

# **ANNUAL STATEMENT**

**OF THE**

**Caribbean American Property Insurance Company**

**Of  
San Juan**

**In the Commonwealth of Puerto Rico**

**To the  
Insurance Department of the Commonwealth  
Of Puerto Rico**

**FOR THE YEAR ENDED  
DECEMBER 31, 2012**

**PROPERTY AND CASUALTY**

# **2012**



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

# ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2012  
OF THE CONDITION AND AFFAIRS OF THE

## Caribbean American Property Insurance Company

NAIC Group Code 0019 0019 NAIC Company Code 30590 Employer's ID Number 66-0481184  
(Current) (Prior)

Organized under the Laws of Puerto Rico, State of Domicile or Port of Entry Puerto Rico  
Country of Domicile United States of America

Incorporated/Organized 09/08/1992 Commenced Business 09/08/1992

Statutory Home Office Scotiabank Plaza 273 Ponce de Leon Ave Suite 1300, San Juan, PR, US 00917-1838  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office Scotiabank Plaza 273 Ponce de Leon Ave Suite 1300  
(Street and Number)  
San Juan, PR, US 00917-1838 787-250-6470  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address Scotiabank Plaza 273 Ponce de Leon Ave. Suite 1300, San Juan, PR, US 00917-1838  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records Scotiabank Plaza 273 Ponce de Leon Ave Suite 1300  
(Street and Number)  
San Juan, PR, US 00917-1838 787-250-6470  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.calac.com

Statutory Statement Contact Luis F. Rivera CPA, CFA, CPCU, Are, CISR, 787-250-6470  
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### OFFICERS

President Eduardo Alberto Arthur CPA, CPCU, Are Treasurer Luis F. Rivera CPA, CFA, CPCU, Are, CISR  
Assistant Secretary Ana M. Rosado Chief Operation Officer Christian W. Formby CPCU, ARM, ARé

### OTHER

Elaine Soto Vice President

### DIRECTORS OR TRUSTEES

Alberto Bacó Alvaro Rafael Calderón Iván Carlos López CPA, ESQ  
Eduardo Alberto Arthur Roberto Guglielmucci

State of Puerto Rico SS:  
County of United States

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Eduardo Alberto Arthur  
President

Ana M. Rosado  
Assistant Secretary

Luis F. Rivera  
Treasurer

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_

- a. Is this an original filing? ..... Yes [ ] No [ ]  
b. If no,  
1. State the amendment number.....  
2. Date filed .....  
3. Number of pages attached.....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**ASSETS**

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D) .....	29,204,930		29,204,930	28,055,891
2. Stocks (Schedule D):				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....			0	0
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ .....			0	0
encumbrances) .....				
4.2 Properties held for the production of income (less			0	0
\$ .....				
encumbrances) .....				
4.3 Properties held for sale (less \$ .....			0	0
encumbrances) .....				
5. Cash (\$ .....3,983,496 , Schedule E - Part 1), cash equivalents				
(\$ ....., Schedule E - Part 2) and short-term				
investments (\$ .....1,425,448 , Schedule DA) .....	5,408,944		5,408,944	4,726,696
6. Contract loans (including \$ ..... premium notes) .....			0	0
7. Derivatives (Schedule DB) .....			0	0
8. Other invested assets (Schedule BA) .....			0	0
9. Receivable for securities .....			0	0
10. Securities lending reinvested collateral assets (Schedule DL) .....			0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	34,613,874	0	34,613,874	32,782,587
13. Title plants less \$ ..... charged off (for Title insurers			0	0
only) .....				
14. Investment income due and accrued .....	148,040		148,040	226,558
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	7,126,423	7,123	7,119,300	6,870,895
15.2 Deferred premiums, agents' balances and installments booked but				
deferred and not yet due (including \$ .....			0	0
earned but unbilled premiums) .....				
15.3 Accrued retrospective premiums .....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	250,788		250,788	23,476
16.2 Funds held by or deposited with reinsured companies .....			0	0
16.3 Other amounts receivable under reinsurance contracts .....			0	0
17. Amounts receivable relating to uninsured plans .....			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	1,129,517		1,129,517	1,013,843
18.2 Net deferred tax asset .....	18,542		18,542	24,503
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....	2,755		2,755	5,214
21. Furniture and equipment, including health care delivery assets				
(\$ ..... ) .....	61,808	61,808	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....	792,212		792,212	482,061
24. Health care (\$ ..... ) and other amounts receivable .....			0	0
25. Aggregate write-ins for other than invested assets .....	6,313	0	6,313	15,806
26. Total assets excluding Separate Accounts, Segregated Accounts and	44,150,272	68,931	44,081,341	41,444,943
Protected Cell Accounts (Lines 12 to 25) .....				
27. From Separate Accounts, Segregated Accounts and Protected Cell			0	0
Accounts .....				
28. Total (Lines 26 and 27) .....	44,150,272	68,931	44,081,341	41,444,943
<b>DETAILS OF WRITE-INS</b>				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	0	0	0	0
2501. MISCELLANEOUS ACCOUNTS RECEIVABLE .....	1,476		1,476	15,806
2502. PREPAID EXPENSE .....	4,837		4,837	0
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	6,313	0	6,313	15,806

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8) .....	7,322,590	6,290,153
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....	0	0
3. Loss adjustment expenses (Part 2A, Line 35, Column 9) .....	105,053	99,554
4. Commissions payable, contingent commissions and other similar charges .....	924,342	680,672
5. Other expenses (excluding taxes, licenses and fees) .....	1,126,796	1,080,248
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	103,751	6,214
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....		
7.2 Net deferred tax liability .....		
8. Borrowed money \$ ..... and interest thereon \$ .....		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ .....8,473,347 and including warranty reserves of \$ ..... and accrued accident and health experience rating refunds including \$ ..... for medical loss ratio rebate per the Public Health Service Act) .....	7,165,818	6,586,735
10. Advance premium .....		
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....		
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	1,668,267	2,490,330
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19) .....	1,498,500	967,113
14. Amounts withheld or retained by company for account of others .....	71,542	169,729
15. Remittances and items not allocated .....	0	
16. Provision for reinsurance (including \$ .....0 certified) (Schedule F, Part 8) .....	0	
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		
18. Drafts outstanding .....		
19. Payable to parent, subsidiaries and affiliates .....	2,352,903	1,343,559
20. Derivatives .....		
21. Payable for securities .....		
22. Payable for securities lending .....		
23. Liability for amounts held under uninsured plans .....		
24. Capital notes \$ ..... and interest thereon \$ .....		
25. Aggregate write-ins for liabilities .....	121,332	76,398
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	22,460,894	19,790,705
27. Protected cell liabilities .....		
28. Total liabilities (Lines 26 and 27) .....	22,460,894	19,790,705
29. Aggregate write-ins for special surplus funds .....	3,621,106	3,067,543
30. Common capital stock .....	4,550,000	4,550,000
31. Preferred capital stock .....		
32. Aggregate write-ins for other than special surplus funds .....	0	0
33. Surplus notes .....		0
34. Gross paid in and contributed surplus .....	2,880,565	2,880,565
35. Unassigned funds (surplus) .....	10,568,776	11,156,130
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 30 \$ ..... ) .....		
36.2 ..... shares preferred (value included in Line 31 \$ ..... ) .....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39) .....	21,620,447	21,654,238
38. TOTALS (Page 2, Line 28, Col. 3)	44,081,341	41,444,943
<b>DETAILS OF WRITE-INS</b>		
2501. AGENT'S CREDIT BALANCE .....	74,726	31,261
2502. MISCELLANEOUS PAYABLE .....	46,606	45,137
2503. P M L LIABILITY .....	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	121,332	76,398
2901. CATASTROPHE FUND RESERVE .....	3,621,106	3,067,543
2902. ....		
2903. ....		
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above)	3,621,106	3,067,543
3201. ....		
3202. ....		
3203. ....		
3298. Summary of remaining write-ins for Line 32 from overflow page .....	0	0
3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above)	0	0

**STATEMENT OF INCOME**

	1 Current Year	2 Prior Year
<b>UNDERWRITING INCOME</b>		
1. Premiums earned (Part 1, Line 35, Column 4) .....	31,655,471	32,382,202
<b>DEDUCTIONS:</b>		
2. Losses incurred (Part 2, Line 35, Column 7) .....	12,431,461	14,247,990
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) .....	1,434,783	1,255,918
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) .....	14,135,182	10,491,856
5. Aggregate write-ins for underwriting deductions .....	0	0
6. Total underwriting deductions (Lines 2 through 5) .....	28,001,426	25,995,764
7. Net income of protected cells .....		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7) .....	3,654,045	6,386,438
<b>INVESTMENT INCOME</b>		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17) .....	917,335	992,464
10. Net realized capital gains or (losses) less capital gains tax of \$ ..... (Exhibit of Capital Gains (Losses) ) .....	456,090	
11. Net investment gain (loss) (Lines 9 + 10) .....	1,373,425	992,464
<b>OTHER INCOME</b>		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ ..... amount charged off \$ ..... ) .....		50,125
13. Finance and service charges not included in premiums .....		
14. Aggregate write-ins for miscellaneous income .....	7,532	4,515
15. Total other income (Lines 12 through 14) .....	7,532	54,640
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) .....	5,035,002	7,433,542
17. Dividends to policyholders .....		
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17) .....	5,035,002	7,433,542
19. Federal and foreign income taxes incurred .....	634,325	1,706,191
20. Net income (Line 18 minus Line 19)(to Line 22) .....	4,400,677	5,727,351
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) .....	21,654,238	21,572,700
22. Net income (from Line 20) .....	4,400,677	5,727,351
23. Net transfers (to) from Protected Cell accounts .....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ .....		
25. Change in net unrealized foreign exchange capital gain (loss) .....		
26. Change in net deferred income tax .....	(5,961)	(3,753)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3) .....	71,493	(50,460)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) .....	0	0
29. Change in surplus notes .....		
30. Surplus (contributed to) withdrawn from protected cells .....		
31. Cumulative effect of changes in accounting principles .....		
32. Capital changes:		
32.1 Paid in .....		
32.2 Transferred from surplus (Stock Dividend) .....		
32.3 Transferred to surplus .....		
33. Surplus adjustments:		
33.1 Paid in .....	0	0
33.2 Transferred to capital (Stock Dividend) .....		
33.3 Transferred from capital .....		
34. Net remittances from or (to) Home Office .....		
35. Dividends to stockholders .....	(4,500,000)	(5,600,000)
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1) .....	0	0
37. Aggregate write-ins for gains and losses in surplus .....	0	8,400
38. Change in surplus as regards policyholders for the year (Lines 22 through 37) .....	(33,791)	81,538
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37) .....	21,620,447	21,654,238
<b>DETAILS OF WRITE-INS</b>		
0501. ....		
0502. ....		
0503. ....		
0598. Summary of remaining write-ins for Line 5 from overflow page .....	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above) .....	0	0
1401. Gain on Disposal of Auto .....		0
1402. Other Miscellaneous .....	7,532	4,515
1403. ....		
1498. Summary of remaining write-ins for Line 14 from overflow page .....	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above) .....	7,532	4,515
3701. Lines 23 and 29 from 2000 Annual Statement .....		0
3702. Change in P M L Liability .....		8,400
3703. ....		
3798. Summary of remaining write-ins for Line 37 from overflow page .....	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above) .....	0	8,400

**CASH FLOW**

	1	2
	Current Year	Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance .....	31,206,839	33,762,539
2. Net investment income .....	978,932	967,357
3. Miscellaneous income .....	7,532	54,640
4. Total (Lines 1 through 3) .....	32,193,303	34,784,536
5. Benefit and loss related payments .....	11,626,337	13,094,497
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	15,176,711	11,081,479
8. Dividends paid to policyholders .....	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses) .....	749,999	2,218,541
10. Total (Lines 5 through 9) .....	27,553,047	26,394,517
11. Net cash from operations (Line 4 minus Line 10) .....	4,640,256	8,390,019
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	9,770,560	5,300,000
12.2 Stocks .....	0	0
12.3 Mortgage loans .....	0	0
12.4 Real estate .....	0	0
12.5 Other invested assets .....	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	0	0
12.7 Miscellaneous proceeds .....	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	9,770,560	5,300,000
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	10,446,587	10,261,863
13.2 Stocks .....	0	0
13.3 Mortgage loans .....	0	0
13.4 Real estate .....	0	0
13.5 Other invested assets .....	0	0
13.6 Miscellaneous applications .....	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	10,446,587	10,261,863
14. Net increase (decrease) in contract loans and premium notes .....	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	(676,027)	(4,961,863)
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....	0	0
16.2 Capital and paid in surplus, less treasury stock .....	0	0
16.3 Borrowed funds .....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0
16.5 Dividends to stockholders .....	4,500,000	5,600,000
16.6 Other cash provided (applied) .....	1,218,019	1,563,534
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	(3,281,981)	(4,036,466)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	682,248	(608,310)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	4,726,696	5,335,006
19.2 End of period (Line 18 plus Line 19.1) .....	5,408,944	4,726,696

Note: Supplemental disclosures of cash flow information for non-cash transactions:

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**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1 - PREMIUMS EARNED

Line of Business		1	2	3	4
		Net Premiums Written per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire .....	395,470	154,856	200,086	350,240
2.	Allied lines .....	3,537,079	1,378,806	1,789,401	3,126,484
3.	Farmowners multiple peril .....	0	0	0	0
4.	Homeowners multiple peril .....	0	0	0	0
5.	Commercial multiple peril .....	0	0	0	0
6.	Mortgage guaranty .....	0	0	0	0
8.	Ocean marine .....	0	0	0	0
9.	Inland marine .....	21,302,470	1,712,381	1,586,801	21,428,050
10.	Financial guaranty .....	0	0	0	0
11.1	Medical professional liability - occurrence .....	0	0	0	0
11.2	Medical professional liability - claims-made .....	0	0	0	0
12.	Earthquake .....	4,389,610	1,710,241	2,219,529	3,880,322
13.	Group accident and health .....	128,051	13,630	3,775	137,906
14.	Credit accident and health (group and individual) .....	0	0	0	0
15.	Other accident and health .....	301	0	45	256
16.	Workers' compensation .....	0	0	0	0
17.1	Other liability - occurrence .....	414,918	681,394	781,957	314,355
17.2	Other liability - claims-made .....	0	0	0	0
17.3	Excess workers' compensation .....	0	0	0	0
18.1	Products liability - occurrence .....	0	0	0	0
18.2	Products liability - claims-made .....	0	0	0	0
19.1, 19.2	Private passenger auto liability .....	0	0	0	0
19.3, 19.4	Commercial auto liability .....	0	0	0	0
21.	Auto physical damage .....	0	0	0	0
22.	Aircraft (all perils) .....	0	0	0	0
23.	Fidelity .....	0	0	0	0
24.	Surety .....	0	0	0	0
26.	Burglary and theft .....	0	0	0	0
27.	Boiler and machinery .....	0	0	0	0
28.	Credit .....	1,919,176	935,372	584,027	2,270,521
29.	International .....	0	0	0	0
30.	Warranty .....	0	0	0	0
31.	Reinsurance - nonproportional assumed property .....	0	0	0	0
32.	Reinsurance - nonproportional assumed liability .....	0	0	0	0
33.	Reinsurance - nonproportional assumed financial lines .....	0	0	0	0
34.	Aggregate write-ins for other lines of business .....	147,479	55	197	147,337
35.	<b>TOTALS</b>	<b>32,234,554</b>	<b>6,586,735</b>	<b>7,165,818</b>	<b>31,655,471</b>
<b>DETAILS OF WRITE-INS</b>					
3401.	.....	0	0	0	0
3402.	First Protector .....	147,479	55	197	147,337
3403.	.....	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	147,479	55	197	147,337

**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire .....	200,086				200,086
2.	Allied lines .....	1,789,401				1,789,401
3.	Farmowners multiple peril .....					0
4.	Homeowners multiple peril .....					0
5.	Commercial multiple peril .....					0
6.	Mortgage guaranty .....					0
8.	Ocean marine .....					0
9.	Inland marine .....	6	1,586,795			1,586,801
10.	Financial guaranty .....					0
11.1	Medical professional liability - occurrence .....					0
11.2	Medical professional liability - claims-made .....					0
12.	Earthquake .....	2,219,529				2,219,529
13.	Group accident and health .....	3,775				3,775
14.	Credit accident and health (group and individual) .....					0
15.	Other accident and health .....	45				45
16.	Workers' compensation .....					0
17.1	Other liability - occurrence .....		781,957			781,957
17.2	Other liability - claims-made .....					0
17.3	Excess workers' compensation .....					0
18.1	Products liability - occurrence .....					0
18.2	Products liability - claims-made .....					0
19.1, 19.2	Private passenger auto liability .....					0
19.3, 19.4	Commercial auto liability .....					0
21.	Auto physical damage .....					0
22.	Aircraft (all perils) .....					0
23.	Fidelity .....					0
24.	Surety .....					0
26.	Burglary and theft .....					0
27.	Boiler and machinery .....					0
28.	Credit .....		584,027			584,027
29.	International .....					0
30.	Warranty .....					0
31.	Reinsurance - nonproportional assumed property .....					0
32.	Reinsurance - nonproportional assumed liability .....					0
33.	Reinsurance - nonproportional assumed financial lines .....					0
34.	Aggregate write-ins for other lines of business	197	0	0	0	197
35.	<b>TOTALS</b>	<b>4,213,039</b>	<b>2,952,779</b>	<b>0</b>	<b>0</b>	<b>7,165,818</b>
36.	Accrued retrospective premiums based on experience .....					
37.	Earned but unbilled premiums .....					
38.	<b>Balance (Sum of Line 35 through 37)</b>					<b>7,165,818</b>
<b>DETAILS OF WRITE-INS</b>						
3401.	.....					0
3402.	First Protector .....	197				197
3403.	.....					
3498.	Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	197	0	0	0	197

(a) State here basis of computation used in each case Monthly Pro Rata .....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1+2+3-4-5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire .....	1,185,828			790,358		395,470
2. Allied lines .....	10,552,719			7,015,640		3,537,079
3. Farmowners multiple peril .....	0					0
4. Homeowners multiple peril .....	0					0
5. Commercial multiple peril .....	0					0
6. Mortgage guaranty .....	0					0
8. Ocean marine .....	0					0
9. Inland marine .....	22,277,597			521,905	453,222	21,302,470
10. Financial guaranty .....	0					0
11.1 Medical professional liability - occurrence .....						0
11.2 Medical professional liability - claims-made .....						0
12. Earthquake .....	13,143,838			8,754,228		4,389,610
13. Group accident and health .....	128,051					128,051
14. Credit accident and health (group and individual) .....	0					0
15. Other accident and health .....	1,242			941		301
16. Workers' compensation .....	0					0
17.1 Other liability - occurrence .....	414,918					414,918
17.2 Other liability - claims-made .....	0					0
17.3 Excess workers' compensation .....	0					0
18.1 Products liability - occurrence .....						0
18.2 Products liability - claims-made .....						0
19.1, 19.2 Private passenger auto liability .....	0					0
19.3, 19.4 Commercial auto liability .....	0					0
21. Auto physical damage .....	0					0
22. Aircraft (all perils) .....	0					0
23. Fidelity .....	0					0
24. Surety .....	0					0
26. Burglary and theft .....	0					0
27. Boiler and machinery .....	0					0
28. Credit .....	5,721,547			892,329	2,910,042	1,919,176
29. International .....						0
30. Warranty .....	0					0
31. Reinsurance - nonproportional assumed property .....	XXX					0
32. Reinsurance - nonproportional assumed liability .....	XXX					0
33. Reinsurance - nonproportional assumed financial lines .....	XXX					0
34. Aggregate write-ins for other lines of business .....	160,751	0	0	13,272	0	147,479
35. TOTALS	53,586,491	0	0	17,988,673	3,363,264	32,234,554
<b>DETAILS OF WRITE-INS</b>						
3401. ....						0
3402. First Protector .....	160,751			13,272		147,479
3403. ....						
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	160,751	0	0	13,272	0	147,479

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [ ] No [ X ]

If yes: 1. The amount of such installment premiums \$ .....

2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis \$ .....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A , Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire .....	532,910		532,910	0	0	0	0.0	
2. Allied lines .....	7,015		7,015	0	0	0	0.0	
3. Farmowners multiple peril .....	0			0	0	0	0.0	
4. Homeowners multiple peril .....	0			0	0	0	0.0	
5. Commercial multiple peril .....	0			0	0	0	0.0	
6. Mortgage guaranty .....	0			0	0	0	0.0	
8. Ocean marine .....	0			0	0	0	0.0	
9. Inland marine .....	11,169,999		8,994	11,161,005	7,022,657	5,866,928	12,316,734	57.5
10. Financial guaranty .....	0			0	0	0	0.0	
11.1 Medical professional liability - occurrence .....	0			0	0	0	0.0	
11.2 Medical professional liability - claims-made .....	0			0	0	0	0.0	
12. Earthquake .....	4,088		4,538	(450)	0	(450)	0.0	
13. Group accident and health .....	25,602			25,602	3,844	4,017	25,429	18.4
14. Credit accident and health (group and individual) .....	0			0	0	0	0.0	
15. Other accident and health .....	0			0	33,885	524	33,361	13,031.6
16. Workers' compensation .....	0			0	0	0	0.0	
17.1 Other liability - occurrence .....	15,805		1,144	14,661	0	17,456	(2,795)	(0.9)
17.2 Other liability - claims-made .....	0			0	0	0	0.0	
17.3 Excess workers' compensation .....	0			0	0	0	0.0	
18.1 Products liability - occurrence .....	0			0	0	0	0.0	
18.2 Products liability - claims-made .....	0			0	0	0	0.0	
19.1, 19.2 Private passenger auto liability .....	0			0	0	0	0.0	
19.3, 19.4 Commercial auto liability .....	0			0	0	0	0.0	
21. Auto physical damage .....	0			0	0	0	0.0	
22. Aircraft (all perils) .....	0			0	0	0	0.0	
23. Fidelity .....	0			0	0	0	0.0	
24. Surety .....	0			0	0	0	0.0	
26. Burglary and theft .....	0			0	0	0	0.0	
27. Boiler and machinery .....	0			0	0	0	0.0	
28. Credit .....	416,666		218,374	198,292	257,378	396,397	59,273	2.6
29. International .....	0			0	0	0	0.0	
30. Warranty .....	0			0	0	0	0.0	
31. Reinsurance - nonproportional assumed property .....	XXX			0	0	0	0.0	
32. Reinsurance - nonproportional assumed liability .....	XXX			0	0	0	0.0	
33. Reinsurance - nonproportional assumed financial lines .....	XXX			0	0	0	0.0	
34. Aggregate write-ins for other lines of business .....	0	0	86	(86)	4,826	4,831	(91)	(0.1)
35. TOTALS .....	12,172,085	0	773,061	11,399,024	7,322,590	6,290,153	12,431,461	39.3
<b>DETAILS OF WRITE-INS</b>								
3401. ....		0	0	0		0	0	
3402. First Protector .....		0	86	(86)	4,826	4,831	(91)	
3403. ....		0	0	0		0	0	
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0	0	
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	0	86	(86)	4,826	4,831	(91)	

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**UNDERWRITING AND INVESTMENT EXHIBIT**

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses			Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed			7 Reinsurance Ceded
1. Fire .....	25,850		25,850	0	131,854		131,854	0
2. Allied lines .....	5,170		5,170	0	504,614		504,614	0
3. Farmowners multiple peril .....				0				0
4. Homeowners multiple peril .....				0				0
5. Commercial multiple peril .....				0				0
6. Mortgage guaranty .....				0				0
8. Ocean marine .....				0				0
9. Inland marine .....	6,108,590			6,108,590	940,329		26,262	7,022,657
10. Financial guaranty .....				0				0
11.1 Medical professional liability - occurrence .....				0				0
11.2 Medical professional liability - claims-made .....				0				0
12. Earthquake .....	10,340		10,340	0	627,895		627,895	0
13. Group accident and health .....				0	3,844			(a) 3,844
14. Credit accident and health (group and individual) .....				0				0
15. Other accident and health .....	2,832		0	2,832	31,053			(a) 33,885
16. Workers' compensation .....				0				0
17.1 Other liability - occurrence .....				0				0
17.2 Other liability - claims-made .....				0				0
17.3 Excess workers' compensation .....				0				0
18.1 Products liability - occurrence .....				0				0
18.2 Products liability - claims-made .....				0				0
19.1, 19.2 Private passenger auto liability .....				0				0
19.3, 19.4 Commercial auto liability .....				0				0
21. Auto physical damage .....				0				0
22. Aircraft (all perils) .....				0				0
23. Fidelity .....				0				0
24. Surety .....				0				0
26. Burglary and theft .....				0				0
27. Boiler and machinery .....				0				0
28. Credit .....	106,770		63,945	42,825	456,419		241,866	257,378
29. International .....				0				0
30. Warranty .....				0				0
31. Reinsurance - nonproportional assumed property .....	XXX			0	XXX			0
32. Reinsurance - nonproportional assumed liability .....	XXX			0	XXX			0
33. Reinsurance - nonproportional assumed financial lines .....	XXX			0	XXX			0
34. Aggregate write-ins for other lines of business .....	0	0	0	0	4,826	0	0	4,826
35. TOTALS .....	6,259,552	0	105,305	6,154,247	2,700,834	0	1,532,491	7,322,590
<b>DETAILS OF WRITE-INS</b>								
3401. ....				0				0
3402. First Protector .....				0	4,826			4,826
3403. ....								
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	0	0	0	4,826	0	0	4,826

(a) Including \$ ..... for present value of life indemnity claims.

**UNDERWRITING AND INVESTMENT EXHIBIT**

## PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct .....				0
1.2 Reinsurance assumed .....				0
1.3 Reinsurance ceded .....				0
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3) .....	0	0	0	0
2. Commission and brokerage:				
2.1 Direct excluding contingent .....		7,902,858		7,902,858
2.2 Reinsurance assumed, excluding contingent .....				0
2.3 Reinsurance ceded, excluding contingent .....		1,779,217		1,779,217
2.4 Contingent - direct .....		554,000		554,000
2.5 Contingent - reinsurance assumed .....				0
2.6 Contingent - reinsurance ceded .....				0
2.7 Policy and membership fees .....				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) .....	0	6,677,641	0	6,677,641
3. Allowances to managers and agents .....				0
4. Advertising .....	32,873	80,211		113,084
5. Boards, bureaus and associations .....	3,106	10,362		13,468
6. Surveys and underwriting reports .....				0
7. Audit of assureds' records .....				0
8. Salary and related items:				
8.1 Salaries .....	587,260	4,532,930		5,120,190
8.2 Payroll taxes .....	41,418	248,525		289,943
9. Employee relations and welfare .....	72,999	401,812		474,811
10. Insurance .....				0
11. Directors' fees .....		14,500		14,500
12. Travel and travel items .....	80,851	209,233		290,084
13. Rent and rent items .....	344	324,832		325,176
14. Equipment .....	1,417	35,002		36,419
15. Cost or depreciation of EDP equipment and software .....				0
16. Printing and stationery .....	5,916	53,619		59,535
17. Postage, telephone and telegraph, exchange and express .....	6,867	100,114		106,981
18. Legal and auditing .....	10,348	64,604		74,952
19. Totals (Lines 3 to 18) .....	843,399	6,075,744	0	6,919,143
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$ .....		29,315		29,315
20.2 Insurance department licenses and fees .....		50,675		50,675
20.3 Gross guaranty association assessments .....				0
20.4 All other (excluding federal and foreign income and real estate) .....		6,483		6,483
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) .....	0	86,473	0	86,473
21. Real estate expenses .....				0
22. Real estate taxes .....				0
23. Reimbursements by uninsured plans .....				0
24. Aggregate write-ins for miscellaneous expenses .....	591,384	1,295,324	10,737	1,897,445
25. Total expenses incurred .....	1,434,783	14,135,182	10,737	15,580,702
26. Less unpaid expenses - current year .....	105,053	2,154,889		2,259,942
27. Add unpaid expenses - prior year .....	99,554	1,767,134		1,866,688
28. Amounts receivable relating to uninsured plans, prior year .....				0
29. Amounts receivable relating to uninsured plans, current year .....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	1,429,284	13,747,427	10,737	15,187,448
<b>DETAILS OF WRITE-INS</b>				
2401. Other Expenses .....	591,384	1,295,324	10,737	1,897,445
2402. ....				
2403. ....				
2498. Summary of remaining write-ins for Line 24 from overflow page .....	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)	591,384	1,295,324	10,737	1,897,445

(a) Includes management fees of \$ ..... to affiliates and \$ ..... to non-affiliates.

## EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds .....	(a) 811,213	788,393
1.1 Bonds exempt from U.S. tax .....	(a) 32,836	32,817
1.2 Other bonds (unaffiliated) .....	(a) 127,574	80,604
1.3 Bonds of affiliates .....	(a) .....	.....
2.1 Preferred stocks (unaffiliated) .....	(b) .....	.....
2.11 Preferred stocks of affiliates .....	(b) .....	.....
2.2 Common stocks (unaffiliated) .....	.....	.....
2.21 Common stocks of affiliates .....	.....	.....
3. Mortgage loans .....	(c) .....	.....
4. Real estate .....	(d) .....	.....
5. Contract loans .....	.....	.....
6. Cash, cash equivalents and short-term investments .....	(e) 34,967	26,258
7. Derivative instruments .....	(f) .....	.....
8. Other invested assets .....	.....	.....
9. Aggregate write-ins for investment income .....	0	0
10. Total gross investment income .....	1,006,590	928,072
11. Investment expenses .....	.....	(g) 10,737
12. Investment taxes, licenses and fees, excluding federal income taxes .....	.....	(g) 0
13. Interest expense .....	.....	(h) .....
14. Depreciation on real estate and other invested assets .....	.....	(i) .....
15. Aggregate write-ins for deductions from investment income .....	.....	0
16. Total deductions (Lines 11 through 15) .....	.....	10,737
17. Net investment income (Line 10 minus Line 16) .....	.....	917,335
<b>DETAILS OF WRITE-INS</b>		
0901. ....	.....	.....
0902. ....	.....	.....
0903. ....	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page .....	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	0	0
1501. ....	.....	.....
1502. ....	.....	.....
1503. ....	.....	.....
1598. Summary of remaining write-ins for Line 15 from overflow page .....	.....	0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above) .....	.....	0

- (a) Includes \$ 59,611 accrual of discount less \$ 42,690 amortization of premium and less \$ 18,000 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
- (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

## EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds .....	0	0	0	0	0
1.1 Bonds exempt from U.S. tax .....	.....	.....	.....	.....	.....
1.2 Other bonds (unaffiliated) .....	456,090	0	456,090	0	0
1.3 Bonds of affiliates .....	0	0	0	0	0
2.1 Preferred stocks (unaffiliated) .....	0	0	0	0	0
2.11 Preferred stocks of affiliates .....	0	0	0	0	0
2.2 Common stocks (unaffiliated) .....	0	0	0	0	0
2.21 Common stocks of affiliates .....	0	0	0	0	0
3. Mortgage loans .....	0	0	0	0	0
4. Real estate .....	0	0	0	0	0
5. Contract loans .....	0	0	0	0	0
6. Cash, cash equivalents and short-term investments .....	0	0	0	0	0
7. Derivative instruments .....	0	0	0	0	0
8. Other invested assets .....	0	0	0	0	0
9. Aggregate write-ins for capital gains (losses) .....	0	0	0	0	0
10. Total capital gains (losses) .....	456,090	0	456,090	0	0
<b>DETAILS OF WRITE-INS</b>					
0901. ....	.....	.....	.....	.....	.....
0902. ....	.....	.....	.....	.....	.....
0903. ....	.....	.....	.....	.....	.....
0998. Summary of remaining write-ins for Line 9 from overflow page .....	0	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	0	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**EXHIBIT OF NON-ADMITTED ASSETS**

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D) .....			0
2. Stocks (Schedule D):			
2.1 Preferred stocks .....			0
2.2 Common stocks .....			0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens .....			0
3.2 Other than first liens .....			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company .....			0
4.2 Properties held for the production of income .....			0
4.3 Properties held for sale .....			0
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA) .....			0
6. Contract loans .....			0
7. Derivatives (Schedule DB) .....			0
8. Other invested assets (Schedule BA) .....			0
9. Receivables for securities .....			0
10. Securities lending reinvested collateral assets (Schedule DL) .....			0
11. Aggregate write-ins for invested assets .....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	0	0	0
13. Title plants (for Title insurers only) .....			0
14. Investment income due and accrued .....			0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection .....	7,123	49,876	42,753
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due .....			0
15.3 Accrued retrospective premiums .....			0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers .....			0
16.2 Funds held by or deposited with reinsured companies .....			0
16.3 Other amounts receivable under reinsurance contracts .....			0
17. Amounts receivable relating to uninsured plans .....			0
18.1 Current federal and foreign income tax recoverable and interest thereon .....			0
18.2 Net deferred tax asset .....		0	0
19. Guaranty funds receivable or on deposit .....			0
20. Electronic data processing equipment and software .....			0
21. Furniture and equipment, including health care delivery assets .....	61,808	81,677	19,869
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0
23. Receivables from parent, subsidiaries and affiliates .....			0
24. Health care and other amounts receivable .....			0
25. Aggregate write-ins for other than invested assets .....	0	8,871	8,871
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	68,931	140,424	71,493
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0
28. Total (Lines 26 and 27)	68,931	140,424	71,493
<b>DETAILS OF WRITE-INS</b>			
1101. ....			
1102. ....			
1103. ....			
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0	0
2501. MISCELLANEOUS ACCOUNTS RECEIVABLE .....		0	0
2502. PREPAID EXPENSE .....		8,871	8,871
2503. OTHER ACCRUAL .....		0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	0	8,871	8,871

## NOTES TO FINANCIAL STATEMENTS

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### A. Accounting Practices

The financial statements of Caribbean American Property Insurance Company (the "Company") have been prepared in conformity with the accounting practices prescribed or permitted by the National Association of Insurance Commissioners and the Commonwealth of Puerto Rico.

#### B. Use of Estimates in the Preparation of the Financial Statements

The preparation of the financial statements in conformity with Statements of Statutory Accounting Principles ("SSAP") requires management to make estimates and assumptions that affect the amounts of assets and liabilities. Actual results could differ from these estimates.

#### C. Accounting Policy

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed principally on a monthly pro rata basis for direct business. Expenses incurred in connection with acquiring new insurance business are charged to expense as incurred.

In addition, the company uses the following accounting policies:

1. Short-term investments are stated at amortized cost.
2. Bonds are stated at amortized cost using the modified scientific method of amortization. Bonds that are deemed ineligible to be held at amortized cost by the NAIC Securities Valuation Office ("SVO") are held at the lower of book value or fair value .
3. The Company does not have Common Stocks.
4. The Company does not have Preferred Stocks.
5. The Company does not have Mortgage loans on real estate.
6. The Company does not have Loan-backed securities.
7. The Company does not have Investments in subsidiaries.
8. The Company has no interests in partnership.
9. The Company has no investment in derivatives.
10. The Company anticipates investment income as a factor in the premium deficiency calculation. No premium deficiency was recorded in 2012 and 2011.
11. Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.
12. The Company has not changed its capitalization policy from prior period.

### 2. ACCOUNTING CHANGES & CORRECTIONS OF ERRORS

A. None.

### 3. BUSINESS COMBINATIONS AND GOODWILL

A. Statutory Purchase Method - None.

B. Statutory Merger - None.

C. Impairment Loss - None.

### 4. DISCOUNTED OPERATIONS

None

### 5. INVESTMENTS

A. Mortgage Loans - None

B. Debt Restructuring - None

C. Reverse Mortgages - None

D. Loan-Backed Securities - None

E. Repurchase Agreements - None

F. Real Estate Impairments and Retail Land Sales - None

G. Low Income Housing Tax Credits - None

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**NOTES TO FINANCIAL STATEMENTS**

**6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES**

A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies.

B. Write-downs for Impairments

Not applicable.

**7. INVESTMENT INCOME**

A. Accrued Investment Income

All investment income due and accrued over 90 days past due is non-admitted and subsequently excluded from surplus.

B. Amounts Nonadmitted

The Company did not have any non-admitted due and accrued investment income at December 31, 2012.

**8. DERIVATIVE INSTRUMENTS**

The Company does not have any derivative instruments.

**9. INCOME TAXES**

A. The components of the net deferred tax assets/ (liability) at December 31 are as follow:

	<u>2012</u>	<u>2011</u>
1. Total gross deferred tax assets	18,542	24,503
2. Total gross deferred tax liabilities	-	-
3. Nonadmitted deferred tax assets	-	-
4. Net admitted deferred tax assets	18,542	24,503
5. Decrease (increase) in Nonadmitted deferred tax assets	-	-

B. Unrecognized Deferred Tax Liabilities

None

C. Current Tax and Change in Deferred Tax

	<u>2012</u>	<u>2011</u>
Current Tax on operations	634,325	1,706,191
Current Tax on realized capital gains	-	-
<b>Total Current Income Tax Incurred</b>	<b>\$634,325</b>	<b>\$1,706,191</b>

The main components of the 2011 deferred tax amounts are as follow:

	<u>2012</u>	<u>2011</u>
Deferred Tax Assets		
Nonadmitted assets	18,542	24,503
Special Tax	-	-
Nonadmitted Deferred Tax Assets	-	-
Deferred Tax Liabilities		
Unrealized capital gains	-	-
<b>Net Admitted Deferred Tax Assets</b>	<b>\$18,542</b>	<b>\$24,503</b>

D. Among the more significant book to tax adjustments were the following:

	<u>Amount</u>	<u>Tax Effect</u>
Income before taxes	4,563,677	1,142,905
Disallowed Meals & Entertainment	27,493	6,885
Disallowed Depreciation	9,023	2,260
Exempt Interest, Net of Dis. G & A expenses	(892,351)	(223,476)
Other Expenses	-	-
Capital Gain	-	68,413
Catastrophic Reserve Deposit	(429,333)	(107,520)
Prior Year Adjustment	-	(152,869)
Tax Credit Purchase	-	(102,273)
<b>Taxable Income</b>	<b>\$3,734,599</b>	<b>\$634,325</b>

## NOTES TO FINANCIAL STATEMENTS

### E. Operating Loss and Tax Credit Carryforward

1. As of December 31, 2012 the Company had no operating loss carryforward that will expire. As of December 31, 2011 the Company has no Net Capital Loss Carryforward.

2. None.

3. None.

### F. Consolidated Federal Income Tax Return

1. Not applicable.

2. Not applicable.

## 10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

A, B & C. The Company is a member of a group of affiliates companies and has extensive transactions and relationships with members of the group. The Company's receivable and payable from/to parent and affiliates relate primarily to certain administrative expenses incurred by the Company and/or its parent and affiliates on behalf of each other. During 2012 and 2011, expenses of approximately \$985,000 and \$816,000 respectively were allocated to the Company by Caribbean American Life Assurance Company, an affiliate insurance company. Also, during 2012 and 2011 the Company charged to Caribbean American Life Assurance Company expenses of approximately \$882,000 and \$2,364,000 respectively.

The receivable from or payable to affiliates results primarily from premiums collected by the Company on behalf of its affiliates, as well as premiums collected by its affiliates on behalf the Company. An affiliate of the Company receives one remittance from its clients in payment of all the premiums. The Company records its respective premium revenues of the products it underwrites. The cash remittances related to these transactions are collected by an affiliate of the Company and then settled monthly among all affiliated companies.

D. At December 31, 2012, the Company reported \$792,212 and \$2,352,903 as amounts due from and due to, respectively, parent and affiliates. The terms of the settlement require that these amounts are settled within 30 days of each month.

E. None.

F. The Company has a service agreement with affiliates for Information Technology services. The Company paid \$171,648 for those services in 2012 and 2011.

G. The Company is 74% directly owned by Assurant Solutions Holding of PR, Inc. an insurance holding company domiciled in the Commonwealth of Puerto Rico and 26% directly owned by Caribbean American Life Assurance Company, an affiliate insurance company domiciled in the Commonwealth of Puerto Rico. Caribbean American Life Assurance Company is directly owned by Assurant Solutions Holding of PR, Inc, which is directly owned by Assurant International Division Limited, which is a subsidiary of ABI International and Protection Holding Company.

The Company has 676,361 shares class A issue and outstanding, of which 676,336 are owned by Assurant Solutions Holding of PR, Inc, an insurance holding company domiciled in the Commonwealth of Puerto Rico and the remaining 25 shares are owned by several officers. All outstanding class B shares are owned by Caribbean American Life Assurance Company, an affiliate insurance company domiciled in the Commonwealth of Puerto Rico.

H. Not applicable.

I. Not applicable.

J. Not applicable.

K. Not applicable.

L. Not applicable.

## 11. DEBT

A. None.

B. None

## 12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

### A. Defined Benefit Plan

The Company is an indirect wholly - owned subsidiary of Assurant, Inc., which sponsors a qualified, noncontributory defined benefit pension plan covering substantially all of its domestic employees. The Company provides a "Retiree Premium Reimbursement Plan" to cover the cost of accident and health coverage after the employee reach 55 years and 10 years of service. The total accrued pension cost for 2012 and 2011 was \$52,454 and \$45,117 respectively. The Company elected to amortize the transition obligation over a 20 years period.

## NOTES TO FINANCIAL STATEMENTS

### B. Defined Contributions Plan

The Company sponsors a defined contribution plan covering substantially all of its domestic employees. Employees may contribute up to 10% of salary and the Company match up to 7% depending on years of service and is fully vested after 3 years of service. The Company matching contribution for 2012 and 2011 was \$162,455 and \$159,292 respectively.

### C. Multiemployer Plan

Not applicable.

### D. Consolidated / Holding Company Plans

The Parent sponsors a qualified, noncontributory defined benefit pension plan covering substantially all of its domestic employees. The Company has no legal obligation for benefits under this plan. Benefits are based on years of service and the final average salary based on the highest 5 years of salary during the last 10 years of service.

### E. Postemployment Benefits and Compensated Absences

The Company accrued the liability for Postemployment Benefits and for earned but unpaid vacation.

### F. Impact of Medicare Modernization Act on Postretirement benefits

Not Applicable.

## 13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

1. The Company has 5,000,000 shares of class A and 5,000,000 shares of class B of \$5.00 par value common stock authorized and 910,000 shares issued and outstanding. The Company has 500,000 preferred stock authorized and no stock issue or outstanding.
2. The Company has no preferred stock outstanding.
3. Dividends on Company stock are paid as declared by its Board of Directors.
4. The Company paid dividends in the amount of \$4,500,000 during 2012 and \$5,600,000 during 2011.
5. According to the by-laws of the Company, all statutory profits earned may be paid out as dividends to stockholders.
6. There are no restrictions on the unassigned surplus funds and the funds are held for the benefit of both Company policyholders and stockholders.
7. The Company has no advances to surplus.
8. The Company holds no shares of stocks for special purposes.
9. Changes in special surplus funds is mainly due to change in value of investments in the catastrophic reserve.
10. The portion of unassigned funds represented by unrealized gains and (losses) was \$0 for 2012 and 2011.
11. The Company does not have any surplus debentures or similar obligations.
12. Not applicable.
13. Not applicable.

## 14. CONTINGENCIES

- A. Contingent Commitments - None.
- B. Guaranty Fund and Other Assessments - None.
- C. Gain Contingencies - None.
- D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming From Lawsuit - None.
- E. Product Warranties - None.
- F. All Other Contingencies

The Company is involved with a number of cases in the ordinary course of business relating to insurance matters or, more frequently, certain corporate matters. Generally, the Company's liability is limited to specific amounts relating to insurance or policy coverage for which provision has been made in the financial statements. Other cases involve general corporate matters which generally do not represent significant contingencies for the Company.

As part of the Company's ongoing monitoring process, the Company regularly reviews its investment portfolio to ensure that investments that may be other-than temporarily impaired are identified on a timely basis and that any other-than-temporary impairment is charged against earnings in the proper period. The Company has reviewed these securities and doesn't identify any impairments that need to be recorded as of December 31, 2012.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**NOTES TO FINANCIAL STATEMENTS**

**15. LEASES**

A. Lessee Operating Lease

Not applicable.

B. Lessor Leasing Arrangements

1. Operating Leases - Not applicable

2. Leverages Leases - Not applicable.

**16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK**

The Company does not have any financial instruments with Off-Balance Sheet Risk.

**17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES**

A. The Company does not have any transfer or receivable reported as sales.

B. Transfer and Servicing of Financial Assets - None.

C. Wash Sales - None.

**18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS**

A. Administrative Services Only Plans - Not applicable.

B. Administrative Services Contracts Plans - Not applicable.

C. Medicare or Other Similarly Cost Based Reimbursement Contract - Not applicable.

**19. DIRECT PREMIUM WRITTEN BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS**

None

**20. FAIR VALUE MEASUREMENTS**

Not applicable.

**21. OTHER ITEMS**

A. Extraordinary items

None

B. Trouble Debt Restructuring

None

C. Other Disclosure

As required by law # 73 of the Commonwealth of Puerto Rico Commissioner of Insurance, a Catastrophe Reserve was maintained in the amount of \$3,621,106 (Statement Value). The amounts deposited in prior years are included as short / long term investment in the balance sheet. Reserves were included as a special surplus fund and reduced from the unassigned funds (surplus).

D. Uncollectible Premiums Receivable

Premiums and agents' balance in course of collection reported on Page 2, Line 15.1 is \$7,119,300. The balance includes the following amounts:

Premiums and agents' balance	\$7,126,423
Nonadmitted agents' balance	(\$7,123)
<b>Admitted Agents' Balance</b>	<b>\$7,119,300</b>

E. Business Interruption Insurance Recoveries

None

F. State Transferable Tax Credits

None

G. Subprime Mortgage Related Risk Exposure

Not Applicable.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**NOTES TO FINANCIAL STATEMENTS**

**22. EVENTS SUBSEQUENT**

None.

**23. REINSURANCE**

A. As of December 31, 2012 the Company has no Unsecured Reinsurance Recoverable.

B. The Company has no reinsurance recoverable on paid and unpaid (including IBNR) losses in dispute that exceed 5% of the Company's policyholder surplus or that exceed 10% of all disputed items.

C. Reinsurance Assumed and Ceded

1. Had all the company's reinsurance agreements been cancelled at December 31, 2012, the Company would have had to return a total of \$15,236 in unearned ceding commissions to its reinsurers. In turn, its reinsurers would have had to return \$8,473,347 in unearned premiums to the Company.

	<u>ASSUMED</u>		<u>CEDED</u>		<u>NET</u>	
	Unearned Premium Reserve	Commission Equity	Unearned Premium Reserve	Commission Equity	Unearned Premium Reserve	Commission Equity
a. Affiliates			\$8,435,502		(\$8,435,502)	
b. All other			37,845	15,236	(37,845)	(15,236)
<b>c. Total</b>			<b>\$8,473,347</b>	<b>\$15,236</b>	<b>(\$8,473,347)</b>	<b>(\$15,236)</b>
<b>d. Direct UPR</b>						<b><u>\$15,639,165</u></b>

2. The Company does not have any additional or return commissions, predicated on loss experience or on any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements.

3. The Company has no protected cells.

D. Uncollectible Reinsurance

The Company did not write off any current year balance due.

E. Commutation of Ceded Reinsurance

The Company has not reported any amounts in its operations during 2012 as a result of commutation of Reinsurance.

F. Retroactive Reinsurance

The Company does not have any retroactive reinsurance.

G. Reinsurance Accounted for as a Deposit

Not applicable.

H. Disclosures for the Transfer of Property and Casualty Run-off Agreements

None.

**24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION**

The Company does not have any retrospective reinsurance.

**25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES**

Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years decreased by \$1.9M. Decrease is mainly due to the result of re-estimation of unpaid losses and loss adjustment expenses principally on Special Property line of insurance. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

(000's omitted) (Line of Business)	2011 Calendar Year Losses and LAE Incurred			2011 Loss Year Losses and LAE	Shortage (Redundancy)
	Losses	LAE		LAE	
	Incurred	Incurred	Totals	Incurred	
Special Property	12,317	1,390	13,707	15,369	(1,662)
Accident and Health	85	46	131	383	(252)
Other Liability - Occurrence	25	(2)	23	17	6
<b>Totals</b>	<b>12,427</b>	<b>1,434</b>	<b>13,861</b>	<b>15,769</b>	<b>(1,908)</b>

## NOTES TO FINANCIAL STATEMENTS

**26. INTERCOMPANY POOLING ARRANGEMENTS**

The Company does not have any intercompany pooling arrangements.

**27. STRUCTURED SETTLEMENTS**

The Company does not have any structured settlements.

**28. HEALTH CARE RECEIVABLES**

Not applicable.

**29. PARTICIPATING POLICIES**

Not applicable.

**30. PREMIUM DEFICIENCY RESERVES**

Not applicable.

**31. HIGH DEDUCTIBLES**

Not applicable.

**32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES**

The Company does not discount the liability for unpaid losses and unpaid loss adjustment expense.

**33. ASBESTOS / ENVIROMENTAL RESERVES**

A. Not applicable.

B. Not applicable.

C. Not applicable.

D. Not applicable.

E. Not applicable.

F. Not applicable.

**34. SUBSCRIBER SAVINGS ACCOUNTS**

Not applicable.

**35. MULTIPLE PERIL CROP INSURANCE**

Not applicable.

**36. FINANCIAL GUARANTY INSURANCE**

Not Applicable.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

**N O N E**

Note 27 - Structured Settlements

**N O N E**

Note 28 - Health Care Receivables

**N O N E**

Note 30 - Premium Deficiency Reserves

**N O N E**

Note 32 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

**N O N E**

Note 33 - Asbestos/Environmental Reserves

**N O N E**

Note 36 - Financial Guaranty Insurance

**N O N E**

# GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? ..... Yes [ X ] No [ ]
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? ..... Yes [ X ] No [ ] N/A [ ]
- 1.3 State Regulating? ..... Puerto Rico
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? ..... Yes [ ] No [ X ]
- 2.2 If yes, date of change: .....
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .... 12/31/2010
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. .... 12/31/2010
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). .... 01/10/2011
- 3.4 By what department or departments?  
Insurance Commissioner of Puerto Rico .....
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? ..... Yes [ ] No [ ] N/A [ X ]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes [ X ] No [ ] N/A [ ]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.11 sales of new business? ..... Yes [ ] No [ X ]  
4.12 renewals? ..... Yes [ ] No [ X ]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.21 sales of new business? ..... Yes [ ] No [ X ]  
4.22 renewals? ..... Yes [ ] No [ X ]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes [ ] No [ X ]
- 5.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.
- | 1              | 2                 | 3                 |
|----------------|-------------------|-------------------|
| Name of Entity | NAIC Company Code | State of Domicile |
|                |                   |                   |
- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? ..... Yes [ ] No [ X ]
- 6.2 If yes, give full information:  
.....
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? ..... Yes [ ] No [ X ]
- 7.2 If yes,  
7.21 State the percentage of foreign control; ..... %  
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1	2
Nationality	Type of Entity

## GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? ..... Yes [ ] No [ X ]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.  
.....
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? ..... Yes [ ] No [ X ]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
PriceWaterhouseCoopers LLP  
254 Munoz Rivera  
Oriental Tower Suite 900 Hato Rey, PR 00918
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? ..... Yes [ ] No [ X ]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:  
.....
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? ..... Yes [ ] No [ X ]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:  
.....
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? ..... Yes [ X ] No [ ] N/A [ ]
- 10.6 If the response to 10.5 is no or n/a, please explain  
.....
11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?  
Celso Moreira .....
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? ..... Yes [ ] No [ X ]
- 12.11 Name of real estate holding company .....
- 12.12 Number of parcels involved .....
- 12.13 Total book/adjusted carrying value ..... \$ .....
- 12.2 If, yes provide explanation:  
.....
- 13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?  
.....
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? ..... Yes [ ] No [ ]
- 13.3 Have there been any changes made to any of the trust indentures during the year? ..... Yes [ ] No [ ]
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? ..... Yes [ ] No [ ] N/A [ ]
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? ..... Yes [ X ] No [ ]
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.
- 14.11 If the response to 14.1 is No, please explain:  
.....
- 14.2 Has the code of ethics for senior managers been amended? ..... Yes [ ] No [ X ]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).  
.....
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? ..... Yes [ ] No [ X ]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).  
.....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**GENERAL INTERROGATORIES**

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? ..... Yes [ ] No [ X ]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount

**BOARD OF DIRECTORS**

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? ..... Yes [ X ] No [ ]
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? ..... Yes [ X ] No [ ]
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? ..... Yes [ X ] No [ ]

**FINANCIAL**

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? ..... Yes [ ] No [ X ]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- |   |          |
|---|----------|
| 20.11 To directors or other officers.....               | \$ ..... |
| 20.12 To stockholders not officers.....                 | \$ ..... |
| 20.13 Trustees, supreme or grand (Fraternal Only) ..... | \$ ..... |
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- |   |          |
|---|----------|
| 20.21 To directors or other officers.....               | \$ ..... |
| 20.22 To stockholders not officers.....                 | \$ ..... |
| 20.23 Trustees, supreme or grand (Fraternal Only) ..... | \$ ..... |
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? ..... Yes [ ] No [ X ]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- |                                 |          |
|---------------------------------|----------|
| 21.21 Rented from others.....   | \$ ..... |
| 21.22 Borrowed from others..... | \$ ..... |
| 21.23 Leased from others .....  | \$ ..... |
| 21.24 Other .....               | \$ ..... |
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? ..... Yes [ ] No [ X ]
- 22.2 If answer is yes:
- |   |
|---|
| 22.21 Amount paid as losses or risk adjustment \$ ..... |
| 22.22 Amount paid as expenses .....                     |
| 22.23 Other amounts paid .....                          |
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? ..... Yes [ X ] No [ ]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$ .....

**INVESTMENT**

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03)..... Yes [ X ] No [ ]
- 24.02 If no, give full and complete information relating thereto  
 .....
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)  
 .....
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? ..... Yes [ ] No [ ] N/A [ X ]
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. .... \$ .....
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs. .... \$ .....
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? ..... Yes [ ] No [ ] N/A [ X ]
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? ..... Yes [ ] No [ ] N/A [ X ]
- 24.09 Does the reporting entity or the reporting entity 's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? ..... Yes [ ] No [ ] N/A [ X ]

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**GENERAL INTERROGATORIES**

24.10 For the reporting entity's security lending program state the amount of the following as December 31 of the current year:

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 .....	\$ .....	0
24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 .....	\$ .....	0
24.103 Total payable for securities lending reported on the liability page .....	\$ .....	0

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). ..... Yes  No

25.2 If yes, state the amount thereof at December 31 of the current year:

25.21 Subject to repurchase agreements .....	\$ .....
25.22 Subject to reverse repurchase agreements .....	\$ .....
25.23 Subject to dollar repurchase agreements .....	\$ .....
25.24 Subject to reverse dollar repurchase agreements .....	\$ .....
25.25 Pledged as collateral .....	\$ .....
25.26 Placed under option agreements .....	\$ .....
25.27 Letter stock or other securities restricted as to sale .....	\$ .....
25.28 On deposit with state or other regulatory body .....	\$ .....5,176,689
25.29 Other .....	\$ .....

25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? ..... Yes  No

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? ..... Yes  No  N/A   
 If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? ..... Yes  No

27.2 If yes, state the amount thereof at December 31 of the current year. .... \$ .....

28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?..... Yes  No

28.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
Banco Popular de Puerto Rico .....	Popular Center 209, Ponce de Leon Avenue, San Juan, Puerto Rico 00918 .....

28.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?..... Yes  No

28.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

28.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of brokers/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository Number(s)	2 Name	3 Address

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**GENERAL INTERROGATORIES**

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])? Yes [ ] No [ X ]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 - Total		0

29.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds .....	30,630,381	32,227,243	1,596,862
30.2 Preferred stocks .....	0		0
30.3 Totals	30,630,381	32,227,243	1,596,862

30.4 Describe the sources or methods utilized in determining the fair values:

Fair Values are obtained from third party pricing services. For those that are not available from a third party services, fair value were obtained from broker or international analysis or the NAIC Security Valuation Office. ....

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? ..... Yes [ X ] No [ ]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? ..... Yes [ X ] No [ ]

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:  
 .....

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? ..... Yes [ X ] No [ ]

32.2 If no, list exceptions:  
 .....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**GENERAL INTERROGATORIES**

**OTHER**

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? .....\$ .....0

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
Insurance Service Office .....	2,521
.....	.....

34.1 Amount of payments for legal expenses, if any? .....\$ .....

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
O'Neill & Borges .....	13,035
Fiddler Gonzalez y Rodriguez .....	9,830
.....	.....

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? .....\$ .....

35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
.....	.....
.....	.....

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? ..... Yes [ ] No [ X ]

1.2 If yes, indicate premium earned on U. S. business only. .... \$ \_\_\_\_\_

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? ..... \$ \_\_\_\_\_  
 1.31 Reason for excluding  
 .....

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. .... \$ \_\_\_\_\_

1.5 Indicate total incurred claims on all Medicare Supplement Insurance. .... \$ \_\_\_\_\_ 0

1.6 Individual policies:

	Most current three years:	
1.61 Total premium earned .....	\$ .....	0
1.62 Total incurred claims .....	\$ .....	0
1.63 Number of covered lives .....		0
All years prior to most current three years		
1.64 Total premium earned .....	\$ .....	0
1.65 Total incurred claims .....	\$ .....	0
1.66 Number of covered lives .....		0

1.7 Group policies:

	Most current three years:	
1.71 Total premium earned .....	\$ .....	0
1.72 Total incurred claims .....	\$ .....	0
1.73 Number of covered lives .....		0
All years prior to most current three years		
1.74 Total premium earned .....	\$ .....	0
1.75 Total incurred claims .....	\$ .....	0
1.76 Number of covered lives .....		0

2. Health Test:

	1 Current Year	2 Prior Year
2.1 Premium Numerator .....		
2.2 Premium Denominator .....	31,655,471	32,382,202
2.3 Premium Ratio (2.1/2.2) .....	.000	.000
2.4 Reserve Numerator .....	44,730	18,557
2.5 Reserve Denominator .....	14,593,461	12,976,442
2.6 Reserve Ratio (2.4/2.5) .....	.003	.001

3.1 Does the reporting entity issue both participating and non-participating policies? ..... Yes [ ] No [ X ]

3.2 If yes, state the amount of calendar year premiums written on:

3.21 Participating policies .....	\$ .....	
3.22 Non-participating policies .....	\$ .....	

4. For mutual reporting Entities and Reciprocal Exchanges Only:

4.1 Does the reporting entity issue assessable policies? ..... Yes [ ] No [ ]

4.2 Does the reporting entity issue non-assessable policies? ..... Yes [ ] No [ ]

4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? ..... % \_\_\_\_\_

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. .... \$ \_\_\_\_\_

5. For Reciprocal Exchanges Only:

5.1 Does the Exchange appoint local agents? ..... Yes [ ] No [ ]

5.2 If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation.....	Yes [ ]	No [ ]	N/A [ ]
5.22 As a direct expense of the exchange.....	Yes [ ]	No [ ]	N/A [ ]

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?  
 .....

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? ..... Yes [ ] No [ ]

5.5 If yes, give full information  
 .....

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?  
The Company doesn't write workers' compensation. ....
- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process.  
Annually, this reporting entity transfers in force policy level insurance information to external sources for the purpose of identifying and monitoring exposure concentrations and estimating potential catastrophe related average annual and probable maximum loss. The analyses are performed by Benfield Group's Cat Analyst unit using the RMS nad AIR model. Installment Sales Floater and Wireless Equipment Protection Plan are mainly the insured exposures that comprise the probable maximum loss. ....
- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?  
To protect itself, the Company participates in a catastrophic reinsurance program and maintain a catastrophe reinsurance fund as required by Chapter 25 of the Insurance Code of Puerto Rico. ....
- 6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? ..... Yes [ X ] No [ ]
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss.  
.....
- 7.1 Has this reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss ratio cap, an aggregate limit or any similar provisions)? ..... Yes [ ] No [ X ]
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions: .....
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? ..... Yes [ ] No [ ]
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? ..... Yes [ ] No [ X ]
- 8.2 If yes, give full information  
.....
- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:  
(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;  
(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;  
(c) Aggregate stop loss reinsurance coverage;  
(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;  
(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or  
(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. .... Yes [ ] No [ X ]
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:  
(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or  
(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. .... Yes [ ] No [ X ]
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:  
(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;  
(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and  
(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 32 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:  
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or  
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? ..... Yes [ ] No [ X ]
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:  
(a) The entity does not utilize reinsurance; or, ..... Yes [ ] No [ X ]  
(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or ..... Yes [ ] No [ X ]  
(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement ..... Yes [ ] No [ X ]
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? ..... Yes [ ] No [ ] N/A [ X ]

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force? ..... Yes [ ] No [ X ]
- 11.2 If yes, give full information  
.....
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
- 12.11 Unpaid losses .....\$ .....
- 12.12 Unpaid underwriting expenses (including loss adjustment expenses) .....\$ .....
- 12.2 Of the amount on Line 15.3, Page 2, state the amount which is secured by letters of credit, collateral, and other funds .....\$ .....
- 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? ..... Yes [ ] No [ ] N/A [ X ]
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- 12.41 From ..... %
- 12.42 To ..... %
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? ..... Yes [ ] No [ X ]
- 12.6 If yes, state the amount thereof at December 31 of the current year:
- 12.61 Letters of credit .....\$ .....
- 12.62 Collateral and other funds.....\$ .....
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): .....\$ 235,000
- 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? ..... Yes [ X ] No [ ]
- 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount: .....2
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract? ..... Yes [ ] No [ X ]
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:  
.....
- 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? ..... Yes [ ] No [ ]
- 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? ..... Yes [ ] No [ ]
- 14.5 If the answer to 14.4 is no, please explain:  
.....
- 15.1 Has the reporting entity guaranteed any financed premium accounts? ..... Yes [ ] No [ X ]
- 15.2 If yes, give full information  
.....
- 16.1 Does the reporting entity write any warranty business? ..... Yes [ ] No [ X ]  
If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home .....					
16.12 Products .....					
16.13 Automobile .....					
16.14 Other*					

\* Disclose type of coverage:  
.....

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that it excludes from Schedule F - Part 5? ..... Yes [ ] No [ X ]

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F - Part 5. Provide the following information for this exemption:

17.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5 ..... \$ .....  
 17.12 Unfunded portion of Interrogatory 17.11 ..... \$ .....  
 17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11...\$ .....  
 17.14 Case reserves portion of Interrogatory 17.11 ..... \$ .....  
 17.15 Incurred but not reported portion of Interrogatory 17.11 ..... \$ .....  
 17.16 Unearned premium portion of Interrogatory 17.11 ..... \$ .....  
 17.17 Contingent commission portion of Interrogatory 17.11 ..... \$ .....

Provide the following information for all other amounts included in Schedule F - P art 3 and excluded from Schedule F - Part 5, not included above.

17.18 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5 ..... \$ .....  
 17.19 Unfunded portion of Interrogatory 17.18 ..... \$ .....  
 17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18...\$ .....  
 17.21 Case reserves portion of Interrogatory 17.18 ..... \$ .....  
 17.22 Incurred but not reported portion of Interrogatory 17.18 ..... \$ .....  
 17.23 Unearned premium portion of Interrogatory 17.18 ..... \$ .....  
 17.24 Contingent commission portion of Interrogatory 17.18 ..... \$ .....

18.1 Do you act as a custodian for health savings accounts? ..... Yes [ ] No [ X ]

18.2 If yes, please provide the amount of custodial funds held as of the reporting date. .... \$ .....

18.3 Do you act as an administrator for health savings accounts? ..... Yes [ ] No [ X ]

18.4 If yes, please provide the balance of funds administered as of the reporting date. .... \$ .....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**FIVE-YEAR HISTORICAL DATA**

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1 2012	2 2011	3 2010	4 2009	5 2008
<b>Gross Premiums Written (Page 8, Part 1B Cols. 1, 2 &amp; 3)</b>					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	414,918	365,414	279,270	222,743	0
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	47,159,982	48,455,186	28,465,485	29,790,909	27,208,577
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	6,011,591	6,016,770	6,448,935	7,011,332	8,991,809
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	53,586,491	54,837,370	35,193,690	37,024,984	36,200,386
<b>Net Premiums Written (Page 8, Part 1B, Col. 6)</b>					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	414,918	365,414	279,270	222,743	0
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	29,624,629	32,199,535	27,678,429	28,838,195	25,505,971
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	0	0	0	0	0
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	2,195,007	2,228,645	2,841,941	3,360,951	5,314,336
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	32,234,554	34,793,594	30,799,640	32,421,889	30,820,307
<b>Statement of Income (Page 4)</b>					
13. Net underwriting gain (loss) (Line 8)	3,654,045	6,386,438	8,148,893	7,591,803	6,843,783
14. Net investment gain or (loss) (Line 11)	1,373,425	992,464	999,803	1,118,398	1,502,421
15. Total other income (Line 15)	7,532	54,640	8,393	5,981	14,867
16. Dividends to policyholders (Line 17)					
17. Federal and foreign income taxes incurred (Line 19)	634,325	1,706,191	3,460,209	3,140,891	2,729,454
18. Net income (Line 20)	4,400,677	5,727,351	5,696,880	5,575,291	5,631,617
<b>Balance Sheet Lines (Pages 2 and 3)</b>					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	44,081,341	41,444,943	33,123,189	29,687,715	33,963,134
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	7,119,300	6,870,895	3,607,216	3,279,994	3,371,993
20.2 Deferred and not yet due (Line 15.2)	0	0	0	0	0
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	22,460,894	19,790,705	11,550,489	12,771,193	15,659,530
22. Losses (Page 3, Line 1)	7,322,590	6,290,153	5,140,076	5,203,034	5,842,581
23. Loss adjustment expenses (Page 3, Line 3)	105,053	99,554	130,572	141,311	165,829
24. Unearned premiums (Page 3, Line 9)	7,165,818	6,586,735	4,175,343	5,942,803	7,726,352
25. Capital paid up (Page 3, Lines 30 & 31)	4,550,000	4,550,000	4,550,000	4,550,000	4,550,000
26. Surplus as regards policyholders (Page 3, Line 37)	21,620,447	21,654,238	21,572,700	16,916,522	18,303,604
<b>Cash Flow (Page 5)</b>					
27. Net cash from operations (Line 11)	4,640,256	8,390,019	2,920,263	2,657,619	5,255,722
<b>Risk-Based Capital Analysis</b>					
28. Total adjusted capital	21,620,447	21,654,238	21,572,700	16,916,522	18,303,604
29. Authorized control level risk-based capital	5,135,495	3,326,158	2,095,062	1,604,342	1,766,189
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0</b>					
30. Bonds (Line 1)	84.4	85.6	81.2	88.4	86.5
31. Stocks (Lines 2.1 & 2.2)	0.0	0.0	0.0	0.0	0.0
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	0.0	0.0	0.0	0.0	0.0
34. Cash, cash equivalents and short-term investments (Line 5)	15.6	14.4	18.8	11.6	13.5
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	0.0	0.0	XXX	XXX
37. Other invested assets (Line 8)	0.0	0.0	0.0	0.0	0.0
38. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	XXX	XXX
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
42. Affiliated bonds (Schedule D, Summary, Line 12, Col. 1)		0	0	0	0
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)					0
44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)					0
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Lines 42 to 47	0	0	0	0	0
49. Total Investment in Parent included in Lines 42 to 47 above					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	0.0	0.0	0.0	0.0	0.0

**FIVE-YEAR HISTORICAL DATA**

(Continued)

	1 2012	2 2011	3 2010	4 2009	5 2008
<b>Capital and Surplus Accounts (Page 4)</b>					
51. Net unrealized capital gains (losses) (Line 24) .....				6,685	29,006
52. Dividends to stockholders (Line 35) .....	(4,500,000)	(5,600,000)	(1,000,000)	(7,000,000)	(7,500,000)
53. Change in surplus as regards policyholders for the year (Line 38) .....	(33,791)	81,538	4,656,178	(1,387,082)	(1,876,860)
<b>Gross Losses Paid (Page 9, Part 2, Cols. 1 &amp; 2)</b>					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) .....	15,805	3,542	8,484	0	0
55. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	11,714,012	12,902,216	14,720,344	18,010,969	12,290,032
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....	0	0	0	0	0
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....	442,268	759,537	1,488,906	2,006,789	2,082,211
58. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....	0	0	0	0	0
59. Total (Line 35) .....	12,172,085	13,665,295	16,217,734	20,017,758	14,372,243
<b>Net Losses Paid (Page 9, Part 2, Col. 4)</b>					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) .....	14,661	3,542	8,484	0	0
61. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	11,160,555	12,712,592	14,747,521	17,984,892	12,240,528
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....	0	0	0	0	0
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....	223,808	381,779	1,087,248	1,354,339	1,477,382
64. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....	0	0	0	0	0
65. Total (Line 35) .....	11,399,024	13,097,913	15,843,253	19,339,231	13,717,910
<b>Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0</b>					
66. Premiums earned (Line 1) .....	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2) .....	39.3	44.0	48.5	54.7	51.2
68. Loss expenses incurred (Line 3) .....	4.5	3.9	3.8	4.2	5.0
69. Other underwriting expenses incurred (Line 4) .....	44.7	32.4	22.7	19.0	22.5
70. Net underwriting gain (loss) (Line 8) .....	11.5	19.7	25.0	22.2	21.3
<b>Other Percentages</b>					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0) .....	43.8	30.0	24.0	20.0	23.4
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) .....	43.8	47.9	52.3	58.8	56.2
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0) .....	149.1	160.7	142.8	191.7	168.4
<b>One Year Loss Development (000 omitted)</b>					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11) .....	(2,081)	(1,419)	(1,193)	(835)	(335)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0) .....	(9.6)	(6.6)	(7.1)	(4.6)	(1.7)
<b>Two Year Loss Development (000 omitted)</b>					
76. Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12) .....	(1,831)	(1,311)	(1,712)	(385)	127
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0) .....	(8.5)	(7.7)	(9.4)	(1.9)	0.8

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? .....

Yes [ ] No [ ]

If no, please explain: .....



ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)**

NAIC Group Code 0019

Direct Business in the state of Puerto Rico

During the Year 2012

NAIC Company Code 30590

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		3 Dividends Paid or Credited to Policyholders on Direct Business	4 Direct Unearned Premium Reserves	5 Direct Losses Paid (deducting salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Direct Defense and Cost Containment Expense Paid	9 Direct Defense and Cost Containment Expense Incurred	10 Direct Defense and Cost Containment Expense Unpaid	11 Commissions and Brokerage Expenses	12 Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire .....	1,185,828	1,110,290		599,121	532,910	566,688	157,704				205,694	1,278
2.1 Allied lines .....	10,552,719	9,877,490		5,335,652	7,015	221,689	509,784				1,843,281	11,373
2.2 Multiple peril crop .....												
2.3 Federal flood .....												
3. Farmowners multiple peril .....												
4. Homeowners multiple peril .....												
5.1 Commercial multiple peril (non-liability portion) .....												
5.2 Commercial multiple peril (liability portion) .....												
6. Mortgage guaranty .....												
8. Ocean marine .....												
9. Inland marine .....	22,277,597	22,398,335		1,660,301	11,169,999	12,314,601	7,048,918				1,863,371	24,010
10. Financial guaranty .....												
11. Medical professional liability .....												
12. Earthquake .....	13,143,838	12,289,071		6,636,245	4,088	260,327	638,235				2,284,150	14,166
13. Group accident and health (b) .....	128,051	137,906		3,775	25,602	25,429	3,844				31,208	138
14. Credit accident and health (group and individual) .....												
15.1 Collectively renewable accident and health (b) .....												
15.2 Non-cancelable accident and health(b) .....												
15.3 Guaranteed renewable accident and health(b) .....												
15.4 Non-renewable for stated reasons only (b) .....												
15.5 Other accident only .....												
15.6 Medicare Title XVIII exempt from state taxes or fees .....												
15.7 All other accident and health (b) .....	1,242	1,197		45	0	931	33,885				347	1
15.8 Federal employees health benefits program premium (b) .....												
16. Workers' compensation .....												
17.1 Other Liability - occurrence .....	414,918	314,355		781,957	15,805	30,779	0					447
17.2 Other Liability - claims made .....												
17.3 Excess workers' compensation .....												
18. Products liability .....												
19.1 Private passenger auto no-fault (personal injury protection) .....												
19.2 Other private passenger auto liability .....												
19.3 Commercial auto no-fault (personal injury protection) .....												
19.4 Other commercial auto liability .....												
21.1 Private passenger auto physical damage .....												
21.2 Commercial auto physical damage .....												
22. Aircraft (all perils) .....												
23. Fidelity .....												
24. Surety .....												
26. Burglary and theft .....												
27. Boiler and machinery .....												
28. Credit .....	5,168,384	5,619,686		417,595	374,268	205,390	500,497				2,066,546	4,976
30. Warranty .....												
34. Aggregate write-ins for other lines of business .....	160,751	160,608	0	197	0	(3)	4,827	0	0	0	84,635	173
35. TOTALS (a) .....	53,033,328	51,908,938	0	15,434,888	12,129,687	13,625,831	8,897,694	0	0	0	8,379,232	56,562
<b>DETAILS OF WRITE-INS</b>												
3401. First Protector .....	160,751	160,608		197		(3)	4,827				84,635	173
3402. ....												
3403. ....												
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	160,751	160,608	0	197	0	(3)	4,827	0	0	0	84,635	173

(a) Finance and service charges not included in Lines 1 to 35 \$ .....

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products ..... and number of persons insured under indemnity only products .....

19.PR



ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)**

NAIC Group Code 0019

Direct Business in the state of U.S. Virgin Islands

During the Year 2012

NAIC Company Code 30590

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		3 Dividends Paid or Credited to Policyholders on Direct Business	4 Direct Unearned Premium Reserves	5 Direct Losses Paid (deducting salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Direct Defense and Cost Containment Expense Paid	9 Direct Defense and Cost Containment Expense Incurred	10 Direct Defense and Cost Containment Expense Unpaid	11 Commissions and Brokerage Expenses	12 Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire .....												
2.1 Allied lines .....												
2.2 Multiple peril crop .....												
2.3 Federal flood .....												
3. Farmowners multiple peril .....												
4. Homeowners multiple peril .....												
5.1 Commercial multiple peril (non-liability portion) .....												
5.2 Commercial multiple peril (liability portion) .....												
6. Mortgage guaranty .....												
8. Ocean marine .....												
9. Inland marine .....												
10. Financial guaranty .....												
11. Medical professional liability .....												
12. Earthquake .....												
13. Group accident and health (b) .....												
14. Credit accident and health (group and individual) .....												
15.1 Collectively renewable accident and health (b) .....												
15.2 Non-cancelable accident and health(b) .....												
15.3 Guaranteed renewable accident and health(b) .....												
15.4 Non-renewable for stated reasons only (b) .....												
15.5 Other accident only .....												
15.6 Medicare Title XVIII exempt from state taxes or fees .....												
15.7 All other accident and health (b) .....												
15.8 Federal employees health benefits program premium (b) .....												
16. Workers' compensation .....												
17.1 Other Liability - occurrence .....												
17.2 Other Liability - claims made .....												
17.3 Excess workers' compensation .....												
18. Products liability .....												
19.1 Private passenger auto no-fault (personal injury protection) .....												
19.2 Other private passenger auto liability .....												
19.3 Commercial auto no-fault (personal injury protection) .....												
19.4 Other commercial auto liability .....												
21.1 Private passenger auto physical damage .....												
21.2 Commercial auto physical damage .....												
22. Aircraft (all perils) .....												
23. Fidelity .....												
24. Surety .....												
26. Burglary and theft .....												
27. Boiler and machinery .....												
28. Credit .....	553,163	485,940		204,276	42,398	49,734	62,692				77,627	29,911
30. Warranty .....												
34. Aggregate write-ins for other lines of business .....	0	0	0	0	0	0	0	0	0	0	0	0
35. TOTALS (a) .....	553,163	485,940	0	204,276	42,398	49,734	62,692	0	0	0	77,627	29,911
<b>DETAILS OF WRITE-INS</b>												
3401. ....												
3402. ....												
3403. ....												
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	0	0	0	0	0	0	0	0	0	0	0

(a) Finance and service charges not included in Lines 1 to 35 \$ .....

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products ..... and number of persons insured under indemnity only products .....

19.VI



ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)**

NAIC Group Code 0019

Direct Business in the state of Grand Total

During the Year 2012

NAIC Company Code 30590

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		3 Dividends Paid or Credited to Policyholders on Direct Business	4 Direct Unearned Premium Reserves	5 Direct Losses Paid (deducting salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Direct Defense and Cost Containment Expense Paid	9 Direct Defense and Cost Containment Expense Incurred	10 Direct Defense and Cost Containment Expense Unpaid	11 Commissions and Brokerage Expenses	12 Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire .....	1,185,828	1,110,290	.0	599,121	532,910	566,688	157,704	.0	.0	.0	205,694	1,278
2.1 Allied lines .....	10,552,719	9,877,490	.0	5,335,652	7,015	221,689	509,784	.0	.0	.0	1,843,281	11,373
2.2 Multiple peril crop .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
2.3 Federal flood .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
3. Farmowners multiple peril .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
4. Homeowners multiple peril .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
5.1 Commercial multiple peril (non-liability portion) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
5.2 Commercial multiple peril (liability portion) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
6. Mortgage guaranty .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
8. Ocean marine .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
9. Inland marine .....	22,277,597	22,398,335	.0	1,660,301	11,169,999	12,314,601	7,048,918	.0	.0	.0	1,863,371	24,010
10. Financial guaranty .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
11. Medical professional liability .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
12. Earthquake .....	13,143,838	12,289,071	.0	6,636,245	4,088	260,327	638,235	.0	.0	.0	2,284,150	14,166
13. Group accident and health (b) .....	128,051	137,906	.0	3,775	25,602	25,429	3,844	.0	.0	.0	31,208	138
14. Credit accident and health (group and individual) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
15.1 Collectively renewable accident and health (b) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
15.2 Non-cancelable accident and health(b) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
15.3 Guaranteed renewable accident and health(b) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
15.4 Non-renewable for stated reasons only (b) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
15.5 Other accident only .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
15.6 Medicare Title XVIII exempt from state taxes or fees .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
15.7 All other accident and health (b) .....	1,242	1,197	.0	45	.0	931	33,885	.0	.0	.0	347	1
15.8 Federal employees health benefits program premium (b) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
16. Workers' compensation .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
17.1 Other Liability - occurrence .....	414,918	314,355	.0	781,957	15,805	30,779	.0	.0	.0	.0	.0	447
17.2 Other Liability - claims made .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
17.3 Excess workers' compensation .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
18. Products liability .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
19.1 Private passenger auto no-fault (personal injury protection) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
19.2 Other private passenger auto liability .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
19.3 Commercial auto no-fault (personal injury protection) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
19.4 Other commercial auto liability .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
21.1 Private passenger auto physical damage .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
21.2 Commercial auto physical damage .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
22. Aircraft (all perils) .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
23. Fidelity .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
24. Surety .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
26. Burglary and theft .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
27. Boiler and machinery .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
28. Credit .....	5,721,547	6,105,626	.0	621,871	416,666	255,124	563,189	.0	.0	.0	2,144,173	34,887
30. Warranty .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
34. Aggregate write-ins for other lines of business .....	160,751	160,608	.0	197	.0	(3)	4,827	.0	.0	.0	84,635	173
35. TOTALS (a) .....	53,586,491	52,394,878	0	15,639,164	12,172,085	13,675,565	8,960,386	0	0	0	8,456,859	86,473
<b>DETAILS OF WRITE-INS</b>												
3401. First Protector .....	160,751	160,608	.0	197	.0	(3)	4,827	.0	.0	.0	84,635	173
3402. ....												
3403. ....												
3498. Summary of remaining write-ins for Line 34 from overflow page .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	160,751	160,608	0	197	0	(3)	4,827	0	0	0	84,635	173

(a) Finance and service charges not included in Lines 1 to 35 \$ .....0

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products .....0 and number of persons insured under indemnity only products .....0

19 GT

Schedule F - Part 1

**N O N E**

Schedule F - Part 2

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE F - PART 3**

Ceded Reinsurance as of December 31, Current Year (000 OMITTED)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Ceding 75% or More of Direct Premiums Written	6 Reinsurance Premiums Ceded	Reinsurance Recoverable On										Reinsurance Payable		18 Net Amount Recoverable From Reinsurers Cols. 15 - [16 + 17]	19 Funds Held By Company Under Reinsurance Treaties
						7 Paid Losses	8 Paid LAE	9 Known Case Loss Reserves	10 Known Case LAE Reserves	11 IBNR Loss Reserves	12 IBNR LAE Reserves	13 Unearned Premiums	14 Contingent Commis-sions	15 Columns 7 thru 14 Totals	16 Ceded Balances Payable	17 Other Amounts Due to Reinsurers			
59-0593886	10111	American Banker's Insurance Company of Florida	FL		17,989	230		54		1,349	69	8,435		10,137	1,498		8,639	1,499	
0199999		Total Authorized - Affiliates - U.S. Intercompany Pooling			17,989	230	0	54	0	1,349	69	8,435	0	10,137	1,498	0	8,639	1,499	
0499999		Total Authorized - Affiliates			17,989	230	0	54	0	1,349	69	8,435	0	10,137	1,498	0	8,639	1,499	
66-0631195	11876	Popular Life Re	PR		3,363	21		51		183	19	38		312	170		142	0	
0599998		Total Authorized - Other U.S. Unaffiliated Insurers (Under \$100,000)												0			0	0	
0599999		Total Authorized - Other U.S. Unaffiliated Insurers			3,363	21	0	51	0	183	19	38	0	312	170	0	142	0	
0699999		Total Authorized - Pools - Mandatory Pools			0	0	0	0	0	0	0	0	0	0	0	0	0	0	
0899998		Total Authorized - Other Non-U.S. Insurers (Under \$100,000)												0			0	0	
0899999		Total Authorized - Other Non-U.S. Insurers			0	0	0	0	0	0	0	0	0	0	0	0	0	0	
0999999		Total Authorized			21,352	251	0	105	0	1,532	88	8,473	0	10,449	1,668	0	8,781	1,499	
1399999		Total Unauthorized - Affiliates			0	0	0	0	0	0	0	0	0	0	0	0	0	0	
1499998		Total Unauthorized - Other U.S. Unaffiliated Insurers (Under \$100,000)												0			0	0	
1499999		Total Unauthorized - Other U.S. Unaffiliated Insurers			0	0	0	0	0	0	0	0	0	0	0	0	0	0	
1799998		Total Unauthorized - Other Non-U.S. Insurers (Under \$100,000)												0			0	0	
1799999		Total Unauthorized - Other Non-U.S. Insurers			0	0	0	0	0	0	0	0	0	0	0	0	0	0	
1899999		Total Unauthorized			0	0	0	0	0	0	0	0	0	0	0	0	0	0	
2299999		Total Certified - Affiliates			0	0	0	0	0	0	0	0	0	0	0	0	0	0	
2399998		Total Certified - Other U.S. Unaffiliated Insurers (Under \$100,000)												0			0	0	
2399999		Total Certified - Other U.S. Unaffiliated Insurers			0	0	0	0	0	0	0	0	0	0	0	0	0	0	
2699998		Total Certified - Other Non-U.S. Insurers (Under \$100,000)												0			0	0	
2699999		Total Certified - Other Non-U.S. Insurers			0	0	0	0	0	0	0	0	0	0	0	0	0	0	
2799999		Total Certified			0	0	0	0	0	0	0	0	0	0	0	0	0	0	
2899999		Total Authorized, Unauthorized and Certified			21,352	251	0	105	0	1,532	88	8,473	0	10,449	1,668	0	8,781	1,499	
2999999		Total Protected Cells												0			0	0	
9999999		Totals			21,352	251	0	105	0	1,532	88	8,473	0	10,449	1,668	0	8,781	1,499	

NOTE: A. Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of \$50,000:

	1 Name of Reinsurer	2 Commission Rate	3 Ceded Premium
1.	.....	.....	.....
2.	.....	.....	.....
3.	.....	.....	.....
4.	.....	.....	.....
5.	.....	.....	.....

B. Report the five largest reinsurance recoverables reported in Column 15, due from any one reinsurer (based on the total recoverables, Line 9999999, Column 15), the amount of ceded premium, and indicate whether the recoverables are due from an affiliated insurer.

	1 Name of Reinsurer	2 Total Recoverables	3 Ceded Premiums	4 Affiliated
1.	American Bankers Insurance Company	10,137	17,989	Yes [ X ] No [ ]
2.	Popular Life Re	312	3,363	Yes [ ] No [ X ]
3.	.....	.....	.....	Yes [ ] No [ ]
4.	.....	.....	.....	Yes [ ] No [ ]
5.	.....	.....	.....	Yes [ ] No [ ]

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE F - PART 4**

Aging of Ceded Reinsurance as of December 31, Current Year (000 OMITTED)

1 Federal ID Number	2 NAIC Com- pany Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses							12 Percentage Overdue Col. 10/Col. 11	13 Percentage More Than 120 Days Overdue Col. 9/Col. 11
				5 Current	Overdue				11 Total Due Cols. 5 + 10			
					6 1 to 29 Days	7 30 to 90 Days	8 91 to 120 Days	9 Over 120 Days		10 Total Overdue Cols. 6 + 7 + 8 + 9		
59-0593886	10111	American Banker's Insurance Company of Florida	FL	230	0	0	0	0	0	230	0.0	0.0
0199999. Total Authorized - Affiliates - U.S. Intercompany Pooling				230	0	0	0	0	0	230	0.0	0.0
0499999. Total Authorized - Affiliates				230	0	0	0	0	0	230	0.0	0.0
66-0631195	11876	Popular Life Re	PR	21	0	0	0	0	0	21	0.0	0.0
0599999. Total Authorized - Other U.S. Unaffiliated Insurers				21	0	0	0	0	0	21	0.0	0.0
0999999. Total Authorized				251	0	0	0	0	0	251	0.0	0.0
1399999. Total Unauthorized - Affiliates				0	0	0	0	0	0	0	0.0	0.0
1899999. Total Unauthorized				0	0	0	0	0	0	0	0.0	0.0
2299999. Total Certified - Affiliates				0	0	0	0	0	0	0	0.0	0.0
2799999. Total Certified				0	0	0	0	0	0	0	0.0	0.0
2899999. Total Authorized, Unauthorized and Certified				251	0	0	0	0	0	251	0.0	0.0
2999999. Total Protected Cells									0	0	0.0	0.0
9999999 Totals				251	0	0	0	0	0	251	0.0	0.0

Schedule F - Part 5

**N O N E**

Schedule F - Part 5 - Bank Footnote

**N O N E**

Schedule F - Part 6 - Section 1 - Provision for Reinsurance Ceded to Certified Reinsurers

**N O N E**

Schedule F - Part 6 - Section 1 - Bank Footnote

**N O N E**

Schedule F - Part 6 - Section 2 - Provision for Overdue Reinsurance Ceded to Certified Reinsurers

**N O N E**

Schedule F - Part 7 - Provision for Overdue Authorized Reinsurance

**N O N E**



ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE F - PART 9**

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

	1 As Reported (Net of Ceded)	2 Restatement Adjustments	3 Restated (Gross of Ceded)
<b>ASSETS (Page 2, Col. 3)</b>			
1. Cash and invested assets (Line 12) .....	34,613,874		34,613,874
2. Premiums and considerations (Line 15) .....	7,119,300		7,119,300
3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 16.1) .....	250,788	(250,788)	0
4. Funds held by or deposited with reinsured companies (Line 16.2) .....	0		0
5. Other assets .....	2,097,379		2,097,379
6. Net amount recoverable from reinsurers .....		7,282,427	7,282,427
7. Protected cell assets (Line 27) .....	0		0
8. Totals (Line 28) .....	44,081,341	7,031,639	51,112,980
<b>LIABILITIES (Page 3)</b>			
9. Losses and loss adjustment expenses (Lines 1 through 3) .....	7,427,643	1,725,292	9,152,935
10. Taxes, expenses, and other obligations (Lines 4 through 8) .....	2,154,889		2,154,889
11. Unearned premiums (Line 9) .....	7,165,818	8,473,347	15,639,165
12. Advance premiums (Line 10) .....			0
13. Dividends declared and unpaid (Line 11.1 and 11.2) .....	0		0
14. Ceded reinsurance premiums payable (net of ceding commissions (Line 12) .....	1,668,000	(1,668,000)	0
15. Funds held by company under reinsurance treaties (Line 13) .....	1,499,000	(1,499,000)	0
16. Amounts withheld or retained by company for account of others (Line 14) .....	71,542		71,542
17. Provision for reinsurance (Line 16) .....	0		0
18. Other liabilities .....	2,474,002		2,474,002
19. Total liabilities excluding protected cell business (Line 26) .....	22,460,894	7,031,639	29,492,533
20. Protected cell liabilities (Line 27) .....			0
21. Surplus as regards policyholders (Line 37) .....	21,620,447	XXX	21,620,447
22. Totals (Line 38) .....	44,081,341	7,031,639	51,112,980

NOTE: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements? ..... Yes [ ] No [ X ]

If yes, give full explanation: .....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT**

	Total		Group Accident and Health		Credit Accident and Health (Group and Individual)		Collectively Renewable		Other Individual Contracts											
	1 Amount	2 %	3 Amount	4 %	5 Amount	6 %	7 Amount	8 %	Non-Cancelable		Guaranteed Renewable		Non-Renewable for Stated Reasons Only		Other Accident Only		All Other			
									9 Amount	10 %	11 Amount	12 %	13 Amount	14 %	15 Amount	16 %	17 Amount	18 %		
<b>PART 1. - ANALYSIS OF UNDERWRITING OPERATIONS</b>																				
1. Premiums written	128,352	XXX	128,051	XXX		XXX		XXX		XXX		XXX		XXX		XXX		301	XXX	
2. Premiums earned	138,162	XXX	137,906	XXX		XXX		XXX		XXX		XXX		XXX		XXX		256	XXX	
3. Incurred claims	58,790	42.6	25,429	18.4	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	33,361	13,031.6
4. Cost containment expenses	0	0.0		0.0		0.0		0.0		0.0		0.0		0.0		0.0		0.0		0.0
5. Incurred claims and cost containment expenses (Lines 3 and 4)	58,790	42.6	25,429	18.4	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	33,361	13,031.6
6. Increase in contract reserves	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
7. Commissions (a)	31,555	22.8	31,208	22.6		0.0		0.0		0.0		0.0		0.0		0.0		0.0	347	135.5
8. Other general insurance expenses	52,454	38.0	49,242	35.7		0.0		0.0		0.0		0.0		0.0		0.0		0.0	3,212	1,254.7
9. Taxes, licenses and fees	139	0.1	138	0.1		0.0		0.0		0.0		0.0		0.0		0.0		0.0	1	0.4
10. Total other expenses incurred	84,148	60.9	80,588	58.4	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	3,560	1,390.6
11. Aggregate write-ins for deductions	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
12. Gain from underwriting before dividends or refunds	(4,776)	(3.5)	31,889	23.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	(36,665)	(14,322.3)
13. Dividends or refunds	0	0.0		0.0		0.0		0.0		0.0		0.0		0.0		0.0		0.0		0.0
14. Gain from underwriting after dividends or refunds	(4,776)	(3.5)	31,889	23.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	(36,665)	(14,322.3)
<b>DETAILS OF WRITE-INS</b>																				
1101.																				
1102.																				
1103.																				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0

(a) Includes \$ ..... reported as "Contract, membership and other fees retained by agents."

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT (Continued)**

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
<b>PART 2. - RESERVES AND LIABILITIES</b>									
<b>A. Premium Reserves:</b>									
1. Unearned premiums .....	3,820	3,775	0						45
2. Advance premiums .....	0								
3. Reserve for rate credits .....	0								
4. Total premium reserves, current year .....	3,820	3,775	0	0	0	0	0	0	45
5. Total premium reserves, prior year .....	13,630	13,630	0	0	0	0	0	0	0
6. Increase in total premium reserves .....	(9,810)	(9,855)	0	0	0	0	0	0	45
<b>B. Contract Reserves:</b>									
1. Additional reserves (a) .....	0								
2. Reserve for future contingent benefits (deferred maternity and other similar benefits) .....	0								
3. Total contract reserves, current year .....	0	0	0	0	0	0	0	0	0
4. Total contract reserves, prior year .....	0	0	0	0	0	0	0	0	0
5. Increase in contract reserves .....	0	0	0	0	0	0	0	0	0
<b>C. Claim Reserves and Liabilities:</b>									
1. Total current year .....	37,729	3,844	0	0	0	0	0	0	33,885
2. Total prior year .....	4,541	4,017	0	0	0	0	0	0	524
3. Increase .....	33,188	(173)	0	0	0	0	0	0	33,361

<b>PART 3. - TEST OF PRIOR YEAR'S CLAIM RESERVES AND LIABILITIES</b>									
1. Claims paid during the year:									
1.1 On claims incurred prior to current year .....	4,286	4,286							
1.2 On claims incurred during current year .....	21,316	21,316							
2. Claim reserves and liabilities, December 31, current year:									
2.1 On claims incurred prior to current year .....	2	2							
2.2 On claims incurred during current year .....	37,727	3,842							33,885
3. Test:									
3.1 Line 1.1 and 2.1 .....	4,288	4,288	0	0	0	0	0	0	0
3.2 Claim reserves and liabilities, December 31, prior year .....	4,541	4,017	0	0	0	0	0	0	524
3.3 Line 3.1 minus Line 3.2 .....	(253)	271	0	0	0	0	0	0	(524)

<b>PART 4. - REINSURANCE</b>									
<b>A. Reinsurance Assumed:</b>									
1. Premiums written .....	0	0	0						
2. Premiums earned .....	0								
3. Incurred claims .....	0								
4. Commissions .....	0								
<b>B. Reinsurance Ceded:</b>									
1. Premiums written .....	941	0	0						941
2. Premiums earned .....	941								941
3. Incurred claims .....	0								
4. Commissions .....	0								

(a) Includes \$ ..... premium deficiency reserve.

**SCHEDULE H - PART 5. - HEALTH CLAIMS**

	1 Medical	2 Dental	3 Other	4 Total
<b>A. Direct:</b>				
1. Incurred Claims .....			25,429	25,429
2. Beginning claim reserves and liabilities .....			4,017	4,017
3. Ending claim reserves and liabilities .....			3,844	3,844
4. Claims paid	0	0	25,602	25,602
<b>B. Assumed Reinsurance:</b>				
5. Incurred Claims.....				0
6. Beginning claim reserves and liabilities .....				0
7. Ending claim reserves and liabilities .....				0
8. Claims paid	0	0	0	0
<b>C. Ceded Reinsurance:</b>				
9. Incurred Claims.....				0
10. Beginning claim reserves and liabilities .....				0
11. Ending claim reserves and liabilities .....				0
12. Claims paid	0	0	0	0
<b>D. Net:</b>				
13. Incurred Claims.....	0	0	25,429	25,429
14. Beginning claim reserves and liabilities .....	0	0	4,017	4,017
15. Ending claim reserves and liabilities .....	0	0	3,844	3,844
16. Claims paid	0	0	25,602	25,602
<b>E. Net Incurred Claims and Cost Containment Expenses:</b>				
17. Incurred claims and cost containment expenses .....			25,429	25,429
18. Beginning reserves and liabilities .....			4,017	4,017
19. Ending reserves and liabilities .....			3,844	3,844
20. Paid claims and cost containment expenses	0	0	25,602	25,602

**SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES**

**SCHEDULE P - PART 1 - SUMMARY**

(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported Direct and Assumed
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4	5	6	7	8	9			
1. Prior	XXX	XXX	XXX	0	0	0	0	0	0	0	0	XXX
2. 2003	24,418	5,938	18,480	4,695	1,232	0	0	689	0	80	4,152	XXX
3. 2004	23,364	9,605	13,759	4,976	1,172	0	0	710	0	5	4,514	XXX
4. 2005	23,215	10,231	12,984	5,377	1,590	0	0	724	0	42	4,511	XXX
5. 2006	25,957	6,310	19,647	6,145	565	0	0	1,145	0	8	6,725	XXX
6. 2007	28,817	5,802	23,015	8,705	653	0	0	1,106	0	22	9,158	XXX
7. 2008	38,482	6,365	32,117	15,846	723	0	0	1,641	0	31	16,764	XXX
8. 2009	39,324	5,119	34,205	19,675	613	0	0	1,437	0	36	20,499	XXX
9. 2010	37,291	4,724	32,567	15,541	289	0	0	1,374	0	21	16,626	XXX
10. 2011	44,809	12,427	32,382	14,042	514	0	0	1,525	382	0	14,671	XXX
11. 2012	52,395	20,739	31,656	8,232	533	0	0	1,200	35	0	8,864	XXX
12. Totals	XXX	XXX	XXX	103,234	7,884	0	0	11,551	417	245	106,484	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13	14	15	16	17	18	19	20					
1. Prior	0	0	0	0	0	0	0	0	0	0	0	0	XXX
2. 2003	0	0	0	0	0	0	0	0	0	0	0	0	XXX
3. 2004	0	0	0	0	0	0	0	0	0	0	0	0	XXX
4. 2005	0	0	0	0	0	0	0	0	0	0	0	0	XXX
5. 2006	0	0	0	0	0	0	0	0	0	0	0	0	XXX
6. 2007	0	0	0	0	0	0	0	0	0	0	0	0	XXX
7. 2008	0	0	0	0	0	0	0	0	0	0	0	0	XXX
8. 2009	2	2	9	6	0	0	0	0	2	0	0	5	XXX
9. 2010	33	9	29	19	0	0	0	0	6	2	0	38	XXX
10. 2011	437	22	158	103	0	0	0	0	18	8	0	480	XXX
11. 2012	5,788	72	2,505	1,405	0	0	0	0	167	78	0	6,905	XXX
12. Totals	6,260	105	2,701	1,533	0	0	0	0	193	88	0	7,428	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred / Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33		35	36
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	0	0
2. 2003	5,384	1,232	4,152	22.0	20.7	22.5	0	0	0	0	0
3. 2004	5,686	1,172	4,514	24.3	12.2	32.8	0	0	0	0	0
4. 2005	6,101	1,590	4,511	26.3	15.5	34.7	0	0	0	0	0
5. 2006	7,290	565	6,725	28.1	9.0	34.2	0	0	0	0	0
6. 2007	9,811	653	9,158	34.0	11.3	39.8	0	0	0	0	0
7. 2008	17,487	723	16,764	45.4	11.4	52.2	0	0	0	0	0
8. 2009	21,125	621	20,504	53.7	12.1	59.9	0	0	0	3	2
9. 2010	16,983	319	16,664	45.5	6.8	51.2	0	0	0	34	4
10. 2011	16,180	1,029	15,151	36.1	8.3	46.8	0	0	0	470	10
11. 2012	17,892	2,123	15,769	34.1	10.2	49.8	0	0	0	6,816	89
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	7,323	105

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

**SCHEDULE P - PART 2 - SUMMARY**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	11 One Year	12 Two Year
1. Prior	254	252	208	189	185	185	185	185	185	185	0	0
2. 2003	4,047	3,597	3,486	3,468	3,463	3,463	3,463	3,463	3,463	3,463	0	0
3. 2004	XXX	4,255	3,855	3,809	3,801	3,804	3,804	3,804	3,804	3,804	0	0
4. 2005	XXX	XXX	4,283	3,837	3,792	3,785	3,788	3,786	3,786	3,787	1	1
5. 2006	XXX	XXX	XXX	5,385	5,644	5,578	5,565	5,569	5,580	5,580	0	11
6. 2007	XXX	XXX	XXX	XXX	8,358	8,093	8,053	8,051	8,052	8,052	0	1
7. 2008	XXX	XXX	XXX	XXX	XXX	16,790	16,005	15,128	15,125	15,123	(2)	(5)
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	19,534	19,218	19,091	19,065	(26)	(153)
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	16,972	15,671	15,286	(385)	(1,686)
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,667	13,998	(1,669)	XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	14,515	XXX	XXX
12. Totals											(2,081)	(1,831)

**SCHEDULE P - PART 3 - SUMMARY**

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012		
1. Prior	000	137	185	188	185	185	185	185	185	185	XXX	XXX
2. 2003	2,771	3,409	3,432	3,460	3,463	3,463	3,463	3,463	3,463	3,463	XXX	XXX
3. 2004	XXX	3,125	3,799	3,796	3,798	3,804	3,804	3,804	3,804	3,804	XXX	XXX
4. 2005	XXX	XXX	3,409	3,729	3,778	3,783	3,784	3,786	3,786	3,787	XXX	XXX
5. 2006	XXX	XXX	XXX	3,428	5,295	5,557	5,564	5,569	5,580	5,580	XXX	XXX
6. 2007	XXX	XXX	XXX	XXX	5,619	7,979	8,037	8,048	8,052	8,052	XXX	XXX
7. 2008	XXX	XXX	XXX	XXX	XXX	11,084	15,043	15,104	15,120	15,123	XXX	XXX
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	15,314	18,982	19,053	19,062	XXX	XXX
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,095	15,125	15,252	XXX	XXX
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,966	13,528	XXX	XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,699	XXX	XXX

**SCHEDULE P - PART 4 - SUMMARY**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012
1. Prior	180	86	16	0	0	0	0	0	0	0
2. 2003	874	165	40	5	0	0	0	0	0	0
3. 2004	XXX	707	43	12	0	0	0	0	0	0
4. 2005	XXX	XXX	499	89	9	2	0	0	0	0
5. 2006	XXX	XXX	XXX	926	134	16	1	0	0	0
6. 2007	XXX	XXX	XXX	XXX	1,096	92	9	2	0	0
7. 2008	XXX	XXX	XXX	XXX	XXX	1,626	150	16	5	0
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	1,286	97	29	3
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,185	77	10
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	979	55
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,100

Schedule P - Part 1A - Homeowners/Farmowners

**N O N E**

Schedule P - Part 1B - Private Passenger Auto Liability/Medical

**N O N E**

Schedule P - Part 1C - Commercial Auto/Truck Liability/Medical

**N O N E**

Schedule P - Part 1D - Workers' Compensation (Excluding Excess Workers' Compensation)

**N O N E**

Schedule P - Part 1E - Commercial Multiple Peril

**N O N E**

Schedule P - Part 1F - Section 1 - Medical Professional Liability - Occurrence

**N O N E**

Schedule P - Part 1F - Section 2 - Medical Professional Liability - Claims-Made

**N O N E**

Schedule P - Part 1G - Special Liability (Ocean Marine, Aircraft (all perils), Boiler and Machinery)

**N O N E**

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company**  
**SCHEDULE P - PART 1H - SECTION 1 - OTHER LIABILITY - OCCURRENCE**  
(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX	XXX	XXX	0	0	0	0	0	0	0	0	XXX
2. 2003.....	226	0	226	2	0	0	0	1	0	0	0	14
3. 2004.....	465	0	465	0	0	0	0	2	0	0	0	9
4. 2005.....	458	0	458	74	0	0	0	2	0	0	0	33
5. 2006.....	688	0	688	330	0	0	0	5	0	0	0	114
6. 2007.....	1,849	0	1,849	421	0	0	0	5	0	0	0	118
7. 2008.....	1,450	0	1,450	193	0	0	0	3	0	0	0	74
8. 2009.....	396	0	396	0	0	0	0	0	0	0	0	1
9. 2010.....	419	0	419	11	0	0	0	0	0	0	0	6
10. 2011.....	456	14	442	5	0	0	0	0	0	0	0	2
11. 2012.....	475	13	462	13	1	0	0	0	0	0	0	0
12. Totals	XXX	XXX	XXX	1,049	1	0	0	18	0	0	0	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR						
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded			
1. Prior.....	0	0	0	0	0	0	0	0	0	0	0	0	0
2. 2003.....	0	0	0	0	0	0	0	0	0	0	0	0	0
3. 2004.....	0	0	0	0	0	0	0	0	0	0	0	0	0
4. 2005.....	0	0	0	0	0	0	0	0	0	0	0	0	0
5. 2006.....	0	0	0	0	0	0	0	0	0	0	0	0	0
6. 2007.....	0	0	0	0	0	0	0	0	0	0	0	0	0
7. 2008.....	0	0	0	0	0	0	0	0	0	0	0	0	0
8. 2009.....	0	0	0	0	0	0	0	0	0	0	0	0	0
9. 2010.....	0	0	0	0	0	0	0	0	0	0	0	0	0
10. 2011.....	0	0	0	0	0	0	0	0	0	0	0	0	0
11. 2012.....	0	0	5	0	0	0	0	0	0	0	0	5	0
12. Totals	0	0	5	0	0	0	0	0	0	0	0	5	0

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred / Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
	1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX	0		0	XXX	0	0
2. 2003.....	3	0	3	1.3	0.0	1.3	0	0	0.0	0	0
3. 2004.....	2	0	2	0.4	0.0	0.4	0	0	0.0	0	0
4. 2005.....	76	0	76	16.6	0.0	16.6	0	0	0.0	0	0
5. 2006.....	335	0	335	48.7	0.0	48.7	0	0	0.0	0	0
6. 2007.....	426	0	426	23.0	0.0	23.0	0	0	0.0	0	0
7. 2008.....	196	0	196	13.5	0.0	13.5	0	0	0.0	0	0
8. 2009.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
9. 2010.....	11	0	11	2.6	0.0	2.6	0	0	0.0	0	0
10. 2011.....	5	0	5	1.1	0.0	1.1	0	0	0.0	0	0
11. 2012.....	18	1	17	3.8	7.7	3.7	0	0	0.0	5	0
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	5	0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 1H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE**  
(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX	XXX	XXX									XXX
2. 2003.....												
3. 2004.....												
4. 2005.....												
5. 2006.....												
6. 2007.....												
7. 2008.....												
8. 2009.....												
9. 2010.....												
10. 2011.....												
11. 2012.....												
12. Totals	XXX	XXX	XXX									XXX

**NONE**

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		Adjusting and Other Unpaid				
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded			
1. Prior.....													
2. 2003.....													
3. 2004.....													
4. 2005.....													
5. 2006.....													
6. 2007.....													
7. 2008.....													
8. 2009.....													
9. 2010.....													
10. 2011.....													
11. 2012.....													
12. Totals													

**NONE**

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred / Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
	1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX				XXX
2. 2003.....											
3. 2004.....											
4. 2005.....											
5. 2006.....											
6. 2007.....											
7. 2008.....											
8. 2009.....											
9. 2010.....											
10. 2011.....											
11. 2012.....											
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company**  
**SCHEDULE P - PART 11 - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)**  
(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	102	0	0	0	77	0	0	179	XXX
2. 2011	37,576	8,536	29,040	13,703	311	0	0	1,486	382	0	14,496	XXX
3. 2012	45,675	16,890	28,785	7,992	433	0	0	1,173	35	0	8,697	XXX
4. Totals	XXX	XXX	XXX	21,797	744	0	0	2,736	417	0	23,372	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		Adjusting and Other Unpaid				
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded			
1. Prior	17	0	0	0	0	0	0	1	0	0	18	86	
2. 2011	414	5	32	32	0	0	0	5	2	0	412	2,752	
3. 2012	5,719	36	2,173	1,259	0	0	0	143	68	0	6,672	23,153	
4. Totals	6,150	41	2,205	1,291	0	0	0	149	70	0	7,102	25,991	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred /Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	17	1
2. 2011	15,640	732	14,908	41.6	8.6	51.3	0	0	0.0	409	3
3. 2012	17,200	1,831	15,369	37.7	10.8	53.4	0	0	0.0	6,597	75
4. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	7,023	79

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 1J - AUTO PHYSICAL DAMAGE**  
(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX	XXX	XXX	0	0	0	0	0	0	0	0	XXX
2. 2011.....	0	0	0	0	0	0	0	0	0	0	0	0
3. 2012.....	0	0	0	0	0	0	0	0	0	0	0	0
4. Totals	XXX	XXX	XXX	0	0	0	0	0	0	0	0	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		Adjusting and Other Unpaid				
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded			
1. Prior.....	0	0	0	0	0	0	0	0	0	0	0	0	0
2. 2011.....	0	0	0	0	0	0	0	0	0	0	0	0	0
3. 2012.....	0	0	0	0	0	0	0	0	0	0	0	0	0
4. Totals	0	0	0	0	0	0	0	0	0	0	0	0	0

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred / Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
	1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX	0		0	XXX	0	0
2. 2011.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
3. 2012.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
4. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	0	0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 1K - FIDELITY/SURETY**  
(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported Direct and Assumed				
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments								
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded							
	1. Prior.....	XXX	XXX	XXX	<b>NONE</b>										XXX	
2. 2011.....																XXX
3. 2012.....																XXX
4. Totals	XXX	XXX	XXX													XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed							
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		Adjusting and Other Unpaid											
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded										
1. Prior.....	<b>NONE</b>																			
2. 2011.....																				
3. 2012.....																				
4. Totals																				

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred / Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
	1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX				XXX
2. 2011.....											
3. 2012.....											
4. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company**  
**SCHEDULE P - PART 1L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)**  
(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX	XXX	XXX	93	55	0	0	6	0	0	44	XXX
2. 2011.....	6,777	3,877	2,900	334	203	0	0	39	0	0	170	XXX
3. 2012.....	6,245	3,836	2,409	227	99	0	0	27	0	0	155	XXX
4. Totals.....	XXX	XXX	XXX	654	357	0	0	72	0	0	369	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		Adjusting and Other Unpaid				
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded			
1. Prior.....	18	11	38	25	0	0	0	0	7	2	0	25	15
2. 2011.....	23	17	126	71	0	0	0	0	13	6	0	68	29
3. 2012.....	69	36	327	146	0	0	0	0	24	10	0	228	63
4. Totals.....	110	64	491	242	0	0	0	0	44	18	0	321	107

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred / Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
	1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX	0		0	XXX	20	5
2. 2011.....	535	297	238	7.9	7.7	8.2	0	0	0.0	61	7
3. 2012.....	674	291	383	10.8	7.6	15.9	0	0	0.0	214	14
4. Totals.....	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	295	26

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 1M - INTERNATIONAL**  
(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX	XXX	XXX									XXX
2. 2003.....												XXX
3. 2004.....												XXX
4. 2005.....												XXX
5. 2006.....												XXX
6. 2007.....												XXX
7. 2008.....												XXX
8. 2009.....												XXX
9. 2010.....												XXX
10. 2011.....												XXX
11. 2012.....												XXX
12. Totals	XXX	XXX	XXX									XXX

**NONE**

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		Adjusting and Other Unpaid				
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded			
1. Prior.....													
2. 2003.....													
3. 2004.....													
4. 2005.....													
5. 2006.....													
6. 2007.....													
7. 2008.....													
8. 2009.....													
9. 2010.....													
10. 2011.....													
11. 2012.....													
12. Totals													

**NONE**

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred / Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
	1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX				XXX
2. 2003.....											
3. 2004.....											
4. 2005.....											
5. 2006.....											
6. 2007.....											
7. 2008.....											
8. 2009.....											
9. 2010.....											
10. 2011.....											
11. 2012.....											
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

**NONE**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 1N - REINSURANCE - NONPROPORTIONAL ASSUMED PROPERTY**  
(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX	XXX	XXX	0	0	0	0	0	0	0	0	XXX
2. 2003.....	0	1,500	(1,500)	0	0	0	0	0	0	0	0	XXX
3. 2004.....	0	0	0	0	0	0	0	0	0	0	0	XXX
4. 2005.....	0	0	0	0	0	0	0	0	0	0	0	XXX
5. 2006.....	0	0	0	0	0	0	0	0	0	0	0	XXX
6. 2007.....	0	0	0	0	0	0	0	0	0	0	0	XXX
7. 2008.....	0	0	0	0	0	0	0	0	0	0	0	XXX
8. 2009.....	0	0	0	0	0	0	0	0	0	0	0	XXX
9. 2010.....	0	0	0	0	0	0	0	0	0	0	0	XXX
10. 2011.....	0	0	0	0	0	0	0	0	0	0	0	XXX
11. 2012.....	0	0	0	0	0	0	0	0	0	0	0	XXX
12. Totals	XXX	XXX	XXX	0	0	0	0	0	0	0	0	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
2. 2003.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
3. 2004.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
4. 2005.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
5. 2006.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
6. 2007.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
7. 2008.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
8. 2009.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
9. 2010.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
10. 2011.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
11. 2012.....	0	0	0	0	0	0	0	0	0	0	0	0	XXX
12. Totals	0	0	0	0	0	0	0	0	0	0	0	0	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred / Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	0	0
2. 2003.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
3. 2004.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
4. 2005.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
5. 2006.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
6. 2007.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
7. 2008.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
8. 2009.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
9. 2010.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
10. 2011.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
11. 2012.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	0	0

Schedule P - Part 1O - Reinsurance - Nonproportional Assumed Liability

**N O N E**

Schedule P - Part 1P - Reinsurance - Nonproportional Assumed Financial Lines

**N O N E**

Schedule P - Part 1R - Section 1 - Products Liability - Occurrence

**N O N E**

Schedule P - Part 1R - Section 2 - Products Liability - Claims-Made

**N O N E**

Schedule P - Part 1S - Financial Guaranty/Mortgage Guaranty

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 1T - WARRANTY**  
(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX	XXX	XXX	0	0	0	0	0	0	0	0	XXX
2. 2011.....	0	0	0	0	0	0	0	0	0	0	0	0
3. 2012.....	0	0	0	0	0	0	0	0	0	0	0	0
4. Totals	XXX	XXX	XXX	0	0	0	0	0	0	0	0	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		Adjusting and Other Unpaid				
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded			
1. Prior.....	0	0	0	0	0	0	0	0	0	0	0	0	0
2. 2011.....	0	0	0	0	0	0	0	0	0	0	0	0	0
3. 2012.....	0	0	0	0	0	0	0	0	0	0	0	0	0
4. Totals	0	0	0	0	0	0	0	0	0	0	0	0	0

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred / Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
	1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX	0		0	XXX	0	0
2. 2011.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
3. 2012.....	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
4. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	0	0

Schedule P - Part 2A - Homeowners/Farmowners

**N O N E**

Schedule P - Part 2B - Private Passenger Auto Liability/Medical

**N O N E**

Schedule P - Part 2C - Commercial Auto/Truck Liability/Medical

**N O N E**

Schedule P - Part 2D - Workers' Compensation (Excluding Excess Workers' Compensation)

**N O N E**

Schedule P - Part 2E - Commercial Multiple Peril

**N O N E**

**SCHEDULE P - PART 2F - SECTION 1 - MEDICAL PROFESSIONAL LIABILITY - OCCURRENCE**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	11 One Year	12 Two Year
1. Prior												
2. 2003												
3. 2004	XXX											
4. 2005	XXX	XXX										
5. 2006	XXX	XXX	XXX									
6. 2007	XXX	XXX	XXX	XXX								
7. 2008	XXX	XXX	XXX	XXX	XXX							
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
12. Totals												

NONE

**SCHEDULE P - PART 2F - SECTION 2 - MEDICAL PROFESSIONAL LIABILITY - CLAIMS-MADE**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	11 One Year	12 Two Year
1. Prior												
2. 2003												
3. 2004	XXX											
4. 2005	XXX	XXX										
5. 2006	XXX	XXX	XXX									
6. 2007	XXX	XXX	XXX	XXX								
7. 2008	XXX	XXX	XXX	XXX	XXX							
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
12. Totals												

NONE

**SCHEDULE P - PART 2G - SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	11 One Year	12 Two Year
1. Prior												
2. 2003												
3. 2004	XXX											
4. 2005	XXX	XXX										
5. 2006	XXX	XXX	XXX									
6. 2007	XXX	XXX	XXX	XXX								
7. 2008	XXX	XXX	XXX	XXX	XXX							
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
12. Totals												

NONE

**SCHEDULE P - PART 2H - SECTION 1 - OTHER LIABILITY - OCCURRENCE**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	11 One Year	12 Two Year
1. Prior	0	0	0	0	0	0	0	0	0	0	0	0
2. 2003	12	1	2	2	2	2	2	2	2	2	0	0
3. 2004	XXX	19	0	0	3	0	0	0	0	0	0	0
4. 2005	XXX	XXX	27	69	74	74	74	74	74	74	0	0
5. 2006	XXX	XXX	XXX	210	331	332	330	330	330	330	0	0
6. 2007	XXX	XXX	XXX	XXX	373	467	421	421	421	421	0	0
7. 2008	XXX	XXX	XXX	XXX	XXX	423	193	193	193	193	0	0
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	5	0	0	0	0	0
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24	11	11	0	(13)
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24	5	(19)	XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17	XXX	XXX
12. Totals											(19)	(13)

**SCHEDULE P - PART 2H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	11 One Year	12 Two Year
1. Prior												
2. 2003												
3. 2004	XXX											
4. 2005	XXX	XXX										
5. 2006	XXX	XXX	XXX									
6. 2007	XXX	XXX	XXX	XXX								
7. 2008	XXX	XXX	XXX	XXX	XXX							
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
12. Totals												

NONE

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 2I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)**

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	11 One Year	12 Two Year
1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,522	3,272	2,939	(333)	(1,583)
2. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,307	13,801	(1,506)	XXX
3. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	14,156	XXX	XXX
4. Totals											(1,839)	(1,583)

**SCHEDULE P - PART 2J - AUTO PHYSICAL DAMAGE**

1. Prior.....	XXX											
2. 2011.....	XXX											
3. 2012.....	XXX											
4. Totals												

**NONE**

**SCHEDULE P - PART 2K - FIDELITY/SURETY**

1. Prior.....	XXX											
2. 2011.....	XXX											
3. 2012.....	XXX											
4. Totals												

**NONE**

**SCHEDULE P - PART 2L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)**

1. Prior.....	XXX	603	447	368	(79)	(235)						
2. 2011.....	XXX	336	192	(144)	XXX							
3. 2012.....	XXX	342	XXX	XXX								
4. Totals											(223)	(235)

**SCHEDULE P - PART 2M - INTERNATIONAL**

1. Prior.....												
2. 2003.....												
3. 2004.....	XXX											
4. 2005.....	XXX	XXX										
5. 2006.....	XXX	XXX	XXX									
6. 2007.....	XXX	XXX	XXX	XXX								
7. 2008.....	XXX	XXX	XXX	XXX	XXX							
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2010.....	XXX											
10. 2011.....	XXX				XXX							
11. 2012.....	XXX		XXX	XXX								
12. Totals												

**NONE**

Schedule P - Part 2N - Reinsurance - Nonproportional Assumed Property

**N O N E**

Schedule P - Part 2O - Reinsurance - Nonproportional Assumed Liability

**N O N E**

Schedule P - Part 2P - Reinsurance - Nonproportional Assumed Financial Lines

**N O N E**

Schedule P - Part 2R - Section 1 - Products Liability - Occurrence

**N O N E**

Schedule P - Part 2R - Section 2 - Products Liability - Claims-Made

**N O N E**

Schedule P - Part 2S - Financial Guaranty/Mortgage Guaranty

**N O N E**

Schedule P - Part 2T - Warranty

**N O N E**

Schedule P - Part 3A - Homeowners/Farmowners

**N O N E**

Schedule P - Part 3B - Private Passenger Auto Liability/Medical

**N O N E**

Schedule P - Part 3C - Commercial Auto/Truck Liability/Medical

**N O N E**

Schedule P - Part 3D - Workers' Compensation (Excluding Excess Workers' Compensation)

**N O N E**

Schedule P - Part 3E - Commercial Multiple Peril

**N O N E**

**SCHEDULE P - PART 3F - SECTION 1 - MEDICAL PROFESSIONAL LIABILITY - OCCURRENCE**

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment	
	1	2	3	4	5	6	7	8	9	10			
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012			
1. Prior	.000												
2. 2003													
3. 2004	XXX												
4. 2005	XXX	XXX											
5. 2006	XXX	XXX	XXX										
6. 2007	XXX	XXX	XXX	XXX									
7. 2008	XXX	XXX	XXX	XXX	XXX								
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX							
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX						
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				

NONE

**SCHEDULE P - PART 3F - SECTION 2 - MEDICAL PROFESSIONAL LIABILITY - CLAIMS-MADE**

1. Prior	.000												
2. 2003													
3. 2004	XXX												
4. 2005	XXX	XXX											
5. 2006	XXX	XXX	XXX										
6. 2007	XXX	XXX	XXX	XXX									
7. 2008	XXX	XXX	XXX	XXX	XXX								
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX							
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX						
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				

NONE

**SCHEDULE P - PART 3G - SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)**

1. Prior	.000											XXX	XXX
2. 2003												XXX	XXX
3. 2004	XXX											XXX	XXX
4. 2005	XXX	XXX										XXX	XXX
5. 2006	XXX	XXX	XXX									XXX	XXX
6. 2007	XXX	XXX	XXX	XXX								XXX	XXX
7. 2008	XXX	XXX	XXX	XXX	XXX							XXX	XXX
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX						XXX	XXX
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX					XXX	XXX
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX

NONE

**SCHEDULE P - PART 3H - SECTION 1 - OTHER LIABILITY - OCCURRENCE**

1. Prior	.000	0	0	0	0	0	0	0	0	0	0	1	
2. 2003	1	1	2	2	2	2	2	2	2	2	2	3	11
3. 2004	XXX	0	0	0	0	0	0	0	0	0	0	0	9
4. 2005	XXX	XXX	4	69	74	74	74	74	74	74	74	28	5
5. 2006	XXX	XXX	XXX	163	318	330	330	330	330	330	330	113	1
6. 2007	XXX	XXX	XXX	XXX	239	421	421	421	421	421	421	117	1
7. 2008	XXX	XXX	XXX	XXX	XXX	193	193	193	193	193	193	73	1
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0	1
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9	11	11	11	6	0
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2	5	5	1	1
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12			

**SCHEDULE P - PART 3H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE**

1. Prior	.000												
2. 2003													
3. 2004	XXX												
4. 2005	XXX	XXX											
5. 2006	XXX	XXX	XXX										
6. 2007	XXX	XXX	XXX	XXX									
7. 2008	XXX	XXX	XXX	XXX	XXX								
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX							
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX						
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			

NONE

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 3I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)**

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1	2	3	4	5	6	7	8	9	10		
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012		
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.000	2,820	2,922	XXX	XXX
2. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,892	13,392	XXX	XXX
3. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,559	XXX	XXX

**SCHEDULE P - PART 3J - AUTO PHYSICAL DAMAGE**

1. Prior	XXX	.000										
2. 2011	XXX											
3. 2012	XXX	XXX										

**NONE**

**SCHEDULE P - PART 3K - FIDELITY/SURETY**

1. Prior	XXX	.000			XXX	XXX						
2. 2011	XXX			XXX	XXX							
3. 2012	XXX	XXX		XXX	XXX							

**NONE**

**SCHEDULE P - PART 3L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)**

1. Prior	XXX	.000	310	348	XXX	XXX						
2. 2011	XXX	72	131	XXX	XXX							
3. 2012	XXX	XXX	128	XXX	XXX							

**SCHEDULE P - PART 3M - INTERNATIONAL**

1. Prior	.000										XXX	XXX
2. 2003											XXX	XXX
3. 2004	XXX										XXX	XXX
4. 2005	XXX	XXX									XXX	XXX
5. 2006	XXX	XXX	XXX								XXX	XXX
6. 2007	XXX	XXX	XXX	XXX							XXX	XXX
7. 2008	XXX	XXX	XXX	XXX	XXX						XXX	XXX
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX					XXX	XXX
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX

**NONE**

Schedule P - Part 3N - Reinsurance - Nonproportional Assumed Property

**N O N E**

Schedule P - Part 3O - Reinsurance - Nonproportional Assumed Liability

**N O N E**

Schedule P - Part 3P - Reinsurance - Nonproportional Assumed Financial Lines

**N O N E**

Schedule P - Part 3R - Section 1 - Product Liability - Occurrence

**N O N E**

Schedule P - Part 3R - Section 2 - Product Liability - Claims-Made

**N O N E**

Schedule P - Part 3S - Financial Guaranty/Mortgage Guaranty

**N O N E**

Schedule P - Part 3T - Warranty

**N O N E**

Schedule P - Part 4A - Homeowners/Farmowners

**N O N E**

Schedule P - Part 4B - Private Passenger Auto Liability/Medical

**N O N E**

Schedule P - Part 4C - Commercial Auto/Truck Liability/Medical

**N O N E**

Schedule P - Part 4D - Workers' Compensation (Excluding Excess Workers' Compensation)

**N O N E**

Schedule P - Part 4E - Commercial Multiple Peril

**N O N E**

**SCHEDULE P - PART 4F - SECTION 1 - MEDICAL PROFESSIONAL LIABILITY - OCCURRENCE**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
1. Prior										
2. 2003										
3. 2004	XXX									
4. 2005	XXX	XXX								
5. 2006	XXX	XXX	XX							
6. 2007	XXX	XXX	XX	XX						
7. 2008	XXX	XXX	XX	XXX	XXX					
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

NONE

**SCHEDULE P - PART 4F - SECTION 2 - MEDICAL PROFESSIONAL LIABILITY - CLAIMS-MADE**

1. Prior										
2. 2003										
3. 2004	XXX									
4. 2005	XXX	XXX								
5. 2006	XXX	XXX	XXX							
6. 2007	XXX	XXX	XX	XX						
7. 2008	XXX	XXX	XX	XX	XX					
8. 2009	XXX	XXX	XX	XX	XX	XX				
9. 2010	XXX	XXX	XX	XXX	XXX	XXX	XXX			
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

NONE

**SCHEDULE P - PART 4G - SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)**

1. Prior										
2. 2003										
3. 2004	XXX									
4. 2005	XXX	XXX								
5. 2006	XXX	XXX	XXX							
6. 2007	XXX	XXX	XX	XX						
7. 2008	XXX	XXX	XX	XX	XX					
8. 2009	XXX	XXX	XX	XX	XX	XX				
9. 2010	XXX	XXX	XX	XXX	XXX	XX	XXX			
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

NONE

**SCHEDULE P - PART 4H - SECTION 1 - OTHER LIABILITY - OCCURRENCE**

1. Prior	0	0	0	0	0	0	0	0	0	0
2. 2003	11	0	0	0	0	0	0	0	0	0
3. 2004	XXX	19	0	0	0	0	0	0	0	0
4. 2005	XXX	XXX	23	0	0	0	0	0	0	0
5. 2006	XXX	XXX	XXX	42	13	2	0	0	0	0
6. 2007	XXX	XXX	XXX	XXX	126	46	0	0	0	0
7. 2008	XXX	XXX	XXX	XXX	XXX	225	0	0	0	0
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	5	0	0	0
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15	0	0
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22	0
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5

**SCHEDULE P - PART 4H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE**

1. Prior										
2. 2003										
3. 2004	XXX									
4. 2005	XXX	XXX								
5. 2006	XXX	XXX	XXX							
6. 2007	XXX	XXX	XX	XX						
7. 2008	XXX	XXX	XX	XX	XX					
8. 2009	XXX	XXX	XX	XX	XX	XX				
9. 2010	XXX	XXX	XX	XXX	XXX	XX	XXX			
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

NONE

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 4I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	816	0	0
2. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	734	0
3. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	914

**SCHEDULE P - PART 4J - AUTO PHYSICAL DAMAGE**

1. Prior	XXX									
2. 2011	XXX									
3. 2012	XXX									

**SCHEDULE P - PART 4K - FIDELITY/SURETY**

1. Prior	XXX									
2. 2011	XXX									
3. 2012	XXX									

**SCHEDULE P - PART 4L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)**

1. Prior	XXX	469	111	13						
2. 2011	XXX	223	55							
3. 2012	XXX	181								

**SCHEDULE P - PART 4M - INTERNATIONAL**

1. Prior										
2. 2003										
3. 2004	XXX									
4. 2005	XXX	XXX								
5. 2006	XXX	XXX	XXX							
6. 2007	XXX	XXX	XXX	XXX						
7. 2008	XXX	XXX	XXX	XXX	XXX					
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2010	XXX									
10. 2011	XXX									
11. 2012	XXX									

Schedule P - Part 4N - Reinsurance - Nonproportional Assumed Property

**N O N E**

Schedule P - Part 4O - Reinsurance - Nonproportional Assumed Liability

**N O N E**

Schedule P - Part 4P - Reinsurance - Nonproportional Assumed Financial Lines

**N O N E**

Schedule P - Part 4R - Section 1 - Products Liability - Occurrence

**N O N E**

Schedule P - Part 4R - Section 2 - Products Liability - Claims-Made

**N O N E**

Schedule P - Part 4S - Financial Guaranty/Mortgage Guaranty

**N O N E**

Schedule P - Part 4T - Warranty

**N O N E**

Schedule P - Part 5A - Homeowners/Farmowners - Section 1

**N O N E**

Schedule P - Part 5A - Homeowners/Farmowners - Section 2

**N O N E**

Schedule P - Part 5A - Homeowners/Farmowners - Section 3

**N O N E**

Schedule P - Part 5B - Private Passenger Auto Liability/Medical - Section 1

**N O N E**

Schedule P - Part 5B - Private Passenger Auto Liability/Medical - Section 2

**N O N E**

Schedule P - Part 5B - Private Passenger Auto Liability/Medical - Section 3

**N O N E**

Schedule P - Part 5C - Commercial Auto/Truck Liability/Medical - Section 1

**N O N E**

Schedule P - Part 5C - Commercial Auto/Truck Liability/Medical - Section 2

**N O N E**

Schedule P - Part 5C - Commercial Auto/Truck Liability/Medical - Section 3

**N O N E**

Schedule P - Part 5D - Workers' Compensation (Excluding Excess Workers' Compensation) - Section

1

**N O N E**

Schedule P - Part 5D - Workers' Compensation (Excluding Excess Workers' Compensation) - Section

2

**N O N E**

Schedule P - Part 5D - Workers' Compensation (Excluding Excess Workers' Compensation) - Section

3

**N O N E**

Schedule P - Part 5E - Commercial Multiple Peril - Section 1

**N O N E**

Schedule P - Part 5E - Commercial Multiple Peril - Section 2

**N O N E**

Schedule P - Part 5E - Commercial Multiple Peril - Section 3

**N O N E**

Schedule P - Part 5F - Medical Professional Liability - Occurrence - Section 1A

**N O N E**

Schedule P - Part 5F - Medical Professional Liability - Occurrence - Section 2A

**N O N E**

Schedule P - Part 5F - Medical Professional Liability - Occurrence - Section 3A

**N O N E**

Schedule P - Part 5F - Medical Professional Liability - Claims-Made - Section 1B

**N O N E**

Schedule P - Part 5F - Medical Professional Liability - Claims-Made - Section 2B

**N O N E**

Schedule P - Part 5F - Medical Professional Liability - Claims-Made - Section 3B

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 5H - OTHER LIABILITY - OCCURRENCE**

**SECTION 1A**

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
1. Prior	3	0	0	0	0	1	0	0	0	
2. 2003	2	2	3	3	3	3	3	3	3	3
3. 2004	XXX	0	0	0	0	0	0	0	0	0
4. 2005	XXX	XXX	2	24	28	28	28	28	28	28
5. 2006	XXX	XXX	XXX	50	107	113	113	113	113	113
6. 2007	XXX	XXX	XXX	XXX	66	117	117	117	117	117
7. 2008	XXX	XXX	XXX	XXX	XXX	73	73	73	73	73
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX		0	0	0
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5	6	6
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1	1
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SECTION 2A**

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
1. Prior	0	0	0	0	0	0	0	0	0	
2. 2003	0	0	0	0	0					
3. 2004	XXX	1	1	1	2	1	1			
4. 2005	XXX	XXX	0	0	0					
5. 2006	XXX	XXX	XXX	2	0					
6. 2007	XXX	XXX	XXX	XXX	1					
7. 2008	XXX	XXX	XXX	XXX	XXX	3				
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1	
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SECTION 3A**

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
1. Prior	2	0	0	0	0	1	0	0	0	0
2. 2003	9	12	14	14	14	14	14	14	14	14
3. 2004	XXX	10	10	10	11	10	10	9	9	9
4. 2005	XXX	XXX	6	29	33	33	33	33	33	33
5. 2006	XXX	XXX	XXX	52	108	114	114	114	114	114
6. 2007	XXX	XXX	XXX	XXX	67	118	118	118	118	118
7. 2008	XXX	XXX	XXX	XXX	XXX	77	74	74	74	74
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	0	1	1	1
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5	6	6
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3	2
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0

Schedule P - Part 5H - Other Liability - Claims-Made - Section 1B

**N O N E**

Schedule P - Part 5H - Other Liability - Claims-Made - Section 2B

**N O N E**

Schedule P - Part 5H - Other Liability - Claims-Made - Section 3B

**N O N E**

Schedule P - Part 5R - Products Liability - Occurrence - Section 1A

**N O N E**

Schedule P - Part 5R - Products Liability - Occurrence - Section 2A

**N O N E**

Schedule P - Part 5R - Products Liability - Occurrence - Section 3A

**N O N E**

Schedule P - Part 5R - Products Liability - Claims-Made - Section 1B

**N O N E**

Schedule P - Part 5R - Products Liability - Claims-Made - Section 2B

**N O N E**

Schedule P - Part 5R - Products Liability - Claims-Made - Section 3B

**N O N E**

Schedule P - Part 5T - Warranty - Section 1

**N O N E**

Schedule P - Part 5T - Warranty - Section 2

**N O N E**

Schedule P - Part 5T - Warranty - Section 3

**N O N E**

Schedule P - Part 6C - Commercial Auto/Truck Liability/Medical - Section 1

**N O N E**

Schedule P - Part 6C - Commercial Auto/Truck Liability/Medical - Section 2

**N O N E**

Schedule P - Part 6D - Workers' Compensation (Excluding Excess Workers' Compensation) - Section

1

**N O N E**

Schedule P - Part 6D - Workers' Compensation (Excluding Excess Workers' Compensation) - Section

2

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 6E - COMMERCIAL MULTIPLE PERIL**  
**SECTION 1**

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	
1. Prior.....											
2. 2003.....											
3. 2004.....	XXX										
4. 2005.....	XXX	XXX									
5. 2006.....	XXX	XXX	XXX								
6. 2007.....	XXX	XXX	XXX	XXX							
7. 2008.....	XXX	XXX	XXX	XXX	XXX						
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Totals.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P-Pt. 1)											XXX

**SECTION 2**

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	
1. Prior.....											
2. 2003.....											
3. 2004.....	XXX										
4. 2005.....	XXX	XXX									
5. 2006.....	XXX	XXX	XXX								
6. 2007.....	XXX	XXX	XXX	XXX							
7. 2008.....	XXX	XXX	XXX	XXX	XXX						
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Totals.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P-Pt. 1)											XXX

**SCHEDULE P - PART 6H - OTHER LIABILITY - OCCURRENCE**  
**SECTION 1A**

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	
1. Prior.....	0	0	0	0	0	0	0	0	0	0	
2. 2003.....	226	226	226	226	226	226	226	226	226	226	
3. 2004.....	XXX	465	465	465	465	465	465	465	465	465	
4. 2005.....	XXX	XXX	458	458	458	458	458	458	458	458	
5. 2006.....	XXX	XXX	XXX	688	688	688	688	688	688	688	
6. 2007.....	XXX	XXX	XXX	XXX	1,849	1,849	1,849	1,849	1,849	1,849	
7. 2008.....	XXX	XXX	XXX	XXX	XXX	1,450	1,450	1,450	1,450	1,450	
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	396	396	396	396	
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	419	419	419	
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	456	456	
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	475	475
12. Totals.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	475
13. Earned Premiums (Sch P-Pt. 1)	226	465	458	688	1,849	1,450	396	419	456	475	XXX

**SECTION 2A**

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012		
1. Prior.....	0	0	0	0	0	0	0	0	0	0		
2. 2003.....												
3. 2004.....	XXX											
4. 2005.....	XXX	XXX										
5. 2006.....	XXX	XXX	XXX									
6. 2007.....	XXX	XXX	XXX	XXX								
7. 2008.....	XXX	XXX	XXX	XXX	XXX							
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	14	14		
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13	13	
12. Totals.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13	
13. Earned Premiums (Sch P-Pt. 1)										14	13	XXX

Schedule P - Part 6H - Other Liability - Claims-Made - Section 1B

**N O N E**

Schedule P - Part 6H - Other Liability - Claims-Made - Section 2B

**N O N E**

Schedule P - Part 6M - International - Section 1

**N O N E**

Schedule P - Part 6M - International - Section 2

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 6N - REINSURANCE - NONPROPORTIONAL ASSUMED PROPERTY**  
**SECTION 1**

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	
1. Prior											
2. 2003											
3. 2004	XXX										
4. 2005	XXX	XXX									
5. 2006	XXX	XXX	XXX								
6. 2007	XXX	XXX	XXX	XXX							
7. 2008	XXX	XXX	XXX	XXX	XXX						
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
13. Earned Premiums (Sch P-Pt. 1)											XXX

**SECTION 2**

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	
1. Prior	0	0	0	0	0	0	0	0	0	0	0
2. 2003	0	0	0	0	0	0	0	0	0	0	0
3. 2004	XXX	0	0	0	0	0	0	0	0	0	0
4. 2005	XXX	XXX	0	0	0	0	0	0	0	0	0
5. 2006	XXX	XXX	XXX	0	0	0	0	0	0	0	0
6. 2007	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0
7. 2008	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
13. Earned Premiums (Sch P-Pt. 1)	1,500	0	0	0	0	0	0	0	0	0	XXX

**SCHEDULE P - PART 6O - REINSURANCE - NONPROPORTIONAL ASSUMED LIABILITY**  
**SECTION 1**

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	
1. Prior											
2. 2003											
3. 2004	XXX										
4. 2005	XXX	XXX									
5. 2006	XXX	XXX	XXX								
6. 2007	XXX	XXX	XXX	XXX							
7. 2008	XXX	XXX	XXX	XXX	XXX						
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
13. Earned Premiums (Sch P-Pt. 1)											XXX

**SECTION 2**

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	
1. Prior											
2. 2003											
3. 2004	XXX										
4. 2005	XXX	XXX									
5. 2006	XXX	XXX	XXX								
6. 2007	XXX	XXX	XXX	XXX							
7. 2008	XXX	XXX	XXX	XXX	XXX						
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
13. Earned Premiums (Sch P-Pt. 1)											XXX

Schedule P - Part 6R - Products Liability - Occurrence - Section 1A

**N O N E**

Schedule P - Part 6R - Products Liability - Occurrence - Section 2A

**N O N E**

Schedule P - Part 6R - Products Liability - Claims-Made - Section 1B

**N O N E**

Schedule P - Part 6R - Products Liability - Claims-Made - Section 2B

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 7A - PRIMARY LOSS SENSITIVE CONTRACTS (\$000 OMITTED)**  
**SECTION 1**

Schedule P - Part 1	1 Total Net Losses and Expenses Unpaid	2 Net Losses and Expenses Unpaid on Loss Sensitive Contracts	3 Loss Sensitive as Percentage of Total	4 Total Net Premiums Written	5 Net Premiums Written on Loss Sensitive Contracts	6 Loss Sensitive as Percentage of Total
1. Homeowners/Farmowners			0.0	0		0.0
2. Private Passenger Auto Liability/ Medical			0.0	0		0.0
3. Commercial Auto/Truck Liability/ Medical			0.0	0		0.0
4. Workers' Compensation			0.0	0		0.0
5. Commercial Multiple Peril			0.0	0		0.0
6. Medical Professional Liability - Occurrence			0.0	0		0.0
7. Medical Professional Liability - Claims - Made			0.0	0		0.0
8. Special Liability			0.0	0		0.0
9. Other Liability - Occurrence	5		0.0	562		0.0
10. Other Liability - Claims-Made			0.0	0		0.0
11. Special Property	7,102		0.0	29,625		0.0
12. Auto Physical Damage	0		0.0	0		0.0
13. Fidelity/Surety			0.0	0		0.0
14. Other	321		0.0	2,048		0.0
15. International			0.0	0		0.0
16. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX	XXX	XXX
17. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX	XXX	XXX
18. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX	XXX	XXX
19. Products Liability - Occurrence			0.0	0		0.0
20. Products Liability - Claims-Made			0.0	0		0.0
21. Financial Guaranty/Mortgage Guaranty			0.0	0		0.0
22. Warranty	0		0.0	0		0.0
23. Totals	7,428	0	0.0	32,235	0	0.0

**SECTION 2**

Years in Which Policies Were Issued	INCURRED LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
1. Prior										
2. 2003										
3. 2004	XXX									
4. 2005	XXX	XXX								
5. 2006	XXX	XXX	XXX							
6. 2007	XXX	XXX	XXX	XXX						
7. 2008	XXX	XXX	XXX	XXX	XXX					
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SECTION 3**

Years in Which Policies Were Issued	BULK AND INCURRED BUT NOT REPORTED RESERVES FOR LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
1. Prior										
2. 2003										
3. 2004	XXX									
4. 2005	XXX	XXX								
5. 2006	XXX	XXX	XXX							
6. 2007	XXX	XXX	XXX	XXX						
7. 2008	XXX	XXX	XXX	XXX	XXX					
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

Schedule P - Part 7A - Section 4 - Primary Loss Sensitive Contracts

**N O N E**

Schedule P - Part 7A - Section 5 - Primary Loss Sensitive Contracts

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P - PART 7B - REINSURANCE LOSS SENSITIVE CONTRACTS (\$000 OMITTED)**

**SECTION 1**

Schedule P - Part 1	1 Total Net Losses and Expenses Unpaid	2 Net Losses and Expenses Unpaid on Loss Sensitive Contracts	3 Loss Sensitive as Percentage of Total	4 Total Net Premiums Written	5 Net Premiums Written on Loss Sensitive Contracts	6 Loss Sensitive as Percentage of Total
1. Homeowners/Farmowners .....			0.0	.0		0.0
2. Private Passenger Auto Liability/Medical .....			0.0	.0		0.0
3. Commercial Auto/Truck Liability/Medical .....			0.0	.0		0.0
4. Workers' Compensation .....			0.0	.0		0.0
5. Commercial Multiple Peril .....			0.0	.0		0.0
6. Medical Professional Liability - Occurrence .....			0.0	.0		0.0
7. Medical Professional Liability - Claims - Made .....			0.0	.0		0.0
8. Special Liability .....			0.0	.0		0.0
9. Other Liability - Occurrence .....	5		0.0	562		0.0
10. Other Liability - Claims-Made .....			0.0	.0		0.0
11. Special Property .....	7,102		0.0	29,625		0.0
12. Auto Physical Damage .....	0		0.0	.0		0.0
13. Fidelity/Surety .....			0.0	.0		0.0
14. Other .....	321		0.0	2,048		0.0
15. International .....			0.0	.0		0.0
16. Reinsurance - Nonproportional Assumed Property .....	0		0.0	.0		0.0
17. Reinsurance - Nonproportional Assumed Liability .....			0.0	.0		0.0
18. Reinsurance - Nonproportional Assumed Financial Lines .....			0.0	.0		0.0
19. Products Liability - Occurrence .....			0.0	.0		0.0
20. Products Liability - Claims-Made .....			0.0	.0		0.0
21. Financial Guaranty/Mortgage Guaranty .....			0.0	.0		0.0
22. Warranty .....	0		0.0	.0		0.0
23. Totals	7,428	0	0.0	32,235	0	0.0

**SECTION 2**

Years in Which Policies Were Issued	INCURRED LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012
1. Prior.....										
2. 2003.....										
3. 2004.....	XXX									
4. 2005.....	XXX	XXX								
5. 2006.....	XXX	XXX	XX							
6. 2007.....	XXX	XXX	XX	XX						
7. 2008.....	XXX	XXX	XX	XXX	XXX					
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SECTION 3**

Years in Which Policies Were Issued	BULK AND INCURRED BUT NOT REPORTED RESERVES FOR LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES AT YEAR END (\$000 OMITTED)									
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012
1. Prior.....										
2. 2003.....										
3. 2004.....	XXX									
4. 2005.....	XXX	XXX								
5. 2006.....	XXX	XXX	XX							
6. 2007.....	XXX	XXX	XX	XX						
7. 2008.....	XXX	XXX	XX	XXX	XXX					
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

Schedule P - Part 7B - Section 4 - Reinsurance Loss Sensitive Contracts

**N O N E**

Schedule P - Part 7B - Section 5 - Reinsurance Loss Sensitive Contracts

**N O N E**

Schedule P - Part 7B - Section 6 - Reinsurance Loss Sensitive Contracts

**N O N E**

Schedule P - Part 7B - Section 7 - Reinsurance Loss Sensitive Contracts

**N O N E**

**SCHEDULE P INTERROGATORIES**

1. The following questions relate to yet-to-be-issued Extended Reporting Endorsements (EREs) arising from Death, Disability, or Retirement (DDR) provisions in Medical Professional Liability Claims Made insurance policies. EREs provided for reasons other than DDR are not to be included.
- 1.1 Does the company issue Medical Professional Liability Claims Made insurance policies that provide tail (also known as an extended reporting endorsement, or "ERE") benefits in the event of Death, Disability, or Retirement (DDR) at a reduced charge or at no additional cost? ..... Yes [ ] No [ X ]  
 If the answer to question 1.1 is "no", leave the following questions blank. If the answer to question 1.1 is "yes", please answer the following questions:
- 1.2 What is the total amount of the reserve for that provision (DDR Reserve), as reported, explicitly or not, elsewhere in this statement (in dollars)? ..... \$ .....
- 1.3 Does the company report any DDR reserve as Unearned Premium Reserve per SSAP #65? ..... Yes [ ] No [ X ]
- 1.4 Does the company report any DDR reserve as loss or loss adjustment expense reserve? ..... Yes [ ] No [ X ]
- 1.5 If the company reports DDR reserve as Unearned Premium Reserve, does that amount match the figure on the Underwriting and Investment Exhibit, Part 1A – Recapitulation of all Premiums (Page 7) Column 2, Lines 11.1 plus 11.2? ..... Yes [ ] No [ ] N/A [ X ]
- 1.6 If the company reports DDR reserve as loss or loss adjustment expense reserve, please complete the following table corresponding to where these reserves are reported in Schedule P:

Years in Which Premiums Were Earned and Losses Were Incurred	DDR Reserve Included in Schedule P, Part 1F, Medical Professional Liability Column 24: Total Net Losses and Expenses Unpaid	
	1 Section 1: Occurrence	2 Section 2: Claims-Made
1.601 Prior .....		
1.602 2003 .....		
1.603 2004 .....		
1.604 2005 .....		
1.605 2006 .....		
1.606 2007 .....		
1.607 2008 .....		
1.608 2009 .....		
1.609 2010 .....		
1.610 2011 .....		
1.611 2012 .....		
1.612 Totals	0	0

2. The definition of allocated loss adjustment expenses (ALAE) and, therefore, unallocated loss adjustment expenses (ULAE) was changed effective January 1, 1998. This change in definition applies to both paid and unpaid expenses. Are these expenses (now reported as "Defense and Cost Containment" and "Adjusting and Other") reported in compliance with these definitions in this statement? ..... Yes [ X ] No [ ]
3. The Adjusting and Other expense payments and reserves should be allocated to the years in which the losses were incurred based on the number of claims reported, closed and outstanding in those years. When allocating Adjusting and Other expense between companies in a group or a pool, the Adjusting and Other expense should be allocated in the same percentage used for the loss amounts and the claim counts. For reinsurers, Adjusting and Other expense assumed should be reported according to the reinsurance contract. For Adjusting and Other expense incurred by reinsurers, or in those situations where suitable claim count information is not available, Adjusting and Other expense should be allocated by a reasonable method determined by the company and described in Interrogatory 7, below. Are they so reported in this Statement? ..... Yes [ X ] No [ ]
4. Do any lines in Schedule P include reserves that are reported gross of any discount to present value of future payments, and that are reported net of such discounts on Page 10? ..... Yes [ ] No [ X ]

If yes, proper disclosure must be made in the Notes to Financial Statements, as specified in the Instructions. Also, the discounts must be reported in Schedule P - Part 1, Columns 32 and 33. Schedule P must be completed gross of non-tabular discounting. Work papers relating to discount calculations must be available for examination upon request.  
 Discounting is allowed only if expressly permitted by the state insurance department to which this Annual Statement is being filed.

5. What were the net premiums in force at the end of the year for:  
 (in thousands of dollars) 5.1 Fidelity .....  
 5.2 Surety .....

6. Claim count information is reported per claim or per claimant (Indicate which) ..... per claim .....  
 If not the same in all years, explain in Interrogatory 7.
- 7.1 The information provided in Schedule P will be used by many persons to estimate the adequacy of the current loss and expense reserves, among other things. Are there any especially significant events, coverage, retention or accounting changes that have occurred that must be considered when making such analyses? ..... Yes [ ] No [ X ]
- 7.2 (An extended statement may be attached.)  
 .....

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

Allocated by States and Territories

States, Etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Included in Column 2)	
		2 Direct Premiums Written	3 Direct Premiums Earned							
1. Alabama ..... AL										
2. Alaska ..... AK										
3. Arizona ..... AZ										
4. Arkansas ..... AR										
5. California ..... CA										
6. Colorado ..... CO										
7. Connecticut ..... CT										
8. Delaware ..... DE										
9. District of Columbia ..... DC										
10. Florida ..... FL										
11. Georgia ..... GA										
12. Hawaii ..... HI										
13. Idaho ..... ID										
14. Illinois ..... IL										
15. Indiana ..... IN										
16. Iowa ..... IA										
17. Kansas ..... KS										
18. Kentucky ..... KY										
19. Louisiana ..... LA										
20. Maine ..... ME										
21. Maryland ..... MD										
22. Massachusetts ..... MA										
23. Michigan ..... MI										
24. Minnesota ..... MN										
25. Mississippi ..... MS										
26. Missouri ..... MO										
27. Montana ..... MT										
28. Nebraska ..... NE										
29. Nevada ..... NV										
30. New Hampshire ..... NH										
31. New Jersey ..... NJ										
32. New Mexico ..... NM										
33. New York ..... NY										
34. North Carolina ..... NC										
35. North Dakota ..... ND										
36. Ohio ..... OH										
37. Oklahoma ..... OK										
38. Oregon ..... OR										
39. Pennsylvania ..... PA										
40. Rhode Island ..... RI										
41. South Carolina ..... SC										
42. South Dakota ..... SD										
43. Tennessee ..... TN										
44. Texas ..... TX										
45. Utah ..... UT										
46. Vermont ..... VT										
47. Virginia ..... VA										
48. Washington ..... WA										
49. West Virginia ..... WV										
50. Wisconsin ..... WI										
51. Wyoming ..... WY										
52. American Samoa ..... AS										
53. Guam ..... GU										
54. Puerto Rico ..... PR	L	53,033,328	51,908,938	0	12,129,687	13,625,831	8,897,694			
55. U.S. Virgin Islands ..... VI	L	553,163	485,940	0	42,398	49,734	62,692			
56. Northern Mariana Islands ..... MP										
57. Canada ..... CAN										
58. Aggregate other alien .. OT	XXX	0	0	0	0	0	0	0	0	
59. Totals	(a) 2	53,586,491	52,394,878	0	12,172,085	13,675,565	8,960,386	0	0	
DETAILS OF WRITE-INS										
58001. ....	XXX									
58002. ....	XXX									
58003. ....	XXX									
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0	
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX	0	0	0	0	0	0	0	0	

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

Explanation of basis of allocation of premiums by states, etc.

Premiums are allocated by states where the premiums are written.

(a) Insert the number of L responses except for Canada and Other Alien.

**SCHEDULE T - PART 2  
INTERSTATE COMPACT - EXHIBIT OF PREMIUMS WRITTEN**

Allocated by States and Territories

States, Etc.	Direct Business Only					Totals
	1 Life (Group and Individual)	2 Annuities (Group and Individual)	3 Disability Income (Group and Individual)	4 Long-Term Care (Group and Individual)	5 Deposit-Type Contracts	
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ					
4. Arkansas	AR					
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE					
9. District of Columbia	DC					
10. Florida	FL					
11. Georgia	GA					
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA					
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA					
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO					
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV					
30. New Hampshire	NH					
31. New Jersey	NJ					
32. New Mexico	NM					
33. New York	NY					
34. North Carolina	NC					
35. North Dakota	ND					
36. Ohio	OH					
37. Oklahoma	OK					
38. Oregon	OR					
39. Pennsylvania	PA					
40. Rhode Island	RI					
41. South Carolina	SC					
42. South Dakota	SD					
43. Tennessee	TN					
44. Texas	TX					
45. Utah	UT					
46. Vermont	VT					
47. Virginia	VA					
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR					
55. U.S. Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CAN					
58. Aggregate Other Alien	OT					
59. Total						

**NONE**

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY**  
**PART 1 - ORGANIZATIONAL CHART**

Assurant, Inc.

Owns 100% of Family Considerations, Inc.	FEI 58-2315775 - GA
Owns 100% of FamilySide, Inc.	CANADA
Owns 100% of Florida Office Corp.	FEI 13-3896525 - DE
Owns 100% of GP Legacy Place, Inc.	FEI 13-3882719 - DE
Owns 100% of Insureco, Inc.	FEI 33-0658229 - CA
Owns 100% of Interfinancial Inc.	FEI 13-3036467 - GA
Owns 100% of Union Security Life Insurance Company of New York	FEI 13-2699219; NAIC 81477 - NY

Insureco, Inc.

Owns 100% of Assurant Reinsurance of Turks & Caicos, Ltd.	FEI 03-0387721 - TURKS & CAICOS
Owns 100% of Insureco Agency & Insurance Services, Inc. (CA)	FEI 95-3097622 - CA

Interfinancial Inc.

Owns 100% of ALOC Holdings ULC	CANADA
Owns 100% of American Bankers Insurance Group	FEI 59-1985922- FL
Owns 100% of American Memorial Life Insurance Company	FEI 46-0260270; NAIC 67989 - SD
Owns 100% of American Security Insurance Company	FEI 58-1529575; NAIC 42978 - DE
Owns 100% of Denticare of Alabama, Inc.	FEI 59-3063687; NAIC 12880 - AL
Owns 100% of Disability Reinsurance Management Services, Inc.	FEI 01-0483086 - DE
Owns 100% of Guardian Travel, Inc.	FEI 59-2519974 - FL
Owns 100% of John Alden Financial Corporation	FEI 59-2840712 - DE
Owns 100% of Mortgage Group Reinsurance, Ltd.	FEI 20-0101110 - BERMUDA
Owns 100% of Time Insurance Company	FEI 39-0658730; NAIC 69477 - WI
Owns 100% of TrackSure Insurance Agency, Inc.	FEI 33-0388029 - CA
Owns 100% of UDC Dental California, Inc.	FEI 33-0360239; NAIC 52031 - CA
Owns 100% of UDC Ohio, Inc.	FEI 74-2609036; NAIC 52022 - OH
Owns 100% of Union Security DentalCare of Georgia, Inc.	FEI 58-1909945 - GA
Owns 100% of Union Security DentalCare of New Jersey, Inc.	FEI 52-1565653; NAIC 11244 - NJ
Owns 100% of Union Security Insurance Company	FEI 81-0170040; NAIC 70408 - KS
Owns 100% of United Dental Care of Arizona, Inc.	FEI 86-0517444; NAIC 47708 - AZ
Owns 100% of United Dental Care of Colorado, Inc.	FEI 86-0631335; NAIC 52032 -CO
Owns 100% of United Dental Care of Michigan, Inc.	FEI 38-2833988; NAIC 11111 - MI
Owns 100% of United Dental Care of Missouri, Inc.	FEI 75-2481527; NAIC 47044 - MO
Owns 100% of United Dental Care of New Mexico, Inc.	FEI 86-0384270; NAIC 47042 - NM
Owns 100% of United Dental Care of Texas, Inc.	FEI 75-2076282; NAIC 95142 - TX
Owns 100% of United Dental Care of Utah, Inc.	FEI 75-2635404; NAIC 95450 - UT

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY**  
**PART 1 - ORGANIZATIONAL CHART**

	Owns 100% of Solidify Software, LLC	FEI 45-2424030- KS
ALOC Holdings ULC		
	Owns 100% of Assurant Life of Canada	CANADA
American Security Insurance Company		
	Owns 100% of Standard Guaranty Insurance Company	FEI 58-1529579; NAIC 42986 - DE
John Alden Financial Corporation		
	Owns 100% of John Alden Life Insurance Company	FEI 41-0999752; NAIC 65080 - WI
	Owns 100% of NSM Sales Corporation	FEI 65-0416844 - NV
John Alden Life Insurance Company		
	Owns 100% of North Star Marketing Corporation	FEI 59-2394561 - OH
Time Insurance Company		
	Owns 100% of National Insurance Institute, LLC	FEI 83-0408679 - WI
Union Security Insurance Company		
	Owns 100% of Dental Health Alliance, L.L.C.	FEI 13-3830846 - DE
American Bankers Insurance Group, Inc.		
	Owns 100% of ABI International	CAYMAN ISLANDS
	Owns 100% of American Bankers Dominicana, S.A.	DOMINICAN REPUBLIC
	Owns 100% of American Bankers Insurance Company of Florida	FEI 59-0593886; NAIC 10111 - FL
	Owns 100% of American Bankers Life Assurance Company of Florida	FEI 59-0676017; NAIC 60275 - FL
	Owns 100% of American Bankers Management Company, Inc	FEI 65-0597010 - FL
	Owns 100% of American Reliable Insurance Company	FEI 41-0735002; NAIC 19615 - AZ
	Owns 100% of Assurant Service Protection, Inc.	FEI 26-3914986 - OK
	Owns 100% of Assurant Services Canada Inc.	CANADA
	Owns 100% of Bankers Atlantic Reinsurance Company	FEI 98-0152782 - TURKS & CAICOS
	Owns 100% of Federal Warranty Service Corporation	FEI 36-3596362 - IL
	Owns 100% of Guardian Investment Services, Inc.	FEI 59-2720545 - FL
	Owns 100% of International Financial Group, Inc.	FEI 75-2533456 - TX
	Owns 100% of MSDiversified Corp.	FEI 64-0660045 - MS
	Owns 100% of National Insurance Agency	FEI 59-1357775 - FL

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY  
PART 1 - ORGANIZATIONAL CHART**

	Owns 100% of Assurant Payment Services, Inc. (fka Quail Roost Properties, Inc.)	FEI 59-1414202 - FL
	Owns 51% of Signal Holdings LLC	FEI 47-0876083 - PA
	Owns 100% of Sureway, Inc.	FEI 59-1532747 - DE
	Owns 100% of TS Holdings, Inc.	FEI 30-0080387 - DE
	Owns 100% of Voyager Group, Inc.	FEI 59-1236556 - FL
	Owns 100% of Voyager Service Warranties, Inc.	FEI 59-2675787 - FL
ABIG Holding de Espana, S.L.	Owns 96.986% of Assurant Argentina Compania de Seguros Sociedad Anonima	ARGENTINA
	Owns 95% of Assurant Services Argentina, S.A.	ARGENTINA
	Owns 99% of Assurant Holding de Puerto Rico, Inc.	PUERTO RICO
	Owns 99% of Assurant Seguradora S.A.	BRASIL
	Owns 99% of Assurant Services Brasil, Limitada	BRASIL
	Owns 100% of Assurant Services de Chile, SpA	CHILE
	Owns 98% of Assurant Servicios de Mexico, S.A. de CV	MEXICO
	Owns 99% of Rolim Consult S.A.	BRASIL
	Owns 99% of Assurant Chile Compañia de Seguros Generales S.A.	CHILE
ABI International	Owns 100% of Assurant Group, Limited	UNITED KINGDOM
	Owns 1% of Assurant International Division Limited (fka American Bankers International Division, Inc.)	FEI 99-5951827 - MALTA
	Owns 100% of Solutions Holdings	CAYMAN ISLANDS
	Owns 100% of Protection Holding Cayman	CAYMAN ISLANDS
American Bankers General Agency, Inc.	Controls thru a management agreement - Reliable Lloyds Insurance Company	FEI 74-2289453; NAIC 28843 - TX
American Bankers Insurance Company of Florida	Owns 100% of American Bankers General Agency, Inc.	FEI 74-2135158 - TX
Assurant International Division Limited (fka American Bankers International Division, Inc.)	Owns 3.014% of Assurant Argentina Compania de Seguros Sociedad Anonima	ARGENTINA
	Owns 5% of Assurant Services Argentina, S.A.	ARGENTINA
	Owns 49% of Assurant Danos Mexico S.A.	MEXICO

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY  
PART 1 - ORGANIZATIONAL CHART**

	Owns 1% of Assurant Seguradora S.A.	BRASIL
	Owns 1% of Assurant Services Brasil, Limitada	BRASIL
	Owns 2% of Assurant Servicios de Mexico, S.A. de CV	MEXICO
	Owns 100% of Assurant Services of Puerto Rico, Inc.	FEI 66-0520042 - PR
	Owns 49% of Assurant Vida Mexico S.A.	MEXICO
	Owns 100% of ABIG Holding de Espana, S.L.	SPAIN
	Owns 1% of Rolim Consult S.A.	BRASIL
	Owns 1% of Assurant Chile Compañia de Seguros Generales S.A.	CHILE
	Owns 100% of Assurant Solutions Holding Puerto Rico, Inc.	FEI 66-0791841 - PR
Assurant Servicios de Mexico, S.A. de CV		
	Owns 1% of Assurant Holding de Puerto Rico, Inc.	PUERTO RICO
Assurant Solutions Holding Puerto Rico, Inc.		
	Owns 74% of Caribbean American Property Insurance Company	FEI 66-0481184; NAIC 30590 - PR
	Owns 100% of Caribbean American Life Assurance Company	FEI 66-0448783; NAIC 73156 - PR
American Bankers Management Company, Inc.		
	Owns 100% of Consumer Assist Network Association, Inc.	FEI 65-0597011 - DE
American Reliable Insurance Company		
	Owns 100% of U.S. Insurance Services, Inc.	FEI 59-3717622 - FL
Assurant Group LTD		
	Owns 100% of Assurant Direct Limited	UNITED KINGDOM
	Owns 100% of Assurant General Insurance Limited	UNITED KINGDOM
	Owns 100% of Assurant Life Limited	UNITED KINGDOM
	Owns 100% of Assurant Services (UK) Limited	UNITED KINGDOM
	Owns 100% of Assurant Intermediary Ltd.	UNITED KINGDOM
	Owns 100% of Assurant Deutschland GmbH	GERMANY
	Owns 100% of Assurant Italia Agenzia di Assicurazioni s.r.l.	ITALY
	Owns 100% of Assurant Services Italia s.r.l.	ITALY
	Owns 100% of Assurant Solutions Spain, S.A.	SPAIN
	Owns 100% of Assurant Services Limited	IRELAND

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY**  
**PART 1 - ORGANIZATIONAL CHART**

Assurant Holding de Puerto Rico, Inc.	Owns 51% of Assurant Danos Mexico S.A. Owns 51% of Assurant Vida Mexico S.A.	MEXICO MEXICO
Caribbean American Life Assurance Company	Owns 26% of Caribbean American Property Insurance Company	FEI 66-0481184; NAIC 30590 - PR
Federal Warranty Service Corporation	Owns 80% of Service Delivery Advantage, LLC	FEI 61-1455870; IL
MS Diversified Corp.	Owns 100% of United Service Protection Corporation Owns 100% of United Service Protection, Inc.	FEI 64-0906751 - DE FEI 59-1794848 - FL
Signal Holdings LLC	Owns 99.9% of CWork Solutions, LP Owns 100% of Signal GP LLC Owns 100% of Signal Northwest LLC Owns 99.9% of The Signal LP Owns 100% of TeleCom Re, Inc.	FEI 04-3706805 - PA FEI 47-0876082 - DE FEI 36-4553652 - DE FEI 22-2623205 - PA FEI 23-3055804 - FL
CWork Solutions, LP	Owns 100% of CWork Financial Management LLC	FEI 20-3810453 - DE
Signal GP LLC	Owns 0.1% of CWork Solutions, LP Owns 0.1% of The Signal LP	FEI 04-3706805 - PA FEI 22-2623205 - PA
Sureway, Inc.	Owns 100% of Assurant Consulting Company, Limited	CHINA
The Signal LP	Owns 100% of Signal Financial Management LLC	FEI 20-3810532 - DE
Telecom Re, Inc.	Owns 49% of Signal Holdings LLC	FEI 47-0876083 - PA

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY**  
**PART 1 - ORGANIZATIONAL CHART**

Voyager Group Inc.

Owns 100% of Voyager Indemnity Insurance Company

FEI 58-1455416; NAIC 40428 - GA

Solutions Holdings

Owns 100% of Solutions Cayman

CAYMAN ISLANDS

Protection Holding Cayman

Owns 99% of Assurant International Division Limited (fka American Bankers International Division, Inc.)

FEI 99-5951827 - MALTA

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
0019	Assurant, Inc.	00000	39-1126612	3251018	0001267238	N	Assurant, Inc.	DE	UIP					
0019	Assurant, Inc.	00000	58-2315775				Family Considerations, Inc.	GA	NIA	Assurant, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000					FamilySide, Inc.	CAN	NIA	Assurant, Inc.	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	13-3896525				Florida Office Corp.	DE	NIA	Assurant, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	13-3882719				GP Legacy Place, Inc.	DE	NIA	Assurant, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	33-0658229	3160129			Insureco, Inc.	CA	NIA	Assurant, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	13-3036467	3160316	0001063399		Interfinancial Inc.	GA	UIP	Assurant, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	81477	13-2699219	3163335	0000914804		Union Security Life Insurance Company of New York	NY	IA	Assurant, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	03-0387721				Assurant Reinsurance of Turks & Caicos, Ltd.	TCA	IA	Insureco, Inc.	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	95-3097622	3163782			Insureco Agency & Insurance Services, Inc. (CA)	CA	NIA	Insureco, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000					ALOC Holdings ULC	CAN	NIA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	59-1985922	1624878	0000350571		American Bankers Insurance Group	FL	UIP	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	67989	46-0260270	3160428			American Memorial Life Insurance Company	SD	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	42978	58-1529575	3160437			American Security Insurance Company	DE	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	12880	59-3063687	3163438			Denticare of Alabama, Inc.	AL	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	01-0483086	3162794			Disability Reinsurance Management Services, Inc.	DE	NIA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	59-2519974	3164798			Guardian Travel, Inc.	FL	NIA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	59-2840712	3163072	0000926419		John Alden Financial Corporation	DE	NIA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	20-0101110				Mortgage Group Reinsurance, Ltd.	BMU	NIA	Interfinancial Inc.	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	69477	39-0658730	3162963			Time Insurance Company	WI	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	33-0388029				TrackSure Insurance Agency, Inc.	CA	NIA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	52031	33-0360239	3163559			UDC Dental California, Inc.	CA	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	52022	74-2609036	3163540			UDC Ohio, Inc.	OH	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	58-1909945	3163483			Union Security DentalCare of Georgia, Inc.	GA	NIA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	11244	52-1565653	3163465			Union Security DentalCare of New Jersey, Inc.	NJ	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	70408	81-0170040	3162785	0000823533		Union Security Insurance Company	KS	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	47708	86-0517444	3163586			United Dental Care of Arizona, Inc.	AZ	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	52032	86-0631335	3163595			United Dental Care of Colorado, Inc.	CO	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	11111	38-2833988	3163616			United Dental Care of Michigan, Inc.	MI	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	47044	75-2481527	3163625			United Dental Care of Missouri, Inc.	MO	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	47042	86-0384270	3163652			United Dental Care of New Mexico, Inc.	NM	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	95142	75-2076282	3163661			United Dental Care of Texas, Inc.	TX	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	95450	75-2635404	3163698			United Dental Care of Utah, Inc.	UT	IA	Interfinancial Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	45-2424030				Solidify Software, LLC	KS	NIA	Interfinancial Inc.	Ownership, Management	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000					Assurant Life of Canada	CAN	IA	ALOC Holdings ULC	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	42986	58-1529579	3163278			Standard Guaranty Insurance Company	DE	IA	American Security Insurance Company	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	65080	41-0999752	1333161			John Alden Life Insurance Company	WI	IA	John Alden Financial Corporation	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	65-0416844				NSM Sales Corporation	NV	NIA	John Alden Financial Corporation	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	59-2394561	1333406			North Star Marketing Corporation	OH	NIA	John Alden Life Insurance Company	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	83-0408679				National Insurance Institute, LLC	WI	NIA	Time Insurance Company	Ownership, Management	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	13-3830846	3170315			Dental Health Alliance, L.L.C.	DE	NIA	Union Security Insurance Company	Ownership, Management	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000					ABI International	CYM	UIP	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					American Bankers Dominicana, S.A.	DOM	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	1

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
0019	Assurant, Inc.	10111	59-0593886	3056576	0000004588		American Bankers Insurance Company of Florida	FL	IA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	60275	59-0676017	3160400			American Bankers Life Assurance Company of Florida	FL	IA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	65-0597010				American Bankers Management Company, Inc.	FL	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	19615	41-0735002	3164837			American Reliable Insurance Company	AZ	IA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	26-3914986				Assurant Service Protection, Inc.	OK	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000					Assurant Services Canada Inc.	CAN	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	98-0152782				Bankers Atlantic Reinsurance Company	TCA	IA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	36-3596362	3163193			Federal Warranty Service Corporation	IL	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	59-2720545				Guardian Investment Services, Inc.	FL	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	75-2533456				International Financial Group, Inc.	TX	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	64-0660045				MSDiversified Corp.	MS	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	59-1357775				National Insurance Agency	FL	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	59-1414202	3163223			Assurant Payment Services, Inc.	FL	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	47-0876083				Signal Holdings LLC	PA	NIA	American Bankers Insurance Group, Inc.	Ownership, Management	51.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	59-1532747				Sureway, Inc.	DE	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	30-0080387				TS Holdings, Inc.	DE	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	59-1236556	3164707			Voyager Group, Inc.	FL	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	59-2675787	3164686			Voyager Service Warranties, Inc.	FL	NIA	American Bankers Insurance Group, Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000					Assurant Argentina Compania de Seguros Sociedad Anonima	ARG	IA	ABIG Holding de Espana, S.L.	Ownership, Board	96.986	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Services Argentina, S.A.	ARG	NIA	ABIG Holding de Espana, S.L.	Ownership, Board	95.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Holding de Puerto Rico, Inc.	PR	NIA	ABIG Holding de Espana, S.L.	Ownership, Board	99.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Seguradora S.A.	BRA	IA	ABIG Holding de Espana, S.L.	Ownership, Board	99.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Services Brasil, Limitada	BRA	NIA	ABIG Holding de Espana, S.L.	Ownership, Management	99.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Services de Chile, SpA	CHL	NIA	ABIG Holding de Espana, S.L.	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Servicios de Mexico, S.A. de CV	MEX	NIA	ABIG Holding de Espana, S.L.	Ownership, Board	98.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Rolim Consult S.A.	BRA	NIA	ABIG Holding de Espana, S.L.	Ownership, Board	99.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Chile Compania de Seguros Generales S.A.	CHL	IA	ABIG Holding de Espana, S.L.	Ownership, Board	99.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Group, Limited	GBR	NIA	ABI International	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant International Division Limited (fka American Bankers International Division, Inc.)	MLT		ABI International	Ownership, Board	1.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	99-5951827				Solutions Holdings	CYM	NIA	ABI International	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Protection Holding Cayman	CYM	UIP	ABI International	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	28843	74-2289453	3163308			Reliable Lloyds Insurance Company	TX	IA	American Bankers General Agency, Inc.	Attorney-In-Fact	0.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	74-2135158	3160389			American Bankers General Agency, Inc.	TX	NIA	American Bankers Insurance Company of Florida	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000					Assurant Argentina Compania de Seguros Sociedad Anonima	ARG	IA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Board	3.014	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Services Argentina, S.A.	ARG	NIA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Board	5.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Danos Mexico S.A.	MEX	IA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Board	49.000	Assurant, Inc.	1

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
0019	Assurant, Inc.	00000					Assurant Seguradora S.A.	BRA	NIA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Board	1.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Services Brasil, Limitada	BRA	NIA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Management	1.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Servicios de Mexico, S.A. de CV	MEX	NIA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Board	2.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	66-0520042				Assurant Services of Puerto Rico, Inc.	PR	NIA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Vida Mexico S.A.	MEX	IA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Board	49.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					ABIG Holding de Espana, S.L.	ESP	NIA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Rolim Consult S.A.	BRA	NIA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Board	1.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Chile Compañia de Seguros Generales S.A.	CHL	IA	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Board	1.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	66-0791841				Assurant Solutions Holding Puerto Rico, Inc.	PR	UDP	Assurant International Division Limited (fka American Bankers International Division, Inc.)	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Holding de Puerto Rico, Inc. Caribbean American Property Insurance Company	PR	NIA	Assurant Servicios de Mexico, S.A. de CV	Ownership, Board	1.000	Assurant, Inc.	1
0019	Assurant, Inc.	30590	66-0481184				Assurant Solutions Holding Puerto Rico, Inc.	PR		Assurant Solutions Holding Puerto Rico, Inc.	Ownership, Board	74.000	Assurant, Inc.	1
0019	Assurant, Inc.	73156	66-0448783				Caribbean American Life Assurance Company	PR	UDP	Assurant Solutions Holding Puerto Rico, Inc.	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	65-0597011	3164921			Consumer Assist Network Association, Inc.	DE	NIA	American Bankers Management Company, Inc.	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	59-3717622				U.S. Insurance Services, Inc.	FL	NIA	American Reliable Insurance Company	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Direct Limited	GBR	NIA	Assurant Group LTD	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant General Insurance Limited	GBR	IA	Assurant Group LTD	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Life Limited	GBR	IA	Assurant Group LTD	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Services (UK) Limited	GBR	NIA	Assurant Group LTD	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Intermediary Ltd.	GBR	NIA	Assurant Group LTD	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Deutschland GmbH	DEU	NIA	Assurant Group LTD	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Italia Agenzia di Assicurazioni s.r.l.	ITA	NIA	Assurant Group LTD	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Services Italia s.r.l.	ITA	NIA	Assurant Group LTD	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Solutions Spain, S.A.	ESP	NIA	Assurant Group LTD	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Services Limited	IRL	NIA	Assurant Group LTD	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Danos Mexico S.A.	MEX	IA	Assurant Holding de Puerto Rico, Inc.	Ownership, Board	51.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000					Assurant Vida Mexico S.A.	MEX	IA	Assurant Holding de Puerto Rico, Inc.	Ownership, Board	51.000	Assurant, Inc.	1
0019	Assurant, Inc.	30590	66-0481184				Caribbean American Property Insurance Company	PR		Caribbean American Life Assurance Company	Ownership, Board	26.000	Assurant, Inc.	1

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
0019	Assurant, Inc.	00000	61-1455870	3320204			Service Delivery Advantage, LLC	IL	NIA	Federal Warranty Service Corporation	Ownership, Management	80.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	64-0906751	3173839			United Service Protection Corporation	DE	NIA	MS Diversified Corp.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	59-1794848	3162664			United Service Protection, Inc.	FL	NIA	MS Diversified Corp.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	04-3706805				CWork Solutions, LP	PA	NIA	Signal Holdings LLC	Ownership, Management	99.900	Assurant, Inc.	
0019	Assurant, Inc.	00000	47-0876082				Signal GP LLC	DE	NIA	Signal Holdings LLC	Ownership, Management	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	36-4553652				Signal Northwest LLC	DE	NIA	Signal Holdings LLC	Ownership, Management	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	22-2623205				The Signal LP	PA	NIA	Signal Holdings LLC	Ownership, Management	99.900	Assurant, Inc.	
0019	Assurant, Inc.	00000	23-3055804				TeleCom Re, Inc.	FL	NIA	Signal Holdings LLC	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	20-3810453				CWork Financial Management LLC	DE	NIA	CWork Solutions, LP	Ownership, Management	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	04-3706805				CWork Solutions, LP	PA	NIA	Signal GP LLC	Ownership, Management	0.100	Assurant, Inc.	
0019	Assurant, Inc.	00000	22-2623205				The Signal LP	PA	NIA	Signal GP LLC	Ownership, Management	0.100	Assurant, Inc.	
0019	Assurant, Inc.	00000					Assurant Consulting Company, Limited	CHN	NIA	Sureway, Inc.	Ownership, Management	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	20-3810532				Signal Financial Management LLC	DE	NIA	The Signal LP	Ownership, Management	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000	47-0876083				Signal Holdings LLC	PA	NIA	Telecom Re, Inc.	Ownership, Management	49.000	Assurant, Inc.	
0019	Assurant, Inc.	40428	58-1455416	3164716			Voyager Indemnity Insurance Company	GA	IA	Voyager Group Inc.	Ownership, Board	100.000	Assurant, Inc.	
0019	Assurant, Inc.	00000					Solutions Cayman	CYM	NIA	Solutions Holding	Ownership, Board	100.000	Assurant, Inc.	1
0019	Assurant, Inc.	00000	99-5951827				Assurant International Division Limited (fka American Bankers International Division, Inc.)	MLT	UDP	Protection Holding Cayman	Ownership, Board	99.000	Assurant, Inc.	1

Asterisk	Explanation
1	Reflects international country

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE Y**

**PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES**

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/(Liability)
		Assurant, Inc.	509,308,448	.0	.0	.0	580,406,620	.0		.0	1,089,715,068	.0
	58-2315775	Family Considerations, Inc.	.0	.0	.0	.0	(7,489)	.0		.0	(7,489)	.0
		FamilySide, Inc.	.0	.0	.0	.0	(9,864)	.0		.0	(9,864)	.0
	33-0658229	Insureco, Inc.	.0	.0	.0	.0	242,930	.0		.0	242,930	.0
	13-3036467	Interfinancial Inc.	.0	20,000,000	.0	.0	.0	.0		.0	20,000,000	.0
81477	13-2699219	Union Security Life Insurance Company of New York	(608,448)	.0	.0	.0	(9,238,309)	1,395,704		.0	(8,451,053)	1,940
	03-0387721	Assurant Reinsurance of Turks & Caicos, Ltd.	.0	.0	.0	.0	.0	.0		.0	.0	(19,584)
		ALOC Holdings ULC	.0	.0	.0	.0	100	.0		.0	100	.0
	59-1985922	American Bankers Insurance Group	72,000,000	(17,000,000)	.0	.0	(23,043,406)	.0		.0	31,956,594	.0
67989	46-0260270	American Memorial Life Insurance Company	.0	(20,000,000)	.0	.0	(20,751,186)	.0		.0	(40,751,186)	.0
42978	58-1529575	American Security Insurance Company	(202,000,000)	.0	.0	.0	(212,215,467)	3,754,263		.0	(410,461,204)	9,898,627
12880	59-3063687	Denticare of Alabama, Inc.	.0	.0	.0	.0	(25,052)	.0		.0	(25,052)	.0
	01-0483086	Disability Reinsurance Management Services, Inc.	.0	.0	.0	.0	22,368,386	.0		.0	22,368,386	.0
69477	39-0658730	Time Insurance Company	(105,000,000)	.0	.0	.0	(21,690,069)	(22,704)		.0	(126,712,773)	63,858
	33-0388029	TrackSure Insurance Agency, Inc.	.0	.0	.0	.0	(26,656)	.0		.0	(26,656)	.0
52031	33-0360239	UDC Dental California, Inc.	.0	.0	.0	.0	20,615	.0		.0	20,615	.0
52022	74-2609036	UDC Ohio, Inc.	.0	.0	.0	.0	(279,523)	.0		.0	(279,523)	.0
	58-1909945	Union Security DentalCare of Georgia, Inc.	.0	.0	.0	.0	(349,132)	.0		.0	(349,132)	.0
11244	52-1565653	Union Security DentalCare of New Jersey, Inc.	.0	.0	.0	.0	(49,307)	.0		.0	(49,307)	.0
70408	81-0170040	Union Security Insurance Company	(110,000,000)	.0	.0	.0	(72,998,321)	2,410,149		.0	(180,588,172)	1,635,155
47708	86-0517444	United Dental Care of Arizona, Inc.	(1,700,000)	.0	.0	.0	(961,643)	.0		.0	(2,661,643)	.0
52032	86-0631335	United Dental Care of Colorado, Inc.	(1,900,000)	.0	.0	.0	(441,386)	.0		.0	(2,341,386)	.0
11111	38-2833988	United Dental Care of Michigan, Inc.	.0	.0	.0	.0	(123,095)	.0		.0	(123,095)	.0
47044	75-2481527	United Dental Care of Missouri, Inc.	.0	.0	.0	.0	(394,645)	.0		.0	(394,645)	.0
47042	86-0384270	United Dental Care of New Mexico, Inc.	.0	.0	.0	.0	(45,058)	.0		.0	(45,058)	.0
95142	75-2076282	United Dental Care of Texas, Inc.	(1,100,000)	.0	.0	.0	(2,794,257)	.0		.0	(3,894,257)	.0
95450	75-2635404	United Dental Care of Utah, Inc.	.0	.0	.0	.0	(124,011)	.0		.0	(124,011)	.0
		Assurant Life of Canada	.0	.0	.0	.0	(11,143,666)	.0		.0	(11,143,666)	.0
42986	58-1529579	Standard Guaranty Insurance Company	(33,000,000)	.0	.0	.0	(47,322,845)	1,061,462		.0	(79,261,383)	8,761,938
65080	41-0999752	John Alden Life Insurance Company	(54,000,000)	.0	.0	.0	(81,082,843)	.0		.0	(135,082,843)	.0
	65-0416844	NSM Sales Corporation	.0	.0	.0	.0	(808,866)	.0		.0	(808,866)	.0
	13-3830846	Dental Health Alliance, L.L.C.	.0	.0	.0	.0	(654,985)	.0		.0	(654,985)	.0
10111	59-0593886	American Bankers Insurance Company of Florida	(10,000,000)	50,000,000	.0	.0	(31,108,533)	(52,476,324)		.0	(43,584,857)	(117,565,940)
60275	59-0676017	American Bankers Life Assurance Company of Florida	(13,000,000)	(13,000,000)	.0	.0	77,139,750	(12,043,743)		.0	39,096,007	(2,202,181)
	65-0597010	American Bankers Management Company, Inc.	.0	.0	.0	.0	(27,408,573)	.0		.0	(27,408,573)	.0
19615	41-0735002	American Reliable Insurance Company	.0	(20,000,000)	.0	.0	(5,904,145)	23,976,652		.0	(1,927,493)	68,085,026
	26-3914986	Assurant Service Protection, Inc.	.0	.0	.0	.0	(1,059,300)	.0		.0	(1,059,300)	.0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE Y**

**PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES**

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/(Liability)
	98-0152782	Bankers Atlantic Reinsurance Company	0	0	0	0	194,279	(12,430,807)		0	(12,236,528)	(59,968,485)
	36-3596362	Federal Warranty Service Corporation	0	0	0	0	(31,669,062)	0		0	(31,669,062)	0
	59-1357775	National Insurance Agency	0	0	0	0	(17,181)	0		0	(17,181)	0
	59-1532747	Sureway, Inc.	0	0	0	0	(11,476,428)	0		0	(11,476,428)	0
	59-2675787	Voyager Service Warranties, Inc.	0	0	0	0	(20,046)	0		0	(20,046)	0
		Assurant Group, Limited	0	0	0	0	(3,859,996)	0		0	(3,859,996)	0
	99-5951827	Assurant International Division Limited (fka American Bankers International Division, Inc.)	6,500,000	0	0	0	0	0		0	6,500,000	0
28843	74-2289453	Reliable Lloyds Insurance Company	0	0	0	0	(544,306)	185,672		0	(358,634)	52,392,846
		Assurant Argentina Compania de Seguros Sociedad Anonima	0	0	0	0	0	450,235		0	450,235	119,269
		Assurant Danos Mexico S.A.	0	0	0	0	0	2,733,698		0	2,733,698	6,107,368
		Assurant Vida Mexico S.A.	0	0	0	0	0	11,403,872		0	11,403,872	3,482,659
73156	66-0448783	Caribbean American Life Assurance Company	(2,000,000)	0	0	0	(778,783)	2,034,290		0	(744,493)	1,876,373
	65-0597011	Consumer Assist Network Association, Inc.	0	0	0	0	(490,416)	0		0	(490,416)	0
		Assurant General Insurance Limited	0	0	0	0	0	(4,096,030)		0	(4,096,030)	(5,468,819)
30590	66-0481184	Caribbean American Property Insurance Company	(4,500,000)	0	0	0	(519,080)	6,758,512		0	1,739,432	10,129,364
	64-0906751	United Service Protection Corporation	0	0	0	0	(4,705,044)	0		0	(4,705,044)	0
	59-1794848	United Service Protection, Inc.	0	0	0	0	(7,211,891)	0		0	(7,211,891)	0
	04-3706805	CWork Solutions, LP	0	0	0	0	(1,765,029)	0		0	(1,765,029)	0
	22-2623205	The Signal LP	0	0	0	0	(247,241)	0		0	(247,241)	0
40428	58-1455416	Voyager Indemnity Insurance Company	(49,000,000)	0	0	0	(45,324,766)	24,905,099		0	(69,419,667)	22,670,586
	38-3357459	SSDC	0	0	0	0	318,221	0		0	318,221	0
	9999999	Control Totals	0	0	0	0	0	0	XXX	0	0	0

# ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of **WAIVED** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

	Responses
<b>MARCH FILING</b>	
1. Will an actuarial opinion be filed by March 1? .....	YES
2. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? .....	SEE EXPLANATION
3. Will the confidential Risk-based Capital Report be filed with the NAIC by March 1? .....	YES
4. Will the confidential Risk-based Capital Report be filed with the state of domicile, if required by March 1? .....	SEE EXPLANATION
<b>APRIL FILING</b>	
5. Will the Insurance Expense Exhibit be filed with the state of domicile and the NAIC by April 1? .....	YES
6. Will Management's Discussion and Analysis be filed by April 1? .....	YES
7. Will the Supplemental Investment Risk Interrogatories be filed by April 1? .....	YES
<b>MAY FILING</b>	
8. Will this company be included in a combined annual statement which is filed with the NAIC by May 1? .....	YES
<b>JUNE FILING</b>	
9. Will an audited financial report be filed by June 1? .....	YES
10. Will Accountant's Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1? .....	YES
<b>AUGUST FILING</b>	
11. Will Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile by August 1? .....	YES
The following supplemental reports are required to be filed as part of your annual statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of <b>NO</b> to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplemental is required of your company but is not being filed for whatever reason enter <b>SEE EXPLANATION</b> and provide an explanation following the interrogatory questions.	
<b>MARCH FILING</b>	
12. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? .....	NO
13. Will the Financial Guaranty Insurance Exhibit be filed by March 1? .....	NO
14. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? .....	NO
15. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed by March 1? .....	NO
16. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1? .....	NO
17. Will the Premiums Attributed to Protected Cells Exhibit be filed by March 1? .....	NO
18. Will the Reinsurance Summary Supplement Filing for General Interrogatory 9 be filed with the state of domicile and the NAIC by March 1? .....	SEE EXPLANATION
19. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1? .....	NO
20. Will the confidential Actuarial Opinion Summary be filed with the state of domicile, if required, by March 15 (or the date otherwise specified)? .....	SEE EXPLANATION
21. Will the Reinsurance Attestation Supplement be filed with the state of domicile and the NAIC by March 1? .....	SEE EXPLANATION
22. Will the Exceptions to the Reinsurance Attestation Supplement be filed with the state of domicile by March 1? .....	NO
23. Will the Bail Bond Supplement be filed with the state of domicile and the NAIC by March 1? .....	NO
24. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC by March 1? .....	
25. Will an approval from the reporting entity's state of domicile for relief related to the five-year rotation requirement for lead audit partner be filed electronically with the NAIC by March 1? .....	
26. Will an approval from the reporting entity's state of domicile for relief related to the one-year cooling off period for independent CPA be filed electronically with the NAIC by March 1? .....	
27. Will an approval from the reporting entity's state of domicile for relief related to the Requirements for Audit Committees be filed electronically with the NAIC by March 1? .....	
<b>APRIL FILING</b>	
28. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? .....	YES
29. Will the Long-term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? .....	NO
30. Will the Accident and Health Policy Experience Exhibit be filed by April 1? .....	YES
31. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1? .....	NO
32. Will the regulator only (non-public) Supplemental Health Care Exhibit's Expense Allocation Report be filed with the state of domicile and the NAIC by April 1? .....	NO
<b>AUGUST FILING</b>	
33. Will Management's Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1? .....	NO
Explanations:	
2. File on March 30 as required by the Insurance Commissioner of Puerto Rico	
4. File on March 30 as required by the Insurance Commissioner of Puerto Rico	
12.	
13.	
14.	
15.	
16.	
17.	
18. File on March 30 as required by the Insurance Commissioner of Puerto Rico	
19.	
20. File on March 30 as required by the Insurance Commissioner of Puerto Rico	
21. File on March 30 as required by the Insurance Commissioner of Puerto Rico	
22.	
23.	
29.	
31.	
32.	
33.	
Bar Codes:	
12. SIS Stockholder Information Supplement [Document Identifier 420]	
13. Financial Guaranty Insurance Exhibit [Document Identifier 240]	
14. Medicare Supplement Insurance Experience Exhibit [Document Identifier 360]	
15. Supplement A to Schedule T [Document Identifier 455]	
16. Trusteed Surplus Statement [Document Identifier 490]	
17. Premiums Attributed to Protected Cells [Document Identifier 385]	
19. Medicare Part D Coverage Supplement [Document Identifier 365]	
22. Exceptions to the Reinsurance Attestation Supplement [Document Identifier 400]	
23. Bail Bond Supplement [Document Identifier 500]	

**SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES**

29. Long-Term Care Experience Reporting Forms [Document Identifier 306]



31. Supplemental Health Care Exhibit (Parts 1, 2 and 3) [Document Identifier 216]



32. Supplemental Health Care Exhibit's Expense Allocation Report  
[Document Identifier 217]



33. Management's Report of Internal Control Over Financial Reporting  
[Document Identifier 223]



**OVERFLOW PAGE FOR WRITE-INS**

**NONE**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SUMMARY INVESTMENT SCHEDULE**

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1 Amount	2 Percentage	3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total (Col. 3 + 4) Amount	6 Percentage
1. Bonds:						
1.1 U.S. treasury securities		0.000			0	0.000
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies	27,208,323	78.605	27,208,323		27,208,323	78.605
1.22 Issued by U.S. government sponsored agencies		0.000			0	0.000
1.3 Non-U.S. government (including Canada, excluding mortgaged-backed securities)		0.000			0	0.000
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations		0.000			0	0.000
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	1,361,529	3.933	1,361,529		1,361,529	3.933
1.43 Revenue and assessment obligations	635,078	1.835	635,078		635,078	1.835
1.44 Industrial development and similar obligations		0.000			0	0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or guaranteed by GNMA		0.000			0	0.000
1.512 Issued or guaranteed by FNMA and FHLMC		0.000			0	0.000
1.513 All other		0.000			0	0.000
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA		0.000			0	0.000
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521		0.000			0	0.000
1.523 All other		0.000			0	0.000
2. Other debt and other fixed income securities (excluding short-term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)		0.000			0	0.000
2.2 Unaffiliated non-U.S. securities (including Canada)		0.000			0	0.000
2.3 Affiliated securities		0.000			0	0.000
3. Equity interests:						
3.1 Investments in mutual funds		0.000			0	0.000
3.2 Preferred stocks:						
3.21 Affiliated		0.000			0	0.000
3.22 Unaffiliated		0.000			0	0.000
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated		0.000			0	0.000
3.32 Unaffiliated		0.000			0	0.000
3.4 Other equity securities:						
3.41 Affiliated		0.000			0	0.000
3.42 Unaffiliated		0.000			0	0.000
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated		0.000			0	0.000
3.52 Unaffiliated		0.000			0	0.000
4. Mortgage loans:						
4.1 Construction and land development		0.000			0	0.000
4.2 Agricultural		0.000			0	0.000
4.3 Single family residential properties		0.000			0	0.000
4.4 Multifamily residential properties		0.000			0	0.000
4.5 Commercial loans		0.000			0	0.000
4.6 Mezzanine real estate loans		0.000			0	0.000
5. Real estate investments:						
5.1 Property occupied by company		0.000	0		0	0.000
5.2 Property held for production of income (including \$ ..... of property acquired in satisfaction of debt)		0.000	0		0	0.000
5.3 Property held for sale (including \$ ..... property acquired in satisfaction of debt)		0.000	0		0	0.000
6. Contract loans		0.000	0		0	0.000
7. Derivatives		0.000	0		0	0.000
8. Receivables for securities		0.000	0		0	0.000
9. Securities Lending (Line 10, Asset Page reinvested collateral)		0.000	0	XXX	XXX	XXX
10. Cash, cash equivalents and short-term investments	5,408,944	15.627	5,408,944		5,408,944	15.627
11. Other invested assets		0.000			0	0.000
12. Total invested assets	34,613,874	100.000	34,613,874	0	34,613,874	100.000

Schedule A - Verification - Real Estate

**N O N E**

Schedule B - Verification - Mortgage Loans

**N O N E**

**SCHEDULE BA - VERIFICATION BETWEEN YEARS**

Other Long-Term Invested Assets

1.	Book/adjusted carrying value, December 31 of prior year .....	
2.	Cost of acquired:	
2.1	Actual cost at time of acquisition (Part 2, Column 8) .....	
2.2	Additional investment made after acquisition (Part 2, Column 9) .....	
3.	Capitalized deferred interest and other:	
3.1	Totals, Part 1, Column 16 .....	
3.2	Totals, Part 3, Column 12 .....	
4.	Accrual of discount .....	
5.	Unrealized valuation increase (decrease):	
5.1	Totals, Part 1, Column 13 .....	
5.2	Totals, Part 3, Column 9 .....	
6.	Total gain (loss) on disposals, Part 3, Column 19 .....	
7.	Deduct amounts received on disposals, Part 3, Column 16 .....	
8.	Deduct amortization of premium and depreciation .....	
9.	Total foreign exchange change in book/adjusted carrying value:	
9.1	Totals, Part 1, Column 17 .....	
9.2	Totals, Part 3, Column 14 .....	
10.	Deduct current year's other than temporary impairment recognized:	
10.1	Totals, Part 1, Column 15 .....	
10.2	Totals, Part 3, Column 11 .....	
11.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	
12.	Deduct total nonadmitted amounts .....	
13.	Statement value at end of current period (Line 11 minus Line 12) .....	

NONE

**SCHEDULE D - VERIFICATION BETWEEN YEARS**

Bonds and Stocks

1.	Book/adjusted carrying value, December 31 of prior year .....	28,055,891
2.	Cost of bonds and stocks acquired, Part 3, Column 7 .....	10,446,587
3.	Accrual of discount .....	59,611
4.	Unrealized valuation increase (decrease):	
4.1	Part 1, Column 12 .....	0
4.2	Part 2, Section 1, Column 15 .....	
4.3	Part 2, Section 2, Column 13 .....	
4.4	Part 4, Column 11 .....	0
5.	Total gain (loss) on disposals, Part 4, Column 19 .....	456,090
6.	Deduction consideration for bonds and stocks disposed of, Part 4, Column 7 .....	9,770,560
7.	Deduct amortization of premium .....	42,690
8.	Total foreign exchange change in book/adjusted carrying value:	
8.1	Part 1, Column 15 .....	0
8.2	Part 2, Section 1, Column 19 .....	
8.3	Part 2, Section 2, Column 16 .....	
8.4	Part 4, Column 15 .....	0
9.	Deduct current year's other than temporary impairment recognized:	
9.1	Part 1, Column 14 .....	0
9.2	Part 2, Section 1, Column 17 .....	
9.3	Part 2, Section 2, Column 14 .....	
9.4	Part 4, Column 13 .....	0
10.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	29,204,929
11.	Deduct total nonadmitted amounts .....	0
12.	Statement value at end of current period (Line 10 minus Line 11) .....	29,204,929

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE D - SUMMARY BY COUNTRY**

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
<b>BONDS</b>					
Governments (Including all obligations guaranteed by governments)	1. United States .....	27,208,323	28,586,659	27,283,985	27,070,000
	2. Canada .....				
	3. Other Countries .....				
	4. Totals	27,208,323	28,586,659	27,283,985	27,070,000
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals				
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	1,361,529	1,559,210	1,366,875	1,350,000
U.S. Special revenue and special assessment obligations and all non- guaranteed obligations of agencies and authorities of governments and their political subdivisions	7. Totals	635,078	655,925	476,624	665,000
Industrial and Miscellaneous and Hybrid Securities (unaffiliated)	8. United States .....				
	9. Canada .....				
	10. Other Countries .....				
	11. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	12. Totals				
	13. Total Bonds	29,204,930	30,801,794	29,127,484	29,085,000
<b>PREFERRED STOCKS</b>					
Industrial and Miscellaneous (unaffiliated)	14. United States .....				
	15. Canada .....				
	16. Other Countries .....				
	17. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	18. Totals				
	19. Total Preferred Stocks	0	0	0	0
<b>COMMON STOCKS</b>					
Industrial and Miscellaneous (unaffiliated)	20. United States .....				
	21. Canada .....				
	22. Other Countries .....				
	23. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	24. Totals				
	25. Total Common Stocks	0	0	0	0
	26. Total Stocks	0	0	0	0
	27. Total Bonds and Stocks	29,204,930	30,801,794	29,127,484	

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE D - PART 1A - SECTION 1**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>1. U.S. Governments</b>											
1.1 Class 1	4,889,539	12,575,240	11,117,544	0	0	28,582,323	93.3	24,060,994	81.5	28,582,323	0
1.2 Class 2						0	0.0	0	0.0		0
1.3 Class 3						0	0.0	0	0.0		0
1.4 Class 4						0	0.0	0	0.0		0
1.5 Class 5						0	0.0	0	0.0		0
1.6 Class 6						0	0.0	0	0.0		0
1.7 Totals	4,889,539	12,575,240	11,117,544	0	0	28,582,323	93.3	24,060,994	81.5	28,582,323	0
<b>2. All Other Governments</b>											
2.1 Class 1						0	0.0	0	0.0		0
2.2 Class 2						0	0.0	0	0.0		0
2.3 Class 3						0	0.0	0	0.0		0
2.4 Class 4						0	0.0	0	0.0		0
2.5 Class 5						0	0.0	0	0.0		0
2.6 Class 6						0	0.0	0	0.0		0
2.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>3. U.S. States, Territories and Possessions etc., Guaranteed</b>											
3.1 Class 1						0	0.0	3,484,231	11.8		0
3.2 Class 2						0	0.0	0	0.0		0
3.3 Class 3						0	0.0	0	0.0		0
3.4 Class 4						0	0.0	0	0.0		0
3.5 Class 5						0	0.0	0	0.0		0
3.6 Class 6						0	0.0	0	0.0		0
3.7 Totals	0	0	0	0	0	0	0.0	3,484,231	11.8	0	0
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>											
4.1 Class 1	0	0	1,361,529	0	0	1,361,529	4.4	1,363,284	4.6	1,361,529	0
4.2 Class 2						0	0.0	0	0.0		0
4.3 Class 3						0	0.0	0	0.0		0
4.4 Class 4						0	0.0	0	0.0		0
4.5 Class 5						0	0.0	0	0.0		0
4.6 Class 6						0	0.0	0	0.0		0
4.7 Totals	0	0	1,361,529	0	0	1,361,529	4.4	1,363,284	4.6	1,361,529	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>											
5.1 Class 1	423,563	211,515	0	0	0	635,078	2.1	611,382	2.1	635,078	0
5.2 Class 2						0	0.0	0	0.0		0
5.3 Class 3						0	0.0	0	0.0		0
5.4 Class 4						0	0.0	0	0.0		0
5.5 Class 5						0	0.0	0	0.0		0
5.6 Class 6						0	0.0	0	0.0		0
5.7 Totals	423,563	211,515	0	0	0	635,078	2.1	611,382	2.1	635,078	0

S105

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE D - PART 1A - SECTION 1 (Continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>6. Industrial &amp; Miscellaneous (Unaffiliated)</b>											
6.1 Class 1 .....	51,448					51,448	0.2	576	0.0		51,448
6.2 Class 2 .....						0	0.0	0	0.0		0
6.3 Class 3 .....						0	0.0	0	0.0		0
6.4 Class 4 .....						0	0.0	0	0.0		0
6.5 Class 5 .....						0	0.0	0	0.0		0
6.6 Class 6 .....						0	0.0	0	0.0		0
<b>6.7 Totals</b>	<b>51,448</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>51,448</b>	<b>0.2</b>	<b>576</b>	<b>0.0</b>	<b>0</b>	<b>51,448</b>
<b>7. Hybrid Securities</b>											
7.1 Class 1 .....						0	0.0	0	0.0		0
7.2 Class 2 .....						0	0.0	0	0.0		0
7.3 Class 3 .....						0	0.0	0	0.0		0
7.4 Class 4 .....						0	0.0	0	0.0		0
7.5 Class 5 .....						0	0.0	0	0.0		0
7.6 Class 6 .....						0	0.0	0	0.0		0
<b>7.7 Totals</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>
<b>8. Parent, Subsidiaries and Affiliates</b>											
8.1 Class 1 .....						0	0.0	0	0.0		0
8.2 Class 2 .....						0	0.0	0	0.0		0
8.3 Class 3 .....						0	0.0	0	0.0		0
8.4 Class 4 .....						0	0.0	0	0.0		0
8.5 Class 5 .....						0	0.0	0	0.0		0
8.6 Class 6 .....						0	0.0	0	0.0		0
<b>8.7 Totals</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE D - PART 1A - SECTION 1 (Continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>9. Total Bonds Current Year</b>											
9.1 Class 1	(d) 5,364,550	12,786,755	12,479,073	0	0	30,630,378	100.0	XXX	XXX	30,578,930	51,448
9.2 Class 2	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.3 Class 3	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.4 Class 4	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.5 Class 5	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.6 Class 6	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.7 Totals	5,364,550	12,786,755	12,479,073	0	0	30,630,378	100.0	XXX	XXX	30,578,930	51,448
9.8 Line 9.7 as a % of Col. 6	17.5	41.7	40.7	0.0	0.0	100.0	XXX	XXX	XXX	99.8	0.2
<b>10. Total Bonds Prior Year</b>											
10.1 Class 1	7,274,179	9,131,149	11,530,252	1,584,887	0	XXX	XXX	29,520,467	100.0	29,520,467	0
10.2 Class 2	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.3 Class 3	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.4 Class 4	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.5 Class 5	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.6 Class 6	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.7 Totals	7,274,179	9,131,149	11,530,252	1,584,887	0	XXX	XXX	29,520,467	100.0	29,520,467	0
10.8 Line 10.7 as a % of Col. 8	24.6	30.9	39.1	5.4	0.0	XXX	XXX	100.0	XXX	100.0	0.0
<b>11. Total Publicly Traded Bonds</b>											
11.1 Class 1	5,313,102	12,786,755	12,479,073	0	0	30,578,930	99.8	29,520,467	100.0	30,578,930	XXX
11.2 Class 2	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.3 Class 3	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.4 Class 4	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.5 Class 5	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.7 Totals	5,313,102	12,786,755	12,479,073	0	0	30,578,930	99.8	29,520,467	100.0	30,578,930	XXX
11.8 Line 11.7 as a % of Col. 6	17.4	41.8	40.8	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
11.9 Line 11.7 as a % of Line 9.7, Col. 6, Section 9	17.3	41.7	40.7	0.0	0.0	99.8	XXX	XXX	XXX	99.8	XXX
<b>12. Total Privately Placed Bonds</b>											
12.1 Class 1	51,448	0	0	0	0	51,448	0.2	0	0.0	XXX	51,448
12.2 Class 2	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.3 Class 3	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.4 Class 4	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.5 Class 5	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.7 Totals	51,448	0	0	0	0	51,448	0.2	0	0.0	XXX	51,448
12.8 Line 12.7 as a % of Col. 6	100.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	XXX	100.0
12.9 Line 12.7 as a % of Line 9.7, Col. 6, Section 9	0.2	0.0	0.0	0.0	0.0	0.2	XXX	XXX	XXX	XXX	0.2

(a) Includes \$ ..... freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

(b) Includes \$ ..... current year, \$ ..... prior year of bonds with Z designations and \$ ..... , current year \$ ..... prior year of bonds with Z\* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class are under regulatory review.

(c) Includes \$ ..... current year, \$ ..... prior year of bonds with 5\* designations and \$ ..... , current year \$ ..... prior year of bonds with 6\* designations. "5\*" means the NAIC designation was assigned by the (SVO) in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6\*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

(d) Includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ ..... ; NAIC 2 \$ ..... ; NAIC 3 \$ ..... ; NAIC 4 \$ ..... ; NAIC 5 \$ ..... ; NAIC 6 \$ .....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE D - PART 1A - SECTION 2**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.5	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>1. U.S. Governments</b>											
1.1 Issuer Obligations .....	4,889,539	12,575,240	11,117,544	0	0	28,582,323	93.3	24,060,994	81.5	28,582,323	0
1.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		0
1.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		0
1.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		0
1.5 Totals	4,889,539	12,575,240	11,117,544	0	0	28,582,323	93.3	24,060,994	81.5	28,582,323	0
<b>2. All Other Governments</b>											
2.1 Issuer Obligations .....						0	0.0	0	0.0		0
2.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		0
2.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		0
2.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		0
2.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>3. U.S. States, Territories and Possessions, Guaranteed</b>											
3.1 Issuer Obligations .....						0	0.0	3,484,231	11.8		0
3.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		0
3.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		0
3.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		0
3.5 Totals	0	0	0	0	0	0	0.0	3,484,231	11.8	0	0
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>											
4.1 Issuer Obligations .....	0	0	1,361,529	0	0	1,361,529	4.4	1,363,284	4.6	1,361,529	0
4.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		0
4.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		0
4.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		0
4.5 Totals	0	0	1,361,529	0	0	1,361,529	4.4	1,363,284	4.6	1,361,529	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations etc., Non-Guaranteed</b>											
5.1 Issuer Obligations .....	423,563	211,515	0	0	0	635,078	2.1	611,382	2.1	635,078	0
5.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		0
5.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		0
5.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		0
5.5 Totals	423,563	211,515	0	0	0	635,078	2.1	611,382	2.1	635,078	0
<b>6. Industrial and Miscellaneous</b>											
6.1 Issuer Obligations .....	51,448					51,448	0.2	576	0.0		51,448
6.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		0
6.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		0
6.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		0
6.5 Totals	51,448	0	0	0	0	51,448	0.2	576	0.0	0	51,448
<b>7. Hybrid Securities</b>											
7.1 Issuer Obligations .....						0	0.0	0	0.0		0
7.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		0
7.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		0
7.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		0
7.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>8. Parent, Subsidiaries and Affiliates</b>											
8.1 Issuer Obligations .....						0	0.0	0	0.0		0
8.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		0
8.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		0
8.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		0
8.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE D - PART 1A - SECTION 2 (Continued)**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.5	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>9. Total Bonds Current Year</b>											
9.1 Issuer Obligations .....	5,364,550	12,786,755	12,479,073	0	0	30,630,378	100.0	XXX	XXX	30,578,930	51,448
9.2 Residential Mortgage-Backed Securities .....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.3 Commercial Mortgage-Backed Securities .....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.4 Other Loan-Backed and Structured Securities .....	0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.5 Totals .....	5,364,550	12,786,755	12,479,073	0	0	30,630,378	100.0	XXX	XXX	30,578,930	51,448
9.6 Line 9.5 as a % of Col. 6 .....	17.5	41.7	40.7	0.0	0.0	100.0	XXX	XXX	XXX	99.8	0.2
<b>10. Total Bonds Prior Year</b>											
10.1 Issuer Obligations .....	7,274,179	9,131,149	11,530,252	1,584,887	0	XXX	XXX	29,520,467	100.0	29,520,467	0
10.2 Residential Mortgage-Backed Securities .....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.3 Commercial Mortgage-Backed Securities .....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.4 Other Loan-Backed and Structured Securities .....	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.5 Totals .....	7,274,179	9,131,149	11,530,252	1,584,887	0	XXX	XXX	29,520,467	100.0	29,520,467	0
10.6 Line 10.5 as a % of Col. 8 .....	24.6	30.9	39.1	5.4	0.0	XXX	XXX	100.0	XXX	100.0	0.0
<b>11. Total Publicly Traded Bonds</b>											
11.1 Issuer Obligations .....	5,313,102	12,786,755	12,479,073	0	0	30,578,930	99.8	29,520,467	100.0	30,578,930	XXX
11.2 Residential Mortgage-Backed Securities .....	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.3 Commercial Mortgage-Backed Securities .....	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.4 Other Loan-Backed and Structured Securities .....	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.5 Totals .....	5,313,102	12,786,755	12,479,073	0	0	30,578,930	99.8	29,520,467	100.0	30,578,930	XXX
11.6 Line 11.5 as a % of Col. 6 .....	17.4	41.8	40.8	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
11.7 Line 11.5 as a % of Line 9.5, Col. 6, Section 9 .....	17.3	41.7	40.7	0.0	0.0	99.8	XXX	XXX	XXX	99.8	XXX
<b>12. Total Privately Placed Bonds</b>											
12.1 Issuer Obligations .....	51,448	0	0	0	0	51,448	0.2	0	0.0	XXX	51,448
12.2 Residential Mortgage-Backed Securities .....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.3 Commercial Mortgage-Backed Securities .....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.4 Other Loan-Backed and Structured Securities .....	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.5 Totals .....	51,448	0	0	0	0	51,448	0.2	0	0.0	XXX	51,448
12.6 Line 12.5 as a % of Col. 6 .....	100.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	XXX	100.0
12.7 Line 12.5 as a % of Line 9.5, Col. 6, Section 9 .....	0.2	0.0	0.0	0.0	0.0	0.2	XXX	XXX	XXX	XXX	0.2

**SCHEDULE DA - VERIFICATION BETWEEN YEARS**

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets (a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year .....	1,464,576	1,464,576	0	0	0
2. Cost of short-term investments acquired .....	32,705,872	32,705,872	0	0	0
3. Accrual of discount .....	0				
4. Unrealized valuation increase (decrease) .....	0				
5. Total gain (loss) on disposals .....	0				
6. Deduct consideration received on disposals .....	32,745,000	32,745,000	0	0	0
7. Deduct amortization of premium .....	0				
8. Total foreign exchange change in book/adjusted carrying value .....	0				
9. Deduct current year's other than temporary impairment recognized .....	0				
10. Book adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	1,425,448	1,425,448	0	0	0
11. Deduct total nonadmitted amounts .....	0				
12. Statement value at end of current period (Line 10 minus Line 11)	1,425,448	1,425,448	0	0	0

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment:

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards

**N O N E**

Schedule DB - Part B - Verification - Futures Contracts

**N O N E**

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

**N O N E**

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

**N O N E**

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of Derivatives

**N O N E**

Schedule E - Verification - Cash Equivalents

**N O N E**

Schedule A - Part 1 - Real Estate Owned

**N O N E**

Schedule A - Part 2 - Real Estate Acquired and Additions Made

**N O N E**

Schedule A - Part 3 - Real Estate Disposed

**N O N E**

Schedule B - Part 1 - Mortgage Loans Owned

**N O N E**

Schedule B - Part 2 - Mortgage Loans Acquired and Additions Made

**N O N E**

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid

**N O N E**

Schedule BA - Part 1 - Other Long-Term Invested Assets Owned

**N O N E**

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made

**N O N E**

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	C o d e	F o r e i g n	B o n d C h a r	NAIC Des.	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization) Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date
31331G-CS-6	FEDERAL FARM CREDIT BANK BONDS				1	2,606,225	102.8190	2,570,475	2,500,000	2,517,807	0	(22,782)	0	0	3.875	2.924	AO	22,604	96,875	12/08/2008	10/07/2013
31331J-2S-1	FEDERAL FARM CREDIT BANK BONDS				1	1,034,800	103.2110	1,032,110	1,000,000	1,029,950	0	(4,850)	0	0	1.500	0.450	MN	1,875	7,500	07/12/2012	11/16/2015
31331J-7G-2	FEDERAL FARM CREDIT BANK BONDS				1	1,506,750	110.8970	1,663,455	1,500,000	1,505,114	0	(926)	0	0	3.150	3.076	JJ	22,181	47,250	03/02/2011	01/12/2018
31331J-K3-2	FEDERAL FARM CREDIT BANK BONDS				1	986,890	104.2220	1,042,220	1,000,000	990,477	0	2,380	0	0	1.700	1.960	AO	2,975	17,000	06/27/2011	10/28/2016
31331K-AT-7	FEDERAL FARM CREDIT BANK BONDS				1	999,993	108.0610	1,080,609	1,000,000	1,000,003	0	(1)	0	0	2.700	2.700	JJ	11,550	27,000	03/02/2011	01/27/2017
31331K-AU-4	FEDERAL FARM CREDIT BANK BONDS				1	1,000,000	112.6040	1,126,040	1,000,000	1,000,000	0	0	0	0	3.330	3.330	JJ	14,153	33,300	03/01/2011	01/28/2019
313371-PV-2	FEDERAL HOME LOAN BANK BONDS				1	1,563,540	104.0880	1,561,320	1,500,000	1,562,760	0	(780)	0	0	1.625	0.549	JD	1,490	0	12/13/2012	12/09/2016
313371-VF-0	FEDERAL HOME LOAN BANK BONDS				1	1,005,879	103.4470	1,034,470	1,000,000	1,003,930	0	(1,298)	0	0	1.625	1.488	JD	903	16,250	06/27/2011	12/11/2015
313372-C3-6	FEDERAL HOME LOAN BANK BONDS				1	2,006,400	111.1260	2,222,520	2,000,000	2,004,816	0	(891)	0	0	3.125	3.072	JD	3,993	62,500	03/01/2011	12/08/2017
313376-BR-5	FEDERAL HOME LOAN BANK BONDS	.SD			1	440,345	103.6330	450,804	435,000	439,911	0	(431)	0	0	1.750	1.549	JD	359	7,119	07/12/2012	12/14/2018
313376-BR-5	FEDERAL HOME LOAN BANK BONDS				1	3,036,859	103.6330	3,108,990	3,000,000	3,033,867	0	(2,976)	0	0	1.750	1.549	JD	2,479	49,097	07/12/2012	12/14/2018
313376-C9-4	FEDERAL HOME LOAN BANK BONDS	.SD			1	749,921	108.1110	794,616	735,000	748,539	0	(1,322)	0	0	2.625	2.395	JD	1,125	21,223	12/14/2011	12/10/2021
313376-Z3-1	FEDERAL HOME LOAN BANK BONDS				1	1,989,600	100.0990	2,001,980	2,000,000	1,992,371	0	2,771	0	0	0.375	0.550	MS	2,250	4,583	03/12/2012	03/13/2015
313378-2M-2	FEDERAL HOME LOAN BANK BONDS				1	2,975,400	102.1210	3,063,630	3,000,000	2,978,123	0	2,723	0	0	1.500	1.624	MS	14,125	26,500	03/12/2012	03/08/2019
313380-FB-8	FEDERAL HOME LOAN BANK BONDS				1	1,412,075	100.6850	1,409,590	1,400,000	1,411,992	0	(83)	0	0	1.375	1.241	MS	7,593	0	12/13/2012	09/13/2019
3133X1-BV-8	FEDERAL HOME LOAN BANK BONDS				1	974,058	103.0440	1,030,440	1,000,000	997,732	0	3,103	0	0	4.500	4.832	MS	13,125	45,000	10/14/2003	09/16/2013
3133X7-FK-5	FEDERAL HOME LOAN BANK BONDS	.SD			1	1,027,250	107.3570	1,073,570	1,000,000	1,005,505	0	(3,552)	0	0	5.250	4.855	JD	1,896	52,500	12/14/2005	06/18/2014
3133XH-ZK-1	FEDERAL HOME LOAN BANK BONDS				1	1,968,000	115.9910	2,319,820	2,000,000	1,985,426	0	3,260	0	0	4.750	4.955	JD	3,958	95,000	12/27/2006	12/16/2016
0199999	Subtotal - Bonds - U.S. Governments - Issuer Obligations					27,283,985	XXX	28,586,659	27,070,000	27,208,323	0	(25,655)	0	0	XXX	XXX	XXX	128,634	608,697	XXX	XXX
0599999	Total - U.S. Government Bonds					27,283,985	XXX	28,586,659	27,070,000	27,208,323	0	(25,655)	0	0	XXX	XXX	XXX	128,634	608,697	XXX	XXX
1099999	Total - All Other Government Bonds					0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0	XXX	XXX
1799999	Total - U.S. States, Territories and Possessions Bonds					0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0	XXX	XXX
303820-4C-5	FAIRFAX CNTY VA GO UNLTD SER E				1FE	1,366,875	115.4970	1,559,210	1,350,000	1,361,529	0	(1,755)	0	0	4.150	3.982	AO	14,006	56,025	11/02/2009	10/01/2018
1899999	Subtotal - Bonds - U.S. Political Subdivisions - Issuer Obligations					1,366,875	XXX	1,559,210	1,350,000	1,361,529	0	(1,755)	0	0	XXX	XXX	XXX	14,006	56,025	XXX	XXX
2499999	Total - U.S. Political Subdivisions Bonds					1,366,875	XXX	1,559,210	1,350,000	1,361,529	0	(1,755)	0	0	XXX	XXX	XXX	14,006	56,025	XXX	XXX
74527A-CF-1	PUERTO RICO HSG FIN AUTH REV BONDS		1		1FE	85,000	102.0320	86,727	85,000	85,000	0	0	0	4.600	4.600	MON	326	3,910	05/30/2008	06/01/2016	
74527P-BH-5	PUERTO RICO HSG FIN CORP COLL REV BONDS SER A Z-2	.@SD			1FE	302,108	99.1880	431,468	435,000	423,563	0	21,979	0	0	0.000	5.400	N/A	0	0	08/23/2006	07/01/2013
74527P-BM-4	PUERTO RICO HSG FIN CORP COLL REV BONDS SER A Z-2	.@SD			1FE	89,516	94.9860	137,730	145,000	126,515	0	6,717	0	0	0.000	5.530	N/A	0	0	08/23/2006	07/01/2015
2599999	Subtotal - Bonds - U.S. Special Revenues - Issuer Obligations					476,624	XXX	655,925	665,000	635,078	0	28,696	0	0	XXX	XXX	XXX	326	3,910	XXX	XXX
3199999	Total - U.S. Special Revenues Bonds					476,624	XXX	655,925	665,000	635,078	0	28,696	0	0	XXX	XXX	XXX	326	3,910	XXX	XXX
3899999	Total - Industrial and Miscellaneous (Unaffiliated) Bonds					0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0	XXX	XXX
4899999	Total - Hybrid Securities					0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0	XXX	XXX
5599999	Total - Parent, Subsidiaries and Affiliates Bonds					0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0	XXX	XXX
7799999	Total - Issuer Obligations					29,127,484	XXX	30,801,794	29,085,000	29,204,930	0	1,286	0	0	XXX	XXX	XXX	142,966	668,632	XXX	XXX
7899999	Total - Residential Mortgage-Backed Securities					0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0	XXX	XXX
7999999	Total - Commercial Mortgage-Backed Securities					0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0	XXX	XXX
8099999	Total - Other Loan-Backed and Structured Securities					0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0	XXX	XXX
8399999	Total Bonds					29,127,484	XXX	30,801,794	29,085,000	29,204,930	0	1,286	0	0	XXX	XXX	XXX	142,966	668,632	XXX	XXX

E10

Schedule D - Part 2 - Section 1 - Preferred Stocks Owned

**N O N E**

Schedule D - Part 2 - Section 2 - Common Stocks Owned

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE D - PART 3**

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
31331J-2S-1	FEDERAL FARM CREDIT BANK BONDS 1.500% 11/16/15		07/12/2012	MORGAN STANLEY - PR		1,034,800	1,000,000	2,375
313371-PV-2	FEDERAL HOME LOAN BANK BONDS 1.625% 12/09/16		12/13/2012	MORGAN STANLEY - PR		1,563,540	1,500,000	339
313376-BR-5	FEDERAL HOME LOAN BANK BONDS 1.750% 12/14/18		07/12/2012	MORGAN STANLEY - PR		1,471,172	1,435,000	3,144
313376-ZO-1	FEDERAL HOME LOAN BANK BONDS 0.375% 03/13/15		03/12/2012	POPULAR		1,989,600	2,000,000	833
313378-2M-2	FEDERAL HOME LOAN BANK BONDS 1.500% 03/08/19		03/12/2012	POPULAR		2,975,400	3,000,000	4,625
313380-FB-8	FEDERAL HOME LOAN BANK BONDS 1.375% 09/13/19		12/13/2012	SANTANDER SECURITIES		1,412,075	1,400,000	6,684
<b>0599999. Subtotal - Bonds - U.S. Governments</b>								
<b>8399997. Total - Bonds - Part 3</b>						10,446,587	10,335,000	18,000
<b>8399998. Total - Bonds - Part 5</b>								
<b>8399999. Total - Bonds</b>						10,446,587	10,335,000	18,000
<b>8999997. Total - Preferred Stocks - Part 3</b>						0	XXX	0
<b>8999998. Total - Preferred Stocks - Part 5</b>							XXX	
<b>8999999. Total - Preferred Stocks</b>						0	XXX	0
<b>9799997. Total - Common Stocks - Part 3</b>						0	XXX	0
<b>9799998. Total - Common Stocks - Part 5</b>							XXX	
<b>9799999. Total - Common Stocks</b>						0	XXX	0
<b>9899999. Total - Preferred and Common Stocks</b>						0	XXX	0
<b>9999999 - Totals</b>						10,446,587	XXX	18,000

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE D - PART 4**

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ Decrease	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/ Adjusted Carrying Value (11+12-13)	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	
313316-KY-4	FEDERAL FARM CREDIT BANK BONDS 2.000% 01/17/12		01/17/2012	Maturity		1,000,000	1,000,000	1,014,660	1,000,260	0	(260)	0	(260)	0	1,000,000	0	0	0	10,000	01/17/2012	
31331V-CA-2	FEDERAL FARM CREDIT BANK BONDS 4.700% 10/11/12		10/11/2012	Maturity		1,825,000	1,825,000	1,808,624	1,822,889	0	2,111	0	2,111	0	1,825,000	0	0	0	85,775	10/11/2012	
3133MT-ZL-5	FEDERAL HOME LOAN BANK BONDS 4.500% 11/15/12		11/15/2012	Maturity		3,000,000	3,000,000	2,910,000	2,986,456	0	13,544	0	13,544	0	3,000,000	0	0	0	135,000	11/15/2012	
0599999	Subtotal - Bonds - U.S. Governments					5,825,000	5,825,000	5,733,284	5,809,605	0	15,395	0	15,395	0	5,825,000	0	0	0	230,775	XXX	
246380-4F-3	DELAWARE ST GO UNLTD 4.850% 10/01/23		03/02/2012	POPULAR		1,182,000	1,000,000	999,460	999,506	0	6	0	6	0	999,512	0	182,488	182,488	21,017	10/01/2023	
373384-RS-7	GEORGIA ST GO UNLTD 3.220% 10/01/20		03/02/2012	MORGAN STANLEY - PR		1,593,990	1,500,000	1,477,050	1,479,363	0	366	0	366	0	1,479,729	0	114,261	114,261	20,930	10/01/2020	
917542-DR-6	UTAH ST GO UNLTD 4.554% 07/01/24		03/02/2012	SANTANDER SECURITIES		1,164,570	1,000,000	1,006,230	1,005,362	0	(133)	0	(133)	0	1,005,229	0	159,341	159,341	31,119	07/01/2024	
1799999	Subtotal - Bonds - U.S. States, Territories and Possessions					3,940,560	3,500,000	3,482,740	3,484,231	0	239	0	239	0	3,484,470	0	456,090	456,090	73,066	XXX	
74527A-CF-1	PUERTO RICO HSG FIN AUTH REV BONDS 4.600% 06/01/16		12/04/2012	Call	100.0000	5,000	5,000	5,000	5,000	0	0	0	0	0	5,000	0	0	0	230	06/01/2016	
3199999	Subtotal - Bonds - U.S. Special Revenues					5,000	5,000	5,000	5,000	0	0	0	0	0	5,000	0	0	0	0	230	XXX
8399997	Total - Bonds - Part 4					9,770,560	9,330,000	9,221,024	9,298,836	0	15,634	0	15,634	0	9,314,470	0	456,090	456,090	304,071	XXX	
8399998	Total - Bonds - Part 5																				XXX
8399999	Total - Bonds					9,770,560	9,330,000	9,221,024	9,298,836	0	15,634	0	15,634	0	9,314,470	0	456,090	456,090	304,071	XXX	
8999997	Total - Preferred Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX
8999998	Total - Preferred Stocks - Part 5						XXX														XXX
8999999	Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX
9799997	Total - Common Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX
9799998	Total - Common Stocks - Part 5						XXX														XXX
9799999	Total - Common Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX
9899999	Total - Preferred and Common Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX
9999999	- Totals					9,770,560	XXX	9,221,024	9,298,836	0	15,634	0	15,634	0	9,314,470	0	456,090	456,090	304,071	XXX	

E 14

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE D - PART 5**

Showing All Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1 CUSIP Identi- fication	2 Description	3 For- eign	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stock)	9 Actual Cost	10 Consid- eration	11 Book/ Adjusted Carrying Value at Disposal	Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends		
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amort- ization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in Book/ Adjusted Carrying Valu (12 + 13 - 14)	16 Total Foreign Exchange Change in Book/ Adjusted Carrying Value							
8399998. Total - Bonds								0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8999998. Total - Preferred Stocks								0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9799998. Total - Common Stocks								0	0	0	0	0	0	0	0	0	0	0	0	0	0	
9899999. Total - Preferred and Common Stocks								0	0	0	0	0	0	0	0	0	0	0	0	0	0	
9999999 - Totals								0	0	0	0	0	0	0	0	0	0	0	0	0	0	

Schedule D-Part 6-Section 1-Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

**N O N E**

Schedule D - Part 6 - Section 2

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE DA - PART 1**

Showing All SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1	2	Codes		5	6	7	8	Change in Book/Adjusted Carrying Value				13	14	Interest					21	
		3	4					9	10	11	12			15	16	17	18	19		20
CUSIP Identi- fication	Description	Code	For- eign	Date Acquired	Name of Vendor	Maturity Date	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in Book/ Adjusted Carrying Value	Par Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Non- Admitted Due and Accrued	Rate of	Effective Rate of	When Paid	Amount Received During Year	Paid for Accrued Interest
0599999. Total - U.S. Government Bonds							0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0
1099999. Total - All Other Government Bonds							0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0
1799999. Total - U.S. States, Territories and Possessions Bonds							0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0
2499999. Total - U.S. Political Subdivisions Bonds							0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0
3199999. Total - U.S. Special Revenues Bonds							0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0
	BPPR Time Deposit			12/31/2012	Direct	01/31/2013	51,448					51,448				0.200	0.200	MAT	289	
3299999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations							51,448	0	0	0	0	51,448	0	0	0	XXX	XXX	XXX	289	0
3899999. Total - Industrial and Miscellaneous (Unaffiliated) Bonds							51,448	0	0	0	0	51,448	0	0	0	XXX	XXX	XXX	289	0
4899999. Total - Hybrid Securities							0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0
5599999. Total - Parent, Subsidiaries and Affiliates Bonds							0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0
7799999. Total - Issuer Obligations							51,448	0	0	0	0	51,448	0	0	0	XXX	XXX	XXX	289	0
7899999. Total - Residential Mortgage-Backed Securities							0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0
7999999. Total - Commercial Mortgage-Backed Securities							0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0
8099999. Total - Other Loan-Backed and Structured Securities							0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	0	0
8399999. Total Bonds							51,448	0	0	0	0	51,448	0	0	0	XXX	XXX	XXX	289	0
8699999. Total - Parent, Subsidiaries and Affiliates							0	0	0	0	0	XXX	0	0	0	XXX	XXX	XXX	0	0
	FEDERATED TREASURY OBLIGATIONS FUND			12/07/2012	Various		1,374,000	0	0	0	0	0	1,374,000	0	0	0.010	0.010		368	0
8899999. Subtotal - Exempt Money Market Mutual Funds							1,374,000	0	0	0	0	XXX	1,374,000	0	0	XXX	XXX	XXX	368	0
9199999 - Totals							1,425,448	0	0	0	0	XXX	1,374,000	0	0	XXX	XXX	XXX	657	0

E17

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open

**N O N E**

Schedule DB - Part A - Section 2 - Options, Caps, Floors, Collars, Swaps and Forwards Terminated

**N O N E**

Schedule DB - Part B - Section 1 - Futures Contracts Open

**N O N E**

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made

**N O N E**

Schedule DB - Part B - Section 2 - Futures Contracts Terminated

**N O N E**

Schedule DB - Part B - Section 2B - Brokers with whom cash deposits have been made

**N O N E**

Schedule DB - Part D - Counterparty Exposure for Derivative Instruments Open

**N O N E**

Schedule DL - Part 1 - Reinvested Collateral Assets Owned

**N O N E**

Schedule DL - Part 2 - Reinvested Collateral Assets Owned

**N O N E**



**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned December 31 of Current Year

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due and Accrued	8 Amount Received During Year
<b>NONE</b>							
8699999 - Total Cash Equivalents							

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**SCHEDULE E - PART 3 - SPECIAL DEPOSITS**

States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ					
4. Arkansas	AR					
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE					
9. District of Columbia	DC					
10. Florida	FL					
11. Georgia	GA					
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA					
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA					
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO					
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV					
30. New Hampshire	NH					
31. New Jersey	NJ					
32. New Mexico	NM					
33. New York	NY					
34. North Carolina	NC					
35. North Dakota	ND					
36. Ohio	OH					
37. Oklahoma	OK					
38. Oregon	OR					
39. Pennsylvania	PA					
40. Rhode Island	RI					
41. South Carolina	SC					
42. South Dakota	SD					
43. Tennessee	TN					
44. Texas	TX					
45. Utah	UT					
46. Vermont	VT					
47. Virginia	VA					
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR	B PR RSD INS CODE	3,621,106	3,673,358	1,555,583	1,642,768
55. U.S. Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CAN					
58. Aggregate Alien and Other	OT	XXX	0	0	0	0
59. Subtotal	XXX	XXX	3,621,106	3,673,358	1,555,583	1,642,768
DETAILS OF WRITE-INS						
5801.						
5802.						
5803.						
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX	XXX	0	0	0	0
5899. Totals (Lines 5801 thru 5803 plus 5898)(Line 58 above)	XXX	XXX	0	0	0	0



**Relief from the five-year rotation requirement for lead audit partner**

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**Relief from the one-year cooling off period for independent CPA**

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## Relief from the Requirements for Audit Committees

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# FINANCIAL GUARANTY INSURANCE EXHIBIT

For the Year Ended December 31, 2012  
(To Be Filed by March 1)

Of The Caribbean American Property Insurance Company.....

NAIC Group Code 0019 ..... NAIC Company Code 30590 ... Employer's ID Number 66-0481184 .....

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**PART 1**

Showing Total Net Exposures (Principal & Interest) By Year Payable  
On Municipal Bond Guaranties In Force As Of Year End

Year Payable	1 Municipal Obligation Bonds	2 Special Revenue Bonds	Industrial Development Bonds			6 Totals
			3 Type I	4 Type II	5 Type III	
1. 2013						0
2. 2014						0
3. 2015						0
4. 2016						0
5. 2017						0
6. 2018						0
7. 2019						0
8. 2020						0
9. 2021						0
10. 2022						0
11. 2023						0
12. 2024						0
13. 2025						0
14. 2026						0
15. 2027						0
16. 2028-32						0
17. 2033-37						0
18. 2038+						0
19. Totals	0	0	0	0	0	0

**PART 2**

Showing Total Net Exposures (Principal & Interest) By Year Payable  
On Non-Municipal Bond Guaranties In Force As Of Year End

Year Payable	Corporate Obligations			4 Cons Debt Obligations	5 Pass-Thru Securities	6 Ltd Partnerships	7 Other Non- Investment Grade Obligations	8 All Other Guaranties	9 Totals
	1 Type I	2 Type II	3 Type III						
1. 2013									0
2. 2014									0
3. 2015									0
4. 2016									0
5. 2017									0
6. 2018									0
7. 2019									0
8. 2020									0
9. 2021									0
10. 2022									0
11. 2023									0
12. 2024									0
13. 2025									0
14. 2026									0
15. 2027									0
16. 2028-32									0
17. 2033-37									0
18. 2038+									0
19. Totals	0	0	0	0	0	0	0	0	0

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**CONTINGENCY RESERVE FOR MUNICIPAL OBLIGATIONS**

PART 3A  
MUNICIPAL OBLIGATION BONDS

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. 2002 S.P.			0					0
22. 2002 I.P.			0					0
23. 2001 S.P.			0					0
24. 2001 I.P.			0					0
25. 2000 S.P.			0					0
26. 2000 I.P.			0					0
27. 1999 S.P.			0					0
28. 1999 I.P.			0					0
29. 1998 S.P.			0					0
30. 1998 I.P.			0					0
31. 1997 S.P.			0					0
32. 1997 I.P.			0					0
33. 1996 S.P.			0					0
34. 1996 I.P.			0					0
35. 1995 S.P.			0					0
36. 1995 I.P.			0					0
37. 1994 S.P.			0					0
38. 1994 I.P.			0					0
39. 1993 S.P.			0					0
40. 1993 I.P.			0					0
41. Prior To 1993 S.P.			0		0			0
42. Prior To 1993 I.P.			0		0			0
43. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums  
I.P. = Installment Premiums

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**CONTINGENCY RESERVE FOR MUNICIPAL OBLIGATIONS**

PART 3B  
 SPECIAL REVENUE BONDS

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. 2002 S.P.			0					0
22. 2002 I.P.			0					0
23. 2001 S.P.			0					0
24. 2001 I.P.			0					0
25. 2000 S.P.			0					0
26. 2000 I.P.			0					0
27. 1999 S.P.			0					0
28. 1999 I.P.			0					0
29. 1998 S.P.			0					0
30. 1998 I.P.			0					0
31. 1997 S.P.			0					0
32. 1997 I.P.			0					0
33. 1996 S.P.			0					0
34. 1996 I.P.			0					0
35. 1995 S.P.			0					0
36. 1995 I.P.			0					0
37. 1994 S.P.			0					0
38. 1994 I.P.			0					0
39. 1993 S.P.			0					0
40. 1993 I.P.			0					0
41. Prior To 1993 S.P.			0		0			0
42. Prior To 1993 I.P.			0		0			0
43. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums

I.P. = Installment Premiums

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**CONTINGENCY RESERVE FOR MUNICIPAL OBLIGATIONS**

PART 3C  
 INDUSTRIAL DEVELOPMENT BONDS - TYPE I

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. 2002 S.P.			0					0
22. 2002 I.P.			0					0
23. 2001 S.P.			0					0
24. 2001 I.P.			0					0
25. 2000 S.P.			0					0
26. 2000 I.P.			0					0
27. 1999 S.P.			0					0
28. 1999 I.P.			0					0
29. 1998 S.P.			0					0
30. 1998 I.P.			0					0
31. 1997 S.P.			0					0
32. 1997 I.P.			0					0
33. 1996 S.P.			0					0
34. 1996 I.P.			0					0
35. 1995 S.P.			0					0
36. 1995 I.P.			0					0
37. 1994 S.P.			0					0
38. 1994 I.P.			0					0
39. 1993 S.P.			0					0
40. 1993 I.P.			0					0
41. Prior To 1993 S.P.			0		0			0
42. Prior To 1993 I.P.			0		0			0
43. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums

I.P. = Installment Premiums

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**CONTINGENCY RESERVE FOR MUNICIPAL OBLIGATIONS**

PART 3D  
 INDUSTRIAL DEVELOPMENT BONDS - TYPE II

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. 2002 S.P.			0					0
22. 2002 I.P.			0					0
23. 2001 S.P.			0					0
24. 2001 I.P.			0					0
25. 2000 S.P.			0					0
26. 2000 I.P.			0					0
27. 1999 S.P.			0					0
28. 1999 I.P.			0					0
29. 1998 S.P.			0					0
30. 1998 I.P.			0					0
31. 1997 S.P.			0					0
32. 1997 I.P.			0					0
33. 1996 S.P.			0					0
34. 1996 I.P.			0					0
35. 1995 S.P.			0					0
36. 1995 I.P.			0					0
37. 1994 S.P.			0					0
38. 1994 I.P.			0					0
39. 1993 S.P.			0					0
40. 1993 I.P.			0					0
41. Prior To 1993 S.P.			0		0			0
42. Prior To 1993 I.P.			0		0			0
43. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums

I.P. = Installment Premiums

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**CONTINGENCY RESERVE FOR MUNICIPAL OBLIGATIONS**

PART 3E  
 INDUSTRIAL DEVELOPMENT BONDS - TYPE III

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. 2002 S.P.			0					0
22. 2002 I.P.			0					0
23. 2001 S.P.			0					0
24. 2001 I.P.			0					0
25. 2000 S.P.			0					0
26. 2000 I.P.			0					0
27. 1999 S.P.			0					0
28. 1999 I.P.			0					0
29. 1998 S.P.			0					0
30. 1998 I.P.			0					0
31. 1997 S.P.			0					0
32. 1997 I.P.			0					0
33. 1996 S.P.			0					0
34. 1996 I.P.			0					0
35. 1995 S.P.			0					0
36. 1995 I.P.			0					0
37. 1994 S.P.			0					0
38. 1994 I.P.			0					0
39. 1993 S.P.			0					0
40. 1993 I.P.			0					0
41. Prior To 1993 S.P.			0		0			0
42. Prior To 1993 I.P.			0		0			0
43. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums  
 I.P. = Installment Premiums

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**CONTINGENCY RESERVE FOR MUNICIPAL OBLIGATIONS**

PART 3F  
 TOTALS - ALL MUNICIPAL BONDS WRITTEN

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.	0	0	0	0	0	0	0	0
2. 2012 I.P.	0	0	0	0	0	0	0	0
3. 2011 S.P.	0	0	0	0	0	0	0	0
4. 2011 I.P.	0	0	0	0	0	0	0	0
5. 2010 S.P.	0	0	0	0	0	0	0	0
6. 2010 I.P.	0	0	0	0	0	0	0	0
7. 2009 S.P.	0	0	0	0	0	0	0	0
8. 2009 I.P.	0	0	0	0	0	0	0	0
9. 2008 S.P.	0	0	0	0	0	0	0	0
10. 2008 I.P.	0	0	0	0	0	0	0	0
11. 2007 S.P.	0	0	0	0	0	0	0	0
12. 2007 I.P.	0	0	0	0	0	0	0	0
13. 2006 S.P.	0	0	0	0	0	0	0	0
14. 2006 I.P.	0	0	0	0	0	0	0	0
15. 2005 S.P.	0	0	0	0	0	0	0	0
16. 2005 I.P.	0	0	0	0	0	0	0	0
17. 2004 S.P.	0	0	0	0	0	0	0	0
18. 2004 I.P.	0	0	0	0	0	0	0	0
19. 2003 S.P.	0	0	0	0	0	0	0	0
20. 2003 I.P.	0	0	0	0	0	0	0	0
21. 2002 S.P.	0	0	0	0	0	0	0	0
22. 2002 I.P.	0	0	0	0	0	0	0	0
23. 2001 S.P.	0	0	0	0	0	0	0	0
24. 2001 I.P.	0	0	0	0	0	0	0	0
25. 2000 S.P.	0	0	0	0	0	0	0	0
26. 2000 I.P.	0	0	0	0	0	0	0	0
27. 1999 S.P.	0	0	0	0	0	0	0	0
28. 1999 I.P.	0	0	0	0	0	0	0	0
29. 1998 S.P.	0	0	0	0	0	0	0	0
30. 1998 I.P.	0	0	0	0	0	0	0	0
31. 1997 S.P.	0	0	0	0	0	0	0	0
32. 1997 I.P.	0	0	0	0	0	0	0	0
33. 1996 S.P.	0	0	0	0	0	0	0	0
34. 1996 I.P.	0	0	0	0	0	0	0	0
35. 1995 S.P.	0	0	0	0	0	0	0	0
36. 1995 I.P.	0	0	0	0	0	0	0	0
37. 1994 S.P.	0	0	0	0	0	0	0	0
38. 1994 I.P.	0	0	0	0	0	0	0	0
39. 1993 S.P.	0	0	0	0	0	0	0	0
40. 1993 I.P.	0	0	0	0	0	0	0	0
41. Prior To 1993 S.P.	0	0	0	0	0	0	0	0
42. Prior To 1993 I.P.	0	0	0	0	0	0	0	0
43. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums

I.P. = Installment Premiums

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**CONTINGENCY RESERVE FOR NON-MUNICIPAL OBLIGATIONS**

PART 4A  
 CORPORATE OBLIGATIONS TYPE I

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. Prior To 2003 S.P.			0		0			0
22. Prior To 2003 I.P.			0		0			0
23. Totals	0	0	0	0	0	0	0	0

**CONTINGENCY RESERVE FOR NON-MUNICIPAL OBLIGATIONS**

PART 4B  
 CORPORATE OBLIGATIONS TYPE II

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. Prior To 2003 S.P.			0		0			0
22. Prior To 2003 I.P.			0		0			0
23. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums

I.P. = Installment Premiums

## CONTINGENCY RESERVE FOR NON-MUNICIPAL OBLIGATIONS

PART 4C  
CORPORATE OBLIGATIONS TYPE III

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. Prior To 2003 S.P.			0		0			0
22. Prior To 2003 I.P.			0		0			0
23. Totals	0	0	0	0	0	0	0	0

## CONTINGENCY RESERVE FOR NON-MUNICIPAL OBLIGATIONS

PART 4D  
CONSUMER DEBT OBLIGATIONS

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. Prior To 2003 S.P.			0		0			0
22. Prior To 2003 I.P.			0		0			0
23. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums

I.P. = Installment Premiums

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**CONTINGENCY RESERVE FOR NON-MUNICIPAL OBLIGATIONS**

PART 4E  
 PASS-THROUGH SECURITIES

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. Prior To 2003 S.P.			0		0			0
22. Prior To 2003 I.P.			0		0			0
23. Totals	0	0	0	0	0	0	0	0

**CONTINGENCY RESERVE FOR NON-MUNICIPAL OBLIGATIONS**

PART 4F  
 LIMITED PARTNERSHIPS

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			0					0
2. 2012 I.P.			0					0
3. 2011 S.P.			0					0
4. 2011 I.P.			0					0
5. 2010 S.P.			0					0
6. 2010 I.P.			0					0
7. 2009 S.P.			0					0
8. 2009 I.P.			0					0
9. 2008 S.P.			0					0
10. 2008 I.P.			0					0
11. 2007 S.P.			0					0
12. 2007 I.P.			0					0
13. 2006 S.P.			0					0
14. 2006 I.P.			0					0
15. 2005 S.P.			0					0
16. 2005 I.P.			0					0
17. 2004 S.P.			0					0
18. 2004 I.P.			0					0
19. 2003 S.P.			0					0
20. 2003 I.P.			0					0
21. Prior To 2003 S.P.			0		0			0
22. Prior To 2003 I.P.			0		0			0
23. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums

I.P. = Installment Premiums

## CONTINGENCY RESERVE FOR NON-MUNICIPAL OBLIGATIONS

PART 4G

OTHER NON-INVESTMENT GRADE OBLIGATIONS

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			.0					0
2. 2012 I.P.			.0					0
3. 2011 S.P.			.0					0
4. 2011 I.P.			.0					0
5. 2010 S.P.			.0					0
6. 2010 I.P.			.0					0
7. 2009 S.P.			.0					0
8. 2009 I.P.			.0					0
9. 2008 S.P.			.0					0
10. 2008 I.P.			.0					0
11. 2007 S.P.			.0					0
12. 2007 I.P.			.0					0
13. 2006 S.P.			.0					0
14. 2006 I.P.			.0					0
15. 2005 S.P.			.0					0
16. 2005 I.P.			.0					0
17. 2004 S.P.			.0					0
18. 2004 I.P.			.0					0
19. 2003 S.P.			.0					0
20. 2003 I.P.			.0					0
21. Prior To 2003 S.P.			.0		0			0
22. Prior To 2003 I.P.			.0		0			0
23. Totals	0	0	0	0	0	0	0	0

## CONTINGENCY RESERVE FOR NON-MUNICIPAL OBLIGATIONS

PART 4H

ALL OTHER GUARANTIES

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	CURRENT YEAR		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.			.0					0
2. 2012 I.P.			.0					0
3. 2011 S.P.			.0					0
4. 2011 I.P.			.0					0
5. 2010 S.P.			.0					0
6. 2010 I.P.			.0					0
7. 2009 S.P.			.0					0
8. 2009 I.P.			.0					0
9. 2008 S.P.			.0					0
10. 2008 I.P.			.0					0
11. 2007 S.P.			.0					0
12. 2007 I.P.			.0					0
13. 2006 S.P.			.0					0
14. 2006 I.P.			.0					0
15. 2005 S.P.			.0					0
16. 2005 I.P.			.0					0
17. 2004 S.P.			.0					0
18. 2004 I.P.			.0					0
19. 2003 S.P.			.0					0
20. 2003 I.P.			.0					0
21. Prior To 2003 S.P.			.0		0			0
22. Prior To 2003 I.P.			.0		0			0
23. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums

I.P. = Installment Premiums

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**CONTINGENCY RESERVE FOR NON-MUNICIPAL OBLIGATIONS**

PART 4I  
 TOTALS - ALL NON-MUNICIPAL OBLIGATIONS WRITTEN

Calendar Year Written	1 Net Premiums Written	2 Net Principal Guaranteed	3 Average Premium (Cols. 1/2)	4 Current Year Earned Premium	5 Prior Year Reserve	Current Year		8 Contingency Reserve (Cols. 5+6-7)
						6 Addition To Reserve	7 Withdrawals From Reserve	
1. 2012 S.P.	0	0	0	0	0	0	0	0
2. 2012 I.P.	0	0	0	0	0	0	0	0
3. 2011 S.P.	0	0	0	0	0	0	0	0
4. 2011 I.P.	0	0	0	0	0	0	0	0
5. 2010 S.P.	0	0	0	0	0	0	0	0
6. 2010 I.P.	0	0	0	0	0	0	0	0
7. 2009 S.P.	0	0	0	0	0	0	0	0
8. 2009 I.P.	0	0	0	0	0	0	0	0
9. 2008 S.P.	0	0	0	0	0	0	0	0
10. 2008 I.P.	0	0	0	0	0	0	0	0
11. 2007 S.P.	0	0	0	0	0	0	0	0
12. 2007 I.P.	0	0	0	0	0	0	0	0
13. 2006 S.P.	0	0	0	0	0	0	0	0
14. 2006 I.P.	0	0	0	0	0	0	0	0
15. 2005 S.P.	0	0	0	0	0	0	0	0
16. 2005 I.P.	0	0	0	0	0	0	0	0
17. 2004 S.P.	0	0	0	0	0	0	0	0
18. 2004 I.P.	0	0	0	0	0	0	0	0
19. 2003 S.P.	0	0	0	0	0	0	0	0
20. 2003 I.P.	0	0	0	0	0	0	0	0
21. Prior To 2003 S.P.	0	0	0	0	0	0	0	0
22. Prior To 2003 I.P.	0	0	0	0	0	0	0	0
23. Totals	0	0	0	0	0	0	0	0

S.P. = Single Premiums  
 I.P. = Installment Premiums

**MUNICIPAL BOND EXPOSURES WRITTEN**  
 PART 5A  
 GROSS EXPOSURES WRITTEN DURING YEAR

	1 Direct Exposure Written	2 Assumed Exposure Written	3 Ceded Exposure Written	4 Net Exposure Written (Cols. 1 + 2 - 3)
1. MUNICIPAL OBLIGATION BONDS				0
2. SPECIAL REVENUE BONDS				0
3. IDB'S - TYPE I				0
4. IDB'S - TYPE II				0
5. IDB'S - TYPE III				0
6. TOTAL MUNICIPAL BONDS	0	0	0	0

**MUNICIPAL BOND EXPOSURES WRITTEN**  
 PART 5B  
 NET OUTSTANDING EXPOSURE

	1 Net Outstanding Exposure (Part 5A, Col. 4)	2 Less Collateral Held	3 Exposures Net Of Collateral	4 Net Exposure Prior Year	5 Net Exposure Expired During Year	6 Net Outstanding Exposure
1. MUNICIPAL OBLIGATION BONDS	0		0			0
2. SPECIAL REVENUE BONDS	0		0			0
3. IDB'S - TYPE I	0		0			0
4. IDB'S - TYPE II	0		0			0
5. IDB'S - TYPE III	0		0			0
6. TOTAL MUNICIPAL BONDS	0	0	0	0	0	0

**MUNICIPAL BOND EXPOSURES WRITTEN**  
 PART 5C  
 BREAKDOWN OF NET OUTSTANDING EXPOSURES AT YEAR-END

	1 Direct Exposure	2 Assumed Exposure	Ceded Exposure		5 Net Outstanding Exposure (Part 5B, Col. 6) (Cols. 1 + 2 - 3 - 4)
			3 Authorized	4 Unauthorized	
1. MUNICIPAL OBLIGATION BONDS					0
2. SPECIAL REVENUE BONDS					0
3. IDB'S - TYPE I					0
4. IDB'S - TYPE II					0
5. IDB'S - TYPE III					0
6. TOTAL MUNICIPAL BONDS	0	0	0	0	0

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**NON-MUNICIPAL BOND EXPOSURES WRITTEN**

**PART 6A**

**GROSS EXPOSURES WRITTEN DURING YEAR**

	1 Direct Exposure Written	2 Assumed Exposure Written	3 Ceded Exposure Written	4 Net Exposure Written (Cols. 1 + 2 - 3)
1. CORP OBLIG BDS - TYPE I .....				0
2. CORP OBLIG BDS - TYPE II .....				0
3. CORP OBLIG BDS - TYPE III .....				0
4. CONSUMER DEBT OBLIGATIONS .....				0
5. PASS THROUGH SECURITIES .....				0
6. LIMITED PARTNERSHIPS .....				0
7. OTHER NON-INVESTMENT GRADE OBLIGATIONS .....				0
8. ALL OTHER GUARANTEES .....				0
9. TOTAL NON-MUNICIPAL BONDS	0	0	0	0

**NON-MUNICIPAL BOND EXPOSURES WRITTEN**

**PART 6B**

**NET OUTSTANDING EXPOSURE**

	1 Net Outstanding Exposure (Part 6A, Col. 4)	2 Less Collateral Held	3 Exposures Net Of Collateral	4 Net Exposure Prior Year	5 Net Exposure Expired During Year	6 Net Outstanding Exposure
1. CORP OBLIG BDS - TYPE I .....	0		0			
2. CORP OBLIG BDS - TYPE II .....	0		0			
3. CORP OBLIG BDS - TYPE III .....	0		0			
4. CONSUMER DEBT OBLIGATIONS .....	0		0			
5. PASS THROUGH SECURITIES .....	0		0			
6. LIMITED PARTNERSHIPS .....	0		0			
7. OTHER NON-INVESTMENT GRADE OBLIGATIONS .....	0		0			
8. ALL OTHER GUARANTEES .....	0		0			
9. TOTAL NON-MUNICIPAL BONDS	0	0	0	0	0	0

**NON-MUNICIPAL BOND EXPOSURES WRITTEN**

**PART 6C**

**BREAKDOWN OF NET OUTSTANDING EXPOSURES AT YEAR-END**

	1 Direct Exposure	2 Assumed Exposure	Ceded Exposure		5 Net Outstanding Exposure (Part 6B, Col. 6) (Cols. 1 + 2 - 3 - 4)
			3 Authorized	4 Unauthorized	
1. CORP OBLIG BDS - TYPE I .....					0
2. CORP OBLIG BDS - TYPE II .....					0
3. CORP OBLIG BDS - TYPE III .....					0
4. CONSUMER DEBT OBLIGATIONS .....					0
5. PASS THROUGH SECURITIES .....					0
6. LIMITED PARTNERSHIPS .....					0
7. OTHER NON-INVESTMENT GRADE OBLIGATIONS .....					0
8. ALL OTHER GUARANTEES .....					0
9. TOTAL NON-MUNICIPAL BONDS	0	0	0	0	0

SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

**PART 7 - LOSS DEVELOPMENT (000 OMITTED)**

	Losses Paid During the Year Less Reinsurance Received During the Year			Salvage and Subrogation Received in the Current Year			7 Total (Cols. 1+2+3-4-5-6)	8 Losses paid during 2011 on losses incurred prior to 2011	Losses Unpaid December 31 of Current Year				13 Development On Losses incurred prior to 2012 (Cols. 2 + 3 + 10 + 11)	Estimated Liability on Unpaid Losses			Change in such Estimated Liability	
	1 On losses incurred during 2012	2 On losses incurred during 2011	3 On losses incurred prior to 2011	4 On losses incurred during 2012	5 On losses incurred during 2011	6 On losses incurred prior to 2011			9 On losses incurred during 2012	10 On losses incurred during 2011	11 On losses incurred prior to 2011	12 Total Per (Col. 5, Part 3A Cols. 9 + 10 + 11)		14 On Losses incurred prior to 2011 (Cols. 3 + 8 + 11)	15 Dec. 31, 2011	16 Dec. 31, 2010	17 Dec. 31, 2011 (Col. 13 less Col. 15)	18 Dec. 31, 2010 (Col. 14 less Col. 16)
1. Municipal Obligation Bonds .....							.0					.0	.0	.0			.0	.0
2. Special Revenue Bonds .....							.0					.0	.0	.0			.0	.0
3. IDB's - Class I .....							.0					.0	.0	.0			.0	.0
4. IDB's - Class II .....							.0					.0	.0	.0			.0	.0
5. IDB's - Class III .....							.0					.0	.0	.0			.0	.0
6. Total Municipal Bonds .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
7. Corporate Obligation Bonds - Class I .....							.0					.0	.0	.0			.0	.0
8. Corporate Obligation Bonds - Class II .....							.0					.0	.0	.0			.0	.0
9. Corporate Obligation Bonds - Class III .....							.0					.0	.0	.0			.0	.0
10. Consumer Debt Obligations .....							.0					.0	.0	.0			.0	.0
11. Pass-Through Securities .....							.0					.0	.0	.0			.0	.0
12. Limited Partnerships .....							.0					.0	.0	.0			.0	.0
13. Other Non-Investment Grade Obligations .....							.0					.0	.0	.0			.0	.0
14. All Other Non-Municipal .....							.0					.0	.0	.0			.0	.0
15. Total Non-Municipal Bonds .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
16. Totals	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

240-15





SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**MEDICARE PART D COVERAGE SUPPLEMENT**  
 (Net of Reinsurance)

NAIC Group Code 0019

(To Be Filed by March 1)

NAIC Company Code 30590

	Individual Coverage		Group Coverage		5 Total Cash
	1 Insured	2 Uninsured	3 Insured	4 Uninsured	
1. Premiums Collected					
1.1 Standard Coverage					
1.11 With Reinsurance Coverage		XXX		XXX	0
1.12 Without Reinsurance Coverage		XXX		XXX	0
1.13 Risk-Corridor Payment Adjustments		XXX		XXX	0
1.2 Supplemental Benefits		XXX		XXX	0
2. Premiums Due and Uncollected-change					
2.1 Standard Coverage					
2.11 With Reinsurance Coverage		XXX		XXX	XXX
2.12 Without Reinsurance Coverage		XXX		XXX	XXX
2.2 Supplemental Benefits		XXX		XXX	XXX
3. Unearned Premium and Advance Premium-change					
3.1 Standard Coverage					
3.11 With Reinsurance Coverage		XXX		XXX	XXX
3.12 Without Reinsurance Coverage		XXX		XXX	XXX
3.2 Supplemental Benefits		XXX		XXX	XXX
4. Risk-Corridor Payment Adjustments-change					
4.1 Receivable		XXX		XXX	XXX
4.2 Payable		XXX		XXX	XXX
5. Earned Premiums					
5.1 Standard Coverage					
5.11 With Reinsurance Coverage	0	XXX	0	XXX	XXX
5.12 Without Reinsurance Coverage	0	XXX	0	XXX	XXX
5.13 Risk-Corridor Payment Adjustments	0	XXX	0	XXX	XXX
5.2 Supplemental Benefits	0	XXX	0	XXX	XXX
6. Total Premiums	0	XXX	0	XXX	0
7. Claims Paid					
7.1 Standard Coverage					
7.11 With Reinsurance Coverage		XXX		XXX	0
7.12 Without Reinsurance Coverage		XXX		XXX	0
7.2 Supplemental Benefits		XXX		XXX	0
8. Claim Reserves and Liabilities-change					
8.1 Standard Coverage					
8.11 With Reinsurance Coverage		XXX		XXX	XXX
8.12 Without Reinsurance Coverage		XXX		XXX	XXX
8.2 Supplemental Benefits		XXX		XXX	XXX
9. Health Care Receivables-change					
9.1 Standard Coverage					
9.11 With Reinsurance Coverage		XXX		XXX	XXX
9.12 Without Reinsurance Coverage		XXX		XXX	XXX
9.2 Supplemental Benefits		XXX		XXX	XXX
10. Claims Incurred					
10.1 Standard Coverage					
10.11 With Reinsurance Coverage	0	XXX	0	XXX	XXX
10.12 Without Reinsurance Coverage	0	XXX	0	XXX	XXX
10.2 Supplemental Benefits	0	XXX	0	XXX	XXX
11. Total Claims	0	XXX	0	XXX	0
12. Reinsurance Coverage and Low Income Cost Sharing					
12.1 Claims Paid - Net of Reimbursements Applied	XXX		XXX		0
12.2 Reimbursements Received but Not Applied-change	XXX		XXX		0
12.3 Reimbursements Receivable-change	XXX		XXX		XXX
12.4 Health Care Receivables-change	XXX		XXX		XXX
13. Aggregate Policy Reserves-change					XXX
14. Expenses Paid		XXX		XXX	0
15. Expenses Incurred		XXX		XXX	XXX
16. Underwriting Gain/Loss	0	XXX	0	XXX	XXX
17. Cash Flow Results	XXX	XXX	XXX	XXX	0



SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**PREMIUMS ATTRIBUTED TO PROTECTED CELLS EXHIBIT**  
 FOR THE YEAR ENDED DECEMBER 31, 2012  
 (To Be Filed by March 1)

Of the Caribbean American Property Insurance Company .....  
 NAIC Group Code 0019      NAIC Company Code 30590      Employer's ID Number 66-0481184

Line of Business	Premiums				Losses					Loss Adjustment Expenses			
	1 Attributed	2 Prior Year	3 Current Year	4 Earned Premium	5 Paid	Unpaid December 31			9 Incurred	10 Paid	Unpaid December 31		13 Incurred
						6 Adjusted or in Process	7 Incurred But Not Reported	8 Prior Year Total			11 Current Year	12 Prior Year	
1. Fire.....													
2. Allied lines.....													
3. Farmowners multiple peril.....													
4. Homeowners multiple peril.....													
5. Commercial multiple peril.....													
6. Mortgage guaranty.....													
8. Ocean marine.....													
9. Inland marine.....													
10. Financial guaranty.....													
11.1 Medical professional liability - occurrence.....													
11.2 Medical professional liability - claims-made.....													
12. Earthquake.....													
13. Group accident and health.....													
14. Credit accident and health(group & individual).....													
15. Other accident and health.....													
16. Workers' compensation.....													
17.1 Other liability - occurrence.....													
17.2 Other liability - claims-made.....													
17.3 Excess workers' compensation.....													
18.1 Products liability - occurrence.....													
18.2 Products liability - claims-made.....													
19.1,19.2 Private passenger auto liability.....													
19.3,19.4 Commercial auto liability.....													
21. Auto physical damage.....													
22. Aircraft (all perils).....													
23. Fidelity.....													
24. Surety.....													
26. Burglary and theft.....													
27. Boiler and machinery.....													
28. Credit.....													
29. International.....													
30. Warranty.....													
31. Reinsurance - nonproportional assumed property.....													
32. Reinsurance - nonproportional assumed liability.....													
33. Reinsurance - nonproportional assumed financial lines.....													
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0	0	0	0	0	0
35. Totals.....	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>DETAILS OF WRITE-INS</b>													
3401. ....													
3402. ....													
3403. ....													
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above).....	0	0	0	0	0	0	0	0	0	0	0	0	0

385



# REINSURANCE ATTESTATION SUPPLEMENT

ATTESTATION OF CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER  
REGARDING REINSURANCE AGREEMENTS

The Chief Executive Officer and Chief Financial Officer shall attest, under penalties of perjury, with respect to all reinsurance contracts for which the reporting entity is taking credit on its current financial statement, that to the best of their knowledge and belief after diligent inquiry:

- (I) Consistent with SSAP No. 62R, Property and Casualty Reinsurance, there are no separate written or oral agreements between the reporting entity (or its affiliates or companies it controls) and the assuming reinsurer that would under any circumstances, reduce, limit, mitigate or otherwise affect any actual or potential loss to the parties under the reinsurance contract, other than inuring contracts that are explicitly defined in the reinsurance contract except as disclosed herein;
- (II) For each such reinsurance contract entered into, renewed, or amended on or after January 1, 1994, for which risk transfer is not reasonably considered to be self-evident, documentation concerning the economic intent of the transaction and the risk transfer analysis evidencing the proper accounting treatment, as required by SSAP No. 62R, Property and Casualty Reinsurance, is available for review;
- (III) The reporting entity complies with all the requirements set forth in SSAP No. 62R, Property and Casualty Reinsurance; and
- (IV) The reporting entity has appropriate controls in place to monitor the use of reinsurance and adhere to the provisions of SSAP No. 62R, Property and Casualty Reinsurance.

If there are any exception(s), that fact should be noted in the Reinsurance Attestation Supplement filed electronically with the NAIC and in hard copy with the domestic regulator (excluding the details of the exceptions). The details of the exceptions shall be filed in a separate hard copy supplement (Exceptions to the Reinsurance Attestation Supplement) with the domestic regulator.

For reporting period ended December 31, 2012

Signed:

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Date

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Date



## Exceptions to the Reinsurance Attestation Supplement

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**CARIBBEAN AMERICAN PROPERTY INSURANCE COMPANY**  
**STATEMENT OF ACTUARIAL OPINION**  
LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2012

**IDENTIFICATION**

I, Celso Moreira, Appointed Actuary of Caribbean American Property Insurance Company (CAPIC), am a member of the American Academy of Actuaries and meet its qualification standards. I am a Fellow of the Casualty Actuarial Society. I was appointed by the Board of Directors on September 17, 2012, to render this opinion.

**SCOPE**

I have examined the actuarial assumptions and methods used in determining the reserves listed in Exhibit A of this opinion, as shown in the Annual Statement of Caribbean American Property Insurance Company as prepared for filing with state regulatory officials, as of December 31, 2012 and reviewed information provided to me through February 15, 2013. These reserves do not include an explicit risk margin.

The reserves upon which I have formed my opinion reflect the loss reserves disclosure items in Exhibit B.

In forming my opinion on the loss and loss adjustment expense reserves and long duration unearned premium reserves, I relied upon data from various source systems all under the direction of Luis Rivera, Chief Financial Officer of Caribbean American Property Insurance Company, as certified in the attached statement. I evaluated the data for reasonableness and consistency. I also reconciled that data to Schedule P, Part 1 of the Company's current annual statement. In other respects, my examination included such review of the actuarial assumptions and methods used, such inspection of the underlying basic records and/or summaries, and such tests of the calculations as I considered necessary. The loss expense reserves include provisions for defense and cost containment expense as well as other adjusting expense.

**RELEVANT COMMENTS**

**Risk of Material Adverse Deviation (Exhibit B, item 5):** I have selected the materiality standard to be the lesser of a) 10% of the Total Adjusted Capital, b) the difference between the Total Adjusted Capital and the Company Action Level of the Risk-Based Capital Analysis and c) the adverse development needed to fail the IRIS Ratio 11 test. The Company's strong financial position is evidenced by the A.M. Best Financial Strength Rating of A. Using this as my standard, I do not believe that it is reasonably possible that significant risks and uncertainties could result in material adverse deviation.

**Financial and Retroactive Reinsurance:** Based on a review of the CEO & CFO Reinsurance Attestation and General Interrogatories Part 2, numbers 7.3 and 9, I am not aware of any reinsurance contract having a material effect on the loss or loss expense reserves that should have been accounted for as retroactive reinsurance or financial reinsurance.

**Reinsurance Collectibility:** My review of the Company's net reserves presumed all reinsurance existing as of December 31, 2012, will be collected. The Company's net business does reflect a material amount of reinsurance. I have reviewed Schedule F and our business is ceded to authorized reinsurers. I have solicited information from management and am not aware of any reinsurance collectability problems that would materially impact the Company's solvency. I have reviewed AM Best's Financial Strength Ratings for those reinsurers for which such a rating is available. The scope of my review of reinsurance collectability does not imply an opinion on the financial condition of, or the adequacy of reserves ceded to or carried by each of the Company's reinsurers.

**Coverage for Service Contracts:** The Company writes contractual liability policies to service contracts obligors that are both affiliates and non-affiliates of Assurant, Inc. The adequacy of

the reserve funds for payments of claims under service contracts covered by the Company has been contemplated within the overall reserve of the Company.

**IRIS Ratios:** I have examined the NAIC IRIS Tests for One-Year Reserve Development to Surplus, Two-Year Reserve Development to Surplus, and Estimated Current Reserve Deficiency to Surplus and no exceptional values were observed.

**Underwriting Pools and Associations (Exhibit B, item 5):** The Company does not participate in any voluntary or involuntary underwriting pools or associations.

**Asbestos and Environmental Liability:** The Company does not have exposure to asbestos or environmental claims.

**Unearned Premium for Long Duration Contracts (Exhibit A, items G-I):** I have reviewed the Company's Unearned Premium Reserve for long duration contracts and have found that it is not less than the result of Test 1, 2, and 3 described in SSAP No. 65. In performing these tests no provision was made for investment income in the projected future losses and expenses under unexpired policies and no reduction was made in projected losses and expenses for subrogation and salvage, reinsurance, credits for deductibles and self-insured retentions and other statutory approved credits.

**Mold Liability:** The Company does not have exposure to Mold claims.

## **OPINION**

In my opinion, the amounts carried in Exhibit A on account of the items identified:

- A. meet the requirements of the insurance laws of Puerto Rico;
- B. are computed in accordance with accepted actuarial loss reserving standards and principles;
- C. make a reasonable provision for all unpaid loss and loss expense obligations of the Company under the terms of its contracts and agreements; and
- D. make a reasonable provision for the unearned premium reserves for long duration contracts of the Company under the terms of its contracts and agreements.

An actuarial report and any underlying actuarial work papers supporting the findings expressed in this Statement of Actuarial Opinion will be retained for a period of seven years in the administrative offices of the Company and available for regulatory examination.

---

Celso Moreira, FSA, MAAA  
Vice President & Senior Actuary and Appointed Actuary  
Assurant Solutions  
260 Interstate North Circle SE  
Atlanta, GA 30339

Celso.Moreira@Assurant.com  
Tel: 770 763 1061

February 25, 2013

## Exhibit A: SCOPE

<u>Loss Reserves:</u>	Amount
1. Reserve for Unpaid Losses (Liabilities, Surplus and Other Funds page, Col. 1, Line 1)	\$ 7,322,590
2. Reserve for Unpaid Loss Adjustment Expenses (Liabilities, Surplus, and Other Funds page, Col. 1, Line 3)	\$ 105,053
3. Reserve for Unpaid Losses – Direct and Assumed (Schedule P, Part 1, Totals from Cols. 13 and 15, Line 12 * 1000)	\$ 8,961,000
4. Reserve for Unpaid Loss Adjustment Expenses – Direct and Assumed (Schedule P, Part 1, Totals from Cols. 17, 19 and 21, Line 12 * 1000)	\$ 193,000
5. The Page 3 write-in item reserve, “Retroactive Reinsurance Reserve Assumed”	\$ 0
6. Other Loss Reserve items on which the Appointed Actuary is expressing an Opinion (list separately)	\$ 0
<u>Premium Reserves:</u>	Amount
7. Reserve for Direct & Assumed Unearned Premiums for Long Duration Contracts	\$3,064,129
8. Reserve for Net Unearned Premiums for Long Duration Contracts	\$2,952,779
9. Other Premium Reserve items on which the Appointed Actuary is expressing an Opinion (list separately)	\$ 0

## Exhibit B: DISCLOSURES

	Code	Amount	Yes/No	Last	First	Middle	Suffix
01	02	03	04	05	06	07	08
1. Name of Appointed Actuary				Moreira	Celso		
2. The Appointed Actuary's Relationship to the Company: Enter E or C based upon the following: E if an Employee of the Company or Group C if a Consultant	E						
3. The Appointed Actuary has the following designation: F if a Fellow of the Casualty Actuarial Society (FCAS) A if an Associate of the Casualty Actuarial Society (ACAS) M if not a member of the Casualty Actuarial Society, but a Member of the American Academy of Actuaries (MAAA) approved by the Casualty Practice Council as documented with the attached approval letter O for other	E						
4. Type of Opinion, as identified in the OPINION paragraph: Enter R, I, E, O, or N based upon the following: R if Reasonable I if inadequate of Deficient Provision E if Excessive or Redundant Provision O if Qualified. Use O when part of the OPINION is Qualified N if No Opinion	R						
5. Materiality Standard expressed in \$US (Used to Answer Question #6)		\$ 2,200,000					
6. Are there Significant Risks that could result in Material Adverse Deviation?			N				
7. Statutory Surplus (Liabilities, Col 1, Line 37)		\$ 21,620,447					
8. Anticipated net salvage and subrogation included as a reduction to loss reserves as reported in Schedule P (should equal Part 1 Summary, Col 23, Line 12 * 1,000)		\$ 0					
9. Discount included as a reduction to loss reserves and loss expense reserves as reported in Schedule P							
9.1 Nontabular Discount [Notes, Line 32B23, (Amounts 1, 2, 3 & 4)], Electronic Filing Cols 7, 8, 9, & 10		\$ 0					
9.2 Tabular Discount [Notes, Line 32A23 (Amounts 1 & 2)], Electronic Filing Cols 7 & 8		\$ 0					
10. The net reserves for losses and expenses for the company's share of voluntary and involuntary underwriting pools' and associations' unpaid losses and expenses that are included in reserves shown on the Liabilities, Surplus and Other Funds page, Losses and Loss Adjustment Expenses lines.		\$ 0					
11. The net reserves for losses and loss adjustment expenses that the company carries for the following liabilities* included on the Liabilities, Surplus and Other Funds page, Losses and Loss Adjustment Expenses lines.							
11.1 Asbestos, as disclosed in the Notes to Financial Statements (Notes, Line 33A03D, ending net asbestos reserves for current year) Electronic Filing Col 11		\$ 0					
11.2 Environmental, as disclosed in the Notes to Financial Statements (Notes, Line 33D03D, ending net asbestos reserves for current year), Electronic Filing Col 11		\$ 0					
12. The total claims made extended loss and expense reserve (Greater than or equal to Schedule P Interrogatories)							
12.1 Amount reported as loss reserves		\$ 0					
12.2 Amount reported as unearned premium reserves		\$ 0					
13. Other items on which the Appointed Actuary is providing Relevant Comment (list separately)							
*	The reserves disclosed in item 11 above, should exclude amounts relating to contracts specifically written to cover asbestos and environmental exposures. Contracts specifically written to cover these exposures include Environmental Impairment Liability (post 1986), Asbestos Abatement, Pollution Legal Liability, Contractor's Pollution Liability, Consultant's Environmental Liability, and Pollution and Remediation Legal Liability.						

# Statement of Actuarial Opinion

## STATEMENT OF REPRESENTATION PERTAINING TO IN FORCE RECORDS

I, Luis Rivera, Chief Financial Officer of Caribbean American Property Insurance Company, hereby affirm that the listings and summaries of policies and contracts in force and other information underlying the policy reserves and related actuarial items, as prepared for and submitted to Esperanza Borja for use in preparing the actuarial opinion for the statutory annual statement of Caribbean American Property Insurance Company, as of and for the year ended December 31, 2012, were prepared under my direction and, to the best of my knowledge and belief, are substantially accurate and complete.

---

Luis Rivera  
Chief Financial Officer  
Caribbean American Property Insurance Company  
273 Ponce de Leon Ave.  
San Juan, PR 00917  
787-282-5219







SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

Designate the type of health care providers reported on this page:

**SUPPLEMENT "A" TO SCHEDULE T  
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN  
ALLOCATED BY STATES AND TERRITORIES**

States, etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama.....AL								
2. Alaska.....AK								
3. Arizona.....AZ								
4. Arkansas.....AR								
5. California.....CA								
6. Colorado.....CO								
7. Connecticut.....CT								
8. Delaware.....DE								
9. District of Columbia.....DC								
10. Florida.....FL								
11. Georgia.....GA								
12. Hawaii.....HI								
13. Idaho.....ID								
14. Illinois.....IL								
15. Indiana.....IN								
16. Iowa.....IA								
17. Kansas.....KS								
18. Kentucky.....KY								
19. Louisiana.....LA								
20. Maine.....ME								
21. Maryland.....MD								
22. Massachusetts.....MA								
23. Michigan.....MI								
24. Minnesota.....MN								
25. Mississippi.....MS								
26. Missouri.....MO								
27. Montana.....MT								
28. Nebraska.....NE								
29. Nevada.....NV								
30. New Hampshire.....NH								
31. New Jersey.....NJ								
32. New Mexico.....NM								
33. New York.....NY								
34. North Carolina.....NC								
35. North Dakota.....ND								
36. Ohio.....OH								
37. Oklahoma.....OK								
38. Oregon.....OR								
39. Pennsylvania.....PA								
40. Rhode Island.....RI								
41. South Carolina.....SC								
42. South Dakota.....SD								
43. Tennessee.....TN								
44. Texas.....TX								
45. Utah.....UT								
46. Vermont.....VT								
47. Virginia.....VA								
48. Washington.....WA								
49. West Virginia.....WV								
50. Wisconsin.....WI								
51. Wyoming.....WY								
52. American Samoa.....AS								
53. Guam.....GU								
54. Puerto Rico.....PR								
55. U.S. Virgin Islands.....VI								
56. Northern Mariana Islands.....MP								
57. Canada.....CAN								
58. Aggregate other alien.....OT	0	0	0	0	0	0	0	0
59. Total	0	0	0	0	0	0	0	0
DETAILS OF WRITE-INS								
58001.....								
58002.....								
58003.....								
58998. Summary of remaining write-ins for Line 58 from overflow page.....	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003 plus 58998)(Line 58 above)	0	0	0	0	0	0	0	0



SUPPLEMENT FOR THE YEAR 2012 OF THE U.S. BRANCH OF THE Caribbean American Property Insurance Company

# TRUSTEED SURPLUS STATEMENT

## AFFIDAVIT OF U.S. MANAGERS, GENERAL AGENTS OR ATTORNEYS

..... being duly sworn, says that he/she is the ..... of the .....  
a corporation organized under the laws of ..... entered to transact business in the United States through the State of .....  
that this trustee surplus statement together with its related schedules appended hereto is a true statement of the trustee surplus of said corporation, that the several items of  
assets, as hereinafter enumerated, are the absolute property of said corporation, free and clear from any liens or claims thereon, except as hereinafter stated, and that each and all  
of the hereinafter mentioned assets are held in the United States by Insurance Departments and Officers of the various States of the United States and Trustees as hereinafter  
indicated, and that the assets, liabilities and deductions therefrom reported in this statement are in accordance with the instructions accompanying this statement.

Subscribed and sworn to before me this  
\_\_\_\_\_ day of \_\_\_\_\_ A.D., \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_

## AFFIDAVIT OF TRUSTEE - SCHEDULE B

..... being duly sworn, says that he/she is the Trustee of the .....  
a corporation organized under the laws of ..... entered to transact business in the United States through the State of .....  
located at ....., that the assets listed in Schedule B of the following statement are held by it as such Trustee within the  
United States, and that the said assets are subject to no other claims than those of policyholders and creditors within the United States.

Subscribed and sworn to before me this  
\_\_\_\_\_ day of \_\_\_\_\_ A.D., \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_

## AFFIDAVIT OF TRUSTEE - SCHEDULE C

..... being duly sworn, says that he/she is the Trustee of the .....  
a corporation organized under the laws of ..... entered to transact business in the United States through the State of .....  
located at ....., that the assets listed in Schedule C of the following statement are held by it as such Trustee within the  
United States, and that the said assets are subject to no other claims than those of policyholders and creditors within the United States.

Subscribed and sworn to before me this  
\_\_\_\_\_ day of \_\_\_\_\_ A.D., \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_

## AFFIDAVIT OF TRUSTEE - SCHEDULE D

..... being duly sworn, says that he/she is the Trustee of the .....  
a corporation organized under the laws of ..... entered to transact business in the United States through the State of .....  
located at ....., that the assets listed in Schedule D of the following statement are held by it as such Trustee within the  
United States, and that the said assets are subject to no other claims than those of policyholders and creditors within the United States.

Subscribed and sworn to before me this  
\_\_\_\_\_ day of \_\_\_\_\_ A.D., \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_



## TRUSTEED SURPLUS STATEMENT

### LIABILITIES AND TRUSTEED SURPLUS

		1 Current Year
1.	Total liabilities .....	
ADDITIONS TO LIABILITIES:		
2.	Ceded reinsurance balances payable .....	
3.	Agents' credit balances .....	
4.	Aggregate write-ins for other additions to liabilities .....	0
5.	Total additions (Lines 2 + 3 + 4) .....	0
6.	Total (Lines 1 + 5) .....	0
DEDUCTIONS FROM LIABILITIES:		
7.	Reinsurance recoverable on paid losses and loss adjustment expenses:	
7.1	Authorized companies .....	
7.2	Unauthorized companies .....	
8.	Special state deposits, not exceeding net liabilities carried in this statement on business in each respective state:	
8.1	Special state deposits (submit schedule) .....	
8.2	Accrued interest on special state deposits .....	
9.	Agents' balances or uncollected premiums not more than ninety days past due, not exceeding unearned premium reserves carried thereon .....	
10.	Unpaid reinsurance premiums receivable, not exceeding losses and loss adjustment expenses due to reinsured:	
10.1	Authorized companies .....	
10.2	Unauthorized companies .....	
11.	Aggregate write-ins for other deductions from liabilities .....	0
12.	Total deductions (Lines 7 thru 11) .....	0
13.	Total adjusted liabilities (Line 6 minus Line 12) .....	0
14.	Trusteed surplus .....	
15.	Total .....	0
<b>DETAILS OF WRITE-INS</b>		
0401.	.....	
0402.	.....	
0403.	.....	
0498.	Summary of remaining write-ins for Line 4 from overflow page .....	0
0499.	Totals (Lines 0401 thru 0403 plus 0498)(Line 4 above) .....	0
1101.	.....	
1102.	.....	
1103.	.....	
1198.	Summary of remaining write-ins for Line 11 from overflow page .....	0
1199.	Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	0

**OVERFLOW PAGE FOR WRITE-INS**



ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company

Bail Bond Supplement

FOR THE YEAR ENDED DECEMBER 31, 2012

(To Be Filed by March 1)

NAIC Group Code 0019

NAIC Company Code 30590

Company Name Caribbean American Property Insurance Company

If the reporting entity writes any bail bond business, please provide the following:

- 1. Is the bail bond premium reported on a gross basis?
2. If the answer to #1 was no, was a permitted practice granted to the reporting entity?
3. If the answer to #2 was no, please explain
4. What bond life is used to calculate unearned premium in days?
5. Are any amounts charged to the consumer excluded from Gross Premiums?
6. If the answer to #5 was Yes, please explain
7. Do the agents have ongoing performance obligations on the bond after execution?
8. If the answer to #7 is Yes, please describe the nature of the agents' continuing obligations

500

Table with columns: Current Year, % of GPW, Prior Year, % of GPW, % of GPE, % of NPE. Rows include: 9. Face amount of bail bonds written, 10. Direct premiums written (gross), 11. Commissions and brokerage expenses, 12. Premium written net of agent commissions and brokerage expenses, 13. Direct premiums earned (gross), 14. Premium earned net of agent commissions and brokerage expenses, 15. Direct unearned premium reserves, 16. Direct losses paid (deducting salvage), 17. Direct losses incurred, 18. Direct losses unpaid, 19. Direct defense and cost containment expense paid, 20. Direct defense and cost containment expense incurred, 21. Direct defense and cost containment expense unpaid, 22. Taxes, licenses and fees, 23. Build-up fund account balances as of beginning of period, 24. Gross deposits to BUF accounts (including interest earned), 25. Gross withdrawals from build-up fund accounts, 26. Build-up fund account balances as of end of period.



SUPPLEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**DIRECTOR AND OFFICER INSURANCE COVERAGE SUPPLEMENT**  
 For The Year Ended December 31, 2012  
 (To Be Filed by March 1)

NAIC Group Code 0019

NAIC Company Code 30590

Company Name Caribbean American Property Insurance Company .....

If the reporting entity writes any director and officer (D&O) business, please provide the following:

1. Monoline Policies

Direct Premiums		Direct Losses		Direct Defense and Cost Containment		Percentage of In Force Policies	
1 Written	2 Earned	3 Paid	4 Incurred	5 Paid	6 Incurred	7 Claims Made	8 Occurrence
\$ .....	\$ .....	\$ .....	\$ .....	\$ .....	\$ .....	%	%

2. Commercial Multiple Peril (CMP) Packaged Policies

- 2.1 Does the reporting entity provide D&O liability coverage as part of a CMP packaged policy? ..... Yes [ ] No [ ]  
 2.2 Can the direct premium earned for D&O liability coverage provided as part of a CMP packaged policy be quantified or estimated? ..... Yes [ ] No [ ]  
 2.3 If the answer to question 2.2 is yes, provide the quantified or estimated direct premium earned amount for D&O liability coverage in CMP packaged policies

2.31 Amount quantified: ..... \$ .....  
 2.32 Amount estimated using reasonable assumptions: ..... \$ .....

2.4 If the answer to question 2.1 is yes, please provide the following:

Direct Losses		Direct Defense and Cost Containment		Percentage of In Force Policies	
1 Paid	2 Paid + Change in Case Reserves	3 Paid	4 Paid + Change in Case Reserves	5 Claims Made	6 Occurrence
\$ .....	\$ .....	\$ .....	\$ .....	%	%

## ALPHABETICAL INDEX

### ANNUAL STATEMENT BLANK

Assets .....	2
Cash Flow .....	5
Exhibit of Capital Gains (Losses) .....	12
Exhibit of Net Investment Income .....	12
Exhibit of Nonadmitted Assets .....	13
Exhibit of Premiums and Losses (State Page) .....	19
Five-Year Historical Data .....	17
General Interrogatories .....	15
Jurat Page .....	1
Liabilities, Surplus and Other Funds .....	3
Notes To Financial Statements .....	14
Overflow Page For Write-ins .....	101
Schedule A - Part 1 .....	E01
Schedule A - Part 2 .....	E02
Schedule A - Part 3 .....	E03
Schedule A - Verification Between Years .....	SI02
Schedule B - Part 1 .....	E04
Schedule B - Part 2 .....	E05
Schedule B - Part 3 .....	E06
Schedule B - Verification Between Years .....	SI02
Schedule BA - Part 1 .....	E07
Schedule BA - Part 2 .....	E08
Schedule BA - Part 3 .....	E09
Schedule BA - Verification Between Years .....	SI03
Schedule D - Part 1 .....	E10
Schedule D - Part 1A - Section 1 .....	SI05
Schedule D - Part 1A - Section 2 .....	SI08
Schedule D - Part 2 - Section 1 .....	E11
Schedule D - Part 2 - Section 2 .....	E12
Schedule D - Part 3 .....	E13
Schedule D - Part 4 .....	E14
Schedule D - Part 5 .....	E15
Schedule D - Part 6 - Section 1 .....	E16
Schedule D - Part 6 - Section 2 .....	E16
Schedule D - Summary By Country .....	SI04
Schedule D - Verification Between Years .....	SI03
Schedule DA - Part 1 .....	E17
Schedule DA - Verification Between Years .....	SI10
Schedule DB - Part A - Section 1 .....	E18
Schedule DB - Part A - Section 2 .....	E19
Schedule DB - Part A - Verification Between Years .....	SI11
Schedule DB - Part B - Section 1 .....	E20
Schedule DB - Part B - Section 2 .....	E21
Schedule DB - Part B - Verification Between Years .....	SI11
Schedule DB - Part C - Section 1 .....	SI12
Schedule DB - Part C - Section 2 .....	SI13
Schedule DB - Part D .....	E22
Schedule DB - Verification .....	SI14
Schedule DL - Part 1 .....	E23
Schedule DL - Part 2 .....	E24
Schedule E - Part 1 - Cash .....	E25
Schedule E - Part 2 - Cash Equivalents .....	E26
Schedule E - Part 3 - Special Deposits .....	E27
Schedule E - Verification Between Years .....	SI15
Schedule F - Part 1 .....	20
Schedule F - Part 2 .....	21
Schedule F - Part 3 .....	22
Schedule F - Part 4 .....	23
Schedule F - Part 5 .....	24
Schedule F - Part 6 - Section 1 .....	25
Schedule F - Part 6 - Section 2 .....	27
Schedule F - Part 7 .....	28
Schedule F - Part 8 .....	29
Schedule F - Part 9 .....	30

**ANNUAL STATEMENT BLANK (Continued)**

Schedule H - Accident and Health Exhibit - Part 1 .....	31
Schedule H - Part 2, Part 3 and 4 .....	32
Schedule H - Part 5 - Health Claims .....	33
Schedule P - Part 1 - Summary .....	34
Schedule P - Part 1A - Homeowners/Farmowners .....	36
Schedule P - Part 1B - Private Passenger Auto Liability/Medical .....	37
Schedule P - Part 1C - Commercial Auto/Truck Liability/Medical .....	38
Schedule P - Part 1D - Workers' Compensation (Excluding Excess Workers' Compensation) .....	39
Schedule P - Part 1E - Commercial Multiple Peril .....	40
Schedule P - Part 1F - Section 1 - Medical Professional Liability - Occurrence .....	41
Schedule P - Part 1F - Section 2 - Medical Professional Liability - Claims-Made .....	42
Schedule P - Part 1G - Special Liability (Ocean, Marine, Aircraft (All Perils), Boiler and Machinery) .....	43
Schedule P - Part 1H - Section 1 - Other Liability - Occurrence .....	44
Schedule P - Part 1H - Section 2 - Other Liability - Claims-Made .....	45
Schedule P - Part 1I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft) .....	46
Schedule P - Part 1J - Auto Physical Damage .....	47
Schedule P - Part 1K - Fidelity/Surety .....	48
Schedule P - Part 1L - Other (Including Credit, Accident and Health) .....	49
Schedule P - Part 1M - International .....	50
Schedule P - Part 1N - Reinsurance - Nonproportional Assumed Property .....	51
Schedule P - Part 1O - Reinsurance - Nonproportional Assumed Liability .....	52
Schedule P - Part 1P - Reinsurance - Nonproportional Assumed Financial Lines .....	53
Schedule P - Part 1R - Section 1 - Products Liability - Occurrence .....	54
Schedule P - Part 1R - Section 2 - Products Liability - Claims-Made .....	55
Schedule P - Part 1S - Financial Guaranty/Mortgage Guaranty .....	56
Schedule P - Part 1T - Warranty .....	57
Schedule P - Part 2, Part 3 and Part 4 - Summary .....	35
Schedule P - Part 2A - Homeowners/Farmowners .....	58
Schedule P - Part 2B - Private Passenger Auto Liability/Medical .....	58
Schedule P - Part 2C - Commercial Auto/Truck Liability/Medical .....	58
Schedule P - Part 2D - Workers' Compensation (Excluding Excess Workers' Compensation) .....	58
Schedule P - Part 2E - Commercial Multiple Peril .....	58
Schedule P - Part 2F - Section 1 - Medical Professional Liability - Occurrence .....	59
Schedule P - Part 2F - Section 2 - Medical Professional Liability - Claims-Made .....	59
Schedule P - Part 2G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery) .....	59
Schedule P - Part 2H - Section 1 - Other Liability - Occurrence .....	59
Schedule P - Part 2H - Section 2 - Other Liability - Claims-Made .....	59
Schedule P - Part 2I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft) .....	60
Schedule P - Part 2J - Auto Physical Damage .....	60
Schedule P - Part 2K - Fidelity, Surety .....	60
Schedule P - Part 2L - Other (Including Credit, Accident and Health) .....	60
Schedule P - Part 2M - International .....	60
Schedule P - Part 2N - Reinsurance - Nonproportional Assumed Property .....	61
Schedule P - Part 2O - Reinsurance - Nonproportional Assumed Liability .....	61
Schedule P - Part 2P - Reinsurance - Nonproportional Assumed Financial Lines .....	61
Schedule P - Part 2R - Section 1 - Products Liability - Occurrence .....	62
Schedule P - Part 2R - Section 2 - Products Liability - Claims-Made .....	62
Schedule P - Part 2S - Financial Guaranty/Mortgage Guaranty .....	62
Schedule P - Part 2T - Warranty .....	62
Schedule P - Part 3A - Homeowners/Farmowners .....	63
Schedule P - Part 3B - Private Passenger Auto Liability/Medical .....	63
Schedule P - Part 3C - Commercial Auto/Truck Liability/Medical .....	63
Schedule P - Part 3D - Workers' Compensation (Excluding Excess Workers' Compensation) .....	63
Schedule P - Part 3E - Commercial Multiple Peril .....	63
Schedule P - Part 3F - Section 1 - Medical Professional Liability - Occurrence .....	64
Schedule P - Part 3F - Section 2 - Medical Professional Liability - Claims-Made .....	64
Schedule P - Part 3G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery) .....	64
Schedule P - Part 3H - Section 1 - Other Liability - Occurrence .....	64
Schedule P - Part 3H - Section 2 - Other Liability - Claims-Made .....	64
Schedule P - Part 3I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft) .....	65
Schedule P - Part 3J - Auto Physical Damage .....	65
Schedule P - Part 3K - Fidelity/Surety .....	65
Schedule P - Part 3L - Other (Including Credit, Accident and Health) .....	65
Schedule P - Part 3M - International .....	65
Schedule P - Part 3N - Reinsurance - Nonproportional Assumed Property .....	66
Schedule P - Part 3O - Reinsurance - Nonproportional Assumed Liability .....	66
Schedule P - Part 3P - Reinsurance - Nonproportional Assumed Financial Lines .....	66
Schedule P - Part 3R - Section 1 - Products Liability - Occurrence .....	67
Schedule P - Part 3R - Section 2 - Products Liability - Claims-Made .....	67
Schedule P - Part 3S - Financial Guaranty/Mortgage Guaranty .....	67
Schedule P - Part 3T - Warranty .....	67

**ANNUAL STATEMENT BLANK (Continued)**

Schedule P - Part 4A - Homeowners/Farmowners .....	68
Schedule P - Part 4B - Private Passenger Auto Liability/Medical .....	68
Schedule P - Part 4C - Commercial Auto/Truck Liability/Medical .....	68
Schedule P - Part 4D - Workers' Compensation (Excluding Excess Workers' Compensation) .....	68
Schedule P - Part 4E - Commercial Multiple Peril .....	68
Schedule P - Part 4F - Section 1 - Medical Professional Liability - Occurrence .....	69
Schedule P - Part 4F - Section 2 - Medical Professional Liability - Claims-Made .....	69
Schedule P - Part 4G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery) .....	69
Schedule P - Part 4H - Section 1 - Other Liability - Occurrence .....	69
Schedule P - Part 4H - Section 2 - Other Liability - Claims-Made .....	69
Schedule P - Part 4I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft) .....	70
Schedule P - Part 4J - Auto Physical Damage .....	70
Schedule P - Part 4K - Fidelity/Surety .....	70
Schedule P - Part 4L - Other (Including Credit, Accident and Health) .....	70
Schedule P - Part 4M - International .....	70
Schedule P - Part 4N - Reinsurance - Nonproportional Assumed Property .....	71
Schedule P - Part 4O - Reinsurance - Nonproportional Assumed Liability .....	71
Schedule P - Part 4P - Reinsurance - Nonproportional Assumed Financial Lines .....	71
Schedule P - Part 4R - Section 1 - Products Liability - Occurrence .....	72
Schedule P - Part 4R - Section 2 - Products Liability - Claims-Made .....	72
Schedule P - Part 4S - Financial Guaranty/Mortgage Guaranty .....	72
Schedule P - Part 4T - Warranty .....	72
Schedule P - Part 5A - Homeowners/Farmowners .....	73
Schedule P - Part 5B - Private Passenger Auto Liability/Medical .....	74
Schedule P - Part 5C - Commercial Auto/Truck Liability/Medical .....	75
Schedule P - Part 5D - Workers' Compensation (Excluding Excess Workers' Compensation) .....	76
Schedule P - Part 5E - Commercial Multiple Peril .....	77
Schedule P - Part 5F - Medical Professional Liability - Claims-Made .....	79
Schedule P - Part 5F - Medical Professional Liability - Occurrence .....	78
Schedule P - Part 5H - Other Liability - Claims-Made .....	81
Schedule P - Part 5H - Other Liability - Occurrence .....	80
Schedule P - Part 5R - Products Liability - Claims-Made .....	83
Schedule P - Part 5R - Products Liability - Occurrence .....	82
Schedule P - Part 5T - Warranty .....	84
Schedule P - Part 6C - Commercial Auto/Truck Liability/Medical .....	85
Schedule P - Part 6D - Workers' Compensation (Excluding Excess Workers' Compensation) .....	85
Schedule P - Part 6E - Commercial Multiple Peril .....	86
Schedule P - Part 6H - Other Liability - Claims-Made .....	87
Schedule P - Part 6H - Other Liability - Occurrence .....	86
Schedule P - Part 6M - International .....	87
Schedule P - Part 6N - Reinsurance - Nonproportional Assumed Property .....	88
Schedule P - Part 6O - Reinsurance - Nonproportional Assumed Liability .....	88
Schedule P - Part 6R - Products Liability - Claims-Made .....	89
Schedule P - Part 6R - Products Liability - Occurrence .....	89
Schedule P - Part 7A - Primary Loss Sensitive Contracts .....	90
Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts .....	92
Schedule P Interrogatories .....	94
Schedule T - Exhibit of Premiums Written .....	95
Schedule T - Part 2 - Interstate Compact .....	96
Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group .....	97
Schedule Y - Part 1A - Detail of Insurance Holding Company System .....	98
Schedule Y - Part 2 - Summary of Insurer's Transactions With Any Affiliates .....	99
Statement of Income .....	4
Summary Investment Schedule .....	SI01
Supplemental Exhibits and Schedules Interrogatories .....	100
Underwriting and Investment Exhibit Part 1 .....	6
Underwriting and Investment Exhibit Part 1A .....	7
Underwriting and Investment Exhibit Part 1B .....	8
Underwriting and Investment Exhibit Part 2 .....	9
Underwriting and Investment Exhibit Part 2A .....	10
Underwriting and Investment Exhibit Part 3 .....	11

**Prior Year Validation Data**

1.	PXASU900029	PYPage ASSETS L28C3 = ASSETS L28C4.....	41,444,943		
2.	PXASU900102	PYPage ASSETS L5 C1 = CASH L19.1C1.....	4,726,696		
3.	PXASN010004	PYPage EXPREMERND L34C3 = EXPREMERND L35C2.....	6,586,735		
4.	PXASU096069	PYPage SCHPT2 LA04C1 = SCHPT2 LA05C1.....	13,630		
5.	PXASU096070	PYPage SCHPT2 LB03C1 = SCHPT2 LB04C1.....	0		
6.	PXASU096071	PYPage SCHPT2 LC01C1 = SCHPT2 LC02C1.....	4,541		
7.	PXASN003000	SCT L59C6 = (SCT L59C5 + SCT L59C7) - PYPage SCT L59C7.....	7,456,906		
8.	PXAFN000042	PYPage EXUNPDLOSS L10C8 / 1000 = FGIEPT7 L16C15.....	0		
9.	PETMN000004	PYPage SUPPASCT form for Physicians, including Surgeons and Osteopaths Line 59 Column 6 and 8.....			
10.	PETMN000004	PYPage SUPPASCT form for Hospitals Line 59 Column 6 and 8.....			
11.	PETMN000004	PYPage SUPPASCT form for Other Health Care Professionals, including Dentists Line 59 Column 6 and 8.....			
12.	PETMN000004	PYPage SUPPASCT form for Other Health Care Facilities Line 59 Column 6 and 8.....			
13.	PXASU900066	PYPage SCAVER L09C2 = SCAVER L01C2.....			
14.	PXASU900067	PYPage SCBAVER L11C2 = SCBAVER L01C2.....			
15.	PXASU900068	PYPage SCBAVER L11C2 = SCBAVER L01C2.....			
16.	PXASU090298	PYPage SCDVER L10C2 = SCDVER L01C2.....	28,055,891		
17.	PXASU095082	PYPage SCDAPT1 L9199999C8 = SCDVER L01C1.....	1,464,576		
18.	PXASU099985	PYPage SCDBPTCSN2 L07C9 = SCDBPTCSN2 L01C1.....			
19.	PXASU099986	PYPage SCDBPTCSN2 L07C10 = SCDBPTCSN2 L01C2.....			
20.	PXASU900058	PYPage SCEPT2 L8699999C6 = SCEVER L01C1.....			
21.	PETMU999010	EXLOSSPDINC L35C4/1000 + PYPAGE SCPPT1 Sum(L03 through L11) Column 4 minus Column 5 = SCPPT1 L12 Column 4 minus 5.....	91,060	7,111	
22.	PETMU999015	EXEXP L30C1/1000 + PYPAGE SCPPT1 Sum(L03 through L11) Column 6 minus Column 7 + Column 8 minus Column 9 = SCPPT1 L12 Column 6 minus 7 + Column 8 minus 9.....	0	0	10,025 320
23.	PXAAU900307	PYPage SHCEPT1 - GT L05.5C14 = SHCEPT1 - GT L05.4C15.....			

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**SCHEDULE P PART 1 - CURRENT YEAR RECONCILIATION**

(\$000 omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						PT3 Number of Claims		
	1 Part 6 Section 1 Direct and Assumed	2 Part 6 Section 2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Closed With Loss Payment	12 Closed Without Loss Payment
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	0	0	0	0	0	0	0	0	0	0	0	0
2. 2003.....	0	0	0	0	0	0	0	0	0	0	4	0
3. 2004.....	0	0	0	0	0	0	0	0	0	0	0	0
4. 2005.....	0	0	0	1	0	0	0	0	0	0	1	0
5. 2006.....	0	0	0	0	0	0	0	0	0	0	0	0
6. 2007.....	0	0	0	3	3	0	0	0	0	0	2	0
7. 2008.....	0	0	0	11	8	0	0	0	0	0	5	0
8. 2009.....	0	0	0	19	10	0	0	11	0	0	18	0
9. 2010.....	0	0	0	161	34	0	0	72	0	0	61	0
10. 2011.....	0	0	0	3,747	185	0	0	243	62	0	192	0
11. 2012.....	52,395	20,739	31,656	8,232	533	0	0	1,200	35	0	53,302	0
12. Totals	52,395	20,739	31,656	12,174	773	0	0	1,526	97	0	53,585	0

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Claims Outstanding-Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		Adjusting and Other Unpaid				
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded			
1. Prior.....	0	0	0	0	0	0	0	0	0	0	0	0	0
2. 2003.....	0	0	0	0	0	0	0	0	0	0	0	0	0
3. 2004.....	0	0	0	0	0	0	0	0	0	0	0	0	0
4. 2005.....	0	0	0	0	0	0	0	0	0	0	0	0	0
5. 2006.....	0	0	0	0	0	0	0	0	0	0	0	0	0
6. 2007.....	0	0	0	0	0	0	0	0	0	0	0	0	0
7. 2008.....	0	0	0	0	0	0	0	0	0	0	0	0	0
8. 2009.....	2	2	9	6	0	0	0	0	2	0	0	5	1
9. 2010.....	33	9	29	19	0	0	0	0	6	2	0	38	100
10. 2011.....	437	22	158	103	0	0	0	0	18	8	0	480	2,781
11. 2012.....	5,788	72	2,505	1,405	0	0	0	0	167	78	0	6,905	23,216
12. Totals	6,260	105	2,701	1,533	0	0	0	0	193	88	0	7,428	26,098

	Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Tabular Discount	
	32 Loss	33 Loss Expense		35 Case	36 Bulk
	1. Prior.....	0		0	XXX	0	0
2. 2003.....	0	0	0.0	0	0
3. 2004.....	0	0	0.0	0	0
4. 2005.....	0	0	0.0	0	0
5. 2006.....	0	0	0.0	0	0
6. 2007.....	0	0	0.0	0	0
7. 2008.....	0	0	0.0	0	0
8. 2009.....	0	0	0.0	0	0
9. 2010.....	0	0	0.0	0	0
10. 2011.....	0	0	0.0	0	0
11. 2012.....	0	0	0.0	0	0
12. Totals	0	0	XXX	0	0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Caribbean American Property Insurance Company  
**ANNUAL DISKETTE TRANSMITTAL FORM AND CERTIFICATION (PROPERTY)**

Name of Insurer Caribbean American Property Insurance Company  
 Date \_\_\_\_\_ FEIN 66-0481184  
 NAIC Group # 0019 NAIC Company # 30590

**THIS FORM IS REQUIRED FOR ALL DISKETTE TRANSMITTALS. PLEASE PROVIDE ANY ADDITIONAL COMMENTS THAT MAY HELP TO IDENTIFY DISKETTE CONTENT.**

A.	MARCH	APRIL	JUNE	COMB
1. Is this the first time you've submitted this filing? (Y/N)				
2. Is this being re-filed at the request of the NAIC or a state insurance department? (Y/N)				
3. Is this being re-filed due to changes to the data originally filed? (Y/N) (IF "YES", ENCLOSE HARD COPY PAGES FOR THE CHANGES.)				
4. Other? (Y/N) (If "yes", attach an explanation.)				

B. Additional comments if necessary for clarification:

---

C. Diskette Contact Person:

Luis F. Rivera

Phone: 787-250-6470

Address: Scotiabank Plaza 273 Ponce de Leon Ave Suite 1300 San Juan PR 00917-1838

D. Software Vendor: Eagle Technology Management

Version: 2012

E. Have material validation failures been addressed in the explanation file?

Yes \_\_\_\_\_ No \_\_\_\_\_

The undersigned hereby certifies, according to the best of his/her knowledge and belief: that the diskettes submitted with this form were prepared in compliance with the NAIC specifications, that the diskettes have been tested against the validations included with these specifications, and that annual statement information required to be contained on diskette is identical to the information in the 2012 Annual Statement blank filed with the insurer's domiciliary state insurance department. In addition, the diskettes submitted have been scanned through a virus detection software package, and no viruses are present on the diskettes. The virus detection software used was (name)

\_\_\_\_\_ (version number) \_\_\_\_\_

Signed

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Type Name and Title:

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