



QBE SPECIALTY INSURANCE COMPANY, NAIC #11515
QBE INSURANCE GROUP LIMITED

Dollars in 000				
	2020Y	2021Y	2022Y	2023Y
Total Assets	426,945	500,943	836,799	899,261
Total Liabilities	290,624	357,365	658,614	716,201
Policyholder Surplus	136,321	143,579	178,184	183,060
Cash & Invested Assets	269,975	300,089	445,077	410,296
Cash & Invested Assets/ Total Assets	63.2%	59.9%	53.2%	45.6%
Net Cash from Operations	1,049	10,982	113,204	-38,925
Loss & LAE Reserves	147,845	165,006	264,178	319,961
Loss & LAE Reserves/Surplus	108.5%	114.9%	148.3%	174.8%

	2020Y	2021Y	2022Y	2023Y
RBC Ratio (%)	376.6	334.8	373.5	353.3
2yr Res Development	1,936	-6,090	-58,627	-29,712
2yr Dev / Surplus	152.6%	-476.0%	-4300.7%	-2069.4%
Affiliated Common Stck	0	0	0	0
Affiliated CS / Surplus	0.0%	0.0%	0.0%	0.0%
Net Reins Recoverable	1,734,685	2,114,086	2,360,648	2,185,455
Net Reins Rec / Surplus	1272.5%	1472.4%	1324.8%	1193.8%
AMB / S&P Ratings	A / A+	A / A+	A / A+	A / A+

Income/Loss Trends (\$000)

Combined Ratio (%) Trends

Premium Trends (\$000)

2023Y Investment Portfolio

2023Y Top 5 Geographies (DPW - \$000)

2023 Top 5 Lines of Business (DPW/Total DPW)

Total NY State DPW	\$62,288
Total US ex Terr DPW	\$1,059,855

Total All Lines	\$1,059,920
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TOP 5 REINSURERS FOR QBE SPECIALTY INSURANCE CO. BY GROSS RECOVERABLES

PERIOD: 2023Y

Dollars in 000					
Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue	
1 - QBE Insurance Corporation	US Affiliated Non-captive Non-pooling, US Affiliated Pooling	Authorized	1,386,496	0	
2 - QBE Blue Ocean Re Limited	Non-US Affiliated Non-captive	Unauthorized	347,907	0	
3 - Transatlantic Reinsurance Company	US Unaffiliated	Authorized	174,466	0	
4 - Validus Reinsurance (Switzerland) Ltd	Non-US Unaffiliated	Authorized	64,505	0	
5 - Munich Reinsurance America, Inc.	US Unaffiliated	Authorized	42,133	0	

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ULTIMATE PARENT – QBE Insurance Group Limited

Corporate Profile		Financial Strength Ratings	
Address:	QBE Insurance Group Limited 388 George Street Sydney, -, -	S&P Global:	-
Website:	www.qbe.com	Moody's:	#OUTSIDE SUBSCRIPTION
President :	-	Fitch:	-
Ticker Symbol:	ASX: QBE	AM Best - P&C:	-
SEC Filing:	NA		

Highlights (\$000)	2020Y	2021Y	2022Y	2023Y
Total Assets	46,624,000	49,303,000	39,201,000	42,108,000
Total Policy Reserves	31,327,000	32,919,000	NA	NA
Total Debt	3,386,000	3,622,000	3,045,000	3,087,000
Total Other Liabilities	884,000	981,000	229,000	203,000
Sep Account Liabilities	0	0	0	0
Total Liabilities	38,132,000	40,421,000	30,344,000	32,155,000
Total Equity	8,492,000	8,882,000	8,857,000	9,953,000
Total Liab & Equity	46,624,000	49,303,000	39,201,000	42,108,000
Book Value / Share (\$)	NA	NA	NA	NA
Reserves / Investments & Cash (x)	NA	NA	NA	NA
Reserves / Liabilities (x)	0.82	0.81	NA	NA
Reserves / Equity (x)	3.69	3.71	NA	NA
Debt / Equity (x)	0.40	0.41	0.34	0.31
Dec. 31 Closing Price (\$)	6.58	8.25	9.13	10.10
Net Income (\$)	-1,511,000	757,000	595,000	1,364,000
Basic EPS (\$)	-1.09	0.47	0.36	0.88
Investment Yield (%)	NA	NA	NA	NA
Ratios (%)				
Loss Ratio	76.30	62.40	NA	NA
Expense Ratio	31.10	29.10	NA	NA
PH Dividend Ratio	<u>0.00</u>	<u>0.00</u>	<u>NA</u>	<u>NA</u>
Combined Ratio	107.40	91.50	NA	NA

HISTORY

QBE Specialty Insurance Company (QBE Specialty) was incorporated in the State of North Dakota in August 2002, as a subsidiary of QBE Insurance Corporation. (QBE Insurance), itself a subsidiary of QBE Holdings Inc., in turn is a wholly owned subsidiary of QBE Insurance Group, Ltd (QBE Group) (Australia). Financial and operations control of the company remains under QBE Group. The company has been eligible to write surplus lines business in New York since March 7, 2003. As of December 31, 2023, QBE Specialty is licensed in North Dakota as a domestic surplus lines insurance company and operates on a non-admitted basis in fifty (50) states and the District of Columbia.

REINSURANCE

QBE Specialty is a participant in an intercompany pooling agreement including eleven (11) affiliates, with its parent, QBE Insurance, pool lead retaining 43%. QBE Specialty cedes 100% of its premiums to QBE Insurance and receives a 10% share of combined pool results, which includes insurance risks not its own. The company also participates in group and corporate wide reinsurance arrangements. As such, the financial strength of the company is heavily dependent upon the underwriting performance of its fellow pool members, the credit risk of QBE Group, as well as investment risk of its own investment portfolio, managed in common by QBE Group. For the years 2020 through 2023, respectively, QBE Specialty net reinsurance recoverable was shown as \$1.7bn, \$2.1bn, \$2.4bn and \$2.2bn, representing 1273%, 1472%, 1325% and 1194% of company surplus.

HOLDING COMPANY

Founded in 1886 as the Queensland Insurance Company, in Sydney, Australia, QBE Insurance Group, Ltd was an eventual merger of then three owned insurance companies in 1973, the Queensland Insurance Company (Q), the Bankers and Traders Insurance Company (B), and the Equitable Probate and General Insurance Company (E). QBE is listed on the Australian Securities Exchange as (ASX). Across its operations QBE offers commercial, personal and specialty products and risk management insurance and solutions to its customers. AM Best collectively rates thirteen (13) insurance subsidiaries of the QBE Ins. Group, Ltd, including QBE Specialty Insurance Company. For the years 2020 through 2023 the group was rated by AM Best and S&P as 'A/A+' and assigned the financial size of XV (\$2bn - >).

SUBSEQUENT NOTEWORTHY OBSERVATIONS

Updated April 2024

Important Information Regarding Financial Summaries

This financial summary contains information helpful to New York excess lines brokers in meeting their non-delegable duty to use "due care" in the selection of a financially secure excess line insurer. Definitions of the financial terms used in the summaries appear as pop-up boxes when hovering your mouse over the corresponding text. For additional guidance on assessing insurance company financial statements, please reference "ELANY COMPLIANCE ADVISOR: FUNDAMENTALS OF INSURANCE COMPANY FINANCIAL ANALYSIS".

The Excess Line Association of New York has compiled the insurance company financial information from the Annual Statutory Financial Statements. All ratios, charts, and graphs are based on the compiled information. We have made every effort to ensure all information transcribed for these pages is correct. However, the Excess Line Association of New York cannot attest to the accuracy of data provided by its sources, nor do we make any warranties, either expressed or implied, regarding the accuracy or completeness of information presented in this document. We assume no responsibility for loss or damage resulting from the use of this information.