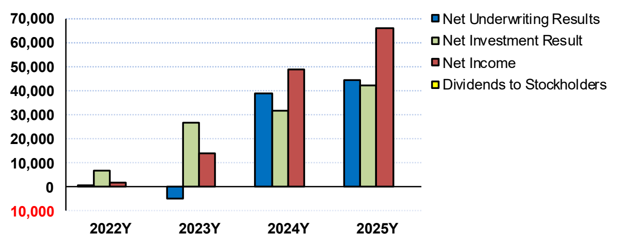
AXIS SURPLUS INSURANCE COMPANY, NAIC #26620
PARENT – Axis Capital Holdings Limited

Dollars in 000

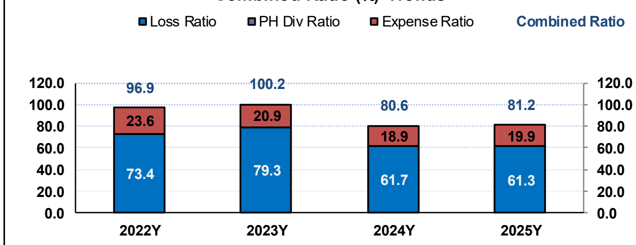
	2022Y	2023Y	2024Y	2025Y
Total Assets	938,610	1,163,192	1,286,348	1,519,879
Total Liabilities	762,896	934,875	1,011,697	1,162,229
Policyholder Surplus	175,714	228,317	274,651	357,650
Cash & Invested Assets	584,509	761,749	808,699	1,071,633
Cash & Invested Assets/ Total Asse	62.3%	65.5%	62.9%	70.5%
Net Cash from Operations	72,782	126,071	65,991	245,983
Loss & LAE Reserves	214,511	282,103	342,407	388,958
Loss & LAE Reserves/Surplus	122.1%	123.6%	124.7%	108.8%

	2022Y	2023Y	2024Y	2025Y
RBC Ratio (%)	361.8	335.1	296.9	336.6
2yr Res Development	9,865	40,741	35,465	10,961
2yr Dev / Surplus	567.4%	2574.2%	2018.3%	480.1%
Affiliated Common Stck	0	0	0	0
Affiliated CS / Surplus	0.0%	0.0%	0.0%	0.0%
Net Reins Recoverable	2,659,671	3,292,397	3,909,799	4,174,343
Net Reins Rec / Surplus	1513.6%	1442.0%	1423.6%	1167.2%
AMB / S&P Ratings	A / A+	A / A+	A / A+	A / A+

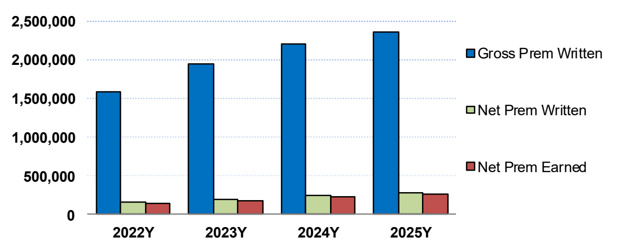
Income/Loss Trends ($000)



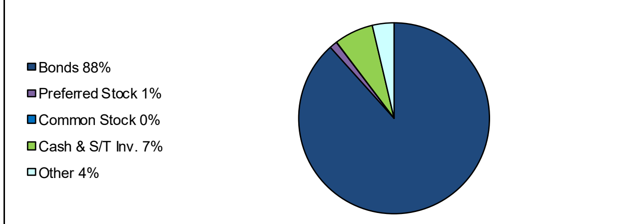
Combined Ratio (%) Trends



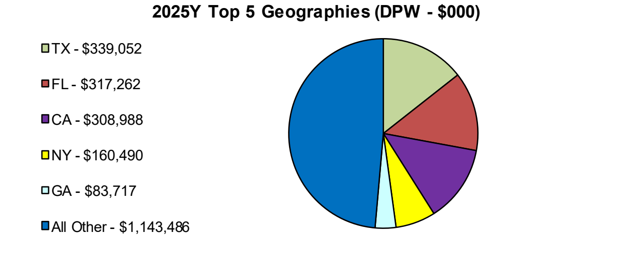
Premium Trends ($000)



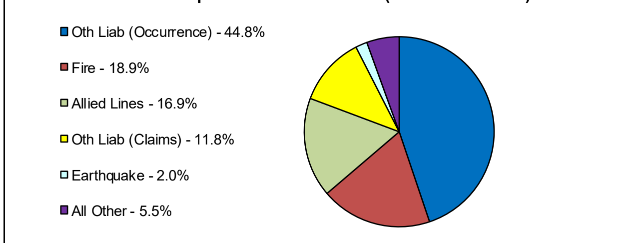
2025Y Investment Portfolio



2025Y Top 5 Geographies (DPW - $000)



2025 Top 5 Lines of Business (DPW/Total DPW)



Total NY State DPW	**$160,490**
Total US ex Terr DPW	**$2,352,994**
Total All Lines	**$2,353,855**

TOP 5 REINSURERS FOR AXIS SURPLUS INSURANCE CO. BY GROSS RECOVERABLES
PERIOD: 2025Y

Dollars in 000

Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue
1 - Axis Specialty Insurance Limited	Non-US Affiliated Non-captive	Unauthorized	1,622,473	0
2 - Munich Reinsurance America, Inc.	US Unaffiliated	Authorized	166,854	134
3 - Swiss Reinsurance America Corporation	US Unaffiliated	Authorized	165,790	249
4 - SCOR Reinsurance Company	US Unaffiliated	Authorized	159,869	2
5 - Everest Reinsurance Company	US Unaffiliated	Authorized	157,534	0

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".

See A.M. Best and S&P Disclaimer on Summary Report page.

ULTIMATE PARENT – Axis Capital Holdings Limited

Corporate Profile		Financial Strength Ratings	
Address:	AXIS Capital Holdings Limited	S&P Global:	-
	29 Richmond Road	Moody's:	#OUTSIDE SUBSCRIPTION
	Pembroke, -, -	Fitch:	-
		AM Best - P&C:	-
Website:	www.axiscapital.com		
President :	Vincent Christopher Tizzio		
Ticker Symbol:	NYSE: AXS		
SEC Filing:	10-K		

Highlights ($000)	2022Y	2023Y	2024Y	2025Y
Total Assets	27,682,971	30,250,672	32,681,309	34,461,926
Total Policy Reserves	19,530,310	21,181,620	22,430,794	23,947,954
Total Debt	1,496,279	1,522,605	1,488,173	1,493,185
Total Other Liabilities	406,548	490,532	959,165	782,331
Sep Account Liabilities	0	0	0	0
Total Liabilities	23,043,061	24,987,476	26,591,930	28,105,491
Total Equity	**4,639,910**	**5,263,196**	**6,089,379**	**6,356,435**
Total Liab & Equity	27,682,971	30,250,672	32,681,309	34,461,926
Book Value / Share ($)	48.31	55.26	66.75	78.32
Reserves / Investments & Cash (x)	1.26	1.27	1.24	1.40
Reserves / Liabilities (x)	0.85	0.85	0.84	0.85
Reserves / Equity (x)	4.21	4.02	3.68	3.77
Debt / Equity (x)	0.32	0.29	0.24	0.23
Dec. 31 Closing Price ($)	54.17	55.37	88.62	107.09
Net Income ($)	223,083	376,292	1,081,786	1,008,898
Basic EPS ($)	2.27	4.06	12.49	12.52
Investment Yield (%)	-0.24	3.32	3.57	4.84
Ratios (%)				
Loss Ratio	62.80	66.70	59.50	57.50
Expense Ratio	33.00	33.20	32.80	32.30
PH Dividend Ratio	0.00	0.00	0.00	0.00
Combined Ratio	95.80	99.90	92.30	89.80

HISTORY

AXIS Surplus Insurance Company (AXIS Surplus) was incorporated in the State of Alabama in November 1986 as Sheffield Insurance Company. The company changed its name to Sheffield Insurance Corporation in 1987. The company was acquired by Combined Specialty Group, Inc. in June 1992 and re-domesticated to Illinois in January 2000. The company was acquired by AXIS Capital Holdings Limited (AXIS Capital) in February 2003 and subsequently adopted its current name. AXIS Surplus has been eligible to write surplus lines business in New York since October 31, 2003. As of December 31, 2025, AXIS Surplus is an Illinois domestic surplus lines company approved as a surplus lines insurer in all fifty (50) states, the District of Columbia, Puerto Rico and the U.S. Virgin Islands.

REINSURANCE

AXIS Surplus cedes 100% quota share to AXIS Reinsurance Company (Axis Re) (NY), of its net retained liability on all business classified as excess and surplus, umbrella and excess coverage's. The company cedes 70% quota share of all other business written and renewed, respectively. Effective January 1, 2019, the company entered into a stop loss with AXIS Specialty, Ltd (Bermuda) ceding any calendar year net losses and LAE in excess of 70% of net earned premiums, subject to a limit of 110%. For the years 2022 through 2025, respectively, AXIS Surplus net reinsurance recoverable were shown as $2.7bn, $3.3bn, $3.9bn and $3.9bn, representing 1514%, 1442%, 1424% and 1167% of company surplus.

HOLDING COMPANY

Founded in 2001 with headquarters in Bermuda, AXIS Capital Holdings Ltd, through its operating subsidiaries, is a global provider of specialty lines insurance and treaty reinsurance with locations in Bermuda, the United States, Europe, Singapore, Canada and the Middle East. AM Best collectively rates the seven (9) insurance subsidiaries of AXIS Capital, including AXIS Surplus Insurance Company. For the years 2022 through 2025 the group was rated by AM Best and S&P as 'A/A+'.

SUBSEQUENT NOTEWORTHY OBSERVATIONS

Last revised: May 2026

Financial Term	Definition
2y Dev/Surplus (IRIS #12)	Reflects the magnitude of two years of loss reserve development in relation to prior reported surplus. A positive ratio indicates the portion of reserves that may have been underestimated in prior years in relation to prior year's surplus. A negative ratio indicates the portion of reserves that may have been overestimated in prior years in relation to prior year's surplus.
2yr Res Development	The two-year increase or decrease in loss and loss adjustment expenses as a result of the re-estimation of reserves. A positive number indicates that reserves may have been underestimated in prior years. A negative number indicates that reserves may have been overestimated in prior years.
Affiliated Common Stock	The amount of common stock owned by the insurer that represents investments in affiliates or subsidiaries.
Affiliated CS / Surplus	The percentage of surplus that is comprised of investments in affiliates or subsidiaries.
AMB / S&P Ratings	Financial strength ratings from AM Best Company and Standard & Poor's.[1]
Cash & Invested Assets	Bonds, stocks, mortgage loans on real estate, real estate, cash related investments, contract loans, invested assets, write-ins and receivable for securities.
Cash & Invested Assets/Total Assets	A measure of liquidity that indicates the portion of assets held in cash or marketable securities.
Combined Ratio	A measure of overall underwriting profitability. It is the sum of the loss and expense ratios. A combined ratio of less than 100% indicates an underwriting profit.
Dividends to Stockholders	Distribution of earnings to stockholders paid in the form of money, stock, scrip, etc. The amount is decided by the board of directors.
DPW – Direct Premiums Written	Premiums written including gross premiums booked, adjusted for additional or return premiums, on policies where the company is the primary or direct carrier, as it relates to a specific line of business.
Expense Ratio	The ratio of underwriting expenses to net premiums written. The ratio represents the percentage of net premiums written that went toward underwriting expenses, such as commissions to agents and brokers, state and municipal taxes, salaries, employee benefits and other operating costs.
Gross Premiums	The total premium written and assumed by an insurer before deductions for reinsurance.
Loss & LAE Reserves	The estimated liability for unpaid insurance claims that have occurred as of a given evaluation date. Usually includes losses incurred but not reported (IBNR), losses due but not yet paid, and amounts not yet due. For individual claims, the loss reserve is the estimate of what will ultimately be paid out on that claim.
Loss & LAE Reserves/Surplus	Loss and loss adjustment expense reserves as a percentage of policyholders' surplus. The higher the value, the greater the insurer's reserve leverage and the greater the financial pressure on surplus.
Loss Ratio	The ratio of incurred losses and loss adjustment expenses to net premiums earned. A measure of the underlying profitability, or loss experience, of a total book of business.
Net Cash from Operations	Indicates net cash generated from insurance operations, including underwriting and investment activities, after accounting for dividends and taxes paid.
Net Income	The total after-tax earnings generated from operations as reported in the insurance company's statutory annual statement.
Net Investment Result	The return received by insurers from their investment portfolios including interest, dividends and realized capital gains/losses on stocks.
Net Premiums Earned	The portion of net premiums written that the policyholder has already paid and for which the insurance company has already afforded coverage.
Net Premiums Written	Represents gross premium written less reinsurance ceded.
Net Reins Rec / Surplus	Measures the dependence on reinsurers and potential exposure to adjustments on such reinsurance as a percentage of surplus.
Net Reins Recoverable	The total ceded reinsurance recoverables due for paid losses, unpaid losses, losses incurred but not reported (IBNR), unearned premiums and commissions less funds held from reinsurers.
Net Underwriting Results	Net premiums earned less incurred losses, loss adjustment expenses, and underwriting expenses incurred.
PH Div Ratio	A return of premium to policyholders based upon financial results of the company and lower-than-expected claims. Usually paid by mutual companies

Financial Term	Definition
Policyholder Surplus	The difference between total admitted assets and total liabilities. It also is the sum of paid in capital, paid in and contributed surplus, and net earned surplus, including voluntary contingency reserves. As of January 1, 2025, the minimum policyholder surplus requirement for eligible insurers in New York is $49 million.
RBC Ratio (%)	This ratio identifies the insurers that are inadequately capitalized by dividing total adjusted capital by the minimum amount of capital that regulatory authorities feel is necessary to support their operations and investments. A ratio of 200% or more results in "no action" from regulators. However, insurers whose ratio is between 200% and 300% may be subject to the Property/Casualty trend test, which will trigger a "Company Action Level" event if the insurer's combined ratio is greater than 120%. A ratio of 150% to 200% results in a "Company Action Level", under which the insurer must prepare a report to the regulator outlining a comprehensive action plan that identifies the conditions that contributed to their current financial condition as well as remediation plans. A ratio of 100% to 150% results in a "Regulatory Action Level". In addition to the insurer filing an action plan, the state insurance commissioner is required to perform any examinations or analyses that he or she deems necessary and issue appropriate corrective orders to address the insurer's financial problems. A ratio below 100% triggers an "Authorized Control Level" or "Mandatory Control Level", under which the regulator can take steps to place the insurer under its control.
Total Assets	Assets that are permitted by state law to be included in the company's financial statements. Admitted assets generally include assets that are liquid and whose value can be objectively assessed, or receivables that can reasonably be expected to be paid.
Total Liabilities	A summation of all company obligations recognized on the balance sheet. This includes provisions for loss and unearned premium reserves, commissions payable and other balances due.

[1] AM Best - A Best's Financial Strength Rating is an independent opinion of an insurer's financial strength and ability to meet its ongoing insurance policy and contract obligations It is not a warranty of a company's financial strength and ability to meet its obligations to policyholders. "View our "Guide Best's Credit Ratings" for rating disclosures related to the use and limitations of Best's Credit Rating, and for additional information regarding the development of a Best's Credit Rating, and other rating-related information and definitions. https://web.ambest.com/home

[1]S&P - Please see "Intro to Credit Ratings" at http://www.spglobal.com/understandingratings to learn more.