

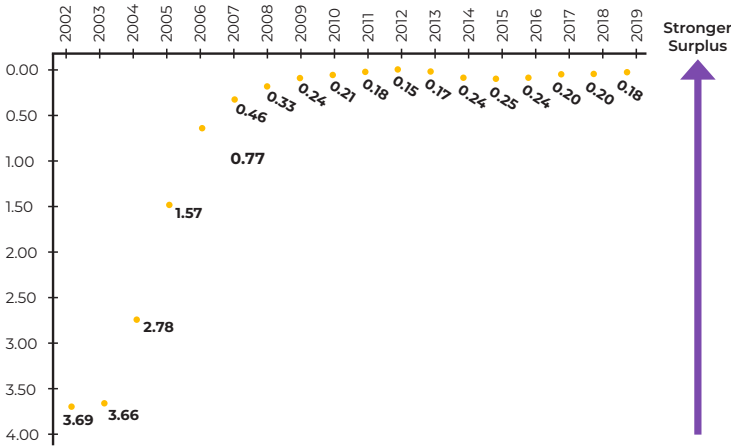


# State Fund: Stable, Strong, and Secure

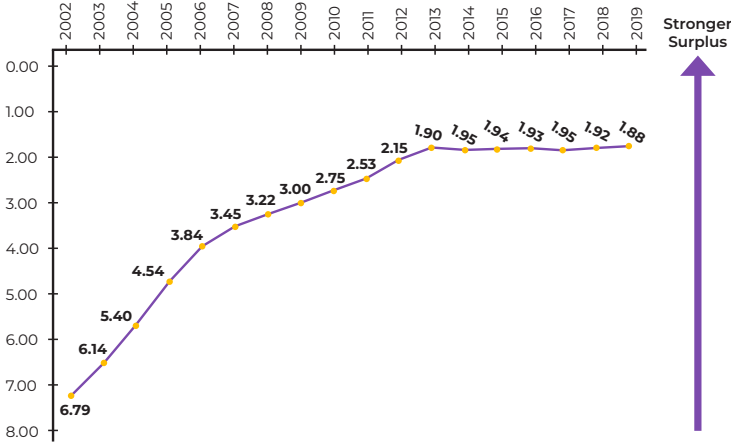
As a not-for-profit organization created by the California State Legislature in 1914, State Fund is unique among insurers. Our sole purpose is to help keep California working by providing workers' compensation insurance coverage for California employers and their workers.

State Fund's rock-solid financials mean Californians can count on us to withstand potential catastrophes, serve more of the market if needed, and meet our financial obligations. This strength is fundamental to who we are and how we serve you.

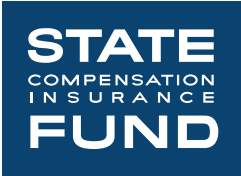
Premium to Surplus Ratio



Reserve to Surplus Ratio



Each ratio represented above serves to measure State Fund's capacity to write more policies.



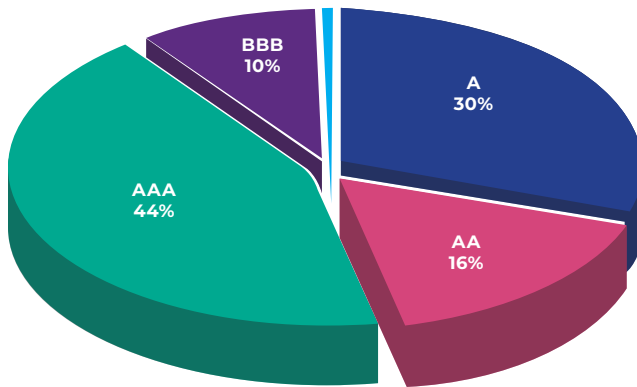
**Highlights of our rock-solid financial stability include:**

- A conservatively managed, diversified investment portfolio that yields close to 3.25 percent, with an average credit quality equivalent to a Moody's® rating of AA.
- More than \$20 billion in assets and surplus.

\$ in millions	12/31/2019	12/31/2018	12/31/2017
Bonds	19,094	19,028	19,048
Common Stocks	1,037	952	805
Cash & Other Invested Assets	421	355	463
Other Assets	423	428	463
<b>Total Admitted Assets</b>	<b>20,975</b>	<b>20,763</b>	<b>20,779</b>
Reserves	11,880	12,596	12,645
Other Liabilities	2,583	1,416	1,443
Policyholders' Surplus	6,512	6,751	6,691
<b>Total Liabilities and Surplus</b>	<b>20,975</b>	<b>20,763</b>	<b>20,779</b>
Direct Premiums Written	1,206	1,339	1,360
Net Premium Earned	1,190	1,334	1,310

\* State Fund began investing in common stocks in 2013.

**State Compensation Insurance Fund Bond Quality Ratings**  
**Average Portfolio Quality: AA-Total Average Yield: 3.25%**  
 As of December 31, 2019



A low gross premium written to policyholders' surplus ratio of 20% indicates State Fund's capacity to serve more of the California workers' compensation insurance market.

**For more information,  
 call us at (888) 782-8338**

*Together, we'll keep California working.*

