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QUARTERLY STATEMENT

As of March 31, 2002

of the Condition and Affairs of the

LEADER INSURANCE COMPANY

NAIC Group Code..... 0084, 0084 (Current Period) (Prior Period)   NAIC Company Code..... 11738   Employer's ID Number..... 34-0927698

Organized under the Laws of Ohio   State of Domicile or Port of Entry Ohio

Country of Domicile USA

Incorporated..... March 20, 1963   Commenced Business..... December 1, 1963

Statutory Home Office	580 Walnut Street ….. Cincinnati ..... OH ..... 45202 *(Street and Number) (City or Town, State and Zip Code)*	
Main Administrative Office	4100 Harry Hines Boulevard ….. Dallas ..... TX ..... 75219 *(Street and Number) (City or Town, State and Zip Code)*	214-526-3876 *(Area Code) (Telephone Number)*
Mail Address	4100 Harry Hines Boulevard ….. Dallas ..... TX ..... 75219 *(Street and Number or P. O. Box) (City or Town, State and Zip Code)*	
Primary Location of Books and Records	4100 Harry Hines Boulevard ….. Dallas ..... TX ..... 75219 *(Street and Number) (City or Town, State and Zip Code)*	214-526-3876 *(Area Code) (Telephone Number)*
Internet Website Address	www.LeaderInsurance.com	
Statement Contact	William Joseph Herm *(Name)*	214-526-3876-4573 *(Area Code) (Telephone Number) (Extension)*
	BHerm@LeaderInsurance.com *(E-Mail Address)*	214-520-4529 *(Fax Number)*
Policyowner Relations Contact	4100 Harry Hines Boulevard ….. Dallas ..... TX ..... 75219 *(Street and Number) (City or Town, State and Zip Code)*	214-526-3876-5739 *(Area Code) (Telephone Number) (Extension)*

OFFICERS

President ..... James Randall Gober   Treasurer ..... Donald Alan Baker   Secretary ..... Tommy Joe Stone

VICE PRESIDENTS

Michael David Krause	Scott Christopher Pitrone	Karen Holley Horrell	Tracy Lea McGovern
Judy Regis Metoyer	Virginia Ann Ward	John Joseph Whalin	Eve Cutler Rosen
Ronald Charles Hayes	Thomas Edward Mischell	Fred Joseph Runk	David John Witzgall
Robert Jude Zbacnik			

DIRECTORS OR TRUSTEES

James Randall Gober	Karen Holley Horrell	Keith Alan Jensen	Michael David Krause
Roger Hubert Prestridge	Eve Cutler Rosen	Tommy Joe Stone	

State of........ Texas
County of..... Dallas

The officers of this reporting entity, being duly sworn, each depose and say that they are the above 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* manuals 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.

(Signature)	(Signature)	(Signature)
James Randall Gober	Tommy Joe Stone	Donald Alan Baker
(Printed Name)	(Printed Name)	(Printed Name)
President	Secretary	Treasurer

Subscribed and sworn to before me this

....10th.....day of ....May.., 2002

....

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31, Prior Year Net Admitted Assets
1. Bonds	132,019,613		132,019,613	141,426,730
2. Stocks:				
2.1 Preferred stocks			0	
2.2 Common stocks	20,750,312		20,750,312	20,857,955
3. Mortgage loans on real estate:				
3.1 First liens			0	
3.2 Other than first liens			0	
4. Real estate:				
4.1 Properties occupied by the company (less $..........0 encumbrances)	1,549,979		1,549,979	1,578,950
4.2 Properties held for the production of income (less $..........0 encumbrances)			0	
4.3 Properties held for sale (less $..........0 encumbrances)			0	
5. Cash ($.....1,122,321) and short-term investments ($.....6,959,360)	8,081,681		8,081,681	4,610,408
6. Other invested assets			0	
7. Receivable for securities	4,461,648		4,461,648	
8. Aggregate write-ins for invested assets	0	0	0	0
9. Subtotals, cash and invested assets (Lines 1 to 8)	166,863,233	0	166,863,233	168,474,043
10. Agents' balances or uncollected premiums:				
10.1 Premiums and agents' balances in course of collection	5,029,549	686,491	4,343,058	4,775,016
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including $..........0 earned but unbilled premiums)	23,603,426		23,603,426	21,888,442
10.3 Accrued retrospective premiums			0	
11. Funds held by or deposited with reinsured companies			0	
12. Bills receivable, taken for premiums			0	
13. Amounts receivable under high deductible policies			0	
14. Reinsurance recoverables on loss and loss adjustment expense payments	1,785,831		1,785,831	2,127,944
15. Federal and foreign income tax recoverable and interest thereon (including $.....6,765,445 net deferred tax asset) - American Financial Corporation	6,765,445	2,215,391	4,550,054	4,444,794
16. Guaranty funds receivable or on deposit			0	
17. Electronic data processing equipment and software	167,360		167,360	210,787
18. Interest, dividends and real estate income due and accrued	2,262,449		2,262,449	2,389,456
19. Net adjustments in assets and liabilities due to foreign exchange rates			0	
20. Receivable from parent, subsidiaries and affiliates	3,450,356		3,450,356	2,016,243
21. Amounts due from/to protected cells			0	
22. Equities and deposits in pools and associations			0	
23. Amounts receivable relating to uninsured accident and health plans			0	
24. Other assets nonadmitted	234,193	234,193	0	
25. Aggregate write-ins for other than invested assets	111,823	0	111,823	174,529
26. Total assets excluding protected cell assets (Lines 9 through 25)	210,273,665	3,136,075	207,137,590	206,501,254
27. Protected cell assets			0	
28. TOTALS (Lines 26 and 27)	210,273,665	3,136,075	207,137,590	206,501,254

DETAILS OF WRITE-INS

	1	2	3	4
0801.			0	
0802.			0	
0803.			0	
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0	0	0
2501. Other assets	111,823		111,823	174,529
2502.			0	
2503.			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)	111,823	0	111,823	174,529

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31, Prior Year
1.	Losses (current accident year $.....13,617,422)	70,932,911	72,307,602
2.	Reinsurance payable on paid losses and loss adjustment expenses	848	848
3.	Loss adjustment expenses	16,470,638	16,908,872
4.	Commissions payable, contingent commissions and other similar charges	78,570	72,750
5.	Other expenses (excluding taxes, licenses and fees)	2,131,350	2,269,054
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	1,939,377	1,607,298
7.	Federal and foreign income taxes (including $.....34,487 on realized capital gains (losses) (including $..........0 net deferred tax liability)	35,136	384,838
8.	Borrowed money $..........0 and interest thereon $..........0		
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of $.....15,014,480 and including warranty reserves of $..........0)	31,646,581	29,926,297
10.	Advance premium		
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)	189,724	214,398
13.	Funds held by company under reinsurance treaties	12,418,315	12,006,208
14.	Amounts withheld or retained by company for account of others	450,264	334,137
15.	Remittances and items not allocated		
16.	Provision for reinsurance	5,400	5,400
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding	7,245,158	8,005,763
19.	Payable to parent, subsidiaries and affiliates	1,237,293	1,425,659
20.	Payable for securities		
21.	Liability for amounts held under uninsured accident and health plans		
22.	Capital notes $..... and interest thereon $		
23.	Aggregate write-ins for liabilities	0	0
24.	Total liabilities excluding protected cell liabilities (Lines 1 through 23)	144,781,565	145,469,124
25.	Protected cell liabilities		
26.	Total liabilities (Lines 24 and 25)	144,781,565	145,469,124
27.	Aggregate write-ins for special surplus funds	0	0
28.	Common capital stock	3,000,000	3,000,000
29.	Preferred capital stock		
30.	Aggregate write-ins for other than special surplus funds	0	0
31.	Surplus notes		
32.	Gross paid in and contributed surplus	47,906,420	47,906,420
33.	Unassigned funds (surplus)	11,449,605	10,125,710
34.	Less treasury stock, at cost:		
	34.1 ....0.000 shares common (value included in Line 28 $..........0)		
	34.2 ....0.000 shares preferred (value included in Line 29 $..........0)		
35.	Surplus as regards policyholders (Lines 27 to 33, less 34)	62,356,025	61,032,130
36.	TOTALS	207,137,590	206,501,254

DETAILS OF WRITE-INS

2301.			
2302.			
2303.			
2398.	Summary of remaining write-ins for Line 23 from overflow page	0	0
2399.	Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	0	0
2701.			
2702.			
2703.			
2798.	Summary of remaining write-ins for Line 27 from overflow page	0	0
2799.	Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	0
3001.			
3002.			
3003.			
3098.	Summary of remaining write-ins for Line 30 from overflow page	0	0
3099.	Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above)	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Previous Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written $.....26,358,348)	23,581,125	27,344,864	102,052,029
1.2 Assumed (written $.....8,206,165)	8,007,097	10,285,955	36,923,577
1.3 Ceded (written $.....11,310,771)	10,054,764	1,334,720	20,479,563
1.4 Net (written $.....23,253,742)	21,533,458	36,296,099	118,496,043
DEDUCTIONS:			
2. Losses incurred (current accident year $.....16,204,391):			
2.1 Direct	14,889,165	20,518,559	77,147,508
2.2 Assumed	4,844,335	7,093,394	25,611,682
2.3 Ceded	6,757,434	1,420,366	16,494,138
2.4 Net	12,976,066	26,191,587	86,265,052
3. Loss expenses incurred	4,623,512	5,447,910	18,819,241
4. Other underwriting expenses incurred	3,450,465	6,621,551	14,115,927
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	21,050,043	38,261,048	119,200,220
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	483,415	(1,964,949)	(704,177)
INVESTMENT INCOME			
9. Net investment income earned	1,952,575	2,412,691	10,163,395
10. Net realized capital gains (losses)	14,558	(166,362)	(1,624,407)
11. Net investment gain (loss) (Lines 9 + 10)	1,967,133	2,246,329	8,538,988
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered $..........0 amount charged off $.....487,027)	(487,027)	(657,736)	(2,269,734)
13. Finance and service charges not included in premiums			
14. Aggregate write-ins for miscellaneous income	0	486	0
15. Total other income (Lines 12 through 14)	(487,027)	(657,250)	(2,269,734)
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	1,963,521	(375,870)	5,565,077
17. Dividends to policyholders			
18. Net income after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	1,963,521	(375,870)	5,565,077
19. Federal and foreign income taxes incurred	755,298	(114,103)	281,348
20. Net income (Line 18 minus Line 19) (to Line 22)	1,208,223	(261,767)	5,283,729
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 previous year	61,032,130	59,729,787	59,729,787
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20)	1,208,223	(261,767)	5,283,729
23. Net unrealized capital gains or losses	(562,523)	638,443	1,685,848
24. Change in net unrealized foreign exchange capital gain (loss)			
25. Change in net deferred income taxes	654,902	(442,739)	(2,041,234)
26. Change in nonadmitted assets	23,293	675,502	(430,631)
27. Change in provision for reinsurance			(5,400)
28. Change in surplus notes			
29. Surplus (contributed to) withdrawn from protected cells			
30. Cumulative effect of changes in accounting principles		6,810,031	6,810,031
31. Capital changes:			
31.1 Paid in			
31.2 Transferred from surplus (Stock Dividend)			
31.3 Transferred to surplus			
32. Surplus adjustments:			
32.1 Paid in			(10,000,000)
32.2 Transferred to capital (Stock Dividend)			
32.3 Transferred from capital			
33. Net remittances from or (to) Home Office			
34. Dividends to stockholders			
35. Change in treasury stock			
36. Aggregate write-ins for gains and losses in surplus	0	0	0
37. Change in surplus as regards policyholders (Lines 22 through 36)	1,323,895	7,419,470	1,302,343
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	62,356,025	67,149,257	61,032,130

DETAILS OF WRITE-INS

0501.			
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)	0	0	0
1401. Other balances recovered		486	
1402.			
1403.			
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)	0	486	0
3601.			
3602.			
3603.			
3698. Summary of remaining write-ins for Line 36 from overflow page	0	0	0
3699. Totals (Lines 3601 thru 3603 plus 3698) (Line 36 above)	0	0	0

CASH FLOW

		1 Current Year to Date	2 Prior Year Ended December 31
	CASH FROM OPERATIONS		
1.	Premiums collected net of reinsurance	21,947,403	103,329,324
2.	Loss and loss adjustment expenses paid (net of salvage and subrogation)	19,830,995	106,455,303
3.	Underwriting expenses paid	3,196,414	14,434,740
4.	Other underwriting income (expenses)		
5.	Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	(1,080,006)	(17,560,719)
6.	Net investment income	2,101,070	10,386,207
7.	Other income (expenses):		
	7.1 Agents' balances charged off	(487,027)	(2,269,734)
	7.2 Net funds held under reinsurance treaties	412,107	12,006,208
	7.3 Net amount withheld or retained for account of others	116,127	(265,929)
	7.4 Aggregate write-ins for miscellaneous items	0	(234,592)
	7.5 Total other income (Lines 7.1 to 7.4)	41,207	9,235,953
8.	Dividends to policyholders on direct business, less $..............0 dividends on reinsurance assumed or ceded (net)		
9.	Federal and foreign income taxes (paid) recovered	(1,105,000)	3,048,000
10.	Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	(42,729)	5,109,441
	CASH FROM INVESTMENTS		
11.	Proceeds from investments sold, matured or repaid:		
	11.1 Bonds	14,267,968	47,672,319
	11.2 Stocks	4,171	145,852
	11.3 Mortgage loans		
	11.4 Real estate		
	11.5 Other invested assets		
	11.6 Net gains or (losses) on cash and short-term investments		
	11.7 Miscellaneous proceeds	62,706	84,241
	11.8 Total investment proceeds (Lines 11.1 to 11.7)	14,334,845	47,902,412
12.	Cost of investments acquired (long-term only):		
	12.1 Bonds	4,831,995	60,763,913
	12.2 Stocks	4,171	145,580
	12.3 Mortgage loans		
	12.4 Real estate		99,834
	12.5 Other invested assets		
	12.6 Miscellaneous applications	4,461,648	
	12.7 Total investments acquired (Lines 12.1 to 12.6)	9,297,814	61,009,327
13.	Net cash from investments (Line 11.8 minus Line 12.7)	5,037,031	(13,106,915)
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
14.	Cash provided:		
	14.1 Surplus notes, capital and surplus paid in		(10,000,000)
	14.2 Capital notes $..........0 less amounts repaid $..........0		
	14.3 Net transfers from affiliates		1,425,659
	14.4 Borrowed funds received		
	14.5 Other cash provided	99,451	518,572
	14.6 Total (Lines 14.1 to 14.5)	99,451	(8,055,769)
15.	Cash applied:		
	15.1 Dividends to stockholders paid		
	15.2 Net transfers to affiliates	1,622,480	524,585
	15.3 Borrowed funds repaid		
	15.4 Other applications		13,582
	15.5 Total (Lines 15.1 to 15.4)	1,622,480	538,167
16.	Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	(1,523,029)	(8,593,936)
	RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17.	Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	3,471,273	(16,591,410)
18.	Cash and short-term investments:		
	18.1 Beginning of year	4,610,408	21,201,818
	18.2 End of period (Line 17 plus Line 18.1)	8,081,681	4,610,408

DETAILS OF WRITE-INS

07.401	Change in other assets and liabilities		(234,592)
07.402			
07.403			
07.498	Summary of remaining write-ins for Line 7.4 from overflow page	0	0
07.499	Total (Lines 7.401 to 7.403 plus 7.498) (Line 7.4 above)	0	(234,592)

NOTES TO FINANCIAL STATEMENTS

17.) SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

C. The Company was not involved in any wash sale transactions during 2002.

20.) OTHER ITEMS

C. Other Disclosures - Effective April 1, 2001, the Company entered into a quota share reinsurance agreement with Inter-Ocean Reinsurance (Ireland) Limited whereby the Company will cede 90% of all Private Passenger Automobile Physical Damage policies written from 4/1/2001 to 12/31/2001. This quota share reinsurance agreement was renewed effective for 1/1/2002 to 12/31/2002.

21.) EVENTS SUBSEQUENT

The Company paid a return of capital distribution of $10,000,000 to its parent, Pennsylvania Company, on April 5, 2002.

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Did the reporting entity implement any significant accounting policy changes which would require disclosure in the Notes to the Financial Statements? Yes [ ] No [X]

1.2 If yes, explain:.................... N/A

2.1 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]

2.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ]

3.1 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]

3.2 If yes, date of change: N/A..
If not previously filed, furnish herewith a certified copy of the instrument as amended.

4. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [X]
If yes, attach an organizational chart.

5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]

5.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
N/A		

6. 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.
N/A

7.1 State as of what date the latest financial examination of the reporting entity was made or is being made. ....12/31/1996.....................

7.2 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. ....12/31/1996.....................

7.3 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). ....10/11/1998.....................

7.4 By what department or departments?................................. Ohio, Delaware, Mississippi

8.1 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? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) Yes [ ] No [X]

8.2 If yes, give full information:
N/A

GENERAL INTERROGATORIES (continued)

INVESTMENT

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

9.1 Has there been any change in the reporting entity's own preferred or common stock? Yes [ ] No [X]

9.2 If yes, explain: N/A

10.1 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 [X]

10.2 If yes, give full and complete information relating thereto:
N/A

11. Amount of real estate and mortgages held in other invested assets in Schedule BA: $ N/A

12. Amount of real estate and mortgages held in short-term investments: $ N/A

13.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [X] No [ ]

13.2 If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds	$0	$0
13.22 Preferred Stock	$0	$0
13.23 Common Stock	$19,731,405	$19,946,377
13.24 Short-Term Investments	$0	$0
13.25 Mortgages, Loans or Real Estate	$0	$0
13.26 All Other	$0	$0
13.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 13.21 to 13.26)	$19,731,405	$19,946,377
13.28 Total Investment in Parent included in Lines 13.21 to 13.26 above	$0	$0
13.29 Receivable from Parent not included in Lines 13.21 to 13.26 above	$0	$0

14.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [ ] No [X]

14.2 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.

15. Excluding items in Schedule E, 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 Part 1-General, Section IV.H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

15.1 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
Bank of New York	One Wall Street, New York, NY 10286

15.2 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)
N/A		

15.3 Have there been any changes, including name changes, in the custodian(s) identified in 15.1 during the current year? Yes [ ] No [X]

15.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
N/A			

15.5 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
American Money Management Corporation	N/A	One East Fourth Street, Cincinnati, OH 45202

GENERAL INTERROGATORIES (continued)

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 [X] N/A [ ]
   If yes, attach an explanation.
   N/A

2. Has the reporting entity reinsured any risk with any other 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.
   N/A

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:
N/A

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation liabilities 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:

1	2	3	Total Discount				Discount Taken During Period			
			4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Disc. Rate	Unpaid Losses	Unpaid LAE	IBNR	Total	Unpaid Losses	Unpaid LAE	IBNR	Total
N/A						0				0
Total	XXX	XXX	0	0	0	0	0	0	0	0

SCHEDULE A - VERIFICATION

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value, beginning of period	1,578,950	0	0	1,587,796
2. Increase (decrease) by adjustment	(28,971)			(108,680)
3. Cost of acquired				
4. Cost of additions to and permanent improvements				99,834
5. Total profit (loss) on sales				
6. Increase (decrease) by foreign exchange adjustment				
7. Amount received on sales				
8. Book/adjusted carrying value at end of current period	1,549,979	0	0	1,578,950
9. Total valuation allowance				
10. Subtotal (Lines 8 plus 9)	1,549,979	0	0	1,578,950
11. Total nonadmitted amounts				
12. Statement value, current period (Page 2, real estate lines, current period)	1,549,979	0	0	1,578,950

SCHEDULE B - VERIFICATION

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/recorded investment excluding accrued interest on mortgages owned, beginning of period	0	0	0	
2. Amount loaned during period:				
2.1 Actual cost at time of acquisitions				
2.2 Additional investment made after acquisitions				
3. Accrual of discount and mortgage interest points and commitment fees				
4. Increase (decrease) by adjustment				
5. Total profit (loss) on sale				
6. Amounts paid on account or in full during the period				
7. Amortization of premium				
8. Increase (decrease) by foreign exchange adjustment				
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	0	0	0	0
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)	0	0	0	0
12. Total nonadmitted amounts				
13. Statement value of mortgages owned at end of current period	0	0	0	0

NONE

SCHEDULE BA - VERIFICATION

Other Invested Assets Included in Schedule BA

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value of long-term invested assets owned, beginning of period	0	0	0	
2. Cost of acquisitions during period:				
2.1 Actual cost at time of acquisitions				
2.2 Additional investment made after acquisitions				
3. Accrual of discount				
4. Increase (decrease) by adjustment				
5. Total profit (loss) on sale				
6. Amounts paid on account or in full during the period				
7. Amortization of premium				
8. Increase (decrease) by foreign exchange adjustment				
9. Book/adjusted carrying value of long-term invested assets at end of current period	0	0	0	0
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)	0	0	0	0
12. Total nonadmitted amounts				
13. Statement value of long-term invested assets at end of current period	0	0	0	0

NONE

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity

During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Statement Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Statement Value End of First Quarter	6 Statement Value End of Second Quarter	7 Statement Value End of Third Quarter	8 Statement Value December 31 Prior Year
BONDS								
1. Class 1	79,995,399	13,425,175	20,309,371	(1,234,074)	71,877,129			79,995,399
2. Class 2	66,183,822	3,362,670	6,180,193	1,189,937	64,556,236			66,183,822
3. Class 3	1,348,794			(436,294)	912,500			1,348,794
4. Class 4	845,715		15,636	39,661	869,740			845,715
5. Class 5	325,000		27,701	446,069	743,368			325,000
6. Class 6	20,000				20,000			20,000
7. Total Bonds	148,718,730	16,787,845	26,532,901	5,299	138,978,973	0	0	148,718,730
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	148,718,730	16,787,845	26,532,901	5,299	138,978,973	0	0	148,718,730

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Amount of Interest Received Current Quarter	5 Paid for Accrued Interest
8099999. Totals	6,959,360	XXX	6,959,360	24,505	

SCHEDULE DA - PART 2 - Verification

Short-Term Investments Owned

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value, beginning of period	7,292,000	0	0	20,524,626
2. Cost of short-term investments acquired	11,955,850			59,975,000
3. Increase (decrease) by adjustment				
4. Increase (decrease) by foreign exchange adjustment				
5. Total profit (loss) on disposal of short-term investments				
6. Consideration received on disposal of short-term investments	12,288,490			73,207,626
7. Book/adjusted carrying value, current period	6,959,360	0	0	7,292,000
8. Total valuation allowance				
9. Subtotal (Lines 7 plus 8)	6,959,360	0	0	7,292,000
10. Total nonadmitted amounts				
11. Statement value (Lines 9 minus 10)	6,959,360	0	0	7,292,000
12. Income collected during period	24,505			272,901
13. Income earned during period	17,636			262,605

Sch. DB-Part F-Section 1
NONE

Sch. DB-Part F-Section 2
NONE

Sch. F
NONE

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
States, Etc.	Is Insurer Licensed? (Yes or No)	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	YES						
2. Alaska AK	YES	2,162,910	2,097,208	1,157,336	1,197,560	3,721,306	2,966,112
3. Arizona AZ	YES	147,953	380,849	253,245	153,260	541,697	714,019
4. Arkansas AR	YES						
5. California CA	YES	7,092,492	6,943,995	4,307,059	4,685,220	16,023,250	14,000,340
6. Colorado CO	YES						
7. Connecticut CT	NO						
8. Delaware DE	YES						
9. District of Columbia DC	YES						
10. Florida FL	YES						
11. Georgia GA	YES						
12. Hawaii HI	NO						
13. Idaho ID	YES						
14. Illinois IL	YES						
15. Indiana IN	YES	354,950	346,538	157,148	299,153	819,160	706,538
16. Iowa IA	YES			1,000			18,296
17. Kansas KS	YES						
18. Kentucky KY	YES						
19. Louisiana LA	YES						
20. Maine ME	YES						
21. Maryland MD	YES	(138)	36,924	25,606	96,865	102,826	317,644
22. Massachusetts MA	NO						
23. Michigan MI	YES	(47,564)	2,693,768	817,464	2,224,672	3,074,036	2,251,355
24. Minnesota MN	YES						
25. Mississippi MS	YES						
26. Missouri MO	YES	532,408	318,021	226,998	325,496	1,133,185	1,000,660
27. Montana MT	YES				22,850		
28. Nebraska NE	YES			920	(855)	27,444	81,545
29. Nevada NV	YES						
30. New Hampshire NH	NO						
31. New Jersey NJ	NO						
32. New Mexico NM	YES						
33. New York NY	YES	793,087	2,039,792	1,276,566	2,596,789	5,307,279	5,116,476
34. North Carolina NC	NO						
35. North Dakota ND	YES						
36. Ohio OH	YES			(1,524)	(2,941)	26,274	89,590
37. Oklahoma OK	YES						
38. Oregon OR	YES	449,721	174,359	135,989	167,633	848,968	623,792
39. Pennsylvania PA	YES	14,607,832	11,031,903	6,740,444	7,559,200	22,038,390	16,090,206
40. Rhode Island RI	YES						
41. South Carolina SC	YES						
42. South Dakota SD	YES						
43. Tennessee TN	YES				27,500	62,448	62,448
44. Texas TX	YES						
45. Utah UT	YES						
46. Vermont VT	NO						
47. Virginia VA	YES	200,496	703,809	201,607	488,420	1,037,567	1,362,735
48. Washington WA	YES	64,201	1,103,549	197,231	758,991	2,197,556	2,952,118
49. West Virginia WV	YES						
50. Wisconsin WI	YES		35,858	32,711	48,184	85,761	232,139
51. Wyoming WY	YES						
52. American Samoa AS	NO						
53. Guam GU	NO						
54. Puerto Rico PR	NO						
55. US Virgin Islands VI	NO						
56. Canada CN	NO						
57. Aggregate Other Alien OT	XXX	0	0	0	0	0	0
58. Totals	(a) 44	26,358,348	27,906,573	15,529,800	20,647,997	57,047,147	48,586,013

DETAILS OF WRITE-INS

5701.	XXX						
5702.	XXX						
5703.	XXX						
5798. Summary of remaining write-ins for Line 57 from overflow page	XXX	0	0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 + Line 5798) (Line 57 above)	XXX	0	0	0	0	0	0

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

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

PART 1 – ORGANIZATIONAL CHART

NONE

PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date 1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	4 Prior Year to Date Direct Loss Percentage
1. Fire			0.0	
2. Allied lines			0.0	
3. Farmowners multiple peril			0.0	
4. Homeowners multiple peril			0.0	
5. Commercial multiple peril			0.0	
6. Mortgage guaranty			0.0	
8. Ocean marine			0.0	
9. Inland marine			0.0	
10. Financial guaranty			0.0	
11.1. Medical malpractice-occurrence			0.0	
11.2. Medical malpractice-claims made			0.0	
12. Earthquake			0.0	
13. Group accident and health			0.0	
14. Credit accident and health			0.0	
15. Other accident and health			0.0	
16. Workers' compensation			0.0	
17.1 Other liability-occurrence			0.0	
17.2 Other liability-claims made			0.0	
18.1 Products liability-occurrence			0.0	
18.2 Products liability-claims made			0.0	
19.1, 19.2 Private passenger auto liability	14,559,914	14,348,921	98.6	77.9
19.3, 19.4 Commercial auto liability	494,796	292,464	59.1	33.7
21. Auto physical damage	8,526,414	247,780	2.9	71.9
22. Aircraft (all perils)			0.0	
23. Fidelity			0.0	
24. Surety			0.0	
26. Burglary and theft			0.0	
27. Boiler and machinery			0.0	
28. Credit			0.0	
29. International			0.0	
30. Reinsurance-nonproportional assumed property	XXX	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines	XXX	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business	0	0	0.0	0.0
34. Totals	23,581,124	14,889,165	63.1	75.0
DETAILS OF WRITE-INS				
3301.			0.0	
3302.			0.0	
3303.			0.0	
3398. Sum. of remaining write-ins for Line 33 from overflow page	0	0	0.0	0.0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire			
2. Allied lines			
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril			
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine			
10. Financial guaranty			
11.1. Medical malpractice-occurrence			
11.2. Medical malpractice-claims made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1. Other liability-occurrence			
17.2. Other liability-claims made			
18.1. Products liability-occurrence			
18.2. Products liability-claims made			
19.1, 19.2 Private passenger auto liability	16,514,703	16,514,703	16,983,464
19.3, 19.4 Commercial auto liability	646,711	646,711	457,495
21. Auto physical damage	9,196,934	9,196,934	10,465,614
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Reinsurance-nonproportional assumed property	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business	0	0	0
34. Totals	26,358,348	26,358,348	27,906,573
DETAILS OF WRITE-INS			
3301.			
3302.			
3303.			
3398. Sum. of remaining write-ins for Line 33 from overflow page	0	0	0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33)	0	0	0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves (a) (Cols. 1 + 2)	4 2002 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2002 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2002 Loss and LAE Payments (Cols. 4 + 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (b) (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserves Developed (Savings)/Deficiency (c) (Cols. 11 + 12)
1. 1999 + Prior	12,942	4,715	17,657	2,253		2,253	10,685	12	3,617	14,314	(4)	(1,086)	(1,090)
2. 2000	16,607	12,147	28,754	3,847	15	3,862	14,955	89	8,177	23,221	2,195	(3,866)	(1,671)
3. Subtotals 2000 + Prior	29,549	16,862	46,411	6,100	15	6,115	25,640	101	11,794	37,535	2,191	(4,952)	(2,761)
4. 2001	20,431	22,374	42,805	8,717	812	9,529	17,420	812	15,329	33,561	5,706	(5,421)	285
5. Subtotals 2001 + Prior	49,980	39,236	89,216	14,817	827	15,644	43,060	913	27,123	71,096	7,897	(10,373)	(2,476)
6. 2002	XXX	XXX	XXX	XXX	3,771	3,771	XXX	5,107	11,201	16,308	XXX	XXX	XXX
7. Totals	49,980	39,236	89,216	14,817	4,598	19,415	43,060	6,020	38,324	87,404	7,897	(10,373)	(2,476)
8. Prior Year-End's Surplus As Regards Policyholders	61,032										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. 15.8 %	2. (26.4)%	3. (2.8)%
													Col. 13, Line 7 Line 8
													4. (4.1)%

(a) Should equal prior year-end Annual Statement; Page 3, Col. 1, Lines 1 + 3.
(b) Should equal Q.S. Page 3, Col.1, Lines 1 and 3.
(c) Should also equal Cols. 6 + 10 less Col. 3 for Lines 1 through 5 only.

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 SVO Compliance Certification be filed with this statement?	YES
2. Will the Trusteed Surplus Statement be filed with the State of Domicile and the NAIC with this statement?	NO
3. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?	NO

EXPLANATIONS:

BAR CODE:

* 1 1 7 3 8 2 0 0 2 4 9 0 0 0 0 0 1 *

* 1 1 7 3 8 2 0 0 2 4 5 0 0 0 0 0 1 *

Overflow Page
NONE

Sch. A-Part 2
NONE

Sch. A-Part 3
NONE

Sch. B-Part 1
NONE

Sch. B-Part 2
NONE

Sch. BA-Part 1
NONE

Sch. BA-Part 2
NONE

SCHEDULE D - PART 3

Show all Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends	9 NAIC Designation (a)
Bonds - Industrial and Miscellaneous								
United States								
319963-AF-1	FIRST DATA CORP 5.625 11-01-11 NC	02/01/2002	BANK OF AMERICA NT&SA		1,469,325	1,500,000	20,625	1PE
706448-BC-0	PEMEX FIN 9.69 08-15-09 AL3-15-07	02/25/2002	SALOMON SMITH BARNEY		2,865,900	2,500,000	8,748	2PE
962166-BE-3	WEYERHAEUSER CO 6.75 03-15-12 NC	03/06/2002	MORGAN STANLEY & CO		496,770	500,000		2PE
	United States				4,831,995	4,500,000	29,373	XXX
4599999.	Total - Bonds - Industrial & Miscellaneous				4,831,995	4,500,000	29,373	XXX
6099997.	Total - Bonds - Part 3				4,831,995	4,500,000	29,373	XXX
6099999.	Total - Bonds				4,831,995	4,500,000	29,373	XXX
Common Stocks - Industrial and Miscellaneous								
United States								
006847-10-7	ADELPHIA BUSINESS SOLUTIONS INC	01/11/2002	NON-TAX SPINOFF	8,966.000	4,172			L
	United States				4,172	XXX	0	XXX
6899999.	Total - Common Stocks - Industrial & Miscellaneous				4,172	XXX	0	XXX
7099997.	Total - Common Stocks - Part 3				4,172	XXX	0	XXX
7099999.	Total - Common Stocks				4,172	XXX	0	XXX
7199999.	Total - Preferred and Common Stocks				4,172	XXX	0	XXX
7299999.	Total - Bonds, Preferred and Common Stocks				4,836,167	XXX	29,373	XXX

(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues: 0.

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Book/Adjusted Carrying Value At Disposal Date	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Interest on Bonds Received During Year	16 Dividends on Stocks Received During Year	17 NAIC Designation (a)
Bonds - U.S. Government																
912827-7B-2	U.S. TREASURY NOTES 5.00 8-15-11	02/25/2002	SALOMON SMITH BARNEY		2,013,281	2,000,000	1,972,500	1,972,861	336			40,420	40,420	53,039		1
912827-7B-2	U.S. TREASURY NOTES 5.00 8-15-11	03/28/2002	ISI GROUP INC		2,902,734	3,000,000	2,958,750	2,959,601	814			(56,867)	(56,867)	93,646		1
0399999.	Total - Bonds - U.S. Government				4,916,015	5,000,000	4,931,250	4,932,462	1,150	0	0	(16,447)	(16,447)	146,685	0	XXX
Bonds - Public Utilities																
United States																
041033-CB-5	ARKANSAS P&L 6.00 10-1-03 CC	03/21/2002	BEAR STEARNS & CO. INC		3,978,000	4,000,000	3,915,000	3,972,671	3,733			5,329	5,329	116,667		2PE
283695-BB-9	EL PASO NAT GAS 7.75 1-15-02 NC	01/15/2002	REDEEMED		625,000	625,000	613,043	625,000	67				0	24,219		2PE
	United States				4,603,000	4,625,000	4,528,043	4,597,671	3,800	0	0	5,329	5,329	140,886	0	XXX
3899999.	Total - Bonds - Public Utilities				4,603,000	4,625,000	4,528,043	4,597,671	3,800	0	0	5,329	5,329	140,886	0	XXX
Bonds - Industrial and Miscellaneous																
United States																
125567-AA-5	TYCO CAP 6.49 01-05-21 AL 11-24-10	01/05/2002	SINKING FUND PAYMENT		369,610	369,610	369,610	369,610					0	11,994		1
232928-AA-9	DR STRUC FIN 6.66 8-15-10 AL62406 SF	02/15/2002	SINKING FUND PAYMENT		27,701	27,701	27,701	15,236	9,418				0	922		5
37045G-AB-9	GENL MOTORS 8.95 7-2-09 AL0704 SF	01/02/2002	SINKING FUND PAYMENT		70,992	70,992	70,992	70,992					0	3,177		2PE
574599-AU-0	MASCO CORP 6.75 3-15-06 NC	03/27/2002	J. P. MORGAN SECURITIES		1,532,205	1,500,000	1,496,985	1,497,530	128			34,675	34,675	55,406		2PE
57634N-AW-3	MFAST 98-1 M2 MEZ 7.54 4-20-29	03/20/2002	PAYDOWNS		382,480	382,480	385,349	382,480					0	4,555		1PE
606592-AC-7	MITCHELL ENERGY 9.25 1-15-02 NC	01/15/2002	REDEEMED		14,000	14,000	14,035	14,000					0	648		2
908584-DH-5	UNION TANK 94A 8.48 7-2-07 AL0205 SF	01/02/2002	SINKING FUND PAYMENT		36,329	36,329	36,329	36,329					0	1,540		1PE
909283-AA-1	UTD AIRLINE 9.20 3-22-08 AL 092105	03/22/2002	SINKING FUND PAYMENT		15,636	15,636	15,636	14,385	1,028				0	719		4
94976J-AD-3	WFMBS 2000-14 A4 VADM 7.25* 1-25-31	03/25/2002	PAYDOWNS		2,300,000	2,300,000	2,289,219	2,300,000	8,559				0	38,144		1PE
	United States				4,748,953	4,716,748	4,705,856	4,700,562	19,133	0	0	34,675	34,675	117,105	0	XXX
4599999.	Total - Bonds - Industrial & Miscellaneous				4,748,953	4,716,748	4,705,856	4,700,562	19,133	0	0	34,675	34,675	117,105	0	XXX
6099997.	Total - Bonds - Part 4				14,267,968	14,341,748	14,165,149	14,230,695	24,083	0	0	23,557	23,557	404,676	0	XXX
6099999.	Total - Bonds				14,267,968	14,341,748	14,165,149	14,230,695	24,083	0	0	23,557	23,557	404,676	0	XXX
Common Stocks - Industrial and Miscellaneous																
United States																
006848-10-5	ADELPHIA COMMUNICATIONS CORP CL A	01/11/2002	NON-TAX SPINOFF		4,171		4,171						0			L
	United States				4,171	XXX	4,171	0	0	0	0	0	0	0	0	XXX
6899999.	Total - Common Stocks - Industrial & Miscellaneous				4,171	XXX	4,171	0	0	0	0	0	0	0	0	XXX
7099997.	Total - Common Stocks - Part 4				4,171	XXX	4,171	0	0	0	0	0	0	0	0	XXX
7099999.	Total - Common Stocks				4,171	XXX	4,171	0	0	0	0	0	0	0	0	XXX
7199999.	Total - Preferred and Common Stocks				4,171	XXX	4,171	0	0	0	0	0	0	0	0	XXX
7299999.	Total - Bonds, Preferred and Common Stocks				14,272,139	XXX	14,169,320	14,230,695	24,083	0	0	23,557	23,557	404,676	0	XXX

(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues: 0.

Sch. DB-Part A-Section 1
NONE

Sch. DB-Part B-Section 1
NONE

Sch. DB-Part C-Section 1
NONE

Sch. DB-Part D-Section 1
NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1		2	3	4	Book Balance at End of Each Month During Current Quarter			8
					5	6	7	
Depository		Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
Open Depositories								
Bank of New York	New York, NY	0.600	124		530	503	508	
JPMorgan Chase Bank	Dallas, TX				2,386,925	690,827	1,402,891	
Keybank, NA	Cleveland, OH	1.200	433		(546,691)	(385,097)	(281,758)	
0199999. Total Open Depositories		XXX	557	0	1,840,764	306,233	1,121,641	XXX
0399999. Total Cash on Deposit		XXX	557	0	1,840,764	306,233	1,121,641	XXX
0499999. Cash in Company's Office		XXX	XXX	XXX	919	1,150	680	XXX
0599999. Total Cash		XXX	557	0	1,841,683	307,383	1,122,321	XXX