

FCCI MUTUAL INSURANCE HOLDING COMPANY AND SUBSIDIARIES

Summarized Balance Sheet Information (in thousands)

Assets	2024	2023
Total investments	\$ 2,263,325	\$ 2,041,208
Cash and cash equivalents	105,239	137,091
Amounts due from policyholders, net	494,919	447,097
Amounts recoverable from reinsurers	138,432	123,231
Land, building and equipment, net	82,685	74,542
Other assets	208,423	189,113
Total assets	<u>\$ 3,293,023</u>	<u>\$ 3,012,282</u>
Liabilities and Members' Equity		
Liabilities:		
Loss and loss adjustment expenses	1,350,702	1,249,045
Unearned premiums	555,379	503,679
Debt	111,750	111,750
Other liabilities	192,581	171,216
Total liabilities	<u>2,210,412</u>	<u>2,035,690</u>
Members' equity	<u>1,082,611</u>	<u>976,592</u>
Total liabilities and members' equity	<u>\$ 3,293,023</u>	<u>\$ 3,012,282</u>

As of December 31, 2024 and 2023, policyholders' surplus of the Company's insurance subsidiaries as determined in accordance with statutory accounting practices was \$1,007,908 and \$908,425, respectively.

Summarized Statements of Income Information (in thousands)

	2024	2023
Revenues:		
Net premiums earned	\$ 1,106,732	\$ 1,021,161
Net investment income	109,926	96,373
Change in unrealized gain (loss) on common stocks	13,220	(94)
Net realized gain (loss)	(15,964)	8,408
Service fees and other income	2,756	3,220
Total revenues	<u>1,216,670</u>	<u>1,129,068</u>
Costs and expenses:		
Loss and loss adjustment expenses incurred	714,123	695,943
Policy acquisition expenses	224,572	195,737
General, administrative and other expenses	159,401	142,155
Policyholder dividends	5,279	4,749
Total expenses	<u>1,103,375</u>	<u>1,038,584</u>
Income before income taxes	<u>113,295</u>	<u>90,484</u>
Income tax expense	<u>7,711</u>	<u>18,717</u>
Net income attributable to members	<u>\$ 105,584</u>	<u>\$ 71,767</u>

The summarized financial information of the Company is derived from financial statements prepared in conformity with accounting principles generally accepted in the United States of America and are subject to an audit by an independent public accounting firm annually.



More than a policy. A promise.

The FCCI Insurance Group includes Brierfield Insurance Company, FCCI Specialty Insurance Company, FCCI Insurance Company, Monroe Guaranty Insurance Company and National Trust Insurance Company. © 2025 FCCI Services Inc.

Dear Member of FCCI Mutual Insurance Holding Company:

On behalf of FCCI Insurance Group's Board of Directors, officers, and our more than 880 dedicated teammates, I'm delighted to share the highlights and results of a very successful 2024.

Celebrating 65 Years This year marked an exciting milestone for FCCI – we turned 65 on April 1! We rallied around the theme “Celebrating Success” and came together for a memorable companywide celebration. We gathered momentum throughout the year and produced winning results. Thanks to the hard work of our teammates, and the trust you place in FCCI, I'm proud to report that our direct written premium reached \$1.2 billion. Our numerous financial, strategic and community achievements are bolstered by your confidence in us.

Financial Strength and Growth We've seen significant growth in our financial position. Our investment portfolio grew to \$2.3 billion, while our GAAP members' equity increased to \$1.1 billion. We also posted a profit of \$105.6 million and achieved a combined ratio of 99.6%. These accomplishments are a testament to our disciplined underwriting and our ability to navigate market dynamics effectively, all while remaining committed to the stability and strength that you rely on.

Expansion to Meet Customer Needs On October 1, FCCI Specialty Insurance Company began accepting submissions for Excess & Surplus (E&S) Lines of business. This expansion into the hard-to-place risk market allows us to offer specialized coverage to business owners who need tailored solutions beyond traditional options. It's a major step forward, helping us strengthen our market position and continue to serve a broader range of industries. I'm incredibly proud of the team for their careful planning and efforts, and I want to express my appreciation to our E&S Agents' Advisory Council for their guidance in shaping this new offering. In addition, our Surety strategy continues to flourish, now writing business in 45 states. We've made substantial investments in technology, including upgrades to the Express Surety portal, which streamlines the process for our agents, improves efficiency and enhances security. These innovations help us to better serve our customers while maintaining the level of excellence expected from FCCI.

Commitment to Volunteerism and Community Beyond our business success, we take great pride in giving back. This year, FCCI teammates contributed 2,116 hours of company-paid volunteer time to the nonprofit organizations of their choice. Our dedication to volunteerism and fundraising for worthy causes reflects our core values. In response to the devastating impact of three catastrophic hurricanes, the FCCI Charitable Foundation directed a portion of funds raised this year to disaster relief efforts in our regional footprint. Remaining funds were directed to charitable organizations which support adults and children with disabilities.

Welcoming New Teammates We also welcomed 123 new teammates to FCCI this year. Their fresh perspectives and enthusiasm for our mission contribute to our ongoing growth and success. Every voice at FCCI plays a role in helping us reach our shared goals.

Looking Ahead As we reflect on the past year, I want to express my deep appreciation for your business. We are committed to upholding our promises of Loyalty, Integrity, Vision, Excellence and Service in everything we do. Thank you for being such an integral part of our journey. Together, we'll continue to achieve great things and celebrate success along the way.

Cina D. Welch, Esq., CPCU
President & CEO