

### **GENERAL STAR INDEMNITY COMPANY, NAIC #37362** BERKSHIRE HATHAWAY INC.

120,000 100,000 80,000 40,000 20,000 0 20,000 40,000 60,000 80,000	□ Ne	2022Y 1,269,879 732,439 537,440 1,160,366 91.4% 129,261 481,426 89.6% et Underwriting et Investment Ret Income widends to Stock	esult		6 91.9	8.7 715.7 669 -28,493 0% -474.5% 0 0 00% 0.0% 665 731,363 9% 136.1% A++ / AA+	2023) 796.3 -80,625 -1429.1% ( 0.0% 836,277 122.0% A++ / AA-
Total Liabilities Policyholder Surplus Cash & Invested Assets Cash & Invested Assets/ Total Asse Net Cash from Operations Loss & LAE Reserves Loss & LAE Reserves/Surplus  Income/ 120,000 100,000 80,000 40,000 20,000 40,000 60,000 80,000 10,000 80,000 10,	476,789 636,907 600,472 564,151 1,001,388 1,104,480 93.0% 81,239 77,815 286,986 410,941 47.8% 72.8% 72.8%	732,439 537,440 1,160,366 91,4% 129,261 481,426 89,6%	869,453 685,505 1,436,448 92,4% 227,861 532,651 77.7% Results	2yr Res Development 2yr Dev / Surplus  Affiliated Common Stck Affiliated CS / Surplus  Net Reins Recoverable Net Reins Rec / Surplus  AMB / S&P Ratings  Combin  Loss Ratio PH  140.0 120.0 100.0 26	-27,540 -13,6 -431.3% -205.0 0 0.0% 0.0 437,991 608,8 72.9% 107.9 A++/AA+ A++/A  ned Ratio (%) Trends H Div Ratio Expense	69 -28,493 0% -474.5% 0 0 0% 0.0% 65 731,363 9% 136.1% A++ / AA+	-80,625 -1429.1% ( 0.0% 836,277 122.0% A++ / AA-
Policyholder Surplus  Cash & Invested Assets Cash & Invested Assets/Total Asse Net Cash from Operations Loss & LAE Reserves Loss & LAE Reserves/Surplus  Income/  120,000 100,000 80,000 40,000 20,000 40,000 60,000 80,000 20,000 80,000 Premi	600,472 564,151 1,001,388 1,104,480 93.0% 92.0% 81,239 77,815 286,986 410,941 47.8% 72.8% /Loss Trends (\$000)	537,440 1,160,366 91,4% 129,261 481,426 89.6% et Underwriting et Irwestment R	685,505 1,436,448 92.4% 227,861 532,651 77.7% Results	2yr Dev / Surplus  Affiliated Common Stck  Affiliated CS / Surplus  Net Reins Recoverable  Net Reins Rec / Surplus  AMB / S&P Ratings  Combinute    Loss Ratio Ph  140.0 120.0 100.0 100.0	-431.3% -205.0 0 0.0% 0.0 437,991 608,8 72.9% 107.9 A++/AA+ A++/A  ned Ratio (%) Trends H Div Ratio Expense	0% -474.5% 0 0 0% 0.0% 665 731,363 9% 136.1% A++ / AA+	-1429.1% ( 0.0% 836,277 122.0% A++ / AA-
Cash & Invested Assets Cash & Invested Assets/ Total Asset Net Cash from Operations Loss & LAE Reserves Loss & LAE Reserves/Surplus  Income/ 120,000 100,000 80,000 40,000 20,000 40,000 20,000 40,000 20,000 20,000 20,000 20,000 Premi	1,001,388 1,104,480 93.0% 92.0% 81,239 77,815 286,986 410,941 47.8% 72.8%  /Loss Trends (\$000)	1,160,366 91.4% 129,261 481,426 89.6% et Underwriting et Irvestment R	1,436,448 92.4% 227,861 532,651 77.7%	Affiliated Common Stck Affiliated CS / Surplus Net Reins Recoverable Net Reins Rec / Surplus AMB / S&P Ratings  Combinute Combinue Combinute Combi	0 0.0% 0.0 437,991 608,8 72.9% 107.9 A++/AA+ A++/A  med Ratio (%) Trends H Div Ratio Expense	0 0 0.0% 0.0% 0.0% 0.0% 0.0% 0.0% 0.0%	0.0% 836,277 122.0% A++ / AA-
Cash & Invested Assets/ Total Asset Net Cash from Operations Loss & LAE Reserves Loss & LAE Reserves/Surplus  Income/ 120,000 100,000 80,000 40,000 20,000 00,000 80,000 80,000 20,000 80,000 80,000 Premi	93.0% 92.0% 81,239 77,815 286,986 410,941 47.8% 72.8%  /Loss Trends (\$000)	91.4% 129,261 481,426 89.6% et Underwriting et Irvestment Ret Income	92.4% 227,861 532,651 77.7% Results	Affiliated CS / Surplus  Net Reins Recoverable Net Reins Rec / Surplus  AMB / S&P Ratings  Combinute    Loss Ratio    140.0   125.0   100.0   27.0   26.0    120.0   27.0   27.0   27.0   27.0   27.0   27.0   27.0   27.0	0.0% 0.0 437,991 608,8 72.9% 107.9 A++/AA+ A++/A ned Ratio (%) Trends H Div Ratio Expense	0% 0.0% 65 731,363 9% 136.1% A+ A++/AA+	0.0% 836,277 122.0% A++ / AA-
Net Cash from Operations Loss & LAE Reserves Loss & LAE Reserves/Surplus  Income/ 120,000 100,000 80,000 40,000 20,000 40,000 20,000 60,000 80,000 20,000 20,000 Premi	81,239 77,815 286,986 410,941 47.8% 72.8% /Loss Trends (\$000)	129,261 481,426 89.6% et Underwriting et Investment R	227,861 532,651 77.7% Results	Net Reins Recoverable Net Reins Rec / Surplus AMB / S&P Ratings  Combin Loss Ratio Pr  140.0 120.0 100.0 27.0	437,991 608,8 72.9% 107.9 A++ / AA+ A++ / A  med Ratio (%) Trends H Div Ratio Expense  5.0 91.9	65 731,363 9% 136.1% A+ A++/AA+	836,277 122.0% A++ / AA-
Loss & LAE Reserves Loss & LAE Reserves/Surplus  Income/ 120,000 100,000 80,000 40,000 20,000 40,000 60,000 40,000 60,000 80,000 2020Y 2021Y 2	286,986 410,941 47.8% 72.8%	481,426 89.6% et Underwriting et Investment Re et Income	532,651 77.7% Results esult	Net Reins Rec / Surplus	72.9% 107.9 A++ / AA+ A++ / A ned Ratio (%) Trends H Div Ratio ■ Expense 5.0 91.9	9% 136.1% A+ A++/AA+	122.0% A++ / AA-
Income/ 120,000 100,000 80,000 40,000 20,000 40,000 60,000 40,000 60,000 80,000 Premi	47.8% 72.8%  /Loss Trends (\$000)  BNe DN	89.6% et Underwriting et Investment Ret Income	77.7% Results	AMB / S&P Ratings  Combination  Loss Ratio PH  140.0 125.0 120.0 100.0 27.0	A++ / AA+ A++ / A  ned Ratio (%) Trends  H Div Ratio ■ Expense  5.0  91.9	A++ / AA+ S	A++ / AA
120,000 100,000 80,000 40,000 20,000 40,000 20,000 60,000 80,000 80,000 2020Y 2021Y 2	/Loss Trends (\$000)  ■ Ne  ■ Ne  ■ Ne  ■ Div	et Underwriting et Investment Re et Income	Results esult	Combination	ned Ratio (%) Trends H Div Ratio ■Expense	s	ned Ratio
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80,000 60,000 40,000 20,000 40,000 60,000 80,000 Premii	□ Ne □ Dh	et Income		120.0 120.0 100.0	6 91.9		140.0
40,000 20,000 0 20,000 40,000 60,000 80,000 2020Y 2021Y 2		vidends to Stoc	knolders	120.0 100.0			
20,000 40,000 60,000 80,000 2020Y 2021Y 2	2022Y 2023Y			100.0			120.0
20,000 40,000 60,000 80,000 2020Y 2021Y 2	2022Y 2023Y			80.0		74.7	100.0
40,000 60,000 80,000 2020Y 2021Y 2	2022Y 2023Y			60.0	25.6	25.0	80.0 60.0
80,000 80,000 2020Y 2021Y 2	2022Y 2023Y			40.0 75.1 98.	.4 66.2		40.0
2020Y 2021Y 2	2022Y 2023Y			20.0	00.2	49.7	20.0
				0.0 2020Y 202	1Y 2022Y	2023Y	─ 0.0
1,200,000	Premium Trends (\$000)			2023Y Investment Portfolio			
1,000,000 800,000 600,000 400,000 200,000 0 2020Y 2021Y	2022Y 2023Y	■Gross Prem  Net Prem W  Net Prem E	/ritten	■Bonds 2% ■Preferred Stock 0% ■Common Stock 22% ■Cash & S/T Inv. 77% □Other 0%			
2023Y Top 5 Geographies (DPW - \$000)			2023 Top 5 Lines of Business (DPW/Total DPW)				
□TX - \$159,759				Oth Liab (Occurrence) - 32.1%			
■CA - \$94,977		\		■ Allied Lines - 30.6%			
		$\land$		□ Fire - 24.1%			
■FL - \$86,845				□FII€ - 24.1%			
□GA - \$52,815				■ Med Prof Liab (Claims Made) -			
				8.5%			
□LA - \$45,499		7		□ Oth Liab (Claims) - 2.3%			
■ All Other - \$516,225				■ All Other - 2.4%			
Total NY State DPW Total US ex Terr DPW	\$42,839		010001000100010001000100000000000000000	Total All Lines	\$956,747	000000000000000000000000000000000000000	x0000000000000000000000000000000000000

#### TOP 5 REINSURERS FOR GENERAL STAR INDEMNITY CO. BY GROSS RECOVERABLES PERIOD: 2023Y

Dollars in 000				
Reinsurer	Reinsurance Class	Reins Authorized Status	Gross Recov	Over 120 Days Overdue
1 - National Indemnity Company	US Affiliated Non-captive Non-pooling	Authorized	612,230	0
2 - Columbia Insurance Company	US Affiliated Non-captive Non-pooling	Authorized	152,749	0
3 - General Reinsurance Corporation	US Affiliated Non-captive Non-pooling	Authorized	143,923	0
4 - Odyssey Reinsurance Company	US Unaffiliated	Authorized	3,586	0
5 - The Hartford Steam Boiler Inspection and Insurance Company	US Unaffiliated	Authorized	2,526	0

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# **ULTIMATE PARENT – Berkshire Hathaway Inc.**

Corporate Profile		Financial Stren	gth Ratings
Address:	Berkshire Hathaw ay Inc.	S&P Global:	-
	3555 Farnam Street	Moody's:	#OUTSIDE SUBSCRIPTION
	Omaha, NE, 68131	Fitch:	-
		AM Best - P&C:	-
Website:	www.berkshirehathaway.com		
President :	Warren E. Buffett		
Ticker Symbol:	NYSE: BRK.A		
SEC Filing:	<u>10-K</u>		

Highlights (\$000)	2020Y	2021Y	2022Y	2023Y
Total Assets	873,729,000	959,388,000	948,465,000	1,069,978,000
Total Policy Reserves	163,831,000	175,270,000	191,297,000	196,449,000
Total Debt	122,364,000	119,253,000	127,683,000	133,570,000
Total Other Liabilities	62,100,000	65,530,000	70,436,000	76,180,000
Sep Account Liabilities	0	0	0	0
Total Liabilities	422,393,000	449,089,000	466,784,000	499,208,000
Total Equity	451,336,000	510,299,000	481,681,000	567,509,000
Total Liab & Equity	873,729,000	959,388,000	948,465,000	1,066,717,000
Book Value / Share (\$)	287,030.75	339,487.04	324,322.32	389,371.92
Reserves / Investments & Cash (x)	0.36	0.33	0.39	0.34
Reserves / Liabilities (x)	0.39	0.39	0.41	0.39
Reserves / Equity (x)	0.36	0.34	0.40	0.35
Debt / Equity (x)	0.27	0.23	0.27	0.24
Dec. 31 Closing Price (\$)	347,815.00	450,662.00	468,710.96	542,625.03
Net Income (\$)	43,253,000	90.949.000	-21,998,000	97,147,000
Basic EPS (\$)	26,668.00	59,554.00	-15,494.00	
Investment Yield (%)	12.31	17.88	-11.25	17.44
Ratios (%)				
Loss Ratio	77.16	79.11	83.82	73.01
Expense Ratio	NA	NA	NA	NA
PH Dividend Ratio	<u>NA</u>	<u>NA</u>	<u>NA</u>	<u>NA</u>
Combined Ratio	NA	NA	NA	NA

### **HISTORY**

General Star Indemnity Company (General Star Indemnity) was incorporated in the State of Connecticut in June 1967 as General Reinsurance Corporation of Connecticut, a subsidiary of General Reinsurance Corporation (Gen Re). The company changed its name to North Star Excess Insurance Corporation in May 1979 and then Genstar Indemnity Company in 1984. The company adopted its current name in June 1986. Berkshire Hathaway, Inc. (Berkshire) acquired the Gen Re group of companies in 1998. Financial and operations control of the company remains with Berkshire. The company re-domesticated to Delaware in December 2012. The company has been eligible to write surplus lines business in New York at least since ELANY's inception in 1989. As of December 31, 2023, General Star Indemnity is a Delaware domestic surplus lines insurer and operated on a non-admitted basis in fifty (50) states, the District of Columbia, Puerto Rico, and the U.S. Virgin Islands.

### REINSURANCE

General Star Indemnity maintains a 50% net quota share agreement with two affiliates, National Indemnity Company and Columbia Insurance Company As such, the financial strength of the Co. is dependent on the credit risk of Gen Re, as well as investment risk of its own investment portfolio, managed in common by Berkshire. For the years 2020 through 2023, respectively, General Star net reinsurance recoverable totaled \$438M, \$609M, \$731M and \$836M, representing 73%, 108%, 136% and 122% of company surplus.

## **HOLDING COMPANY**

With roots dating to 1839 in Rhode Island American textile manufacturing, the early company merged with Berkshire Fine Spinning, who in 1955 merged with the Hathaway Manufacturing Company to form the Berkshire Hathaway Company with headquarters in Omaha, NE. Having grown and expanded from these roots, Berkshire Hathaway, Inc. is one of the largest publicly traded investment firms in the world, holding investments in insurance and reinsurance groups and all related services and activities, consumer goods, railroads, energy (gas and electric), industrial manufacturing and supplies, retail. AM Best collectively rates over sixty (60) insurance subsidiaries with Berkshire Hathaway/National Indemnity/General Reinsurance Corp./Alleghany Ins. group of companies, including General Star Indemnity Insurance Company. For the years 2020 through and 2023, the Berkshire Hathaway Group was rated by AM Best and S&P as 'A++/AA+' 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.