

Edgar Filing: 21ST CENTURY INSURANCE GROUP - Form 10-Q

21ST CENTURY INSURANCE GROUP
CONSOLIDATED BALANCE SHEET

| (Amounts in thousands, except share data) | September 30, 2001 | December 31, 2000 |
|--|-----------------------|----------------------|
| <hr/> | | |
| ASSETS | (Unaudited) | |
| Investments, available-for-sale, at fair value and cash: | | |
| Fixed maturities | \$ 862,354 | \$ 912,655 |
| Equity securities | - | 433 |
| Cash and cash equivalents | 62,030 | 7,240 |
| <hr/> | | |
| Total investments and cash | 924,384 | 920,328 |
| Accrued investment income | 12,172 | 12,569 |
| Premiums receivable | 79,899 | 78,983 |
| Reinsurance receivables and recoverables | 41,578 | 50,075 |
| Prepaid reinsurance premiums | 16,124 | 20,300 |
| Deferred income taxes | 66,034 | 72,434 |
| Deferred policy acquisition costs | 25,144 | 22,387 |
| Property and equipment, net of accumulated depreciation | 175,287 | 138,062 |
| Other assets | 21,649 | 33,968 |
| <hr/> | | |
| Total assets | \$ 1,362,271 | \$ 1,349,106 |
| <hr/> | | |
| LIABILITIES AND STOCKHOLDERS' EQUITY | | |
| Unpaid losses and loss adjustment expenses | \$ 291,597 | \$ 298,436 |
| Unearned premiums | 240,219 | 236,519 |
| Claims checks payable | 37,020 | 35,982 |
| Reinsurance payable | 12,397 | 15,989 |
| Other liabilities | 56,246 | 41,619 |
| <hr/> | | |
| Total liabilities | 637,479 | 628,545 |
| <hr/> | | |
| Common stock, without par value; authorized 110,000,000 shares, outstanding 85,352,323 in 2001 and 85,145,817 in 2000 | 416,485 | 415,064 |
| Retained earnings | 296,429 | 303,714 |
| Accumulated other comprehensive income | 11,878 | 1,783 |
| <hr/> | | |
| Total stockholders' equity | 724,792 | 720,561 |
| <hr/> | | |
| Total liabilities and stockholders' equity | \$ 1,362,271 | \$ 1,349,106 |
| <hr/> | | |

See accompanying notes to financial statements.

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| (Amounts in thousands, except per share data) | Three Months Ended September 30, | | Nine Mo |
|---|----------------------------------|-----------------|--------------|
| | 2001 | 2000 | 2001 |
| REVENUES | | | |
| Net premiums earned | \$ 216,631 | \$ 208,109 | \$ 648 |
| Net investment income | 11,395 | 12,649 | 34 |
| Other | (437) | (346) | |
| Realized investment gains (losses) | 962 | (299) | 2 |
| | 228,551 | 220,113 | 685 |
| LOSSES AND EXPENSES | | | |
| Net losses and loss adjustment expenses | 195,220 | 190,547 | 582 |
| Policy acquisition costs | 25,574 | 22,744 | 76 |
| Other operating expenses | 6,305 | 6,888 | 16 |
| Interest and fees expense | - | 804 | |
| | 227,099 | 220,983 | 675 |
| Income (loss) before federal income taxes | 1,452 | (870) | 9 |
| Federal income tax benefit | 1,227 | 3,441 | 4 |
| NET INCOME | \$ 2,679 | \$ 2,571 | \$ 13 |
| EARNINGS PER COMMON SHARE | | | |
| BASIC | \$ 0.03 | \$ 0.03 | \$ |
| DILUTED | \$ 0.03 | \$ 0.03 | \$ |
| WEIGHTED AVERAGE COMMON SHARES OUTSTANDING | | | |
| BASIC | 85,353 | 85,146 | 85 |
| DILUTED | 85,503 | 85,344 | 85 |
| DIVIDENDS PER SHARE | \$ 0.08 | \$ 0.08 | \$ |

See accompanying notes to financial statements.

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21ST CENTURY INSURANCE GROUP AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF STOCKHOLDERS' EQUITY
(Unaudited)

Accumulated
Other

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| (Amounts in thousands) Nine Months Ended September 30, 2001 | Common Stock | Retained Earnings | Comprehensive Income | Total |
|--|-----------------|----------------------|-------------------------|------------|
| Balance - January 1, 2001 | \$415,064 | \$ 303,714 | \$ 1,783 | \$720,561 |
| Comprehensive income | | 13,398 | (1) 10,095 | (2) 23,493 |
| Cash dividends declared | | (20,481) | | (20,481) |
| Other | 1,421 | (202) | | 1,219 |
| Balance - September 30, 2001 | \$416,485 | \$ 296,429 | \$ 11,878 | \$724,792 |