April 9, 2026

ATA Comp Fund and Alliance Interstate Risk
Service Participating Companies

Dear Ladies and Gentlemen:

Enclosed you will find a copy of the Consolidated Summarized Financial Statements of the Alabama Trucking Association Workers' Compensation Fund and Alliance Interstate Risk Service (Consolidated Programs) for the Three Months ended March 31, 2026. These financial statements reflect the Consolidated Programs currently have accumulated total profits, net of distributions, of $80,553,900 set aside for future retrospective dividend credits to be refunded to active participating companies as directed by Alabama State Regulatory Requirements. Since inception of the Consolidated Programs, the total amount of retrospective dividend credits previously distributed back to participating members is $230,696,132.

This report includes the overall operations of the Consolidated Programs, and the claims losses reflected in the Consolidated Statement of Income and Deductions includes loss reserves which are required to pay incurred but not reported (IBNR) losses. These IBNR loss reserves are established at levels recommended by the our independent Actuarial firm (Casualty Actuarial Consultants) and approved by the Boards of each program. Our Actuaries recently completed their yearend loss reserve analysis update and have adjusted reserves based on the decreasing development trend of losses over the most recent years of operation. This trend is the direct result of aggressive and effective claims handling practices and our loss control and risk management practices within both programs. The combined overall operating profit for the Three Months ended March 31, 2026 is $4,340,098. The Boards of both programs are very pleased to report the Consolidated Programs continue to grow stronger and generate greater dividends payable back to our participating companies.

In closing, we always wish to take the opportunity to remind you that the best approach to curb increases in your company's operating expenses is to strive to maximize your company's emphasis on your claims reporting and handling procedures along with your loss control and risk management practices. Your efforts in these areas will directly increase the bottom line of your company. Please take advantage of the opportunity to contact our team members. Suzy Baker, our Director of Claims, along with David Balades, our Claims Specialist, will assist you with any claims related questions you may have. Don Anchors, our Director of Safety and Risk Management, Victor Whatley, our Regional Risk Manager, as well as our Risk Management Consultants, Candy Woodruff, Ray Hodge, Jason Brown, Adam Tallmon and Wesley Peebles will evaluate your company to develop a risk analysis plan, and implement safety procedures and training that can immediately reduce the losses occurring within your company, as we have done for many other companies in both our programs. We encourage you to contact us and take advantage of these resources, at no cost to you, and remember to always Work Safe / Work Smart.

ATA COMP FUND
PROTECTION | PERFORMANCE | DRIVEN

AIR
ALLIANCE INTERSTATE RISK SERVICE

BOARD MEMBERS

BALANCE SHEET

March 31, 2026

ASSETS

Assets:		
Cash and Cash Equivalents		$ 3,398,703.59
Prepaid Expenses and Deposits		1,890,628.92
Accounts Receivable (net of allowance)		20,542,905.80
Certificates of Deposit and Investments		158,248,853.48
Deferred Tax Asset (net of liability)		630,963.77
Building and Fixed Assets (net of depreciation)		2,072,190.06
Total Assets		$ 186,784,245.62

LIABILITIES, RESERVES AND MEMBERS' EQUITY

Liabilities:		
Accounts Payable and Escrow	$ 19,160,039.57	
Unearned Premium and Contributions	7,757,538.13	
Total Liabilities		$ 26,917,577.70
Reserves:		
Reserve for Aggregate Losses	$ 10,179,125.61	
Actuarial Reserves for Claim Losses	64,810,005.77	
Total Reserves		74,989,131.38
Members' Equity:		
Investments Unrealized Gain/(Loss)	($ 2,176,363.06)	
Retained Earnings and Paid In Capital	6,500,000.00	
All Years Accumulated Dividends	80,553,899.60	
Total Members' Equity		84,877,536.54
Total Liabilities, Reserves and Members' Equity		$ 186,784,245.62

ATA Comp Fund | Alliance Interstate Risk Service

P.O. Box 241605 | Montgomery, AL 36124-1605 | 334-834-7911

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ALLIANCE INTERSTATE RISK SERVICE

CONSOLIDATED STATEMENT OF INCOME AND DEDUCTIONS

For the Three Months Ending March 31, 2026

Income:		
ACF Contribution Income		$ 8,225,424.26
AIR Premium		9,004,905.96
AIRS Excess Loss / Reinsurance Premium		681,931.24
ACF / AIR Investment Income and Gain/(Loss)		2,082,506.44
ACF / AIR Other Income and Fees		1,932.21
Total Income		$ 19,996,700.11
Deductions:		
Claim Losses:		
ACF / AIR Incurred Losses (net)	$ 8,290,202.28	
Total Claims Losses		$ 8,290,202.28
Operating Expenses:		
ACF / AIR Administrative Expenses	$ 2,215,191.78	
AIR Administration Service Fees	2,597,076.11	
ACF Brokerage Expenses	445,927.63	
ACF Claims Service Fees	474,479.30	
ACF Excess Insurance	801,151.84	
ACF / AIR Professional Services	414,200.66	
ACF / AIR Royalty Fees	294,456.85	
Total Operating Expenses		7,242,484.17
Total Deductions		$ 15,532,686.45
Excess Income Before Income Taxes		$ 4,464,013.66
Provision for Income Taxes		123,915.19
Excess Income		$ 4,340,098.47
Prior Years' Excess Income		313,409,933.05
Excess Income Before Retrospective Dividends Distribution		$ 317,750,031.52
Retained Earnings and Paid-in Capital		6,500,000.00
Retrospective Dividends Distributed to Members		230,696,131.92
Excess Income Held for Future Retrospective Dividends		$ 80,553,899.60