

ANNUAL STATEMENT

OF THE

**HOW INSURANCE COMPANY, A RISK
RETENTION GROUP, In Receivership**

OF

Richmond

IN THE STATE OF

Virginia

TO THE

INSURANCE DEPARTMENT

OF THE

STATE OF

FOR THE YEAR ENDED

DECEMBER 31, 2013

2013

PROPERTY AND CASUALTY

2013



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2013
OF THE CONDITION AND AFFAIRS OF THE
HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

NAIC Group Code 0000, NAIC Company Code 41246, Employer's ID Number 52-1208234
Organized under the Laws of Virginia, State of Domicile or Port of Entry Virginia
Country of Domicile United States
Incorporated/Organized 02/23/1981, Commenced Business 07/27/1981
Statutory Home Office 1300 E. Main Street, Richmond, VA, US 23219
Main Administrative Office 11401 Century Oaks Terrace, Ste. 310, Austin, TX, US 78758
Mail Address 11401 Century Oaks Terrace, Ste. 310, Austin, TX, US 78758
Primary Location of Books and Records 11401 Century Oaks Terrace, Ste. 310, Austin, TX, US 78758
Internet Website Address www.howcorp.com
Statutory Statement Contact Brenda J Stewart, 512-404-6555
bstewart@palomarfin.com

OFFICERS

Table with 4 columns: Name, Title, Name, Title

OTHER OFFICERS

DIRECTORS OR TRUSTEES

State of Texas

County of Williamson ss

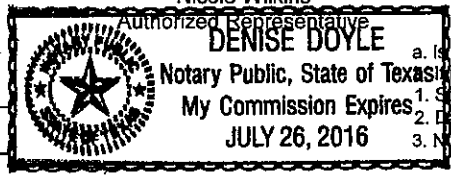
The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any 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.

Brenda J Stewart
Authorized Representative

Nicole Wilkins
Authorized Representative

Subscribed and sworn to before me this 28 day of February, 2014

Denise Doyle Notary
July 26, 2016



- a. Is this an original filing?
1. State the amendment number
2. Date filed
3. Number of pages attached

Yes [X] No []
02/28/2014

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

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).....	116,543,626		116,543,626	108,330,472
2. Stocks (Schedule D):				
2.1 Preferred stocks.....	0		0	0
2.2 Common stocks.....	0		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 \$..... encumbrances).....			0	0
4.2 Properties held for the production of income (less \$..... encumbrances).....			0	0
4.3 Properties held for sale (less \$..... encumbrances).....			0	0
5. Cash (\$.....483,313, Schedule E - Part 1), cash equivalents (\$.....0, Schedule E - Part 2) and short-term investments (\$.....4,802,941, Schedule DA).....	5,286,254		5,286,254	13,662,517
6. Contract loans (including \$..... premium notes).....			0	0
7. Derivatives (Schedule DB).....			0	0
8. Other invested assets (Schedule BA).....	0		0	0
9. Receivables 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).....	121,829,880	0	121,829,880	121,992,989
13. Title plants less \$..... charged off (for Title insurers only).....			0	0
14. Investment income due and accrued.....	533,817		533,817	569,577
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....			0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$..... earned but unbilled premiums).....			0	0
15.3 Accrued retrospective premiums.....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	110,957		110,957	110,957
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.....			0	0
18.2 Net deferred tax asset.....			0	0
19. Guaranty funds receivable or on deposit.....			0	0
20. Electronic data processing equipment and software.....			0	0
21. Furniture and equipment, including health care delivery assets (\$.....).....			0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	0
23. Receivables from parent, subsidiaries and affiliates.....			0	0
24. Health care (\$.....) and other amounts receivable.....			0	0
25. Aggregate write-ins for other than invested assets.....	405,566	3,550	402,016	563,376
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	122,880,220	3,550	122,876,670	123,236,899
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	0
28. Total (Lines 26 and 27).....	122,880,220	3,550	122,876,670	123,236,899
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above).....	0	0	0	0
2501. Miscellaneous Receivables.....	3,550	3,550	0	0
2502. Prepaid Federal Income Tax.....	402,016		402,016	563,376
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above).....	405,566	3,550	402,016	563,376

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	7,000	7,000
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)	1,516,000	1,656,000
4. Commissions payable, contingent commissions and other similar charges	0	0
5. Other expenses (excluding taxes, licenses and fees)	34,682	23,104
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	0	0
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	0	0
7.2 Net deferred tax liability	0	0
8. Borrowed money \$ and interest thereon \$	0	0
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ 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)	0	0
10. Advance premium	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	0	0
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	0	0
14. Amounts withheld or retained by company for account of others	0	0
15. Remittances and items not allocated	0	0
16. Provision for reinsurance (including \$ certified) (Schedule F, Part 8)	10,800	10,800
17. Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	0	0
19. Payable to parent, subsidiaries and affiliates	0	0
20. Derivatives	0	0
21. Payable for securities	0	0
22. Payable for securities lending	0	0
23. Liability for amounts held under uninsured plans	0	0
24. Capital notes \$ and interest thereon \$	0	0
25. Aggregate write-ins for liabilities	11,856,887	11,588,525
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	13,425,369	13,285,429
27. Protected cell liabilities	0	0
28. Total liabilities (Lines 26 and 27)	13,425,369	13,285,429
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	1,000,000	1,000,000
31. Preferred capital stock	0	0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes	0	0
34. Gross paid in and contributed surplus	5,097,479	5,097,479
35. Unassigned funds (surplus)	103,353,822	103,853,989
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)	0	0
36.2 shares preferred (value included in Line 31 \$)	0	0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	109,451,301	109,951,468
38. Totals (Page 2, Line 28, Col. 3)	122,876,670	123,236,897
DETAILS OF WRITE-INS		
2501. Loss payments - deferred, see footnote no. 6	704,607	704,607
2502. Deferred LAE	1,288,855	1,288,855
2503. Reinsurance liability adjustment	16,156	16,156
2598. Summary of remaining write-ins for Line 25 from overflow page	9,847,269	9,578,907
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	11,856,887	11,588,525
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
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STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	0	0
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	3,097	1,765
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	1,049,074	672,408
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	0	0
5. Aggregate write-ins for underwriting deductions	4,937,468	269,098
6. Total underwriting deductions (Lines 2 through 5)	5,989,639	943,271
7. Net income of protected cells	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(5,989,639)	(943,271)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	981,654	1,257,392
10. Net realized capital gains (losses) less capital gains tax of \$ (Exhibit of Capital Gains (Losses))	20	174,002
11. Net investment gain (loss) (Lines 9 + 10)	981,674	1,431,394
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)		0
13. Finance and service charges not included in premiums		0
14. Aggregate write-ins for miscellaneous income	51	0
15. Total other income (Lines 12 through 14)	51	0
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(5,007,914)	488,123
17. Dividends to policyholders		0
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)	(5,007,914)	488,123
19. Federal and foreign income taxes incurred	161,360	21,624
20. Net income (Line 18 minus Line 19) (to Line 22)	(5,169,274)	466,499
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	109,951,468	109,484,969
22. Net income (from Line 20)	(5,169,274)	466,499
23. Net transfers (to) from Protected Cell accounts		0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$		0
25. Change in net unrealized foreign exchange capital gain (loss)		0
26. Change in net deferred income tax		0
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	4,669,106	0
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	0	0
29. Change in surplus notes		0
30. Surplus (contributed to) withdrawn from protected cells		0
31. Cumulative effect of changes in accounting principles		0
32. Capital changes:		
32.1 Paid in		0
32.2 Transferred from surplus (Stock Dividend)		0
32.3 Transferred to surplus		0
33. Surplus adjustments:		
33.1 Paid in		0
33.2 Transferred to capital (Stock Dividend)		0
33.3 Transferred from capital		0
34. Net remittances from or (to) Home Office		0
35. Dividends to stockholders		0
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	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	(500,168)	466,499
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	109,451,300	109,951,468
DETAILS OF WRITE-INS		
0501. Forgiveness of Debt	4,669,106	0
0502. Interest expense on deferred loss payments	268,362	269,098
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)	4,937,468	269,098
1401. Marsh & McLennan Settlement	51	0
1402.		
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	51	0
3701.		
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
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CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance.....	.0	.0
2. Net investment income	2,590,984	3,409,809
3. Miscellaneous income	51	0
4. Total (Lines 1 through 3)	2,591,035	3,409,809
5. Benefit and loss related payments .....	.0	.0
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	.0	.0
7. Commissions, expenses paid and aggregate write-ins for deductions	1,192,171	1,328,173
8. Dividends paid to policyholders .....	.0	.0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	161,360	21,624
10. Total (Lines 5 through 9)	1,353,531	1,349,797
11. Net cash from operations (Line 4 minus Line 10)	1,237,504	2,060,012
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	26,440,268	92,724,525
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	(2)
12.7 Miscellaneous proceeds	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	26,440,268	92,724,523
13. Cost of investments acquired (long-term only):		
13.1 Bonds	36,215,394	88,035,209
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)	36,215,394	88,035,209
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)	(9,775,126)	4,689,314
Cash from Financing and Miscellaneous Sources		
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 .....	.0	.0
16.6 Other cash provided (applied).....	161,360	322,180
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	161,360	322,180
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	(8,376,263)	7,071,505
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	13,662,517	6,591,012
19.2 End of year (Line 18 plus Line 19.1)	5,286,254	13,662,517

Part 1
NONE

Part 1A
NONE

Part 1B
NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage							
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)	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. Fire				0	0	0	0	0.0
2. Allied lines				0	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				0	0	0	0	0.0
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				0	0	0	0	0.0
13. Group accident and health				0	0	0	0	0.0
14. Credit accident and health (group and individual)				0	0	0	0	0.0
15. Other accident and health				0	0	0	0	0.0
16. Workers' compensation				0	0	0	0	0.0
17.1 Other liability - occurrence				0	0	0	0	0.0
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		3,097		3,097	7,000	7,000	3,097	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				0	0	0	0	0.0
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	0.0
32. Reinsurance - nonproportional assumed liability	XXX			0	0	0	0	0.0
33. Reinsurance - nonproportional assumed financial lines	XXX			0	0	0	0	0.0
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0.0
35. TOTALS	0	3,097	0	3,097	7,000	7,000	3,097	0.0
DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498.	0	0	0	0	0	0	0	0.0
3499.	0	0	0	0	0	0	0	0.0
Sum. of remaining write-ins for Line 34 from overflow page								
Totals (Lines 3401 through 3403 + 3498) (Line 34 above)								

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			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		8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)
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 and 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	7,000			7,000				7,000
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	.XXX				.XXX			
32. Reinsurance - nonproportional assumed liability	.XXX				.XXX			
33. Reinsurance - nonproportional assumed financial lines	.XXX				.XXX			
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0
35. TOTALS	7,000	0	0	7,000	0	0	0	7,000
DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498.	0	0	0	0	0	0	0	0
3499.	0	0	0	0	0	0	0	0
(a) Including \$ for present value of life indemnity claims.								

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	3,097			3,097
1.2 Reinsurance assumed	(3,097)			(3,097)
1.3 Reinsurance ceded				0
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	0	0	0	0
2. Commission and brokerage:				
2.1 Direct, excluding contingent				0
2.2 Reinsurance assumed, excluding contingent				0
2.3 Reinsurance ceded, excluding contingent				0
2.4 Contingent-direct				0
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	0	0	0
3. Allowances to manager and agents				0
4. Advertising				0
5. Boards, bureaus and associations				0
6. Surveys and underwriting reports				0
7. Audit of assureds' records				0
8. Salary and related items:				
8.1 Salaries				0
8.2 Payroll taxes				0
9. Employee relations and welfare				0
10. Insurance				0
11. Directors' fees				0
12. Travel and travel items				0
13. Rent and rent items				0
14. Equipment				0
15. Cost or depreciation of EDP equipment and software				0
16. Printing and stationery				0
17. Postage, telephone and telegraph, exchange and express				0
18. Legal and auditing				0
19. Totals (Lines 3 to 18)	0	0	0	0
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$				0
20.2 Insurance department licenses and fees				0
20.3 Gross guaranty association assessments				0
20.4 All other (excluding federal and foreign income and real estate)				0
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	0	0	0
21. Real estate expenses				0
22. Real estate taxes				0
23. Reimbursements by uninsured plans				0
24. Aggregate write-ins for miscellaneous expenses	1,049,074	0	149,196	1,198,270
25. Total expenses incurred	1,049,074	0	149,196	1,198,270 (a)
26. Less unpaid expenses - current year	1,516,000	34,682		1,550,682
27. Add unpaid expenses - prior year	1,656,000	23,104		1,679,104
28. Amounts receivable relating to uninsured plans, prior year	0	0		0
29. Amounts receivable relating to uninsured plans, current year				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	1,189,074	(11,578)	149,196	1,326,692
DETAILS OF WRITE-INS				
2401. Excess ULAE paid	1,049,074			1,049,074
2402. Investment management expense			149,196	149,196
2403.				0
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0	0	0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	1,049,074	0	149,196	1,198,270

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

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. Government bonds	(a) 60,589	..... 60,682
1.1	Bonds exempt from U.S. tax	(a) .....	.....
1.2	Other bonds (unaffiliated)	(a) 1,102,813	..... 1,066,960
1.3	Bonds of affiliates	(a) 0	.....
2.1	Preferred stocks (unaffiliated)	(b) 0	.....
2.11	Preferred stocks of affiliates	(b) 0	.....
2.2	Common stocks (unaffiliated) .....	..... 0	.....
2.21	Common stocks of affiliates .....	..... 0	.....
3.	Mortgage loans	(c) .....	.....
4.	Real estate	(d) .....	.....
5.	Contract loans .....	.....	.....
6.	Cash, cash equivalents and short-term investments	(e) 3,208	..... 3,208
7.	Derivative instruments	(f) .....	.....
8.	Other invested assets .....	.....	.....
9.	Aggregate write-ins for investment income .....	..... 0	..... 0
10.	Total gross investment income	1,166,610	1,130,851
11.	Investment expenses	(g) .....	..... 149,196
12.	Investment taxes, licenses and fees, excluding federal income taxes	(g) .....	.....
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) .....	.....	..... 149,196
17.	Net investment income (Line 10 minus Line 16) .....	.....	..... 981,654
DETAILS OF WRITE-INS			
0901.	.....	.....	.....
0902.	.....	.....	.....
0903.	.....	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	..... 0	..... 0
0999.	Totals (Lines 0901 through 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 through 1503 plus 1598) (Line 15 above) .....	.....	0

- (a) Includes \$ 24,618 accrual of discount less \$ 1,586,610 amortization of premium and less \$ 215,042 paid for accrued interest on purchases.
 (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ 0 paid for accrued dividends on purchases.
 (c) Includes \$ 0 accrual of discount less \$ 0 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 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5. Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds .....	.....	.....	..... 0	.....	.....
1.1	Bonds exempt from U.S. tax .....	.....	.....	..... 0	.....	.....
1.2	Other bonds (unaffiliated) .....	..... 20	.....	..... 20	.....	.....
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	.....	.....
6.	Cash, cash equivalents and short-term investments .....	.....	.....	..... 0	..... 0	..... 0
7.	Derivative instruments .....	.....	.....	..... 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) .....	..... 20	..... 0	..... 20	..... 0	..... 0
DETAILS OF WRITE-INS						
0901.	.....	.....	.....	.....	.....	.....
0902.	.....	.....	.....	.....	.....	.....
0903.	.....	.....	.....	.....	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	..... 0	..... 0	..... 0	..... 0	..... 0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	0	0	0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....	.0	.0	.0
2. Stocks (Schedule D):			
2.1 Preferred stocks .....	.0	.0	.0
2.2 Common stocks .....	.0	.0	.0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens .....	.0	.0	.0
3.2 Other than first liens .....	.0	.0	.0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company .....	.0	.0	.0
4.2 Properties held for the production of income.....	.0	.0	.0
4.3 Properties held for sale .....	.0	.0	.0
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA).....	.0	.0	.0
6. Contract loans .....	.0	.0	.0
7. Derivatives (Schedule DB).....	.0	.0	.0
8. Other invested assets (Schedule BA) .....	.0	.0	.0
9. Receivables for securities .....	.0	.0	.0
10. Securities lending reinvested collateral assets (Schedule DL).....	.0	.0	.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	.0	.0
14. Investment income due and accrued .....	.0	.0	.0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection .....	.0	.0	.0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	.0	.0	.0
15.3 Accrued retrospective premiums.....	.0	.0	.0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers .....	.0	.0	.0
16.2 Funds held by or deposited with reinsured companies .....	.0	.0	.0
16.3 Other amounts receivable under reinsurance contracts .....	.0	.0	.0
17. Amounts receivable relating to uninsured plans .....	.0	.0	.0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	.0	.0	.0
18.2 Net deferred tax asset.....	.0	.0	.0
19. Guaranty funds receivable or on deposit .....	.0	.0	.0
20. Electronic data processing equipment and software.....	.0	.0	.0
21. Furniture and equipment, including health care delivery assets.....	.0	.0	.0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	.0	.0	.0
23. Receivables from parent, subsidiaries and affiliates .....	.0	4,669,106	4,669,106
24. Health care and other amounts receivable.....	.0	.0	.0
25. Aggregate write-ins for other-than-invested assets	3,550	3,550	.0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	3,550	4,672,656	4,669,106
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. Total (Lines 26 and 27)	3,550	4,672,656	4,669,106
DETAILS OF WRITE-INS			
1101. ....		.0	.0
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page .....	.0	.0	.0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0
2501. Miscellaneous receivables.....	3,550	3,550	.0
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page .....	.0	.0	.0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	3,550	3,550	0

NOTES TO FINANCIAL STATEMENTS

1. Basis of Presentation

The accompanying financial statements of HOW Insurance Company, a Risk Retention Group, in Receivership (the "Company" or "HOWIC"), have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners ("NAIC") and the Bureau of Insurance (the "Bureau"), State Corporation Commission (the "Commission") of the Commonwealth of Virginia, including full adoption of the reporting requirement adopted by the NAIC in September 1995 for "Unearned Premium - Single or Fixed Premium Policies with Coverage Periods in Excess of Thirteen Months."

2. Receivership

On October 14, 1994, in Cause No. HE-1059-1, styled Commonwealth of Virginia ex rel. State Corporation Commission and Steven T. Foster, Commissioner of Insurance v. Home Warranty Corporation, Home Owners Warranty Corporation, and HOW Insurance Company, a Risk Retention Group, the Circuit Court of the City of Richmond, Virginia, entered its FINAL ORDER APPOINTING RECEIVER FOR REHABILITATION OR LIQUIDATION (the "Receivership Order"), appointing the Commission permanent Receiver of the Company, as well as its parent, Home Warranty Corporation ("HWC"), and its affiliate, Home Owners Warranty Corporation ("HOW") (collectively, "the Companies"). The Receivership Order also appointed Steven T. Foster, Commissioner of Insurance of the Bureau, as Deputy Receiver, and Patrick H. Cantilo as Special Deputy Receiver of the Companies. In May of 1996, Alfred W. Gross replaced Steven T. Foster as the Commissioner of Insurance of the Bureau and as Deputy Receiver of the Companies. In January of 2011, Jacqueline K. Cunningham replaced Alfred W. Gross as the Commissioner of Insurance of the Bureau and as Deputy Receiver of the Companies.

The liabilities of the Company will be paid subject to the payment priority scheme authorized by Virginia law. This financial statement has been prepared in conformity with the format adopted by the Bureau, and therefore, this financial statement does not segregate the Company's liabilities by order of payment priority.

The Receivership Order directed the Receiver, Deputy Receiver, and the Special Deputy Receiver to take control and possession of all of the Companies' property and affairs. The Deputy Receiver takes the place of the Board of Directors for the purpose of answering the various "General Interrogatories." Also, the "General Interrogatories" have been answered to the best of the Deputy Receiver's and her Authorized Representatives' knowledge and may be subject to change. Information for periods prior to October 7, 1994, is presented as previously reported to the Bureau by the Company or as presented in the books and records of the Company. The Deputy Receiver continues to evaluate the way in which the Company reported its pre-receivership information.

On March 12, 1996, and May 2, 1996, the Company entered into administrative service arrangements (the "Service Agreements") with third-party companies for the administration of certain specified aspects of the Company's operations and affairs. The Service Agreements enabled the Company to close its administrative office in Irving, Texas, on April 30, 1996, at which time it terminated most of its employees. The remaining employees of the Company were terminated in July of 1996.

In January of 1997, the Company applied for recognition of tax-exempt status under Internal Revenue Code ("IRC") Section 501 (c) (15) retroactively to January 1, 1995. On April 10, 1997, HOWIC received a favorable determination letter from the Internal Revenue Service ("IRS") which recognized the Company as tax-exempt as of January 1, 1995. As a result of this determination, all income received by the Company since January 1, 1995, was exempt from federal income taxes. The tax exemption, as allowed for HOWIC under Section 501 (c) (15) of the IRC, was not effective after December 31, 2007, because of changes in the applicable law for this tax exemption.

On September 22, 2005, in accordance with the "Plan" described in Note 10. B. below, the Deputy Receiver filed a private letter ruling ("PLR") request with the IRS and requested rulings from the IRS as to the federal income tax consequences of the "Plan" for the liquidation of the Company and its parent company, HWC. Specifically, the Deputy Receiver sought rulings from the IRS to determine the tax status of certain matters related to the "Plan." On January 25, 2006, by PLR Ruling PLR-149808-05, the IRS ruled in favor of the Deputy Receiver's PLR request as follows:

a) No gain or loss will be recognized by HWC upon the receipt of the assets and liabilities of its subsidiary, HOWIC, under Section 332 of the IRC;

b) No gain or loss will be recognized by HOWIC on the distribution of its assets to, or the assumption of liabilities by, HWC in complete liquidation under Section 337 (a) of the IRC;

c) HWC's basis in each asset received from HOWIC will be the same as the basis of that asset on the books of HOWIC immediately prior to its liquidation under Section 334 (b) (1) of the IRC;

d) HWC's holding period in each asset received from HOWIC, as a result of the liquidation of HOWIC, will include the period during which that asset was held by HOWIC under Section 1223 (2) of the IRC; and

NOTES TO FINANCIAL STATEMENTS

e) HWC will succeed to, and take into account the items of, HOWIC as described in Section 381 (c) of the IRC, subject to the conditions and limitations specified in Sections 381, 382, 383, and 384 of the IRC and regulations thereunder.

3. Investments

Bonds are amortized using the scientific method.

The Company's investment guidelines provide as follows: (a) up to 100% of its assets may be invested in fixed-income securities rated NAIC Class 1, (b) up to 25% of its assets may be invested in fixed-income securities rated NAIC Class 2, (c) up to 10% of its assets may be invested in fixed-income securities rated NAIC Class 3, and (d) up to 2% of its assets may be invested in fixed-income securities rated NAIC Class 4, provided that such Class 4 securities are rated no lower than BB by Standard & Poor's or any equivalent nationally recognized securities rating organization. The Company may not invest in fixed income securities rated NAIC Class 5 or lower without the approval of the Deputy Receiver. The Company may not invest in equities.

4. Reserves

The Company's total reserves as of December 31, 2013, were \$1,524,000. Incurred losses and loss adjustment expenses paid during 2013, total \$1,189,074.

5. Debt

The Company has no outstanding debt obligations to third parties.

6. Claims Payments

On November 29, 1994, the Deputy Receiver issued the First Directive (the "Directive") which authorized initial payments of 40% on approved direct claims for the cost of repairing defects to homes which are covered by the Company's warranty. The unpaid portion of the approved direct claim is reflected as "Loss payments - deferred" in the liabilities. The same Directive imposed a moratorium on the payment of "indirect claims" under the Company's warranty, which include, but are not limited to, amounts owed for extra-contractual obligations, non-economic damages, consequential damages, litigation costs and attorneys' fees.

A second directive dated January 23, 1996, increased the direct claim payment rate to 50%. The Company began paying direct claims at the 50% rate in February of 1996.

A third directive dated December 28, 1998, increased the direct claim payment rate to 60% and directed that the following indirect claims are reclassified as direct claims: (i) claims approved by the Deputy Receiver for damages determined to be extra contractual obligations of the Company, non-economic damages, consequential damages, litigation costs or attorneys' fees incurred by a home owner or member builder in asserting a claim against the Company before receivership; and (ii) claims approved by the Deputy Receiver for litigation costs and attorneys' fees incurred by a member builder in an action brought against the member builder to recover under the Major Structural Defect Insurance coverage provided by the Company. The Company began paying claims at the 60% rate in January of 1999.

A fourth directive dated August 13, 1999, increased the direct claim payment rate to 70%. The Company began paying direct claims at the 70% rate in October of 1999. A fifth directive dated November 14, 2000, increased the direct claim payment rate to 100%. The Company began paying direct claims at the 100% rate in November of 2000.

On July 16, 1999, the Deputy Receiver approved the payment of 8% simple interest on all deferred direct claim amounts accrued since October 14, 1994, until the date that such claims are paid, if at all, by HOWIC in receivership. Such interest would be paid only after satisfaction of all other claims of higher priority. Subsequently, the Deputy Receiver's Sixth Directive declared that effective on and after October 1, 2005, the Company will pay 6% simple interest on all deferred direct claim amounts until the date that such claims are paid, if at all, by HOWIC in receivership. The total interest accrued on all deferred direct claims is approximately \$8,423,119 as of December 31, 2013. HOWIC will not pay interest on deferred loss settlements until all direct and deferred direct claims have been paid in the receivership.

The Deputy Receiver has entered into claims handling agreements with certain builders in which such builders settle the direct claims of their customers.

Under the terms of the Receivership Appeal Procedure, claimants are permitted two levels of appeal for denied claims. The first level of appeal is to the Deputy Receiver. The second level of appeal is to the Commission if such claim appeal is denied by the Deputy Receiver. From the inception of the receivership through December 31, 2013, approximately 1,378 appeals and 218 Petitions for Review have been filed with the Deputy Receiver and Commission, respectively. The majority of these appeals involve claims by home owners for the following: (a) Major Structural Defect coverage for claims arising in the third through the tenth year after the home's construction; and (b) Builder's

NOTES TO FINANCIAL STATEMENTS

Limited Warranty/Builder Default coverage for defect claims arising during the first two years after the home's construction.

In regard to the appeal and petition information and statistics referenced by the preceding paragraph, there have been approximately 1,113 home owner appeals, 190 builder appeals, 37 vendor and local council appeals, 9 attorney fee appeals, 8 former employee appeals, 6 appeals relating to additional distributions authorized by the third directive of the Deputy Receiver, and 15 appeals of former members of the Company's Board of Directors and others submitted to the Deputy Receiver. In addition, there have been approximately 139 home owner petitions, 52 builder petitions, 10 vendor and local council petitions, 2 attorney fee petitions, 6 former employee petitions, and 9 petitions of former members of the Company's Board of Directors and others submitted to the Deputy Receiver. Generally, builder appeals involve disputes with respect to determinations of responsibility for making certain home repairs under the Builder's Limited Warranty. Further, builder appeals include, but are not limited to, claims for the refund of loss reserve prepayments, capital contributions, and enrollment fees. The appeals from claimants other than home owners generally involve fees for goods and services provided to the Company prior to the inception of the receivership proceedings.

7. Related Party Transactions

The Company had a non-admitted receivable from parent, subsidiaries, and affiliates in the amount of \$4,669,106. This amount included a receivable from HWC in the amount of \$1,265,301 and a receivable from HOW in the amount of \$3,403,805. These balances were written off during the calendar quarter ending June 30, 2013.

8. Leases

The Company is not a direct party to any lease obligations.

9. Regulatory Status

The Company was engaged in the business of administering and insuring a home builder warranty protection plan for new homes known as the Home Owners Warranty Program (the "HOW Program"). Before receivership, the HOW Program was available in all states (except Alaska) and the District of Columbia. During the course of receivership, a number of these states have placed restrictions on the Company's authority to write new insurance business. The Deputy Receiver imposed a moratorium on the issuance of new insurance business at the inception of the receivership, which remains in effect.

10. Litigation

The following paragraphs provide a summary description of certain litigation, claims and/or applications filed by or against the Company:

A. The Company, its affiliates, and its insureds were subject to claims litigation or threatened litigation brought under the Company's warranty documents that may have a material effect on the Company's financials. The reserve for litigation or threatened litigation matters reflects only a portion of the potential claims liability, if any, which may arise from litigation or threatened litigation matters. The Deputy Receiver believes that there are meritorious defenses to the litigation or threatened litigation cases. Due to the inherent uncertainty of litigation, the Company's actual liability may vary from its reserved liability for such litigation or threatened litigation matters. The Deputy Receiver has stayed or moved to stay all pending litigation cases that were filed against the Companies. In some cases, litigation continues against the Company's insureds.

B. On or about November 29, 2004, the Deputy Receiver filed with the Commission an "Application for Orders Setting Hearing on Plans of Liquidation for HOW Insurance Company, a Risk Retention Group, Home Owners Warranty Corporation, and Home Warranty Corporation, Establishing Response Date, Approving Plans of Liquidation (the "Plan"), Approving Claims Bar Date, and Related Matters" (the "Application"). The Plan may be summarized by the following key parts:

(1) HOWIC will be liquidated under a tax-free exchange plan of liquidation.

(2) Member builders of HWC will be paid the return of their capital contributions in HWC, as and when HWC has sufficient assets, provided that such member builders are eligible builders as defined by the HOW member builder program. Ineligible builders, as defined by the HOW member builder program, will not receive the return of their capital contributions from HWC.

(3) All of HOWIC's claims will be finally paid and adjudicated within a three-year period following the commencement of the Plan.

(4) Interest will be paid on all home owner claims that had been deferred since the inception of the receivership. General creditor claims of the Companies will also be paid.

NOTES TO FINANCIAL STATEMENTS

(5) Member builders (as of the receivership date) will be eligible for payment by HWC, as and when it has available assets, for their equity in HWC based on a two-part formula. The fixed portion of the formula will pay all member builders on a per capita basis for having been a member builder in HWC as of the receivership date. The variable portion of the formula will allocate payments based on the builder's relative profitability contributions to the HOW Companies.

(6) The Deputy Receiver will retain assets of HWC for administrative expenses, taxes, and other contingencies before the final amounts are paid from HWC's assets. A trust (the "Trust") will be created for funds that must be escheated to state jurisdictions. Following the payment of all liabilities and amounts required for member builders' equity in HWC, the receivership estate of the Companies will be closed. The Trust will be dissolved when all escheat funds have been paid to state jurisdictions.

On December 27, 2004, the Commission entered an order setting a hearing on the Application for May 17, 2005. On July 13, 2005, the Commission entered its Order Approving Plans of Liquidation in which it largely approved the Deputy Receiver's Application. The Commission ordered that further efforts to rehabilitate the Companies would be useless and that they should be liquidated in accordance with the Plan proposed in the Application, subject to a modification with respect to the Fixed and Variable Components for the payment of the member builders' equity in HWC. For the member builders' equity in HWC, the Commission ordered that such equity should be allocated as follows: 25% of the residual assets to the Fixed Component, with 75% of the residual assets allocated to the Variable Component.

Further, the Commission ordered that the only former members of HWC who are entitled to a refund of capital contributions pursuant to the builder agreements are those whose capital contributions vested pursuant to the terms of the builder agreements, and who either: (i) after the inception of the receivership, had their builder agreements automatically terminated during 1994 and 1995 upon expiration of their builder agreements' one-year terms; or (ii) voluntarily terminated their builder agreements before the inception of receivership, or prior to the date that such builder agreements would have terminated automatically during 1994 or 1995 upon expiration of their one-year terms, and who at the time of termination had been members in good standing for at least five consecutive years (collectively, "Eligible Builders"); (iii) member builders who were in good standing as of October 14, 1994, but who had not been members in good standing for at least five continuous years as of the date their builder agreements were terminated automatically for non-renewal; and (iv) member builders who were terminated only for filing bankruptcy prior to receivership. Also, as proposed in the Application, the Commission ordered that the parties entitled to residual assets are those parties who were HOWIC insureds as of the date of the receivership order, regardless of whether or not they are Eligible Builders.

The Commission also authorized the Deputy Receiver to establish by directive a period for filing proofs of claims against the Companies and a final bar date. The Commission directed the Deputy Receiver, upon completion of the liquidation and dissolution of the Companies, to file a request with the Commission for approval to terminate and close the receivership proceeding.

To implement the Order Approving Plans of Liquidation, the Deputy Receiver established January 12, 2009, as the deadline (the "Bar Date") by which all claims against the Companies (including contingent or unliquidated claims) must have been filed. Notice of the claims Bar Date was provided by direct mail or publication notice to parties interested in the affairs of the receivership. Claims that have previously been approved, resolved, or paid by the Deputy Receiver were not required to be re-filed with the Companies before the Bar Date.

Late filed claims are barred from sharing in the assets of the Companies until timely approved claims are paid in full. Claims against the assets of the Companies (unless exempted from filing as described below) must have been received by the Deputy Receiver on or before the Bar Date.

Only the following claims were exempt from the final Bar Date and were not to be filed with the Deputy Receiver:

1. Claims that were previously approved, resolved, or paid by the Deputy Receiver as described above;
2. Proper administrative expense claims (i.e., claims for payment of services rendered, or goods supplied, to the Companies at the request of the Deputy Receiver after October 14, 1994);
3. Claims by builders for loss reserve deposits or release of letters of credit; and
4. Claims by builders for a share of the residual assets of the Companies.

The Companies were originally organized and owned by member builders who enrolled their newly built homes in the HOW Program so that such homes may receive warranty and major structural defect insurance coverage. When member builders originally registered to become member builders in the HOW Program, including renewals of such registrations, the member builders paid membership capital contributions to the Companies. The capital contributions were separate from the insurance premiums paid for the enrolled homes. Claims by builders for return of builder capital contributions were required to be filed before the final Bar Date to preserve such claims. However, builders were not required to submit claims for a share of the residual assets of the Companies, since such distributions will be

NOTES TO FINANCIAL STATEMENTS

calculated automatically by the Deputy Receiver's representatives. The amount of residual assets that can be distributed to builders is unknown, and this will not be fully known until the end of the liquidation process for the Companies. The manner in which such distributions are calculated is governed by the terms of the Order Approving Plans of Liquidation.

Claims filed after the Bar Date will be barred from sharing in the assets of the Companies until timely approved claims are fully paid, unless the claims are exempted from the claims Bar Date as described above. Claim payments made by the Deputy Receiver that cannot be properly delivered and are not claimed before closure of the receivership, will be governed by applicable state laws governing the disposition of unclaimed property.

The claims filing deadline has passed, and claims are now being reviewed and adjudicated. As of December 31, 2013, 599 proofs of claim have been filed. Of these 599 claims, 234 are home owners, 183 are builders, 82 are general creditors, and 100 are non-eligible builders. The third-party claims administrator, Crawford & Company, has closed 349 claims through December 31, 2013, including all 234 home owner claims. The full effect and extent of liability exposure for the proofs of claims is still being reviewed. Thus, claims reserves and liabilities on this financial statement may be adjusted as filed claims are adjudicated and adjusted by the Deputy Receiver and her representatives during the wind down and liquidation of the Companies.

11. The Company has entered into an agreement with Compagnie Euro Paris ("Compagnie"), in Liquidation, in which it has agreed to accept a 25% settlement of its claims. The Company agreed to accept \$26,250, but the amount was not paid and Compagnie still owes the Company approximately \$105,000 under the applicable reinsurance agreement. The Company has filed a proof of debt in the liquidation proceeding of Compagnie for the \$105,000 debt, but it is not known what amount, if any, will be paid by Compagnie on such debt.

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 [] No []
 If yes, complete Schedule Y, Parts 1, 1A and 2.
- 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 [] No [] NA []
- 1.3 State Regulating?
- 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 []
- 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.12/31/1990
- 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.12/31/1990
- 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).03/12/1992
- 3.4 By what department or departments? Virginia.....
- 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 [] NA []
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] NA []
- 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 []
 4.12 renewals? Yes [] No []
- 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 []
 4.22 renewals? Yes [] No []
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No []
- 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 Name of Entity	2 NAIC Company Code	3 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 []
- 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 []
- 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, government, manager or attorney - in - fact).

1 Nationality	2 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 the names and locations (city and state of the main office) of any affiliates regulated by a federal financial 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?
Calhoun, Thomson + Matza, LLP, 9500 Arboretum Blvd., Suite 120, Austin, Texas 78759.....
- 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 [] NA []
- 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?.....
Oliver Wyman Actuarial Consulting, Inc., 1166 Avenue of the Americas, 32nd Floor, New York, New York 10036.....
- 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 [] NA [X]
- 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).
.....

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 [] No [X]
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 or is likely to 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 .. \$.....0
 - 20.12 To stockholders not officers ... \$.....0
 - 20.13 Trustees, supreme or grand (Fraternal only) \$.....0
- 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 ... \$.....0
 - 20.22 To stockholders not officers ... \$.....0
 - 20.23 Trustees, supreme or grand (Fraternal only) \$.....0
- 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 [] No [X]
- 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 [] NA [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 [] NA [X]
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?..... Yes [] No [] NA [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 [] NA [X]
- 24.10 For the reporting entity's security lending program, state the amount of the following as of 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

GENERAL INTERROGATORIES

- 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 [X]
- 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 securities restricted as to sale..... | \$ |
| | 25.28 On deposit with state or other regulatory body..... | \$ |
| | 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 [X]
- 26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] NA [X]
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 [X]
- 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 [X] 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
State Street Bank & Trust.....	P.O. Box 351 Boston, Massachusetts 02101.....

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 [X]
- 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 broker/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
105496.....	T. Rowe Price Associates, Inc.....	100 East Pratt Street, Baltimore, MD 21202.....

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

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.....	121,346,568	121,327,506	(19,062)
30.2 Preferred Stocks.....	0		0
30.3 Totals	121,346,568	121,327,506	(19,062)

30.4 Describe the sources or methods utilized in determining the fair values. Market values were obtained from the SVO where available. The market value of bonds not valued by the SVO were obtained from T. Rowe Price Associates, Inc.

- 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:
-

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

34.1 Amount of payments for legal expenses, if any?.....\$94,908

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
See Attached.....	

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?.....\$0

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

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

**GENERAL INTERROGATORIES
PART 2 - PROPERTY & 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. \$ 0
 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. \$ 0
 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		2
		Current Year		Prior Year
2.1	Premium Numerator	\$ 0	\$	..... 0
2.2	Premium Denominator	\$ 0	\$	..... 0
2.3	Premium Ratio (2.1/2.2)	..... 0.000		..... 0.000
2.4	Reserve Numerator	\$ 0	\$	..... 0
2.5	Reserve Denominator	\$ 1,523,000	\$	..... 1,663,000
2.6	Reserve Ratio (2.4/2.5)	..... 0.000		..... 0.000

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 [] NA [X]
 5.22 As a direct expense of the exchange Yes [] No [] NA [X]

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 & 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:.....
N/A.....
- 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:.....
N/A.....
- 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?.....
N/A.....
- 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 [] No [X]
- 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.
N/A.....
- 7.1 Has the 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 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 31 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 & 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 that 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 [] NA [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 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):..... \$0
 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 [] 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.
- 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 [X] No []
 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	\$ 3,097	\$ 7,000	\$	\$	\$
16.12 Products	\$	\$	\$	\$	\$
16.13 Automobile	\$	\$	\$	\$	\$
16.14 Other*	\$	\$	\$	\$	\$

* Disclose type of coverage:

GENERAL INTERROGATORIES
PART 2 - PROPERTY & 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 – Part 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 the funds administered as of the reporting date..... \$

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

FIVE-YEAR HISTORICAL DATA

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

	1 2013	2 2012	3 2011	4 2010	5 2009
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
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)	0	0	0	0	0
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
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)	0	0	0	0	0
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	0	0	0	0	0
Net Premiums Written (Page 8, Part 1B, Col. 6)					
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)	0	0	0	0	0
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
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)	0	0	0	0	0
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	0	0	0	0	0
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(5,989,639)	(943,271)	(1,350,903)	(1,540,234)	(24,593)
14. Net investment gain (loss) (Line 11)	981,674	1,431,394	1,410,572	2,426,449	4,267,969
15. Total other income (Line 15)	51	0	0	0	0
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	161,360	21,624	247,759	1,573,685	(4,179,004)
18. Net income (Line 20)	(5,169,274)	466,499	(188,091)	(687,470)	8,422,380
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	122,876,670	123,236,899	123,503,283	125,462,292	127,663,248
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	0	0	0	0	0
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)	13,425,369	13,285,429	14,018,313	15,789,231	17,302,717
22. Losses (Page 3, Line 1)	7,000	7,000	7,000	285,000	1,174,000
23. Loss adjustment expenses (Page 3, Line 3)	1,516,000	1,656,000	2,310,000	1,750,000	1,770,000
24. Unearned premiums (Page 3, Line 9)	0	0	0	0	0
25. Capital paid up (Page 3, Lines 30 & 31)	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
26. Surplus as regards policyholders (Page 3, Line 37)	109,451,301	109,951,468	109,484,969	109,673,061	110,360,530
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	1,237,504	2,060,012	2,608,727	1,081,334	(2,961,709)
Risk-Based Capital Analysis					
28. Total adjusted capital	109,451,301	109,951,468	109,484,969	109,673,061	110,360,530
29. Authorized control level risk-based capital	495,082	549,759	568,769	481,287	618,390
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	95.7	88.8	94.6	97.4	94.3
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)	4.3	11.2	5.4	2.6	5.7
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	0.0	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	0.0	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
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1)	0	0	0	0	0
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)	0	0	0	0	0
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	0	0	0	0	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	0	0	0	0	0
47. All other affiliated	0	0	0	0	0
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	0	0	0	0	0
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

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2013	2 2012	3 2011	4 2010	5 2009
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	0	0	0	0	0
52. Dividends to stockholders (Line 35)	0	0	0	0	0
53. Change in surplus as regards policyholders for the year (Line 38)	(500,168)	466,499	(188,091)	(687,470)	8,422,380
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
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)	3,097	1,765	(118,558)	994,162	(236,187)
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
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)	0	0	0	0	0
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59. Total (Line 35)	3,097	1,765	(118,558)	994,162	(236,187)
Net Losses Paid (Page 9, Part 2, Col. 4)					
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)	3,097	1,765	(722,179)	846,315	(236,187)
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	0	0	0	0	0
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)	0	0	0	0	0
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65. Total (Line 35)	3,097	1,765	(722,179)	846,315	(236,187)
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	0.0	0	0	0	0
68. Loss expenses incurred (Line 3)	0.0	0	0	0	0
69. Other underwriting expenses incurred (Line 4)	0.0	0	0	0	0
70. Net underwriting gain (loss) (Line 8)	0.0	0	0	0	0
Other Percentages					
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)	0.0	0	0	0	0
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	0.0	0	0	0	0
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)	0.0	0	0	0	0
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Col. 11)	29,032	25,901	23,459	21,133	16,236
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)	26.4	24	21	19	16
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	54,933	49,360	44,592	38,496	28,634
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)	50.2	45	40	38	52

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 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, IN RECEIVERSHIP

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)
DURING THE YEAR 2013

NAIC Company Code 41246

NAIC Group Code 0000

Line	Line of Business	Gross Premiums, including Policy and Membership Fees Less Return Premiums and Premiums on Policies not Taken		Direct Premiums Earned	Dividends Paid or Credited to Policyholders on Direct Business	Direct Unearned Premium Reserves	Direct Losses Paid (deducting salvage)	Direct Losses Incurred	Direct Losses Unpaid	Direct Defense and Cost Containment Expense Paid	Direct Defense and Cost Containment Expense Incurred	Direct Defense and Cost Containment Expense Unpaid	Commissions and Brokerage Expenses	Taxes, Licenses and Fees
		1	2											
		Direct Premiums Written	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 A & H (group and individual)													
15.1	Collectively renewable A & H (b)													
15.2	Non-cancelable A & H (b)													
15.3	Guaranteed renewable A & H (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 A & H (b)													
15.8	Federal Employees Health Benefits Plan 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													
30.	Warranty													
34.	Aggregate write-ins for other lines of business													
35.	TOTALS (a)	0	0	0	0	0	0	0	0	0	0	0	0	0
	DETAILS OF WRITE-INS													
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
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)			0	0	0	0	0	0	0	0	0	0	0

(a) Finance and service charges not included in Lines 1 to 35 \$ and number of persons insured under PPO managed care products

(b) For health business on indicated lines report: Number of persons insured under indemnity only products



ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, IN RECEIVERSHIP

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)

Line of Business	BUSINESS IN THE STATE OF Consolidated		DURING THE YEAR 2013												NAIC Company Code 41246	
	1 Direct Premiums Written	2 Direct Premiums Earned 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. Fire	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2.1 Allied lines	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2.2 Multiple peril crop	0	0	0	0	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	0	0	0	0
3. Farmowners multiple peril	0	0	0	0	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	0	0	0	0
5.1 Commercial multiple peril (non-liability portion)	0	0	0	0	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	0	0	0	0
6. Mortgage guaranty	0	0	0	0	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	0	0	0	0
9. Inland marine	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10. Financial guaranty	0	0	0	0	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	0	0	0	0
12. Earthquake	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13. Group accident and health (b)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14. Credit A & H (group and individual)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15.1 Collectively renewable A & H (b)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15.2 Non-cancelable A & H (b)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15.3 Guaranteed renewable A & H (b)	0	0	0	0	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	0	0	0	0
15.5 Other accident only	0	0	0	0	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	0	0	0	0
15.7 All other A & H (b)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15.8 Federal Employees Health Benefits Plan premium (b)	0	0	0	0	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	0	0	0	0
17.1 Other liability - Occurrence	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17.2 Other liability - Claims-Made	0	0	0	0	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	0	0	0	0
18. Products liability	0	0	0	0	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	0	0	0	0
19.2 Other private passenger auto liability	0	0	0	0	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	0	0	0	0
19.4 Other commercial auto liability	0	0	0	0	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	0	0	0	0
21.2 Commercial auto physical damage	0	0	0	0	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	0	0	0	0
23. Fidelity	0	0	0	0	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	0	0	0	0
26. Burglary and theft	0	0	0	0	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	0	0	0	0
28. Credit	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30. Warranty	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35. TOTALS (a)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
DETAILS OF WRITE-INS																
3401.																
3402.																
3403.																
3498.																
3499.																

(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 products0 and number of persons insured under indemnity only products0

Schedule F - Part 1

NONE

Schedule F - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

SCHEDULE F - PART 3

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

1 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	7 Paid Losses	8 Paid LAE	9 Known Case Loss Reserves	10 Known Case LAE Reserves	Reinsurance Recoverable On				Reinsurance Payable		19 Funds Held By Company Under Reinsurance Treaties	
										11 IBNR Loss Reserves	12 IBNR LAE Reserves	13 Unearned Premiums	14 Contingent Commissions	15 Cols. 7 thru 14 Totals	16 Ceded Balances Payable		17 Other Amounts Due to Reinsurers	18 Net Amount Recoverable From Reinsurers [16 + 17]
0499999 - Total - Authorized - Affiliates - U.S. Non-Pool						0	0	0	0	0	0	0	0	0	0	0	0
0599999 - Authorized - Affiliates - Other (Non-U.S.) - Captive						0	0	0	0	0	0	0	0	0	0	0	0
0799999 - Total - Authorized - Affiliates - Other (Non-U.S.)						0	0	0	0	0	0	0	0	0	0	0	0
0899999 - Total - Authorized - Affiliates						4	4	4	4	0	0	0	0	0	0	0	0
00-0000000.....06980 North Star Reinsurance Corp/Signet.....DE						4	4	4	4	0	0	0	0	0	0	0	0
23-0500680.....24457 Reliance Insurance Company.....PA						29	29	29	29	0	0	0	0	0	0	0	0
47-0699537.....23680 TIG Reinsurance Company.....CT						9	9	9	9	0	0	0	0	0	0	0	0
0999998 - Other U.S. Unaffil Insurers (Under \$100,000)						0	0	0	0	0	0	0	0	0	0	0	0
0999999 - Authorized - Other U.S. Unaffiliated Insurers						42	42	42	42	0	0	0	0	0	0	0	0
AA-1122000.....Lloyds Underwriters.....GBR						55	55	55	55	0	0	0	0	0	0	0	0
1299998 - Authorized - Other Non-U.S. Insurers (Under \$100,000)						0	0	0	0	0	0	0	0	0	0	0	0
1299999 - Authorized - Other Non-U.S. Insurers						55	55	55	55	0	0	0	0	0	0	0	0
1399999 - Total - Authorized						97	97	97	97	0	0	0	0	0	0	0	0
1799999 - Total - Unauthorized - Affiliates - U.S. Non-Pool						0	0	0	0	0	0	0	0	0	0	0	0
2099999 - Total - Unauthorized - Affiliates - Other (Non-U.S.)						0	0	0	0	0	0	0	0	0	0	0	0
2199999 - Total - Unauthorized - Affiliates						0	0	0	0	0	0	0	0	0	0	0	0
2299998 - Unauthorized - Other U.S. Unaffiliated Insurers (Under \$100,000)						0	0	0	0	0	0	0	0	0	0	0	0
2599998 - Unauthorized - Other Non-U.S. Insurers (Under \$100,000)						0	0	0	0	0	0	0	0	0	0	0	0
2699999 - Total - Unauthorized						0	0	0	0	0	0	0	0	0	0	0	0
3099999 - Total - Certified - Affiliates - U.S. Non-Pool						0	0	0	0	0	0	0	0	0	0	0	0
3399999 - Total - Certified - Affiliates - Other (Non-U.S.)						0	0	0	0	0	0	0	0	0	0	0	0
3499999 - Total Certified - Affiliates						0	0	0	0	0	0	0	0	0	0	0	0
3599998 - Certified - Other U.S. Unaffiliated Insurers (Under \$100,000)						0	0	0	0	0	0	0	0	0	0	0	0
3899998 - Certified - Other Non-U.S. Insurers (Under \$100,000)						0	0	0	0	0	0	0	0	0	0	0	0
3999999 - Total Certified						0	0	0	0	0	0	0	0	0	0	0	0
4099999 - Total Authorized, Unauthorized and Certified						97	97	97	97	0	0	0	0	0	0	0	0
4199999 - Total Protected Cells						0	0	0	0	0	0	0	0	0	0	0	0
9999999 Totals						97	97	97	97	0	0	0	0	0	0	0	0

NOTE: Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by

A. contract with ceded premium in excess of \$50,000:

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

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	2	3	4
Name of Reinsurer	Total Recoverables	Ceded Premiums	Affiliated
1.			Yes [] No []
2.			Yes [] No []
3.			Yes [] No []
4.			Yes [] No []
5.			Yes [] No []

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, IN RECEIVERSHIP

SCHEDULE F - PART 4

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

1 ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses						10 Total Overdue Cols. 6 + 7 + 8 + 9	11 Total Due Cols. 5 + 10	12 Percentage Overdue Col. 10/Col. 11	13 Percentage more Than 120 Days Overdue Col. 9 / Col. 11
				6 1 to 29 Days	7 30 - 89 Days	8 91 - 120 Days	9 Over 120 Days	Overdue					
0199999	Authorized - Affiliates - U.S. Intercompany Pooling											0.0	0.0
0299999	Authorized - Affiliates - U.S. Non-Pool - Captive											0.0	0.0
0399999	Authorized - Affiliates - U.S. Non-Pool - Other											0.0	0.0
0499999	Total - Authorized - Affiliates - U.S. Non-Pool											0.0	0.0
0599999	Authorized - Affiliates - Other (Non-U.S.) - Captive											0.0	0.0
0699999	Authorized - Affiliates - Other (Non-U.S.) - Other											0.0	0.0
0799999	Total - Authorized - Affiliates - Other (Non-U.S.)											0.0	0.0
0899999	Total - Authorized - Affiliates											0.0	0.0
0900000	06980 North Star Reinsurance Corp/Signal		DE					8		8		100.0	100.0
230580660	2457 Reliance Insurance Corp		PA					34		34		100.0	100.0
470693507	23680 TIG Reinsurance Company		CT					12		12		100.0	100.0
0999999	Authorized - Other U.S. Unaffiliated Insurers							54		54		100.0	100.0
1099999	Authorized - Pools - Mandatory Pools											0.0	0.0
1199999	Authorized - Pools - Voluntary Pools											0.0	0.0
AA-1122000	Lloyds Underwriters		GBR					57		57		100.0	100.0
1299999	Authorized - Other Non-U.S. Insurers							57		57		100.0	100.0
1399999	Total - Authorized							111		111		100.0	100.0
1499999	Unauthorized - Affiliates - U.S. Intercompany Pooling											0.0	0.0
1599999	Unauthorized - Affiliates - U.S. Non-Pool - Captive											0.0	0.0
1699999	Unauthorized - Affiliates - U.S. Non-Pool - Other											0.0	0.0
1799999	Total - Unauthorized - Affiliates - U.S. Non-Pool											0.0	0.0
1899999	Unauthorized - Affiliates - Other (Non-U.S.) - Captive											0.0	0.0
1999999	Unauthorized - Affiliates - Other (Non-U.S.) - Other											0.0	0.0
2099999	Total - Unauthorized - Affiliates - Other (Non-U.S.)											0.0	0.0
2199999	Total - Unauthorized - Affiliates											0.0	0.0
2299999	Unauthorized - Other U.S. Unaffiliated Insurers											0.0	0.0
2399999	Unauthorized - Pools - Mandatory Pools											0.0	0.0
2499999	Unauthorized - Pools - Voluntary Pools											0.0	0.0
2599999	Unauthorized - Other Non-U.S. Insurers											0.0	0.0
2699999	Total - Unauthorized											0.0	0.0
2799999	Certified - Affiliates - U.S. Intercompany Pooling											0.0	0.0
2899999	Certified - Affiliates - U.S. Non-Pool - Captive											0.0	0.0
2999999	Certified - Affiliates - U.S. Non-Pool - Other											0.0	0.0
3099999	Total - Certified - Affiliates - U.S. Non-Pool											0.0	0.0
3199999	Certified - Affiliates - Other (Non-U.S.) - Captive											0.0	0.0
3299999	Certified - Affiliates - Other (Non-U.S.) - Other											0.0	0.0
3399999	Total - Certified - Affiliates - Other (Non-U.S.)											0.0	0.0
3499999	Total - Certified - Affiliates											0.0	0.0
3599999	Certified - Other U.S. Unaffiliated Insurers											0.0	0.0
3699999	Certified - Pools - Mandatory Pools											0.0	0.0
3799999	Certified - Pools - Voluntary Pools											0.0	0.0
3899999	Certified - Other Non-U.S. Insurers											0.0	0.0
3999999	Total - Certified											0.0	0.0
4099999	Total - Authorized, Unauthorized and Certified							111		111		100.0	100.0
4199999	Total - Protected Cells											0.0	0.0
9999999	Totals							111		111		100.0	100.0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

SCHEDULE F - PART 5

Provision for Unauthorized Reinsurance as of December 31, Current Year (000 OMITTED)

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	
ID Number	NAIC Company Code	Name of Reinsurer	Domiciliary Jurisdiction	Reinsurance Recoverable All Items Schedule F Part 3, Col. 15	Funds Held By Company Under Reinsurance Treaties	Letters of Credit	Issuing or Confirming Bank Reference Number (a)	Ceded Balances Payable	Miscellaneous Balances Payable	Trust Funds and Other Allowed Offset Items	Total Collateral Allowed (Cols. 6-7+9+10+11 but not in Excess of Col. 5)	Provision for Unauthorized Reinsurance (Col. 5 Minus Col. 12)	Recoverable Paid Losses & LAE Expenses Over 90 Days past Due not in Dispute	20% of Amount in Col. 14	20% of Amount in Dispute Included in Column 5	Provision for Overdue Reinsurance (Col. 15 plus Col. 16)	Total Provision for Reinsurance Ceded to Unauthorized Reinsurers (Col. 13 plus Col. 17 but not in Excess of Col. 5)	
NONE																		
8999999 Totals												0						

1. Amounts in dispute totaling \$are included in Column 5.
 2. Amounts in dispute totaling \$are excluded from Column 14.

Issuing or Confirming Bank Reference Number	Letters of Credit Code	American Bankers Association (ABA) Routing Number	Issuing or Confirming Bank Name
(e)			Letters of Credit Amount

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

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)
ASSETS (Page 2, Col. 3)			
1. Cash and invested assets (Line 12)	121,829,880		121,829,880
2. Premiums and considerations (Line 15)	0		0
3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 16.1)	110,957	(110,957)	0
4. Funds held by or deposited with reinsured companies (Line 16.2)	0		0
5. Other assets	935,833		935,833
6. Net amount recoverable from reinsurers		100,157	100,157
7. Protected cell assets (Line 27)	0		0
8. Totals (Line 28)	122,876,670	(10,800)	122,865,870
LIABILITIES (Page 3)			
9. Losses and loss adjustment expenses (Lines 1 through 3)	1,523,000		1,523,000
10. Taxes, expenses, and other obligations (Lines 4 through 8)	34,682		34,682
11. Unearned premiums (Line 9)	0		0
12. Advance premiums (Line 10)	0		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)	0		0
15. Funds held by company under reinsurance treaties (Line 13)	0		0
16. Amounts withheld or retained by company for account of others (Line 14)	0		0
17. Provision for reinsurance (Line 16)	10,800	(10,800)	0
18. Other liabilities	11,856,887		11,856,887
19. Total liabilities excluding protected cell business (Line 26)	13,425,369	(10,800)	13,414,569
20. Protected cell liabilities (Line 27)	0		0
21. Surplus as regards policyholders (Line 37)	109,451,301	X X X	109,451,301
22. Totals (Line 38)	122,876,670	(10,800)	122,865,870

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:

Schedule H - Part 1

NONE

Schedule H - Part 2

NONE

Schedule H - Part 3

NONE

Schedule H - Part 4

NONE

Schedule H - Part 5

NONE

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							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 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	31,961	6,173	3,539	295	1,190	0	5,313	30,222	XXX
2. 2004	0	0	0	1,343	393	247	17	472	0	0	1,652	XXX
3. 2005	0	0	0	0	101	0	1	0	0	0	(102)	XXX
4. 2006	0	0	0	0	72	0	0	0	0	0	(72)	XXX
5. 2007	0	0	0	2,500	0	238	0	3,290	0	0	6,028	XXX
6. 2008	0	0	0	0	0	53	0	0	0	0	53	XXX
7. 2009	0	0	0	0	0	0	0	0	0	0	0	XXX
8. 2010	0	0	0	4	0	0	0	13	0	0	17	XXX
9. 2011	0	0	0	0	0	0	0	0	0	0	0	XXX
10. 2012	0	0	0	0	0	2	0	0	0	0	2	XXX
11. 2013	0	0	0	0	0	3	0	0	0	0	3	XXX
12. Totals	XXX	XXX	XXX	35,808	6,739	4,082	313	4,965	0	5,313	37,803	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.	7	0	0	0	0	0	0	0	1,516	0	0	1,523	XXX
2.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
3.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
4.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
5.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
6.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
7.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
8.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
9.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
10.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
11.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
12. Totals	7	0	0	0	0	0	0	0	1,516	0	0	1,523	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.	XXX	XXX	XXX	XXX	XXX	XXX	0		0	XXX	7	1,516
2.	2,062	410	1,652	0.0	0.0	0.0	0	0	0	0	0
3.	0	102	(102)	0.0	0.0	0.0	0	0	0	0	0
4.	0	72	(72)	0.0	0.0	0.0	0	0	0	0	0
5.	6,028	0	6,028	0.0	0.0	0.0	0	0	0	0	0
6.	53	0	53	0.0	0.0	0.0	0	0	0	0	0
7.	0	0	0	0.0	0.0	0.0	0	0	0	0	0
8.	17	0	17	0.0	0.0	0.0	0	0	0	0	0
9.	0	0	0	0.0	0.0	0.0	0	0	0	0	0
10.	2	0	2	0.0	0.0	0.0	0	0	0	0	0
11.	3	0	3	0.0	0.0	0.0	0	0	0	0	0
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	7	1,516

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.

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

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	2	3	4	5	6	7	8	9	10	11	12
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	One Year	Two Year
1. Prior	47,900	43,475	39,658	18,974	31,040	47,597	70,126	93,652	119,553	148,585	29,032	54,933
2. 2004	222	2,756	1,297	1,215	1,226	1,226	1,247	1,180	1,180	1,180	0	0
3. 2005	XXX	(96)	(102)	(102)	(102)	(102)	(102)	(102)	(102)	(102)	0	0
4. 2006	XXX	XXX	0	(72)	(72)	(72)	(72)	(72)	(72)	(72)	0	0
5. 2007	XXX	XXX	XXX	2,738	2,738	2,738	2,738	2,738	2,738	2,738	0	0
6. 2008	XXX	XXX	XXX	XXX	664	343	53	53	53	53	0	0
7. 2009	XXX	XXX	XXX	XXX	XXX	1,127	0	0	0	0	0	0
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	4	4	4	4	0	0
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2	2	0	XXX
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3	XXX	XXX
12. Totals											29,032	54,933

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	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013		
1. Prior	000	401	5,839	15,058	29,997	47,992	69,788	93,645	119,546	148,578	XXX	XXX
2. 2004	177	2,673	1,159	1,159	1,159	1,159	1,180	1,180	1,180	1,180	XXX	XXX
3. 2005	XXX	(96)	(102)	(102)	(102)	(102)	(102)	(102)	(102)	(102)	XXX	XXX
4. 2006	XXX	XXX	0	(72)	(72)	(72)	(72)	(72)	(72)	(72)	XXX	XXX
5. 2007	XXX	XXX	XXX	2,738	2,738	2,738	2,738	2,738	2,738	2,738	XXX	XXX
6. 2008	XXX	XXX	XXX	XXX	53	53	53	53	53	53	XXX	XXX
7. 2009	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	XXX	XXX
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	4	4	4	4	XXX	XXX
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	XXX	XXX
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2	2	XXX	XXX
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3	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 2004	2 2005	3 2006	4 2007	5 2008	6 2009	7 2010	8 2011	9 2012	10 2013
1. Prior	14,684	10,099	1,764	240	538	(900)	298	0	0	0
2. 2004	0	0	0	0	0	0	0	0	0	0
3. 2005	XXX	0	0	0	0	0	0	0	0	0
4. 2006	XXX	XXX	0	0	0	0	0	0	0	0
5. 2007	XXX	XXX	XXX	0	0	0	0	0	0	0
6. 2008	XXX	XXX	XXX	XXX	0	0	0	0	0	0
7. 2009	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0

Schedule P - Part 1A - Home/Farm

NONE

Schedule P - Part 1B - Private Passenger

NONE

Schedule P - Part 1C - Comm Auto/Truck

NONE

Schedule P - Part 1D - Workers' Comp

NONE

Schedule P - Part 1E - Comm Multi Peril

NONE

Schedule P - Part 1F - Prof. Liab. Occur

NONE

Schedule P - Part 1F - Prof. Liab. Claim

NONE

Schedule P - Part 1G - Special Liability

NONE

Schedule P - Part 1H - Other Liab Occur

NONE

Schedule P - Part 1H - Other Liab Claims

NONE

Schedule P - Part 1I - Special Property

NONE

Schedule P - Part 1J - Auto Physical

NONE

Schedule P - Part 1K - Fidelity/Surety

NONE

Schedule P - Part 1L - Other

NONE

Schedule P - Part 1M - International

NONE

Schedule P - Part 1N - Reinsurance A

NONE

Schedule P - Part 1O - Reinsurance B

NONE

Schedule P - Part 1P - Reinsurance C

NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

SCHEDULE P - PART 1R - SECTION 1 - PRODUCTS 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 (Cols. 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	31,961	6,173	3,539	295	1,190	0	5,313	30,222	XXX
2. 2004	0	0	0	1,343	393	247	17	472	0	0	1,652	119
3. 2005	0	0	0	0	101	0	1	0	0	0	(102)	0
4. 2006	0	0	0	0	72	0	0	0	0	0	(72)	0
5. 2007	0	0	0	2,500	0	238	0	3,290	0	0	6,028	2,158
6. 2008	0	0	0	0	0	53	0	0	0	0	53	0
7. 2009	0	0	0	0	0	0	0	0	0	0	0	0
8. 2010	0	0	0	4	0	0	0	13	0	0	17	1
9. 2011	0	0	0	0	0	0	0	0	0	0	0	0
10. 2012	0	0	0	0	0	2	0	0	0	0	2	0
11. 2013	0	0	0	0	0	3	0	0	0	0	3	0
12. Totals	XXX	XXX	XXX	35,808	6,739	4,082	313	4,965	0	5,313	37,803	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.	7	0	0	0	0	0	0	0	1,516	0	0	1,523	2
2.	0	0	0	0	0	0	0	0	0	0	0	0	0
3.	0	0	0	0	0	0	0	0	0	0	0	0	0
4.	0	0	0	0	0	0	0	0	0	0	0	0	0
5.	0	0	0	0	0	0	0	0	0	0	0	0	0
6.	0	0	0	0	0	0	0	0	0	0	0	0	0
7.	0	0	0	0	0	0	0	0	0	0	0	0	0
8.	0	0	0	0	0	0	0	0	0	0	0	0	0
9.	0	0	0	0	0	0	0	0	0	0	0	0	0
10.	0	0	0	0	0	0	0	0	0	0	0	0	0
11.	0	0	0	0	0	0	0	0	0	0	0	0	0
12.	7	0	0	0	0	0	0	0	1,516	0	0	1,523	2

	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.	XXX	XXX	XXX	XXX	XXX	XXX	0		0	XXX	7	1,516
2.	2,062	410	1,652	0.0	0.0	0.0	0	0	0.0	0	0
3.	0	102	(102)	0.0	0.0	0.0	0	0	0.0	0	0
4.	0	72	(72)	0.0	0.0	0.0	0	0	0.0	0	0
5.	6,028	0	6,028	0.0	0.0	0.0	0	0	0.0	0	0
6.	53	0	53	0.0	0.0	0.0	0	0	0.0	0	0
7.	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
8.	17	0	17	0.0	0.0	0.0	0	0	0.0	0	0
9.	0	0	0	0.0	0.0	0.0	0	0	0.0	0	0
10.	2	0	2	0.0	0.0	0.0	0	0	0.0	0	0
11.	3	0	3	0.0	0.0	0.0	0	0	0.0	0	0
12.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	7	1,516

Schedule P - Part 1R - Prod Liab Claims

NONE

Schedule P - Part 1S-Fin./Mtg. Guaranty

NONE

Schedule P - Part 1T - Warranty

NONE

Schedule P - Part 2A

NONE

Schedule P - Part 2B

NONE

Schedule P - Part 2C

NONE

Schedule P - Part 2D

NONE

Schedule P - Part 2E

NONE

Schedule P - Part 2F - Prof. Liab. Occur

NONE

Schedule P - Part 2F - Prof. Liab. Claim

NONE

Schedule P - Part 2G

NONE

Schedule P - Part 2H - Other Liab Occur

NONE

Schedule P - Part 2H - Other Liab Claim

NONE

Schedule P - Part 2I

NONE

Schedule P - Part 2J

NONE

Schedule P - Part 2K

NONE

Schedule P - Part 2L

NONE

Schedule P - Part 2M

NONE

Schedule P - Part 2N

NONE

Schedule P - Part 2O

NONE

Schedule P - Part 2P

NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

SCHEDULE P - PART 2R - SECTION 1 - PRODUCTS 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 2004	2 2005	3 2006	4 2007	5 2008	6 2009	7 2010	8 2011	9 2012	10 2013	11 One Year	12 Two Year
1. Prior	47,900	43,475	39,658	18,974	31,040	47,597	70,126	93,652	119,553	148,585	29,032	54,933
2. 2004	222	2,756	1,297	1,215	1,226	1,226	1,247	1,180	1,180	1,180	0	0
3. 2005	XXX	(96)	(102)	(102)	(102)	(102)	(102)	(102)	(102)	(102)	0	0
4. 2006	XXX	XXX	0	(72)	(72)	(72)	(72)	(72)	(72)	(72)	0	0
5. 2007	XXX	XXX	XXX	2,738	2,738	2,738	2,738	2,738	2,738	2,738	0	0
6. 2008	XXX	XXX	XXX	XXX	664	343	53	53	53	53	0	0
7. 2009	XXX	XXX	XXX	XXX	XXX	1,127	0	0	0	0	0	0
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	4	4	4	4	0	0
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2	2	0	XXX
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3	XXX	XXX
12. Totals											29,032	54,933

SCHEDULE P - PART 2R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior	0	0	0	0	0	0	0	0	0	0	0	0
2. 2004	0	0	0	0	0	0	0	0	0	0	0	0
3. 2005	XXX	0	0	0	0	0	0	0	0	0	0	0
4. 2006	XXX	XXX	0	0	0	0	0	0	0	0	0	0
5. 2007	XXX	XXX	XXX	0	0	0	0	0	0	0	0	0
6. 2008	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0	0
7. 2009	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	XXX
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX
12. Totals											0	0

SCHEDULE P - PART 2S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
2. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	XXX
3. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX
4. Totals											0	0

SCHEDULE P - PART 2T - WARRANTY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
2. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	XXX
3. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX
4. Totals											0	0

Schedule P - Part 3A

NONE

Schedule P - Part 3B

NONE

Schedule P - Part 3C

NONE

Schedule P - Part 3D

NONE

Schedule P - Part 3E

NONE

Schedule P - Part 3F - Prof. Liab. Occur

NONE

Schedule P - Part 3F - Prof. Liab. Claim

NONE

Schedule P - Part 3G

NONE

Schedule P - Part 3H - Other Liab Occur

NONE

Schedule P - Part 3H - Other Liab Claims

NONE

Schedule P - Part 3I

NONE

Schedule P - Part 3J

NONE

Schedule P - Part 3K

NONE

Schedule P - Part 3L

NONE

Schedule P - Part 3M

NONE

Schedule P - Part 3N

NONE

Schedule P - Part 3O

NONE

Schedule P - Part 3P

NONE

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SCHEDULE P - PART 3R - SECTION 1 - PRODUCTS 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	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013		
1. Prior	.000	.401	5,839	15,058	29,997	47,992	69,788	93,645	119,546	148,578	21,140	81,839
2. 2004	177	2,673	1,159	1,159	1,159	1,159	1,180	1,180	1,180	1,180	32	87
3. 2005	XXX	(96)	(102)	(102)	(102)	(102)	(102)	(102)	(102)	(102)	0	0
4. 2006	XXX	XXX	0	(72)	(72)	(72)	(72)	(72)	(72)	(72)	0	0
5. 2007	XXX	XXX	XXX	2,738	2,738	2,738	2,738	2,738	2,738	2,738	131	2,027
6. 2008	XXX	XXX	XXX	XXX	53	53	53	53	53	53	0	0
7. 2009	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	4	4	4	4	1	0
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2	2	0	0
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3	0	0

SCHEDULE P - PART 3R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior	.000	0	0	0	0	0	0	0	0	0	0	0
2. 2004	0	0	0	0	0	0	0	0	0	0	0	0
3. 2005	XXX	0	0	0	0	0	0	0	0	0	0	0
4. 2006	XXX	XXX	0	0	0	0	0	0	0	0	0	0
5. 2007	XXX	XXX	XXX	0	0	0	0	0	0	0	0	0
6. 2008	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0	0
7. 2009	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0

SCHEDULE P - PART 3S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.000	0	0	XXX	XXX
2. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	XXX
3. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX

SCHEDULE P - PART 3T - WARRANTY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.000	0	0	XXX	XXX
2. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	XXX
3. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX

Schedule P - Part 4A

NONE

Schedule P - Part 4B

NONE

Schedule P - Part 4C

NONE

Schedule P - Part 4D

NONE

Schedule P - Part 4E

NONE

Schedule P - Part 4F - Prof. Liab. Occur

NONE

Schedule P - Part 4F - Prof. Liab. Claim

NONE

Schedule P - Part 4G

NONE

Schedule P - Part 4H - Other Liab Occur

NONE

Schedule P - Part 4H - Other Liab Claims

NONE

Schedule P - Part 4I - Special Property

NONE

Schedule P - Part 4J

NONE

Schedule P - Part 4K

NONE

Schedule P - Part 4L

NONE

Schedule P - Part 4M

NONE

Schedule P - Part 4N

NONE

Schedule P - Part 4O

NONE

Schedule P - Part 4P

NONE

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SCHEDULE P - PART 4R - SECTION 1 - PRODUCTS 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 2004	2 2005	3 2006	4 2007	5 2008	6 2009	7 2010	8 2011	9 2012	10 2013
1. Prior	14,684	10,099	1,764	240	538	(900)	298	0	0	0
2. 2004	0	0	0	0	0	0	0	0	0	0
3. 2005	XXX	0	0	0	0	0	0	0	0	0
4. 2006	XXX	XXX	0	0	0	0	0	0	0	0
5. 2007	XXX	XXX	XXX	0	0	0	0	0	0	0
6. 2008	XXX	XXX	XXX	XXX	0	0	0	0	0	0
7. 2009	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0

SCHEDULE P - PART 4R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior	0	0	0	0	0	0	0	0	0	0							
2. 2004	0	0	0	0	0	0	0	0	0	0							
3. 2005	XXX	0	0	NONE							0	0					
4. 2006	XXX	XXX	0								0	0	0	0	0	0	
5. 2007	XXX	XXX	XXX								0	0	0	0	0	0	
6. 2008	XXX	XXX	XXX								XXX	0	0	0	0	0	
7. 2009	XXX	XXX	XXX								XXX	XXX	0	0	0	0	
8. 2010	XXX	XXX	XXX								XXX	XXX	XXX	0	0	0	
9. 2011	XXX	XXX	XXX								XXX	XXX	XXX	XXX	0	0	
10. 2012	XXX	XXX	XXX								XXX	XXX	XXX	XXX	XXX	0	
11. 2013	XXX	XXX	XXX								XXX	XXX	XXX	XXX	XXX	XXX	0

SCHEDULE P - PART 4S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	XXX	XXX	XXX	NONE			XXX	0	0	0	
2. 2012	XXX	XXX	XXX				XXX	XXX	XXX	0	0
3. 2013	XXX	XXX	XXX				XXX	XXX	XXX	XXX	XXX	0

SCHEDULE P - PART 4T - WARRANTY

1. Prior	XXX	XXX	XXX	NONE			XXX	0	0	0	
2. 2012	XXX	XXX	XXX				XXX	XXX	XXX	0	0
3. 2013	XXX	XXX	XXX				XXX	XXX	XXX	XXX	XXX	0

Schedule P - Part 5A- SN1

NONE

Schedule P - Part 5A- SN2

NONE

Schedule P - Part 5A- SN3

NONE

Schedule P - Part 5B- SN1

NONE

Schedule P - Part 5B- SN2

NONE

Schedule P - Part 5B- SN3

NONE

Schedule P - Part 5C- SN1

NONE

Schedule P - Part 5C- SN2

NONE

Schedule P - Part 5C- SN3

NONE

Schedule P - Part 5D- SN1

NONE

Schedule P - Part 5D- SN2

NONE

Schedule P - Part 5D- SN3

NONE

Schedule P - Part 5E- SN1

NONE

Schedule P - Part 5E- SN2

NONE

Schedule P - Part 5E- SN3

NONE

Schedule P - Part 5F- SN1A

NONE

Schedule P - Part 5F- SN2A

NONE

Schedule P - Part 5F- SN3A

NONE

Schedule P - Part 5F- SN1B

NONE

Schedule P - Part 5F- SN2B

NONE

Schedule P - Part 5F- SN3B

NONE

Schedule P - Part 5H- SN1A

NONE

Schedule P - Part 5H- SN2A

NONE

Schedule P - Part 5H- SN3A

NONE

Schedule P - Part 5H- SN1B

NONE

Schedule P - Part 5H- SN2B

NONE

Schedule P - Part 5H- SN3B

NONE

SCHEDULE P - PART 5R - PRODUCTS 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
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
1. Prior	25,135	25,853	26,896	50,967	51,399	28,284	28,980	28,980	12,093	9,047
2. 2004	8	17	27	27	32	32	32	32	32	32
3. 2005	XXX	0	0	0	0	0	0	0	0	0
4. 2006	XXX	XXX	0	0	0	0	0	0	0	0
5. 2007	XXX	XXX	XXX	0	131	131	131	131	131	131
6. 2008	XXX	XXX	XXX	XXX	0	0	0	0	0	0
7. 2009	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	1	1	1	1
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0

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
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
1. Prior	1,304	1,280	1,160	1,160	664	60	4	4	2	2
2. 2004	51	28	7	7	2	2	2	2	0	0
3. 2005	XXX	0	0	0	0	0	0	0	0	0
4. 2006	XXX	XXX	0	0	0	0	0	0	0	0
5. 2007	XXX	XXX	XXX	0	0	0	0	0	0	0
6. 2008	XXX	XXX	XXX	XXX	0	0	0	0	0	0
7. 2009	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0

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
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
1. Prior	97,522	101,204	104,428	79,828	2,007	(1,895)	114,382	115,028	58,175	44,803
2. 2004	119	119	119	119	119	119	119	119	119	119
3. 2005	XXX	0	0	0	0	0	0	0	0	0
4. 2006	XXX	XXX	0	0	0	0	0	0	0	0
5. 2007	XXX	XXX	XXX	0	2,158	2,158	2,158	2,158	2,158	2,158
6. 2008	XXX	XXX	XXX	XXX	0	0	0	0	0	0
7. 2009	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
8. 2010	XXX	XXX	XXX	XXX	XXX	XXX	1	1	1	1
9. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0
10. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0
11. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0

Schedule P - Part 5R- SN1B

NONE

Schedule P - Part 5R- SN2B

NONE

Schedule P - Part 5R- SN3B

NONE

Schedule P - Part 5T- SN1

NONE

Schedule P - Part 5T- SN2

NONE

Schedule P - Part 5T- SN3

NONE

Schedule P - Part 6C - SN1

NONE

Schedule P - Part 6C - SN2

NONE

Schedule P - Part 6D - SN1

NONE

Schedule P - Part 6D - SN2

NONE

Schedule P - Part 6E - SN1

NONE

Schedule P - Part 6E - SN2

NONE

Schedule P - Part 6H - SN1A

NONE

Schedule P - Part 6H - SN2A

NONE

Schedule P - Part 6H - SN1B

NONE

Schedule P - Part 6H - SN2B

NONE

Schedule P - Part 6M - SN1

NONE

Schedule P - Part 6M - SN2

NONE

Schedule P - Part 6N - SN1

NONE

Schedule P - Part 6N - SN2

NONE

Schedule P - Part 6O - SN1

NONE

Schedule P - Part 6O - SN2

NONE

Schedule P - Part 6R - SN1A

NONE

Schedule P - Part 6R - SN2A

NONE

Schedule P - Part 6R - SN1B

NONE

Schedule P - Part 6R - SN2B

NONE

Schedule P - Part 7A - Section 1

NONE

Schedule P - Part 7A - Section 2

NONE

Schedule P - Part 7A - Section 3

NONE

Schedule P - Part 7A - Section 4

NONE

Schedule P - Part 7A - Section 5

NONE

Schedule P - Part 7B - Section 1

NONE

Schedule P - Part 7B - Section 2

NONE

Schedule P - Part 7B - Section 3

NONE

Schedule P - Part 7B - Section 4

NONE

Schedule P - Part 7B - Section 5

NONE

Schedule P - Part 7B - Section 6

NONE

Schedule P - Part 7B - Section 7

NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

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	2004.....		
1.603	2005.....		
1.604	2006.....		
1.605	2007.....		
1.606	2008.....		
1.607	2009.....		
1.608	2010.....		
1.609	2011.....		
1.610	2012.....		
1.611	2013.....		
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? Answer **Yes, but see note 7.2 below for additional explanation.** 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).....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.
 ULAE and IBNR Reserves are allocated to 1994.....

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

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 Premium Written for Federal Purchasing Groups (Included in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	N	.0	.0	.0	.0	.0	.0	.0
2. Alaska	AK	N	.0	.0	.0	.0	.0	.0	.0
3. Arizona	AZ	N	.0	.0	.0	.0	.0	.0	.0
4. Arkansas	AR	N	.0	.0	.0	.0	.0	.0	.0
5. California	CA	N	.0	.0	.0	.0	.0	.0	.0
6. Colorado	CO	N	.0	.0	.0	.0	.0	.0	.0
7. Connecticut	CT	N	.0	.0	.0	.0	.0	.0	.0
8. Delaware	DE	N	.0	.0	.0	.0	.0	.0	.0
9. Dist. of Columbia	DC	N	.0	.0	.0	.0	.0	.0	.0
10. Florida	FL	N	.0	.0	.0	.0	.0	.0	.0
11. Georgia	GA	N	.0	.0	.0	.0	.0	.0	.0
12. Hawaii	HI	N	.0	.0	.0	.0	.0	.0	.0
13. Idaho	ID	N	.0	.0	.0	.0	.0	.0	.0
14. Illinois	IL	N	.0	.0	.0	.0	.0	.0	.0
15. Indiana	IN	N	.0	.0	.0	.0	.0	.0	.0
16. Iowa	IA	N	.0	.0	.0	.0	.0	.0	.0
17. Kansas	KS	N	.0	.0	.0	.0	.0	.0	.0
18. Kentucky	KY	N	.0	.0	.0	.0	.0	.0	.0
19. Louisiana	LA	N	.0	.0	.0	.0	.0	.0	.0
20. Maine	ME	N	.0	.0	.0	.0	.0	.0	.0
21. Maryland	MD	N	.0	.0	.0	.0	.0	.0	.0
22. Massachusetts	MA	N	.0	.0	.0	.0	.0	.0	.0
23. Michigan	MI	N	.0	.0	.0	.0	.0	.0	.0
24. Minnesota	MN	N	.0	.0	.0	.0	.0	.0	.0
25. Mississippi	MS	N	.0	.0	.0	.0	.0	.0	.0
26. Missouri	MO	N	.0	.0	.0	.0	.0	.0	.0
27. Montana	MT	N	.0	.0	.0	.0	.0	.0	.0
28. Nebraska	NE	N	.0	.0	.0	.0	.0	.0	.0
29. Nevada	NV	N	.0	.0	.0	.0	.0	.0	.0
30. New Hampshire	NH	N	.0	.0	.0	.0	.0	.0	.0
31. New Jersey	NJ	N	.0	.0	.0	.0	.0	.0	.0
32. New Mexico	NM	N	.0	.0	.0	.0	.0	.0	.0
33. New York	NY	N	.0	.0	.0	.0	.0	.0	.0
34. No. Carolina	NC	N	.0	.0	.0	.0	.0	.0	.0
35. No. Dakota	ND	N	.0	.0	.0	.0	.0	.0	.0
36. Ohio	OH	N	.0	.0	.0	.0	.0	.0	.0
37. Oklahoma	OK	N	.0	.0	.0	.0	.0	.0	.0
38. Oregon	OR	N	.0	.0	.0	.0	.0	.0	.0
39. Pennsylvania	PA	N	.0	.0	.0	.0	.0	.0	.0
40. Rhode Island	RI	N	.0	.0	.0	.0	.0	.0	.0
41. So. Carolina	SC	N	.0	.0	.0	.0	.0	.0	.0
42. So. Dakota	SD	N	.0	.0	.0	.0	.0	.0	.0
43. Tennessee	TN	N	.0	.0	.0	.0	.0	.0	.0
44. Texas	TX	N	.0	.0	.0	.0	.0	.0	.0
45. Utah	UT	N	.0	.0	.0	.0	.0	.0	.0
46. Vermont	VT	N	.0	.0	.0	.0	.0	.0	.0
47. Virginia	VA	R	.0	.0	.0	.0	7,000	.0	.0
48. Washington	WA	N	.0	.0	.0	.0	.0	.0	.0
49. West Virginia	WV	N	.0	.0	.0	.0	.0	.0	.0
50. Wisconsin	WI	N	.0	.0	.0	.0	.0	.0	.0
51. Wyoming	WY	N	.0	.0	.0	.0	.0	.0	.0
52. American Samoa	AS	N	.0	.0	.0	.0	.0	.0	.0
53. Guam	GU	N	.0	.0	.0	.0	.0	.0	.0
54. Puerto Rico	PR	N	.0	.0	.0	.0	.0	.0	.0
55. U.S. Virgin Islands	VI	N	.0	.0	.0	.0	.0	.0	.0
56. Northern Mariana Islands	MP	N	.0	.0	.0	.0	.0	.0	.0
57. Canada	CAN	N	.0	.0	.0	.0	.0	.0	.0
58. Aggregate other alien	OT	XXX	.0	.0	.0	.0	.0	.0	.0
59. Totals	(a) 0		.0	.0	.0	.0	7,000	.0	.0
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Sum. of remaining write-ins for Line 58 from overflow page.	XXX		.0	.0	.0	.0	.0	.0	.0
58999. Totals (Lines 58001 through 58003 + 58998) (Line 58 above)	XXX		.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.

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

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

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

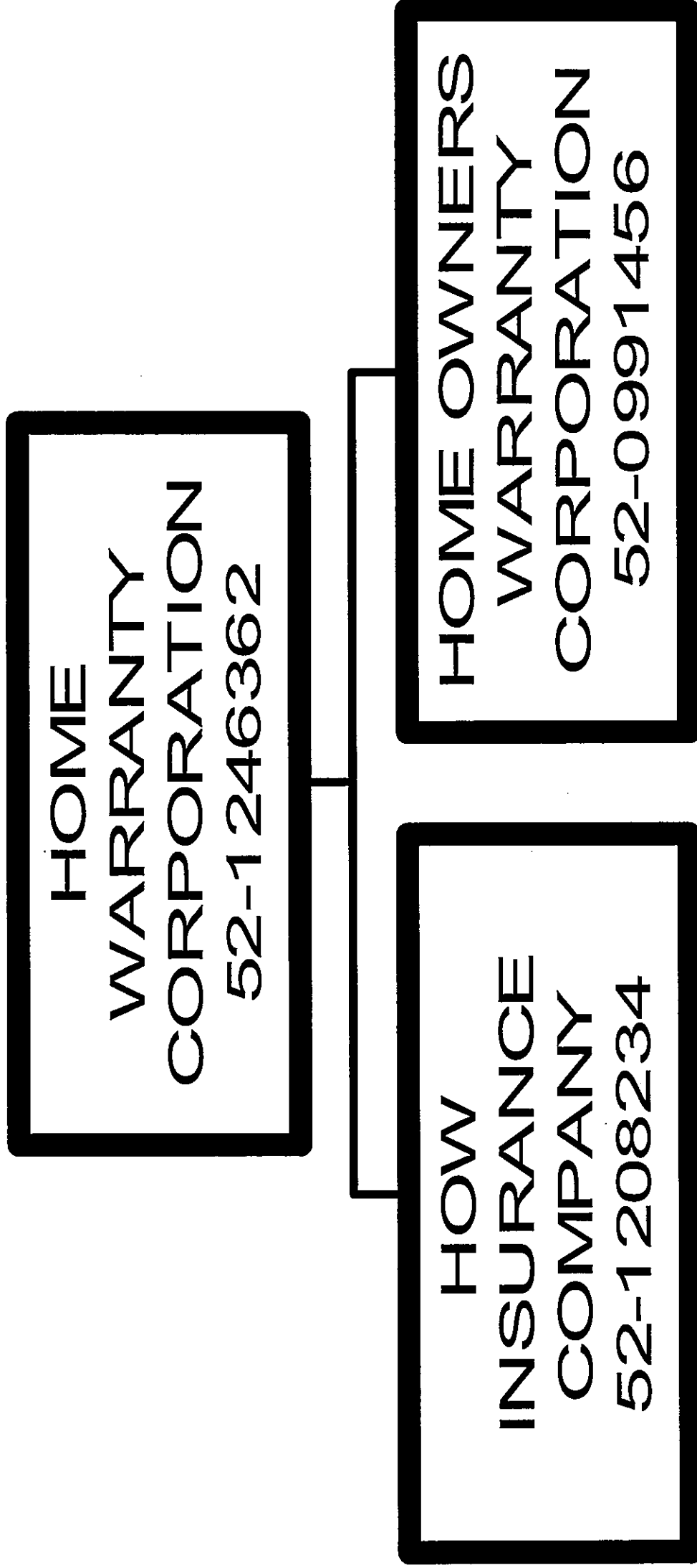
Allocated By States and Territories

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						0
2. Alaska AK						0
3. Arizona AZ						0
4. Arkansas AR						0
5. California CA						0
6. Colorado CO						0
7. Connecticut CT						0
8. Delaware DE						0
9. District of Columbia DC						0
10. Florida FL						0
11. Georgia GA						0
12. Hawaii HI						0
13. Idaho ID						0
14. Illinois IL						0
15. Indiana IN						0
16. Iowa IA						0
17. Kansas KS						0
18. Kentucky KY						0
19. Louisiana LA						0
20. Maine ME						0
21. Maryland MD						0
22. Massachusetts MA						0
23. Michigan MI						0
24. Minnesota MN						0
25. Mississippi MS						0
26. Missouri MO						0
27. Montana MT						0
28. Nebraska NE						0
29. Nevada NV						0
30. New Hampshire NH						0
31. New Jersey NJ						0
32. New Mexico NM						0
33. New York NY						0
34. North Carolina NC						0
35. North Dakota ND						0
36. Ohio OH						0
37. Oklahoma OK						0
38. Oregon OR						0
39. Pennsylvania PA						0
40. Rhode Island RI						0
41. South Carolina SC						0
42. South Dakota SD						0
43. Tennessee TN						0
44. Texas TX						0
45. Utah UT						0
46. Vermont VT						0
47. Virginia VA						0
48. Washington WA						0
49. West Virginia WV						0
50. Wisconsin WI						0
51. Wyoming WY						0
52. American Samoa AS						0
53. Guam GU						0
54. Puerto Rico PR						0
55. US Virgin Islands VI						0
56. Northern Mariana Islands MP						0
57. Canada CAN						0
58. Aggregate Other Alien OT						0
59. Totals	0	0	0	0	0	0

NONE

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART



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)
NONE												
9999999	Control Totals		0	0	0	0	0	0	0	0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

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.

MARCH FILING		RESPONSES
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?		.....WAIVED.....
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?		.....YES.....
APRIL FILING		
5. Will the Insurance Expense Exhibit be filed with the state of domicile and the NAIC by April 1?		.....WAIVED.....
6. Will Management's Discussion and Analysis be filed by April 1?		.....YES.....
7. Will the Supplemental Investment Risks Interrogatories be filed by April 1?		.....YES.....
MAY FILING		
8. Will this company be included in a combined annual statement that is filed with the NAIC by May 1?		.....WAIVED.....
JUNE FILING		
9. Will an audited financial report be filed by June 1?		.....YES.....
10. Will Accountants Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1?		.....YES.....
AUGUST FILING		
11. Will Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile by August 1?		.....YES.....
<p>The following supplemental reports are required to be filed as part of your 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 NO 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.</p>		
MARCH FILING		
12. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1?		.....SEE EXPLANATION.....
13. Will the Financial Guaranty Insurance Exhibit be filed by March 1?		.....SEE EXPLANATION.....
14. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1?		.....SEE EXPLANATION.....
15. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed by March 1?		.....SEE EXPLANATION.....
16. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1?		.....SEE EXPLANATION.....
17. Will the Premiums Attributed to Protected Cells Exhibit be filed by March 1?		.....SEE EXPLANATION.....
18. Will the Reinsurance Summary Supplemental 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?		.....SEE EXPLANATION.....
20. Will the confidential Actuarial Opinion Summary be filed with the state of domicile, if required, by March 15 (or the date otherwise specified)?		.....YES.....
21. Will the Reinsurance Attestation Supplement be filed with the state of domicile and the NAIC by March 1?		.....YES.....
22. Will the Exceptions to the Reinsurance Attestation Supplement be filed with the state of domicile by March 1?		.....SEE EXPLANATION.....
23. Will the Bail Bond Supplement be filed with the state of domicile and the NAIC by March 1?		.....SEE EXPLANATION.....
24. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC by March 1?		.....SEE EXPLANATION.....
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?		.....SEE EXPLANATION.....
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?		.....SEE EXPLANATION.....
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?		.....SEE EXPLANATION.....
APRIL FILING		
28. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1?		.....SEE EXPLANATION.....
29. Will the Long-term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1?		.....SEE EXPLANATION.....
30. Will the Accident and Health Policy Experience Exhibit be filed by April 1?		.....SEE EXPLANATION.....
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?		.....SEE EXPLANATION.....
32. Will the regulator only (non-public) Supplemental Health Care Exhibit's Allocation Report be filed with the state of domicile and the NAIC by April 1?		.....SEE EXPLANATION.....
AUGUST FILING		
33. Will Management's Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1?		.....YES.....


Explanation:

- 12. Not Required
- 13. Not Required
- 14. Not Required

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

- 15. Not Required
- 16. Not Required
- 17. Not Required
- 18. Not Required
- 19. Not Required
- 22. Not Required
- 23. Not Required
- 24. Not Required
- 25. Not Required
- 26. Not Required
- 27. Not Required
- 28. Not Required
- 29. Not Required
- 30. Not Required
- 31. Not Required
- 32. Not Required

Bar Code:

- 2. 
4 1 2 4 6 2 0 1 3 4 6 0 0 0 0 0 0
 - 5. 
4 1 2 4 6 2 0 1 3 2 7 0 0 0 0 0 0
 - 8. 
4 1 2 4 6 2 0 1 3 2 1 1 0 0 0 0 0
-

OVERFLOW PAGE FOR WRITE-INS

P003 Additional Aggregate Lines for Page 3 Line 25.
*LIAB - Liabilities

	1 Current Year	2 Prior Year
2504. Notices of claim determination.....	1,345,909	1,345,909
2505. Ceded Reinsurance - Amounts due reinsurers.....	78,241	78,241
2506. Accrued interest on deferred loss payments.....	8,423,119	8,154,757
2597. Summary of remaining write-ins for Line 25 from page 3	9,847,269	9,578,907

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	19,773,089	16.230	19,773,089		19,773,089	16.230
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies		0.000			0	0.000
1.22 Issued by U.S. government sponsored agencies	35,949,376	29.508	35,949,376		35,949,376	29.508
1.3 Non-U.S. government (including Canada, excluding mortgage-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		0.000			0	0.000
1.43 Revenue and assessment obligations		0.000			0	0.000
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	253,068	0.208	253,068		253,068	0.208
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)	60,568,093	49.715	60,568,093		60,568,093	49.715
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	5,286,254	4.339	5,286,254		5,286,254	4.339
11. Other invested assets		0.000			0	0.000
12. Total invested assets	121,829,880	100.000	121,829,880	0	121,829,880	100.000

SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

1. Book/adjusted carrying value, December 31 of prior year.....	0
2. Cost of acquired:	
2.1 Actual cost at time of acquisition (Part 2, Column 6).....	0
2.2 Additional investment made after acquisition (Part 2, Column 7).....	0
3. Current year change in encumbrances:	
3.1 Totals, Part 1, Column 13.....	0
3.2 Totals, Part 3, Column 11.....	0
4. Total gain (loss) on disposals, Part 3, Column 18.....	0
5. Deduct amounts received on disposals, Part 3, Column 15.....	0
6. Total foreign exchange change in book/adjusted carrying value:	
6.1 Totals, Part 1, Column 15.....	0
6.2 Totals, Part 3, Column 13.....	0
7. Deduct current year's other-than-temporary impairment recognized:	
7.1 Totals, Part 1, Column 12.....	0
7.2 Totals, Part 3, Column 10.....	0
8. Deduct current year's depreciation:	
8.1 Totals, Part 1, Column 11.....	0
8.2 Totals, Part 3, Column 9.....	0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8).....	0
10. Deduct total nonadmitted amounts.....	0
11. Statement value at end of current period (Line 9 minus Line 10).....	0

NONE

SCHEDULE B - VERIFICATION BETWEEN YEARS

Mortgage Loans

1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	0
2. Cost of acquired:	
2.1 Actual cost at time of acquisition (Part 2, Column 7).....	0
2.2 Additional investment made after acquisition (Part 2, Column 8).....	0
3. Capitalized deferred interest and other:	
3.1 Totals, Part 1, Column 12.....	0
3.2 Totals, Part 3, Column 11.....	0
4. Accrual of discount.....	0
5. Unrealized valuation increase (decrease):	
5.1 Totals, Part 1, Column 9.....	0
5.2 Totals, Part 3, Column 8.....	0
6. Total gain (loss) on disposals, Part 3, Column 18.....	0
7. Deduct amounts received on disposals, Part 3, Column 15.....	0
8. Deduct amortization of premium and mortgage interest points and commitment fees.....	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest:	
9.1 Totals, Part 1, Column 13.....	0
9.2 Totals, Part 3, Column 13.....	0
10. Deduct current year's other-than-temporary impairment recognized:	
10.1 Totals, Part 1, Column 11.....	0
10.2 Totals, Part 3, Column 10.....	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0
12. Total valuation allowance.....	0
13. Subtotal (Line 11 plus Line 12).....	0
14. Deduct total nonadmitted amounts.....	0
15. Statement value of mortgages owned at end of current period (Line 13 minus Line 14).....	0

NONE

SCHEDULE BA - VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

1.	Book/adjusted carrying value, December 31 of prior year.....	0
2.	Cost of acquired:	
2.1	Actual cost at time of acquisition (Part 2, Column 8).....	0
2.2	Additional investment made after acquisition (Part 2, Column 9).....	0
3.	Capitalized deferred interest and other:	
3.1	Totals, Part 1, Column 16.....	0
3.2	Totals, Part 3, Column 12.....	0
4.	Accrual of discount.....	
5.	Unrealized valuation increase (decrease):	
5.1	Totals, Part 1, Column 13.....	0
5.2	Totals, Part 3, Column 9.....	0
6.	Total gain (loss) on disposals, Part 3, Column 19.....	0
7.	Deduct amounts received on disposals, Part 3, Column 16.....	0
8.	Deduct amortization of premium and depreciation.....	
9.	Total foreign exchange change in book/adjusted carrying value:	
9.1	Totals, Part 1, Column 17.....	0
9.2	Totals, Part 3, Column 14.....	0
10.	Deduct current year's other-than-temporary impairment recognized:	
10.1	Totals, Part 1, Column 15.....	0
10.2	Totals, Part 3, Column 11.....	0
11.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0
12.	Deduct total nonadmitted amounts.....	
13.	Statement value at end of current period (Line 11 minus Line 12).....	0

NONE

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

1.	Book /adjusted carrying value, December 31 of prior year.....	108,330,470
2.	Cost of bonds and stocks acquired, Part 3, Column 7.....	36,215,394
3.	Accrual of discount.....	24,618
4.	Unrealized valuation increase (decrease):	
4.1	Part 1, Column 12.....	0
4.2	Part 2, Section 1, Column 15.....	0
4.3	Part 2, Section 2, Column 13.....	0
4.4	Part 4, Column 11.....	0
5.	Total gain (loss) on disposals, Part 4, Column 19.....	20
6.	Deduction consideration for bonds and stocks disposed of, Part 4, Column 7.....	26,440,267
7.	Deduct amortization of premium.....	1,586,610
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.....	0
8.3	Part 2, Section 2, Column 16.....	0
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.....	0
9.3	Part 2, Section 2, Column 14.....	0
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).....	116,543,626
11.	Deduct total nonadmitted amounts.....	
12.	Statement value at end of current period (Line 10 minus Line 11).....	116,543,626

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In
Receivership**

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
BONDS					
Governments (Including all obligations guaranteed by governments)	1. United States	20,026,157	19,990,358	20,019,440	19,991,221
	2. Canada				
	3. Other Countries				
	4. Totals	20,026,157	19,990,358	20,019,440	19,991,221
U. S. States, Territories and Possessions (Direct and guaranteed)	5. Totals	0	0	0	0
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	0	0	0	0
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	35,949,376	36,008,628	36,588,370	34,900,000
Industrial and Miscellaneous and Hybrid Securities (unaffiliated)	8. United States	60,568,093	60,525,579	61,794,139	58,235,000
	9. Canada				
	10. Other Countries				
	11. Totals	60,568,093	60,525,579	61,794,139	58,235,000
Parent, Subsidiaries and Affiliates	12. Totals	0	0	0	0
	13. Total Bonds	116,543,626	116,524,565	118,401,949	113,126,221
PREFERRED STOCKS					
Industrial and Miscellaneous (unaffiliated)	14. United States				
	15. Canada				
	16. Other Countries				
	17. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	18. Totals	0	0	0	0
	19. Total Preferred Stocks	0	0	0	0
COMMON STOCKS					
Industrial and Miscellaneous (unaffiliated)	20. United States				
	21. Canada				
	22. Other Countries				
	23. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	24. Totals	0	0	0	0
	25. Total Common Stocks	0	0	0	0
	26. Total Stocks	0	0	0	0
	27. Total Bonds and Stocks	116,543,626	116,524,565	118,401,949	

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

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

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)
1. U.S. Governments											
1.1 NAIC 1	5,087,202	14,901,490	23,805	13,660	0	20,026,157	17.1	10,063,785	9.2	20,026,157	
1.2 NAIC 2	0	0	0	0	0	0	0.0	0	0.0	0	
1.3 NAIC 3	0	0	0	0	0	0	0.0	0	0.0	0	
1.4 NAIC 4	0	0	0	0	0	0	0.0	0	0.0	0	
1.5 NAIC 5	0	0	0	0	0	0	0.0	0	0.0	0	
1.6 NAIC 6	0	0	0	0	0	0	0.0	0	0.0	0	
1.7 Totals	5,087,202	14,901,490	23,805	13,660	0	20,026,157	17.1	10,063,785	9.2	20,026,157	0
2. All Other Governments											
2.1 NAIC 1	0	0	0	0	0	0	0.0	0	0.0	0	
2.2 NAIC 2	0	0	0	0	0	0	0.0	0	0.0	0	
2.3 NAIC 3	0	0	0	0	0	0	0.0	0	0.0	0	
2.4 NAIC 4	0	0	0	0	0	0	0.0	0	0.0	0	
2.5 NAIC 5	0	0	0	0	0	0	0.0	0	0.0	0	
2.6 NAIC 6	0	0	0	0	0	0	0.0	0	0.0	0	
2.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
3. U.S. States, Territories and Possessions, etc., Guaranteed											
3.1 NAIC 1	0	0	0	0	0	0	0.0	0	0.0	0	
3.2 NAIC 2	0	0	0	0	0	0	0.0	0	0.0	0	
3.3 NAIC 3	0	0	0	0	0	0	0.0	0	0.0	0	
3.4 NAIC 4	0	0	0	0	0	0	0.0	0	0.0	0	
3.5 NAIC 5	0	0	0	0	0	0	0.0	0	0.0	0	
3.6 NAIC 6	0	0	0	0	0	0	0.0	0	0.0	0	
3.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed											
4.1 NAIC 1	0	0	0	0	0	0	0.0	0	0.0	0	
4.2 NAIC 2	0	0	0	0	0	0	0.0	0	0.0	0	
4.3 NAIC 3	0	0	0	0	0	0	0.0	0	0.0	0	
4.4 NAIC 4	0	0	0	0	0	0	0.0	0	0.0	0	
4.5 NAIC 5	0	0	0	0	0	0	0.0	0	0.0	0	
4.6 NAIC 6	0	0	0	0	0	0	0.0	0	0.0	0	
4.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed											
5.1 NAIC 1	0	35,949,376	0	0	0	35,949,376	30.8	32,725,469	30.2	35,949,376	
5.2 NAIC 2	0	0	0	0	0	0	0.0	0	0.0	0	
5.3 NAIC 3	0	0	0	0	0	0	0.0	0	0.0	0	
5.4 NAIC 4	0	0	0	0	0	0	0.0	0	0.0	0	
5.5 NAIC 5	0	0	0	0	0	0	0.0	0	0.0	0	
5.6 NAIC 6	0	0	0	0	0	0	0.0	0	0.0	0	
5.7 Totals	0	35,949,376	0	0	0	35,949,376	30.8	32,725,469	30.2	35,949,376	0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

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

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)
6. Industrial and Miscellaneous (unaffiliated)											
6.1 NAIC 1	14,529,530	48,030,984	0	0	765,882	63,326,396	52.2	75,031,447	62.0	63,326,396	
6.2 NAIC 2	0	2,044,639	0	0	0	2,044,639	1.7	3,277,202	2.7	2,044,639	
6.3 NAIC 3	0	0	0	0	0	0	0.0	0	0.0	0	
6.4 NAIC 4	0	0	0	0	0	0	0.0	0	0.0	0	
6.5 NAIC 5	0	0	0	0	0	0	0.0	0	0.0	0	
6.6 NAIC 6	0	0	0	0	0	0	0.0	0	0.0	0	
6.7 Totals	14,529,530	50,075,623	0	0	765,882	65,371,035	53.9	78,308,649	64.7	65,371,035	0
7. Hybrid Securities											
7.1 NAIC 1	0	0	0	0	0	0	0.0	0	0.0	0	
7.2 NAIC 2	0	0	0	0	0	0	0.0	0	0.0	0	
7.3 NAIC 3	0	0	0	0	0	0	0.0	0	0.0	0	
7.4 NAIC 4	0	0	0	0	0	0	0.0	0	0.0	0	
7.5 NAIC 5	0	0	0	0	0	0	0.0	0	0.0	0	
7.6 NAIC 6	0	0	0	0	0	0	0.0	0	0.0	0	
7.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
8. Parent, Subsidiaries and Affiliates											
8.1 NAIC 1	0	0	0	0	0	0	0.0	0	0.0	0	
8.2 NAIC 2	0	0	0	0	0	0	0.0	0	0.0	0	
8.3 NAIC 3	0	0	0	0	0	0	0.0	0	0.0	0	
8.4 NAIC 4	0	0	0	0	0	0	0.0	0	0.0	0	
8.5 NAIC 5	0	0	0	0	0	0	0.0	0	0.0	0	
8.6 NAIC 6	0	0	0	0	0	0	0.0	0	0.0	0	
8.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

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

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)
9. Total Bonds Current Year											
9.1 NAIC 1	(d) 19,616,732	98,881,850	23,805	13,660	765,882	119,301,929	98.3	XXX	XXX	119,301,929	0
9.2 NAIC 2	0	2,044,639	0	0	0	2,044,639	1.7	XX	XX	2,044,639	0
9.3 NAIC 3	(d) 0	0	0	0	0	0	0.0	XX	XX	0	0
9.4 NAIC 4	(c) 0	0	0	0	0	0	0.0	XX	XX	0	0
9.5 NAIC 5	(d) 0	0	0	0	0	0	0.0	XX	XX	0	0
9.6 NAIC 6	(d) 0	0	0	0	0	0	0.0	XX	XX	0	0
9.7 Totals	19,616,732	100,926,489	23,805	13,660	765,882	121,346,568	100.0	XX	XX	121,346,568	0
9.8 Line 9.7 as a % of Col. 6	16.2	83.2	0.0	0.0	0.6	100.0	XXX	XXX	XXX	100.0	0.0
10. Total Bonds Prior Year											
10.1 NAIC 1	33,867,216	75,637,587	8,294,005	21,913	0	XXX	XX	117,820,721	97.3	117,820,721	0
10.2 NAIC 2	1,206,566	2,070,646	0	0	0	XX	XX	3,277,202	2.7	3,277,202	0
10.3 NAIC 3	0	0	0	0	0	XX	XX	0	0.0	0	0
10.4 NAIC 4	0	0	0	0	0	XX	XX	0	0.0	0	0
10.5 NAIC 5	0	0	0	0	0	XX	XX	0	0.0	0	0
10.6 NAIC 6	0	0	0	0	0	XX	XX	0	0.0	0	0
10.7 Totals	35,073,772	77,708,233	8,294,005	21,913	0	XXX	XX	121,097,923	100.0	121,097,923	0
10.8 Line 10.7 as a % of Col. 8	29.0	64.2	6.8	0.0	0.0	XXX	XX	100.0	XXX	100.0	0.0
11. Total Publicly Traded Bonds											
11.1 NAIC 1	19,616,732	98,881,850	23,805	13,660	765,882	119,301,929	98.3	117,820,721	97.3	119,301,929	XXX
11.2 NAIC 2	0	2,044,639	0	0	0	2,044,639	1.7	3,277,202	2.7	2,044,639	XXX
11.3 NAIC 3	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.4 NAIC 4	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.5 NAIC 5	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.6 NAIC 6	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.7 Totals	19,616,732	100,926,489	23,805	13,660	765,882	121,346,568	100.0	121,097,923	100.0	121,346,568	XXX
11.8 Line 11.7 as a % of Col. 6	16.2	83.2	0.0	0.0	0.6	100.0	XXX	XXX	XXX	100.0	XXX
11.9 Line 11.7 as a % of Line 9.7, Col. 6, Section 9	16.2	83.2	0.0	0.0	0.6	100.0	XXX	XXX	XXX	100.0	XXX
12. Total Privately Placed Bonds											
12.1 NAIC 1	0	0	0	0	0	0	0.0	0	0.0	0	0
12.2 NAIC 2	0	0	0	0	0	0	0.0	0	0.0	0	0
12.3 NAIC 3	0	0	0	0	0	0	0.0	0	0.0	0	0
12.4 NAIC 4	0	0	0	0	0	0	0.0	0	0.0	0	0
12.5 NAIC 5	0	0	0	0	0	0	0.0	0	0.0	0	0
12.6 NAIC 6	0	0	0	0	0	0	0.0	0	0.0	0	0
12.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
12.8 Line 12.7 as a % of Col. 6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0.0	0	0.0
12.9 Line 12.7 as a % of Line 9.7, Col. 6, Section 9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0.0	0	0.0

(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 \$ 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 is 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 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

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
1. U.S. Governments											
1.1 Issuer Obligations	5,004,686	14,768,393	0	0	0	19,773,089	16.9	9,720,033	8.9	19,773,089	0
1.2 Residential Mortgage-Backed Securities	82,506	133,097	23,805	13,660	0	253,068	0.2	343,753	0.3	253,068	0
1.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
1.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
1.5 Totals	5,087,202	14,901,490	23,805	13,660	0	20,026,157	17.1	10,063,786	9.2	20,026,157	0
2. All Other Governments											
2.1 Issuer Obligations	0	0	0	0	0	0	0.0	0	0.0	0	0
2.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
2.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
2.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
2.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
3. U.S. States, Territories and Possessions, Guaranteed											
3.1 Issuer Obligations	0	0	0	0	0	0	0.0	0	0.0	0	0
3.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
3.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
3.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
3.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed											
4.1 Issuer Obligations	0	0	0	0	0	0	0.0	0	0.0	0	0
4.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
4.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
4.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
4.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed											
5.1 Issuer Obligations	0	35,949,376	0	0	0	35,949,376	30.8	32,725,489	30.2	35,949,376	0
5.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
5.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
5.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
5.5 Totals	0	35,949,376	0	0	0	35,949,376	30.0	32,725,489	30.2	35,949,376	0
6. Industrial and Miscellaneous											
6.1 Issuer Obligations	14,529,529	50,075,622	0	0	765,882	65,371,033	53.9	78,308,650	64.7	65,371,033	0
6.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
6.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
6.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
6.5 Totals	14,529,529	50,075,622	0	0	765,882	65,371,033	53.9	78,308,650	64.7	65,371,033	0
7. Hybrid Securities											
7.1 Issuer Obligations	0	0	0	0	0	0	0.0	0	0.0	0	0
7.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
7.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
7.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
7.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
8. Parent, Subsidiaries and Affiliates											
8.1 Issuer Obligations	0	0	0	0	0	0	0.0	0	0.0	0	0
8.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
8.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
8.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	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 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

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
9. Total Bonds Current Year											
9.1 Issuer Obligations	19,534,225	100,793,391	0	0	765,882	121,093,498	101.6	XXX	XXX	121,093,498	0
9.2 Residential Mortgage-Backed Securities	82,506	133,097	23,805	13,660	0	253,068	0.2	XXX	XXX	253,068	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	19,616,731	100,926,488	23,805	13,660	765,882	121,346,566	101.0	XXX	XXX	121,346,566	0
9.6 Lines 9.5 as a % of Col. 6	16.2	86.6	0.0	0.0	0.6	100.0	XXX	XXX	XXX	100.0	0.0
10. Total Bonds Prior Year											
10.1 Issuer Obligations	34,973,357	77,529,308	8,251,507	0	0	XXX	XXX	120,754,172	99.7	120,754,172	0
10.2 Residential Mortgage-Backed Securities	100,415	178,927	42,498	21,913	0	XXX	XXX	343,753	0.3	343,753	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	35,073,772	77,708,235	8,294,005	21,913	0	XXX	XXX	121,097,925	100.0	121,097,925	0
10.6 Line 10.5 as a % of Col. 8	29.0	64.2	6.8	0.0	0.0	100.0	XXX	100.0	XXX	100.0	0.0
11. Total Publicly Traded Bonds											
11.1 Issuer Obligations	19,534,225	100,793,392	0	0	765,882	121,093,499	99.8	120,754,172	99.7	121,093,499	XXX
11.2 Residential Mortgage-Backed Securities	82,506	133,097	23,805	13,660	0	253,068	0.2	343,753	0.3	253,068	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	19,616,731	100,926,489	23,805	13,660	765,882	121,346,567	100.0	121,097,925	100.0	121,346,567	XXX
11.6 Line 11.5 as a % of Col. 6	16.2	86.6	0.0	0.0	0.6	100.0	XXX	XXX	XXX	100.0	XXX
11.7 Line 11.5 as a % of Line 9.5, Col. 6, Section 9	16.2	86.6	0.0	0.0	0.6	100.0	XXX	XXX	XXX	100.0	XXX
12. Total Privately Placed Bonds											
12.1 Issuer Obligations	0	0	0	0	0	0	0.0	0	0.0	XXX	0
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	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.6 Line 12.5 as a % of Col. 6	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0
12.7 Line 12.5 as a % of Line 9.5, Col. 6, Section 9	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

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.....	12,767,454	12,767,454	0	0	0
2. Cost of short-term investments acquired	28,791,358	28,791,358			
3. Accrual of discount.....	0				
4. Unrealized valuation increase (decrease).....	0				
5. Total gain (loss) on disposals.....	0				
6. Deduct consideration received on disposals.....	36,755,871	36,755,871			
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).....	4,802,941	4,802,941	0	0	0
11. Deduct total nonadmitted amounts.....	0				
12. Statement value at end of current period (Line 10 minus Line 11)	4,802,941	4,802,941	0	0	0

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

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

Schedule E - Verification

NONE

Schedule A - Part 1

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, IN RECEIVERSHIP

SCHEDULE D - PART 1

Showing all Long-Term Bonds Owned December 31 of Current Year

1 CUSIP Identification	2 Description	3 Codes			6 NAIC Designation	7 Actual Cost	8 Fair Value		10 Par Value	11 Book / Adjusted Carrying Value	12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other-Than-Temporary Impairment Recognized	15 Total Foreign Exchange Change In B./A.C.V.	16 Rate of	17 Effective Rate of	18 When Paid	19 Admitted Amount Due & Accrued	20 Amount Rec. During Year	Dates	
		4 F	5 o	9 Rate Used To Obtain Fair Value			21 Acquired	22 Stated Contractual Maturity Date													
912828-RV-4	US TREASURY N/B				1	5,005,078	5,004,100	5,000,000	5,004,686	0	(382)	0	0	0	0.290	0.182	JD	568	6,250	12/03/2013	12/15/2014
912828-RX-0	US TREASURY N/B				1	5,019,453	5,010,950	5,000,000	5,038,463	0	(990)	0	0	0	0.675	0.617	JD	122	21,875	12/03/2013	12/31/2016
912828-TD-2	US TREASURY N/B				1	8,250,330	8,250,330	8,250,000	8,233,224	0	7,612	0	0	0	0.250	0.333	JJ	9	20,625	07/27/2012	07/31/2017
912828-TS-5	US TREASURY N/B				1	1,488,457	1,488,470	1,500,000	1,481,695	0	2,855	0	0	0	0.500	0.658	JJ	3	7,500	07/27/2012	07/31/2017
019999 - U.S. Government - Issuer Obligations						19,760,725	19,733,850	19,750,000	19,773,088	0	8,525	0	0	0	XX	XX	XX	13	56,250	XX	XX
36215N-TV-6	GNMA POOL #140164				1	2,659	2,481	2,354	2,429	0	(25)	0	0	0	10.000	6.326	MON	20	235	06/23/1995	03/15/2016
36215N-TV-9	GNMA POOL #140410				1	1,288	1,193	1,180	1,199	0	(9)	0	0	0	10.000	8.429	MON	10	118	06/23/1995	03/15/2016
36215N-TV-6	GNMA POOL #140411				1	883	821	809	833	0	(8)	0	0	0	10.000	6.740	MON	7	81	06/23/1995	04/15/2016
36215U-VT-2	GNMA POOL #145826				1	2,029	1,869	1,859	1,918	0	(19)	0	0	0	10.000	5.995	MON	15	186	06/23/1995	02/15/2016
362151-AD-6	GNMA POOL #150419				1	2,242	2,081	2,054	2,129	0	(22)	0	0	0	10.000	5.252	MON	17	205	06/23/1995	02/15/2016
362153-ED-6	GNMA POOL #152332				1	18,238	17,019	16,713	16,907	0	(106)	0	0	0	10.000	8.967	MON	19	1,671	06/23/1995	03/15/2016
362159-PZ-5	GNMA POOL #158041				1	3,319	3,058	3,042	3,082	0	(21)	0	0	0	10.000	8.866	MON	25	304	06/23/1995	04/15/2016
36218W-MD-0	GNMA POOL #234456				1	24,479	22,554	22,432	23,203	0	(140)	0	0	0	10.000	8.516	MON	187	2,243	06/23/1995	11/15/2018
362185-ZS-1	GNMA POOL #238264				1	2,639	2,340	2,327	2,387	0	(12)	0	0	0	10.000	9.107	MON	19	233	06/22/2003	06/01/2014
36201N-AD-2	GNMA POOL #587804				1	2,698	2,781	2,817	2,726	0	3	0	0	0	4.500	3.893	MON	10	118	06/22/2003	06/15/2018
36200A-EU-8	GNMA POOL #585883				1	24,577	25,340	23,843	24,771	0	28	0	0	0	4.500	3.866	MON	89	1,073	06/22/2003	06/15/2018
36200A-EZ-7	GNMA POOL #585888				1	22,530	23,227	22,842	23,227	0	30	0	0	0	4.500	3.913	MON	82	984	06/22/2003	06/15/2018
36225A-FR-6	GNMA POOL #780176				1	151,825	151,735	140,133	148,840	0	(435)	0	0	0	10.000	6.282	MON	1,169	14,073	06/26/1995	03/15/2021
019999 - U.S. Government - Residential Mortgage-Backed Securities						259,216	256,508	241,221	253,066	0	(735)	0	0	0	XX	XX	XX	1,789	21,465	XX	XX
039999 - U.S. Government - Commercial Mortgage-Backed Securities						20,019,470	19,990,358	19,991,221	20,028,197	0	7,790	0	0	0	XX	XX	XX	15,122	77,715	XX	XX
019999 - Subtotals - U.S. Governments						10,984,270	11,017,710	11,000,000	10,992,872	0	5,871	0	0	0	0.375	0.429	MS	12,031	41,250	07/13/2012	03/16/2015
313500-RR-1	FANNIE MAE				1	3,661,410	3,656,461	3,650,000	3,657,536	0	(3,874)	0	0	0	0.500	0.381	MS	4,715	18,250	02/07/2013	09/28/2015
313500-RR-1	FANNIE MAE				1	10,921,901	10,298,488	9,250,000	10,289,191	0	(432,003)	0	0	0	5.375	0.615	ML	59,386	497,188	07/13/2012	05/18/2016
3133AF-JF-4	FEDERAL HOME LOAN BANK				1	11,020,790	11,059,970	11,000,000	11,009,778	0	(7,516)	0	0	0	0.500	0.432	AD	11,306	55,000	07/13/2012	04/17/2015
3137EA-DD-8	FREDDIE MAC				1	36,588,370	36,008,628	34,900,000	35,949,376	0	(497,922)	0	0	0	XX	XX	XX	87,438	611,688	XX	XX
259999 - U.S. Special Revenue - Issuer Obligations						35,588,370	35,008,628	34,900,000	35,949,376	0	(497,922)	0	0	0	XX	XX	XX	87,438	611,688	XX	XX
319999 - Subtotals - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						88,979,461	88,734,000	88,700,000	88,949,376	0	(300)	0	0	0	0.000	0.000	JD	150	10,800	06/26/2017	06/26/2017
885791-AE-1	3M COMPANY				1	1,094,409	1,025,154	900,000	1,045,871	0	(33,108)	0	0	0	5.900	1.791	MS	15,370	52,200	07/11/2012	03/15/2018
02440E-AK-3	ACE INA HOLDINGS INC.				1	284,943	284,943	284,943	284,972	0	19	0	0	0	1.750	1.765	JD	263	4,888	06/07/2012	06/12/2015
026660-DE-6	AMERICAN EXPRESS CREDIT				1	1,009,370	1,003,920	1,000,000	1,006,681	0	(2,669)	0	0	0	1.000	0.584	FA	3,689	5,000	05/06/2013	06/11/2015
026660-L4-3	AMERICAN HONDA FINANCE 144A				1	997,120	997,900	997,900	997,939	0	564	0	0	0	1.375	1.440	JJ	6,340	13,772	07/11/2012	07/15/2017
035231-BA-7	AMFUSHER-BUSCH INBEV WDR				1	469,666	477,177	470,000	469,811	0	103	0	0	0	1.650	1.882	AQ	1,836	10,458	07/26/2012	10/15/2015
00182E-AQ-2	ANZ NATIONAL (INTL) LTD 144A				1	562,530	510,465	500,000	509,250	0	(22,043)	0	0	0	5.400	0.945	JD	2,250	27,000	07/25/2011	06/01/2014
046553-AA-6	ASTRAZENECA PLC				1	1,100,360	1,016,450	825,000	1,039,366	0	(41,612)	0	0	0	7.500	1.902	ML	7,906	61,875	07/11/2012	11/15/2018
057224-AT-3	BAKER HUGHES INC.				1	735,714	732,328	700,000	716,959	0	(13,162)	0	0	0	4.900	2.536	AD	7,875	31,500	07/26/2012	04/01/2015
063660-EB-7	BANK OF AMERICA CORP				2	1,046,950	1,030,090	1,000,000	1,032,070	0	(10,285)	0	0	0	5.500	1.419	JJ	1,806	25,000	07/19/2012	12/01/2017
054057-BQ-3	BANK OF NEW YORK CO INC.				1	1,09,657	112,550	112,550	107,874	0	(28,524)	0	0	0	2.550	2.190	JD	4,354	52,250	07/11/2012	12/01/2017
064159-AH-8	BANK OF NOVA SCOTIA				1	471,833	468,710	450,000	464,987	0	(4,806)	0	0	0	4.000	0.473	MS	13,333	40,500	02/06/2013	03/01/2014
071813-AZ-2	BANK OF MONTREAL				1	1,037,590	1,000,540	1,000,000	1,005,875	0	(31,715)	0	0	0	2.190	1.509	MS	5,913	21,500	07/17/2012	03/22/2017
05531F-AK-9	BAXTER INTERNATIONAL INC				1	257,245	255,755	250,000	254,590	0	(1,622)	0	0	0	3.200	1.247	JJ	3,333	4,750	07/17/2012	01/31/2017
084670-RD-9	BERKSHIRE HATHAWAY INC				1	779,355	773,025	750,000	772,387	0	(6,968)	0	0	0	3.200	1.992	FA	5,733	16,250	08/26/2013	02/24/2017
084670-NV-0	BERKSHIRE HATHAWAY INC				1	1,021,610	1,003,710	1,000,000	1,014,890	0	(4,620)	0	0	0	1.625	1.145	FA	20,464	69,500	02/06/2013	03/15/2014
035451-AP-3	BP BILLION FIN USA LTD.				1	1,070,500	1,013,000	1,000,000	1,013,118	0	(67,382)	0	0	0	6.500	0.572	MS	2,668	16,125	02/06/2013	05/08/2014
10136K-AH-8	BOTTLING GROUP LLC				1	519,085	505,465	500,000	505,378	0	(13,707)	0	0	0	3.625	0.571	ML	2,500	15,000	02/06/2013	10/01/2015
055550-BL-1	BP CAPITAL MARKETS PLC				1	1,000,210	1,005,480	1,000,000	1,000,176	0	(34)	0	0	0	0.900	0.892	AD	2,250	15,000	08/26/2013	10/01/2015
136069-ET-4	CANADIAN IMPERIAL BANK				1	998,800	995,150	1,000,000	999,154	0	235	0	0	0	1.531	0.891	JD	27	688	06/17/2012	06/24/2016
149123-BZ-3	CATERPILLAR INC				1	155,000	155,367	155,000	155,000	0	0	0	0	0	0.889	0.889	JD	27	15,000	06/17/2012	06/24/2016
166764-AC-4	CHEVRON CORP				1	501,685	500,325	500,000	500,130	0	(637)	0	0	0	0.510	0.375	MS	120	2,698	07/18/2011	03/14/2014
17275R-AL-6	CFSC SYSTEMS INC				1	510,765	507,180	500,000	507,289	0	(3,496)	0	0	0	1.375	0.575	MS	1,146	6,875	02/12/2013	11/01/2015
194160-DQ-0	COLGATE-PALMOLIVE CO				1	886,165	886,621	875,000	880,119	0	(4,167)	0	0	0	1.950	1.465	MS	4,977	17,063	02/12/2013	03/16/2015
20271R-AA-8	COMMONWEALTH BANK AUSTR				1	1,003,750	1,001,840	1,000,000	1,002,562	0	(1,169)	0	0	0	2.625	1.687	MS	4,251	14,438	02/06/2013	12/07/2015
22160K-AD-7																					

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

SCHEDULE D - PART 1

Showing all Long-Term Bonds Owned December 31 of Current Year

1	2	3			4			5			6			7			8			9			10			11			12			13			14			15			16			17			18			19			20			21			22		
		CUSIP Identification	Description	Code	Code	Code	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book / Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount During Year	Acquired	Contractual Maturity Date																																						
23329P-AI-8	DRE BANK ASA 144A				1	1,028,160	104.5450	1,045,150	1,000,000	1,020,554	0	0	(16,980)	0	0	3,200	2.554	0	0	7,822	32,000	07/20/2012	04/03/2017																																						
52457-SE-7	ELI LILLY & CO				1	1,028,110	100.5880	1,006,580	1,000,000	1,006,642	0	0	(22,268)	0	0	4,200	0.408	MS	0	13,417	21,000	05/29/2013	03/06/2014																																						
291011-AZ-7	EMERSON ELECTRIC CO				1	546,770	104.4280	521,740	500,000	522,140	0	0	(16,607)	0	0	4,125	0.754	MS	0	4,354	20,025	07/16/2012	04/15/2015																																						
37333A-NY-8	GEORGIA POWER COMPANY				1	1,007,850	101.1850	1,007,850	1,000,000	999,779	0	0	49	0	0	0	0	FA	0	2,750	0	08/23/2013	08/10/2015																																						
37737A-AA-5	GLAXOSMITHKLINE CAP INC				1	504,597	101.1170	505,585	500,000	504,597	0	0	(17,179)	0	0	4,375	0.909	MS	0	4,818	21,875	07/25/2011	04/15/2014																																						
438516-AA-4	HONEYWELL INTERNATIONAL				1	310,863	113.0410	310,863	275,000	319,152	0	0	(10,238)	0	0	5,300	1.331	MS	0	4,858	0	07/12/2012	03/01/2018																																						
48814-JB-0	HYDRO QUEBEC				1	938,412	102.8800	924,720	900,000	924,644	0	0	(9,717)	0	0	2,000	0.881	JD	0	50	18,000	07/30/2012	06/30/2016																																						
49200D-HD-6	IBK CORP				1	1,003,490	100.4400	1,004,000	1,000,000	1,002,770	0	0	(7,213)	0	0	0	0	MS	0	1,042	3,750	08/23/2013	05/11/2016																																						
24422E-RK-7	JOHN DEERE CAPITAL CORP				1	1,014,580	100.8830	1,009,630	1,000,000	1,007,371	0	0	(7,213)	0	0	1,250	0.446	JD	0	1,007	0	02/06/2013	12/02/2014																																						
58159A-EB-6	MCDONALDS CORP				1	1,106,136	115.2920	1,037,628	900,000	1,050,221	0	0	(38,453)	0	0	5,800	1.278	MS	0	7,583	52,200	07/16/2012	10/15/2017																																						
58159A-AC-7	MCDONALDS CORP				2	732,688	104.2190	729,633	700,000	732,688	0	0	(14,833)	0	0	3,250	1.067	MS	0	7,583	0	07/26/2012	03/01/2016																																						
58933A-AD-7	MERCK & CO, INC				1	998,600	99.8250	998,250	1,000,000	998,675	0	0	73	0	0	0	0	MS	0	836	3,461	05/29/2013	05/18/2016																																						
592176-AI-1	METLIFE GLOBAL FUNDING 144A				1	406,532	101.5030	406,012	400,000	405,307	0	0	(1,229)	0	0	1,700	0.807	JD	0	36	3,400	08/26/2013	06/29/2016																																						
617477-DD-4	MORGAN STANLEY				2	592,146	105.7830	634,899	600,000	594,692	0	0	2,007	0	0	3,800	4.224	MS	0	3,927	22,800	07/26/2012	04/29/2016																																						
637432-AP-7	NATIONAL RURAL UTIL COOP				1	428,761	135.2380	428,761	315,000	428,761	0	0	(21,930)	0	0	10,375	2.429	FA	0	5,447	32,661	07/11/2012	11/01/2018																																						
637432-NP-7	NATIONAL RURAL UTIL COOP				1	504,195	100.5880	502,940	500,000	502,724	0	0	(1,471)	0	0	1,000	0.497	FA	0	2,069	2,500	05/29/2013	02/02/2015																																						
64924A-BC-6	NEW YORK LIFE GLOBAL FDG 144A				1	312,996	103.5010	310,903	300,000	308,908	0	0	(3,200)	0	0	2,450	1.340	JD	0	3,410	11,940	07/12/2012	07/14/2016																																						
65462A-AE-5	NIPPON TELEGRAPH & TELEPHONE				1	808,907	98.7960	800,249	810,000	809,216	0	0	214	0	0	1,400	1.433	MS	0	5,135	33,594	07/11/2012	03/31/2017																																						
65557F-AB-2	NORDEA BANK AB 144A				1	1,088,108	104.5680	1,088,108	1,075,000	1,088,108	0	0	(3,896)	0	0	3,125	2.744	MS	0	9,425	33,594	07/11/2012	03/31/2017																																						
669827-FT-9	NORDEA BANK AB 144A				1	924,857	112.2070	897,656	800,000	898,635	0	0	(31,464)	0	0	5,125	1.037	FA	0	17,653	41,000	07/27/2012	01/26/2017																																						
68323A-OP-0	ONTARIO				1	917,253	101.9170	917,253	900,000	916,301	0	0	(5,885)	0	0	1,600	0.927	MS	0	4,400	14,375	07/11/2012	09/21/2016																																						
68388A-AC-9	ORACLE CORP				1	306,713	115.5570	288,893	250,000	292,746	0	0	(9,543)	0	0	1,550	0.387	MS	0	2,971	11,625	02/06/2013	09/29/2014																																						
69371R-A3-9	PACCAR FINANCIAL CORP				1	764,310	100.8390	756,293	750,000	756,479	0	0	(7,851)	0	0	0	0	MS	0	938	32	05/09/2013	05/16/2016																																						
69371R-L4-6	PACCAR FINANCIAL CORP				1	725,454	113.4540	680,724	600,000	694,955	0	0	(21,822)	0	0	3,350	1.451	MS	0	10,700	32,100	07/27/2012	03/01/2018																																						
69390A-AL-1	PECO ENERGY CO				1	548,395	100.4760	548,395	500,000	548,320	0	0	(18,881)	0	0	4,500	0.702	FA	0	8,500	22,500	07/18/2011	02/01/2014																																						
717081-AR-4	PFIZER INC				1	803,730	101.3320	759,990	750,000	760,208	0	0	(43,522)	0	0	6,875	0.423	MS	0	15,489	51,553	02/06/2013	03/17/2014																																						
718172-AC-4	PHILIP MORRIS INTL INC				1	1,064,115	118.2350	1,064,115	1,000,000	1,046,425	0	0	(32,012)	0	0	0	0	MS	0	15,489	61,875	07/11/2012	04/01/2018																																						
69349L-AE-8	PHO BANK INC				1	1,095,130	105.0560	1,050,960	900,000	1,046,425	0	0	(14,194)	0	0	4,625	0.519	MS	0	11,691	23,125	08/26/2013	03/31/2015																																						
74005P-AR-5	PRAXAIR INC				1	1,062,890	103.3990	1,033,090	1,000,000	1,034,009	0	0	(27,971)	0	0	3,500	0.300	FA	0	7,322	35,000	02/06/2013	02/15/2015																																						
742718-DM-8	PROCTER & GAMBLE CO				1	550,485	102.7160	513,665	500,000	513,665	0	0	(36,820)	0	0	8,950	0.733	MS	0	7,458	44,750	02/06/2013	05/01/2014																																						
767201-AF-3	RIO TINTO FINANCE PLC				1	521,160	103.3780	516,890	500,000	513,614	0	0	(5,219)	0	0	2,300	1.217	JD	0	5,143	11,500	07/19/2012	07/20/2016																																						
78008T-LB-8	ROYAL BANK OF CANADA				1	502,459	100.1530	500,765	500,000	500,222	0	0	(916)	0	0	0	0	MS	0	24	3,003	07/18/2011	03/28/2014																																						
80105A-AC-9	SAGEF AVENIS				1	410,000	101.7810	417,302	410,000	410,000	0	0	0	0	0	2,933	0.981	MS	0	534	11,992	07/26/2012	12/15/2017																																						
784030-AD-2	SIX TOWER TRUST 144A				1	765,974	98.3710	747,620	760,000	765,892	0	0	(92)	0	0	2,240	2.227	MON	0	757	11,255	05/08/2013	04/15/2014																																						
80685P-AD-0	SCHLUMBERGER NORGE AS 144A				1	999,080	97.7410	977,410	1,000,000	999,310	0	0	181	0	0	1,250	1.274	FA	0	5,208	12,535	07/24/2012	08/01/2017																																						
82807T-BK-6	SIMON PROPERTY GROUP LP				1	1,080,074	110.6860	1,051,517	950,000	1,037,680	0	0	(28,921)	0	0	5,250	1.988	JD	0	4,156	49,875	07/11/2012	12/01/2016																																						
857477-AK-9	STATE STREET CORP				1	789,261	96.7790	745,198	700,000	769,351	0	0	90	0	0	1,350	1.375	MS	0	1,328	5,198	05/08/2013	05/15/2018																																						
86366T-AC-5	STRYKER CORP				1	729,869	102.7400	719,180	700,000	719,776	0	0	(7,070)	0	0	2,000	0.958	MS	0	3,539	14,000	07/26/2012	09/30/2016																																						
874060-AA-4	TAKEDA PHARMACEUTICAL 144A				1	1,181,741	117.8880	1,078,993	900,000	1,092,927	0	0	(36,605)	0	0	1,031	0.875	MS	0	1,433	2,300	07/26/2012	03/17/2015																																						
891400-AB-4	TORONTO-DOMINION BANK				1	1,046,240	103.6300	1,036,300	1,000,000	1,029,556	0	0	(11,427)	0	0	0	0	MS	0	11,997	25,000	07/11/2012	07/14/2016																																						
89153V-AC-3	TOTAL CAPITAL INTL SA				1	1,091,104	100.0210	1,075,226	1,075,000	1,096,430	0	0	(3,164)	0	0	1,550	1.242	JD	0	139	16,563	07/11/2012	06/28/2017																																						
89239P-BJ-0	TOYOTA MOTOR CREDIT CORP				1	1,089,417	100.8140	1,068,754	1,100,000	1,099,697	0	0	184	0	0	0	0	MS	0	4,385	9,572	07/16/2012	07/17/2015																																						
89352H-AF-6	TRANSNORCA PIPELINES				1	1,181,741	117.8880	1,078,993	900,000	1,092,927	0	0	(36,605)	0	0	6,500	0.989	FA	0	22,100	58,500	07/19/2012	09/15/2016																																						
913017-BM-0	UNITED TECHNOLOGIES CORP				1	732,556	115.5310	732,556	600,000	732,556	0	0	(34,121)	0	0	5,375	1.138	FA	0	1,433	32,500	07/26/2012	12/15/2017																																						
91324P-BJ-0	UNITED TECHNOLOGIES CORP				1	1,075,174	115.5310	1,075,174	875,000	1,024,322	0	0	(24,680)	0	0	6,000	0.785	FA	0	19,833	52,500	07/11/2012	02/15/2018																																						
92343V-BH-6	VERIZON COMMUNICATIONS				1	998,430	99.7210	997,210	1,000,000	998,339	0	0	409	0	0	0	0	MS	0	1,147	3,500	05/06/2013	11/02/2015																																						
928670-AJ-7	V																																																												

Schedule D - Part 2 - Section 1

NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	3 Codes		5 Number of Shares	6 Book / Adjusted Carrying Value	7 Rate per Share Used To Obtain Fair Value	8 Fair Value	9 Actual Cost	10 Dividends		12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase / (Decrease)	14 Change In Book / Adjusted Carrying Value			17 NAIC Market Indicator (a)	18 Date Acquired	
		3 Code	4 Foreign						10 Declared But Unpaid	11 Amount Received During Year			13 Unrealized Valuation Increase / (Decrease)	14 Current Year's Other-Than- Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13 - 14)			16 Total Foreign Exchange Change in B./A.C.V.
NONE																		
8799999	Total Common Stocks																	
8999999	Total Preferred and Common Stocks																	

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues _____, the total \$ value (included in Column 8) of all such issues \$ _____.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, in Receivership

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
912828-RV-4	US TREASURY N/B		12/03/2013	Under Ined		5,005,078	5,000,000	5,874
912828-RX-0	US TREASURY N/B		12/03/2013	Under Ined		5,039,453	5,000,000	18,665
0599999 - Bonds	U.S. Governments					10,044,531	10,000,000	24,539
313560-NV-1	FANNIE MAE		02/07/2013	Under Ined		3,661,410	3,650,000	6,590
3199999 - Bonds	U.S. Special Revenue					3,661,410	3,650,000	6,590
026660-L4-3	AMERICAN HONDA FINANCE 144A		05/06/2013	Under Ined		1,009,370	1,000,000	2,444
071813-AZ-2	BAXTER INTERNATIONAL INC		02/06/2013	Under Ined		1,037,590	1,000,000	17,778
084670-AV-0	BERKSHIRE HATHAWAY INC		08/26/2013	Under Ined		779,355	750,000	1,200
10138M-AH-8	BOTTLING GROUP LLC		02/06/2013	Under Ined		1,070,500	1,000,000	28,186
055650-BL-1	BP CAPITAL MARKETS PLC		02/06/2013	Under Ined		519,085	500,000	4,682
136069-ET-4	CANADIAN IMPERIAL BANK		08/26/2013	Under Ined		1,000,210	1,000,000	3,700
166764-AC-4	CHEVRON CORP		06/17/2013	Under Ined		155,000	155,000	0
194160-00-0	COLGATE-PALMOLIVE CO		02/12/2013	Under Ined		510,785	500,000	1,986
22160X-AD-7	COSTCO WHOLESALE CORP		02/06/2013	Under Ined		1,003,750	1,000,000	1,156
52457-BE-7	ELI LILLY & CO		05/29/2013	Under Ined		1,029,110	1,000,000	10,150
373334-JY-8	GEORGIA POWER COMPANY		08/23/2013	Under Ined		999,730	1,000,000	2,375
459200-HD-6	IBM CORP		08/23/2013	Under Ined		1,003,490	1,000,000	2,229
24422E-RK-7	JOHN DEERE CAPITAL CORP		02/06/2013	Under Ined		1,014,590	1,000,000	2,396
589337-AD-7	MERCK & CO, INC		05/29/2013	Under Ined		998,600	1,000,000	253
592176-AV-1	METLIFE GLOBAL FUNDING 144A		08/26/2013	Under Ined		406,532	400,000	1,133
637432-WP-7	NATIONAL RURAL UTIL COOP		05/29/2013	Under Ined		594,195	500,000	1,681
69371R-K3-9	PACCAR FINANCIAL CORP		02/06/2013	Under Ined		764,310	750,000	4,263
68371R-L4-6	PACCAR FINANCIAL CORP		05/09/2013	Under Ined		249,845	250,000	0
718172-A6-4	PHILIP MORRIS INTL INC		02/06/2013	Under Ined		803,730	750,000	20,625
74005P-AR-5	PRAXAIR INC		08/26/2013	Under Ined		1,065,130	1,000,000	19,142
742718-DM-8	PROCTER & GAMBLE CO		02/06/2013	Under Ined		1,062,880	1,000,000	17,111
767201-AF-3	RIO TINTO FINANCE PLC		02/06/2013	Under Ined		550,485	500,000	12,431
78403D-AD-2	SSA TOWER TRUST 144A		05/06/2013	Under Ined		765,974	760,000	1,162
857477-AK-9	STATE STREET CORP		05/08/2013	Under Ined		769,261	770,000	0
874060-AA-4	TAKEDA PHARMACEUTICAL 144A		08/26/2013	Under Ined		603,762	600,000	2,784
92343V-BH-6	VERIZON COMMUNICATIONS		05/06/2013	Under Ined		998,430	1,000,000	136
25466P-CU-8	WALT DISNEY COMPANY		02/06/2013	Under Ined		749,415	750,000	666
976656-08-2	WISC ELEC POWER		05/07/2013	Under Ined		1,084,340	950,000	26,224
3899999 - Bonds	Industrial and Miscellaneous (Unaffiliated)					22,509,453	21,885,000	183,912
8399997 - Subtotals	Bonds - Part 3					36,215,394	35,535,000	215,042
8399998 - Summary Item	From Part 5 for Bonds					0	0	0
8399999 - Subtotals	Bonds					36,215,394	35,535,000	215,042
8999998 - Summary Item	From Part 5 for Preferred Stocks					0	XXX	0
8999999 - Subtotals	Preferred Stocks					0	XXX	0
9799998 - Summary Item	From Part 5 for Common Stocks					0	XXX	0
9799999 - Subtotals	Common Stocks					0	XXX	0
9899999 - Subtotals	Preferred and Common Stocks					0	XXX	0
9999999 Totals						36,215,394	XXX	215,042

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

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	11	12	13	14			15	16	17	18	19	20	21
													Change in Book/Adjusted Carrying Value									
CUSIP Identification	Description	Principal	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 (Amortization)/Accretion	Current Year's Other-Temporary Impairment Recognized	Total Change in B/A C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B/A C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest/Stock Dividends Received During Year	Bond/Stock Received	Contractual Maturity Date	
36215K-TY-6	GNMA POOL #140154	1,000	12/15/2013	PRINCIPAL RECEIPT		1,000	1,000	1,178	1,125	0	(46)	0	(46)	0	1,080	0	0	0	0	57	03/15/2016	
36215N-3T-8	GNMA POOL #140410	644	12/15/2013	PRINCIPAL RECEIPT		644	644	659	659	0	(16)	0	(16)	0	644	0	0	0	0	35	03/15/2016	
36215N-3U-6	GNMA POOL #140411	926	12/15/2013	PRINCIPAL RECEIPT		926	926	962	962	0	(37)	0	(37)	0	926	0	0	0	0	50	04/15/2016	
36215V-1T-2	GNMA POOL #145526	1,298	12/15/2013	PRINCIPAL RECEIPT		1,298	1,298	1,416	1,352	0	(65)	0	(65)	0	1,298	0	0	0	0	59	02/15/2016	
36215V-1U-6	GNMA POOL #150419	817	12/15/2013	PRINCIPAL RECEIPT		817	817	855	855	0	(38)	0	(38)	0	817	0	0	0	0	45	02/15/2016	
36215V-ED-6	GNMA POOL #152332	6,000	12/15/2013	PRINCIPAL RECEIPT		6,000	6,000	6,994	6,524	0	(474)	0	(474)	0	6,000	0	0	0	0	75	03/15/2016	
36215V-P2-5	GNMA POOL #158041	1,364	12/15/2013	PRINCIPAL RECEIPT		1,364	1,364	1,468	1,391	0	(77)	0	(77)	0	1,364	0	0	0	0	45	02/15/2016	
36218K-ND-0	GNMA POOL #234458	3,651	12/15/2013	PRINCIPAL RECEIPT		3,651	3,651	3,985	3,800	0	(185)	0	(185)	0	3,651	0	0	0	0	75	04/15/2016	
36218S-2S-1	GNMA POOL #529284	347	12/15/2013	PRINCIPAL RECEIPT		347	347	379	358	0	(21)	0	(21)	0	347	0	0	0	0	19	11/15/2016	
36200A-SU-2	GNMA POOL #592804	1,603	12/15/2013	PRINCIPAL RECEIPT		1,603	1,603	1,652	1,668	0	(65)	0	(65)	0	1,603	0	0	0	0	37	06/15/2018	
36200A-SU-4	GNMA POOL #596883	14,290	12/15/2013	PRINCIPAL RECEIPT		14,290	14,290	14,730	14,330	0	(440)	0	(440)	0	14,290	0	0	0	0	25	06/15/2018	
36225A-RT-6	GNMA POOL #596888	13,990	12/15/2013	PRINCIPAL RECEIPT		13,990	13,990	13,802	13,853	0	(188)	0	(188)	0	13,990	0	0	0	0	25	06/15/2018	
36225B-RT-6	GNMA POOL #780178	34,081	12/15/2013	PRINCIPAL RECEIPT		34,081	34,081	36,304	36,304	0	(2,223)	0	(2,223)	0	34,081	0	0	0	0	172	06/15/2018	
053999-SF-4	GNMA POOL #909552	6,165	11/15/2013	PRINCIPAL RECEIPT		6,165	6,165	6,739	6,269	0	(570)	0	(570)	0	6,165	0	0	0	0	309	02/15/2016	
027441-AD-2	ALTERA CORP	86,950	11/07/2013	Unaff'd		86,950	86,065	91,893	89,950	0	(886)	0	(886)	0	86,065	0	0	(14,331)	0	3,509	05/15/2017	
026650-F3-2	AMERICAN HONDA FINANCE 144A	1,000,000	03/18/2013	MATURITY		1,000,000	1,000,000	1,009,910	1,008,981	0	(1,700)	0	(1,700)	0	1,000,000	0	0	(14,331)	0	17,403	03/18/2013	
037411-AU-9	APACHE CORP	750,000	09/15/2013	MATURITY		750,000	750,000	830,715	830,506	0	(2,506)	0	(2,506)	0	750,000	0	0	0	0	11,875	09/15/2013	
002068-BF-8	AT&T INC	973,977	11/18/2013	Unaff'd		973,977	970,000	968,318	968,318	0	325	0	325	0	970,000	0	5,334	5,334	0	45,000	06/01/2017	
05252A-AL-5	AUST & NZ BANKING GROUP 144A	440,000	01/11/2013	MATURITY		440,000	440,000	439,997	439,997	0	3	0	3	0	440,000	0	0	0	0	5,280	01/11/2013	
064149-B3-7	BANK OF NOVA SCOTIA	610,000	05/15/2013	MATURITY		610,000	610,000	628,239	610,216	0	(7,216)	0	(7,216)	0	610,000	0	0	0	0	14,488	12/17/2013	
084664-BD-2	BANKSHIRE HATHAWAY FIN	750,000	05/15/2013	MATURITY		750,000	750,000	801,938	760,443	0	(10,443)	0	(10,443)	0	750,000	0	0	0	0	17,250	05/15/2013	
085451-AA-6	BHP FINANCE SA LTD	125,000	04/15/2013	MATURITY		125,000	125,000	134,898	125,882	0	(882)	0	(882)	0	125,000	0	0	0	0	3,000	04/15/2013	
110122-AL-3	BRISTOL MYERS SQUIBB	500,000	08/15/2013	MATURITY		500,000	500,000	546,460	514,136	0	(14,136)	0	(14,136)	0	500,000	0	0	0	0	26,250	08/15/2013	
111320-AB-2	BROADCOM CORP	750,000	11/01/2013	MATURITY		750,000	750,000	753,345	751,140	0	(1,140)	0	(1,140)	0	750,000	0	0	0	0	24,750	11/01/2013	
129267-ED-0	CT GROUP INC	900,000	06/15/2013	MATURITY		900,000	900,000	961,472	907,384	0	(7,384)	0	(7,384)	0	900,000	0	0	0	0	500,000	04/11/2013	
233835-AW-7	DANHEINERCHRYSLER NA HLDS	500,000	11/15/2013	MATURITY		500,000	500,000	558,910	521,514	0	(21,514)	0	(21,514)	0	500,000	0	0	0	0	32,500	11/15/2013	
264426-AB-6	DUNE ENERGY CHIO INC	195,000	06/15/2013	MATURITY		195,000	195,000	184,995	184,995	0	0	0	0	0	195,000	0	0	0	0	2,048	06/15/2013	
569226-4D-4	GENERAL ELECTRIC CORP	1,000,000	09/15/2013	MATURITY		1,000,000	1,000,000	1,091,484	1,000,000	0	(91,484)	0	(91,484)	0	1,000,000	0	0	0	0	18,750	09/15/2013	
381416-0D-4	GOLDMAN SACHS GROUP INC	635,000	10/15/2013	MATURITY		635,000	635,000	1,099,555	950,702	0	(20,702)	0	(20,702)	0	635,000	0	0	0	0	48,825	10/15/2013	
057141-AB-1	GURUSY COMPANY	635,000	10/04/2013	MATURITY		635,000	635,000	534,562	534,562	0	0	0	0	0	635,000	0	0	0	0	15,081	10/04/2013	
427085-AD-1	HONEYWELL INTL	750,000	04/01/2013	MATURITY		750,000	750,000	821,965	771,395	0	(5,237)	0	(5,237)	0	750,000	0	0	0	0	12,500	04/01/2013	
435016-AF-6	HOMERELL INTERNATIONAL	500,000	03/07/2013	MATURITY		500,000	500,000	515,173	484,647	0	(21,569)	0	(21,569)	0	500,000	0	0	0	0	39,373	12/09/2013	
443284-AD-6	HSBC BANK PLC 144A	1,000,000	08/05/2013	MATURITY		1,000,000	1,000,000	995,970	989,178	0	(822)	0	(822)	0	1,000,000	0	0	0	0	8,125	08/05/2013	
46825H-6T-0	JP MORGAN CHASE	803,642	10/15/2013	Unaff'd		803,642	803,642	829,311	819,784	0	(3,473)	0	(3,473)	0	803,642	0	0	0	0	52,650	10/15/2013	
59158R-AZ-1	MICROSOFT CORP	1,000,000	08/05/2013	MATURITY		1,000,000	1,000,000	1,012,963	1,003,473	0	(9,490)	0	(9,490)	0	1,000,000	0	0	0	0	11,707	08/06/2013	
66989H-AB-4	NOVARTIS CAPITAL CORP	995,000	09/27/2013	MATURITY		995,000	995,000	983,356	994,591	0	409	0	409	0	995,000	0	0	0	0	7,706	09/27/2013	
674589-CA-1	OCCIDENTAL PETROLEUM COR	750,000	04/24/2013	MATURITY		750,000	750,000	768,533	753,290	0	(3,240)	0	(3,240)	0	750,000	0	0	0	0	7,225	04/24/2013	
68388X-AD-7	ORACLE CORP	1,000,000	12/13/2013	MATURITY		1,000,000	1,000,000	1,014,410	1,005,894	0	(8,516)	0	(8,516)	0	1,000,000	0	0	0	0	4,500	12/13/2013	
74005P-AX-2	PRAXAIR INC	630,000	04/15/2013	MATURITY		630,000	630,000	807,615	759,553	0	(9,553)	0	(9,553)	0	630,000	0	0	0	0	6,563	04/15/2013	
771196-AQ-5	ROYAL HLDS INC 144A	500,000	06/14/2013	MATURITY		500,000	500,000	629,244	629,897	0	103	0	103	0	500,000	0	0	0	0	6,684	06/14/2013	
78008H-A9-6	ROYAL BANK OF CANADA	500,000	03/21/2013	Unaff'd		500,000	500,000	550,555	522,627	0	(27,928)	0	(27,928)	0	500,000	0	0	0	0	10,500	03/21/2013	
822582-AL-6	SHELL INTERNATIONAL FIN	750,000	07/29/2013	MATURITY		750,000	750,000	767,325	752,396	0	(4,964)	0	(4,964)	0	750,000	0	0	0	0	10,500	07/29/2013	
871829-AP-2	SYSCO CORPORATION	840,000	02/11/2013	Unaff'd		840,000	840,000	834,220	835,323	0	1,103	0	1,103	0	840,000	0	0	0	0	3,684	02/11/2013	
87612E-AM-8	TARGET CORP	875,000	06/15/2013	MATURITY		875,000	875,000	937,378	886,188	0	(51,188)	0	(51,188)	0	875,000	0	0	0	0	796	06/15/2013	
191216-AN-0	THE COCA-COLA CO	625,000	11/15/2013	MATURITY		625,000	625,000	624,706	624,706	0	86	0	86	0	625,000	0	0	0	0	17,500	11/15/2013	
884903-BA-2	THOMSON REUTERS CORP	292,000	07/15/2013	MATURITY		292,000	292,000	303,663	299,172	0	(4,488)	0	(4,488)	0	292,000	0	0	0	0	4,668	07/15/2013	
92343V-AD-7	VERIZON COMMUNICATIONS	119,576	03/08/2013	MATURITY		119,576	119,576	224,665	209,050	0	(1,666)	0	(1,666)	0	119,576	0	0	0	0	17,374	07/15/2013	
83114Z-CX-1	WAL MART STORES INC	1,000,000	10/25/2013	MATURITY		1,000,000	1,000,000	999,570	999,570	0	943	0	943	0	1,000,000	0	0	0	0	7,225	10/25/2013	
256874-W-6	WALT DISNEY COMPANY	25,354,292	10/01/2013	Unaff'd		25,354,292	25,000,000	27,240,989	25,567,199	0	(6,715)	0	(6,715)	0	25,000,000	0	0	184	0			

Schedule D - Part 5

NONE

Schedule D - Part 6 - Section 1

NONE

Schedule D - Part 6 - Section 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE HOW INSURANCE COMPANY, A RISK RETENTION GROUP, In Receivership

SCHEDULE DA - PART 1

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

1 CUSIP Identification	2 Description	3 Codes		5 Date Acquired	6 Name of Vendor	7 Maturity Date	8 Book/ Adjusted Carrying Value	9 Unrealized Valuation Increase/ (Decrease)	10 Current Year's (Amortization) / Accretion	11 Current Year's Other-Than-Temporary Impairment Recognized	12 Total Foreign Exchange Change in B./A.C.V.	13 Par Value	14 Actual Cost	15 Amount Due And Accrued Current Year On Bond Not In Default	16 Non-Admitted Due and Accrued	17 Rate of Interest	18 Effective Rate of	19 When Paid	20 Amount Received During Year	21 Paid for Accrued Interest
		3	4																	
3299999	SSA Prime Money Market			01/01/2013		01/01/2014	4,802,941					4,802,941	4,802,941			XX	XX	XX	4,802,941	
3299999	Industrial and Misc(Laneous - Issuer Obligations						4,802,941					4,802,941	4,802,941			XX	XX	XX	4,802,941	
3299999	Subtotals - Industrial and Misc(Laneous (Unaffiliated)						4,802,941					4,802,941	4,802,941			XX	XX	XX	4,802,941	
7799999	Subtotals - Issuer Obligations						4,802,941					4,802,941	4,802,941			XX	XX	XX	4,802,941	
8399999	Subtotals - Bonds						4,802,941					4,802,941	4,802,941			XX	XX	XX	4,802,941	
9199999	Totals						4,802,941	0	0	0	0	XX	4,802,941	0	0	XX	XX	XX	4,802,941	0

Schedule DB - Part A - Section 1

NONE

Sch. DB - Pt. A - Sn. 1 - Footnote (a)

NONE

Schedule DB - Part A - Section 2

NONE

Sch. DB - Pt. A - Sn. 2 - Footnote (a)

NONE

Schedule DB - Part B - Section 1- Future

NONE

Sch. DB - Pt. B - Sn. 1 - Footnotes

NONE

Schedule DB - Part B - Section 2- Future

NONE

Sch. DB - Pt. B - Sn. 2 - Footnotes

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

Schedule DB - Part D - Section 2 [Cont.]

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

Schedule E - Part 2 - Cash Equivalents

NONE

Schedule E - Part 3

NONE

Exhibit A: Scope

<u>Loss Reserves:</u>	<u>Amount</u>
1. Reserve for Unpaid Losses (Liabilities, Surplus, and Other Funds page, Line 1)	\$7,000
2. Reserve for Unpaid Loss Adjustment Expenses (Liabilities, Surplus and Other Funds page, Line 3)	\$1,516,000
3C. Reserve of Unpaid Losses – Direct and Assumed (Schedule P, Part 1, Totals from Cols. 13 and 15)	\$7,000
4. Reserve for Unpaid Loss Adjustment Expenses – Direct and Assumed (Schedule P, Part 1, Totals from Cols. 17, 19 and 21)	\$1,516,000
5. The Page 3 write-in item reserve, “Retroactive Reinsurance Reserved Assumed”	\$0
6. Other Loss Reserve items on which the Appointed Actuary is expressing an Opinion (list separately)	\$0
<u>Premium Reserves:</u>	<u>Amount</u>
7. Reserve for Direct and Assumed Unearned Premiums for Long Duration Contracts	\$0
8. Reserve for Net Unearned Premiums for Long Duration Contracts	\$0
9. Other Premium Reserve items on which the Appointed Actuary is expressing an Opinion (list separately)	\$0