

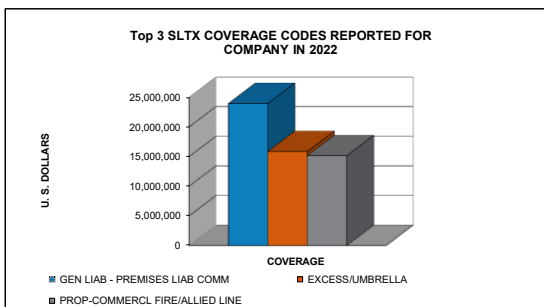
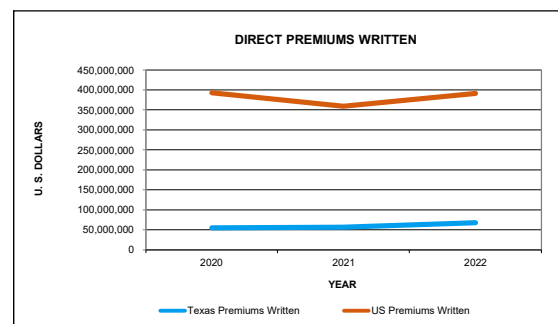
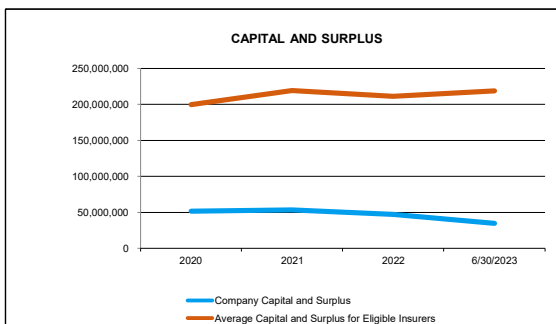
Hallmark Specialty Insurance Company				Issue Date:	9/13/2023
Insurer #:	80101194	NAIC #:	26808	AMB #:	010838

U.S. Insurer - 2023 EVALUATION

Key Dates		Location	A.M. Best Rating	Group Information
TDI Initial Date	1-Feb-08	Domicile Oklahoma	NR May-23	Insurance Group
Incorporation Date	24-Dec-86	Main Administrative Office		Hallmark Insurance Group
Commenced Business	31-Dec-86	5420 Lyndon B. Johnson Freeway Suite 1100 Dallas Texas US 75240-2345		Parent Company Hallmark Financial Services, Inc. Parent Domicile Nevada

	6/30/2023	2022	2021	2020
Capital & Surplus	34,978,000	47,161,000	53,675,000	51,554,000
Underwriting Gain (Loss)	(9,997,000)	(8,991,000)	(4,360,000)	(3,625,000)
Net Income After Tax	(9,014,000)	(4,194,000)	1,175,000	2,407,000
Cash Flow from Operations		(14,342,000)	22,586,000	(9,367,000)
Gross Premium		425,495,000	443,266,000	507,166,000
Net Premium	14,254,000	34,045,000	83,948,000	114,127,000
Direct Premium Total	30,503,000	391,450,000	359,318,000	393,039,000
Direct Premium in Texas (Schedule T)		68,599,000	56,695,000	55,266,000
% of Direct Premium in Texas		18%	16%	14%
Texas' Rank in writings (Schedule T)		2	2	2
SLTX Premium Processed		70,114,218	53,233,469	57,963,029
Rank among all Texas S/L Insurers		47	45	36
Combined Ratio		115%	105%	101%
IRIS Ratios Outside Usual Range		11	6	9

1- Gross Premium to Surplus	2- Net Premium to Surplus	3- Change in Net Premium Written (%)
902.00%	72.00%	-59.00%
Usual Range: Less than 900%	Usual Range: Less than 300%	Usual Range: Between -33% and 33%
4- Surplus Aid Ratio	5- Two Year Operating Ratio	Investment Yield
89.00%	113.00%	2.20%
Usual Range: Less than 15%	Usual Range: Less than 100%	Usual Range: Between 3% and 6.5%
7- Gross Change in Surplus (%)	8- Net Change in Surplus (%)	9- Liabilities to Liquid Assets
-12.00%	-12.00%	227.00%
Usual Range: Between -10% and 50%	Usual Range: Between -10% and 25%	Usual Range: Less than 100%
10- Agents Balances to Surplus	11- One Year Development to Surplus	12- Two Year Development to Surplus
109.00%	75.00%	63.00%
Usual Range: Less than 40%	Usual Range: Less than 20%	Usual Range: Less than 20%
13- Current Estimated Reserve Deficiency		
-15.00%		
Usual Range: Less than 25%		



2022 Premiums by Line of Business (LOB)	
1 Other Liab (Occurrence)	\$ 39,902,000.00
2 Allied Lines	\$ 13,118,000.00
3 Fire	\$ 7,648,000.00
4 Other Comm Auto Liab	\$ 2,733,000.00
5 Comm Auto Phys Damage	\$ 1,583,000.00

2022 Losses Incurred by Line of Business (LOB)	
1 Other Liab (Occurrence)	\$ 31,689,000.00
2 Allied Lines	\$ 7,861,000.00
3 Other Comm Auto Liab	\$ 2,069,000.00
4 Fire	\$ 1,406,000.00
5 Comm Auto Phys Damage	\$ 569,000.00