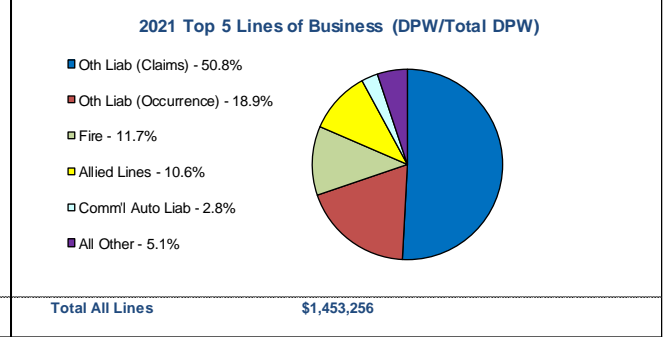
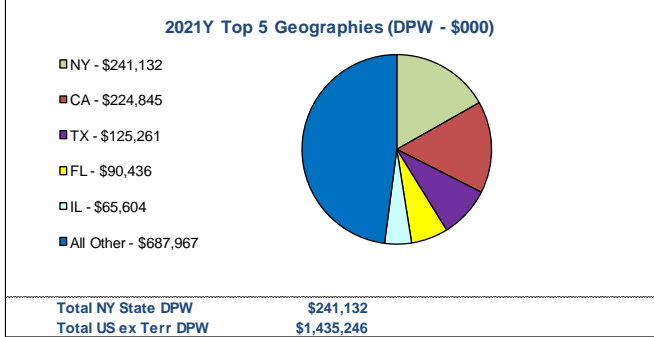
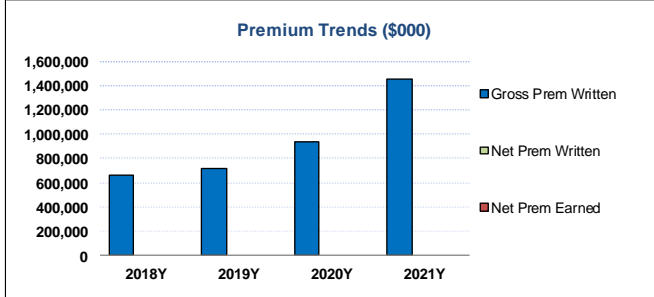
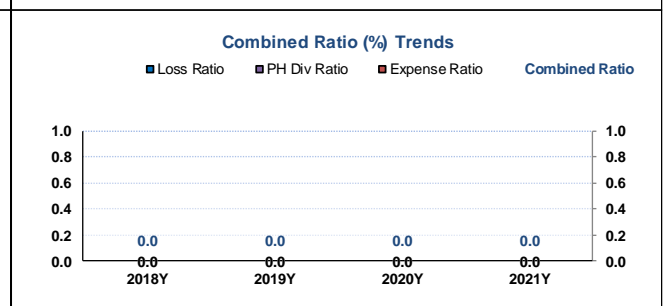
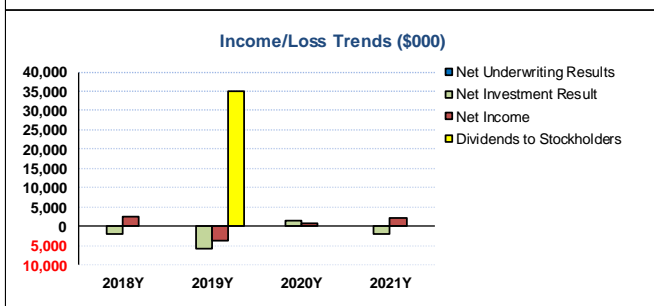




**AIG SPECIALTY INSURANCE COMPANY, NAIC #26883  
AMERICAN INTERNATIONAL GROUP**

Dollars in 000

	2018Y	2019Y	2020Y	2021Y		2018Y	2019Y	2020Y	2021Y
Total Assets	132,931	133,102	115,441	89,737	RBC Ratio (%)	7,937.4	10,000.2	4,287.2	3,371.6
Total Liabilities	48,912	83,253	62,987	33,218	2yr Res Development	0	0	0	0
Policyholder Surplus	84,020	49,849	52,454	56,519	2yr Dev/ Surplus	0.0%	0.0%	0.0%	0.0%
Cash & Invested Assets	97,310	129,418	70,158	76,591	Affiliated Common Stock	0	0	0	0
Cash & Invested Assets/ Total Assets	73.2%	97.2%	60.8%	85.4%	Affiliated CS / Surplus	0.0%	0.0%	0.0%	0.0%
Net Cash from Operations	11,598	-967	-2,222	-560	Net Reins Recoverable	3,945,848	3,675,169	3,933,886	4,205,950
Loss & LAE Reserves	0	0	0	0	Net Reins Rec / Surplus	4696.3%	7372.7%	7499.7%	7441.7%
Loss & LAE Reserves/Surplus	0.0%	0.0%	0.0%	0.0%	AMB / S&P Ratings	A / A+	A / A+	A / A+	A / A+



**Top 5 Reinsurers for AIG Specialty 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 –American International Group, Inc.

Corporate Profile		Financial Strength Ratings	
Address:	American International Group, Inc. 1271 Avenue of the Americas New York, NY, 10020	S&P Global:	-
Website:	<a href="http://www.aig.com">www.aig.com</a>	Moody's:	-
President :	Peter Salvatore Zaffino	Fitch:	-
Ticker Symbol:	NYSE: AIG	AM Best - P&C:	-
2021 Form 10-K:	<a href="#">SEC Website</a>		

Highlights (\$000)	2018Y	2019Y	2020Y	2021Y
Total Assets	491,984,000	525,064,000	586,481,000	596,112,000
Total Policy Reserves	293,652,000	302,406,000	311,276,000	318,451,000
Total Debt	34,540,000	36,083,000	38,578,000	31,353,000
Total Other Liabilities	24,467,000	25,661,000	25,844,000	27,279,000
Sep Account Liabilities	81,847,000	93,272,000	100,290,000	109,111,000
Total Liabilities	434,675,000	457,637,000	519,282,000	527,200,000
<b>Total Equity</b>	<b>57,309,000</b>	<b>67,427,000</b>	<b>67,199,000</b>	<b>68,912,000</b>
Total Liab & Equity	491,984,000	525,064,000	586,481,000	596,112,000
Book Value / Share (\$)	65.04	74.91	76.45	79.95
Reserves / Investments & Cash (x)	0.93	0.89	0.86	0.88
Reserves / Liabilities (x)	0.68	0.66	0.60	0.60
Reserves / Equity (x)	5.12	4.48	4.63	4.62
Debt / Equity (x)	0.60	0.54	0.57	0.45
Dec. 31 Closing Price (\$)	39.41	51.33	37.86	56.86
Net Income (\$)	61,000	4,169,000	-5,829,000	9,923,000
Basic EPS (\$)	-0.01	3.79	-6.88	10.95
Investment Yield (%)	4.15	4.55	3.25	4.67
Ratios (%)				
Loss Ratio	75.70	65.20	71.00	64.20
Expense Ratio	35.70	34.40	33.30	31.60
PH Dividend Ratio	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Combined Ratio	111.40	99.60	104.30	95.80

### Company Description and Notes

Industries: Property and Casualty Insurance, Life Insurance, Reinsurance, Lloyds Syndicates, Retirement Planning, Insurance Services, Financial Planning and Management, Claims Management, Financial Services, Asset Management

Geography: Worldwide

## **HISTORY**

AIG Specialty Insurance Company (AIG Specialty) was incorporated in the State of Alaska in February 1973 as Alaska Insurance Company, a subsidiary of the American International Group, Inc. (AIG). In July 1989, the company changed its name to American International Surplus Lines Insurance Company. The company re-domesticated to Illinois in December 2007 and changed its name to Chartis Specialty Insurance Company in November 2009. The company adopted its current name in October 2013. Financial control remains under AIG. The company has been eligible to write surplus lines business in New York since May 17, 1990. As of December 31, 2021, AIG Specialty is an Illinois domestic surplus lines insurer and operated on a non-admitted basis in forty-nine (49) states and the District of Columbia.

## **REINSURANCE**

AIG Specialty is a participant in an intercompany pooling agreement including eleven (11) affiliates, with National Union Fire Insurance Company of Pittsburg, PA (National Union) (PA) (pool lead) retaining 35%, American Home Insurance Company (American Home) (NY) retaining 35%, and Lexington Insurance Company (Lexington) (DE) retaining 30%. AIG Specialty cedes 100% of its premiums to National Union but does not receive a share of the pool's combined results. As a result of the pooling agreement, no values are reported for net premiums written or earned, underwriting income, and the various combined ratio trends. As such, the financial strength of AIG Specialty is heavily dependent upon the underwriting performance of its pool members, the credit risk of AIG, as well as investment risk of its own investment portfolio, managed in common by AIG. For the years 2018 through 2020, respectively, AIG Specialty net recoverable from National Union was shown as \$3.9bn, \$3.7bn, \$3.9bn and \$4.2bn representing 4.696%, 7.373%, 7,500% and 7,442% of company surplus.

## **HOLDING COMPANY**

Founded 1919, in Shanghai, China, as American Asiatic Underwriters (AAU) by C.V. Starr, the company impending World War II moved its headquarters to New York, NY, and in 1967, American International Group (AIG) was incorporated as a unifying umbrella organization for most (not all) of C.V. Starr's general and life insurance business. AIG is a global holding company and provides a wide range of property casualty insurance, life insurance, retirement products, and other financial services to customers in more than 80 countries and jurisdictions. AM Best collectively rates twenty-two (22) AIG subsidiaries, including AIG Specialty Insurance Company. For the years 2018 through 2021, the AIG group was rated by AM Best and S&P as 'A/A+' 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.