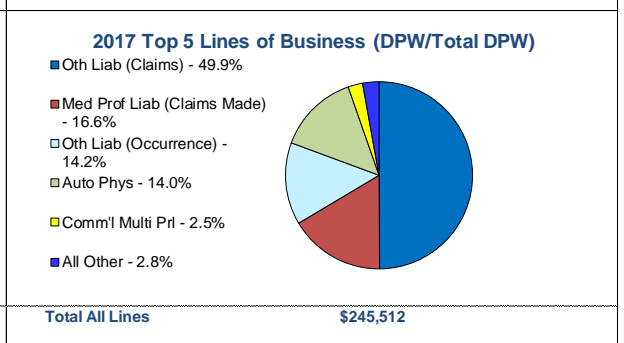
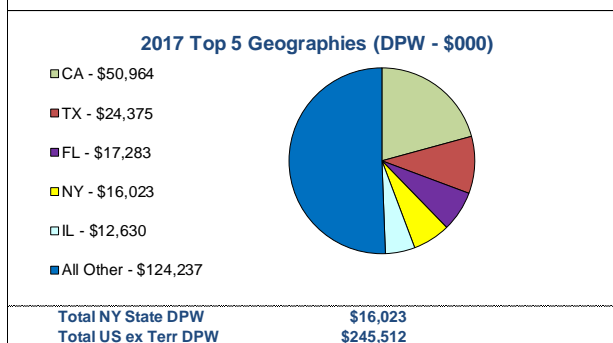
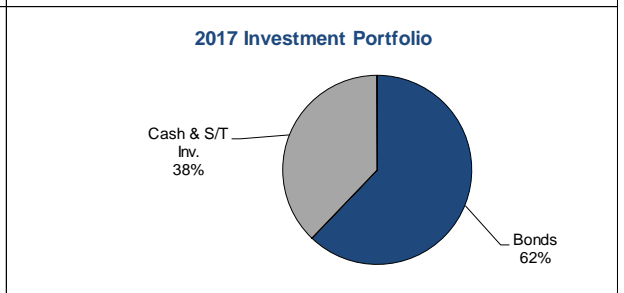
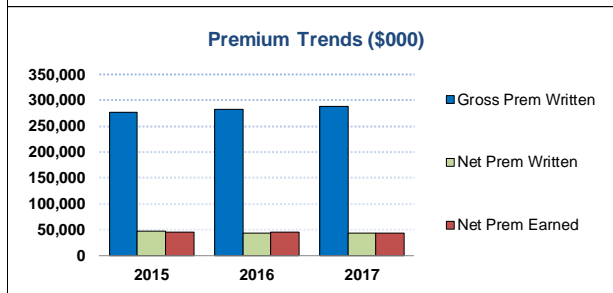
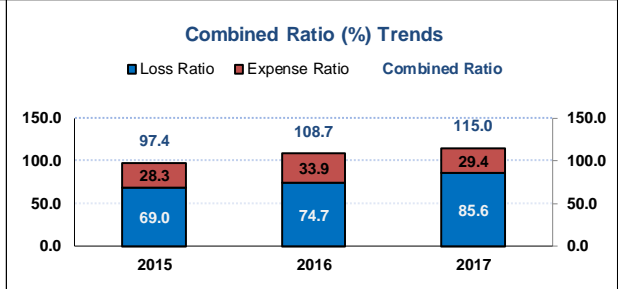
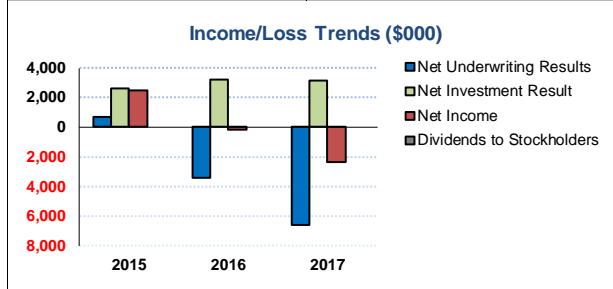




## ALLIED WORLD SURPLUS LINES INSURANCE COMPANY

Dollars in 000

	2015	2016	2017		2015	2016	2017
Total Assets	267,558	265,486	263,309	RBC Ratio (%)	342.5	333.5	295.9
Total Liabilities	170,831	168,305	166,825	2yr Res Development	-2,073	2,251	5,363
Policyholder Surplus	96,727	97,181	96,484	2yr Dev / Surplus (IRIS #12)	-3.3%	2.4%	5.5%
Cash & Invested Assets	178,141	170,209	180,262	Affiliated Common Stck	0	0	0
Cash & Invested Assets/ Total Asset	66.6%	64.1%	68.5%	Affiliated CS / Surplus	0.0%	0.0%	0.0%
Net Cash from Operations	13,175	4,295	1,569	Net Reins Recoverable	639,983	631,347	691,351
Loss & LAE Reserves	82,712	89,093	97,270	Net Reins Rec / Surplus	661.6%	649.7%	716.5%
Loss & LAE Reserves/Surplus	85.5%	91.7%	100.8%	AMB / S&P Ratings	A / NR	A / NR	A / NR
GPW to PHS (IRIS #1)	286.5%	291.0%	299.7%				
NPW to PHS (IRIS #2)	49.3%	45.6%	45.3%				



Total NY State DPW \$16,023  
Total US ex Terr DPW \$245,512

Total All Lines \$245,512

Allied World Surplus Lines Insurance Company was incorporated in the State of Delaware in December 1990 as Ulico Indemnity Insurance Company, a subsidiary of Ulico Casualty Company. In 1992, the company redomesticated to Arkansas. The company was acquired by Darwin National Assurance Company in May 2005 and adopted the name Darwin Select Insurance Company. In October 2008, Allied World Assurance Company Holdings, AG acquired the company. In June 2014, the company adopted its current name. In July 2017, Allied World Assurance Company Holdings AG was acquired by Fairfax Financial Holdings, Ltd. The company has been eligible to write surplus lines business in New York since February 8, 2008. As of December 31, 2017, Allied World Surplus Lines is an Arkansas domestic surplus lines insurer and operated on a non-admitted basis in all fifty states and the District of Columbia.

The company is a participant in an intercompany pooling agreement with four affiliates. Allied World Surplus cedes 100% of its premiums to Allied World Insurance Company, the lead member of the pool. Allied World Surplus then receives a 10.0% share of the pool's combined results. As such, the financial strength of Allied World Surplus is heavily dependent upon the underwriting performance of its fellow pool members.

## ULTIMATE PARENT – Fairfax Financial Holdings Limited

Corporate Profile		Highlights (\$000)	2016	2017
Address:	Fairfax Financial Holdings Limited 95 Wellington Street, West Toronto, Ontario M5j 2N7	Total Assets	43,384,400	64,090,100
Website:	<a href="http://www.fairfax.ca">www.fairfax.ca</a>	Total Liabilities	31,564,300	45,678,100
Ticker Symbol:	TSX: FFH	Shareholders' Equity	11,820,100	18,412,000
2017 Form 10-K:	<a href="#">N/A</a>	Net Income	-394,700	1,614,900
		Debt	4,767,600	6,414,100
		Debt / Equity	40.3%	34.8%
		Dividends Paid	271,800	282,000
		Dividends / Net Income	-68.9%	17.5%

### Top 5 Unaffiliated Reinsurers for Allied World Surplus Lines Ins by Gross Recoverables

Dollars in 000

Rank	Reinsurer	Gross Recoverables	Assumed Premium (As-Reported by Reinsurer)	Premiums Ceded (As-Reported By Cedant)
1	AXIS Reinsurance Company	9,848	NA	2,083
2	Markel Global Reinsurance Company	7,145	NA	2,101
3	Münchener Rückversicherungs-Gesellschaft AG	6,693	NA	3,414
4	Swiss Reinsurance America Corporation	6,587	NA	3,628
5	Hannover Rück SE	4,428	NA	1,501

Fairfax Financial Holdings Limited is a publicly traded holding company which, through its subsidiaries, is engaged in property and casualty insurance and reinsurance and investment management. FFH was founded in 1985 and is based in Toronto, Ontario.

### 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.