

CONSOLIDATED BALANCE SHEETS

(in thousands, except share and per-share amounts)	December 31	
	2001	2000
ASSETS		
Investments		
Fixed maturities held to maturity — at amortized cost (fair value \$461,962 and \$490,792)	\$ 442,198	\$ 469,591
Fixed maturities available for sale — at fair value (amortized cost \$2,552,930 and \$1,087,191)	2,567,200	1,120,840
Trading securities — at fair value (amortized cost \$22,599)	21,659	—
Equity securities — at fair value (cost \$116,978 and \$58,877)	120,320	64,202
Short-term investments	210,788	95,824
Other invested assets	7,310	—
Cash	60,159	2,424
Investment in affiliates	177,465	—
Deferred policy acquisition costs	151,037	70,049
Prepaid federal income taxes	326,514	270,250
Provisional losses recoverable	47,229	43,740
Other assets	306,747	135,891
	\$4,438,626	\$2,272,811
LIABILITIES AND STOCKHOLDERS' EQUITY		
Unearned premiums	\$ 513,932	\$ 77,241
Reserve for losses	588,643	390,021
Long-term debt	324,076	—
Deferred federal income taxes	432,098	291,294
Accounts payable and accrued expenses	233,549	112,058
	2,092,298	870,614
Redeemable preferred stock, par value \$.001 per share; 800,000 shares issued and outstanding — at redemption value	40,000	40,000
Common stockholders' equity		
Common stock, par value \$.001 per share; 200,000,000 shares authorized; 94,170,300 and 37,945,483 shares issued in 2001 and 2000, respectively	94	38
Treasury stock; 188,092 and 37,706 shares in 2001 and 2000, respectively	(7,874)	(2,159)
Additional paid-in capital	1,210,088	549,154
Retained earnings	1,093,580	789,831
Accumulated other comprehensive income	10,440	25,333
	2,306,328	1,362,197
	\$4,438,626	\$2,272,811

See notes to consolidated financial statements.