



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2016
OF THE CONDITION AND AFFAIRS OF THE

Essent Guaranty of PA, Inc.

NAIC Group Code 4694 4694 NAIC Company Code 13748 Employer's ID Number 27-1440460
(Current) (Prior)

Organized under the Laws of Pennsylvania, State of Domicile or Port of Entry Pennsylvania

Country of Domicile United States of America

Incorporated/Organized 11/19/2009 Commenced Business 03/15/2010

Statutory Home Office Two Radnor Corporate Center - 100 Matsonford Rd., 3rd Floor, Radnor, PA, US 19087
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office Two Radnor Corporate Center - 100 Matsonford Rd., 3rd Floor, Radnor, PA, US 19087
(Street and Number) (City or Town, State, Country and Zip Code)
877-673-8190 (Area Code) (Telephone Number)

Mail Address Two Radnor Corporate Center - 100 Matsonford Rd., 3rd Floor, Radnor, PA, US 19087
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records Two Radnor Corporate Center - 100 Matsonford Rd., 3rd Floor, Radnor, PA, US 19087
(Street and Number) (City or Town, State, Country and Zip Code)
877-673-8190 (Area Code) (Telephone Number)

Internet Website Address www.essent.us

Statutory Statement Contact David Weinstock, 610-230-0569
(Name) (Area Code) (Telephone Number)
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(E-mail Address) (FAX Number)

OFFICERS

President/CEO Mark Anthony Casale SVP/CFO Lawrence Edmond McAlee Jr.
SVP/CLO/Secretary Mary Lourdes Gibbons SVP/COO William Daniel Kaiser

OTHER

Anthony David Shore, VP/Assistant Secretary Peter Aaron Simon, VP/Treasurer

DIRECTORS OR TRUSTEES

Mark Anthony Casale Robert Emil Glanville Roy James Kasmar
Allan Steven Levine Adolfo Fernando Marzol # Douglas John Pauls
Andrew John Turnbull

State of Pennsylvania SS:
County of Delaware

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Mark Anthony Casale
President/CEO

Mary Lourdes Gibbons
SVP/CLO/Secretary

Lawrence Edmond McAlee Jr.
SVP/CFO

Subscribed and sworn to before me this 7th day of November 2016

- a. Is this an original filing? Yes [ X ] No [ ]
b. If no,
1. State the amendment number.....
2. Date filed .....
3. Number of pages attached.....

Denise Lynn Jones
Notary Public
05/05/2018

## STATEMENT AS OF SEPTEMBER 30, 2016 OF THE Essent Guaranty of PA, Inc.

**ASSETS**

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	81,548,369		81,548,369	77,260,224
2. Stocks:				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....			0	0
3. Mortgage loans on real estate:				
3.1 First liens .....			0	0
3.2 Other than first liens.....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances) .....			0	0
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	0
4.3 Properties held for sale (less \$ encumbrances) .....			0	0
5. Cash (\$ .....1,637,235 ), cash equivalents (\$ ..... ) and short-term investments (\$ .....3,258,891 ) .....	4,896,126		4,896,126	4,488,817
6. Contract loans (including \$ ..... premium notes) .....			0	0
7. Derivatives .....			0	0
8. Other invested assets .....			0	0
9. Receivables for securities .....			0	0
10. Securities lending reinvested collateral assets .....			0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	86,444,495	0	86,444,495	81,749,041
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	515,025		515,025	537,430
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	889,100		889,100	1,117,054
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....			0	0
15.3 Accrued retrospective premiums (\$ ..... ) and contracts subject to redetermination (\$ ..... ) .....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....			0	0
16.2 Funds held by or deposited with reinsured companies .....			0	0
16.3 Other amounts receivable under reinsurance contracts .....			0	0
17. Amounts receivable relating to uninsured plans .....			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....			0	0
18.2 Net deferred tax asset .....	715,181	118,544	596,637	763,118
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....			0	0
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....			0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....			0	0
24. Health care (\$ ..... ) and other amounts receivable .....			0	0
25. Aggregate write-ins for other than invested assets .....	0	0	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	88,563,801	118,544	88,445,257	84,166,643
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27)	88,563,801	118,544	88,445,257	84,166,643
<b>DETAILS OF WRITE-INS</b>				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. ....				
2502. ....				
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	0	0	0	0

## STATEMENT AS OF SEPTEMBER 30, 2016 OF THE Essent Guaranty of PA, Inc.

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 900,537 )	1,690,008	1,580,420
2. Reinsurance payable on paid losses and loss adjustment expenses		0
3. Loss adjustment expenses	27,532	23,949
4. Commissions payable, contingent commissions and other similar charges		
5. Other expenses (excluding taxes, licenses and fees)	45,344	57,094
6. Taxes, licenses and fees (excluding federal and foreign income taxes)		
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	66,356	441,321
7.2 Net deferred tax liability		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	5,050,109	7,368,615
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)		0
13. Funds held by company under reinsurance treaties		0
14. Amounts withheld or retained by company for account of others		
15. Remittances and items not allocated		
16. Provision for reinsurance (including \$ certified)		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	163,323	53,318
20. Derivatives	0	0
21. Payable for securities	638,042	
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	34,386,784	27,502,457
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	42,067,498	37,027,174
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	42,067,498	37,027,174
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	2,500,000	2,500,000
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes		
34. Gross paid in and contributed surplus	36,500,000	36,500,000
35. Unassigned funds (surplus)	7,377,759	8,139,469
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$ )		
36.2 shares preferred (value included in Line 31 \$ )		
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	46,377,759	47,139,469
38. Totals (Page 2, Line 28, Col. 3)	88,445,257	84,166,643
<b>DETAILS OF WRITE-INS</b>		
2501. Statutory contingency reserve	34,386,784	27,502,457
2502. ....		
2503. ....		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	34,386,784	27,502,457
2901. ....		
2902. ....		
2903. ....		
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998)(Line 29 above)	0	0
3201. ....		
3202. ....		
3203. ....		
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298)(Line 32 above)	0	0

**STATEMENT OF INCOME**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct (written \$ ..... )			0
1.2 Assumed (written \$ ..... 11,450,148 )	13,768,654	16,258,569	21,187,745
1.3 Ceded (written \$ ..... )			0
1.4 Net (written \$ ..... 11,450,148 )	13,768,654	16,258,569	21,187,745
<b>DEDUCTIONS:</b>			
2. Losses incurred (current accident year \$ ..... 925,616 ):			
2.1 Direct .....			0
2.2 Assumed .....	451,117	695,374	895,429
2.3 Ceded .....			0
2.4 Net .....	451,117	695,374	895,429
3. Loss adjustment expenses incurred .....	14,060	10,131	16,475
4. Other underwriting expenses incurred .....	3,186,364	3,533,297	4,647,330
5. Aggregate write-ins for underwriting deductions .....	0	0	0
6. Total underwriting deductions (Lines 2 through 5) .....	3,651,541	4,238,802	5,559,234
7. Net income of protected cells .....			
8. Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7) .....	10,117,113	12,019,767	15,628,511
<b>INVESTMENT INCOME</b>			
9. Net investment income earned .....	1,238,566	1,083,184	1,448,657
10. Net realized capital gains (losses) less capital gains tax of \$ ..... (6,631) .....	(12,316)	47,867	50,889
11. Net investment gain (loss) (Lines 9 + 10) .....	1,226,250	1,131,051	1,499,546
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ ..... amount charged off \$ ..... ) .....	0		0
13. Finance and service charges not included in premiums .....			
14. Aggregate write-ins for miscellaneous income .....	0	0	0
15. Total other income (Lines 12 through 14) .....	0	0	0
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) .....	11,343,363	13,150,818	17,128,057
17. Dividends to policyholders .....			
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17) .....	11,343,363	13,150,818	17,128,057
19. Federal and foreign income taxes incurred .....	1,305,392	1,439,759	1,927,584
20. Net income (Line 18 minus Line 19)(to Line 22) .....	10,037,971	11,711,059	15,200,473
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year .....	47,139,469	42,671,577	42,671,577
22. Net income (from Line 20) .....	10,037,971	11,711,059	15,200,473
23. Net transfers (to) from Protected Cell accounts .....			
24. Change in net unrealized capital gains (losses) less capital gains tax of \$ ..... 1,127 .....	1,127		(1,127)
25. Change in net unrealized foreign exchange capital gain (loss) .....			
26. Change in net deferred income tax .....	(213,591)	(203,214)	(177,509)
27. Change in nonadmitted assets .....	47,110	42,960	39,928
28. Change in provision for reinsurance .....			0
29. Change in surplus notes .....			
30. Surplus (contributed to) withdrawn from protected cells .....			
31. Cumulative effect of changes in accounting principles .....			
32. Capital changes:			
32.1 Paid in .....			
32.2 Transferred from surplus (Stock Dividend) .....			
32.3 Transferred to surplus .....			
33. Surplus adjustments:			
33.1 Paid in .....	0	0	0
33.2 Transferred to capital (Stock Dividend) .....			
33.3 Transferred from capital .....			
34. Net remittances from or (to) Home Office .....			
35. Dividends to stockholders .....	(3,750,000)		0
36. Change in treasury stock .....			
37. Aggregate write-ins for gains and losses in surplus .....	(6,884,327)	(8,129,285)	(10,593,873)
38. Change in surplus as regards policyholders (Lines 22 through 37) .....	(761,710)	3,421,520	4,467,892
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38) .....	46,377,759	46,093,097	47,139,469
<b>DETAILS OF WRITE-INS</b>			
0501. ....			
0502. ....			
0503. ....			
0598. Summary of remaining write-ins for Line 5 from overflow page .....	0	0	0
0599. Totals (Lines 0501 through 0503 plus 0598)(Line 5 above) .....	0	0	0
1401. ....			
1402. ....			
1403. ....			
1498. Summary of remaining write-ins for Line 14 from overflow page .....	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above) .....	0	0	0
3701. Increase in contingency reserve .....	(6,884,327)	(8,129,285)	(10,593,873)
3702. ....			
3703. ....			
3798. Summary of remaining write-ins for Line 37 from overflow page .....	0	0	0
3799. Totals (Lines 3701 through 3703 plus 3798)(Line 37 above) .....	(6,884,327)	(8,129,285)	(10,593,873)

**CASH FLOW**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance .....	11,678,102	14,006,141	18,253,167
2. Net investment income .....	1,672,190	1,509,079	1,981,102
3. Miscellaneous income .....	0	0	0
4. Total (Lines 1 to 3) .....	13,350,292	15,515,220	20,234,269
5. Benefit and loss related payments .....	341,529	152,030	219,511
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	3,208,591	3,527,355	4,628,505
8. Dividends paid to policyholders .....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses) .....	1,673,726	1,346,643	1,836,183
10. Total (Lines 5 through 9) .....	5,223,846	5,026,028	6,684,199
11. Net cash from operations (Line 4 minus Line 10) .....	8,126,446	10,489,192	13,550,070
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	5,866,746	18,503,609	21,688,968
12.2 Stocks .....	0	0	0
12.3 Mortgage loans .....	0	0	0
12.4 Real estate .....	0	0	0
12.5 Other invested assets .....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	0	0	0
12.7 Miscellaneous proceeds .....	638,042	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	6,504,788	18,503,609	21,688,968
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	10,583,930	24,713,935	31,692,617
13.2 Stocks .....	0	0	0
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	0
13.5 Other invested assets .....	0	0	0
13.6 Miscellaneous applications .....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	10,583,930	24,713,935	31,692,617
14. Net increase (or decrease) in contract loans and premium notes .....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	(4,079,142)	(6,210,326)	(10,003,649)
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	0	0
16.2 Capital and paid in surplus, less treasury stock .....	0	0	0
16.3 Borrowed funds .....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0	0
16.5 Dividends to stockholders .....	3,750,000	0	0
16.6 Other cash provided (applied) .....	110,005	(102,246)	(163,127)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) .....	(3,639,995)	(102,246)	(163,127)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	407,309	4,176,620	3,383,294
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	4,488,817	1,105,523	1,105,523
19.2 End of period (Line 18 plus Line 19.1) .....	4,896,126	5,282,143	4,488,817

Note: Supplemental disclosures of cash flow information for non-cash transactions:

## NOTES TO FINANCIAL STATEMENTS

### 1. Summary of Significant Accounting Policies

- A. The financial statements of Essent Guaranty of PA, Inc. ("the Company") are presented on the basis of accounting practices prescribed or permitted by the Pennsylvania Insurance Department and the NAIC Accounting Practices and Procedures manual.

A reconciliation of the Company's net income and capital and surplus between NAIC statutory accounting practices and procedures and practices prescribed and permitted by the State of Pennsylvania is shown below:

<u>NET INCOME</u>	<u>State of Domicile</u>	<u>2016</u>	<u>2015</u>
(1) Essent Guaranty of PA, Inc. state basis (Page 4, Line 20, Columns 1 & 3)	PA	\$ 10,037,971	\$ 15,200,473
(2) State Prescribed Practices that increase/(decrease) NAIC SAP:	PA	—	—
(3) State Permitted Practices that increase/(decrease) NAIC SAP:	PA	—	—
(4) NAIC SAP (1-2-3=4)	PA	\$ 10,037,971	\$ 15,200,473
 <u>SURPLUS</u>			
(5) Essent Guaranty of PA, Inc. state basis (Page 3, Line 37, Columns 1 & 2)	PA	\$ 46,377,759	\$ 47,139,469
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:	PA	—	—
(7) State Permitted Practices that increase/(decrease) NAIC SAP:	PA	—	—
(8) NAIC SAP (5-6-7=8)	PA	\$ 46,377,759	\$ 47,139,469

- B. No significant change from year-end 2015.

- C. No significant change from year-end 2015.

### 2. Accounting Changes and Correction of Errors

No significant change from year-end 2015.

### 3. Business Combinations and Goodwill

No significant change from year-end 2015.

### 4. Discontinued Operations

No significant change from year-end 2015.

### 5. Investments

- A. No significant change from year-end 2015.

- B. No significant change from year-end 2015.

- C. No significant change from year-end 2015.

- D. Loan Backed Securities

- (1) The Company uses widely accepted models for prepayment assumptions in valuing mortgage-backed securities with inputs from major third party data providers.
- (2) The Company has not recognized any other-than-temporary impairments on loan-backed securities.
- (3) The Company has not recognized any other-than-temporary impairments on loan-backed securities.
- (4) All impaired loan-backed securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss:

The aggregate amount of unrealized losses:

1. Less than 12 months: \$(4,689)
2. 12 Months or longer: \$(68,653)

## NOTES TO FINANCIAL STATEMENTS

The aggregate related fair value of securities with unrealized losses:

1. Less than 12 months: \$3,323,923
2. 12 Months or longer: \$7,585,579

(5) In determining whether an impairment is other-than-temporary, the Company assesses its intent to sell these securities and whether it will be required to sell these securities before the recovery of their amortized cost basis. The decline in fair values of these investment securities is principally associated with the changes in the interest rate environment subsequent to their purchase.

- E. The Company does not have any repurchase agreement investments and/or securities lending transactions.
- F. No significant change from year-end 2015.
- G. No significant change from year-end 2015.
- H. No significant change from year-end 2015.
- I. The Company does not have any working capital finance investments.
- J. The Company does not offset or net assets or liabilities associated with derivatives, repurchase and reverse repurchases, or securities borrowing and securities lending assets and liabilities.
- K. No significant change from year-end 2015.

### 6. **Joint Ventures, Partnerships and Limited Liability Companies**

No significant change from year-end 2015.

### 7. **Investment Income**

No significant change from year-end 2015.

### 8. **Derivative Instruments**

No significant change from year-end 2015.

### 9. **Income Taxes**

No significant change from year-end 2015.

### 10. **Information concerning Parent, Subsidiaries, Affiliates, and Other Related Parties**

No significant change from year-end 2015.

### 11. **Debt**

- A. No significant change from year-end 2015.
- B. The Company does not have any agreements with the Federal Home Loan Bank (FHLB).

### 12. **Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**

A, B, C & D The Company has no defined benefit plans.

- E. No significant change from year-end 2015.
- F. No significant change from year-end 2015.
- G. No significant change from year-end 2015.
- H. No significant change from year-end 2015.
- I. No significant change from year-end 2015.

### 13. **Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations**

No significant change from year-end 2015.

### 14. **Liabilities, Contingencies and Assessments**

No significant change from year-end 2015.

### 15. **Leases**

No significant change from year-end 2015.

### 16. **Information About Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk**

No significant change from year-end 2015.

## NOTES TO FINANCIAL STATEMENTS

### 17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

The Company did not have any transfers of receivables reported as sales, transfer and servicing of financial assets, or wash sales.

### 18. Gain or Loss to the Reporting Entity from Uninsured A & H Plans and the Uninsured Portion of Partially Insured Plans

No significant change from year-end 2015.

### 19. Direct Premium Written by Managing General Agents/Third Party Administrators

No significant change from year-end 2015.

### 20. Fair Value Measurements

A. The Company does not measure and report any assets or liabilities at fair value in the statement of financial position after initial recognition.

B. None.

C. Fair Value of Financial Instruments

September 30, 2016

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Financial Assets:						
Bonds	\$ 83,753,860	\$ 81,548,369	\$ 17,378,502	\$ 66,375,358	\$ —	—
Short-term investments	3,258,891	3,258,891	3,258,891	—	—	—

December 31, 2015

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Financial Assets:						
Bonds	\$ 77,618,631	\$ 77,260,224	\$ 14,758,652	\$ 62,859,979	\$ —	—
Short-term investments	2,681,524	2,681,524	2,681,524	—	—	—

The following methods and assumptions were used in estimating fair values of financial instruments:

- Bonds and short-term investments - Bonds and short-term investments are valued using quoted market prices in active markets, when available, and classified as Level 1 of the fair value hierarchy. Investments are classified as Level 2 in the fair value hierarchy if quoted market prices are not available and fair values are estimated using quoted prices of similar securities or recently executed transactions for the securities. Pricing services are used for valuation of all investments.

D. None.

### 21. Other Items

No significant change from year-end 2015.

### 22. Events Subsequent

The Company has considered subsequent events through November 7, 2016.

### 23. Reinsurance

No significant change from year-end 2015.

### 24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

The Company does not have any retrospective rated contracts or contracts subject to redetermination.

### 25. Changes to Incurred Losses and LAE

Reserves as of December 31, 2015 were \$1,604,369. For the period ended September 30, 2016, \$324,743 was paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$795,882 as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$483,744 favorable prior-year development during the period of December 31, 2015 to September 30, 2016. The decrease is generally the result of ongoing analysis of recent loss development trends including the impact of previously identified defaults that cured. Original estimates are increased or decreased as additional information becomes known regarding individual claims. The Company does not adjust premiums based on past claim activity.

### 26. Intercompany Pooling Arrangements

No significant change from year-end 2015.

### 27. Structured Settlements

No significant change from year-end 2015.



## NOTES TO FINANCIAL STATEMENTS

**28. Healthcare Receivables**

No significant change from year-end 2015.

**29. Participating Policies**

No significant change from year-end 2015.

**30. Premium Deficiency Reserve**

No significant change from year-end 2015.

**31. High Deductibles**

No significant change from year-end 2015.

**32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses**

No significant change from year-end 2015.

**33. Asbestos/Environmental Reserves**

No significant change from year-end 2015.

**34. Subscriber Savings Accounts**

No significant change from year-end 2015.

**35. Multiple Peril Crop Insurance**

No significant change from year-end 2015.

**36. Financial Guaranty Insurance**

The Company does not write financial guaranty insurance.

**GENERAL INTERROGATORIES**

**PART 1 - COMMON INTERROGATORIES**

**GENERAL**

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? ..... Yes [ ] No [ X ]
- 1.2 If yes, has the report been filed with the domiciliary state? ..... Yes [ ] No [ ]
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? ..... Yes [ ] No [ X ]
- 2.2 If yes, date of change: .....
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? ..... Yes [ X ] No [ ]  
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? ..... Yes [ ] No [ X ]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes [ ] No [ X ]
- 4.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

- 5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? ..... Yes [ ] No [ X ] N/A [ ]  
If yes, attach an explanation.
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .... 12/31/2013
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. .... 12/31/2013
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). .... 04/24/2015
- 6.4 By what department or departments?  
Pennsylvania Insurance Department
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? ..... Yes [ ] No [ ] N/A [ X ]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes [ ] No [ ] N/A [ X ]
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? ..... Yes [ ] No [ X ]
- 7.2 If yes, give full information:
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? ..... Yes [ ] No [ X ]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? ..... Yes [ ] No [ X ]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

## GENERAL INTERROGATORIES

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? ..... Yes  No   
 (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;  
 (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;  
 (c) Compliance with applicable governmental laws, rules and regulations;  
 (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and  
 (e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended? ..... Yes  No
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? ..... Yes  No
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

### FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? ..... Yes  No
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$

### INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) ..... Yes  No
- 11.2 If yes, give full and complete information relating thereto:

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: ..... \$
13. Amount of real estate and mortgages held in short-term investments: ..... \$
- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? ..... Yes  No
- 14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....	\$ 0	\$
14.22 Preferred Stock .....	\$ 0	\$
14.23 Common Stock .....	\$ 0	\$
14.24 Short-Term Investments .....	\$ 0	\$
14.25 Mortgage Loans on Real Estate .....	\$ 0	\$
14.26 All Other .....	\$ 0	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) .....	\$ 0	\$ 0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....	\$	\$

- 15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? ..... Yes  No
- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? ..... Yes  No   
 If no, attach a description with this statement.

## GENERAL INTERROGATORIES

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- |  |          |   |
|--|----------|---|
| 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 .....                   | \$ ..... | 0 |
| 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 ..... | \$ ..... | 0 |
| 16.3 Total payable for securities lending reported on the liability page .....                                       | \$ ..... | 0 |

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? ..... Yes [  ] No [  ]

17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
Northern Trust .....	50 South LaSalle Street, Chicago, IL 60603 .....

17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? ..... Yes [  ] No [  ]

17.4 If yes, give full information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

17.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? ..... Yes [  ] No [  ]

18.2 If no, list exceptions:

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? ..... Yes [ ] No [ ] N/A [ X ]  
If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? ..... Yes [ ] No [ X ]  
If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? ..... Yes [ ] No [ X ]

3.2 If yes, give full and complete information thereto.

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see Annual Statement Instructions pertaining to disclosure of discounting for definition of "tabular reserves") discounted at a rate of interest greater than zero? ..... Yes [ ] No [ X ]

4.2 If yes, complete the following schedule:

			TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
1	2	3	4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Discount Rate	Unpaid Losses	Unpaid LAE	IBNR	TOTAL	Unpaid Losses	Unpaid LAE	IBNR	TOTAL
TOTAL			0	0	0	0	0	0	0	0

5. Operating Percentages:

5.1 A&H loss percent ..... %

5.2 A&H cost containment percent ..... %

5.3 A&H expense percent excluding cost containment expenses ..... %

6.1 Do you act as a custodian for health savings accounts? ..... Yes [ ] No [ X ]

6.2 If yes, please provide the amount of custodial funds held as of the reporting date ..... \$.....

6.3 Do you act as an administrator for health savings accounts? ..... Yes [ ] No [ X ]

6.4 If yes, please provide the balance of the funds administered as of the reporting date ..... \$.....

**SCHEDULE F - CEDED REINSURANCE**

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
<b>NONE</b>						

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE Essent Guaranty of PA, Inc.  
**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

Current Year to Date - Allocated by States and Territories

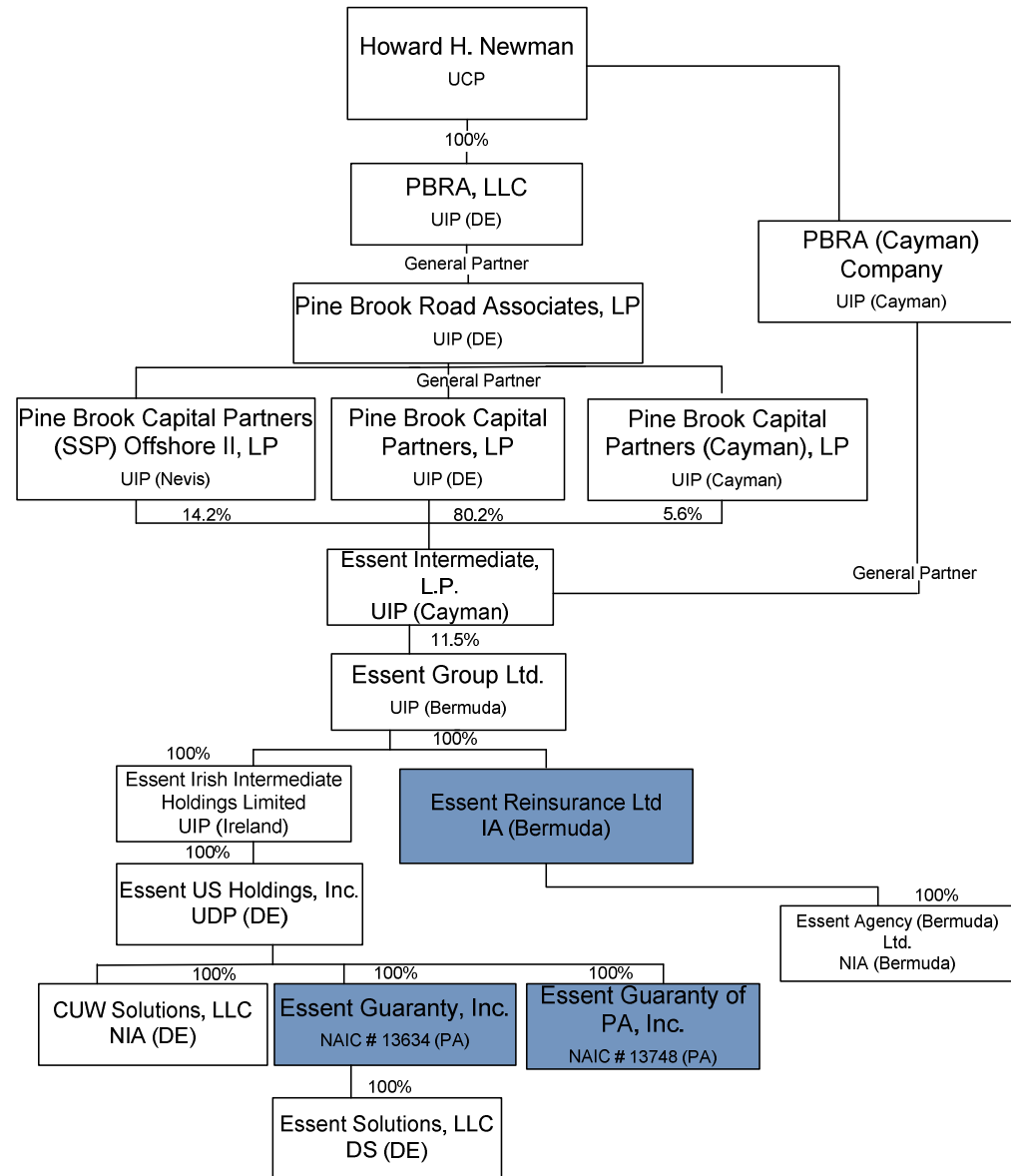
States, etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama .....AL	N						
2. Alaska .....AK	N						
3. Arizona .....AZ	N						
4. Arkansas .....AR	N						
5. California .....CA	N						
6. Colorado .....CO	N						
7. Connecticut .....CT	N						
8. Delaware .....DE	N						
9. District of Columbia .....DC	N						
10. Florida .....FL	N						
11. Georgia .....GA	N						
12. Hawaii .....HI	N						
13. Idaho .....ID	N						
14. Illinois .....IL	N						
15. Indiana .....IN	N						
16. Iowa .....IA	N						
17. Kansas .....KS	N						
18. Kentucky .....KY	N						
19. Louisiana .....LA	N						
20. Maine .....ME	N						
21. Maryland .....MD	N						
22. Massachusetts .....MA	N						
23. Michigan .....MI	N						
24. Minnesota .....MN	N						
25. Mississippi .....MS	N						
26. Missouri .....MO	N						
27. Montana .....MT	N						
28. Nebraska .....NE	N						
29. Nevada .....NV	N						
30. New Hampshire .....NH	N						
31. New Jersey .....NJ	N						
32. New Mexico .....NM	N						
33. New York .....NY	N						
34. North Carolina .....NC	N						
35. North Dakota .....ND	N						
36. Ohio .....OH	N						
37. Oklahoma .....OK	N						
38. Oregon .....OR	N						
39. Pennsylvania .....PA	L	0		0		0	
40. Rhode Island .....RI	N						
41. South Carolina .....SC	N						
42. South Dakota .....SD	N						
43. Tennessee .....TN	N						
44. Texas .....TX	N						
45. Utah .....UT	N						
46. Vermont .....VT	N						
47. Virginia .....VA	N						
48. Washington .....WA	N						
49. West Virginia .....WV	N						
50. Wisconsin .....WI	N						
51. Wyoming .....WY	N						
52. American Samoa .....AS	N						
53. Guam .....GU	N						
54. Puerto Rico .....PR	N						
55. U.S. Virgin Islands .....VI	N						
56. Northern Mariana Islands .....MP	N						
57. Canada .....CAN	N						
58. Aggregate Other Alien OT	XXX	0	0	0	0	0	0
59. Totals	(a) 1	0	0	0	0	0	0
DETAILS OF WRITE-INS							
58001.	XXX						
58002.	XXX						
58003.	XXX						
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX	0	0	0	0	0	0

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.

# SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

## PART 1 - ORGANIZATIONAL CHART



Insurer



STATEMENT AS OF SEPTEMBER 30, 2016 OF THE Essent Guaranty of PA, Inc.

**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
		.00000					Howard H. Newman	.NY	UIP					
		.00000	98-0523237				PBRA Cayman Company	.CYM	UIP	Mr. Howard H. Newman	Management		Mr. Howard H. Newman	
		.00000	26-0843176				PBRA, LLC	.DE	UIP	Mr. Howard H. Newman	Ownership	100.000	Mr. Howard H. Newman	
		.00000	26-0843214				Pine Brook Road Associates, LP	.DE	UIP	PBRA, LLC	Management		Mr. Howard H. Newman	
		.00000	98-0546161				Pine Brook Capital Partners (SSP) Offshore II, LP	.KNA	UIP	Pine Brook Road Associates, LP	Management		Mr. Howard H. Newman	
		.00000	20-5770928				Pine Brook Capital Partners, LP	.DE	UIP	Pine Brook Road Associates, LP	Management		Mr. Howard H. Newman	
		.00000	26-1561423				Pine Brook Capital Partners (Cayman), LP	.CYM	UIP	Pine Brook Road Associates, LP	Management		Mr. Howard H. Newman	
		.00000	98-0597074				Essent Intermediate, L.P.	.CYM	UIP	Offshore II, LP	Ownership	14.200	Mr. Howard H. Newman	
		.00000	98-0597074				Essent Intermediate, L.P.	.CYM	UIP	Pine Brook Capital Partners, LP	Ownership	80.200	Mr. Howard H. Newman	
		.00000	98-0597074				Essent Intermediate, L.P.	.CYM	UIP	Pine Brook Capital Partners (Cayman), LP	Management		Mr. Howard H. Newman	
		.00000	98-0673656		0001448893	New York Stock Exchange	Essent Group Ltd.	.BMU	UIP	Essent Intermediate, L.P.	Ownership	11.500	Mr. Howard H. Newman	
		.00000	98-0673657				Essent Reinsurance Ltd.	.BMU	IA	Essent Group Ltd.	Ownership	100.000	Mr. Howard H. Newman	
		.00000	98-1167480				Essent Irish Intermediate Holdings Limited	.JRL	UIP	Essent Group Ltd.	Ownership	100.000	Mr. Howard H. Newman	
		.00000	26-3414247				Essent US Holdings, Inc.	.DE	UDP	Essent Irish Intermediate Holdings Limited	Ownership	100.000	Mr. Howard H. Newman	
4694	Essent Grp	.13634	26-3728115				Essent Guaranty, Inc.	.PA	RE	Essent US Holdings, Inc.	Ownership	100.000	Mr. Howard H. Newman	
4694	Essent Grp	.13748	27-1440460				Essent Guaranty of PA, Inc.	.PA	IA	Essent US Holdings, Inc.	Ownership	100.000	Mr. Howard H. Newman	
		.00000	45-3478888				CUIW Solutions, LLC	.DE	NIA	Essent US Holdings, Inc.	Ownership	100.000	Mr. Howard H. Newman	
		.00000	27-2881289				Essent Solutions, LLC	.DE	DS	Essent Guaranty, Inc.	Ownership	100.000	Mr. Howard H. Newman	
		.00000					Essent Agency (Bermuda) Ltd.	.BMU	NIA	Essent Reinsurance Ltd.	Ownership	100.000	Mr. Howard H. Newman	

Asterisk	Explanation
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Part 1 - Loss Experience

**NONE**

Part 2 - Direct Premiums Written

**NONE**

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE Essent Guaranty of PA, Inc.

**PART 3 (000 omitted)**

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1+2)	2016 Loss and LAE Payments on Claims Reported as of Prior Year-End	2016 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2016 Loss and LAE Payments (Cols. 4+5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols.7+8+9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols.4+7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5+8+9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Cols. 11+12)
1. 2013 + Prior .....	69	5	74	33		33	39		3	42	3	(2)	1
2. 2014 .....	299	22	321	80		80	119		9	128	(100)	(13)	(113)
3. Subtotals 2014 + Prior .....	368	27	395	113	0	113	158	0	12	170	(97)	(15)	(112)
4. 2015 .....	1,126	83	1,209	211		211	583		43	626	(332)	(40)	(372)
5. Subtotals 2015 + Prior .....	1,494	110	1,604	324	0	324	741	0	55	796	(429)	(55)	(484)
6. 2016 .....	XXX	XXX	XXX	XXX	27	27	XXX	859	63	922	XXX	XXX	XXX
7. Totals .....	1,494	110	1,604	324	27	351	741	859	118	1,718	(429)	(55)	(484)
8. Prior Year-End Surplus As Regards Policyholders	47,139										Col. 11, Line 7 As % of Col. 1 Line 7	Col. 12, Line 7 As % of Col. 2 Line 7	Col. 13, Line 7 As % of Col. 3 Line 7
											1. (28.7)	2. (50.0)	3. (30.2)
													Col. 13, Line 7 As a % of Col. 1 Line 8
													4. (1.0)

# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

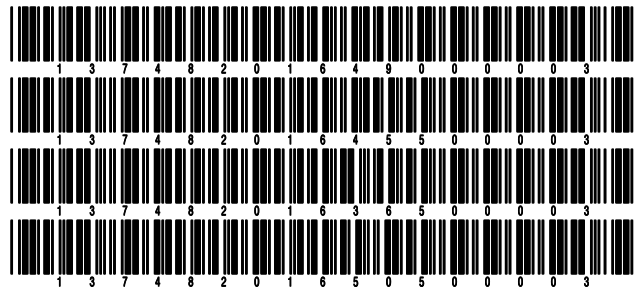
	Response
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement? .....	NO
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement? .....	NO
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement? .....	NO
4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement? .....	NO

Explanations:

- 1.
- 2.
- 3.
- 4.

Bar Codes:

1. Trusteed Surplus Statement [Document Identifier 490]
2. Supplement A to Schedule T [Document Identifier 455]
3. Medicare Part D Coverage Supplement [Document Identifier 365]
4. Director and Officer Supplement [Document Identifier 505]



**OVERFLOW PAGE FOR WRITE-INS**

**NONE**

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE Essent Guaranty of PA, Inc.

**SCHEDULE A - VERIFICATION**

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Current year change in encumbrances .....		
4. Total gain (loss) on disposals .....		
5. Deduct amounts received on disposals .....		
6. Total foreign exchange change in book/adjusted carrying value .....		
7. Deduct current year's other than temporary impairment recognized .....		
8. Deduct current year's depreciation .....		
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....		
10. Deduct total nonadmitted amounts .....		
11. Statement value at end of current period (Line 9 minus Line 10) .....		

NONE

**SCHEDULE B - VERIFICATION**

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		
8. Deduct amortization of premium and mortgage interest and commitment fees .....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		
10. Deduct current year's other than temporary impairment recognized .....		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....		
12. Total valuation allowance .....		
13. Subtotal (Line 11 plus Line 12) .....		
14. Deduct total nonadmitted amounts .....		
15. Statement value at end of current period (Line 13 minus Line 14) .....		

NONE

**SCHEDULE BA - VERIFICATION**

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		
8. Deduct amortization of premium and depreciation .....		
9. Total foreign exchange change in book/adjusted carrying value .....		
10. Deduct current year's other than temporary impairment recognized .....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....		
12. Deduct total nonadmitted amounts .....		
13. Statement value at end of current period (Line 11 minus Line 12) .....		

NONE

**SCHEDULE D - VERIFICATION**

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	77,260,224	67,782,708
2. Cost of bonds and stocks acquired .....	10,583,930	31,692,617
3. Accrual of discount .....	53,676	50,006
4. Unrealized valuation increase (decrease) .....	1,127	(1,127)
5. Total gain (loss) on disposals .....	(18,947)	80,732
6. Deduct consideration for bonds and stocks disposed of .....	5,866,746	21,688,968
7. Deduct amortization of premium .....	464,895	655,744
8. Total foreign exchange change in book/adjusted carrying value .....		
9. Deduct current year's other than temporary impairment recognized .....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	81,548,369	77,260,224
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11) .....	81,548,369	77,260,224

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE Essent Guaranty of PA, Inc.

**SCHEDULE D - PART 1B**

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a) .....	67,229,622	6,031,485	3,815,276	(272,367)	63,869,905	67,229,622	69,173,464	63,539,684
2. NAIC 2 (a) .....	14,721,013	772,122	(6,414)	134,247	15,898,397	14,721,013	15,633,796	16,152,226
3. NAIC 3 (a) .....	1			(1)	1	1	0	249,838
4. NAIC 4 (a) .....	0				0	0	0	
5. NAIC 5 (a) .....	0				0	0	0	
6. NAIC 6 (a) .....	0				0	0	0	
7. Total Bonds	81,950,636	6,803,607	3,808,862	(138,121)	79,768,303	81,950,636	84,807,260	79,941,748
<b>PREFERRED STOCK</b>								
8. NAIC 1 .....	0				0	0	0	0
9. NAIC 2 .....	0				0	0	0	0
10. NAIC 3 .....	0				0	0	0	0
11. NAIC 4 .....	0				0	0	0	0
12. NAIC 5 .....	0				0	0	0	0
13. NAIC 6 .....	0				0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	81,950,636	6,803,607	3,808,862	(138,121)	79,768,303	81,950,636	84,807,260	79,941,748

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ 3,258,891 ; NAIC 2 \$ ; NAIC 3 \$ ; NAIC 4 \$ ; NAIC 5 \$ ; NAIC 6 \$

**SCHEDULE DA - PART 1**

## Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year-to-Date	5 Paid for Accrued Interest Year-to-Date
9199999 Totals	3,258,891	XXX	3,258,891	1,732	0

**SCHEDULE DA - VERIFICATION**

## Short-Term Investments

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	2,681,524	192,846
2. Cost of short-term investments acquired .....	8,973,796	30,927,613
3. Accrual of discount .....		
4. Unrealized valuation increase (decrease) .....		
5. Total gain (loss) on disposals .....		
6. Deduct consideration received on disposals .....	8,396,429	28,438,935
7. Deduct amortization of premium .....		
8. Total foreign exchange change in book/adjusted carrying value .....		
9. Deduct current year's other than temporary impairment recognized .....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	3,258,891	2,681,524
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11)	3,258,891	2,681,524



Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards

**N O N E**

Schedule DB - Part B - Verification - Futures Contracts

**N O N E**

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

**N O N E**

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

**N O N E**

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of Derivatives

**N O N E**

Schedule E - Verification - Cash Equivalents

**N O N E**

Schedule A - Part 2 - Real Estate Acquired and Additions Made

**N O N E**

Schedule A - Part 3 - Real Estate Disposed

**N O N E**

Schedule B - Part 2 - Mortgage Loans Acquired and Additions Made

**N O N E**

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid

**N O N E**

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made

**N O N E**

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

**N O N E**

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE Essent Guaranty of PA, Inc.

**SCHEDULE D - PART 3**

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
91362*-AA-9	Mortgage Guaranty Tax & Loss Bond		.09/14/2016	U.S. DEPARTMENT OF TREASURY		750,000	750,000		1
<b>0599999. Subtotal - Bonds - U.S. Governments</b>									
3132GK-S4-9	FH Q04439 - RMBS		.08/08/2016	JPMORGAN CHASE BANK		205,257	194,169	189	1
3132XC-RV-9	FH G67700 - RMBS		.09/01/2016	Barclays Bank		742,265	695,788	879	1
3138EQ-BA-9	FN AL7232 - RMBS		.09/13/2016	Morgan Stanley		262,768	245,291	286	1
3138EQ-KH-4	FN AL7495 - RMBS		.09/13/2016	Morgan Stanley		174,609	162,996	190	1
3138EQ-ZR-6	FN AL7951 - RMBS		.09/13/2016	Morgan Stanley		158,536	147,991	173	1
3138YH-U5-7	FN AY4203 - RMBS		.09/13/2016	Morgan Stanley		41,434	38,679	45	1
<b>3199999. Subtotal - Bonds - U.S. Special Revenues</b>									
00913R-AB-2	AIR LIQUIDE FINANCE SA	R	.09/22/2016	JP Morgan Chase		348,121	350,000	0	1FE
039483-BL-5	ARCHER DANIELS MIDLAND CO		.08/08/2016	JP Morgan Chase		124,638	125,000	0	1FE
05565Q-DD-7	BP CAPITAL MARKETS PLC	R	.09/13/2016	BNP PARIBAS SECURITIES BOND		350,000	350,000	0	1FE
25156P-AV-5	DEUTSCHE TELEKOM INTERNATIONAL FINANCE B	R	.09/13/2016	Dain Rauscher		274,984	275,000	0	2FE
25746U-CJ-6	DOMINION RESOURCES INC		.08/04/2016	MIZUHO SECURITIES FIXED		49,929	50,000	0	2FE
31620M-AT-3	FIDELITY NATIONAL INFORMATION SERVICES I		.08/11/2016	SALOMON BROTHERS INC		197,782	200,000	0	2FE
67066G-AE-4	NVIDIA CORP		.09/13/2016	Wachovia Bank		149,694	150,000	0	2FE
822582-BX-9	SHELL INTERNATIONAL FINANCE BV	R	.09/07/2016	CHASE SECURITIES INC		197,970	200,000	0	1FE
<b>3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
88167A-AE-1	TEVA PHARMACEUTICAL FINANCE NETHERLANDS	R	.09/01/2016	Adjustment		1,693,116	1,700,000	0	XXX
<b>4899999. Subtotal - Bonds - Hybrid Securities</b>									
<b>8399997. Total - Bonds - Part 3</b>									
<b>8399998. Total - Bonds - Part 5</b>									
<b>8399999. Total - Bonds</b>									
<b>8999997. Total - Preferred Stocks - Part 3</b>									
<b>8999998. Total - Preferred Stocks - Part 5</b>									
<b>8999999. Total - Preferred Stocks</b>									
<b>9799997. Total - Common Stocks - Part 3</b>									
<b>9799998. Total - Common Stocks - Part 5</b>									
<b>9799999. Total - Common Stocks</b>									
<b>9899999. Total - Preferred and Common Stocks</b>									
<b>9999999 - Totals</b>									

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE Essent Guaranty of PA, Inc.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in Book/Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
36179R-LQ-0	RMBS - G2 MA3035		09/20/2016	Direct		117,264	117,264	124,565	124,539	0	(7,276)	0	(7,276)	0	117,264	0	0	0	3,148	08/20/2045	1	
912828-XM-7	UNITED STATES TREASURY		09/22/2016	VARIOUS		632,623	620,000	623,974	623,702	0	(561)	0	(561)	0	623,142	0	9,481	9,481	11,412	07/31/2020	1	
0599999	Subtotal - Bonds - U.S. Governments					749,886	737,264	748,539	748,242	0	(7,836)	0	(7,836)	0	740,405	0	9,481	9,481	14,560	XXX	XXX	
10620N-AP-3	BSLAU 061 1A3 - ABS		09/26/2016	Direct		26,014	26,014	25,592	25,465	0	550	0	550	0	26,014	0	0	0	145	12/25/2024	1FE	
3132GK-S4-9	FH 004439 - RMBS		09/15/2016	Direct		6,043	6,043	6,388	0	0	(345)	0	(345)	0	6,043	0	0	0	18	11/01/2041	1	
3199999	Subtotal - Bonds - U.S. Special Revenues					32,057	32,057	31,980	25,465	0	205	0	205	0	32,057	0	0	0	163	XXX	XXX	
02006X-AD-9	ALLYA 15SN1 A3 - ABS		09/20/2016	Direct		8,743	8,743	8,742	8,742	0	0	0	0	0	8,743	0	0	0	79	12/20/2017	1FE	
28137R-AA-5	ABS - EDUSA 5 A		09/26/2016	Direct		10,154	10,154	10,056	10,155	0	(12)	0	(12)	0	10,154	0	0	0	77	02/25/2039	1FE	
28137T-AA-1	ABS - EDUSA 6 A		09/26/2016	Direct		14,914	14,914	14,914	14,914	0	0	0	0	0	14,914	0	0	0	111	05/25/2039	1FE	
38021B-AC-4	GOAL 061 A3 - ABS		09/01/2016	Redemption		7,441	7,441	7,385	7,395	0	46	0	46	0	7,441	0	0	0	39	11/25/2026	1FE	
46631Q-AF-9	CMBS - JPMCC 070B20 A1A		09/12/2016	Direct		27,795	27,795	31,104	29,639	0	(1,844)	0	(1,844)	0	27,795	0	0	0	941	02/12/2051	1FM	
46632H-AG-6	CMBS - JPMCC 07LD12 A1A		09/15/2016	Direct		91,394	91,394	102,914	97,378	0	(5,984)	0	(5,984)	0	91,394	0	0	0	3,204	02/15/2051	1FM	
610332-AS-7	MCBSL 151 CN - CDO		08/01/2016	Adjustment		0	0	0	0	0	214	0	214	0	0	0	0	0	0	05/22/2027	1FE	
61751X-AB-6	CMBS - MSCI 07TP25 A1A		09/12/2016	Direct		200,324	200,324	222,555	209,300	0	(8,976)	0	(8,976)	0	200,324	0	0	0	7,790	11/12/2049	1FM	
64031Q-CH-2	NSLT 054A A3 - ABS		09/22/2016	Direct		7,656	7,656	7,541	7,539	0	117	0	117	0	7,656	0	0	0	44	06/22/2026	1FE	
78442G-KM-7	ABS - SLMA 0314 A5		07/25/2016	Direct		5,765	5,765	5,693	5,697	0	69	0	69	0	5,765	0	0	0	33	01/25/2023	1FE	
78442G-LH-7	ABS - SLMA 043 A5		07/25/2016	Direct		14,033	14,033	13,989	13,997	0	36	0	36	0	14,033	0	0	0	74	07/25/2023	1FE	
78442G-LX-2	ABS - SLMA 045 A5		07/25/2016	Direct		40,799	40,799	41,028	40,947	0	(148)	0	(148)	0	40,799	0	0	0	348	10/25/2023	1FE	
78443K-AD-8	ABS - SLMA 069 A4		07/25/2016	Direct		6,061	6,061	6,031	6,034	0	27	0	27	0	6,061	0	0	0	27	10/25/2022	1FE	
98417E-AT-7	XSTRATA FINANCE (CANADA) LTD	R	08/01/2016	Adjustment		0	0	0	0	0	(6,414)	0	(6,414)	0	(6,414)	0	6,414	6,414	0	10/25/2022	2FE	
8399999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					435,079	435,079	471,953	451,737	0	(22,869)	0	(22,869)	0	428,666	0	6,414	6,414	12,768	XXX	XXX	
8399997	Total - Bonds - Part 4					1,217,023	1,204,400	1,252,472	1,225,443	0	(30,500)	0	(30,500)	0	1,201,128	0	15,894	15,894	27,490	XXX	XXX	
8399998	Total - Bonds - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999	Total - Bonds					1,217,023	1,204,400	1,252,472	1,225,443	0	(30,500)	0	(30,500)	0	1,201,128	0	15,894	15,894	27,490	XXX	XXX	
8999997	Total - Preferred Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
8999998	Total - Preferred Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8999999	Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9799997	Total - Common Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9799998	Total - Common Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999	Total - Common Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9899999	Total - Preferred and Common Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9999999	Totals					1,217,023	XXX	1,252,472	1,225,443	0	(30,500)	0	(30,500)	0	1,201,128	0	15,894	15,894	27,490	XXX	XXX	

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues.....

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open

**N O N E**

Schedule DB - Part B - Section 1 - Futures Contracts Open

**N O N E**

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made

**N O N E**

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open

**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By

**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To

**N O N E**

Schedule DL - Part 1 - Reinvested Collateral Assets Owned

**N O N E**

Schedule DL - Part 2 - Reinvested Collateral Assets Owned

**N O N E**



Schedule E - Part 2 - Cash Equivalents - Investments Owned End of Current Quarter

**N O N E**