

Strategic Defense

PROVEN RESULTS

ANNUAL REPORT 2025



MEDICAL  MUTUAL
Liability Insurance Society of Maryland



*Strategic
Defense*
**PROVEN
RESULTS**

To Our Members:

A strategic defense is never reactive. It is proactive and deliberate. MEDICAL MUTUAL's claims philosophy prioritizes timely evaluation, decisive action, and the most aggressive defense of Maryland Physicians, producing the best possible outcomes for our Insureds.



The 2025 Annual Report reflects the disciplined approach that MEDICAL MUTUAL has taken for over 50 years. The only medical professional liability insurer to continuously protect Maryland Physicians since 1975, MEDICAL MUTUAL remains financially strong and returns value directly to Physician Policyholders. In 2025, the Board of Directors approved a 20% Renewal Dividend Credit, a 16% Special Dividend Credit, and a 7.5% *Mutual Advantage Plan* (MAP) renewal allocation.

MEDICAL MUTUAL handles every claim with the utmost attention to detail, providing your practice and professional reputation with the best, most tenacious defense. This overarching principle continues to guide us as we enter our sixth decade of providing the gold standard in service to Maryland Physicians.

Thank you for entrusting MEDICAL MUTUAL with the protection of your practice.

Sincerely,

George S. Malouf Jr., M.D., FACS
Chair of the Board

Cheryl F. Matricciani, Esq., CPA
President & Chief Executive Officer

2025 HIGHLIGHTS

20%

Renewal
Dividend Credit

16%

Special
Dividend Credit

7.5%

Mutual Advantage Plan
renewal allocation



STRENGTH



COMMITMENT



EXPERTISE



STABILITY

INDUSTRY-LEADING CLAIMS DEFENSE

For over 50 years, MEDICAL MUTUAL has provided Maryland Physicians with the absolute strongest claims defense, unmatched by any other insurance company doing business in Maryland. Policyholders benefit from exclusive access to a skilled legal defense team, including Maryland's leading medical professional liability defense attorneys and our seasoned claims specialists. From the moment a claim is reported through its final resolution, MEDICAL MUTUAL prioritizes open communication, thorough preparation, and individualized support.

PHYSICIAN OWNERSHIP AND GOVERNANCE

As an insurer owned and directed by Maryland Physicians, MEDICAL MUTUAL is uniquely responsive to Physicians' needs and emerging practice challenges. Physicians contribute their clinical expertise and play a critical role in the Company's success by serving on the Board of Directors and on our Claims, Risk Management, and Underwriting Advisory Committees.

LOCAL EXPERTISE AND ADVOCACY

Only MEDICAL MUTUAL has protected and defended Maryland Physicians continuously since 1975. No other medical professional liability carrier has the depth of knowledge and experience in Maryland's unique medicolegal environment. MEDICAL MUTUAL consistently fights for your professional liability interests in the Maryland legislature and appellate courts, providing year-round advocacy to preserve hard-earned tort reforms and maintain a fair legal environment for Physicians.

GENEROUS FINANCIAL REWARD PROGRAM

MEDICAL MUTUAL offers an unbeatable financial reward program – the *Mutual Advantage Plan* (MAP) – which recognizes our Policyholders' dedication to the long-term success and stability of the Company. Each year since the Plan was established in 2016, the Board of Directors has declared a MAP renewal allocation, and participating Policyholders' account balances have steadily grown.

Tailored Risk Management with *RM DIRECT*

Opt in to a private risk management Dashboard on MMLIS.com to receive relevant news and reference materials. Select topics by specialty to personalize your experience and view “Two-Minute Drill” videos on topics such as documentation and informed consent.

Practice Manager Toolbox

PMT is a free, Members-only resource that assists practice managers in navigating challenges commonly encountered in a busy medical practice. Included in PMT are hiring forms, informational videos, a sample employee handbook, and more.

Timely Resources and Publications

To help you mitigate liability risks and enhance patient care, a comprehensive library of risk management resources is available online. Visit the Risk Management area of MMLIS.com to explore publications, news alerts, videos, and podcasts.

Risk Management Premium Credit and CME Credit

Physicians who complete a qualifying risk management program can earn continuing medical education (CME) credit, as well as a premium credit on their next renewal policy. MEDICAL MUTUAL’s semiannual publication, *Doctors RX*, explores current topics in risk management and offers Physicians the opportunity to earn CME credit.



YEAR IN REVIEW

2025 Highlights

Unparalleled RISK MANAGEMENT

Each year, MEDICAL MUTUAL’s Risk Management experts, in collaboration with leading Physicians and defense attorneys, create new risk management education programs specifically designed to address the unique patient care and liability challenges that Maryland Physicians encounter. For your convenience, risk management education programs are offered in multiple modalities, including live in-person, live webinar, online self-paced, and home-study options.

Risk Management experts are available to answer practice-related “what if” questions and identify actionable strategies to help reduce your professional liability risk. For assistance, contact MEDICAL MUTUAL’s Risk Management team at 410-785-0050 or 800-492-0193 (toll free).



March 2025

All policies with MedGuard protection are enhanced with *Witness Assistance* coverage.

Witness Assistance provides coverage for an attorney to help a Policyholder answer a subpoena, prepare for deposition or trial testimony, or respond to certain practice-related requests for information.

June 2025

MEDICAL MUTUAL celebrates its 50th anniversary.

October 2025

The Board of Directors declares a 20% Renewal Dividend Credit. Rates remain unchanged.

December 2025

A Special Dividend Credit of 16% is announced for renewing Policyholders.

2025 FINANCIALS

BALANCE SHEETS

Statutory Basis / DECEMBER 31

<i>Admitted Assets</i>	2025	2024
Cash and short-term investments	\$ 19,710,341	\$ 14,442,586
Long-term invested assets	794,493,368	792,770,624
Other assets	26,340,565	28,531,683
Total Admitted Assets	\$ 840,544,274	\$ 835,744,893

Liabilities & Policyholders' Surplus

Reserve for losses and loss adjustment expenses, net of reinsurance recoverable	\$ 149,298,190	\$ 150,473,306
Reserve for unearned premiums	54,336,588	55,045,288
Deposits received on policies not in force	25,407,968	26,392,493
Dividends payable to Policyholders	110,943,567	113,641,956
Other liabilities	18,148,982	16,699,391
Total Liabilities	\$ 358,135,295	\$ 362,252,434
Total Policyholders' Surplus	\$ 482,408,979	\$ 473,492,459
Total Liabilities & Policyholders' Surplus	\$ 840,544,274	\$ 835,744,893

STATEMENTS OF INCOME

Statutory Basis / DECEMBER 31

	2025	2024
Premiums earned	\$ 75,313,156	\$ 78,377,470
Losses and loss adjustment expenses incurred	47,122,822	53,145,781
Underwriting expenses	20,271,021	18,380,219
Net Underwriting Gain	\$ 7,919,313	\$ 6,851,470
Net investment income earned and realized capital gains and losses	\$ 21,685,008	\$ 21,662,393
Other income	1,397,400	391,285
Income Before Dividends to Policyholders & Federal Income Taxes	\$ 31,001,721	\$ 28,905,148
Dividends to Policyholders	\$ 22,000,000	\$ 22,000,000
Income Before Federal Income Taxes	\$ 9,001,721	\$ 6,905,148
Federal income tax	\$ 530,308	\$ 264,597
Net Income	\$ 8,471,413	\$ 6,640,551



The 2025 and 2024 condensed financial statements of MEDICAL MUTUAL have been prepared in conformity with accounting practices prescribed or permitted by the Maryland Insurance Administration. The condensed financial statements have been derived from complete statutory-basis financial statements, which were audited by our independent auditors. A complete set of audited financial statements may be obtained upon request.



■ BOARD OF DIRECTORS

GEORGE S. MALOUF JR., M.D., FACS

Chair of the Board, Physician in Comprehensive Ophthalmology in Montgomery and Prince George's Counties, MD

Comm: EX-Chair, Ex Officio: AU, CL, CO, FB, RM, UW

MARY ELLEN M. VALLIANT, AIF

Vice Chair of the Board, Managing Partner, Valliant and Associates LLC, Private Wealth Management Services of Chestertown, MD

Comm: CO-Chair, FB-Chair, EX

CHERYL F. MATRICCIANI, Esq., CPA

President and Chief Executive Officer, MEDICAL MUTUAL

Comm: EX, Ex Officio: AU, CL, CO, FB, PN, RM, UW

JOHN H. CLIFTON III

Executive Vice President and Chief Operating Officer, MEDICAL MUTUAL

MARYLURA DUVALL, CPA

Retired Senior Vice President, Chief Financial Officer and Treasurer of MEDICAL MUTUAL

Comm: AU-Chair, CO, EX, FB

WILLARDA V. EDWARDS, M.D., MBA

Practicing Internal Medicine Physician in Baltimore, MD, former member Board of Trustees of the American Medical Association, past President of MedChi, The Maryland State Medical Society, past President and Chief Operating Officer of Sickle Cell Disease Association of America, past President of the National Medical Association

Comm: UW-Chair, CL, EX, PN

WALTER J. GIBLIN, M.D.

Practicing Dermatologist in Rockville, MD, member of MedChi, The Maryland State Medical Society, serving as long-time delegate for the Montgomery County Medical Society, past President of the Washington, D.C. Dermatological Society

Comm: PN-Chair, RM-Chair, CO

SANJAY D. GOEL, M.D.

Practicing Ophthalmologist in Baltimore and Howard Counties, MD, former member Board of Trustees of the American Academy of Ophthalmology, past President Maryland Society of Eye Physicians and Surgeons

Comm: AU, EX

MAURICE L. HAYWOOD, CFA

Managing Director and Senior Portfolio Manager, Brown Capital Management

Comm: AU, EX, FB, PN

THOMAS W. JOHNSON

Former Executive Vice President, Chief Risk and Administration Officer of FCCI Insurance Group, former Managing Director, Financial Services Group, HSBC Securities

Comm: AU, FB

ADAME E. KANE, Esq., MBA

Managing Director of Corporate Affairs, Redwood Holdings, member Board of Directors of the Maryland Stadium Authority, former Director of Unity Insurance, former Chair of the Maryland Health Services Cost Review Commission

Comm: AU, FB

PAUL C. MARINELLI, M.D.

Practicing Radiologist in Hagerstown, MD, and President, Associated Radiologists, PA

Comm: CL-Chair, UW

GARY W. MICHAEL

President of NAI Michael, with over 45 years of experience in all fields of commercial real estate, including sales, leasing, property management, and development

Comm: FB

GENE M. RANSOM III, Esq.

Chief Executive Officer of MedChi, The Maryland State Medical Society, former member and President of the Queen Anne's County Commission

Comm: FB, RM

Board Committee Key

AU	.....	Audit
CL	.....	Claims
CO	.....	Compensation and Retirement Plans
EX	.....	Executive
FB	.....	Finance and Budget
PN	.....	Proxy and Nominating
RM	.....	Risk Management
UW	.....	Underwriting Advisory

■ OFFICERS

GEORGE S. MALOUF JR., M.D., FACS

Chair of the Board

MARY ELLEN M. VALLIANT, AIF

Vice Chair of the Board

CHERYL F. MATRICCIANI

President and Chief Executive Officer

JOHN H. CLIFTON III

Executive Vice President, Chief Operating Officer

KEITH P. ALLEN

Senior Vice President, Chief Actuary

STEVEN P. KEULER

Senior Vice President, Chief Financial Officer and Treasurer

BENJAMIN C. ROHM

Senior Vice President, Underwriting

DEREK B. YARMIS

Senior Vice President, General Counsel and Secretary

CORY A. BENDER

Vice President, Claims

GEORGE CHAMBERS

Vice President, Information Technology

NATALIE A. ROBERTS

Vice President, Accounting and Controller

DONALD G. WILSON

Vice President, Marketing

ALEXIS R. BRAUN

Assistant Vice President, Associate General Counsel

■ CONSULTANTS

Claims Committee

Consultants

Syeda Naureen Alam, M.D.
George H. Bone, M.D.
Janet F. Brown, M.D.
Michael J. Damiano, M.D., Adjunct
Kendra K. Kay, M.D.
Daniel E. Kohn, M.D.
Michael E. Langbaum, M.D.
Mark T. Matsunaga, M.D.
John P. O'Hearn, M.D.
Neil P. O'Malley, M.D.
Vasil X. Parousis, M.D.
Adrian L. Preston, M.D.
Kevin L. Stitely, M.D.
Matthew T. Yeatman, M.D.

Risk Management Committee

Consultants

Steven M. Berlin, M.D.
Steven J. Brand, M.D.
Joseph S. Fastow, M.D.
Andrew P. Fridberg, M.D.
Samuel D. Friedel, M.D.
Louis S. Halikman, M.D.
Karen H. Klocko, D.D.S.
Daniel E. Kohn, M.D.
Kiran G. Kuna, M.D.
Sarah A. Merritt, M.D.
Eric S. Wargotz, M.D.

Underwriting Advisory Committee

Consultants

Michael J. Damiano, M.D.
Jayant B. Desai, M.D.
Craig A. Dickman, M.D.
Eugenio S. Machado, M.D.
Allan R. Rutzen, M.D.

Independent Auditors

Ernst & Young LLP
Baltimore, Maryland

Strategic Defense PROVEN RESULTS

ANNUAL REPORT 2025

MEDICAL  MUTUAL
Liability Insurance Society of Maryland

PO Box 8016
225 International Circle
Hunt Valley, Maryland 21030
410-785-0050
800-492-0193
mmlis.com



CONNECT WITH
US ON LINKEDIN