



PROPERTY AND CASUALTY COMPANIES ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF MARCH 31, 2002
OF THE CONDITION AND AFFAIRS OF THE

VICTORIA FIRE & CASUALTY COMPANY

NAIC Group Code	0304 (Current Period)	0304 (Prior Period)	NAIC Company Code	42889	Employer's ID Number	34-1394913
Organized under the Laws of		Ohio	State of Domicile or Port of Entry		Ohio	
Country of Domicile		United States of America				
Incorporated	07/11/1983		Commenced Business	08/09/1983		
Statutory Home Office	5915 Landerbrook Drive (Street and Number)			Cleveland, OH 44124-4058 (City or Town, State and Zip Code)		
Main Administrative Office	5915 Landerbrook Drive (Street and Number)			Cleveland, OH 44124-4058 (City or Town, State and Zip Code)		
Mail Address	5915 Landerbrook Drive (Street and Number or P.O. Box)			Cleveland, OH 44124-4058 (City or Town, State and Zip Code)		
Primary Location of Books and Records	5915 Landerbrook Drive (Street and Number)			Cleveland, OH 44124-4058 (City or Town, State and Zip Code)		
Internet Website Address	WWW.Victoriainsurance.com					
Statement Contact	Raymond Karl Mueller (Name)			440-461-3461-321 (Area Code) (Telephone Number) (Extension)		
	Ray.Mueller@victoriainsurance.com (E-mail Address)			440-461-0958 (FAX Number)		
Policyowner Relations Contact	5915 Landerbrook Drive (Street and Number)			440-461-3461-441 (Area Code) (Telephone Number) (Extension)		
	Cleveland, OH 44124-4058 (City or Town, State and Zip Code)					

OFFICERS

President Robert William Mueller Assistant Secretary _____ Assunta Rossi
Assistant Treasurer Raymond Karl Mueller

VICE PRESIDENTS

DIRECTORS OR TRUSTEES

Robert William Mueller	Sharon Leslie Helldorfer	James Thomas Byron
Brendan Patrick Houlihan	James Andrew Tignanelli #	Joseph John Pecoraro #
Roger Louis Desjadon	Howard Veail Dempster	

State of Ohio }
County of Cuyahoga } 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.

Robert William Mueller
President

Assunta Rossi
Assistant Secretary

Raymond Karl Mueller
Assistant Treasurer

Subscribed and sworn to before me this
day of , 2002

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty 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	82,028,804		82,028,804	80,327,059
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	21,873,664		21,873,664	21,688,230
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 (\$ 5,736,147 and short-term investments \$)	5,736,147		5,736,147	5,150,295
6. Other invested assets				
7. Receivable for securities				
8. Aggregate write-ins for invested assets				
9. Subtotals, cash and invested assets (Lines 1 to 8)	109,638,615		109,638,615	107,165,584
10. Agents' balances or uncollected premiums				
10.1 Premiums and agents' balances in course of collection	83,809		83,809	286,975
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	27,111,296		27,111,296	22,655,711
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	273,072		273,072	1,232,816
15. Federal and foreign income tax recoverable and interest thereon (including \$ 3,118,968 net deferred tax asset)	3,719,988	.601,020	3,118,968	2,737,463
16. Guaranty funds receivable or on deposit	49,393		49,393	49,393
17. Electronic data processing equipment and software	432,635	129,463	303,172	373,265
18. Interest, dividends and real estate income due and accrued	1,021,205		1,021,205	1,008,222
19. Net adjustments in assets and liabilities due to foreign exchange rates				
20. Receivable from parent, subsidiaries and affiliates	543,343		543,343	
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	551,856		551,856	
25. Aggregate write-ins for other than invested assets	1,426,373		1,426,373	
26. Total assets excluding protected cell assets (Lines 9 through 25)	144,851,585	2,708,712	142,142,873	135,509,429
27. Protected cell assets				
28. TOTALS (Lines 26 and 27)	144,851,585	2,708,712	142,142,873	135,509,429
DETAILS OF WRITE-INS				
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. Prepaid expenses	1,426,373	1,426,373	0	0
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	1,426,373	1,426,373		

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty Company

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 8,761,797)	33,633,415	32,929,695
2. Reinsurance payable on paid losses and loss adjustment expenses		
3. Loss adjustment expenses	8,579,422	8,347,931
4. Commissions payable, contingent commissions and other similar charges	3,239,472	2,941,815
5. Other expenses (excluding taxes, licenses and fees)	2,174,369	1,367,902
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,871,342	1,918,070
7. Federal and foreign income taxes [including \$ on realized capital gains (losses)] (including \$ net deferred tax liability)	294,064	624,337
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ and including warranty reserves of \$)	39,473,369	34,275,174
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	191,496	406,070
13. Funds held by company under reinsurance treaties		
14. Amounts withheld or retained by company for account of others	342,993	259,142
15. Remittances and items not allocated	226,357	226,357
16. Provision for reinsurance		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding	5,211,260	4,774,643
19. Payable to parent, subsidiaries and affiliates	1,892,933	978,258
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		
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	97,130,492	89,049,394
25. Protected cell liabilities		
26. Total liabilities (Lines 24 and 25)	97,130,492	89,049,394
27. Aggregate write-ins for special surplus funds		
28. Common capital stock	2,500,000	2,500,000
29. Preferred capital stock		
30. Aggregate write-ins for other than special surplus funds		
31. Surplus notes		
32. Gross paid in and contributed surplus	24,620,739	24,620,739
33. Unassigned funds (surplus)	17,891,642	19,339,296
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)	45,012,381	46,460,035
36. TOTALS	142,142,873	135,509,429
DETAILS OF WRITE-INS		
2301.		
2302.		
2303.		
2398. Summary of remaining write-ins for Line 23 from overflow page		
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)		
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)		

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty Company

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 \$ 12,406,993)	11,122,418	10,449,575	45,517,999
1.2 Assumed (written \$ 16,114,890)	12,201,270	8,777,816	41,092,767
1.3 Ceded (written \$ 530,860)	530,860	576,968	2,286,277
1.4 Net (written \$ 27,991,023)	22,792,828	18,650,423	84,324,489
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 13,621,936):			
2.1 Direct	7,430,043	6,997,245	30,053,331
2.2 Assumed	8,458,325	6,090,457	26,040,087
2.3 Ceded	1,638,994	185,523	2,409,217
2.4 Net	14,249,374	12,902,179	53,684,201
3. Loss expenses incurred	2,309,862	2,245,022	7,410,008
4. Other underwriting expenses incurred	8,624,821	7,385,972	27,808,796
5. Aggregate write-ins for underwriting deductions			
6. Total underwriting deductions (Lines 2.4 thru 5)	25,184,057	22,533,173	88,903,005
7. Net income of protected cells			
8. Net underwriting gain or (loss) (Line 1.4 minus Line 6 + Line 7)	(2,391,229)	(3,882,750)	(4,578,516)
INVESTMENT INCOME			
9. Net investment income earned	1,118,766	1,204,781	4,730,253
10. Net realized capital gains or (losses)	0	179,385	1,413,869
11. Net investment gain (loss) (Lines 9 + 10)	1,118,766	1,384,166	6,144,122
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$ 531,936)	(531,936)	(105,107)	(650,789)
13. Finance and service charges not included in premiums	1,368,487	1,202,660	5,152,962
14. Aggregate write-ins for miscellaneous income			
15. Total other income (Lines 12 through 14)	836,551	1,097,553	4,502,173
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	(435,912)	(1,401,031)	6,067,779
17. Dividends to policyholders			
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	(435,912)	(1,401,031)	6,067,779
19. Federal and foreign income taxes incurred	294,064	(543,359)	2,384,528
20. Net income (Line 18 minus Line 19)(to Line 22)	(729,976)	(857,672)	3,683,251
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	46,460,036	43,188,397	43,188,396
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20)	(729,976)	(857,672)	3,683,251
23. Net unrealized capital gains or losses	185,434	168,412	806,542
24. Change in net unrealized foreign exchange capital gain (loss)			
25. Change in net deferred income tax	394,839	466,644	363,334
26. Change in nonadmitted assets	(1,297,952)	72,105	(243,302)
27. Change in provision for reinsurance			
28. Change in surplus notes			
29. Surplus (contributed to) withdrawn from protected cells			
30. Cumulative effect of changes in accounting principles		2,416,480	2,961,815
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			(4,300,000)
34. Dividends to stockholders			
35. Change in treasury stock			
36. Aggregate write-ins for gains and losses in surplus			
37. Change in surplus as regards policyholders (Lines 22 through 36)	(1,447,655)	2,265,969	3,271,640
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	45,012,381	45,454,366	46,460,036
DETAILS OF WRITE-INS			
0501.			
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)			
1401.			
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)			
3601.			
3602.			
3603.			
3698. Summary of remaining write-ins for Line 36 from overflow page			
3699. Totals (Lines 3601 thru 3603 plus 3698) (Line 36 above)			

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty Company

CASH FLOW

	1 Current Year to Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance	23,524,030	85,100,482
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)	14,227,664	59,003,229
3. Underwriting expenses paid	7,567,425	29,243,686
4. Other underwriting income (expenses)		
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	1,728,941	(3,146,433)
6. Net investment income	1,177,946	4,690,519
7. Other income (expenses):		
7.1 Agents' balances charged off	(531,936)	(650,789)
7.2 Net funds held under reinsurance treaties		
7.3 Net amount withheld or retained for account of others	83,851	144,982
7.4 Aggregate write-ins for miscellaneous items	1,368,487	5,152,962
7.5 Total other income (Lines 7.1 to 7.4)	920,402	4,647,155
8. Dividends to policyholders on direct business, less \$ dividends on reinsurance assumed or ceded (net)		
9. Federal and foreign income taxes (paid) recovered	(624,337)	(813,276)
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	3,202,952	5,377,965
Cash from Investments		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds	2,484,685	32,944,678
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		6,733
11.7 Miscellaneous proceeds		
11.8 Total investment proceeds (Lines 11.1 to 11.7)	2,484,685	32,951,411
12. Cost of investments acquired (long-term only):		
12.1 Bonds	4,258,593	41,236,633
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)	4,258,593	41,236,633
13. Net Cash from investments (Line 11.8 minus Line 12.7)	(1,773,908)	(8,285,222)
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 \$		
14.3 Net transfers from affiliates	371,332	4,674,817
14.4 Borrowed funds received		
14.5 Other cash provided	0	627,008
14.6 Total (Lines 14.1 to 14.5)	371,332	5,301,825
15. Cash applied:		
15.1 Dividends to stockholders paid		4,300,000
15.2 Net transfers to affiliates	0	
15.3 Borrowed funds repaid		
15.4 Other applications	1,214,524	259,555
15.5 Total (Lines 15.1 to 15.4)	1,214,524	4,559,555
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	(843,192)	742,270
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	585,852	(2,164,987)
18. Cash and short-term investments:		
18.1 Beginning of year	5,150,295	7,315,282
18.2 End of year (Line 17 plus Line 18.1)	5,736,147	5,150,295
DETAILS OF WRITE-INS		
07.401 Finance and service charges not included in premium	1,368,487	5,152,962
07.402		
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)	1,368,487	5,152,962

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty Company

NOTES TO FINANCIAL STATEMENTS

(FIRE & CASUALTY)

9. INCOME TAXES

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

	<u>March 31, 2002</u> (in \$ thousands)
(1) Total of all deferred tax assets (DTAs) (admitted and nonadmitted)	\$4,531
(2) Total of all deferred tax liabilities (DTLs)	(811)
(3) Total deferred tax assets nonadmitted in accordance with SSAP No.10 Income Taxes	(601)
(4) Net DTA(L)	<u>\$3,119</u>

B. The Company has recognized all Deferred Tax Liabilities as required in SSAP 10, paragraph 6D.

C. Current income taxes incurred consists of the following major components:

	<u>March 31, 2002</u> (in \$ thousands)
Current Year Expense (Benefit)	\$294
Tax Credits	-
Current Federal Income Taxes Incurred	<u>\$294</u>

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

(in \$ thousands)

DTAS RESULTING FROM BOOK/TAX DIFFERENCES	a/o March 31, 2002	a/o YTD December 31, 2001	Change
Insurance Reserves	\$4,161	\$3,766	\$395
Non-Admitted Assets	370	370	0
Other Deferred Tax Assets	0	0	0
Total DTAs	\$4,531	\$4,136	\$395
DTLS RESULTING FROM BOOK/TAX DIFFERENCES	a/o March 31, 2002	a/o YTD December 31, 2001	Change
Invested Assets	(\$811)	(\$811)	\$0
Depreciation	0	0	0
Total DTLs	(\$811)	(\$811)	\$0
Total Change in DTL	\$3,720	\$3,325	\$395

D. Analysis of Actual Income Tax Expense

March 31, 2002
(in \$ thousands)

Total Book Earnings	(\$436)
Net Tax Exempt Investments	(92)
Change in Reserves	1,128
Other Adjustments	240
Total Adjustments	<u>1,276</u>
Total Taxable Current Income	<u>840</u>
Total Current Tax	<u>\$294</u>

10. D. At March 31, 2002, the Company reported \$1,892,933 as amounts due to, and \$543,343 as amounts due from several affiliated companies. The terms of the agreement require that these amounts are settled within 90 days.

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty 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 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? Yes No [X]

If yes, attach an organizational chart.

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

5.2 If yes, provide 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. 12/31/1996

7.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/1996

7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 08/08/1997

7.4 By what department or departments?

Ohio Department of Insurance.....

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 Victoria Fire & Casualty 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: \$ _____

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)	\$ 21,688,230	\$ 21,873,664
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)
Prudential Savings Bank	Atlanta, Georgia	Agreement pending approval by the department of insurance. Filed forms comply with the NAIC Financial Condition Examiners Handbook

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
Company directs its own investments		

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty 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				
2. Increase (decrease) by adjustment				
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				
9. Total valuation allowance				
10. Subtotal (Lines 8 plus 9)				
11. Total nonadmitted amounts				
12. Statement value, current period (Page 2, real estate lines, current period)				

NONE**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 Victoria Fire & Casualty 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
BONDS								
1. Class 1	78,730,779	4,258,593	2,484,685	(73,165)	80,431,521			78,730,779
2. Class 2	1,596,280			1,002	1,597,282			1,596,280
3. Class 3								
4. Class 4								
5. Class 5								
6. Class 6								
7. Total Bonds	80,327,059	4,258,593	2,484,685	(72,163)	82,028,804			80,327,059
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	80,327,059	4,258,593	2,484,685	(72,163)	82,028,804			80,327,059

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty Company

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter					
	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Amount of Interest Received Current Quarter	5 Paid for Accrued Interest
8099999 Totals		XXX			

SCHEDULE DA - PART 2- Verification

Short-Term Investments Owned		1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value, beginning of period					4,694,936
2. Cost of short-term investments acquired					2,951,399
3. Increase (decrease) by adjustment					
4. Increase (decrease) by foreign exchange adjustment					
5. Total profit (loss) on disposal of short-term investments					4,079
6. Consideration received on disposal of short-term investments					7,650,414
7. Book/adjusted carrying value, current period					
8. Total valuation allowance					
9. Subtotal (Lines 7 plus 8)					
10. Total nonadmitted amounts					
11. Statement value (Lines 9 minus 10)					
12. Income collected during period					46,804
13. Income earned during period					36,184

Schedule DB - Part F - Section 1

NONE

Schedule DB - Part F - Section 2

NONE

Schedule F

NONE

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty 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	Yes	2,929,218	4,209,662	1,672,397	1,051,151	4,483,754
2. Alaska	AK	No					2,782,040
3. Arizona	AZ	Yes	314,518	339,702	115,809	175,972	351,314
4. Arkansas	AR	Yes					321,647
5. California	CA	No					
6. Colorado	CO	Yes	3,823		2,872		.8,080
7. Connecticut	CT	Yes	333,381	326,789	259,702	308,008	1,141,104
8. Delaware	DE	No					1,105,629
9. District of Columbia	DC	Yes					
10. Florida	FL	Yes	590,055	2,343,730	589,947	.687,559	1,121,868
11. Georgia	GA	Yes	1,883,876	2,810,077	882,589	791,802	4,527,872
12. Hawaii	HI	No					2,354,795
13. Idaho	ID	Yes					
14. Illinois	IL	Yes	502,958	234,549	156,374	123,403	367,460
15. Indiana	IN	Yes	383,648	299,651	154,197	201,824	316,877
16. Iowa	IA	Yes	1,180,370	882,882	471,068	.661,776	1,222,274
17. Kansas	KS	Yes					1,195,007
18. Kentucky	KY	Yes					
19. Louisiana	LA	No					
20. Maine	ME	No					
21. Maryland	MD	Yes					
22. Massachusetts	MA	Yes					
23. Michigan	MI	No					
24. Minnesota	MN	Yes					
25. Mississippi	MS	Yes	265,426	483,517	109,330	55,750	393,411
26. Missouri	MO	Yes	105,916	118,756	20,584	215,827	100,274
27. Montana	MT	Yes					
28. Nebraska	NE	Yes					
29. Nevada	NV	Yes					
30. New Hampshire	NH	No					
31. New Jersey	NJ	No					
32. New Mexico	NM	Yes					
33. New York	NY	Yes	259,881	295,100	540,470	.470,534	2,125,719
34. North Carolina	NC	No					3,004,946
35. North Dakota	ND	Yes					
36. Ohio	OH	Yes	2,135,630	1,651,716	1,000,274	.850,375	2,525,435
37. Oklahoma	OK	Yes					2,807,277
38. Oregon	OR	Yes					
39. Pennsylvania	PA	Yes	18,253	44,555	66,440	16,805	156,910
40. Rhode Island	RI	No					153,966
41. South Carolina	SC	Yes					
42. South Dakota	SD	Yes					
43. Tennessee	TN	Yes	700,849	205,013	197,434	206,613	398,320
44. Texas	TX	Yes					489,381
45. Utah	UT	Yes					
46. Vermont	VT	No					
47. Virginia	VA	Yes	689,917	462,337	281,828	.414,978	744,405
48. Washington	WA	Yes					869,313
49. West Virginia	WV	Yes					
50. Wisconsin	WI	Yes	109,274	96,097	6,695	106,520	205,529
51. Wyoming	WY	Yes					
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 Aliens	OT	XXX					
58. Totals		(a) 39	12,406,993	14,804,133	6,528,010	6,338,897	20,190,606
DETAILS OF WRITE-INS							
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

NONE

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty 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				
2. Allied Lines				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril				
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine				
10. Financial guaranty				
11.1 Medical malpractice - occurrence				
11.2 Medical malpractice - claims-made				
12. Earthquake				
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence				
17.2 Other liability - claims-made				
18.1 Products liability - occurrence				
18.2 Products liability - claims-made				
19.1,19.2 Private passenger auto liability	7,286,679	4,460,013	61.2	68.0
19.3,19.4 Commercial auto liability	1,258,836	1,636,383	130.0	80.2
21. Auto physical damage	2,576,903	1,333,647	51.8	59.9
22. Aircraft (all perils)				
23. Fidelity				
24. Surety				
26. Burglary and theft				
27. Boiler and machinery				
28. Credit				
29. International				
30. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	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				
34. Totals	11,122,418	7,430,043	66.8	67.0
DETAILS OF WRITE-INS				
3301.				
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)				

PART 2 - DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire			
2. Allied Lines			
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril			
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine			
10. Financial guaranty			
11.1 Medical malpractice - occurrence			
11.2 Medical malpractice - claims-made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1 Other liability - occurrence			
17.2 Other liability - claims-made			
18.1 Products liability - occurrence			
18.2 Products liability - claims-made			
19.1,19.2 Private passenger auto liability	8,563,915	8,563,915	9,993,062
19.3,19.4 Commercial auto liability	1,075,899	1,075,899	1,032,300
21. Auto physical damage	2,767,179	2,767,179	3,778,771
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX
31. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business			
34. Totals	12,406,993	12,406,993	14,804,133
DETAILS OF WRITE-INS			
3301.			
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)			

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty 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 and open as of Prior Year-End	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or reopened Subsequent to Prior Year-End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (b) (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (c) (Cols. 11 + 12)			
1. 1999 + Prior	6,323	219	6,542	1,460	0	1,460	4,726	23	106	4,854	(137)	(90)	(228)			
2. 2000	8,423	788	9,211	1,458	10	1,469	7,100	27	700	7,827	136	(52)	84			
3. Subtotals 2000 + Prior	14,746	1,007	15,753	2,918	10	2,928	11,826	49	806	12,681	(2)	(142)	(144)			
4. 2001	20,523	5,001	25,525	6,507	603	7,109	15,322	659	2,615	18,596	1,305	(1,125)	181			
5. Subtotals 2001 + Prior	35,269	6,008	41,278	9,425	613	10,038	27,148	708	3,420	31,277	1,304	(1,267)	37			
6. 2002	XXX	XXX	XXX	XXX	5,586	5,586	XXX	8,218	2,718	10,936	XXX	XXX	XXX			
7. Totals	35,269	6,008	41,278	9,425	6,199	15,624	27,148	8,926	6,138	42,213	1,304	(1,267)	37			
8. Prior Year-End's Surplus As Regards Policyholders		46,460									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.	3.7	2.	(21.1)	3.	0.1
														Col. 13, Line 7 As a % of Col. 1 Line 8	4.	0.1

(a) Should Equal Prior Year-End Annual Statement; Page 3, Col. 1, Lines 1 + 3

(b) Should Equal Q.S. Page 3, Col. 1, Lines 1 and 3.

(c) Should Also Equal Cols. 6 + 10 less Col. 3 for Lines 1 through 5 only.

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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? No

Explanations:

Bar Codes:

Trusted Surplus Statement (Document Identifier 490) here:



Supplement A to Schedule T (Document Identifier 450) here:



OVERFLOW PAGE FOR WRITE-INS

Schedule A - Part 2
NONE

Schedule A - Part 3
NONE

Schedule B - Part 1
NONE

Schedule B - Part 2
NONE

Schedule BA - Part 1
NONE

Schedule BA - Part 2
NONE

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty 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)
BONDS								
State, Territories and Possessions								
United States								
Washington								
939741-MT-8.....	WA ST GEN OBLIG UNLTD 6.250% 09/01/07 6.25000 09/01/2007 Aa1/AA+	02/20/2002	State Street Bank & Trust Co.....	1,134,720	1,000,000	30,208	1PE	
Total Washington					1,134,720	1,000,000	30,208	XXX
Total United States					1,134,720	1,000,000	30,208	XXX
179996 - Bonds - States, Territory, Poss - United States					1,134,720	1,000,000	30,208	XXX
179999 - Total - Bonds - States, Territories and Possessions					1,134,720	1,000,000	30,208	XXX
Special Revenue & Assessment								
United States								
Alabama								
010517-EH-9.....	AL ST DOCKS DEPT FACS 6.000% 10/01/07 REV BD 6.00000 10/01/2007 Aaa/AAA	02/14/2002	State Street Bank & Trust Co.....	1,120,960	1,000,000	23,167	1PE	
Total Alabama					1,120,960	1,000,000	23,167	XXX
Total United States					1,120,960	1,000,000	23,167	XXX
319996 - Bonds - Special Revenues - United States					1,120,960	1,000,000	23,167	XXX
319999 - Total - Bonds - Special Revenue					1,120,960	1,000,000	23,167	XXX
Industrial & Miscellaneous								
United States								
073902-BS-6.....	BEAR STEARNS COS INC 7.625% 02/01/05 7.62500 02/01/2005 A2/A	02/12/2002	First Boston.....	1,077,600	1,000,000	2,965	1PE	
163714-AE-8.....	CHEMICAL BANKING CORP 6.625% 08/15/05 6.6250 08/15/2005 A1/A	02/12/2002	Chase Securities Inc.....	925,313	875,000	2,965	1PE	
Total United States					2,002,913	1,875,000	2,965	XXX
459996 - Bonds - Industrial and Misc - United States					2,002,913	1,875,000	2,965	XXX
459999 - Total - Bonds - Industrial, Misc.					2,002,913	1,875,000	2,965	XXX
609997 - Total - Bonds - Part 3					4,258,593	3,875,000	56,340	XXX
609999 - Total - Bonds					4,258,593	3,875,000	56,340	XXX
659999 - Total - Preferred Stocks						XXX		XXX
709999 - Total - Common Stocks						XXX		XXX
719999 - Total - Preferred and Common Stocks						XXX		XXX
7299999 - Totals					4,258,593	XXX	56,340	XXX

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

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty 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)	
BONDS																	
US Governments																	
United States																	
36203B-18-5	GNMA POOL NO 344251 8.500% 03/15/23.	03/01/2002	Paydown.			.941	.941	.988	.941	(48)				0	13	1	
36203D-EF-3	GNMA POOL NO 345834 7.000% 08/15/23.	03/01/2002	Paydown.			1,576	1,576	1,600	1,576	(25)				0	18	1	
36203K-K5-2	GNMA POOL NO 351416 7.000% 01/15/24.	03/01/2002	Paydown.			16,636	16,636	16,898	16,636	(261)				0	180	1	
36203K-S5-4	GNMA POOL NO 351640 7.000% 06/15/23.	03/01/2002	Paydown.			112	112	114	112	(2)				0	1	1	
36203Y-PZ-1	GNMA POOL NO 363240 8.000% 07/15/23.	03/01/2002	Paydown.			.702	.702	.727	.702	(26)				0	10	1	
36204C-7M-7	GNMA POOL NO 366400 7.000% 12/15/23.	03/01/2002	Paydown.			5,913	5,913	6,006	5,913	(93)				0	63	1	
36204M-B6-5	GNMA POOL NO 373661 7.000% 04/15/26.	03/01/2002	Paydown.			1,650	1,650	1,676	1,650	(27)				0	20	1	
36204O-EH-9	GNMA POOL NO 376436 7.000% 03/15/24.	03/01/2002	Paydown.			26,833	26,833	27,257	26,833	(421)				0	268	1	
36204X-JJ-5	GNMA POOL NO 382865 7.000% 01/15/24.	03/01/2002	Paydown.			6,509	6,509	6,612	6,509	(101)				0	53	1	
36205B-LC-4	GNMA POOL NO 385623 7.000% 05/15/24.	03/01/2002	Paydown.			2,200	2,200	2,235	2,200	(34)				0	23	1	
36205R-WX-1	GNMA POOL NO 398562 7.000% 04/15/26.	03/01/2002	Paydown.			39,931	39,931	40,568	39,931	(636)				0	680	1	
36206B-QW-4	GNMA POOL NO 406469 7.000% 03/15/26.	03/01/2002	Paydown.			12,524	12,524	12,724	12,524	(200)				0	92	1	
36206P-05-2	GNMA POOL NO 417276 7.000% 02/15/26.	03/01/2002	Paydown.			9,336	9,336	9,484	9,336	(148)				0	103	1	
36207A-LQ-3	GNMA POOL NO 426135 7.000% 10/15/26.	03/01/2002	Paydown.			61,633	61,633	62,616	61,633	(967)				0	807	1	
36207A-U3-4	GNMA POOL NO 426402 7.000% 01/15/26.	03/01/2002	Paydown.			.66,325	.66,325	.67,383	.66,325	(1,057)				0	757	1	
36208C-F2-8	POOL NO 446685	03/01/2002	Paydown.			106,202	106,202	107,878	106,202	(1,684)				0	943	1	
36208C-GN-1	GNMA1 SINGLE FAMILY 7.000% 09/15/28	03/01/2002	Paydown.			154,949	154,949	157,394	154,949	(2,458)				0	1,697	1	
36208F-KL-3	POOL NO 449499	03/01/2002	Paydown.			113,128	113,128	114,920	113,128	(1,797)				0	1,321	1	
36208Q-YX-8	GNMA1 SINGLE FAMILY 6.500% 02/15/29	03/01/2002	Paydown.			153,795	153,795	155,515	153,795	(1,719)				0	1,422	1	
36208Q-ZJ-8	GNMA1 SINGLE FAMILY 6.500% 02/15/29	03/01/2002	Paydown.			12,981	12,981	13,126	12,981	(147)				0	198	1	
36208V-NX-9	GNMA1 SINGLE FAMILY 7.000% 07/15/28	03/01/2002	Paydown.			136,823	136,823	138,992	136,823	(2,235)				0	1,184	1	
36208X-2G-5	POOL NO 462206	03/01/2002	Paydown.											0	254	1	
	GNMA I 30 YR POOL NO 6.500%													0			
	12/15/28													0			
36208X-2G-5	464375	03/01/2002	Paydown.			24,650	24,650	24,971	24,650	(321)				0	990	1	
	GNMA I 30 YR POOL NO 6.500%													0			
	12/15/28													0			
36208X-4H-1	464424	03/01/2002	Paydown.			118,574	118,574	120,115	118,574	(1,522)				0	71	1	
36209M-3R-3	GNMA1 SINGLE FAMILY 7.000% 07/15/28	03/01/2002	Paydown.			5,369	5,369	5,450	5,369	(81)				0	71	1	
36209M-4C-5	POOL NO 476119	03/01/2002	Paydown.			120,141	120,141	121,953	120,141	(1,825)				0	1,283	1	
36210M-EN-7	GNMA1 SINGLE FAMILY 6.500% 02/15/29	03/01/2002	Paydown.			121,071	121,071	122,056	121,071	(987)				0	1,714	1	
362206-UF-9	GNMA POOL NO 298582 8.000% 11/15/21	03/01/2002	Paydown.			39,314	39,314	41,307	39,314	(1,993)				0	611	1	
362223M-YM-2	GNMA POOL NO 312216 8.000% 11/15/21	03/01/2002	Paydown.			34,660	34,660	36,390	34,660	(1,740)				0	544	1	
36223T-FU-0	GNMA POOL NO 317079 7.000% 05/15/26	03/01/2002	Paydown.			12,691	12,691	12,893	12,691	(201)				0	181	1	
36224H-EP-7	GNMA POOL NO 328742 8.000% 06/15/22	03/01/2002	Paydown.			48,228	48,228	50,689	48,228	(2,438)				0	625	1	
36224S-G2-2	GNMA POOL NO 336917 7.000% 05/15/23	03/01/2002	Paydown.			3,724	3,724	3,783	3,724	(58)				0	53	1	
36225A-UL-2	GNMA POOL NO 780587 7.000% 06/15/27	03/01/2002	Paydown.			21,183	21,183	21,518	21,183	(338)				0	232	1	
Total United States						1,480,304	1,480,304	1,505,838	1,480,304	(25,590)	0	0	0	0	16,411	XXX	XXX
0399996 - Bonds - U.S. Government						1,480,304	1,480,304	1,505,838	1,480,304	(25,590)	0	0	0	0	16,411	XXX	XXX
0399999 - Bonds - U.S. Governments						1,480,304	1,480,304	1,505,838	1,480,304	(25,590)	0	0	0	0	16,411	XXX	XXX
Special Revenue & Assessment																	
United States																	
District of Columbia																	
31359M-FF-5	FNMA 6.62500 6.625% 01/15/02 01/15/2002 ACY/ACY	01/15/2002	Maturity			1,000,000	1,000,000	998,906	1,000,000	102				0	33,125		1
Total District of Columbia						1,000,000	1,000,000	998,906	1,000,000	102	0	0	0	0	33,125	XXX	XXX
Total United States						1,000,000	1,000,000	998,906	1,000,000	102	0	0	0	0	33,125	XXX	XXX
3199996 - Bonds - Special Revenues - United States						1,000,000	1,000,000	998,906	1,000,000	102	0	0	0	0	33,125	XXX	XXX

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty 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 Desig- nation (a)	
319999 - Bonds - Special Revenues					1,000,000	1,000,000	998,906	1,000,000	102	0	0	0	0	0	33,125	XXX	XXX
Industrial & Miscellaneous																	
United States																	
130209-M8-9 SER 90-BN1	CALIFORNIA FED BANK 5.612% 08/25/30	03/01/2002	Paydown		4,381	.4,381	.4,381	.4,381						0	.43		1PE
Total United States																	
4599996 - Bonds - Industrial and Misc - United States					4,381	4,381	4,381	4,381	0	0	0	0	0	0	43	XXX	XXX
4599999 - Bonds - Industrial and Miscellaneous					4,381	4,381	4,381	4,381	0	0	0	0	0	0	43	XXX	XXX
6099997 - Bonds - Part 4					2,484,685	2,484,685	2,509,125	2,484,685	(25,488)	0	0	0	0	0	49,579	XXX	XXX
6099999 - Total - Bonds					2,484,685	2,484,685	2,509,125	2,484,685	(25,488)						49,579	XXX	XXX
6599999 - Total - Preferred Stocks					XXX										XXX	XXX	XXX
7099999 - Total - Common Stocks					XXX										XXX	XXX	XXX
7199999 - Total - Preferred and Common Stocks					XXX										XXX	XXX	XXX

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

STATEMENT AS OF MARCH 31, 2002 OF THE Victoria Fire & Casualty Company

SCHEDULE E - PART 1 - CASH

Month End Depository Balances							8	
1	2	3	4	Book Balance at End of Each Month During Current Quarter				
				5	6	7		
Depository	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*	
The Prudential Savings Bank, F.S.B.....Atlanta, GA.....	1.634	19,043		5,686,015	2,521,105	3,348,508		
National City Bank.....Cleveland, OH.....				1,459,260	2,346,387	1,793,278	1,732,355	
Bank One.....Cleveland, OH.....				1,793,278	1,793,278	209,246	235,409	
Firstar.....Cleveland, OH.....				209,246	235,409	(140,323)		
Bank of New York.....New York, NY.....				1,563	65,334		1,929	
0199998 Deposits in depositories which do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories	XXX						XXX	
0199999 Totals - Open Depositories	XXX	19,043	0	9,149,362	6,961,513	5,735,747	XXX	
0399999 Total Cash on Deposit	XXX	19,043	0	9,149,362	6,961,513	5,735,747	XXX	
0499999 Cash in Company's Office	XXX	XXX	XXX	400	400	400	XXX	
0599999 Total Cash	XXX	19,043	0	9,149,762	6,961,913	5,736,147	XXX	