STATE OF NEBRASKA
DEPARTMENT OF INSURANCE

JUL 02 2026

FILED

CERTIFICATION

July 2, 2026

I, Eric Dunning, Director of Insurance of the State of Nebraska, do hereby certify that the attached is a full and correct copy of the Financial Examination Report of

BERKSHIRE HATHAWAY SPECIALTY INSURANCE COMPANY

AS OF

DECEMBER 31, 2024

The report is now on file and forming a part of the records of this Department.

I hereto subscribe my name under the seal of my office at Lincoln, Nebraska.

DIRECTOR OF INSURANCE

CERTIFICATE OF ADOPTION

Notice of the proposed report for the financial examination of

BERKSHIRE HATHAWAY SPECIALTY INSURANCE COMPANY

1314 DOUGLAS STREET, SUITE 1400

OMAHA, NE 68102

dated as of December 31, 2024, verified under oath by the examiner-in-charge on June 17, 2026, and received by the company on June 18, 2026, has been adopted with modification as the final report pursuant to Neb. Rev. Stat. § 44-5906(3) (a).

Dated this 1st day of July 2026.

STATE OF NEBRASKA
DEPARTMENT OF INSURANCE

Tadd K. Wegner

Tadd Wegner, CFE
Chief Financial Regulator

STATE OF NEBRASKA

Department of Insurance

EXAMINATION REPORT

OF

BERKSHIRE HATHAWAY SPECIALTY INSURANCE COMPANY

as of

December 31, 2024

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Omaha, Nebraska
May 18, 2026

Honorable Eric Dunning
Director of Insurance
Nebraska Department of Insurance
1526 K Street, Suite 200
Lincoln, Nebraska 68508

Dear Sir:

Pursuant to your instruction and authorizations, and in accordance with statutory requirements, an examination has been conducted of the financial condition and business affairs of:

BERKSHIRE HATHAWAY SPECIALTY INSURANCE COMPANY
1314 Douglas Street, Suite 1400
Omaha, Nebraska 68102

(hereinafter also referred to as the "Company"), and the report of such examination is respectfully presented herein.

INTRODUCTION

The State of Nebraska last examined the Company as of December 31, 2020. The current financial condition examination covers the intervening period to, and includes the close of business on December 31, 2024 and such subsequent events and transactions as were considered pertinent to this report. The States of Nebraska, California, Colorado, Connecticut, Iowa, and New York participated in this examination and assisted in the preparation of this report.

The same examination staff conducted concurrent financial condition examinations of the Company's following affiliates:

Berkshire Hathaway Direct Insurance Company ("BHDIC")
Berkshire Hathaway Homestate Insurance Company ("BHHIC")
Berkshire Hathaway Life Insurance Company of Nebraska ("BHLN")
BHG Life Insurance Company ("BHGL")

BHHC Special Risks Insurance Company ("BHSR")
Columbia Insurance Company ("CIC")
Continental Divide Insurance Company ("CDIC")
Cypress Insurance Company ("CYP")
Finial Reinsurance Company ("FRC")
First Berkshire Hathaway Life Insurance Company ("FBHL")
National Fire & Marine Insurance Company ("NFM")
National Indemnity Company ("NICO")
National Indemnity Company of Mid-America ("NIMA")
National Indemnity Company of the South ("NISO")
National Liability & Fire Insurance Company ("NLF")
Oak River Insurance Company ("ORIC")
Redwood Fire and Casualty Insurance Company ("RFC")

SCOPE OF EXAMINATION

The examination was conducted pursuant to and in accordance with both the NAIC Financial Condition Examiners Handbook ("Handbook") and Section §44-5904(1) of the Nebraska Insurance Statutes. The Handbook requires that examiners plan and perform the examination to evaluate the financial condition and identify prospective risks of the Company by obtaining information about the Company, including but not limited to: corporate governance, identifying and assessing inherent risks within the Company, and evaluating system controls and procedures used to mitigate those risks. The examination also includes assessing the principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation and management's compliance with Statutory Accounting Principles and Annual Statement Instructions when applicable to domestic state regulations.

The examination was completed under coordination of the holding company group approach with the Nebraska Department of Insurance as the coordinating state and the California Department of Insurance, Colorado Division of Insurance, Connecticut Insurance Department, Iowa Insurance Division, and New York Department of Financial Services as the participating states. The companies examined under this approach benefit to a large degree from common management, systems and processes, and internal control and risk management functions that are administered at the consolidated or business unit level.

The coordinated examination applies procedures sufficient to comprise a full scope financial examination of each of the companies in accordance with the examination procedures and standards promulgated by the NAIC and by the respective state insurance departments where the companies are domiciled. The objective is to enable each domestic state to report on their respective companies' financial condition and to summarize key results of examination procedures.

The Nebraska Department of Insurance made a general review of the Company's operations and the manner in which its business has been conducted in order to determine compliance with statutory and charter provisions. The Company's history was traced and has been set out in this report under the caption "Description of Company." All items pertaining to management and control were reviewed, including provisions for disclosure of conflicts of interest to the Board of Directors and the departmental organization of the Company. The Articles of Incorporation and By-Laws were reviewed, including appropriate filings of any changes or amendments thereto. The minutes of the meetings of the Shareholder, Board of Directors, and committees held during the examination period were read and noted. Attendance at meetings, proxy information, election of Directors and Officers, and approval of investment transactions were also noted.

The fidelity bond and other insurance coverages protecting the Company's property and interests were reviewed. Certificates of Authority to conduct the business of insurance in the various states were inspected, and a survey was made of the Company's general plan of operation.

Data reflecting the Company's growth during the period under review, as developed from the Company's filed annual statements, is reflected in the financial section of this report under the caption "Body of Report."

The Company's reinsurance facilities were ascertained and noted and have been commented upon in this report under the caption "Reinsurance." Accounting records and procedures were tested to the extent deemed necessary through the risk-focused examination process. The Company's method of claims handling and procedures pertaining to the adjustment and payment of incurred losses were also noted.

All accounts and activities of the Company were considered in accordance with the risk-focused examination process. This included a review of workpapers prepared by Deloitte & Touche LLP, the Company's external auditors, during their audit of the Company's accounts for the years ended December 31, 2023 and 2024. Portions of the auditor's workpapers have been incorporated into the workpapers of the examiners and have been utilized in determining the scope and areas of emphasis in conducting the examination. This utilization was performed pursuant to Title 210 (Rules of the Nebraska Department of Insurance), Chapter 56, Section 013.

Any failure of items to add to the totals shown in schedules and exhibits appearing throughout this report is due to rounding.

DESCRIPTION OF COMPANY

HISTORY

On February 10, 1866, the Company was incorporated in Mobile, Alabama, by a special act of the General Assembly of Alabama. The Company commenced business in 1866 with 1,500 common shares. In 1952, an additional 3,750 shares were authorized. During the period from 1952 to 1973, the charter was amended several times to increase the Company's capital.

From 1961 to 2004, the Company's full ownership was acquired by the following companies:

Acquiring Company	Acquisition Year
American Life Insurance Company	1961
GreatAmerica Corporation	1964
Gulf Life Holding Company	1968
Great American Insurance Company	1977
Stonewall Acquisition Corporation	2000

Effective May 1, 2000, the Company entered into a management agreement with Cavell USA, Inc. to provide run-off services.

Effective January 1, 2004, the Company re-domesticated from Ohio to Rhode Island. CIC then acquired the Company on April 7, 2010. On August 23, 2010, the Company re-domesticated from Rhode Island to Nebraska, and on December 26, 2013, NICO acquired the Company from CIC through a stock purchase agreement.

Under provisions of its amended charter and in conformity with Nebraska Statutes, the Company is authorized to write all lines of business prescribed by Section §44-201 of the Nebraska Insurance Code except life, variable life, variable annuities, credit property, title, and mortgage guaranty insurance.

MANAGEMENT AND CONTROL

Holding Company

The Company is a member of an insurance holding company system as defined by Nebraska Statute. An organizational listing flowing from the "Ultimate Controlling Person," as reported in the 2024 Annual Statement, is attached to this report as an addendum.

Shareholder

Article II of the Company's Articles of Incorporation provides that, "the Corporation is authorized to issue one hundred thousand (100,000) shares of common stock of the par value of fifty dollars ($50) per share, to be sold at a price and in a manner as determined by the Board of Directors."

As of December 31, 2024, Company records indicated that 100,000 shares were issued and outstanding in the name of NICO for a total paid up capital of $5,000,000. Gross paid in and contributed surplus decreased by $550,000,000 during the period covered by this examination from $3,324,937,900 to $2,774,937,900 as of December 31, 2024. In 2022, the Company declared a distribution of contributed capital to their sole shareholder, NICO, which was comprised of Occidental Petroleum common and preferred stock with a fair market value of $308,992,860 and $190,840,000, respectively, $2,622,222 of accrued dividends earned on the Occidental Petroleum preferred shares, and $47,544,918 in cash.

Per Article 1, Section 3 of the Company's By-Laws, "the annual Shareholders' meeting shall be held at a time and on a date set by the President of the Company, during the first five months of the calendar year and at a place within or without its state of domicile."

Board of Directors

Article I, Section 3 of the Company's By-Laws provides that, "…the Shareholders shall elect a Board of Directors consisting of not less than five (5) nor more than nine (9) members who shall hold office for one year or until their successors are elected and qualified." Article II, Section 1 states, "a regular meeting of the Board of Directors shall be held without other notice than these By-laws, following the annual meeting of Shareholders."

The following persons were serving as Directors at December 31, 2024:

Name and Residence	Principal Occupation
Bruce J. Byrnes New City, New York	Vice President and Assistant Secretary, National Indemnity Company
Ateet A. Dhru Old Greenwich, Connecticut	Vice President, National Indemnity Company
Peter J. Eastwood Norwell, Massachusetts	President and Chairman of the Board, Berkshire Hathaway Specialty Insurance Company
David N. Fields New York, New York	Executive Vice President, Berkshire Hathaway Specialty Insurance Company
Ralph Tortorella III Wellesley, Massachusetts	Secretary and Compliance Officer, Berkshire Hathaway Specialty Insurance Company
Donald F. Wurster Omaha, Nebraska	President, National Indemnity Company

Effective May 8, 2025, Bruce J. Byrnes resigned as a Director of the Company and Sanjay Godhwani was elected as a Director.

No fees or expenses were paid to the Directors during the period under review.

Officers

Article III, Section 1 of the Company's By-Laws states that, "the Officers of the Corporation shall be the President, one or more Vice Presidents, a Secretary, a Treasurer and such other Officers as may be appointed in accordance with the provisions of this Article III."

The following is a partial listing of Senior Officers elected and serving the Company at December 31, 2024:

Name	**Office**
Peter J. Eastwood	President and Chairman of the Board
David J. Bresnahan	Global Chief Operating Officer
Ralph Tortorella III	Secretary, Compliance Officer and Anti-Money Laundering Officer
Steven J. Hendricks	Treasurer
David N. Fields	Executive Vice President
Sanjay Godhwani	Executive Vice President
Bruce J. Byrnes	Vice President
Brian G. Snover	Vice President
Kevin A. Sullivan	Chief Financial Officer
Dale D. Geistkemper	Assistant Treasurer
Thomas Joaquim	Assistant Treasurer
Zachary R. Royse	Assistant Treasurer
Shane W. Tomlinson	Assistant Controller
Brad E. Rosen	Chief Information Security Officer
Jamie O. Roser	Deputy Chief Information Security Officer

Committees

Article II, Section 9 of the Company's By-Laws provides that, "the Board of Directors shall designate from their own number an Executive Committee, an Audit Committee, and an Investment Review Committee, and such other committees as in their sole discretion they shall deem necessary and appropriate."

The following persons were serving on the Executive Committee at December 31, 2024:

Ateet A. Dhru   Peter J. Eastwood   Donald F. Wurster

The following persons were serving on the Investment Review Committee at December 31, 2024:

Bruce J. Byrnes   Donald F. Wurster

The following persons were serving on the Audit Committee at December 31, 2024:

Ateet A. Dhru   Ralph Tortorella III

The following persons were serving on the Risk Committee at December 31, 2024:

David J. Bresnahan	David P. Crowe	Peter J. Eastwood
David N. Fields	Susan I. Gildea	Jamie O. Roser
Kevin A. Sullivan	Ralph Tortorella III	

TRANSACTIONS WITH AFFILIATES

Intercompany Service Agreements

Effective April 8, 2010, the Company entered into an intercompany services agreement with NLF. Under the terms of the agreement, NLF may perform administrative and special services to the Company. The method of allocating these expenses is set forth in the intercompany services agreement. The charge to the Company for the services and facilities includes all direct and directly allocable expenses, reasonably and equitably determined to be attributable to the Company. The apportionment of costs is based upon the allocation of salary for NLF employees on a quarterly basis.

Effective September 9, 2010, the Company entered into an intercompany services agreement with NICO. Under the terms of the agreement, NICO performs various services for the Company including: accounting, tax, internal and premium auditing, underwriting, claims, information technology, marketing, and support services. NICO also agrees to provide certain property, equipment and facilities necessary in the conduct of the Company's operations, and also provides the personnel necessary for the Company to conduct their normal day-to-day operations. This relationship results in joint operating expenses that are subject to allocation. The method of allocating these expenses is set forth in the intercompany services agreement. The charge to the Company for the services and facilities includes all direct and directly allocable expenses, reasonably and equitably determined to be attributable to the Company. The apportionment of costs is based upon the allocation of salary for NICO employees on a quarterly basis.

Effective January 6, 2015, the Company, along with NLF, began providing services to Ringwalt & Liesche Co. ("R&L"). These services consist of human resources to perform certain administrative, underwriting, and other special services. Also, the Company and NLF make available their day to day operations of certain property, equipment, and facilities for the benefit of R&L.

Effective October 10, 2017, the Company entered into a service agreement with NICO and General Reinsurance Corporation ("Gen Re"), whereby the Company receives certain internal audit services provided by either NICO or Gen Re.

Effective December 19, 2017, the Company entered into an agreement with NFM, whereby the Company provides certain services to NFM. These services consist of underwriting, claims administration and payment, corporate, and reporting services. In consideration for such services, NFM pays all costs, fees, and expenses incurred by the Company that are directly allocable to services provided under the agreement.

Effective February 5, 2018, the Company entered into an agreement with its direct subsidiary, Berkshire Hathaway Global Insurance Services, LLC ("BHGIS"). Pursuant to this agreement, the Company provides services that include underwriting, sales, and reporting related to insurance policies written on behalf of BHGIS.

Effective January 1, 2019, the Company entered into an agreement with NICO, whereby the Company's Australian Branch provides certain claims administrative services to NICO in connection with a reinsurance transaction between NICO and the Motor Accident Commission of the State of South Australia. These services include claims, accounting, recovery, and reporting services.

Effective May 13, 2019, the Company entered into an agreement with Berkshire Hathaway European Insurance DAC ("BHEI"). The Company agreed to provide reserving, actuarial support, human resources support, and reporting services in connection with BHEI's insurance operations in Ireland.

Effective November 1, 2019, the Company entered into a reciprocal intercompany service agreement with BHHIC. The services provided include the use of facilities, accounting services, underwriting services, billing and collections, functional support services, collateral maintenance, and support.

Effective March 4, 2022, the Company entered into an intercompany service agreement with NIMA. The Company agreed to perform claims and underwriting advisory services in the conduct of insurance business.

Intercompany Investment Services Agreements

Effective April 8, 2010, the Company entered into an investment services agreement with NICO, whereby NICO performs certain investment management services on behalf of the Company to achieve certain operating economics.

Effective December 18, 2015, the Company became a participant in an investment services agreement with Berkshire Hathaway Inc. ("BHI") whereby BHI may perform various investment services for the Company.

Consolidated Federal Income Tax Allocation Agreement

The Company joins with a group of approximately 775 affiliated companies in the filing of a consolidated federal income tax return. The consolidated tax liability is allocated among the affiliates in the ratio that each affiliate's separate return tax liability bears to the sum of the separate return tax liabilities of all affiliates that are members of the consolidated group. A complementary method is used, which results in reimbursement by profitable affiliates to loss affiliates for tax benefits generated by loss affiliates.

Effective on October 12, 2010, an agreement between the Company and BHI describes the method of tax allocation and the manner in which intercompany balances are settled.

TERRITORY AND PLAN OF OPERATION

As evidenced by current or continuous Certificates of Authority, the Company is licensed to transact business in all states and the District of Columbia. The Company is also an accredited reinsurer in Guam.

Prior to 2011, the Company was in run-off, having discontinued writing commercial lines of business in 1990, and completed its withdrawal from the personal lines automobile market in 1995. The Company is engaged in global property and liability insurance business and is licensed in the United States, Australia, Dubai, Hong Kong, Labuan, Macau, New Zealand, and Singapore. The Company is licensed with the United States Department of the Treasury as an acceptable surety and/or reinsurer on Federal bonds.

REINSURANCE

Assumed – Non-affiliates

Effective January 1, 2019, NICO entered into contracts with various subsidiaries of the Oscar Insurance Corporation to provide quota share reinsurance. These contracts also have an interlocking agreement that provides over-arching maximum loss ratio and profit commission calculations. Two of the NICO agreements with Oscar Insurance Company of Florida (“Oscar-FL”) and Oscar Health Plan of California (“Oscar-CA”), were amended on January 1, 2020 to change the parties of the reinsurance agreement from NICO to the Company. The agreements with Oscar-FL and Oscar-CA are 50% quota share agreements.

Ceded – Affiliates

For business written by the Company prior to December 31, 2010, the Company had in effect arrangements for ceding business under formal reinsurance treaties. The principal active treaties included a 75% casualty quota share treaty and various casualty excess of loss treaties with attachment points and limits ranging from $500,000 to $5,000,000.

Effective for all insurance policies and reinsurance contracts incepting or renewing after February 28, 2014, the Company has entered into a continuous 50% quota-share cession ("Quota-Share Agreement") of all subject premiums, losses, loss adjustment expenses ("LAE"), and associated underwriting expenses to its parent, NICO, subject to an aggregate limit on losses and LAE for any calendar-accident year equal to three times that year's net calendar accident year earned premium ceded to NICO. The Quota-Share Agreement was amended effective November 1, 2014 to exclude all lines of insurance and reinsurance written as part of the Company's foreign branch operations. A second amendment was made effective January 1, 2020 to clarify that lines of business written by the Specialty Division are included in the agreement and not the insurance written by the Company's foreign branch operations.

Effective for all insurance policies and reinsurance contracts written by the Company's foreign branches, the Company has entered into various quota-share cessions of all subject premiums, losses, LAE, and associated underwriting expenses to its parent, NICO, subject to an aggregate limit on losses and LAE for any calendar-accident year equal to three times that year's net calendar-accident year earned premium ceded to NICO. The Company's Singapore branch entered into an 80% quota-share agreement, effective November 1, 2014. An addendum, effective January 1, 2020, increased the cession to 100%. The Company's Hong Kong branch entered into an 80% quota-share agreement, effective December 1, 2014. The Company's

Australia branch entered into a 60% quota-share agreement, effective February 1, 2015. The Company's New Zealand branch entered into an 80% quota-share agreement, effective June 29, 2015. The Company's Macau branch entered into a 60% quota-share agreement, effective September 3, 2016. An amendment, effective January 1, 2020 increased the cession to 95%. The Company's Labuan branch entered into a 100% quota-share agreement, effective November 1, 2016. The Company's Dubai branch entered into a 100% quota share agreement, effective August 15, 2017.

General

All contracts reviewed contained standard insolvency, arbitration, errors and omissions, and termination clauses where applicable, except as noted in the Findings section in this report. All contracts contained the clauses necessary to assure reinsurance credits could be taken.

BODY OF REPORT

GROWTH

The following comparative data reflects the growth of the Company during the period covered by this examination:

	2021	2022	2023	2024
Bonds	$ 46,014,262	$ 193,582,707	$ 156,719,738	$ 6,823,343
Common stocks	2,413,168,242	1,596,252,226	1,828,358,918	1,825,919,920
Cash, cash equivalents and short-term investments	3,768,427,674	3,819,487,859	4,717,739,154	5,593,059,933
Admitted assets	7,199,459,696	6,480,049,997	7,597,610,091	8,285,502,566
Losses	1,046,824,849	1,345,653,862	1,614,818,538	1,763,388,384
Total liabilities	2,789,783,855	3,097,889,698	3,671,513,861	3,686,558,676
Capital and surplus	4,409,675,842	3,382,160,299	3,926,096,230	4,598,943,890
Premiums earned	699,602,369	889,789,105	1,059,827,746	1,067,656,326
Net investment income	64,246,953	116,545,593	228,562,335	291,824,603
Losses incurred	494,782,965	623,080,428	691,853,555	591,565,330
Net income	9,996,569	115,995,545	140,707,379	368,330,684

FINANCIAL STATEMENTS

The following financial statements are based on the statutory financial statements filed by the Company with the State of Nebraska Department of Insurance and present the financial condition of the Company for the period ending December 31, 2024. The accompanying comments on financial statements reflect any examination adjustments to the amounts reported in the annual statements and should be considered an integral part of the financial statements. A reconciliation of the capital and surplus account for the period under review is also included.

FINANCIAL STATEMENT
December 31, 2024

Assets	Assets	Assets Not Admitted	Net Admitted Assets
Bonds	$ 6,823,343		$ 6,823,343
Common stocks	1,825,919,920		1,825,919,920
Cash, cash equivalents and investments	5,593,059,933		5,593,059,933
Derivatives	4,900,853	$ 4,900,853	
Other invested assets	42,478,345	42,478,345	
Subtotal, cash and invested assets	$7,473,182,394	$ 47,379,198	$7,425,803,196
Investment income due and accrued	3,872,932	1,041,831	2,831,101
Uncollected premiums	658,916,373	23,820,008	635,096,365
Amounts recoverable from reinsurers	198,625,160		198,625,160
Funds held by reinsured companies	1,185,144	132,402	1,052,742
Federal and foreign income tax recoverable	1,235,748		1,235,748
Electronic data processing equipment	1,313,191		1,313,191
Furniture and equipment	245,599	245,599	
Receivables from parent and affiliates	19,315,866		19,315,866
Advance to third party claims administrator	21,797,105	21,797,105	
Leasehold improvement	1,012,382	1,012,382	
Prepaid expenses	23,095,748	23,095,748	
Security fund deposit	1,365,471	1,365,471	
Self-insured claims deposit	135,043	135,043	
Miscellaneous receivable	229,197		229,197
Totals	$ 8,405,527,353	$ 120,024,787	$8,285,502,566

Liabilities, Surplus, and Other Funds

Losses	$1,763,388,384
Reinsurance payable	26,070,950
Loss adjustment expenses	352,101,150
Commissions payable	1,897,277
Other expenses	77,906,562
Taxes, licenses and fees	34,889,866
Current federal and foreign income taxes	65,970,105
Net deferred tax liability	235,909,309
Unearned premiums	583,593,113
Advance premium	21,514,712
Ceded reinsurance premiums payable	535,733,327
Funds held by company under reinsurance treaties	2,076,678
Amounts withheld or retained for account of others	415,894
Remittances and items not allocated	2,525,964
Provision for reinsurance	298,467
Drafts outstanding	(1,451,315)
Payable to parent, subsidiaries and affiliates	76,583,784
Retroactive reinsurance reserve ceded	(91,742,903)
Miscellaneous liability	4,131,824
Advance payments for reinsurance settlements on accident and health contracts	(5,254,472)
Total liabilities	$3,686,558,676
Special surplus from retroactive reinsurance account	$59,896,554
Common capital stock	5,000,000
Gross paid in and contributed surplus	2,774,937,900
Unassigned funds (surplus)	1,759,109,436
Total capital and surplus	$4,598,943,890
Totals	$8,285,502,566

STATEMENT OF INCOME – 2024

Underwriting Income

Premiums earned	$1,067,656,326
Losses incurred	$ 591,565,330
Loss adjustment expenses incurred	96,312,116
Other underwriting expenses incurred	228,337,637
Total underwriting deductions	$ 916,215,083
Net underwriting gain	$ 151,441,243

Investment Income

Net investment income earned	$ 291,824,603
Net realized capital gains	86,269,731
Net investment gain	$ 378,094,334

Other Income

Net gain from agents' or premium balances charged off	$ 245,987
Finance and service charges not included in premiums	82,901
Miscellaneous expense	(47,884,000)
Total other loss	$ (47,555,112)
Net loss before federal and foreign income taxes	$ 481,980,466
Federal and foreign income taxes incurred	113,649,781
Net income	$ 368,330,684

CAPITAL AND SURPLUS ACCOUNT

	2021	2022	2023	2024
Capital and surplus, beginning	$3,887,071,453	$4,409,675,842	$3,382,160,299	$3,926,096,230
Net income	$ 9,996,569	$ 115,995,545	$ 140,707,379	$ 368,330,684
Change in net unrealized capital gains	499,330,294	(563,483,647)	411,851,277	352,627,774
Change in net unrealized foreign exchange capital gain	(247,648)	(746,124)	7,502,391	(23,617,259)
Change in net deferred income tax	23,213,575	(17,365,021)	7,909,761	15,214,811
Change in nonadmitted assets	(9,674,802)	(11,606,016)	(24,331,010)	(39,686,768)
Change in provision for reinsurance	(13,599)	(310,281)	296,133	(21,582)
Surplus adjustments: Paid in		(550,000,000)		
Net change for the year	$ 522,604,389	$(1,027,515,543)	$ 543,935,931	$ 672,847,660
Capital and surplus, ending	$4,409,675,842	$ 3,382,160,299	$3,926,096,230	$4,598,943,890

EXAMINATION CHANGES IN FINANCIAL STATEMENTS

Unassigned funds (surplus) in the amount of $1,759,109,436 as reported in the Company's 2024 Annual Statement, has been accepted for examination purposes. Examination findings, in the aggregate, were considered to have no material effect on the Company's financial condition.

COMPLIANCE WITH PREVIOUS RECOMMENDATIONS

The recommendations appearing in the previous report of examination are reflected below together with the remedial actions taken by the Company to comply therewith:

> **Intercompany Transactions** - It is recommended that the Company proceed with its plan to adjust the settlement process in order to be compliant with the existing investment services agreement or enter into an investment services agreement directly with New England Asset Management ("NEAM") that includes settlement provisions in order to be compliant with Statement of Statutory Accounting Principles ("SSAP") No. 25(8) and Nebraska Insurance Statute §44-2133(2)(d).
>
> **Actions:** The Company has complied with this recommendation.

Investment Approval - It is recommended that the Company adhere to Nebraska Insurance Statute §44-5105(3) and continue to review and approve investment activity on a quarterly basis.

Actions: The Company has complied with this recommendation.

COMMENTARY ON CURRENT EXAMINATION FINDINGS

Reinsurance Agreement Required Clauses

Based on a sample of facultative certificates reviewed, these certificates did not include the entire agreement clause as stipulated under SSAP No. 62, Section 8(c). In addition, there was no errors and omissions clause included. Specific to the facultative certificates, the Company was not party to the underlying reinsurance agreement where the Company indicated these clauses were documented. Additionally, based on a sample of the underlying reinsurance agreements reviewed, these agreements did not include the errors and omissions clause.

It is recommended that the Company include all required clauses and provisions in its facultative certificates and reinsurance agreements as required by SSAP No. 62. It is also recommended that the Company include the errors and omissions clause.

SUMMARY OF COMMENTS AND RECOMMENDATIONS

The following comments and recommendations have been made as a result of this examination:

Reinsurance Agreement Required Clauses – It is recommended that the Company include all required clauses and provisions in its facultative certificates and reinsurance agreements as required by SSAP No. 62. It is also recommended that the Company include the errors and omissions clause.

ACKNOWLEDGMENT

The courteous cooperation extended by the Officers and employees of the Company during this examination is hereby acknowledged.

In addition to the undersigned, Christine Browning, CFE, Joel Schaefer, CPA, Rene Martinez, CFE, Debbie Fernatt, CFE, William Michael, CFE, CIA, CPCU, ARe, John Humphries, ASA, CFE, CISA, MAAA, MCM, Financial Examiners; LeeAnne Creevy, CPA, CISA, CITP, CRMA, MCM, Michael Maertz, CISA, CRISC, CDPSE, CSXF, CIPM (IAPP), Ras Sowers, CISA, CRISC, CDPSE, CISSP, HCISPP, CIA, CRMA, AES, Sean Betta, CIE, AIRC, ALMI, AMCM, Information Systems Specialists; Tricia Matson, FSA, MAAA, Andy Rarus, ASA, MAAA, Vadim Marchenko, ASA, MAAA, John Hyde, FSA, MAAA, Dave Heppen, FCAS, MAAA, Lauren Cavanaugh, FCAS, MAAA, MCM, Denise Ambrogio, FCAS, MAAA, Jared Rubinstein, FCAS, Ginda Fisher, FCAS, Elizabeth Feldhausen, ACAS, MAAA, Actuarial Specialists; and Edward Toy and Crystal Brown, Investment Specialists; all contracted by the Nebraska Department of Insurance, and Financial Examiners, Information Systems Specialists, and Actuarial Examiners with or contracted by the California Department of Insurance, Colorado Division of Insurance, Connecticut Insurance Department, Iowa Insurance Division, and New York Department of Financial Services; participated in this examination and assisted in the preparation of this report.

Respectfully submitted,

Laura Clark

Laura Clark, CFE, CPA
Examiner-in-Charge
Risk & Regulatory Consulting, LLC
Representing the Department of Insurance
State of Nebraska

Skyler Lawyer

Skyler Lawyer, CFE
Assistant Chief Examiner - Field
Department of Insurance
State of Nebraska

ADDENDUM

ORGANIZATIONAL CHART

Note: The following chart includes all affiliates related to insurance operations. Affiliates of selected non-insurance operations have been omitted. The omissions are replaced with the phrase "and owned affiliate(s)."

- Berkshire Hathaway Inc. (30.29519% owned by Warren E. Buffett)
  - Acme Building Brands, Inc. and owned affiliates
  - Affordable Housing Partners, Inc. and owned affiliates
  - Albecca Inc. and owned affiliates
  - Alleghany Corporation
    - Alleghany Capital Corporation and owned affiliates
    - Alleghany Insurance Holdings LLC
      - Alleghany Reinsurance Company
      - CapSpecialty, Inc. and owned affiliates
      - Roundwood Asset Management LLC
      - RSUI Group, Inc.
        - Resurgens Specialty Underwriting, Inc.
        - RSUI Indemnity Company
          - Covington Specialty Insurance Company
          - Landmark American Insurance Company
        - RSUI Surplus Lines Insurance Services, Inc.
          - RSUI Insurance Exchange RPG, Inc.
    - Alleghany Properties Holdings LLC and owned affiliates
    - Transatlantic Holdings, Inc.
      - Integral ILS Ltd.
      - Pillar Capital Holdings Limited
      - Professional Risk Management Services, Inc.
      - Transatlantic Re (Argentina) S.A.
      - Transatlantic Reinsurance Company
        - Calpe Insurance Company Limited
        - El Sol Del Paraguay S.A.
        - Fair American Insurance and Reinsurance Company
        - Fair American Select Insurance Company
        - Orien Risk Analysts, Inc.
        - TransRe Europe S.A.
        - TransRe London Limited
        - TransRe London Services Limited
        - TRC Escritorio de Representacao no Brasil Ltda.
      - TransRe Underwriting Managers Agency Ltd.
      - TReIMCo Limited
  - Ben Bridge Corporation and owned affiliate
  - Benjamin Moore & Co. and owned affiliates
  - Berkshire Hathaway Automotive Inc. and owned affiliates

- Berkshire Hathaway Credit Corporation and owned affiliates
- Berkshire Hathaway Energy Company and owned affiliates
- Berkshire Hathaway Finance Corporation
- BH Columbia Inc.
  - Columbia Insurance Company
    - American All Risk Insurance Services, Inc.
    - American Commercial Claims Administrators Inc.
    - Berkadia Commercial Mortgage Holding LLC and owned affiliate
    - Berkadia Commercial Mortgage Partners LLC
    - Berkshire Hathaway Assurance Corporation
    - Berkshire Hathaway Direct Insurance Company
    - BH Finance LLC
    - BHG Structured Settlements, Inc. and owned affiliates
    - biBERK Insurance Services, Inc.
    - BIFCO, LLC
    - British Insurance Company of Cayman
    - Farnam Management Services, LLC
    - Hawthorn Life International, Ltd. and owned affiliate
    - MedPro Group Inc.
      - AttPro RRG Reciprocal Risk Retention Group
      - Medical Protective Finance Corporation
      - MedPro Risk Retention Services, Inc.
      - MedPro RRG Risk Retention Group
      - PLICO, Inc.
      - Princeton Insurance Company
      - The Medical Protective Company
        - C&R Insurance Services, LLC
        - Daniels-Head Management Corporation and owned affiliates
        - MedPro Insurance Services, LLC
        - Somerset Services, LLC
        - Wellfleet Benefits, LLC
        - Wellfleet Group, LLC
      - Wellfleet Insurance Company
      - Wellfleet New York Insurance Company
    - Nederlandse Reassurantie Groep N.V. and owned affiliates
    - NetJets IP, LLC
    - Resolute Management Inc.
    - Ringwalt & Liesche Co. and owned affiliates
    - The Duracell Company and owned affiliates
- BH Holding H Jewelry Inc. and owned affiliate
- BH Holding S Furniture Inc.
- BH Housing LLC
- BH Shoe Holdings, Inc. and owned affiliates
- Blue Chip Stamps, Inc.
- Borsheim Jewelry Company, Inc.
- Brooks Sports, Inc. and owned affiliates

- Burlington Northern Santa Fe, LLC and owned affiliates
- Business Wire, Inc. and owned affiliates
- Central States of Omaha Companies, Inc.
  - Central States Indemnity Co. of Omaha
    - CSI Life Insurance Company
    - CSI Processing, LLC
- Charter Brokerage Holdings Corp. and owned affiliates
- Clayton Homes, Inc. and owned affiliates
- CORT Business Services Corporation and owned affiliate
- CTB International Corp. and owned affiliates
- Detlev Louis Motorrad-Vertriebsgesellschaft GmbH and owned affiliates
- Forest River, Inc. and owned affiliates
- Fruit of the Loom, Inc. and owned affiliates
- Gateway Underwriters Agency, Inc.
- General Re Corporation
  - Faraday Holdings Limited and owned affiliates
  - Gen Re Intermediaries Corporation
  - Gen Re Long Ridge, LLC
  - General Reinsurance Corporation
    - Elm Street Corporation
    - Gen Re Japan Service Company Limited
    - General Re Life Corporation
      - Idealife Insurance Company
    - General Reinsurance AG and owned affiliates
    - General Reinsurance Australia Ltd
    - General Star Indemnity Company
    - General Star National Insurance Company
    - Genesis Insurance Company
    - Genesis Management and Insurance Services, LLC
    - GenStar Insurance Services, LLC
    - GRC Realty Corporation
    - Railsplitter Holdings Corporation
  - New England Asset Management, Inc. and owned affiliate
  - GRD Holdings Corporation and owned affiliate
  - GRSA Services (Proprietary) Limited
  - United States Aviation Underwriters, Inc. and owned affiliate
- International Dairy Queen, Inc. and owned affiliates
- Johns Manville Corporation and owned affiliates
- Jordan’s Furniture, Inc.
- LiquidPower Specialty Products Inc. and owned affiliates
- Marmon Holdings, Inc. and owned affiliates
- McLane Company, Inc. and owned affiliates
- MiTek Industries, Inc. and owned affiliates
- MS Property Company and owned affiliate
- National Fire & Marine Insurance Company
- National Indemnity Company

AHP Housing Fund 184, LLC
AHP Housing Fund 208, LLC
AHP Housing Fund 219, LLC
AHP Housing Fund 220, LLC and owned affiliate
AHP Housing Fund 223, LLC
AHP Housing Fund 245, LLC
AHP Housing Fund 253, LLC
AHP Housing Fund 254, LLC
AHP Housing Fund 261, LLC
AHP Housing Fund 265, LLC
AHP Housing Fund 267, LLC
AHP Housing Fund 285, LLC
AHP Housing Fund 296, LLC
AHP Housing Fund 318, LLC
BDT I-A Plum, LLC
Berkshire Hathaway European Insurance Designated Activity Company
Berkshire Hathaway Homestate Insurance Company
Berkshire Hathaway International Insurance Limited
Berkshire Hathaway Life Insurance Company of Nebraska
    BHA Real Estate Holdings, LLC
    BHG Life Insurance Company
    Financial Credit Investment III (Cayman), L.P.
    Financial Credit Investment III SPV-B (Cayman), L.P.
    First Berkshire Hathaway Life Insurance Company
    FlightSafety International Inc. and owned affiliates
    Garan, Incorporated and owned affiliates
Berkshire Hathaway Specialty Insurance Company
    Berkshire Hathaway Global Insurance Services, LLC
    Berkshire Hathaway Specialty Services Limited
BHHC Special Risks Insurance Company
Continental Divide Insurance Company
Cypress Insurance Company
Douglas Building, LLC
Finial Reinsurance Company
GEICO Corporation
    Boat America Corporation
        GEICO Marine Insurance Company
    CalGO Insurance Company
    GEICO Advantage Insurance Company
    GEICO Atlantis Corporation
    GEICO Choice Insurance Company
    GEICO County Mutual Insurance Company
    GEICO Discovery Corporation
    GEICO Endeavor Corporation
    GEICO Financial Services, Gmbh
    GEICO Horizon Corporation

- GEICO Indemnity Company
  - Criterion Insurance Agency, Inc.
  - GEICO Casualty Company
- GEICO Lone Star Corporation
- GEICO Perspective Corporation
- GEICO Products, Inc.
- GEICO Protection Insurance Company
- GEICO Secure Insurance Company
- GEICO Texas County Mutual Insurance Company
- GEICO Voyager Corporation
- Government Employees Insurance Company
  - AHP Federal and State Affordable 1, LLC and owned affiliates
  - AHP State Affordable 1, LLC and owned affiliates
  - Altirus Road LLC
  - Boat Owners Association of the United States LLC
  - BRK Investment Holdings, LLC and owned affiliate
  - GEICO General Insurance Company
  - GEICO Insurance Agency, LLC
  - Government Employees Financial Corporation
  - Plaza Financial Services Company
  - Riverside Village Investments, LLC
  - Sirius XM Holdings Inc.
- International Insurance Underwriters, Inc.
- Maryland Ventures, Inc.
- Plaza Resources Company
- Top Five Club, Inc.

MLMIC Insurance Company
- M2 Liability Solutions, Inc.
- MLMIC Services, Inc.

National Indemnity Company of Mid-America
National Indemnity Company of the South
Oak River Insurance Company
Occidental Petroleum Corp
Pilot Travel Centers LLC and owned affiliates
Redwood Fire and Casualty Insurance Company
Sirius XM Holdings Inc.
SLI Holding Limited and owned affiliates
Tenecom Limited and owned affiliate
The British Aviation Insurance Company Limited
Transfercom Limited
V3 Insurance Agency Inc.
VT Insurance Acquisition Sub Inc.
- Van Enterprises, Inc.
  - MPP Co., Inc.
  - Old United Casualty Company
  - Old United Life Insurance Company

Vantage Reinsurance, LLC
WestGUARD Insurance Company
AmGUARD Insurance Company
AZGUARD Insurance Company
EastGUARD Insurance Company
GUARDco, Inc.
NorGUARD Insurance Company
National Liability & Fire Insurance Company
Nebraska Furniture Mart, Inc. and owned affiliates
NetJets Inc. and owned affiliates
Northern States Agency, Inc. and owned affiliates
OTC Worldwide Holdings, Inc. and owned affiliates
Precision Castparts Corp. and owned affiliates
R.C. Willey Home Furnishings and owned affiliate
Richline Group, Inc. and owned affiliates
See’s Candy Shops, Inc. and owned affiliate
Shaw Industries Group, Inc. and owned affiliates
The Fechheimer Brothers Company and owned affiliate
The Lubrizol Corporation and owned affiliates
The Pampered Chef, Ltd. and owned affiliates
TTI, Inc. and owned affiliates
U.S. Investment Corporation
United States Liability Insurance Company
Mount Vernon Fire Insurance Company
U.S. Underwriters Insurance Company
Mount Vernon Specialty Insurance Company
Radnor Specialty Insurance Company
XTRA Corporation and owned affiliates

State of Connecticut,

County of Hartford,

Laura Clark, being duly sworn, states as follows:

1. I have authority to represent the Department of Insurance of the State of Nebraska in the examinations of the Columbia Insurance Company, Berkshire Hathaway Direct Insurance Company, National Fire & Marine Insurance Company, National Indemnity Company, Berkshire Hathaway Life Insurance Company of Nebraska, BHG Life Insurance Company, Berkshire Hathaway Specialty Insurance Company, Berkshire Hathaway Homestate Insurance Company, Oak River Insurance Company, and Redwood Fire and Casualty Insurance Company.

2. The Department of Insurance of the State of Nebraska is accredited under the National Association of Insurance Commissioners Financial Regulation Standards and Accreditation.

3. I have reviewed the examination work papers and examination reports, and the examinations of the Columbia Insurance Company, Berkshire Hathaway Direct Insurance Company, National Fire & Marine Insurance Company, National Indemnity Company, Berkshire Hathaway Life Insurance Company of Nebraska, BHG Life Insurance Company, Berkshire Hathaway Specialty Insurance Company, Berkshire Hathaway Homestate Insurance Company, Oak River Insurance Company, and Redwood Fire and Casualty Insurance Company were performed in a manner consistent with the standards and procedures required by the Department of Insurance of the State of Nebraska.

The affiant says nothing further.

SUSAN E SKLENKA
Notary Public
Connecticut
My Commission Expires Nov 30, 2028

Laura Clark
Examiner-in-Charge's Signature

Subscribed and sworn before me by Laura Clark on this 17th day of June, 2026.

Susan E Sklenka
Notary Public

My commission expires November 30, 2028