

The seal of the State of Texas is centered in the background. It features a five-pointed star in the center, surrounded by a wreath of olive and live oak branches. The words "THE STATE OF TEXAS" are inscribed around the perimeter of the seal.

**2008**  
**STATE OF TEXAS**  
***Insurance Expense Exhibits***

**Countrywide Results of all Companies Writing Business in Texas**

*Compiled from the NAIC Database  
Insurance Expense Exhibits  
Supplements to the Annual Statements for the  
Calendar Year Ending December 31, 2008*

**TEXAS DEPARTMENT OF INSURANCE**

*Published August 19, 2009  
Property & Casualty Program  
Julie Jones  
Data Services Section  
(512) 475-3030*



# **INSURANCE EXPENSE EXHIBIT**

THE PURPOSE OF THIS DATA REPORT IS TO PROVIDE INFORMATION BY LINE OF BUSINESS ON A COUNTRY WIDE BASIS DETAILING PROFIT AND LOSSES, LOSS ADJUSTMENTS, UNDERWRITING AND INVESTMENT EXPENSES. THIS INFORMATION IS USED IN DEVELOPING ELEMENTS OF PROFITABILITY AND TREND ANALYSIS TO ASSIST IN PROPER RATE DEVELOPMENT. THE DATA FOR THIS REPORT WERE TAKEN FROM THE NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS (NAIC) DATABASE USING THE INSURANCE EXPENSE EXHIBIT SUBMITTED WITH EACH COMPANY'S 2008 ANNUAL STATEMENT.

\* NOTE: The following data exclude Farm Mutual companies. Additionally, for the first time, County Mutual companies are being included in this report.

<b>SECTION I - DIRECT BUSINESS</b>	<b>Page</b>
Total For All Direct Business Written.....	1
Total For All Lines (Line 35).....	2
Fire.....	3
Allied Lines.....	4
Multiple Peril Crop.....	5
Federal Flood.....	6
Farmowners Multiple Peril.....	7
Homeowners Multiple Peril.....	8
Commercial Multiple Peril.....	9
Mortgage Guaranty.....	10
Ocean Marine.....	11
Inland Marine.....	12
Financial Guaranty.....	13
Medical Malpractice.....	14
Earthquake.....	15
Group Accident and Health.....	16
Accident and Health (Group and Individual).....	17
Other Accident and Health.....	18
Workers' Compensation.....	19
Other General Liability.....	20
Products Liability.....	21
Private Passenger Auto Liability.....	22
Commercial Auto Liability.....	23
Private Passenger Auto Phys. Damage.....	24
Commercial Auto Phys. Damage.....	25
Aircraft.....	26
Fidelity.....	27
Surety.....	28
Burglary and Theft.....	29
Boiler and Machinery.....	30
Credit.....	31
Excess Workers' Compensation.....	32
Warranty.....	33

<b>SECTION II - NET BUSINESS</b>	<b>Page</b>
Total For All Direct Business Written.....	34
Total For All Lines (Line 35).....	35
Fire.....	36
Allied Lines.....	37
Multiple Peril Crop.....	38
Federal Flood.....	39
Farmowners Multiple Peril.....	40
Homeowners Multiple Peril.....	41
Commercial Multiple Peril.....	42
Mortgage Guaranty.....	43
Ocean Marine.....	44
Inland Marine.....	45
Financial Guaranty.....	46
Medical Malpractice.....	47
Earthquake.....	48
Group Accident and Health.....	49
Accident and Health (Group and Individual).....	50
Other Accident and Health.....	51
Workers' Compensation.....	52
Other General Liability.....	53
Products Liability.....	54
Private Passenger Auto Liability.....	55
Commercial Auto Liability.....	56
Private Passenger Auto Phys. Damage.....	57
Commercial Auto Phys. Damage.....	58
Aircraft.....	59
Fidelity.....	60
Surety.....	61
Burglary and Theft.....	62
Boiler and Machinery.....	63
Credit.....	64
Excess Workers' Compensation.....	65
Warranty.....	66

<b>SECTION III - TEXAS DIRECT BUSINESS</b>	<b>Page</b>
Total For All Direct Business Written.....	67
Total For All Lines (Line 35).....	68
Fire.....	69
Allied Lines.....	70
Multiple Peril Crop.....	71
Federal Flood.....	72
Farmowners Multiple Peril.....	73
Homeowners Multiple Peril.....	74
Commercial Multiple Peril.....	75
Mortgage Guaranty.....	76
Ocean Marine.....	77
Inland Marine.....	78
Financial Guaranty.....	79
Medical Malpractice.....	80
Earthquake.....	81
Group Accident and Health.....	82
Accident and Health (Group and Individual).....	83
Other Accident and Health.....	84
Workers' Compensation.....	85
Other General Liability.....	86
Products Liability.....	87
Private Passenger Auto Liability.....	88
Commercial Auto Liability.....	89
Private Passenger Auto Phys. Damage.....	90
Commercial Auto Phys. Damage.....	91
Aircraft.....	92
Fidelity.....	93
Surety.....	94
Burglary and Theft.....	95
Boiler and Machinery.....	96
Credit.....	97
Excess Workers' Compensation.....	98
Warranty.....	99

# **SECTION I**

## **DIRECT BUSINESS WRITTEN**

*Compiled from the NAIC Database  
Insurance Expense Exhibits  
Supplements to the Annual Statements for the  
Calendar Year Ending December 31, 2008*

Countrywide Totals for All Property and Casualty Lines Combined  
For All Companies Writing in Texas (Summary of pages 4-34) - Direct Business  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	6,062,426	102.48	4,754,465	99.50	51,023,796	100.15	16,214,854	99.44	279,987,009	99.94	358,042,550	99.99
2	Premiums Earned	5,915,875	100.00	4,778,595	100.00	50,946,656	100.00	16,305,577	100.00	280,146,885	100.00	358,093,588	100.00
3	Dividends to Policyholders	8,298	0.14	6,973	0.15	416,573	0.82	536,371	3.29	516,682	0.18	1,484,897	0.41
4	Incurred Losses	4,066,491	68.74	5,107,595	106.88	34,410,197	67.54	10,381,275	63.67	195,559,806	69.81	249,525,364	69.68
5	Defense and Cost Containment Expenses Incurred	101,372	1.71	122,837	2.57	1,483,789	2.91	576,926	3.54	14,421,027	5.15	16,705,951	4.67
6	Unallocated LAE* Incurred	476,380	8.05	653,089	13.67	4,338,328	8.52	1,423,649	8.73	17,075,548	6.10	23,966,994	6.69
7	Unpaid Losses	1,791,518	30.28	1,924,136	40.27	36,555,065	71.75	10,097,060	61.92	346,158,824	123.56	396,526,603	110.73
8	Defense and Cost Containment Expenses Unpaid	202,143	3.42	229,654	4.81	4,895,532	9.61	1,578,452	9.68	48,494,647	17.31	55,400,428	15.47
9	Unallocated LAE* Unpaid	200,841	3.39	301,272	6.30	3,775,660	7.41	908,646	5.57	16,053,446	5.73	21,239,865	5.93
10	Unearned Premium Reserves	1,864,125	31.51	2,446,907	51.21	17,348,922	34.05	6,832,023	41.90	132,320,344	47.23	160,812,321	44.91
11	Agents Balances	1,001,162	16.92	664,303	13.90	8,862,642	17.40	3,007,983	18.45	54,050,316	19.29	67,586,406	18.87
12	Commission & Brokerage Expenses Incurred	727,233	12.29	676,341	14.15	5,142,203	10.09	1,117,305	6.85	31,896,336	11.39	39,559,418	11.05
13	Taxes, Licenses and Fees Incurred	109,359	1.85	133,030	2.78	1,089,946	2.14	389,290	2.39	7,388,717	2.64	9,110,342	2.54
14	Other Acquisition Expenses Incurred	319,831	5.41	317,208	6.64	4,491,644	8.82	1,717,048	10.53	17,067,428	6.09	23,913,159	6.68
15	General Expenses Incurred	140,105	2.37	252,278	5.28	2,456,930	4.82	602,454	3.69	16,560,190	5.91	20,011,957	5.59
16	Other Income Less Other Expenses	10,192	0.17	16,710	0.35	(87,958)	(0.17)	82,490	0.51	2,080,126	0.74	2,101,560	0.59
17	Pretax Profit or Loss Excluding Investment Gain**	(23,002)	(0.39)	(2,474,046)	(51.77)	(2,970,931)	(5.83)	(356,251)	(2.18)	(18,258,736)	(6.52)	(24,082,966)	(6.73)

\* LAE - Loss Adjustment Expenses

IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For All Lines (Line 35)  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	6,240,874	102.42	4,765,464	99.49	51,705,650	100.12	14,881,448	99.75	285,183,166	99.71	362,776,602	99.81
2	Premiums Earned	6,093,431	100.00	4,790,108	100.00	51,644,487	100.00	14,919,333	100.00	286,003,422	100.00	363,450,781	100.00
3	Dividends to Policyholders	8,298	0.14	6,973	0.15	417,396	0.81	530,587	3.56	526,940	0.18	1,490,194	0.41
4	Incurred Losses	4,134,182	67.85	5,112,831	106.74	34,802,130	67.39	9,596,513	64.32	198,825,489	69.52	252,471,145	69.47
5	Defense and Cost Containment Expenses Incurred	101,753	1.67	122,929	2.57	1,486,112	2.88	515,411	3.45	14,492,943	5.07	16,719,148	4.60
6	Unallocated LAE* Incurred	484,655	7.95	653,614	13.65	4,391,970	8.50	1,323,292	8.87	17,395,297	6.08	24,248,828	6.67
7	Unpaid Losses	1,798,880	29.52	1,924,907	40.19	36,651,691	70.97	8,409,098	56.36	347,292,593	121.43	396,077,169	108.98
8	Defense and Cost Containment Expenses Unpaid	202,848	3.33	229,701	4.80	4,898,365	9.48	1,364,075	9.14	48,636,572	17.01	55,331,561	15.22
9	Unallocated LAE* Unpaid	202,115	3.32	301,419	6.29	3,789,596	7.34	824,232	5.52	16,128,886	5.64	21,246,248	5.85
10	Unearned Premium Reserves	1,919,602	31.50	2,451,862	51.19	17,599,318	34.08	6,243,893	41.85	134,984,731	47.20	163,199,406	44.90
11	Agents Balances	1,030,048	16.90	665,508	13.89	9,026,956	17.48	2,576,098	17.27	55,053,043	19.25	68,351,653	18.81
12	Commission & Brokerage Expenses Incurred	747,354	12.26	678,337	14.16	5,214,914	10.10	948,167	6.36	32,663,753	11.42	40,252,525	11.08
13	Taxes, Licenses and Fees Incurred	111,572	1.83	133,262	2.78	1,103,215	2.14	358,373	2.40	7,523,928	2.63	9,230,350	2.54
14	Other Acquisition Expenses Incurred	321,451	5.28	317,654	6.63	4,556,670	8.82	1,572,757	10.54	17,295,857	6.05	24,064,389	6.62
15	General Expenses Incurred	143,499	2.35	252,737	5.28	2,494,825	4.83	504,833	3.38	18,854,378	6.59	22,250,272	6.12
16	Other Income Less Other Expenses	10,903	0.18	16,745	0.35	(87,590)	(0.17)	83,610	0.56	2,164,649	0.76	2,188,317	0.60
17	Pretax Profit or Loss Excluding Investment Gain**	51,573	0.85	(2,471,489)	(51.60)	(2,910,331)	(5.64)	(346,990)	(2.33)	(19,410,521)	(6.79)	(25,087,758)	(6.90)

\* LAE - Loss Adjustment Expenses

IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Fire  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutuals		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	30,842	99.94	126,100	98.41	854,775	98.55	282,414	105.00	5,672,184	100.74	6,966,315	100.58
2	Premiums Earned	30,860	100.00	128,131	100.00	867,337	100.00	268,974	100.00	5,630,780	100.00	6,926,082	100.00
3	Dividends to Policyholders	0	0.00	39	0.03	7,426	0.86	5,570	2.07	341	0.01	13,376	0.19
4	Incurred Losses	9,748	31.59	67,720	52.85	1,081,182	124.66	155,926	57.97	2,755,442	48.94	4,070,018	58.76
5	Defense and Cost Containment Expenses Incurred	0	0.00	1,745	1.36	13,553	1.56	1,601	0.60	36,920	0.66	53,819	0.78
6	Unallocated LAE* Incurred	466	1.51	3,318	2.59	33,273	3.84	12,653	4.70	105,837	1.88	155,547	2.25
7	Unpaid Losses	1,258	4.08	29,060	22.68	461,046	53.16	66,823	24.84	2,578,468	45.79	3,136,655	45.29
8	Defense and Cost Containment Expenses Unpaid	0	0.00	1,393	1.09	10,048	1.16	2,163	0.80	125,081	2.22	138,685	2.00
9	Unallocated LAE* Unpaid	24	0.08	753	0.59	20,096	2.32	6,906	2.57	83,906	1.49	111,685	1.61
10	Unearned Premium Reserves	469	1.52	59,450	46.40	448,038	51.66	161,003	59.86	2,754,228	48.91	3,423,188	49.42
11	Agents Balances	404	1.31	13,593	10.61	188,418	21.72	77,401	28.78	938,956	16.68	1,218,772	17.60
12	Commission & Brokerage Expenses Incurred	5,441	17.63	22,000	17.17	53,313	6.15	25,475	9.47	677,547	12.03	783,776	11.32
13	Taxes, Licenses and Fees Incurred	173	0.56	3,473	2.71	22,362	2.58	7,065	2.63	144,007	2.56	177,080	2.56
14	Other Acquisition Expenses Incurred	3,577	11.59	4,005	3.13	62,261	7.18	35,020	13.02	290,147	5.15	395,010	5.70
15	General Expenses Incurred	2,019	6.54	7,629	5.95	80,758	9.31	10,237	3.81	500,431	8.89	601,074	8.68
16	Other Income Less Other Expenses	0	0.00	1,130	0.88	2,140	0.25	4,315	1.60	(53,645)	(0.95)	(46,060)	(0.67)
17	Pretax Profit or Loss Excluding Investment Gain**	9,437	30.58	19,332	15.09	(484,650)	(55.88)	19,739	7.34	1,066,468	18.94	630,326	9.10

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Allied Lines  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutuals		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	15,041	99.90	176,075	96.45	1,323,640	98.07	248,362	103.26	4,165,496	102.08	5,928,614	101.02
2	Premiums Earned	15,056	100.00	182,548	100.00	1,349,672	100.00	240,513	100.00	4,080,753	100.00	5,868,542	100.00
3	Dividends to Policyholders	0	0.00	159	0.09	584	0.04	7,264	3.02	654	0.02	8,661	0.15
4	Incurred Losses	73,672	489.32	271,955	148.98	761,776	56.44	250,435	104.13	2,948,587	72.26	4,306,425	73.38
5	Defense and Cost Containment Expenses Incurred	0	0.00	10,757	5.89	(1,488)	(0.11)	6,886	2.86	108,649	2.66	124,804	2.13
6	Unallocated LAE* Incurred	7,355	48.85	19,491	10.68	55,748	4.13	19,270	8.01	158,294	3.88	260,158	4.43
7	Unpaid Losses	17,770	118.03	119,613	65.52	386,402	28.63	60,151	25.01	2,792,933	68.44	3,376,869	57.54
8	Defense and Cost Containment Expenses Unpaid	0	0.00	7,651	4.19	8,395	0.62	6,082	2.53	167,517	4.11	189,645	3.23
9	Unallocated LAE* Unpaid	1,533	10.18	7,826	4.29	18,370	1.36	11,889	4.94	73,183	1.79	112,801	1.92
10	Unearned Premium Reserves	228	1.51	76,269	41.78	624,298	46.26	132,840	55.23	1,589,763	38.96	2,423,398	41.29
11	Agents Balances	197	1.31	14,124	7.74	219,490	16.26	52,413	21.79	614,941	15.07	901,165	15.36
12	Commission & Brokerage Expenses Incurred	2,654	17.63	26,584	14.56	70,148	5.20	19,438	8.08	489,448	11.99	608,272	10.36
13	Taxes, Licenses and Fees Incurred	84	0.56	25,526	13.98	32,328	2.40	5,763	2.40	113,637	2.78	177,338	3.02
14	Other Acquisition Expenses Incurred	1,745	11.59	6,438	3.53	77,485	5.74	25,773	10.72	188,239	4.61	299,680	5.11
15	General Expenses Incurred	938	6.23	7,274	3.98	125,924	9.33	7,148	2.97	293,204	7.19	434,488	7.40
16	Other Income Less Other Expenses	0	0.00	865	0.47	613	0.05	2,294	0.95	(2,337)	(0.06)	1,435	0.02
17	Pretax Profit or Loss Excluding Investment Gain**	(71,392)	(474.18)	(184,778)	(101.22)	227,787	16.88	(99,170)	(41.23)	(222,285)	(5.45)	(349,838)	(5.96)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Multiple Peril Crop  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	573,059	102.73	0	0.00	9,481,326	102.58	10,054,385	102.59
2	Premiums Earned	0	0.00	0	0.00	557,831	100.00	0	0.00	9,242,914	100.00	9,800,745	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	452,935	81.20	0	0.00	6,781,504	73.37	7,234,439	73.82
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	26	0.00	0	0.00	19,723	0.21	19,749	0.20
6	Unallocated LAE* Incurred	0	0.00	0	0.00	6,601	1.18	0	0.00	47,932	0.52	54,533	0.56
7	Unpaid Losses	0	0.00	0	0.00	298,374	53.49	0	0.00	4,311,562	46.65	4,609,936	47.04
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	84	0.02	0	0.00	22,592	0.24	22,676	0.23
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	1,636	0.29	0	0.00	13,913	0.15	15,549	0.16
10	Unearned Premium Reserves	0	0.00	0	0.00	41,912	7.51	0	0.00	690,167	7.47	732,079	7.47
11	Agents Balances	0	0.00	0	0.00	23,784	4.26	0	0.00	1,901,616	20.57	1,925,400	19.65
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	93,529	16.77	0	0.00	658,310	7.12	751,839	7.67
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	(43)	(0.01)	0	0.00	11,934	0.13	11,891	0.12
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	(3,645)	(0.65)	0	0.00	(115,076)	(1.25)	(118,721)	(1.21)
15	General Expenses Incurred	0	0.00	0	0.00	8,094	1.45	0	0.00	158,335	1.71	166,429	1.70
16	Other Income Less Other Expenses	0	0.00	0	0.00	739	0.13	0	0.00	3,559	0.04	4,298	0.04
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	1,074	0.19	0	0.00	1,683,813	18.22	1,684,887	17.19

\* LAE - Loss Adjustment Expenses

IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Federal Flood  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	22,081	117.45	175,388	104.91	34,530	104.52	2,258,673	110.62	2,490,672	110.16
2	Premiums Earned	0	0.00	18,800	100.00	167,176	100.00	33,036	100.00	2,041,845	100.00	2,260,857	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	82,416	438.38	68,341	40.88	5,251	15.89	2,529,867	123.90	2,685,875	118.80
5	Defense and Cost Containment Expenses Incurred	0	0.00	2,295	12.21	1,095	0.65	334	1.01	29,341	1.44	33,065	1.46
6	Unallocated LAE* Incurred	0	0.00	239	1.27	1,668	1.00	0	0.00	(14,899)	(0.73)	(12,992)	(0.57)
7	Unpaid Losses	0	0.00	22,406	119.18	21,502	12.86	291	0.88	771,089	37.76	815,288	36.06
8	Defense and Cost Containment Expenses Unpaid	0	0.00	352	1.87	881	0.53	0	0.00	1,716	0.08	2,949	0.13
9	Unallocated LAE* Unpaid	0	0.00	33	0.18	0	0.00	0	0.00	40,646	1.99	40,679	1.80
10	Unearned Premium Reserves	0	0.00	13,496	71.79	96,897	57.96	18,767	56.81	1,279,883	62.68	1,409,043	62.32
11	Agents Balances	0	0.00	315	1.68	24,903	14.90	6,959	21.06	82,138	4.02	114,315	5.06
12	Commission & Brokerage Expenses Incurred	0	0.00	5,229	27.81	36,981	22.12	5,790	17.53	341,772	16.74	389,772	17.24
13	Taxes, Licenses and Fees Incurred	0	0.00	481	2.56	3,524	2.11	845	2.56	38,375	1.88	43,225	1.91
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	0	0.00	2,235	6.77	45,792	2.24	48,027	2.12
15	General Expenses Incurred	0	0.00	0	0.00	0	0.00	990	3.00	23,836	1.17	24,826	1.10
16	Other Income Less Other Expenses	0	0.00	0	0.00	79	0.05	0	0.00	(2,046)	(0.10)	(1,967)	(0.09)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(71,860)	(382.23)	55,647	33.29	17,593	53.25	(954,285)	(46.74)	(952,905)	(42.15)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures  
\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Farmowners Multiple Peril  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	71,279	100.42	360,689	102.66	33,340	97.67	703,347	101.81	1,168,655	101.86
2	Premiums Earned	0	0.00	70,981	100.00	351,349	100.00	34,137	100.00	690,815	100.00	1,147,282	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	58,511	82.43	270,995	77.13	31,294	91.67	493,265	71.40	854,065	74.44
5	Defense and Cost Containment Expenses Incurred	0	0.00	2,183	3.08	8,605	2.45	716	2.10	22,839	3.31	34,343	2.99
6	Unallocated LAE* Incurred	0	0.00	16,320	22.99	17,286	4.92	1,730	5.07	89,952	13.02	125,288	10.92
7	Unpaid Losses	0	0.00	17,710	24.95	138,683	39.47	8,659	25.37	262,051	37.93	427,103	37.23
8	Defense and Cost Containment Expenses Unpaid	0	0.00	2,172	3.06	20,439	5.82	1,578	4.62	33,663	4.87	57,852	5.04
9	Unallocated LAE* Unpaid	0	0.00	14,008	19.73	4,536	1.29	400	1.17	73,440	10.63	92,384	8.05
10	Unearned Premium Reserves	0	0.00	34,363	48.41	162,149	46.15	16,496	48.32	338,523	49.00	551,531	48.07
11	Agents Balances	0	0.00	10,298	14.51	75,388	21.46	2,941	8.62	131,448	19.03	220,075	19.18
12	Commission & Brokerage Expenses Incurred	0	0.00	12,484	17.59	54,479	15.51	3,566	10.45	121,361	17.57	191,890	16.73
13	Taxes, Licenses and Fees Incurred	0	0.00	1,045	1.47	6,215	1.77	735	2.15	16,486	2.39	24,481	2.13
14	Other Acquisition Expenses Incurred	0	0.00	3,224	4.54	26,303	7.49	2,149	6.30	46,743	6.77	78,419	6.84
15	General Expenses Incurred	0	0.00	2,361	3.33	9,903	2.82	645	1.89	47,876	6.93	60,785	5.30
16	Other Income Less Other Expenses	0	0.00	94	0.13	(308)	(0.09)	425	1.24	(4,437)	(0.64)	(4,226)	(0.37)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(25,051)	(35.29)	(42,750)	(12.17)	(6,274)	(18.38)	(152,141)	(22.02)	(226,216)	(19.72)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures  
\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Homeowners Multiple Peril  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	129,511	99.78	3,366,892	98.84	2,938,110	100.44	4,204,305	99.98	35,274,264	103.01	45,913,082	102.23
2	Premiums Earned	129,791	100.00	3,406,401	100.00	2,925,340	100.00	4,205,293	100.00	34,243,679	100.00	44,910,504	100.00
3	Dividends to Policyholders	0	0.00	6,634	0.19	43,252	1.48	127,336	3.03	1,969	0.01	179,191	0.40
4	Incurred Losses	225,241	173.54	3,933,922	115.49	2,005,820	68.57	3,400,045	80.85	24,225,347	70.74	33,790,375	75.24
5	Defense and Cost Containment Expenses Incurred	786	0.61	62,832	1.84	26,778	0.92	107,780	2.56	626,404	1.83	824,580	1.84
6	Unallocated LAE* Incurred	12,474	9.61	560,188	16.45	217,361	7.43	431,530	10.26	3,068,891	8.96	4,290,444	9.55
7	Unpaid Losses	27,770	21.40	1,034,720	30.38	781,274	26.71	1,494,009	35.53	10,330,446	30.17	13,668,219	30.43
8	Defense and Cost Containment Expenses Unpaid	264	0.20	80,998	2.38	73,497	2.51	152,799	3.63	985,748	2.88	1,293,306	2.88
9	Unallocated LAE* Unpaid	2,371	1.83	230,361	6.76	78,391	2.68	220,622	5.25	1,596,106	4.66	2,127,851	4.74
10	Unearned Premium Reserves	68,458	52.74	1,737,392	51.00	1,512,596	51.71	2,178,157	51.80	18,931,276	55.28	24,427,879	54.39
11	Agents Balances	29,647	22.84	508,315	14.92	392,784	13.43	758,216	18.03	5,000,665	14.60	6,689,627	14.90
12	Commission & Brokerage Expenses Incurred	17,860	13.76	422,942	12.42	385,706	13.18	363,407	8.64	4,726,281	13.80	5,916,196	13.17
13	Taxes, Licenses and Fees Incurred	2,582	1.99	82,932	2.43	60,840	2.08	105,997	2.52	908,695	2.65	1,161,046	2.59
14	Other Acquisition Expenses Incurred	21,481	16.55	253,642	7.45	281,986	9.64	463,500	11.02	2,808,827	8.20	3,829,436	8.53
15	General Expenses Incurred	4,802	3.70	172,003	5.05	180,478	6.17	130,238	3.10	1,512,228	4.42	1,999,749	4.45
16	Other Income Less Other Expenses	2,843	2.19	13,512	0.40	19,486	0.67	22,850	0.54	161,189	0.47	219,880	0.49
17	Pretax Profit or Loss Excluding Investment Gain**	(152,591)	(117.57)	(2,075,187)	(60.92)	(257,395)	(8.80)	(901,690)	(21.44)	(3,473,781)	(10.14)	(6,860,644)	(15.28)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Commercial Multiple Peril  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	436,693	100.03	2,336,621	98.06	1,047,728	99.13	22,283,013	98.37	26,104,055	98.40
2	Premiums Earned	0	0.00	436,575	100.00	2,382,752	100.00	1,056,915	100.00	22,653,115	100.00	26,529,357	100.00
3	Dividends to Policyholders	0	0.00	7	0.00	13,186	0.55	(3)	(0.00)	8,652	0.04	21,842	0.08
4	Incurred Losses	0	0.00	435,575	99.77	1,516,014	63.62	526,694	49.83	12,386,074	54.68	14,864,357	56.03
5	Defense and Cost Containment Expenses Incurred	0	0.00	28,167	6.45	147,699	6.20	43,654	4.13	1,479,521	6.53	1,699,041	6.40
6	Unallocated LAE* Incurred	0	0.00	32,946	7.55	144,619	6.07	65,003	6.15	1,149,618	5.07	1,392,186	5.25
7	Unpaid Losses	0	0.00	368,882	84.49	2,015,078	84.57	601,621	56.92	21,512,497	94.96	24,498,078	92.34
8	Defense and Cost Containment Expenses Unpaid	0	0.00	92,156	21.11	668,891	28.07	274,926	26.01	6,527,400	28.81	7,563,373	28.51
9	Unallocated LAE* Unpaid	0	0.00	28,410	6.51	124,431	5.22	60,104	5.69	1,413,371	6.24	1,626,316	6.13
10	Unearned Premium Reserves	0	0.00	206,650	47.33	1,115,056	46.80	529,367	50.09	10,506,211	46.38	12,357,284	46.58
11	Agents Balances	0	0.00	39,580	9.07	678,904	28.49	195,467	18.49	5,026,231	22.19	5,940,182	22.39
12	Commission & Brokerage Expenses Incurred	0	0.00	73,803	16.90	321,951	13.51	150,171	14.21	3,819,092	16.86	4,365,017	16.45
13	Taxes, Licenses and Fees Incurred	0	0.00	8,224	1.88	59,960	2.52	26,109	2.47	565,674	2.50	659,967	2.49
14	Other Acquisition Expenses Incurred	0	0.00	28,043	6.42	217,826	9.14	150,336	14.22	1,405,145	6.20	1,801,350	6.79
15	General Expenses Incurred	0	0.00	35,674	8.17	178,847	7.51	67,345	6.37	1,370,010	6.05	1,651,876	6.23
16	Other Income Less Other Expenses	0	0.00	752	0.17	3,503	0.15	3,644	0.34	1,302,957	5.75	1,310,856	4.94
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(205,111)	(46.98)	(213,851)	(8.97)	31,251	2.96	1,772,282	7.82	1,384,571	5.22

\* LAE - Loss Adjustment Expenses

IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Mortgage Guaranty  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	6,417,631	100.90	6,417,631	100.90
2	Premiums Earned	0	0.00	0	0.00	0	0.00	0	0.00	6,360,691	100.00	6,360,691	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	0	0.00	0	0.00	13,518,147	212.53	13,518,147	212.53
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	151,568	2.38	151,568	2.38
6	Unallocated LAE* Incurred	0	0.00	0	0.00	0	0.00	0	0.00	209,594	3.30	209,594	3.30
7	Unpaid Losses	0	0.00	0	0.00	0	0.00	0	0.00	19,254,199	302.71	19,254,199	302.71
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	260,239	4.09	260,239	4.09
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	188,929	2.97	188,929	2.97
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	954,885	15.01	954,885	15.01
11	Agents Balances	0	0.00	0	0.00	0	0.00	0	0.00	252,230	3.97	252,230	3.97
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	6,805	0.11	6,805	0.11
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	0	0.00	0	0.00	154,652	2.43	154,652	2.43
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	215,922	3.39	215,922	3.39
15	General Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	734,467	11.55	734,467	11.55
16	Other Income Less Other Expenses	0	0.00	0	0.00	0	0.00	0	0.00	95,090	1.49	95,090	1.49
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	0	0.00	0	0.00	(8,535,372)	(134.19)	(8,535,372)	(134.19)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Ocean Marine  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	7,500	95.03	10,806	94.82	3,664,413	99.92	3,682,719	99.90
2	Premiums Earned	0	0.00	0	0.00	7,892	100.00	11,396	100.00	3,667,197	100.00	3,686,485	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	977	12.38	1,104	9.69	0	0.00	2,081	0.06
4	Incurred Losses	0	0.00	58	0.00	20,192	255.85	3,238	28.41	2,390,227	65.18	2,413,715	65.47
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	645	8.17	(315)	(2.76)	155,342	4.24	155,672	4.22
6	Unallocated LAE* Incurred	0	0.00	8	0.00	471	5.97	1,682	14.76	148,826	4.06	150,987	4.10
7	Unpaid Losses	0	0.00	9	0.00	38,161	483.54	2,397	21.03	3,868,475	105.49	3,909,042	106.04
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	875	11.09	85	0.75	293,019	7.99	293,979	7.97
9	Unallocated LAE* Unpaid	0	0.00	1	0.00	13,722	173.87	365	3.20	122,635	3.34	136,723	3.71
10	Unearned Premium Reserves	0	0.00	0	0.00	3,521	44.61	5,122	44.95	1,220,900	33.29	1,229,543	33.35
11	Agents Balances	0	0.00	0	0.00	1,936	24.53	1,864	16.36	1,126,177	30.71	1,129,977	30.65
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	253	3.21	1	0.01	537,933	14.67	538,187	14.60
13	Taxes, Licenses and Fees Incurred	0	0.00	2	0.00	167	2.12	240	2.11	58,626	1.60	59,035	1.60
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	1,195	15.14	992	8.70	159,938	4.36	162,125	4.40
15	General Expenses Incurred	0	0.00	0	0.00	666	8.44	83	0.73	212,573	5.80	213,322	5.79
16	Other Income Less Other Expenses	0	0.00	0	0.00	7	0.09	15	0.13	(48,950)	(1.33)	(48,928)	(1.33)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(69)	0.00	(16,668)	(211.20)	4,386	38.49	(45,211)	(1.23)	(57,562)	(1.56)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Inland Marine  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	35,237	103.79	143,106	109.31	961,022	97.39	160,915	103.70	11,296,178	97.71	12,596,458	97.89
2	Premiums Earned	33,951	100.00	130,922	100.00	986,731	100.00	155,171	100.00	11,560,693	100.00	12,867,468	100.00
3	Dividends to Policyholders	0	0.00	134	0.10	6,744	0.68	6,427	4.14	2,759	0.02	16,064	0.12
4	Incurred Losses	18,927	55.75	57,800	44.15	660,022	66.89	61,347	39.54	6,085,366	52.64	6,883,462	53.50
5	Defense and Cost Containment Expenses Incurred	69	0.20	670	0.51	(1,813)	(0.18)	265	0.17	132,438	1.15	131,629	1.02
6	Unallocated LAE* Incurred	4,085	12.03	2,575	1.97	32,112	3.25	9,188	5.92	502,930	4.35	550,890	4.28
7	Unpaid Losses	3,185	9.38	23,889	18.25	396,847	40.22	15,166	9.77	3,079,248	26.64	3,518,335	27.34
8	Defense and Cost Containment Expenses Unpaid	46	0.14	1,184	0.90	8,349	0.85	531	0.34	193,279	1.67	203,389	1.58
9	Unallocated LAE* Unpaid	2,903	8.55	1,681	1.28	4,153	0.42	4,474	2.88	193,363	1.67	206,574	1.61
10	Unearned Premium Reserves	17,596	51.83	95,114	72.65	490,628	49.72	84,323	54.34	3,571,708	30.90	4,259,369	33.10
11	Agents Balances	2,245	6.61	12,500	9.55	197,937	20.06	26,354	16.98	2,670,819	23.10	2,909,855	22.61
12	Commission & Brokerage Expenses Incurred	4,614	13.59	36,517	27.89	62,370	6.32	6,959	4.48	1,613,057	13.95	1,723,517	13.39
13	Taxes, Licenses and Fees Incurred	770	2.27	2,666	2.04	24,480	2.48	3,982	2.57	305,135	2.64	337,033	2.62
14	Other Acquisition Expenses Incurred	4,292	12.64	4,776	3.65	80,241	8.13	25,482	16.42	459,083	3.97	573,874	4.46
15	General Expenses Incurred	1,340	3.95	5,516	4.21	86,128	8.73	4,592	2.96	592,119	5.12	689,695	5.36
16	Other Income Less Other Expenses	218	0.64	101	0.08	857	0.09	846	0.55	73,531	0.64	75,553	0.59
17	Pretax Profit or Loss Excluding Investment Gain**	71	0.21	20,368	15.56	37,301	3.78	37,775	24.34	1,941,342	16.79	2,036,857	15.83

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Financial Guaranty  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	2,683,387	67.46	2,683,387	67.46
2	Premiums Earned	0	0.00	0	0.00	0	0.00	0	0.00	3,978,005	100.00	3,978,005	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	0	0.00	0	0.00	18,913,752	475.46	18,913,752	475.46
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	105,213	2.64	105,213	2.64
6	Unallocated LAE* Incurred	0	0.00	0	0.00	0	0.00	0	0.00	7,861	0.20	7,861	0.20
7	Unpaid Losses	0	0.00	0	0.00	0	0.00	0	0.00	16,606,378	417.45	16,606,378	417.45
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	(233,936)	(5.88)	(233,936)	(5.88)
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	870	0.02	870	0.02
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	12,228,591	307.41	12,228,591	307.41
11	Agents Balances	0	0.00	0	0.00	0	0.00	0	0.00	75,427	1.90	75,427	1.90
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	1,055	0.03	1,055	0.03
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	0	0.00	0	0.00	61,705	1.55	61,705	1.55
14	Other Acquisition Expenses Incurred	6	0.00	6	0.00	0	0.00	0	0.00	38,109	0.96	38,121	0.96
15	General Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	824,726	20.73	824,726	20.73
16	Other Income Less Other Expenses	0	0.00	0	0.00	0	0.00	0	0.00	(138,604)	(3.48)	(138,604)	(3.48)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	0	0.00	0	0.00	(16,113,015)	(405.05)	(16,113,015)	(405.05)

\* LAE - Loss Adjustment Expenses

IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Medical Malpractice  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	8	100.00	142,285	97.68	534,433	100.47	2,424,370	98.45	3,101,096	98.76
2	Premiums Earned	0	0.00	8	100.00	145,663	100.00	531,912	100.00	2,462,596	100.00	3,140,179	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	21,959	15.08	121	0.02	9,225	0.37	31,305	1.00
4	Incurred Losses	0	0.00	0	0.00	41,729	28.65	122,055	22.95	664,183	26.97	827,967	26.37
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	14,339	9.84	97,164	18.27	577,319	23.44	688,822	21.94
6	Unallocated LAE* Incurred	0	0.00	0	0.00	13,589	9.33	49,720	9.35	89,402	3.63	152,711	4.86
7	Unpaid Losses	0	0.00	0	0.00	178,874	122.80	709,625	133.41	6,271,879	254.69	7,160,378	228.02
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	96,127	65.99	246,902	46.42	2,410,696	97.89	2,753,725	87.69
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	46,345	31.82	40,220	7.56	204,047	8.29	290,612	9.25
10	Unearned Premium Reserves	0	0.00	5	62.50	73,133	50.21	321,497	60.44	1,120,515	45.50	1,515,150	48.25
11	Agents Balances	0	0.00	1	12.50	27,612	18.96	147,510	27.73	498,372	20.24	673,495	21.45
12	Commission & Brokerage Expenses Incurred	0	0.00	1	12.50	1,137	0.78	32,573	6.12	266,701	10.83	300,412	9.57
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	3,615	2.48	10,537	1.98	53,528	2.17	67,680	2.16
14	Other Acquisition Expenses Incurred	0	0.00	1	12.50	16,954	11.64	7,918	1.49	77,887	3.16	102,760	3.27
15	General Expenses Incurred	0	0.00	1	12.50	5,415	3.72	48,507	9.12	166,751	6.77	220,674	7.03
16	Other Income Less Other Expenses	0	0.00	0	0.00	1,670	1.15	272	0.05	28,197	1.15	30,139	0.96
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	6	75.00	28,598	19.63	163,588	30.75	585,794	23.79	777,986	24.78

\* LAE - Loss Adjustment Expenses

IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Earthquake  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	4,904	90.16	49,283	101.08	41,560	106.32	1,069,182	100.79	1,164,929	100.94
2	Premiums Earned	0	0.00	5,439	100.00	48,755	100.00	39,091	100.00	1,060,778	100.00	1,154,063	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	719	1.47	2,088	5.34	6	0.00	2,813	0.24
4	Incurred Losses	0	0.00	(163)	(3.00)	212	0.43	50	0.13	(26,887)	(2.53)	(26,788)	(2.32)
5	Defense and Cost Containment Expenses Incurred	0	0.00	11	0.20	17	0.03	310	0.79	641	0.06	979	0.08
6	Unallocated LAE* Incurred	0	0.00	50	0.92	208	0.43	(307)	(0.79)	(1,724)	(0.16)	(1,773)	(0.15)
7	Unpaid Losses	0	0.00	43	0.79	692	1.42	1,409	3.60	87,638	8.26	89,782	7.78
8	Defense and Cost Containment Expenses Unpaid	0	0.00	48	0.88	233	0.48	50	0.13	4,567	0.43	4,898	0.42
9	Unallocated LAE* Unpaid	0	0.00	29	0.53	57	0.12	1,852	4.74	10,051	0.95	11,989	1.04
10	Unearned Premium Reserves	0	0.00	2,334	42.91	24,897	51.07	21,724	55.57	517,860	48.82	566,815	49.11
11	Agents Balances	0	0.00	206	3.79	8,780	18.01	8,617	22.04	186,521	17.58	204,124	17.69
12	Commission & Brokerage Expenses Incurred	0	0.00	550	10.11	4,156	8.52	2,023	5.18	114,308	10.78	121,037	10.49
13	Taxes, Licenses and Fees Incurred	0	0.00	109	2.00	1,151	2.36	2,530	6.47	71,726	6.76	75,516	6.54
14	Other Acquisition Expenses Incurred	0	0.00	155	2.85	5,911	12.12	8,939	22.87	73,554	6.93	88,559	7.67
15	General Expenses Incurred	0	0.00	266	4.89	3,381	6.93	1,344	3.44	60,766	5.73	65,757	5.70
16	Other Income Less Other Expenses	0	0.00	0	0.00	(6,629)	(13.60)	219	0.56	(594)	(0.06)	(7,004)	(0.61)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	4,462	82.04	26,375	54.10	22,334	57.13	767,789	72.38	820,960	71.14

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Group Accident and Health  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	600,699	100.27	0	0.00	3,096,226	104.12	3,696,925	103.47
2	Premiums Earned	0	0.00	0	0.00	599,077	100.00	0	0.00	2,973,699	100.00	3,572,776	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	527,854	88.11	0	0.00	1,509,755	50.77	2,037,609	57.03
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	7,132	1.19	0	0.00	34,243	1.15	41,375	1.16
6	Unallocated LAE* Incurred	0	0.00	0	0.00	36,444	6.08	0	0.00	44,546	1.50	80,990	2.27
7	Unpaid Losses	0	0.00	0	0.00	106,091	17.71	0	0.00	1,832,676	61.63	1,938,767	54.27
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	1,451	0.24	0	0.00	46,903	1.58	48,354	1.35
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	75,352	12.58	0	0.00	34,728	1.17	110,080	3.08
10	Unearned Premium Reserves	0	0.00	0	0.00	34,169	5.70	0	0.00	1,597,858	53.73	1,632,027	45.68
11	Agents Balances	0	0.00	0	0.00	1,545	0.26	0	0.00	1,020,312	34.31	1,021,857	28.60
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	452	0.08	0	0.00	660,068	22.20	660,520	18.49
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	9,951	1.66	0	0.00	93,123	3.13	103,074	2.88
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	18,361	3.06	0	0.00	139,086	4.68	157,447	4.41
15	General Expenses Incurred	0	0.00	0	0.00	3,119	0.52	0	0.00	148,807	5.00	151,926	4.25
16	Other Income Less Other Expenses	0	0.00	0	0.00	1,918	0.32	0	0.00	(68,857)	(2.32)	(66,939)	(1.87)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	(2,322)	(0.39)	0	0.00	275,211	9.25	272,889	7.64

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Credit Accident and Health (Group and Individual)  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	14,484	191.18	0	0.00	614,618	118.82	629,102	119.87
2	Premiums Earned	0	0.00	0	0.00	7,576	100.00	0	0.00	517,261	100.00	524,837	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	4,088	53.96	0	0.00	38,803	7.50	42,891	8.17
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	19	0.25	0	0.00	(186)	(0.04)	(167)	(0.03)
6	Unallocated LAE* Incurred	0	0.00	0	0.00	951	12.55	0	0.00	2,093	0.40	3,044	0.58
7	Unpaid Losses	0	0.00	0	0.00	4,513	59.57	0	0.00	58,595	11.33	63,108	12.02
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	72	0.95	0	0.00	621	0.12	693	0.13
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	894	11.80	0	0.00	3,875	0.75	4,769	0.91
10	Unearned Premium Reserves	0	0.00	0	0.00	26,119	344.76	0	0.00	150,539	29.10	176,658	33.66
11	Agents Balances	0	0.00	0	0.00	0	0.00	0	0.00	27,744	5.36	27,744	5.29
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	2,882	38.04	0	0.00	171,021	33.06	173,903	33.13
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	262	3.46	0	0.00	15,666	3.03	15,928	3.03
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	1,324	17.48	0	0.00	28,226	5.46	29,550	5.63
15	General Expenses Incurred	0	0.00	0	0.00	1,649	21.77	0	0.00	34,609	6.69	36,258	6.91
16	Other Income Less Other Expenses	0	0.00	0	0.00	54	0.71	0	0.00	(3,185)	(0.62)	(3,131)	(0.60)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	(3,546)	(46.81)	0	0.00	223,843	43.27	220,297	41.97

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures  
\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Other Accident and Health  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	268	100.00	753,290	121.14	0	0.00	2,349,747	138.26	3,103,305	133.67
2	Premiums Earned	0	0.00	268	100.00	621,809	100.00	0	0.00	1,699,532	100.00	2,321,609	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	31	0.00	0	0.00	0	0.00	31	0.00
4	Incurred Losses	0	0.00	91	33.96	422,807	68.00	0	0.00	1,094,486	64.40	1,517,384	65.36
5	Defense and Cost Containment Expenses Incurred	0	0.00	23	8.58	700	0.11	0	0.00	22,685	1.33	23,408	1.01
6	Unallocated LAE* Incurred	0	0.00	3	1.12	38,308	6.16	0	0.00	68,910	4.05	107,221	4.62
7	Unpaid Losses	0	0.00	55	20.52	414,566	66.67	0	0.00	1,533,844	90.25	1,948,465	83.93
8	Defense and Cost Containment Expenses Unpaid	0	0.00	10	3.73	6,666	1.07	0	0.00	8,534	0.50	15,210	0.66
9	Unallocated LAE* Unpaid	0	0.00	10	3.73	82,702	13.30	0	0.00	57,198	3.37	139,910	6.03
10	Unearned Premium Reserves	0	0.00	49	18.28	974,089	156.65	0	0.00	5,109,763	300.66	6,083,901	262.06
11	Agents Balances	0	0.00	44	16.42	198,765	31.97	0	0.00	159,010	9.36	357,819	15.41
12	Commission & Brokerage Expenses Incurred	0	0.00	53	19.78	78,306	12.59	0	0.00	381,249	22.43	459,608	19.80
13	Taxes, Licenses and Fees Incurred	0	0.00	7	2.61	14,360	2.31	0	0.00	9,809	0.58	24,176	1.04
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	53,619	8.62	0	0.00	319,576	18.80	373,195	16.07
15	General Expenses Incurred	0	0.00	23	8.58	31,771	5.11	0	0.00	204,871	12.05	236,665	10.19
16	Other Income Less Other Expenses	0	0.00	7	2.61	4,386	0.71	0	0.00	(474,711)	(27.93)	(470,318)	(20.26)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	75	27.99	(13,707)	(2.20)	0	0.00	(876,776)	(51.59)	(890,408)	(38.35)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures  
\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Workers' Compensation  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	58,495	101.33	2,424,879	96.59	350,778	98.49	29,825,716	98.99	32,659,868	98.81
2	Premiums Earned	0	0.00	57,725	100.00	2,510,408	100.00	356,140	100.00	30,130,362	100.00	33,054,635	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	239,152	9.53	2,173	0.61	277,326	0.92	518,651	1.57
4	Incurred Losses	0	0.00	28,182	48.82	1,441,900	57.44	192,865	54.15	18,822,817	62.47	20,485,764	61.98
5	Defense and Cost Containment Expenses Incurred	0	0.00	1,465	2.54	153,868	6.13	16,976	4.77	2,324,143	7.71	2,496,452	7.55
6	Unallocated LAE* Incurred	0	0.00	2,732	4.73	124,184	4.95	32,095	9.01	1,774,825	5.89	1,933,836	5.85
7	Unpaid Losses	0	0.00	87,800	152.10	6,030,898	240.24	854,648	239.98	86,753,602	287.93	93,726,948	283.55
8	Defense and Cost Containment Expenses Unpaid	0	0.00	1,919	3.32	535,115	21.32	68,426	19.21	8,085,450	26.83	8,690,910	26.29
9	Unallocated LAE* Unpaid	0	0.00	5,719	9.91	213,244	8.49	52,587	14.77	3,430,601	11.39	3,702,151	11.20
10	Unearned Premium Reserves	0	0.00	21,171	36.68	1,061,325	42.28	156,733	44.01	9,738,766	32.32	10,977,995	33.21
11	Agents Balances	0	0.00	17,198	29.79	746,295	29.73	76,134	21.38	9,063,622	30.08	9,903,249	29.96
12	Commission & Brokerage Expenses Incurred	0	0.00	7,208	12.49	207,679	8.27	30,603	8.59	2,273,633	7.55	2,519,123	7.62
13	Taxes, Licenses and Fees Incurred	0	0.00	1,771	3.07	60,890	2.43	11,015	3.09	1,324,277	4.40	1,397,953	4.23
14	Other Acquisition Expenses Incurred	0	0.00	3,581	6.20	162,140	6.46	40,027	11.24	1,608,879	5.34	1,814,627	5.49
15	General Expenses Incurred	0	0.00	6,291	10.90	191,834	7.64	20,934	5.88	1,858,766	6.17	2,077,825	6.29
16	Other Income Less Other Expenses	0	0.00	(198)	(0.34)	(361,733)	(14.41)	(443)	(0.12)	522,368	1.73	159,994	0.48
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	6,297	10.91	(432,974)	(17.25)	9,010	2.53	388,048	1.29	(29,619)	(0.09)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Other General Liability  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	19	48.72	92,069	97.67	1,386,422	98.61	343,892	103.47	31,588,745	97.61	33,411,147	97.70
2	Premiums Earned	39	100.00	94,270	100.00	1,405,986	100.00	332,368	100.00	32,363,371	100.00	34,196,034	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	12,861	0.91	9,368	2.82	13,394	0.04	35,623	0.10
4	Incurred Losses	(6)	(15.38)	40,019	42.45	787,387	56.00	155,365	46.74	17,604,005	54.39	18,586,770	54.35
5	Defense and Cost Containment Expenses Incurred	1	2.56	4,193	4.45	200,303	14.25	94,811	28.53	4,617,182	14.27	4,916,490	14.38
6	Unallocated LAE* Incurred	0	0.00	2,345	2.49	57,068	4.06	7,412	2.23	1,440,685	4.45	1,507,510	4.41
7	Unpaid Losses	11	28.21	127,967	135.75	2,678,203	190.49	649,095	195.29	81,194,947	250.89	84,650,223	247.54
8	Defense and Cost Containment Expenses Unpaid	1	2.56	23,234	24.65	741,063	52.71	248,804	74.86	17,158,722	53.02	18,171,824	53.14
9	Unallocated LAE* Unpaid	1	2.56	5,956	6.32	145,199	10.33	19,348	5.82	3,425,000	10.58	3,595,504	10.51
10	Unearned Premium Reserves	12	30.77	41,118	43.62	627,147	44.61	165,833	49.89	17,063,453	52.72	17,897,563	52.34
11	Agents Balances	4	10.26	11,044	11.72	408,877	29.08	54,702	16.46	7,418,084	22.92	7,892,711	23.08
12	Commission & Brokerage Expenses Incurred	3	7.69	14,280	15.15	175,402	12.48	16,516	4.97	3,815,011	11.79	4,021,212	11.76
13	Taxes, Licenses and Fees Incurred	0	0.00	1,699	1.80	30,970	2.20	7,971	2.40	816,193	2.52	856,833	2.51
14	Other Acquisition Expenses Incurred	4	10.26	4,378	4.64	143,245	10.19	34,885	10.50	1,706,994	5.27	1,889,506	5.53
15	General Expenses Incurred	1	2.56	4,852	5.15	109,705	7.80	13,067	3.93	1,683,830	5.20	1,811,455	5.30
16	Other Income Less Other Expenses	0	0.00	167	0.18	382	0.03	987	0.30	(77,709)	(0.24)	(76,173)	(0.22)
17	Pretax Profit or Loss Excluding Investment Gain**	36	92.31	22,673	24.05	(110,568)	(7.86)	(6,044)	(1.82)	588,354	1.82	494,451	1.45

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Products Liability  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	7,746	123.66	170,826	94.71	366	93.61	1,775,282	98.48	1,954,220	98.21
2	Premiums Earned	0	0.00	6,264	100.00	180,369	100.00	391	100.00	1,802,766	100.00	1,989,790	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	297	0.16	0	0.00	1,272	0.07	1,569	0.08
4	Incurred Losses	0	0.00	3,259	52.03	86,238	47.81	1,417	362.40	1,791,976	99.40	1,882,890	94.63
5	Defense and Cost Containment Expenses Incurred	0	0.00	2,288	36.53	48,207	26.73	537	137.34	945,551	52.45	996,583	50.08
6	Unallocated LAE* Incurred	0	0.00	21	0.34	18,110	10.04	51	13.04	181,418	10.06	199,600	10.03
7	Unpaid Losses	0	0.00	9,894	157.95	377,446	209.26	4,915	1257.03	11,075,077	614.34	11,467,332	576.31
8	Defense and Cost Containment Expenses Unpaid	0	0.00	7,192	114.81	149,874	83.09	2,859	731.20	4,123,646	228.74	4,283,571	215.28
9	Unallocated LAE* Unpaid	0	0.00	713	11.38	38,630	21.42	399	102.05	570,252	31.63	609,994	30.66
10	Unearned Premium Reserves	0	0.00	3,825	61.06	81,011	44.91	194	49.62	690,252	38.29	775,282	38.96
11	Agents Balances	0	0.00	539	8.60	64,607	35.82	72	18.41	364,774	20.23	429,992	21.61
12	Commission & Brokerage Expenses Incurred	0	0.00	2,072	33.08	21,043	11.67	47	12.02	205,305	11.39	228,467	11.48
13	Taxes, Licenses and Fees Incurred	0	0.00	136	2.17	3,774	2.09	9	2.30	41,672	2.31	45,591	2.29
14	Other Acquisition Expenses Incurred	0	0.00	279	4.45	20,487	11.36	45	11.51	121,970	6.77	142,781	7.18
15	General Expenses Incurred	0	0.00	511	8.16	13,195	7.32	20	5.12	108,417	6.01	122,143	6.14
16	Other Income Less Other Expenses	0	0.00	(44)	(0.70)	(96)	(0.05)	1	0.26	48,597	2.70	48,458	2.44
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(2,344)	(37.42)	(31,084)	(17.23)	(1,734)	(443.48)	(1,546,188)	(85.77)	(1,581,350)	(79.47)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Private Passenger Automobile Liability  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	3,052,106	103.37	84,035	101.74	19,906,503	100.67	4,058,908	98.98	44,749,632	100.26	71,851,184	100.43
2	Premiums Earned	2,952,477	100.00	82,596	100.00	19,773,079	100.00	4,100,588	100.00	44,635,541	100.00	71,544,281	100.00
3	Dividends to Policyholders	4,723	0.16	0	0.00	36,622	0.19	199,726	4.87	34,010	0.08	275,081	0.38
4	Incurred Losses	1,903,168	64.46	51,185	61.97	13,751,335	69.55	2,645,639	64.52	28,969,007	64.90	47,320,334	66.14
5	Defense and Cost Containment Expenses Incurred	68,627	2.32	2,022	2.45	758,635	3.84	118,298	2.88	1,535,238	3.44	2,482,820	3.47
6	Unallocated LAE* Incurred	244,460	8.28	5,762	6.98	2,075,681	10.50	317,505	7.74	4,126,364	9.24	6,769,772	9.46
7	Unpaid Losses	1,298,159	43.97	49,106	59.45	18,898,235	95.58	3,663,008	89.33	35,416,924	79.35	59,325,432	82.92
8	Defense and Cost Containment Expenses Unpaid	152,241	5.16	6,786	8.22	2,267,013	11.47	311,189	7.59	4,356,869	9.76	7,094,098	9.92
9	Unallocated LAE* Unpaid	126,651	4.29	2,476	3.00	2,004,567	10.14	284,718	6.94	2,753,908	6.17	5,172,320	7.23
10	Unearned Premium Reserves	885,652	30.00	26,229	31.76	5,277,749	26.69	1,279,439	31.20	13,793,827	30.90	21,262,896	29.72
11	Agents Balances	484,784	16.42	16,436	19.90	2,953,799	14.94	616,154	15.03	6,884,512	15.42	10,955,685	15.31
12	Commission & Brokerage Expenses Incurred	366,264	12.41	9,256	11.21	1,995,321	10.09	153,139	3.73	4,034,451	9.04	6,558,431	9.17
13	Taxes, Licenses and Fees Incurred	54,963	1.86	1,793	2.17	415,214	2.10	95,991	2.34	1,073,839	2.41	1,641,800	2.29
14	Other Acquisition Expenses Incurred	160,456	5.43	2,520	3.05	1,839,680	9.30	412,360	10.06	3,472,442	7.78	5,887,458	8.23
15	General Expenses Incurred	68,853	2.33	2,894	3.50	756,041	3.82	105,263	2.57	2,525,747	5.66	3,458,798	4.83
16	Other Income Less Other Expenses	4,412	0.15	142	0.17	179,422	0.91	25,032	0.61	138,649	0.31	347,657	0.49
17	Pretax Profit or Loss Excluding Investment Gain**	85,375	2.89	7,308	8.85	(1,676,031)	(8.48)	77,699	1.89	(996,920)	(2.23)	(2,502,569)	(3.50)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Commercial Automobile Liability  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	301,027	97.77	24,965	95.97	1,604,025	96.87	1,604,025	96.87	13,939,484	97.53	17,473,526	97.41
2	Premiums Earned	307,882	100.00	26,013	100.00	1,655,828	100.00	1,655,828	100.00	14,292,158	100.00	17,937,709	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	5,782	0.35	5,782	0.35	39,899	0.28	51,463	0.29
4	Incurred Losses	175,351	56.95	15,089	58.01	895,401	54.08	895,401	54.08	7,668,581	53.66	9,649,823	53.80
5	Defense and Cost Containment Expenses Incurred	16,397	5.33	3,524	13.55	73,443	4.44	73,443	4.44	821,669	5.75	988,476	5.51
6	Unallocated LAE* Incurred	17,008	5.52	1,299	4.99	132,033	7.97	132,033	7.97	906,772	6.34	1,189,145	6.63
7	Unpaid Losses	305,939	99.37	21,532	82.77	1,880,215	113.55	1,880,215	113.55	18,445,007	129.06	22,532,908	125.62
8	Defense and Cost Containment Expenses Unpaid	37,801	12.28	3,970	15.26	252,376	15.24	252,376	15.24	2,274,227	15.91	2,820,750	15.73
9	Unallocated LAE* Unpaid	28,691	9.32	1,753	6.74	105,053	6.34	105,053	6.34	899,807	6.30	1,140,357	6.36
10	Unearned Premium Reserves	140,470	45.62	11,874	45.65	712,624	43.04	712,624	43.04	6,181,985	43.25	7,759,577	43.26
11	Agents Balances	86,263	28.02	3,069	11.80	477,218	28.82	477,218	28.82	3,474,486	24.31	4,518,254	25.19
12	Commission & Brokerage Expenses Incurred	43,141	14.01	4,156	15.98	203,628	12.30	203,628	12.30	2,031,305	14.21	2,485,858	13.86
13	Taxes, Licenses and Fees Incurred	5,305	1.72	464	1.78	37,538	2.27	37,538	2.27	392,365	2.75	473,210	2.64
14	Other Acquisition Expenses Incurred	3,463	1.12	1,073	4.12	177,983	10.75	177,983	10.75	706,516	4.94	1,067,018	5.95
15	General Expenses Incurred	8,572	2.78	863	3.32	113,832	6.87	113,832	6.87	961,115	6.72	1,198,214	6.68
16	Other Income Less Other Expenses	1,760	0.57	41	0.16	(415)	(0.03)	(415)	(0.03)	492,124	3.44	493,095	2.75
17	Pretax Profit or Loss Excluding Investment Gain**	40,403	13.12	(411)	(1.58)	15,773	0.95	15,773	0.95	1,256,041	8.79	1,327,579	7.40

\* LAE - Loss Adjustment Expenses

IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Private Passenger Automobile Physical Damage  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	2,474,363	102.19	73,893	101.64	13,921,822	98.88	3,367,137	97.80	30,254,686	100.84	50,091,901	100.14
2	Premiums Earned	2,421,254	100.00	72,703	100.00	14,079,596	100.00	3,443,017	100.00	30,003,650	100.00	50,020,220	100.00
3	Dividends to Policyholders	3,575	0.15	0	0.00	33,783	0.24	192,701	5.60	44,862	0.15	274,921	0.55
4	Incurred Losses	1,653,417	68.29	44,770	61.58	8,692,123	61.74	2,025,890	58.84	16,626,802	55.42	29,043,002	58.06
5	Defense and Cost Containment Expenses Incurred	15,492	0.64	386	0.53	26,401	0.19	14,333	0.42	108,822	0.36	165,434	0.33
6	Unallocated LAE* Incurred	190,267	7.86	4,879	6.71	1,563,187	11.10	396,554	11.52	2,659,025	8.86	4,813,912	9.62
7	Unpaid Losses	136,605	5.64	4,471	6.15	1,028,360	7.30	89,107	2.59	1,100,923	3.67	2,359,466	4.72
8	Defense and Cost Containment Expenses Unpaid	11,790	0.49	257	0.35	29,404	0.21	8,524	0.25	110,676	0.37	160,651	0.32
9	Unallocated LAE* Unpaid	38,646	1.60	638	0.88	759,525	5.39	118,538	3.44	463,650	1.55	1,380,997	2.76
10	Unearned Premium Reserves	747,881	30.89	23,161	31.86	3,647,357	25.91	1,070,517	31.09	9,403,093	31.34	14,892,009	29.77
11	Agents Balances	396,926	16.39	14,285	19.65	2,110,246	14.99	512,789	14.89	4,506,573	15.02	7,540,819	15.08
12	Commission & Brokerage Expenses Incurred	277,057	11.44	8,465	11.64	1,151,608	8.18	117,518	3.41	2,744,600	9.15	4,299,248	8.60
13	Taxes, Licenses and Fees Incurred	45,108	1.86	1,513	2.08	290,117	2.06	80,531	2.34	762,653	2.54	1,179,922	2.36
14	Other Acquisition Expenses Incurred	124,235	5.13	2,400	3.30	1,215,988	8.64	364,409	10.58	2,293,376	7.64	4,000,408	8.00
15	General Expenses Incurred	53,414	2.21	2,640	3.63	561,507	3.99	88,064	2.56	1,823,271	6.08	2,528,896	5.06
16	Other Income Less Other Expenses	959	0.04	102	0.14	82,778	0.59	32,052	0.93	148,260	0.49	264,151	0.53
17	Pretax Profit or Loss Excluding Investment Gain**	59,648	2.46	7,755	10.67	627,656	4.46	195,071	5.67	3,088,508	10.29	3,978,638	7.95

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Commercial Automobile Physical Damage  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	121,189	100.76	9,966	95.87	573,128	97.43	69,859	100.52	4,254,723	95.52	5,028,865	95.92
2	Premiums Earned	120,274	100.00	10,395	100.00	588,235	100.00	69,499	100.00	4,454,115	100.00	5,242,518	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	822	0.14	0	0.00	10,247	0.23	11,069	0.21
4	Incurred Losses	67,687	56.28	5,238	50.39	326,996	55.59	34,753	50.01	2,648,293	59.46	3,082,967	58.81
5	Defense and Cost Containment Expenses Incurred	383	0.32	93	0.89	2,316	0.39	237	0.34	55,173	1.24	58,202	1.11
6	Unallocated LAE* Incurred	8,301	6.90	477	4.59	51,687	8.79	5,629	8.10	287,789	6.46	353,883	6.75
7	Unpaid Losses	7,355	6.12	768	7.39	43,757	7.44	11,041	15.89	560,874	12.59	623,795	11.90
8	Defense and Cost Containment Expenses Unpaid	703	0.58	45	0.43	2,842	0.48	1,923	2.77	95,580	2.15	101,093	1.93
9	Unallocated LAE* Unpaid	1,272	1.06	144	1.39	13,929	2.37	304	0.44	62,930	1.41	78,579	1.50
10	Unearned Premium Reserves	55,476	46.12	4,395	42.28	245,243	41.69	33,585	48.32	1,883,908	42.30	2,222,607	42.40
11	Agents Balances	28,885	24.02	1,047	10.07	162,445	27.62	12,541	18.04	932,012	20.92	1,136,930	21.69
12	Commission & Brokerage Expenses Incurred	20,122	16.73	1,792	17.24	70,754	12.03	8,788	12.64	627,424	14.09	728,880	13.90
13	Taxes, Licenses and Fees Incurred	2,214	1.84	196	1.89	12,830	2.18	1,681	2.42	111,910	2.51	128,831	2.46
14	Other Acquisition Expenses Incurred	1,619	1.35	315	3.03	63,883	10.86	8,559	12.32	209,751	4.71	284,127	5.42
15	General Expenses Incurred	3,391	2.82	290	2.79	36,419	6.19	4,032	5.80	338,551	7.60	382,683	7.30
16	Other Income Less Other Expenses	710	0.59	22	0.21	(90)	(0.02)	184	0.26	77,576	1.74	78,402	1.50
17	Pretax Profit or Loss Excluding Investment Gain**	17,266	14.36	2,015	19.38	22,432	3.81	6,006	8.64	242,559	5.45	290,278	5.54

\* *LAE - Loss Adjustment Expenses*  
*IEE Formulas Substituted for NAIC Figures*

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Aircraft  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	1,788,485	91.71	1,788,485	91.71
2	Premiums Earned	0	0.00	0	0.00	0	0.00	0	0.00	1,950,134	100.00	1,950,134	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	(413)	0.00	0	0.00	878,369	45.04	877,956	45.02
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	40	0.00	0	0.00	179,506	9.20	179,546	9.21
6	Unallocated LAE* Incurred	0	0.00	0	0.00	0	0.00	0	0.00	40,590	2.08	40,590	2.08
7	Unpaid Losses	0	0.00	0	0.00	404	0.00	0	0.00	3,857,599	197.81	3,858,003	197.83
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	6	0.00	0	0.00	452,718	23.21	452,724	23.22
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	1	0.00	0	0.00	45,612	2.34	45,613	2.34
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	805,246	41.29	805,246	41.29
11	Agents Balances	0	0.00	0	0.00	0	0.00	0	0.00	329,118	16.88	329,118	16.88
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	286,138	14.67	286,138	14.67
13	Taxes, Licenses and Fees Incurred	0	0.00	1	0.00	3	0.00	0	0.00	51,980	2.67	51,984	2.67
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	64,097	3.29	64,097	3.29
15	General Expenses Incurred	0	0.00	0	0.00	206	0.00	0	0.00	50,354	2.58	50,560	2.59
16	Other Income Less Other Expenses	0	0.00	0	0.00	(20)	0.00	0	0.00	(18,318)	(0.94)	(18,338)	(0.94)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(1)	0.00	144	0.00	0	0.00	380,777	19.53	380,920	19.53

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures  
\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Fidelity  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	37	100.00	14,044	95.82	1,764	100.40	1,114,667	94.25	1,130,512	94.28
2	Premiums Earned	0	0.00	37	100.00	14,657	100.00	1,757	100.00	1,182,676	100.00	1,199,127	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	112	0.76	0	0.00	323	0.03	435	0.04
4	Incurred Losses	0	0.00	(121)	(327.03)	(306)	(2.09)	468	26.64	514,684	43.52	514,725	42.92
5	Defense and Cost Containment Expenses Incurred	0	0.00	(6)	(16.22)	(96)	(0.65)	(7)	(0.40)	48,483	4.10	48,374	4.03
6	Unallocated LAE* Incurred	0	0.00	2	5.41	364	2.48	87	4.95	41,698	3.53	42,151	3.52
7	Unpaid Losses	0	0.00	26	70.27	6,627	45.21	899	51.17	1,128,486	95.42	1,136,038	94.74
8	Defense and Cost Containment Expenses Unpaid	0	0.00	1	2.70	1,395	9.52	43	2.45	156,451	13.23	157,890	13.17
9	Unallocated LAE* Unpaid	0	0.00	12	32.43	1,095	7.47	53	3.02	35,786	3.03	36,946	3.08
10	Unearned Premium Reserves	0	0.00	19	51.35	8,009	54.64	277	15.77	627,304	53.04	635,609	53.01
11	Agents Balances	0	0.00	2	5.41	5,029	34.31	77	4.38	219,216	18.54	224,324	18.71
12	Commission & Brokerage Expenses Incurred	0	0.00	7	18.92	1,755	11.97	75	4.27	141,058	11.93	142,895	11.92
13	Taxes, Licenses and Fees Incurred	0	0.00	1	2.70	333	2.27	46	2.62	28,318	2.39	28,698	2.39
14	Other Acquisition Expenses Incurred	0	0.00	4	10.81	3,033	20.69	271	15.42	93,255	7.89	96,563	8.05
15	General Expenses Incurred	0	0.00	7	18.92	1,544	10.53	57	3.24	106,387	9.00	107,995	9.01
16	Other Income Less Other Expenses	0	0.00	0	0.00	(68)	(0.46)	5	0.28	(12,999)	(1.10)	(13,062)	(1.09)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	143	386.49	7,850	53.56	767	43.65	195,481	16.53	204,241	17.03

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Surety  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	153,426	100.16	116	111.54	5,132,255	101.65	5,285,797	101.60
2	Premiums Earned	0	0.00	2	100.00	153,181	100.00	104	100.00	5,049,085	100.00	5,202,372	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	906	0.59	0	0.00	97,809	1.94	98,715	1.90
4	Incurred Losses	0	0.00	0	0.00	9,782	6.39	354	340.38	641,401	12.70	651,537	12.52
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	692	0.45	(1)	(0.96)	297,025	5.88	297,716	5.72
6	Unallocated LAE* Incurred	0	0.00	0	0.00	3,904	2.55	157	150.96	87,789	1.74	91,850	1.77
7	Unpaid Losses	0	0.00	0	0.00	18,861	12.31	3	2.88	2,884,874	57.14	2,903,738	55.82
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	11,915	7.78	0	0.00	585,174	11.59	597,089	11.48
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	7,236	4.72	14	13.46	168,082	3.33	175,332	3.37
10	Unearned Premium Reserves	0	0.00	1	50.00	71,422	46.63	57	54.81	2,988,163	59.18	3,059,643	58.81
11	Agents Balances	0	0.00	0	0.00	31,998	20.89	79	75.96	1,334,007	26.42	1,366,084	26.26
12	Commission & Brokerage Expenses Incurred	0	0.00	1	50.00	48,427	31.61	0	0.00	1,176,540	23.30	1,224,968	23.55
13	Taxes, Licenses and Fees Incurred	0	0.00	3	150.00	4,242	2.77	2	1.92	151,339	3.00	155,586	2.99
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	23,265	15.19	27	25.96	471,391	9.34	494,683	9.51
15	General Expenses Incurred	0	0.00	0	0.00	13,712	8.95	6	5.77	256,391	5.08	270,109	5.19
16	Other Income Less Other Expenses	0	0.00	0	0.00	(4,888)	(3.19)	6	5.77	111,937	2.22	107,055	2.06
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(2)	(100.00)	43,360	28.31	(437)	(420.19)	1,981,331	39.24	2,024,252	38.91

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Burglary and Theft  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	5,016	100.02	167	97.66	7,136	101.78	256	103.64	148,651	104.02	156,210	103.91
2	Premiums Earned	5,015	100.00	171	100.00	7,011	100.00	247	100.00	142,906	100.00	150,335	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	32	0.46	0	0.00	1	0.00	33	0.02
4	Incurred Losses	1,030	20.54	606	354.39	1,266	18.06	(31)	(12.55)	19,777	13.84	21,618	14.38
5	Defense and Cost Containment Expenses Incurred	0	0.00	209	122.22	30	0.43	1	0.40	5,212	3.65	5,452	3.63
6	Unallocated LAE* Incurred	228	4.55	(1)	(0.58)	237	3.38	41	16.60	1,315	0.92	1,592	1.06
7	Unpaid Losses	143	2.85	689	402.92	1,514	21.59	(70)	(28.34)	65,794	46.04	67,927	45.18
8	Defense and Cost Containment Expenses Unpaid	0	0.00	223	130.41	16	0.23	(4)	(1.62)	13,592	9.51	13,827	9.20
9	Unallocated LAE* Unpaid	17	0.34	0	0.00	91	1.30	(8)	(3.24)	1,705	1.19	1,788	1.19
10	Unearned Premium Reserves	79	1.58	80	46.78	3,475	49.56	94	38.06	77,179	54.01	80,828	53.77
11	Agents Balances	72	1.44	18	10.53	2,328	33.20	25	10.12	30,352	21.24	32,723	21.77
12	Commission & Brokerage Expenses Incurred	881	17.57	27	15.79	821	11.71	7	2.83	19,408	13.58	20,263	13.48
13	Taxes, Licenses and Fees Incurred	28	0.56	3	1.75	173	2.47	6	2.43	3,911	2.74	4,093	2.72
14	Other Acquisition Expenses Incurred	578	11.53	9	5.26	1,146	16.35	239	96.76	7,744	5.42	9,138	6.08
15	General Expenses Incurred	326	6.50	3	1.75	811	11.57	12	4.86	5,161	3.61	5,987	3.98
16	Other Income Less Other Expenses	0	0.00	0	0.00	(22)	(0.31)	0	0.00	(703)	(0.49)	(725)	(0.48)
17	Pretax Profit or Loss Excluding Investment Gain**	1,945	38.78	(688)	(402.34)	2,470	35.23	(28)	(11.34)	79,662	55.74	81,416	54.16

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Boiler and Machinery  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		Lloyds		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	9,526	96.75	332,611	97.29	10,789	99.94	718,640	98.42	1,071,566	98.06
2	Premiums Earned	0	0.00	9,846	100.00	341,889	100.00	10,796	100.00	730,193	100.00	1,092,724	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	47	0.01	0	0.00	8	0.00	55	0.01
4	Incurred Losses	0	0.00	3,446	35.00	330,913	96.79	2,141	19.83	146,761	20.10	483,261	44.23
5	Defense and Cost Containment Expenses Incurred	0	0.00	73	0.74	2,979	0.87	(35)	(0.32)	(124)	(0.02)	2,893	0.26
6	Unallocated LAE* Incurred	0	0.00	76	0.77	7,287	2.13	207	1.92	13,626	1.87	21,196	1.94
7	Unpaid Losses	0	0.00	3,149	31.98	326,603	95.53	355	3.29	252,459	34.57	582,566	53.31
8	Defense and Cost Containment Expenses Unpaid	0	0.00	108	1.10	4,985	1.46	7	0.06	24,152	3.31	29,252	2.68
9	Unallocated LAE* Unpaid	0	0.00	635	6.45	11,586	3.39	13	0.12	23,942	3.28	36,176	3.31
10	Unearned Premium Reserves	0	0.00	4,632	47.04	181,251	53.01	2,140	19.82	335,720	45.98	523,743	47.93
11	Agents Balances	0	0.00	438	4.45	60,930	17.82	192	1.78	156,548	21.44	218,108	19.96
12	Commission & Brokerage Expenses Incurred	0	0.00	1,093	11.10	8,926	2.61	594	5.50	79,464	10.88	90,077	8.24
13	Taxes, Licenses and Fees Incurred	0	0.00	162	1.65	8,894	2.60	283	2.62	18,267	2.50	27,606	2.53
14	Other Acquisition Expenses Incurred	0	0.00	935	9.50	18,640	5.45	1,240	11.49	91,939	12.59	112,754	10.32
15	General Expenses Incurred	0	0.00	1,742	17.69	34,707	10.15	348	3.22	69,938	9.58	106,735	9.77
16	Other Income Less Other Expenses	0	0.00	0	0.00	3	0.00	251	2.32	(1,611)	(0.22)	(1,357)	(0.12)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	2,319	23.55	(70,506)	(20.62)	6,270	58.08	308,710	42.28	246,793	22.59

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Credit  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	19,264	98.52	56,126	114.79	127	142.70	0	0.00	1,505,029	107.86	1,580,546	107.97
2	Premiums Earned	19,554	100.00	48,895	100.00	89	100.00	0	0.00	1,395,329	100.00	1,463,867	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	5,939	30.37	13,275	27.15	13	14.61	0	0.00	2,118,906	151.86	2,138,133	146.06
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	28,932	2.07	28,932	1.98
6	Unallocated LAE* Incurred	31	0.16	836	1.71	21	23.60	0	0.00	24,171	1.73	25,059	1.71
7	Unpaid Losses	678	3.47	3,115	6.37	0	0.00	0	0.00	1,272,994	91.23	1,276,787	87.22
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	25,408	1.82	25,408	1.74
9	Unallocated LAE* Unpaid	4	0.02	258	0.53	9	10.11	0	0.00	12,319	0.88	12,590	0.86
10	Unearned Premium Reserves	3,276	16.75	89,675	183.40	38	42.70	0	0.00	1,460,551	104.67	1,553,540	106.13
11	Agents Balances	620	3.17	2,298	4.70	18	20.22	0	0.00	141,055	10.11	143,991	9.84
12	Commission & Brokerage Expenses Incurred	9,318	47.65	29,613	60.56	11	12.36	0	0.00	304,770	21.84	343,712	23.48
13	Taxes, Licenses and Fees Incurred	346	1.77	1,019	2.08	2	2.25	0	0.00	38,815	2.78	40,182	2.74
14	Other Acquisition Expenses Incurred	0	0.00	1,745	3.57	12	13.48	0	0.00	44,828	3.21	46,585	3.18
15	General Expenses Incurred	(174)	(0.89)	1,728	3.53	3	3.37	0	0.00	105,413	7.55	106,970	7.31
16	Other Income Less Other Expenses	0	0.00	39	0.08	1	1.12	0	0.00	14,229	1.02	14,269	0.97
17	Pretax Profit or Loss Excluding Investment Gain**	4,094	20.94	718	1.47	28	31.46	0	0.00	(1,256,267)	(90.03)	(1,251,427)	(85.49)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Excess Workers' Compensation  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	2,458	71.54	2,385	100.29	896,533	114.67	901,376	114.44
2	Premiums Earned	0	0.00	0	0.00	3,436	100.00	2,378	100.00	781,809	100.00	787,623	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	2	0.06	0	0.00	1	0.00	3	0.00
4	Incurred Losses	0	0.00	0	0.00	2,930	85.27	327	13.75	834,217	106.70	837,474	106.33
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	403	11.73	0	0.00	(5,620)	(0.72)	(5,217)	(0.66)
6	Unallocated LAE* Incurred	0	0.00	0	0.00	149	4.34	647	27.21	87,185	11.15	87,981	11.17
7	Unpaid Losses	0	0.00	0	0.00	42,114	1225.67	6,816	286.63	7,186,195	919.18	7,235,125	918.60
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	5,178	150.70	0	0.00	285,108	36.47	290,286	36.86
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	267	7.77	0	0.00	153,990	19.70	154,257	19.59
10	Unearned Premium Reserves	0	0.00	0	0.00	1,322	38.47	179	7.53	321,524	41.13	323,025	41.01
11	Agents Balances	0	0.00	0	0.00	709	20.63	0	0.00	220,587	28.21	221,296	28.10
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	113	3.29	0	0.00	73,048	9.34	73,161	9.29
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	51	1.48	50	2.10	18,581	2.38	18,682	2.37
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	63	1.83	0	0.00	40,611	5.19	40,674	5.16
15	General Expenses Incurred	0	0.00	0	0.00	168	4.89	164	6.90	64,762	8.28	65,094	8.26
16	Other Income Less Other Expenses	0	0.00	0	0.00	(10)	(0.29)	0	0.00	(11,844)	(1.51)	(11,854)	(1.51)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	(452)	(13.15)	1,190	50.04	(342,818)	(43.85)	(342,080)	(43.43)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

Total For Warranty  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business  
(\$ in Thousands)

DIRECT BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	3,097,401	128.11	3,097,401	128.11
2	Premiums Earned	(4)	0.00	0	0.00	0	0.00	0	0.00	2,417,802	100.00	2,417,798	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	4	0.00	0	0.00	0	0.00	0	0.00	1,895,727	78.41	1,895,731	78.41
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	839	0.03	839	0.03
6	Unallocated LAE* Incurred	6	0.00	0	0.00	75	0.00	0	0.00	27,900	1.15	27,981	1.16
7	Unpaid Losses	0	0.00	0	0.00	0	0.00	0	0.00	252,131	10.43	252,131	10.43
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	3,908	0.16	3,908	0.16
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	8,884	0.37	8,884	0.37
10	Unearned Premium Reserves	4	0.00	0	0.00	0	0.00	0	0.00	6,420,647	265.56	6,420,651	265.56
11	Agents Balances	0	0.00	0	0.00	0	0.00	0	0.00	229,924	9.51	229,924	9.51
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	99,853	4.13	99,853	4.13
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	0	0.00	0	0.00	78,600	3.25	78,600	3.25
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	13	0.00	0	0.00	137,102	5.67	137,115	5.67
15	General Expenses Incurred	14	0.00	0	0.00	464	0.00	0	0.00	175,462	7.26	175,940	7.28
16	Other Income Less Other Expenses	0	0.00	0	0.00	20	0.00	0	0.00	(38,473)	(1.59)	(38,453)	(1.59)
17	Pretax Profit or Loss Excluding Investment Gain**	(28)	0.00	0	0.00	(532)	0.00	0	0.00	(36,152)	(1.50)	(36,712)	(1.52)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

## **SECTION II**

# **NET BUSINESS WRITTEN**

*Compiled from the NAIC Database  
Insurance Expense Exhibits  
Supplements to the Annual Statements for the  
Calendar Year Ending December 31, 2008*

Total For All Property and Casualty Lines Combined  
Countrywide Results of Companies Writing in Texas (Summary of pages 36-66)  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	27,585	105.48	1,860,714	99.66	61,458,966	100.41	16,186,548	98.46	251,290,699	98.71	330,824,512	99.01
2	Premiums Earned	26,153	100.00	1,867,062	100.00	61,207,792	100.00	16,440,339	100.00	254,577,004	100.00	334,118,350	100.00
3	Dividends to Policyholders	0	0.00	1,406	0.08	423,135	0.69	499,369	3.04	473,850	0.19	1,397,760	0.42
4	Incurred Losses	19,406	74.20	1,524,562	81.66	41,182,532	67.28	10,696,474	65.06	168,163,794	66.06	221,586,768	66.32
5	Defense and Cost Containment Expenses Incurred	522	2.00	44,017	2.36	1,899,842	3.10	480,311	2.92	12,433,500	4.88	14,858,192	4.45
6	Unallocated LAE* Incurred	2,649	10.13	270,010	14.46	5,331,707	8.71	1,479,320	9.00	17,515,430	6.88	24,599,116	7.36
7	Unpaid Losses	10,123	38.71	327,491	17.54	36,958,142	60.38	8,440,258	51.34	289,551,739	113.74	335,287,753	100.35
8	Defense and Cost Containment Expenses Unpaid	1,102	4.21	59,127	3.17	5,754,985	9.40	1,313,181	7.99	41,360,765	16.25	48,489,160	14.51
9	Unallocated LAE* Unpaid	1,789	6.84	113,188	6.06	4,217,695	6.89	953,633	5.80	16,576,147	6.51	21,862,452	6.54
10	Unearned Premium Reserves	7,751	29.64	1,038,336	55.61	21,276,427	34.76	6,387,608	38.85	124,969,947	49.09	153,680,069	46.00
11	Agents Balances	124,055	474.34	335,630	17.98	11,146,338	18.21	3,026,043	18.41	57,470,074	22.57	72,102,140	21.58
12	Commission & Brokerage Expenses Incurred	(186,435)	(712.86)	245,761	13.16	6,663,004	10.89	928,722	5.65	26,341,068	10.35	33,992,120	10.17
13	Taxes, Licenses and Fees Incurred	33,875	129.53	20,502	1.10	1,347,725	2.20	445,631	2.71	7,297,342	2.87	9,145,075	2.74
14	Other Acquisition Expenses Incurred	155,360	594.04	204,212	10.94	5,377,126	8.79	1,916,690	11.66	18,287,711	7.18	25,941,099	7.76
15	General Expenses Incurred	79,088	302.41	127,203	6.81	3,224,772	5.27	642,878	3.91	17,466,698	6.86	21,540,639	6.45
16	Other Income Less Other Expenses	22,835	87.31	10,601	0.57	453,933	0.74	64,289	0.39	93,609	0.04	645,267	0.19
17	Pretax Profit or Loss Excluding Investment Gain**	(55,472)	(212.11)	(560,003)	(29.99)	(3,788,148)	(6.19)	(584,765)	(3.56)	(13,308,832)	(5.23)	(18,297,220)	(5.48)
18	Investment Gain Funds	1,372	5.25	30,058	1.61	1,554,226	2.54	272,547	1.66	11,012,876	4.33	12,871,079	3.85
19	Profit or Loss Excluding Investment Gain	(54,103)	(206.87)	(529,945)	(28.38)	(2,233,903)	(3.65)	(312,221)	(1.90)	(2,295,905)	(0.90)	(5,426,077)	(1.62)
20	Investment Gain From Capital & Surplus	2,340	8.95	64,076	3.43	3,032,506	4.95	749,508	4.56	9,897,317	3.89	13,745,747	4.11
21	Total Profit or Losses***	(51,762)	(197.92)	(465,874)	(24.95)	798,570	1.30	437,287	2.66	7,601,394	2.99	8,319,615	2.49

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For All Lines (Line 35)  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	84,244	101.73	1,860,820	99.66	62,624,307	100.41	16,192,279	98.46	263,976,727	98.92	344,738,377	99.17
2	Premiums Earned	82,812	100.00	1,867,174	100.00	62,370,381	100.00	16,446,076	100.00	266,851,861	100.00	347,618,304	100.00
3	Dividends to Policyholders	0	0.00	1,406	0.08	427,345	0.69	499,370	3.04	473,861	0.18	1,401,982	0.40
4	Incurred Losses	19,405	23.43	1,524,574	81.65	41,831,404	67.07	10,696,790	65.04	176,420,646	66.11	230,492,819	66.31
5	Defense and Cost Containment Expenses Incurred	522	0.63	44,019	2.36	1,924,345	3.09	480,468	2.92	12,349,574	4.63	14,798,928	4.26
6	Unallocated LAE* Incurred	2,649	3.20	270,008	14.46	5,386,342	8.64	1,479,320	8.99	17,971,081	6.73	25,109,400	7.22
7	Unpaid Losses	10,124	12.23	327,807	17.56	37,898,946	60.76	8,444,842	51.35	328,991,863	123.29	375,673,582	108.07
8	Defense and Cost Containment Expenses Unpaid	1,103	1.33	59,128	3.17	5,778,722	9.27	1,313,210	7.98	43,935,927	16.46	51,088,090	14.70
9	Unallocated LAE* Unpaid	1,789	2.16	113,193	6.06	4,271,314	6.85	953,630	5.80	17,548,360	6.58	22,888,286	6.58
10	Unearned Premium Reserves	7,751	9.36	1,038,336	55.61	21,801,270	34.95	6,387,601	38.84	129,123,765	48.39	158,358,723	45.56
11	Agents Balances	124,054	149.80	335,634	17.98	11,656,490	18.69	3,027,000	18.41	60,351,669	22.62	75,494,847	21.72
12	Commission & Brokerage Expenses Incurred	(186,436)	(225.13)	245,770	13.16	6,699,789	10.74	928,764	5.65	28,831,769	10.80	36,519,656	10.51
13	Taxes, Licenses and Fees Incurred	33,873	40.90	20,500	1.10	1,348,363	2.16	445,634	2.71	7,407,072	2.78	9,255,442	2.66
14	Other Acquisition Expenses Incurred	155,361	187.61	204,215	10.94	5,379,042	8.62	1,916,685	11.65	18,902,406	7.08	26,557,709	7.64
15	General Expenses Incurred	79,088	95.50	127,311	6.82	3,257,293	5.22	642,924	3.91	18,225,410	6.83	22,332,026	6.42
16	Other Income Less Other Expenses	22,834	27.57	10,600	0.57	454,868	0.73	64,301	0.39	(445,997)	(0.17)	106,606	0.03
17	Pretax Profit or Loss Excluding Investment Gain**	1,184	1.43	(560,030)	(29.99)	(3,428,674)	(5.50)	(579,581)	(3.52)	(14,175,942)	(5.31)	(18,743,043)	(5.39)
18	Investment Gain Funds	1,373	1.66	30,211	1.62	1,556,114	2.49	272,271	1.66	12,880,118	4.83	14,740,087	4.24
19	Profit or Loss Excluding Investment Gain	2,557	3.09	(529,818)	(28.38)	(1,872,559)	(3.00)	(307,307)	(1.87)	(1,295,827)	(0.49)	(4,002,954)	(1.15)
20	Investment Gain From Capital & Surplus	2,409	2.91	65,947	3.53	3,079,390	4.94	749,835	4.56	12,685,166	4.75	16,582,747	4.77
21	Total Profit or Losses***	4,969	6.00	(463,869)	(24.84)	1,206,829	1.93	442,527	2.69	11,389,301	4.27	12,579,757	3.62

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures  
\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17  
\*\*\* (Line 19 + 20) = 21

Total For Fire  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	50,953	102.41	908,987	98.17	207,923	101.46	5,798,754	101.83	6,966,617	101.33
2	Premiums Earned	0	0.00	49,752	100.00	925,885	100.00	204,930	100.00	5,694,717	100.00	6,875,284	100.00
3	Dividends to Policyholders	0	0.00	8	0.02	5,834	0.63	5,626	2.75	1,238	0.02	12,706	0.18
4	Incurred Losses	0	0.00	16,004	32.17	727,407	78.56	134,773	65.77	3,110,726	54.62	3,988,910	58.02
5	Defense and Cost Containment Expenses Incurred	0	0.00	1,037	2.08	16,189	1.75	1,639	0.80	68,002	1.19	86,867	1.26
6	Unallocated LAE* Incurred	0	0.00	1,568	3.15	43,767	4.73	11,145	5.44	152,030	2.67	208,510	3.03
7	Unpaid Losses	0	0.00	4,418	8.88	563,010	60.81	36,414	17.77	2,964,415	52.06	3,568,257	51.90
8	Defense and Cost Containment Expenses Unpaid	0	0.00	375	0.75	12,342	1.33	2,279	1.11	128,133	2.25	143,129	2.08
9	Unallocated LAE* Unpaid	0	0.00	509	1.02	26,706	2.88	5,554	2.71	98,958	1.74	131,727	1.92
10	Unearned Premium Reserves	0	0.00	29,228	58.75	478,925	51.73	130,378	63.62	2,618,993	45.99	3,257,524	47.38
11	Agents Balances	(5,501)	0.00	10,414	20.93	196,624	21.24	70,261	34.29	980,738	17.22	1,252,536	18.22
12	Commission & Brokerage Expenses Incurred	0	0.00	7,910	15.90	89,208	9.63	8,162	3.98	927,875	16.29	1,033,155	15.03
13	Taxes, Licenses and Fees Incurred	0	0.00	1,611	3.24	23,598	2.55	6,205	3.03	157,041	2.76	188,455	2.74
14	Other Acquisition Expenses Incurred	0	0.00	3,386	6.81	65,894	7.12	34,137	16.66	349,603	6.14	453,020	6.59
15	General Expenses Incurred	15	0.00	4,361	8.77	85,494	9.23	10,170	4.96	537,646	9.44	637,686	9.28
16	Other Income Less Other Expenses	0	0.00	1,058	2.13	2,092	0.23	3,469	1.69	(6,540)	(0.11)	79	0.00
17	Pretax Profit or Loss Excluding Investment Gain**	(15)	0.00	14,925	30.00	(129,415)	(13.98)	(3,459)	(1.69)	383,994	6.74	266,030	3.87
18	Investment Gain Funds	34	0.00	595	1.20	(48,272)	(5.21)	2,298	1.12	243,516	4.28	198,171	2.88
19	Profit or Loss Excluding Investment Gain	19	0.00	15,520	31.19	(177,684)	(19.19)	(1,162)	(0.57)	627,529	11.02	464,222	6.75
20	Investment Gain From Capital & Surplus	0	0.00	916	1.84	(75,485)	(8.15)	9,567	4.67	207,607	3.65	142,605	2.07
21	Total Profit or Losses***	19	0.00	16,434	33.03	(253,171)	(27.34)	8,406	4.10	835,119	14.66	606,807	8.83

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Allied Lines  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	31,395	103.99	1,458,755	99.32	148,319	102.95	4,171,643	100.98	5,810,112	100.62
2	Premiums Earned	0	0.00	30,189	100.00	1,468,766	100.00	144,070	100.00	4,131,117	100.00	5,774,142	100.00
3	Dividends to Policyholders	0	0.00	31	0.10	740	0.05	7,347	5.10	635	0.02	8,753	0.15
4	Incurred Losses	0	0.00	30,769	101.92	844,925	57.53	171,439	119.00	3,112,794	75.35	4,159,927	72.04
5	Defense and Cost Containment Expenses Incurred	0	0.00	1,967	6.52	3,397	0.23	4,316	3.00	135,959	3.29	145,639	2.52
6	Unallocated LAE* Incurred	0	0.00	3,599	11.92	69,208	4.71	15,190	10.54	220,800	5.34	308,797	5.35
7	Unpaid Losses	0	0.00	5,972	19.78	353,248	24.05	39,529	27.44	2,472,855	59.86	2,871,604	49.73
8	Defense and Cost Containment Expenses Unpaid	0	0.00	764	2.53	11,334	0.77	4,717	3.27	129,469	3.13	146,284	2.53
9	Unallocated LAE* Unpaid	0	0.00	817	2.71	21,089	1.44	10,111	7.02	90,128	2.18	122,145	2.12
10	Unearned Premium Reserves	0	0.00	18,588	61.57	677,975	46.16	86,196	59.83	1,860,925	45.05	2,643,684	45.78
11	Agents Balances	(2,683)	0.00	4,355	14.43	211,489	14.40	27,209	18.89	842,295	20.39	1,082,665	18.75
12	Commission & Brokerage Expenses Incurred	0	0.00	2,803	9.28	134,725	9.17	4,866	3.38	659,678	15.97	802,072	13.89
13	Taxes, Licenses and Fees Incurred	0	0.00	1,310	4.34	34,907	2.38	4,638	3.22	153,208	3.71	194,063	3.36
14	Other Acquisition Expenses Incurred	0	0.00	2,697	8.93	85,486	5.82	24,028	16.68	226,636	5.49	338,847	5.87
15	General Expenses Incurred	7	0.00	2,612	8.65	134,109	9.13	6,666	4.63	344,178	8.33	487,572	8.44
16	Other Income Less Other Expenses	0	0.00	520	1.72	(299)	(0.02)	1,652	1.15	(10,279)	(0.25)	(8,406)	(0.15)
17	Pretax Profit or Loss Excluding Investment Gain**	(7)	0.00	(15,083)	(49.96)	160,974	10.96	(92,766)	(64.39)	(733,023)	(17.74)	(679,905)	(11.77)
18	Investment Gain Funds	17	0.00	490	1.62	(37,260)	(2.54)	3,412	2.37	77,348	1.87	44,007	0.76
19	Profit or Loss Excluding Investment Gain	9	0.00	(14,594)	(48.34)	123,717	8.42	(89,352)	(62.02)	(655,686)	(15.87)	(635,906)	(11.01)
20	Investment Gain From Capital & Surplus	0	0.00	1,126	3.73	(98,725)	(6.72)	7,911	5.49	169,867	4.11	80,179	1.39
21	Total Profit or Losses***	9	0.00	(13,467)	(44.61)	24,986	1.70	(81,441)	(56.53)	(485,796)	(11.76)	(555,709)	(9.62)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Multiple Peril Crop  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	310,909	100.78	0	0.00	4,487,976	99.91	4,798,885	99.96
2	Premiums Earned	0	0.00	0	0.00	308,498	100.00	0	0.00	4,492,125	100.00	4,800,623	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	260,605	84.48	0	0.00	3,582,448	79.75	3,843,053	80.05
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	579	0.19	0	0.00	6,267	0.14	6,846	0.14
6	Unallocated LAE* Incurred	0	0.00	0	0.00	6,616	2.14	0	0.00	120,784	2.69	127,400	2.65
7	Unpaid Losses	0	0.00	0	0.00	215,806	69.95	0	0.00	2,490,527	55.44	2,706,333	56.37
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	529	0.17	0	0.00	26,467	0.59	26,996	0.56
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	1,482	0.48	0	0.00	34,013	0.76	35,495	0.74
10	Unearned Premium Reserves	0	0.00	0	0.00	9,844	3.19	0	0.00	215,613	4.80	225,457	4.70
11	Agents Balances	0	0.00	0	0.00	(22,770)	(7.38)	0	0.00	1,590,365	35.40	1,567,595	32.65
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	7,388	2.39	0	0.00	252,988	5.63	260,376	5.42
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	(30)	(0.01)	0	0.00	8,758	0.19	8,728	0.18
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	(2,411)	(0.78)	0	0.00	(120,820)	(2.69)	(123,231)	(2.57)
15	General Expenses Incurred	0	0.00	0	0.00	8,102	2.63	0	0.00	174,329	3.88	182,431	3.80
16	Other Income Less Other Expenses	0	0.00	0	0.00	350	0.11	0	0.00	(3,403)	(0.08)	(3,053)	(0.06)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	27,998	9.08	0	0.00	463,969	10.33	491,967	10.25
18	Investment Gain Funds	0	0.00	0	0.00	527	0.17	0	0.00	(301,032)	(6.70)	(300,505)	(6.26)
19	Profit or Loss Excluding Investment Gain	0	0.00	0	0.00	28,525	9.25	0	0.00	162,937	3.63	191,462	3.99
20	Investment Gain From Capital & Surplus	0	0.00	0	0.00	3,861	1.25	0	0.00	414,408	9.23	418,269	8.71
21	Total Profit or Losses***	0	0.00	0	0.00	32,385	10.50	0	0.00	577,349	12.85	609,734	12.70

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Federal Flood  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		Lloyds		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	5,127	115.97	5,127	115.97
2	Premiums Earned	0	0.00	0	0.00	0	0.00	0	0.00	4,421	100.00	4,421	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	0	0.00	0	0.00	(27,264)	(616.69)	(27,264)	(616.69)
5	Defense and Cost Containment Expenses Incurred	0	0.00	(653)	0.00	227	0.00	0	0.00	(3,674)	(83.10)	(4,100)	(92.74)
6	Unallocated LAE* Incurred	0	0.00	0	0.00	(53)	0.00	0	0.00	(47,028)	(1063.74)	(47,081)	(1064.94)
7	Unpaid Losses	0	0.00	0	0.00	0	0.00	0	0.00	(25,958)	(587.15)	(25,958)	(587.15)
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	(827)	(18.71)	(827)	(18.71)
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	24,870	562.54	24,870	562.54
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	2,076	46.96	2,076	46.96
11	Agents Balances	0	0.00	96	0.00	5,944	0.00	0	0.00	(173,935)	(3934.29)	(167,895)	(3797.67)
12	Commission & Brokerage Expenses Incurred	0	0.00	262	0.00	(4,965)	0.00	0	0.00	(148,058)	(3348.97)	(152,761)	(3455.35)
13	Taxes, Licenses and Fees Incurred	0	0.00	315	0.00	1,995	0.00	0	0.00	29,363	664.17	31,673	716.42
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	75	0.00	0	0.00	26,779	605.72	26,854	607.42
15	General Expenses Incurred	0	0.00	0	0.00	60	0.00	0	0.00	14,908	337.21	14,968	338.57
16	Other Income Less Other Expenses	0	0.00	0	0.00	127	0.00	2,005	0.00	3,163	71.54	5,295	119.77
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	77	0.00	2,789	0.00	2,005	0.00	162,554	3676.86	167,425	3787.04
18	Investment Gain Funds	0	0.00	8	0.00	437	0.00	0	0.00	5,019	113.53	5,464	123.59
19	Profit or Loss Excluding Investment Gain	0	0.00	85	0.00	3,226	0.00	2,005	0.00	167,572	3790.36	172,888	3910.61
20	Investment Gain From Capital & Surplus	0	0.00	3	0.00	(71)	0.00	0	0.00	(1,580)	(35.74)	(1,648)	(37.28)
21	Total Profit or Losses***	0	0.00	88	0.00	3,155	0.00	2,005	0.00	165,993	3754.65	171,241	3873.35

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Farmowners Multiple Peril  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	23,223	101.33	396,613	101.73	0	0.00	831,274	104.82	1,251,110	103.75
2	Premiums Earned	0	0.00	22,919	100.00	389,885	100.00	0	0.00	793,048	100.00	1,205,852	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	20,103	87.71	290,451	74.50	0	0.00	555,626	70.06	866,180	71.83
5	Defense and Cost Containment Expenses Incurred	0	0.00	674	2.94	8,429	2.16	0	0.00	28,920	3.65	38,023	3.15
6	Unallocated LAE* Incurred	0	0.00	2,297	10.02	21,046	5.40	0	0.00	101,499	12.80	124,842	10.35
7	Unpaid Losses	0	0.00	4,546	19.84	140,109	35.94	0	0.00	299,568	37.77	444,223	36.84
8	Defense and Cost Containment Expenses Unpaid	0	0.00	400	1.75	21,955	5.63	0	0.00	49,922	6.29	72,277	5.99
9	Unallocated LAE* Unpaid	0	0.00	1,161	5.07	6,737	1.73	0	0.00	83,464	10.52	91,362	7.58
10	Unearned Premium Reserves	0	0.00	11,289	49.26	186,229	47.77	0	0.00	383,467	48.35	580,985	48.18
11	Agents Balances	0	0.00	3,907	17.05	75,871	19.46	(31)	0.00	250,482	31.58	330,229	27.39
12	Commission & Brokerage Expenses Incurred	0	0.00	1,828	7.98	54,515	13.98	0	0.00	156,498	19.73	212,841	17.65
13	Taxes, Licenses and Fees Incurred	0	0.00	306	1.34	7,895	2.02	2	0.00	18,830	2.37	27,033	2.24
14	Other Acquisition Expenses Incurred	0	0.00	2,503	10.92	29,516	7.57	0	0.00	45,180	5.70	77,199	6.40
15	General Expenses Incurred	0	0.00	870	3.80	15,916	4.08	4	0.00	50,828	6.41	67,618	5.61
16	Other Income Less Other Expenses	0	0.00	95	0.41	344	0.09	0	0.00	(5,450)	(0.69)	(5,011)	(0.42)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(5,568)	(24.29)	(37,540)	(9.63)	(6)	0.00	(169,780)	(21.41)	(212,894)	(17.66)
18	Investment Gain Funds	0	0.00	397	1.73	10,760	2.76	1	0.00	17,205	2.17	28,363	2.35
19	Profit or Loss Excluding Investment Gain	0	0.00	(5,172)	(22.57)	(26,778)	(6.87)	(5)	0.00	(152,574)	(19.24)	(184,529)	(15.30)
20	Investment Gain From Capital & Surplus	0	0.00	1,218	5.31	19,559	5.02	5	0.00	23,395	2.95	44,177	3.66
21	Total Profit or Losses***	0	0.00	(3,954)	(17.25)	(7,222)	(1.85)	0	0.00	(129,178)	(16.29)	(140,354)	(11.64)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Homeowners Multiple Peril  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	1,582,648	99.06	4,319,565	101.59	3,576,526	94.90	33,262,026	100.25	42,740,765	99.87
2	Premiums Earned	0	0.00	1,597,733	100.00	4,252,090	100.00	3,768,902	100.00	33,179,222	100.00	42,797,947	100.00
3	Dividends to Policyholders	0	0.00	1,327	0.08	48,558	1.14	128,509	3.41	1,969	0.01	180,363	0.42
4	Incurred Losses	0	0.00	1,366,732	85.54	3,265,653	76.80	3,092,414	82.05	24,529,324	73.93	32,254,123	75.36
5	Defense and Cost Containment Expenses Incurred	0	0.00	34,656	2.17	53,431	1.26	69,831	1.85	636,099	1.92	794,017	1.86
6	Unallocated LAE* Incurred	0	0.00	253,025	15.84	352,608	8.29	401,026	10.64	3,236,609	9.75	4,243,268	9.91
7	Unpaid Losses	0	0.00	236,498	14.80	1,128,741	26.55	1,139,986	30.25	10,396,060	31.33	12,901,285	30.14
8	Defense and Cost Containment Expenses Unpaid	0	0.00	47,320	2.96	108,594	2.55	121,232	3.22	1,014,916	3.06	1,292,062	3.02
9	Unallocated LAE* Unpaid	0	0.00	100,570	6.29	103,779	2.44	229,931	6.10	1,696,217	5.11	2,130,497	4.98
10	Unearned Premium Reserves	0	0.00	832,487	52.10	2,330,707	54.81	1,881,507	49.92	18,067,910	54.46	23,112,611	54.00
11	Agents Balances	(1,738)	0.00	285,997	17.90	997,066	23.45	589,423	15.64	6,494,115	19.57	8,364,863	19.55
12	Commission & Brokerage Expenses Incurred	(25,111)	0.00	199,453	12.48	600,912	14.13	203,970	5.41	4,488,421	13.53	5,467,645	12.78
13	Taxes, Licenses and Fees Incurred	2,440	0.00	11,505	0.72	107,997	2.54	103,878	2.76	934,249	2.82	1,160,069	2.71
14	Other Acquisition Expenses Incurred	20,959	0.00	181,257	11.34	389,330	9.16	541,410	14.37	2,888,941	8.71	4,021,897	9.40
15	General Expenses Incurred	4,429	0.00	100,707	6.30	280,549	6.60	162,589	4.31	1,498,852	4.52	2,047,126	4.78
16	Other Income Less Other Expenses	2,754	0.00	7,910	0.50	37,537	0.88	9,545	0.25	73,000	0.22	130,746	0.31
17	Pretax Profit or Loss Excluding Investment Gain**	37	0.00	(543,022)	(33.99)	(809,409)	(19.04)	(925,182)	(24.55)	(4,962,240)	(14.96)	(7,239,816)	(16.92)
18	Investment Gain Funds	0	0.00	26,524	1.66	93,112	2.19	69,529	1.84	691,985	2.09	881,150	2.06
19	Profit or Loss Excluding Investment Gain	37	0.00	(516,497)	(32.33)	(716,295)	(16.85)	(855,653)	(22.70)	(4,270,253)	(12.87)	(6,358,661)	(14.86)
20	Investment Gain From Capital & Surplus	0	0.00	55,983	3.50	229,189	5.39	186,601	4.95	1,128,076	3.40	1,599,849	3.74
21	Total Profit or Losses***	37	0.00	(460,511)	(28.82)	(487,106)	(11.46)	(669,052)	(17.75)	(3,142,183)	(9.47)	(4,758,815)	(11.12)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Commercial Multiple Peril  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	64,667	99.36	3,243,272	98.52	1,027,554	111.82	18,830,473	96.96	23,165,966	97.76
2	Premiums Earned	0	0.00	65,084	100.00	3,292,042	100.00	918,965	100.00	19,419,979	100.00	23,696,070	100.00
3	Dividends to Policyholders	0	0.00	2	0.00	12,858	0.39	(3)	(0.00)	7,571	0.04	20,428	0.09
4	Incurred Losses	0	0.00	57,017	87.61	2,265,324	68.81	439,709	47.85	10,216,259	52.61	12,978,309	54.77
5	Defense and Cost Containment Expenses Incurred	0	0.00	3,756	5.77	237,106	7.20	34,606	3.77	1,280,325	6.59	1,555,793	6.57
6	Unallocated LAE* Incurred	0	0.00	5,488	8.43	223,297	6.78	46,722	5.08	1,081,391	5.57	1,356,898	5.73
7	Unpaid Losses	0	0.00	16,219	24.92	2,559,011	77.73	455,559	49.57	18,130,707	93.36	21,161,496	89.30
8	Defense and Cost Containment Expenses Unpaid	0	0.00	7,329	11.26	824,717	25.05	190,626	20.74	5,687,807	29.29	6,710,479	28.32
9	Unallocated LAE* Unpaid	0	0.00	3,893	5.98	153,278	4.66	48,871	5.32	1,412,696	7.27	1,618,738	6.83
10	Unearned Premium Reserves	0	0.00	33,321	51.20	1,670,464	50.74	521,123	56.71	9,491,171	48.87	11,716,079	49.44
11	Agents Balances	0	0.00	9,582	14.72	1,015,890	30.86	233,863	25.45	5,041,964	25.96	6,301,299	26.59
12	Commission & Brokerage Expenses Incurred	0	0.00	4,949	7.60	518,928	15.76	106,977	11.64	3,118,839	16.06	3,749,693	15.82
13	Taxes, Licenses and Fees Incurred	0	0.00	864	1.33	83,498	2.54	31,856	3.47	553,029	2.85	669,247	2.82
14	Other Acquisition Expenses Incurred	0	0.00	7,180	11.03	307,831	9.35	145,631	15.85	1,430,084	7.36	1,890,726	7.98
15	General Expenses Incurred	0	0.00	7,565	11.62	264,818	8.04	64,534	7.02	1,341,896	6.91	1,678,813	7.08
16	Other Income Less Other Expenses	0	0.00	770	1.18	8,364	0.25	3	0.00	(34,002)	(0.18)	(24,865)	(0.10)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(20,966)	(32.21)	(613,262)	(18.63)	48,934	5.32	356,606	1.84	(228,688)	(0.97)
18	Investment Gain Funds	0	0.00	1,560	2.40	142,940	4.34	16,283	1.77	864,634	4.45	1,025,417	4.33
19	Profit or Loss Excluding Investment Gain	0	0.00	(19,408)	(29.82)	(470,319)	(14.29)	65,216	7.10	1,221,240	6.29	796,729	3.36
20	Investment Gain From Capital & Surplus	0	0.00	2,671	4.10	182,101	5.53	14,973	1.63	959,340	4.94	1,159,085	4.89
21	Total Profit or Losses***	0	0.00	(16,738)	(25.72)	(288,219)	(8.76)	80,189	8.73	2,180,586	11.23	1,955,818	8.25

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Mortgage Guaranty  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	5,068,297	101.57	5,068,297	101.57
2	Premiums Earned	0	0.00	0	0.00	0	0.00	0	0.00	4,989,933	100.00	4,989,933	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	0	0.00	0	0.00	9,414,855	188.68	9,414,855	188.68
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	134,008	2.69	134,008	2.69
6	Unallocated LAE* Incurred	0	0.00	0	0.00	3	0.00	0	0.00	208,895	4.19	208,898	4.19
7	Unpaid Losses	0	0.00	0	0.00	0	0.00	0	0.00	15,183,878	304.29	15,183,878	304.29
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	237,297	4.76	237,297	4.76
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	197,160	3.95	197,160	3.95
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	883,763	17.71	883,763	17.71
11	Agents Balances	0	0.00	0	0.00	0	0.00	0	0.00	217,876	4.37	217,876	4.37
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	(111,998)	(2.24)	(111,998)	(2.24)
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	0	0.00	0	0.00	169,378	3.39	169,378	3.39
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	231,953	4.65	231,953	4.65
15	General Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	684,209	13.71	684,209	13.71
16	Other Income Less Other Expenses	0	0.00	0	0.00	0	0.00	0	0.00	95,505	1.91	95,505	1.91
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	0	0.00	0	0.00	(5,645,865)	(113.15)	(5,645,865)	(113.15)
18	Investment Gain Funds	0	0.00	0	0.00	0	0.00	0	0.00	607,968	12.18	607,968	12.18
19	Profit or Loss Excluding Investment Gain	0	0.00	0	0.00	0	0.00	0	0.00	(5,037,902)	(100.96)	(5,037,902)	(100.96)
20	Investment Gain From Capital & Surplus	0	0.00	0	0.00	0	0.00	0	0.00	271,660	5.44	271,660	5.44
21	Total Profit or Losses***	0	0.00	0	0.00	0	0.00	0	0.00	(4,766,231)	(95.52)	(4,766,231)	(95.52)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Ocean Marine  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	3	100.00	30,173	109.17	28,477	74.14	2,722,454	98.83	2,781,107	98.60
2	Premiums Earned	0	0.00	3	100.00	27,639	100.00	38,409	100.00	2,754,681	100.00	2,820,732	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	977	3.53	1,103	2.87	0	0.00	2,080	0.07
4	Incurred Losses	0	0.00	0	0.00	(15,023)	(54.35)	22,579	58.79	1,778,422	64.56	1,785,978	63.32
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	2,695	9.75	1,344	3.50	130,714	4.75	134,753	4.78
6	Unallocated LAE* Incurred	0	0.00	0	0.00	1,480	5.35	1,222	3.18	130,442	4.74	133,144	4.72
7	Unpaid Losses	0	0.00	1	33.33	44,731	161.84	24,243	63.12	2,970,664	107.84	3,039,639	107.76
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	6,221	22.51	5,191	13.52	233,221	8.47	244,633	8.67
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	885	3.20	756	1.97	102,029	3.70	103,670	3.68
10	Unearned Premium Reserves	0	0.00	1	33.33	16,165	58.49	29,526	76.87	1,067,395	38.75	1,113,087	39.46
11	Agents Balances	0	0.00	0	0.00	7,555	27.33	18,890	49.18	1,033,264	37.51	1,059,709	37.57
12	Commission & Brokerage Expenses Incurred	0	0.00	1	33.33	7,113	25.74	2,203	5.74	432,069	15.68	441,386	15.65
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	848	3.07	884	2.30	56,955	2.07	58,687	2.08
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	2,007	7.26	1,559	4.06	180,414	6.55	183,980	6.52
15	General Expenses Incurred	0	0.00	0	0.00	1,069	3.87	331	0.86	205,176	7.45	206,576	7.32
16	Other Income Less Other Expenses	0	0.00	0	0.00	0	0.00	13	0.03	(38,654)	(1.40)	(38,641)	(1.37)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	3	100.00	26,466	95.76	7,197	18.74	(198,157)	(7.19)	(164,491)	(5.83)
18	Investment Gain Funds	0	0.00	0	0.00	(859)	(3.11)	1,069	2.78	114,879	4.17	115,089	4.08
19	Profit or Loss Excluding Investment Gain	0	0.00	3	100.00	25,611	92.66	8,265	21.52	(83,273)	(3.02)	(49,394)	(1.75)
20	Investment Gain From Capital & Surplus	0	0.00	3	100.00	(480)	(1.74)	1,503	3.91	92,675	3.36	93,701	3.32
21	Total Profit or Losses***	0	0.00	6	200.00	25,127	90.91	9,768	25.43	9,403	0.34	44,304	1.57

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures  
\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17  
\*\*\* (Line 19 + 20) = 21

Total For Inland Marine  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	21	262.50	1,207	100.67	896,069	97.42	128,663	98.12	7,427,123	99.85	8,453,083	99.56
2	Premiums Earned	8	100.00	1,199	100.00	919,839	100.00	131,131	100.00	7,438,287	100.00	8,490,464	100.00
3	Dividends to Policyholders	0	0.00	27	2.25	6,520	0.71	6,489	4.95	8,603	0.12	21,639	0.25
4	Incurred Losses	4	50.00	427	35.61	633,588	68.88	46,153	35.20	3,098,517	41.66	3,778,689	44.51
5	Defense and Cost Containment Expenses Incurred	0	0.00	3	0.25	(1,632)	(0.18)	3,045	2.32	88,810	1.19	90,226	1.06
6	Unallocated LAE* Incurred	0	0.00	99	8.26	41,715	4.54	8,286	6.32	382,507	5.14	432,607	5.10
7	Unpaid Losses	2	25.00	267	22.27	463,318	50.37	25,801	19.68	2,047,622	27.53	2,537,010	29.88
8	Defense and Cost Containment Expenses Unpaid	0	0.00	5	0.42	10,651	1.16	2,459	1.88	128,575	1.73	141,690	1.67
9	Unallocated LAE* Unpaid	0	0.00	80	6.67	21,868	2.38	4,621	3.52	189,236	2.54	215,805	2.54
10	Unearned Premium Reserves	13	162.50	602	50.21	525,887	57.17	96,202	73.36	3,597,611	48.37	4,220,315	49.71
11	Agents Balances	(115)	(1437.50)	68	5.67	183,761	19.98	43,315	33.03	2,203,692	29.63	2,430,721	28.63
12	Commission & Brokerage Expenses Incurred	(35)	(437.50)	(2,137)	(178.23)	84,150	9.15	2,667	2.03	892,575	12.00	977,220	11.51
13	Taxes, Licenses and Fees Incurred	19	237.50	846	70.56	25,714	2.80	3,499	2.67	282,028	3.79	312,106	3.68
14	Other Acquisition Expenses Incurred	1	12.50	451	37.61	82,772	9.00	30,221	23.05	460,157	6.19	573,602	6.76
15	General Expenses Incurred	22	275.00	548	45.70	93,217	10.13	4,669	3.56	636,984	8.56	735,440	8.66
16	Other Income Less Other Expenses	0	0.00	16	1.33	33	0.00	690	0.53	(11,554)	(0.16)	(10,815)	(0.13)
17	Pretax Profit or Loss Excluding Investment Gain**	(3)	(37.50)	954	79.57	(46,184)	(5.02)	26,793	20.43	1,576,562	21.20	1,558,122	18.35
18	Investment Gain Funds	0	0.00	39	3.25	(40,789)	(4.43)	1,842	1.40	195,459	2.63	156,551	1.84
19	Profit or Loss Excluding Investment Gain	(3)	(37.50)	993	82.82	(86,974)	(9.46)	28,634	21.84	1,771,489	23.82	1,714,139	20.19
20	Investment Gain From Capital & Surplus	0	0.00	144	12.01	(68,312)	(7.43)	8,999	6.86	414,674	5.57	355,505	4.19
21	Total Profit or Losses***	(3)	(37.50)	1,136	94.75	(155,285)	(16.88)	37,633	28.70	2,186,101	29.39	2,069,582	24.38

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Financial Guaranty  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	2,322,219	67.14	2,322,219	67.14
2	Premiums Earned	0	0.00	0	0.00	0	0.00	0	0.00	3,458,954	100.00	3,458,954	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	0	0.00	0	0.00	12,995,325	375.70	12,995,325	375.70
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	92,762	2.68	92,762	2.68
6	Unallocated LAE* Incurred	0	0.00	0	0.00	0	0.00	0	0.00	11,971	0.35	11,971	0.35
7	Unpaid Losses	0	0.00	0	0.00	0	0.00	48	0.00	11,806,946	341.34	11,806,994	341.35
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	(125,841)	(3.64)	(125,841)	(3.64)
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	1,762	0.05	1,762	0.05
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	10,862,309	314.03	10,862,309	314.03
11	Agents Balances	0	0.00	0	0.00	0	0.00	0	0.00	117,580	3.40	117,580	3.40
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	(102,251)	(2.96)	(102,251)	(2.96)
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	0	0.00	0	0.00	61,949	1.79	61,949	1.79
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	39,118	1.13	39,118	1.13
15	General Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	939,150	27.15	939,150	27.15
16	Other Income Less Other Expenses	0	0.00	0	0.00	0	0.00	0	0.00	(151,102)	(4.37)	(151,102)	(4.37)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	0	0.00	0	0.00	(10,730,168)	(310.21)	(10,730,168)	(310.21)
18	Investment Gain Funds	0	0.00	0	0.00	0	0.00	(3)	0.00	(1,713,614)	(49.54)	(1,713,617)	(49.54)
19	Profit or Loss Excluding Investment Gain	0	0.00	0	0.00	0	0.00	(3)	0.00	(12,443,779)	(359.76)	(12,443,782)	(359.76)
20	Investment Gain From Capital & Surplus	0	0.00	0	0.00	0	0.00	0	0.00	(1,382,101)	(39.96)	(1,382,101)	(39.96)
21	Total Profit or Losses***	0	0.00	0	0.00	0	0.00	(3)	0.00	(13,825,879)	(399.71)	(13,825,882)	(399.71)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Medical Malpractice  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	8	100.00	143,720	96.05	539,257	100.56	2,910,494	100.14	3,593,479	100.03
2	Premiums Earned	0	0.00	8	100.00	149,626	100.00	536,264	100.00	2,906,519	100.00	3,592,417	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	21,959	14.68	121	0.02	9,225	0.32	31,305	0.87
4	Incurred Losses	0	0.00	0	0.00	47,309	31.62	144,412	26.93	881,523	30.33	1,073,244	29.88
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	18,918	12.64	90,307	16.84	543,723	18.71	652,948	18.18
6	Unallocated LAE* Incurred	0	0.00	0	0.00	13,455	8.99	38,699	7.22	102,206	3.52	154,360	4.30
7	Unpaid Losses	0	0.00	1	12.50	185,816	124.19	670,560	125.04	6,561,146	225.74	7,417,523	206.48
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	96,687	64.62	274,561	51.20	2,265,726	77.95	2,636,974	73.40
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	46,543	31.11	38,655	7.21	236,952	8.15	322,150	8.97
10	Unearned Premium Reserves	0	0.00	5	62.50	73,122	48.87	222,940	41.57	1,552,068	53.40	1,848,135	51.45
11	Agents Balances	0	0.00	2	25.00	29,330	19.60	137,074	25.56	621,012	21.37	787,418	21.92
12	Commission & Brokerage Expenses Incurred	0	0.00	1	12.50	1,023	0.68	38,852	7.24	262,969	9.05	302,845	8.43
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	3,710	2.48	12,687	2.37	54,162	1.86	70,559	1.96
14	Other Acquisition Expenses Incurred	0	0.00	1	12.50	17,112	11.44	13,948	2.60	103,974	3.58	135,035	3.76
15	General Expenses Incurred	0	0.00	1	12.50	5,522	3.69	49,817	9.29	181,680	6.25	237,020	6.60
16	Other Income Less Other Expenses	0	0.00	0	0.00	1,735	1.16	262	0.05	24,001	0.83	25,998	0.72
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	6	75.00	22,347	14.94	147,686	27.54	791,056	27.22	961,095	26.75
18	Investment Gain Funds	0	0.00	0	0.00	10,299	6.88	(51,436)	(9.59)	375,886	12.93	334,749	9.32
19	Profit or Loss Excluding Investment Gain	0	0.00	6	75.00	32,648	21.82	96,251	17.95	1,166,950	40.15	1,295,855	36.07
20	Investment Gain From Capital & Surplus	0	0.00	1	12.50	6,206	4.15	(816)	(0.15)	177,814	6.12	183,205	5.10
21	Total Profit or Losses***	0	0.00	7	87.50	38,854	25.97	95,434	17.80	1,344,765	46.27	1,479,060	41.17

\* LAE - Loss Adjustment Expenses

IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Earthquake  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	117	104.46	73,531	102.27	13,361	133.21	918,912	95.97	1,005,921	96.76
2	Premiums Earned	0	0.00	112	100.00	71,899	100.00	10,030	100.00	957,511	100.00	1,039,552	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	720	1.00	2,109	21.03	5	0.00	2,834	0.27
4	Incurred Losses	0	0.00	(35)	(31.25)	288	0.40	199	1.98	7,283	0.76	7,735	0.74
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	28	0.04	246	2.45	444	0.05	718	0.07
6	Unallocated LAE* Incurred	0	0.00	0	0.00	478	0.66	(382)	(3.81)	84	0.01	180	0.02
7	Unpaid Losses	0	0.00	0	0.00	1,393	1.94	318	3.17	61,556	6.43	63,267	6.09
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	310	0.43	2,626	26.18	6,800	0.71	9,736	0.94
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	16	0.02	1,005	10.02	5,871	0.61	6,892	0.66
10	Unearned Premium Reserves	0	0.00	65	58.04	40,239	55.97	5,803	57.86	521,170	54.43	567,277	54.57
11	Agents Balances	0	0.00	21	18.75	17,943	24.96	(5,215)	(51.99)	226,106	23.61	238,855	22.98
12	Commission & Brokerage Expenses Incurred	0	0.00	(41)	(36.61)	6,935	9.65	(4,348)	(43.35)	119,168	12.45	121,714	11.71
13	Taxes, Licenses and Fees Incurred	0	0.00	(1)	(0.89)	1,839	2.56	2,676	26.68	25,176	2.63	29,690	2.86
14	Other Acquisition Expenses Incurred	0	0.00	15	13.39	8,013	11.14	9,592	95.63	68,655	7.17	86,275	8.30
15	General Expenses Incurred	0	0.00	5	4.46	5,457	7.59	1,615	16.10	51,295	5.36	58,372	5.62
16	Other Income Less Other Expenses	0	0.00	0	0.00	(6,638)	(9.23)	116	1.16	(4,545)	(0.47)	(11,067)	(1.06)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	170	151.79	41,500	57.72	(1,563)	(15.58)	680,869	71.11	720,976	69.35
18	Investment Gain Funds	0	0.00	1	0.89	728	1.01	725	7.23	13,815	1.44	15,269	1.47
19	Profit or Loss Excluding Investment Gain	0	0.00	172	153.57	42,232	58.74	(837)	(8.34)	694,683	72.55	736,250	70.82
20	Investment Gain From Capital & Surplus	0	0.00	5	4.46	3,713	5.16	(290)	(2.89)	36,613	3.82	40,041	3.85
21	Total Profit or Losses***	0	0.00	176	157.14	45,946	63.90	(1,127)	(11.24)	731,303	76.38	776,298	74.68

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Group Accident and Health  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	751,838	99.12	54	100.00	3,328,624	101.97	4,080,516	101.43
2	Premiums Earned	0	0.00	0	0.00	758,526	100.00	54	100.00	3,264,328	100.00	4,022,908	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	651,632	85.91	372	688.89	1,867,963	57.22	2,519,967	62.64
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	6,442	0.85	0	0.00	26,316	0.81	32,758	0.81
6	Unallocated LAE* Incurred	0	0.00	0	0.00	35,187	4.64	0	0.00	68,749	2.11	103,936	2.58
7	Unpaid Losses	0	0.00	0	0.00	155,791	20.54	838	1551.85	1,820,646	55.77	1,977,275	49.15
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	1,573	0.21	0	0.00	58,514	1.79	60,087	1.49
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	75,681	9.98	0	0.00	47,395	1.45	123,076	3.06
10	Unearned Premium Reserves	0	0.00	0	0.00	27,804	3.67	0	0.00	1,652,314	50.62	1,680,118	41.76
11	Agents Balances	0	0.00	0	0.00	42,412	5.59	0	0.00	979,069	29.99	1,021,481	25.39
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	36,748	4.84	0	0.00	697,181	21.36	733,929	18.24
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	11,937	1.57	0	0.00	95,745	2.93	107,682	2.68
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	16,360	2.16	1	1.85	234,843	7.19	251,204	6.24
15	General Expenses Incurred	0	0.00	0	0.00	32,242	4.25	5	9.26	193,466	5.93	225,713	5.61
16	Other Income Less Other Expenses	0	0.00	0	0.00	5,825	0.77	0	0.00	(52,072)	(1.60)	(46,247)	(1.15)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	(26,197)	(3.45)	(324)	(600.00)	27,997	0.86	1,476	0.04
18	Investment Gain Funds	0	0.00	0	0.00	2,343	0.31	(53)	(98.15)	80,181	2.46	82,471	2.05
19	Profit or Loss Excluding Investment Gain	0	0.00	0	0.00	(23,854)	(3.14)	(377)	(698.15)	108,179	3.31	83,948	2.09
20	Investment Gain From Capital & Surplus	0	0.00	0	0.00	26,411	3.48	0	0.00	159,923	4.90	186,334	4.63
21	Total Profit or Losses***	0	0.00	0	0.00	2,555	0.34	(377)	(698.15)	268,109	8.21	270,287	6.72

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Credit Accident and Health (Group and Individual)  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	14,484	191.18	1,457	97.00	366,409	130.01	382,350	131.43
2	Premiums Earned	0	0.00	0	0.00	7,576	100.00	1,502	100.00	281,841	100.00	290,919	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	4,088	53.96	394	26.23	39,426	13.99	43,908	15.09
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	19	0.25	0	0.00	699	0.25	718	0.25
6	Unallocated LAE* Incurred	0	0.00	0	0.00	951	12.55	0	0.00	40,419	14.34	41,370	14.22
7	Unpaid Losses	0	0.00	0	0.00	4,513	59.57	350	23.30	85,658	30.39	90,521	31.12
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	72	0.95	0	0.00	256	0.09	328	0.11
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	894	11.80	0	0.00	2,193	0.78	3,087	1.06
10	Unearned Premium Reserves	0	0.00	0	0.00	26,119	344.76	1,566	104.26	160,295	56.87	187,980	64.62
11	Agents Balances	0	0.00	0	0.00	0	0.00	123	8.19	16,455	5.84	16,578	5.70
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	2,882	38.04	107	7.12	122,688	43.53	125,677	43.20
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	262	3.46	0	0.00	11,296	4.01	11,558	3.97
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	1,324	17.48	1,001	66.64	36,008	12.78	38,333	13.18
15	General Expenses Incurred	0	0.00	0	0.00	1,649	21.77	0	0.00	60,331	21.41	61,980	21.30
16	Other Income Less Other Expenses	0	0.00	0	0.00	54	0.71	0	0.00	(1,285)	(0.46)	(1,231)	(0.42)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	(3,546)	(46.81)	0	0.00	(30,317)	(10.76)	(33,863)	(11.64)
18	Investment Gain Funds	0	0.00	0	0.00	667	8.80	0	0.00	(895)	(0.32)	(228)	(0.08)
19	Profit or Loss Excluding Investment Gain	0	0.00	0	0.00	(2,879)	(38.00)	0	0.00	(31,210)	(11.07)	(34,089)	(11.72)
20	Investment Gain From Capital & Surplus	0	0.00	0	0.00	1,466	19.35	0	0.00	6,621	2.35	8,087	2.78
21	Total Profit or Losses***	0	0.00	0	0.00	(1,413)	(18.65)	0	0.00	(24,590)	(8.72)	(26,003)	(8.94)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures  
\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17  
\*\*\* (Line 19 + 20) = 21

Total For Other Accident and Health  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	227	100.00	732,798	117.01	10	100.00	1,705,051	161.89	2,438,086	145.15
2	Premiums Earned	0	0.00	227	100.00	626,293	100.00	10	100.00	1,053,190	100.00	1,679,720	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	29	0.00	0	0.00	1	0.00	30	0.00
4	Incurred Losses	0	0.00	91	40.09	417,592	66.68	121	1210.00	706,724	67.10	1,124,528	66.95
5	Defense and Cost Containment Expenses Incurred	0	0.00	11	4.85	543	0.09	0	0.00	18,063	1.72	18,617	1.11
6	Unallocated LAE* Incurred	0	0.00	3	1.32	38,308	6.12	0	0.00	56,021	5.32	94,332	5.62
7	Unpaid Losses	0	0.00	55	24.23	385,307	61.52	42	420.00	1,368,502	129.94	1,753,906	104.42
8	Defense and Cost Containment Expenses Unpaid	0	0.00	22	9.69	6,864	1.10	0	0.00	19,714	1.87	26,600	1.58
9	Unallocated LAE* Unpaid	0	0.00	10	4.41	82,702	13.21	0	0.00	51,433	4.88	134,145	7.99
10	Unearned Premium Reserves	0	0.00	49	21.59	765,847	122.28	0	0.00	5,365,073	509.41	6,130,969	365.00
11	Agents Balances	0	0.00	44	19.38	93,163	14.88	0	0.00	126,013	11.96	219,220	13.05
12	Commission & Brokerage Expenses Incurred	0	0.00	59	25.99	78,654	12.56	0	0.00	77,537	7.36	156,250	9.30
13	Taxes, Licenses and Fees Incurred	0	0.00	7	3.08	13,962	2.23	0	0.00	16,784	1.59	30,753	1.83
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	53,619	8.56	0	0.00	277,575	26.36	331,194	19.72
15	General Expenses Incurred	0	0.00	23	10.13	31,675	5.06	1	10.00	138,083	13.11	169,782	10.11
16	Other Income Less Other Expenses	0	0.00	7	3.08	3,940	0.63	0	0.00	224,920	21.36	228,867	13.63
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	40	17.62	(4,148)	(0.66)	(112)	(1120.00)	(12,682)	(1.20)	(16,902)	(1.01)
18	Investment Gain Funds	0	0.00	2	0.88	36,774	5.87	(2)	(20.00)	170,887	16.23	207,661	12.36
19	Profit or Loss Excluding Investment Gain	0	0.00	42	18.50	32,627	5.21	(114)	(1140.00)	158,196	15.02	190,751	11.36
20	Investment Gain From Capital & Surplus	0	0.00	1	0.44	62,522	9.98	0	0.00	81,549	7.74	144,072	8.58
21	Total Profit or Losses***	0	0.00	43	18.94	95,149	15.19	(114)	(1140.00)	239,751	22.76	334,829	19.93

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Workers' Compensation  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	43,858	102.67	2,493,977	98.77	349,265	105.95	25,780,917	97.72	28,668,017	97.91
2	Premiums Earned	0	0.00	42,716	100.00	2,524,940	100.00	329,639	100.00	26,383,079	100.00	29,280,374	100.00
3	Dividends to Policyholders	0	0.00	6	0.01	244,698	9.69	1,936	0.59	326,452	1.24	573,092	1.96
4	Incurred Losses	0	0.00	14,365	33.63	1,417,505	56.14	188,982	57.33	16,198,188	61.40	17,819,040	60.86
5	Defense and Cost Containment Expenses Incurred	0	0.00	1,314	3.08	153,604	6.08	18,695	5.67	1,973,153	7.48	2,146,766	7.33
6	Unallocated LAE* Incurred	0	0.00	2,057	4.82	132,062	5.23	22,681	6.88	1,840,155	6.97	1,996,955	6.82
7	Unpaid Losses	0	0.00	45,400	106.28	5,485,499	217.25	734,859	222.93	68,913,305	261.20	75,179,063	256.76
8	Defense and Cost Containment Expenses Unpaid	0	0.00	1,175	2.75	480,115	19.01	61,958	18.80	6,838,568	25.92	7,381,816	25.21
9	Unallocated LAE* Unpaid	0	0.00	4,927	11.53	209,815	8.31	50,570	15.34	3,498,947	13.26	3,764,259	12.86
10	Unearned Premium Reserves	0	0.00	17,797	41.66	1,112,825	44.07	129,744	39.36	7,939,543	30.09	9,199,909	31.42
11	Agents Balances	0	0.00	13,823	32.36	786,179	31.14	83,431	25.31	9,032,104	34.23	9,915,537	33.86
12	Commission & Brokerage Expenses Incurred	0	0.00	6,519	15.26	220,127	8.72	31,175	9.46	1,389,898	5.27	1,647,719	5.63
13	Taxes, Licenses and Fees Incurred	0	0.00	1,456	3.41	63,396	2.51	10,791	3.27	1,176,474	4.46	1,252,117	4.28
14	Other Acquisition Expenses Incurred	0	0.00	3,040	7.12	160,198	6.34	35,188	10.67	1,787,705	6.78	1,986,131	6.78
15	General Expenses Incurred	0	0.00	5,823	13.63	202,427	8.02	21,528	6.53	1,926,401	7.30	2,156,179	7.36
16	Other Income Less Other Expenses	0	0.00	(204)	(0.48)	2,649	0.10	(1,371)	(0.42)	(160,567)	(0.61)	(159,493)	(0.54)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	7,933	18.57	(66,427)	(2.63)	(2,711)	(0.82)	(395,920)	(1.50)	(457,125)	(1.56)
18	Investment Gain Funds	0	0.00	89	0.21	131,630	5.21	19,109	5.80	3,142,763	11.91	3,293,591	11.25
19	Profit or Loss Excluding Investment Gain	0	0.00	8,022	18.78	65,204	2.58	16,397	4.97	2,746,844	10.41	2,836,467	9.69
20	Investment Gain From Capital & Surplus	0	0.00	574	1.34	93,481	3.70	8,248	2.50	2,132,367	8.08	2,234,670	7.63
21	Total Profit or Losses***	0	0.00	8,596	20.12	158,684	6.28	24,644	7.48	4,879,155	18.49	5,071,079	17.32

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Other General Liability  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	10,349	103.38	1,899,489	99.93	218,520	100.18	28,890,453	95.57	31,018,811	95.86
2	Premiums Earned	0	0.00	10,011	100.00	1,900,826	100.00	218,132	100.00	30,230,097	100.00	32,359,066	100.00
3	Dividends to Policyholders	0	0.00	1	0.01	10,339	0.54	9,438	4.33	2,727	0.01	22,505	0.07
4	Incurred Losses	0	0.00	3,210	32.06	814,323	42.84	133,992	61.43	14,674,691	48.54	15,626,216	48.29
5	Defense and Cost Containment Expenses Incurred	0	0.00	790	7.89	250,153	13.16	62,472	28.64	3,492,525	11.55	3,805,940	11.76
6	Unallocated LAE* Incurred	0	0.00	604	6.03	97,251	5.12	5,991	2.75	1,519,428	5.03	1,623,274	5.02
7	Unpaid Losses	0	0.00	6,736	67.29	3,075,553	161.80	471,153	215.99	72,593,012	240.13	76,146,454	235.32
8	Defense and Cost Containment Expenses Unpaid	0	0.00	1,059	10.58	936,106	49.25	168,489	77.24	14,074,624	46.56	15,180,278	46.91
9	Unallocated LAE* Unpaid	0	0.00	623	6.22	175,615	9.24	15,479	7.10	3,642,237	12.05	3,833,954	11.85
10	Unearned Premium Reserves	0	0.00	5,167	51.61	867,687	45.65	101,341	46.46	16,144,547	53.41	17,118,742	52.90
11	Agents Balances	0	0.00	1,845	18.43	556,546	29.28	34,595	15.86	7,557,473	25.00	8,150,459	25.19
12	Commission & Brokerage Expenses Incurred	(4)	0.00	1,028	10.27	296,603	15.60	1,568	0.72	3,060,790	10.12	3,359,985	10.38
13	Taxes, Licenses and Fees Incurred	0	0.00	434	4.34	37,659	1.98	6,676	3.06	832,926	2.76	877,695	2.71
14	Other Acquisition Expenses Incurred	3	0.00	1,293	12.92	174,634	9.19	32,126	14.73	2,164,777	7.16	2,372,833	7.33
15	General Expenses Incurred	1	0.00	944	9.43	153,465	8.07	12,093	5.54	1,862,614	6.16	2,029,117	6.27
16	Other Income Less Other Expenses	0	0.00	125	1.25	(8,872)	(0.47)	444	0.20	53,084	0.18	44,781	0.14
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	1,832	18.30	57,528	3.03	(45,784)	(20.99)	2,672,667	8.84	2,686,243	8.30
18	Investment Gain Funds	0	0.00	189	1.89	162,159	8.53	19,111	8.76	3,510,501	11.61	3,691,960	11.41
19	Profit or Loss Excluding Investment Gain	0	0.00	2,022	20.20	219,688	11.56	(26,673)	(12.23)	6,183,165	20.45	6,378,202	19.71
20	Investment Gain From Capital & Surplus	0	0.00	545	5.44	132,057	6.95	22,588	10.36	2,340,348	7.74	2,495,538	7.71
21	Total Profit or Losses***	0	0.00	2,566	25.63	351,742	18.50	(4,084)	(1.87)	8,523,502	28.20	8,873,726	27.42

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Products Liability  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	429	97.28	223,332	96.01	214	82.31	1,765,367	97.52	1,989,342	97.35
2	Premiums Earned	0	0.00	441	100.00	232,611	100.00	260	100.00	1,810,285	100.00	2,043,597	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	299	0.13	0	0.00	23	0.00	322	0.02
4	Incurred Losses	0	0.00	339	76.87	81,385	34.99	1,120	430.77	1,187,567	65.60	1,270,411	62.17
5	Defense and Cost Containment Expenses Incurred	0	0.00	201	45.58	74,613	32.08	644	247.69	716,238	39.56	791,696	38.74
6	Unallocated LAE* Incurred	0	0.00	44	9.98	13,257	5.70	(22)	(8.46)	141,351	7.81	154,630	7.57
7	Unpaid Losses	0	0.00	622	141.04	390,926	168.06	3,756	1444.62	8,207,646	453.39	8,602,950	420.97
8	Defense and Cost Containment Expenses Unpaid	0	0.00	362	82.09	228,674	98.31	1,770	680.77	3,028,823	167.31	3,259,629	159.50
9	Unallocated LAE* Unpaid	0	0.00	82	18.59	54,333	23.36	304	116.92	638,811	35.29	693,530	33.94
10	Unearned Premium Reserves	0	0.00	192	43.54	103,724	44.59	97	37.31	759,803	41.97	863,816	42.27
11	Agents Balances	0	0.00	(225)	(51.02)	76,930	33.07	36	13.85	395,772	21.86	472,513	23.12
12	Commission & Brokerage Expenses Incurred	0	0.00	(120)	(27.21)	32,948	14.16	23	8.85	189,452	10.47	222,303	10.88
13	Taxes, Licenses and Fees Incurred	0	0.00	28	6.35	4,102	1.76	7	2.69	44,101	2.44	48,238	2.36
14	Other Acquisition Expenses Incurred	0	0.00	92	20.86	24,413	10.50	40	15.38	134,482	7.43	159,027	7.78
15	General Expenses Incurred	0	0.00	72	16.33	17,927	7.71	17	6.54	124,108	6.86	142,124	6.95
16	Other Income Less Other Expenses	0	0.00	(2)	(0.45)	(726)	(0.31)	0	0.00	(24,652)	(1.36)	(25,380)	(1.24)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(214)	(48.53)	(17,057)	(7.33)	(1,566)	(602.31)	(751,707)	(41.52)	(770,544)	(37.71)
18	Investment Gain Funds	0	0.00	31	7.03	23,915	10.28	73	28.08	431,512	23.84	455,531	22.29
19	Profit or Loss Excluding Investment Gain	0	0.00	(185)	(41.95)	6,858	2.95	(1,493)	(574.23)	(320,194)	(17.69)	(315,014)	(15.41)
20	Investment Gain From Capital & Surplus	0	0.00	52	11.79	18,191	7.82	139	53.46	256,957	14.19	275,339	13.47
21	Total Profit or Losses***	0	0.00	(131)	(29.71)	25,046	10.77	(1,354)	(520.77)	(63,235)	(3.49)	(39,674)	(1.94)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Private Passenger Automobile Liability  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	15,231	106.50	5,150	108.31	23,896,491	100.95	5,885,910	97.98	43,642,984	100.27	73,445,766	100.30
2	Premiums Earned	14,301	100.00	4,755	100.00	23,672,747	100.00	6,007,379	100.00	43,523,385	100.00	73,222,567	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	36,622	0.15	182,792	3.04	38,732	0.09	258,146	0.35
4	Incurred Losses	9,247	64.66	1,101	23.15	16,373,333	69.17	3,810,661	63.43	27,245,482	62.60	47,439,824	64.79
5	Defense and Cost Containment Expenses Incurred	431	3.01	103	2.17	909,874	3.84	163,045	2.71	1,608,085	3.69	2,681,538	3.66
6	Unallocated LAE* Incurred	1,630	11.40	223	4.69	2,465,599	10.42	488,516	8.13	3,947,293	9.07	6,903,261	9.43
7	Unpaid Losses	6,281	43.92	2,571	54.07	17,756,102	75.01	4,579,843	76.24	31,281,562	71.87	53,626,359	73.24
8	Defense and Cost Containment Expenses Unpaid	894	6.25	188	3.95	2,616,048	11.05	434,634	7.24	4,343,508	9.98	7,395,272	10.10
9	Unallocated LAE* Unpaid	1,300	9.09	141	2.97	2,233,980	9.44	404,796	6.74	2,720,608	6.25	5,360,825	7.32
10	Unearned Premium Reserves	4,162	29.10	2,579	54.24	6,396,850	27.02	1,722,884	28.68	14,201,072	32.63	22,327,547	30.49
11	Agents Balances	35,914	251.13	2,652	55.77	3,580,772	15.13	993,212	16.53	7,890,107	18.13	12,502,657	17.07
12	Commission & Brokerage Expenses Incurred	(82,277)	(575.32)	1,503	31.61	2,500,159	10.56	347,260	5.78	3,925,911	9.02	6,692,556	9.14
13	Taxes, Licenses and Fees Incurred	14,869	103.97	317	6.67	507,478	2.14	157,343	2.62	1,031,328	2.37	1,711,335	2.34
14	Other Acquisition Expenses Incurred	73,944	517.05	76	1.60	2,195,583	9.27	581,513	9.68	3,350,391	7.70	6,201,507	8.47
15	General Expenses Incurred	38,399	268.51	827	17.39	1,012,001	4.27	174,020	2.90	2,510,258	5.77	3,735,505	5.10
16	Other Income Less Other Expenses	8,445	59.05	116	2.44	318,041	1.34	25,061	0.42	225,078	0.52	576,741	0.79
17	Pretax Profit or Loss Excluding Investment Gain**	(33,495)	(234.21)	722	15.18	(2,009,862)	(8.49)	127,291	2.12	90,955	0.21	(1,824,389)	(2.49)
18	Investment Gain Funds	911	6.37	47	0.99	880,101	3.72	168,917	2.81	1,298,853	2.98	2,348,829	3.21
19	Profit or Loss Excluding Investment Gain	(32,584)	(227.84)	768	16.15	(1,129,761)	(4.77)	296,207	4.93	1,389,824	3.19	524,454	0.72
20	Investment Gain From Capital & Surplus	1,542	10.78	346	7.28	1,678,135	7.09	333,343	5.55	898,205	2.06	2,911,571	3.98
21	Total Profit or Losses***	(31,042)	(217.06)	1,113	23.41	548,370	2.32	629,550	10.48	2,288,034	5.26	3,436,025	4.69

\* LAE - Loss Adjustment Expenses

IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Commercial Automobile Liability  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	1,364	96.19	888	106.86	2,047,194	96.54	183,858	112.60	12,017,534	96.88	14,250,838	97.01
2	Premiums Earned	1,418	100.00	831	100.00	2,120,648	100.00	163,281	100.00	12,404,079	100.00	14,690,257	100.00
3	Dividends to Policyholders	0	0.00	2	0.24	5,240	0.25	0	0.00	3,219	0.03	8,461	0.06
4	Incurred Losses	1,073	75.67	463	55.72	1,261,701	59.50	58,982	36.12	6,805,043	54.86	8,127,262	55.32
5	Defense and Cost Containment Expenses Incurred	60	4.23	39	4.69	115,772	5.46	9,529	5.84	725,782	5.85	851,182	5.79
6	Unallocated LAE* Incurred	63	4.44	64	7.70	163,056	7.69	18,973	11.62	866,545	6.99	1,048,701	7.14
7	Unpaid Losses	2,778	195.91	852	102.53	2,339,474	110.32	134,351	82.28	15,295,985	123.31	17,773,440	120.99
8	Defense and Cost Containment Expenses Unpaid	216	15.23	78	9.39	324,210	15.29	28,117	17.22	1,857,870	14.98	2,210,491	15.05
9	Unallocated LAE* Unpaid	95	6.70	83	9.99	120,271	5.67	16,520	10.12	893,762	7.21	1,030,731	7.02
10	Unearned Premium Reserves	553	39.00	412	49.58	920,143	43.39	88,090	53.95	6,194,882	49.94	7,204,080	49.04
11	Agents Balances	38,589	2721.37	(961)	(115.64)	595,335	28.07	39,201	24.01	3,482,001	28.07	4,154,165	28.28
12	Commission & Brokerage Expenses Incurred	(6,380)	(449.93)	(198)	(23.83)	281,320	13.27	16,929	10.37	1,470,726	11.86	1,762,397	12.00
13	Taxes, Licenses and Fees Incurred	3,708	261.50	195	23.47	47,072	2.22	5,734	3.51	372,734	3.00	429,443	2.92
14	Other Acquisition Expenses Incurred	1,388	97.88	250	30.08	188,613	8.89	23,610	14.46	774,423	6.24	988,284	6.73
15	General Expenses Incurred	5,033	354.94	308	37.06	138,257	6.52	11,486	7.03	963,434	7.77	1,118,518	7.61
16	Other Income Less Other Expenses	2,695	190.06	32	3.85	3,384	0.16	(17)	(0.01)	(23,791)	(0.19)	(17,697)	(0.12)
17	Pretax Profit or Loss Excluding Investment Gain**	(831)	(58.60)	(258)	(31.05)	(76,993)	(3.63)	18,022	11.04	398,360	3.21	338,300	2.30
18	Investment Gain Funds	73	5.15	72	8.66	106,994	5.05	4,283	2.62	573,837	4.63	685,259	4.66
19	Profit or Loss Excluding Investment Gain	(759)	(53.53)	(184)	(22.14)	30,003	1.41	22,305	13.66	972,202	7.84	1,023,567	6.97
20	Investment Gain From Capital & Surplus	101	7.12	148	17.81	130,002	6.13	3,095	1.90	565,875	4.56	699,221	4.76
21	Total Profit or Losses***	(657)	(46.33)	(37)	(4.45)	160,001	7.54	25,401	15.56	1,538,072	12.40	1,722,780	11.73

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures  
\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17  
\*\*\* (Line 19 + 20) = 21

Total For Private Passenger Automobile Damage  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	10,656	105.60	4,844	107.86	16,362,386	100.59	3,825,190	97.60	28,908,237	99.26	49,111,313	99.57
2	Premiums Earned	10,091	100.00	4,491	100.00	16,265,750	100.00	3,919,320	100.00	29,122,900	100.00	49,322,552	100.00
3	Dividends to Policyholders	0	0.00	1	0.02	25,882	0.16	153,902	3.93	32,607	0.11	212,392	0.43
4	Incurred Losses	8,912	88.32	2,301	51.24	10,929,811	67.20	2,427,235	61.93	16,698,081	57.34	30,066,340	60.96
5	Defense and Cost Containment Expenses Incurred	19	0.19	112	2.49	36,847	0.23	20,207	0.52	209,966	0.72	267,151	0.54
6	Unallocated LAE* Incurred	948	9.39	68	1.51	1,530,714	9.41	417,072	10.64	2,596,472	8.92	4,545,274	9.22
7	Unpaid Losses	1,036	10.27	449	10.00	1,194,306	7.34	109,506	2.79	1,246,565	4.28	2,551,862	5.17
8	Defense and Cost Containment Expenses Unpaid	(10)	(0.10)	19	0.42	39,914	0.25	12,659	0.32	121,921	0.42	174,503	0.35
9	Unallocated LAE* Unpaid	392	3.88	22	0.49	844,509	5.19	125,905	3.21	401,087	1.38	1,371,915	2.78
10	Unearned Premium Reserves	2,906	28.80	2,733	60.86	4,415,044	27.14	1,339,171	34.17	9,707,218	33.33	15,467,072	31.36
11	Agents Balances	52,050	515.81	2,270	50.55	2,420,673	14.88	743,989	18.98	5,382,440	18.48	8,601,422	17.44
12	Commission & Brokerage Expenses Incurred	(70,818)	(701.79)	1,228	27.34	1,599,559	9.83	164,812	4.21	2,298,332	7.89	3,993,113	8.10
13	Taxes, Licenses and Fees Incurred	11,376	112.73	211	4.70	340,754	2.09	97,055	2.48	702,900	2.41	1,152,296	2.34
14	Other Acquisition Expenses Incurred	58,570	580.42	188	4.19	1,467,907	9.02	431,744	11.02	2,294,120	7.88	4,252,529	8.62
15	General Expenses Incurred	29,902	296.32	699	15.56	648,960	3.99	118,950	3.03	1,703,484	5.85	2,501,995	5.07
16	Other Income Less Other Expenses	7,939	78.67	98	2.18	87,420	0.54	22,216	0.57	141,916	0.49	259,589	0.53
17	Pretax Profit or Loss Excluding Investment Gain**	(20,878)	(206.90)	(219)	(4.88)	(227,269)	(1.40)	110,559	2.82	2,728,862	9.37	2,591,055	5.25
18	Investment Gain Funds	288	2.85	(4)	(0.09)	104,311	0.64	16,819	0.43	129,294	0.44	250,708	0.51
19	Profit or Loss Excluding Investment Gain	(20,590)	(204.04)	(222)	(4.94)	(122,958)	(0.76)	127,378	3.25	2,858,159	9.81	2,841,767	5.76
20	Investment Gain From Capital & Surplus	645	6.39	236	5.25	750,969	4.62	152,784	3.90	390,515	1.34	1,295,149	2.63
21	Total Profit or Losses***	(19,945)	(197.65)	13	0.29	628,006	3.86	280,162	7.15	3,248,669	11.16	4,136,905	8.39

\* LAE - Loss Adjustment Expenses

IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Commercial Automobile Physical Damage  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	313	93.43	276	100.36	705,639	97.12	48,328	108.95	3,926,114	94.60	4,680,670	95.10
2	Premiums Earned	335	100.00	275	100.00	726,556	100.00	44,358	100.00	4,150,096	100.00	4,921,620	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	1,057	0.15	0	0.00	869	0.02	1,926	0.04
4	Incurred Losses	170	50.75	184	66.91	418,976	57.67	21,958	49.50	2,304,115	55.52	2,745,403	55.78
5	Defense and Cost Containment Expenses Incurred	12	3.58	3	1.09	7,029	0.97	415	0.94	49,735	1.20	57,194	1.16
6	Unallocated LAE* Incurred	8	2.39	30	10.91	62,497	8.60	3,315	7.47	298,861	7.20	364,711	7.41
7	Unpaid Losses	26	7.76	1	0.36	50,619	6.97	7,986	18.00	518,664	12.50	577,296	11.73
8	Defense and Cost Containment Expenses Unpaid	2	0.60	2	0.73	10,344	1.42	1,833	4.13	79,169	1.91	91,350	1.86
9	Unallocated LAE* Unpaid	2	0.60	3	1.09	16,718	2.30	338	0.76	49,794	1.20	66,855	1.36
10	Unearned Premium Reserves	117	34.93	127	46.18	303,638	41.79	29,554	66.63	1,820,906	43.88	2,154,342	43.77
11	Agents Balances	8,402	2508.06	(330)	(120.00)	194,087	26.71	16,656	37.55	833,473	20.08	1,052,288	21.38
12	Commission & Brokerage Expenses Incurred	(1,810)	(540.30)	(122)	(44.36)	93,102	12.81	4,444	10.02	480,829	11.59	576,443	11.71
13	Taxes, Licenses and Fees Incurred	1,118	333.73	95	34.55	15,674	2.16	1,481	3.34	113,265	2.73	131,633	2.67
14	Other Acquisition Expenses Incurred	486	145.07	31	11.27	66,668	9.18	8,239	18.57	231,613	5.58	307,037	6.24
15	General Expenses Incurred	1,406	419.70	108	39.27	43,475	5.98	3,821	8.61	364,963	8.79	413,773	8.41
16	Other Income Less Other Expenses	1,002	299.10	21	7.64	(682)	(0.09)	(24)	(0.05)	(26,830)	(0.65)	(26,513)	(0.54)
17	Pretax Profit or Loss Excluding Investment Gain**	(52)	(15.52)	(34)	(12.36)	17,389	2.39	662	1.49	279,037	6.72	297,002	6.03
18	Investment Gain Funds	43	12.84	11	4.00	5,606	0.77	348	0.78	36,247	0.87	42,255	0.86
19	Profit or Loss Excluding Investment Gain	(9)	(2.69)	(23)	(8.36)	22,995	3.16	1,011	2.28	315,286	7.60	339,260	6.89
20	Investment Gain From Capital & Surplus	19	5.67	52	18.91	26,695	3.67	713	1.61	108,308	2.61	135,787	2.76
21	Total Profit or Losses***	10	2.99	29	10.55	49,692	6.84	1,723	3.88	423,589	10.21	475,043	9.65

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Aircraft  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	104	2.87	(25)	100.00	1,251,309	87.19	1,251,388	86.98
2	Premiums Earned	0	0.00	0	0.00	3,626	100.00	(25)	100.00	1,435,151	100.00	1,438,752	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	(2,655)	(73.22)	(344)	1376.00	861,671	60.04	858,672	59.68
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	198	5.46	0	0.00	71,822	5.00	72,020	5.01
6	Unallocated LAE* Incurred	0	0.00	0	0.00	0	0.00	(60)	240.00	25,725	1.79	25,665	1.78
7	Unpaid Losses	0	0.00	(1)	0.00	3,258	89.85	1,129	(4516.00)	1,946,218	135.61	1,950,604	135.58
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	698	19.25	0	0.00	194,555	13.56	195,253	13.57
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	348	9.60	161	(644.00)	49,758	3.47	50,267	3.49
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	567,147	39.52	567,147	39.42
11	Agents Balances	0	0.00	0	0.00	148	4.08	(4)	16.00	290,755	20.26	290,899	20.22
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	218	6.01	(6)	24.00	188,451	13.13	188,663	13.11
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	75	2.07	0	0.00	40,074	2.79	40,149	2.79
14	Other Acquisition Expenses Incurred	8	0.00	0	0.00	0	0.00	0	0.00	75,094	5.23	75,102	5.22
15	General Expenses Incurred	41	0.00	0	0.00	206	5.68	0	0.00	78,768	5.49	79,015	5.49
16	Other Income Less Other Expenses	0	0.00	0	0.00	(20)	(0.55)	0	0.00	(5,704)	(0.40)	(5,724)	(0.40)
17	Pretax Profit or Loss Excluding Investment Gain**	(49)	0.00	0	0.00	5,565	153.47	385	(1540.00)	87,839	6.12	93,740	6.52
18	Investment Gain Funds	0	0.00	0	0.00	318	8.77	66	(264.00)	78,851	5.49	79,235	5.51
19	Profit or Loss Excluding Investment Gain	(49)	0.00	0	0.00	5,883	162.24	451	(1804.00)	166,696	11.62	172,981	12.02
20	Investment Gain From Capital & Surplus	49	0.00	0	0.00	(226)	(6.23)	89	(356.00)	81,416	5.67	81,328	5.65
21	Total Profit or Losses***	0	0.00	0	0.00	5,659	156.07	540	(2160.00)	248,118	17.29	254,317	17.68

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures  
\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17  
\*\*\* (Line 19 + 20) = 21

Total For Fidelity  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	7	100.00	13,720	97.05	1,217	96.43	1,090,501	93.88	1,105,445	93.92
2	Premiums Earned	0	0.00	7	100.00	14,137	100.00	1,262	100.00	1,161,636	100.00	1,177,042	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	83	0.59	0	0.00	322	0.03	405	0.03
4	Incurred Losses	0	0.00	2	28.57	1,629	11.52	351	27.81	471,631	40.60	473,613	40.24
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	(26)	(0.18)	(7)	(0.55)	46,883	4.04	46,850	3.98
6	Unallocated LAE* Incurred	0	0.00	0	0.00	478	3.38	66	5.23	51,025	4.39	51,569	4.38
7	Unpaid Losses	0	0.00	4	57.14	6,990	49.44	585	46.35	1,009,442	86.90	1,017,021	86.40
8	Defense and Cost Containment Expenses Unpaid	0	0.00	1	14.29	1,158	8.19	25	1.98	117,587	10.12	118,771	10.09
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	997	7.05	39	3.09	37,083	3.19	38,119	3.24
10	Unearned Premium Reserves	0	0.00	4	57.14	7,709	54.53	208	16.48	612,083	52.69	620,004	52.67
11	Agents Balances	0	0.00	0	0.00	4,825	34.13	(30)	(2.38)	223,885	19.27	228,680	19.43
12	Commission & Brokerage Expenses Incurred	0	0.00	1	14.29	1,275	9.02	70	5.55	139,017	11.97	140,363	11.93
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	316	2.24	38	3.01	28,983	2.50	29,337	2.49
14	Other Acquisition Expenses Incurred	1	0.00	0	0.00	2,959	20.93	264	20.92	102,800	8.85	106,024	9.01
15	General Expenses Incurred	5	0.00	0	0.00	1,582	11.19	54	4.28	120,736	10.39	122,377	10.40
16	Other Income Less Other Expenses	0	0.00	0	0.00	(133)	(0.94)	(1)	(0.08)	(1,632)	(0.14)	(1,766)	(0.15)
17	Pretax Profit or Loss Excluding Investment Gain**	(6)	0.00	4	57.14	5,705	40.36	428	33.91	198,599	17.10	204,730	17.39
18	Investment Gain Funds	0	0.00	0	0.00	278	1.97	17	1.35	46,331	3.99	46,626	3.96
19	Profit or Loss Excluding Investment Gain	(6)	0.00	5	71.43	5,982	42.31	444	35.18	244,934	21.09	251,359	21.36
20	Investment Gain From Capital & Surplus	6	0.00	8	114.29	219	1.55	19	1.51	58,969	5.08	59,221	5.03
21	Total Profit or Losses***	0	0.00	12	171.43	6,198	43.84	463	36.69	303,898	26.16	310,571	26.39

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Surety  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	235	97.11	78,984	99.21	182	129.08	4,523,959	99.69	4,603,360	99.68
2	Premiums Earned	0	0.00	242	100.00	79,614	100.00	141	100.00	4,538,027	100.00	4,618,024	100.00
3	Dividends to Policyholders	0	0.00	1	0.41	637	0.80	0	0.00	45,411	1.00	46,049	1.00
4	Incurred Losses	0	0.00	49	20.25	3,918	4.92	226	160.28	625,744	13.79	629,937	13.64
5	Defense and Cost Containment Expenses Incurred	0	0.00	4	1.65	1,360	1.71	0	0.00	229,568	5.06	230,932	5.00
6	Unallocated LAE* Incurred	0	0.00	5	2.07	3,222	4.05	61	43.26	107,782	2.38	111,070	2.41
7	Unpaid Losses	0	0.00	92	38.02	9,392	11.80	6	4.26	2,692,891	59.34	2,702,381	58.52
8	Defense and Cost Containment Expenses Unpaid	0	0.00	27	11.16	6,870	8.63	1	0.71	517,754	11.41	524,652	11.36
9	Unallocated LAE* Unpaid	0	0.00	8	3.31	5,608	7.04	11	7.80	167,893	3.70	173,520	3.76
10	Unearned Premium Reserves	0	0.00	180	74.38	35,055	44.03	110	78.01	2,870,935	63.26	2,906,280	62.93
11	Agents Balances	0	0.00	1	0.41	26,132	32.82	135	95.74	832,803	18.35	859,071	18.60
12	Commission & Brokerage Expenses Incurred	0	0.00	81	33.47	16,921	21.25	7	4.96	993,228	21.89	1,010,237	21.88
13	Taxes, Licenses and Fees Incurred	0	0.00	1	0.41	2,790	3.50	4	2.84	162,932	3.59	165,727	3.59
14	Other Acquisition Expenses Incurred	0	0.00	3	1.24	17,630	22.14	33	23.40	474,716	10.46	492,382	10.66
15	General Expenses Incurred	0	0.00	1	0.41	8,596	10.80	8	5.67	364,729	8.04	373,334	8.08
16	Other Income Less Other Expenses	0	0.00	0	0.00	(310)	(0.39)	6	4.26	(3,979)	(0.09)	(4,283)	(0.09)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	98	40.50	24,235	30.44	(194)	(137.59)	1,529,937	33.71	1,554,076	33.65
18	Investment Gain Funds	0	0.00	6	2.48	278	0.35	(1)	(0.71)	155,237	3.42	155,520	3.37
19	Profit or Loss Excluding Investment Gain	0	0.00	104	42.98	24,508	30.78	(194)	(137.59)	1,685,180	37.13	1,709,598	37.02
20	Investment Gain From Capital & Surplus	0	0.00	33	13.64	2,534	3.18	2	1.42	240,000	5.29	242,569	5.25
21	Total Profit or Losses***	0	0.00	137	56.61	27,043	33.97	(191)	(135.46)	1,925,184	42.42	1,952,173	42.27

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Burglary and Theft  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	10	100.00	8,131	101.22	166	75.80	138,536	106.06	146,843	105.74
2	Premiums Earned	0	0.00	10	100.00	8,033	100.00	219	100.00	130,615	100.00	138,877	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	8	0.10	0	0.00	1	0.00	9	0.01
4	Incurred Losses	0	0.00	4	40.00	1,810	22.53	(33)	(15.07)	19,756	15.13	21,537	15.51
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	54	0.67	(2)	(0.91)	3,135	2.40	3,187	2.29
6	Unallocated LAE* Incurred	0	0.00	0	0.00	308	3.83	40	18.26	1,306	1.00	1,654	1.19
7	Unpaid Losses	0	0.00	4	40.00	1,508	18.77	(15)	(6.85)	55,233	42.29	56,730	40.85
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	21	0.26	2	0.91	9,716	7.44	9,739	7.01
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	104	1.29	(3)	(1.37)	1,578	1.21	1,679	1.21
10	Unearned Premium Reserves	0	0.00	5	50.00	3,929	48.91	75	34.25	71,259	54.56	75,268	54.20
11	Agents Balances	(891)	0.00	(2)	(20.00)	2,494	31.05	18	8.22	29,117	22.29	30,736	22.13
12	Commission & Brokerage Expenses Incurred	0	0.00	1	10.00	947	11.79	2	0.91	14,655	11.22	15,605	11.24
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	197	2.45	6	2.74	4,704	3.60	4,907	3.53
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	1,265	15.75	238	108.68	10,079	7.72	11,582	8.34
15	General Expenses Incurred	2	0.00	0	0.00	1,110	13.82	11	5.02	6,761	5.18	7,884	5.68
16	Other Income Less Other Expenses	0	0.00	0	0.00	(17)	(0.21)	0	0.00	1,255	0.96	1,238	0.89
17	Pretax Profit or Loss Excluding Investment Gain**	(2)	0.00	5	50.00	2,317	28.84	(42)	(19.18)	71,453	54.71	73,731	53.09
18	Investment Gain Funds	6	0.00	0	0.00	106	1.32	(1)	(0.46)	3,455	2.65	3,566	2.57
19	Profit or Loss Excluding Investment Gain	3	0.00	5	50.00	2,423	30.16	(44)	(20.09)	74,914	57.35	77,301	55.66
20	Investment Gain From Capital & Surplus	0	0.00	2	20.00	357	4.44	7	3.20	5,523	4.23	5,889	4.24
21	Total Profit or Losses***	3	0.00	6	60.00	2,783	34.64	(36)	(16.44)	80,440	61.59	83,196	59.91

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Boiler and Machinery  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	408,269	99.15	(3)	42.86	1,303,711	100.78	1,711,977	100.38
2	Premiums Earned	0	0.00	0	0.00	411,778	100.00	(7)	100.00	1,293,662	100.00	1,705,433	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	75	0.02	0	0.00	7	0.00	82	0.00
4	Incurred Losses	0	0.00	1	0.00	445,324	108.15	133	(1900.00)	415,364	32.11	860,822	50.48
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	3,638	0.88	(20)	285.71	4,124	0.32	7,742	0.45
6	Unallocated LAE* Incurred	0	0.00	0	0.00	14,136	3.43	132	(1885.71)	27,262	2.11	41,530	2.44
7	Unpaid Losses	0	0.00	1	0.00	409,448	99.43	42	(600.00)	606,382	46.87	1,015,873	59.57
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	5,181	1.26	2	(28.57)	52,402	4.05	57,585	3.38
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	13,349	3.24	9	(128.57)	29,206	2.26	42,564	2.50
10	Unearned Premium Reserves	0	0.00	0	0.00	212,518	51.61	18	(257.14)	619,214	47.87	831,750	48.77
11	Agents Balances	0	0.00	(34)	0.00	37,247	9.05	(200)	2857.14	180,312	13.94	217,325	12.74
12	Commission & Brokerage Expenses Incurred	0	0.00	(95)	0.00	2,642	0.64	(984)	14057.14	255,439	19.75	257,002	15.07
13	Taxes, Licenses and Fees Incurred	0	0.00	1	0.00	9,189	2.23	121	(1728.57)	19,458	1.50	28,769	1.69
14	Other Acquisition Expenses Incurred	0	0.00	4	0.00	19,831	4.82	1,191	(17014.29)	142,059	10.98	163,085	9.56
15	General Expenses Incurred	0	0.00	1	0.00	36,091	8.76	325	(4642.86)	137,326	10.62	173,743	10.19
16	Other Income Less Other Expenses	0	0.00	0	0.00	(144)	(0.03)	220	(3142.86)	1,135	0.09	1,211	0.07
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	88	0.00	(119,291)	(28.97)	(683)	9757.14	293,750	22.71	173,864	10.19
18	Investment Gain Funds	0	0.00	1	0.00	(37,245)	(9.04)	31	(442.86)	(11,832)	(0.91)	(49,045)	(2.88)
19	Profit or Loss Excluding Investment Gain	0	0.00	89	0.00	(156,539)	(38.02)	(653)	9328.57	281,932	21.79	124,829	7.32
20	Investment Gain From Capital & Surplus	0	0.00	0	0.00	(68,658)	(16.67)	(18)	257.14	(26,445)	(2.04)	(95,121)	(5.58)
21	Total Profit or Losses***	0	0.00	89	0.00	(225,197)	(54.69)	(672)	9600.00	255,487	19.75	29,707	1.74

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Credit  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	40,220	111.55	936	254.35	1,069	100.75	1,289,764	103.37	1,331,989	103.64
2	Premiums Earned	0	0.00	36,057	100.00	368	100.00	1,061	100.00	1,247,770	100.00	1,285,256	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	11,433	31.71	1,297	352.45	45	4.24	1,826,004	146.34	1,838,779	143.07
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	6	1.63	0	0.00	19,190	1.54	19,196	1.49
6	Unallocated LAE* Incurred	0	0.00	836	2.32	245	66.58	0	0.00	25,410	2.04	26,491	2.06
7	Unpaid Losses	0	0.00	2,769	7.68	3,020	820.65	10	0.94	1,257,022	100.74	1,262,821	98.25
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	38,334	3.07	38,334	2.98
9	Unallocated LAE* Unpaid	0	0.00	258	0.72	10	2.72	0	0.00	15,645	1.25	15,913	1.24
10	Unearned Premium Reserves	0	0.00	83,505	231.59	1,622	440.76	994	93.69	933,154	74.79	1,019,275	79.31
11	Agents Balances	28	0.00	2,105	5.84	197	53.53	92	8.67	177,016	14.19	179,438	13.96
12	Commission & Brokerage Expenses Incurred	0	0.00	20,847	57.82	(66)	(17.93)	40	3.77	104,046	8.34	124,867	9.72
13	Taxes, Licenses and Fees Incurred	345	0.00	1,001	2.78	1	0.27	0	0.00	43,539	3.49	44,886	3.49
14	Other Acquisition Expenses Incurred	0	0.00	1,745	4.84	82	22.28	976	91.99	65,810	5.27	68,613	5.34
15	General Expenses Incurred	(174)	0.00	1,728	4.79	78	21.20	0	0.00	133,304	10.68	134,936	10.50
16	Other Income Less Other Expenses	0	0.00	39	0.11	(11)	(2.99)	0	0.00	(214,188)	(17.17)	(214,160)	(16.66)
17	Pretax Profit or Loss Excluding Investment Gain**	(171)	0.00	(1,494)	(4.14)	(1,284)	(348.91)	0	0.00	(1,183,709)	(94.87)	(1,186,658)	(92.33)
18	Investment Gain Funds	0	0.00	0	0.00	283	76.90	0	0.00	40,369	3.24	40,652	3.16
19	Profit or Loss Excluding Investment Gain	(171)	0.00	(1,494)	(4.14)	(1,000)	(271.74)	0	0.00	(1,143,351)	(91.63)	(1,146,016)	(89.17)
20	Investment Gain From Capital & Surplus	(22)	0.00	0	0.00	150	40.76	0	0.00	49,291	3.95	49,419	3.85
21	Total Profit or Losses***	(193)	0.00	(1,494)	(4.14)	(851)	(231.25)	0	0.00	(1,094,057)	(87.68)	(1,096,595)	(85.32)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Excess Workers' Compensation  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	1,658	85.07	1,056	100.38	904,433	125.07	907,147	124.92
2	Premiums Earned	0	0.00	0	0.00	1,949	100.00	1,052	100.00	723,166	100.00	726,167	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	1	0.00	1	0.00
4	Incurred Losses	0	0.00	2	0.00	1,821	93.43	601	57.13	779,504	107.79	781,928	107.68
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	349	17.91	(1)	(0.10)	55,950	7.74	56,298	7.75
6	Unallocated LAE* Incurred	0	0.00	0	0.00	89	4.57	647	61.50	83,843	11.59	84,579	11.65
7	Unpaid Losses	0	0.00	14	0.00	23,372	1199.18	3,359	319.30	4,936,355	682.60	4,963,100	683.47
8	Defense and Cost Containment Expenses Unpaid	0	0.00	1	0.00	3,796	194.77	0	0.00	198,531	27.45	202,328	27.86
9	Unallocated LAE* Unpaid	0	0.00	1	0.00	158	8.11	0	0.00	144,632	20.00	144,791	19.94
10	Unearned Premium Reserves	0	0.00	0	0.00	975	50.03	81	7.70	360,408	49.84	361,464	49.78
11	Agents Balances	0	0.00	0	0.00	470	24.11	0	0.00	219,121	30.30	219,591	30.24
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	70	3.59	(74)	(7.03)	50,303	6.96	50,299	6.93
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	35	1.80	50	4.75	27,921	3.86	28,006	3.86
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	47	2.41	0	0.00	37,020	5.12	37,067	5.10
15	General Expenses Incurred	0	0.00	0	0.00	125	6.41	164	15.59	75,450	10.43	75,739	10.43
16	Other Income Less Other Expenses	0	0.00	0	0.00	(5)	(0.26)	0	0.00	(1,317)	(0.18)	(1,322)	(0.18)
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	(2)	0.00	(592)	(30.37)	(335)	(31.84)	(388,147)	(53.67)	(389,076)	(53.58)
18	Investment Gain Funds	0	0.00	0	0.00	64	3.28	110	10.46	132,739	18.36	132,913	18.30
19	Profit or Loss Excluding Investment Gain	0	0.00	(2)	0.00	(529)	(27.14)	(225)	(21.39)	(255,410)	(35.32)	(256,166)	(35.28)
20	Investment Gain From Capital & Surplus	0	0.00	9	0.00	(22)	(1.13)	46	4.37	116,388	16.09	116,421	16.03
21	Total Profit or Losses***	0	0.00	7	0.00	(551)	(28.27)	(180)	(17.11)	(139,021)	(19.22)	(139,745)	(19.24)

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

Total For Warranty  
Countrywide Results of Companies Writing in Texas  
Source: NAIC 2008 Insurance Expense Exhibit, Part II - Net Business  
(\$ in Thousands)

NET BASIS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	37,942	83.12	0	0.00	2,032,052	119.97	2,069,994	119.00
2	Premiums Earned	0	0.00	0	0.00	45,645	100.00	0	0.00	1,693,778	100.00	1,739,423	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	38,515	84.38	0	0.00	1,247,559	73.66	1,286,074	73.94
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	9,495	0.56	9,495	0.55
6	Unallocated LAE* Incurred	0	0.00	0	0.00	730	1.60	0	0.00	14,538	0.86	15,268	0.88
7	Unpaid Losses	0	0.00	0	0.00	7,881	17.27	0	0.00	197,438	11.66	205,319	11.80
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	1	0.00	0	0.00	3,455	0.20	3,456	0.20
9	Unallocated LAE* Unpaid	0	0.00	0	0.00	220	0.48	0	0.00	6,103	0.36	6,323	0.36
10	Unearned Premium Reserves	0	0.00	0	0.00	65,381	143.24	0	0.00	4,130,941	243.89	4,196,322	241.25
11	Agents Balances	0	0.00	0	0.00	10,025	21.96	0	0.00	219,844	12.98	229,869	13.22
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	(1,037)	(2.27)	0	0.00	72,192	4.26	71,155	4.09
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	855	1.87	0	0.00	69,550	4.11	70,405	4.05
14	Other Acquisition Expenses Incurred	0	0.00	0	0.00	368	0.81	0	0.00	154,290	9.11	154,658	8.89
15	General Expenses Incurred	0	0.00	0	0.00	593	1.30	0	0.00	73,841	4.36	74,434	4.28
16	Other Income Less Other Expenses	0	0.00	0	0.00	(105)	(0.23)	0	0.00	36,045	2.13	35,940	2.07
17	Pretax Profit or Loss Excluding Investment Gain**	0	0.00	0	0.00	5,515	12.08	0	0.00	88,362	5.22	93,877	5.40
18	Investment Gain Funds	0	0.00	0	0.00	4,021	8.81	0	0.00	68,659	4.05	72,680	4.18
19	Profit or Loss Excluding Investment Gain	0	0.00	0	0.00	9,537	20.89	0	0.00	157,023	9.27	166,560	9.58
20	Investment Gain From Capital & Surplus	0	0.00	0	0.00	(23,333)	(51.12)	0	0.00	78,143	4.61	54,810	3.15
21	Total Profit or Losses***	0	0.00	0	0.00	(13,796)	(30.22)	0	0.00	235,163	13.88	221,367	12.73

\* LAE - Loss Adjustment Expenses  
IEE Formulas Substituted for NAIC Figures

\*\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\*\* (Line 19 + 20) = 21

## **SECTION III**

# **TEXAS DIRECT BUSINESS WRITTEN**

*Compiled from the NAIC Database  
Insurance Expense Exhibit and the  
Texas Statutory Page 14 Supplements  
to the Annual Statements for the  
Calendar Year Ending December 31, 2008*

# **TEXAS INSURANCE EXPENSE EXHIBIT**

THE PURPOSE OF THIS REPORT IS TO PRESENT TEXAS BUSINESS BY LINE ON A STATE LEVEL BASIS DETAILING PROFIT AND LOSSES, LOSS ADJUSTMENT, UNDERWRITING AND INVESTMENT EXPENSES. THIS INFORMATION MORE REASONABLY PRESENTS AGGREGATE COSTS IN TEXAS BY WEIGHTING EXPENSES/EXPENSE RATIOS IN PROPORTION TO THE COMPANIES' ACTUAL TEXAS WRITINGS AND CAN BE USED IN DEVELOPING ELEMENTS OF PROFITABILITY AND TREND ANALYSIS TO ASSIST IN PROPER RATE DEVELOPMENT. THE DATA FOR THIS REPORT WERE TAKEN FROM THE NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS (NAIC) DATABASE USING THE INSURANCE EXPENSE EXHIBIT SUBMITTED WITH EACH COMPANY'S 2008 ANNUAL STATEMENT.

THE EXPENSE AMOUNTS ON LINES 1-5, 7-8 AND 10-13 WERE TAKEN DIRECTLY FROM THE NAIC DATABASE. FOR EACH EXPENSE AMOUNT NOT INCLUDED ON THE NAIC DATABASE, DEPARTMENT STAFF MULTIPLIED EACH COMPANY'S TEXAS EARNED PREMIUM BY THE COUNTRYWIDE EXPENSE RATIO FOR THAT EXPENSE ITEM.

\*NOTE: THE FOLLOWING DATA EXCLUDE FARM MUTUAL, RISK RETENTION GROUPS AND GOVERNMENT ORGANIZATIONS SUCH AS JOINT UNDERWRITING ASSOCIATIONS, TEXAS WINDSTORM ASSOCIATION AND THE TEXAS FAIR PLAN ASSOCIATION.

Total For All Property and Casualty Lines Combined (Summary of pages 69 - 99)  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	6,183,617,495	102.44	4,732,484,027	99.29	4,357,588,370	100.98	1,450,998,258	99.31	16,859,586,975	99.31	33,584,275,125	102.03
2	Premiums Earned	6,036,151,822	100.00	4,766,533,999	100.00	4,282,210,685	100.00	1,463,296,886	100.00	16,368,756,564	100.00	32,916,949,956	100.00
3	Dividends to Policyholders	8,297,370	0.14	6,973,002	0.15	175,471,923	5.11	43,971,245	0.43	51,478,600	0.43	286,192,140	0.87
4	Incurred Losses	4,134,178,557	68.49	5,099,575,769	106.99	3,285,601,345	56.67	1,736,274,320	70.20	14,928,128,583	70.20	29,183,758,574	88.66
5	Defense and Cost Containment Expenses Incurred	97,706,977	1.62	123,980,925	2.60	119,621,640	4.41	66,441,880	6.89	918,750,676	6.89	1,326,502,098	4.03
6	Adjusting and Other Expenses Incurred **	486,065,376	8.05	651,440,627	13.67	364,648,752	8.52	127,761,265	8.73	997,710,499	6.10	2,627,626,519	7.98
7	Unpaid Losses	1,798,874,602	29.80	1,921,660,095	40.32	3,689,512,836	86.16	804,762,873	55.00	20,955,216,234	128.02	29,170,026,640	88.62
8	Defense and Cost Containment Expenses Unpaid	198,795,299	3.29	229,644,119	4.82	387,120,007	9.04	112,221,095	7.67	2,925,703,819	17.87	3,853,484,339	11.71
9	Adjusting and Other Expenses Unpaid **	204,924,338	3.39	300,511,600	6.30	317,354,913	7.41	81,543,809	5.57	937,989,903	5.73	1,842,324,564	5.60
10	Unearned Premium Reserves	1,919,602,545	31.80	2,432,647,156	51.04	1,516,973,572	35.43	652,219,330	44.57	7,646,856,826	46.72	14,168,299,429	43.04
11	Agents Balances**	1,021,516,822	16.92	662,626,323	13.90	744,930,153	17.40	269,942,741	18.45	3,158,116,375	19.29	5,857,132,415	17.79
12	Commission & Brokerage Expenses Incurred	747,356,218	12.38	671,711,229	14.09	429,678,511	10.03	112,818,784	7.71	1,991,105,678	12.16	3,952,670,420	12.01
13	Taxes, Licenses and Fees Incurred	111,571,831	1.85	131,976,240	2.77	90,458,128	2.11	31,247,305	2.14	393,067,388	2.40	758,320,892	2.30
14	Other Acquisition Expenses Incurred **	326,333,547	5.41	316,407,378	6.64	377,535,396	8.82	154,091,511	10.53	997,236,054	6.09	2,171,603,886	6.60
15	General Expenses Incurred **	142,953,502	2.37	251,641,259	5.28	206,511,923	4.82	54,065,493	3.69	967,598,547	5.91	1,622,770,725	4.93
16	Other Income Less Other Expenses **	10,399,216	0.17	16,667,825	0.35	(7,393,119)	(0.17)	7,402,827	0.51	121,540,085	0.74	148,616,832	0.45
17	Pretax Profit or Loss Excluding Investment Gain*	(7,912,341)	(0.13)	(2,470,504,606)	(51.83)	(774,710,051)	(18.09)	(855,972,090)	(58.50)	(4,754,779,376)	(29.05)	(8,863,878,465)	(26.93)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For All Lines (Line 35)  
Results of Companies Writing in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Insurance Expense Exhibit, Part III - Direct Business

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	6,183,617,495	102.44	4,732,484,027	99.29	4,357,588,370	101.76	1,450,998,258	99.16	16,859,586,975	103.00	33,584,275,125	102.03
2	Premiums Earned	6,036,151,822	100.00	4,766,533,999	100.00	4,282,210,685	100.00	1,463,296,886	100.00	16,368,756,564	100.00	32,916,949,956	100.00
3	Dividends to Policyholders	8,297,370	0.14	6,973,002	0.15	175,471,923	4.10	43,971,245	3.00	51,478,600	0.31	286,192,140	0.87
4	Incurred Losses	4,134,178,557	68.49	5,099,575,769	106.99	3,285,601,345	76.73	1,736,274,320	118.65	14,928,128,583	91.20	29,183,758,574	88.66
5	Defense and Cost Containment Expenses Incurred	97,706,977	1.62	123,980,925	2.60	119,621,640	2.79	66,441,880	4.54	918,750,676	5.61	1,326,502,098	4.03
6	Adjusting and Other Expenses Incurred **	480,099,169	7.95	650,397,309	13.65	364,169,381	8.50	129,789,251	8.87	995,580,332	6.08	2,620,035,443	7.96
7	Unpaid Losses	1,798,874,602	29.80	1,921,660,095	40.32	3,689,512,836	86.16	804,762,873	55.00	20,955,216,234	128.02	29,170,026,640	88.62
8	Defense and Cost Containment Expenses Unpaid	198,795,299	3.29	229,644,119	4.82	387,120,007	9.04	112,221,095	7.67	2,925,703,819	17.87	3,853,484,339	11.71
9	Adjusting and Other Expenses Unpaid **	200,215,088	3.32	299,935,599	6.29	314,222,281	7.34	80,841,155	5.52	923,100,174	5.64	1,818,314,297	5.52
10	Unearned Premium Reserves	1,919,602,545	31.80	2,432,647,156	51.04	1,516,973,572	35.43	652,219,330	44.57	7,646,856,826	46.72	14,168,299,429	43.04
11	Agents Balances**	1,020,365,392	16.90	662,232,774	13.89	748,488,942	17.48	252,665,195	17.27	3,150,835,933	19.25	5,834,588,236	17.73
12	Commission & Brokerage Expenses Incurred	747,356,218	12.38	671,711,229	14.09	429,678,511	10.03	112,818,784	7.71	1,991,105,678	12.16	3,952,670,420	12.01
13	Taxes, Licenses and Fees Incurred	111,571,831	1.85	131,976,240	2.77	90,458,128	2.11	31,247,305	2.14	393,067,388	2.40	758,320,892	2.30
14	Other Acquisition Expenses Incurred **	318,429,312	5.28	316,090,700	6.63	377,825,826	8.82	154,256,924	10.54	989,889,110	6.05	2,156,491,872	6.55
15	General Expenses Incurred **	142,150,088	2.35	251,493,182	5.28	206,863,634	4.83	49,514,315	3.38	1,079,087,521	6.59	1,729,108,740	5.25
16	Other Income Less Other Expenses **	10,800,510	0.18	16,662,591	0.35	(7,262,708)	(0.17)	8,200,518	0.56	123,888,771	0.76	152,289,682	0.46
17	Pretax Profit or Loss Excluding Investment Gain*	7,162,811	0.12	(2,469,001,766)	(51.80)	(774,742,411)	(18.09)	(852,816,621)	(58.28)	(4,854,442,553)	(29.66)	(8,943,840,541)	(27.17)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Fire  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	30,843,486	99.94	122,036,496	98.31	81,894,538	105.83	46,084,086	98.93	298,094,178	99.71	578,952,784	100.18
2	Premiums Earned	30,861,495	100.00	124,130,793	100.00	77,382,515	100.00	46,584,696	100.00	298,958,512	100.00	577,918,011	100.00
3	Dividends to Policyholders	0	0.00	39,207	0.03	68,828	0.09	469,009	1.01	4,285	0.00	581,329	0.10
4	Incurred Losses	9,748,246	31.59	65,524,958	52.79	8,979,679	11.60	13,024,297	27.96	105,737,190	35.37	203,014,370	35.13
5	Defense and Cost Containment Expenses Incurred	0	0.00	1,970,294	1.59	337,250	0.44	416,034	0.89	6,267,493	2.10	8,991,071	1.56
6	Adjusting and Other Expenses Incurred **	466,023	1.51	3,214,413	2.59	2,968,567	3.84	2,191,424	4.70	5,619,270	1.88	14,459,697	2.50
7	Unpaid Losses	1,257,895	4.08	28,668,278	23.10	8,769,587	11.33	6,461,904	13.87	114,574,160	38.32	159,731,824	27.64
8	Defense and Cost Containment Expenses Unpaid	0	0.00	1,473,484	1.19	253,431	0.33	734,288	1.58	5,588,367	1.87	8,049,570	1.39
9	Adjusting and Other Expenses Unpaid **	24,001	0.08	729,492	0.59	1,792,935	2.32	1,196,078	2.57	4,454,874	1.49	8,197,380	1.42
10	Unearned Premium Reserves	468,625	1.52	57,442,376	46.28	41,242,818	53.30	23,637,490	50.74	121,027,449	40.48	243,818,758	42.19
11	Agents Balances**	404,020	1.31	13,168,631	10.61	16,810,373	21.72	13,405,393	28.78	49,852,576	16.68	93,640,993	16.20
12	Commission & Brokerage Expenses Incurred	5,440,564	17.63	21,160,436	17.05	1,650,289	2.13	7,214,205	15.49	35,755,940	11.96	71,221,434	12.32
13	Taxes, Licenses and Fees Incurred	172,936	0.56	3,365,528	2.71	2,098,546	2.71	1,039,270	2.23	7,200,051	2.41	13,876,331	2.40
14	Other Acquisition Expenses Incurred **	3,577,173	11.59	3,879,965	3.13	5,554,834	7.18	6,065,256	13.02	15,404,956	5.15	34,482,183	5.97
15	General Expenses Incurred **	2,019,098	6.54	7,390,825	5.95	7,205,108	9.31	1,772,987	3.81	26,569,695	8.89	44,957,714	7.78
16	Other Income Less Other Expenses **	0	0.00	1,094,722	0.88	190,928	0.25	747,332	1.60	(2,848,207)	(0.95)	(815,226)	(0.14)
17	Pretax Profit or Loss Excluding Investment Gain*	9,437,455	30.58	18,679,888	15.05	48,710,341	62.95	15,139,546	32.50	93,551,425	31.29	185,518,656	32.10

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.

(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Allied Lines  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	15,040,997	99.90	173,436,031	96.09	59,109,236	97.67	88,717,735	99.59	306,995,147	100.68	643,299,146	98.96
2	Premiums Earned	15,055,990	100.00	180,498,803	100.00	60,516,334	100.00	89,079,399	100.00	304,912,065	100.00	650,062,591	100.00
3	Dividends to Policyholders	0	0.00	158,927	0.09	208	0.00	1,367,418	1.54	1,142	0.00	1,527,695	0.24
4	Incurred Losses	73,671,685	489.32	270,841,092	150.05	121,031,514	200.00	143,761,567	161.39	1,077,652,415	353.43	1,686,958,273	259.51
5	Defense and Cost Containment Expenses Incurred	0	0.00	11,086,323	6.14	1,543,678	2.55	2,309,220	2.59	27,724,880	9.09	42,664,101	6.56
6	Adjusting and Other Expenses Incurred **	7,354,995	48.85	19,272,203	10.68	4,848,593	8.01	7,137,078	8.01	11,827,658	3.88	50,440,528	7.76
7	Unpaid Losses	17,770,036	118.03	119,267,563	66.08	97,588,847	161.26	13,213,069	14.83	782,011,568	256.47	1,029,851,083	158.42
8	Defense and Cost Containment Expenses Unpaid	0	0.00	7,623,005	4.22	1,701,746	2.81	2,395,918	2.69	25,901,791	8.49	37,622,460	5.79
9	Adjusting and Other Expenses Unpaid **	1,532,999	10.18	7,738,149	4.29	2,991,434	4.94	4,403,359	4.94	5,468,201	1.79	22,134,142	3.40
10	Unearned Premium Reserves	228,436	1.52	74,761,499	41.42	29,458,450	48.68	45,281,756	50.83	109,128,656	35.79	258,858,797	39.82
11	Agents Balances**	197,000	1.31	13,965,451	7.74	13,187,822	21.79	19,412,333	21.79	45,948,120	15.07	92,710,726	14.26
12	Commission & Brokerage Expenses Incurred	2,654,132	17.63	26,051,427	14.43	2,117,742	3.50	11,925,136	13.39	51,924,466	17.03	94,672,903	14.56
13	Taxes, Licenses and Fees Incurred	84,278	0.56	25,438,711	14.09	1,630,718	2.69	1,837,867	2.06	12,462,796	4.09	41,454,370	6.38
14	Other Acquisition Expenses Incurred **	1,744,999	11.59	6,365,730	3.53	6,484,836	10.72	9,545,610	10.72	14,065,135	4.61	38,206,311	5.88
15	General Expenses Incurred **	937,999	6.23	7,192,346	3.98	1,798,534	2.97	2,647,423	2.97	21,908,074	7.19	34,484,375	5.30
16	Other Income Less Other Expenses **	0	0.00	855,290	0.47	577,202	0.95	849,634	0.95	(174,620)	(0.06)	2,107,506	0.32
17	Pretax Profit or Loss Excluding Investment Gain*	(71,392,098)	(474.18)	(185,052,666)	(102.52)	(78,362,288)	(129.49)	(90,602,285)	(101.71)	(912,829,120)	(299.37)	(1,338,238,458)	(205.86)

\* LAE=LOSS ADJUSTMENT EXPENSES

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Multiple Peril Crop  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	15,545	100.00	0	0.00	658,087,560	110.30	658,103,105	110.30
2	Premiums Earned	0	0.00	0	0.00	15,545	100.00	0	0.00	596,624,821	100.00	596,640,366	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	87,136	560.54	0	0.00	725,405,511	121.58	725,492,647	121.60
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	2,456,092	0.41	2,456,092	0.41
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	184	1.18	0	0.00	3,093,983	0.52	3,094,167	0.52
7	Unpaid Losses	0	0.00	0	0.00	0	0.00	0	0.00	277,313,250	46.48	277,313,250	46.48
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	802,298	0.13	802,298	0.13
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	46	0.29	0	0.00	898,076	0.15	898,122	0.15
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	117,908,822	19.76	117,908,822	19.76
11	Agents Balances**	0	0.00	0	0.00	663	4.26	0	0.00	122,748,227	20.57	122,748,890	20.57
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	79,088,806	13.26	79,088,806	13.26
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	1,751	11.26	0	0.00	785,367	0.13	787,118	0.13
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	(102)	(0.65)	0	0.00	(7,428,090)	(1.25)	(7,428,192)	(1.25)
15	General Expenses Incurred **	0	0.00	0	0.00	226	1.45	0	0.00	10,220,434	1.71	10,220,659	1.71
16	Other Income Less Other Expenses **	0	0.00	0	0.00	21	0.13	0	0.00	229,731	0.04	229,752	0.04
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	0	0.00	30	0.19	0	0.00	(216,767,551)	(36.33)	(216,767,521)	(36.33)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Federal Flood  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	20,819,140	115.61	13,532,184	110.97	0	0.00	258,522,256	109.80	292,873,580	110.24
2	Premiums Earned	0	0.00	18,007,351	100.00	12,194,975	100.00	0	0.00	235,458,942	100.00	265,661,268	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	81,731,780	453.88	41,784,194	342.63	0	0.00	1,783,222,550	757.34	1,906,738,524	717.73
5	Defense and Cost Containment Expenses Incurred	0	0.00	2,265,328	12.58	642,677	5.27	0	0.00	8,646,546	3.67	11,554,551	4.35
6	Adjusting and Other Expenses Incurred **	0	0.00	228,923	1.27	0	0.00	0	0.00	(1,718,104)	(0.73)	(1,489,181)	(0.56)
7	Unpaid Losses	0	0.00	22,283,445	123.75	16,729,157	137.18	0	0.00	481,472,413	204.48	520,485,015	195.92
8	Defense and Cost Containment Expenses Unpaid	0	0.00	345,071	1.92	493,949	4.05	0	0.00	609,827	0.26	1,448,847	0.55
9	Adjusting and Other Expenses Unpaid **	0	0.00	31,609	0.18	0	0.00	0	0.00	4,687,165	1.99	4,718,774	1.78
10	Unearned Premium Reserves	0	0.00	12,675,241	70.39	7,893,228	64.73	0	0.00	152,609,771	64.81	173,178,240	65.19
11	Agents Balances**	0	0.00	301,719	1.68	0	0.00	0	0.00	9,471,888	4.02	9,773,607	3.68
12	Commission & Brokerage Expenses Incurred	0	0.00	4,978,613	27.65	2,857,800	23.43	0	0.00	39,213,800	16.65	47,050,213	17.71
13	Taxes, Licenses and Fees Incurred	0	0.00	433,180	2.41	201,347	1.65	0	0.00	2,356,263	1.00	2,990,790	1.13
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	5,280,585	2.24	5,280,585	1.99
15	General Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	2,748,690	1.17	2,748,690	1.03
16	Other Income Less Other Expenses **	0	0.00	0	0.00	0	0.00	0	0.00	(235,938)	(0.10)	(235,938)	(0.09)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	(71,630,473)	(397.78)	(33,291,043)	(272.99)	0	0.00	(1,604,527,326)	(681.45)	(1,709,448,842)	(643.47)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.

(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Farmowners Multiple Peril  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutuals		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	71,278,928	100.42	7,216,996	162.87	33,340,128	97.67	17,372,428	104.21	129,208,480	102.37
2	Premiums Earned	0	0.00	70,979,642	100.00	4,431,104	100.00	34,137,222	100.00	16,670,555	100.00	126,218,523	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	58,509,989	82.43	5,076,460	114.56	31,294,284	91.67	17,390,511	104.32	112,271,244	88.95
5	Defense and Cost Containment Expenses Incurred	0	0.00	2,182,634	3.08	74,867	1.69	715,900	2.10	1,681,868	10.09	4,655,269	3.69
6	Adjusting and Other Expenses Incurred **	0	0.00	16,319,688	22.99	218,006	4.92	1,730,011	5.07	2,170,697	13.02	20,438,401	16.19
7	Unpaid Losses	0	0.00	17,710,530	24.95	921,768	20.80	8,659,082	25.37	12,037,326	72.21	39,328,706	31.16
8	Defense and Cost Containment Expenses Unpaid	0	0.00	2,171,617	3.06	74,674	1.69	1,577,609	4.62	1,539,884	9.24	5,363,784	4.25
9	Adjusting and Other Expenses Unpaid **	0	0.00	14,007,732	19.73	57,207	1.29	400,003	1.17	1,772,234	10.63	16,237,175	12.86
10	Unearned Premium Reserves	0	0.00	34,362,154	48.41	4,048,148	91.36	16,495,843	48.32	8,746,092	52.46	63,652,237	50.43
11	Agents Balances**	0	0.00	10,297,803	14.51	950,770	21.46	2,941,019	8.62	3,172,066	19.03	17,361,659	13.76
12	Commission & Brokerage Expenses Incurred	0	0.00	12,482,920	17.59	1,684,567	38.02	3,566,327	10.45	3,478,730	20.87	21,212,544	16.81
13	Taxes, Licenses and Fees Incurred	0	0.00	1,044,679	1.47	155,230	3.50	735,299	2.15	427,666	2.57	2,362,874	1.87
14	Other Acquisition Expenses Incurred **	0	0.00	3,223,938	4.54	331,725	7.49	2,149,014	6.30	1,127,989	6.77	6,832,667	5.41
15	General Expenses Incurred **	0	0.00	2,360,955	3.33	124,894	2.82	645,004	1.89	1,155,330	6.93	4,286,183	3.40
16	Other Income Less Other Expenses **	0	0.00	93,998	0.13	(3,884)	(0.09)	425,003	1.24	(107,072)	(0.64)	408,044	0.32
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	(25,051,163)	(35.29)	(3,238,529)	(73.09)	(6,273,615)	(18.38)	(10,869,308)	(65.20)	(45,432,615)	(36.00)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Homeowners Multiple Peril  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	7,246,574	81.88	3,344,354,276	98.59	57,622,785	128.10	662,587,697	96.85	1,184,146,512	113.89	4,071,811,332	98.59
2	Premiums Earned	8,850,476	100.00	3,392,214,925	100.00	44,981,816	100.00	684,119,548	100.00	1,039,764,153	100.00	4,130,166,765	100.00
3	Dividends to Policyholders	0	0.00	6,633,389	0.20	0	0.00	17,401,264	2.54	0	0.00	24,034,653	0.58
4	Incurred Losses	10,200,680	115.26	3,925,384,780	115.72	61,164,710	135.98	1,048,776,785	153.30	1,528,339,102	146.99	5,045,526,955	122.16
5	Defense and Cost Containment Expenses Incurred	80,238	0.91	63,566,219	1.87	433,932	0.96	39,812,082	5.82	33,259,583	3.20	103,892,471	2.52
6	Adjusting and Other Expenses Incurred **	850,605	9.61	557,855,078	16.45	3,342,276	7.43	70,201,555	10.26	93,182,828	8.96	632,249,513	15.31
7	Unpaid Losses	2,318,361	26.19	1,032,488,186	30.44	14,473,646	32.18	386,007,350	56.42	477,485,390	45.92	1,435,287,543	34.75
8	Defense and Cost Containment Expenses Unpaid	50,350	0.57	80,948,034	2.39	437,210	0.97	44,704,912	6.53	17,371,271	1.67	126,140,506	3.05
9	Adjusting and Other Expenses Unpaid **	161,679	1.83	229,401,654	6.76	1,205,388	2.68	35,890,917	5.25	48,463,654	4.66	266,659,638	6.46
10	Unearned Premium Reserves	3,451,987	39.00	1,723,598,079	50.81	30,948,969	68.80	338,326,478	49.45	622,089,098	59.83	2,096,325,513	50.76
11	Agents Balances**	2,021,635	22.84	506,198,105	14.92	6,039,687	13.43	123,347,027	18.03	151,838,598	14.60	637,606,453	15.44
12	Commission & Brokerage Expenses Incurred	796,737	9.00	418,463,425	12.34	13,048,601	29.01	61,869,445	9.04	193,547,273	18.61	494,178,208	11.97
13	Taxes, Licenses and Fees Incurred	141,519	1.60	82,005,907	2.42	1,774,560	3.95	17,314,123	2.53	43,035,844	4.14	101,236,109	2.45
14	Other Acquisition Expenses Incurred **	1,464,794	16.55	252,585,699	7.45	4,335,989	9.64	75,402,454	11.02	85,286,328	8.20	333,788,936	8.08
15	General Expenses Incurred **	327,449	3.70	171,286,688	5.05	2,775,140	6.17	21,187,195	3.10	45,916,809	4.42	195,576,472	4.74
16	Other Income Less Other Expenses **	193,865	2.19	13,455,729	0.40	299,629	0.67	3,717,251	0.54	4,894,291	0.47	17,666,474	0.43
17	Pretax Profit or Loss Excluding Investment Gain*	(4,817,681)	(54.43)	(2,072,110,531)	(61.08)	(41,593,763)	(92.47)	(664,128,103)	(97.08)	(977,909,322)	(94.05)	(2,782,650,078)	(67.37)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Commercial Multiple Peril  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned						
1	Premiums Written	0	0.00	436,283,811	100.04	167,993,528	103.20	83,054,827	101.66	1,100,880,241	102.23	1,788,212,407	101.75
2	Premiums Earned	0	0.00	436,114,314	100.00	162,776,758	100.00	81,694,976	100.00	1,076,848,570	100.00	1,757,434,618	100.00
3	Dividends to Policyholders	0	0.00	7,244	0.00	526,778	0.32	25,348	0.03	1,595,567	0.15	2,154,937	0.12
4	Incurred Losses	1	0.00	435,154,446	99.78	208,903,091	128.34	146,692,047	179.56	1,723,674,946	160.07	2,514,424,531	143.07
5	Defense and Cost Containment Expenses Incurred	0	0.00	28,010,669	6.42	13,418,499	8.24	6,257,711	7.66	98,809,572	9.18	146,496,451	8.34
6	Adjusting and Other Expenses Incurred **	0	0.00	32,911,234	7.55	9,879,590	6.07	5,024,452	6.15	54,648,754	5.07	102,464,030	5.83
7	Unpaid Losses	1	0.00	368,801,790	84.57	129,047,756	79.28	63,710,062	77.99	1,479,542,714	137.40	2,041,102,323	116.14
8	Defense and Cost Containment Expenses Unpaid	0	0.00	92,055,806	21.11	38,808,493	23.84	20,397,275	24.97	304,920,557	28.32	456,182,131	25.96
9	Adjusting and Other Expenses Unpaid **	0	0.00	28,380,021	6.51	8,500,454	5.22	4,645,780	5.69	67,186,634	6.24	108,712,889	6.19
10	Unearned Premium Reserves	0	0.00	206,433,710	47.33	80,318,072	49.34	41,852,782	51.23	519,472,823	48.24	848,077,387	48.26
11	Agents Balances**	0	0.00	39,538,234	9.07	46,379,058	28.49	15,108,757	18.49	238,929,157	22.19	339,955,205	19.34
12	Commission & Brokerage Expenses Incurred	0	0.00	73,694,587	16.90	17,499,304	10.75	12,785,961	15.65	166,309,050	15.44	270,288,902	15.38
13	Taxes, Licenses and Fees Incurred	0	0.00	8,201,657	1.88	4,058,961	2.49	2,132,219	2.61	29,231,280	2.71	43,624,117	2.48
14	Other Acquisition Expenses Incurred **	0	0.00	28,013,408	6.42	14,880,697	9.14	11,620,325	14.22	66,795,599	6.20	121,310,029	6.90
15	General Expenses Incurred **	0	0.00	35,636,356	8.17	12,217,862	7.51	5,205,478	6.37	65,125,406	6.05	118,185,102	6.72
16	Other Income Less Other Expenses **	0	0.00	751,206	0.17	239,306	0.15	281,666	0.34	61,937,945	5.75	63,210,123	3.60
17	Pretax Profit or Loss Excluding Investment Gain*	(1)	0.00	(204,764,081)	(46.95)	(118,368,717)	(72.72)	(107,766,900)	(131.91)	(1,067,403,659)	(99.12)	(1,498,303,358)	(85.26)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Mortgage Guaranty  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	501,412,549	102.80	501,412,549	102.80
2	Premiums Earned	0	0.00	0	0.00	0	0.00	0	0.00	487,741,921	100.00	487,741,921	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	0	0.00	0	0.00	610,583,262	125.19	610,583,262	125.19
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	5,363,933	1.10	5,363,933	1.10
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	16,071,804	3.30	16,071,804	3.30
7	Unpaid Losses	0	0.00	0	0.00	0	0.00	0	0.00	1,047,899,028	214.85	1,047,899,028	214.85
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	7,938,275	1.63	7,938,275	1.63
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	0	0.00	0	0.00	14,487,199	2.97	14,487,199	2.97
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	44,536,679	9.13	44,536,679	9.13
11	Agents Balances**	0	0.00	0	0.00	0	0.00	0	0.00	19,341,160	3.97	19,341,160	3.97
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	225,952	0.05	225,952	0.05
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	0	0.00	0	0.00	9,803,318	2.01	9,803,318	2.01
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	16,557,039	3.39	16,557,039	3.39
15	General Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	56,319,407	11.55	56,319,407	11.55
16	Other Income Less Other Expenses **	0	0.00	0	0.00	0	0.00	0	0.00	7,291,563	1.49	7,291,563	1.49
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	0	0.00	0	0.00	0	0.00	(219,891,232)	(45.08)	(219,891,232)	(45.08)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Ocean Marine  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	279,948	98.55	949,116	93.31	363,356,227	99.88	364,585,291	99.86
2	Premiums Earned	0	0.00	0	0.00	284,070	100.00	1,017,130	100.00	363,804,683	100.00	365,105,883	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	57,602	20.28	99,424	9.77	0	0.00	157,026	0.04
4	Incurred Losses	0	0.00	58,403	0.00	238,403	83.92	975,961	95.95	528,118,146	145.17	529,390,913	145.00
5	Defense and Cost Containment Expenses Incurred	0	0.00	437	0.00	(5,968)	(2.10)	(36,873)	(3.63)	21,358,853	5.87	21,316,449	5.84
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	16,953	5.97	150,124	14.76	14,764,300	4.06	14,931,377	4.09
7	Unpaid Losses	0	0.00	8,574	0.00	709,212	249.66	205,065	20.16	750,125,342	206.19	751,048,193	205.71
8	Defense and Cost Containment Expenses Unpaid	0	0.00	447	0.00	20,131	7.09	5,815	0.57	43,185,953	11.87	43,212,346	11.84
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	493,919	173.87	32,577	3.20	12,166,019	3.34	12,692,515	3.48
10	Unearned Premium Reserves	0	0.00	0	0.00	131,457	46.28	431,969	42.47	134,082,037	36.86	134,645,463	36.88
11	Agents Balances**	0	0.00	0	0.00	69,686	24.53	166,368	16.36	111,722,514	30.71	111,958,567	30.66
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	482	0.17	127	0.01	44,581,688	12.25	44,582,297	12.21
13	Taxes, Licenses and Fees Incurred	0	0.00	2,416	0.00	3,619	1.27	12,472	1.23	7,093,570	1.95	7,112,077	1.95
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	43,014	15.14	88,539	8.70	15,866,667	4.36	15,998,220	4.38
15	General Expenses Incurred **	0	0.00	0	0.00	23,972	8.44	7,408	0.73	21,088,328	5.80	21,119,708	5.78
16	Other Income Less Other Expenses **	0	0.00	0	0.00	252	0.09	1,339	0.13	(4,856,090)	(1.33)	(4,854,499)	(1.33)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	(61,256)	0.00	(93,756)	(33.00)	(278,713)	(27.40)	(293,922,959)	(80.79)	(294,356,684)	(80.62)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Inland Marine  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	35,236,472	103.78	142,850,615	109.30	43,579,633	101.20	42,255,375	102.96	987,681,913	102.96	1,251,604,008	101.10
2	Premiums Earned	33,951,538	100.00	130,699,581	100.00	43,061,800	100.00	40,342,499	100.00	989,963,721	100.00	1,238,019,139	100.00
3	Dividends to Policyholders	0	0.00	134,235	0.10	374,884	0.87	754,982	0.00	248,965	0.00	1,513,066	0.12
4	Incurred Losses	18,926,033	55.74	57,587,657	44.06	149,682,817	347.60	24,526,806	75.23	839,894,314	75.23	1,090,617,627	88.09
5	Defense and Cost Containment Expenses Incurred	69,549	0.20	667,309	0.51	1,934,148	4.49	61,944	2.01	13,915,048	2.01	16,647,998	1.34
6	Adjusting and Other Expenses Incurred **	4,085,065	12.03	2,570,625	1.97	1,401,396	3.25	2,388,764	5.92	43,066,835	4.35	53,512,684	4.32
7	Unpaid Losses	3,184,983	9.38	23,887,776	18.28	122,570,157	284.64	3,704,672	39.47	501,988,243	39.47	655,335,831	52.93
8	Defense and Cost Containment Expenses Unpaid	45,160	0.13	1,183,018	0.91	2,131,172	4.95	53,886	3.07	19,491,460	3.07	22,904,696	1.85
9	Adjusting and Other Expenses Unpaid **	2,903,046	8.55	1,678,144	1.28	181,241	0.42	1,163,183	2.88	16,558,035	1.67	22,483,649	1.82
10	Unearned Premium Reserves	17,595,561	51.83	95,081,574	72.75	22,333,612	51.86	24,454,597	48.37	269,305,933	48.37	428,771,277	34.63
11	Agents Balances**	2,245,036	6.61	12,478,764	9.55	8,638,143	20.06	6,851,707	16.98	228,707,216	23.10	258,920,866	20.91
12	Commission & Brokerage Expenses Incurred	4,615,341	13.59	36,465,540	27.90	2,759,966	6.41	3,207,018	15.47	163,153,913	15.47	210,201,778	16.98
13	Taxes, Licenses and Fees Incurred	769,621	2.27	2,655,093	2.03	992,892	2.31	859,498	2.65	24,565,874	2.65	29,842,978	2.41
14	Other Acquisition Expenses Incurred **	4,292,068	12.64	4,767,886	3.65	3,501,787	8.13	6,624,998	16.42	39,312,134	3.97	58,498,874	4.73
15	General Expenses Incurred **	1,340,021	3.95	5,506,629	4.21	3,758,701	8.73	1,193,862	2.96	50,704,255	5.12	62,503,468	5.05
16	Other Income Less Other Expenses **	218,003	0.64	100,828	0.08	37,400	0.09	219,949	0.55	6,296,597	0.64	6,872,778	0.56
17	Pretax Profit or Loss Excluding Investment Gain*	71,843	0.21	20,445,435	15.64	(121,307,390)	(281.71)	944,576	2.34	(178,601,020)	(18.04)	(278,446,556)	(22.49)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Financial Guaranty  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	104,768,741	80.45	104,768,741	80.45
2	Premiums Earned	0	0.00	0	0.00	0	0.00	0	0.00	130,232,282	100.00	130,232,282	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	0	0.00	0	0.00	38,908,460	29.88	38,908,460	29.88
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	2,508,121	1.93	2,508,121	1.93
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	257,354	0.20	257,354	0.20
7	Unpaid Losses	0	0.00	0	0.00	0	0.00	0	0.00	38,386,456	29.48	38,386,456	29.48
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	1,800,419	1.38	1,800,419	1.38
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	0	0.00	0	0.00	28,482	0.02	28,482	0.02
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	668,120,060	513.02	668,120,060	513.02
11	Agents Balances**	0	0.00	0	0.00	0	0.00	0	0.00	2,469,336	1.90	2,469,336	1.90
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	0	0.00	0	0.00	2,319,213	1.78	2,319,213	1.78
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	1,247,616	0.96	1,247,616	0.96
15	General Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	26,999,953	20.73	26,999,953	20.73
16	Other Income Less Other Expenses **	0	0.00	0	0.00	0	0.00	0	0.00	(4,537,630)	(3.48)	(4,537,630)	(3.48)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	0	0.00	0	0.00	0	0.00	53,453,935	41.05	53,453,935	41.05

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.

(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Medical Malpractice  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	8,338	103.33	4,740,969	99.20	20,455,437	97.72	203,693,746	98.21	228,898,490	98.19
2	Premiums Earned	0	0.00	8,069	100.00	4,779,133	100.00	20,932,883	100.00	207,397,027	100.00	233,117,112	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	275,675	5.77	476,077	2.27	750,885	0.36	1,502,637	0.64
4	Incurred Losses	0	0.00	18	0.22	1,045,057	21.87	2,308,590	11.03	(2,764,085)	(1.33)	589,580	0.25
5	Defense and Cost Containment Expenses Incurred	0	0.00	(33)	(0.41)	127,792	2.67	2,480,596	11.85	24,904,315	12.01	27,512,670	11.80
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	445,849	9.33	1,956,683	9.35	7,529,334	3.63	9,931,866	4.26
7	Unpaid Losses	0	0.00	17	0.21	4,262,893	89.20	24,331,277	116.23	462,300,712	222.91	490,894,899	210.58
8	Defense and Cost Containment Expenses Unpaid	0	0.00	3	0.04	1,363,366	28.53	7,043,647	33.65	220,465,637	106.30	228,872,653	98.18
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	1,520,557	31.82	1,582,819	7.56	17,184,606	8.29	20,287,982	8.70
10	Unearned Premium Reserves	0	0.00	4,550	56.39	2,490,264	52.11	11,504,719	54.96	104,161,771	50.22	118,161,304	50.69
11	Agents Balances**	0	0.00	1,009	12.50	905,936	18.96	5,805,114	27.73	41,972,322	20.24	48,684,380	20.88
12	Commission & Brokerage Expenses Incurred	0	0.00	1,064	13.19	382	0.01	2,242,794	10.71	17,792,795	8.58	20,037,035	8.60
13	Taxes, Licenses and Fees Incurred	0	0.00	3	0.04	84,517	1.77	225,728	1.08	3,666,015	1.77	3,976,263	1.71
14	Other Acquisition Expenses Incurred **	0	0.00	1,009	12.50	556,253	11.64	311,605	1.49	6,559,554	3.16	7,428,421	3.19
15	General Expenses Incurred **	0	0.00	1,009	12.50	177,664	3.72	1,908,946	9.12	14,043,579	6.77	16,131,197	6.92
16	Other Income Less Other Expenses **	0	0.00	0	0.00	54,792	1.15	10,704	0.05	2,374,719	1.15	2,440,215	1.05
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	5,000	61.96	2,120,737	44.37	9,032,568	43.15	137,289,353	66.20	148,447,659	63.68

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Earthquake  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	4,904,523	90.19	26,131	108.22	321,256	125.21	7,757,284	89.64	13,009,194	90.52
2	Premiums Earned	0	0.00	5,437,989	100.00	24,147	100.00	256,577	100.00	8,653,666	100.00	14,372,379	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	2	0.01	13,719	5.35	0	0.00	13,721	0.10
4	Incurred Losses	0	0.00	(162,918)	(3.00)	(253)	(1.05)	311	0.12	(355,981)	(4.11)	(518,841)	(3.61)
5	Defense and Cost Containment Expenses Incurred	0	0.00	10,518	0.19	(2)	(0.01)	0	0.00	(2,823)	(0.03)	7,693	0.05
6	Adjusting and Other Expenses Incurred **	0	0.00	49,991	0.92	103	0.43	(2,015)	(0.79)	(14,064)	(0.16)	34,015	0.24
7	Unpaid Losses	0	0.00	43,485	0.80	839	3.47	1,061	0.41	253,297	2.93	298,682	2.08
8	Defense and Cost Containment Expenses Unpaid	0	0.00	48,027	0.88	56	0.23	0	0.00	70,089	0.81	118,172	0.82
9	Adjusting and Other Expenses Unpaid **	0	0.00	28,995	0.53	28	0.12	12,156	4.74	81,995	0.95	123,173	0.86
10	Unearned Premium Reserves	0	0.00	2,333,692	42.91	10,671	44.19	206,215	80.37	3,383,565	39.10	5,934,143	41.29
11	Agents Balances**	0	0.00	205,962	3.79	4,348	18.01	56,558	22.04	1,521,610	17.58	1,788,479	12.44
12	Commission & Brokerage Expenses Incurred	0	0.00	549,248	10.10	705	2.92	0	0.00	421,717	4.87	971,670	6.76
13	Taxes, Licenses and Fees Incurred	0	0.00	108,442	1.99	168	0.70	5,175	2.02	132,163	1.53	245,948	1.71
14	Other Acquisition Expenses Incurred **	0	0.00	154,971	2.85	2,928	12.12	58,672	22.87	600,042	6.93	816,613	5.68
15	General Expenses Incurred **	0	0.00	265,951	4.89	1,675	6.93	8,821	3.44	495,720	5.73	772,166	5.37
16	Other Income Less Other Expenses **	0	0.00	0	0.00	(3,283)	(13.60)	1,437	0.56	(4,846)	(0.06)	(6,691)	(0.05)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	4,461,787	82.05	15,539	64.35	173,331	67.56	7,372,046	85.19	12,022,703	83.65

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Group Accident and Health  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	44,153,850	100.09	0	0.00	284,182,533	105.67	328,336,383	104.88
2	Premiums Earned	0	0.00	0	0.00	44,113,654	100.00	0	0.00	268,930,765	100.00	313,044,419	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	36,385,135	82.48	0	0.00	126,983,292	47.22	163,368,427	52.19
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	350,660	0.79	0	0.00	5,689,412	2.12	6,040,072	1.93
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	2,683,592	6.08	0	0.00	4,028,582	1.50	6,712,173	2.14
7	Unpaid Losses	0	0.00	0	0.00	9,569,649	21.69	0	0.00	129,736,475	48.24	139,306,124	44.50
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	105,202	0.24	0	0.00	6,406,268	2.38	6,511,470	2.08
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	5,548,622	12.58	0	0.00	3,140,677	1.17	8,689,299	2.78
10	Unearned Premium Reserves	0	0.00	0	0.00	1,171,830	2.66	0	0.00	183,563,041	68.26	184,734,871	59.01
11	Agents Balances**	0	0.00	0	0.00	113,768	0.26	0	0.00	92,273,390	34.31	92,387,157	29.51
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	6,329	0.01	0	0.00	56,828,410	21.13	56,834,739	18.16
13	Taxes, Licenses and Fees Incurred	0	0.00	144	0.00	444,813	1.01	0	0.00	6,686,679	2.49	7,131,636	2.28
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	1,352,031	3.06	0	0.00	12,578,443	4.68	13,930,475	4.45
15	General Expenses Incurred **	0	0.00	0	0.00	229,671	0.52	0	0.00	13,457,576	5.00	13,687,247	4.37
16	Other Income Less Other Expenses **	0	0.00	0	0.00	141,234	0.32	0	0.00	(6,227,182)	(2.32)	(6,085,948)	(1.94)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	(144)	0.00	(170,983)	(0.39)	0	0.00	36,451,189	13.55	36,280,062	11.59

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Credit Accident and Health (Group and Individual)  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	3,151,957	200.13	0	0.00	15,702,885	98.48	18,854,842	107.62
2	Premiums Earned	0	0.00	0	0.00	1,574,968	100.00	0	0.00	15,944,460	100.00	17,519,428	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	702,094	44.58	0	0.00	1,269,026	7.96	1,971,120	11.25
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	3,531	0.22	0	0.00	(517)	(0.00)	3,014	0.02
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	197,703	12.55	0	0.00	64,516	0.40	262,219	1.50
7	Unpaid Losses	0	0.00	0	0.00	799,800	50.78	0	0.00	923,837	5.79	1,723,637	9.84
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	12,798	0.81	0	0.00	7,461	0.05	20,259	0.12
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	185,853	11.80	0	0.00	119,446	0.75	305,299	1.74
10	Unearned Premium Reserves	0	0.00	0	0.00	5,527,391	350.95	0	0.00	3,585,046	22.48	9,112,437	52.01
11	Agents Balances**	0	0.00	0	0.00	0	0.00	0	0.00	855,203	5.36	855,203	4.88
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	646,475	41.05	0	0.00	4,173,296	26.17	4,819,771	27.51
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	56,648	3.60	0	0.00	306,838	1.92	363,486	2.07
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	275,245	17.48	0	0.00	870,060	5.46	1,145,306	6.54
15	General Expenses Incurred **	0	0.00	0	0.00	342,809	21.77	0	0.00	1,066,815	6.69	1,409,624	8.05
16	Other Income Less Other Expenses **	0	0.00	0	0.00	11,226	0.71	0	0.00	(98,177)	(0.62)	(86,951)	(0.50)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	0	0.00	(737,175)	(46.81)	0	0.00	8,096,248	50.78	7,359,073	42.01

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.

(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Other Accident and Health  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	1,488	113.94	85,278,579	117.84	75	100.00	29,088,505	138.37	114,368,647	122.46
2	Premiums Earned	0	0.00	1,306	100.00	72,366,298	100.00	75	100.00	21,021,851	100.00	93,389,530	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	808	0.00	0	0.00	0	0.00	808	0.00
4	Incurred Losses	0	0.00	(104)	(7.96)	54,248,248	74.96	0	0.00	15,424,238	73.37	69,672,382	74.60
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	72,502	0.10	0	0.00	27,503	0.13	100,005	0.11
6	Adjusting and Other Expenses Incurred **	0	0.00	15	1.12	4,458,295	6.16	0	0.00	852,362	4.05	5,310,671	5.69
7	Unpaid Losses	0	0.00	4,298	329.10	34,676,577	47.92	0	0.00	33,676,214	160.20	68,357,089	73.20
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	554,772	0.77	0	0.00	157,157	0.75	711,929	0.76
9	Adjusting and Other Expenses Unpaid **	0	0.00	49	3.73	9,624,881	13.30	0	0.00	707,493	3.37	10,332,423	11.06
10	Unearned Premium Reserves	0	0.00	215	16.46	94,715,454	130.88	40	53.33	93,182,977	443.27	187,898,686	201.20
11	Agents Balances**	0	0.00	214	16.42	23,132,324	31.97	0	0.00	1,966,826	9.36	25,099,365	26.88
12	Commission & Brokerage Expenses Incurred	0	0.00	330	25.27	8,559,297	11.83	0	0.00	5,588,291	26.58	14,147,918	15.15
13	Taxes, Licenses and Fees Incurred	0	0.00	37	2.83	1,580,890	2.18	1	1.33	1,333,278	6.34	2,914,206	3.12
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	6,240,194	8.62	0	0.00	3,952,899	18.80	10,193,093	10.91
15	General Expenses Incurred **	0	0.00	112	8.58	3,697,517	5.11	0	0.00	2,534,090	12.05	6,231,720	6.67
16	Other Income Less Other Expenses **	0	0.00	34	2.61	510,444	0.71	0	0.00	(5,871,795)	(27.93)	(5,361,317)	(5.74)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	950	72.77	(1,595,224)	(2.20)	74	98.67	(14,562,606)	(69.27)	(16,156,805)	(17.30)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Workers Compensation  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	58,495,719	101.34	840,549,102	100.21	19,374,394	101.77	1,662,943,469	99.17	2,581,362,684	99.58
2	Premiums Earned	0	0.00	57,724,434	100.00	838,818,177	100.00	19,036,774	100.00	1,676,782,559	100.00	2,592,361,944	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	167,177,139	19.93	0	0.00	611,105	0.04	167,788,244	6.47
4	Incurred Losses	0	0.00	28,182,031	48.82	427,049,981	50.91	10,948,596	57.51	754,478,945	45.00	1,220,659,553	47.09
5	Defense and Cost Containment Expenses Incurred	0	0.00	1,464,446	2.54	55,842,226	6.66	858,111	4.51	115,046,796	6.86	173,211,579	6.68
6	Adjusting and Other Expenses Incurred **	0	0.00	2,731,973	4.73	41,494,369	4.95	1,715,576	9.01	98,770,656	5.89	144,712,574	5.58
7	Unpaid Losses	0	0.00	87,800,447	152.10	2,158,677,027	257.35	50,661,539	266.12	5,091,448,207	303.64	7,388,587,220	285.01
8	Defense and Cost Containment Expenses Unpaid	0	0.00	1,918,115	3.32	168,512,777	20.09	3,202,675	16.82	475,385,590	28.35	649,019,157	25.04
9	Adjusting and Other Expenses Unpaid **	0	0.00	5,718,944	9.91	71,252,539	8.49	2,810,936	14.77	190,916,124	11.39	270,698,543	10.44
10	Unearned Premium Reserves	0	0.00	21,170,469	36.68	377,329,634	44.98	8,558,240	44.96	549,293,531	32.76	956,351,874	36.89
11	Agents Balances**	0	0.00	17,197,831	29.79	249,364,172	29.73	4,069,596	21.38	504,398,961	30.08	775,030,560	29.90
12	Commission & Brokerage Expenses Incurred	0	0.00	7,208,019	12.49	97,268,914	11.60	1,502,923	7.89	110,383,857	6.58	216,363,713	8.35
13	Taxes, Licenses and Fees Incurred	0	0.00	1,756,946	3.04	19,553,311	2.33	590,486	3.10	57,127,598	3.41	79,028,341	3.05
14	Other Acquisition Expenses Incurred **	0	0.00	3,580,965	6.20	54,176,843	6.46	2,139,566	11.24	89,535,607	5.34	149,432,980	5.76
15	General Expenses Incurred **	0	0.00	6,290,938	10.90	64,098,683	7.64	1,118,986	5.88	103,442,050	6.17	174,950,657	6.75
16	Other Income Less Other Expenses **	0	0.00	(197,998)	(0.34)	(120,868,088)	(14.41)	(23,680)	(0.12)	29,070,263	1.73	(92,019,503)	(3.55)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	6,311,118	10.93	(208,711,377)	(24.88)	138,850	0.73	376,456,209	22.45	174,194,799	6.72

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.

(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Other General Liability  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	19,123	48.02	91,552,609	97.61	75,991,645	101.51	54,218,736	101.11	2,306,018,252	101.22	2,527,800,365	101.09
2	Premiums Earned	39,823	100.00	93,792,174	100.00	74,864,585	100.00	53,622,185	100.00	2,278,163,141	100.00	2,500,481,908	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	432,879	0.58	2,379,735	4.44	1,913,494	0.08	4,726,108	0.19
4	Incurred Losses	(5,712)	(14.34)	40,018,137	42.67	26,939,111	35.98	10,088,342	18.81	1,069,359,331	46.94	1,146,399,209	45.85
5	Defense and Cost Containment Expenses Incurred	644	1.62	4,170,342	4.45	4,239,406	5.66	6,269,425	11.69	280,856,383	12.33	295,536,200	11.82
6	Adjusting and Other Expenses Incurred **	0	0.00	2,333,114	2.49	3,038,702	4.06	1,195,806	2.23	101,414,512	4.45	107,982,133	4.32
7	Unpaid Losses	11,137	27.97	127,946,434	136.41	121,444,944	162.22	54,333,972	101.33	4,907,900,082	215.43	5,211,636,569	208.43
8	Defense and Cost Containment Expenses Unpaid	874	2.19	23,189,594	24.72	27,081,957	36.17	15,591,090	29.08	1,088,459,974	47.78	1,154,323,489	46.16
9	Adjusting and Other Expenses Unpaid **	1,021	2.56	5,925,811	6.32	7,731,416	10.33	3,121,486	5.82	241,096,910	10.58	257,876,644	10.31
10	Unearned Premium Reserves	12,452	31.27	40,894,765	43.60	33,016,831	44.10	28,390,089	52.94	1,220,829,001	53.59	1,323,143,138	52.92
11	Agents Balances**	4,084	10.26	10,988,021	11.72	21,771,488	29.08	8,825,280	16.46	522,183,105	22.92	563,771,978	22.55
12	Commission & Brokerage Expenses Incurred	2,933	7.37	14,175,493	15.11	8,688,027	11.60	1,833,475	3.42	245,528,390	10.78	270,228,318	10.81
13	Taxes, Licenses and Fees Incurred	453	1.14	1,682,931	1.79	1,403,727	1.88	1,004,953	1.87	57,009,904	2.50	61,101,968	2.44
14	Other Acquisition Expenses Incurred **	4,084	10.26	4,355,809	4.64	7,627,371	10.19	5,628,129	10.50	120,160,870	5.27	137,776,264	5.51
15	General Expenses Incurred **	1,021	2.56	4,827,407	5.15	5,841,466	7.80	2,108,148	3.93	118,530,280	5.20	131,308,323	5.25
16	Other Income Less Other Expenses **	0	0.00	166,154	0.18	20,340	0.03	159,236	0.30	(5,470,190)	(0.24)	(5,124,459)	(0.20)
17	Pretax Profit or Loss Excluding Investment Gain*	36,399	91.40	22,395,095	23.88	16,674,236	22.27	23,273,408	43.40	277,919,787	12.20	340,298,926	13.61

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Products Liability  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	7,745,936	123.65	11,451,107	100.40	211,526	91.32	119,820,400	100.85	139,228,969	101.84
2	Premiums Earned	0	0.00	6,264,530	100.00	11,405,179	100.00	231,632	100.00	118,810,420	100.00	136,711,761	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	149	0.00	0	0.00	3,122	0.00	3,271	0.00
4	Incurred Losses	0	0.00	3,258,739	52.02	3,701,614	32.46	331,355	143.05	20,613,968	17.35	27,905,676	20.41
5	Defense and Cost Containment Expenses Incurred	0	0.00	2,289,664	36.55	2,901,287	25.44	(202,046)	(87.23)	36,472,606	30.70	41,461,511	30.33
6	Adjusting and Other Expenses Incurred **	0	0.00	21,002	0.34	1,145,140	10.04	30,213	13.04	11,956,265	10.06	13,152,620	9.62
7	Unpaid Losses	0	0.00	9,893,668	157.93	14,850,059	130.20	1,264,789	546.03	669,746,974	563.71	695,755,490	508.92
8	Defense and Cost Containment Expenses Unpaid	0	0.00	7,199,635	114.93	8,811,786	77.26	612,499	264.43	255,094,664	214.71	271,718,584	198.75
9	Adjusting and Other Expenses Unpaid **	0	0.00	713,060	11.38	2,442,671	21.42	236,371	102.05	37,582,182	31.63	40,974,284	29.97
10	Unearned Premium Reserves	0	0.00	3,824,238	61.05	5,050,704	44.28	85,325	36.84	49,042,783	41.28	58,003,050	42.43
11	Agents Balances**	0	0.00	539,046	8.60	4,085,261	35.82	42,653	18.41	24,040,254	20.23	28,707,214	21.00
12	Commission & Brokerage Expenses Incurred	0	0.00	2,070,336	33.05	1,356,860	11.90	20,696	8.93	14,643,581	12.33	18,091,473	13.23
13	Taxes, Licenses and Fees Incurred	0	0.00	135,153	2.16	200,528	1.76	5,020	2.17	2,542,919	2.14	2,883,620	2.11
14	Other Acquisition Expenses Incurred **	0	0.00	279,024	4.45	1,295,444	11.36	26,658	11.51	8,038,374	6.77	9,639,500	7.05
15	General Expenses Incurred **	0	0.00	511,043	8.16	834,353	7.32	11,848	5.12	7,145,170	6.01	8,502,414	6.22
16	Other Income Less Other Expenses **	0	0.00	(44,004)	(0.70)	(6,070)	(0.05)	592	0.26	3,202,762	2.70	3,153,280	2.31
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	(2,344,434)	(37.42)	(36,266)	(0.32)	8,480	3.66	20,597,177	17.34	18,224,956	13.33

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Private Passenger Automobile Liability  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	3,052,106,437	103.37	84,034,511	101.74	1,513,592,358	101.81	191,340,318	100.47	2,196,921,582	100.50	7,037,995,206	102.03
2	Premiums Earned	2,952,478,027	100.00	82,598,242	100.00	1,486,669,651	100.00	190,443,118	100.00	2,185,963,747	100.00	6,898,152,785	100.00
3	Dividends to Policyholders	4,722,780	0.16	0	0.00	2,799,996	0.19	12,103,719	6.36	0	0.00	19,626,495	0.28
4	Incurred Losses	1,903,169,714	64.46	51,184,241	61.97	961,005,898	64.64	145,481,681	76.39	1,314,430,449	60.13	4,375,271,983	63.43
5	Defense and Cost Containment Expenses Incurred	66,740,274	2.26	2,018,610	2.44	29,053,427	1.95	4,826,702	2.53	76,043,235	3.48	178,682,248	2.59
6	Adjusting and Other Expenses Incurred **	244,460,085	8.28	5,762,156	6.98	156,063,299	10.50	14,745,847	7.74	202,082,957	9.24	623,114,345	9.03
7	Unpaid Losses	1,298,160,438	43.97	49,104,373	59.45	610,160,936	41.04	163,159,023	85.67	1,021,725,075	46.74	3,142,309,845	45.55
8	Defense and Cost Containment Expenses Unpaid	150,355,655	5.09	6,875,506	8.32	118,827,087	7.99	10,771,650	5.66	138,623,492	6.34	425,453,390	6.17
9	Adjusting and Other Expenses Unpaid **	126,651,044	4.29	2,476,067	3.00	150,716,483	10.14	13,223,124	6.94	134,868,827	6.17	427,935,545	6.20
10	Unearned Premium Reserves	885,653,016	30.00	26,228,170	31.75	400,552,507	26.94	47,627,059	25.01	560,909,407	25.66	1,920,970,159	27.85
11	Agents Balances**	484,784,169	16.42	16,436,446	19.90	222,085,965	14.94	28,615,967	15.03	337,159,432	15.42	1,089,081,978	15.79
12	Commission & Brokerage Expenses Incurred	366,264,176	12.41	9,255,000	11.20	145,896,857	9.81	223,662	0.12	180,202,039	8.24	701,841,734	10.17
13	Taxes, Licenses and Fees Incurred	54,962,941	1.86	1,791,795	2.17	30,087,876	2.02	2,338,168	1.23	39,201,008	1.79	128,381,788	1.86
14	Other Acquisition Expenses Incurred **	160,456,056	5.43	2,520,068	3.05	138,319,198	9.30	19,151,186	10.06	170,058,033	7.78	490,504,542	7.11
15	General Expenses Incurred **	68,853,024	2.33	2,894,079	3.50	56,844,117	3.82	4,888,717	2.57	123,694,958	5.66	257,174,894	3.73
16	Other Income Less Other Expenses **	4,412,002	0.15	142,004	0.17	13,490,122	0.91	1,162,558	0.61	6,790,143	0.31	25,996,828	0.38
17	Pretax Profit or Loss Excluding Investment Gain*	87,260,979	2.96	7,314,296	8.86	(19,910,895)	(1.34)	(12,154,006)	(6.38)	87,041,210	3.98	149,551,585	2.17

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Commercial Automobile Liability  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	301,026,413	97.77	24,965,853	95.98	100,100,674	101.94	35,775,563	102.51	1,063,845,316	101.43	1,525,713,819	100.65
2	Premiums Earned	307,882,338	100.00	26,012,457	100.00	98,192,460	100.00	34,900,866	100.00	1,048,833,085	100.00	1,515,821,206	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	10,608	0.01	0	0.00	945,974	0.09	956,582	0.06
4	Incurred Losses	175,352,526	56.95	15,087,313	58.00	64,241,506	65.42	16,751,025	48.00	595,728,819	56.80	867,161,189	57.21
5	Defense and Cost Containment Expenses Incurred	14,418,642	4.68	3,524,108	13.55	5,465,055	5.57	1,350,086	3.87	67,894,406	6.47	92,652,297	6.11
6	Adjusting and Other Expenses Incurred **	17,008,019	5.52	1,298,973	4.99	7,829,705	7.97	2,782,938	7.97	66,543,658	6.34	95,463,292	6.30
7	Unpaid Losses	305,939,873	99.37	21,532,179	82.78	81,126,847	82.62	25,405,731	72.79	1,102,204,082	105.09	1,536,208,712	101.34
8	Defense and Cost Containment Expenses Unpaid	35,818,353	11.63	3,967,909	15.25	12,841,830	13.08	4,480,665	12.84	151,924,146	14.49	209,032,903	13.79
9	Adjusting and Other Expenses Unpaid **	28,691,031	9.32	1,752,963	6.74	6,229,761	6.34	2,214,264	6.34	66,032,530	6.30	104,920,550	6.92
10	Unearned Premium Reserves	140,470,761	45.62	11,873,881	45.65	42,261,049	43.04	17,287,809	49.53	464,377,124	44.28	676,270,624	44.61
11	Agents Balances**	86,263,095	28.02	3,068,936	11.80	28,299,563	28.82	10,058,606	28.82	254,975,901	24.31	382,666,101	25.24
12	Commission & Brokerage Expenses Incurred	43,141,899	14.01	4,155,488	15.97	10,137,478	10.32	5,065,933	14.52	141,658,247	13.51	204,159,045	13.47
13	Taxes, Licenses and Fees Incurred	5,304,869	1.72	462,726	1.78	1,864,891	1.90	854,961	2.45	23,586,448	2.25	32,073,895	2.12
14	Other Acquisition Expenses Incurred **	3,463,004	1.12	1,072,978	4.12	10,554,592	10.75	3,751,453	10.75	51,847,828	4.94	70,689,855	4.66
15	General Expenses Incurred **	8,572,009	2.78	862,982	3.32	6,750,365	6.87	2,399,304	6.87	70,531,631	6.72	89,116,292	5.88
16	Other Income Less Other Expenses **	1,760,002	0.57	40,999	0.16	(24,610)	(0.03)	(8,747)	(0.03)	36,114,625	3.44	37,882,269	2.50
17	Pretax Profit or Loss Excluding Investment Gain*	42,381,372	13.77	(411,111)	(1.58)	(8,686,350)	(8.85)	1,936,419	5.55	66,210,699	6.31	101,431,028	6.69

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

**NOTE:** The following data exclude Farm Mutuals, Risk Retention Groups, and government organizations such as Joint Underwriting Associations, Texas Windstorm Association and the Texas Fair Plan Association.

Total For Private Passenger Automobile Physical Damage  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	2,596,627,710	102.14	73,892,187	101.64	1,184,754,193	101.36	157,918,152	103.23	1,697,116,050	100.89	5,710,308,292	101.63
2	Premiums Earned	2,542,192,268	100.00	72,700,940	100.00	1,168,878,637	100.00	152,976,168	100.00	1,682,206,821	100.00	5,618,954,834	100.00
3	Dividends to Policyholders	3,574,590	0.14	0	0.00	2,660,289	0.23	8,924,218	5.83	0	0.00	15,159,097	0.27
4	Incurred Losses	1,868,455,650	73.50	44,771,650	61.58	883,809,431	75.61	128,526,903	84.02	1,075,144,604	63.91	4,000,708,238	71.20
5	Defense and Cost Containment Expenses Incurred	16,033,600	0.63	384,839	0.53	2,115,762	0.18	1,490,169	0.97	15,317,694	0.91	35,342,064	0.63
6	Adjusting and Other Expenses Incurred **	199,770,572	7.86	4,878,862	6.71	129,774,739	11.10	17,619,231	11.52	149,082,861	8.86	501,126,264	8.92
7	Unpaid Losses	162,057,020	6.37	4,471,071	6.15	94,667,233	8.10	2,622,721	1.71	107,505,929	6.39	371,323,974	6.61
8	Defense and Cost Containment Expenses Unpaid	11,841,253	0.47	268,238	0.37	1,912,834	0.16	407,278	0.27	5,326,888	0.32	19,756,491	0.35
9	Adjusting and Other Expenses Unpaid **	40,576,314	1.60	637,982	0.88	63,055,257	5.39	5,266,744	3.44	25,995,344	1.55	135,531,641	2.41
10	Unearned Premium Reserves	812,886,970	31.98	23,161,727	31.86	311,382,391	26.64	41,536,476	27.15	458,888,361	27.28	1,647,855,925	29.33
11	Agents Balances**	416,751,901	16.39	14,284,595	19.65	175,191,211	14.99	22,783,651	14.89	252,668,853	15.02	881,680,211	15.69
12	Commission & Brokerage Expenses Incurred	294,117,859	11.57	8,464,589	11.64	109,518,080	9.37	165,545	0.11	154,301,242	9.17	566,567,315	10.08
13	Taxes, Licenses and Fees Incurred	47,547,238	1.87	1,510,859	2.08	22,986,122	1.97	1,896,565	1.24	29,074,917	1.73	103,015,701	1.83
14	Other Acquisition Expenses Incurred **	130,440,365	5.13	2,399,932	3.30	100,950,510	8.64	16,191,001	10.58	128,582,114	7.64	378,563,923	6.74
15	General Expenses Incurred **	56,081,955	2.21	2,639,925	3.63	46,615,935	3.99	3,912,758	2.56	102,224,860	6.08	211,475,434	3.76
16	Other Income Less Other Expenses **	1,006,901	0.04	101,997	0.14	6,872,174	0.59	1,424,098	0.93	8,312,455	0.49	17,717,624	0.32
17	Pretax Profit or Loss Excluding Investment Gain*	(72,822,661)	(2.86)	7,752,281	10.66	(122,680,057)	(10.50)	(24,326,125)	(15.90)	36,790,984	2.19	(175,285,577)	(3.12)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Commercial Automobile Physical Damage  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	121,190,479	100.76	9,966,100	95.87	40,177,646	100.31	14,263,362	100.28	293,074,404	102.36	478,671,991	101.57
2	Premiums Earned	120,274,425	100.00	10,395,967	100.00	40,053,990	100.00	14,223,588	100.00	286,324,562	100.00	471,272,532	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	237	0.00	0	0.00	263,830	0.09	264,067	0.06
4	Incurred Losses	67,687,152	56.28	5,238,152	50.39	31,220,367	77.95	9,834,022	69.14	234,577,687	81.93	348,557,380	73.96
5	Defense and Cost Containment Expenses Incurred	364,030	0.30	92,829	0.89	(18,825)	(0.05)	44,069	0.31	4,530,947	1.58	5,013,050	1.06
6	Adjusting and Other Expenses Incurred **	8,301,029	6.90	477,044	4.59	3,519,462	8.79	1,152,025	8.10	18,499,985	6.46	31,949,545	6.78
7	Unpaid Losses	7,353,940	6.11	767,287	7.38	3,607,921	9.01	1,916,978	13.48	43,245,858	15.10	56,891,984	12.07
8	Defense and Cost Containment Expenses Unpaid	683,654	0.57	45,248	0.44	113,456	0.28	299,769	2.11	7,546,221	2.64	8,688,348	1.84
9	Adjusting and Other Expenses Unpaid **	1,272,004	1.06	144,013	1.39	948,451	2.37	62,216	0.44	4,045,339	1.41	6,472,024	1.37
10	Unearned Premium Reserves	55,475,571	46.12	4,394,280	42.27	16,013,306	39.98	6,635,246	46.65	118,601,245	41.42	201,119,648	42.68
11	Agents Balances**	28,885,102	24.02	1,047,097	10.07	11,061,175	27.62	2,566,627	18.04	59,912,671	20.92	103,472,673	21.96
12	Commission & Brokerage Expenses Incurred	20,123,112	16.73	1,791,512	17.23	3,289,437	8.21	1,728,699	12.15	35,855,909	12.52	62,788,669	13.32
13	Taxes, Licenses and Fees Incurred	2,213,958	1.84	196,946	1.89	688,421	1.72	368,612	2.59	6,457,152	2.26	9,925,089	2.11
14	Other Acquisition Expenses Incurred **	1,619,006	1.35	315,029	3.03	4,349,910	10.86	1,751,675	12.32	13,483,456	4.71	21,519,076	4.57
15	General Expenses Incurred **	3,391,012	2.82	290,027	2.79	2,479,836	6.19	825,185	5.80	21,763,126	7.60	28,749,186	6.10
16	Other Income Less Other Expenses **	710,003	0.59	22,002	0.21	(6,128)	(0.02)	37,657	0.26	4,986,830	1.74	5,750,364	1.22
17	Pretax Profit or Loss Excluding Investment Gain*	17,285,128	14.37	2,016,429	19.40	(5,480,982)	(13.68)	(1,443,042)	(10.15)	(44,120,700)	(15.41)	(31,743,166)	(6.74)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.

(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Aircraft (All Perils)  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	191,627,419	97.67	191,627,419	97.67
2	Premiums Earned	0	0.00	0	0.00	0	0.00	0	0.00	196,197,748	100.00	196,197,748	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	(105,204)	0.00	0	0.00	90,802,853	46.28	90,697,649	46.23
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	(466,442)	0.00	0	0.00	35,646,621	18.17	35,180,179	17.93
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	4,083,651	2.08	4,083,651	2.08
7	Unpaid Losses	0	0.00	0	0.00	27,259,264	0.00	0	0.00	717,292,901	365.60	744,552,165	379.49
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	246,401	0.00	0	0.00	76,506,911	38.99	76,753,312	39.12
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	0	0.00	0	0.00	4,588,901	2.34	4,588,901	2.34
10	Unearned Premium Reserves	0	0.00	0	0.00	0	0.00	0	0.00	85,213,871	43.43	85,213,871	43.43
11	Agents Balances**	0	0.00	0	0.00	0	0.00	0	0.00	33,111,679	16.88	33,111,679	16.88
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	27,151,368	13.84	27,151,368	13.84
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	23	0.00	0	0.00	4,335,090	2.21	4,335,113	2.21
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	6,448,627	3.29	6,448,627	3.29
15	General Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	5,065,981	2.58	5,065,981	2.58
16	Other Income Less Other Expenses **	0	0.00	0	0.00	0	0.00	0	0.00	(1,842,925)	(0.94)	(1,842,925)	(0.94)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	0	0.00	0	0.00	0	0.00	20,820,632	10.61	20,820,632	10.61

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Fidelity  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	37,012	97.73	442,587	106.47	6,671	113.74	66,664,608	100.31	67,150,878	100.35
2	Premiums Earned	0	0.00	37,872	100.00	415,677	100.00	5,865	100.00	66,459,383	100.00	66,918,797	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	3	0.00	0	0.00	0	0.00	3	0.00
4	Incurred Losses	0	0.00	(121,302)	(320.29)	213,511	51.36	79	1.35	43,712,009	65.77	43,804,297	65.46
5	Defense and Cost Containment Expenses Incurred	0	0.00	(5,976)	(15.78)	7,303	1.76	(198)	(3.38)	6,361,791	9.57	6,362,920	9.51
6	Adjusting and Other Expenses Incurred **	0	0.00	2,047	5.41	10,323	2.48	290	4.95	2,343,181	3.53	2,355,841	3.52
7	Unpaid Losses	0	0.00	26,596	70.23	66,965	16.11	1,363	23.24	62,375,846	93.86	62,470,770	93.35
8	Defense and Cost Containment Expenses Unpaid	0	0.00	1,306	3.45	6,010	1.45	(825)	(14.07)	9,510,428	14.31	9,516,919	14.22
9	Adjusting and Other Expenses Unpaid **	0	0.00	12,283	32.43	31,055	7.47	177	3.02	2,010,961	3.03	2,054,475	3.07
10	Unearned Premium Reserves	0	0.00	19,804	52.29	208,953	50.27	2,807	47.86	39,380,947	59.26	39,612,511	59.19
11	Agents Balances**	0	0.00	2,047	5.41	142,624	34.31	257	4.38	12,318,640	18.54	12,463,568	18.62
12	Commission & Brokerage Expenses Incurred	0	0.00	7,398	19.53	31,256	7.52	591	10.08	8,068,547	12.14	8,107,792	12.12
13	Taxes, Licenses and Fees Incurred	0	0.00	891	2.35	8,031	1.93	146	2.49	1,375,275	2.07	1,384,343	2.07
14	Other Acquisition Expenses Incurred **	0	0.00	4,094	10.81	86,017	20.69	905	15.42	5,240,378	7.89	5,331,394	7.97
15	General Expenses Incurred **	0	0.00	7,165	18.92	43,788	10.53	190	3.24	5,978,319	9.00	6,029,463	9.01
16	Other Income Less Other Expenses **	0	0.00	0	0.00	(1,929)	(0.46)	17	0.28	(730,467)	(1.10)	(732,379)	(1.09)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	146,370	386.49	222,628	53.56	2,560	43.65	10,984,874	16.53	11,356,433	16.97

\* LAE=LOSS ADJUSTMENT EXPENSES

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Surety  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	375	21.20	7,005,764	99.29	500	156.74	494,637,988	111.00	501,644,627	110.82
2	Premiums Earned	0	0.00	1,769	100.00	7,056,023	100.00	319	100.00	445,600,248	100.00	452,658,359	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	891,463	12.63	0	0.00	45,141,620	10.13	46,033,083	10.17
4	Incurred Losses	0	0.00	69	3.90	(501,849)	(7.11)	(139)	(43.57)	49,771,846	11.17	49,269,927	10.88
5	Defense and Cost Containment Expenses Incurred	0	0.00	(2)	(0.11)	(449,819)	(6.37)	(96)	(30.09)	21,486,183	4.82	21,036,266	4.65
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	179,831	2.55	482	150.96	7,747,701	1.74	7,928,014	1.75
7	Unpaid Losses	0	0.00	69	3.90	336,282	4.77	60	18.81	191,563,246	42.99	191,899,657	42.39
8	Defense and Cost Containment Expenses Unpaid	0	0.00	(2)	(0.11)	398,438	5.65	19	5.96	43,874,482	9.85	44,272,937	9.78
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	333,314	4.72	43	13.46	14,833,852	3.33	15,167,209	3.35
10	Unearned Premium Reserves	0	0.00	616	34.82	3,465,883	49.12	770	241.38	259,547,369	58.25	263,014,638	58.10
11	Agents Balances**	0	0.00	0	0.00	1,473,934	20.89	242	75.96	117,731,005	26.42	119,205,181	26.33
12	Commission & Brokerage Expenses Incurred	0	0.00	873	49.35	2,448,679	34.70	0	0.00	104,698,192	23.50	107,147,744	23.67
13	Taxes, Licenses and Fees Incurred	0	0.00	2,739	154.83	151,100	2.14	10	3.13	10,376,635	2.33	10,530,484	2.33
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	1,071,663	15.19	83	25.96	41,601,983	9.34	42,673,728	9.43
15	General Expenses Incurred **	0	0.00	0	0.00	631,620	8.95	18	5.77	22,627,445	5.08	23,259,083	5.14
16	Other Income Less Other Expenses **	0	0.00	0	0.00	(225,157)	(3.19)	18	5.77	9,878,850	2.22	9,653,711	2.13
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	(1,910)	(107.97)	2,408,178	34.13	(20)	(6.39)	152,027,494	34.12	154,433,741	34.12

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.

(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Burglary and Theft  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	5,016,034	100.00	167,424	97.90	167,899	97.02	5,094	131.87	10,766,391	101.22	16,122,842	100.76
2	Premiums Earned	5,015,789	100.00	171,012	100.00	173,064	100.00	3,863	100.00	10,636,890	100.00	16,000,618	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	1	0.00	0	0.00	0	0.00	1	0.00
4	Incurred Losses	1,029,547	20.53	606,747	354.80	33,494	19.35	4,698	121.62	(3,997,745)	(37.58)	(2,323,259)	(14.52)
5	Defense and Cost Containment Expenses Incurred	0	0.00	208,829	122.11	(7)	(0.00)	17	0.44	207,505	1.95	416,344	2.60
6	Adjusting and Other Expenses Incurred **	228,036	4.55	(1,000)	(0.58)	5,850	3.38	641	16.60	97,879	0.92	331,406	2.07
7	Unpaid Losses	142,758	2.85	689,111	402.96	14,786	8.54	124	3.21	(1,186,846)	(11.16)	(340,067)	(2.13)
8	Defense and Cost Containment Expenses Unpaid	0	0.00	222,306	129.99	587	0.34	17	0.44	1,029,698	9.68	1,252,608	7.83
9	Adjusting and Other Expenses Unpaid **	17,003	0.34	0	0.00	2,246	1.30	(125)	(3.24)	126,908	1.19	146,032	0.91
10	Unearned Premium Reserves	78,408	1.56	79,114	46.26	83,800	48.42	2,386	61.77	5,861,158	55.10	6,104,866	38.15
11	Agents Balances**	72,011	1.44	18,001	10.53	57,466	33.20	391	10.12	2,259,184	21.24	2,407,053	15.04
12	Commission & Brokerage Expenses Incurred	881,148	17.57	28,088	16.42	11,771	6.80	792	20.50	1,327,348	12.48	2,249,147	14.06
13	Taxes, Licenses and Fees Incurred	28,429	0.57	2,969	1.74	2,836	1.64	117	3.03	232,726	2.19	267,077	1.67
14	Other Acquisition Expenses Incurred **	578,091	11.53	9,001	5.26	28,289	16.35	3,738	96.76	576,407	5.42	1,195,525	7.47
15	General Expenses Incurred **	326,051	6.50	3,000	1.75	20,019	11.57	188	4.86	384,148	3.61	733,406	4.58
16	Other Income Less Other Expenses **	0	0.00	0	0.00	(543)	(0.31)	0	0.00	(52,326)	(0.49)	(52,869)	(0.33)
17	Pretax Profit or Loss Excluding Investment Gain*	1,944,487	38.77	(686,622)	(401.51)	70,268	40.60	(6,328)	(163.80)	11,756,296	110.52	13,078,101	81.73

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Boiler and Machinery  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	9,526,881	96.75	22,918,078	85.08	1,208,334	101.65	44,332,228	101.19	77,985,521	95.36
2	Premiums Earned	0	0.00	9,846,625	100.00	26,937,533	100.00	1,188,697	100.00	43,811,425	100.00	81,784,280	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	45	0.00	0	0.00	0	0.00	45	0.00
4	Incurred Losses	0	0.00	3,444,953	34.99	60,195,566	223.46	22,660	1.91	11,315,426	25.83	74,978,605	91.68
5	Defense and Cost Containment Expenses Incurred	0	0.00	73,538	0.75	709,257	2.63	(1,700)	(0.14)	17,967	0.04	799,062	0.98
6	Adjusting and Other Expenses Incurred **	0	0.00	76,005	0.77	574,145	2.13	22,792	1.92	817,557	1.87	1,490,499	1.82
7	Unpaid Losses	0	0.00	3,149,752	31.99	49,254,897	182.85	4,801	0.40	18,801,099	42.91	71,210,549	87.07
8	Defense and Cost Containment Expenses Unpaid	0	0.00	107,752	1.09	833,602	3.09	893	0.08	1,318,043	3.01	2,260,290	2.76
9	Adjusting and Other Expenses Unpaid **	0	0.00	635,040	6.45	912,864	3.39	1,431	0.12	1,436,515	3.28	2,985,851	3.65
10	Unearned Premium Reserves	0	0.00	4,632,184	47.04	12,435,176	46.16	95,079	8.00	20,495,117	46.78	37,657,556	46.04
11	Agents Balances**	0	0.00	438,028	4.45	4,800,692	17.82	21,140	1.78	9,392,847	21.44	14,652,707	17.92
12	Commission & Brokerage Expenses Incurred	0	0.00	1,093,901	11.11	568,864	2.11	34,233	2.88	3,903,876	8.91	5,600,874	6.85
13	Taxes, Licenses and Fees Incurred	0	0.00	162,015	1.65	573,086	2.13	28,067	2.36	1,005,371	2.29	1,768,539	2.16
14	Other Acquisition Expenses Incurred **	0	0.00	935,059	9.50	1,468,651	5.45	136,531	11.49	5,516,320	12.59	8,056,561	9.85
15	General Expenses Incurred **	0	0.00	1,742,111	17.69	2,734,575	10.15	38,317	3.22	4,196,265	9.58	8,711,267	10.65
16	Other Income Less Other Expenses **	0	0.00	0	0.00	236	0.00	27,636	2.32	(96,660)	(0.22)	(68,787)	(0.08)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	2,319,043	23.55	(39,886,419)	(148.07)	935,434	78.69	16,941,983	38.67	(19,689,959)	(24.08)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Credit  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	19,263,770	98.52	56,125,774	114.79	0	0.00	241,488,124	110.50	243,974,664	130.19	560,852,332	118.23
2	Premiums Earned	19,554,065	100.00	48,895,204	100.00	0	0.00	218,535,168	100.00	187,405,125	100.00	474,389,562	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	20,870	0.01	20,870	0.00
4	Incurred Losses	5,939,407	30.37	13,274,938	27.15	0	0.00	139,294,419	63.74	73,353,417	39.14	231,862,181	48.88
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	758	0.00	432,567	0.20	274,207	0.15	707,532	0.15
6	Adjusting and Other Expenses Incurred **	31,000	0.16	836,003	1.71	0	0.00	0	0.00	3,246,381	1.73	4,113,384	0.87
7	Unpaid Losses	678,160	3.47	3,115,166	6.37	0	0.00	48,290,498	22.10	29,833,243	15.92	81,917,067	17.27
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	758	0.00	248,021	0.11	199,957	0.11	448,736	0.09
9	Adjusting and Other Expenses Unpaid **	4,000	0.02	258,001	0.53	0	0.00	0	0.00	1,654,552	0.88	1,916,553	0.40
10	Unearned Premium Reserves	3,276,346	16.76	89,674,818	183.40	0	0.00	427,294,708	195.53	399,978,604	213.43	920,224,476	193.98
11	Agents Balances**	620,002	3.17	2,298,010	4.70	0	0.00	0	0.00	18,944,944	10.11	21,862,956	4.61
12	Commission & Brokerage Expenses Incurred	9,318,317	47.65	29,612,942	60.56	0	0.00	100,914,520	46.18	113,778,433	60.71	253,624,212	53.46
13	Taxes, Licenses and Fees Incurred	345,589	1.77	1,013,610	2.07	0	0.00	5,107,715	2.34	5,460,896	2.91	11,927,810	2.51
14	Other Acquisition Expenses Incurred **	0	0.00	1,745,007	3.57	0	0.00	0	0.00	6,020,800	3.21	7,765,807	1.64
15	General Expenses Incurred **	(174,001)	(0.89)	1,728,007	3.53	0	0.00	0	0.00	14,157,906	7.55	15,711,912	3.31
16	Other Income Less Other Expenses **	0	0.00	39,000	0.08	0	0.00	0	0.00	1,911,082	1.02	1,950,082	0.41
17	Pretax Profit or Loss Excluding Investment Gain*	4,093,752	20.94	723,696	1.48	(758)	0.00	(27,214,053)	(12.45)	(26,996,703)	(14.41)	(49,394,065)	(10.41)

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.

(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

Total For Excess Workers' Compensation  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	72,105	104.47	0	0.00	23,104,598	113.17	23,176,703	113.14
2	Premiums Earned	0	0.00	0	0.00	69,017	100.00	0	0.00	20,415,367	100.00	20,484,384	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
4	Incurred Losses	0	0.00	0	0.00	30,074	43.57	0	0.00	4,629,949	22.68	4,660,023	22.75
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	4,450	6.45	0	0.00	128,373	0.63	132,823	0.65
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	2,993	4.34	0	0.00	2,276,661	11.15	2,279,654	11.13
7	Unpaid Losses	0	0.00	0	0.00	352,934	511.37	0	0.00	209,563,728	1026.50	209,916,662	1024.76
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	62,534	90.61	0	0.00	8,704,821	42.64	8,767,355	42.80
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	5,363	7.77	0	0.00	4,021,139	19.70	4,026,502	19.66
10	Unearned Premium Reserves	0	0.00	0	0.00	53,828	77.99	0	0.00	9,238,456	45.25	9,292,284	45.36
11	Agents Balances**	0	0.00	0	0.00	14,241	20.63	0	0.00	5,760,185	28.21	5,774,426	28.19
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	3,350	4.85	0	0.00	2,818,843	13.81	2,822,193	13.78
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	1,126	1.63	0	0.00	755,882	3.70	757,008	3.70
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	1,265	1.83	0	0.00	1,060,474	5.19	1,061,740	5.18
15	General Expenses Incurred **	0	0.00	0	0.00	3,375	4.89	0	0.00	1,691,129	8.28	1,694,504	8.27
16	Other Income Less Other Expenses **	0	0.00	0	0.00	(201)	(0.29)	0	0.00	(309,282)	(1.51)	(309,483)	(1.51)
17	Pretax Profit or Loss Excluding Investment Gain*	0	0.00	0	0.00	22,183	32.14	0	0.00	6,744,774	33.04	6,766,957	33.03

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.  
(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)

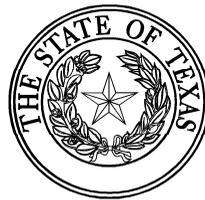
Total For Warranty  
Results of Companies Writing Direct Business in Texas  
Adjusted for Texas Volume of Business  
Source: NAIC 2008 Annual Statement

TEXAS DIRECT BUSINESS		County Mutual		Lloyds		Mutual		Reciprocal		Stock		TOTAL	
		Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned	Amount	% of Premiums Earned
1	Premiums Written	0	0.00	0	0.00	0	0.00	0	0.00	142,255,598	99.31	0	0.00
2	Premiums Earned	(4,412)	0.00	0	0.00	0	0.00	0	0.00	37,399,150	100.00	(4,412)	100.00
3	Dividends to Policyholders	0	0.00	0	0.00	0	0.00	0	0.00	0	0.43	0	0.00
4	Incurred Losses	3,628	0.00	0	0.00	0	0.00	0	0.00	65,644,365	70.20	3,628	(82.23)
5	Defense and Cost Containment Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	537,376	6.89	0	0.00
6	Adjusting and Other Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	431,564	1.15	0	0.00
7	Unpaid Losses	0	0.00	0	0.00	0	0.00	0	0.00	6,436,043	17.21	0	0.00
8	Defense and Cost Containment Expenses Unpaid	0	0.00	0	0.00	0	0.00	0	0.00	426,883	1.14	0	0.00
9	Adjusting and Other Expenses Unpaid **	0	0.00	0	0.00	0	0.00	0	0.00	137,420	0.37	0	0.00
10	Unearned Premium Reserves	4,412	0.00	0	0.00	0	0.00	0	0.00	228,864,932	611.95	4,412	(100.00)
11	Agents Balances**	0	0.00	0	0.00	0	0.00	0	0.00	3,556,520	9.51	0	0.00
12	Commission & Brokerage Expenses Incurred	0	0.00	0	0.00	0	0.00	0	0.00	2,115,779	5.66	0	0.00
13	Taxes, Licenses and Fees Incurred	0	0.00	0	0.00	0	0.00	0	0.00	3,284,799	8.78	0	0.00
14	Other Acquisition Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	2,120,727	5.67	0	0.00
15	General Expenses Incurred **	0	0.00	0	0.00	0	0.00	0	0.00	2,714,089	7.26	0	0.00
16	Other Income Less Other Expenses **	0	0.00	0	0.00	0	0.00	0	0.00	(595,110)	(1.59)	0	0.00
17	Pretax Profit or Loss Excluding Investment Gain*	(8,040)	0.00	0	0.00	0	0.00	0	0.00	(40,044,659)	(107.07)	(8,040)	182.23

\* (Line 2 - [3 thru 6] - [12 thru 15] +16) = 17

\*\* Amounts calculated by multiplying Texas Premiums Earned by Countrywide expense ratio resulting in Texas portion.

(Texas Expense Portion = Texas Premiums Earned \* Countrywide Ratio)



Texas Department of Insurance  
333 Guadalupe  
Austin, Texas 78701