



Date: February 23, 2022

RE: Trinity Assurance, Ltd.

Since 1983, Trinity Health has utilized its wholly owned captive insurance company, Trinity Assurance, Ltd. (TAL) to provide insurance and self-insurance to Trinity Health Corporation's Health Ministries, employees and certain affiliated physicians, as contrasted to marketing and selling policies commercially to unrelated insured persons. TAL serves as the primary insurance vehicle for Trinity Health and is one of the largest healthcare captives in the Cayman Islands with assets of approximately \$700M. This insurance program model is similar to most of the large healthcare systems throughout the United States.

While not an admitted or authorized carrier in the United States or rated by AM Best, TAL is recognized both internally and externally as a financially strong risk financing vehicle used to insure only the risk of Trinity Health Corporation, its subsidiaries, employees and affiliated physicians. The size and strength of the balance sheet of Trinity Health further supports our ability to pay claims. Additionally:

1. Through a parental guaranty, TAL is *fully supported* by its parent corporation Trinity Health Corporation, which has a strong debt rating from the major rating agencies: Aa3 Stable by Moody's; AA-/Stable by S&P and AA-/Stable by Fitch (as of December 2021). The financial statements for Trinity Health are posted for full transparency and are available at <http://www.trinity-health.org/financial-strength>. Please review the June 30, 2021 audited financial statement via that link. The TAL liabilities are consolidated with Trinity Health's financial statements.
2. Our independent actuarial firm, Willis Towers Watson, performs an extensive review of TAL's reserves twice a year and issues a statement to TAL's Board of Directors confirming the adequacy of them.
3. TAL is in good standing with its insurance regulators, Cayman Islands Monetary Authority. All legal and regulatory filings are current.
4. TAL has an independent financial audit performed each year with unqualified opinions rendered.
5. TAL is provided significant reinsurance support by a diversified panel of highly rated reinsurers from Bermuda, US and London/European markets. These reinsurers closely inspect the financial strength and operations to make sure they are comfortable before they agree to reinsure TAL. Additionally, many of these companies have reinsured TAL for a number of years showing further commitment that they find TAL a strong insurance partner.

We trust that this will provide you with sufficient information to confirm all risk management practices are in place on behalf of TAL. If you have any further questions, please don't hesitate to contact Eleonora Iaconelli, Director, Insurance & Risk Management Services, Risk Finance at (734) 343-1230.