



QUARTERLY STATEMENT
AS OF MARCH 31, 2018
OF THE CONDITION AND AFFAIRS OF THE
ERIE INSURANCE EXCHANGE

NAIC Group Code 213 213 NAIC Company Code 26271 Employer's ID Number 25-6038677
(Current Period) (Prior Period)
 Organized under the Laws of the State of PENNSYLVANIA State of Domicile or Port of Entry PENNSYLVANIA
 Country of Domicile U.S. Incorporated _____ Commenced Business April 20, 1925
 Statutory Home Office 100 Erie Insurance Place Erie, PA 16530
(Street and Number) (City or Town, State and Zip Code)
 Main Administrative Office 100 Erie Insurance Place Erie, PA 16530 814-870-2000
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)
 Mail Address 100 Erie Insurance Place Erie, PA 16530
(Street and Number) (City or Town, State and Zip Code)
 Primary Location of Books and Records 100 Erie Insurance Place Erie, PA 16530 814-870-2000
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)
 Internet Website Address www.erieinsurance.com
 Statutory Statement Contact Julie Marie Pelkowski 814-870-2000 x2653
(Name) (Area Code) (Telephone Number) (Extension)
Julie.Pelkowski@erieinsurance.com 814-870-4040
(E-Mail Address) (Area Code) (Fax Number)

DIRECTORS⁺

John Ralph Borneman, Jr. Thomas Bailey Hagen, Chairman George Raymond Lucore Elizabeth Ann Vorsheck	Eugene Charles Connell Charles Scott Hartz Thomas Warren Palmer	LuAnn Datesh Brian Arden Hudson, Sr. Martin Paul Sheffield	Jonathan Hirt Hagen Claude Clifford Lilly, III Richard Louis Stover
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+The individuals listed are directors of Erie Indemnity Company, a Pennsylvania business corporation which acts as attorney-in-fact for the Subscribers of Erie Insurance Exchange.

EXECUTIVE OFFICERS^{*}

President & Chief Executive Officer: Timothy Gerard NeCastro	Executive Vice President & Chief Financial Officer:	Gregory John Gutting
Executive Vice President & General Counsel: Sean Joseph McLaughlin	Executive Vice President & Chief Information Officer:	Robert Coleman Ingram, III
Executive Vice President: Lorianne Feltz	Executive Vice President:	Dionne Wallace Oakley#
Executive Vice President: Douglas Edward Smith		

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Senior Vice President & Chief Actuary:	Bradley Clay Eastwood
Senior Vice President & Controller:	Julie Marie Pelkowski
Senior Vice President & Chief Investment Officer:	Bradley G. Postema
Vice President, Secretary & Senior Counsel:	Brian William Bolash
Vice President & Treasurer:	Robert Wayne McNutt

*The individuals listed are officers of Erie Indemnity Company, a Pennsylvania business corporation which acts as attorney-in-fact for the Subscribers of Erie Insurance Exchange.

State of Pennsylvania / SS
 County of Erie /

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.

Timothy Gerard NeCastro President & CEO	Brian William Bolash Vice President, Secretary & Senior Counsel	Gregory John Gutting Executive Vice President & CFO

Subscribed and sworn to before me this
 8th day of May, 2018.

COMMONWEALTH OF PENNSYLVANIA
 NOTARIAL SEAL
 Judianne C. Hyde, Notary Public
 City of Erie, Erie County
 My Commission Expires Sept. 1, 2021
 MEMBER, PENNSYLVANIA ASSOCIATION OF NOTARIES

(a) Is this an original filing? Yes (X) No ()
 (b) If no: (i) State the amendment number:
 (ii) Date filed:

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.....	8,919,545,137		8,919,545,137	8,600,922,361
2. Stocks:				
2.1 Preferred stocks.....	136,701,589		136,701,589	145,994,685
2.2 Common stocks.....	4,040,754,219		4,040,754,219	4,624,849,237
3. Mortgage loans on real estate:				
3.1 First liens.....	346,517		346,517	407,658
3.2 Other than first liens.....			0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	101,114,611		101,114,611	101,103,703
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	3,610,151	3,610,151	0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$.....(39,533,413)), cash equivalents (\$.....352,131,394) and short-term investments (\$.....333,140,673).....	645,738,654		645,738,654	306,273,446
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives.....	3,885,000		3,885,000	4,595,000
8. Other invested assets.....	874,699,897		874,699,897	850,541,326
9. Receivables for securities.....	46,734,031		46,734,031	38,390,921
10. Securities lending reinvested collateral assets.....	568,353,087		568,353,087	560,089,007
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	15,341,482,893	3,610,151	15,337,872,742	15,233,167,344
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	95,259,367		95,259,367	92,255,920
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	94,637,064	19,837,760	74,799,304	83,603,482
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	1,579,044,225		1,579,044,225	1,530,564,729
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	265,503		265,503	1,461,422
16.2 Funds held by or deposited with reinsured companies.....	2,464,500		2,464,500	2,264,929
16.3 Other amounts receivable under reinsurance contracts.....			0	
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0	22,854,855
18.2 Net deferred tax asset.....			0	
19. Guaranty funds receivable or on deposit.....			0	
20. Electronic data processing equipment and software.....	36,104,660	31,140,047	4,964,613	6,005,241
21. Furniture and equipment, including health care delivery assets (\$.....0).....	10,635,108	10,635,108	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....	1,525,399		1,525,399	276,095
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other than invested assets.....	5,060,716	2,118,188	2,942,528	2,139,665
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	17,166,479,435	67,341,254	17,099,138,181	16,974,593,682
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. Total (Lines 26 and 27).....	17,166,479,435	67,341,254	17,099,138,181	16,974,593,682

DETAILS OF WRITE-INS

1101.....			0	
1102.....			0	
1103.....			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Premium Tax Credits and Other.....	1,911,166		1,911,166	1,108,302
2502. Equities & Deposits in Pools and Associations.....	1,031,362		1,031,362	1,031,363
2503. Prepaid Disbursements.....	2,118,188	2,118,188	0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	5,060,716	2,118,188	2,942,528	2,139,665

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$.....597,779,955).....	3,514,051,202	3,428,601,756
2. Reinsurance payable on paid losses and loss adjustment expenses.....	1,470,108	1,470,108
3. Loss adjustment expenses.....	672,252,984	659,768,684
4. Commissions payable, contingent commissions and other similar charges.....		
5. Other expenses (excluding taxes, licenses and fees).....	7,875,687	9,298,075
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	6,683,799	37,258,343
7.1 Current federal and foreign income taxes (including \$.....24,804,857 on realized capital gains (losses)).....	26,507,603	959,423
7.2 Net deferred tax liability.....	193,334,917	245,701,218
8. Borrowed money \$.....1,680,629 and interest thereon \$.....0.....	1,680,629	1,688,976
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$.....174,167,620 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act).....	2,598,029,196	2,592,644,749
10. Advance premium.....	80,328,261	42,738,206
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....	10,615,433	10,782,639
12. Ceded reinsurance premiums payable (net of ceding commissions).....	94,286,301	91,877,362
13. Funds held by company under reinsurance treaties.....	135,548	124,571
14. Amounts withheld or retained by company for account of others.....	35,215,678	34,765,726
15. Remittances and items not allocated.....	858,551	2,057,880
16. Provision for reinsurance (including \$.....0 certified).....	54,000	54,000
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	2,175,389	1,480,716
20. Derivatives.....		
21. Payable for securities.....	85,201,846	48,085,192
22. Payable for securities lending.....	568,353,057	560,086,217
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	398,088,813	402,363,246
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	8,297,199,002	8,171,807,087
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	8,297,199,002	8,171,807,087
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....		
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.....		
35. Unassigned funds (surplus).....	8,801,939,179	8,802,786,595
36. Less treasury stock, at cost:		
36.10.000 shares common (value included in Line 30 \$.....0).....		
36.20.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36).....	8,801,939,179	8,802,786,595
38. Totals (Page 2, Line 28, Col. 3).....	17,099,138,181	16,974,593,682

DETAILS OF WRITE-INS

2501. Compensation Due Attorney-In-Fact.....	398,088,813	402,363,246
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	398,088,813	402,363,246
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 thru 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 thru 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
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct..... (written \$.....1,186,435,102).....	1,185,882,459	1,133,311,810	4,648,791,390
1.2 Assumed..... (written \$.....505,107,456).....	499,520,361	446,090,144	1,879,405,728
1.3 Ceded..... (written \$.....108,919,036).....	108,163,745	100,717,725	418,392,079
1.4 Net..... (written \$.....1,582,623,522).....	1,577,239,075	1,478,684,229	6,109,805,039
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....1,061,656,133):			
2.1 Direct.....	786,357,624	708,347,754	2,724,346,806
2.2 Assumed.....	339,843,702	280,018,236	1,070,043,697
2.3 Ceded.....	64,672,358	57,004,766	208,647,859
2.4 Net.....	1,061,528,968	931,361,224	3,585,742,644
3. Loss adjustment expenses incurred.....	171,078,020	145,403,188	603,661,138
4. Other underwriting expenses incurred.....	431,032,859	403,445,013	1,711,839,650
5. Aggregate write-ins for underwriting deductions.....	669,299	357,271	1,693,499
6. Total underwriting deductions (Lines 2 through 5).....	1,664,309,146	1,480,566,695	5,902,936,931
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(87,070,071)	(1,882,466)	206,868,108
INVESTMENT INCOME			
9. Net investment income earned.....	115,298,321	123,937,138	499,708,728
10. Net realized capital gains (losses) less capital gains tax of \$.....45,793,570.....	171,533,688	62,929,490	172,553,324
11. Net investment gain (loss) (Lines 9 + 10).....	286,832,009	186,866,628	672,262,052
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....4,751,850 amount charged off \$.....17,895,849).....	(13,143,999)	(10,221,672)	(36,500,719)
13. Finance and service charges not included in premiums.....			
14. Aggregate write-ins for miscellaneous income.....	111,252	200,602	649,953
15. Total other income (Lines 12 through 14).....	(13,032,747)	(10,021,070)	(35,850,766)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	186,729,191	174,963,092	843,279,394
17. Dividends to policyholders.....	2,606,249	2,818,674	14,098,349
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).....	184,122,942	172,144,418	829,181,045
19. Federal and foreign income taxes incurred.....	3,143,530	33,362,015	200,320,242
20. Net income (Line 18 minus Line 19) (to Line 22).....	180,979,412	138,782,402	628,860,803
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	8,802,786,595	7,710,610,699	7,710,610,699
22. Net income (from Line 20).....	180,979,412	138,782,402	628,860,803
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....(49,671,990).....	(196,807,813)	60,568,984	461,531,914
25. Change in net unrealized foreign exchange capital gain (loss).....	11,049,018	12,929,744	50,438,947
26. Change in net deferred income tax.....	2,694,311	1,464,810	(42,872,026)
27. Change in nonadmitted assets.....	1,237,656	144,857	(5,732,742)
28. Change in provision for reinsurance.....			(51,000)
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.....			
33.2 Transferred to capital (Stock Dividend).....			
33.3 Transferred from capital.....			
34. Net remittances from or (to) Home Office.....			
35. Dividends to stockholders.....			
36. Change in treasury stock.....			
37. Aggregate write-ins for gains and losses in surplus.....	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37).....	(847,416)	213,890,796	1,092,175,896
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	8,801,939,179	7,924,501,495	8,802,786,595
DETAILS OF WRITE-INS			
0501. LAD Program Expense.....	669,299	357,271	1,693,499
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	669,299	357,271	1,693,499
1401. Miscellaneous Income - Reinsurance.....	128,227	193,111	601,946
1402. Miscellaneous Income.....	5,587	5,371	41,109
1403. Unidentified Claims Reimbursements.....	(22,562)	2,120	6,898
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	111,252	200,602	649,953
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0	0

CASH FLOW

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
CASH FROM OPERATIONS			
1. Premiums collected net of reinsurance.....	1,579,613,389	1,472,629,685	6,135,144,869
2. Net investment income.....	121,520,054	126,482,676	531,638,435
3. Miscellaneous income.....	(8,016,102)	(10,021,070)	(30,688,748)
4. Total (Lines 1 through 3).....	1,693,117,341	1,589,091,292	6,636,094,555
5. Benefit and loss related payments.....	975,083,174	858,479,590	3,499,008,467
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	626,567,243	566,295,131	2,258,942,397
8. Dividends paid to policyholders.....	2,773,455	2,558,107	11,012,157
9. Federal and foreign income taxes paid (recovered) net of \$.....499,759 tax on capital gains (losses).....	534,065	559,803	274,074,476
10. Total (Lines 5 through 9).....	1,604,957,937	1,427,892,631	6,043,037,497
11. Net cash from operations (Line 4 minus Line 10).....	88,159,404	161,198,661	593,057,058
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	853,020,133	945,325,922	3,740,489,082
12.2 Stocks.....	848,500,485	557,140,041	1,314,948,061
12.3 Mortgage loans.....	61,141	56,605	232,603
12.4 Real estate.....			
12.5 Other invested assets.....	42,008,982	39,036,877	164,146,026
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	(14)		24,341
12.7 Miscellaneous proceeds.....	52,286,260	46,020,044	1,809,213
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	1,795,876,987	1,587,579,490	5,221,649,326
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	1,178,593,670	1,203,917,271	4,303,194,414
13.2 Stocks.....	288,278,553	402,491,132	1,376,972,077
13.3 Mortgage loans.....			
13.4 Real estate.....	1,248,589	2,119,429	10,822,188
13.5 Other invested assets.....	60,846,648	54,622,845	237,870,303
13.6 Miscellaneous applications.....	22,779,047	487,411,408	589,776,958
13.7 Total investments acquired (Lines 13.1 to 13.6).....	1,551,746,507	2,150,562,086	6,518,635,940
14. Net increase or (decrease) in contract loans and premium notes.....			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	244,130,480	(562,982,596)	(1,296,986,614)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....			
16.2 Capital and paid in surplus, less treasury stock.....			
16.3 Borrowed funds.....	(8,347)		1,688,976
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....			
16.5 Dividends to stockholders.....			
16.6 Other cash provided (applied).....	7,183,671	463,018,608	560,632,713
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	7,175,324	463,018,608	562,321,689
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	339,465,208	61,234,673	(141,607,866)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	306,273,446	447,881,312	447,881,312
19.2 End of period (Line 18 plus Line 19.1).....	645,738,654	509,115,985	306,273,446
Note: Supplemental disclosures of cash flow information for non-cash transactions:			
20.0001 Transfer of investments from short-term investments to bonds.....	2,844,208		
20.0002 Transfer of investments from bonds to other invested assets.....			6,959,590