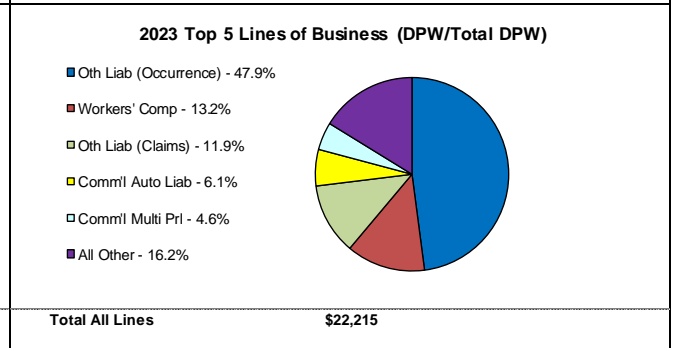
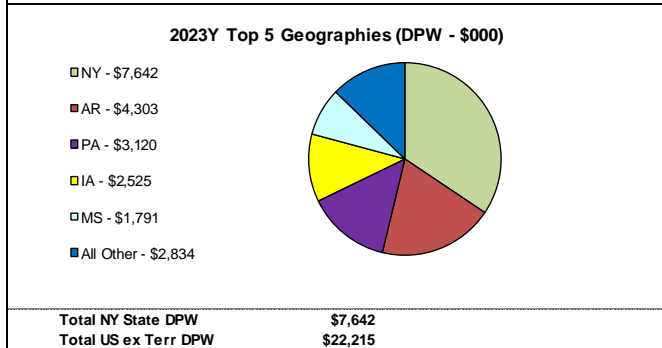
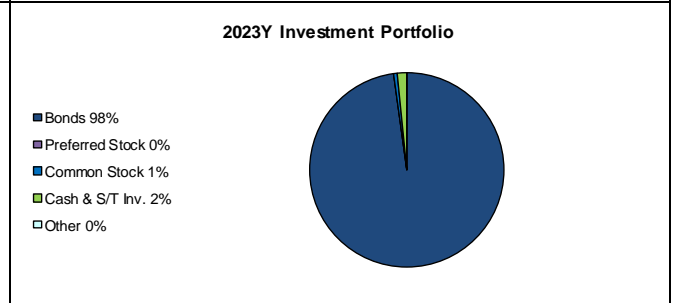
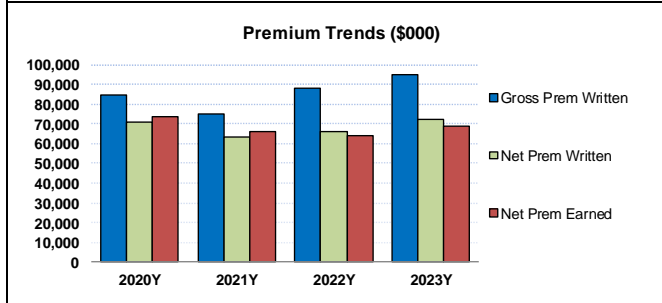
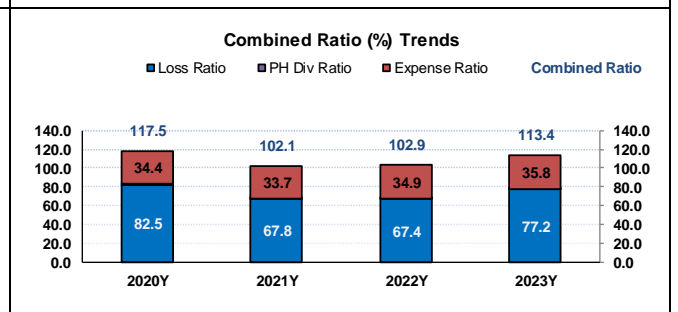
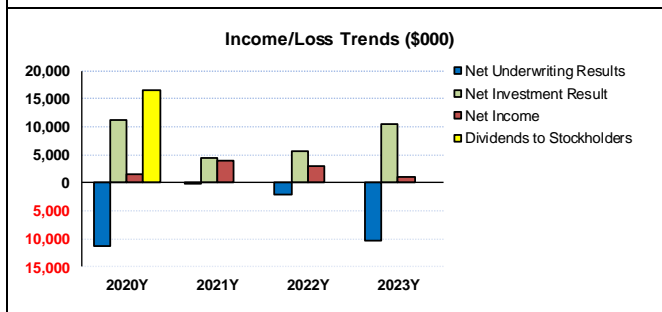




**LAFAYETTE INSURANCE COMPANY, NAIC #18295
UNITED FIRE GROUP, INC**

Dollars in 000

	2020Y	2021Y	2022Y	2023Y		2020Y	2021Y	2022Y	2023Y
Total Assets	213,695	208,598	209,694	217,537	RBC Ratio (%)	483.5	520.9	524.8	459.5
Total Liabilities	144,308	136,137	134,057	143,751	2yr Res Development	487	3,278	-2,773	685
Policyholder Surplus	69,387	72,461	75,637	73,785	2yr Dev / Surplus	53.2%	352.2%	-399.6%	94.5%
Cash & Invested Assets	203,248	199,710	197,647	204,355	Affiliated Common Stck	0	0	0	0
Cash & Invested Assets/ Total Asset	95.1%	95.7%	94.3%	93.9%	Affiliated CS / Surplus	0.0%	0.0%	0.0%	0.0%
Net Cash from Operations	-834	-1,193	1,589	3,424	Net Reins Recoverable	37,157	37,434	24,102	35,286
Loss & LAE Reserves	101,155	97,397	92,297	97,156	Net Reins Rec / Surplus	53.6%	51.7%	31.9%	47.8%
Loss & LAE Reserves/Surplus	145.8%	134.4%	122.0%	131.7%	AMB / S&P Ratings	A / NR	A / NR	A / NR	A- / NR



Total NY State DPW \$7,642
Total US ex Terr DPW \$22,215

Total All Lines \$22,215

TOP 5 REINSURERS FOR LAFAYETTE INSURANCE CO. BY GROSS RECOVERABLES

PERIOD: 2023Y

Dollars in 000

Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue
1 - United Fire & Casualty Company	US Affiliated Pooling	Authorized	36,448	0
2 - -	-	-	-	-
3 - -	-	-	-	-
4 - -	-	-	-	-
5 - -	-	-	-	-

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ULTIMATE PARENT – United Fire Group, Inc.

Corporate Profile		Financial Strength Ratings	
Address:	United Fire Group, Inc. 118 Second Avenue SE Cedar Rapids, IA, 52401	S&P Global:	-
Website:	www.ufginsurance.com	Moody's:	#OUTSIDE SUBSCRIPTION
President :	Kevin James Leidw inger	Fitch:	-
Ticker Symbol:	NASDAQGS: UFCS	AM Best - P&C:	-
SEC Filing:	10-K		

Highlights (\$000)	2020Y	2021Y	2022Y	2023Y
Total Assets	3,069,678	3,012,721	2,882,286	3,144,190
Total Policy Reserves	2,042,976	1,953,998	1,971,662	2,188,139
Total Debt	69,244	80,372	76,924	79,668
Total Other Liabilities	107,380	72,477	93,586	142,638
Sep Account Liabilities	0	0	0	0
Total Liabilities	2,244,529	2,133,600	2,142,172	2,410,445
Total Equity	825,149	879,121	740,114	733,745
Total Liab & Equity	3,069,678	3,012,721	2,882,286	3,144,190
Book Value / Share (\$)	32.93	35.05	29.36	29.04
Reserves / Investments & Cash (x)	0.91	0.89	1.02	1.10
Reserves / Liabilities (x)	0.91	0.92	0.92	0.91
Reserves / Equity (x)	2.48	2.22	2.66	2.98
Debt / Equity (x)	0.08	0.09	0.10	0.11
Dec. 31 Closing Price (\$)	25.10	23.19	27.36	20.12
Net Income (\$)	-112,706	80,594	15,031	-29,700
Basic EPS (\$)	-4.50	3.21	0.60	-1.18
Investment Yield (%)	0.33	4.67	1.45	3.16
Ratios (%)				
Loss Ratio	82.40	67.70	67.00	74.40
Expense Ratio	33.50	32.60	34.50	34.90
PH Dividend Ratio	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Combined Ratio	115.90	100.30	101.50	109.30

HISTORY

Lafayette Insurance Company (Lafayette Insurance) was founded in November 1869 in New Orleans, Louisiana and re-incorporated in November 1894. In 1973, Lafayette Insurance was acquired by the ICB Corporation, then by Mutual Savings Life Insurance Company in 1975, followed by United Fire and Casualty Group Inc. (UFG) in September 1979. UFG remains the ultimate parent company today. Lafayette Insurance is licensed in eight (8) states: Alabama, Arkansas, Iowa, Mississippi, Nebraska, Oklahoma, South Dakota and Tennessee and is an eligible surplus lines carrier in New Jersey, New York and Pennsylvania.

REINSURANCE

LIC is a participant in an intercompany pooling agreement including nine affiliates with its parent company, UFCC, as pool lead, retaining 64% and affiliated companies 29%. LIC cedes 100% of its business to UFCC and receives a 7% share of the pool's combined results, which includes lines of business not directly written by LIC. As such, the financial strength of Lafayette Insurance is heavily dependent on the underwriting performance of its fellow pool members, the credit risk of UFG and the investment risk of its own investment portfolio, managed in common by UFG. For the years 2020 through 2023, respectively, Lafayette Insurance net reinsurance recoverable were shown as \$37M, \$37M, \$24M and \$35M, reflecting 54%, 52%, 32% and 48% of its surplus.

HOLDING COMPANY

The ultimate controlling parent of Lafayette Insurance is UFG (originally known as United Casualty Company), a publicly traded company based in Cedar Rapids, Iowa. UFG owns 100% of UFCC, which was incorporated in Iowa in January 1946. UFCC owns 100% of eight subsidiaries including Mercer Insurance Company, which in turn owns 100% of two subsidiaries: Franklin Insurance Company and Mercer Insurance Company of New Jersey Inc. UFG, which does business as UFG Insurance, and its consolidated subsidiaries and affiliates write property and casualty insurance and sell annuities through a network of independent agencies. One or more of the insurance company subsidiaries is currently licensed in all 50 states and the District of Columbia. AM Best collectively rates ten (10) insurance subsidiaries including Lafayette Insurance. For the years 2020 through 2022, the group was rated by AM Best 'A'. In 2023, the rating was downgraded to 'A-' and assigned the financial size of X (\$500M - \$750M >).

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.