PHILADELPHIA INSURANCE COMPANIES

A Member of the Tokio Marine Group

PHILADELPHIA INSURANCE COMPANIES

AMB #: 018667 **NAIC #:** N/A **FEIN #:** N/A
Phone: **Fax:** **Website:** N/A

PHILADELPHIA INDEMNITY INSURANCE COMPANY A++

Domiciliary Address: One Bala Plaza, Suite 100, Bala Cynwyd, Pennsylvania 19004-1403 United States
Administrative Office: Three Bala Plaza East, Suite 400, Bala Cynwyd, Pennsylvania 19004-1403 United States
Mailing Address: Three Bala Plaza East, Suite 400, Bala Cynwyd, Pennsylvania 19004-1403 United States

AMB #: 003616 **NAIC #:** 18058 **FEIN #:** 23-1738402
Phone: +1-610-617-7900 **Fax:** +1-610-617-7940 **Website:** www.phly.com

TOKIO MARINE SPECIALTY INSURANCE COMPANY A++

Domiciliary Address: 1209 Orange Street, Corporation Trust Center, Wilmington, Delaware 19801 United States
Administrative Office: Three Bala Plaza East, Suite 400, Bala Cynwyd, Pennsylvania 19004-1403 United States
Mailing Address: Three Bala Plaza East, Suite 400, Bala Cynwyd, Pennsylvania 19004-1403 United States

AMB #: 000763 **NAIC #:** 23850 **FEIN #:** 23-2423138
Phone: +1-610-617-7900 **Fax:** +1-610-617-7940 **Website:** www.phly.com

AM BEST A++ SUPERIOR Financial Strength Rating

Best's Credit Rating Effective Date
October 23, 2025

Analytical Contacts

Thomas Keelan
Financial Analyst II
Thomas.Keelan@ambest.com
+1(908) 439-2200 Ext. 908-882-1925

Edin Imsirovic
Director
Edin.Imsirovic@ambest.com
+1(908) 439-2200 Ext. 908-882-1903

Information

Best's Credit Rating Methodology

Guide to Best's Credit Ratings

Market Segment Outlooks

Financial Data Presented

Financial data in this report: (i) includes data of affiliated entities that are not rating unit members where analytics benefit from inclusion; and/or (ii) excludes data of rating unit member entities if they operate in different segments or geographic areas than the Rating Unit generally. See list of companies for details of rating unit members and any such included and/or excluded entities.

The financial data in this report reflects the most current data available to the Analytical Team at the time of the rating. Updates to the financial exhibits in this report are available here: Best's Financial Report.

Philadelphia Insurance Companies

AMB #: 018667
Associated Ultimate Parent: AMB # 058633 - Tokio Marine Holdings, Inc.

Best's Credit Ratings - for the Rating Unit Members

Financial Strength Rating (FSR)	Issuer Credit Rating (ICR)
A++	**aa+**
Superior	**Superior**
Outlook: **Stable**	Outlook: **Stable**
Action: **Affirmed**	Action: **Affirmed**

Assessment Descriptors

Balance Sheet Strength	**Strongest**
Operating Performance	**Strong**
Business Profile	**Favorable**
Enterprise Risk Management	**Very Strong**

Rating Unit - Members

Rating Unit: Philadelphia Insurance Cos | AMB #: 018667

AMB #	Rating Unit Members	AMB #	Rating Unit Members
003616	Philadelphia Indemnity Ins Co	000763	Tokio Marine Specialty Ins Co

Rating Rationale

Balance Sheet Strength: Strongest

- Strongest level of risk-adjusted capitalization as measured by the Best's Capital Adequacy Ratio (BCAR) scores at the 99.6% level.
- Reserve development has generally been favorable across most calendar and accident years, and 2024 reserves developed favorably on both bases.
- The investment portfolio of Philadelphia Insurance Companies is highly diversified, which is a benefit gained from the size of its invested asset base.
- Strong liquidity levels with financial flexibility available from the insurance operations of Tokio Marine & Nichido Fire Insurance Company, Limited, if necessary.

Operating Performance: Strong

- Consistently strong operating performance across both underwriting and investment results contributes to annual retained earnings.
- Underwriting results benefit from advantages in loss and loss adjustment expense ratios backed by line of business expertise.
- Investment income from a growing asset base provides considerable support to the group's operating performance.

Business Profile: Favorable

- Well-established market leader in its target, niche markets.
- Exceptionally well diversified by jurisdiction, product line, market segment, and distribution channel.
- Extensive use of industry-leading technology to support all facets of operations.

Enterprise Risk Management: Very Strong

- Risk management capabilities are very strong for the risk profile of the group, and they are in excess of comparable organizations.
- The Philadelphia Insurance Companies' enterprise risk management (ERM) is fully integrated within Tokio Marine's framework, and best practices are shared across all insurance operating entities.
- Utilizes the Tokio Marine Standard Economic Capital Model to deliver analysis encompassing risks.

Rating Lift/Drag

- Strategic importance to the parent through material earnings contributions and diversification. In addition, there is significant integration with the rest of the organization through ERM, investment management and various operational synergies.

Outlook

- Factors supporting the stable outlooks include risk-adjusted capitalization at the strongest level, a history of profitable underwriting and operating results that compare favorably to the peer composite, robust product and geographic diversification complemented by a wide-ranging distribution network, and very strong ERM capabilities. The outlooks further consider the strategic importance to the parent through earnings contributions and diversification.

Rating Drivers

- Negative rating action could result if there is a sustained decline in the group's risk-adjusted capitalization, leading to pressure on its balance sheet strength assessment.
- Negative rating action could occur if there is an unfavorable change in AM Best's view of the strategic importance of Philadelphia Insurance Companies to the Tokio Marine organization.
- While unlikely, an upgrade of Tokio Marine could lead to a positive rating action.

Key Financial Indicators

Best's Capital Adequacy Ratio (BCAR) Scores (%)

Confidence Level	95.0	99.0	99.5	99.6
BCAR Score	69.5	55.1	47.9	45.5

Source: Best's Capital Adequacy Ratio Model - P/C, US

Key Financial Indicators USD (000)	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Premiums Written:							
Direct	2,367,095	2,259,368	4,678,918	4,413,556	4,067,477	3,835,546	3,589,467
Assumed*	251,496	235,756	14,126	11,476	12,384	12,633	12,265
Ceded*	510,697	505,649	545,270	501,011	373,512	405,224	350,758
Net	2,107,894	1,989,475	4,147,774	3,924,021	3,706,349	3,442,954	3,250,975
Net Operating Income	304,158	311,821	671,398	640,088	464,082	407,906	410,885
Net Income	251,856	292,191	626,417	602,211	456,094	398,815	375,557
Total Admitted Assets	14,050,253	13,449,439	13,510,586	12,911,146	12,160,742	11,354,827	10,564,727
Policyholders' Surplus	4,426,300	4,339,535	4,167,040	4,034,510	3,617,636	3,229,289	2,804,396

Source: BestLink® - Best's Financial Suite
*Quarterly premiums include affiliated reinsurance premiums that are eliminated in annual assumed and ceded values.

Key Financial Ratios (%)	6-Months		Year End - December 31					Weighted Average
	2025	2024	2024	2023	2022	2021	2020	
Profitability:								
Combined Ratio	95.2	95.2	93.1	92.0	93.9	94.0	94.5	93.5
Reserve Development Combined Ratio Impact	-3.3	0.5	-0.5	-3.4	-2.2	-2.8	0.7	-1.7
Net Investment Yield	4.6	4.8	4.9	4.8	3.5	3.1	3.3	4.0
Pre-Tax Operating Return on Net Earned Premiums	18.1	19.1	20.5	21.0	15.6	14.4	14.8	17.4
Net Income Return on Policyholders' Surplus	11.7	14.0	15.3	15.7	13.3	13.2	14.2	14.5
Total Return on Policyholders' Surplus	11.1	14.6	15.9	16.0	12.0	13.9	13.7	14.5
Leverage:								
Net	3.1	3.0	3.2	3.2	3.4	3.6	3.9	...
Gross	...	...	3.6	3.5	3.7	3.9	4.2	...
Non-affiliated Investment	46.7	49.0	49.6	54.6	61.6	67.3	66.6	...

Source: BestLink® - Best's Financial Suite

Credit Analysis

Balance Sheet Strength

The group maintains the strongest level of risk-adjusted capitalization, as measured by Best's Capital Adequacy Ratio (BCAR). Growth in surplus has largely kept pace with the increase in premium and loss reserves in recent years, resulting in consistent net underwriting leverage measures that are on pace with the composite. The annual generation of retained earnings has been the driver of the group's considerable surplus appreciation over the last decade, even with it being constrained by shareholder dividends. Annual dividends over the five-year period ending 2024 totaled $770 million. Both underwriting and investment activities have contributed materially to the group's organic earnings production.

Capitalization

The group maintains solid levels of current and overall liquidity, with the latter exceeding the industry composite average. The group's liquidity is reflected in increased premium collections and the considerable operating cash flow generated annually. Additionally, the membership of the group's two operating companies with the Federal Home Loan Bank of Pittsburgh (FHLB) provides an additional source of liquidity, if needed. The companies can utilize established borrowing capacity based on their FHLB-eligible level of collateral. As of June 30, 2025, there were no borrowings outstanding with the FHLB. Finally, implicit capital support is provided by reinsurance programs with affiliated entities within Tokio Marine Holdings, Inc., and explicit support is available if necessary.

Balance Sheet Strength (Continued...)

Capital Generation Analysis USD (000)	6-Months 2025	6-Months 2024	Year End - December 31 2024	2023	2022	2021	2020
Beginning Policyholders' Surplus	4,167,040	4,034,510	4,034,510	3,617,636	3,229,289	2,804,396	2,480,086
Net Operating Income	304,158	311,821	671,398	640,088	464,082	407,906	410,885
Net Realized Capital Gains (Losses)	-52,303	-19,630	-44,981	-37,877	-7,988	-9,091	-35,327
Net Unrealized Capital Gains (Losses)	-12,974	12,791	27,604	11,237	-45,748	19,830	-13,050
Stockholder Dividends	...	...	-517,000	-220,100	...	-15,000	-17,873
Other Changes in Capital and Surplus	20,379	43	-4,490	23,526	-22,000	21,248	-20,325
Net Change in Policyholders' Surplus	259,260	305,025	132,530	416,874	388,346	424,894	324,310
Ending Policyholders' Surplus	4,426,300	4,339,535	4,167,040	4,034,510	3,617,636	3,229,289	2,804,396
Net Change in Policyholders' Surplus (%)	6.2	7.6	3.3	11.5	12.0	15.2	13.1
Net Change in Policyholders' Surplus (5 yr CAGR)	...	...	10.9	...	...	...	...

Source: BestLink® - Best's Financial Suite

Liquidity Analysis	6-Months 2025	6-Months 2024	Year End - December 31 2024	2023	2022	2021	2020
Net Operating Cash Flow USD (000)	418,103	390,473	995,276	863,617	771,439	800,948	709,574
Current Liquidity (%)	115.5	116.2	114.0	113.8	110.9	109.4	106.6

Source: BestLink® - Best's Financial Suite

Asset Liability Management - Investments

Net investment income has grown in each of the past five years as the group's growing invested asset base has been strongly influenced by increases in written premium and the elevated interest rate environment. The generation of substantial operating cash flow can be directly tied to the increased investment income. The level of invested assets in a portfolio emphasizing tax-exempt state and municipal bonds has resulted in a pre-tax investment yield slightly above the composite average. The growth in invested assets has remained consistent despite substantial levels of shareholder dividends paid annually to the parent organization.

Composition of Cash and Invested Assets	6-Months 2025	6-Months 2024	Year End - December 31 2024	2023	2022	2021	2020
Total Cash and Invested Assets USD (000)	12,216,343	11,740,053	11,810,063	11,309,999	10,714,424	10,018,254	9,256,065
Composition Percentages (%)							
Unaffiliated:							
Cash and Short Term Investments	2.8	2.1	1.6	1.4	1.1	1.2	0.4
Bonds	87.1	87.0	87.5	86.7	86.1	86.1	87.4
Stocks	0.2	0.2	0.2	0.3	0.4	0.6	0.6
Other Invested Assets	9.9	10.7	10.7	11.6	12.4	12.0	11.5
Total Unaffiliated	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0

Source: BestLink® - Best's Financial Suite

Bonds and Short Term Investments - Distribution by Maturity (%)	Years 0-1	1-5	5-10	10-20	20+	Average (Years)
Government Bonds	0.4	0.9	0.5	0.3	0.1	5.9
Government Agencies and Municipal Bonds	1.3	5.0	7.2	13.8	9.2	13.9
Industrial and Miscellaneous Bonds	4.6	23.3	15.1	4.8	7.9	8.2
Bank Loans	0.5	4.0	0.4	...	...	3.1
Hybrid Securities	0.1	0.2	0.2	...	0.1	6.2
Total Bonds	7.0	33.4	23.4	18.9	17.3	9.9

Source: BestLink® - Best's Financial Suite

Balance Sheet Strength (Continued...)

Reserve Adequacy

Reserve development has generally been favorable across most calendar years though the development is variable across accident years. The reserves developed favorably by $8.1M in 2024 (0.2% of PHS). Surety, commercial auto liability, and commercial multi-peril were the biggest drivers of the favorable development. Finally, reserve adequacy was evaluated as part of a 2020 independent audit and the company-carried reserves were slightly above the point estimate selected by auditor (PwC) at that time.

	6-Months		Year End - December 31				
Loss and Loss Adjustment Expense Reserves and Development - Calendar Year	**2025**	**2024**	**2024**	**2023**	**2022**	**2021**	**2020**
Loss and ALAE* Reserves USD (000)	6,662,425	6,324,620	6,094,193	5,817,778	5,635,010	5,410,035	5,254,208
Loss and ALAE* Reserves Development USD (000)	-68,701	10,934	...	-8,148	-87,571	-64,178	-7,553
Development to:							
Original Reserves (%)	...	...	...	-0.1	-1.5	-1.2	-0.1
Prior Year End Reserves(%)	-1.1	0.2	...	...	...	...	...
Prior Year End Surplus (%)	-1.6	0.3	...	-0.2	-2.4	-2.0	-0.3

Source: BestLink® - Best's Financial Suite

* Interim LAE reserves balances displayed include Adjusting and Other Unpaid as well as Defense and Cost Containment Unpaid. Year End LAE balances include Defense and Cost Containment Unpaid only.

	Year End - December 31				
Loss and Loss Adjustment Expense Reserves and Development - Accident Year	**2024**	**2023**	**2022**	**2021**	**2020**
Original Loss and ALAE Reserves USD (000)	1,888,980	1,783,207	1,795,135	1,631,868	1,531,821
Loss and ALAE Reserves Developed thru Latest Year End USD (000)	1,888,980	1,736,915	1,705,436	1,485,731	1,292,958
Development to Original Reserves (%)	...	-2.6	-5.0	-9.0	-15.6
Accident Year Loss and LAE Ratio (%)	62.1	62.4	62.3	61.6	55.3
Accident Year Combined Ratio (%)	93.6	94.1	93.4	92.0	85.6

Source: BestLink® - Best's Financial Suite

Holding Company Assessment

Implicit capital support is provided by reinsurance programs with affiliated entities within Tokio Marine Holdings, Inc., while explicit support is also available, if necessary.

Operating Performance

Excellent underwriting results and considerable investment income have produced consistently strong earnings over the past five years, generating pre-tax returns on revenue and surplus that outpaced those of the commercial casualty composite. Consistent underwriting and operating cash flows have facilitated growth in the invested asset base, providing the impetus for greater net investment income generation. In some years, income production has been dampened by higher-than-average catastrophe losses. The impact of these occasional years has been mitigated by reinsurance programs, comprehensive underwriting criteria, and proactive management of policy terms and conditions. A.M. Best expects the group to continue judiciously employing a strategy emphasizing growth in targeted niche areas. New product implementation and an organized, committed approach to prospecting should enable the group to further capitalize on its leadership position in the specialty commercial lines marketplace.

The group's excellent underwriting results over the past five years are driven by favorable loss ratios when compared to the composite. Strictly defined niches, product innovation, and individual account underwriting are the operational hallmarks that have led to historically favorable results. The group's expense ratio, which has improved over the last five years, remains over two points better the composite, which has helped lead to a five-year combined ratio that is over three percentage points more favorable than the composite average. The long-held philosophy of Philadelphia Insurance Companies is for the group to generate an underwriting profit on each line of business written.

Another factor influencing the favorable results in recent years is the group's focused and disciplined market expansion. Additionally, the group's marketing strategy has successfully utilized product differentiation and the maintenance of close customer contact with

Operating Performance (Continued...)

agents and insureds to cultivate long-term relationships. A.M. Best believes the strong underwriting fundamentals will continue to provide opportunities to generate underwriting profits in the future.

Net investment income has been strong over the past five years, as the group's growing invested asset base has been aided by the increases in written premium. The generation of substantial operating cash flow is directly tied to the increased investment income. The level of invested assets in a portfolio emphasizing tax-exempt state and municipal bonds has resulted in a pre-tax investment yield on par with the composite average. The growth in invested assets has been consistent despite substantial levels of shareholder dividends paid to the parent organization in four of the last five years.

Going forward, A.M. Best expects the group to pursue additional top-line growth resulting from expanded marketing efforts, the continued maturation of recently introduced products, along with the addition of new products. Other opportunities may be created by market dislocation where the group can utilize its ample and diverse distribution force to pursue these new business opportunities. A.M. Best expects the group's capitalization to remain strong and comfortably supportive of the ratings.

Operating and Financial Performance Ratios (%) - Company	6-Months		Year End - December 31					
	2025	2024	2024	2023	2022	2021	2020	Weighted Average
Calendar Year Loss and LAE Ratio	63.4	63.3	61.6	60.3	62.8	63.6	64.1	62.4
Expense and Policyholder Dividend Ratio	31.8	31.8	31.5	31.7	31.1	30.5	30.4	31.1
Combined Ratio	95.2	95.2	93.1	92.0	93.9	94.0	94.5	93.5
Reserve Development Ratio Impact	-3.3	0.5	-0.5	-3.4	-2.2	-2.8	0.7	-1.7
Net Investment Yield	4.6	4.8	4.9	4.8	3.5	3.1	3.3	4.0
Pre-Tax Operating Return on Net Earned Premiums	18.1	19.1	20.5	21.0	15.6	14.4	14.8	17.4
Net Income Return on Policyholders' Surplus	11.7	14.0	15.3	15.7	13.3	13.2	14.2	14.5
Total Return on Policyholders' Surplus	11.1	14.6	15.9	16.0	12.0	13.9	13.7	14.5

Source: BestLink® - Best's Financial Suite

Operating and Financial Performance Ratios (%) - Composite	6-Months		Year End - December 31					
	2025	2024	2024	2023	2022	2021	2020	Weighted Average
Calendar Year Loss and LAE Ratio	69.2	67.8	67.6	69.1	67.9	67.3	70.4	68.4
Expense and Policyholder Dividend Ratio	28.6	29.0	29.4	28.4	28.3	28.8	29.7	28.9
Combined Ratio	97.8	96.8	97.0	97.5	96.2	96.1	100.1	97.3
Reserve Development Ratio Impact	-0.6	-0.4	-0.6	-0.3	-0.6	-1.9	-1.1	-0.8
Net Investment Yield	4.0	3.8	4.2	3.9	3.2	3.3	3.2	3.6
Pre-Tax Operating Return on Net Earned Premiums	11.6	11.9	14.0	12.5	12.6	13.2	9.7	12.5
Net Income Return on Policyholders' Surplus	8.4	9.2	11.1	8.9	9.1	11.0	7.0	9.5
Total Return on Policyholders' Surplus	10.2	11.5	12.9	10.8	5.4	14.1	7.9	10.3

Source: BestLink® - Best's Financial Suite

Industry Composite: Commercial Casualty Composite - BestLink® - Best's Financial Suite

Business Profile

Philadelphia Insurance Companies (the "group") consists of Philadelphia Indemnity Insurance Company (PIIC) and Tokio Marine Specialty Insurance Company (TMSIC) (formerly Philadelphia Insurance Company).

PIIC is a Pennsylvania-domiciled property and casualty insurance company with licenses in 50 states and the District of Columbia. TMSIC is a Delaware-domiciled property and casualty insurance company approved for excess and surplus lines business in 49 states, the District of Columbia, and the U.S. Virgin Islands. TMSIC's business plan focuses on underwriting the group's niche products on a surplus lines basis in those jurisdictions in which the products are not offered on an admitted basis. PIIC and TMSIC proportionately share all premium, losses and expenses on a pro rata basis, under the terms of an intercompany reinsurance pooling agreement. The pooling percentages of PIIC and TMSIC are 95% and 5%, respectively.

The group designs, markets and underwrites specialty commercial property and casualty and professional liability insurance products tailored for the unique exposures of niche markets, providing competitively priced policies, local service relationships, and differentiated coverage features. The group's products include commercial multi-peril package insurance targeting specialized niches, including among others, non-profit organizations, condominium associations, private, vocational and specialty schools, religious organizations,

Business Profile (Continued...)

day-care facilities, recreation and outdoor products industry, and health and fitness centers. Other products include commercial automobile insurance, property insurance for large commercial accounts, inland marine products targeting larger risks such as miscellaneous property floaters and select classes of professional liability and management liability products. During 2011, the group launched a surety division that began offering surety bonds for contractors, sub-contractors, and others in the construction industry as well as other selective commercial surety bonds. In 2012, the group launched an excess and surplus lines division. New products are developed annually to complement those that become more mature and competitive. These new products are designed to take advantage of emerging exposures and developing or changing market niches.

A select group of approximately 199 "preferred agents" and a broader network of approximately 12,000 independent producers complement the group's approximately 120 marketing professionals located in 50 regional and field offices across 13 regions covering the United States. The group's distribution model integrates proactive risk selection into the underwriting process via direct contact with the business prospect and/or policyholder.

Going forward, A.M. Best expects the group to pursue additional top-line growth resulting from expanded marketing efforts, the continued maturation of recently introduced products, and the strategic addition of new products. Other opportunities may be created by market dislocation where the group can utilize its ample and diverse distribution force to pursue these new business opportunities.

	6-Months		Year End - December 31					5 Year
Premium Composition and Growth	**2025**	**2024**	**2024**	**2023**	**2022**	**2021**	**2020**	**CAGR**
Direct Premiums Written USD (000)	2,367,095	2,259,368	4,678,918	4,413,556	4,067,477	3,835,546	3,589,467	...
% Change	4.8	7.3	6.0	8.5	6.0	6.9	-2.8	4.8
Reinsurance Premiums Assumed USD (000)*	251,496	235,756	14,126	11,476	12,384	12,633	12,265	...
% Change	6.7	9.6	23.1	-7.3	-2.0	3.0	-21.6	-2.0
Reinsurance Premiums Ceded USD (000)*	510,697	505,649	545,270	501,011	373,512	405,224	350,758	...
% Change	1.0	10.7	8.8	34.1	-7.8	15.5	3.7	10.0
Net Premiums Written USD (000)	2,107,894	1,989,475	4,147,774	3,924,021	3,706,349	3,442,954	3,250,975	...
% Change	6.0	6.7	5.7	5.9	7.7	5.9	-3.5	4.2

Source: BestLink® - Best's Financial Suite

*Quarterly premiums include affiliated reinsurance premiums that are eliminated in annual assumed and ceded values.

	Direct Premiums Written		Reinsurance Premiums Assumed		Reinsurance Premiums Ceded		Net Premiums Written		Business Retention
2024 By Line Business	**USD (000)**	**%**	**USD (000)**	**%**	**USD (000)**	**%**	**USD (000)**	**%**	**%**
Comm M.P.	2,391,765	51.1	...	...	190,234	34.9	2,201,531	53.1	92.0
Other Liab Occurrence	656,120	14.0	...	...	203,416	37.3	452,704	10.9	69.0
Comm Auto Liab	599,663	12.8	11,285	79.9	27,453	5.0	583,495	14.1	95.5
Other Liab Claims made	466,406	10.0	...	...	33,502	6.1	432,904	10.4	92.8
Auto Phys Dmg	220,774	4.7	2,630	18.6	7,156	1.3	216,248	5.2	96.8
Top 5	4,334,728	92.6	13,915	98.5	461,762	84.7	3,886,881	93.7	89.4
All Other	344,190	7.4	211	1.5	83,509	15.3	260,892	6.3	75.8
Total	4,678,918	100.0	14,126	100.0	545,270	100.0	4,147,774	100.0	88.4

Source: BestLink® - Best's Financial Suite

Business Profile (Continued...)

Geographic Breakdown by Direct Premiums Written USD (000)	Year End - December 31				
	2024	2023	2022	2021	2020
California	660,632	604,186	563,368	532,678	493,062
New York	504,003	469,495	442,494	431,481	416,869
Florida	311,632	307,016	282,673	272,463	240,241
Texas	294,479	304,751	279,053	261,831	246,681
Pennsylvania	241,248	223,319	217,444	204,114	190,836
Top 5 States	2,011,994	1,908,766	1,785,032	1,702,567	1,587,688
All Other	2,666,924	2,504,790	2,282,445	2,132,979	2,001,779
Total	4,678,918	4,413,556	4,067,477	3,835,546	3,589,467
Geographic Concentration Index	0.05	...	...	...	...

Source: BestLink® - Best's Financial Suite

Enterprise Risk Management

The Enterprise Risk Management (ERM) structure in place is extensive and well-integrated with key risks identified and the specific committees or teams assigned to monitor and address each risk. It includes the establishment and maintenance of appropriate controls with respect to each risk category. The ERM structure is headed up by the executive management team with a specific ERM Committee overseeing both Corporate Governance and Departmental Functions. Each committee reports directly to the executive management team. The lead ERM Committee consists of the CEO, CFO, CIO, Chief Actuarial Officer, and the director of internal audit. A separate Audit Committee reviews the activities/output of the ERM Committee. Every key risk has a risk-based "dashboard" that is always available to management. This dashboard details each key risk; denotes the perils or circumstances that could lead to the risk arising; quantifies the risk; and shows work in progress as far as addressing the risk.

Philadelphia Insurance Companies' ERM structure is also fully integrated with that of TMHD. Dashboard calculations are consistent with TMHD's Standard Capital Modeling Manual. Philadelphia Insurance Companies' Dynamic Portfolio Optimization program is being evaluated and selectively implemented across other TMHD Group companies, which is proving valuable with respect to east coast hurricane exposure determinations.

Reinsurance Summary

The group maintains a number of property and casualty reinsurance coverages. The details for the largest programs can be found below:

Property CAT XOL (Coverage shared with FICOH): Provides coverage up to $850M for risks in excess of $140M retention. Four layers sit atop the retention, and each layer is allowed one reinstatement at 100% premium. TMHD assumes between 47-53% of each layer above the retention, similar to prior years.

Casualty XOL Treaty (Coverage shared with FICOH): Provides coverage for risks in excess of $5M retention up to $16M in one layer with unlimited reinstatements. PHLY has a 15% co-participation. Casualty risk exposures greater than $16M would be covered with facultative reinsurance.

Property XOL Treaty Provides coverage of $87.5M of loss in excess of a $12.5M retention. Limits are provided in 3 layers:

- $12.5M excess $12.5M (reinsurer limit - $62.5M)

- $25M excess $25M (reinsurer limit - $50M)

- $50M excess $50M (reinsurer limit - $100M)

Underlying Property XOL Treaty: Provides coverage of $5M of loss in excess of a $7.5M retention, subject to an Annual Aggregate Loss Deductible of $12.5M (Total reinsurer limit is $20M; subject to a $5M aggregate limit for terrorism coverage).

Underlying Wildfire XOL Treaty: Provides coverage of $5M of loss in excess of a $7.5M retention, subject to a total aggregate amount of reinsured losses of $20M.

Enterprise Risk Management (Continued...)

Per Risk Terrorism Coverage: $87.5M aggregate limit in excess of $12.5M retention included in the property excess of loss reinsurance treaty.

Casualty Clash XOL Treaty (Coverage shared with FICOH): Provides coverage for casualty exposures such as extra contractual obligations and losses in excess of policy limits, and other casualty losses not covered by the Company's "core" Casualty excess of loss treaty, in excess of $5M retention up to $50M in five layers, with the renewal layers placed at 100% for 2025:

- $5M excess $5M (reinsurer limit - $10M)

- $10M excess $10M (reinsurer limit - $20M)

- $10M excess $20M (reinsurer limit - $20M)

- $10M excess $30M (reinsurer limit - $20M)

- $10M excess $40M (reinsurer limit - $20M); 48.5% placed

Casualty Clash Terrorism Coverage: $35M aggregate limit in excess of $5M retention included in the Casualty Clash excess of loss reinsurance treaty.

Surety XOL Treaty: Provides coverage for losses under all Bonds underwritten by the Company's Surety Division that are in excess of $10M retention up to $115M in three layers:

- $20M excess $10M (reinsurer limit - $80M) (Prior year - 2024 was $14M xs $6M)

- $40M excess $30M (reinsurer limit - $80M) (Prior year - 2024 was $30M xs $20M)

- $45M excess $70M (reinsurer limit - $90M) (Prior year – 2024 was $50M xs $50M)

Facultative Coverage:

- Automatic facultative excess of loss reinsurance facility with General Reinsurance Corporation for property losses in excess of $100M up to $150M except for risks located in Florida, Hawaii and Harris County, Texas where coverage for property losses is in excess of $100M up to $130M. In addition, the automatic facultative facility provides terrorism coverage of $50M in the aggregate.

- Individual – Facultative reinsurance is placed for property and casualty risks in excess of treaty limits.

- Facultative reinsurance is also purchased by Underwriters on individual property and casualty risks within Treaty limits, based on Underwriter judgment and Underwriting Department guidelines.

Environmental, Social & Governance

AM Best considers the company's exposure to material environmental, social, and corporate governance (ESG) risks to be low. The company operates in an environment where its underwriting activities have low or no exposure to climate risk, and its profile on underwriting and investments are not exposed to so-called toxic assets and industries. The company operates in line with market peers, and at present ESG factors are unlikely to impact the credit quality of the company in the short term. There are no regulatory requirements relating to ESG, although the company regularly monitors developments to ensure its practices are compliant.

Rating Lift/Drag

The Philadelphia Insurance Cos. are an important source of both earnings and risk diversification to Tokio Marine's North American Operations. In 2020, the company expanded its collaboration with Tokio Marine where they introduced their preferred agents to PURE which is another company under Tokio Marine umbrella. Beyond that, the company continues to rely on Delphi Financial for management of its investment portfolio, and Philadelphia Insurance actively participates and helps in driving strategy at quarterly Tokio Marine P&C meetings.

Other group synergies include:

- Enhanced franchise value for Preferred Agents

Rating Lift/Drag (Continued...)

- Cross selling of products

- Shared services cost efficiencies

- Global CAT reinsurance program

- Enterprise risk management

- Expanded global presence of TMHD leadership team

Financial Statements

	6-Months		Year End - December 31			
	2025		2024		2023	
Balance Sheet	**USD (000)**	**%**	**USD (000)**	**%**	**USD (000)**	**%**
Cash and Short Term Investments	337,918	2.4	193,523	1.4	162,898	1.3
Bonds	10,637,818	75.7	10,330,268	76.5	9,804,183	75.9
Preferred and Common Stock	26,431	0.2	27,229	0.2	30,158	0.2
Other Invested Assets	1,214,177	8.6	1,259,042	9.3	1,312,760	10.2
Total Cash and Invested Assets	12,216,343	86.9	11,810,063	87.4	11,309,999	87.6
Premium Balances	1,459,573	10.4	1,278,930	9.5	1,211,527	9.4
Net Deferred Tax Asset	184,314	1.3	179,848	1.3	173,758	1.3
Other Assets	190,022	1.4	241,746	1.8	215,862	1.7
Total Assets	14,050,253	100.0	13,510,586	100.0	12,911,146	100.0
Loss and Loss Adjustment Expense Reserves:						
Net Reported Loss Reserves*	2,481,556	17.7	2,239,106	16.6	2,269,579	17.6
Net IBNR Loss Reserves*	4,180,869	29.8	2,978,380	22.0	2,688,783	20.8
Net LAE Reserves	...	...	1,161,370	8.6	1,144,042	8.9
Total Net Loss and LAE Reserves	6,662,425	47.4	6,378,856	47.2	6,102,405	47.3
Net Unearned Premiums	2,105,518	15.0	2,095,366	15.5	1,986,320	15.4
Other Liabilities	856,010	6.1	869,325	6.4	787,912	6.1
Total Liabilities	9,623,953	68.5	9,343,547	69.2	8,876,637	68.8
Capital Stock	8,775	0.1	8,775	0.1	8,775	0.1
Paid-In and Contributed Surplus	404,714	2.9	404,714	3.0	404,714	3.1
Unassigned Surplus	4,012,811	28.6	3,753,551	27.8	3,621,021	28.0
Total Policyholders' Surplus	4,426,300	31.5	4,167,040	30.8	4,034,510	31.2
Total Liabilities and Surplus	14,050,253	100.0	13,510,586	100.0	12,911,146	100.0

Source: BestLink® - Best's Financial Suite
* Interim reserves balances include LAE.

AMB #: 018667 - Philadelphia Insurance Companies

Income Statement USD (000)	6-Months 2025	6-Months 2024	Year End - December 31 2024	Year End - December 31 2023
Net Premiums Earned	2,097,742	1,995,079	4,038,728	3,796,701
Net Losses and LAE Incurred:				
Current Accident Year	1,398,999	1,252,943	2,508,496	2,418,572
Prior Accident Years	-68,701	10,934	-20,179	-129,702
Underwriting Expenses Incurred	669,429	632,557	1,305,550	1,243,719
Dividends to Policyholders	349	312	440	486
Net Underwriting Income	97,665	98,333	244,421	263,626
Net Investment Income	276,776	279,012	568,321	528,094
Other Income (Expense)	4,967	2,862	14,122	3,886
Pre-Tax Operating Income	379,409	380,207	826,864	795,606
Income Taxes Incurred	75,251	68,386	155,467	155,517
Net Operating Income	304,158	311,821	671,398	640,088
Net Realized Capital Gains (Losses)	-52,303	-19,630	-44,981	-37,877
Net Income	251,856	292,191	626,417	602,211

Source: BestLink® - Best's Financial Suite

Statement of Operating Cash Flows USD (000)	6-Months 2025	6-Months 2024	Year End - December 31 2024	Year End - December 31 2023
Net Premiums Collected	1,930,784	1,888,627	4,111,490	3,804,553
Net Losses Paid	846,559	879,069	1,845,626	1,799,099
Expenses Paid	880,421	801,244	1,659,814	1,545,260
Dividends to Policyholders	349	312	440	486
Net Underwriting Cash Flow	203,455	208,003	605,610	459,709
Net Investment Income	267,965	270,934	554,127	523,500
Other Income (Expense)	5,138	2,839	14,764	3,903
Income Taxes Paid (Recovered)	58,455	91,302	179,225	123,494
Net Operating Cash Flow	418,103	390,473	995,276	863,617

Source: BestLink® - Best's Financial Suite

Last Update
October 23, 2025

Identifiers
AMB #: 018667

This company is a data record that AM Best utilizes to represent the AM Best Consolidated financials for the Property/Casualty business of AMB#: 058633 Tokio Marine Holdings, Inc..

AMB#: 003616 Philadelphia Indemnity Insurance Company has been assigned as the AMB Group Lead for this consolidation and should be used to access name, address, or other contact information for this AM Best Consolidated Group.

Financial Data Presented

See LINK for details of the entities represented by the data presented in this report.

Philadelphia Insurance Companies

Operations

Date Incorporated: February 10, 1927

Domiciled: Pennsylvania, United States

Business Type: Property/Casualty
Organization Type: Stock
Marketing Type: Broker

Best's Credit Ratings

Rating Relationship

This group represents an AM Best Rating Unit. In our opinion, companies under this Rating Unit have a Superior ability to meet their ongoing insurance obligations and a Superior ability to meet their ongoing senior financial obligations.

Best's Credit Rating Effective Date: October 23, 2025

Rating rationale and credit analysis can be found in the Best's Credit Report for AMB# 018667 - Philadelphia Insurance Companies.

		Best's Credit Ratings	
AMB#	**Rating Unit Members**	**Financial Strength Rating**	**Long-Term Issuer Credit Rating**
003616	Philadelphia Indemnity Ins Co	A++	aa+
000763	Tokio Marine Specialty Ins Co	A++	aa+

Corporate Structure

Associated Ultimate Parent: AMB # 058633 - Tokio Marine Holdings, Inc.

Based on AM Best's analysis, AMB# 058633 Tokio Marine Holdings, Inc. is the Associated Ultimate Parent to this group. Its current data structure is based on the corporate structure for the associated ultimate parent and the non-legal entities such as data records and AM Best Groups. Access current Data Structure in BestLink.

Financial Results

Financial exhibits presented in this report provide calculated ratios using the most recent AM Best consolidated statements available in BestLink - Best's Statement File – P/C, US. Access Quantitative Analytical Report (QAR) Annual and Quarterly for additional details.

Currency: US Dollars

AMB #: 018667 - Philadelphia Insurance Companies

Balance Sheet Highlights

Ceded Reinsurance Analysis	Year End - December 31 2024	2023	2022	2021	2020
Philadelphia Insurance Companies					
Ceded Reinsurance USD (000)	1,496,939	1,241,788	1,061,653	1,083,502	886,555
Business Retention (%)	88.4	88.7	90.8	89.5	90.3
Reinsurance Recoverables to PHS (%)	24.4	20.0	20.6	22.5	20.3
Ceded Reinsurance to PHS (%)	35.9	30.8	29.3	33.6	31.6
Commercial Casualty Composite					
Business Retention (%)	79.2	79.1	78.6	78.5	79.2
Reinsurance Recoverables to PHS (%)	69.4	71.0	72.3	72.2	73.0
Ceded Reinsurance to PHS (%)	102.8	103.5	104.0	103.7	102.7

Source: BestLink® - Best's Financial Suite

2024 Reinsurance Recoverables USD (000)	Paid & Unpaid Losses	Incurred but not reported (IBNR) losses	Unearned premiums	Other Recoverables	Total Reinsurance Recoverables
US Affiliates	426,978	636,272	281,774	6,103	1,351,127
Foreign Affiliates	15,513	29,469	19,235	2,143	66,360
US Insurers	202,102	360,762	118,498	...	681,362
Pools/Associations	75,899	4,451	17,089	...	97,439
Other Non-US	76,324	62,343	18,331	146	157,144
Total (excluding US Affiliates)	369,838	457,025	173,153	2,289	1,002,305
Grand Total	803,096	1,099,464	458,997	8,392	2,369,949

Source: BestLink® - Best's Financial Suite

Asset Liability Management | Investments

Bond Portfolio	6-Months 2025	2024	Year End - December 31 2024	2023	2022	2021	2020
Bonds & Short Term Investments USD(000)	10,642,560	10,231,930	10,355,375	9,810,180	9,227,148	8,627,526	8,088,913
By Issuer (%)							
Unaffiliated Bonds:							
US Government	...	...	1.6	1.8	0.7	1.1	1.6
Foreign Government	...	...	0.6	1.0	0.7	0.9	1.0
Foreign - All other	...	...	4.7	3.1	3.0	4.1	2.9
State, Municipal & Special Revenue	...	...	36.6	40.4	40.4	40.7	43.1
Industrial and Misc, Hybrid and SVO Identified	...	...	56.4	53.7	55.2	53.2	51.5
Bonds and Short Term Investments By Private vs Public (%)							
Private issues	...	...	35.8	34.8	34.6	35.4	34.4
Public issues	...	...	64.2	65.2	65.4	64.6	65.6
Bonds and Short Term Investments By Quality (%)							
Class 1	74.9	74.0	75.1	73.5	72.0	69.8	72.7
Class 2	17.2	17.6	17.3	17.6	18.6	19.5	17.9
Class 3	3.0	3.4	3.0	3.7	4.0	4.8	4.3
Class 4	2.5	2.8	3.3	2.9	4.1	5.2	4.2
Class 5	2.2	2.1	1.2	2.2	1.3	0.6	0.8
Class 6	0.2	0.1	0.1	0.1	0.1	...	0.1
Below Investment Grade (NAIC 3-6)	7.9	8.4	7.6	8.9	9.4	10.7	9.4
Below Investment Grade - % of Policyholders' Surplus	19.0	19.7	18.9	21.6	24.1	28.6	27.0

Source: BestLink® - Best's Financial Suite

AMB #: 018667 - Philadelphia Insurance Companies

Balance Sheet Highlights

Asset Liability Management | Investments (Continued...)

	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Stock Portfolio							
Stocks USD(000)	26,431	21,758	27,229	30,158	43,062	62,528	59,091
By Type (%)							
Unaffiliated Common	...	...	75.2	73.3	66.2	69.2	73.5
Unaffiliated Preferred	...	...	24.8	26.7	33.8	30.8	26.5

Source: BestLink® - Best's Financial Suite

Operating Performance Highlights

Operating and Financial Performance Ratios (%)	6-Months		Year End - December 31					Weighted Average
	2025	2024	2024	2023	2022	2021	2020	
Commercial Casualty Composite								
Calendar Year Loss and LAE Ratio	69.2	67.8	67.6	69.1	67.9	67.3	70.4	68.4
Expense and Policyholder Dividend Ratio	28.6	29.0	29.4	28.4	28.3	28.8	29.7	28.9
Combined Ratio	97.8	96.8	97.0	97.5	96.2	96.1	100.1	97.3
Reserve Development Ratio Impact	-0.6	-0.4	-0.6	-0.3	-0.6	-1.9	-1.1	-0.8
Net Investment Yield	4.0	3.8	4.2	3.9	3.2	3.3	3.2	3.6
Pre-Tax Operating Return on Net Earned Premiums	11.6	11.9	14.0	12.5	12.6	13.2	9.7	12.5
Net Income Return on Policyholders' Surplus	8.4	9.2	11.1	8.9	9.1	11.0	7.0	9.5
Total Return on Policyholders' Surplus	10.2	11.5	12.9	10.8	5.4	14.1	7.9	10.3

Source: BestLink® - Best's Financial Suite

	Year End - December 31				
	2024	2023	2022	2021	2020
By Line - Net Loss Ratio (%)					
Comm M.P.	49.8	52.4	53.7	58.6	55.2
Other Liab	65.9	53.4	61.2	54.9	55.2
Comm Auto Liab	57.2	50.7	53.2	48.5	58.8
Auto Phys Dmg	53.2	54.5	54.1	49.1	36.6
Surety	6.6	21.6	16.6	18.8	16.3
Other A&H	1.0	-2.1	8.9	...	...
Fidelity	11.6	6.8	23.3	11.0	42.6
Product Liab	-0.7	23.6	9.9	-30.3	-29.1
Farmowners	69.0	96.7	53.4	42.7	118.7
PP Auto Liab	121.4	93.0	99.5	93.7	86.6
All Other	9.1	10.9	10.2	30.2	35.2
Total	52.1	50.4	53.2	53.5	52.7

Source: BestLink® - Best's Financial Suite

AMB #: 018667 - Philadelphia Insurance Companies

Operating Performance Highlights

Geographic - Direct Loss Ratio (%)	Year End - December 31 2024	2023	2022	2021	2020
California	63.5	64.8	61.2	64.9	51.1
New York	49.6	49.5	56.6	44.1	42.8
Florida	83.9	48.4	66.0	65.2	80.6
Texas	72.3	53.3	49.9	90.1	61.1
Pennsylvania	49.8	45.8	58.2	52.7	55.5
Massachusetts	46.9	37.9	39.0	39.0	32.4
New Jersey	38.9	65.6	50.5	51.2	46.0
Arizona	37.4	43.5	44.6	57.0	67.3
Illinois	71.9	63.5	55.9	53.3	70.7
Colorado	49.2	47.9	43.9	62.7	57.5
All Other	52.2	49.9	52.7	49.4	51.7
Total	56.0	52.1	54.3	55.2	53.2

Source: BestLink® - Best's Financial Suite

Business Profile Highlights

Historical Market Presence

By Line Breakdown - NPW USD (000)	Year End - December 31 2024	2023	2022	2021	2020
Comm M.P.	2,201,531	2,061,673	1,880,732	1,768,207	1,685,458
Other Liab	885,607	860,425	894,072	806,965	757,624
Comm Auto Liab	583,495	547,520	506,095	470,518	435,565
Auto Phys Dmg	216,248	201,024	182,713	173,087	167,068
Surety	156,483	155,029	153,467	137,333	128,748
Other A&H	41,744	38,408	36,815	...	...
Fidelity	16,459	16,334	16,377	20,556	16,729
Product Liab	13,928	12,344	10,746	8,921	10,316
Farmowners	10,289	9,433	8,149	4,916	1,738
PP Auto Liab	8,351	7,809	7,341	7,380	7,810
All Other	13,640	14,023	9,841	45,073	39,919
Total	4,147,774	3,924,021	3,706,349	3,442,954	3,250,975

Source: BestLink® - Best's Financial Suite

By Line Reserves USD (000)	Year End - December 31 2024	2023	2022
Comm M.P.	3,324,052	3,196,975	3,146,179
Other Liab	2,003,797	1,882,786	1,842,751
Comm Auto Liab	846,692	812,808	792,852
Surety	130,271	131,980	113,111
Product Liab	17,676	17,588	14,959
Other A&H	14,899	21,812	29,331
Auto Phys Dmg	14,509	12,452	12,021
PP Auto Liab	11,386	11,519	12,315
Farmowners	6,613	3,882	1,549
Fidelity	5,404	6,428	6,871
All Other	3,556	4,175	7,543
Total	6,378,856	6,102,405	5,979,482

Source: BestLink® - Best's Financial Suite

Last Update
October 23, 2025

Identifiers
AMB #: 003616
NAIC #: 18058
FEIN #: 23-1738402
LEI #: 549300FW5KRD1EYKTD66

Contact Information
Administrative Office:
Three Bala Plaza East, Suite 400,
Bala Cynwyd, Pennsylvania
19004-1403
United States

Domiciliary Address:
One Bala Plaza, Suite 100,
Bala Cynwyd, Pennsylvania
19004-1403
United States

Web: www.phly.com
Phone: +1-610-617-7900
Fax: +1-610-617-7940

Financial Data Presented

The financial data in this report reflects the most current data available at the time the report was printed.

Filing Date History

August 18, 2025 (6-Month)
May 16, 2025 (3-Month)
April 02, 2025 (April Annual)
March 18, 2025 (March Annual)
November 18, 2024 (9-Month)

Philadelphia Indemnity Insurance Company

Operations

Date Incorporated: February 10, 1927 **| Date Commenced:** March 01, 1927

Domiciled: Pennsylvania, United States

Licensed: (Current since 07/08/2019). The company is licensed in the District of Columbia, Guam, Puerto Rico, U.S. Virgin Islands and all states.

Business Type:	Property/Casualty
Organization Type:	Stock
Marketing Type:	Broker
Best's Financial Size Category:	XV (Greater than or Equal to USD 2.00 Billion)

Best's Credit Ratings

Rating Relationship

AM Best Rating Unit: **018667 - Philadelphia Insurance Companies**

Best's Credit Rating Effective Date: October 23, 2025

Philadelphia Indemnity Insurance Company is a member of Philadelphia Insurance Companies (AMB# 018667) rating unit and the rating reflects the pooling arrangement with other members of the rating unit. Refer to the Best's Credit Report for AMB# 018667 - Philadelphia Insurance Companies for details regarding the rating rationale, credit analysis, and financial exhibits available at the time the credit analysis was performed.

Best's Credit Rating History

AM Best has assigned ratings on this company since 1981. In our opinion, the company has a Superior ability to meet their ongoing insurance obligations and a Superior ability to meet their ongoing senior financial obligations.

The following are the most recent rating events, for longer history refer to Rating History in BestLink:

Best's Credit Rating History (Continued...)

	Best's Financial Strength Ratings				Best's Long-Term Issuer Credit Ratings		
Effective Date	**Rating**	**Affiliation**	**Outlook**	**Action**	**Rating**	**Outlook**	**Action**
Current - Oct 23, 2025	**A++**	**p (Pooled Rating)**	**Stable**	**Affirmed**	**aa+**	**Stable**	**Affirmed**
Nov 8, 2024	A++	p (Pooled Rating)	Stable	Affirmed	aa+	Stable	Affirmed
Dec 8, 2023	A++	p (Pooled Rating)	Stable	Affirmed	aa+	Stable	Affirmed
Dec 14, 2022	A++	p (Pooled Rating)	Stable	Affirmed	aa+	Stable	Affirmed
Dec 9, 2021	A++	p (Pooled Rating)	Stable	Affirmed	aa+	Stable	Affirmed

Corporate Structure

Ultimate Parent: AMB # 058633 - Tokio Marine Holdings, Inc.

Based on AM Best's analysis, AMB# 058633 Tokio Marine Holdings, Inc. is the AMB Ultimate Parent and identifies the topmost entity of the corporate structure. Access in BestLink this company's current Corporate Structure.

Management

The company is wholly owned by Philadelphia Consolidated Holding Corp. (Philadelphia Consolidated), which is also the parent of Tokio Marine Specialty Insurance Company. The company maintains joint administrative offices with Tokio Marine Specialty Insurance Company. Effective December 1, 2008, Philadelphia Consolidated was acquired by Tokio Marine Holdings, Inc. (TMHD) through TMHD's wholly owned subsidiary, Tokio Marine & Nichido Fire Insurance Co., Ltd. (TMNF). TMNF was founded in 1879, and is the oldest and largest property and casualty insurer in Japan. On March 31, 2012, TMNF contributed 100% of the outstanding shares of Philadelphia Consolidated to Tokio Marine North America, Inc. (TMNA), an insurance holding company domiciled in the State of Delaware and a wholly owned direct subsidiary of TMNF.

Management of the company is under the direction of John W. Glomb, President & Chief Executive Officer. He serves in a similar capacity with the affiliate, Tokio Marine Specialty Insurance Company.

The company has an agreement with Maguire Insurance Agency, Inc., which is also wholly owned by Philadelphia Consolidated, to provide underwriting, policy service, claims handling and sales support. The company also has an agreement with TMNA Services, LLC, which is wholly owned by TMNA, to provide accounting and finance, actuarial, legal, facility maintenance, information technology, human capital, corporate communications and internal audit services. The compensation structure is based on fees consistent with industry standards.

Officers

President and Chief Underwriting Officer: John W. Glomb
EVP and Chief Claim Officer: William J. Benecke
EVP and Chief Operations Officer: Robert Pottle (Strategic)
EVP and Chief Marketing Officer: Brian J. O'Reilly
EVP, Treasurer and CFO: Karen A. Gilmer-Pauciello
SVP and Chief Underwriting Officer: John Doyle

Directors

Karen A. Gilmer-Pauciello
Bruce Meyer
Michael J. Morris
Robert D. O'Leary (Chairman)
Donald A. Pizer
Shuhei Furuta
John Glomb

History

The company was incorporated under the laws of the Commonwealth of Pennsylvania as the Philadelphia Mutual Insurance Company on February 4, 1927, and began business on March 1 of the same year. The name, Philadelphia Insurance Company, went into effect after the company converted from a mutual company to a stock company on December 3, 1987. The present title was adopted on June 20, 1990, concurrent with the merger of a former companion carrier, The Preserver Assurance Company.

Common capital stock of $4,500,000 consists of 450,000 shares of common stock at a par value of $10 per share. A total of 1,000,000 shares are authorized.

Recent M&A Transactions

Announced on	Closed on	Transaction Type	Status	Target	Acquirer	Seller
06/12/2015	06/12/2015	Acquisition	Closed	Allen J. Flood Co's	Phila Indemnity Ins	

Search for this company in Mergers & Acquisitions in BestLink for additional details and previous transactions.

Corporate Changes

Date	Event Type	Company Name	Current Company Name	Corporate Changes Text
12/01/2008	Ownership	Philadelphia Indemnity Insurance Company		This company's parent, Philadelphia Consolidated Holding Corp., was acquired by Tokio Marine Holdings Inc. on December 1, 2008.
06/20/1990	Name Change	Philadelphia Insurance Company	Philadelphia Indemnity Insurance Company	This company changed its name to Philadelphia Indemnity Insurance Company on June 20, 1990.
12/03/1987	Name Change	Philadelphia Mutual Insurance Company	Philadelphia Indemnity Insurance Company	This company changed its name to Philadelphia Insurance Company on December 3, 1987.

Search for this company in Corporate Changes in BestLink to review previous changes.

Regulatory

Auditor: PricewaterhouseCoopers, LLP
Actuary: Joseph Kilroy, FCAS, MAAA

An examination of the financial condition is being made as of December 31, 2020, by the insurance department of Pennsylvania. The 2024 annual independent audit of the company was conducted by PricewaterhouseCoopers, LLP. The annual statement of actuarial opinion is provided by Joseph Kilroy, FCAS, MAAA, Chief Actuarial Officer.

Professional Service Providers

Investment Managers, Advisors, Brokers/Dealers:

- DELPHI CAPITAL MANAGEMENT, INC. (Affiliated Firm)
- ABRDN INC. (Unaffiliated Firm)
- ACORE CAPITAL, LP (Unaffiliated Firm)
- ACRES CAPITAL, LLC (Unaffiliated Firm)
- ALLSPRING GLOBAL INVESTMENTS (Unaffiliated Firm)
- CANYON CAPITAL REALTY ADVISORS, LLC (Unaffiliated Firm)
- CBF-D MANAGER, LLC (Unaffiliated Firm)
- EARNEST PARTNER LIMITED, LLC (Unaffiliated Firm)
- FLAHERTY & CRUMRINE INCORPORATED (Unaffiliated Firm)
- GC ADVISORS, LLC (Unaffiliated Firm)
- H.I.G. CAPITAL, LLC (Unaffiliated Firm)
- HIGHBRIDGE PRINCIPAL STRATEGIES, LLC (Unaffiliated Firm)
- KAYNE SENIOR CREDIT II MANAGER, L.P. (Unaffiliated Firm)
- MEDLEY SMA ADVISORS, LLC (Unaffiliated Firm)
- NEW ENGLAND ASSET MANAGEMENT (Unaffiliated Firm)
- NOMURA CORPORATE RESEARCH AND ASSET MANAGEMENT, IN (Unaffiliated Firm)
- PROPHET CAPITAL ASSET MANAGEMENT, LP (Unaffiliated Firm)

- RCG LONGVIEW MANAGEMENT, LLC (Unaffiliated Firm)
- SERONE CAPITAL MANAGEMENT, LLP (Unaffiliated Firm)
- SIXTH STREET INSURANCE SOLUTIONS, L.P. (Unaffiliated Firm)
- TCW ASSET MANAGEMENT COMPANY LLC (Unaffiliated Firm)
- TENNENBAUM CAPITAL PARTNERS, LLC (Unaffiliated Firm)
- WELLS CAPITAL MANAGEMENT, INC. (Unaffiliated Firm)

State Rate Filings

Director of State Rate Filings: Samuel Garro | Senior Vice President Compliance

Summary of Approved Filings

The table below shows the number of approved filings in the last five years. For more information, please refer to Best's State Rate Filings - 003616 - Philadelphia Indemnity Insurance Company

Major Line	2025	2024	2023	2022	2021
Commercial Auto	27	189	356	203	183
Commercial General Liability	742	1,314	1,187	1,064	1,443
Commercial Inland Marine	21	27	58	61	92
Commercial Interline	23	74	7	49	120
Commercial Multi-Peril	188	241	196	433	403
Credit	...	...	...	1	1
Crime	11	2	4	10	99
Farmowners Multi-Peril	1	...	...	...	1
Fidelity & Surety	...	3	1	...	2
Fire And Allied Lines (Commercial Property)	183	504	204	333	261
Fire And Allied Lines (Personal Property)	...	1	...	...	...
Medical Malpractice	44	4	1	3	54
Personal Inland Marine	36	2	...	3	68
Personal Interline	1	3	5	13	14
Private Passenger Auto	45	34	11	9	13
Total	1,322	2,398	2,030	2,182	2,754

Source: Best's State Rate Filings

AMB #: 003616 - Philadelphia Indemnity Insurance Company

Financial Statements

Financial Statements reflected were compiled from the most recent company-filed statement available in BestLink - Best's Statement File – P/C, US.

Currency: US Dollars

	6-Months		Year End - December 31			
	2025		2024		2023	
Balance Sheet	**USD (000)**	**%**	**USD (000)**	**%**	**USD (000)**	**%**
Cash and Short Term Investments	319,455	2.4	176,533	1.4	147,539	1.2
Bonds	10,058,857	75.8	9,774,559	76.6	9,263,769	76.0
Preferred and Common Stock	26,264	0.2	27,061	0.2	30,008	0.2
Other Invested Assets	1,211,764	9.1	1,259,042	9.9	1,312,760	10.8
Total Cash and Invested Assets	11,616,340	87.5	11,237,195	88.0	10,754,075	88.2
Premium Balances	1,336,392	10.1	1,166,132	9.1	1,108,771	9.1
Net Deferred Tax Asset	172,968	1.3	168,818	1.3	162,612	1.3
Other Assets	152,059	1.1	191,956	1.5	169,165	1.4
Total Assets	13,277,759	100.0	12,764,101	100.0	12,194,623	100.0
Loss and Loss Adjustment Expense Reserves:						
Net Reported Loss Reserves*	2,357,479	17.8	2,127,151	16.7	2,156,100	17.7
Net IBNR Loss Reserves*	3,971,824	29.9	2,829,461	22.2	2,554,344	20.9
Net LAE Reserves	...	...	1,103,302	8.6	1,086,840	8.9
Total Net Loss and LAE Reserves	6,329,303	47.7	6,059,913	47.5	5,797,284	47.5
Net Unearned Premiums	2,000,242	15.1	1,990,597	15.6	1,887,004	15.5
Other Liabilities	753,131	5.7	764,780	6.0	681,167	5.6
Total Liabilities	9,082,677	68.4	8,815,290	69.1	8,365,455	68.6
Capital Stock	4,500	...	4,500	...	4,500	...
Paid-In and Contributed Surplus	386,071	2.9	386,071	3.0	386,071	3.2
Unassigned Surplus	3,804,511	28.7	3,558,240	27.9	3,438,596	28.2
Total Policyholders' Surplus	4,195,083	31.6	3,948,811	30.9	3,829,167	31.4
Total Liabilities and Surplus	13,277,759	100.0	12,764,101	100.0	12,194,623	100.0

Source: BestLink® - Best's Financial Suite
* Interim reserves balances include LAE.

	6-Months		Year End - December 31	
Income Statement USD (000)	**2025**	**2024**	**2024**	**2023**
Net Premiums Earned	1,992,855	1,895,325	3,836,792	3,606,866
Net Losses and LAE Incurred:				
Current Accident Year	1,329,049	1,190,296	2,383,071	2,297,644
Prior Accident Years	-65,266	10,387	-19,170	-123,217
Underwriting Expenses Incurred	635,965	600,889	1,240,478	1,181,615
Dividends to Policyholders	349	312	440	486
Net Underwriting Income	92,757	93,440	231,973	250,338
Net Investment Income	264,749	267,904	545,215	507,724
Other Income (Expense)	4,838	2,731	13,463	3,656
Pre-Tax Operating Income	362,344	364,076	790,652	761,719
Income Taxes Incurred	71,384	64,937	147,704	148,364
Net Operating Income	290,960	299,139	642,947	613,355
Net Realized Capital Gains (Losses)	-52,295	-18,652	-43,841	-37,664
Net Income	238,665	280,487	599,106	575,691

Source: BestLink® - Best's Financial Suite

AMB #: 003616 - Philadelphia Indemnity Insurance Company

Statement of Operating Cash Flows USD (000)	6-Months 2025	6-Months 2024	Year End - December 31 2024	Year End - December 31 2023
Net Premiums Collected	1,825,474	1,791,733	3,909,437	3,611,807
Net Losses Paid	832,766	848,774	1,754,720	1,714,269
Expenses Paid	813,628	758,775	1,578,240	1,464,718
Dividends to Policyholders	349	312	440	486
Net Underwriting Cash Flow	178,731	183,872	576,037	432,334
Net Investment Income	256,378	259,716	531,219	502,623
Other Income (Expense)	4,838	2,732	14,185	3,659
Income Taxes Paid (Recovered)	55,073	76,560	158,880	121,864
Net Operating Cash Flow	384,874	369,760	962,560	816,751

Source: BestLink® - Best's Financial Suite

Financial Results

Financial exhibits presented in this report provide calculated ratios using the most recent company-filed statements available in BestLink - Best's Statement File – P/C, US. Access Quantitative Analytical Report (QAR) Annual and Quarterly for additional details.

Currency: US Dollars

Key Financial Indicators

Key Financial Indicators USD (000)	6-Months 2025	6-Months 2024	Year End - December 31 2024	2023	2022	2021	2020
Premiums Written:							
Direct	2,175,735	2,079,046	4,326,148	4,085,836	3,784,831	3,575,433	3,368,653
Assumed*	146,101	136,282	14,126	11,476	12,384	12,633	12,265
Ceded*	319,337	325,327	399,889	369,491	276,184	317,260	292,492
Net	2,002,499	1,890,001	3,940,385	3,727,820	3,521,031	3,270,807	3,088,426
Net Operating Income	290,960	299,139	642,947	613,355	444,012	388,588	390,644
Net Income	238,665	280,487	599,106	575,691	435,559	379,501	355,294
Total Admitted Assets	13,277,759	12,700,388	12,764,101	12,194,623	11,474,302	10,699,044	9,935,147
Policyholders' Surplus	4,195,083	4,117,792	3,948,811	3,829,167	3,416,143	3,045,464	2,626,705

Source: BestLink® - Best's Financial Suite

*Quarterly premiums include affiliated reinsurance premiums that are eliminated in annual assumed and ceded values.

Key Financial Ratios (%)	6-Months 2025	6-Months 2024	Year End - December 31 2024	2023	2022	2021	2020	Weighted Average
Profitability:								
Combined Ratio	95.2	95.2	93.1	92.0	93.9	94.0	94.5	93.5
Reserve Development Combined Ratio Impact	-3.3	0.5	-0.5	-3.4	-2.2	-2.8	0.7	-1.7
Net Investment Yield	4.6	4.8	4.9	4.8	3.6	3.1	3.3	4.0
Pre-Tax Operating Return on Net Earned Premiums	18.2	19.2	20.6	21.1	15.7	14.4	14.8	17.5
Net Income Return on Policyholders' Surplus	11.7	14.1	15.4	15.9	13.5	13.4	14.4	14.6
Total Return on Policyholders' Surplus	11.1	14.7	16.1	16.2	12.1	14.1	13.9	14.6
Leverage:								
Net	3.1	3.0	3.2	3.2	3.4	3.6	4.0	...
Gross	...	...	3.5	3.4	3.6	3.9	4.2	...
Non-affiliated Investment	49.3	51.6	52.3	57.4	65.2	71.2	71.0	...

Source: BestLink® - Best's Financial Suite

AMB #: 003616 - Philadelphia Indemnity Insurance Company

Balance Sheet Highlights

Capital Generation Analysis USD (000)	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Beginning Policyholders' Surplus	3,948,811	3,829,167	3,829,167	3,416,143	3,045,464	2,626,705	2,301,351
Net Operating Income	290,960	299,139	642,947	613,355	444,012	388,588	390,644
Net Realized Capital Gains (Losses)	-52,295	-18,652	-43,841	-37,664	-8,453	-9,086	-35,350
Net Unrealized Capital Gains (Losses)	-12,979	12,088	26,905	11,159	-45,119	19,828	-12,895
Stockholder Dividends	...	...	-500,000	-200,000	...	...	...
Other Changes in Capital and Surplus	20,585	-3,950	-6,367	26,174	-19,761	19,429	-17,044
Net Change in Policyholders' Surplus	246,271	288,625	119,644	413,024	370,679	418,759	325,355
Ending Policyholders' Surplus	4,195,083	4,117,792	3,948,811	3,829,167	3,416,143	3,045,464	2,626,705
Net Change in Policyholders' Surplus (%)	6.2	7.5	3.1	12.1	12.2	15.9	14.1
Net Change in Policyholders' Surplus (5 yr CAGR)	...	...	11.4	...	...	...	...

Source: BestLink® - Best's Financial Suite

Liquidity Analysis	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Net Operating Cash Flow USD (000)	384,874	369,760	962,560	816,751	747,037	762,189	658,562
Current Liquidity (%)	115.7	116.5	114.3	114.0	110.9	109.3	106.3

Source: BestLink® - Best's Financial Suite

Ceded Reinsurance Analysis	Year End - December 31				
	2024	2023	2022	2021	2020
Philadelphia Indemnity Insurance Company					
Ceded Reinsurance USD (000)	1,255,381	1,009,708	839,216	865,938	731,015
Business Retention (%)	90.8	91.0	92.7	91.2	91.3
Reinsurance Recoverables to PHS (%)	21.2	16.4	16.7	18.3	17.3
Ceded Reinsurance to PHS (%)	31.8	26.4	24.6	28.4	27.8
Commercial Casualty Composite					
Business Retention (%)	79.2	79.1	78.6	78.5	79.2
Reinsurance Recoverables to PHS (%)	69.4	71.0	72.3	72.2	73.0
Ceded Reinsurance to PHS (%)	102.8	103.5	104.0	103.7	102.7

Source: BestLink® - Best's Financial Suite

2024 Reinsurance Recoverables USD (000)	Paid & Unpaid Losses	Incurred but not reported (IBNR) losses	Unearned premiums	Other Recoverables	Total Reinsurance Recoverables
US Affiliates	162,979	218,828	120,793	5,623	508,223
Foreign Affiliates	13,746	24,977	15,286	2,143	56,152
US Insurers	175,552	286,578	101,619	...	563,749
Pools/Associations	75,899	4,451	17,089	...	97,439
Other Non-US	54,968	40,566	10,504	146	106,184
Total (excluding US Affiliates)	320,165	356,572	144,498	2,289	823,524
Grand Total	489,008	579,564	268,053	7,912	1,344,537

Source: BestLink® - Best's Financial Suite

Balance Sheet Highlights

Asset Liability Management | Investments

	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Composition of Cash and Invested Assets							
Total Cash and Invested Assets USD (000)	11,616,340	11,157,051	11,237,195	10,754,075	10,179,117	9,499,958	8,760,786
Composition Percentages (%)							
Unaffiliated:							
Cash and Short Term Investments	2.8	2.0	1.6	1.4	0.9	1.4	0.4
Bonds	86.6	86.6	87.0	86.1	85.6	85.3	86.8
Stocks	0.2	0.2	0.2	0.3	0.4	0.7	0.7
Other Invested Assets	10.4	11.3	11.2	12.2	13.1	12.7	12.2
Total Unaffiliated	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0

Source: BestLink® - Best's Financial Suite

	Years					
Bonds and Short Term Investments	0-1	1-5	5-10	10-20	20+	Average (Years)
Distribution by Maturity (%)						
Government Bonds	0.4	0.9	0.6	0.3	0.1	5.9
Government Agencies and Municipal Bonds	1.3	4.8	7.0	13.8	9.4	14.0
Industrial and Miscellaneous Bonds	4.7	22.9	15.2	4.9	8.0	8.2
Bank Loans	0.5	4.2	0.4	...	...	3.1
Hybrid Securities	0.1	0.3	0.2	...	0.1	6.2
Total Bonds	7.0	33.1	23.3	19.0	17.6	10.0

Source: BestLink® - Best's Financial Suite

	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Bond Portfolio							
Bonds & Short Term Investments USD(000)	10,063,600	9,678,489	9,799,666	9,269,765	8,709,873	8,102,442	7,601,946
By Issuer (%)							
Unaffiliated Bonds:							
US Government	...	...	1.6	1.9	0.7	1.2	1.6
Foreign Government	...	...	0.7	1.0	0.8	1.0	1.0
Foreign - All other	...	...	4.9	3.2	3.1	4.3	3.0
State, Municipal & Special Revenue	...	...	36.3	39.8	39.4	39.5	42.0
Industrial and Misc, Hybrid and SVO Identified	...	...	56.5	54.0	55.9	54.1	52.3
Bonds and Short Term Investments By Private vs Public (%)							
Private issues	...	...	36.2	35.5	35.7	36.6	35.8
Public issues	...	...	63.8	64.5	64.3	63.4	64.2
Bonds and Short Term Investments By Quality (%)							
Class 1	74.1	73.1	74.3	72.5	70.9	68.5	71.5
Class 2	17.6	18.0	17.7	18.1	19.2	20.1	18.5
Class 3	3.1	3.6	3.2	3.9	4.2	5.1	4.5
Class 4	2.7	2.9	3.5	3.1	4.3	5.5	4.5
Class 5	2.3	2.2	1.3	2.3	1.3	0.6	0.8
Class 6	0.2	0.1	0.1	0.1	0.1	...	0.1
Below Investment Grade (NAIC 3-6)	8.3	8.9	8.0	9.4	10.0	11.4	9.9
Below Investment Grade - % of Policyholders' Surplus	20.0	20.8	19.9	22.7	25.4	30.2	28.7

Source: BestLink® - Best's Financial Suite

Balance Sheet Highlights

Asset Liability Management | Investments (Continued...)

	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Stock Portfolio							
Stocks USD(000)	26,264	21,590	27,061	30,008	42,955	62,456	59,046
By Type (%)							
Unaffiliated Common	...	...	75.0	73.1	66.1	69.2	73.5
Unaffiliated Preferred	...	...	25.0	26.9	33.9	30.8	26.5

Source: BestLink® - Best's Financial Suite

Reserve Adequacy

Loss and Loss Adjustment Expense Reserve Development

	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Calendar Year:							
Loss and ALAE* Reserves USD (000)	6,329,303	6,008,389	5,789,483	5,526,887	5,353,259	5,139,533	4,991,495
Loss and ALAE* Reserves Development USD (000)	-65,266	10,387	...	-7,743	-83,192	-60,970	-7,178
Development to:							
Original Reserves (%)	...	...	...	-0.1	-1.5	-1.2	-0.1
Prior Year End Reserves(%)	-1.1	0.2	...	...	...	...	...
Prior Year End Surplus (%)	-1.7	0.3	...	-0.2	-2.4	-2.0	-0.3

Source: BestLink® - Best's Financial Suite

* Interim LAE reserves balances displayed include Adjusting and Other Unpaid as well as Defense and Cost Containment Unpaid. Year End LAE balances include Defense and Cost Containment Unpaid only.

	Year End - December 31				
	2024	2023	2022	2021	2020
Accident Year:					
Original Loss and ALAE Reserves USD (000)	1,794,531	1,694,047	1,705,378	1,550,275	1,455,230
Loss and ALAE Reserves Developed thru Latest Year End USD (000)	1,794,531	1,650,069	1,620,164	1,411,445	1,228,310
Development to Original Reserves (%)	...	-2.6	-5.0	-9.0	-15.6
Accident Year Loss and LAE Ratio (%)	62.1	62.4	62.3	61.6	55.3
Accident Year Combined Ratio (%)	93.6	94.1	93.4	92.0	85.7

Source: BestLink® - Best's Financial Suite

Operating Performance Highlights

Operating and Financial Performance Ratios (%)	6-Months		Year End - December 31					Weighted Average
	2025	2024	2024	2023	2022	2021	2020	
Philadelphia Indemnity Insurance Company								
Calendar Year Loss and LAE Ratio	63.4	63.3	61.6	60.3	62.8	63.6	64.1	62.4
Expense and Policyholder Dividend Ratio	31.8	31.8	31.5	31.7	31.1	30.5	30.4	31.1
Combined Ratio	95.2	95.2	93.1	92.0	93.9	94.0	94.5	93.5
Reserve Development Ratio Impact	-3.3	0.5	-0.5	-3.4	-2.2	-2.8	0.7	-1.7
Net Investment Yield	4.6	4.8	4.9	4.8	3.6	3.1	3.3	4.0
Pre-Tax Operating Return on Net Earned Premiums	18.2	19.2	20.6	21.1	15.7	14.4	14.8	17.5
Net Income Return on Policyholders' Surplus	11.7	14.1	15.4	15.9	13.5	13.4	14.4	14.6
Total Return on Policyholders' Surplus	11.1	14.7	16.1	16.2	12.1	14.1	13.9	14.6

Source: BestLink® - Best's Financial Suite

AMB #: 003616 - Philadelphia Indemnity Insurance Company

Operating Performance Highlights

Operating and Financial Performance Ratios (%)	6-Months		Year End - December 31					Weighted Average
	2025	2024	2024	2023	2022	2021	2020	
Commercial Casualty Composite								
Calendar Year Loss and LAE Ratio	69.2	67.8	67.6	69.1	67.9	67.3	70.4	68.4
Expense and Policyholder Dividend Ratio	28.6	29.0	29.4	28.4	28.3	28.8	29.7	28.9
Combined Ratio	97.8	96.8	97.0	97.5	96.2	96.1	100.1	97.3
Reserve Development Ratio Impact	-0.6	-0.4	-0.6	-0.3	-0.6	-1.9	-1.1	-0.8
Net Investment Yield	4.0	3.8	4.2	3.9	3.2	3.3	3.2	3.6
Pre-Tax Operating Return on Net Earned Premiums	11.6	11.9	14.0	12.5	12.6	13.2	9.7	12.5
Net Income Return on Policyholders' Surplus	8.4	9.2	11.1	8.9	9.1	11.0	7.0	9.5
Total Return on Policyholders' Surplus	10.2	11.5	12.9	10.8	5.4	14.1	7.9	10.3

Source: BestLink® - Best's Financial Suite

By Line - Net Loss Ratio (%)	Year End - December 31				
	2024	2023	2022	2021	2020
Comm M.P.	49.8	52.4	53.7	58.6	55.2
Other Liab	65.9	53.4	61.2	54.9	55.2
Comm Auto Liab	57.2	50.7	53.2	48.5	58.8
Auto Phys Dmg	53.2	54.5	54.1	49.1	36.6
Surety	6.6	21.6	16.6	18.8	16.3
Other A&H	1.0	-2.1	8.9	...	...
Fidelity	11.6	6.8	23.3	11.0	42.6
Product Liab	-0.7	23.6	9.9	-30.3	-29.1
Farmowners	69.0	96.7	53.4	42.7	118.7
PP Auto Liab	121.4	93.0	99.5	93.7	86.6
All Other	9.1	10.9	10.2	30.2	35.2
Total	52.1	50.4	53.2	53.5	52.7

Source: BestLink® - Best's Financial Suite

Geographic - Direct Loss Ratio (%)	Year End - December 31				
	2024	2023	2022	2021	2020
California	60.1	61.5	61.1	59.6	49.0
New York	50.3	46.2	56.1	43.4	43.8
Texas	75.6	50.2	48.9	88.1	59.1
Florida	85.1	43.4	66.1	64.3	80.8
Pennsylvania	50.5	44.8	58.1	44.8	51.8
Massachusetts	48.4	38.9	40.3	38.7	33.7
New Jersey	40.0	63.2	47.9	52.0	45.9
Arizona	40.2	43.4	42.5	56.4	68.9
Illinois	74.6	66.7	55.1	56.5	69.5
Washington	123.3	76.4	94.5	66.7	49.8
All Other	48.8	48.7	50.2	48.1	52.7
Total	56.4	50.8	54.3	53.4	52.9

Source: BestLink® - Best's Financial Suite

AMB #: 003616 - Philadelphia Indemnity Insurance Company

Business Profile Highlights

Premium Composition and Growth	6-Months 2025	6-Months 2024	Year End - December 31 2024	2023	2022	2021	2020	5 Year CAGR
Direct Premiums Written USD (000)	2,175,735	2,079,046	4,326,148	4,085,836	3,784,831	3,575,433	3,368,653	...
% Change	4.7	6.5	5.9	8.0	5.9	6.1	-2.6	4.6
Reinsurance Premiums Assumed USD (000)*	146,101	136,282	14,126	11,476	12,384	12,633	12,265	...
% Change	7.2	11.9	23.1	-7.3	-2.0	3.0	-21.6	-2.0
Reinsurance Premiums Ceded USD (000)*	319,337	325,327	399,889	369,491	276,184	317,260	292,492	...
% Change	-1.8	7.9	8.2	33.8	-12.9	8.5	7.1	7.9
Net Premiums Written USD (000)	2,002,499	1,890,001	3,940,385	3,727,820	3,521,031	3,270,807	3,088,426	...
% Change	6.0	6.7	5.7	5.9	7.7	5.9	-3.5	4.2

Source: BestLink® - Best's Financial Suite
*Quarterly premiums include affiliated reinsurance premiums that are eliminated in annual assumed and ceded values.

2024 By Line Business	Direct Premiums Written USD (000)	Direct Premiums Written %	Reinsurance Premiums Assumed USD (000)	Reinsurance Premiums Assumed %	Reinsurance Premiums Ceded USD (000)	Reinsurance Premiums Ceded %	Net Premiums Written USD (000)	Net Premiums Written %	Business Retention %
Comm M.P.	2,270,669	52.5	...	...	179,215	44.8	2,091,454	53.1	92.1
Comm Auto Liab	595,835	13.8	11,285	79.9	52,800	13.2	554,321	14.1	91.3
Other Liab Occurrence	517,133	12.0	56,483	399.9	143,548	35.9	430,068	10.9	75.0
Other Liab Claims made	410,825	9.5	14,894	105.4	14,460	3.6	411,259	10.4	96.6
Auto Phys Dmg	220,552	5.1	2,630	18.6	17,746	4.4	205,436	5.2	92.0
Top 5	4,015,014	92.8	85,292	603.8	407,769	102.0	3,692,537	93.7	90.1
All Other	311,134	7.2	-71,167	-99.9	-7,881	-2.0	247,848	6.3	103.3
Total	4,326,148	100.0	14,126	100.0	399,889	100.0	3,940,385	100.0	90.8

Source: BestLink® - Best's Financial Suite

Historical Market Presence

By Line Breakdown - NPW USD (000)	Year End - December 31 2024	2023	2022	2021	2020
Comm M.P.	2,091,454	1,958,589	1,786,696	1,679,796	1,601,185
Other Liab	841,327	817,404	849,369	766,616	719,743
Comm Auto Liab	554,321	520,144	480,790	446,992	413,787
Auto Phys Dmg	205,436	190,972	173,577	164,433	158,714
Surety	148,659	147,278	145,794	130,466	122,310
Other A&H	39,657	36,487	34,974	...	...
Fidelity	15,636	15,518	15,558	19,528	15,892
Product Liab	13,231	11,727	10,209	8,475	9,800
Farmowners	9,774	8,961	7,742	4,670	1,652
PP Auto Liab	7,933	7,418	6,974	7,011	7,419
All Other	12,958	13,322	9,349	42,819	37,923
Total	3,940,385	3,727,820	3,521,031	3,270,807	3,088,426

Source: BestLink® - Best's Financial Suite

Business Profile Highlights

Historical Market Presence (Continued...)

By Geographic Breakdown - DPW USD (000)	Year End - December 31 2024	2023	2022	2021	2020
California	581,591	530,498	501,385	470,218	443,139
New York	464,839	435,551	416,804	408,391	395,705
Texas	273,857	284,793	260,129	241,591	230,160
Florida	272,615	275,427	256,009	251,259	225,321
Pennsylvania	234,816	218,538	213,144	200,360	186,675
Massachusetts	214,064	196,505	182,710	172,181	163,634
New Jersey	194,170	173,011	163,311	146,755	141,732
Arizona	110,166	104,399	94,520	91,827	86,827
Illinois	105,972	100,543	92,449	91,667	87,916
Washington	101,077	100,406	100,429	97,927	89,899
All Other	1,772,980	1,666,165	1,503,939	1,403,256	1,317,646
Total	4,326,148	4,085,836	3,784,831	3,575,433	3,368,653
Geographic Concentration Index	0.05	...	...	...	...

Source: BestLink® - Best's Financial Suite

By Line Reserves USD (000)	Year End - December 31 2024	2023	2022
Comm M.P.	3,157,849	3,037,126	2,988,871
Other Liab	1,903,607	1,788,647	1,750,613
Comm Auto Liab	804,358	772,167	753,209
Surety	123,758	125,381	107,455
Product Liab	16,792	16,709	14,211
Other A&H	14,154	20,721	27,865
Auto Phys Dmg	13,784	11,829	11,420
PP Auto Liab	10,816	10,943	11,699
Farmowners	6,282	3,688	1,471
Fidelity	5,134	6,106	6,527
All Other	3,379	3,966	7,165
Total	6,059,913	5,797,284	5,680,508

Source: BestLink® - Best's Financial Suite

Tokio Marine Specialty Insurance Company

Last Update
October 23, 2025

Identifiers
AMB #: 000763
NAIC #: 23850
FEIN #: 23-2423138

Contact Information

Administrative Office:
Three Bala Plaza East, Suite 400,
Bala Cynwyd, Pennsylvania
19004-1403
United States

Domiciliary Address:
1209 Orange Street, Corporation
Trust Center, Wilmington,
Delaware 19801
United States

Web: www.phly.com
Phone: +1-610-617-7900
Fax: +1-610-617-7940

Financial Data Presented

The financial data in this report reflects the most current data available at the time the report was printed.

Filing Date History

August 14, 2025 (6-Month)
May 15, 2025 (3-Month)
April 02, 2025 (April Annual)
March 18, 2025 (March Annual)
November 18, 2024 (9-Month)

Operations

Date Incorporated: July 15, 1986 | **Date Commenced:** October 23, 1986

Domiciled: Delaware, United States

Licensed: (Current since 08/14/2018). It is authorized as a Domestic Surplus Lines Insurer in Delaware. It also operates on a surplus lines or non-admitted basis in the District of Columbia, U.S. Virgin Islands, AL, AK, AZ, AR, CA, CO, CT, FL, GA, HI, ID, IL, IN, IA, KS, KY, LA, ME, MD, MA, MI, MN, MS, MO, MT, NE, NV, NH, NJ, NM, NY, NC, ND, OH, OK, OR, PA, RI, SC, SD, TN, TX, UT, VT, VA, WA, WV, WI and WY.

Business Type:	Property/Casualty
Organization Type:	Stock
Marketing Type:	Broker
Best's Financial Size Category:	XV (Greater than or Equal to USD 2.00 Billion)

Best's Credit Ratings

Rating Relationship

AM Best Rating Unit: **018667 - Philadelphia Insurance Companies**

Best's Credit Rating Effective Date: October 23, 2025

Tokio Marine Specialty Insurance Company is a member of Philadelphia Insurance Companies (AMB# 018667) rating unit and the rating reflects the pooling arrangement with other members of the rating unit. Refer to the Best's Credit Report for AMB# 018667 - Philadelphia Insurance Companies for details regarding the rating rationale, credit analysis, and financial exhibits available at the time the credit analysis was performed.

Best's Credit Rating History

AM Best has assigned ratings on this company since 1992. In our opinion, the company has a Superior ability to meet their ongoing insurance obligations and a Superior ability to meet their ongoing senior financial obligations.

The following are the most recent rating events, for longer history refer to Rating History in BestLink:

Best's Credit Rating History (Continued...)

	Best's Financial Strength Ratings				Best's Long-Term Issuer Credit Ratings		
Effective Date	**Rating**	**Affiliation**	**Outlook**	**Action**	**Rating**	**Outlook**	**Action**
Current - Oct 23, 2025	**A++**	**p (Pooled Rating)**	**Stable**	**Affirmed**	**aa+**	**Stable**	**Affirmed**
Nov 8, 2024	A++	p (Pooled Rating)	Stable	Affirmed	aa+	Stable	Affirmed
Dec 8, 2023	A++	p (Pooled Rating)	Stable	Affirmed	aa+	Stable	Affirmed
Dec 14, 2022	A++	p (Pooled Rating)	Stable	Affirmed	aa+	Stable	Affirmed
Dec 9, 2021	A++	p (Pooled Rating)	Stable	Affirmed	aa+	Stable	Affirmed

Corporate Structure

Ultimate Parent: AMB # 058633 - Tokio Marine Holdings, Inc.

Based on AM Best's analysis, AMB# 058633 Tokio Marine Holdings, Inc. is the AMB Ultimate Parent and identifies the topmost entity of the corporate structure. Access in BestLink this company's current Corporate Structure.

Management

The company is wholly owned by Philadelphia Consolidated Holding Corp. (Philadelphia Consolidated), which is also the parent of Philadelphia Indemnity Insurance Company. The company maintains joint administrative offices with Philadelphia Indemnity Insurance Company. Effective December 1, 2008, Philadelphia Consolidated was acquired by Tokio Marine Holdings, Inc. (TMHD) through TMHD's wholly owned subsidiary, Tokio Marine & Nichido Fire Insurance Co., Ltd. (TMNF). TMNF was founded in 1879, and is the oldest and largest property and casualty insurer in Japan. On March 31, 2012, TMNF contributed 100% of the outstanding shares of Philadelphia Consolidated to Tokio Marine North America, Inc. (TMNA), an insurance holding company domiciled in the State of Delaware and a wholly owned direct subsidiary of TMNF.

Management of the company is under the direction of John W. Glomb, President & Chief Executive Officer. He serves in a similar capacity with the affiliate, Philadelphia Indemnity Insurance Company.

The company has an agreement with Maguire Insurance Agency, Inc., which is also wholly owned by Philadelphia Consolidated, to provide underwriting, policy service, claims handling and sales support. The company also has an agreement with TMNA Services, LLC, which is wholly owned by TMNA, to provide accounting and finance, actuarial, legal, facility maintenance, information technology, human capital, corporate communications and internal audit services. The compensation structure is based on fees consistent with industry standards.

Officers

President and CEO: John W. Glomb
EVP and Chief Claim Officer: William J. Benecke
EVP and Chief Operations Officer: Robert Pottle (Strategic)
EVP and Chief Marketing Officer: Brian J. O'Reilly
EVP, Treasurer and CFO: Karen A. Gilmer-Pauciello
SVP and Chief Underwriting Officer: John Doyle

Directors

Karen A. Gilmer-Pauciello
Bruce Meyer
Michael J. Morris
Robert D. O'Leary (Chairman)
Donald A. Pizer
Shuhei Furuta
John Glomb

History

The company was incorporated under the laws of the Commonwealth of Pennsylvania on July 15, 1986, as Wheelways Insurance Company and commenced business on October 23, 1986. On November 30, 1990, the name was changed to Philadelphia Insurance Company. Effective November 1, 2012, the company redomesticated to the State of Delaware and adopted the present title of Tokio Marine Specialty Insurance Company.

Common capital stock of $4,274,943 consists of 299,996 shares of common stock at a par value of $14.25 per share. A total of 2,000,000 shares are authorized.

Corporate Changes

Date	Event Type	Company Name	Current Company Name	Corporate Changes Text
11/01/2012	Domiciliary Change	Tokio Marine Specialty Insurance Company		This company redomesticated from Pennsylvania to Delaware on November 1, 2012.
11/01/2012	Name Change	Philadelphia Insurance Company	Tokio Marine Specialty Insurance Company	This company changed its name to Tokio Marine Specialty Insurance Company on November 1, 2012.
12/01/2008	Ownership	Philadelphia Insurance Company		This company's parent, Philadelphia Consolidated Holding Corp., was acquired by Tokio Marine Holdings Inc. on December 1, 2008.
11/30/1990	Name Change	Wheelways Insurance Company	Tokio Marine Specialty Insurance Company	Effective November 30, 1990, the company changed its name to Philadelphia Insurance Company.

Search for this company in Corporate Changes in BestLink to review previous changes.

Regulatory

Auditor: PricewaterhouseCoopers, LLP
Actuary: Joseph Kilroy, FCAS, MAAA

An examination of the financial condition is being made as of December 31, 2020, by the insurance department of Pennsylvania. The 2024 annual independent audit of the company was conducted by PricewaterhouseCoopers, LLP. The annual statement of actuarial opinion is provided by Joseph Kilroy, FCAS, MAAA, Chief Actuarial Officer.

Professional Service Providers

Investment Managers, Advisors, Brokers/Dealers:

- NEW ENGLAND ASSET MANAGEMENT (Unaffiliated Firm)

State Rate Filings

Director of State Rate Filings: Samuel Garro | Senior Vice President Compliance

Summary of Approved Filings

The table below shows the number of approved filings in the last five years. For more information, please refer to Best's State Rate Filings - 000763 - Tokio Marine Specialty Insurance Company

Major Line	2016	2015	2014	2013	2012
Commercial General Liability	1	...	1	...	...
Crime	...	...	...	1	...
Total	1	...	1	1	...

Source: Best's State Rate Filings

Financial Statements

Financial Statements reflected were compiled from the most recent company-filed statement available in BestLink - Best's Statement File – P/C, US.

Currency: US Dollars

	6-Months		Year End - December 31			
	2025		2024		2023	
Balance Sheet	**USD (000)**	**%**	**USD (000)**	**%**	**USD (000)**	**%**
Cash and Short Term Investments	18,463	2.4	16,990	2.3	15,359	2.1
Bonds	578,960	74.9	555,709	74.4	540,414	75.4
Preferred and Common Stock	167	...	168	...	150	...
Other Invested Assets	2,413	0.3	...	...	...	...
Total Cash and Invested Assets	600,003	77.7	572,867	76.7	555,924	77.6
Premium Balances	123,181	15.9	112,798	15.1	102,756	14.3
Net Deferred Tax Asset	11,346	1.5	11,030	1.5	11,147	1.6
Other Assets	37,963	4.9	49,790	6.7	46,697	6.5
Total Assets	772,494	100.0	746,485	100.0	716,524	100.0
Loss and Loss Adjustment Expense Reserves:						
Net Reported Loss Reserves*	124,077	16.1	111,955	15.0	113,479	15.8
Net IBNR Loss Reserves*	209,044	27.1	148,919	19.9	134,439	18.8
Net LAE Reserves	...	...	58,069	7.8	57,202	8.0
Total Net Loss and LAE Reserves	333,121	43.1	318,943	42.7	305,120	42.6
Net Unearned Premiums	105,276	13.6	104,768	14.0	99,316	13.9
Other Liabilities	102,879	13.3	104,546	14.0	106,745	14.9
Total Liabilities	541,276	70.1	528,257	70.8	511,181	71.3
Capital Stock	4,275	0.6	4,275	0.6	4,275	0.6
Paid-In and Contributed Surplus	18,643	2.4	18,643	2.5	18,643	2.6
Unassigned Surplus	208,300	27.0	195,311	26.2	182,425	25.5
Total Policyholders' Surplus	231,218	29.9	218,228	29.2	205,342	28.7
Total Liabilities and Surplus	772,494	100.0	746,485	100.0	716,524	100.0

Source: BestLink® - Best's Financial Suite
* Interim reserves balances include LAE.

	6-Months		Year End - December 31	
Income Statement USD (000)	**2025**	**2024**	**2024**	**2023**
Net Premiums Earned	104,887	99,754	201,936	189,835
Net Losses and LAE Incurred:				
Current Accident Year	69,950	62,647	125,425	120,928
Prior Accident Years	-3,435	547	-1,009	-6,484
Underwriting Expenses Incurred	33,464	31,668	65,073	62,104
Net Underwriting Income	4,908	4,892	12,448	13,287
Net Investment Income	12,027	11,108	23,106	20,370
Other Income (Expense)	129	130	659	230
Pre-Tax Operating Income	17,064	16,131	36,213	33,887
Income Taxes Incurred	3,866	3,449	7,762	7,153
Net Operating Income	13,198	12,681	28,450	26,733
Net Realized Capital Gains (Losses)	-8	-978	-1,140	-213
Net Income	13,190	11,704	27,310	26,520

Source: BestLink® - Best's Financial Suite

AMB #: 000763 - Tokio Marine Specialty Insurance Company

Statement of Operating Cash Flows USD (000)	6-Months 2025	6-Months 2024	Year End - December 31 2024	Year End - December 31 2023
Net Premiums Collected	105,311	96,894	202,053	192,746
Net Losses Paid	13,793	30,295	90,906	84,830
Expenses Paid	66,793	42,469	81,574	80,541
Net Underwriting Cash Flow	24,724	24,130	29,573	27,375
Net Investment Income	11,587	11,218	22,908	20,877
Other Income (Expense)	300	107	579	244
Income Taxes Paid (Recovered)	3,382	14,742	20,345	1,630
Net Operating Cash Flow	33,229	20,713	32,716	46,866

Source: BestLink® - Best's Financial Suite

Financial Results

Financial exhibits presented in this report provide calculated ratios using the most recent company-filed statements available in BestLink - Best's Statement File – P/C, US. Access Quantitative Analytical Report (QAR) Annual and Quarterly for additional details.

Currency: US Dollars

Key Financial Indicators

Key Financial Indicators USD (000)	6-Months 2025	6-Months 2024	Year End - December 31 2024	2023	2022	2021	2020
Premiums Written:							
Direct	191,360	180,323	352,770	327,721	282,645	260,112	220,814
Assumed*	105,395	99,474	...	...	...	...	...
Ceded*	191,360	180,323	145,382	131,519	97,328	87,964	58,265
Net	105,395	99,474	207,389	196,201	185,317	172,148	162,549
Net Operating Income	13,198	12,681	28,450	26,733	20,070	19,318	20,241
Net Income	13,190	11,704	27,310	26,520	20,535	19,314	20,264
Total Admitted Assets	772,494	749,051	746,485	716,524	686,440	655,784	629,581
Policyholders' Surplus	231,218	221,742	218,228	205,342	201,492	183,825	177,691

Source: BestLink® - Best's Financial Suite
*Quarterly premiums include affiliated reinsurance premiums that are eliminated in annual assumed and ceded values.

Key Financial Ratios (%)	6-Months 2025	6-Months 2024	Year End - December 31 2024	2023	2022	2021	2020	Weighted Average
Profitability:								
Combined Ratio	95.2	95.2	93.0	91.9	93.8	94.1	94.4	93.4
Reserve Development Combined Ratio Impact	-3.3	0.5	-0.5	-3.4	-2.2	-2.8	0.7	-1.7
Net Investment Yield	4.1	3.9	4.1	3.7	2.9	2.9	3.1	3.3
Pre-Tax Operating Return on Net Earned Premiums	16.3	16.2	17.9	17.9	13.8	14.1	14.9	15.8
Net Income Return on Policyholders' Surplus	11.7	11.0	12.9	13.0	10.7	10.7	11.4	11.8
Total Return on Policyholders' Surplus	11.7	11.6	13.2	13.1	10.3	10.7	11.3	11.8
Leverage:								
Net	3.3	3.3	3.4	3.4	3.3	3.5	3.5	...
Gross	...	...	4.4	4.5	4.4	4.7	4.3	...
Non-affiliated Investment	0.4	0.1	0.5	1.2	1.2	2.3	1.8	...

Source: BestLink® - Best's Financial Suite

AMB #: 000763 - Tokio Marine Specialty Insurance Company

Balance Sheet Highlights

Capital Generation Analysis USD (000)	6-Months 2025	6-Months 2024	Year End - December 31 2024	2023	2022	2021	2020
Beginning Policyholders' Surplus	218,228	205,342	205,342	201,492	183,825	177,691	178,735
Net Operating Income	13,198	12,681	28,450	26,733	20,070	19,318	20,241
Net Realized Capital Gains (Losses)	-8	-978	-1,140	-213	465	-4	23
Net Unrealized Capital Gains (Losses)	5	703	699	79	-629	2	-155
Stockholder Dividends	...	...	-17,000	-20,100	...	-15,000	-17,873
Other Changes in Capital and Surplus	-206	3,993	1,877	-2,648	-2,239	1,819	-3,281
Net Change in Policyholders' Surplus	12,989	16,400	12,886	3,850	17,667	6,134	-1,044
Ending Policyholders' Surplus	231,218	221,742	218,228	205,342	201,492	183,825	177,691
Net Change in Policyholders' Surplus (%)	6.0	8.0	6.3	1.9	9.6	3.5	-0.6
Net Change in Policyholders' Surplus (5 yr CAGR)	...	...	4.1	...	...	...	...

Source: BestLink® - Best's Financial Suite

Liquidity Analysis	6-Months 2025	6-Months 2024	Year End - December 31 2024	2023	2022	2021	2020
Net Operating Cash Flow USD (000)	33,229	20,713	32,716	46,866	24,402	38,759	51,012
Current Liquidity (%)	111.7	111.3	109.2	109.5	111.2	110.7	110.6

Source: BestLink® - Best's Financial Suite

Ceded Reinsurance Analysis	Year End - December 31 2024	2023	2022	2021	2020
Tokio Marine Specialty Insurance Company					
Ceded Reinsurance USD (000)	241,558	232,080	222,437	217,564	155,540
Business Retention (%)	58.8	59.9	65.6	66.2	73.6
Reinsurance Recoverables to PHS (%)	83.6	86.5	87.0	92.1	64.3
Ceded Reinsurance to PHS (%)	110.7	113.0	110.4	118.4	87.5
Commercial Casualty Composite					
Business Retention (%)	79.2	79.1	78.6	78.5	79.2
Reinsurance Recoverables to PHS (%)	69.4	71.0	72.3	72.2	73.0
Ceded Reinsurance to PHS (%)	102.8	103.5	104.0	103.7	102.7

Source: BestLink® - Best's Financial Suite

2024 Reinsurance Recoverables USD (000)	Paid & Unpaid Losses	Incurred but not reported (IBNR) losses	Unearned premiums	Other Recoverables	Total Reinsurance Recoverables
US Affiliates	263,999	417,444	160,981	480	842,904
Foreign Affiliates	1,767	4,492	3,949	...	10,208
US Insurers	26,550	74,184	16,879	...	117,613
Other Non-US	21,356	21,777	7,827	...	50,960
Total (excluding US Affiliates)	49,673	100,453	28,655	...	178,781
Grand Total	314,088	519,900	190,944	480	1,025,412

Source: BestLink® - Best's Financial Suite

Balance Sheet Highlights

Asset Liability Management | Investments

	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Composition of Cash and Invested Assets							
Total Cash and Invested Assets USD (000)	600,003	583,003	572,867	555,924	535,308	518,296	495,279
Composition Percentages (%)							
Unaffiliated:							
Cash and Short Term Investments	3.1	5.0	3.0	2.8	3.3	-1.3	1.7
Bonds	96.5	94.9	97.0	97.2	96.6	101.3	98.3
Other Invested Assets	0.4	...	...	...	...	...	...
Total Unaffiliated	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0

Source: BestLink® - Best's Financial Suite

	Years					
Bonds and Short Term Investments	0-1	1-5	5-10	10-20	20+	Average (Years)
Distribution by Maturity (%)						
Government Bonds	0.1	0.3	0.1	...	...	4.3
Government Agencies and Municipal Bonds	2.2	8.6	11.6	13.9	5.8	11.1
Industrial and Miscellaneous Bonds	3.2	30.8	14.4	3.0	6.0	6.9
Total Bonds	5.5	39.6	26.1	17.0	11.8	8.7

Source: BestLink® - Best's Financial Suite

	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Bond Portfolio							
Bonds & Short Term Investments USD(000)	578,960	553,441	555,709	540,414	517,275	525,083	486,967
By Issuer (%)							
Unaffiliated Bonds:							
US Government	...	...	0.5	0.6	0.1	0.2	0.2
Foreign - All other	...	...	2.2	1.5	0.4	1.3	1.5
State, Municipal & Special Revenue	...	...	42.1	50.0	56.2	58.2	60.1
Industrial and Misc, Hybrid and SVO Identified	...	...	55.1	47.9	43.3	40.4	38.2
Bonds and Short Term Investments By Private vs Public (%)							
Private issues	...	...	28.6	22.8	15.9	16.6	13.3
Public issues	...	...	71.4	77.2	84.1	83.4	86.7
Bonds and Short Term Investments By Quality (%)							
Class 1	89.6	89.1	89.3	89.7	90.7	89.5	90.8
Class 2	10.3	10.9	10.6	9.9	8.9	9.7	8.6
Class 3	0.1	...	0.1	0.4	0.4	0.6	0.6
Class 4	...	...	...	...	...	0.2	...
Below Investment Grade (NAIC 3-6)	0.1	...	0.1	0.4	0.4	0.8	0.6
Below Investment Grade - % of Policyholders' Surplus	0.3	...	0.4	1.1	1.1	2.3	1.8

Source: BestLink® - Best's Financial Suite

	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Stock Portfolio							
Stocks USD(000)	167	168	168	150	107	72	45
By Type (%)							
Unaffiliated Common	...	...	100.0	100.0	100.0	100.0	100.0

Source: BestLink® - Best's Financial Suite

Balance Sheet Highlights

Reserve Adequacy

Loss and Loss Adjustment Expense Reserve Development

	6-Months		Year End - December 31				
	2025	2024	2024	2023	2022	2021	2020
Calendar Year:							
Loss and ALAE* Reserves USD (000)	333,121	316,231	304,710	290,891	281,751	270,502	262,713
Loss and ALAE* Reserves Development USD (000)	-3,435	547	...	-405	-4,379	-3,208	-375
Development to:							
Original Reserves (%)	...	...	...	-0.1	-1.5	-1.2	-0.1
Prior Year End Reserves(%)	-1.1	0.2	...	...	...	...	...
Prior Year End Surplus (%)	-1.6	0.3	...	-0.2	-2.2	-1.7	-0.2

Source: BestLink® - Best's Financial Suite

* Interim LAE reserves balances displayed include Adjusting and Other Unpaid as well as Defense and Cost Containment Unpaid. Year End LAE balances include Defense and Cost Containment Unpaid only.

	Year End - December 31				
	2024	2023	2022	2021	2020
Accident Year:					
Original Loss and ALAE Reserves USD (000)	94,449	89,160	89,757	81,593	76,591
Loss and ALAE Reserves Developed thru Latest Year End USD (000)	94,449	86,846	85,272	74,286	64,648
Development to Original Reserves (%)	...	-2.6	-5.0	-9.0	-15.6
Accident Year Loss and LAE Ratio (%)	62.1	62.4	62.3	61.6	55.3
Accident Year Combined Ratio (%)	93.5	94.0	93.4	92.1	85.6

Source: BestLink® - Best's Financial Suite

Operating Performance Highlights

Operating and Financial Performance Ratios (%)	6-Months		Year End - December 31					Weighted Average
	2025	2024	2024	2023	2022	2021	2020	
Tokio Marine Specialty Insurance Company								
Calendar Year Loss and LAE Ratio	63.4	63.3	61.6	60.3	62.8	63.6	64.1	62.4
Expense and Policyholder Dividend Ratio	31.8	31.8	31.4	31.7	31.0	30.5	30.3	31.0
Combined Ratio	95.2	95.2	93.0	91.9	93.8	94.1	94.4	93.4
Reserve Development Ratio Impact	-3.3	0.5	-0.5	-3.4	-2.2	-2.8	0.7	-1.7
Net Investment Yield	4.1	3.9	4.1	3.7	2.9	2.9	3.1	3.3
Pre-Tax Operating Return on Net Earned Premiums	16.3	16.2	17.9	17.9	13.8	14.1	14.9	15.8
Net Income Return on Policyholders' Surplus	11.7	11.0	12.9	13.0	10.7	10.7	11.4	11.8
Total Return on Policyholders' Surplus	11.7	11.6	13.2	13.1	10.3	10.7	11.3	11.8

Source: BestLink® - Best's Financial Suite

AMB #: 000763 - Tokio Marine Specialty Insurance Company

Operating Performance Highlights

Operating and Financial Performance Ratios (%)	6-Months		Year End - December 31					Weighted Average
	2025	2024	2024	2023	2022	2021	2020	
Commercial Casualty Composite								
Calendar Year Loss and LAE Ratio	69.2	67.8	67.6	69.1	67.9	67.3	70.4	68.4
Expense and Policyholder Dividend Ratio	28.6	29.0	29.4	28.4	28.3	28.8	29.7	28.9
Combined Ratio	97.8	96.8	97.0	97.5	96.2	96.1	100.1	97.3
Reserve Development Ratio Impact	-0.6	-0.4	-0.6	-0.3	-0.6	-1.9	-1.1	-0.8
Net Investment Yield	4.0	3.8	4.2	3.9	3.2	3.3	3.2	3.6
Pre-Tax Operating Return on Net Earned Premiums	11.6	11.9	14.0	12.5	12.6	13.2	9.7	12.5
Net Income Return on Policyholders' Surplus	8.4	9.2	11.1	8.9	9.1	11.0	7.0	9.5
Total Return on Policyholders' Surplus	10.2	11.5	12.9	10.8	5.4	14.1	7.9	10.3

Source: BestLink® - Best's Financial Suite

By Line - Net Loss Ratio (%)	Year End - December 31				
	2024	2023	2022	2021	2020
Comm M.P.	49.8	52.4	53.7	58.6	55.2
Other Liab	65.9	53.4	61.2	54.9	55.2
Comm Auto Liab	57.2	50.7	53.2	48.5	58.8
Auto Phys Dmg	53.2	54.5	54.1	49.1	36.6
Surety	6.6	21.6	16.6	18.8	16.3
Other A&H	1.0	-2.1	8.9	...	...
Fidelity	11.6	6.8	23.3	11.0	42.6
Product Liab	-0.7	23.6	9.9	-30.3	-29.1
Farmowners	69.0	96.7	53.4	42.7	118.7
PP Auto Liab	121.4	93.0	99.5	93.7	86.6
All Other	9.1	10.9	10.2	30.2	35.2
Total	52.1	50.4	53.2	53.5	52.7

Source: BestLink® - Best's Financial Suite

Geographic - Direct Loss Ratio (%)	Year End - December 31				
	2024	2023	2022	2021	2020
California	87.9	88.5	61.8	108.9	69.2
New York	41.6	100.8	63.9	56.7	23.5
Florida	74.8	96.4	64.7	76.6	77.7
Texas	28.5	95.7	61.8	118.3	90.3
Hawaii	14.1	6.2	12.5	7.6	58.3
New Jersey	25.7	97.1	94.7	38.2	48.2
Virginia	29.3	26.3	39.1	22.9	47.5
Colorado	17.7	27.5	31.9	31.3	43.0
Massachusetts	16.0	14.9	13.0	46.5	5.9
Illinois	41.7	28.3	65.4	16.1	85.9
All Other	42.3	51.4	47.6	92.8	52.1
Total	51.3	69.0	54.0	81.9	57.0

Source: BestLink® - Best's Financial Suite

AMB #: 000763 - Tokio Marine Specialty Insurance Company

Business Profile Highlights

Premium Composition and Growth	6-Months		Year End - December 31					
	2025	2024	2024	2023	2022	2021	2020	5 Year CAGR
Direct Premiums Written USD (000)	191,360	180,323	352,770	327,721	282,645	260,112	220,814	...
% Change	6.1	16.3	7.6	15.9	8.7	17.8	-5.6	8.6
Reinsurance Premiums Assumed USD (000)*	105,395	99,474	...	...	...	...	...	...
% Change	6.0	6.7	...	...	...	...	...	...
Reinsurance Premiums Ceded USD (000)*	191,360	180,323	145,382	131,519	97,328	87,964	58,265	...
% Change	6.1	16.3	10.5	35.1	10.6	51.0	-10.8	17.3
Net Premiums Written USD (000)	105,395	99,474	207,389	196,201	185,317	172,148	162,549	...
% Change	6.0	6.7	5.7	5.9	7.7	5.9	-3.5	4.2

Source: BestLink® - Best's Financial Suite
*Quarterly premiums include affiliated reinsurance premiums that are eliminated in annual assumed and ceded values.

2024 By Line Business	Direct Premiums Written		Reinsurance Premiums Assumed		Reinsurance Premiums Ceded		Net Premiums Written		Business Retention
	USD (000)	%	USD (000)	%	USD (000)	%	USD (000)	%	%
Other Liab Occurrence	138,987	39.4	...	...	116,351	80.0	22,635	10.9	16.3
Comm M.P.	121,095	34.3	...	...	11,019	7.6	110,077	53.1	90.9
Other Liab Claims made	55,581	15.8	...	...	33,936	23.3	21,645	10.4	38.9
Products Liab Occurrence	11,324	3.2	...	...	10,632	7.3	692	0.3	6.1
Allied Lines	6,513	1.8	...	...	6,243	4.3	269	0.1	4.1
Top 5	333,500	94.5	...	...	178,182	122.6	155,318	74.9	46.6
All Other	19,271	5.5	...	...	-32,800	-22.6	52,071	25.1	270.2
Total	352,770	100.0	...	100.0	145,382	100.0	207,389	100.0	58.8

Source: BestLink® - Best's Financial Suite

Historical Market Presence

By Line Breakdown - NPW USD (000)	Year End - December 31				
	2024	2023	2022	2021	2020
Comm M.P.	110,077	103,084	94,037	88,410	84,273
Other Liab	44,280	43,021	44,704	40,348	37,881
Comm Auto Liab	29,175	27,376	25,305	23,526	21,778
Auto Phys Dmg	10,812	10,051	9,136	8,654	8,353
Surety	7,824	7,751	7,673	6,867	6,437
Other A&H	2,087	1,920	1,841	...	...
Fidelity	823	817	819	1,028	836
Product Liab	696	617	537	446	516
Farmowners	514	472	407	246	87
PP Auto Liab	418	390	367	369	390
All Other	682	701	492	2,254	1,996
Total	207,389	196,201	185,317	172,148	162,549

Source: BestLink® - Best's Financial Suite

Business Profile Highlights

Historical Market Presence (Continued...)

By Geographic Breakdown - DPW USD (000)	Year End - December 31 2024	2023	2022	2021	2020
California	79,042	73,688	61,983	62,460	49,923
New York	39,164	33,944	25,689	23,090	21,164
Florida	39,017	31,589	26,664	21,204	14,920
Texas	20,622	19,958	18,923	20,240	16,521
Hawaii	17,020	10,965	9,029	8,532	7,815
New Jersey	10,708	17,817	10,274	9,928	7,802
Virginia	10,229	5,665	7,364	6,010	5,437
Colorado	9,518	10,832	9,307	6,975	5,644
Massachusetts	9,165	9,640	8,331	7,610	7,267
Illinois	8,935	9,254	7,955	8,095	6,708
All Other	109,352	104,369	97,126	85,969	77,614
Total	352,770	327,721	282,645	260,112	220,814
Geographic Concentration Index	0.09	...	...	...	...

Source: BestLink® - Best's Financial Suite

By Line Reserves USD (000)	Year End - December 31 2024	2023	2022
Comm M.P.	166,203	159,849	157,308
Other Liab	100,190	94,139	92,138
Comm Auto Liab	42,335	40,640	39,643
Surety	6,514	6,599	5,656
Product Liab	884	879	748
Other A&H	745	1,091	1,467
Auto Phys Dmg	725	623	601
PP Auto Liab	569	576	616
Farmowners	331	194	77
Fidelity	270	321	344
All Other	178	209	377
Total	318,943	305,120	298,974

Source: BestLink® - Best's Financial Suite

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