

Quarterly Statement

AS OF SEPTEMBER 30, 2017
OF THE CONDITION AND AFFAIRS OF THE

AFFIRMATIVE CASUALTY INSURANCE COMPANY

NAIC Group Code 3596 NAIC Co. Code 10295 Employer's ID Number 72-1301527

Organized under the Laws of Louisiana State of Domicile Louisiana

Country of domicile United States

Incorporated/Organized: July 11, 1995 Commenced Business: October 19, 1995

Statutory Home Office 7163 Florida Blvd., Baton Rouge, LA 70806-4549

Main Administrative Office 20 Batterson Park Road, Suite 380, Farmington, CT 06032-4500

Mail Address 20 Batterson Park Road, Suite 380, Farmington, CT 06032-4500

Primary Location of Books and Records 20 Batterson Park Road, Suite 380, Farmington, CT 06032-4500

Internet Web Site Address www.affirmativecasualty.com

Statutory Statement Contact Wayne Johnson 860-363-4853

OFFICERS

None-Company in Liquidation

OTHER OFFICERS

None - Company in Liquidation

DIRECTORS OR TRUSTEES

None - Company in Liquidation

State of Florida
County of Leon

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The officers of this reporting entity being duly sworn, each depose and say that they are the described officer of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions there from for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.



Wayne Johnson
Receiver

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE AFFIRMATIVE CASUALTY INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1 Assets	2 Non-admitted Assets	3 Net Admitted Assets (Cols. 1-2)	4 Net Admitted Assets
1. Bonds (Schedule D)	744,433		744,433	759,119
2. Stocks (Schedule D)				
2.1 Preferred stocks (Schedule D)				
2.2 Common stocks (Schedule D)	5,043,790		5,043,790	5,063,977
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$... encumbrances)				
4.2 Properties held for the production of income (less \$... encumbrances)				
4.3 Properties held for sale (less \$... encumbrances)				
5. Cash (Schedule E Part 1), cash equivalents (Schedule E Part 2) and short-term investments (Schedule DA)	7,086,642		7,086,642	6,704,777
6. Contract loans (including \$... premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)	4,457,043		4,457,043	7,382,904
9. Receivables for securities				
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	17,331,908	-	17,331,908	19,910,777
13. Title plants less \$... Charged off (for Title insurers only)				
14. Investment income due and accrued	15,008		15,008	6,341
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	10,279	10,279	-	-
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$... earned but unbilled premiums)				
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	29,310,118	29,310,118	-	-
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				-
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset	249,360	249,360	-	-
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$...)				
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	851		851	851
24. Health care (\$...) and other amounts receivable				
25. Aggregate write-ins for other than invested assets				
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	46,917,524	29,569,757	17,347,767	19,917,969
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	46,917,524	29,569,757	17,347,767	19,917,969
DETAILS OF WRITE-INS				
1101. Other Receivable	-		-	-
1199. Total	-		-	-

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE AFFIRMATIVE CASUALTY INSURANCE COMPANY
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	7,944,050	21,894,741
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	-	-
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	1,687,741	2,035,924
4. Commissions payable, contingent commissions and other similar charges	184,769	184,769
5. Other expenses (excluding taxes, licenses and fees)	195,893	288,746
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,057,335	1,057,335
7.1 Current federal and foreign income taxes (including \$... on realized capital gains (losses))	373,871	373,871
7.2 Net deferred tax liability		
8. Borrowed money \$... and interest thereon \$...		
9. Unearned premiums (Part 1A, Line 38, Column 5)(after deducting unearned premiums for ceded reinsurance of and including warranty reserves of \$... and accrued accident and health experience rating refunds including \$... for medical loss ratio rebate per the Public Health Service Act)		
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)		
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)		
14. Amounts withheld or retained by company for account of others		
15. Remittances and items not allocated		
16. Provision for reinsurance (including \$... certified) (Schedule F, Part 8)	14,100	14,100
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	156,920	134,257
20. Derivatives		
21. Payable for securities		-
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital Notes \$... and interest thereon \$...		
25. Aggregate write-ins for liabilities	9,708,144	7,338,284
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	21,322,823	33,322,027
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	21,322,823	33,322,027
29. Aggregate write-ins for special surplus funds		
30. Common capital stock	3,000,000	3,000,000
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus		
33. Surplus Notes		
34. Gross paid in and contributed surplus	3,300,000	3,300,000
35. Unassigned funds (surplus)	(10,275,056)	(19,704,058)
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$...)		
36.2 shares preferred (value included in Line 31 \$...)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36)(Page 4, Line 39)	(3,975,056)	(13,404,058)
38. TOTALS (Page 2, Line 28, Col. 3)	17,347,767	19,917,969
DETAILS OF WRITE-INS		
2501. Escheat Payable	1,823,992	1,924,171
2502. ULAE Payable to GA	7,805,001	5,335,613
2503. Other Payable	78,500	78,500
2504 Subrogation Refund Payable	651	-
2599. Total	9,708,144	7,338,284

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE AFFIRMATIVE CASUALTY INSURANCE COMPANY
STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	-	2,500,763
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	-	1,752,682
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	-	1,106,260
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	986,967	1,875,490
5. Aggregate write-ins for underwriting deductions	1,693	-
6. Total underwriting deductions (Lines 2 through 5)	988,660	4,734,432
7. Net income of protected cells		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(988,660)	(2,233,669)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	559,733	1,987,873
10. Net realized capital gains or (losses) less capital gains tax of \$... (Exhibit of Capital Gains (Losses))	-	-
11. Net investment gain or (loss) (Lines 9 + 10)	559,733	1,987,873
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$... amount charged off \$...)		-
13. Finance and service charges not included in premiums		
14. Aggregate write-ins for miscellaneous income	11,502,453	76,304
15. Total other income (Lines 12 through 14)	11,502,453	76,304
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	11,073,526	(169,492)
17. Dividends to policyholders		
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	11,073,526	(169,492)
19. Federal and foreign income taxes incurred	-	-
20. Net income (Line 18 minus Line 19)(to Line 22)	11,073,526	(169,492)
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	(13,404,058)	(11,805,662)
22. Net income (from Line 20)	11,073,526	(169,492)
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$...	(1,689,488)	(1,496,810)
25. Change in net unrealized foreign exchange capital gain (loss)		
26. Change in net deferred income tax		
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26, Column 3)	44,964	67,906
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)		
29. Change in surplus notes		
30. Surplus (contributed to) withdrawn from protected cells		
31. Cumulative effect of changes in accounting principles		
32. Capital changes:		
32.1 Paid in		
32.2 Transferred from surplus (Stock Dividend)		
32.3 Transferred to surplus		
33. Surplus adjustments:	-	-
33.1 Paid in		
33.2 Transferred to capital (Stock Dividend)		
33.3 Transferred from capital		
34. Net remittances from or (to) Home Office		
35. Dividends to stockholders		
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus		
38. Change in surplus as regards policyholders (Lines 22 through 37)	9,429,002	(1,598,396)
39. Surplus as regards policyholders, December 31 current year (Lines 21 plus Line 38) (Page 3, Line 37)	(3,975,056)	(13,404,058)
DETAILS OF WRITE-INS		
501 Net Subrogation Refund Payable	1,693	-
599 Total	1,693	-
DETAILS OF WRITE-INS		
1401. Other Income	-	76,304
1402 Change in Loss and LAE liabilities based on claims reported and filed prior to claim filing deadline.	11,502,453	
1499. Total	-	76,304