

**Wisconsin Reinsurance Corporation**  
**Balance Sheet**  
**12/31/2023**  
*Unaudited*

	Assets	Assets Non-Admitted	Net Admitted Assets 12/31/2023	Net Admitted Assets 12/31/2022	Current Year Change
<b>Assets</b>					
Bonds	15,702,700		15,702,700	29,809,347	(14,106,647)
Preferred Stock	294,280		294,280	1,015,320	(721,040)
Common Stock	7,247,092	(4,526,063)	2,721,029	9,188,400	(6,467,371)
Net Real Estate	3,557,450		3,557,450	3,665,276	(107,826)
Cash Total	3,214,141		3,214,141	13,594,459	(10,380,318)
Cash	2,443,301		-	-	-
Short-Term Investments	-		-	-	-
Cash Equivalents	770,840		-	-	-
Receivable for securities	11,772		11,772	11,770	2
<b>Cash and Invested Assets</b>	<b>30,027,435</b>	<b>(4,526,063)</b>	<b>25,501,372</b>	<b>57,284,572</b>	<b>(31,783,200)</b>
Accrued Investment Income	90,328		90,328	185,504	(95,176)
Premium Receivable	2,426,648	-	2,426,648	2,737,352	(310,704)
Deferred Premium Receivable	916,273		916,273	874,042	42,231
Reins Loss/LAE Recoverable on Pairs	4,392,269		4,392,269	702,256	3,690,013
Federal Income Tax Receivable	-		-	199,999	(199,999)
Deferred Tax Asset	6,144,154	(6,144,154)	-	-	-
EDP Equipment & Software - Net	990,423	(901,651)	88,772	131,735	(42,963)
Furniture & Equipment - Net	3,737	(3,737)	-	-	-
Receivable from Affiliates	627,149		627,149	1,284,878	(657,729)
Other Assets	2,567,149	(2,211,495)	355,654	355,716	(62)
<b>Total Assets</b>	<b>48,185,565</b>	<b>(13,787,100)</b>	<b>34,398,465</b>	<b>63,756,054</b>	<b>(29,357,589)</b>
<b>Other Assets</b>					
Cash Surrender Value - Life Insurance	187,719		187,719	187,719	-
Accounts Receivable - Other	167,935	-	167,935	167,997	(62)
Third Party Postage Deposit	-		-	-	-
Prepaid Expenses	2,211,495	(2,211,495)	-	-	-
State Income Tax Receivable	-		-	-	-
Total Other Assets	2,567,149	(2,211,495)	355,654	355,716	(62)
<b>Investment in Affiliates</b>			<b>12/31/2023</b>	<b>12/31/2022</b>	<b>Change</b>
1st Auto & Casualty Insurance			-	6,129,097	(6,129,097)

**Wisconsin Reinsurance Corporation**  
**Balance Sheet**  
**12/31/2023**  
*Unaudited*

	12/31/2023	12/31/2022	Current Year Change
<b>Liabilities &amp; Surplus</b>			
Net Loss Reserves	14,533,096	29,163,372	(14,630,276)
Current Accident Year	4,617,775		
Reinsurance Payable on Pairs			
Net LAE Reserves	2,522,664	3,925,260	(1,402,596)
Other Expenses	296,750	458,133	(161,383)
Taxes, Licenses and Fees	-	22,993	(22,993)
Federal Income Taxes Payable	-	-	-
Deferred Tax Liability	-	-	-
Notes Payable - LOC	-	-	-
Net Unearned Premium	3,639,537	4,869,307	(1,229,770)
Net of Reinsurance	596,497		
Reinsurance Payable	720,051	1,903,542	(1,183,491)
Funds Held Reinsurance Treaties	166,772	403,505	(236,732)
Advance Premiums	-	-	-
Amounts withheld by company for others			
Declared Dividends to Stockholders	-	134,050	(134,050)
Provision for Reinsurance	-	-	-
Payable to Affiliates	193,753	575,237	(381,484)
Payable for Securities	-	-	-
Deferred Compensation Liability	-	-	-
Stock Redemption	-	-	-
<b>Total Liabilities</b>	22,072,623	41,455,399	(19,382,775)
Common Capital Stock	418,365	418,365	-
Preferred Capital Stock	4,607	4,607	-
Gross Paid In & Contributed Surplus	13,230,300	13,230,300	-
Unassigned Surplus	284,129	10,257,591	(9,973,462)
Treasury Stock			
Common Stock	16 Shares Common \$1,351	1,611,559	1,610,208
Preferred Stock	-	-	-
Stock Redemption	-	-	-
<b>Total Surplus</b>	12,325,842	22,300,655	(9,974,813)
<b>Total Liabilities and Surplus</b>	34,398,465	63,756,054	(29,357,588)

**Wisconsin Reinsurance Corporation**  
**Income Statement**  
**12/31/2023**

*Unaudited*

		12/31/2023	12/31/2022	12/31/2022	Current Year Change
<b>Premium Earned</b>	<i>Written</i>				
Premium Written Assumed		34,019,235	35,222,350	48,659,619	48,659,619
Premium Ceded Written		11,498,986	11,472,330	22,783,445	22,783,445
Net Premium Earned		<u>22,520,249</u>	<u>23,750,020</u>	<u>25,876,174</u>	<u>25,876,174</u>
<b>Losses Incurred (Current Year)</b>		21,514,618	90.59%		
Assumed Losses Incurred			19,094,542	90,869,684	90,869,684
Ceded Losses Incurred			(381,856)	60,329,386	60,329,386
Total Net Incurred Losses	82.01%		<u>19,476,398</u>	<u>30,540,298</u>	<u>30,540,298</u>
Loss Expenses Incurred	8.58%		2,036,747	3,433,194	3,433,194
Other Underwriting Expenses	32.95%		7,419,536	10,607,446	10,607,446
Total Underwriting Expenses			<u>28,932,681</u>	<u>44,580,938</u>	<u>44,580,938</u>
Underwriting Gain/(Loss)	123.53%		<u>(5,182,661)</u>	<u>(18,704,764)</u>	<u>(18,704,764)</u>
Investment Income Earned			1,164,962	1,342,673	1,342,673
Net Realized Capital Gain/(Loss)			<u>(1,574,501)</u>	<u>1,531,776</u>	<u>1,531,776</u>
Net Investment Capital Gain/(Loss)			<u>(409,539)</u>	<u>2,874,449</u>	<u>2,874,449</u>
Lease Income			449,460	449,460	449,460
Other Income			299,738	78,443	78,443
Total Other Income			<u>749,198</u>	<u>527,903</u>	<u>527,903</u>
Net Income/(Loss) Before Tax			<u>(4,843,002)</u>	<u>(15,302,412)</u>	<u>(15,302,412)</u>
Federal Income Tax			-	(904,721)	(904,721)
Net Income/(Loss)			<u>(4,843,002)</u>	<u>(14,397,691)</u>	<u>(14,397,691)</u>

**Wisconsin Reinsurance Corporation**  
**Expense Exhibit**  
**12/31/2023**  
*Unaudited*

	Loss Adjust Expense	Underwriting Expenses	Investment Expenses	12/31/2023 Total	12/31/2022 Total	12/31/2022 Total	Change
<b>Loss Adjustment Services</b>							
Gross LAE Incurred	1,358,574	-	-	1,358,574	5,388,071	5,388,071	(4,029,497)
Ceded LAE Incurred	(335,763)	-	-	(335,763)	(3,335,941)	(3,335,941)	3,000,178
Net Loss Adjustment Expense	1,022,811	-	-	1,022,811	2,052,130	2,052,130	(1,029,319)
<b>Commissions and Brokerage</b>							
Gross Commissions	-	1,011,676	-	1,011,676	2,597,847	2,597,847	(1,586,171)
Ceded Commissions	-	(259,855)	-	(259,855)	(281,968)	(281,968)	22,113
Net Commission Expense	-	751,821	-	751,821	2,315,879	2,315,879	(1,564,058)
<b>General Expenses</b>							
Advertising	-	14,270	-	14,270	30,100	30,100	(15,830)
Boards, Bureaus, & Assoc	-	29,689	-	29,689	59,554	59,554	(29,865)
Salaries	550,110	2,694,647	25,249	3,270,006	4,217,179	4,217,179	(947,173)
Payroll Taxes	38,864	184,104	1,714	224,683	297,146	297,146	(72,463)
Employee Relations & Welfare	160,891	637,917	5,698	804,506	1,112,018	1,112,018	(307,512)
Insurance	47,343	256,725	2,436	306,504	198,168	198,168	108,336
Director Fees	1,890	91,665	945	94,500	132,400	132,400	(37,900)
Travel & Travel Items	4,312	81,594	862	86,769	282,361	282,361	(195,592)
Rent & Rent Items	5,909	295,478	39,759	341,146	343,279	343,279	(2,133)
Equipment	1,867	96,273	934	99,074	191,789	191,789	(92,715)
Cost/Depreciation of EDP Equipment	35,938	1,742,997	17,969	1,796,904	2,101,833	2,101,833	(304,929)
Printing & Stationery	1,330	16,629	169	18,128	31,726	31,726	(13,598)
Postage, Telephone, Etc	11,965	64,958	618	77,540	76,536	76,536	1,004
Computer Services	-	(390,344)	-	(390,344)	(384,937)	(384,937)	(5,407)
Professional Services	153,052	641,464	6,675	801,191	843,115	843,115	(41,924)
Legal & Audit Fees	-	213,772	-	213,772	142,789	142,789	70,983
State & Local Insurance Taxes	-	44	6	50	(272)	(272)	322
Insurance Dept Licenses & Fees	(13)	261	(8)	240	21,126	21,126	(20,886)
Real Estate Expenses	-	-	191,278	191,278	204,379	204,379	(13,101)
Real Estate Taxes	-	-	105,226	105,226	116,849	116,849	(11,623)
Investment Expenses	-	-	98,340	98,340	117,643	117,643	(19,303)
Underwriting Expenses	-	(5,638)	-	(5,638)	11,416	11,416	(17,054)
Miscellaneous Expenses	478	1,210	96	1,784	83,581	83,581	(81,797)
Total General Expenses	1,013,936	6,667,715	497,966	8,179,618	10,229,778	10,229,778	(2,050,160)
Total Expenses Incurred	2,036,747	7,419,536	497,966	9,954,250	14,597,787	14,597,787	(4,643,537)
Less: Unpaid Expenses - Current	2,522,664	296,745	-	2,819,409	4,406,386	4,406,386	(1,586,977)
Add: Unpaid Expenses - Previous	3,925,260	481,126	-	4,406,386	5,077,701	5,077,701	(671,315)
Total Expenses Paid	3,439,343	7,603,917	497,966	11,541,227	15,269,102	15,269,102	(3,727,875)

**Wisconsin Reinsurance Corporation**  
**Change in Capital & Surplus**  
**12/31/2023**

*Unaudited*

	<b>12/31/2023</b>	<b>12/31/2022</b>	<b>12/31/2022</b>	<b>Prior Year End Change</b>
Surplus - Beginning of Year	22,300,655	43,312,610	43,312,610	(21,011,955)
Net Income/(Loss)	(4,843,002)	(14,397,691)	(14,397,691)	9,554,689
Change in Unrealized Capital Gain/(Loss)	(110,969)	(5,924,899)	(5,924,903)	5,813,934
Change in Deferred Income Tax	863,189	2,425,629	2,425,629	(1,562,440)
Change in Non-Admitted Assets	(5,882,680)	(2,945,324)	(2,945,324)	(2,937,356)
Change in Provision for Reinsurance	-	46,000	46,000	(46,000)
Cumulative Effect of Correction of Error	-	-	-	-
Capital Changes				
Paid In	-	200	200	(200)
Transferred to Surplus (Stock Dividend)	-	-	-	-
Transferred to Surplus	-	-	-	-
Surplus Adjustments				
Paid In	-	24,216	24,216	(24,216)
Transferred to Capital (Stock Dividend)	-	-	-	-
Transferred from Capital	-	-	-	-
Dividends to Stockholders	-	(134,048)	(134,048)	134,048
Change in Treasury Stock	(1,351)	(105,451)	(106,034)	104,683
Change in Preferred Stock Redemption	-	-	-	-
Change in Surplus	(9,974,813)	(21,011,368)	(21,011,955)	11,037,142
Ending Surplus	12,325,842	22,301,242	22,300,655	(9,974,813)

# Wisconsin Reinsurance Corporation

## Stock Value

12/31/2023

Unaudited

	12/31/2023	12/31/2022
Surplus:	12,325,842	22,300,655
Less:		
6% Convertible Preferred Stock	(2,692)	(2,692)
7% Cumulative Preferred Stock	(1,915)	(1,915)
6% Convertible Preferred Stock - APIC	(2,689,308)	(2,689,308)
7% Cumulative Preferred Stock - APIC	(1,913,085)	(1,913,085)
Plus:		
Reserve for Preferred Stock Series B Redemption	-	-
Common Stock Basis	7,718,842	17,693,655
Number Common Stock Shares Issued & Outstanding	397,356	397,372
Common Stock Value Per Share	\$ 19.43	\$ 44.53
Increase/(decrease) Value Per Share	(25.10)	
Percent (Decrease)/Increase	-56.37%	

**Wisconsin Reinsurance Corporation**  
**Cash Flow Statement**  
**12/31/2023**  
*Unaudited*

	12/31/2023	12/31/2022	Current Year Change
<b>Cash from Operations</b>			
Premiums collected net of reinsurance	21,623,534	24,817,789	(3,194,255)
Net Investment Income	1,421,761	1,838,621	(416,860)
Miscellaneous Income	749,198	527,903	221,295
Total	23,794,493	27,184,313	(3,389,820)
Benefit and Loss Related Payments	37,796,687	40,841,153	(3,044,466)
Commissions, Expenses Paid and Aggregate Write-Ins for Deductions	11,272,244	13,438,108	(2,165,864)
Federal and Foreign Income Taxes Paid	(199,999)	(1,698,672)	1,498,673
Net Cash from Operations	(25,074,439)	(25,396,276)	321,837
<b>Cash from Investments</b>			
Proceeds from Bonds Sold, Matured or Repaid			
Bonds	13,713,901	23,426,726	(9,712,825)
Stocks	1,277,211	8,393,082	(7,115,871)
Real Estate	-	-	-
Net gains or (losses) on cash, cash equivalent and short-term	-	-	-
Miscellaneous Proceeds	-	4,126	(4,126)
Total investments proceeds	14,991,112	31,823,934	(16,832,822)
<b>Cost of investments acquired (long-term only)</b>			
Bonds	-	3,364,218	(3,364,218)
Stocks	57,888	546,311	(488,423)
Real Estate	-	78,204	(78,204)
Net gains or (losses) on cash, cash equivalent and short-term	(2,268)	-	(2,268)
Miscellaneous applications	-	-	-
Total investments acquired	55,620	3,988,733	(3,933,113)
<b>Net cash from investments</b>	14,935,492	27,835,200	(12,899,708)
<b>Cash from Financing and Miscellaneous Sources</b>			
Cash provided (applied)			
Capital and paid in surplus, less treasury stock	(1,351)	(81,618)	80,267
Borrowed Money	-	-	-
Dividends to Stockholders	134,050	(2)	134,052
Other cash provided (applied)	(105,970)	465,804	(571,774)
<b>Net cash from financing and miscellaneous sources</b>	(241,371)	384,188	(625,559)
<b>Net change in cash, cash equivalents and short-term investments</b>	(10,380,318)	2,823,112	(13,203,430)
Cash, cash equivalents and short-term investments:			
Beginning of the year	13,594,459	10,771,347	2,823,112
<b>End of Period</b>	3,214,141	13,594,459	(10,380,318)