

MOODY'S BANK & FINANCE MANUAL

BANKS—INSURANCE AND FINANCE COMPANIES
INVESTMENT TRUSTS—REAL ESTATE

AMERICAN and FOREIGN

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NATIONAL INDEMNITY CO.
(Omaha, Neb.)

Incorporated in Nebraska Apr. 26, 1910; commenced business, May 1, 1910.
Types of insurance written: Workmen's compensation, auto liability, auto property damage, auto physical damage, liability and property damage other than auto, surety, glass, burglary and theft, and auto medical payments.
Operates in Ala., Ariz., Ark., Calif., Colo., Conn., Del., D. of C., Fla., Ga., Ida., Ill., Ind., Ia., Kans., Ky., La., Md., Mich., Minn., Mo., Mont., Neb., Nev., N. M., N. C., N. D., Ohio, Okla., Ore., S. C., S. D., Tenn., Tex., Utah, Va., Wash., W. Va., and Wyo.; also in Alaska; and also qualified before U. S. Treasury Dept.
Officers: J. D. Ringwalt, Pres.; Phillip Liesche, Vice-Pres.; A. Welsch, Sec.; Q. M. Breunig, Treas.
Directors: J. D. Ringwalt, Phillip Liesche, Q. M. Breunig, A. Welsch, D. J. Gross.
Home Office: 2021 Harney St., Omaha 2, Nebr.

Net Premiums Written, year ended Dec. 31, 1955:

| | |
|------------------------|--------------------|
| Workmen's compensation | \$9,422 |
| Auto liability | 757,301 |
| Other liability | 185,576 |
| Auto property damage | 433,000 |
| Auto physical damage | 697,363 |
| Other property damage | 17,362 |
| Surety | 3,420 |
| Glass | 1,600 |
| Burglary & theft | 816 |
| Auto medical payments | 2,750 |
| Other | 4 |
| Total | \$2,019,212 |

Net Premiums In Force, as of Dec. 31, 1955:

| | |
|------------------------|---------|
| Workmen's compensation | \$3,167 |
| Auto liability | 491,369 |
| Other liability | 151,851 |
| Auto property damage | 279,168 |
| Auto physical damage | 579,600 |
| Other property damage | 13,900 |

| | |
|-----------------------|--------------------|
| Surety | 3,329 |
| Glass | 1,411 |
| Burglary & theft | 888 |
| Auto medical payments | 2,554 |
| Total | \$1,527,270 |

Income Account, year ended Dec. 31, 1955:

| | |
|--------------------------------|------------------|
| Net premiums written | \$2,019,212 |
| Unearned premium reserve | dr 14,192 |
| Premiums earned | 2,005,020 |
| Losses incurred | 1,191,490 |
| Underwriting expenses | 711,596 |
| Gain from underwriting | 93,931 |
| Underwriting p. & l. items | dr 952 |
| Combined gain | 97,952 |
| Net interest and rents | 130,729 |
| Realized gain on invest. (net) | 98,830 |
| Total income | 327,511 |
| Income taxes | 122,931 |
| Net income | 204,580 |
| Gain in value on invest. (net) | 12,517 |
| Balance | 3,217,121 |

Earned per share:

| | |
|---------------------------------|---------------|
| Ret. inc. taxes | \$3.12 |
| After inc. taxes | 1.19 |
| Number of shares | 75,600 |
| Loss ratio | 59.57% |
| Expense ratio | 35.21% |
| *Paid \$250,000 stock dividend. | |

Assets and Liabilities, as of Dec. 31, 1955:

| | |
|----------------------------------|--------------------|
| Assets: | |
| Real estate (book value) | \$318,024 |
| Bonds (book value) | 2,108,596 |
| Stocks (book value) | 1,259,937 |
| Cash | 689,569 |
| Agent's balances | 268,006 |
| Other ledger assets | 15,028 |
| Int. & rents due & accrd. | 17,615 |
| Mkt. val. of stks. over bk. val. | 172,384 |
| Gross assets | 4,907,750 |
| Non-admitted assets | 1,298 |
| Admitted assets | \$1,903,452 |
| Liabilities: | |
| Losses | \$1,137,226 |
| Loss adjustment expense | 209,957 |
| Other expenses | 12,976 |
| Taxes, fees, etc. | 170,463 |

| | |
|-------------------------------|------------------|
| Unearned premiums | 875,807 |
| Reinsurance treaty funds | 731,877 |
| Unauthorized reinsurance | 16,701 |
| Other reserves | 48,774 |
| Other liabilities | 159,358 |
| Policyholders surplus: | |
| Capital stock | 750,000 |
| Surplus | 790,361 |
| Total | 1,540,361 |

Total \$1,903,452

(L) Liquidating value per share \$25.43

(S) Special requirement. Represents additional policyholders surplus funds.

(R) Represents excess of bodily injury liability and compensation statutory and voluntary reserves over case basis and loss expense reserves.

(U) Includes unauthorized reinsurance.

Summary of Total Admitted Assets, Dec. 31, 1955 (in thousand dollars):

| | Carry. Value | Mkt. Val. | |
|-------------------|--------------|--------------|--------------|
| Cash | 699 | 689 | 13.9 |
| Real estate | 336 | 318 | 7.8 |
| U. S. Govt. bds. | 1,039 | 1,029 | 20.6 |
| Can. Govt. bds. | 20 | 19 | 0.1 |
| St. & mun. bds. | 381 | 383 | 7.8 |
| R.R. bonds | 82 | 81 | 1.6 |
| P. U. bonds | 67 | 66 | 1.3 |
| Misc. bonds | 539 | 529 | 11.0 |
| R.R. com. stks. | 41 | 55 | 1.1 |
| P. U. pfd. stks. | 280 | 295 | 6.0 |
| P. U. com. stks. | 82 | 102 | 2.1 |
| Bank stocks | 33 | 31 | 1.0 |
| Insur. stocks | 105 | 143 | 2.9 |
| Misc. pfd. stks. | 374 | 399 | 8.1 |
| Misc. com. stks. | 336 | 388 | 7.8 |
| Misc. adm. assets | 1,326 | 326 | 6.6 |
| Total | 4,781 | 4,903 | 100.0 |

(C) Carrying value.

Capital Stock: Authorized, \$750,000; outstanding, \$750,000; par \$10 (changed from par \$100 Feb. 15, 1955, ten \$10 shares issued for each \$100 share).

Dividends paid: 1955, 50% in stock; 1954 and prior years, not reported.

NATIONAL UNION FIRE INSURANCE CO. OF PITTSBURGH

Incorporated in Pennsylvania, Feb. 14, 1901.
Types of insurance written: Company and affiliates write practically every form of insurance except life.
Operates in all states; also authorized in Dist. of Col., Canada, Hawaii, Belgium, Canal Zone, Cuba, France, Germany, Great Britain, Guam, Haiti, Holland, Honduras, Hong Kong, Indonesia, Italy, Malaya, Netherlands West Indies, Netherlands Gulana, North Borneo, Sarawak, Panama, Philippine Islands, Puerto Rico, Singapore, Tahiti, Thailand, Venezuela Virgin Islands and Trinidad.
Subsidiaries:
Company: Shares Held Carry. Val. Dec. 31, '55
(B) Birmingham Fire Ins. Co. of Pa. 19,973 \$3,795,940
(E) National Union Indemnity Co. 39,982 3,305,372
See appended statements.
Officers: W. A. Rattelman, Pres.; R. F. Miller, Ralph Newman, P. M. Simmerman, Vice-Pres.; William MacLean, Vice-Pres. and Treas.; J. W. Hitchens, Sec.
Directors (showing principal corporate and banking connections):
J. A. Byerly—
A. B. Craig—Pres., Charterers Oil Co.
Roy A. Hunt—Chmn., Excc. Comm., Aluminum Co. of Amer.
A. C. Robinson—Banker
Wm. T. Kilborn—Pres. Flannery Mfg. Co.

Charles Lockhart—Vice-Pres., Lockhart Iron & Steel Co.
W. M. Robinson—Read, Smith, Shaw & McClay, Attorneys.
D. F. Jones, 3rd—Vice-Pres., Jones & Laughlin Steel Corp.
W. F. Knox—Moorhead & Knox, Attorneys.
F. R. Denton—Vice-Chair., Mellon National Bank & Trust Co.
Thomas I. Orr—Retired Banker.
G. A. Price—Pres., Westinghouse Electric & Mfg. Co.
A. B. Brushaber—Vice-Pres., First Boston Corp.
William MacLean—Vice-Pres. and Treas.
W. A. Rattelman—President
R. F. Miller—Vice-President
Ralph Newman—Vice-President
D. G. Hill—
W. F. Rockwell, Jr.—Pres. and Dir., Rockwell Mfg. Co.
Annual Meeting: Second Monday in Apr.
No. of Stockholders: Dec. 31, 1954, 3,200.
No. of Employees: Dec. 31, 1954, 865.
Home Office: 139 University Place, Pittsburgh 13, Pa.

Comparative Statistics (in thousand \$):

| | Net Premiums Writ. | Adm. In Force | Policy Assets | hldrs. Surp. | Vol. Res. |
|---------|--------------------|---------------|---------------|--------------|-----------|
| 1927... | 13,230 | 19,825 | 18,926 | 6,182 | .... |
| 1930... | 13,637 | 23,001 | 22,387 | 7,874 | .... |
| 1935... | 6,109 | 11,841 | 15,259 | 6,418 | 500 |

| | Net Premiums Writ. | Adm. In Force | Policy Assets | hldrs. Surp. | Vol. Res. |
|---------|--------------------|---------------|---------------|--------------|-----------|
| 1940... | 9,384 | 15,660 | 17,937 | 8,306 | 1,000 |
| 1945... | 12,533 | 23,460 | 26,954 | 8,650 | 1,040 |
| 1950... | 24,259 | 45,912 | 48,927 | 14,741 | 2,741 |
| 1955... | 31,133 | 55,608 | 73,212 | 30,971 | .... |

(E) Consolidated Earnings and Liquidating Value per Share (in \$):

| | Und. Gain | Int. etc. | Prem. Res. | Total | Liquid. Value Dec. 31 |
|---------|-----------|-----------|------------|-------|-----------------------|
| 1945... | d 3.96 | 11.52 | 7.13 | 14.69 | 262.57 |
| 1946... | d 18.42 | 10.81 | 23.81 | 46.20 | 252.98 |
| 1947... | d 3.47 | 1.82 | 3.85 | 6.20 | 156.04 |
| 1948... | 1.84 | 2.31 | 1.63 | 5.78 | 153.18 |
| 1949... | 4.63 | 2.65 | 1.92 | 9.25 | 160.37 |
| 1950... | 1.43 | 3.09 | 1.72 | 6.24 | 164.87 |
| 1951... | 1.04 | 3.18 | 2.02 | 6.24 | 163.97 |
| 1952... | 0.66 | 3.55 | 2.80 | 6.24 | 172.27 |
| 1953... | 1.32 | 3.97 | 0.67 | 5.96 | 176.87 |
| 1954... | 0.02 | 3.13 | 0.80 | 3.95 | 170.01 |
| 1955... | d 1.14 | 3.47 | 0.80 | 3.13 | 175.95 |

(D) 1950 and prior years exclude National Union Indemnity Co.
(C) Before income taxes; after such taxes, earned per share would be (in \$):
1945... 13.35 1946... 15.74 1947... 2.20
1948... 4.90 1949... 6.48 1950... 5.03
1951... 5.47 1952... 5.79 1953... 4.66
1954... 3.59 1955... 2.97

(I) Includes unauthorized reinsurance funds.
Number of shares: 1955-51, 600,000; 1953-47, 400,000; prior years, 55,000.

NET PREMIUMS WRITTEN, YEARS ENDED DEC. 31
(National Union Fire Insurance Co. only)

| | 1955 | 1954 | 1953 | 1952 |
|--------------------------|---------------------|---------------------|---------------------|---------------------|
| Fire | \$13,016,676 | \$13,670,187 | \$12,783,917 | \$14,937,172 |
| Extended coverage | 4,247,514 | 4,016,339 | 3,593,939 | 3,844,717 |
| (Other allied lines) | 159,039 | 116,731 | 191,603 | 263,501 |
| Ocean marine | 1,035,612 | 1,010,443 | 1,023,457 | 1,721,140 |
| Earthquake | 60,897 | 47,820 | 65,979 | 105,816 |
| Inland marine | 3,208,004 | 3,179,318 | 3,115,741 | 2,967,900 |
| Hail | 496,818 | 372,850 | 315,876 | 238,540 |
| Aircraft physical damage | 122,605 | 133,061 | 230,465 | 201,741 |
| Accident | 162 | 154 | 2,850 | 10,793 |
| Workmen's compensation | 181,397 | 377,260 | 443,015 | 267,426 |
| Other liability | 501,951 | 411,230 | 464,916 | 55,553 |
| Auto liability | 1,762,991 | 1,374,910 | 1,660,671 | 461,274 |
| Auto property damage | 1,132,315 | 897,152 | 1,036,417 | 146,310 |
| Auto physical damage | 3,287,727 | 3,052,159 | 3,069,342 | 4,003,022 |
| Other property damage | 91,691 | 70,017 | 70,331 | 24,233 |
| Surety | 212,115 | 181,569 | 195,837 | 2,303 |
| Burglary & theft | 163,824 | 114,106 | 159,433 | 18,939 |
| Fidelity | 49,210 | 46,665 | 31,571 | .... |
| Glass | 71,052 | 60,917 | 77,733 | .... |
| Home owners | 787,162 | 155,354 | .... | .... |
| Comprehensive dwelling | .... | 76,660 | .... | .... |
| Multiple peril | 241,295 | .... | .... | .... |
| Other | 493 | 511 | 212 | 1,590 |
| Total | \$31,132,700 | \$29,433,519 | \$29,159,243 | \$29,911,035 |

(S) See footnote (S) under Net Premiums In Force below.

NET PREMIUMS IN FORCE, AS OF DEC. 31
(National Union Fire Insurance Co. only)

| | 1955 | 1954 | 1953 | 1952 |
|--------------------------|---------------------|---------------------|---------------------|---------------------|
| Fire | \$30,582,000 | \$31,756,475 | \$31,151,809 | \$30,718,350 |
| Extended coverage | 16,501,813 | 10,160,471 | 9,000,299 | 9,282,207 |
| (Other allied lines) | 271,893 | 407,011 | 103,921 | 420,159 |
| Ocean marine | 885,961 | 356,214 | 458,529 | 511,373 |
| Earthquake | 192,475 | 134,814 | 141,267 | 143,182 |
| Inland marine | 1,337,015 | 4,411,479 | 4,251,405 | 3,991,078 |
| Aircraft physical damage | 81,255 | 108,923 | 141,097 | 203,670 |
| Accident | 101 | 76 | 30 | 10,717 |
| Workmen's compensation | 312,299 | 212,185 | 127,021 | 170,911 |
| Other liability | 755,945 | 589,351 | 418,178 | 40,375 |
| Auto liability | 1,711,850 | 1,332,592 | 1,103,314 | 852,753 |
| Auto property damage | 1,101,347 | 868,858 | 717,055 | 128,101 |
| Auto physical damage | 7,532,929 | 3,537,363 | 4,172,063 | 4,551,843 |
| Other property damage | 85,861 | 59,913 | 35,053 | 16,211 |
| Surety | 251,615 | 212,742 | 145,019 | 4,432 |
| Burglary & theft | 229,511 | 171,912 | 145,785 | 21,725 |
| Fidelity | 61,082 | 62,355 | 32,861 | ----- |
| Glass | 77,151 | 65,767 | 55,036 | ----- |
| Home owners | 810,086 | 138,865 | ----- | ----- |
| Comprehensive dwelling | ----- | 76,235 | ----- | ----- |
| Multiple peril | 101,020 | ----- | 212 | 2,053 |
| Other | 500 | 492 | ----- | ----- |
| Total | \$55,008,326 | \$54,092,201 | \$53,163,238 | \$50,613,500 |

Includes tornado, windstorm and hail (except growing crops), sprinkler and water damage, explosion, riot and civil commotion, flood, rain, and damage by aircraft and vehicle.

UNDERWRITING AND INVESTMENT RESULTS, YEARS ENDED DEC. 31
(National Union Fire Insurance Co. only)

| | 1955 | 1954 | 1953 | 1952 | 1951 | 1950 | 1949 |
|-----------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Net premiums written | \$31,132,769 | \$29,133,519 | \$29,153,213 | \$29,911,085 | \$25,801,528 | \$24,259,397 | \$22,050,513 |
| Unearned premiums reserved | dr 658,263 | dr 651,018 | dr 237,110 | dr 2,225,725 | dr 672,911 | dr 1,029,618 | dr 1,501,321 |
| Premiums earned | 29,474,506 | 28,482,501 | 28,916,103 | 27,685,360 | 25,128,617 | 22,629,779 | 20,549,192 |
| Losses incurred | 17,822,901 | 16,450,310 | 16,741,568 | 15,498,042 | 13,551,217 | 12,077,839 | 9,514,237 |
| Underwriting expenses | 17,031,875 | 12,132,756 | 11,022,570 | 12,070,089 | 10,562,356 | 10,001,159 | 9,025,327 |
| Gain from underwriting | dr 438,130 | 136,431 | 551,922 | 216,619 | 1,014,911 | 550,670 | 2,009,628 |
| Underwrit. p. & l. items | dr 3,256 | cr 1,821 | dr 3,217 | dr 993 | dr 2,933 | dr 3,795 | dr 121,503 |
| Combined gain | dr 434,874 | 134,610 | 548,705 | 215,626 | 1,011,978 | 546,875 | 1,888,125 |
| Gross interest & rents | 1,879,667 | 1,726,201 | 1,450,029 | 1,377,725 | 1,294,733 | Not stated | Not stated |
| Investment expense | 155,953 | 161,581 | 159,329 | 146,815 | 156,058 | ----- | ----- |
| Depreciation on real estate | 28,979 | 26,300 | 25,000 | 25,000 | ----- | ----- | ----- |
| Net interest & rents | 1,694,735 | 1,538,320 | 1,295,701 | 1,205,910 | 1,138,675 | 1,123,000 | 957,183 |
| Realized gain on invest. (net) | 890,525 | 65,356 | 145 | dr 41,838 | 33,807 | dr 35,949 | dr 7,120 |
| Total income | 1,585,210 | 1,741,006 | 1,877,021 | 1,319,028 | 2,164,510 | 1,633,935 | 2,865,169 |
| Income taxes | 160,321 | 207,056 | 487,197 | 183,450 | 333,316 | 449,935 | 1,031,611 |
| Net income | 1,424,889 | 1,533,950 | 1,389,824 | 1,191,218 | 1,831,194 | 1,184,000 | 1,780,578 |
| Gain in value of investment (net) | 2,511,859 | 4,655,852 | dr 116,205 | 833,893 | dr 605,159 | 550,205 | 753,092 |
| Dividends to stockholders | 1,200,000 | 1,100,000 | 800,000 | 720,000 | 610,000 | 620,000 | 550,000 |
| Balance | 3,100,008 | 5,120,462 | 474,218 | \$1,307,111 | \$606,134 | \$914,205 | \$2,008,670 |
| Loss ratio | 58.45% | 57.82% | 57.81% | 55.83% | 53.93% | 53.37% | 46.30% |
| Expense ratio | 42.03% | 41.22% | 40.14% | 40.11% | 40.91% | 41.23% | 40.93% |

CONSOLIDATED UNDERWRITING AND INVESTMENTS RESULTS, YEARS ENDED DEC. 31
(From report to stockholders)

| | 1955 | 1954 | 1953 | 1952 |
|------------------------------|--------------|--------------|--------------|--------------|
| Premiums written | \$35,421,286 | \$31,730,735 | \$35,788,934 | \$35,788,934 |
| Unearned premium reserve | dr 1,195,026 | dr 669,493 | dr 2,798,554 | dr 2,798,554 |
| Premiums earned | 34,226,260 | 31,061,242 | 32,990,380 | 32,990,380 |
| Losses incurred | 19,019,417 | 17,761,030 | 18,585,919 | 18,585,919 |
| Loss adjustment expense | ----- | 1,923,442 | ----- | ----- |
| Underwriting expense | 14,506,310 | 13,830,091 | 14,375,767 | 14,375,767 |
| Gain from underwriting | 9,870 | 531,589 | 25,000 | 25,000 |
| Gross interest and rents | 1,902,215 | 1,781,842 | 1,699,829 | 1,699,829 |
| Investment expense | 22,723 | 190,767 | 174,670 | 174,670 |
| Net interest and rents | 1,879,492 | 1,591,075 | 1,426,159 | 1,426,159 |
| Securities sold | cr 76,516 | dr 6,112 | cr 287 | cr 287 |
| Investment income | 1,956,008 | 1,584,963 | 1,426,116 | 1,426,116 |
| Operating income | 1,955,938 | 2,116,782 | 1,432,136 | 1,432,136 |
| Federal income tax | 275,000 | 565,000 | 300,000 | 300,000 |
| Net income | 1,680,938 | 1,549,782 | 1,132,136 | 1,132,136 |
| Surplus, Jan. 1 | 15,089,497 | 14,573,789 | 13,292,893 | 13,292,893 |
| Gain in value of investments | 4,422,785 | dr 313,785 | 860,017 | 860,017 |
| Dividends paid | 1,100,000 | 800,000 | 720,000 | 720,000 |
| Surplus paid-in | 4,831,832 | ----- | ----- | ----- |
| Other items | cr 183,463 | cr 110,721 | dr 11,197 | dr 11,197 |
| Surplus, Dec. 31 | 25,118,000 | 15,089,497 | 14,573,789 | 14,573,789 |
| Loss ratio | 57.32% | 57.84% | 56.21% | 56.21% |
| Expense ratio | 41.21% | 39.82% | 40.18% | 40.18% |

RECORD OF UNDERWRITING AND INVESTMENT RESULTS, YEARS ENDED DEC. 31
(National Union Fire Insurance Co. only)

| Year | Net Prens. Earn | Losses Incurred | Und. Exp. | Comb. Gain | Net Int. & Rents | Realizd. Invest. Gain | Other Income | Total Income | Income Taxes | Net Income | Gain in Val. of Invests. (Net) | Divs. to Stkholders | Balance | Loss Ratio | Exp. Ratio |
|------|-----------------|-----------------|-----------|------------|------------------|-----------------------|--------------|--------------|--------------|------------|--------------------------------|---------------------|----------|------------|------------|
| 1947 | 17,810 | 10,786 | 8,591 | dr 1,407 | 615 | 216 | ----- | dr 457 | 351 | dr 457 | dr 408 | 316 | dr 1,211 | 69.46% | 53.03% |
| 1948 | 20,163 | 10,093 | 8,618 | 753 | 869 | dr 61 | ----- | 895 | ----- | 151 | dr 280 | 569 | dr 386 | 59.48 | 39.91 |

COMPARATIVE ASSETS AND LIABILITIES, AS OF DEC. 31
(National Union Fire Insurance Co. only)

| | 1955 | 1954 | 1953 | 1952 | 1951 | 1950 | 1949 |
|-------------------------------|------------|------------|------------|------------|------------|------------|------------|
| ASSETS: | | | | | | | |
| Real estate (book value) | \$652,028 | \$157,000 | \$118,500 | \$150,000 | \$177,552 | \$512,417 | \$511,145 |
| Mortgage loans on real estate | ----- | ----- | ----- | 72,000 | 181,958 | 209,931 | 262,341 |
| Bonds (book value) | 30,257,913 | 29,318,259 | 25,287,451 | 23,882,034 | 22,793,075 | 22,719,815 | 20,933,635 |
| Stocks (book value) | 21,513,800 | 21,766,222 | 19,013,655 | 17,621,050 | 15,278,821 | 14,125,501 | 13,815,524 |
| Cash | 1,255,222 | 4,749,031 | 4,529,915 | 4,578,938 | 5,319,561 | 4,762,465 | 4,779,369 |
| Agents' balances | 4,824,372 | 4,530,121 | 4,110,778 | 4,711,611 | 4,247,505 | 3,320,372 | 3,497,002 |
| Bills receivable | 121,155 | 126,623 | 231,227 | 355,406 | 631,322 | 793,053 | 509,552 |
| Reinsurance on paid losses | 633,597 | 572,123 | 550,333 | 652,713 | 587,956 | 606,051 | 535,938 |
| Equity, A. I. U. A. | 1,631,595 | 1,459,539 | 1,574,930 | 1,193,421 | 1,811,208 | 1,846,603 | ----- |
| Subsidiary companies balances | 1,431,303 | 1,293,156 | 1,065,591 | ----- | ----- | ----- | ----- |
| Other ledger assets | 612,065 | 556,082 | 499,662 | 491,814 | 375,032 | 463,810 | 1,019,193 |

| | 1955 | 1954 | 1953 | 1952 | 1951 | 1950 | 1949 |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Interest & rents due & accrued..... | 203,614 | 157,500 | 127,012 | 128,851 | 134,025 | 152,918 | 97,172 |
| Market value of stocks over bk. val.... | 8,102,823 | 5,286,456 | 597,081 | 703,103 | ----- | 452,918 | 102,772 |
| Amor. value of bonds over book val..... | ----- | ----- | ----- | ----- | ----- | 111,474 | ----- |
| Other non-ledger assets..... | 0,765 | ----- | ----- | ----- | ----- | 1,375 | ----- |
| Gross assets | 73,939,114 | 70,329,112 | 59,149,171 | 51,859,204 | 51,848,859 | 49,928,301 | 46,099,244 |
| Non-admitted assets..... | 775,777 | 725,186 | 703,853 | 735,650 | (11,047,002) | 939,957 | 859,959 |
| (A) Total admitted assets | \$73,212,337 | \$69,602,927 | \$57,440,313 | \$51,122,554 | \$50,801,857 | (19,927,264) | \$15,209,285 |
| LIABILITIES: | | | | | | | |
| Losses..... | \$7,671,607 | \$7,232,568 | \$7,097,500 | \$5,774,020 | \$5,124,310 | \$4,931,473 | ----- |
| Loss adjustment expenses..... | 572,700 | 579,600 | 595,000 | 397,000 | 292,500 | 339,150 | ----- |
| Losses & claims unpaid..... | ----- | ----- | ----- | ----- | ----- | ----- | \$3,037,559 |
| Investigation expense, etc..... | ----- | ----- | ----- | ----- | ----- | ----- | 244,625 |
| Taxes accrued..... | ----- | ----- | ----- | ----- | ----- | ----- | 1,106,431 |
| Unearned premiums..... | 28,573,065 | 27,914,702 | 27,230,691 | 26,993,574 | 24,767,849 | 24,094,999 | 22,465,261 |
| Other expenses..... | 101,300 | 102,400 | 95,000 | 100,000 | 112,800 | 106,250 | 315,472 |
| Taxes, fees, etc..... | 806,625 | 1,001,499 | 1,261,500 | 933,527 | 1,095,000 | 1,935,188 | ----- |
| Commissions, etc..... | 100,000 | 168,000 | 170,000 | 180,000 | 210,000 | 285,000 | 117,325 |
| (B) Unauthorized reins..... | 814,637 | 591,919 | 818,810 | 833,574 | 645,635 | 477,363 | 559,106 |
| Reinsurance treaty funds..... | 3,255,719 | 3,641,337 | 3,019,951 | 2,223,801 | 3,148,605 | 2,867,506 | 2,334,842 |
| (C) Reserves..... | 110,571 | 133,312 | ----- | ----- | ----- | ----- | ----- |
| Other liabilities..... | 75,923 | 116,491 | 59,331 | 59,263 | 52,676 | 39,050 | 31,467 |
| Policyholders surplus: | | | | | | | |
| Voluntary reserve..... | ----- | ----- | 5,059,433 | 4,573,789 | 3,292,893 | 2,741,375 | 1,793,281 |
| Capital stock..... | 3,000,000 | 3,000,000 | 2,000,000 | 2,000,000 | 2,000,000 | 2,000,000 | 2,000,000 |
| (E) Surplus..... | 27,974,183 | 25,118,068 | 10,000,000 | 10,000,000 | 10,000,000 | 10,000,000 | 10,000,000 |
| Total | 30,974,183 | 28,118,068 | 17,059,498 | 16,513,789 | 15,292,893 | 14,741,375 | 13,793,287 |
| Total | \$73,212,337 | \$69,602,927 | \$57,440,313 | \$51,122,554 | \$50,801,857 | (19,927,264) | \$45,209,285 |

(A) Includes \$152,122 book value of stocks over market value.
 (B) 1952-49: On basis of Dec. 31 market quotations for all securities owned, total admitted assets and surplus would each be decreased by \$1,061,292 in 1952; \$155,305 in 1951 and increased by \$885,001 in 1950 and \$334,201 in 1949.
 (C) Special requirement. Represents additional policyholders surplus funds.
 (D) As reported.
 (E) 1950 figures not comparable with prior year due to changes in classification of accounts.
 (F) Represents excess of bodily injury liability and compensation statutory and voluntary reserves over case basis and loss expense reserves.
 Note: For method of valuing securities see under "Definitions" on page viii.

COMPARATIVE CONSOLIDATED BALANCE SHEET, AS OF DEC. 31
 (From report to stockholders)

| Assets: | 1951 | 1953 | 1952 |
|------------------------------------|---------------------|---------------------|---------------------|
| Cash..... | \$7,618,205 | \$8,814,153 | \$6,507,491 |
| U. S. Govt. bonds..... | 15,497,963 | 12,719,970 | 13,533,476 |
| Other bonds..... | 19,715,035 | 18,690,178 | 15,929,410 |
| Preferred stocks..... | 5,189,400 | 8,725,900 | 8,405,500 |
| Common stocks..... | 21,109,500 | 9,679,000 | 8,786,900 |
| Real estate..... | 457,000 | 448,300 | 459,596 |
| Agents' balances..... | 6,498,677 | 6,151,000 | 5,541,076 |
| Reinsurance recoverable..... | 572,123 | 550,302 | 651,191 |
| Accrued interest..... | 193,870 | 167,276 | 100,045 |
| Other admitted assets..... | 1,565,970 | 1,522,156 | 1,664,070 |
| Total | \$78,408,743 | \$65,501,235 | \$61,617,383 |
| Liabilities: | | | |
| Unearned premiums..... | \$33,231,788 | \$32,036,109 | \$31,306,695 |
| Losses & loss expense reserve..... | 9,309,200 | 9,050,000 | 7,938,881 |
| Taxes & expense reserve..... | 1,500,224 | 1,813,416 | 1,707,756 |
| Reinsurance treaty funds..... | 5,456,959 | 4,669,032 | 3,212,097 |
| (A) Unauthorized reinsurance..... | 742,526 | 848,190 | 848,162 |
| Capital stock..... | 3,000,000 | 2,000,000 | 2,000,000 |
| Surplus..... | 25,118,068 | 15,039,497 | 11,573,789 |
| Total | \$78,408,743 | \$65,501,235 | \$61,617,383 |

(A) Special requirement. Represents additional policyholders surplus funds.
 Summary of Total Admitted Assets, Dec. 31, 1955 (in thousand dollars):

| | Cost | Carry. Value | Mkt. Val. Amt. | % |
|------------------------|---------------|---------------|----------------|--------------|
| Cash..... | 4,255 | 4,255 | 4,255 | 5.8 |
| Real estate..... | 1,333 | 632 | 632 | 0.9 |
| U. S. Govt. bds..... | 9,543 | 9,455 | 9,032 | 12.4 |
| Can. Govt. bds..... | 251 | 251 | 215 | 0.3 |
| St. & mun. bds..... | 20,550 | 20,532 | 20,537 | 28.2 |
| Misc. bonds..... | 20 | 20 | 20 | --- |
| P. U. pfd. stks..... | 1,596 | 1,667 | 1,657 | 2.3 |
| P. U. com. stks..... | 6,457 | 7,881 | 7,881 | 10.8 |
| Bank stocks..... | 1,439 | 1,797 | 1,797 | 2.5 |
| Insur. stocks..... | 7,219 | 7,101 | 7,101 | 9.8 |
| Misc. pfd. stks..... | 683 | 707 | 707 | 1.0 |
| Misc. com. stks..... | 6,308 | 10,464 | 10,464 | 14.4 |
| Misc. adm. assets..... | 8,430 | 8,439 | 8,430 | 11.6 |
| Total | 68,144 | 73,212 | 72,788 | 100.0 |

 Carrying value.
 Capital Stock: Authorized, \$3,000,000; outstanding, \$3,000,000; par \$5 (changed from \$100 par in Dec., 1931, one \$50 par share issued for each \$100 par share; changed from \$50 par to \$20 par Aug. 4, 1932, share for share; changed from \$20 par to \$5 par Aug. 20, 1947, four \$5 shares issued for each \$20 share).
 Original capital stock was \$200,000; increased to \$500,000 in 1901; to \$750,000 in 1902; to \$1,000,000 in 1903; to \$1,000,000 in 1911; to \$1,300,000 in 1920; to \$1,500,000 in 1921; to \$2,000,000 in 1922; to \$2,800,000 in 1925; to \$3,500,000 in 1926; to \$4,000,000 in 1927; to \$5,000,000 May 9, 1929 and to \$5,500,000 in 1930; decreased to \$3,750,000 in Dec., 1931 by transfer of \$2,750,000 to surplus and to \$1,100,000 Aug. 4, 1932 when \$1,650,000 was transferred to surplus; increased to \$3,000,000 in 1947 and to \$3,000,000 Apr. 19, 1954 by subscription.
 Dividends (payments since 1900 follow):
 On \$100 par shares:
 1910-19 \$9.00 1914... \$1.00 1918... \$1.50
 1916... 9.00 1917-19 10.00 1920-30 12.00
 1931... 2.00
 No dividends paid on \$50 par shares.
 On \$20 par shares:
 1932-33 None 1934... 1.00 1935... 2.50
 1936-46 5.00 1947... 3.75
 On \$5 par shares:
 1947... 0.35 1918-49 1.40 1950... 1.44
 1951... 1.60 1952... 1.80 1953-55 2.00
 (A) 1956. 0.50
 (B) To Apr. 1.
 Price Range:
 High..... 51 1/4 50 45 42 3/4 38 1/2
 Low..... 42 35 33 37 33 1/4
 Transfer Agents: Mellon National Bank & Trust Co., Pittsburgh.
 Registrars: Fidelity Trust Co., Pittsburgh.
 Subscription Rights: Stockholders of record Aug. 25, 1947 had right to subscribe for 180,000 shares on basis of 9 shares for each 11 shares held. Rights expired Sept. 25, 1947.
 Stockholders of record Mar. 19, 1954 had right to subscribe for 200,000 shares at \$30 a share on basis of one share for each 2 shares held. Rights expired Apr. 19, 1954.

BIRMINGHAM FIRE INSURANCE CO. OF PENNSYLVANIA
 (Controlled by National Union Fire Insurance Co. of Pittsburgh)
 Incorporated in Pennsylvania, May 17, 1871, as Birmingham Fire Ins. Co.; name changed as above in May, 1927. In April, 1931, merged with American Founders Fire Insurance Co.
 Types of insurance written: Company and affiliates write practically every form of insurance except life.
 Authorized in all states except R. I. Also authorized in D. C., Hawaii, Netherlands W. Indies and N. Guinea.
 Officers: A. G. Kaufmann, Chairman; W. A. Rattelman, Pres.; Wm. MacLean, Exec. Vice-Pres. and Treas.; R. F. Miller, Ralph Newman, Paul Simmetman, Vice-Pres.; J. W. Hitchens, Sec.
 Directors: Ralph Newman, A. G. Kaufmann, W. A. Rattelman, A. B. Brushaber, Wm. MacLean, A. B. Craig, R. F. Miller.
 Annual Meeting: Last Wednesday in Apr.
 No. of Stockholders: Dec. 31, 1953, 9.
 No. of Employees: Dec. 31, 1950, 19.

Home Office: 139 University Place, Pittsburgh 13, Pa.
 Net Premium Volume:

| | Written In 1955 | In Force Dec. 31, 1955 |
|-------------------------|--------------------|------------------------|
| Fire..... | \$1,591,653 | \$3,681,651 |
| Extend. coverage..... | 519,329 | 1,265,610 |
| Other allied lines..... | 19,142 | 42,397 |
| Earthquake..... | 7,425 | 17,166 |
| Hall..... | 59,558 | ----- |
| Ocean marine..... | 127,454 | 46,429 |
| Aircraft..... | 14,850 | 10,223 |
| Other..... | 152,741 | 180,127 |
| Inland marine..... | 359,651 | 522,522 |
| Workmen's comp..... | 58,510 | 41,211 |
| Other liability..... | 10,938 | 10,315 |
| Auto liability..... | 213,339 | 209,861 |
| Auto prop. dam..... | 137,022 | 132,692 |
| Auto phys. dam..... | 595,692 | 425,654 |
| Other prop. dam..... | 11,092 | 91,077 |
| Multiple line..... | 29,071 | 19,761 |
| Total | \$3,790,966 | \$6,692,798 |

Income Account, years ended Dec. 31:
 1955..... \$3,790,966
 1954..... \$3,512,129
 Net prem. written..... \$3,790,966
 Unearn. prem. res. dr 119,359

| | | |
|---|-------------|-------------|
| Premiums earned..... | 3,671,607 | 3,422,560 |
| Losses incurred..... | 2,147,337 | 1,961,912 |
| Underwrit. exp..... | 1,592,507 | 1,459,631 |
| Gain fr. undwritg..... | dr 68,236 | 937 |
| Net int. & rents..... | 218,291 | 229,543 |
| Realized loss on invest. (net)..... | 27,602 | 6,722 |
| Total income..... | 152,456 | 223,898 |
| Income taxes..... | cr 5,881 | 11,097 |
| Net income..... | 158,337 | 212,721 |
| Gain in value of invest. (net)..... | 309,020 | 521,691 |
| Divs. to stkhldrs..... | 40,000 | 40,000 |
| Balance..... | 427,357 | 691,412 |
| Loss ratio..... | 58.45% | 57.32% |
| Expense ratio..... | 42.01% | 41.21% |
| Assets and Liabilities, as of Dec. 31: | | |
| Assets: | 1955 | 1954 |
| Bonds (bk. value)..... | \$1,673,179 | \$3,691,394 |
| Stocks (bk. value)..... | 2,627,641 | 2,461,012 |
| Cash..... | 1,508,720 | 1,832,306 |
| Agents' balances..... | 1,429,011 | 1,374,759 |
| Due parent..... | cr 477,634 | cr 574,621 |
| Other ledg. assets..... | 10,000 | 10,000 |