QBE SPECIALTY INSURANCE COMPANY

U. S. Insurer - 2015 EVALUATION

Issue Date
April-15

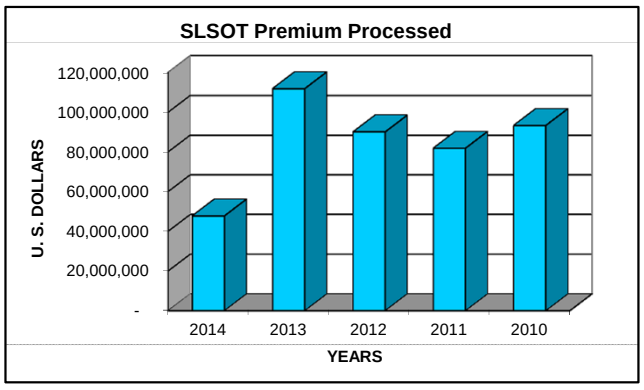
Insurer Number: Texas # 11449861 NAIC # 0796-11515
TDI Initial Date **1-Aug-03** AMB # 12562

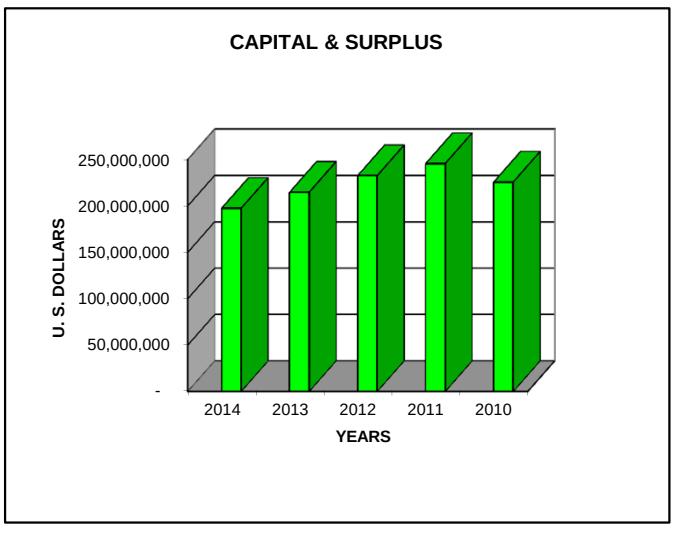
State of Domicile: **North Dakota** Incorporation Date: 5-Sep-02
Location of Main Administrative Offices: **New York, NY** Commenced Business: 5-Sep-02

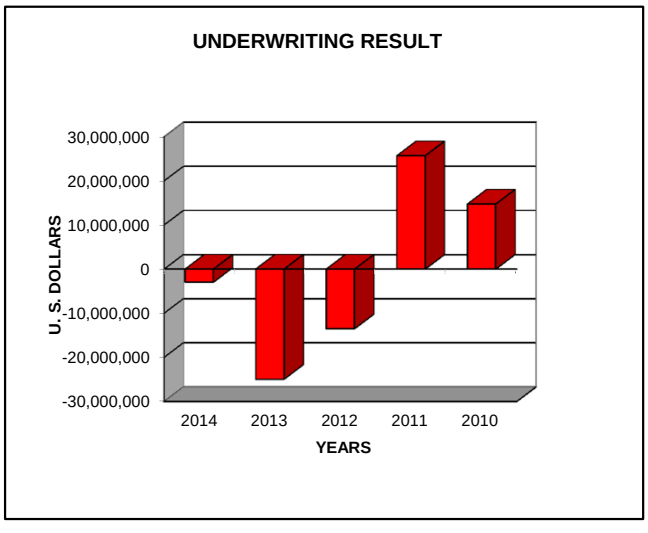
Parent / Ultimate Parent: **QBE Insurance Corporation/QBE Insurance Group Ltd** Parent Domicile
Name of Insurance Group: **QBE Insurance Group** PA / Australia
A.M. Best's Rating **A** *Stable* www.ambest.com
as of **Apr-15**
Affirmed 15-Jan-15

	2014	2013	2012	2011	2010
Capital & Surplus	197,458,936	214,759,957	232,623,734	245,640,539	225,714,538
Underwriting Gain (Loss)	(2,952,337)	(24,964,283)	(13,506,914)	25,692,390	14,749,009
Net Income After Tax	(847,034)	(14,561,477)	(14,042,358)	22,254,133	9,936,413
Cash Flow from Operations	12,839,015	(57,856,156)	95,839,435	50,267,143	103,512,698
Return on Policyholder Surplus	0.2%	-6.5%	-5.9%	9.4%	5.2%
Gross Premium	819,061,459	1,071,830,337	1,481,813,790	585,060,645	611,235,024
Net Premium	295,005,470	290,031,043	378,021,855	228,365,889	264,245,061
Gross Premium to Surplus Ratio	415%	499%	637%	238%	271%
Net Premium to Surplus Ratio	149%	135%	163%	93%	117%
Direct Premium Total	522,614,779	777,006,547	1,021,677,539	584,810,645	611,235,024
Direct Premium in Texas (Sch. T)	49,773,051	96,314,127	121,918,522	79,422,748	141,407,452
% of Direct Premium in Texas	10%	12%	12%	14%	23%
Texas' Rank in writings (Schedule T)	3 of 51	3 of 51	4 of 51	3 of 51	2 of 52
SLSOT Premium Processed	47,725,371	111,877,666	90,035,206	81,859,625	93,345,444
Rank among all Texas S/L Insurers	26	6	7	6	5
Combined Ratio	101%	108%	104%	90%	94%
IRIS Ratios Outside Usual Range	3	3	2	1	2

	2014	2013	637%
Gross Prem./Surplus	415%	499%	163%
Net Prem/Surplus	149%	135%	**66%**
Change - Net Premium	2%	-23%	5%
Surplus Aid Ratio	0%	2%	97%
2 Yr. Operating Ratio	**105%**	**105%**	**0.7%**
Investment Yield	**0.9%**	**0.7%**	-5%
Surplus Change (Gross)	-8%	-8%	-5%
Surplus Change (Net)	-8%	-8%	95%
Liab. to Liquid Assets	**106%**	**109%**	15%
Agents Bal. to Surplus	18%	21%	
Reserve Development			9%
1Year Devl / Surplus	1%	8%	9%
2Year Devl / Surplus	9%	17%	-51%
C.Deficiency / Surplus	-13%	-26%	N/A







Prepared by: Surplus Lines Stamping Office of Texas