

**QUARTERLY STATEMENT**AS OF MARCH 31, 2002  
OF THE CONDITION AND AFFAIRS OF THE**SCOTTSDALE INSURANCE COMPANY**

NAIC Group Code	0140 (Current Period)	0140 (Prior Period)	NAIC Company Code	41297	Employer's ID Number	31-1024978
Organized under the Laws of		Ohio	State of Domicile or Port of Entry		Ohio	
Country of Domicile						
Incorporated		January 4, 1982	Commenced Business		July 1, 1982	
Statutory Home Office		One Nationwide Plaza (Street and Number)			Columbus, OH 43215 (City or Town, State and Zip Code)	
Main Administrative Office		8877 N. Gainey Center Drive (Street and Number)			480-948-0505 (Area Code) (Telephone Number)	
		Scottsdale, AZ 85258-2108 (City or Town, State and Zip Code)				
Mail Address		P.O. Box 4110 (Street and Number or P.O. Box)			Scottsdale, AZ 85261-4110 (City or Town, State and Zip Code)	
Primary Location of Books and Records		8877 N. Gainey Center Drive (Street and Number)			480-948-0505 (Area Code) (Telephone Number)	
		Scottsdale, AZ 85258-2108 (City or Town, State and Zip Code)				
Internet Website Address		www.scottsdaleins.com				
Statement Contact		Arlan G. Oliva (Name)			480-948-0505-2310 (Area Code) (Telephone Number) (Extension)	
		Arlano@Scottsdaleins.com (E-mail Address)			480-368-5856 (FAX Number)	
Policyowner Relations Contact		Gary L. Tiepelman	8877 N. Gainey Center Drive (Street and Number)		480-948-0505 (Area Code) (Telephone Number)	
		Scottsdale, AZ 85258-2108 (City or Town, State and Zip Code)				

**OFFICERS**

President	Roger Max Williamson	Secretary	Glenn Warren Soden
Treasurer	Judy Lee Howard		

**VICE PRESIDENTS**

James William Carney	John Roscoe Cook, Jr.	David Samuel Dale
Dennis Arthur Faggioni	Patricia Ruth Hatler	Michael Stevens Helfer
Terri Lynn Hill	Michael Lee Horsman	Donna Anita James
Edwin Pugh McCausland, Jr.	Robert Alan Oakley	Randall Lee Orr
Mark David Phelan	Doreen Katherine Reinke	Richard John Schmitzer
Harry George Surprenant	Gary Lynn Tiepelman	Alan Anthony Todryk
Susan Feola Wain	Robert Jay Woodward, Jr.	John David Zicarelli

**ASSOCIATE VICE PRESIDENTS**

Carol Lynn Dove	David James Kauchek	Kenneth Ari Levine
Joseph Albert Lughes, Jr.	Jean Marie Nelson	Arlan Gene Oliva
Vijay Anand Ramachandran		

**DIRECTORS OR TRUSTEES**

Galen Ross Barnes	Judy Lee Howard	William Gerald Jurgensen
Lydia Micheaux Marshall	David Owen Miller	Michael Dean Miller
Ralph McDaniel Paige	Roger Max Williamson	

State of Arizona  
County of Maricopa

{ ss }

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.

Roger Max Williamson  
PresidentRandall Lee Orr  
Assistant SecretaryJudy Lee Howard  
TreasurerSubscribed and sworn to before me this  
6th day of May, 2002



**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**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 .....	561,538,862		561,538,862	559,256,316
2. Stocks:				
2.1 Preferred stocks .....	1,794,583		1,794,583	1,794,583
2.2 Common stocks .....	73,659,984		73,659,984	72,541,182
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 \$ .....0 encumbrances) .....	239,406		239,406	241,609
4.2 Properties held for the production of income (less \$ .....0 encumbrances) .....				
4.3 Properties held for sale (less \$ .....0 encumbrances) .....				
5. Cash (\$ .....6,660,165 and short-term investments \$ .....56,521,629 ) .....	63,181,794		63,181,794	25,463,146
6. Other invested assets .....				
7. Receivable for securities .....				.56,411
8. Aggregate write-ins for invested assets .....				
9. Subtotals, cash and invested assets (Lines 1 to 8) .....	700,414,629		700,414,629	659,353,247
10. Agents' balances or uncollected premiums				
10.1 Premiums and agents' balances in course of collection .....	14,135,246	1,397,844	12,737,402	12,512,606
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....0 earned but unbilled premiums) .....	61,779,549	356,918	61,422,631	57,189,612
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 .....	65,682,510		65,682,510	60,685,912
15. Federal and foreign income tax recoverable and interest thereon (including \$ .....14,925,405 net deferred tax asset) .....	16,781,139		16,781,139	23,885,096
16. Guaranty funds receivable or on deposit .....	904,293		904,293	901,118
17. Electronic data processing equipment and software .....	2,963,819		2,963,819	3,097,108
18. Interest, dividends and real estate income due and accrued .....	7,274,038		7,274,038	7,574,731
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 .....	12,162,059	12,162,059		
25. Aggregate write-ins for other than invested assets .....	12,106,142	2,641,983	9,464,159	10,878,980
26. Total assets excluding protected cell assets (Lines 9 through 25) .....	894,203,424	16,558,804	877,644,620	836,078,410
27. Protected cell assets .....				
28. TOTALS (Lines 26 and 27) .....	894,203,424	16,558,804	877,644,620	836,078,410
<b>DETAILS OF WRITE-INS</b>				
0801. ....				
0802. ....				
0803. ....				
0898. Summary of remaining write-ins for Line 8 from overflow page .....				
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above) .....				
2501. Fair Plan Receivable .....	420,263		420,263	477,104
2502. Deposits .....	316,387	316,387	0	0
2503. Premium Escrow Fund .....	8,019,367		8,019,367	7,483,142
2598. Summary of remaining write-ins for Line 25 from overflow page .....	3,350,125	2,325,596	1,024,529	2,918,734
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above) .....	12,106,142	2,641,983	9,464,159	10,878,980

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 41,255,949 )	245,164,827	244,237,635
2. Reinsurance payable on paid losses and loss adjustment expenses		
3. Loss adjustment expenses	53,127,365	52,920,437
4. Commissions payable, contingent commissions and other similar charges	3,134,030	6,152,225
5. Other expenses (excluding taxes, licenses and fees)	5,402,948	4,736,809
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	4,004,155	4,602,892
7. Federal and foreign income taxes [including \$ 0 on realized capital gains (losses)] (including \$ 0 net deferred tax liability)		
8. Borrowed money \$ 0 and interest thereon \$ 0		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 519,761,463 and including warranty reserves of \$ 470,538 )	147,439,746	144,844,870
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders	109,824	96,137
12. Ceded reinsurance premiums payable (net of ceding commissions)		
13. Funds held by company under reinsurance treaties	54,102,982	43,663,779
14. Amounts withheld or retained by company for account of others	3,809,914	6,768,160
15. Remittances and items not allocated		
16. Provision for reinsurance	5,840,921	5,840,921
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding	43,267,986	46,379,209
19. Payable to parent, subsidiaries and affiliates	39,338,205	10,891,239
20. Payable for securities	3,072,049	
21. Liability for amounts held under uninsured accident and health plans		
22. Capital notes \$ 0 and interest thereon \$ 0		
23. Aggregate write-ins for liabilities	7,481,356	7,709,252
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	615,296,308	578,843,565
25. Protected cell liabilities		
26. Total liabilities (Lines 24 and 25)	615,296,308	578,843,565
27. Aggregate write-ins for special surplus funds		
28. Common capital stock	6,027,200	6,027,200
29. Preferred capital stock		
30. Aggregate write-ins for other than special surplus funds		
31. Surplus notes		
32. Gross paid in and contributed surplus	143,973,300	143,973,300
33. Unassigned funds (surplus)	112,347,812	107,234,345
34. Less treasury stock, at cost		
34.1 \$ 0 shares common (value included in Line 28 \$ 0 )		
34.2 \$ 0 shares preferred (value included in Line 29 \$ 0 )		
35. Surplus as regards policyholders (Lines 27 to 33, less 34)	262,348,312	257,234,845
36. TOTALS	877,644,620	836,078,410
<b>DETAILS OF WRITE-INS</b>		
2301. Loss Based Assessment	171,702	175,480
2302. Contingent Suits	6,500,109	6,580,152
2303. Premium Escrow Fund Reserve	809,545	953,620
2398. Summary of remaining write-ins for Line 23 from overflow page		0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	7,481,356	7,709,252
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Lines 2701 thru 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 thru 3003 plus 3098) (Line 30 above)		

The Company is a party to various reinsurance agreements including a pooling agreement with several affiliated companies. Under this pooling agreement, the total pooled policyholder surplus is \$7,772 billion.

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**STATEMENT OF INCOME**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct (written \$ 175,764,316 )	165,726,773	142,263,608	594,850,749
1.2 Assumed (written \$ 256,948,593 )	245,931,605	209,660,910	890,789,811
1.3 Ceded (written \$ 325,170,495 )	306,710,840	253,825,968	1,078,546,400
1.4 Net (written \$ 107,542,414 )	104,947,538	98,098,550	407,094,160
<b>DEDUCTIONS:</b>			
2. Losses incurred (current accident year \$ 65,877,302 ):			
2.1 Direct	81,508,478	64,186,221	262,157,240
2.2 Assumed	161,804,595	165,634,373	638,093,202
2.3 Ceded	176,185,569	159,721,053	623,862,695
2.4 Net	67,127,504	70,099,541	276,387,747
3. Loss expenses incurred	12,604,205	11,813,101	48,253,302
4. Other underwriting expenses incurred	29,817,633	27,733,930	116,014,744
5. Aggregate write-ins for underwriting deductions	(3,778)	(522,632)	(527,279)
6. Total underwriting deductions (Lines 2.4 thru 5)	109,545,564	109,123,940	440,128,514
7. Net income of protected cells			
8. Net underwriting gain or (loss) (Line 1.4 minus Line 6 + Line 7)	(4,598,026)	(11,025,390)	(33,034,354)
<b>INVESTMENT INCOME</b>			
9. Net investment income earned	9,299,718	8,760,014	35,012,074
10. Net realized capital gains or (losses)	464,537	496,587	(9,568,728)
11. Net investment gain (loss) (Lines 9 + 10)	9,764,255	9,256,601	25,443,346
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 82,595 amount charged off \$ 59,391 )	23,205	(4,795)	(137,855)
13. Finance and service charges not included in premiums	1,076,798	866,363	3,809,270
14. Aggregate write-ins for miscellaneous income	(807,848)	80,298	547,067
15. Total other income (Lines 12 through 14)	292,155	941,866	4,218,482
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	5,458,384	(826,923)	(3,372,526)
17. Dividends to policyholders	62,425	50,572	146,955
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	5,395,959	(877,495)	(3,519,481)
19. Federal and foreign income taxes incurred	(286,870)		(7,161,151)
20. Net income (Line 18 minus Line 19)(to Line 22)	5,682,829	(877,495)	3,641,670
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year	257,234,845	231,265,554	231,265,554
<b>GAINS AND (LOSSES) IN SURPLUS</b>			
22. Net income (from Line 20)	5,682,829	(877,495)	3,641,670
23. Net unrealized capital gains or losses	1,177,726	1,560,379	5,029,964
24. Change in net unrealized foreign exchange capital gain (loss)			
25. Change in net deferred income tax	(2,494,459)	632,546	4,159,864
26. Change in nonadmitted assets	747,371	1,701,861	1,885,148
27. Change in provision for reinsurance			(1,346,264)
28. Change in surplus notes			
29. Surplus (contributed to) withdrawn from protected cells			
30. Cumulative effect of changes in accounting principles		12,542,995	13,458,995
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		784,100	(860,086)
34. Dividends to stockholders		16,344,386	25,969,291
35. Change in treasury stock			
36. Aggregate write-ins for gains and losses in surplus	5,113,467		
37. Change in surplus as regards policyholders (Lines 22 through 36)	262,348,312	247,609,940	257,234,845
<b>DETAILS OF WRITE-INS</b>			
0501. Loss Based Assessment	(3,778)	(522,632)	(527,279)
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	(3,778)	(522,632)	(527,279)
1401. Other Income	(807,848)	80,298	547,067
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	(807,848)	80,298	547,067
3601. Contingent Suits		(131,900)	0
3602. Prior Period Adjustments	0	0	(860,086)
3603. Change In Excess Of Statutory Reserves Over Statement Reserves (Prior Year Only)	0	916,000	0
3698. Summary of remaining write-ins for Line 36 from overflow page			
3699. Totals (Lines 3601 thru 3603 plus 3698) (Line 36 above)		784,100	(860,086)

The Company is a party to various reinsurance agreements including a pooling agreement with several affiliated companies. Under this pooling agreement, the total pooled policyholder surplus is \$7.772 billion.

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**CASH FLOW**

	1 Current Year to Date	2 Prior Year Ended December 31
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance .....	103,553,305	352,857,400
2. Loss and loss adjustment expenses paid (net of salvage and subrogation) .....	86,705,410	331,865,978
3. Underwriting expenses paid .....	32,771,602	113,777,960
4. Other underwriting income (expenses) .....		
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4) .....	(15,923,707)	(92,786,538)
6. Net investment income .....	9,869,524	35,983,669
7. Other income (expenses):		
7.1 Agents' balances charged off .....	23,205	(137,855)
7.2 Net funds held under reinsurance treaties .....	10,439,203	43,663,779
7.3 Net amount withheld or retained for account of others .....	(2,958,246)	2,552,771
7.4 Aggregate write-ins for miscellaneous items .....	188,907	4,797,936
7.5 Total other income (Lines 7.1 to 7.4) .....	7,693,069	50,876,631
8. Dividends to policyholders on direct business , less \$ 0 dividends on reinsurance assumed or ceded (net) .....	48,738	161,960
9. Federal and foreign income taxes (paid) recovered .....	4,896,368	3,809,437
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9) .....	6,486,516	(2,278,761)
<b>Cash from Investments</b>		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds .....	28,684,195	113,308,480
11.2 Stocks .....		
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 .....		2,315
11.7 Miscellaneous proceeds .....	3,128,460	
11.8 Total investment proceeds (Lines 11.1 to 11.7) .....	31,812,655	113,310,795
12. Cost of investments acquired (long-term only):		
12.1 Bonds .....	30,712,391	144,047,066
12.2 Stocks .....		
12.3 Mortgage loans .....		
12.4 Real estate .....		
12.5 Other invested assets .....		
12.6 Miscellaneous applications .....		
12.7 Total investments acquired (Lines 12.1 to 12.6) .....	30,712,391	144,047,066
13. Net Cash from investments (Line 11.8 minus Line 12.7) .....	1,100,264	(30,736,271)
<b>Cash from Financing and Miscellaneous Sources</b>		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in .....		
14.2 Capital notes \$ 0 less amounts repaid \$ 0 .....	0	
14.3 Net transfers from affiliates .....	28,446,966	54,365,070
14.4 Borrowed funds received .....		
14.5 Other cash provided .....	2,837,372	23,900,290
14.6 Total (Lines 14.1 to 14.5) .....	31,284,338	78,265,360
15. Cash applied:		
15.1 Dividends to stockholders paid .....		
15.2 Net transfers to affiliates .....		
15.3 Borrowed funds repaid .....		
15.4 Other applications .....	1,152,470	31,691,351
15.5 Total (Lines 15.1 to 15.4) .....	1,152,470	31,691,351
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5) .....	30,131,868	46,574,009
<b>RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS</b>		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16) .....	37,718,648	13,558,977
18. Cash and short-term investments:		
18.1 Beginning of year .....	25,463,146	11,904,169
18.2 End of year (Line 17 plus Line 18.1) .....	63,181,794	25,463,146
<b>DETAILS OF WRITE-INS</b>		
07.401 Finance And Service Charges Not Included In Premiums .....	1,076,798	3,809,270
07.402 Other .....	(887,891)	988,666
07.403 .....		
07.498 Summary of remaining write-ins for Line 7.4 from overflow page .....		
07.499 Totals (Lines 07.401 thru 07.403 plus 07.498) (Line 7.4 above) .....	188,907	4,797,936

## NOTES TO FINANCIAL STATEMENTS

### 1. Summary of Significant Accounting Policies

#### A. Basis of Presentation

The accompanying statutory financial statements of the Company have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners and the State of Ohio.

Throughout this statement, the failure of items to add to the totals shown is due to the dropping of amounts less than one dollar.

#### B. Use of Estimates In preparing the statutory financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the statutory financial statements and revenues and expenses for the reporting period. Actual results could differ from those estimates.

#### C. Basis of Valuation of Invested Assets

Invested asset values are valued in accordance with the law of the State of Ohio or the valuations prescribed by the Securities Valuation Office of the National Association of Insurance Commissioners. Bonds not backed by loans are stated at amortized cost using the modified scientific method; loan-backed bonds and structured securities at amortized cost using the scientific method; common and preferred stocks at market except for redeemable preferred stocks at cost; investments in stocks of subsidiaries and affiliates are carried at the pro rate share of underlying equity; investment in real estate or property acquired in satisfaction of debt at depreciated cost less any encumbrances; other investments on the equity basis; and mortgage loans on real estate are stated at the aggregate unpaid balance. The Company does not own any derivative instruments.

The Company uses straight-line depreciation for all real estate holdings with the lives varying based upon the type of building.

The Company has the following directly owned subsidiaries: Scottsdale Surplus Lines Insurance Company and Western Heritage Insurance Company; both 100% ownership by the Company; valuation method per NAIC VOS manual Part 8, Section C.

Investment income is considered as a factor in the premium deficiency calculation.

The liability for losses is provided based upon formula and case basis estimates for losses reported with respect to direct business, estimates of unreported losses based upon past experience, estimates based on information received relating to assumed reinsurance, and deduction for ceded reinsurance, including amounts placed with affiliates. The Company reflects its liability for losses net of anticipated salvage and subrogation recoverables. The liability for loss adjustment expenses is provided by estimating future expenses to be incurred in settlement of claims provided for in the liability for losses, and is stated after deduction for amounts to be recovered from reinsurers, including affiliates.

### 2. Accounting Changes and Corrections of Errors

#### A. Accounting Change or Correction of Error - None

#### B. Effect of Codification - The Company prepares its statutory financial statements in conformity with accounting practices prescribed by the Department. Effective January 1, 2001, the Department required that insurance companies domiciled in the State of Ohio prepare their statutory basis financial statements in accordance with the NAIC Accounting Practices and Procedures manual – Version effective January 1, 2001.

Accounting changes adopted to conform to the provisions are reported as changes in accounting principles. The cumulative effect of changes in accounting principles is reported as an adjustment to unassigned funds (surplus) in the period of the change in accounting principle. The cumulative effect is the difference between the amount of capital and surplus at the beginning of the year and the amount of capital and surplus that would have been reported at that date if the new accounting principles had been applied retroactively for all prior periods. As a result of these changes, the Company reported a change of accounting principle, as an adjustment that increased (decreased) unassigned funds (surplus), of \$13,458,995 as of January 1, 2001.

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**NOTES TO FINANCIAL STATEMENTS**

**9. Incomes Taxes:**

A. The components of the net deferred tax asset/(liability) at March 31 are as follows:

	<b>3/31/2002</b>	<b>12/31/2001</b>
(1) Total of all deferred tax assets (admitted and nonadmitted)	38,714,298	40,684,547
(2) Total of all deferred tax liabilities	(5,669,804)	(5,601,689)
(3) Total deferred tax assets nonadmitted	(18,119,089)	(17,662,994)
(4) Increase(decrease) in deferred tax assets non admitted	456,095	(9,954,006)

B. Deferred tax liabilities are not recognized for the following amounts:

N/A

C. Current income tax incurred consist of the following major components:

	<b>3/31/2002</b>	<b>12/31/2001</b>
1. Current year expense	(286,870)	(7,109,166)
2. Tax credits	-	-
3. Prior year over/under accrual	-	(51,985)
4. Current income tax incurred	(286,870)	(7,161,151)

The main components of the 2002 deferred tax amounts are as follows:

<b>DTAs</b>	<b>Statutory</b>	<b>Tax</b>	<b>Difference</b>	<b>Tax Effect</b>
6. Reserves	298,292,000	259,058,718	39,233,282	13,731,649
7. Accts Payable&Other Liabilities	169,374,000	164,686,757	4,687,243	1,640,535
8. Unearned Premium	147,440,000	117,311,903	30,128,097	10,544,834
9. Total DTAs	536,091,000	425,478,720	110,612,280	38,714,298
10. DTAs nonadmitted	18,119,089	N/A	18,119,089	18,119,089

<b>DTLs</b>	<b>Statutory</b>	<b>Tax</b>	<b>Difference</b>	<b>Tax Effect</b>
11. Bonds	561,539,000	551,525,594	(10,013,406)	(3,504,692)
12. Other Invested Assets	-	(6,186,034)	(6,186,034)	(2,165,112)
13. Accts Payable&Other Liabilities	-	-	-	-
14. Accrued dividends	-	-	-	-
15. Total DTLs	561,539,000	545,339,560	(16,199,440)	(5,669,804)

The changes in main components of DTAs and DTLs are as follows:

<b>DTAs</b>	<b>3/31/2002</b>	<b>12/31/2001</b>	<b>Change</b>
16. Reserves	13,731,649	13,681,572	50,077
17. Accts Payable&Other Liabilities	1,640,535	3,394,082	(1,753,547)
18. Unearned Premium	10,544,834	10,402,930	141,904
19. Total DTAs	38,714,298	40,684,547	(1,970,249)
20. DTAs nonadmitted	18,119,089	17,662,994	456,095

<b>DTLs</b>	<b>3/31/2002</b>	<b>12/31/2001</b>	<b>Change</b>
21. Bonds	(3,504,692)	(3,487,569)	(17,123)
22. Other Invested Assets	(2,165,112)	(2,114,120)	(50,992)
23. Accts Payable&Other Liabilities	-	-	-
24. Accrued dividends	-	-	-
25. Total DTLs	(5,669,804)	(5,601,689)	(68,115)

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**NOTES TO FINANCIAL STATEMENTS**

9. Income Taxes (continued):

D. Among the more significant book to tax adjustments were the following:

	<b>Amount</b>	<b>Tax Effect</b>
1. Income before taxes	5,395,959	1,888,586
2. Tax-exempt interest, net	(1,261,365)	(441,478)
3. Dividends received deduction, net	-	-
4. Dividends received deduction, 100% owned subs	-	-
5. Loss reserve discounting	143,076	50,077
6. Unearned premium adjustment	405,441	141,904
7. Agents security compensation	-	-
8. Investment related transactions	(662,596)	(231,909)
9.	-	-
10. All other	70,512	24,679
11. Separate company taxable income	4,091,027	1,431,859
12. Consolidation	-	-
13. Reclass to deferred taxes		(1,718,729)
14. Prior year over/under accrual		-
15. Other		-
16. Tax		(286,870)

E.

	<b>Amount</b>	<b>Origination</b>	<b>Expiration</b>
(1) Amount of operating loss carryforwards	-		
Amount of AMT tax credits	-		
Business credits	-		

(2) The following are income taxes incurred in the current and prior years that will be available for recoupment in the event of future net losses:

Current year	1,431,859
2001	-
2000	-

F.

(1) The company's federal income tax return is consolidated with the following entities:  
No additions or deletions from the most recent annual statement to report.

(2) The method of allocation among the companies is subject to the resolution approved by the Board of Directors.  
Allocation is based upon separate return or sub-group aggregated separate return calculations with the company being reimbursed for the actual Federal income tax benefit of its net operating losses which are actually used to reduce the taxable income of other companies in the consolidated return.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities:

C. Wash Sales: None

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY****GENERAL INTERROGATORIES**

(Responses to these interrogatories should be based on changes that have occurred since the 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 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? ..... Yes [X] No [ ]

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 the 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.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
.....	.....	.....
.....	.....	.....
.....	.....	.....

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] NA [ ]

If yes, attach an explanation.

7.1 State as of what date the latest financial examination of the reporting entity was made or is being made. ..... 12/31/2001

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). ..... 09/30/1998

7.4 By what department or departments?

State of Ohio Insurance Department .....

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:  
.....

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**GENERAL INTERROGATORIES**

(Responses to these interrogatories should be based on changes that have occurred since the 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: ..... \$ ..... 0

12. Amount of real estate and mortgages held in short-term investments: ..... \$ ..... 0

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 .....	\$ .....	\$ .....
13.22 Preferred Stock .....	\$ 1,794,583	\$ 1,794,583
13.23 Common Stock .....	\$ 72,541,182	\$ 73,659,984
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) .....	\$ 74,335,765	\$ 75,454,567
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 St., 14th Floor, New York, New York .....

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)
Collins & Aikman Corp. ....	JP Morgan .....	Term Loan B .....
International Multifoods Corp. ....	CIBC World Markets .....	Term Loan B .....
Land O Lakes. ....	Chase Manhattan. ....	Term Loan B .....

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 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
.....	.....	.....

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY****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] NA [ ]  
If yes, attach an explanation.

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.

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.  
.....

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 Line of Business	2 Maximum Interest	3 Discount Rate	TOTAL DISCOUNT			DISCOUNT TAKEN DURING PERIOD			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 TOTAL	8 Unpaid Losses	9 Unpaid LAE	10 IBNR
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
TOTAL			.....	.....	.....	.....	.....	.....	.....

**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 .....	241,609			250,422
2. Increase (decrease) by adjustment .....	(2,203)			(8,813)
3. Cost of acquired .....				
4. Cost of additions to and permanent improvements .....				
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 .....	239,406			241,609
9. Total valuation allowance .....				
10. Subtotal (Lines 8 plus 9) .....	239,406			241,609
11. Total nonadmitted amounts .....				
12. Statement value, current period (Page 2, real estate lines, current period)	239,406			241,609

**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 .....				
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 .....				
10. Total valuation allowance .....				
11. Subtotal (Lines 9 plus 10) .....				
12. Total nonadmitted amounts .....				
13. Statement value of mortgages owned at end of current period				

**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 .....				
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 .....				
10. Total valuation allowance .....				
11. Subtotal (Lines 9 plus 10) .....				
12. Total nonadmitted amounts .....				
13. Statement value of long-term invested assets at end of current period				

**NONE**

STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY

**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
<b>BONDS</b>								
1. Class 1	518,623,354	262,184,121	232,553,110	(2,197,717)	546,056,648			518,623,354
2. Class 2	58,871,728	6,055,371	2,115,861	464,014	63,275,252			58,871,728
3. Class 3	6,373,538	3,680,000	4,891,463	1,571,515	6,733,590			6,373,538
4. Class 4	1,980,000	4,000,000	3,964,950	(20,050)	1,995,000			1,980,000
5. Class 5								
6. Class 6								
7. Total Bonds	585,848,620	275,919,492	243,525,384	(182,238)	618,060,490			585,848,620
<b>PREFERRED STOCK</b>								
8. Class 1	1,794,583				1,794,583			1,794,583
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock	1,794,583				1,794,583			1,794,583
15. Total Bonds and Preferred Stock	587,643,203	275,919,492	243,525,384	(182,238)	619,855,073			587,643,203

**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
80999999 Totals	56,521,628	XXX	56,523,912	44,422	

**SCHEDULE DA - PART 2- 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 .....	26,592,304			2,434,712
2. Cost of short-term investments acquired .....	245,207,101			847,287,994
3. Increase (decrease) by adjustment .....	32,974			(40,857)
4. Increase (decrease) by foreign exchange adjustment .....				
5. Total profit (loss) on disposal of short-term investments .....	4,975			2,315
6. Consideration received on disposal of short-term investments .....	215,315,726			823,091,860
7. Book/adjusted carrying value, current period .....	56,521,628			26,592,304
8. Total valuation allowance .....				
9. Subtotal (Lines 7 plus 8) .....	56,521,628			26,592,304
10. Total nonadmitted amounts .....				
11. Statement value (Lines 9 minus 10) .....	56,521,628			26,592,304
12. Income collected during period .....	233,584			1,538,482
13. Income earned during period	193,377			1,597,778

## STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY

## SCHEDULE DB - PART F- SECTION 1

## Summary of Replicated (Synthetic) Assets Open

Replicated (Synthetic) Asset					Components of the Replicated (Synthetic) Asset							
1 Replication RSAT Number	2 Description	3 NAIC Designation or Other Description	4 Statement Value	5 Fair Value	Derivative Instruments Open		Cash Instrument(s) Held			10 Statement Value	11 Fair Value	12 NAIC Designation or Other Description
					6 Description	7 Fair Value	8 CUSIP	9 Description				
9999999 Totals					XXX		XXX	XXX			XXX	

NONE

## STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY

## SCHEDULE DB - PART F - SECTION 2

## Reconciliation of Replicated (Synthetic) Assets Open

	First Quarter		Second Quarter		Third Quarter		Fourth Quarter		Year-to-Date	
	1 Number of Positions	2 Total Replicated (Synthetic) Assets Statement Value	3 Number of Positions	4 Total Replicated (Synthetic) Assets Statement Value	5 Number of Positions	6 Total Replicated (Synthetic) Assets Statement Value	7 Number of Positions	8 Total Replicated (Synthetic) Assets Statement Value	9 Number of Positions	10 Total Replicated (Synthetic) Assets Statement Value
1. Beginning Inventory .....										
2. Add: Opened or Acquired Transactions .....										
3. Add: Increases in Replicated Asset Statement Value .....	XXX									
4. Less: Closed or Disposed of Transactions .....										
5. Less: Positions Disposed of for Failing Effectiveness Criteria .....										
6. Less: Decreases in Replicated (Synthetic) Asset Statement Value .....	XXX									
7. Ending Inventory .....										

NONE

## **SCHEDULE F—CEDED REINSURANCE**

### Showing all new reinsurers - Current Year to Date

**NONE**

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

## **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	No.	2,276,902	3,175,382	1,954,543	3,428,985	17,917,851
2. Alaska	AK	No.	804,692	298,013	9,660	70,966	1,958,399
3. Arizona	AZ	Yes	2,146,699	2,059,557	970,702	801,244	9,373,545
4. Arkansas	AR	No.	1,112,187	927,117	164,320	687,048	3,073,227
5. California	CA	No.	29,393,619	23,483,758	14,154,189	13,846,531	142,429,878
6. Colorado	CO	No.	2,080,848	1,646,778	1,407,157	483,850	5,632,436
7. Connecticut	CT	No.	1,800,970	1,122,890	466,719	698,534	7,383,231
8. Delaware	DE	Yes	57,094	7,176	6,445	1,003	171,253
9. District of Columbia	DC	No.	443,932	283,336	13,294	137,088	3,808,880
10. Florida	FL	No.	20,753,516	16,611,433	7,205,956	9,016,849	70,477,033
11. Georgia	GA	No.	5,010,283	4,435,952	1,383,413	2,461,644	16,220,586
12. Hawaii	HI	No.	1,399,920	718,168	145,575	1,054,444	3,488,686
13. Idaho	ID	No.	596,217	443,961	9,612	161,737	1,309,662
14. Illinois	IL	No.	5,764,896	3,800,943	2,426,851	1,990,618	25,525,327
15. Indiana	IN	No.	3,504,586	1,626,571	853,009	946,105	7,562,080
16. Iowa	IA	No.	1,022,785	700,054	185,281	495,423	2,158,574
17. Kansas	KS	No.	1,201,025	1,231,923	342,745	333,497	3,913,966
18. Kentucky	KY	No.	1,287,048	987,727	227,527	645,037	4,153,330
19. Louisiana	LA	No.	8,002,548	5,810,987	3,529,851	4,278,340	48,073,071
20. Maine	ME	No.	292,445	279,210	86,475	289,661	842,849
21. Maryland	MD	No.	1,963,766	1,015,926	735,060	553,105	6,307,758
22. Massachusetts	MA	No.	2,973,965	2,633,303	1,215,333	1,370,231	12,032,295
23. Michigan	MI	No.	2,537,379	2,171,714	2,263,406	1,127,994	9,879,073
24. Minnesota	MN	No.	2,041,623	1,655,129	470,723	309,227	5,468,993
25. Mississippi	MS	No.	2,226,890	1,757,682	1,796,517	1,237,577	9,708,796
26. Missouri	MO	No.	3,320,666	3,161,043	2,695,916	1,787,101	14,239,642
27. Montana	MT	No.	601,887	428,417	50,550	81,668	1,911,437
28. Nebraska	NE	No.	662,451	528,888	172,386	226,167	2,911,870
29. Nevada	NV	No.	1,130,213	390,583	1,466,144	1,426,634	7,667,304
30. New Hampshire	NH	No.	273,989	44,008	9,729	50,867	715,609
31. New Jersey	NJ	No.	9,682,158	6,316,783	6,605,932	7,069,874	52,583,217
32. New Mexico	NM	No.	1,188,333	603,467	519,060	500,764	5,056,344
33. New York	NY	No.	8,200,811	4,615,849	1,544,184	3,065,936	27,903,541
34. North Carolina	NC	No.	3,299,428	2,752,435	1,202,779	2,411,735	10,337,709
35. North Dakota	ND	No.	251,281	133,177	10,529	28,558	438,649
36. Ohio	OH	Yes	1,999,908	2,466,226	638,730	2,011,467	9,871,076
37. Oklahoma	OK	No.	1,940,393	1,706,092	1,933,561	1,655,637	5,945,740
38. Oregon	OR	No.	1,968,147	1,560,502	252,873	329,273	5,997,245
39. Pennsylvania	PA	No.	3,380,897	3,389,780	3,229,859	3,625,372	27,855,847
40. Rhode Island	RI	No.	677,202	479,110	229,647	44,724	2,183,571
41. South Carolina	SC	No.	2,436,032	2,331,738	1,218,742	2,116,425	8,157,994
42. South Dakota	SD	No.	234,456	100,483	549	136,595	313,291
43. Tennessee	TN	No.	1,878,603	2,050,314	1,122,646	1,224,282	9,372,681
44. Texas	TX	No.	20,524,410	14,070,291	11,800,991	10,334,724	94,929,190
45. Utah	UT	No.	887,311	601,516	425,973	169,551	2,542,870
46. Vermont	VT	No.	138,863	156,087	5,732	70,587	2,752,976
47. Virginia	VA	No.	2,086,109	1,853,719	278,067	1,271,543	7,730,072
48. Washington	WA	No.	6,438,693	3,783,649	1,175,196	1,757,027	11,766,001
49. West Virginia	WV	No.	659,492	578,047	435,818	835,549	3,599,911
50. Wisconsin	WI	No.	1,062,614	787,868	319,104	(1,350,790)	2,416,899
51. Wyoming	WY	No.	144,134	89,760	44,338	14,167	171,907
52. American Samoa	AS	No.					
53. Guam	GU	No.					
54. Puerto Rico	PR	No.					(53) (253)
55. U.S. Virgin Islands	VI	No.					
56. Canada	CN	No.					
57. Aggregate Other Aliens	OT	XXX					
58. Totals	(a)	3	175,764,316	133,864,522	79,413,398	87,322,175	738,243,319
<b>DETAILS OF WRITE-INS</b>							
5701.			XXX				
5702.			XXX				
5703.			XXX				
5798.	Summary of remaining write-ins for Line 57 from overflow page.		XXX				
5799.	Totals (Lines 5701 thru 5703 plus 5798) (Line 57 above)		XXX				

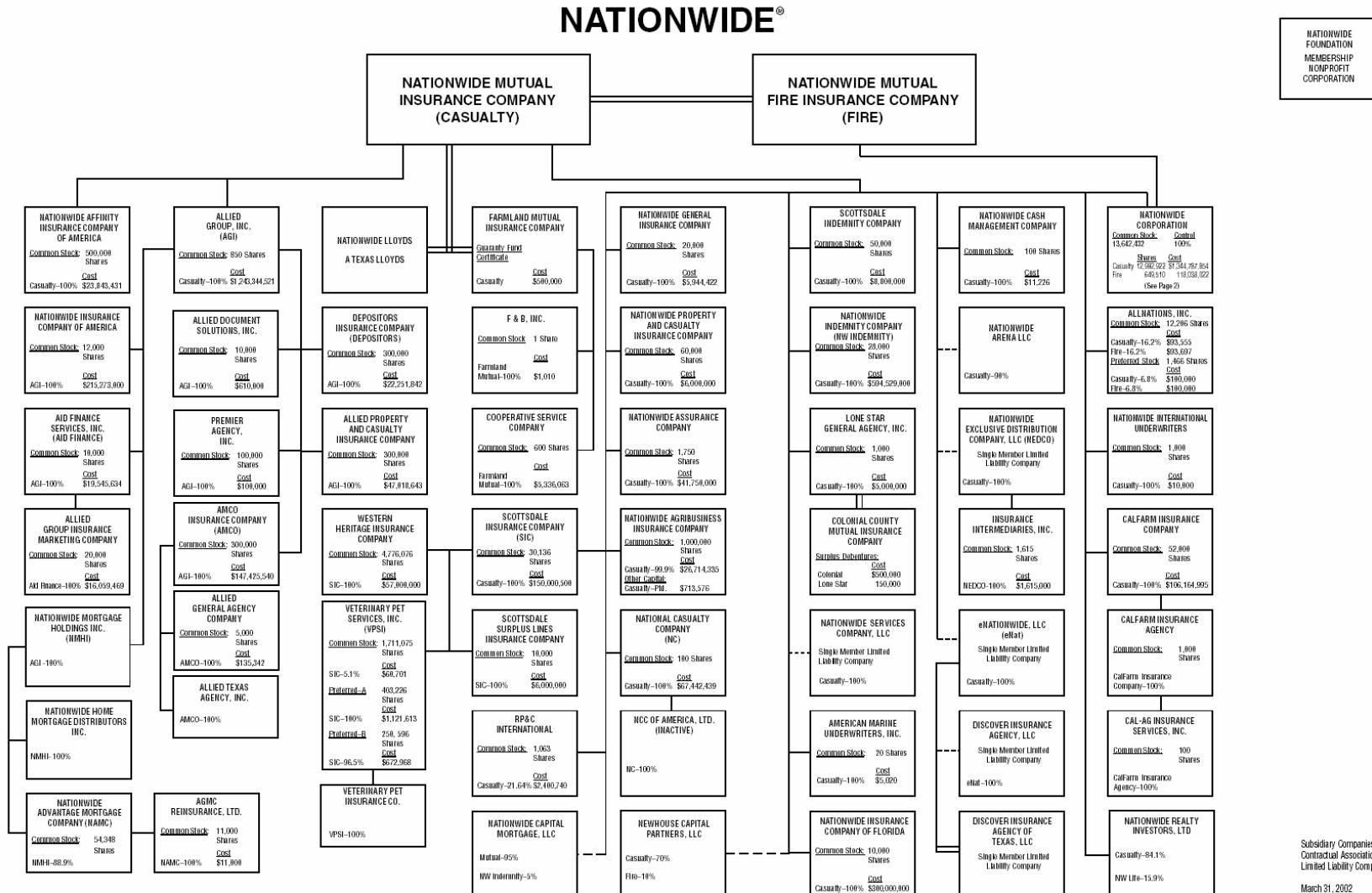
(a) Insert the number of yes responses except for Canada and Other Alien.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

<u>Company</u>	<u>NAIC Number</u>	<u>State of Domicile</u>	<u>F.E.I.D. #</u>
Allied Property and Casualty Insurance Company	42579	IA	42-1201931
AMCO Insurance Company	19100	IA	42-6054959
CalFarm Insurance Company	18961	CA	68-0066866
Colonial County Mutual Insurance Company	29262	TX	74-1061659
Depositors Insurance Company	42587	IA	42-1207150
Farmland Mutual Insurance Company	13838	IA	42-0618271
National Casualty Company	11991	WI	38-0865250
Nationwide Affinity Insurance Company of America	26093	KS	48-0470690
Nationwide Agribusiness Insurance Company	28223	IA	42-1015537
Nationwide Assurance Company	10723	WI	95-0639970
Nationwide General Insurance Company	23760	OH	31-4425763
Nationwide Health Plans Inc	95194	OH	31-1125592
Nationwide Indemnity Company	10070	OH	31-1399201
Nationwide Insurance Company of America	25453	WI	95-2130882
Nationwide Insurance Company of Florida	10948	OH	31-1613686
Nationwide Life and Annuity Insurance Company	92657	OH	31-1000740
Nationwide Life Insurance Company	66869	OH	31-4156830
Nationwide Lloyds	42110	TX	75-1780981
Nationwide Mutual Fire Insurance Company	23779	OH	31-4177110
Nationwide Mutual Insurance Company	23787	OH	31-4177100
Nationwide Property & Casualty Insurance Company	37877	OH	31-0970750
Scottsdale Indemnity Company	15580	OH	31-1117969
Scottsdale Insurance Company	41297	OH	31-1024978
Scottsdale Surplus Lines Insurance Company	10672	AZ	86-0835870
Western Heritage Insurance Company	37150	AZ	86-0561941

STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY

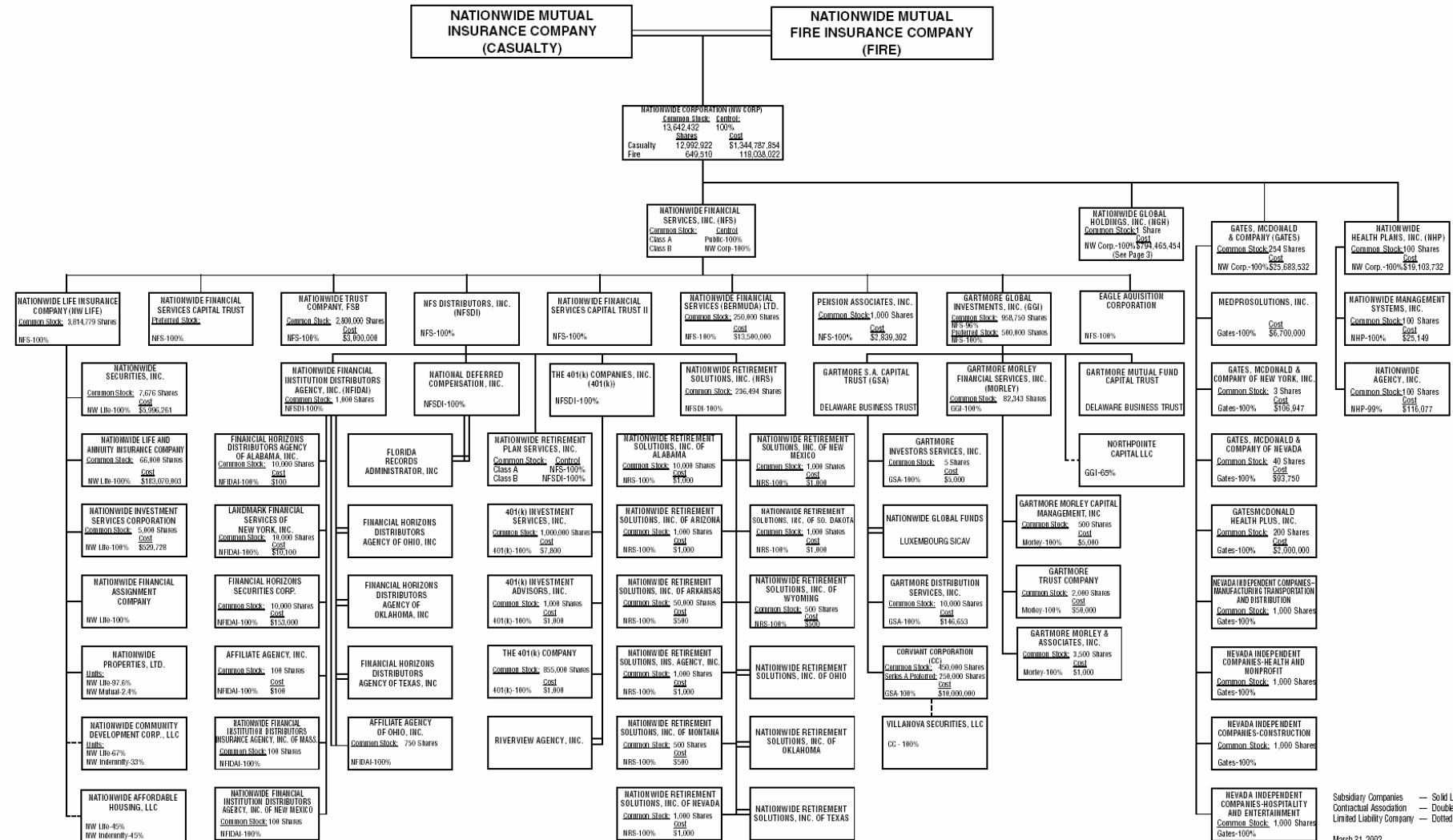
**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**



STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

**NATIONWIDE®**

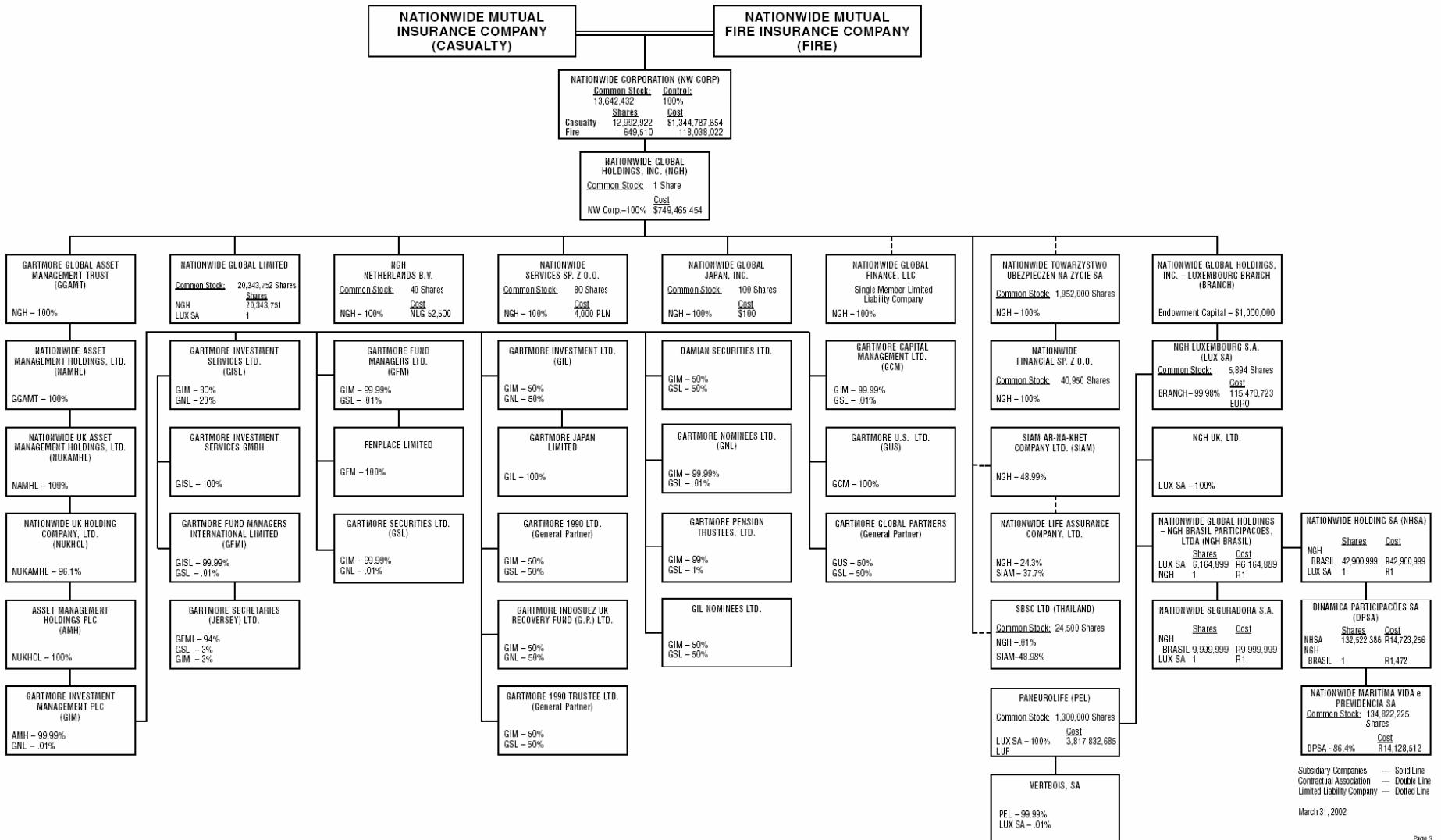


March 31, 2002

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**

NATIONWIDE®



Subsidiary Companies — Solid Line  
 Contractual Association — Double Line  
 Limited Liability Company — Dotted Line

14

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**PART 1 - LOSS EXPERIENCE**

Lines of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire	10,129,224	7,263,971	71.7	48.0
2. Allied Lines	8,769,294	2,211,243	25.2	100.6
3. Farmowners multiple peril	517,858	288,380	55.7	40.3
4. Homeowners multiple peril	4,532,001	4,938,711	109.0	90.0
5. Commercial multiple peril	40,013,916	17,774,194	44.4	63.6
6. Mortgage guaranty				
7. Ocean marine	132,205	(1,404,138)	(1,062.1)	2,088.3
8. Inland marine	4,343,223	(5,209,563)	(119.9)	(334.4)
10. Financial guaranty				
11.1 Medical malpractice - occurrence		1,872,172		(314.1)
11.2 Medical malpractice - claims-made	291,092	(894,185)	(307.2)	288.8
12. Earthquake	17,777	1,000	5.6	
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence	72,192,763	35,959,718	49.8	58.5
17.2 Other liability - claims-made	6,815,690	8,647,093	126.9	52.6
18.1 Products liability - occurrence	5,087,516	1,645,034	32.3	(42.3)
18.2 Products liability - claims-made				
19.1,19.2 Private passenger auto liability				
19.3,19.4 Commercial auto liability	9,524,584	6,220,633	65.3	46.7
21. Auto physical damage	2,362,700	2,331,611	98.7	110.3
22. Aircraft (all perils)				
23. Fidelity	1,481	6,726	454.2	5,064.3
24. Surety				
26. Burglary and theft	24,776	(76)	(0.3)	54.5
27. Boiler and machinery	91,529	16,354	17.9	7.8
28. Credit				
29. International				
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	879,144	(160,400)	(18.2)	72.4
34. Totals	165,726,773	81,508,478	49.2	45.1
<b>DETAILS OF WRITE-INS</b>				
3301. Auto Warranty	879,144	(160,400)	(18.2)	72.4
3302.				
3303.				
3398. Summary of remaining write-ins for Line 33 from overflow page				
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	879,144	(160,400)	(18.2)	72.4

**PART 2 - DIRECT PREMIUMS WRITTEN**

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date	
1. Fire	12,520,845	12,520,845	7,958,195	
2. Allied Lines	10,646,573	10,646,573	6,533,327	
3. Farmowners multiple peril	445,257	445,257	523,832	
4. Homeowners multiple peril	3,820,783	3,820,783	5,017,595	
5. Commercial multiple peril	40,410,235	40,410,235	36,341,651	
6. Mortgage guaranty				
8. Ocean marine	199,150	199,150	20,000	
9. Inland marine	3,375,716	3,375,716	4,518,669	
10. Financial guaranty				
11.1 Medical malpractice - occurrence			11,707	
11.2 Medical malpractice - claims-made	40,642	40,642	169,548	
12. Earthquake	22,917	22,917	26,582	
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence	79,153,699	79,153,699	55,840,487	
17.2 Other liability - claims-made	6,066,831	6,066,831	4,559,529	
18.1 Products liability - occurrence	4,954,039	4,954,039	4,565,444	
18.2 Products liability - claims-made				
19.1,19.2 Private passenger auto liability				
19.3,19.4 Commercial auto liability	10,712,404	10,712,404	5,875,262	
21. Auto physical damage	2,031,795	2,031,795	1,285,400	
22. Aircraft (all perils)				
23. Fidelity	449	449	3,417	
24. Surety				
26. Burglary and theft	30,359	30,359	20,913	
27. Boiler and machinery	68,628	68,628	78,452	
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	1,263,994	1,263,994	514,512	
34. Totals	175,764,316	175,764,316	133,864,522	
<b>DETAILS OF WRITE-INS</b>				
3301. Auto Warranty	1,263,994	1,263,994	514,512	
3302.				
3303.				
3398. Summary of remaining write-ins for Line 33 from overflow page				
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	1,263,994	1,263,994	514,512	

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**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 or reopened 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 (b) (Cols. 7 + 8 + 9)	10 Total Q.S. Loss and LAE Reserves (b) (Cols. 4 + 7 minus Col. 1)	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 Reserve Developed (Savings)/ Deficiency (c) (Cols. 11 + 12)			
1. 1999 + Prior	62,140	41,658	103,798	9,050	630	9,680	54,833	1,854	37,096	93,782	1,743	(2,079)	(336)			
2. 2000	33,641	31,799	65,440	6,134	846	6,980	29,348	1,197	27,987	58,533	1,841	(1,768)	72			
3. Subtotals 2000 + Prior	95,781	73,458	169,238	15,183	1,476	16,660	84,181	3,051	65,083	152,315	3,584	(3,848)	(264)			
4. 2001	55,958	71,962	127,920	16,805	14,413	31,218	43,072	5,110	51,215	99,398	3,919	(1,223)	2,696			
5. Subtotals 2001 + Prior	151,739	145,420	297,158	31,988	15,889	47,877	127,254	8,161	116,298	251,713	7,503	(5,071)	2,432			
6. 2002	XXX	XXX	XXX	XXX	30,720	30,720	XXX	15,518	31,061	46,579	XXX	XXX	XXX			
7. Totals	151,739	145,420	297,158	31,988	46,610	78,598	127,254	23,679	147,360	298,292	7,503	(5,071)	2,432			
8. Prior Year-End's Surplus As Regards Policyholders											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			
	257,235										1.	4.9	2.	(3.5)	3.	0.8
														Col. 13, Line 7 As a % of Col. 1 Line 8	4.	0.9

(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

---

### RESPONSES

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? ..... Yes .....

**Explanations:**

Not Applicable for this company.

**Bar Codes:**

Trusted Surplus Statement (Document Identifier 490) here:



**OVERFLOW PAGE FOR WRITE-INS**

PQ002 Additional Aggregate Lines for Page 02 Line 25.

\*ASSETS

2504. Advances On Travel And Entertainment.....	.950	950	0	0
2505. Prepaid 401K Funding.....	.2,324,646	2,324,646	0	0
2506. Receivable From Non-Affiliate.....	.30,601		.30,601	.30,601
2507. Refund On Reinsurers Contingent Suits.....	.993,928		.993,928	.2,888,133
2597. Summary of remaining write-ins for Line 25 from Page 02	3,350,125	2,325,596	1,024,529	2,918,734

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

## **SCHEDULE A - PART 2**

## Showing all Real Estate ACQUIRED During the Current Quarter

## **SCHEDULE A - PART 3**

## Showing all Real Estate SOLD during the Current Quarter, including Payments during the Final Year on "Sales under Contract"

STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY

**SCHEDULE B - PART 1**

Showing all Mortgage Loans ACQUIRED during the Current Quarter

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Rate of Interest	7 Book Value/Recorded Investment Excluding Accrued Interest	8 Increase (Decrease) by Adjustment	9 Increase (Decrease) by Foreign Exchange Adjustment	10 Value of Land and Buildings	11 Date of Last Appraisal or Valuation
	2 City	3 State								
9999999 Totals										XXX

**SCHEDULE B - PART 2**

Showing all Mortgage Loans SOLD, transferred or paid in full during the Current Quarter

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Book Value/Recorded Investment Excluding Accrued Interest Prior Year	7 Increase (Decrease) by Adjustment	8 Increase (Decrease) by Foreign Exchange Adjustment	9 Book Value/Recorded Investment Excluding Accrued Interest at Disposition	10 Consideration Received	11 Foreign Exchange Profit (Loss) on Sale	12 Realized Profit (Loss) on Sale	13 Total Profit (Loss) on Sale
	2 City	3 State										
9999999 Totals												

E02

STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY

**SCHEDULE BA - PART 1**

Showing Other Long-Term Invested Assets ACQUIRED during the Current Quarter

1 Number of Units and Description	Location		4 Name of Vendor	5 Date Acquired	6 Actual Cost	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Increase (Decrease) by Adjustment	10 Increase (Decrease) by Foreign Exchange Adjustment
	2 City	3 State							
<b>NONE</b>									
9999999 Totals									

**SCHEDULE BA - PART 2**

Showing Other Long-Term Invested Assets SOLD, transferred or paid in full during the Current Quarter

1 Number of Units and Description	Location		4 Name of Purchaser or Nature of Disposition	5 Date Acquired	6 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	7 Increase (Decrease) by Adjustment	8 Increase (Decrease) by Foreign Exchange Adjustment	9 Book/Adjusted Carrying Value Less Encumbrances at Disposition	10 Consideration Received	11 Foreign Exchange Profit (Loss) on Sale	12 Realized Profit (Loss) on Sale	13 Total Profit (Loss) on Sale
	2 City	3 State										
9999999 Totals												

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**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)
<b>BONDS</b>								
State, Territories and Possessions								
United States								
Louisiana								
546415-QK-9.....	Louisiana St GO Ser 5.000% 04/01/16 2002A.....	02/21/2002	Salomon Smith Barney.....		2,049,220	2,000,000	5,833	1PE
Total Louisiana						2,049,220	2,000,000	5,833
Total United States						2,049,220	2,000,000	5,833
179999 - Total - Bonds - States, Territories and Possessions						2,049,220	2,000,000	5,833
Special Revenue & Assessment								
United States								
3128HJ-AH-9.....	FHLMC Gold PC FOW 7.645% 05/01/25 30008.....	01/29/2002	Direct.....		2,103,250	1,950,841	12,428	1
312915-PK-1.....	FHLMC REMIC Ser 7.500% 04/15/23 1494-PZ.....	03/28/2002	First Tennessee Bank NA.....		3,075,836	2,939,867	2,450	1
31339N-GU-4.....	FHLMC REMIC Ser 2410 6.500% 10/15/30 PD.....	01/24/2002	Salomon Smith Barney.....		1,993,281	2,000,000	9,750	1
3133T3-Q2-7.....	FHLMC REMIC Ser 1674-Z 6.750% 02/15/24.....	03/01/2002	Interest Capitalization.....		35,056	35,056		1Z
31358N-5B-4.....	FNMA REMIC Ser 7.000% 07/25/22 1992-124 PZ.....	03/01/2002	Interest Capitalization.....		50,945	50,945		1Z
31358R-G5-6.....	FNMA REMIC Ser 6.850% 06/25/22 1992-214 Z.....	03/01/2002	Interest Capitalization.....		24,651	24,651		1Z
3837H0-NF-6.....	Government Natl Mtg 7.000% 05/16/26 Assn REMIC Ser 1996-5 Cl Z.....	02/19/2002	Greenwich Capital Markets Inc.....		1,541,426	1,493,811	6,100	1
3837H0-NF-6.....	Government Natl Mtg 7.000% 05/16/26 Assn REMIC Ser 1996-5 Cl Z.....	03/01/2002	Interest Capitalization.....		8,714	8,714		1
911760-GT-7.....	Vendee Mtg Tr REMIC 7.250% 09/15/25 Ser 1995-3 1Z.....	01/30/2002	Greenwich Capital Markets Inc.....		3,282,387	3,171,388	1,916	1Z
911760-GT-7.....	Vendee Mtg Tr REMIC 7.250% 09/15/25 Ser 1995-3 1Z.....	03/01/2002	Interest Capitalization.....		19,160	19,160		1Z
911760-HH-2.....	Ser 1996-2 1Z REMIC 6.750% 06/15/26 Ser 1996-2 1Z.....	01/24/2002	Salomon Smith Barney.....		4,051,512	4,077,314	21,406	1
911760-HH-2.....	Vendee Mtg Tr REMIC 6.750% 06/15/26 Ser 1996-2 1Z.....	03/01/2002	Interest Capitalization.....		45,999	45,999		1
Total United States						16,232,218	15,817,746	54,050
319999 - Total - Bonds - Special Revenue						16,232,218	15,817,746	54,050
Industrial & Miscellaneous								
United States								
030955-AB-4.....	Ameritech Capital 9.100% 06/01/16 Funding Corp Nt.....	02/26/2002	Direct.....		1,205,510	1,000,000	22,750	1PE
06050H-BL-1.....	Bank of America Mtg 6.500% 01/25/32 Sec Ser 2001-12 Cl 1A3.....	03/01/2002	Bank of America BISD Dealer.....		2,045,000	2,000,000	1,806	1PE
075816-AA-6.....	Beckman Instruments 7.050% 06/01/26 Inc Nt.....	03/07/2002	UBS, Warburg, Dillon Read.....		1,060,720	1,000,000	19,779	2
103043-B*-5.....	Bowne & Co Inc Sr 7.310% 01/30/12 Unsec Nt.....	02/05/2002	Nesbitt-Burns Securities Inc.....		1,000,000	1,000,000		2Z
144285-AE-3.....	Carpenter Technology 7.625% 08/15/11 Corp Nt Ser C.....	01/23/2002	Tax Free Exchange.....		994,391	1,000,000	33,889	2Z
291011-AM-6.....	Emerson Elec Co Nt 7.125% 08/15/10 Master Asset Sec Tr 6.750% 11/25/31	02/06/2002	Morgan/JP/Securities Inc.....		1,070,550	1,000,000	34,833	1PE
55265K-AE-9.....	Ser 2001-1 Cl A5.....	02/28/2002	Merrill Lynch.....		2,049,375	2,000,000	1,500	1PE
80803#-AA-7.....	Schot Corp Sr Mt 6.980% 03/20/12 Sunoco Logistics Ptnrs 7.250% 02/15/12	03/20/2002	Deutsche Bank Securities.....		1,000,000	1,000,000		2Z
86765B-AA-7.....	Op LP Nt.....	02/05/2002	CS First Boston Corporation.....		1,000,260	1,000,000		2PE
89615#-AE-6.....	Sr Sec Nt.....	03/21/2002	BA Securities.....		1,000,000	1,000,000		2Z
Total United States						12,425,806	12,000,000	114,557
459999 - Total - Bonds - Industrial, Misc.						12,425,806	12,000,000	114,557

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

## **SCHEDULE D - PART 3**

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

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

E04.1

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**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 CUSIP Identifi- cation	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 Designa- tion (a)	
<b>BONDS</b>																	
US Governments																	
United States																	
912827-08-8	U S Treasury Nt 7.250% 08/15/04	03/08/2002	Nationwide Mutual		10,825,000	10,000,000	11,065,625	10,355,438	(24,300)			469,562	469,562	404,558		1	
Total United States																	
0399999 - Bonds - U.S. Governments					10,825,000	10,000,000	11,065,625	10,355,438	(24,300)	0	0	469,562	469,562	404,558	XXX	XXX	
Political Subdivisions of States																	
United States																	
Maryland																	
940155-4C-5	Washington Sub San 6.400% 01/01/14 Dist MD Gen Con Ser 1991	01/01/2002	Redemption	102,0000		2,646,900	2,595,000	2,864,828	2,646,900						83,040		1
Total Maryland																	
Texas																	
235218-GR-9	Dallas TX GO Cert of 6.200% 01/01/10 Oblig 92	01/01/2002	Redemption	100,0000		1,000,000	1,000,000	1,033,350	1,000,000						31,000		1
442330-E7-7	Houston TX GO Pub Impt 6.000% 03/01/04 Ref Ser 1992C	03/01/2002	Redemption	100,0000		560,000	560,000	558,865	560,000	.69					16,800		1PE
442330-F2-7	Houston TX GO Pub Impt 6.000% 03/01/04 Ref Ser 1992C	03/01/2002	Redemption	100,0000		1,415,000	1,415,000	1,412,131	1,415,000	1,339					42,450		1PE
442330-US-3	Houston TX GO Pub Impt 6.250% 03/01/12 Ref Ser 1992C	03/01/2002	Redemption	100,0000		1,000,000	1,000,000	1,050,220	1,000,000						31,250		1PE
Total Texas																	
Total United States																	
2499999 - Bonds - Political Subdivisions						6,621,900	6,570,000	6,919,394	6,621,900	1,408	0	0	0	0	204,540	XXX	XXX
Special Revenue & Assessment																	
United States																	
Minnesota																	
60415M-MC-5	Minnesota St Hsg Fin 5.450% 02/01/07 Agy Rev Rent-D	01/15/2002	Call	100,0000		30,000	30,000	30,000	30,000						745		1PE
Total Minnesota																	
New York																	
649892-GD-2	New York St Pwr Auth 5.625% 01/01/10 Rev & GP Ser 1970-B	01/01/2002	Call	100,0000		.95,000	.95,000	.94,311	.95,000	.397					2,672		1
Total New York																	
United States																	
312903-8G-5	FHLMC REMIC Ser 179-A 9.300% 07/15/21	02/15/2002	Paydown			.45,337	.45,337	.48,991	.45,337	(.946)					725		1Z
312905-YJ-5	FHLMC REMIC Ser 1077-E 9.000% 05/15/21	03/01/2002	Paydown			369,963	369,963	.374,877	369,963	(.974)					6,353		1Z
312911-JP-6	FHLMC REMIC Ser 1340-G 7.500% 05/15/07	03/01/2002	Paydown			130,921	130,921	.122,493	130,921	1,455					1,640		1
312912-TU-2	FHLMC REMIC Ser 1381-J 6.750% 06/15/05	03/01/2002	Paydown			1,024,813	1,024,813	.998,072	1,024,813	.3,196					12,209		1
312915-V4-0	FHLMC REMIC Ser 7.000% 05/15/03 1503-VB	03/01/2002	Paydown			325,039	325,039	.340,275	325,039	(.979)					3,799		1
3133T2-QX-1	FHLMC REMIC Ser 6.500% 02/15/22 1609-FA	03/01/2002	Paydown			.187,481	.187,481	.192,220	.187,481	(1,102)					2,028		1Z
3133T4-KH-8	FHLMC REMIC Ser 1688-U 6.000% 03/15/04	03/01/2002	Paydown			1,018,658	1,018,658	.924,909	1,018,658	.17,542					9,959		1
3133T6-UR-0	FHLMC REMIC Ser 1817-H 6.500% 10/15/06	03/01/2002	Paydown			272,377	272,377	.268,462	272,377	.1,696					2,956		1

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

**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 CUSIP Identifi- cation	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 Design- ation (a)
3133T8-XB-8...	FHLMC REMIC Ser 1931-W 7.125% 11/15/07	03/01/2002	Paydown		164,474	.164,474	.163,497	.164,474	.596						1,957	
3133TA-TV-4...	FHLMC REMIC Ser T-6 A7 6.860% 09/25/28	03/01/2002	Paydown		379,400	.379,400	.383,169	.379,400	(1,800)						4,131	
3133TC-AU-2...	PT Ctf	03/01/2002	Paydown		115,080	.115,080	.110,729	.115,080	.3,715						1,180	
3133TC-AU-2...	FHLMC Structured Ser 6.564% 03/25/29	03/01/2002	Paydown		46,669	.46,669	.51,308	.46,669	(864)						682	12
31340Y-2E-8...	FHLMC T-9 A6	02/15/2002	Paydown		34,510	.34,510	.36,214	.34,510	(1,210)						455	1
31340Y-DB-2...	FHLMC REMIC Ser 12-A 9.250% 11/15/19	02/15/2002	Paydown		91,682	.91,682	.95,006	.91,682	(1,404)						1,509	12
31340Y-GR-4...	FHLMC REMIC Ser 22-C 9.500% 04/15/20	02/15/2002	Paydown		53,925	.53,925	.53,756	.53,925	.269						756	12
31358E-XG-2...	FNMA REMIC Ser 9.250% 07/25/20 1990-83A	03/01/2002	Paydown		425,527	.425,527	.426,184	.425,527	(235)						5,880	12
31358G-X4-4...	FNMA REMIC Ser 1991-56G	03/01/2002	Paydown		418,364	.418,364	.424,951	.418,364	(3,060)						4,581	1
31358L-VM-5...	FNMA REMIC Ser G 7.000% 02/25/22 1992-30Z	03/01/2002	Paydown		238,784	.238,784	.242,639	.238,784	(2,634)						2,656	1
31358N-RT-1...	FNMA REMIC Ser 5.000% 11/25/21	03/01/2002	Paydown		608,447	.608,447	.558,346	.608,447	.3,780						5,062	1
31359A-G2-9...	FNMA REMIC Ser 7.000% 02/25/04 1993-97M	03/01/2002	Paydown		234,268	.234,268	.243,931	.234,268	(750)						2,738	12
31359B-MT-1...	FNMA REMIC Ser 9.400% 07/25/03 1988-18B	03/01/2002	Paydown		10,980	.10,980	.11,041	.10,980	.50						165	12
313602-EK-6...	FNMA REMIC Ser 8.750% 11/25/19 1989-86E	03/01/2002	Paydown		125,887	.125,887	.123,285	.125,887	.1,476						1,623	1
313603-YL-0...	FNMA REMIC Ser 9.000% 03/25/20 1990-16E	03/01/2002	Paydown		403,830	.403,830	.439,525	.403,830	(14,990)						6,189	12
31381G-SY-5...	FNMA Pool #460535 6.500% 11/01/13	03/01/2002	Paydown		4,352	.4,352	.4,374	.4,352	(22)						47	1
Total United States					6,855,767	6,855,767	6,762,564	6,855,767	3,201	0	0	0	0	0	82,699	XXX
319999 - Bonds - Special Revenues					6,855,767	6,855,767	6,762,564	6,855,767	3,201	0	0	0	0	0	82,699	XXX
Public Utilities (unaffiliated)																
United States																
882850-CM-0...	Texas Utils Elec Co 7.460% 01/01/15 Sec Facility Bd	01/01/2002	Redemption	100,000		42,720	42,720	41,226	.42,720	1,318					1,593	
Total United States						42,720	42,720	41,226	42,720	1,318	0	0	0	0	1,593	XXX
389999 - Bonds - Public Utilities						42,720	42,720	41,226	42,720	1,318	0	0	0	0	1,593	XXX
Industrial & Miscellaneous																
United States																
038777-AA-6...	Arby's Franchise Tr 7.440% 12/20/20 Ser 1A Cl 1	03/20/2002	Paydown		48,251	.48,251	.48,245	.48,251	.6						600	1
060506-W6-5...	Bank of America Mtg 6.750% 09/25/31 Sec Ser 2001-9 Cl 1A5	03/01/2002	Paydown		11,185	.11,185	.11,281	.11,185	(93)						126	1PE
121899-EB-0...	Burlington Northern RR 6.960% 03/22/09	03/22/2002	Redemption	100,000		114,364	.114,364	.115,083	.114,364	(467)					3,980	1PE
144285-AD-5...	Co PTC Ser 1996-B Carpenter Technology 7.625% 08/15/11 Corp MT Nt	01/23/2002	Tax Free Exchange		994,391	.1,000,000	.994,210	.994,391	.25						.33,889	2
151895-A*-0...	CenterPoint Properties 7.530% 10/31/14	03/01/2002	Redemption	100,000		10,696	.10,696	.10,696	.10,696						.135	1
172953-Q3-8...	Tr Credit Tenant Lease Citicorp Mtg Sec Corp 6.500% 09/25/31	03/01/2002	Paydown		52,620	.52,620	.53,426	.52,620	(762)						571	1PE

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

## SCHEDULE D - PART 4

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

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

-1

STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY

**SCHEDULE DB - PART A - SECTION 1**

Showing all Options, Caps, Floors and Insurance Futures Options Owned at Current Statement Date

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Acquisition	6 Exchange or Counterparty	7 Cost/Option Premium	8 Book Value	*	9 Statement Value	10 Fair Value	11 Year to Date Increase/ (Decrease) by Adjustment	12 Used to Adjust Basis of Hedged Item	13 Other Investment/ Miscellaneous Income	14
2599999 - Subtotal - Hedging Transactions									XXX					
2799999 - Subtotal - Other Derivative Transactions									XXX					
9999999 - Totals									XXX					

**SCHEDULE DB - PART B - SECTION 1**

Showing all Options, Caps, Floors and Insurance Futures Options Written and In-Force at Current Statement Date

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Issuance/ Purchase	6 Exchange or Counterparty	7 Consideration Received	8 Book Value	*	9 Statement Value	10 Fair Value	11 Year to Date Increase/ (Decrease) by Adjustment	12 Used to Adjust Basis	13 Other Investment/ Miscellaneous Income	14
2599999 - Subtotal - Hedging Transactions									XXX					
2699999 - Subtotal - Income Generation Transactions									XXX					
2799999 - Subtotal - Other Derivative Transactions									XXX					
9999999 - Totals									XXX					

STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY

**SCHEDULE DB - PART C - SECTION 1**

Showing all Collar, Swap and Forwards Open at Current Statement Date

1 Description	2 Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index Rec (Pay)	5 Date of Opening Position or Agreement	6 Exchange or Counterparty	7 Cost or (Consideration Received)	8 Book Value	*	10 Statement Value	11 Fair Value	12 Year to Date Increase/ (Decrease) by Adjustment	13 Used to Adjust Basis of Hedged Item	14 Other Investment/ Miscellaneous Income	15 Potential Exposure
								*						
								*						
								*						
								*						
								*						
								*						
								*						
								*						
2599999 - Subtotal - Hedging Transactions									XXX					
2799999 - Subtotal - Other Derivative Transactions									XXX					
9999999 - Totals									XXX					

**SCHEDULE DB - PART D - SECTION 1**

Showing all Futures Contracts and Insurance Futures Contracts Open at Current Statement Date

1 Description	2 Number of Contracts	3 Maturity Date	4 Original Value	5 Current Value	6 Variation Margin	7 Date of Opening Position	8 Exchange or Counterparty	9 Cash Deposit	Variation Margin Information			13 Potential Exposure
									10 Recognized	11 Used to Adjust Basis of Hedged Item	12 Deferred	
2599999 - Subtotal - Hedging Transactions									XXX	XXX		
2799999 - Subtotal - Other Derivative Transactions									XXX	XXX		
9999999 - Totals									XXX	XXX		

**STATEMENT AS OF MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

## **SCHEDULE E - PART 1 - CASH**

Month End Depository Balances							8	
1 Depository	2 Rate of Interest	3 Amount of Interest Received During Current Quarter	4 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter				
				5 First Month	6 Second Month	7 Third Month		
Bank of New York.....New York, New York.....	.000	.0	0	32	1,383	23,940		
Citibank (Delaware).....New Castle, Delaware.....	.000	.0	0	30,454	30,454			
Bank One.....Columbus, Ohio.....	.000	.0	0	(2,557,326)	6,874,899	6,092,069		
Bank One.....Austin, Texas.....	.000	.0	0	748,169	106,581	513,402		
0199998 Deposits in 0 depositories which do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories	XXX			0	0	0	XXX	
0199999 Totals - Open Depositories	XXX	0	0	(1,778,671)	7,013,317	6,659,865	XXX	
0399999 Total Cash on Deposit	XXX	0	0	(1,778,671)	7,013,317	6,659,865	XXX	
0499999 Cash in Company's Office	XXX	XXX	XXX	300	300	300	XXX	
0599999 Total Cash	XXX	0	0	(1,778,371)	7,013,617	6,660,165	XXX	



**SUPPLEMENT FOR MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

Designate the type of health care providers  
reported on this page

Physicians

**SUPPLEMENT "A" TO SCHEDULE T  
EXHIBIT OF MEDICAL MALPRACTICE PREMIUMS WRITTEN  
ALLOCATED BY STATES AND TERRITORIES**

1 States, Etc.	2 Direct Premiums Written	3 Direct Premiums Earned	Direct Losses Paid		6 Direct Losses Incurred	Direct Losses Unpaid		9 Direct Losses Incurred But Not Reported
			4 Amount	5 Number of Claims		7 Amount Reported	8 Number of Claims	
1. Alabama	AL							
2. Alaska	AK							
3. Arizona	AZ							
4. Arkansas	AR							
5. California	CA	2,039	236,766	135,000	2	749,295	1,553,999	14 2,465,593
6. Colorado	CO					(511)		(171)
7. Connecticut	CT							
8. Delaware	DE							
9. District of Columbia	DC							
10. Florida	FL	17,678	29,418	1,749,500	5	1,935,400	975,000	.4 (180,301)
11. Georgia	GA					(716,766)	4,640,002	43 1,787,368
12. Hawaii	HI					(31,182)	200,000	2 14,764
13. Idaho	ID					(185)		(81)
14. Illinois	IL					(92,903)		451,942
15. Indiana	IN							
16. Iowa	IA							
17. Kansas	KS							
18. Kentucky	KY					23,566	105,000	.3 10,731
19. Louisiana	LA					(26,799)	.15,000	.1 25,646
20. Maine	ME							
21. Maryland	MD					(84,573)		19,832
22. Massachusetts	MA							
23. Michigan	MI			540,000	3	(245,695)	210,000	.3 180,657
24. Minnesota	MN							
25. Mississippi	MS					(360)		
26. Missouri	MO					(8,408)		4,994
27. Montana	MT							
28. Nebraska	NE							
29. Nevada	NV							
30. New Hampshire	NH							
31. New Jersey	NJ							
32. New Mexico	NM							
33. New York	NY							
34. North Carolina	NC					(69)		
35. North Dakota	ND							
36. Ohio	OH					34,170		34,170
37. Oklahoma	OK							
38. Oregon	OR					(4)		
39. Pennsylvania	PA					43,586		(2,306)
40. Rhode Island	RI							
41. South Carolina	SC					(286)		
42. South Dakota	SD							
43. Tennessee	TN					(109)		
44. Texas	TX	3,983				(43,171)		45,447
45. Utah	UT					2,007		2,007
46. Vermont	VT							
47. Virginia	VA					(233,204)	335,000	.3 (62,149)
48. Washington	WA							
49. West Virginia	WV			30,000	1	(301,223)		271,033
50. Wisconsin	WI							
51. Wyoming	WY							
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Canada	CN							
57. Aggregate Other Aliens	OT							
58. Totals		19,717	270,167	2,454,500	11	1,001,595	8,034,001	73 5,069,375
<b>DETAILS OF WRITE-INS</b>								
5701.								
5702.								
5703.								
5798.	Summary of remaining write-ins for Line 57 from overflow page							
5799.	Totals (Lines 5701 thru 5703 plus 5798) (Line 57 above)							



**SUPPLEMENT FOR MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

Designate the type of health care providers  
reported on this page  
Hospitals

**SUPPLEMENT "A" TO SCHEDULE T  
EXHIBIT OF MEDICAL MALPRACTICE PREMIUMS WRITTEN  
ALLOCATED BY STATES AND TERRITORIES**

1 States, Etc.	2 Direct Premiums Written	3 Direct Premiums Earned	Direct Losses Paid		6 Direct Losses Incurred	Direct Losses Unpaid		9 Direct Losses Incurred But Not Reported
			4 Amount	5 Number of Claims		7 Amount Reported	8 Number of Claims	
1. Alabama .....	AL .....							
2. Alaska .....	AK .....							
3. Arizona .....	AZ .....							
4. Arkansas .....	AR .....							
5. California .....	CA .....							
6. Colorado .....	CO .....							
7. Connecticut .....	CT .....							
8. Delaware .....	DE .....							
9. District of Columbia .....	DC .....							
10. Florida .....	FL .....							
11. Georgia .....	GA .....							
12. Hawaii .....	HI .....							
13. Idaho .....	ID .....							
14. Illinois .....	IL .....							
15. Indiana .....	IN .....							
16. Iowa .....	IA .....							
17. Kansas .....	KS .....							
18. Kentucky .....	KY .....							
19. Louisiana .....	LA .....							
20. Maine .....	ME .....							
21. Maryland .....	MD .....							
22. Massachusetts .....	MA .....							
23. Michigan .....	MI .....							
24. Minnesota .....	MN .....							
25. Mississippi .....	MS .....							
26. Missouri .....	MO .....							
27. Montana .....	MT .....							
28. Nebraska .....	NE .....							
29. Nevada .....	NV .....							
30. New Hampshire .....	NH .....							
31. New Jersey .....	NJ .....							
32. New Mexico .....	NM .....							
33. New York .....	NY .....							
34. North Carolina .....	NC .....							
35. North Dakota .....	ND .....							
36. Ohio .....	OH .....							
37. Oklahoma .....	OK .....							
38. Oregon .....	OR .....							
39. Pennsylvania .....	PA .....							
40. Rhode Island .....	RI .....							
41. South Carolina .....	SC .....							
42. South Dakota .....	SD .....							
43. Tennessee .....	TN .....							
44. Texas .....	TX .....							
45. Utah .....	UT .....							
46. Vermont .....	VT .....							
47. Virginia .....	VA .....							
48. Washington .....	WA .....							
49. West Virginia .....	WV .....							
50. Wisconsin .....	WI .....							
51. Wyoming .....	WY .....							
52. American Samoa .....	AS .....							
53. Guam .....	GU .....							
54. Puerto Rico .....	PR .....							
55. U.S. Virgin Islands .....	VI .....							
56. Canada .....	CN .....							
57. Aggregate Other Aliens .....	OT .....							
58. Totals .....								
<b>DETAILS OF WRITE-INS</b>								
5701. ....								
5702. ....								
5703. ....								
5798. Summary of remaining write-ins for Line 57 from overflow page .....								
5799. Totals (Lines 5701 thru 5703 plus 5798) (Line 57 above)								

**NONE**



**SUPPLEMENT FOR MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

Designate the type of health care providers  
reported on this page

Other Health Care Professionals

**SUPPLEMENT "A" TO SCHEDULE T  
EXHIBIT OF MEDICAL MALPRACTICE PREMIUMS WRITTEN  
ALLOCATED BY STATES AND TERRITORIES**

1 States, Etc.	2 Direct Premiums Written	3 Direct Premiums Earned	Direct Losses Paid		6 Direct Losses Incurred	Direct Losses Unpaid		9 Direct Losses Incurred But Not Reported
			4 Amount	5 Number of Claims		7 Amount Reported	8 Number of Claims	
1. Alabama	AL							
2. Alaska	AK							
3. Arizona	AZ							
4. Arkansas	AR							
5. California	CA							
6. Colorado	CO							
7. Connecticut	CT							
8. Delaware	DE							
9. District of Columbia	DC							
10. Florida	FL							
11. Georgia	GA							
12. Hawaii	HI							
13. Idaho	ID							
14. Illinois	IL							
15. Indiana	IN							
16. Iowa	IA							
17. Kansas	KS							
18. Kentucky	KY							
19. Louisiana	LA							
20. Maine	ME							
21. Maryland	MD							
22. Massachusetts	MA							
23. Michigan	MI							
24. Minnesota	MN							
25. Mississippi	MS							
26. Missouri	MO							
27. Montana	MT							
28. Nebraska	NE							
29. Nevada	NV							
30. New Hampshire	NH							
31. New Jersey	NJ	20,925	20,925			10,511	39,499	4
32. New Mexico	NM							
33. New York	NY							
34. North Carolina	NC							
35. North Dakota	ND							
36. Ohio	OH					(39,193)	53,000	3
37. Oklahoma	OK							
38. Oregon	OR							
39. Pennsylvania	PA							
40. Rhode Island	RI							
41. South Carolina	SC							
42. South Dakota	SD							
43. Tennessee	TN							
44. Texas	TX							
45. Utah	UT							
46. Vermont	VT							
47. Virginia	VA							
48. Washington	WA							
49. West Virginia	WV							
50. Wisconsin	WI							
51. Wyoming	WY							
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Canada	CN							
57. Aggregate Other Aliens	OT							
58. Totals		20,925	20,925			(23,609)	92,499	7
<b>DETAILS OF WRITE-INS</b>								
5701.								
5702.								
5703.								
5798.	Summary of remaining write-ins for Line 57 from overflow page							
5799.	Totals (Lines 5701 thru 5703 plus 5798) (Line 57 above)							



**SUPPLEMENT FOR MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

Designate the type of health care providers  
reported on this page

Other Health Care Facilities

**SUPPLEMENT "A" TO SCHEDULE T  
EXHIBIT OF MEDICAL MALPRACTICE PREMIUMS WRITTEN  
ALLOCATED BY STATES AND TERRITORIES**

1 States, Etc.	2 Direct Premiums Written	3 Direct Premiums Earned	Direct Losses Paid		6 Direct Losses Incurred	Direct Losses Unpaid		9 Direct Losses Incurred But Not Reported
			4 Amount	5 Number of Claims		7 Amount Reported	8 Number of Claims	
1. Alabama .....	AL .....							
2. Alaska .....	AK .....							
3. Arizona .....	AZ .....							
4. Arkansas .....	AR .....							
5. California .....	CA .....							
6. Colorado .....	CO .....							
7. Connecticut .....	CT .....							
8. Delaware .....	DE .....							
9. District of Columbia .....	DC .....							
10. Florida .....	FL .....							
11. Georgia .....	GA .....							
12. Hawaii .....	HI .....							
13. Idaho .....	ID .....							
14. Illinois .....	IL .....							
15. Indiana .....	IN .....							
16. Iowa .....	IA .....							
17. Kansas .....	KS .....							
18. Kentucky .....	KY .....							
19. Louisiana .....	LA .....							
20. Maine .....	ME .....							
21. Maryland .....	MD .....							
22. Massachusetts .....	MA .....							
23. Michigan .....	MI .....							
24. Minnesota .....	MN .....							
25. Mississippi .....	MS .....							
26. Missouri .....	MO .....							
27. Montana .....	MT .....							
28. Nebraska .....	NE .....							
29. Nevada .....	NV .....							
30. New Hampshire .....	NH .....							
31. New Jersey .....	NJ .....							
32. New Mexico .....	NM .....							
33. New York .....	NY .....							
34. North Carolina .....	NC .....							
35. North Dakota .....	ND .....							
36. Ohio .....	OH .....							
37. Oklahoma .....	OK .....							
38. Oregon .....	OR .....							
39. Pennsylvania .....	PA .....							
40. Rhode Island .....	RI .....							
41. South Carolina .....	SC .....							
42. South Dakota .....	SD .....							
43. Tennessee .....	TN .....							
44. Texas .....	TX .....							
45. Utah .....	UT .....							
46. Vermont .....	VT .....							
47. Virginia .....	VA .....							
48. Washington .....	WA .....							
49. West Virginia .....	WV .....							
50. Wisconsin .....	WI .....							
51. Wyoming .....	WY .....							
52. American Samoa .....	AS .....							
53. Guam .....	GU .....							
54. Puerto Rico .....	PR .....							
55. U.S. Virgin Islands .....	VI .....							
56. Canada .....	CN .....							
57. Aggregate Other Aliens .....	OT .....							
58. Totals .....								
<b>DETAILS OF WRITE-INS</b>								
5701. ....								
5702. ....								
5703. ....								
5798. Summary of remaining write-ins for Line 57 from overflow page .....								
5799. Totals (Lines 5701 thru 5703 plus 5798) (Line 57 above)								

**NONE**



**SUPPLEMENT FOR MARCH 31, 2002 OF THE SCOTTSDALE INSURANCE COMPANY**

Designate the type of health care providers  
reported on this page

Medical Malpractice Policies

**SUPPLEMENT "A" TO SCHEDULE T  
EXHIBIT OF MEDICAL MALPRACTICE PREMIUMS WRITTEN  
ALLOCATED BY STATES AND TERRITORIES**

1 States, Etc.	2 Direct Premiums Written	3 Direct Premiums Earned	Direct Losses Paid		6 Direct Losses Incurred	Direct Losses Unpaid		9 Direct Losses Incurred But Not Reported
			4 Amount	5 Number of Claims		7 Amount Reported	8 Number of Claims	
1. Alabama .....	AL .....							
2. Alaska .....	AK .....							
3. Arizona .....	AZ .....							
4. Arkansas .....	AR .....							
5. California .....	CA .....							
6. Colorado .....	CO .....							
7. Connecticut .....	CT .....							
8. Delaware .....	DE .....							
9. District of Columbia .....	DC .....							
10. Florida .....	FL .....							
11. Georgia .....	GA .....							
12. Hawaii .....	HI .....							
13. Idaho .....	ID .....							
14. Illinois .....	IL .....							
15. Indiana .....	IN .....							
16. Iowa .....	IA .....							
17. Kansas .....	KS .....							
18. Kentucky .....	KY .....							
19. Louisiana .....	LA .....							
20. Maine .....	ME .....							
21. Maryland .....	MD .....							
22. Massachusetts .....	MA .....							
23. Michigan .....	MI .....							
24. Minnesota .....	MN .....							
25. Mississippi .....	MS .....							
26. Missouri .....	MO .....							
27. Montana .....	MT .....							
28. Nebraska .....	NE .....							
29. Nevada .....	NV .....							
30. New Hampshire .....	NH .....							
31. New Jersey .....	NJ .....							
32. New Mexico .....	NM .....							
33. New York .....	NY .....							
34. North Carolina .....	NC .....							
35. North Dakota .....	ND .....							
36. Ohio .....	OH .....							
37. Oklahoma .....	OK .....							
38. Oregon .....	OR .....							
39. Pennsylvania .....	PA .....							
40. Rhode Island .....	RI .....							
41. South Carolina .....	SC .....							
42. South Dakota .....	SD .....							
43. Tennessee .....	TN .....							
44. Texas .....	TX .....							
45. Utah .....	UT .....							
46. Vermont .....	VT .....							
47. Virginia .....	VA .....							
48. Washington .....	WA .....							
49. West Virginia .....	WV .....							
50. Wisconsin .....	WI .....							
51. Wyoming .....	WY .....							
52. American Samoa .....	AS .....							
53. Guam .....	GU .....							
54. Puerto Rico .....	PR .....							
55. U.S. Virgin Islands .....	VI .....							
56. Canada .....	CN .....							
57. Aggregate Other Aliens .....	OT .....							
58. Totals .....								
<b>DETAILS OF WRITE-INS</b>								
5701. ....								
5702. ....								
5703. ....								
5798. Summary of remaining write-ins for Line 57 from overflow page .....								
5799. Totals (Lines 5701 thru 5703 plus 5798) (Line 57 above)								

**NONE**