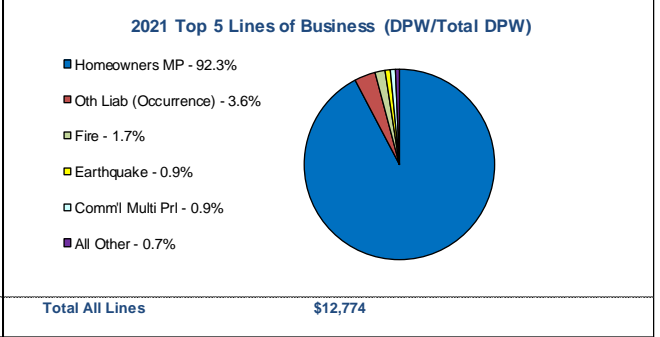
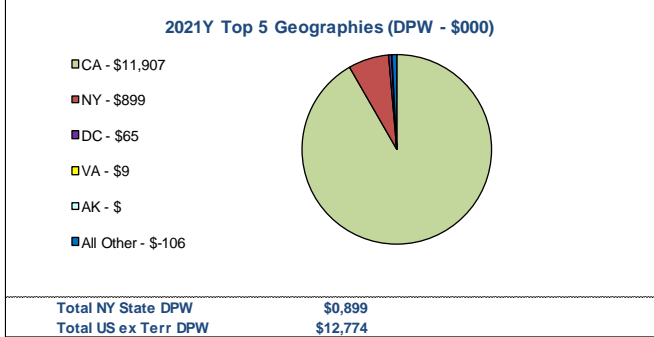
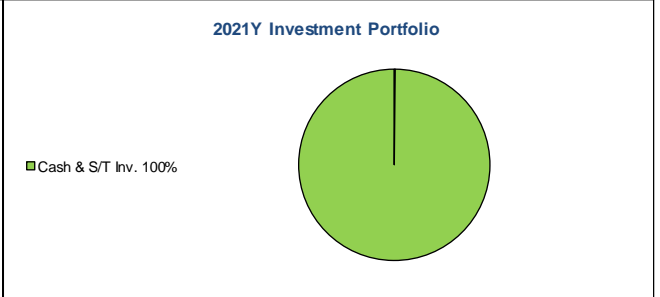
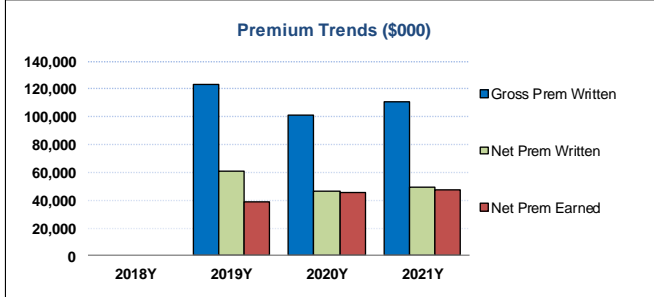
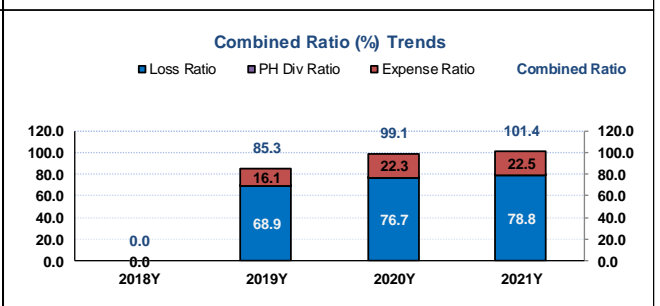
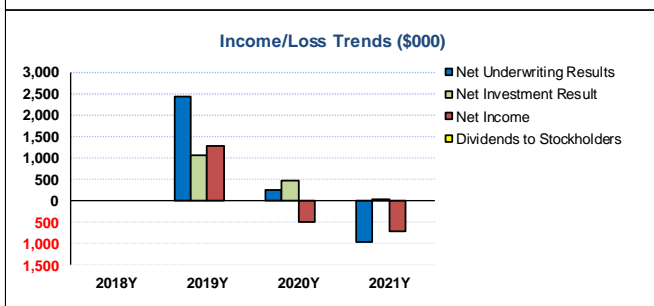




**AZGUARD INSURANCE COMPANY NAIC #16495  
BERKSHIRE HATHAWAY INC.**

Dollars in 000

	2018Y	2019Y	2020Y	2021Y		2018Y	2019Y	2020Y	2021Y
Total Assets	0	109,331	137,755	158,398	RBC Ratio (%)	0.0	2,882.6	1,481.2	1,129.5
Total Liabilities	0	56,626	85,164	106,071	2yr Res Development	0	0	0	1,716
Policyholder Surplus	0	52,705	52,591	52,327	2yr Dev/ Surplus	NA	NA	0.0%	325.6%
Cash & Invested Assets	0	61,328	85,708	101,059	Affiliated Common Stock	0	0	0	0
Cash & Invested Assets/ Total Assets	NA	56.1%	62.2%	63.8%	Affiliated CS / Surplus	NA	0.0%	0.0%	0.0%
Net Cash from Operations	0	11,017	24,427	15,317	Net Reins Recoverable	0	39,540	59,290	76,437
Loss & LAE Reserves	0	20,541	40,188	53,314	Net Reins Rec / Surplus	NA	75.0%	112.7%	146.1%
Loss & LAE Reserves/Surplus	NA	39.0%	76.4%	101.9%	AMB / S&P Ratings	NR / NR	A+ / NR	A+ / NR	A+ / NR



**Top 5 Reinsurers for AZGUARD Insurance Co. by Gross Recoverables  
Period: 2021Y**

Dollars in 000

Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue
1 - Allied World Insurance Company	US Affiliated Pooling	Authorized	711,600	0
2 - Allied World Assurance Company, Ltd.	Non-US Affiliated Non-captive	Mixed Filing	449,273	0
3 - Münchener Rückversicherungs-Gesellschaft Aktiengesellschaft in München	Non-US Unaffiliated	Unauthorized	73,465	0
4 - Swiss Reinsurance America Corporation	US Unaffiliated	Authorized	73,361	0
5 - AXIS Reinsurance Company	US Unaffiliated	Authorized	45,041	0

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## ULTIMATE PARENT – Berkshire Hathaway Inc.

Corporate Profile		Financial Strength Ratings	
Address:	Berkshire Hathaway Inc. 3555 Farnam Street Omaha, NE, 68131	S&P Global:	-
Website:	<a href="http://www.berkshirehathaway.com">www.berkshirehathaway.com</a>	Moody's:	-
President :	Warren E. Buffett	Fitch:	-
Ticker Symbol:	NYSE: BRK.A	AM Best - P&C:	-
2021 Form 10-K:	<a href="#">SEC Website</a>		

Highlights (\$000)	2018Y	2019Y	2020Y	2021Y
Total Assets	707,794,000	817,729,000	873,729,000	958,784,000
Total Policy Reserves	147,017,000	155,397,000	163,831,000	170,884,000
Total Debt	97,490,000	109,250,000	122,364,000	119,253,000
Total Other Liabilities	59,412,000	57,720,000	62,100,000	63,573,000
Sep Account Liabilities	0	0	0	0
Total Liabilities	355,294,000	389,166,000	422,393,000	443,854,000
<b>Total Equity</b>	<b>352,500,000</b>	<b>428,563,000</b>	<b>451,336,000</b>	<b>514,930,000</b>
Total Liab & Equity	707,794,000	817,729,000	873,729,000	958,784,000
Book Value / Share (\$)	212,503.41	261,416.60	287,030.75	342,621.54
Reserves / Investments & Cash (x)	0.46	0.38	0.36	0.32
Reserves / Liabilities (x)	0.41	0.40	0.39	0.39
Reserves / Equity (x)	0.42	0.36	0.36	0.33
Debt / Equity (x)	0.28	0.25	0.27	0.23
Dec. 31 Closing Price (\$)	306,000.00	339,590.00	347,815.00	450,662.00
Net Income (\$)	4,322,000	81,792,000	43,253,000	90,807,000
Basic EPS (\$)	2,446.00	49,828.00	26,668.00	59,460.00
Investment Yield (%)	-5.19	22.83	12.34	17.92
Ratios (%)				
Loss Ratio	78.37	80.34	77.16	79.11
Expense Ratio	0.00	0.00	0.00	0.00
PH Dividend Ratio	<u>-78.37</u>	<u>-80.34</u>	<u>-77.16</u>	<u>-79.11</u>
Combined Ratio	0.00	0.00	0.00	0.00

### Company Description and Notes

Industries: Property and Casualty Insurance, Life Insurance, Reinsurance, Lloyds, Insurance Services, Claims Management, Associated Asset Management, Investments in Railroads, Consumer Goods, Industrial Manufacturing, Retail

Geography: Worldwide

## **HISTORY**

AZGUARD Insurance Company (AZG) was incorporated in the State of Nebraska in the fourth quarter of 2018 and began operations in January 2019. It operates as an Excess & Surplus lines property and casualty carrier for the Group. The company allows GUARD (Berkshire Hathaway insurance companies) additional flexibility in the kinds and size of risks that can be written. In September of 2019, AZG began writing homeowners' policies on an Excess & Surplus basis in the state of California and is expanding those offerings into other jurisdictions. As of December 31, 2021, Berkley Assurance is licensed in Nebraska and operated on a non-admitted basis in most states and the District of Columbia

## **REINSURANCE**

Effective January 1, 2019, AZGuard joined the Guard insurance companies reinsurance pooling agreement as follows: NorGUARD Insurance Company 45%, AmGUARD Insurance Company 35%, AzGUARD Insurance Company 5%, EastGuard 10% and WestGUARD Insurance Company 5%. AzGUARD currently offers non-admitted Homeowners and Businessowner's policies in limited states. For the years 2019 through 2021, respectively, AzGUARD net reinsurance recoverable was shown as \$40M, \$59M and \$76M, representing 75%, 112.7% and 146%, of the Company's surplus.

## **HOLDING COMPANY**

With roots dating to 1839 in Rhode Island American textile manufacturing, the early company merged with Berkshire Fine Spinning, who in 1955 merged with the Hathaway Manufacturing Company to form the Berkshire Hathaway Company with headquarters in Omaha, NE. Having grown and expanded from these roots, Berkshire Hathaway, Inc. is one of the largest publicly traded investment firms in the world, holding investments in insurance and reinsurance groups and all related services and activities, consumer goods, railroads, industrial manufacturing and supplies, retail. AM Best collectively rates over forty-two (42) insurance subsidiaries with Berkshire Hathaway/National Indemnity/General Reinsurance Corp. group of companies, including AZGUARD Insurance Company. For the years 2018 through and 2021, the Berkshire Hathaway Group was rated by AM Best and S&P as 'A++/AA+' and assigned the financial size of XV (\$2bn >).

## **SUBSEQUENT NOTEWORTHY OBSERVATIONS**

### **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.