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Zacks Small-Cap Research

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Tom Kerr, CFA
312-265-9417
tkerr@zacks.com

scr.zacks.com
101 N. Wacker Drive, Chicago, IL 60606

Global Indemnity Group (NASDAQ: GBLI)

GBLI: Global Indemnity reports 3rd quarter 2026 financial and operating results which reflected a competitive pricing environment. The company also announced the appointment of a new CEO.

Utilizing a scenario analysis methodology for future projections of book value per share, we believe GBLI should trade at **$47.00** (BVPS) in the near-term and **$55.00** per share over the long-term.

Current Price (11/16/26)	$22.02
Valuation (near-term)	**$47.00**

OUTLOOK

Global Indemnity Group, LLC, provides specialty and niche insurance products nationwide. GBLI focuses on small market property and casualty business. The company has made a concerted effort to reduce its property exposure. The company's largest business targets small, Main Street business written on an excess and surplus lines basis. **The company has excess discretionary capital of approximately $300 million**. Global Indemnity is expected to show continued improvement in underwriting results in 2026. Recent high levels of IT spending position the company for strong growth going forward. We believe GBLI stock is undervalued and should trade at a small premium to future book value.

SUMMARY DATA

52-Week High	**$30.52**
52-Week Low	**$18.27**
One-Year Return (%)	**-22.00**
Beta	**0.53**
Average Daily Volume (sh)	**8,550**
Shares Outstanding (mil)	**14.4**
Market Capitalization ($mil)	**$322**
Short Interest Ratio (days)	**N/A**
Institutional Ownership (%)	**37**
Insider Ownership (%)	**46**
Annual Cash Dividend	**$1.40**
Dividend Yield (%)	**4.91**
5-Yr. Historical Growth Rates	
Sales (%)	**N/A**
Earnings Per Share (%)	**N/A**
Dividend (%)	**N/A**
P/E using TTM EPS	**10.5**
P/E using 2026 Estimate	**10.5**
P/E using 2027 Estimate	**7.5**

Risk Level	**Low**
Type of Stock	**Small-Value**
Industry	**Insurance**

ZACKS ESTIMATES

Revenue
(In millions of $)

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2024	112 A	109 A	112 A	108 A	441 A
2025	109 A	111 A	114 A	117 A	450 A
2026	109 A	116 A	113 A	108 E	445 E
2027					488 E

EPS / Loss Per Share

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2024	$0.82 A	$0.73 A	$0.92 A	$0.65 A	$3.12 A
2025	-$0.30 A	$0.71 A	$0.86 A	$0.44 A	$1.75 A
2026	$0.29 A	$0.76 A	$0.61 A	$0.45 E	$2.10 E
2027					$2.94 E

Quarterly revenues may not equal annual revenues due to rounding. Quarterly EPS may not equal annual EPS due to rounding, dilution or intangibles.

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WHAT'S NEW

3rd Quarter 2026 Financial Results

On November 4, 2026, Global Indemnity reported 3rd quarter 2026 financial and operating results which reflected a tough pricing environment as Belmont core gross written premiums declined 5.5% compared to the prior year period. In some areas, the E&S property market is experiencing increased competition as new insurance companies, reinsurers, and fronting organizations introduce additional underwriting capacity. At the same time, traditional insurance carriers are expanding into specialty markets and competing for business historically written by E&S insurers, placing downward pressure on premium rates and underwriting margins.

Current accident year underwriting income was $5.6 million compared to $10.2 million in the prior year period with a loss ratio of 53.0% and a current accident year combined ratio of 94.8%. A $1.3 million decrease in net earned premiums and the $3.0 million effect of the higher loss ratio drove the decline. The loss ratio rose to 53.0% from 50.1% in 2025, which was a quarter with unusually few severe property losses.

In the 3rd quarter, net income was $8.8 million, or $0.61 per share, compared to $12.4 million, or $0.86 per share in the prior year period. Pretax Adjusted Operating Contribution was $20.1 million and Adjusted Return on Equity was 12.8%.

The company recently emphasized that expense pressure tied to technology investments remains well above long-term target levels (which is approximately in the mid 30% range). The company continues to invest in Katalyx, Kaleidoscope, and related technology platform capabilities. The company expects significant operating leverage as these initiatives drive efficiency, AI-assisted decision-making, and support future growth.

Belmont Core gross written premiums were $102.6 million in the third quarter of 2026, down 5.5% from $108.5 million in the prior-year period. For the nine month period, premiums of $316.4 million were flat compared to $316.7 million in 2025, and excluding terminated business they increased 1.5%. Wholesale Commercial, the largest segment, produced $62.1 million premiums in the quarter (down 8.6%) and $193.7 million for the nine months (down 4%), as the company held to its pricing discipline and return standards amongst competitive conditions, particularly in the property segment. Overall rates fell 3% in the quarter and 1% for the nine months. Specialty Products declined to $7.7 million in the quarter (down 9.5%) and $23.3 million for the nine months (down 17.6%), reflecting the run-off of terminated products and competitive pressure. Excluding terminated business, premiums rose 4.5% in the quarter and 0.5% year to date.

	For the Three Months Ended September 30,		
	2026	2025	% Change
Wholesale Commercial	$ 62.1	$ 67.9	(8.6%)
Vacant Express	11.5	11.3	1.0%
Collectibles	5.8	5.1	13.8%
Specialty Products	7.7	8.6	(9.5%)
Assumed E&S Reinsurance	15.5	15.6	(0.8%)
Gross written premiums	102.6	108.5	(5.5%)
Terminated business	—	(1.2)	-
Total gross written premiums, excluding terminated business	$ 102.6	$ 107.3	(4.4%)

Source: investors.gbli.com

Growth elsewhere partly offset those declines. Assumed E&S Reinsurance was flat at $15.5 million in the quarter but rose 25% to $48.2 million for the nine months on new treaties incepting during 2025 and 2026. Vacant Express grew 1% to $11.5 million in the quarter and 4% to $36.0 million year to date, supported by rate increases, opportunities in targeted classes, and new agency appointments. The collectibles business was the fastest-growing line, up 14% to $5.8 million in the quarter and 13% to $15.2 million for the nine months, which was driven by specific targeted-class opportunities and organic growth.

Shareholders' equity decreased to $700.9 million as of September 30, 2026, a decrease from $702.6 million at year-end 2025. This was driven by an unrealized loss in the investment portfolio and the quarterly shareholder distribution. Book value per share declined to $47.87 from $48.96 on December 31, 2025, after $1.05 per share of common dividends and a $0.89 per share unrealized decline in the fixed income portfolio. Dividends of $15.4 million were paid during the nine month period ending September 30, 2026. Since its 2003 initial public offering, GBLI has returned $664.9 million to shareholders, including $522.2 million in share repurchases and $142.7 million in dividends and distributions.

Balance Sheet

At the end of the 3rd quarter, the company had unrestricted cash of **$173.9 million** and total investments of **$1.21 billion**. The high unrestricted cash is temporary as the majority of that will be reinvested in fixed income securities. Approximately 97.5% of the investment portfolio consists of fixed income securities. The average credit quality of the fixed income portfolio remains at AA-. In September 2026, the company began lengthening its fixed income duration by redeploying U.S. Treasuries into higher-yielding securities, which lifted the fixed income portfolio book yield to 4.8% and the duration to 1.5 years as of September 30, 2026 which was an increase from 4.3% and 1.0 year at December 31, 2025.

Valuation

GBLI book value per share was **$47.87** as of September 30, 2026 compared to $48.96 as of December 31, 2025. On September 9, 2026, the Board of Directors approved a distribution (dividend) of $0.35 per common share which was paid on September 30, 2026. The current dividend yield is approximately **6.36%.**

	September 30, 2026	December 31, 2025
Cash and invested assets, net	$ 1,363.9	$ 1,420.2
Total assets	$ 1,686.8	$ 1,720.8
Shareholders' equity	$ 704.9	$ 706.6
Book value per share	$ 47.87	$ 48.96
Book value per share plus cumulative dividends and excluding AOCI	$ 58.86	$ 58.04
Shares Outstanding	14.6	14.4

Source: investors.gbli.com

Management stated its long-term financial goals which are:

1) Grow the overall business at a rate of 10% or higher,
2) Achieve a combined ratio in the low 90's,
3) Manage the expense ratio to a competitive level in the mid 30% range.

GBLI stock is currently selling at **46%** of book value based on September 30, 2026 shareholders' equity. We separate our price target into near-term and long-term objectives. Our near-term target is **$47.00** which assumes GBLI stock will trade near book value per share. We maintain our long-term price target of **$55.00** per share based on the stock selling at a small premium to future book value per share.

The current market cap of only $322 million appears to be irrational and more reflective of the ongoing microcap stock malaise as opposed to company fundamentals.

New CEO

On November 2, 2026, GBLI announced that Jessica E. Buss would become its new CEO, effective immediately. She will also lead the company's two operating platforms, Katalyx Holdings and Belmont Holdings. Buss joined GBLI's Board on October 26, 2026, and will continue to serve as a director. She replaces Jay Brown, who had been CEO since 2022. Buss brings extensive experience of building and managing specialty insurance businesses. As CEO of GuideOne Insurance, she doubled premiums during her tenure and previously served as CEO of Argo Group and Open Lending. Earlier in her career, she was COO and CFO of Rockhill Insurance, where she led its sale to State Auto Mutual for 1.6x book value. She subsequently managed State Auto Mutual's $1.5 billion commercial and specialty division. Buss is a CPA and holds the NACD Directorship Certification.

Ms. Buss stated, *"GBLI has what matters most in specialty insurance: disciplined underwriting, strong carriers, deep agency relationships and technology built for this market's future. My job is to build on it. I look forward to working with our team, our agents and our partners to make GBLI one of the leading specialty franchises in the country. I also thank Jay for his leadership and for his help with this transition."*

In the 3rd quarter earnings release, Ms. Buss further stated she believes GBLI is well positioned for long-term growth, citing strong nine-month results despite a softer third quarter caused by disciplined underwriting amid declining property rates. Her priorities include significantly expanding Katalyx's distribution over the next five years, accelerating growth initiatives in 2027, leveraging Kaleidoscope technology to strengthen relationships with wholesalers and agents, and improving Belmont's operating efficiency. While acknowledging a softening specialty insurance market, she emphasized GBLI's 23-year record of top-quartile loss ratios, strong capital position, lack of debt, low operating leverage and established agency relationships. She believes the ultimate objective is to deliver sustained growth in premiums, earnings and book value per share at levels well above the company's historical performance.



Source: investors.gbli.com

OTHER RECENT NEWS

Industry Update

The wholesale and Excess & Surplus (E&S) market has softened in property but not across the board. Ample capital, a benign 2025 hurricane season, strong insurer earnings, lower reinsurance costs and the rapid growth of MGAs have pushed property pricing down for several quarters. That capital includes record alternative reinsurance capital, which reached $141 billion in the first quarter of 2026. Brokers are now able to negotiate lower renewal premiums, broader coverage terms and reduced deductibles. Casualty is a different story. E&S liability lines are still growing at double-digit rates, and Marsh reports that U.S. casualty rates continue to rise even as the overall U.S. commercial composite slipped 1% in the third quarter.

Property has been the main source of the change. Midyear data from the Wholesale & Specialty Insurance Association showed E&S property premium falling 13.7% to $13.6 billion in the first half of 2026, while transaction volume rose 15.2%. Property fell to 28.5% of total premium from 34% a year earlier. Premium declines understate the drop in pricing in some segments. Marsh reports U.S. commercial property rates down 10% in the third quarter after a 13% decline in the second, and some wholesalers cite rate cuts of 20% to 40% on catastrophe-exposed and large layered accounts. Falling rates alongside rising volume suggest demand for wholesale coverage remains strong while capacity and competition are growing. Data centers and wildfire-exposed property are the main exceptions, with capacity staying selective because of high insured values, aggregation concerns and limited mitigation options. Wildfire pricing has improved modestly but is easing more slowly than the rest of the property market. Carrier results show the pressure, with Kinsale's commercial property premium down 26.8% in the third quarter.

The line between the admitted and E&S markets continues to blur as admitted insurers reprice or pull back from wildfire, coastal and other higher-risk exposures. Those accounts are moving into a well-capitalized wholesale market, which keeps E&S carriers central to commercial placement. The same abundance of capital is limiting premium growth, however. Total E&S premium rose just 2.8% in the first half of 2026, compared with 13.2% a year earlier, and 2025 growth of 7.8% was the slowest in eight years. Some market participants also caution that newly deployed MGA-backed capacity is untested and may prove less resilient if claims activity picks up, and that aggressive pricing could prove costly after a major catastrophe.

Industry Valuations

Publicly traded P&C insurers and brokers have seen their valuations fall over the past year, though the decline has been uneven. Insurance stocks lagged the market in 2025 as the tailwinds from the hard market faded, and the weakness deepened in the first quarter of 2026. Mercer Capital's indices showed brokers down 16.3% and specialty P&C insurers down 10.8% for the quarter. Shares stabilized in the second quarter, but the recovery did not hold. In the third quarter, brokers fell 2.2%, specialty P&C insurers 5.6% and standard P&C insurers 3.7%, while the S&P 500 gained 2.3%. Investors have been pricing in lower returns as commercial pricing softens and premium growth slows. Some carriers show margin pressure as well.

The sharpest single move came on February 9, when the S&P 500 Insurance index fell 3.9% after AI-powered insurance apps launched inside ChatGPT, and shares of the largest brokers dropped roughly 9% to 12% in a single session. Analysts called the reaction overdone, since the tools target personal lines while the large brokers earn most of their revenue from complex commercial and specialty placements. Third-quarter results have since been steadier, with organic growth of 5% to 6% at Aon, Gallagher and WTW's broking segment. Brown & Brown was the weak spot at 1.2%, citing soft commercial and specialty pricing.

Valuations now depend heavily on business mix, and multiples have compressed across the board. At September 30, Mercer put the median broker at 12.3 times forward EBITDA, down from 13.3 times at midyear. Specialty P&C insurers traded at a median 12.8 times forward earnings and 2.3 times book value, compared with 9.7 times and 1.7 times for standard P&C insurers. Kroll expects the next phase of the cycle to show widening gaps among carriers, brokers and specialty businesses rather than industrywide moves.

Fee Business

The company has been making a concerted effort to grow non-risk revenues in terms of fee income generation. This can come in the form of commission, service, policy and installment fees. Commission and service fee income are reported separately on affiliated business for segment purposes but eliminated in consolidation. Gross commissions and fee income was $40.8 million for the 9 month period ending September 30, 2026.

KEY INVESTMENT POINTS

Source: investors.gbli.com

- Global Indemnity Group, LLC (NASDAQ: GBLI) is a diversified specialty insurance platform that combines insurance distribution and underwriting services with a portfolio of A-rated property and casualty insurance carriers, allowing it to originate, manage, and retain specialty insurance risk.
- The company is led by an experienced management team, including a Chief Executive who has decades of experience in the property & casualty insurance business.
- The company operates through three primary segments: Agency and Insurance Services, Belmont-Core and Belmont Non-Core.
- Under the Belmont Core segment, Penn-America targets specific, defined groups of insureds predominantly in the excess and surplus lines, or non-admitted, small marketplace.
- The company has a solid liquidity position as of 9/30/26 with **$173.1 million** in unrestricted cash and equivalents and **$1.2 billion** in investments, primarily comprised of highly liquid fixed income investments.
- Global Indemnity has approximately **$300 million** in discretionary capital that can be put to use to grow the company and also engage in share buybacks, dividends or acquisitions.
- Based on the most recent reported results as of 9/30/26, the company is selling at approximately **46.0%** of book value. Using a future book value scenario analysis valuation methodology, we place a near-term value for GBLI stock at **$47.00** per share and a long-term value at **$55.00** per share.



Source: investors.gbli.com

COMPANY OVERVIEW



Source: investors.gbli.com

Global Indemnity is a well established property and casualty insurance company that focuses on serving markets that are often underserved by competitors. This strategy has enabled the company to establish a durable set of competitive advantages. These include a broad, multi-channel distribution network supported by strong, mutually beneficial relationships with its agent partners. The company has also invested significantly in technology that enables automated product offerings and facilitate efficient, timely delivery for both agents and customers. Additionally, Belmont Holdings, the core U.S. insurance subsidiary of GBLI, maintains a group financial strength rating of "A" (Excellent) from AM Best, reinforcing the company's credibility and financial stability.

In 2024 and 2025, under Project Manifest, the company implemented an extensive internal business reorganization that positioned the company for growth and enhanced operational efficiency, increased statutory capital, and more efficient capital management resulting from de-stacking of the insurance companies.

SEGMENTS & BUSINESS UNITS

As a result of Project Manifest, the reportable segments are now structured under two holding companies:

- Katalyx Holdings consists of:

  Penn-America managing general agency, Valyn Re, a newly organized reinsurance managing general agency, the Vacant Express and Collectibles managing general agencies, Kaleidoscope Insurance Technologies, a developer of proprietary underwriting and policy systems that support Katalyx's agencies and broader digital initiatives, Sayata, a proprietary AI-enabled insurance marketplace, and Liberty Insurance Adjustment Agency, which provides claims evaluation, adjustment, and related services.

- Belmont Holdings GX, Inc. includes five state-regulated insurance carriers: 1) Penn-Patriot Insurance Company, 2) Diamond State Insurance Company, 3) Penn-Star Insurance Company, 4) Penn-America Insurance Company, and 5) United National Insurance Company. These are all rated "A" (Excellent) by AM Best.

For financial reporting purposes, the company realigned the composition of its reportable segments to reflect changes in how they now manage its operations

- Agency and Insurance Services – This consists of Katalyx Holdings described above.

- Belmont Insurance Companies (Core ("Belmont Core")) - This was previously known as the Penn-America segment and consists of insurance company operations for ongoing direct insurance

products and assumed reinsurance products, which are offered in the excess and surplus lines marketplace.

- Belmont Insurance Companies (Non-Core ("Belmont Non-Core")) - This was previously known as the Non-Core Operations segment and consists of insurance company operations for lines of business that have been de-emphasized or are no longer being written. The primary activities of Belmont Non-Core are servicing the run-off of policies/treaties, adjusting claims and estimating loss reserves on de-emphasized and terminated business.

RISKS

- If actual claims payments exceed the company's reserves for losses and loss adjustment expenses, the company's financial condition and results of operations could be adversely affected. The company's ultimate success depends upon its ability to accurately assess the risks associated with the insurance and reinsurance policies that it writes.

- The company establishes reserves on an undiscounted basis to cover its estimated liability for the payment of all losses and loss adjustment expenses incurred with respect to premiums earned on the insurance policies that it writes. Reserves do not represent an exact calculation of liability, but reserves are estimates of what the company expects to be the ultimate cost of resolution and administration of claims under the insurance policies that it writes.

- The occurrence of natural or man-made disasters, as well as global pandemics, could result in declines in business and increases in claims that could adversely affect the company's business, financial condition, and results of operations. The company is exposed to various risks arising out of natural disasters, including earthquakes, hurricanes, fires, floods, landslides, tornadoes, typhoons, tsunamis, hailstorms, explosions, climate events, public health crises, illness, epidemics or pandemic health events. In addition, man-made disasters may occur.

- A decline in ratings for any of the company's insurance or reinsurance subsidiaries could adversely affect its position in the insurance market by making it more difficult to sell its insurance products which would cause premiums and earnings to decrease. A downgrade could result in a significant reduction in the number of insurance contracts the company writes and in a substantial loss of business as that business could move to other competitors with higher ratings.

- The company's investment performance may suffer as a result of adverse capital market developments or other factors which would in turn adversely affect its financial condition and results of operations. The company derives a significant portion of its income from its invested assets, therefore, the company's overall operating results depend, in part, on the performance of its investment portfolio.

- The company's operating results are subject to a variety of investment risks, including risks relating to general economic conditions, market volatility, interest rate fluctuations, liquidity risk and credit and default risk.

- The company competes with numerous domestic and international insurance and reinsurance companies, mutual companies, specialty insurance companies, underwriting agencies, diversified financial services companies, Lloyd's syndicates, risk retention groups, insurance buying groups, risk securitization products and alternative self-insurance mechanisms.

  Competition may take the form of lower prices, broader coverage, greater product flexibility, higher quality services, reputation and financial strength or higher ratings by independent rating agencies.

SUMMARY

Over the past three years, the company has invested heavily in IT and digital infrastructure. This, and an ongoing commitment to strong underwriting discipline has resulted in a very attractive book of in-force business. As 2026 and 2027 progresses, we expect to start seeing the business rationale for all these digital transformations over time. We believe Global Indemnity is entering a new level of profitability based on these initiatives, new business lines, eliminating unprofitable areas of business, and improved cost controls.

The company is currently selling at a Price/Book value that does not reflect the future growth opportunities for the company over the next 3-5 years. GBLI may likely experience multiple expansion that approaches industry averages. Even with potential volatile earnings that can often be associated with P&C insurance companies, Global Indemnity can continue to add earnings to shareholders equity and increase book value over time.

The company pays a dividend that offers an above market average dividend yield which should offer some level of stability for equity investors. The dividend yield is currently **6.4%.**

The company has excess discretionary capital of approximately **$300 million** to support the growth in equity value. With the company trading at such a large discount to book value, a margin of safety appears to exist at this time.



Source: investors.gbli.com

PROJECTED ANNUAL INCOME STATEMENT

Income Statement	Dec-23	Dec-24	Dec-25	Dec-26	Dec-27
Combined Ratio	99.7%	95.6%	98.6%	96.9%	94.9%
Net Written Premiums	**399,319**	**379,190**	**387,802**	**403,454**	**443,800**
Growth	*-32.5%*	*-5.0%*	*2.3%*	*4.0%*	*10.0%*
Net Earned Premiums	**473,357**	**376,992**	**388,772**	**386,672**	**421,610**
Growth	*-21.4%*	*-20.4%*	*3.1%*	*-0.5%*	*9.0%*
Net Investment Income	**55,444**	**62,375**	**62,664**	**58,288**	**62,946**
%	*11.7%*	*16.5%*	*16.1%*	*15.1%*	*14.9%*
Investment Gains & Other	**(672)**	**1,820**	**(1,338)**	**713**	**3,635**
	0	**0**	**0**	**0**	**0**
TOTAL REVENUES	**528,129**	**441,187**	**450,098**	**445,672**	**488,190**
Growth	*-16.0%*	*-16.5%*	*2.0%*	*-1.0%*	*9.5%*
	0.0%	*0.0%*	*0.0%*	*0.0%*	*0.0%*
Net losses and loss adjustment expenses	**289,153**	**213,190**	**228,279**	**209,528**	**226,351**
% of sales	*61.1%*	*56.6%*	*58.7%*	*54.2%*	*53.7%*
Acquisition costs and other underwriting expenses	**182,617**	**147,345**	**156,815**	**165,099**	**173,693**
% of sales	*38.6%*	*39.1%*	*40.3%*	*42.7%*	*41.2%*
SG&A	**23,383**	**25,696**	**31,706**	**30,928**	**31,856**
% of sales	*4.4%*	*6.8%*	*8.2%*	*8.0%*	*7.6%*
Amortization	**0**	**0**	**0**	**0**	**0**
% of sales	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*
Operating Income	**32,976**	**54,956**	**33,298**	**40,117**	**56,290**
Margin	*6.2%*	*12.5%*	*7.4%*	*9.0%*	*11.5%*
EBITDA	**32,304**	**56,776**	**31,960**	**40,830**	**59,925**
Margin	*6.8%*	*15.1%*	*8.2%*	*10.6%*	*14.2%*
Other Expenses/(Income)	**0**	**0**	**0**	**0**	**0**
%	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*
EBIT	**32,976**	**54,956**	**33,298**	**40,117**	**56,290**
%	*7.0%*	*14.6%*	*8.6%*	*10.4%*	*13.4%*
Total Interest Exp (net)	**0**	**0**	**0**	**0**	**0**
%	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*
Net Profit Before Tax	**32,976**	**54,956**	**33,298**	**40,117**	**56,290**
%	*7.0%*	*14.6%*	*8.6%*	*10.4%*	*13.4%*
Income Tax	**7,547**	**11,715**	**7,965**	**9,339**	**13,566**
% Effective Rate	*22.9%*	*21.3%*	*23.9%*	*23.3%*	*24.1%*
% Cash Tax Rate	*22.9%*	*21.3%*	*23.9%*	*23.3%*	*24.1%*
Minority Interests or Preferred Stock	**440**	**440**	**440**	**440**	**440**
Net Profit	**24,989**	**42,801**	**24,893**	**30,338**	**42,284**
%	*5.3%*	*11.4%*	*6.4%*	*7.8%*	*10.0%*
	0.0%	*0.0%*	*0.0%*	*0.0%*	*0.0%*
Non-recurring income (expense)					
Average Diluted Shares Outstanding	13,666	13,706	14,260	14,437	14,362
Zacks EPS	**1.83**	**3.12**	**1.75**	**2.10**	**2.94**
Dividends P/S	$1.00	$1.40	$1.40	$1.40	$1.40

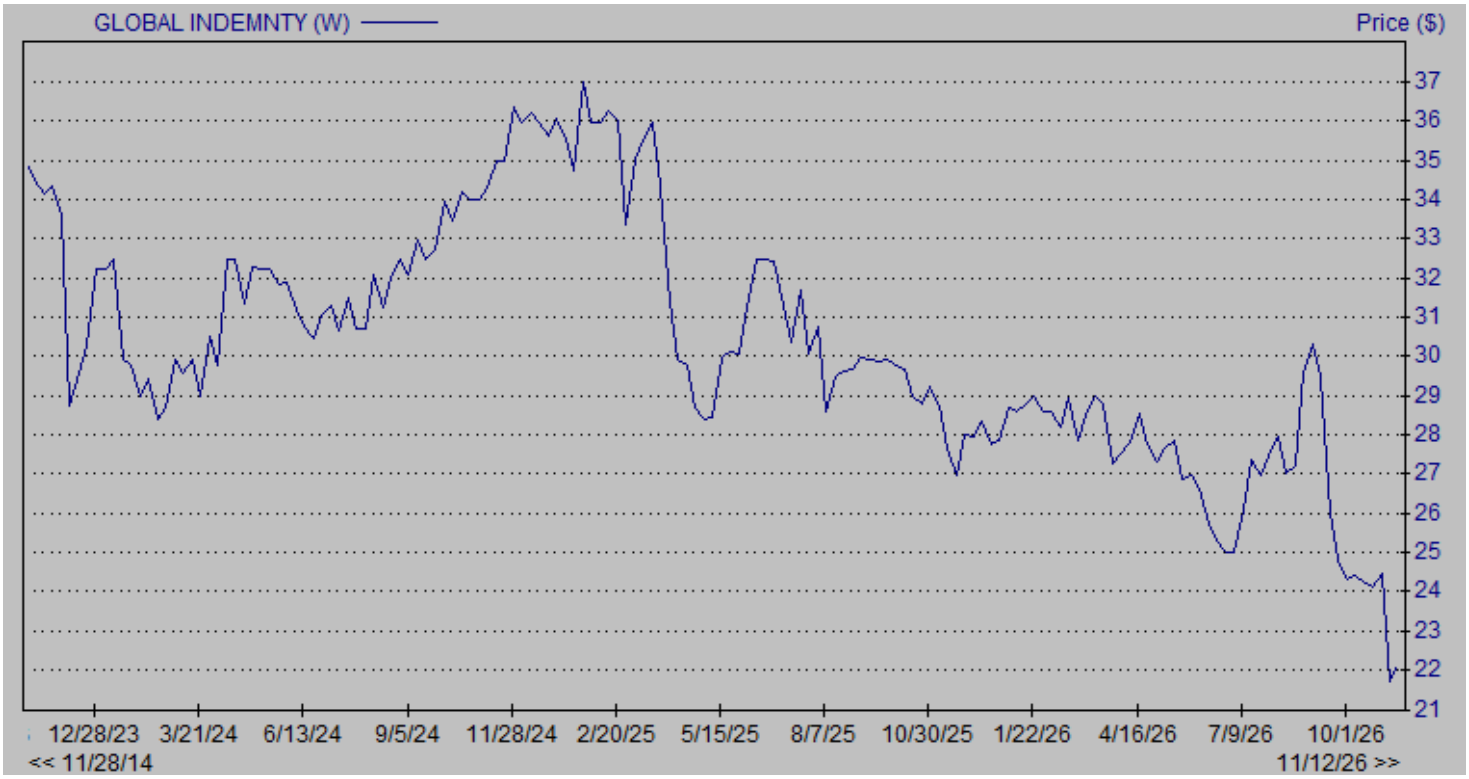
Source: Zacks analyst

PROJECTED QUARTERLY INCOME STATEMENT

	Q1/26A	Q2/26A	Q3/26A	Q4/26E
Net Written Premiums	**92,568**	**113,971**	**100,000**	**96,915**
Growth				
Net Earned Premiums	**98,355**	**98,689**	**98,388**	**91,240**
%	*94.4%*	*93.7%*	*94.3%*	*94.1%*
Net Investment Income	**12,218**	**16,361**	**14,492**	**15,217**
%	*13.2%*	*14.4%*	*14.5%*	*15.7%*
Investment Gains & Other Income	**(1,396)**	**1,052**	**57**	**1,000**
	-1.5%	*0.9%*	*0.1%*	*1.0%*
TOTAL REVENUES	**109,177**	**116,102**	**112,937**	**107,456**
%	*117.9%*	*101.9%*	*112.9%*	*110.9%*
Net losses and loss adjustment expenses	**53,861**	**53,047**	**52,164**	**50,456**
% of sales	*55.0%*	*55.2%*	*55.3%*	*55.3%*
Acquisition costs and other underwriting expenses	**40,763**	**41,788**	**41,844**	**40,704**
% of sales	*41.4%*	*42.3%*	*42.5%*	*44.6%*
SG&A	**9,038**	**6,842**	**7,316**	**7,732**
% of sales	*9.2%*	*6.9%*	*7.4%*	*8.5%*
Amortization	**0**	**0**	**0**	**0**
% of sales	*0.0%*	*0.0%*	*0.0%*	*0.0%*
Operating Income	**5,515**	**14,425**	**11,613**	**8,564**
Margin	*6.0%*	*12.7%*	*11.6%*	*8.8%*
EBITDA	**0**	**0**	**0**	**0**
Margin	*0.0%*	*0.0%*	*0.0%*	*0.0%*
Other Expenses/(Income)	**0**	**0**	**0**	**0**
%	*0.0%*	*0.0%*	*0.0%*	*0.0%*
EBIT	**5,515**	**14,425**	**11,613**	**8,564**
%	*6.0%*	*12.7%*	*11.6%*	*8.8%*
Total Interest Exp (net)	**0**	**0**	**0**	**0**
%	*0.0%*	*0.0%*	*0.0%*	*0.0%*
Net Profit Before Tax	**5,515**	**14,425**	**11,613**	**8,564**
Income Tax	**1,269**	**3,343**	**2,740**	**1,987**
% Effective Rate	*23.0%*	*23.2%*	*23.6%*	*23.2%*
% Cash Tax Rate				
Minority Interests or Preferred Stock	**110**	**110**	**110**	**110**
Net Income	**4,136**	**10,972**	**8,763**	**6,467**
Average Diluted Shares Outstanding	*14,405*	*14,426*	*14,459*	*14,459*
Zacks Cash EPS	**0.29**	**0.76**	**0.61**	**0.45**

Source: Zacks analyst

HISTORICAL STOCK PRICE



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