



Illinois Department of Insurance

JB Pritzker
Governor

Dana Popish Severinghaus
Director

June 22, 2022

Mr. Richard S. Kahibaugh, President
Lyndon Southern Insurance Company
1807 N. Market Street
Wilmington, DE. 19802

Re: Lyndon Southern Insurance Company, NAIC 10051
Market Conduct Examination Verified Report

Dear Mr. Kahibaugh,

A Market Conduct Examination of your company was conducted by an authorized examiner designated by the Director of the Illinois Department of Insurance (“Department”) pursuant to Illinois Insurance Code (“Code”) Sections 132, 132.5(f), 404(1)(a) and 404(1)(c). This examination covered the period of January 1, 2019, through March 31, 2022. Enclosed with this letter is a copy of the verified examination report.

The examination report is a public document under the Freedom of Information Act (“FOIA”) [5 ILCS 140/1 *et seq.*] and will be posted on the Department’s website. To the extent that the examination report contains information that your Company deems private, personal, or trade secret pursuant to Sections 7(1)(b), (c), or (g) of FOIA [5 ILCS 140/7(b), (c), and (g)], your Company may request that the Department redact such information from the report prior to making it public. In making a request for confidentiality, your Company must provide a factual basis for its assertion of confidentiality. The Department will consider the request and determine whether such information is exempt from disclosure under Section 7 of FOIA.

No company, corporation, or individual shall use this report or any statement, excerpt, portion, or section thereof for any advertising, marketing or solicitation purpose. Any company, corporation or individual action contrary to the above shall be deemed a violation of Section 149 of the Illinois Insurance Code (215 ILCS 5/149).

Please contact me if you have any questions.

Sincerely,

Erica Weyhenmeyer
Chief Market Conduct Examiner
Illinois Department of Insurance
320 West Washington St., 5th Floor
Springfield, IL 62767
Phone: 217-782-1790
Erica.Weyhenmeyer@Illinois.gov

Company Name: Lyndon Southern Insurance Company	CoCode:	10051	Group Code:	4718								
Private Passenger Auto Liability	Accident Quarter											
Statewide data (Illinois only) as of 3/31/2022	Q1 - 2019	Q2 -2019	Q3 - 2019	Q4 - 2019	Q1 - 2020	Q2 - 2020	Q3 - 2020	Q4 - 2020	Q1 - 2021	Q2 - 2021	Q3 - 2021	Q4 - 2021
(2) All expenses other than loss adjustment expenses, excluding amounts from item 5 below	608	1,492	2,216	7,532	11,950	14,921	19,863	20,513	21,961	31,933	25,096	8,148
(3) Net Earned Premium Before Application of any COVID-19 Related Premium Credit/Refund/Dividend	3,040	7,462	11,081	37,660	59,752	74,605	99,313	102,564	109,807	159,664	125,481	40,738
(4) The Amount of any COVID-19 Related Premium Credit/Refund/Dividend accounted for as premium	0	0	0	0	0	0	0	0	0	0	0	0
(5) The Amount of any COVID-19 Related Credit/Refund/Dividend accounted for as expense	0	0	0	0	0	0	0	0	0	0	0	0
(6) Net Ultimate Incurred Losses and Defense and Cost Containment Expenses	17,456	959	22,350	22,653	40,360	139,762	22,202	133,588	78,845	92,280	18,227	12,142
(7) Net Ultimate Adjusting & Other	243	597	886	3,013	4,780	5,968	7,945	8,205	8,785	12,773	10,038	3,259
(8) Ultimate Reported Claim Counts (excluding Claims Closed without Payment)	2	1	5	6	7	7	4	10	7	19	7	3
(9) Open Claim Counts	0	0	0	0	0	0	1	0	5	0	0	1
Post-refund combined ratio (6+7+2+5)/(3-4)	602.3%	40.9%	229.7%	88.2%	95.5%	215.3%	50.4%	158.2%	99.8%	85.8%	42.5%	57.8%
Pre-refund combined ratio (6+7+2)/(3)	602.3%	40.9%	229.7%	88.2%	95.5%	215.3%	50.4%	158.2%	99.8%	85.8%	42.5%	57.8%
Claims severity (6)/(8)	8,728	959	4,470	3,776	5,766	19,966	5,551	13,359	11,264	4,857	2,604	4,047

Notes:

Data from row (1) will be made available on an all company weighted average frequency basis. Data will not be publicly released on an individual company basis.

All data provided in rows (2)-(9) will be considered public.

"Net" refers to net of reinsurance and salvage & subrogation.

Claim counts should be reported net of quota share reinsurance.

Company Name: Lyndon Southern Insurance Company	CoCode:	10051	Group Code:	4718								
Private Passenger Auto Physical Damage	Accident Quarter											
Statewide data (Illinois only) as of 3/31/2022	Q1 - 2019	Q2 -2019	Q3 - 2019	Q4 - 2019	Q1 - 2020	Q2 - 2020	Q3 - 2020	Q4 - 2020	Q1 - 2021	Q2 - 2021	Q3 - 2021	Q4 - 2021
(2) All expenses other than loss adjustment expenses, excluding amounts from item 5 below	260	625	1,736	4,523	7,154	8,475	11,382	12,511	13,311	17,411	13,872	5,306
(3) Net Earned Premium Before Application of any COVID-19 Related Premium Credit/Refund/Dividend	1,302	3,127	8,680	22,617	35,769	42,376	56,910	62,555	66,553	87,057	69,361	26,528
(4) The Amount of any COVID-19 Related Premium Credit/Refund/Dividend accounted for as premium	0	0	0	0	0	0	0	0	0	0	0	0
(5) The Amount of any COVID-19 Related Credit/Refund/Dividend accounted for as expense	0	0	0	0	0	0	0	0	0	0	0	0
(6) Net Ultimate Incurred Losses and Defense and Cost Containment Expenses	6,128	0	15,387	30,808	43,258	39,371	72,782	66,958	65,530	98,929	147,922	17,711
(7) Net Ultimate Adjusting & Other	104	250	694	1,809	2,861	3,390	4,553	5,004	5,324	6,965	5,549	2,122
(8) Ultimate Reported Claim Counts (excluding Claims Closed without Payment)	2	0	4	9	12	18	25	24	27	33	24	5
(9) Open Claim Counts	0	0	0	0	0	0	0	0	0	0	0	0
Post-refund combined ratio (6+7+2+5)/(3-4)	498.5%	28.0%	205.3%	164.2%	148.9%	120.9%	155.9%	135.0%	126.5%	141.6%	241.3%	94.8%
Pre-refund combined ratio (6+7+2)/(3)	498.5%	28.0%	205.3%	164.2%	148.9%	120.9%	155.9%	135.0%	126.5%	141.6%	241.3%	94.8%
Claims severity (6)/(8)	3,064	#DIV/0!	3,847	3,423	3,605	2,187	2,911	2,790	2,427	2,998	6,163	3,542

Notes:

Data from row (1) will be made available on an all company weighted average frequency basis. Data will not be publicly released on an individual company basis.

All data provided in rows (2)-(9) will be considered public.

"Net" refers to net of reinsurance and salvage & subrogation.

Claim counts should be reported net of quota share reinsurance.