



QUARTERLY STATEMENT

AS OF MARCH 31, 2002

OF THE CONDITION AND AFFAIRS OF THE

AMERICAN FIRE AND CASUALTY COMPANY

NAIC Group Code 0148 0148 NAIC Company Code 24066 Employer's ID Number 59-0141790
(Current Period) (Prior Period)

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

Country of Domicile US

Incorporated January 1, 1906 Commenced Business January 3, 1933

Statutory Home Office 9450 Seward Road, Fairfield, Ohio 45014
(Street and Number, City or Town, State and Zip Code)

Main Administrative Office 9450 Seward Road, Fairfield, Ohio 45014 513-603-2400
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 9450 Seward Road, Fairfield, Ohio 45014
(Street and Number, City or Town, State and Zip Code)

Primary Location of Books and Records 9450 Seward Road, Fairfield, Ohio 45014
(Street and Number, City or Town, State and Zip Code)
513-603-2245
(Area Code) (Telephone Number)

Internet Website Address http://www.ocas.com

Statement Contact Dennis E. McDaniel 513-603-2245
(Name) (Area Code) (Telephone Number) (Extension)
finance@ocas.com 513-603-3179
(E-Mail Address) (Fax Number)

Policyowner Relations Contact
(Street and Number, City or Town, State and Zip Code)
(Area Code) (Telephone Number) (Extension)

OFFICERS

Chairman Stanley Neal Pontius
President/CEO Dan Roy Carmichael
Exec. VP/COO John Stanley Busby
Exec. VP/COO Jeffery Linn Haniewicz
Sr. Vice President John Edward Bade, Jr.
Sr. Vice President Ralph Glass Goode
Sr. VP/Secretary Howard Leslie Stoneker III
VP/Treasurer #Arthur Larry Sisk
Exec. VP/COO Elizabeth M. Riczko
Sr. Vice President Debra Kay Crane
Sr. Vice President Richard Brendan Kelly
Chief Finl Officer Donald Floyd McKee

VICE PRESIDENTS

Michael Len Akin
Jay Robert Baas
Phillip Michael Boyd
Michael Joseph Brennan
William George Erickson
Lloyd Edwin Geary
Harold Michael Good
David Jary Hasler
George Herbert Henehan 2
Daniel Fred Henke
Richard Paul Hildbold
Harry Elvin Hunter
Russell Francis Kelly
George Richard Kesi
Kurt Frederick Krueger
Philip Russell Lucca
Dennis Eugene McDaniel
Bruce Arthur Rutherford
Derrick Dewayne Shannon
Michael Eugene Sullivan
Richard Calvin Todd
Stephen Thomas Williams

DIRECTORS OR TRUSTEES

Terrence James Baehr
Arthur James Bennert
Jack Elliott Brown
Dan Roy Carmichael
Catherine Elizabeth Dolan
Wayne Richard Embry
Vaden Fitton
Stephen Stoneker Marcum
Stanley Neal Pontius
Edward Theodore Roeding
Howard Leslie Stoneker III

State of Ohio SS
County of Butler

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.

Donald F. McKee Dennis E. McDaniel Howard L. Stoneker III
Chief Financial Officer Vice President and Controller Sr. Vice Pres/Secretary

Subscribed and sworn to before me this
day of May, 2002

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	272,641,757	1,792,657	270,849,100	267,914,058
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	4,417,611		4,417,611	4,342,081
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ (28,948)) and short-term investments (\$)	(28,948)		(28,948)	7,405,617
6. Other invested assets				
7. Receivable for securities	1,532,990		1,532,990	
8. Aggregate write-ins for invested assets				
9. Subtotals, cash and invested assets (Lines 1 to 8)	278,563,409	1,792,657	276,770,752	279,661,755
10. Agents' balances or uncollected premiums :				
10.1 Premiums and agents' balances in course of collection	16,107,601	981,483	15,126,118	13,946,538
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	53,496		53,496	100,188
10.3 Accrued retrospective premiums				
11. Funds held by or deposited with reinsured companies				
12. Bills receivable, taken for premiums				
13. Amounts billed and receivable under high deductible policies				
14. Reinsurance recoverables on loss and loss adjustment expense payments	3,600,350		3,600,350	2,923,823
15. Federal and foreign income tax recoverable and interest thereon (including \$ 22,948,450 net deferred tax asset)	22,948,450	13,602,994	9,345,456	10,937,392
16. Guaranty funds receivable or on deposit	94,830		94,830	94,830
17. Electronic data processing equipment and software				
18. Interest, dividends and real estate income due and accrued	3,851,824		3,851,824	3,746,085
19. Net adjustments in assets and liabilities due to foreign exchange rates				
20. Receivable from parent, subsidiaries and affiliates				
21. Amounts due from/to protected cells				
22. Equities and deposits in pools and associations				
23. Amounts receivable relating to uninsured accident and health plans				
24. Other assets nonadmitted				
25. Aggregate write-ins for other than invested assets	321,288	2,750,850	(2,429,562)	(2,485,444)
26. Total assets excluding protected cell assets (Lines 9 through 25)	325,541,247	19,127,984	306,413,263	308,925,168
27. Protected cell assets				
28. TOTALS (Lines 26 and 27)	325,541,247	19,127,984	306,413,263	308,925,168
DETAILS OF WRITE-INS				
0801.				
0802.				
0803.				
0898. Summary of remaining write-ins for Line 8 from overflow page				
0899. Totals (Lines 0801 through 0803 plus 0898) (Line 8 above)				
2501. Other Assets	321,288	2,750,850	(2,429,562)	(2,485,444)
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	321,288	2,750,850	(2,429,562)	(2,485,444)

STATEMENT AS OF MARCH 31, 2002 OF THE AMERICAN FIRE AND CASUALTY COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 7,413,907)	95,646,712	96,011,916
2. Reinsurance payable on paid losses and loss adjustment expenses		
3. Loss adjustment expenses	47,785,557	47,641,533
4. Commissions payable, contingent commissions and other similar charges	439,809	1,128,285
5. Other expenses (excluding taxes, licenses and fees)	2,296,930	2,384,231
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,065,638	1,226,967
7. Federal and foreign income taxes, including \$ (1,702,625) on realized capital gains (losses) (including \$ net deferred tax liability)	1,005,177	328,204
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 38,334,058 and including warranty reserves of \$)	29,823,446	28,827,454
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders	574,260	638,055
12. Ceded reinsurance premiums payable (net of ceding commissions)	367,043	227,504
13. Funds held by company under reinsurance treaties		(96,736)
14. Amounts withheld or retained by company for account of others	414,722	546,676
15. Remittances and items not allocated		
16. Provision for reinsurance	3,641,928	3,641,928
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding	2,128,802	2,312,082
19. Payable to parent, subsidiaries and affiliates	6,602,255	8,395,007
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	10,844,561	11,320,112
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	202,636,840	204,533,218
25. Protected cell liabilities		
26. Total liabilities (Lines 24 and 25)	202,636,840	204,533,218
27. Aggregate write-ins for special surplus funds		
28. Common capital stock	3,374,043	3,374,043
29. Preferred capital stock		
30. Aggregate write-ins for other than special surplus funds		
31. Surplus notes		
32. Gross paid in and contributed surplus	38,748,270	38,748,270
33. Unassigned funds (surplus)	61,654,110	62,269,637
34. Less treasury stock, at cost:		
34.1 shares common (value included in Line 28 \$)		
34.2 shares preferred (value included in Line 29 \$)		
35. Surplus as regards policyholders (Lines 27 to 33, less 34)	103,776,423	104,391,950
36. TOTALS	306,413,263	308,925,168
DETAILS OF WRITE-INS		
2301. Reserve for California Proposition 103	389,199	390,805
2302. Retroactive Loss Reserves	8,615,362	9,069,307
2303. Retroactive LAE Reserves	1,840,000	1,860,000
2398. Summary of remaining write-ins for Line 23 from overflow page		
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	10,844,561	11,320,112
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)		
3001.		
3002.		
3003.		
3098. Summary of remaining write-ins for Line 30 from overflow page		
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)		

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 \$ 26,880,367)	29,730,998	28,266,393	123,272,465
1.2 Assumed (written \$ 17,586,890)	16,590,898	17,833,205	69,624,456
1.3 Ceded (written \$ 26,943,764)	29,794,395	28,270,078	123,460,443
1.4 Net (written \$ 17,523,493)	16,527,501	17,829,520	69,436,477
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 9,727,724):			
2.1 Direct	22,225,747	22,599,102	87,801,387
2.2 Assumed	9,120,418	12,104,212	47,499,258
2.3 Ceded	22,266,176	22,760,366	90,695,251
2.4 Net	9,079,989	11,942,948	44,605,394
3. Loss expenses incurred	2,253,938	2,038,872	8,789,501
4. Other underwriting expenses incurred	5,929,068	5,601,613	22,459,397
5. Aggregate write-ins for underwriting deductions			
6. Total underwriting deductions (Lines 2 through 5)	17,262,995	19,583,433	75,854,292
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(735,494)	(1,753,913)	(6,417,816)
INVESTMENT INCOME			
9. Net investment income earned	4,839,365	5,765,247	21,863,759
10. Net realized capital gains (losses)	(3,473,422)	1,132,633	767,833
11. Net investment gain (loss) (Lines 9 plus 10)	1,365,943	6,897,880	22,631,592
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 2,276 amount charged off \$ 67,081)	(64,805)	(57,789)	(325,199)
13. Finance and service charges not included in premiums			1,995
14. Aggregate write-ins for miscellaneous income	(15,717)	(353,364)	(1,446,947)
15. Total other income (Lines 12 through 14)	(80,522)	(411,153)	(1,770,151)
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 plus 11 plus 15)	549,927	4,732,814	14,443,626
17. Dividends to policyholders	4,441	120,994	(35,814)
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	545,487	4,611,820	14,479,440
19. Federal and foreign income taxes incurred	(437,382)	1,141,593	6,973,585
20. Net income (Line 18 minus Line 19) (to Line 22)	982,869	3,470,227	7,505,855
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	104,391,951	95,089,938	95,089,940
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20)	982,869	3,470,227	7,505,855
23. Net unrealized capital gains or losses	(94,010)	126,644	(958,185)
24. Change in net unrealized foreign exchange capital gain (loss)			
25. Change in net deferred income tax	(521,442)	(287,332)	7,399,010
26. Change in nonadmitted assets	(982,945)	173,584	(2,275,540)
27. Change in provision for reinsurance			316,616
28. Change in surplus notes			
29. Surplus (contributed to) withdrawn from protected cells			
30. Cumulative effect of changes in accounting principles		6,944,705	6,944,711
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			
32.2 Transferred to capital (Stock Dividend)			
32.3 Transferred from capital			
33. Net remittances from or (to) Home Office			
34. Dividends to stockholders			(9,503,525)
35. Change in treasury stock			
36. Aggregate write-ins for gains and losses in surplus			(126,930)
37. Change in surplus as regards policyholders (Lines 22 through 36)	(615,528)	10,427,828	9,302,012
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	103,776,424	105,517,766	104,391,951
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)			
1401. Miscellaneous Income	400	(100)	(66)
1402. Retroactive Losses Incurred	34,563	(271,718)	(967,215)
1403. Retroactive LAE Incurred	(50,281)	(81,546)	(469,316)
1498. Summary of remaining write-ins for Line 14 from overflow page	(399)		(10,350)
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	(15,717)	(353,364)	(1,446,947)
3601. Acquisiton Expenses for Block of Business Purchased			(126,930)
3602.			
3603.			
3698. Summary of remaining write-ins for Line 36 from overflow page			
3699. TOTALS (Lines 3601 through 3603 plus 3698) (Line 36 above)			(126,930)

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance	16,636,989	71,938,868
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)	12,414,913	62,650,433
3. Underwriting expenses paid	6,887,076	22,365,933
4. Other underwriting income (expenses)		
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	(2,665,000)	(13,077,497)
6. Net investment income	4,751,349	22,353,892
7. Other income (expenses):		
7.1 Agents' balances charged off	(64,805)	(325,199)
7.2 Net funds held under reinsurance treaties	96,736	(7,358,190)
7.3 Net amount withheld or retained for account of others	(131,953)	60,007
7.4 Aggregate write-ins for miscellaneous items	(489,661)	(3,409,065)
7.5 Total other income (Lines 7.1 to 7.4)	(589,683)	(11,032,448)
8. Dividends to policyholders on direct business, less \$ 235,879 dividends on reinsurance assumed or ceded (net)	68,236	439,631
9. Federal and foreign income taxes (paid) recovered	1,114,355	(6,739,341)
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	2,542,785	(8,935,025)
Cash from Investments		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds	12,101,025	172,805,589
11.2 Stocks		17
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		
11.8 Total investment proceeds (Lines 11.1 to 11.7)	12,101,025	172,805,606
12. Cost of investments acquired (long-term only):		
12.1 Bonds	18,696,752	156,197,823
12.2 Stocks		
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Miscellaneous applications	1,532,990	501,083
12.7 Total investments acquired (Lines 12.1 to 12.6)	20,229,742	156,698,906
13. Net cash from investments (Line 11.8 minus Line 12.7)	(8,128,717)	16,106,700
Cash from Financing and Miscellaneous Sources		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in		
14.2 Capital notes \$ less amounts repaid \$		6,197,976
14.3 Net transfers from affiliates		
14.4 Borrowed funds received		
14.5 Other cash provided		
14.6 Total (Lines 14.1 to 14.5)		6,197,976
15. Cash applied:		
15.1 Dividends to stockholders paid		9,503,525
15.2 Net transfers to affiliates	1,792,752	
15.3 Borrowed funds repaid		
15.4 Other applications	55,882	62,257
15.5 Total (Lines 15.1 to 15.4)	1,848,634	9,565,782
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	(1,848,634)	(3,367,806)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	(7,434,565)	3,803,869
18. Cash and short-term investments:		
18.1 Beginning of year	7,405,617	3,601,747
18.2 End of period (Line 17 plus Line 18.1)	(28,948)	7,405,616
DETAILS OF WRITE-INS		
7.401 Miscellaneous Income	400	(66)
7.402 Other Interest		(10,140)
7.403 Retroactive Losses Paid	(419,382)	(2,265,181)
7.498 Summary of remaining write-ins for Line 7.4 from overflow page	(70,679)	(1,133,678)
7.499 Totals (Lines 7.401 through 7.403 plus 7.498) (Line 7.4 above)	(489,661)	(3,409,065)

STATEMENT AS OF MARCH 31, 2002 OF THE AMERICAN FIRE AND CASUALTY COMPANY

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of American Fire and Casualty Company (American Fire) have been prepared on the basis of accounting practices prescribed or permitted by the Ohio Insurance Department.

The Ohio Insurance Department recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company and for determining its solvency under Ohio Insurance Law. The National Association of Insurance Commissioners (NAIC) Accounting Practices and Procedures manual, version effective January 1, 2001, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policies

Property and casualty insurance premiums are earned principally on a monthly pro rata basis over the term of the policy; the premiums applicable to the unexpired terms of the policies are included in the unearned premium reserve.

Acquisition costs incurred at policy issuance, such as commissions, are charged to operations in the year in which they are incurred.

In addition, American Fire uses the following accounting policies:

- (1) Not applicable
- (2) Bonds are generally carried at amortized cost or prescribed NAIC values. Bonds are amortized using the effective interest method.
- (3) Common stocks are stated at market value as prescribed by the NAIC.
- (4) Redeemable preferred stocks, having qualified sinking funds, are carried at cost or amortized cost; all other preferred stocks are carried at fair values as prescribed by the NAIC.
- (5) Mortgage loans on real estate are stated at the aggregate carrying value less accrued interest.
- (6) Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair market value. The retrospective adjustment method is used to value all securities.
- (7) Not applicable.
- (8) Not applicable.
- (9) Not applicable.
- (10) American Fire anticipates investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53, Property - Casualty Contracts - Premiums.
- (11) Reserves for unpaid losses and loss adjustment expenses are based on estimates of ultimate claim costs without discounting, including claims incurred but not reported, salvage and subrogation and inflation. Such liabilities are based on assumptions and estimates which management believes are adequate, but the ultimate liability may differ from the amount provided. The methods of making such estimates are continually reviewed and updated, any resulting adjustments are reflected in current earnings.

2. Accounting Changes and Corrections of Errors

Certain prior year amounts have been reclassified to conform to the current year presentation.

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:
- 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:
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?

If yes, attach an organizational chart.

Yes () No (X)
- 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 has ceased to exist as a result of the merger or consolidation.

<div>1</div> <div>Name of Entity</div>	<div>2</div> <div>NAIC Company Code</div>	<div>3</div> <div>State of Domicile</div>

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?

If yes, attach an explanation.

Yes () No () N/A (X)
- 7.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2000
- 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.

12/31/2000
- 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).

03/15/2002
- 7.4

By what department or departments?

Indiana and Ohio
- 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

GENERAL INTERROGATORIES (continued)

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

INVESTMENT

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

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:

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

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

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

13.2 If yes, please complete the following:

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

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 () No (X)

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

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)

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

15.5 Identifiy all investment advisors, brokers/dealers or individuals acting on behalf of brokers/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

GENERAL INTERROGATORIES
(continued)

PART 2
PROPERTY AND CASUALTY INTERROGATORIES

1.

If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change?
If yes, attach an explanation.

Yes () No (X) N/A ()
2.

Has the reporting entity reinsured any risk with any other reporting 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?
If yes, attach an explanation.

Yes () No (X)
- 3.1

Have any of the reporting entity's primary reinsurance contracts been cancelled?

Yes () No (X)
- 3.2

If yes, give full and complete information thereto
.....
.....
.....
- 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 Discount Schedule.

Page 10

Schedule A. Verification
NONE

Schedule B. Verification
NONE

Schedule BA. Verification
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	2	3	4	5	6	7	8
	Statement Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Statement Value End of First Quarter	Statement Value End of Second Quarter	Statement Value End of Third Quarter	Statement Value December 31 Prior Year
BONDS								
1. Class 1	188,936,771	18,696,752	5,821,593	(8,870,190)	192,941,740			188,936,771
2. Class 2	57,778,371		8,059,484	8,866,094	58,584,981			57,778,371
3. Class 3	19,365,605		181,509	(2,395,632)	16,788,464			19,365,605
4. Class 4	1,343,585		1,511,861	2,702,191	2,533,915			1,343,585
5. Class 5								
6. Class 6	2,112,830			(2,112,830)				2,112,830
7. Total Bonds	269,537,162	18,696,752	15,574,447	(1,810,367)	270,849,100			269,537,162
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock								
15. Total Bonds and Preferred Stock	269,537,162	18,696,752	15,574,447	(1,810,367)	270,849,100			269,537,162

Page 12

Schedule DA, Part 1

NONE

Schedule DA, Part 2

NONE

Page 13

Sch. DB, Pt. F, Sn. 1, Summary Replicated (Syn.) Assets Open

NONE

Page 14

Sch. DB, Pt. F, Sn. 2, Reconciliation Replicated (Syn.) Assets

NONE

SCHEDULE F - CEDED REINSURANCE

Showing all new reinsurers - Current Year to Date

1	2	3	4	5
NAIC Company Code	Federal ID Number	Name of Reinsurer	Location	Is Insurer Authorized? (Yes or No)
Affiliates				
0199999	Affiliates			No
U. S. Insurers				
0299999	U. S. Insurers			No
Pools and Associations				
0399999	Pools and Associations			No
All Other Insurers				
00000	AA-3190002	Ace Tempest Re	Bermuda	No
0499999	All Other Insurers			

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, etc.		1 Is Insurer Licensed? (Yes or No)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
			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	166,219	198,786	1,017,242	165,783	3,825,540	3,952,567
2. Alaska	AK	Yes	29,216	49,100	4,439		72,817	2,563
3. Arizona	AZ	Yes	336,078	463,500	279,978	536,446	1,516,684	1,748,390
4. Arkansas	AR	Yes	200,552	322,277	302,848	627,640	327,808	667,275
5. California	CA	Yes	317	317	680,319	1,812,097	36,659,927	47,640,485
6. Colorado	CO	Yes	213,433	401,347	283,807	46,305	1,208,910	1,647,404
7. Connecticut	CT	Yes	1,274,704	1,206,712	460,045	270,053	2,685,399	1,360,458
8. Delaware	DE	Yes	(554)	41,091	13,024	26,766	490,066	468,468
9. District of Columbia	DC	Yes	184,113	109,369	109,543	15,817	108,247	371,235
10. Florida	FL	Yes	415,494	619,873	505,890	162,519	4,245,196	4,194,383
11. Georgia	GA	Yes	244,465	462,981	268,492	311,893	1,988,747	1,608,389
12. Hawaii	HI	No						
13. Idaho	ID	Yes	56,173	62,802	46,660	54,774	118,590	121,166
14. Illinois	IL	Yes	838,580	1,099,153	508,910	761,222	4,367,096	4,102,129
15. Indiana	IN	Yes	996,885	1,458,090	579,915	1,063,153	2,687,202	2,617,102
16. Iowa	IA	Yes	135,773	143,432	269,060	81,075	1,137,018	1,045,265
17. Kansas	KS	Yes	179,002	234,034	129,403	178,693	442,254	679,522
18. Kentucky	KY	Yes	1,865,724	2,315,079	1,680,235	2,385,575	6,530,382	6,872,502
19. Louisiana	LA	Yes	149,752	794,042	35,235	160,344	458,943	541,195
20. Maine	ME	No						
21. Maryland	MD	Yes	1,958,281	2,173,437	1,065,058	351,567	6,716,687	3,066,337
22. Massachusetts	MA	Yes	413,434	564,121	311,198	6,206	2,768,389	100,024
23. Michigan	MI	Yes	791,435	1,168,069	1,389,253	1,956,859	8,422,106	9,909,227
24. Minnesota	MN	Yes	401,536	321,196	261,999	113,947	796,921	770,768
25. Mississippi	MS	Yes	(57,285)	75,450	44,415	30,783	146,619	110,312
26. Missouri	MO	Yes	389,469	415,224	334,327	287,018	1,647,751	1,534,522
27. Montana	MT	Yes					11	
28. Nebraska	NE	Yes	64,212	131,469	131,665	87,464	501,260	953,037
29. Nevada	NV	Yes	28	3,536			2	72
30. New Hampshire	NH	No						
31. New Jersey	NJ	Yes	3,268,828	4,372,302	1,862,967	1,265,003	17,378,839	13,085,338
32. New Mexico	NM	Yes	26,099	37,691	(30)	6,737	82,821	102,234
33. New York	NY	Yes	1,126,679	1,062,231	289,516	59,746	1,187,262	83,907
34. North Carolina	NC	Yes	1,345,057	2,274,552	588,471	355,313	3,653,439	2,163,026
35. North Dakota	ND	Yes	56,642	85,597	8,401	11,673	116,280	79,931
36. Ohio	OH	Yes	1,403,021	1,426,372	846,945	881,142	2,856,782	3,341,537
37. Oklahoma	OK	Yes	419,862	347,372	217,084	316,316	574,658	487,163
38. Oregon	OR	Yes	85,424	218,108	110,769	10,065	499,400	526,692
39. Pennsylvania	PA	Yes	4,684,698	4,091,365	2,930,885	3,331,730	44,641,886	39,399,424
40. Rhode Island	RI	Yes	7	4,109			1,491	541
41. South Carolina	SC	Yes	370,903	605,600	287,685	226,095	2,854,459	2,292,302
42. South Dakota	SD	Yes	(1,139)				3,551	2,354
43. Tennessee	TN	Yes	151,588	384,337	83,497	282,576	468,497	1,000,067
44. Texas	TX	Yes	245,871	777,557	337,065	248,791	1,751,362	1,265,198
45. Utah	UT	Yes	189,842	291,700	52,598	53,335	559,979	401,879
46. Vermont	VT	No						
47. Virginia	VA	Yes	523,697	653,169	419,075	109,370	1,103,756	1,402,946
48. Washington	WA	Yes	616,655	793,406	442,024	228,541	1,684,207	780,070
49. West Virginia	WV	Yes	36,500	7,189		271	14,728	7,575
50. Wisconsin	WI	Yes	1,065,941	1,142,532	493,372	552,206	2,875,057	3,245,200
51. Wyoming	WY	Yes	17,159	14,708	309	645	286,603	68,592
52. American Samoa	AS	No						
53. Guam	GU	No						
54. Puerto Rico	PR	No						
55. U.S. Virgin Islands	VI	No						
56. Canada	CN	No						
57. Aggregate Other Alien	OT	X X X						
58. Totals	(a)	47	26,880,370	33,424,384	19,683,593	19,433,554	172,465,629	165,820,773
DETAILS OF WRITE-INS								
5701.		X X X						
5702.		X X X						
5703.		X X X						
5798. Summary of remaining write-ins for Line 57 from overflow page		X X X						
5799. TOTALS (Lines 5701 through 5703 plus Line 5798)(Line 57 above)		X X X						

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

PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date			4
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	Prior Year to Date Direct Loss Percentage
1. Fire	14,816	258	1.7	0.7
2. Allied lines	64,303	95,636	148.7	(2.7)
3. Farmowners multiple peril				
4. Homeowners multiple peril	5,106,808	2,787,923	54.6	95.1
5. Commercial multiple peril	5,081,442	2,893,495	56.9	70.1
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine	284,429	235,277	82.7	46.3
10. Financial guaranty				
11.1 Medical malpractice-occurrence				
11.2 Medical malpractice-claims made				
12. Earthquake	90,951	259	0.3	(0.1)
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation	6,757,486	8,403,110	124.4	113.4
17.1 Other liability-occurrence	1,102,565	627,551	56.9	(1.2)
17.2 Other liability-claims made	3,074	1,264	41.1	13.1
18.1 Products liability-occurrence	221,226	746,971	337.7	152.6
18.2 Products liability-claims made				
19.1, 19.2 Private passenger auto liability	4,769,411	2,680,335	56.2	78.7
19.3, 19.4 Commercial auto liability	2,085,138	1,604,385	76.9	54.6
21. Auto physical damage	4,148,571	2,157,850	52.0	60.1
22. Aircraft (all perils)				
23. Fidelity		(6,739)		
24. Surety	719	(1,826)	(253.9)	(4.2)
26. Burglary and theft				
27. Boiler and machinery	57			
28. Credit				
29. International				
30. Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X	X X X
31. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X	X X X
33. Aggregate write-ins for other lines of business				
34. TOTALS	29,730,998	22,225,747	74.8	80.0
DETAILS OF WRITE-INS				
3301.				
3302.				
3303.				
3398. Summary of remaining write-ins for Line 33 from overflow page				
3399. Totals (Lines 3301 through 3303 plus Line 3398) (Line 33)				

PART 2 - DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire	(169)	(169)	16,104
2. Allied lines	(11,274)	(11,274)	33,242
3. Farmowners multiple peril			
4. Homeowners multiple peril	4,043,461	4,043,461	4,474,784
5. Commercial multiple peril	4,905,277	4,905,277	5,199,920
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine	219,276	219,276	260,008
10. Financial guaranty			
11.1 Medical malpractice-occurrence			
11.2 Medical malpractice-claims made			
12. Earthquake	65,493	65,493	77,750
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation	5,513,388	5,513,388	8,830,392
17.1 Other liability-occurrence	1,222,600	1,222,600	1,709,994
17.2 Other liability-claims made	3,881	3,881	3,647
18.1 Products liability-occurrence	252,874	252,874	493,893
18.2 Products liability-claims made			
19.1, 19.2 Private passenger auto liability	4,780,917	4,780,917	5,356,883
19.3, 19.4 Commercial auto liability	1,726,616	1,726,616	2,267,265
21. Auto physical damage	4,157,712	4,157,712	4,699,887
22. Aircraft (all perils)			
23. Fidelity			
24. Surety	317	317	616
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X
31. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X
33. Aggregate write-ins for other lines of business			
34. TOTALS	26,880,367	26,880,367	33,424,387
DETAILS OF WRITE-INS			
3301.			
3302.			
3303.			
3398. Summary of remaining write-ins for Line 33 from overflow page			
3399. Totals (Lines 3301 through 3303 plus Line 3398) (Line 33)			

PART 3 (000 Omitted)
LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
	Prior Year- End Known Case Loss and LAE Reserves	Prior Year- End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves(a) (Cols. 1 plus 2)	2002 Loss and LAE Payments on Claims Reported as of Prior Year-End	2002 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2002 Loss and LAE Payments (Cols. 4 plus 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and open as of Prior Year End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or reopened Subsequent to Prior Year End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves(b) (Cols. 7 plus 8 plus 9)	Prior Year- End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 plus 7 minus Col. 1)	Prior-Year- End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 plus 8 plus 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency(c) (Cols. 11 plus 12)
1. 1999 + Prior	33,425	63,588	97,013	2,714	17	2,731	38,026	427	57,614	96,067	7,315	(5,530)	1,785
2. 2000	9,686	9,073	18,759	1,623	18	1,641	8,932	97	7,350	16,379	869	(1,608)	(739)
3. Subtotals 2000 + prior	43,111	72,661	115,772	4,337	35	4,372	46,958	524	64,964	112,446	8,184	(7,138)	1,046
4. 2001	12,060	15,439	27,499	3,845	401	4,246	10,269	510	11,547	22,326	2,054	(2,981)	(927)
5. Subtotals 2001 + prior	55,171	88,100	143,271	8,182	436	8,618	57,227	1,034	76,511	134,772	10,238	(10,119)	119
6. 2002	X X X	X X X	X X X	X X X	2,877	2,877	X X X	3,455	5,205	8,660	X X X	X X X	X X X
7. Totals	55,171	88,100	143,271	8,182	3,313	11,495	57,227	4,489	81,716	143,432	10,238	(10,119)	119
8. Prior Year- End's Surplus As Regards Policy- holders	104,392										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. 18.6 %	2. (11.5)%	3. 0.1 %
													Col. 13 , Line 7 Line 8
													4. 0.1 %

(a) Should Equal Prior Year-End Annual Statement; Page 3, Column 1, Lines 1 plus 3
(b) Should Equal Quarterly Statement Page 3, Column 1, Lines 1 and 3
(c) Should Also Equal Columns 6 plus 10 less Column 3 for Lines A through E 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.

RESPONSES

1. Will the SVO Compliance Certification be filed with this statement?

Yes

EXPLANATION:

.....

BARCODE:

Document Identifier 470:

2. Will the Trusted Surplus Statement be filed with the state of domicile and the NAIC with this statement?

No

EXPLANATION:

.....

BARCODE:

2. Document Identifier 490:



3. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?

No

EXPLANATION:

.....

BARCODE:

3. Document Identifier 450:



STATEMENT AS OF MARCH 31, 2002 OF THE AMERICAN FIRE AND CASUALTY COMPANY

OVERFLOW PAGE FOR WRITE-INS

OVERFLOW WRITE-INS FOR Page 4, Statement of Income

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
AGGREGATED AT Line 14, Miscellaneous Income			
Other Interest Expense			(10,141)
Fines and Penalties	(399)		(209)
1498 Line 14, Miscellaneous Income	(399)		(10,350)

OVERFLOW WRITE-INS FOR Page 5, Cash Flow

	1 Current Year To Date	2 Prior Year Ended December 31
AGGREGATED AT Line 7.4, Miscellaneous Items		
Retroactive LAE Paid	(70,281)	(651,270)
California Proposition 103		(484,194)
Fines and Penalties	(399)	(209)
Finance and Service Charges		1,995
07.498 Line 7.4, Miscellaneous Items	(70,679)	(1,133,678)

Page E01

Sch. A, Pt. 2, Real Estate Acquired
NONE

Sch. A, Pt. 3, Real Estate Sold
NONE

Page E02

Schedule B, Part 1, Mortgage Loans Acquired
NONE

Schedule B, Part 2, Mortgage Loans Sold
NONE

Page E03

Sch. BA, Pt. 1, Other Long-Term Invested Assets Acquired
NONE

Sch. BA, Pt. 2, Other Long-Term Invested Assets Sold
NONE

SCHEDULE D - PART 3

Show All Long-term Bonds and Stock Acquired by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation (a)
Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions								
3133TJ-DM-2 ... FHR 2126 B		02/05/2002	SBC WARBURG DILLON READ		982,813	1,000,000	1,167	1PE
3133TP-M3-0 ... FHR 2251 ZB		01/25/2002	CAPITALIZED INTEREST		34,573	34,573		
313398-FA-2 ... FHR 2333 ZD		01/15/2002	CAPITALIZED INTEREST		90,609	90,609		
31392B-7C-4 ... FNR 2002-24 AE		03/07/2002	MORGAN KEEGAN & CO		4,984,375	5,000,000	22,500	1PE
313920-3H-1 ... FNR 2001-41 BH		02/28/2002	SBC WARBURG DILLON READ		491,094	500,000	333	1PE
3837H1-US-8 ... GNR 1998-19 ZB		01/20/2002	CAPITALIZED INTEREST		40,778	40,778		1PE
3199999	Subtotal - Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				6,624,241	6,665,960	24,000	
Bonds - Industrial and Miscellaneous								
16162T-J5-6 ... CHASE 2002-S1 A4		01/01/2002	MCDONALD & COMPANY		4,919,531	5,000,000	26,181	1PE
552845-AE-9 ... MGIC INVT CORP		02/05/2002	TRANSFER TO MARKET		3,225,000	3,000,000	68,750	1PE
587499-A4-6 ... MERCANTILE SAFE		03/04/2002	LEHMAN BROTHERS		1,945,020	2,000,000	37,683	1PE
4599999	Subtotal - Bonds - Industrial and Miscellaneous				10,089,551	10,000,000	132,614	
6099997	Subtotal - Bonds - Part 3				16,713,792	16,665,960	156,614	
6099998	Summary Item - Bonds Acquired and fully Disposed this quarter				1,982,960	2,000,000	5,333	
6099999	Subtotal - Bonds				18,696,752	18,665,960	161,947	
7299999	TOTALS				18,696,752		161,947	

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identif- ication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designa- tion (a)
Bonds - U.S. Governments																
36202B-TK-1	G21454		PRINCIPAL PAYDOWN	1,221	1,220.63	1,218	1,221	5								1
36202B-5G-3	GN3547		PRINCIPAL PAYDOWN	1,801	1,801.44	1,786	1,801	5								1
362032-A8-7	GN6331		PRINCIPAL PAYDOWN	2,832	2,831.74	2,803	2,832	11								1
36219K-FQ-4	GN251375		PRINCIPAL PAYDOWN	42	42.07	43	42	(2)								1
36223J-C4-3	GN308891		PRINCIPAL PAYDOWN	29,923	29,923.48	30,634	29,923	(645)								1
912827-3E-0	U S TREASURY NOTES	01/17/2002	TRANSFER FROM MARKET	368,950	340,000.00	339,309	339,503	4				28,547	28,547	8,771		1PE
0399999	Subtotal - Bonds - U.S. Governments			403,869	375,819.36	375,794	375,322	(622)				28,547	28,547	8,771		
Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																
31298T-G6-3	FGLMC PL C56521		PRINCIPAL PAYDOWN	15,997	15,997.00	16,037	15,997	(41)								1PE
313401-K8-3	FH380026		PRINCIPAL PAYDOWN	1,216	1,215.70	1,213	1,216	1								1
31384W-LM-0	FNCL PL 535932		PRINCIPAL PAYDOWN	315,316	315,315.75	317,089	315,316	(1,794)								1PE
31347N-BH-8	FH530940		PRINCIPAL PAYDOWN	5,338	5,338.02	5,471	5,338	(264)								1
31388J-RU-1	FNCL PL 606299		PRINCIPAL PAYDOWN	10,204	10,203.67	10,205	10,204	(2)								1PE
312912-4B-1	FHR 1418 C		VARIOUS	591,116	591,115.50	581,510	591,116	207						6,217		1
3133TM-XG-6	(SC) FHR 2204 GB		PRINCIPAL PAYDOWN	482,651	482,650.50	516,436	482,651	(2,372)								1PE
31359U-M8-5	FNR 1998-62 DC		PRINCIPAL PAYDOWN	72,368	72,367.88	79,062	72,368	(3,789)								1PE
3199999	Subtotal - Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions			1,494,204	1,494,204.02	1,527,024	1,494,204	(8,054)						6,217		
Bonds - Industrial and Miscellaneous																
126342-BD-5	CSFB 1993-2R 1		PRINCIPAL PAYDOWN	21,451	21,451.00	20,325	21,451	580						199		2
12669B-QZ-8	CWALT 2000-1 M		PRINCIPAL PAYDOWN	4,423	4,423.01	4,325	4,423	62						28		1PE
126690-DK-9	CWFC 1993-3 B1		PRINCIPAL PAYDOWN	67,743	67,742.79	65,711	67,743	444								2
126690-R7-3	CWMB5 1994-J A5		PRINCIPAL PAYDOWN	315,424	315,423.93	310,791	315,424	145						1,139		1PE
33632*-HF-7	HORIZON AIR IND INC SER A	02/28/2002	PRINCIPAL PAYDOWN	97,745	97,745.43	100,489	97,745	(4,706)								3
33632*-HG-5	HORIZON AIR IND INC SER B	02/28/2002	PRINCIPAL PAYDOWN	83,764	83,763.79	83,826	83,764	16								3
37045*-AC-3	GM CORP 1992-A3	01/02/2002	PRINCIPAL PAYDOWN	123,423	123,423.48	123,423	123,423							5,304		1
393505-UV-2	GT 1997-4 A7		PRINCIPAL PAYDOWN	6,526	6,525.90	6,559	6,526	(29)								1PE
69373F-AC-4	PACER INTL INC	03/27/2002	MORGAN STANLEY & CO., I	1,473,750	1,500,000.00	1,517,500	1,511,861	(792)				(38,111)	(38,111)	59,240		4
71528Q-AQ-9	PERSEUS CDO I B2	03/21/2002	LEHMAN	600,000	5,000,000.00	5,000,000	3,850,000					(3,250,000)	(3,250,000)			2
74434R-R8-6	CMO PHMS 92-37 A10		PRINCIPAL PAYDOWN	518,670	518,669.61	477,986	518,670	5,248						5,238		1PE
74434T-HB-6	(SC) PHMS 1993-B 1B1		PRINCIPAL PAYDOWN	174,688	174,688.03	172,723	174,688	453						625		1PE
74434U-BQ-6	PHMS 1994-1B A2		PRINCIPAL PAYDOWN	185,043	185,042.89	183,857	185,043	40						2,368		1PE
760947-VP-3	RFMSI 1996-S7 A12		PRINCIPAL PAYDOWN	129,618	129,617.74	129,537	129,618	46						700		1PE
760972-SV-2	RFMSI 1998-S9 2A5		PRINCIPAL PAYDOWN	161,149	161,149.29	156,416	161,149	1,165						823		1PE
843597-AF-2	SOUTHRN PAC TRN PTC SER 95-A6	01/02/2002	PRINCIPAL PAYDOWN	118,547	118,546.50	118,547	118,547							4,754		2
863572-YW-7	FNT 1999-1 2A6		PRINCIPAL PAYDOWN	347,415	347,415.00	349,641	347,415	(1,535)						1,120		1PE
655422-AM-5	NORANDA INC DEB	03/18/2002	GOLDMAN, SACHS & CO.	2,063,360	2,000,000.00	2,101,900	2,035,170	(3,268)				28,190	28,190	43,333		2PE
65087B-AB-0	NEWBURY CBO I A-3	02/15/2002	PRINCIPAL PAYDOWN	2,713	2,713.15	2,713	2,713							32		1
902118-AM-0	TYCO INTL GROUP	02/22/2002	FIRST ALBANY CAPITAL MA	1,707,500	2,000,000.00	1,962,780	1,966,573	634				(259,073)	(259,073)	39,472		2
4599999	Subtotal - Bonds - Industrial and Miscellaneous			8,202,952	12,858,341.54	12,889,048	11,721,946	(1,498)				(3,518,994)	(3,518,994)	164,374		
6099997	Subtotal - Bonds - Part 4			10,101,025	14,728,364.92	14,791,865	13,591,471	(10,174)				(3,490,447)	(3,490,447)	179,363		
6099998	Summary Item - Bonds Acquired and fully Disposed this quarter			2,000,000	2,000,000.00	1,982,960	1,982,976	16				17,024	17,024	6,667		
6099999	Subtotal - Bonds			12,101,025	16,728,364.92	16,774,825	15,574,447	(10,159)				(3,473,422)	(3,473,422)	186,029		

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identif- ication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designa- tion (a)
7299999	TOTALS				12,101,025		16,774,825	15,574,447	(10,159)		(3,473,422)	(3,473,422)		186,029		

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Schedule DB, Part A, Section 1
NONE

Schedule DB, Part B, Section 1
NONE

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Schedule DB, Part C, Section 1
NONE

Schedule 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
Depository					5	6	7	
Name	Location and Supplemental Information							
		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 One - Concentration Account	Columbus, OH		17,693		191		33,446	
JP Morgan Chase	New York, NY				22,354	259,924	28,545	
1st National Bank of SW Ohio	Hamilton, OH				(90,939)	(90,939)	(90,939)	
0199999	TOTAL - Open Depositories		17,693		(68,394)	168,985	(28,948)	
0399999	TOTAL Cash on Deposit		17,693		(68,394)	168,985	(28,948)	
0599999	TOTALS		17,693		(68,394)	168,985	(28,948)	