ANNUAL STATEMENT

OF THE

MidSouth Insurance Company

TO THE

Insurance Department

OF THE

STATE OF

Tennessee

FOR THE YEAR ENDED
DECEMBER 31, 2025

PROPERTY AND CASUALTY

2025

ASSETS

		Current Year 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	Prior Year 4 Net Admitted Assets
1.	Bonds (Schedule D)	20,958,714		20,958,714	24,217,763
2.	Stocks (Schedule D):				
	2.1 Preferred stocks	381,450		381,450	834,571
	2.2 Common stocks	0		0	0
3.	Mortgage loans on real estate (Schedule B):				
	3.1 First liens	817,075		817,075	833,157
	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 ($ 129,952 , Schedule E - Part 1), cash equivalents ($ 10,120,602 , Schedule E - Part 2) and short-term investments ($ 0 , Schedule DA)	10,250,554		10,250,554	8,228,429
6.	Contract loans (including $ premium notes)			0	0
7.	Derivatives (Schedule DB)			0	0
8.	Other invested assets (Schedule BA)			0	0
9.	Receivable for securities			0	0
10.	Securities lending reinvested collateral assets (Schedule DL)			0	0
11.	Aggregate write-ins for invested assets	0	0	0	0
12.	Subtotals, cash and invested assets (Lines 1 to 11)	32,407,793	0	32,407,793	34,113,920
13.	Title plants less $ charged off (for Title insurers only)			0	0
14.	Investment income due and accrued	176,935		176,935	212,975
15.	Premiums and considerations:				
	15.1 Uncollected premiums and agents' balances in the course of collection	4,090,958	921,655	3,169,303	3,808,796
	15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $ 360,441 earned but unbilled premiums)	360,441	36,044	324,397	433,515
	15.3 Accrued retrospective premiums ($) and contracts subject to redetermination ($)			0	0
16.	Reinsurance:				
	16.1 Amounts recoverable from reinsurers	176,865		176,865	178,751
	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	106,093		106,093	118,889
18.2	Net deferred tax asset	587,560	39,348	548,212	536,009
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	53,665	53,665	0	0
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	37,960,310	1,050,712	36,909,598	39,402,855
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28.	Total (Lines 26 and 27)	37,960,310	1,050,712	36,909,598	39,402,855
	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.	Prepaid Expenses	53,665	53,665	0	0
2502.	Rounding	0		0	0
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)	53,665	53,665	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Year	2 Prior Year
1.	Losses (Part 2A, Line 35, Column 8)	8,634,954	10,385,668
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)	2,021,197	3,464,331
4.	Commissions payable, contingent commissions and other similar charges	1,543,396	1,091,567
5.	Other expenses (excluding taxes, licenses and fees)	496,293	1,448,652
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	38,984	74,644
7.1	Current federal and foreign income taxes (including $ .... on realized capital gains (losses))		0
7.2	Net deferred tax liability		0
8.	Borrowed money $ .... and interest thereon $		0
9.	Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of $ 539,000 and including warranty reserves of $ .... and accrued accident and health experience rating refunds including $ 0 for medical loss ratio rebate per the Public Health Service Act)	3,858,806	4,073,196
10.	Advance premium	172,288	137,259
11.	Dividends declared and unpaid:		
	11.1 Stockholders		0
	11.2 Policyholders		0
12.	Ceded reinsurance premiums payable (net of ceding commissions)	(127,219)	228,000
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)	0	0
14.	Amounts withheld or retained by company for account of others	134,062	136,006
15.	Remittances and items not allocated		0
16.	Provision for reinsurance (including $ 0 certified) (Schedule F, Part 3, Column 78)	0	0
17.	Net adjustments in assets and liabilities due to foreign exchange rates		0
18.	Drafts outstanding		0
19.	Payable to parent, subsidiaries and affiliates	2,515,063	0
20.	Derivatives	0	0
21.	Payable for securities		0
22.	Payable for securities lending		0
23.	Liability for amounts held under uninsured plans		0
24.	Capital notes $ .... and interest thereon $		0
25.	Aggregate write-ins for liabilities	4,568,122	5,738,883
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25)	23,855,946	26,778,206
27.	Protected cell liabilities		0
28.	Total liabilities (Lines 26 and 27)	23,855,946	26,778,206
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
32.	Aggregate write-ins for other-than-special surplus funds	0	0
33.	Surplus notes	0	0
34.	Gross paid in and contributed surplus	8,471,264	8,471,264
35.	Unassigned funds (surplus)	3,582,388	3,153,006
36.	Less treasury stock, at cost:		
	36.1 .... shares common (value included in Line 30 $ ....)		0
	36.2 .... shares preferred (value included in Line 31 $ ....)		0
37.	Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	13,053,652	12,624,270
38.	TOTALS (Page 2, Line 28, Col. 3)	36,909,598	39,402,476
	DETAILS OF WRITE-INS		
2501.	Retroactive reinsurance reserves assumed (Note 23.F) - DCM	1,603,724	2,349,966
2502.	Retroactive reinsurance reserves assumed (Note 23.F) - HBATSIT	1,249,205	1,487,514
2503.	Retroactive reinsurance reserves assumed (Note 23.F) - TRBASIT	1,237,742	1,366,012
2598.	Summary of remaining write-ins for Line 25 from overflow page	477,451	535,391
2599.	Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	4,568,122	5,738,883
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

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	9,536,195	10,866,361
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	2,692,641	5,346,624
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	174,533	1,868,450
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	7,089,932	5,076,736
5. Aggregate write-ins for underwriting deductions	(40,266)	280,576
6. Total underwriting deductions (Lines 2 through 5)	9,916,840	12,572,386
7. Net income of protected cells		0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(380,645)	(1,706,025)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	959,646	886,643
10. Net realized capital gains (losses) less capital gains tax of $ (52,278) (Exhibit of Capital Gains (Losses))	(220,476)	797,247
11. Net investment gain (loss) (Lines 9 + 10)	739,170	1,683,890
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered $ amount charged off $ 269,272)	(269,272)	(381,383)
13. Finance and service charges not included in premiums		0
14. Aggregate write-ins for miscellaneous income	249,697	406,222
15. Total other income (Lines 12 through 14)	(19,575)	24,839
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	338,950	2,704
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)	338,950	2,704
19. Federal and foreign income taxes incurred	65,073	(152,431)
20. Net income (Line 18 minus Line 19)(to Line 22)	273,877	155,135
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	12,624,270	12,388,325
22. Net income (from Line 20)	273,877	155,135
23. Net transfers (to) from Protected Cell accounts		0
24. Change in net unrealized capital gains or (losses) less capital gains tax of $	266,344	(855,114)
25. Change in net unrealized foreign exchange capital gain (loss)		0
26. Change in net deferred income tax	5,243	657,037
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(116,082)	362,227
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		1,000,000
32.2 Transferred from surplus (stock dividend)		0
32.3 Transferred to surplus		0
33. Surplus adjustments:		
33.1 Paid in	0	(1,000,000)
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	(83,340)
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	429,382	235,945
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	13,053,652	12,624,270
DETAILS OF WRITE-INS		
0501. Premium deficiency expense	(40,266)	280,412
0502. Foreign capital gains tax		164
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)	(40,266)	280,576
1401. Gain(Loss) from development of retroactive reinsurance assumed (Note 22.F.) - DCM	186,716	299,376
1402. Gain(Loss) from development of retroactive reinsurance assumed (Note 22.F.) - TRBASIT	39,868	59,380
1403. Other Misc Income	14,456	28,027
1498. Summary of remaining write-ins for Line 14 from overflow page	8,657	19,439
1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above)	249,697	406,222
3701. Permanent Guaranty Capital Certificate - TRBASIT	0	(26,463)
3702. Permanent Guaranty Capital Certificate - HBATSIT	0	(56,877)
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	(83,340)

CASH FLOW

		1 Current Year	2 Prior Year
	Cash from Operations		
1.	Premiums collected net of reinsurance	9,646,099	10,624,505
2.	Net investment income	1,105,440	1,018,809
3.	Miscellaneous income	(19,575)	24,839
4.	Total (Lines 1 through 3)	10,731,964	11,668,153
5.	Benefit and loss related payments	4,441,469	4,928,341
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7.	Commissions, expenses paid and aggregate write-ins for deductions	6,688,460	5,663,396
8.	Dividends paid to policyholders	0	0
9.	Federal and foreign income taxes paid (recovered) net of $ tax on capital gains (losses)	(1)	0
10.	Total (Lines 5 through 9)	11,129,928	10,591,737
11.	Net cash from operations (Line 4 minus Line 10)	(397,964)	1,076,416
	Cash from Investments		
12.	Proceeds from investments sold, matured or repaid:		
	12.1 Bonds	3,341,915	1,045,000
	12.2 Stocks	452,081	2,887,465
	12.3 Mortgage loans	16,082	16,545
	12.4 Real estate	0	0
	12.5 Other invested assets	0	0
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0
	12.7 Miscellaneous proceeds	0	0
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	3,810,078	3,949,010
13.	Cost of investments acquired (long-term only exclude cash equivalents and short-term investments):		
	13.1 Bonds	197,988	0
	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)	197,988	0
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)	3,612,090	3,949,010
	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)	(1,192,000)	(629,660)
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(1,192,000)	(629,660)
	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)	2,022,125	4,395,766
19.	Cash, cash equivalents and short-term investments:		
	19.1 Beginning of year	8,228,429	3,832,663
	19.2 End of period (Line 18 plus Line 19.1)	10,250,554	8,228,429

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

20.0001.	Change in Retroactive Reinsurance (loss portfolio transfers)	(1,170,763)	(499,363)
20.0002.	Change in Permanent Guaranty Fund Certificate)	0	(83,341)
20.0003.	IRC 847 Deposit change in non-admitted	0	(38,625)
20.0004.	Change in prepaid/misc	(13,605)	(8,332)