



# QUARTERLY STATEMENT

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

## APPALACHIAN LIFE INSURANCE COMPANY

NAIC Group Code.....137, 137 (Current Period) (Prior Period)	NAIC Company Code..... 72591	Employer's ID Number..... 55-0343849
Organized under the Laws of West Virginia	State of Domicile or Port of Entry West Virginia	Country of Domicile US
Incorporated..... July 30, 1948	Commenced Business..... November 1, 1948	
Statutory Home Office	1124 Fourth Avenue..... Huntington ..... WV ..... 25701 (Street and Number) (City or Town, State and Zip Code)	
Main Administrative Office	5250 South Sixth Street Road..... Springfield ..... IL ..... 62703 (Street and Number) (City or Town, State and Zip Code)	800-248-8841 (Area Code) (Telephone Number)
Mail Address	P O Box 5147..... Springfield ..... IL ..... 62705-5147 (Street and Number or P. O. Box) (City or Town, State and Zip Code)	
Primary Location of Books and Records	5250 South Sixth Street Road..... Springfield ..... IL ..... 62703 (Street and Number) (City or Town, State and Zip Code)	800-248-8841 (Area Code) (Telephone Number)
Internet Website Address	www.unitedtrustgroup.com	
Statement Contact	Theodore Clayton Miller (Name) accounting@unitedtrustgroup.com (E-Mail Address)	800-248-8841 363 (Area Code) (Telephone Number) (Extension) 217-241-6578 (Fax Number)
Policyowner Relations Contact	5250 South Sixth Street Road..... Springfield ..... IL ..... 62703 (Street and Number) (City or Town, State and Zip Code)	800-323-0050 (Area Code) (Telephone Number) (Extension)

### OFFICERS

President ..... Randall Lanier Attkisson  
Secretary ..... Theodore Clayton Miller

Treasurer ..... Theodore Clayton Miller  
Actuary ..... Wilfred Joseph Albracht

### VICE PRESIDENTS

Michael Keith Borden	Joyce Marie Copp	Patricia Grace Fowler	Theodore Clayton Miller
James Patrick Rousey	Brad Marshall Wilson		

### DIRECTORS OR TRUSTEES

Randall Lanier Attkisson	Jesse Thomas Correll	Ward F Correll	Mauna Fay Frye
Theodore Clayton Miller			

State of.....Illinois  
County of.....Sangamon

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.

(Signature)

Randall Lanier Attkisson  
(Printed Name)  
President

(Signature)

Theodore Clayton Miller  
(Printed Name)  
Secretary

(Signature)

Theodore Clayton Miller  
(Printed Name)  
Treasurer

Subscribed and sworn to before me this

....9th....day of .....April....., 2002

## ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	22,340,895	0	22,340,895	23,480,710
2. Stocks:				
2.1 Preferred stocks.....	500,000	0	500,000	500,000
2.2 Common stocks.....	4,434,614	0	4,434,614	3,968,637
3. Mortgage loans on real estate:				
3.1 First liens.....	28,536	0	28,536	28,536
3.2 Other than first liens.....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	0	0	0	0
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	0	0	0	0
4.3 Properties held for sale (less \$.....0 encumbrances).....	0	0	0	0
5. Policy loans.....	441,774	0	441,774	429,763
6. Premium notes, including \$.....0 for first year premiums.....	0	0	0	0
7. Cash (\$....2,451,017) and short-term investments (\$....298,362).....	2,749,379	0	2,749,379	1,434,930
8. Other invested assets.....	0	0	0	0
9. Receivable for securities.....	0	0	0	0
10. Aggregate write-ins for invested assets.....	0	0	0	0
11. Subtotals, cash and invested assets (Lines 1 to 10).....	30,495,198	0	30,495,198	29,842,576
12. Reinsurance ceded:				
12.1 Amounts recoverable from reinsurers.....	0	0	0	0
12.2 Commissions and expense allowances due.....	0	0	0	0
12.3 Experience rating and other refunds due.....	0	0	0	0
12.4 Other amounts receivable under reinsurance contracts.....	0	0	0	0
13. Electronic data processing equipment and software.....	0	0	0	0
14. Federal and foreign income tax recoverable and interest thereon (including \$....29,774 net deferred tax asset).....	29,774	0	29,774	40,006
15. Guaranty funds receivable or on deposit.....	18	0	18	0
16. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$....197,028 loading).....	659,004	0	659,004	717,354
17. Accident and health premiums due and unpaid.....	350	0	350	342
18. Investment income due and accrued.....	309,622	0	309,622	348,881
19. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0	0
20. Receivable from parent, subsidiaries and affiliates.....	9,100	0	9,100	9,100
21. Amounts receivable relating to uninsured accident and health plans.....	0	0	0	0
22. Amounts due from agents.....	0	0	0	0
23. Other assets nonadmitted.....	0	0	0	0
24. Aggregate write-ins for other than invested assets.....	0	0	0	0
25. Total assets excluding Separate Accounts business (Lines 11 to 24).....	31,503,066	0	31,503,066	30,958,259
26. From Separate Accounts Statement.....	0	0	0	0
27. Total (Lines 25 and 26).....	31,503,066	0	31,503,066	30,958,259

## DETAILS OF WRITE-INS

1001. ....	0	0	0	0
1002. ....	0	0	0	0
1003. ....	0	0	0	0
1098. Summary of remaining write-ins for Line 10 from overflow page.....	0	0	0	0
1099. Totals (Lines 1001 thru 1003 plus 1098) (Line 10 above).....	0	0	0	0
2401. Due from unaffiliate.....	0	0	0	0
2402. ....	0	0	0	0
2403. ....	0	0	0	0
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	0	0	0	0

## LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$....20,600,154 less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve).....	.20,600,154	20,522,984
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	106,477	106,862
3. Liability for deposit-type contracts (including \$.....0 Modco Reserve).....	6,670	7,412
4. Contract claims:		
4.1 Life.....	415,756	430,773
4.2 Accident and health.....	20,500	20,500
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid.....	0	0
6. Provision for policyholders' dividends and coupons payable in following calendar year--estimated amounts:		
6.1 Dividends apportioned for payment to ..... (including \$.....0 Modco Reserve).....	0	0
6.2 Dividends not yet apportioned (including \$.....0 Modco Reserve).....	0	0
6.3 Coupons and similar benefits (including \$.....0 Modco Reserve).....	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6.....	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....0 accident and health premiums.....	28,566	36,886
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....	0	0
9.2 Provision for experience rating refunds, including \$.....0 accident and health experience rating refunds.....	0	0
9.3 Other amounts payable on reinsurance, including \$.....0 assumed and \$.....0 ceded.....	0	0
9.4 Interest Maintenance Reserve.....	50,512	48,522
10. Commissions to agents due or accrued-life and annuity contracts \$.....0, accident and health \$.....0 and deposit-type contract funds \$.....0.....	0	8,151
11. Commissions and expense allowances payable on reinsurance assumed.....	0	0
12. General expenses due or accrued.....	30,000	30,000
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves).....	0	0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes.....	46,654	100,369
15. Federal and foreign income taxes, including \$.....0 on realized capital gains (losses) (including \$.....0 net deferred tax liability).....	110,020	92,059
16. Unearned investment income.....	4	10
17. Amounts withheld or retained by company as agent or trustee.....	380,467	474,161
18. Amounts held for agents' account, including \$....13,307 agents' credit balances.....	13,307	8,472
19. Remittances and items not allocated.....	1,440	(1,187)
20. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0
21. Liability for benefits for employees and agents if not included above.....	18,715	18,911
22. Borrowed money \$.....0 and interest thereon \$.....0.....	0	0
23. Dividends to stockholders declared and unpaid.....	0	0
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve.....	279,853	215,016
24.2 Reinsurance in unauthorized companies.....	0	0
24.3 Funds held under reinsurance treaties with unauthorized reinsurers.....	0	0
24.4 Payable to parent, subsidiaries and affiliates.....	50,000	27,987
24.5 Drafts outstanding.....	0	0
24.6 Liability for amounts held under uninsured accident and health plans.....	0	0
24.7 Funds held under coinsurance.....	0	0
24.8 Payable for securities.....	0	0
24.9 Capital notes \$.....0 and interest thereon \$.....0.....	0	0
25. Aggregate write-ins for liabilities.....	0	0
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25).....	22,159,095	22,147,889
27. From Separate Accounts Statement.....	0	0
28. Total Liabilities (Line 26 and 27).....	22,159,095	22,147,889
29. Common capital stock.....	1,329,440	1,329,440
30. Preferred capital stock.....	0	0
31. Aggregate write-ins for other than special surplus funds.....	0	0
32. Surplus notes.....	0	0
33. Gross paid in and contributed surplus.....	2,630,984	2,630,984
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	5,383,547	4,849,946
36. Less treasury stock, at cost:		
36.1 ....0.000 shares common (value included in Line 29 \$.....0).....	0	0
36.2 ....0.000 shares preferred (value included in Line 30 \$.....0).....	0	0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	8,014,531	7,480,930
38. Totals of Lines 29, 30 and 37.....	9,343,971	8,810,370
39. Totals of Lines 28 and 38.....	31,503,066	30,958,259

## DETAILS OF WRITE-INS

2501.....	0	0
2502.....	0	0
2503.....	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	0	0
3101.....	0	0
3102.....	0	0
3103.....	0	0
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0	0
3401.....	0	0
3402.....	0	0
3403.....	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0

**APPALACHIAN LIFE INSURANCE COMPANY**  
**SUMMARY OF OPERATIONS**

(Excluding Unrealized Capital Gains and Losses)

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts.....	648,018	684,984	2,804,292
2. Considerations for supplementary contracts with life contingencies.....	0	0	0
3. Net investment income.....	361,575	423,296	1,581,819
4. Amortization of Interest Maintenance Reserve (IMR).....	831	836	3,332
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....	0	0	0
6. Commissions and expense allowances on reinsurance ceded.....	0	0	0
7. Reserve adjustments on reinsurance ceded.....	0	0	0
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....	0	0	0
8.2 Charges and fees for deposit-type contracts.....	0	0	0
8.3 Aggregate write-ins for miscellaneous income.....	1,395	2,003	5,758
9. Totals (Lines 1 to 8.3).....	1,011,819	1,111,119	4,395,201
10. Death benefits.....	516,967	581,501	2,017,260
11. Matured endowments (excluding guaranteed annual pure endowments).....	1,250	3,251	9,747
12. Annuity benefits.....	0	0	0
13. Disability benefits and benefits under accident and health contracts.....	17,859	4,741	15,903
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0	0	0
15. Surrender benefits and withdrawals for life contracts.....	49,892	64,971	259,735
16. Group conversions.....	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds.....	19	0	22
18. Payments on supplementary contracts with life contingencies.....	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts.....	76,785	109,956	422,662
20. Totals (Lines 10 to 19).....	662,772	764,420	2,725,329
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	27,780	72,085	188,145
22. Commissions and expense allowances on reinsurance assumed.....	0	0	0
23. General insurance expenses.....	165,580	264,479	836,180
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	10,181	18,445	128,881
25. Increase in loading on deferred and uncollected premiums.....	(9,952)	(28,366)	(58,547)
26. Net transfers to or (from) Separate Accounts.....	0	0	0
27. Aggregate write-ins for deductions.....	0	0	0
28. Totals (Lines 20 to 27).....	856,361	1,091,063	3,819,988
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	155,458	20,056	575,213
30. Dividends to policyholders.....	0	0	0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	155,458	20,056	575,213
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	17,961	(4,756)	92,059
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32).....	137,497	24,812	483,154
34. Net realized capital gains or (losses) less capital gains tax of \$.....0 (excluding taxes of \$.....0 and transferred to the IMR).....	0	(42,866)	226,881
35. Net income (Line 33 plus Line 34).....	137,497	(18,054)	710,035
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
36. Capital and surplus, December 31, prior year.....	8,810,370	8,661,067	8,661,067
37. Net income (Line 35).....	137,497	(18,054)	710,035
38. Change in net unrealized capital gains (losses).....	470,976	138,300	418,122
39. Change in net unrealized foreign exchange capital gain (loss).....	0	0	0
40. Change in net deferred income tax.....	(10,232)	(11,231)	(13,565)
41. Change in nonadmitted assets and related items.....	0	0	0
42. Change in liability for reinsurance in unauthorized companies.....	0	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease.....	0	0	0
44. Change in asset valuation reserve.....	(64,837)	(9,266)	37,471
45. Change in treasury stock.....	0	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period.....	0	0	0
47. Other changes in surplus in Separate Accounts Statement.....	0	0	0
48. Change in surplus notes.....	0	0	0
49. Cumulative effect of changes in accounting principles.....	0	53,571	53,571
50. Capital changes:			
50.1 Paid in.....	0	0	(182,158)
50.2 Transferred from surplus (Stock Dividend).....	0	0	0
50.3 Transferred to surplus.....	0	0	0
51. Surplus adjustment:			
51.1 Paid in.....	0	0	(874,982)
51.2 Transferred to capital (Stock Dividend).....	0	0	0
51.3 Transferred from capital.....	0	0	0
51.4 Change in surplus as a result of reinsurance.....	0	0	0
52. Dividends to stockholders.....	0	0	0
53. Aggregate write-ins for gains and losses in surplus.....	197	202	809
54. Net change in capital and surplus (Lines 37 through 53).....	533,601	153,522	149,303
55. Capital and surplus as of statement date (Lines 36 + 54).....	9,343,971	8,814,589	8,810,370

**DETAILS OF WRITE-INS**

08.301. Miscellaneous income.....	1,395	2,003	5,758
08.302. .....	0	0	0
08.303. .....	0	0	0
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	1,395	2,003	5,758
2701.....	0	0	0
2702.....	0	0	0
2703.....	0	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	0	0	0
5301. Amounts due former employees.....	197	202	809
5302.....	0	0	0
5303.....	0	0	0
5398. Summary of remaining write-ins for Line 53 from overflow page.....	0	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above).....	197	202	809

Statement as of March 31, 2002 of the **APPALACHIAN LIFE INSURANCE COMPANY**  
**CASH FLOW**

	1 Current Year to Date	2 Prior Year Ended December 31
<b>Cash from Operations</b>		
1. Premiums and annuity considerations for life and accident and health contracts.....	707,992	2,989,539
2. Charges and fees for deposit-type contracts.....	0	0
3. Considerations for supplementary contracts with life contingencies.....	0	0
4. Net investment income.....	411,341	1,679,214
5. Commissions and expense allowances on reinsurance ceded.....	0	0
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts.....	0	0
7. Aggregate write-ins for miscellaneous income.....	1,377	5,758
8. Total (Lines 1 to 7).....	1,120,710	4,674,511
9. Death benefits.....	531,984	1,993,164
10. Matured endowments.....	1,250	9,747
11. Annuity benefits.....	0	0
12. Disability benefits and benefits under accident and health contracts.....	17,859	15,903
13. Coupons, guaranteed annual pure endowments and similar benefits.....	0	0
14. Surrender benefits and withdrawals for life contracts.....	49,892	259,735
15. Group conversions.....	0	0
16. Interest and adjustments on contract or deposit-type contract funds.....	2	11
17. Payments on supplementary contracts with life contingencies.....	0	0
18. Total (Lines 9 to 17).....	600,987	2,278,560
19. Commissions on premiums, annuity considerations and deposit-type contract funds.....	35,931	194,042
20. Commissions and expense allowances on reinsurance assumed.....	0	0
21. General insurance expenses.....	165,580	980,200
22. Insurance taxes, licenses and fees, excluding federal income taxes.....	63,896	178,280
23. Net transfers to or (from) Separate Accounts.....	0	0
24. Aggregate write-ins for deductions.....	0	0
25. Total (Lines 18 to 24).....	866,394	3,631,082
26. Dividends paid to policyholders.....	0	0
27. Federal income taxes (excluding tax on capital gains).....	0	(67,443)
28. Total (Lines 25 to 27).....	866,394	3,563,639
29. Net cash from operations (Line 8 minus Line 28).....	254,316	1,110,872
<b>Cash from Investments</b>		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds.....	2,063,768	9,286,148
30.2 Stocks.....	0	735,552
30.3 Mortgage loans.....	0	2,196,347
30.4 Real estate.....	0	575,057
30.5 Other invested assets.....	0	0
30.6 Net gains or (losses) on cash and short-term investments.....	0	0
30.7 Miscellaneous proceeds.....	0	0
30.8 Total investment proceeds (Lines 30.1 to 30.7).....	2,063,768	12,793,104
31. Net tax on capital gains (losses).....	0	0
32. Total (Line 30.8 minus Line 31).....	2,063,768	12,793,104
33. Cost of investments acquired (long-term only):		
33.1 Bonds.....	926,646	12,872,038
33.2 Stocks.....	0	931,598
33.3 Mortgage loans.....	0	0
33.4 Real estate.....	0	0
33.5 Other invested assets.....	0	0
33.6 Miscellaneous applications.....	0	0
33.7 Total investments acquired (lines 33.1 to 33.6).....	926,646	13,803,636
34. Net increase (or decrease) in policy loans and premium notes.....	12,011	4,796
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34).....	1,125,111	(1,015,328)
<b>Cash from Financing and Miscellaneous Sources</b>		
36. Cash provided:		
36.1 Surplus notes, capital and surplus paid in.....	0	(1,057,140)
36.2 Borrowed money \$.....0 less amounts repaid \$.....0	0	0
36.3 Capital notes \$.....0 less amounts repaid \$.....0	0	0
36.4 Deposits on deposit-type contracts funds and other liabilities without life or disability contingencies.....	0	1,689
36.5 Other cash provided.....	29,475	568,390
36.6 Total (Lines 36.1 to 36.5).....	29,475	(487,061)
37. Cash applied:		
37.1 Dividends to stockholders paid.....	0	0
37.2 Interest on indebtedness.....	0	0
37.3 Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies.....	759	2,546
37.4 Other applications (net).....	93,694	18,060
37.5 Total (Lines 37.1 to 37.4).....	94,453	20,606
38. Net cash from financing and miscellaneous sources (Lines 36.6 minus Line 37.5).....	(64,978)	(507,667)
<b>RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS</b>		
39. Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38).....	1,314,449	(412,123)
40. Cash and short-term investments:		
40.1 Beginning of year.....	1,434,930	1,847,053
40.2 End of period (Line 39 plus Line 40.1).....	2,749,379	1,434,930

**DETAILS OF WRITE-INS**

0701. Miscellaneous income.....	1,395	5,758
0702. Guaranty Funds on Deposit.....	(18)	0
0703. .....	0	0
0798. Summary of remaining write-ins for Line 7 from overflow page.....	0	0
0799. Total (Lines 0701 thru 0703 plus 0798) (Line 7 above).....	1,377	5,758
2401. .....	0	0
2402. .....	0	0
2403. .....	0	0
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	0
2499. Total (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	0	0

**EXHIBIT 1****DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
1. Industrial life.....	1,140	1,228	27,403
2. Ordinary life insurance.....	474,153	530,873	2,123,887
3. Ordinary individual annuities.....	1,554	0	5,797
4. Credit life (group & individual).....	0	0	0
5. Group life insurance.....	159,230	138,781	575,727
6. Group annuities.....	0	0	0
7. A&H - group.....	2,377	0	30,377
8. A&H - credit (group & individual).....	0	0	0
9. A&H - other.....	11,742	14,426	48,750
10. Aggregate of all other lines of business.....	0	0	0
11. Subtotal.....	650,196	685,308	2,811,941
12. Deposit-type contracts.....	0	0	0
13. Total.....	650,196	685,308	2,811,941

**DETAILS OF WRITE-INS**

1001.....	0	0	0
1002.....	0	0	0
1003.....	0	0	0
1098. Summary of remaining write-ins for Line 10 from overflow page.....	0	0	0
1099. Total (Lines 1001 thru 1003 plus 1098) (Line 10 above).....	0	0	0

**NONE**

**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 [ X ] N/A [ ]

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. ....12/31/1999.....

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. ....12/31/1999.....

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). ....01/17/2002.....

7.4 By what department or departments? ..... West Virginia 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:

## 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: \$.....0

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

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

13.2 If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds.....	\$.....0	\$.....0
13.22 Preferred Stock.....	\$.....0	\$.....0
13.23 Common Stock.....	\$.....2,904,129	\$.....2,948,866
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).....	\$.....2,904,129	\$.....2,948,866
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.

15. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1-General, Section IV.H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes [ X ] No [ ]

15.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
Bank of New York	101 Barclay St, New York NY 10286

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

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

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

**GENERAL INTERROGATORIES (continued)**

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

**PART 2 - LIFE & HEALTH**

1.	Report the statement value of mortgage loans at the end of this reporting period for the following categories:	1
1.1	Long-term mortgages in good standing:	Amount
1.11	Farm mortgages.....	\$.....0
1.12	Residential mortgages.....	\$.....0
1.13	Commercial mortgages.....	\$.....0
1.14	Total mortgages in good standing.....	\$.....0
1.2	Long-term mortgages in good standing with restructured terms	
1.21	Total mortgages in good standing.....	\$.....0
1.3	Long-term mortgage loans upon which interest is overdue more than three months	
1.31	Farm mortgages.....	\$.....0
1.32	Residential mortgages.....	\$.....0
1.33	Commercial mortgages.....	\$.....0
1.34	Total mortgages with interest overdue more than three months.....	\$.....0
1.4	Long-term mortgage loans in process of foreclosure	
1.41	Farm mortgages.....	\$.....0
1.42	Residential mortgages.....	\$.....28,536
1.43	Commercial mortgages.....	\$.....0
1.44	Total mortgages in process of foreclosure.....	\$.....28,536
1.5	Total mortgage loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)	\$.....28,536
1.6	Long-term mortgages foreclosed, properties transferred to real estate in current quarter:	
1.61	Farm mortgages.....	\$.....0
1.62	Residential mortgages.....	\$.....0
1.63	Commercial mortgages.....	\$.....0
1.65	Total mortgages foreclosed and transferred to real estate.....	\$.....0

**APPALACHIAN LIFE INSURANCE 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	C	0	372,071
2. Increase (decrease) by adjustment.....	0	C	0	(14,589)
3. Cost of acquired.....	0	C	0	C
4. Cost of additions to and permanent improvements.....	0	C	0	C
5. Total profit (loss) on sales.....	0	C	0	217,574
6. Increase (decrease) by foreign exchange adjustment.....	0	C	0	C
7. Amount received on sales.....	0	C	0	575,056
8. Book/adjusted carrying value at end of current period.....	0	C	0	C
9. Total valuation allowance.....	0	C	0	C
10. Subtotal (Lines 8 plus 9).....	0	C	0	C
11. Total nonadmitted amounts.....	0	C	0	C
12. Statement value, current period (Page 2, real estate lines, current period).....	0	C	0	C

**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.....	28,536	C	0	2,350,952
2. Amount loaned during period:				
2.1 Actual cost at time of acquisitions.....	0	C	0	C
2.2 Additional investment made after acquisitions.....	0	C	0	C
3. Accrual of discount and mortgage interest points and commitment fees.....	0	C	0	C
4. Increase (decrease) by adjustment.....	0	C	0	C
5. Total profit (loss) on sale.....	0	C	0	(126,069)
6. Amounts paid on account or in full during the period.....	0	C	0	2,196,347
7. Amortization of premium.....	0	C	0	C
8. Increase (decrease) by foreign exchange adjustment.....	0	C	0	C
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period.....	28,536	C	0	28,536
10. Total valuation allowance.....	0	C	0	C
11. Subtotal (Lines 9 plus 10).....	28,536	C	0	28,536
12. Total nonadmitted amounts.....	0	C	0	C
13. Statement value of mortgages owned at end of current period.....	28,536	C	0	28,536

**SCHEDULE BA - VERIFICATION**

Other Invested Assets Included in Schedule BA

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

**NONE**

## SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity

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

	1 Statement Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Statement Value End of First Quarter	6 Statement Value End of Second Quarter	7 Statement Value End of Third Quarter	8 Statement Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1.....	22,796,395	3,116,624	4,495,271	(264,220)	21,153,527	0	0	22,796,395
2. Class 2.....	489,103	0	0	254,066	743,169	0	0	489,103
3. Class 3.....	250,420	0	0	(360)	250,061	0	0	250,420
4. Class 4.....	0	0	0	0	0	0	0	0
5. Class 5.....	0	0	0	0	0	0	0	0
6. Class 6.....	237,500	0	0	5,000	242,500	0	0	237,500
7. Total Bonds.....	23,773,418	3,116,624	4,495,271	(5,514)	22,389,257	0	0	23,773,418
<b>PREFERRED STOCK</b>								
8. Class 1.....	500,000	0	0	0	500,000	0	0	500,000
9. Class 2.....	0	0	0	0	0	0	0	0
10. Class 3.....	0	0	0	0	0	0	0	0
11. Class 4.....	0	0	0	0	0	0	0	0
12. Class 5.....	0	0	0	0	0	0	0	0
13. Class 6.....	0	0	0	0	0	0	0	0
14. Total Preferred Stock.....	500,000	0	0	0	500,000	0	0	500,000
15. Total Bonds and Preferred Stock.....	24,273,418	3,116,624	4,495,271	(5,514)	22,889,257	0	0	24,273,418

**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.....	298,362	XXX.....	298,362	821	0

**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.....	292,709	0	0	699,558
2. Cost of short-term investments acquired.....	2,439,978	0	0	13,621,436
3. Increase (decrease) by adjustment.....	0	0	0	0
4. Increase (decrease) by foreign exchange adjustment.....	0	0	0	0
5. Total profit (loss) on disposal of short-term investments.....	0	0	0	0
6. Consideration received on disposal of short-term investments.....	2,434,325	0	0	14,028,285
7. Book/adjusted carrying value, current period.....	298,362	0	0	292,709
8. Total valuation allowance.....	0	0	0	0
9. Subtotal (Lines 7 plus 8).....	298,362	0	0	292,709
10. Total nonadmitted amounts.....	0	0	0	0
11. Statement value (Lines 9 minus 10).....	298,362	0	0	292,709
12. Income collected during period.....	821	0	0	32,124
13. Income earned during period.....	1,047	0	0	28,542

**Sch. DB-Part F-Section 1**  
**NONE**

**Sch. DB-Part F-Section 2**  
**NONE**

**Sch. S**  
**NONE**

## SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.	1 Is Insurer Licensed? (Yes or No)	Direct Business Only					
		Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Mem- bership and Other Fees	5 Deposit-Type Contract Funds	6 Other Considerations	
		2 Life Insurance Premiums	3 Annuity Considerations				
1. Alabama.....	.AL	YES.....	1,019	0	0	0	0
2. Alaska.....	.AK	NO.....	0	0	0	0	0
3. Arizona.....	.AZ	YES.....	.284	0	0	0	0
4. Arkansas.....	.AR	YES.....	.135	0	0	0	0
5. California.....	.CA	NO.....	.110	0	0	0	0
6. Colorado.....	.CO	YES.....	.63	0	0	0	0
7. Connecticut.....	.CT	NO.....	.45	0	0	0	0
8. Delaware.....	.DE	NO.....	.494	0	0	0	0
9. District of Columbia.....	.DC	NO.....	0	0	0	0	0
10. Florida.....	.FL	NO.....	4,404	0	0	0	0
11. Georgia.....	.GA	YES.....	1,022	0	0	0	0
12. Hawaii.....	.HI	NO.....	0	0	0	0	0
13. Idaho.....	.ID	NO.....	.69	0	0	0	0
14. Illinois.....	.IL	YES.....	3,427	0	0	0	0
15. Indiana.....	.IN	YES.....	.571	0	0	0	0
16. Iowa.....	.IA	NO.....	0	0	0	0	0
17. Kansas.....	.KS	YES.....	.242	0	0	0	0
18. Kentucky.....	.KY	YES.....	14,424	0	0	0	0
19. Louisiana.....	.LA	YES.....	0	0	0	0	0
20. Maine.....	.ME	NO.....	.42	0	0	0	0
21. Maryland.....	.MD	NO.....	.868	0	0	0	0
22. Massachusetts.....	.MA	NO.....	.53	0	0	0	0
23. Michigan.....	.MI	NO.....	1,051	0	0	0	0
24. Minnesota.....	.MN	NO.....	0	0	0	0	0
25. Mississippi.....	.MS	NO.....	.133	0	0	0	0
26. Missouri.....	.MO	YES.....	.399	0	0	0	0
27. Montana.....	.MT	YES.....	0	0	0	0	0
28. Nebraska.....	.NE	YES.....	0	0	0	0	0
29. Nevada.....	.NV	NO.....	.23	0	0	0	0
30. New Hampshire.....	.NH	NO.....	0	0	0	0	0
31. New Jersey.....	.NJ	NO.....	.85	0	0	0	0
32. New Mexico.....	.NM	NO.....	7	0	0	0	0
33. New York.....	.NY	NO.....	.962	0	0	0	0
34. North Carolina.....	.NC	NO.....	6,420	0	0	0	0
35. North Dakota.....	.ND	NO.....	0	0	0	0	0
36. Ohio.....	.OH	YES.....	24,928	0	0	0	0
37. Oklahoma.....	.OK	YES.....	.426	0	0	0	0
38. Oregon.....	.OR	NO.....	.17	0	0	0	0
39. Pennsylvania.....	.PA	YES.....	.1,296	0	0	0	0
40. Rhode Island.....	.RI	NO.....	0	0	0	0	0
41. South Carolina.....	.SC	NO.....	.903	0	0	0	0
42. South Dakota.....	.SD	NO.....	0	0	0	0	0
43. Tennessee.....	.TN	YES.....	2,810	0	0	0	0
44. Texas.....	.TX	NO.....	.320	0	0	0	0
45. Utah.....	.UT	YES.....	1,105	0	0	0	0
46. Vermont.....	.VT	NO.....	0	0	0	0	0
47. Virginia.....	.VA	YES.....	17,794	0	0	0	0
48. Washington.....	.WA	NO.....	.36	0	0	0	0
49. West Virginia.....	.WV	YES.....	610,476	1,554	14,111	0	0
50. Wisconsin.....	.WI	NO.....	.68	0	0	0	0
51. Wyoming.....	.WY	YES.....	0	0	0	0	0
52. American Samoa.....	.AS	NO.....	0	0	0	0	0
53. Guam.....	.GU	NO.....	0	0	0	0	0
54. Puerto Rico.....	.PR	NO.....	0	0	0	0	0
55. US Virgin Islands.....	.VI	NO.....	0	0	0	0	0
56. Canada.....	.CN	NO.....	0	0	0	0	0
57. Aggregate Other Alien.....	.OT	XXX.....	0	0	0	0	0
58. Subtotal.....		(a).....21	.696,531	1,554	14,111	0	0
90. Reporting entity contributions for employee benefit plans.....		XXX.....	0	0	0	0	0
91. Dividends or refunds applied to purchase paid-up additions and annuities.....		XXX.....	0	0	0	0	0
92. Dividends or refunds applied to shorten endowment or premium paying period.....		XXX.....	0	0	0	0	0
93. Premium or annuity considerations waived under disability or other contract provisions.....		XXX.....	1,121	0	0	0	0
94. Aggregate other amounts not allocable by State.....		XXX.....	0	0	0	0	0
95. Totals (Direct Business).....		XXX.....	.697,652	1,554	14,111	0	0
96. Plus Reinsurance Assumed.....		XXX.....	0	0	0	0	0
97. Totals (All Business).....		XXX.....	.697,652	1,554	14,111	0	0
98. Less Reinsurance Ceded.....		XXX.....	.5,325	0	0	0	0
99. Totals (All Business) less Reinsurance Ceded.....		XXX.....	.692,327	1,554	14,111	0	0

## DETAILS OF WRITE-INS

5701.	XXX.....	0	0	0	0	0
5702.	XXX.....	0	0	0	0	0
5703.	XXX.....	0	0	0	0	0
5798. Summary of remaining write-ins for line 57 from overflow page.....	XXX.....	0	0	0	0	0
5799. Total (Lines 5701 thru 5703 plus 5798) (Line 57 above).....	XXX.....	0	0	0	0	0
9401.	XXX.....	0	0	0	0	0
9402.	XXX.....	0	0	0	0	0
9403.	XXX.....	0	0	0	0	0
9498. Summary of remaining write-ins for line 94 from overflow page.....	XXX.....	0	0	0	0	0
9499. Total (Lines 9401 thru 9403 plus 9498) (Line 94 above).....	XXX.....	0	0	0	0	0

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

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

**PART 1 – ORGANIZATIONAL CHART**

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**NONE**

## **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

### **EXPLANATIONS:**

### **BAR CODE:**



**Overflow Page**  
**NONE**

**Sch. A-Part 2**  
**NONE**

**Sch. A-Part 3**  
**NONE**

**SCHEDULE B - PART 1**

Showing all Mortgage Loans ACQUIRED During the Current Quarter

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

**Mortgages in Good Standing****Farm Mortgages**

25.....	.....	.....	.....	.....	.....	0.000	.....	.0	.....	0	.....	0
0199999. Total - Mortgages in Good Standing - Farm Mortgages.....	.....	.....	.....	.....	.....	.....	.....	.0	.....	0	.....	0
0799999. Total - Mortgages in Good Standing.....	.....	.....	.....	.....	.....	.....	.....	.0	.....	0	.....	XXX

**Mortgages in the Process of Foreclosure****Residential Mortgages - Insured or Guaranteed**

2550558.....	Huntington.....	WV.....	.....	04/28/1978.....	.....	.8750	.....	28,536	.....	.0	.....	0	.....	69,500	.....
2399999. Total - Mortgages in the Process of Foreclosure - Residential Mortgages - Insured or Guaranteed.....	.....	.....	.....	.....	.....	.....	.....	28,536	.....	.0	.....	0	.....	69,500	.....
2899999. Total - Mortgages in the Process of Foreclosure.....	.....	.....	.....	.....	.....	.....	.....	28,536	.....	.0	.....	0	.....	69,500	.....
9999999. Totals.....	.....	.....	.....	.....	.....	.....	.....	28,536	.....	.0	.....	0	.....	69,500	.....

E02

**SCHEDULE B - PART 2**

Showing all Mortgage Loans SOLD, Transferred or Paid in Full During the Current Quarter

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

**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										

**NONE**

## SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends	9 NAIC Designation (a)
<b>Bonds - Industrial and Miscellaneous</b>								
<b>United States</b>								
31945N AB 8.....	First Chicago NBD Corp MTN.....	03/19/2002.....	Morgan Keegan.....	411,392	390,000	11,906	1PE.....	
8447HB AC 6.....	Southtrust BK N A Birmingham.....	01/29/2002.....	Morgan Keegan.....	515,255	500,000	4,194	1PE.....	
United States.....				926,647	890,000	16,100	XXX.....	
4599999. Total - Bonds - Industrial & Miscellaneous.....				926,647	890,000	16,100	XXX.....	
6099997. Total - Bonds - Part 3.....				926,647	890,000	16,100	XXX.....	
6099999. Total - Bonds.....				926,647	890,000	16,100	XXX.....	
7299999. Total - Bonds, Preferred and Common Stocks.....				926,647	XXX.....	16,100	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)
<b>Bonds - Political Subdivisions of States</b>																
<b>Minnesota</b>																
60415M YW 8...	MN State Housing Fin Agy-Tax Resid.....	01/15/2002	CALLED@100.0000000.		65,000	65,000	65,000	65,000	0	0	0	0	0	0	2,406	1PE.....
	Minnesota.....				65,000	65,000	65,000	65,000	0	0	0	0	0	0	2,406	0 XXX...
<b>Pennsylvania</b>																
725299 R7 8...	Pittsburgh PA Urban Redev. Auth.....	02/04/2002	CALLED@100.0000000.		40,000	40,000	40,000	40,000	0	0	0	0	0	0	.922	1PE.....
	Pennsylvania.....				40,000	40,000	40,000	40,000	0	0	0	0	0	0	.922	0 XXX...
<b>Texas</b>																
88275F EN 5...	Texas State Dept Housing Comm Aff.....	03/01/2002	CALLED@100.0000000.		50,000	50,000	50,000	50,000	0	0	0	0	0	0	1,700	1PE.....
	Texas.....				50,000	50,000	50,000	50,000	0	0	0	0	0	0	1,700	0 XXX...
<b>West Virginia</b>																
956626 HU 2...	West Virginia St Hsg Dev Fd.....	02/07/2002	CALLED@100.0000000.		250,000	250,000	247,012	247,522	7	0	0	2,478	2,478	9,938	9,938	1PE.....
	West Virginia.....				250,000	250,000	247,012	247,522	7	0	0	2,478	2,478	9,938	9,938	0 XXX...
	United States.....				405,000	405,000	402,012	402,522	7	0	0	2,478	2,478	14,966	14,966	0 XXX...
2499999.	Total - Bonds - Political Subdivisions.....				405,000	405,000	402,012	402,522	7	0	0	2,478	2,478	14,966	14,966	0 XXX...
<b>Bonds - Special Revenue and Special Assessment</b>																
<b>District of Columbia</b>																
31364G YB 9...	FNMA MTN.....	03/12/2002	CALLED@100.0000000.		250,000	250,000	250,000	250,000	0	0	0	0	0	0	7,500	1.....
31364K 5P 1...	FNMA MTN.....	03/15/2002	CALLED@100.0000000.		500,000	500,000	499,531	499,657	27	0	0	343	343	13,250	13,250	1.....
31364K 6Y 1...	FNMA MTN.....	03/22/2002	CALLED@100.0000000.		500,000	500,000	500,000	500,000	0	0	0	0	0	0	13,000	1.....
	District of Columbia.....				1,250,000	1,250,000	1,249,531	1,249,657	27	0	0	343	343	33,750	33,750	0 XXX...
<b>United States</b>																
31283K A7 3...	FHLMC GOLD POOL G10930.....	03/15/2002	PRIN RCPT.....		40,679	40,679	40,635	40,679	47	0	0	0	0	0	.407	1.....
312915 QC 8...	FHLMC 1491 GA CMO.....	03/15/2002	PRIN RCPT.....		105,656	105,656	106,498	105,656	(579)	0	0	0	0	0	1,067	1.....
3133TR 2X 2...	FHLMC CMO 2274 PV.....	03/15/2002	PRIN RCPT.....		109,263	109,263	110,253	109,263	(887)	0	0	0	0	0	.945	1PE.....
3133TR TL 9...	FHLMC CMO Series2300 CL-QA.....	03/15/2002	PRIN RCPT.....		28,785	28,785	28,785	28,785	.10	0	0	0	0	0	.254	1.....
31359R VF 6...	FNMA CMO SERIES 1998-2 KD.....	03/18/2002	PRIN RCPT.....		85,885	85,885	86,476	85,885	(517)	0	0	0	0	0	.797	1.....
313921 UT 3...	FNMA CMO 2001-53 YB.....	03/25/2002	PRIN RCPT.....		38,499	38,499	38,878	38,499	(348)	0	0	0	0	0	.396	1.....
	U.S.....				408,767	408,768	411,525	408,767	(2,274)	0	0	0	0	0	3,866	0 XXX...
	United States.....				1,658,767	1,658,768	1,661,056	1,658,424	(2,247)	0	0	343	343	37,616	37,616	0 XXX...
3199999.	Total - Bonds - Special Revenue & Assessment.....				1,658,767	1,658,768	1,661,056	1,658,424	(2,247)	0	0	343	343	37,616	37,616	0 XXX...
6099997.	Total - Bonds - Part 4.....				2,063,767	2,063,768	2,063,068	2,060,946	(2,240)	0	0	2,821	2,821	.52,582	.52,582	0 XXX...
6099999.	Total - Bonds.....				2,063,767	2,063,768	2,063,068	2,060,946	(2,240)	0	0	2,821	2,821	.52,582	.52,582	0 XXX...
7299999.	Total - Bonds, Preferred and Common Stocks.....				2,063,767	XXX.....	2,063,068	2,060,946	(2,240)	0	0	2,821	2,821	.52,582	.52,582	0 XXX...

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

**Sch. DB-Part A-Section 1**  
**NONE**

**Sch. DB-Part B-Section 1**  
**NONE**

**Sch. DB-Part C-Section 1**  
**NONE**

**Sch. DB-Part D-Section 1**  
**NONE**

## SCHEDULE E - PART 1 - CASH

## Month End Depository Balances

1 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	
<b>Open Depositories</b>							
Bank of New York.....	New York, NY.....	1.699	0	0	0	0	11,250
Bank One.....	Springfield, IL.....	1.320	.222	.0	92,328	73,092	77,190
First Southern National Bank.....	Stanford, KY.....	1.410	4,050	.0	1,197,545	.875,753	2,073,850
First Southern Nat'l Bk Money Market.....	Stanford, KY.....	1.410	.890	.0	252,393	.252,669	.252,958
City National Bank.....	Cross Lanes, WV.....	0.000	0	.0	7,190	7,606	.8,055
Deposits in 3 Depositories.....	.....	0.000	0	.0	25,364	26,564	27,714
0199999. Total Open Depositories.....	.....	XXX	5,162	.0	1,574,820	1,235,684	2,451,017
0399999. Total Cash on Deposit.....	.....	XXX	5,162	.0	1,574,820	1,235,684	2,451,017
0599999. Total Cash.....	.....	XXX	5,162	.0	1,574,820	1,235,684	2,451,017

**Overflow Page for Write-Ins**