DIV/0 error messages occur in instances where the denominator of the ratio are zero (i.e. zero premium or reserves due to a 100% quota share).
HISTORY
Princeton Excess & Surplus Lines Insurance Company (Princeton E&S) was incorporated in the State of Delaware June 1995 as The Princeton Excess & Surplus Lines Insurance Corporation, a subsidiary of American Re Corporation (American Re). The company adopted its current name in December 1995. Financial control has been under Münchener Rückversicherungs-Gesellschaft (“Munich Re”) since August 1996. The company has been eligible to write surplus lines business in New York since October 7, 2003. As of December 31, 2019, Princeton E&S was a Delaware domestic surplus lines insurer and operated on a non-admitted basis in forty-nine (49) states and the District of Columbia.

REINSURANCE
The company is a participant in an intercompany pooling agreement including three (3) affiliates, with Munich Reinsurance America, Inc., pool lead retaining 100%. Princeton E&S cedes 100% of its business and 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 the company is heavily dependent on the credit risk of Munich Re, as well as investment risk of its own investment portfolio, managed in common by Munich Re. For the years 2017 through 2019, respectively, Princeton E&S net reinsurance recoverable was shown as $541m, $591m and $593m, reflecting 830%, 882% and 834% of company surplus.

HOLDING COMPANY
Founded in 1880, as the Munchener Rückversicherungs-Gesellschaft, the company group now known as Munich Re is one of the world’s largest insurers. Munich Re is active in all lines of insurance covering all major commercial and insurance enterprises; personal lines, commercial lines, specialty lines, life, health, national and global reinsurance p&c and life, Lloyds, financial, reputational, weather, captives, insurance securitization, engineering and risk management. Munich Re operates worldwide and in headquartered in Munich, Germany. Due to the size and global reach of Munich Re, AM Best rates various divisions within the group. AM Best collectively rates twenty four (24) insurance subsidiaries of the Munich Reinsurance Co., including Princeton Excess & Surplus Lines Insurance Company. For the years 2017 through 2019 the group was rated ‘A+’ and assigned the financial size of XV ($2bn - $).

SUBSEQUENT EVENTS
In March 2020, the Covid-19 influenza was recognized as a global pandemic, severely disrupting economic activity. As of April, 2020, the results of this event upon year-ending 2020 insurance operations and those of its parent group are not known. For those companies exposed, however, the potential for reduced premiums, return of premiums, and an increase in collections and operation expense may reduce cash flows. Losses and loss adjustment expenses may increase when losses become known and investments in affiliates and equity investments may suffer a decline in values. Also, the effect of future legislation, regulation and litigation could cause an adverse financial impact on those companies exposed.
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.