

EXAM 6 – UNITED STATES, FALL 2019

12. (2.75 points)

The following information is provided from a company's 2018 Annual Statement (all figures are in thousands of dollars):

	<b>Current Year</b>	<b>Prior Year</b>
Surplus		4,000
Total liabilities	2,000	2,400
Total non-admitted assets	290	230
Provision for reinsurance	30	20
Finance and service charges not included in premiums	200	220
Dividends to stockholders	5	10
Dividends to policyholders	2	1
Surplus notes	135	133
Net unrealized capital gains	60	50
Net income	-120	300
Net investment income earned	50	80

Assume no taxes.

a. (2.25 points)

Calculate the current year Total Assets.

b. (0.5 point)

Identify one non-admitted asset, and briefly describe why it is non-admitted.

CONTINUED ON NEXT PAGE