



QUARTERLY STATEMENT

As of March 31, 2002
of the Condition and Affairs of the

AMERICAN MERCHANTS CASUALTY COMPANY

NAIC Group Code..... 291, 291
(Current Period) (Prior Period)

Organized under the Laws of Ohio

Country of Domicile US

Incorporated.... June 6, 1986

Statutory Home Office 471 East Broad Street..... Columbus OH 43215
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 471 East Broad Street..... Columbus OH 43215
(Street and Number) (City or Town, State and Zip Code) 614-225-8211
(Area Code) (Telephone Number)

Mail Address 471 East Broad Street..... Columbus OH 43215
(Street and Number or P. O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 471 East Broad Street..... Columbus OH 43215 614-225-8211
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address MotoristsGroup.com

Statement Contact James E. Vermillion 614-225-8331
(Name) (Area Code) (Telephone Number) (Extension)

(E-Mail Address) 614-225-8330
(Fax Number)

Policyowner Relations Contact 5996 Opus Parkway..... Minnetonka MN 55343 1-800-922-6757
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

OFFICERS

President John Jacob Bishop

Treasurer Michael Lee Wiseman

Secretary Thomas Charles Ogg

VICE PRESIDENTS

David William Lemon

DIRECTORS OR TRUSTEES

John Jacob Bishop
Thomas Charles Ogg

Alan Nicholas Dekker
Robert Elvin Herman Rabold
Michael Lee Wiseman

David William Lemon
Burtis Gilbert Taylor

State of..... Ohio
County of.... Franklin

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.

John J. Bishop
President

Thomas C. Ogg
Secretary

Michael L. Wiseman
Treasurer

Subscribed and sworn to before me this

3rd day of May, 2002

**Statement as of March 31, 2002 of the AMERICAN MERCHANTS 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.....	18,265,453		18,265,453	17,932,308
2. Stocks:				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....			0	
3. Mortgage loans on real estate:				
3.1 First liens.....			0	
3.2 Other than first liens.....			0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$....1,117,024) and short-term investments (\$.....0).....	1,117,024		1,117,024	1,241,200
6. Other invested assets.....	251,539		251,539	379,074
7. Receivable for securities.....	48,603		48,603	16,266
8. Aggregate write-ins for invested assets.....	0	0	0	0
9. Subtotals, cash and invested assets (Lines 1 to 8).....	19,682,620	0	19,682,620	19,568,848
10. Agents' balances or uncollected premiums:				
10.1 Premiums and agents' balances in course of collection.....	2,347,263		2,347,263	1,244,146
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$....47,640 earned but unbilled premiums).....	2,710,611		2,710,611	2,428,589
10.3 Accrued retrospective premiums.....			0	
11. Funds held by or deposited with reinsured companies.....			0	
12. Bills receivable, taken for premiums.....			0	
13. Amounts receivable under high deductible policies.....			0	
14. Reinsurance recoverables on loss and loss adjustment expense payments.....	355,798		355,798	223,360
15. Federal and foreign income tax recoverable and interest thereon (including \$....489,212 net deferred tax asset).....	489,212		489,212	489,212
16. Guaranty funds receivable or on deposit.....			0	
17. Electronic data processing equipment and software.....			0	167
18. Interest, dividends and real estate income due and accrued.....	281,487		281,487	297,764
19. Net adjustments in assets and liabilities due to foreign exchange rates.....			0	
20. Receivable from parent, subsidiaries and affiliates.....			0	
21. Amounts due from/to protected cells.....			0	
22. Equities and deposits in pools and associations.....			0	
23. Amounts receivable relating to uninsured accident and health plans.....			0	
24. Other assets nonadmitted.....			0	
25. Aggregate write-ins for other than invested assets.....	3,394	3,394	0	0
26. Total assets excluding protected cell assets (Lines 9 through 25).....	25,870,385	3,394	25,866,991	24,252,085
27. Protected cell assets.....			0	
28. TOTALS (Lines 26 and 27).....	25,870,385	3,394	25,866,991	24,252,085

DETAILS OF WRITE-INS

0801.....			0	
0802.....			0	
0803.....			0	
0898. Summary of remaining write-ins for Line 8 from overflow page.....	0	0	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above).....	0	0	0	0
2501. Security deposits.....	3,394	3,394	0	
2502.....			0	
2503.....			0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	3,394	3,394	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$.....1,027,535)	5,950,132	5,617,330
2. Reinsurance payable on paid losses and loss adjustment expenses	1,895,493	911,299
3. Loss adjustment expenses	1,507,937	1,411,014
4. Commissions payable, contingent commissions and other similar charges	245,265	264,768
5. Other expenses (excluding taxes, licenses and fees)	89,706	137,658
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	211,782	197,311
7. Federal and foreign income taxes (including \$.....7,367 on realized capital gains (losses) (including \$.....0 net deferred tax liability)	42,914	105,124
8. Borrowed money \$.....0 and interest thereon \$.....0		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$....653,543 and including warranty reserves of \$....60)	4,715,948	4,200,449
10. Advance premium	78,897	116,829
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders	14,070	14,070
12. Ceded reinsurance premiums payable (net of ceding commissions)	56,717	340,017
13. Funds held by company under reinsurance treaties		
14. Amounts withheld or retained by company for account of others	118,904	1,659
15. Remittances and items not allocated		
16. Provision for reinsurance		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding	126,422	153,919
19. Payable to parent, subsidiaries and affiliates	29,782	40,161
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	248,460	185,010
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	15,332,429	13,696,618
25. Protected cell liabilities		
26. Total liabilities (Lines 24 and 25)	15,332,429	13,696,618
27. Aggregate write-ins for special surplus funds	0	0
28. Common capital stock	2,300,000	2,300,000
29. Preferred capital stock		
30. Aggregate write-ins for other than special surplus funds	0	0
31. Surplus notes		
32. Gross paid in and contributed surplus	6,649,403	6,649,403
33. Unassigned funds (surplus)	1,585,159	1,606,065
34. Less treasury stock, at cost:		
34.1 .....0.000 shares common (value included in Line 28 \$.....0)		
34.2 .....0.000 shares preferred (value included in Line 29 \$.....0)		
35. Surplus as regards policyholders (Lines 27 to 33, less 34)	10,534,562	10,555,468
36. TOTALS	25,866,991	24,252,085

DETAILS OF WRITE-INS

2301. Pooled general expense payable	227,561	164,918
2302. Premium deficiency reserve	18,540	18,540
2303. Miscellaneous liabilities	2,358	1,551
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	248,460	185,010
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	0
3001.		
3002.		
3003.		
3098. Summary of remaining write-ins for Line 30 from overflow page	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above)	0	0

**Statement as of March 31, 2002 of the AMERICAN MERCHANTS CASUALTY COMPANY
STATEMENT OF INCOME**

	1 Current Year to Date	2 Previous Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct..... (written \$....138,718)	419,379	346,720	1,632,978
1.2 Assumed..... (written \$....3,430,518)	2,915,019	2,418,017	10,362,330
1.3 Ceded..... (written \$....138,718)	419,379	346,720	1,632,978
1.4 Net..... (written \$....3,430,518)	2,915,019	2,418,017	10,362,330
DEDUCTIONS:			
2. Losses incurred (current accident year \$....1,664,848):			
2.1 Direct.....	84,023	529,339	1,466,976
2.2 Assumed.....	1,815,597	1,423,190	5,938,830
2.3 Ceded.....	84,023	529,464	1,466,976
2.4 Net.....	1,815,597	1,423,065	5,938,830
3. Loss expenses incurred.....	445,635	323,159	1,243,982
4. Other underwriting expenses incurred.....	1,027,915	830,987	3,559,809
5. Aggregate write-ins for underwriting deductions.....	0	32,883	33,658
6. Total underwriting deductions (Lines 2 through 5).....	3,289,147	2,610,095	10,776,279
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(374,128)	(192,078)	(413,949)
INVESTMENT INCOME			
9. Net investment income earned.....	319,869	325,040	1,284,402
10. Net realized capital gains (losses).....	21,667	21,625	50,747
11. Net investment gain (loss) (Lines 9 + 10).....	341,535	346,666	1,335,149
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$....1,955 amount charged off \$....5,808).....	(3,854)	(85)	(1,137)
13. Finance and service charges not included in premiums.....	21,937	15,529	66,018
14. Aggregate write-ins for miscellaneous income.....	(3,060)	0	0
15. Total other income (Lines 12 through 14).....	15,023	15,444	64,881
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15).....	(17,569)	170,031	986,081
17. Dividends to policyholders.....	3,963	2,344	16,629
18. Net income after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17).....	(21,532)	167,688	969,452
19. Federal and foreign income taxes incurred.....	42,914	62,813	400,461
20. Net income (Line 18 minus Line 19) (to Line 22).....	(64,446)	104,875	568,991
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 previous year.....	10,555,467	9,140,574	9,140,573
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20).....	(64,446)	104,875	568,991
23. Net unrealized capital gains or losses.....	38,634	93,402	1,693
24. Change in net unrealized foreign exchange capital gain (loss).....			
25. Change in net deferred income taxes.....		7,332	50,189
26. Change in nonadmitted assets.....	4,906	(683)	260
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.....		792,255	793,761
31. Capital changes:			
31.1 Paid in.....			
31.2 Transferred from surplus (Stock Dividend).....			
31.3 Transferred to surplus.....			
32. Surplus adjustments:			
32.1 Paid in.....			
32.2 Transferred to capital (Stock Dividend).....			
32.3 Transferred from capital.....			
33. Net remittances from or (to) Home Office.....			
34. Dividends to stockholders.....			
35. Change in treasury stock.....			
36. Aggregate write-ins for gains and losses in surplus.....	0	0	0
37. Change in surplus as regards policyholders (Lines 22 through 36).....	(20,906)	997,180	1,414,894
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37).....	10,534,561	10,137,754	10,555,467

DETAILS OF WRITE-INS

0501. Premium recognition transition adjustment.....		32,883	28,858
0502. Premium deficiency reserve.....			4,800
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	32,883	33,658
1401. Loss on sale of office equipment.....	(3,060)		
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	(3,060)	0	0
3601.			
3602.			
3603.			
3698. Summary of remaining write-ins for Line 36 from overflow page.....	0	0	0
3699. Totals (Lines 3601 thru 3603 plus 3698) (Line 36 above).....	0	0	0

**Statement as of March 31, 2002 of the AMERICAN MERCHANTS CASUALTY COMPANY
CASH FLOW**

		1 Current Year to Date	2 Prior Year Ended December 31
CASH FROM OPERATIONS			
1. Premiums collected net of reinsurance.....		1,121,407	10,056,732
2. Loss and loss adjustment expenses paid (net of salvage and subrogation).....		1,007,249	6,856,380
3. Underwriting expenses paid.....		425,888	3,469,966
4. Other underwriting income (expenses).....			(25,828)
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4).....		(311,730)	(295,441)
6. Net investment income.....		346,289	1,318,202
7. Other income (expenses):			
7.1 Agents' balances charged off.....			(1,137)
7.2 Net funds held under reinsurance treaties.....			
7.3 Net amount withheld or retained for account of others.....		5,649	(6,577)
7.4 Aggregate write-ins for miscellaneous items.....		(3,060)	66,018
7.5 Total other income (Lines 7.1 to 7.4).....		2,589	58,304
8. Dividends to policyholders on direct business, less \$.....0 dividends on reinsurance assumed or ceded (net).....			12,069
9. Federal and foreign income taxes (paid) recovered.....		(105,124)	(405,134)
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9).....		(67,976)	663,862
CASH FROM INVESTMENTS			
11. Proceeds from investments sold, matured or repaid:			
11.1 Bonds.....		533,976	5,970,856
11.2 Stocks.....			
11.3 Mortgage loans.....			
11.4 Real estate.....			
11.5 Other invested assets.....		127,535	203,016
11.6 Net gains or (losses) on cash and short-term investments.....			
11.7 Miscellaneous proceeds.....			27,522
11.8 Total investment proceeds (Lines 11.1 to 11.7).....		661,511	6,201,394
12. Cost of investments acquired (long-term only):			
12.1 Bonds.....		816,891	6,240,135
12.2 Stocks.....			
12.3 Mortgage loans.....			
12.4 Real estate.....			
12.5 Other invested assets.....			
12.6 Miscellaneous applications.....		48,603	
12.7 Total investments acquired (Lines 12.1 to 12.6).....		865,494	6,240,135
13. Net cash from investments (Line 11.8 minus Line 12.7).....		(203,983)	(38,741)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
14. Cash provided:			
14.1 Surplus notes, capital and surplus paid in.....			
14.2 Capital notes \$.....0 less amounts repaid \$.....0.....			
14.3 Net transfers from affiliates.....			5,453
14.4 Borrowed funds received.....			
14.5 Other cash provided.....		158,182	578,120
14.6 Total (Lines 14.1 to 14.5).....		158,182	583,574
15. Cash applied:			
15.1 Dividends to stockholders paid.....			
15.2 Net transfers to affiliates.....		10,398	
15.3 Borrowed funds repaid.....			
15.4 Other applications.....			2,564
15.5 Total (Lines 15.1 to 15.4).....		10,398	2,564
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5).....		147,784	581,009
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS			
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16).....		(124,175)	1,206,131
18. Cash and short-term investments:			
18.1 Beginning of year.....		1,241,201	35,070
18.2 End of period (Line 17 plus Line 18.1).....		1,117,026	1,241,201

DETAILS OF WRITE-INS

07.401 Finance and service charges not included in premiums.....			66,018
07.402 Loss on sale of office equipment.....		(3,060)	
07.403			
07.498 Summary of remaining write-ins for Line 7.4 from overflow page.....		0	0
07.499 Total (Lines 7.401 to 7.403 plus 7.498) (Line 7.4 above).....		(3,060)	66,018

**Statement as of March 31, 2002 of the AMERICAN MERCHANTS CASUALTY COMPANY
NOTES TO FINANCIAL STATEMENTS**

1. Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements have been completed in accordance with the accounting practices and procedures prescribed or permitted by the National Association of Insurance Commissioners (NAIC) and the State of Ohio.

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

The preparation of financial statements in conformity with Statutory Accounting Principles as described in the Annual Statement Instructions and the Accounting Practices and Procedures manual requires that management make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates. Refer to the previous year annual statement for additional disclosure information.

C. Accounting Policy

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of the premiums written. Such reserves are computed using the daily method for direct business and are based on reports received from ceding companies for reinsurance assumed business.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are stated at amortized cost using the scientific amortization method.
- (3) Common Stocks are valued at market.
- (4) Preferred stocks are stated at cost, unless qualified at market.
- (5) The company has no mortgage loans.
- (6) Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair market value. Amortized cost includes pre-payment assumptions based on values obtained from market data vendors or broker dealers. The retrospective adjustment method is used to value these securities.
- (7) No investments are held in subsidiaries or affiliates.
- (8) The company's investments in joint ventures and partnerships, if any, are valued based on the underlying equity of the investee as presented in audited GAAP financial reports.
- (9) No derivative securities are held.
- (10) The company anticipates investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53, Property/Casualty Contracts-Premiums.
- (11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amounts are adequate, the ultimate liabilities may be in excess of or less than the amounts provided. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed and any adjustments are reflected in the period determined.

2. Accounting Changes and Correction of Errors

The company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Ohio. Effective January 1, 2001, the State of Ohio required that insurance companies domiciled in the state prepare their statutory basis financial statements in accordance with the NAIC Accounting Practices and Procedures manual – version effective January 1, 2001 subject to any deviations prescribed or permitted by the State of Ohio insurance commissioner. There were no accounting changes or corrections of errors in 2002.

17 C. Wash Sales

In the course of the company's asset management, no securities were sold and reacquired within 30 days of the sale date to enhance the company's yield on its investment portfolio.

25. Intercompany Pooling Arrangements

Since January 1, 1993, Motorists Mutual Insurance Company (NAIC Company Code 14621) and its affiliates, American Hardware Mutual Insurance Company (NAIC Company Code 13331) and American Merchants Casualty Company (NAIC Company Code 43630), participated in a reinsurance pooling arrangement covering premiums, losses and underwriting expenses for all lines of business from January 1, 1993 forward. Related finance and service charge income, net gains/losses from agent and premium balance charge-offs, and policyholder dividends were also subject to the pooling agreement. The pool participation rates were 77% for Motorists Mutual, 20% for American Hardware and 3% for American Merchants.

On November 19, 2001, Wilson Mutual Insurance Company (NAIC Company Code 19950) affiliated with the Motorists Insurance Group. Effective January 1, 2002, the reinsurance pooling arrangement was amended to include Wilson Mutual. Unearned premiums, unpaid losses, unpaid expenses and other underwriting related balances as of December 31, 2001 were redistributed to facilitate the inclusion of Wilson Mutual. The pool participation rates for 2002 are 75% for Motorists Mutual, 19% for American Hardware, 3% for American Merchants and 3% for Wilson Mutual.

Each company recognizes facultative (quota share and excess) and treaty (excess and catastrophe) reinsurance cessions with non-affiliated reinsurers, prior to the administration of the pooling agreement. Reinsurance assumed business from voluntary and involuntary pools and associations is also recorded before pooling. As the lead insurer, Motorists Mutual assumes all net premiums, losses, adjustment expenses and underwriting expenses subject to pooling and cedes back to each company their respective share of the pool. Underwriting related balance

**Statement as of March 31, 2002 of the AMERICAN MERCHANTS CASUALTY COMPANY
NOTES TO FINANCIAL STATEMENTS**

sheet items such as premiums, losses, and expenses receivable/recoverable and payable are pooled in the same manner. Write-offs of uncollectible premiums and reinsurance balances associated with accident years 1993 and subsequent are pooled in the year the write-offs are recognized.

**Statement as of March 31, 2002 of the AMERICAN MERCHANTS CASUALTY COMPANY
GENERAL INTERROGATORIES**

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

**PART 1 - COMMON INTERROGATORIES
GENERAL**

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

1.2 If yes, explain: _____

2.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]

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

3.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]

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

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

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

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

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

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 [] N/A [X]

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.12/31/1998.....

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.12/31/1998.....

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).06/15/2000.....

7.4 By what department or departments? Ohio _____

8.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) Yes [] No [X]

8.2 If yes, give full information:

GENERAL INTERROGATORIES (continued)

INVESTMENT

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

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

9.2 If yes, explain: _____

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.....	\$.....0	\$.....0
13.22 Preferred Stock.....	\$.....0	\$.....0
13.23 Common Stock.....	\$.....0	\$.....0
13.24 Short-Term Investments.....	\$.....0	\$.....0
13.25 Mortgages, Loans or Real Estate.....	\$.....0	\$.....0
13.26 All Other.....	\$.....0	\$.....0
13.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 13.21 to 13.26).....	\$.....0	\$.....0
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? If no, attach a description with this statement. Yes [] No []

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 One	1111 Polaris Pkwy. Columbus, OH 43271

15.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation.

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
N/A		

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

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

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
None		

**Statement as of March 31, 2002 of the AMERICAN MERCHANTS 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?

If yes, attach an explanation.

See Notes to Financial Statements # 25.

Yes [X] No [] N/A []

2. Has the reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?

Yes [] No [X]

If yes, attach an explanation.

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 Disc. 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	11 Total
Total.....	....XXX.....	....XXX.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

**Statement as of March 31, 2002 of the AMERICAN MERCHANTS CASUALTY COMPANY
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.....	0	0	0	
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.....	0	0	0	0
9. Total valuation allowance.....				
10. Subtotal (Lines 8 plus 9).....	0	0	0	0
11. Total nonadmitted amounts.....				
12. Statement value, current period (Page 2, real estate lines, current period).....	0	0	0	0

SCHEDULE B - VERIFICATION

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

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.....	379,074	0	0	582,090
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.....	127,535			203,016
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.....	251,539	0	0	379,074
10. Total valuation allowance.....				
11. Subtotal (Lines 9 plus 10).....	251,539	0	0	379,074
12. Total nonadmitted amounts.....				
13. Statement value of long-term invested assets at end of current period.....	251,539	0	0	379,074

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.....	16,228,728	816,891	512,309	(9,826)	16,523,485			16,228,728
2. Class 2.....	1,542,390			(164)	1,542,226			1,542,390
3. Class 3.....	161,190			38,553	199,743			161,190
4. Class 4.....								
5. Class 5.....								
6. Class 6.....								
7. Total Bonds.....	17,932,308	816,891	512,309	28,563	18,265,454	0	0	17,932,308
PREFERRED STOCK								
8. Class 1.....								
9. Class 2.....								
10. Class 3.....								
11. Class 4.....								
12. Class 5.....								
13. Class 6.....								
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	17,932,308	816,891	512,309	28,563	18,265,454	0	0	17,932,308

Sch. DA-Part 1
NONE

Sch. DA-Part 2-Verification
NONE

Sch. DB-Part F-Section 1
NONE

Sch. DB-Part F-Section 2
NONE

**Statement as of March 31, 2002 of the AMERICAN MERCHANTS CASUALTY COMPANY
SCHEDULE F - CEDED REINSURANCE**

Showing all new reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Location	5 Is Insurer Authorized? (Yes or No)
U.S. Insurers				
10348.....	06-1430254.....	Arch Reinsurance Company.....	Greenwich, Connecticut.....	Yes.....
24767.....	13-6108721.....	Harcos National Insurance Company.....	Schaumburg, Illinois.....	Yes.....
60739.....	74-0484030.....	American National Insurance Company.....	Texas.....	Yes.....
23043.....	04-1543470.....	Liberty Mutual Insurance Company.....	Boston, Massachusetts.....	Yes.....
35432.....	22-2187459.....	New Jersey Re-Insurance Company.....	West Trenton, New Jersey.....	No.....
All Other Insurers				
.....	AA-1120002.....	Lloyd's Syndicate Number 0002.....	U.K.....	Yes.....
.....	AA-1121241.....	Lloyd's Syndicate Number 1241.....	U.K.....	Yes.....
.....	AA-1121245.....	Lloyd's Syndicate Number 1245.....	U.K.....	Yes.....
.....	AA-1122987.....	Lloyd's Syndicate Number 2987.....	U.K.....	Yes.....

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. Alaska.....	AK	NO.....						
3. Arizona.....	AZ	NO.....		(40)	(31)			
4. Arkansas.....	AR	NO.....						
5. California.....	CA	YES.....						
6. Colorado.....	CO	YES.....						
7. Connecticut.....	CT	NO.....						
8. Delaware.....	DE	NO.....						
9. District of Columbia.....	DC	NO.....						
10. Florida.....	FL	NO.....						
11. Georgia.....	GA	YES.....				1,000	47	
12. Hawaii.....	HI	NO.....						
13. Idaho.....	ID	YES.....	1,720	2,858	1,420	1,392	2,363	
14. Illinois.....	IL	YES.....						
15. Indiana.....	IN	YES.....						
16. Iowa.....	IA	NO.....						
17. Kansas.....	KS	NO.....						
18. Kentucky.....	KY	NO.....						
19. Louisiana.....	LA	NO.....						
20. Maine.....	ME	NO.....						
21. Maryland.....	MD	NO.....						
22. Massachusetts.....	MA	NO.....						
23. Michigan.....	MI	NO.....						
24. Minnesota.....	MN	YES.....			208	5,385	13,003	
25. Mississippi.....	MS	NO.....						
26. Missouri.....	MO	NO.....						
27. Montana.....	MT	NO.....						
28. Nebraska.....	NE	NO.....						
29. Nevada.....	NV	YES.....						
30. New Hampshire.....	NH	NO.....						
31. New Jersey.....	NJ	NO.....						
32. New Mexico.....	NM	YES.....		(50)	(100)	1	1	
33. New York.....	NY	NO.....						
34. North Carolina.....	NC	YES.....						
35. North Dakota.....	ND	YES.....						
36. Ohio.....	OH	YES.....						
37. Oklahoma.....	OK	NO.....						
38. Oregon.....	OR	YES.....						
39. Pennsylvania.....	PA	NO.....						
40. Rhode Island.....	RI	NO.....						
41. South Carolina.....	SC	YES.....						
42. South Dakota.....	SD	YES.....						
43. Tennessee.....	TN	YES.....						
44. Texas.....	TX	YES.....						
45. Utah.....	UT	YES.....						
46. Vermont.....	VT	NO.....						
47. Virginia.....	VA	YES.....						
48. Washington.....	WA	YES.....						
49. West Virginia.....	WV	NO.....						
50. Wisconsin.....	WI	YES.....	136,998	401,413	193,659	664,639	841,671	1,082,575
51. Wyoming.....	WY	NO.....						
52. American Samoa.....	AS	NO.....						
53. Guam.....	GU	NO.....						
54. Puerto Rico.....	PR	NO.....						
55. US Virgin Islands.....	VI	NO.....						
56. Canada.....	CN	NO.....						
57. Aggregate Other Alien.....	OT	XXX.....	0	0	0	0	0	0
58. Totals.....	(a)	22	138,718	404,271	193,569	666,136	849,449	1,097,990

DETAILS OF WRITE-INS

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

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

Statement as of March 31, 2002 of the AMERICAN MERCHANTS CASUALTY 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 AMERICAN MERCHANTS 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.....			0.0	
2. Allied lines.....			0.0	
3. Farmowners multiple peril.....			0.0	
4. Homeowners multiple peril.....	67,814	(9,351)	(13.8)	151.0
5. Commercial multiple peril.....			0.0	
6. Mortgage guaranty.....			0.0	
8. Ocean marine.....			0.0	
9. Inland marine.....	4,915	7,618	155.0	20.3
10. Financial guaranty.....			0.0	
11.1. Medical malpractice-occurrence.....			0.0	
11.2. Medical malpractice-claims made.....			0.0	
12. Earthquake.....			0.0	
13. Group accident and health.....			0.0	
14. Credit accident and health.....			0.0	
15. Other accident and health.....			0.0	
16. Workers' compensation.....			0.0	
17.1 Other liability-occurrence.....	6,757	(50,000)	(739.9)	4,223.0
17.2 Other liability-claims made.....			0.0	
18.1 Products liability-occurrence.....		1,000	0.0	
18.2 Products liability-claims made.....			0.0	
19.1, 19.2 Private passenger auto liability.....	171,422	75,534	44.1	47.7
19.3, 19.4 Commercial auto liability.....			0.0	
21. Auto physical damage.....	168,472	59,222	35.2	94.8
22. Aircraft (all perils).....			0.0	
23. Fidelity.....			0.0	
24. Surety.....			0.0	
26. Burglary and theft.....			0.0	
27. Boiler and machinery.....			0.0	
28. Credit.....			0.0	
29. International.....			0.0	
30. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business.....	0	0	0.0	0.0
34. Totals.....	419,379	84,023	20.0	152.7

DETAILS OF WRITE-INS

3301.			0.0	
3302.			0.0	
3303.			0.0	
3398. Sum. of remaining write-ins for Line 33 from overflow page.....	0	0	0.0	0.0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33).....	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire.....			
2. Allied lines.....			
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....	23,795	23,795	49,961
5. Commercial multiple peril.....			
6. Mortgage guaranty.....			
8. Ocean marine.....			
9. Inland marine.....	1,994	1,994	3,659
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.....	1,703	1,703	4,822
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.....	53,887	53,887	174,789
19.3, 19.4 Commercial auto liability.....			
21. Auto physical damage.....	57,339	57,339	171,040
22. Aircraft (all perils).....			
23. Fidelity.....			
24. Surety.....			
26. Burglary and theft.....			
27. Boiler and machinery.....			
28. Credit.....			
29. International.....			
30. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business.....	0	0	0.0
34. Totals.....	138,718	138,718	404,271

DETAILS OF WRITE-INS

3301.			
3302.			
3303.			
3398. Sum. of remaining write-ins for Line 33 from overflow page.....	0	0	0.0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33).....	0	0	0.0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves (a) (Cols. 1 + 2)	4 2002 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2002 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2002 Loss and LAE Payments (Cols. 4 + 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (b) (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 1999 + Prior	1,750	.536	2,286	.252	.15	.267	1,626	.23	.490	2,139	128	(8)	120
2. 2000	1,025	.474	1,499	.125	.7	.132	.977	.21	.406	1,404	.77	(40)	37
3. Subtotals 2000 + Prior	2,775	1,010	3,785	.377	.22	.399	2,603	.44	.896	3,543	205	(48)	157
4. 2001	1,985	1,258	3,243	.447	.181	.628	1,556	.102	.1,027	2,685	.18	.52	70
5. Subtotals 2001 + Prior	4,760	2,268	7,028	.824	.203	.1,027	4,159	.146	.1,923	6,228	223	.4	227
6. 2002	XXX	XXX	XXX	XXX	.803	.803	XXX	.808	.421	1,229	XXX	XXX	XXX
7. Totals	4,760	2,268	7,028	.824	.1,006	1,830	4,159	.954	.2,344	7,457	223	.4	227
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
											1. ....4.7 %	2. ....0.2 %	3. ....3.2 %
													Col. 13, Line 7 Line 8
													4. ....2.2 %

(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.

**Statement as of March 31, 2002 of the AMERICAN MERCHANTS CASUALTY COMPANY
SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES**

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

RESPONSE

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

YES

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

NO

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

NO

EXPLANATIONS:

BAR CODE:



Overflow Page
NONE

Sch. A-Part 2
NONE

Sch. A-Part 3
NONE

Sch. B-Part 1
NONE

Sch. B-Part 2
NONE

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							

NONE

E03

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										

Fixed or Variable Interest Rate Investments That Have Underlying Characteristics of Mortgage Loans

1 USDA Loan.....	[New York.....]	[NY.....]	[Morgan Keegan.....]	.....	125,297	.....	.....	125,297	.....	125,297	.....	.....	0
0599999. Total - Fixed or Variable Interest Rate Investments That Have Underlying Characteristics of Mortgage Loans...	.....	.....	.....	125,297	.....	0	0	125,297	.....	125,297	.....	0	0
9999999. Totals.....	.....	.....	.....	125,297	.....	0	0	125,297	.....	125,297	.....	0	0

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 - U.S. Government								
912827-6N-7.....	U.S Treasury Notes 5.750% 11/15/05.....	01/03/2002.....	National City Bank.....	.....	316,406	300,000	2,383	1PE.....
0399999.	Total - Bonds - U.S. Government.....	.....	.....	.....	316,406	300,000	2,383	XXX.....
Bonds - Industrial and Miscellaneous								
United States								
459200-AW-1.....	IBM Corporation 4.875% 10/01/06.....	02/26/2002.....	Mesirow & Co.....	.....	500,485	500,000	10,427	1.....
.....	United States.....	.....	.....	.....	500,485	500,000	10,427	XXX.....
4599999.	Total - Bonds - Industrial & Miscellaneous.....	.....	.....	.....	500,485	500,000	10,427	XXX.....
6099997.	Total - Bonds - Part 3.....	.....	.....	.....	816,891	800,000	12,810	XXX.....
6099999.	Total - Bonds.....	.....	.....	.....	816,891	800,000	12,810	XXX.....
7299999.	Total - Bonds, Preferred and Common Stocks.....	.....	.....	.....	816,891	XXX.....	12,810	XXX.....

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

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Book/Adjusted Carrying Value At Disposal Date	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Interest on Bonds Received During Year	16 Dividends on Stocks Received During Year	17 NAIC Designation (a)
Bonds - U.S. Government																
36209H-RH-0..	GNMA Pool #472188 6.740% 04/15/34.....	03/01/2002	Paydown.....			2,018	2,018	2,064	2,018	(43)				0	23	1.....
36213N-GC-4..	GNMA Pool #559195 7.600% 08/15/31.....	03/01/2002	Paydown.....			2,144	2,144	2,272	2,144	(128)				0	27	1.....
362195-ZZ-8...	GNMA Pool #268161 10.250% 02/15/17.....	03/01/2002	Paydown.....			5,814	5,814	6,367	5,814	(414)				0	100	1.....
36223J-LG-6...	GNMA Pool #309127 8.500% 05/15/31.....	03/01/2002	Paydown.....			1,749	1,749	1,847	1,749	(87)				0	25	1.....
912827-2L-5...	U S Treasury Notes 6.250% 02/28/02.....	02/28/2002	Maturity.....	300,000	300,000	296,719	300,000	190					0	9,375	NPZ	
0399999..	Total - Bonds - U.S. Government.....			311,725	311,725	309,269	311,725	(482)	0	0	0	0	0	9,550	0	XXX
Bonds - Industrial and Miscellaneous																
United States																
244199-AR-6..	Deere & Company 8.950% 06/15/19.....	01/29/2002	Carolina Capital Markets.....			222,250	200,000	200,994	200,583	(26)			21,667	21,667	2,287	1PE.....
	United States.....					222,250	200,000	200,994	200,583	(26)	0	0	21,667	21,667	2,287	0
4599999..	Total - Bonds - Industrial & Miscellaneous.....					222,250	200,000	200,994	200,583	(26)	0	0	21,667	21,667	2,287	0
6099997..	Total - Bonds - Part 4.....					533,975	511,725	510,263	512,308	(508)	0	0	21,667	21,667	11,837	0
6099999..	Total - Bonds.....					533,975	511,725	510,263	512,308	(508)	0	0	21,667	21,667	11,837	0
7299999..	Total - Bonds, Preferred and Common Stocks.....					533,975	XXX.....	510,263	512,308	(508)	0	0	21,667	21,667	11,837	0

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

Sch. DB-Part A-Section 1
NONE

Sch. DB-Part B-Section 1
NONE

Sch. DB-Part C-Section 1
NONE

Sch. DB-Part D-Section 1
NONE

Statement as of March 31, 2002 of the AMERICAN MERCHANTS CASUALTY COMPANY
SCHEDULE E - PART 1 - CASH

Month End Depository Balances

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			8 *
				5 First Month	6 Second Month	7 Third Month	
Open Depositories							
Fidelity Instl. Cash Portfolio Class I.....	Boston, MA.....				876,028	1,077,592	1,079,320
One Group Prime Money Market Fund.....	Chicago, IL.....				34,046	494,976	19,409
National City Bank.....	Columbus, OH.....				255,635	145,158	18,295
0199999. Total Open Depositories.....	XXX.....	0	0	1,165,709	1,717,726	1,117,024	XXX
0399999. Total Cash on Deposit.....	XXX.....	0	0	1,165,709	1,717,726	1,117,024	XXX
0599999. Total Cash.....	XXX.....	0	0	1,165,709	1,717,726	1,117,024	XXX

Supplement A to Sch. T
NONE

Overflow Page
NONE

Trusteed Surplus Statement-Title Page
NONE

Trusteed Surplus Statement-Assets
NONE

Trusteed Surplus Statement-Liabilities
NONE

Trusteed Surplus Statement-Overflow Page
NONE