



KINGSTONE

*P&C Insurance Company Capitalizing on Unique Niche
Market Opportunity to Achieve Profitable Growth*

Investor Presentation
March 2025

DISCLAIMER & FORWARD- LOOKING STATEMENTS

This presentation may contain “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. All statements, other than statements of historical facts, may be forward-looking statements. These statements are based on management’s current expectations and are subject to uncertainty and changes in circumstances. These statements involve risks and uncertainties that could cause actual results to differ materially from those included in forward-looking statements due to a variety of factors. For more details on factors that could affect expectations, see Part I, Item 1A of our Annual Report on Form 10-K for the year ended December 31, 2024, to be filed with the Securities and Exchange Commission.

Forward-looking statements involve known and unknown risks, uncertainties and other important factors that could cause our actual results, performance or achievements, or industry results, to differ materially from our expectations of future results, performance or achievements expressed or implied by these forward-looking statements. These forward-looking statements may not be realized due to a variety of factors. The risks and uncertainties include, without limitation, the following:

- the risk of significant losses from catastrophes and severe weather events;
- risks related to the lack of a financial strength rating from A.M. Best;
- risks related to limitations on the ability of our insurance subsidiary to pay dividends to us;
- adverse capital, credit and financial market conditions;
- risks related to volatility in net investment income;
- the unavailability of reinsurance at current levels and prices;
- the exposure to greater net insurance losses in the event of reduced reliance on reinsurance;
- the credit risk of our reinsurers;
- the inability to maintain the requisite amount of risk-based capital needed to grow our business;
- the effects of climate change on the frequency or severity of weather events and wildfires;
- risks related to the limited market area of our business;
- risks related to a concentration of business in a limited number of producers;
- legislative and regulatory changes, including changes in insurance laws and regulations and their application by our regulators;
- limitations with regard to our ability to pay dividends;
- the effects of competition in our market areas;
- our reliance on certain key personnel;
- risks related to security breaches or other attacks involving our computer systems or those of our vendors; and
- our reliance on information technology and information systems.

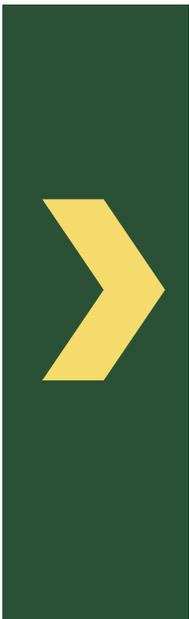
Kingstone undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required by law.

KINGSTONE OVERVIEW



Kingstone is a northeast regional property and casualty insurance holding company whose principal operating subsidiary is Kingstone Insurance Company (“KICO”).

KICO, a New York domiciled carrier writing business through 700+ licensed agents and brokers, is actively writing personal lines and commercial auto (livery physical damage only) insurance in New York.



Market Cap

\$184M

Stock Price*: \$14.27
Shares Outstanding*: 12,924,080

Core Direct Written Premium

+31%

Growth vs. FY2023

Policies-In-Force

78K

At December 31, 2024

Financial Strength Rating:

“A”

Demotech: “A, Excellent”

*Stock Price as of the close on March 12, 2025; Shares outstanding at December 31, 2024.

INVESTMENT HIGHLIGHTS

Strong Position in Niche Markets



- Focusing on core business growth in Downstate NY
 - Core represents 95% of total policies at 12/31/2024.
 - Ranked by S&P as the 12th largest homeowners insurer in NY in 2024 with a market share of 2.1%.

Low-cost, Highly-efficient Provider



- In-house underwriting, information technology, claims, customer service and actuarial functions.
- Enables greater control and efficiency.
- Scalable operations.

Unprecedented Market Opportunity



- Capitalizing on largest profitable growth opportunity in Company's history due to competitor withdrawal from New York State.
- Well-positioned for profitable growth.

Conservative Reinsurance Program



- Property Catastrophe Program.
- Quota Share Treaties.
- Per Risk, Excess of Loss (XOL) Treaties.

Core Business refers to the Company's New York policies.

BUSINESS OPERATIONS

2024 DIRECT PREMIUMS WRITTEN
OF \$242 MILLION

12TH LARGEST WRITER OF
HOMEOWNERS INSURANCE IN THE
STATE OF NEW YORK

FOUNDED IN 1886



Personal Lines



Livery Physical
Damage



Other

Personal lines: Largest line of business; consists of homeowners and dwelling fire multi-peril, cooperative/condominiums, renters, and personal umbrella policies.

Livery physical damage: For-hire vehicle physical damage only policies for livery and car service vehicles and taxicabs, primarily based in New York City. These policies insure only the physical damage portion of insurance for such vehicles, with no liability coverage included.

Other: Write canine legal liability policies and have a small participation in mandatory state joint underwriting associations.

As of December 31, 2024 – based on policies-in-force

CORE BUSINESS GROWTH



Kingstone refers to its New York business as its “Core Business”.

Downstate New York refers to NYC, Long Island and Westchester County.

Percentage of In-force Premium by County

County	12/31/2024
Suffolk	44.3%
Nassau	16.5%
Kings	14.0%
Queens	11.4%
Richmond	6.2%
Bronx	4.6%
New York	0.6%
Westchester	1.4%
Other	1.0%

STRATEGIC & PROFITABLE GROWTH

Underwriting Measures to Grow Profitability; We are...

Priced right;

Properly matching rate to risk;

Insuring all properties at their current replacement cost;

Effectively managing risk and protocols; and

Operating at a highly efficient expense structure.

I believe the current market changes present us with the greatest profitable growth opportunity that Kingstone has ever experienced!

- Meryl Golden, CEO

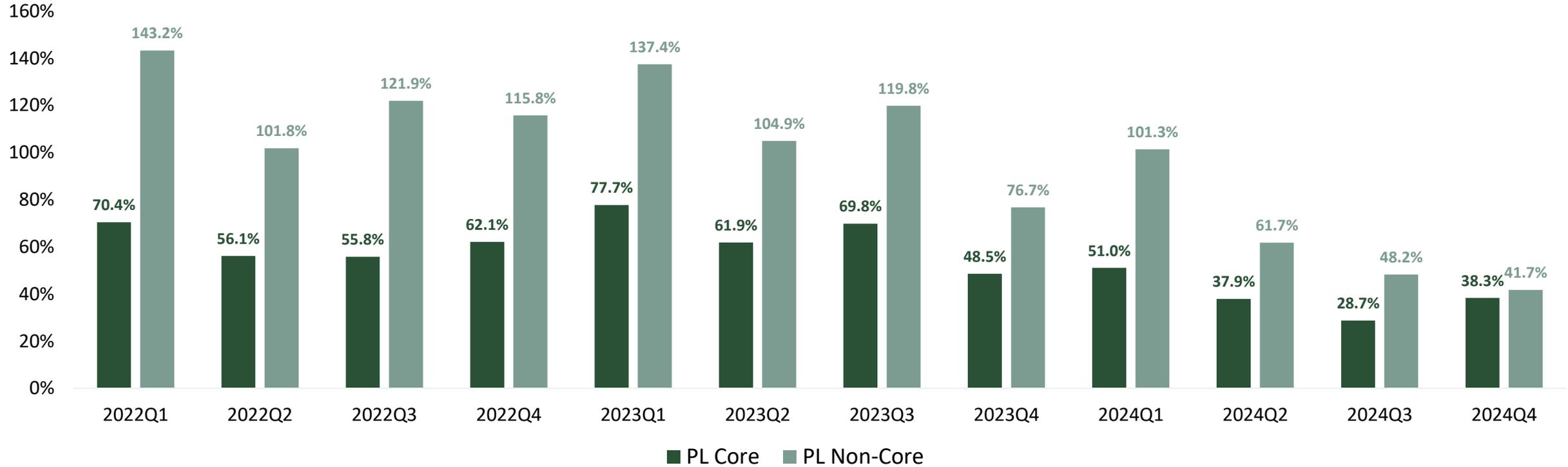
In July 2024, competing carriers exited New York State (or exited the personal property market nationwide), representing **>\$200M market opportunity** in Kingstone's "Core Business" footprint.

Core Business refers to the Company's New York policies.

CORE VS NON-CORE *PERSONAL LINES LOSS EXPERIENCE*

Core Business refers to the Company's New York policies.

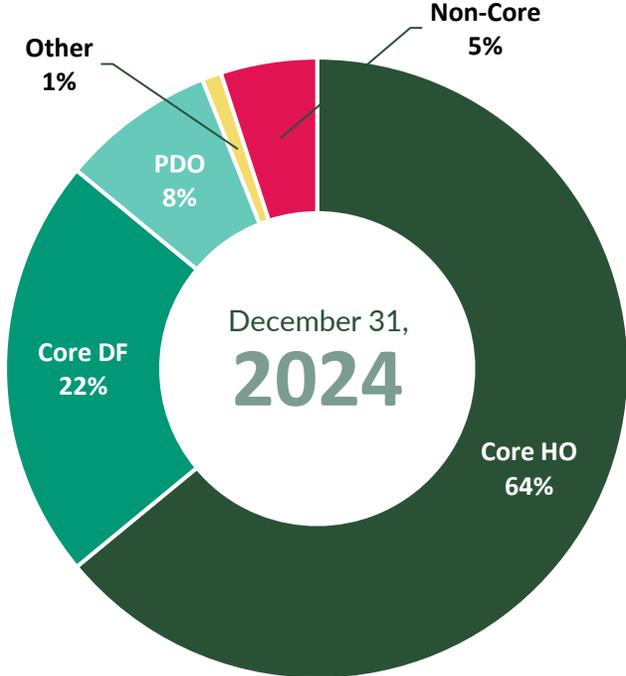
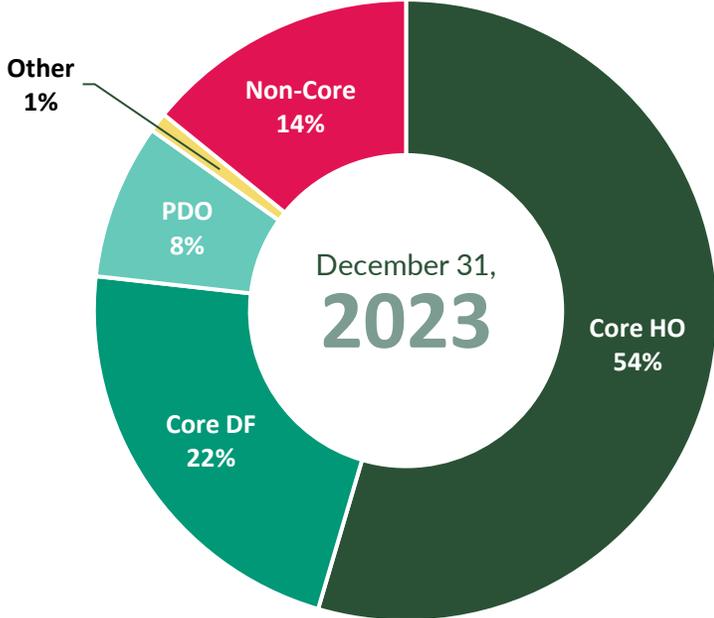
Personal Lines Net Loss+ALAE Ratio



FY2024 net loss ratio of 48.7%, an improvement of 23.7-percentage points from FY2023.

MIX OF BUSINESS *BY POLICIES-IN-FORCE*

Core Business refers to the Company's New York policies.

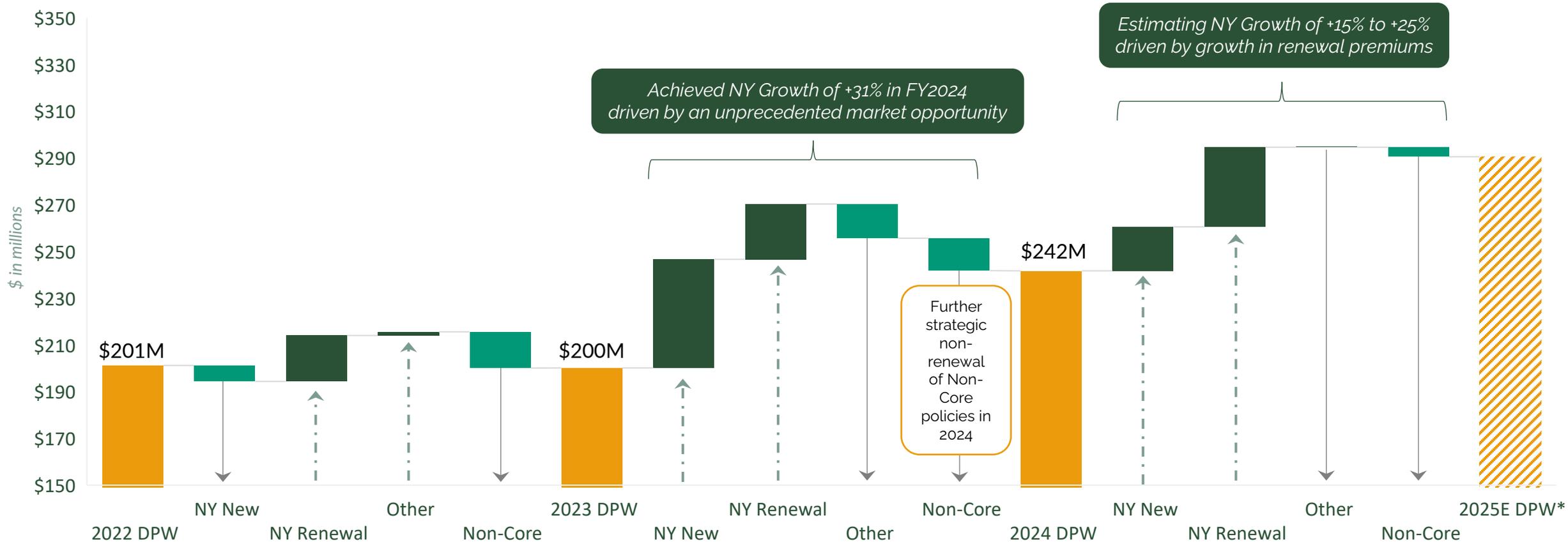


Core HO = Core Homeowners
Core DF = Core Dwelling Fire
Non-Core = Non-core Homeowners
PDO = Livery Physical Damage
Other = Personal Umbrella & Canine Legal Liability

Kingstone is strategically scaling back on its unprofitable Non-Core Business while also focusing on expanding its profitable Core Business opportunity.

DIRECT PREMIUMS WRITTEN*

Strategically shrinking Non-Core Business due to profitability concerns.



Achieved NY Growth of +31% in FY2024 driven by an unprecedented market opportunity

Estimating NY Growth of +15% to +25% driven by growth in renewal premiums

Further strategic non-renewal of Non-Core policies in 2024

Expanding growth in the profitable Core Business in 2H2024 and into 2025, driven by a favorable competitive landscape in New York.

*Direct premiums written is not based on GAAP and is defined and reconciled below to the most directly comparable GAAP measure. See "Definitions and Non-GAAP Measures". Also see "Raised 2025 Guidance". E = Estimated.

PRICING TRENDS

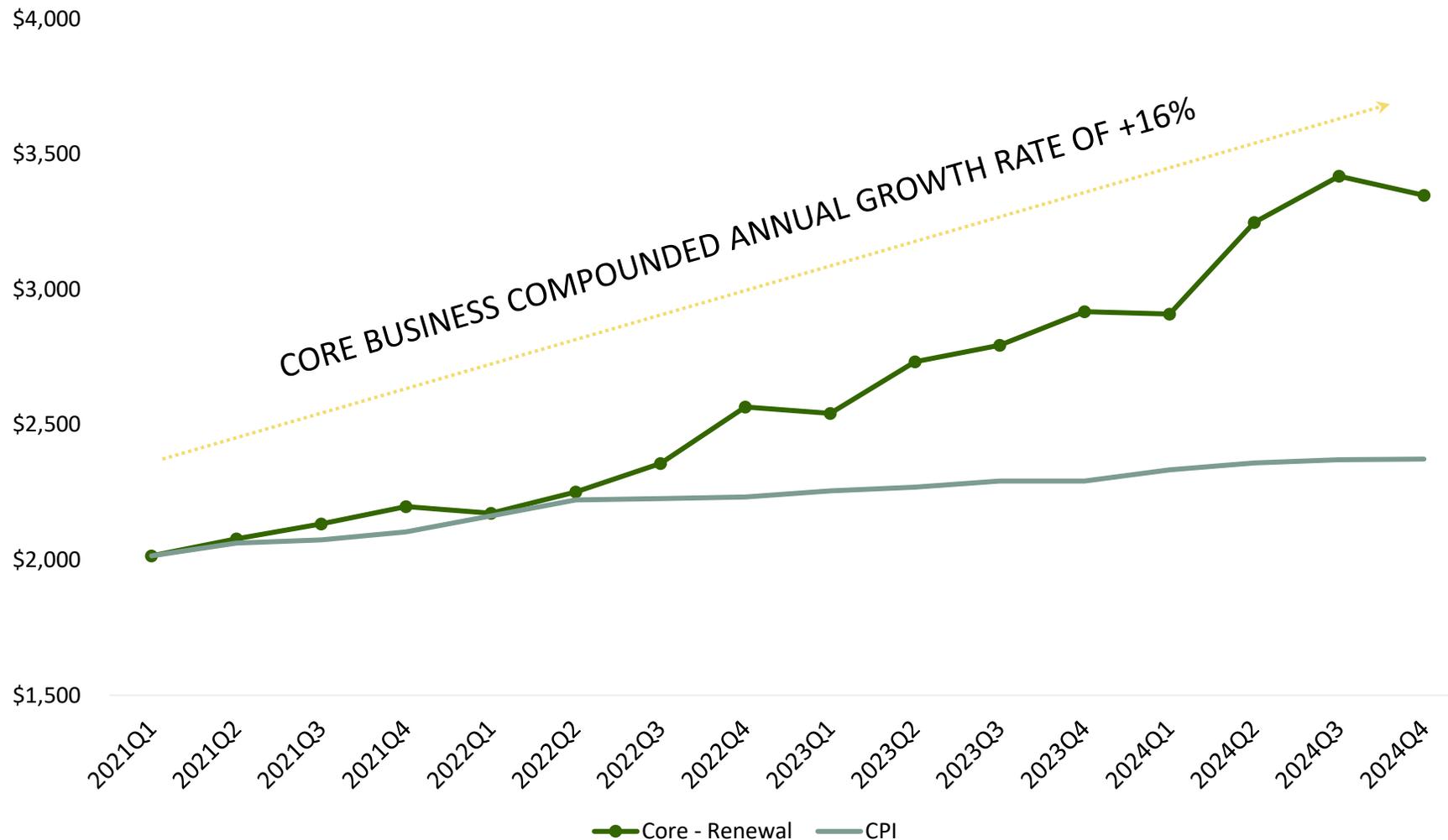
Achieving significant price increases, ahead of inflation.



Average Core Business
Renewal Premium Increase
of +15% in Q4'24 vs. Q4'23



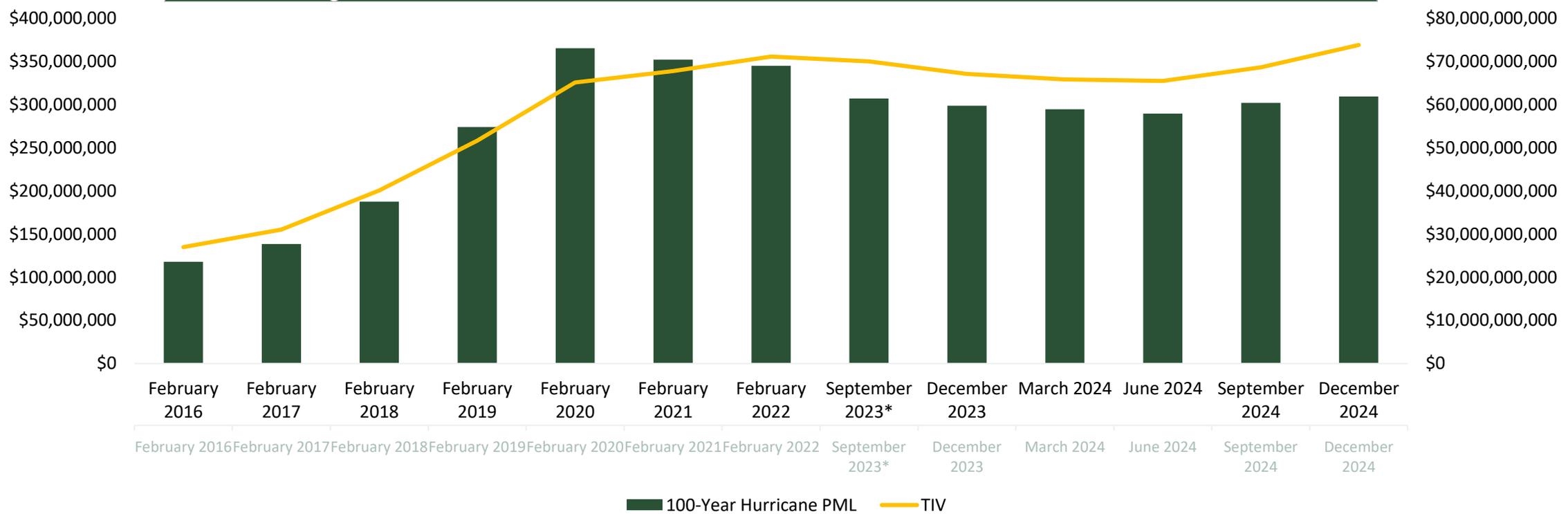
Replacement cost was adjusted
on every policy starting Q3
2022 so that the entire portfolio
is insured to value



MANAGING REINSURANCE REQUIREMENTS

Cumulative Risk Adjusted Rate Change - Catastrophe XOL					
	2020	2021	2022	2023	2024
Guy Carpenter Index	1.00	1.06	1.22	1.65	1.55
Kingstone	1.00	0.99	1.16	1.37	1.13

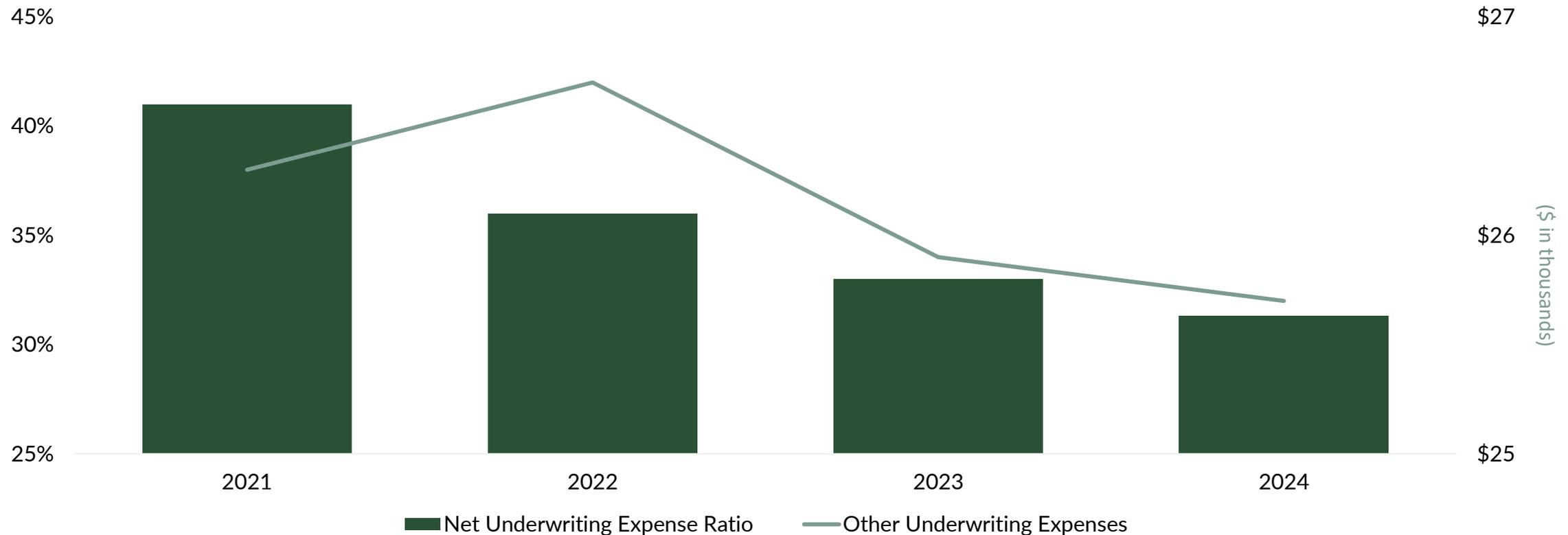
100YR Verisk Hurricane Probable Maximum Cost



Successfully managing reinsurance requirements and costs while controlling growth of total insurable value.

EXPENSE REDUCTION INITIATIVE

- Achieved a 1.6-percentage point reduction in our net underwriting expense ratio during FY2024, following a 3.1-percentage point reduction in FY2023, driven by ongoing efficiency improvements to business operations along with an increase in our average premium.



KEY FINANCIAL METRICS

THREE MONTHS ENDED DECEMBER 31



+37%

DIRECT PREMIUMS
WRITTEN
GROWTH¹



COMBINED RATIO
IMPROVED BY
11.0 POINTS
TO 78.5%

Consolidated Financial Results			
(\$ in thousands, except per share data)	2024	2023	Change
Direct premiums written ¹	\$72,533	\$52,938	37.0%
Net premiums earned	\$35,967	\$28,683	25.4%
Net investment income	\$1,906	\$1,571	21.3%
Net (loss)/gain on investments	(\$905)	\$1,537	NM
Underlying loss ratio ¹	49.1%	53.8%	(4.7) pts
Net development of prior year losses	(0.4%)	-	(0.4) pts
Net loss ratio excluding the effect of catastrophes ¹	48.7%	53.8%	(5.1) pts
Catastrophe loss ratio ¹	0.0%	3.0%	(3.0) pts
Net loss ratio	48.7%	56.8%	(8.1) pts
Net underwriting expense ratio	29.8%	32.7%	(2.9) pts
Net combined ratio	78.5%	89.5%	(11.0) pts
Adjusted EBITDA ¹	\$9,303	\$4,201	121.4%
Net Income/(Loss)	\$5,439	\$2,946	84.6%
Net Income/(Loss) per share - basic	\$0.44	\$0.27	63.0%
Return on equity - annualized	34.4%	38.8%	(4.4) pts
Other comprehensive (loss)/income	(\$3,135)	\$4,845	NM
Operating net income/(loss) ¹	\$6,153	\$1,732	255.3%
Operating net income/(loss) per share - basic ¹	\$0.49	\$0.16	206.3%
Operating return on equity ¹ - annualized	38.9%	22.7%	16.2 pts

¹These measures are not based on GAAP and are defined and reconciled below to the most directly comparable GAAP measures. See "Definitions and Non-GAAP Measures".

KEY FINANCIAL METRICS

FULL YEAR ENDED DECEMBER 31

Consolidated Financial Results			
(\$ in thousands, except per share data)	2024	2023	Change
Direct premiums written ¹	\$241,980	\$200,175	20.9%
Net premiums earned	\$128,498	\$114,384	12.3%
Net investment income	\$6,824	\$6,009	13.6%
Net (loss)/gain on investments	\$415	\$2,135	-80.6%
Underlying loss ratio ¹	48.2%	65.3%	(17.1) pts
Net development of prior year losses	(1.4%)	-	(1.4) pts
Net loss ratio excluding the effect of catastrophes ¹	46.8%	65.3%	(18.5) pts
Catastrophe loss ratio ¹	1.9%	7.1%	(5.2) pts
Net loss ratio	48.7%	72.4%	(23.7) pts
Net underwriting expense ratio	31.3%	32.9%	(1.6) pts
Net combined ratio	80.0%	105.3%	(25.3) pts
Adjusted EBITDA ¹	\$30,516	(\$1,692)	NM
Net Income/(Loss)	\$18,358	(\$6,168)	NM
Net Income/(Loss) per share - basic	\$1.60	(\$0.57)	NM
Return on equity - annualized	36.3%	-17.5%	NM
Other comprehensive (loss)/income	\$99	\$3,684	-97.3%
Operating net income/(loss) ¹	\$18,031	(\$7,855)	NM
Operating net income/(loss) per share - basic ¹	\$1.57	(\$0.73)	NM
Operating return on equity ¹	35.6%	-22.2%	NM
Book value per share - diluted	\$4.73	\$2.81	68.3%
Book value per share - diluted excluding AOCI	\$5.59	\$3.80	47.1%



+21%

DIRECT PREMIUMS
WRITTEN
GROWTH¹



COMBINED RATIO
IMPROVED BY
25.3 POINTS
TO 80.0%

¹These measures are not based on GAAP and are defined and reconciled below to the most directly comparable GAAP measures. See "Definitions and Non-GAAP Measures".

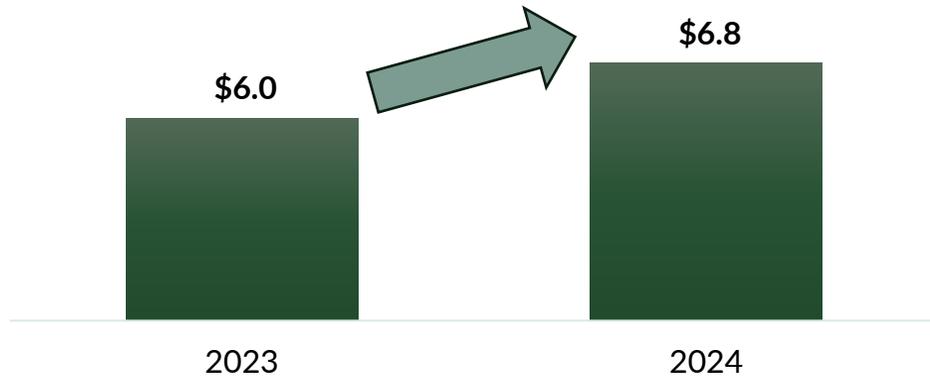
BALANCE SHEET OVERVIEW

	December 31, 2024	December 31, 2023
Assets		
Total investments	\$208,617,941	\$174,632,828
Cash and cash equivalents	28,669,441	8,976,998
Premiums receivable, net	21,766,988	13,604,808
Reinsurance receivables, net	69,322,436	75,593,912
Deferred policy acquisition costs	24,732,371	19,802,564
Intangible assets	500,000	500,000
Property and equipment, net	9,283,970	9,395,697
Deferred income taxes, net	5,597,920	10,551,819
Other assets	4,170,281	4,574,584
Total assets	\$372,661,348	\$317,633,210
Liabilities		
Loss and loss adjustment expense reserves	\$126,210,428	\$121,817,862
Unearned premiums	134,701,733	105,621,538
Advance premiums	3,503,063	3,797,590
Reinsurance balances payable	10,509,121	12,837,140
Deferred ceding commission revenue	11,541,239	9,460,865
Accounts payable, accrued expenses and other liabilities	8,315,893	4,350,546
Debt, net	11,171,420	25,243,530
Total liabilities	305,952,897	283,129,071
Total stockholders' equity	66,708,451	34,504,139
Total liabilities and stockholders' equity	\$372,661,348	\$317,633,210

INVESTMENT PORTFOLIO *(as of 12/31/2024)*

Net Investment Income

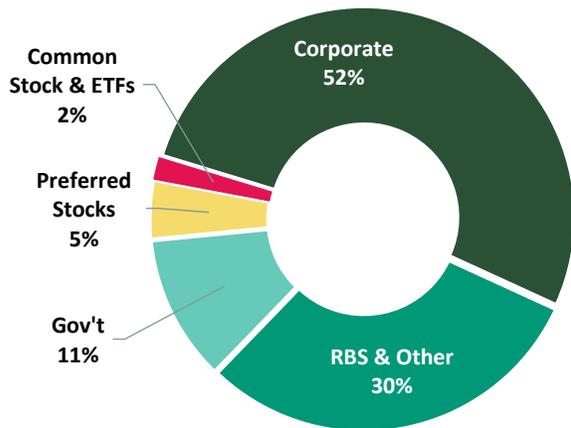
\$ in millions



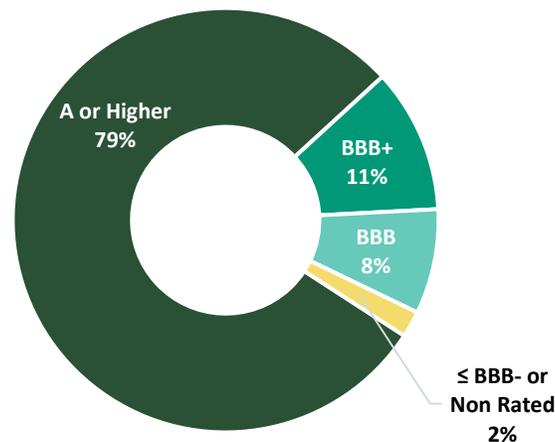
Highlights

- Outsourced portfolio management
- High-quality portfolio provides consistent net investment income;
 - 79% of fixed income portfolio rated A, or higher, or held as U.S. Treasuries.
- Average portfolio yield of 3.68%.
- Effective duration of 3.9 years.

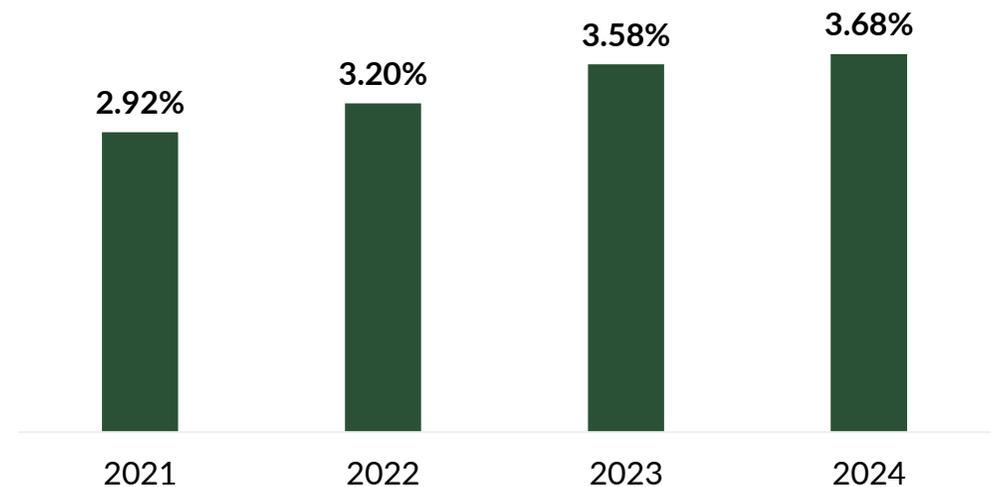
Estimated Fair Value



Fixed Portfolio

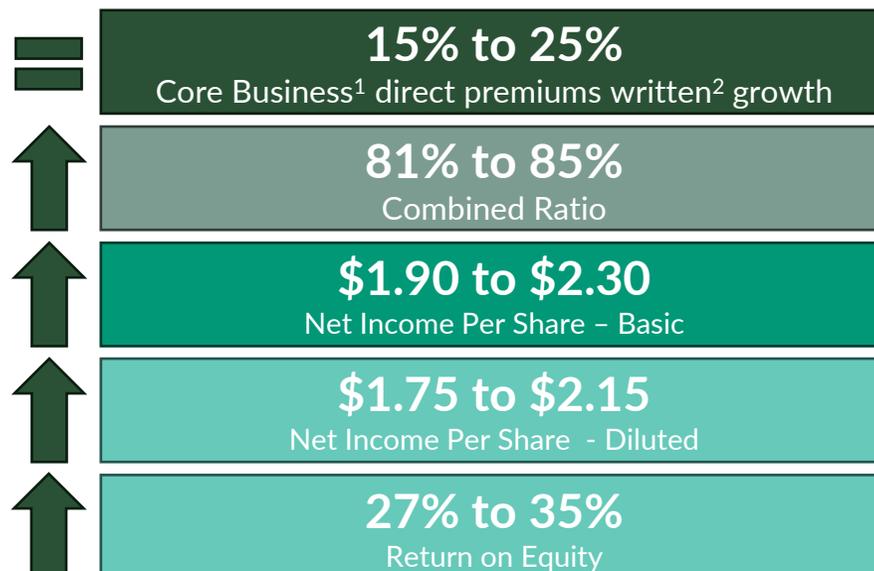


Average Yield

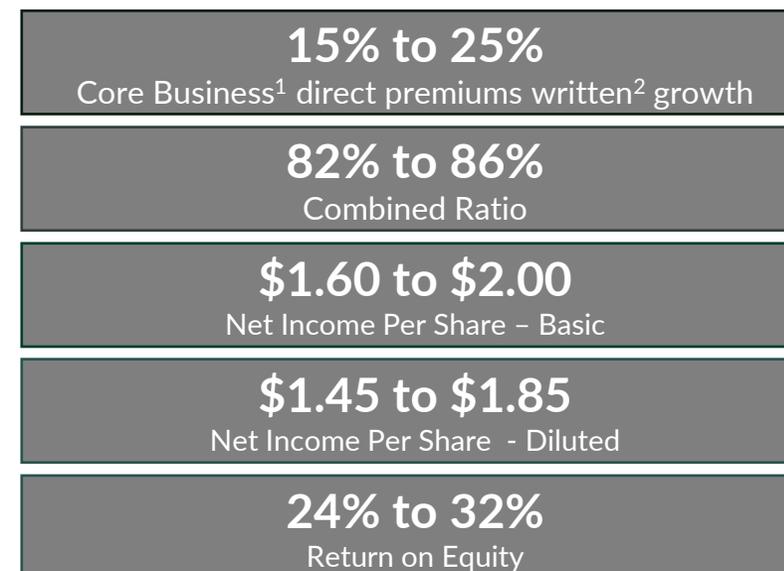


RAISED 2025 GUIDANCE

For 2025, the Company's full year expectations are as follows:



Previous Guidance (as of 11/12/2024):



Common Stock Metrics (shares in millions)	Year Ended December 31, 2024	2025E
Weighted average shares outstanding - basic	11.5	13.3
Weighted average shares outstanding - diluted	12.4	14.2
Total shares outstanding as of end of period - basic	12.9	13.6
Total shares outstanding as of end of period - diluted	14.1	14.7
All changes to total shares outstanding - basic and diluted assumed for 2025 are primarily from the vesting of restricted shares and stock issued under our "at the market" offering.		

¹Kingstone refers to New York business as its "Core" business and business outside of New York as its "Non-Core" business.

²These measures are not based on GAAP and are defined and reconciled below to the most directly comparable GAAP measures. See "Definitions and Non-GAAP Measures".

The guidance provided above is based on information available as of March 13, 2025, and management's review of the anticipated financial results for 2025. Such guidance remains subject to change based on management's ongoing review of the Company's 2025 results and is a forward-looking statement (see "Disclaimer & Forward-Looking Statements on Slide #2). Kingstone assumes no obligation to update this guidance. The actual results may be materially different and are affected by the risk factors and uncertainties identified in this presentation and in Kingstone's annual and quarterly filings with the Securities and Exchange Commission.

EXECUTIVE MANAGEMENT TEAM

Meryl S. Golden – President & Chief Executive Officer

Jennifer Gravelle - Chief Financial Officer

Sarah Chen – Senior Vice President & Chief Actuary

Investor Relations Contact:

Karin Daly

Vice President

The Equity Group Inc.

kdaly@equityny.com

DEFINITIONS AND NON-GAAP MEASURES

Direct premiums written represent the total premiums charged on policies issued by the Company during the respective fiscal period.

Net premiums written are direct premiums written less premiums ceded to reinsurers. Net premiums earned, the GAAP measure most comparable to direct premiums written and net premiums written, are net premiums written that are pro-rata earned during the fiscal period presented. All of the Company's policies are written for a twelve-month period. Management uses direct premiums written and net premiums written, along with other measures, to gauge the Company's performance and evaluate results. Direct premiums written and net premiums written are provided as supplemental information, not as a substitute for net premiums earned, and do not reflect the Company's net premiums earned.

Adjusted EBITDA is net income (loss) exclusive of interest expense, income tax expense (benefit), depreciation and amortization, loss on extinguishment of debt, net gains (losses) on investments, and stock-based compensation. Net income (loss) is the GAAP measure most closely comparable to adjusted EBITDA. Management uses adjusted EBITDA along with other measures to gauge the Company's performance and evaluate results, which can be skewed when including interest expense, income tax expense (benefit), depreciation and amortization, loss on extinguishment of debt, net gains (losses) on investments, and stock-based compensation, and may vary significantly between periods. Adjusted EBITDA is provided as supplemental information, not as a substitute for net income (loss) and does not reflect the Company's overall profitability.

Operating net income (loss) and basic operating net income (loss) per share is net income (loss) and basic income (loss) per share exclusive of net gains (losses) on investments, net of tax. Net income (loss) and basic net income (loss) per share are the GAAP measures most closely comparable to operating net income (loss) and basic operating net income (loss) per share. Management uses operating net income (loss) and basic operating net income (loss) per share along with other measures to gauge the Company's performance and evaluate results, which can be skewed when including net gains (losses) on investments and may vary significantly between periods. Operating net income (loss) and basic operating net income (loss) per share are provided as supplemental information, not as a substitute for net income (loss) and basic net income (loss) per share and do not reflect the Company's overall profitability.

Operating net income (loss) and diluted operating net income (loss) per share is net income (loss) and diluted income (loss) per share exclusive of net gains (losses) on investments, net of tax. Net income (loss) and diluted net income (loss) per share are the GAAP measures most closely comparable to operating net income (loss) and diluted operating net income (loss) per share. Management uses operating net income (loss) and diluted operating net income (loss) per share along with other measures to gauge the Company's performance and evaluate results, which can be skewed when including net gains (losses) on investments and may vary significantly between periods. Operating net income (loss) and diluted operating net income (loss) per share are provided as supplemental information, not as a substitute for net income (loss) and diluted net income (loss) per share, and do not reflect the Company's overall profitability.

Operating return on equity is operating income (loss) divided by average equity. Return on equity is the GAAP measure most closely comparable to operating return on equity. Management uses operating return on equity, along with other measures, to gauge the Company's performance and evaluate results, which can be skewed when including net gains (losses) on investments, which may vary significantly between periods. Operating return on equity is provided as supplemental information, is not a substitute for return on equity and does not reflect the Company's overall return on average common equity.

Underlying loss ratio is a non-GAAP ratio, which is computed as the GAAP net loss ratio excluding the effect of prior year loss reserve development and catastrophe losses.

Management believes that this ratio is useful to investors, and it is used by management to reveal the trends in the Company's business that may be obscured by prior year loss reserve development and catastrophe losses. Catastrophe losses cause the Company's loss ratios to vary significantly between periods as a result of their incidence of occurrence and magnitude and can have a significant impact on the net loss ratio. Management believes that this measure is useful for investors to evaluate this component separately when reviewing the Company's underwriting performance. The most directly comparable GAAP measure is the net loss ratio. The underlying loss ratio should not be considered a substitute for the net loss ratio and does not reflect the Company's net loss ratio.

Net loss ratio excluding the effect of catastrophes is a non-GAAP ratio, which is computed as the difference between GAAP net loss ratio and the effect of catastrophes on the net loss ratio. Management believes that this ratio is useful to investors, and it is used by management to reveal the trends in the Company's business that may be obscured by catastrophe losses. Catastrophe losses cause the Company's net loss ratios to vary significantly between periods as a result of their incidence of occurrence and magnitude and can have a significant impact on the net loss ratio. Management believes that this measure is useful for investors to evaluate this component separately when reviewing the Company's underwriting performance. The most directly comparable GAAP measure is the net loss ratio. The net loss ratio excluding the effect of catastrophes should not be considered a substitute for the net loss ratio and does not reflect the Company's net loss ratio.

RECONCILIATION OF DIRECT PREMIUMS WRITTEN TO NET PREMIUMS EARNED

	For the Three Months Ended			For the Years Ended		
	December 31,			December 31,		
	2024	2023	% Change	2024	2023	% Change
(000's except percentages)						
Direct Premiums Written Reconciliation:						
Direct premiums written	\$ 72,533	\$ 52,938	37.0 %	\$ 241,980	\$ 200,175	20.9 %
Ceded written premiums ¹	(18,369)	(15,554)	18.1	(87,750)	(91,518)	(4.1)
Net premiums written	54,165	37,384	44.9	154,230	108,657	41.9
Change in unearned premiums	(18,197)	(8,701)	109.1	(25,732)	5,727	(549.3)
Net premiums earned	\$ 35,967	\$ 28,683	25.4 %	\$ 128,498	\$ 114,384	12.3 %
(Components may not sum due to rounding)						
¹ Net premiums written balances from prior year periods were reclassified to conform with current year presentation. The reclassification had no effect on the Company's previously reported financial condition, results of operations or cash flows.						

RECONCILIATION OF NET INCOME (LOSS) TO ADJUSTED EBITDA

	For the Three Months Ended			For the Years Ended		
	December 31,			December 31,		
			%			%
	2024	2023	Change	2024	2023	Change
(000's except percentages)						
Adjusted EBITDA Reconciliation:						
Net income (loss)	\$ 5,439	\$ 2,946	84.6 %	\$ 18,358	\$ (6,168)	NM %
Interest expense	629	998	(37.0)	3,514	4,003	(12.2)
Income tax expense (benefit)	1,241	952	30.4	4,930	(1,197)	NM
Depreciation and amortization	613	646	(5.1)	2,449	2,973	(17.6)
EBITDA	7,922	5,542	NM %	29,251	(390)	NM
Loss on extinguishment of debt	—	—	NM	297	—	NM
Net loss (gain) on investments	905	(1,537)	NM	(415)	(2,135)	(80.6)
Stock-based compensation	477	196	143.4	1,383	833	66.0
Adjusted EBITDA	\$ 9,303	\$ 4,201	121.4 %	\$ 30,516	\$ (1,692)	NM %
(Components may not sum due to rounding)						

NET INCOME (LOSS) TO OPERATING NET INCOME (LOSS) AND BASIC NET INCOME (LOSS) PER SHARE TO BASIC OPERATING NET INCOME (LOSS) PER SHARE

	For the Three Months Ended				For the Years Ended			
	December 31, 2024		December 31, 2023		December 31, 2024		December 31, 2023	
	Amount	Basic income per common share	Amount	Basic income per common share	Amount	Basic income per common share	Amount	Basic loss per common share
(000's except per common share amounts and percentages)								
Operating Net Income (Loss) and Operating Net Income (Loss) per Basic Common Share Reconciliation:								
Net income (loss)	\$ 5,439	\$ 0.44	\$ 2,946	\$ 0.27	\$ 18,358	\$ 1.60	\$ (6,168)	\$ (0.57)
Net loss (gain) on investments	905		(1,537)		(415)		(2,135)	
Less tax benefit (expense) on net (gain) loss	190		(323)		(87)		(448)	
Net loss (gain) on investments, net of taxes	715	\$ 0.06	(1,214)	\$ (0.11)	(327)	\$ (0.03)	(1,687)	\$ (0.16)
Operating net income (loss)	\$ 6,153	\$ 0.49	\$ 1,732	\$ 0.16	\$ 18,031	\$ 1.57	\$ (7,855)	\$ (0.73)
Weighted average basic shares outstanding	12,482,146		10,761,763		11,478,899		10,756,487	

(Components may not sum due to rounding)

NET INCOME (LOSS) TO OPERATING NET INCOME (LOSS) AND DILUTED NET INCOME (LOSS) PER SHARE TO DILUTED OPERATING NET INCOME (LOSS) PER SHARE

	For the Three Months Ended				For the Years Ended			
	December 31, 2024		December 31, 2023		December 31, 2024		December 31, 2023	
	Amount	Diluted income per common share	Amount	Diluted income per common share	Amount	Diluted income per common share	Amount	Diluted loss per common share
(000's except per common share amounts and percentages)								
Operating Net Income (Loss) and Operating Net Income (Loss) per Diluted Common Share Reconciliation:								
Net income (loss)	\$ 5,439	\$ 0.40	\$ 2,946	\$ 0.26	\$ 18,358	\$ 1.48	\$ (6,168)	\$ (0.57)
Net loss (gain) on investments	905		(1,537)		(415)		(2,135)	
Less tax benefit (expense) on net (gain) loss	190		(323)		(87)		(448)	
Net loss (gain) on investments, net of taxes	715	\$ 0.05	(1,214)	\$ (0.11)	(327)	\$ (0.03)	(1,687)	\$ (0.16)
Operating net income (loss)	\$ 6,153	\$ 0.46	\$ 1,732	\$ 0.15	\$ 18,031	\$ 1.45	\$ (7,855)	\$ (0.73)
Weighted average diluted shares outstanding	13,491,412		11,332,934		12,423,769		10,756,487	
(Components may not sum due to rounding)								

RECONCILIATION OF NET INCOME (LOSS) TO OPERATING NET INCOME (LOSS) AND RETURN ON EQUITY TO OPERATING RETURN ON EQUITY

	For the Three Months Ended			For the Years Ended		
	December 31,			December 31,		
	2024	2023	Change	2024	2023	Change
(000's except percentages)						
Operating Net Income (Loss) Reconciliation:						
Net income (loss)	\$ 5,439	\$ 2,946	84.6%	\$ 18,358	\$ (6,168)	NM
Net loss (gain) on investments	905	(1,537)	NM	(415)	(2,135)	80.6%
Less tax benefit (expense) on net loss (gain)	190	(323)	NM	(87)	(448)	80.6%
Net loss (gain) on investments, net of taxes	715	(1,214)	NM	(327)	(1,686)	80.6%
Operating net income (loss)	\$ 6,153	\$ 1,732	255.3%	\$ 18,031	\$ (7,855)	NM
Operating Return on Equity Reconciliation:						
Net income (loss)	\$ 5,439	\$ 2,946	84.6%	\$ 18,358	\$ (6,168)	NM
Average equity	\$ 63,189	\$ 30,517	107.1%	\$ 50,606	\$ 35,337	43.2%
Return on equity	8.6%	9.7%	(1.1)pts	36.3%	(17.5)%	NM
Return on equity - annualized	34.4%	38.8%	(4.4)pts	36.3%	(17.5)%	NM
Net loss (gain) on investments, net of taxes	\$ 715	\$ (1,214)	NM	\$ (327)	\$ (1,686)	80.6%
Average equity	\$ 63,189	\$ 30,517	107.1%	\$ 50,606	\$ 35,337	43.2%
Effect of net loss (gain) on investments, net of taxes, on return on equity	1.1%	(4.0)%	NM	(0.6)%	(4.8)%	86.5%
Operating net income (loss)	\$ 6,153	\$ 1,732	255.3%	\$ 18,031	\$ (7,855)	NM
Operating net income (loss) - annualized	\$ 24,612	\$ 6,928	255.3%	\$ 18,031	\$ (7,855)	NM
Average equity	\$ 63,189	\$ 30,517	107.1%	\$ 50,606	\$ 35,337	43.2%
Operating return on equity	9.7%	5.7%	4.0 pts	35.6%	(22.2)%	NM
Operating return on equity - annualized	38.9%	22.7%	16.2 pts	35.6%	(22.2)%	NM
(Components may not sum due to rounding)						

RECONCILIATION OF THE UNDERLYING LOSS RATIO AND THE NET LOSS RATIO EXCLUDING THE EFFECT OF CATASTROPHES TO THE NET LOSS RATIO

	For the Three Months Ended			For the Years Ended		
	December 31,			December 31,		
	2024	2023	Percentage Point Change	2024	2023	Percentage Point Change
Loss Ratio Reconciliation:						
Underlying Loss Ratio	49.1%	53.8%	(4.7) pts	48.2%	65.3%	(17.1) pts
Effect of prior-year reserve development	(0.4)%	—%	(0.4) pts	(1.4)%	—%	(1.4) pts
Net loss ratio excluding the effect of catastrophes	48.7%	53.8%	(5.1) pts	46.8%	65.3%	(18.5) pts
Effect of catastrophes	—%	3.0%	(3.0) pts	1.9%	7.1%	(5.2) pts
Net loss ratio	48.7%	56.8%	(8.1) pts	48.7%	72.4%	(23.7) pts
(Components may not sum due to rounding)						