



QUARTERLY STATEMENT

As of June 30, 2002
of the Condition and Affairs of the

LEADER INSURANCE COMPANY

NAIC Group Code..... 0084, 0084 (Current Period) (Prior Period) NAIC Company Code..... 11738 Employer's ID Number..... 34-0927698

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

Country of Domicile USA

Incorporated..... March 20, 1963

Commenced Business..... December 1, 1963

Statutory Home Office	580 Walnut Street Cincinnati OH 45202 <i>(Street and Number) (City or Town, State and Zip Code)</i>	
Main Administrative Office	4100 Harry Hines Boulevard Dallas TX 75219 <i>(Street and Number) (City or Town, State and Zip Code)</i>	214-526-3876 <i>(Area Code) (Telephone Number)</i>
Mail Address	4100 Harry Hines Boulevard Dallas TX 75219 <i>(Street and Number or P. O. Box) (City or Town, State and Zip Code)</i>	
Primary Location of Books and Records	4100 Harry Hines Boulevard Dallas TX 75219 <i>(Street and Number) (City or Town, State and Zip Code)</i>	214-526-3876 <i>(Area Code) (Telephone Number)</i>
Internet Website Address	www.LeaderInsurance.com	
Statement Contact	William Joseph Herm <i>(Name)</i> BHerm@LeaderInsurance.com <i>(E-Mail Address)</i>	214-526-3876-4573 <i>(Area Code) (Telephone Number) (Extension)</i> 214-520-4529 <i>(Fax Number)</i>
Policyowner Relations Contact	4100 Harry Hines Boulevard Dallas TX 75219 <i>(Street and Number) (City or Town, State and Zip Code)</i>	214-526-3876-5739 <i>(Area Code) (Telephone Number) (Extension)</i>

OFFICERS

President James Randall Gober Treasurer Donald Alan Baker Secretary Tommy Joe Stone

VICE PRESIDENTS

Michael David Krause	Scott Christopher Pitrone	Karen Holley Horrell	Tracy Lea McGovern
Judy Regis Metoyer	Virginia Ann Ward	John Joseph Whalin	Eve Cutler Rosen
Ronald Charles Hayes	Thomas Edward Mischell	Fred Joseph Runk	David John Witzgall
Robert Jude Zbacnik			

DIRECTORS OR TRUSTEES

James Randall Gober	Karen Holley Horrell	Keith Alan Jensen	Michael David Krause
Roger Hubert Prestridge	Eve Cutler Rosen	Tommy Joe Stone	

State of..... Texas
County of..... Dallas

The officers of this reporting entity, being duly sworn, each depose and say that they are the above 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* manuals 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) James Randall Gober _____ (Printed Name) President	_____ (Signature) Tommy Joe Stone _____ (Printed Name) Secretary	_____ (Signature) Donald Alan Baker _____ (Printed Name) Treasurer
---	---	---

Subscribed and sworn to before me this
.....9th.....day ofAugust....., 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.....	127,473,072		127,473,072	141,426,730
2. Stocks:				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	20,689,145		20,689,145	20,857,955
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).....	1,521,008		1,521,008	1,578,950
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 (\$.....925,390) and short-term investments (\$.....8,718,685).....	9,644,075		9,644,075	4,610,408
6. Other invested assets.....			0	
7. Receivable for securities.....	324,307		324,307	
8. Aggregate write-ins for invested assets.....	0	0	0	0
9. Subtotals, cash and invested assets (Lines 1 to 8).....	159,651,607	0	159,651,607	168,474,043
10. Agents' balances or uncollected premiums:				
10.1 Premiums and agents' balances in course of collection.....	5,705,505	693,566	5,011,939	4,775,016
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	23,930,124		23,930,124	21,888,442
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.....	1,665,781		1,665,781	2,127,944
15. Federal and foreign income tax recoverable and interest thereon (including \$.....4,533,071 net deferred tax asset) - American Financial Corporation.....	6,899,099	2,366,028	4,533,071	4,444,794
16. Guaranty funds receivable or on deposit.....			0	
17. Electronic data processing equipment and software.....	114,900		114,900	210,787
18. Interest, dividends and real estate income due and accrued.....	2,137,192		2,137,192	2,389,456
19. Net adjustments in assets and liabilities due to foreign exchange rates.....			0	
20. Receivable from parent, subsidiaries and affiliates.....	2,015,029		2,015,029	2,016,243
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.....	188,198	188,198	0	
25. Aggregate write-ins for other than invested assets.....	91,716	0	91,716	174,529
26. Total assets excluding protected cell assets (Lines 9 through 25).....	202,399,151	3,247,792	199,151,359	206,501,254
27. Protected cell assets.....			0	
28. TOTALS (Lines 26 and 27).....	202,399,151	3,247,792	199,151,359	206,501,254

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. Other assets.....	91,716		91,716	174,529
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).....	91,716	0	91,716	174,529

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$.....22,436,801).....	71,493,901	72,307,602
2. Reinsurance payable on paid losses and loss adjustment expenses.....	848	848
3. Loss adjustment expenses.....	16,821,871	16,908,872
4. Commissions payable, contingent commissions and other similar charges.....	24,250	72,750
5. Other expenses (excluding taxes, licenses and fees).....	1,828,030	2,269,054
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	1,277,892	1,607,298
7. Federal and foreign income taxes (including \$....106,322 on realized capital gains (losses) (including \$.....0 net deferred tax liability).....	218,151	384,838
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$....14,771,383 and including warranty reserves of \$.....0).....	32,441,425	29,926,297
10. Advance premium.....		
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	7,983	214,398
13. Funds held by company under reinsurance treaties.....	12,983,613	12,006,208
14. Amounts withheld or retained by company for account of others.....	673,568	334,137
15. Remittances and items not allocated.....		
16. Provision for reinsurance.....	5,400	5,400
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....	6,993,233	8,005,763
19. Payable to parent, subsidiaries and affiliates.....	1,670,860	1,425,659
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.....	0	0
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23).....	146,441,025	145,469,124
25. Protected cell liabilities.....		
26. Total liabilities (Lines 24 and 25).....	146,441,025	145,469,124
27. Aggregate write-ins for special surplus funds.....	0	0
28. Common capital stock.....	3,000,000	3,000,000
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.....	37,906,420	47,906,420
33. Unassigned funds (surplus).....	11,803,914	10,125,710
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).....	52,710,334	61,032,130
36. TOTALS.....	199,151,359	206,501,254

DETAILS OF WRITE-INS

2301.		
2302.		
2303.		
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).....	0	0
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 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 \$.....52,683,580).....	48,956,936	53,585,490	102,052,029
1.2 Assumed..... (written \$.....15,634,741).....	15,833,346	19,813,449	36,923,577
1.3 Ceded..... (written \$.....21,711,997).....	20,699,086	4,387,043	20,479,563
1.4 Net..... (written \$.....46,606,324).....	44,091,196	69,011,896	118,496,043
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....30,153,517):			
2.1 Direct.....	31,978,121	47,012,703	77,147,508
2.2 Assumed.....	10,102,144	14,339,131	25,611,682
2.3 Ceded.....	14,146,877	3,934,275	16,494,138
2.4 Net.....	27,933,388	57,417,559	86,265,052
3. Loss expenses incurred.....	11,058,876	8,477,602	18,819,241
4. Other underwriting expenses incurred.....	5,587,049	9,403,743	14,115,927
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	44,579,313	75,298,904	119,200,220
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(488,117)	(6,287,008)	(704,177)
INVESTMENT INCOME			
9. Net investment income earned.....	3,845,995	4,772,525	10,163,395
10. Net realized capital gains (losses).....	(727,891)	(168,868)	(1,624,407)
11. Net investment gain (loss) (Lines 9 + 10).....	3,118,104	4,603,657	8,538,988
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....972,203).....	(972,203)	(1,158,298)	(2,269,734)
13. Finance and service charges not included in premiums.....			
14. Aggregate write-ins for miscellaneous income.....	0	485	0
15. Total other income (Lines 12 through 14).....	(972,203)	(1,157,813)	(2,269,734)
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15).....	1,657,784	(2,841,164)	5,565,077
17. Dividends to policyholders.....			
18. Net income after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17).....	1,657,784	(2,841,164)	5,565,077
19. Federal and foreign income taxes incurred.....	998,313	(1,998,845)	281,348
20. Net income (Line 18 minus Line 19) (to Line 22).....	659,471	(842,319)	5,283,729
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 previous year.....	61,032,130	59,729,787	59,729,787
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20).....	659,471	(842,319)	5,283,729
23. Net unrealized capital gains or losses.....	108,601	739,650	1,685,848
24. Change in net unrealized foreign exchange capital gain (loss).....			
25. Change in net deferred income taxes.....	998,556	(1,383,139)	(2,041,234)
26. Change in nonadmitted assets.....	(88,424)	217,512	(430,631)
27. Change in provision for reinsurance.....			(5,400)
28. Change in surplus notes.....			
29. Surplus (contributed to) withdrawn from protected cells.....			
30. Cumulative effect of changes in accounting principles.....		6,810,031	6,810,031
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.....	(10,000,000)		(10,000,000)
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).....	(8,321,796)	5,541,735	1,302,343
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37).....	52,710,334	65,271,522	61,032,130

DETAILS OF WRITE-INS

0501.			
0502.			
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	0	0
1401. Other balances recovered.....		485	
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).....	0	485	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

CASH FLOW

	1 Current Year to Date	2 Prior Year Ended December 31
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	44,115,590	103,329,324
2. Loss and loss adjustment expenses paid (net of salvage and subrogation).....	40,443,333	106,455,303
3. Underwriting expenses paid.....	6,357,781	14,434,740
4. Other underwriting income (expenses).....		
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4).....	(2,685,524)	(17,560,719)
6. Net investment income.....	4,219,133	10,386,207
7. Other income (expenses):		
7.1 Agents' balances charged off.....	(972,203)	(2,269,734)
7.2 Net funds held under reinsurance treaties.....	977,405	12,006,208
7.3 Net amount withheld or retained for account of others.....	339,431	(265,929)
7.4 Aggregate write-ins for miscellaneous items.....	0	(234,592)
7.5 Total other income (Lines 7.1 to 7.4).....	344,633	9,235,953
8. Dividends to policyholders on direct business, less \$.....0 dividends on reinsurance assumed or ceded (net).....		
9. Federal and foreign income taxes (paid) recovered.....	(1,165,000)	3,048,000
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9).....	713,242	5,109,441
CASH FROM INVESTMENTS		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds.....	21,447,345	47,672,319
11.2 Stocks.....	4,171	145,852
11.3 Mortgage loans.....		
11.4 Real estate.....		
11.5 Other invested assets.....		
11.6 Net gains or (losses) on cash and short-term investments.....		
11.7 Miscellaneous proceeds.....		84,241
11.8 Total investment proceeds (Lines 11.1 to 11.7).....	21,451,516	47,902,412
12. Cost of investments acquired (long-term only):		
12.1 Bonds.....	7,329,745	60,763,913
12.2 Stocks.....	4,171	145,580
12.3 Mortgage loans.....		
12.4 Real estate.....		99,834
12.5 Other invested assets.....		
12.6 Miscellaneous applications.....	324,307	
12.7 Total investments acquired (Lines 12.1 to 12.6).....	7,658,223	61,009,327
13. Net cash from investments (Line 11.8 minus Line 12.7).....	13,793,293	(13,106,915)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in.....	(10,000,000)	(10,000,000)
14.2 Capital notes \$.....0 less amounts repaid \$.....0.....		
14.3 Net transfers from affiliates.....	246,415	1,425,659
14.4 Borrowed funds received.....		
14.5 Other cash provided.....	280,717	518,572
14.6 Total (Lines 14.1 to 14.5).....	(9,472,868)	(8,055,769)
15. Cash applied:		
15.1 Dividends to stockholders paid.....		
15.2 Net transfers to affiliates.....		524,585
15.3 Borrowed funds repaid.....		
15.4 Other applications.....		13,582
15.5 Total (Lines 15.1 to 15.4).....	0	538,167
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5).....	(9,472,868)	(8,593,936)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16).....	5,033,667	(16,591,410)
18. Cash and short-term investments:		
18.1 Beginning of year.....	4,610,408	21,201,818
18.2 End of period (Line 17 plus Line 18.1).....	9,644,075	4,610,408
DETAILS OF WRITE-INS		
07.401 Change in other assets and liabilities.....		(234,592)
07.402		
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).....	0	(234,592)

NOTES TO FINANCIAL STATEMENTS

17.) SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

C. The Company was not involved in any wash sale transactions during 2002.

20.) OTHER ITEMS

A. Extraordinary Items - The Company paid a return of capital distribution of \$10,000,000 to its parent, Pennsylvania Company, on April 5, 2002.

C. Other Disclosures - Effective April 1, 2001, the Company entered into a quota share reinsurance agreement with Inter-Ocean Reinsurance (Ireland) Limited whereby the Company will cede 90% of all Private Passenger Automobile Physical Damage policies written from 4/1/2001 to 12/31/2001. This quota share reinsurance agreement was renewed effective for 1/1/2002 to 12/31/2002.

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:..... N/A

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 [X] No []

2.2 If yes, has the report been filed with the domiciliary state? Yes [X] 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: N/A.....
If not previously filed, furnish herewith a certified copy of the instrument as amended.

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

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

5.2 If yes, provide 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
N/A		

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.
N/A

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

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

7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).10/11/1998.....

7.4 By what department or departments?..... Ohio, Delaware, Mississippi

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:
N/A

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:..... N/A

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:
N/A

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

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

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.....	\$.....19,731,405	\$.....20,226,148
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).....	\$.....19,731,405	\$.....20,226,148
13.28 Total Investment in Parent included in Lines 13.21 to 13.26 above	\$.....0	\$.....0
13.29 Receivable from Parent not included in Lines 13.21 to 13.26 above.....	\$.....0	\$.....0

14.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]

14.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []
 If no, attach a description with this statement.

15. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1-General, Section IV.H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No []

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

1 Name of Custodian(s)	2 Custodian Address
Bank of New York	One Wall Street, 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)
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
N/A			

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
American Money Management Corporation	N/A	One East Fourth Street, Cincinnati, OH 45202

GENERAL INTERROGATORIES (continued)

PART 2

PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [] No [X] N/A []
 If yes, attach an explanation.
 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.
 N/A

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:
 N/A

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
N/A.....	.....	.....	.....	.....	.....	.....0	.....	.....	.....	.....0
Total.....	.....XXX.....	.....XXX.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

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.....	1,578,950	1,549,979	0	1,587,796
2. Increase (decrease) by adjustment.....	(28,971)	(28,971)		(108,680)
3. Cost of acquired.....				
4. Cost of additions to and permanent improvements.....				99,834
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.....	1,549,979	1,521,008	0	1,578,950
9. Total valuation allowance.....				
10. Subtotal (Lines 8 plus 9).....	1,549,979	1,521,008	0	1,578,950
11. Total nonadmitted amounts.....				
12. Statement value, current period (Page 2, real estate lines, current period).....	1,549,979	1,521,008	0	1,578,950

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

NONE

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	0	0	
2. Cost of acquisitions during period:				
2.1 Actual cost at time of acquisitions.....				
2.2 Additional investment made after acquisitions.....				
3. Accrual of discount.....				
4. Increase (decrease) by adjustment.....				
5. Total profit (loss) on sale.....				
6. Amounts paid on account or in full during the period.....				
7. Amortization of premium.....				
8. Increase (decrease) by foreign exchange adjustment.....				
9. Book/adjusted carrying value of long-term invested assets at end of current period.....	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 long-term invested assets at end of current period.....	0	0	0	0

NONE

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1	2	3	4	5	6	7	8
	Statement Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Statement Value End of First Quarter	Statement Value End of Second Quarter	Statement Value End of Third Quarter	Statement Value December 31 Prior Year
BONDS								
1. Class 1.....	71,877,129	21,261,025	25,821,337	(581,243)	71,877,129	66,735,574		79,995,399
2. Class 2.....	64,556,236	2,000,980		(9,133)	64,556,236	66,548,083		66,183,822
3. Class 3.....	912,500			1,007,270	912,500	1,919,770		1,348,794
4. Class 4.....	869,740		273,248	(312,992)	869,740	283,500		845,715
5. Class 5.....	743,368		382,348	333,810	743,368	694,830		325,000
6. Class 6.....	20,000			(10,000)	20,000	10,000		20,000
7. Total Bonds.....	138,978,973	23,262,005	26,476,933	427,712	138,978,973	136,191,757	0	148,718,730
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.....	138,978,973	23,262,005	26,476,933	427,712	138,978,973	136,191,757	0	148,718,730

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.....	8,718,685	XXX	8,718,685	12,171	

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.....	7,292,000	6,959,360	0	20,524,626
2. Cost of short-term investments acquired.....	11,955,850	21,261,025		59,975,000
3. Increase (decrease) by adjustment.....				
4. Increase (decrease) by foreign exchange adjustment.....				
5. Total profit (loss) on disposal of short-term investments.....				
6. Consideration received on disposal of short-term investments.....	12,288,490	19,501,700		73,207,626
7. Book/adjusted carrying value, current period.....	6,959,360	8,718,685	0	7,292,000
8. Total valuation allowance.....				
9. Subtotal (Lines 7 plus 8).....	6,959,360	8,718,685	0	7,292,000
10. Total nonadmitted amounts.....				
11. Statement value (Lines 9 minus 10).....	6,959,360	8,718,685	0	7,292,000
12. Income collected during period.....	24,505	12,171		272,901
13. Income earned during period.....	17,636	16,908		262,605

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

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

**Sch. F
NONE**

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	YES	4,787,569	4,816,218	2,241,512	2,137,937	3,625,875	3,492,409
3. Arizona.....AZ	YES	247,032	469,645	381,634	432,672	554,932	770,135
4. Arkansas.....AR	YES						
5. California.....CA	YES	15,034,953	12,042,630	8,785,910	8,613,414	15,839,680	16,785,150
6. Colorado.....CO	YES						
7. Connecticut.....CT	NO						
8. Delaware.....DE	YES						
9. District of Columbia.....DC	YES						
10. Florida.....FL	YES						
11. Georgia.....GA	YES						
12. Hawaii.....HI	NO						
13. Idaho.....ID	YES						
14. Illinois.....IL	YES						
15. Indiana.....IN	YES	656,590	683,405	309,958	434,137	878,212	801,339
16. Iowa.....IA	YES			1,000			9,148
17. Kansas.....KS	YES						
18. Kentucky.....KY	YES						
19. Louisiana.....LA	YES						
20. Maine.....ME	YES						
21. Maryland.....MD	YES	(138)	38,325	51,471	130,744	107,197	285,786
22. Massachusetts.....MA	NO						
23. Michigan.....MI	YES	(49,699)	4,359,743	1,283,143	3,838,955	2,722,769	3,178,982
24. Minnesota.....MN	YES						
25. Mississippi.....MS	YES						
26. Missouri.....MO	YES	1,503,748	595,311	385,162	495,668	1,442,554	1,098,329
27. Montana.....MT	YES						
28. Nebraska.....NE	YES			920	22,850	38,796	83,843
29. Nevada.....NV	YES				(855)		
30. New Hampshire.....NH	NO						
31. New Jersey.....NJ	NO						
32. New Mexico.....NM	YES						
33. New York.....NY	YES	1,259,210	2,501,745	2,237,370	4,774,771	5,440,140	6,214,908
34. North Carolina.....NC	NO						
35. North Dakota.....ND	YES						
36. Ohio.....OH	YES			(3,409)	(6,708)	14,459	33,767
37. Oklahoma.....OK	YES						
38. Oregon.....OR	YES	848,961	348,689	463,249	315,650	882,953	724,846
39. Pennsylvania.....PA	YES	27,984,279	19,968,882	13,242,550	13,428,031	24,765,061	20,406,941
40. Rhode Island.....RI	YES						
41. South Carolina.....SC	YES						
42. South Dakota.....SD	YES						
43. Tennessee.....TN	YES			3,000	27,440	12,448	62,448
44. Texas.....TX	YES						
45. Utah.....UT	YES						
46. Vermont.....VT	NO						
47. Virginia.....VA	YES	320,088	744,555	440,483	861,237	919,301	1,568,964
48. Washington.....WA	YES	90,987	1,322,635	483,436	1,260,911	2,004,114	3,156,038
49. West Virginia.....WV	YES						
50. Wisconsin.....WI	YES		47,590	35,549	129,024	74,474	159,242
51. Wyoming.....WY	YES						
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) 44	52,683,580	47,939,373	30,342,938	36,895,878	59,322,965	58,832,275

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.

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

	<u>FEIN Number</u>	<u>NAIC Co. Code</u>	<u>Domiciliary State</u>
AMERICAN FINANCIAL GROUP, INC .	31-1544320		
AFC HOLDING COMPANY	31-1422526		
AMERICAN FINANCIAL CORPORATION	31-0624874		
Dixie Terminal Corporation	31-0823725		
One East Fourth, Inc.	31-0686194		
American Premier Underwriters, Inc.	23-6000765		
GAI (Bermuda) Ltd. (Bermuda)			
GAI Insurance Company, Ltd. (Bermuda)*			
Pennsylvania Company	51-6001624		
Atlanta Casualty Company*	58-1132392	21792	OH
American Premier Insurance Company*	31-1287689	37001	IN
Atlanta Casualty Group, Inc.	58-1293110		
Atlanta Reserve Insurance Company*	31-1627506	10968	OH
Atlanta Specialty Insurance Company*	42-1019055	31925	OH
Penn Central U.K. Limited (United Kingdom)			
Insurance (GB) Limited (United Kingdom)*			
Infinity Insurance Company*	31-0943862	22268	IN
Infinity National Insurance Company*	31-1358834	10068	IN
Infinity Select Insurance Company*	31-1333017	20260	IN
Leader Insurance Company*	34-0927698	11738	OH
Leader Preferred Insurance Company*	34-1785809	10195	OH
Leader Specialty Insurance Company*	34-1767787	10061	IN
TICO Insurance Company*	75-1227771	39497	OH
Republic Indemnity Company of America*	95-2801326	22179	CA
Republic Indemnity Company of California*	31-1054123	43753	CA
Windsor Insurance Company*	58-1806189	12599	IN
American Deposit Insurance Company*	73-0772113	16802	OK
Coventry Insurance Company*	31-1277903	35211	OH
El Aguila Compañía de Seguros, S.A. de C.V. (Mexico)*			
Moore Group Inc.	58-1080659		
Regal Insurance Company*	58-1806192	38873	IN
Premier Lease & Loan Services Insurance Agency, Inc.	91-1242743		
Great American Insurance Company *	31-0501234	16691	OH
American Empire Surplus Lines Insurance Company*	31-0912199	35351	DE
American Empire Insurance Company*	31-0973761	37990	OH
Fidelity Excess and Surplus Insurance Company*	22-2824607	12203	OH
Brothers Property Corporation	59-2840291		
FCIA Management Company, Inc.	13-3628555		
GAI Warranty Company	31-1753938		
Great American Alliance Insurance Company*	95-1542353	26832	OH
Great American Assurance Company*	15-6020948	26344	OH
Great American Contemporary Insurance Company*	36-4079497	10646	OH
Great American Custom Insurance Services, Inc.	31-1070712		
Great American E & S Insurance Company*	31-0954439	37532	DE
Great American Fidelity Insurance Company*	31-1036473	41858	DE
Great American Insurance Company of New York*	13-5539046	22136	NY
Great American Lloyd's Insurance Company*@	31-0974853	38024	TX
Great American Protection Insurance Company*	31-1288778	38580	IN
Great American Security Insurance Company*	31-1209419	31135	OH
Great American Spirit Insurance Company*	31-1237970	33723	IN
Great Texas County Mutual Insurance Company*@	43-6030348	13820	TX
Mid-Continent Casualty Company*	73-0556513	23418	OK
Mid-Continent Insurance Company*	73-1406844	15380	OK
Oklahoma Surety Company*	73-0773259	23426	OK
National Interstate Corporation	34-1607394		
Hudson Indemnity, Ltd. (Cayman Islands)*			
National Interstate Insurance Company*	34-1607395	32620	OH
National Interstate Insurance Company of Hawaii, Inc.*	99-0345306	11051	HI
PLLS Canada Insurance Brokers Inc. (Canada)			
Pointe Apartments, Inc.	41-1752820		
Transport Insurance Company*	75-0784127	33014	OH
Worldwide Insurance Company*	39-1341441	26050	OH
Worldwide Direct Auto Insurance Company*	61-6027355	20133	OH
Worldwide Casualty Insurance Company*	61-0983091	39896	OH
Great American Financial Resources, Inc.	06-1356481		
AAG Holding Company, Inc.	31-1475936		
Great American Life Insurance Company*	13-1935920	63312	OH
American Retirement Life Insurance Company*	59-2760189	88366	OH
Annuity Investors Life Insurance Company*	31-1021738	93661	OH
Consolidated Financial Corporation	36-3383108		
Great American Life Assurance Company*	95-2496321	62200	OH
Great American Life Insurance Company of New York*	13-1996152	67288	NY
Loyal American Life Insurance Company*	63-0343428	65722	OH
Manhattan National Life Insurance Company	45-0252531	67083	IL
United Teacher Associates, Ltd.	74-2180806		
United Teacher Associates Insurance Company*	58-0869673	63479	TX
Great American Life Assurance Company of Puerto Rico*	66-0258488	73814	PR

*Denotes Insurer

@ Denotes company which is affiliated but not owned

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.....			0.0	
5. Commercial multiple peril.....			0.0	
6. Mortgage guaranty.....			0.0	
8. Ocean marine.....			0.0	
9. Inland marine.....			0.0	
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.....			0.0	
17.2. Other liability-claims made.....			0.0	
18.1. Products liability-occurrence.....			0.0	
18.2. Products liability-claims made.....			0.0	
19.1, 19.2 Private passenger auto liability.....	30,374,136	25,985,291	85.6	83.0
19.3, 19.4 Commercial auto liability.....	1,151,217	774,644	67.3	24.3
21. Auto physical damage.....	17,431,583	5,218,186	29.9	97.7
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.....	48,956,936	31,978,121	65.3	87.7
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	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....			
2. Allied lines.....			
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....			
5. Commercial multiple peril.....			
6. Mortgage guaranty.....			
8. Ocean marine.....			
9. Inland marine.....			
10. Financial guaranty.....			
11.1. Medical malpractice-occurrence.....			
11.2. Medical malpractice-claims made.....			
12. Earthquake.....			
13. Group accident and health.....			
14. Credit accident and health.....			
15. Other accident and health.....			
16. Workers' compensation.....			
17.1. Other liability-occurrence.....			
17.2. Other liability-claims made.....			
18.1. Products liability-occurrence.....			
18.2. Products liability-claims made.....			
19.1, 19.2 Private passenger auto liability.....	16,306,754	32,821,457	29,350,997
19.3, 19.4 Commercial auto liability.....	1,112,379	1,759,090	962,148
21. Auto physical damage.....	8,906,099	18,103,033	17,626,228
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
34. Totals.....	26,325,232	52,683,580	47,939,373
DETAILS OF WRITE-INS			
3301.....			
3302.....			
3303.....			
3398. Sum. of remaining write-ins for Line 33 from overflow page.....	0	0	0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33).....	0	0	0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (a) (Cols. 1 + 2)	2002 Loss and LAE Payments on Claims Reported as of Prior Year-End	2002 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2002 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (b) (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserves Developed (Savings)/Deficiency (c) (Cols. 11 + 12)
1. 1999 + Prior	12,942	4,715	17,657	4,516	5	4,521	9,438	13	2,962	12,413	1,012	(1,735)	(723)
2. 2000	16,607	12,147	28,754	7,721	90	7,811	13,618	198	7,178	20,994	4,732	(4,681)	51
3. Subtotals 2000 + Prior	29,549	16,862	46,411	12,237	95	12,332	23,056	211	10,140	33,407	5,744	(6,416)	(672)
4. 2001	20,431	22,374	42,805	14,661	1,202	15,863	15,462	779	11,121	27,362	9,692	(9,272)	420
5. Subtotals 2001 + Prior	49,980	39,236	89,216	26,898	1,297	28,195	38,518	990	21,261	60,769	15,436	(15,688)	(252)
6. 2002	XXX	XXX	XXX	XXX	11,698	11,698	XXX	10,488	17,059	27,547	XXX	XXX	XXX
7. Totals	49,980	39,236	89,216	26,898	12,995	39,893	38,518	11,478	38,320	88,316	15,436	(15,688)	(252)
8. Prior Year-End's Surplus As Regards Policyholders	61,032										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. ....30.9 %	2. ....(40.0)%	3. ....(0.3)%
													Col. 13, Line 7 Line 8
													4. ....(0.4)%

19

(a) Should equal prior year-end Annual Statement; Page 3, Col. 1, Lines 1 + 3.
 (b) Should equal Q.S. Page 3, Col.1, Lines 1 and 3.
 (c) Should also equal Cols. 6 + 10 less Col. 3 for Lines 1 through 5 only.

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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?	<u>YES</u>
2. Will the Trusteed Surplus Statement be filed with the State of Domicile and the NAIC with this statement?	<u>NO</u>
3. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?	<u>NO</u>

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**

**Sch. BA-Part 1
NONE**

**Sch. BA-Part 2
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)
Bonds - Industrial and Miscellaneous								
United States								
5526E2-AB-5.....	MBNA AMERICA BANK 6.625 6-15-12 NC.....	.....06/21/2002.....	DEUTSCHE MORGAN GRENFELL.....		.....2,000,980	.....2,000,000	.....2,944	2PE.....
	United States.....				.....2,000,980	.....2,000,000	.....2,944	.....XXX.....
4599999.	Total - Bonds - Industrial & Miscellaneous.....				.....2,000,980	.....2,000,000	.....2,944	.....XXX.....
6099997.	Total - Bonds - Part 3.....				.....2,000,980	.....2,000,000	.....2,944	.....XXX.....
6099999.	Total - Bonds.....				.....2,000,980	.....2,000,000	.....2,944	.....XXX.....
7299999.	Total - Bonds, Preferred and Common Stocks.....				.....2,000,980	.....XXX.....	.....2,944	.....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 Quarte

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value At Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designation (a)
Bonds - All Other Government																
Canada																
683234-HA-9...	ONTARIO GLOBAL 7.75 6-4-02.....	06/04/2002	REDEEMED.....		500,000	500,000	497,430	500,000	153				0	19,375		1PE.....
	Canada.....				500,000	500,000	497,430	500,000	153	0	0	0	0	19,375	0	XXX..
1099999.	Total - Bonds - All Other Government.....				500,000	500,000	497,430	500,000	153	0	0	0	0	19,375	0	XXX..
Bonds - Special Revenue and Special Assessment																
Louisiana																
874778-AA-1....	TALLULAH LA REV 6.65 11-1-08 AL70404.....	05/01/2002	SINKING FUND PAYMENT.....		100,000	100,000	101,250	100,867	(43)			(867)	(867)	3,325		1PE.....
	Louisiana.....				100,000	100,000	101,250	100,867	(43)	0	0	(867)	(867)	3,325	0	XXX..
	United States.....				100,000	100,000	101,250	100,867	(43)	0	0	(867)	(867)	3,325	0	XXX..
3199999.	Total - Bonds - Special Revenue & Assessment.....				100,000	100,000	101,250	100,867	(43)	0	0	(867)	(867)	3,325	0	XXX..
Bonds - Public Utilities																
United States																
341081-DG-9....	FLORIDA P&L 6.875 4-1-04 CC@100.....	06/10/2002	REDEEMED BY CALL.....		1,000,000	1,000,000	1,008,190	1,000,000					0	47,552		1PE.....
	United States.....				1,000,000	1,000,000	1,008,190	1,000,000	0	0	0	0	0	47,552	0	XXX..
3899999.	Total - Bonds - Public Utilities.....				1,000,000	1,000,000	1,008,190	1,000,000	0	0	0	0	0	47,552	0	XXX..
Bonds - Industrial and Miscellaneous																
United States																
00253A-AD-3....	AAMES FINL 9.125 11-01-03 C02@100.....	04/11/2002	BEAR STEARNS & CO. INC.....		390,000	500,000	335,000	375,000	57,348			7,652	7,652	20,911		5.....
064208-AA-9....	BANC ONE ARIZONA 6.00 9-15-05 NC.....	06/17/2002	BEAR STEARNS & CO. INC.....		3,677,695	3,500,000	3,434,375	3,467,140	4,158			210,555	210,555	160,417		1PE.....
319455-BQ-3....	FIRST CHICAGO 8.25 6-15-02 NC.....	06/15/2002	REDEEMED.....		465,000	465,000	501,038	465,000	(4,501)					19,181		1PE.....
423328-BB-8....	HELLER FINANCIAL 7.00 5-15-02 NC.....	05/15/2002	REDEEMED.....		300,000	300,000	308,250	300,000	(907)					10,500		1PE.....
57634N-AW-3....	MFAST 98-1 M2 MEZ 7.54 4-20-29.....	06/20/2002	PAYDOWNS.....		288,548	288,548	290,711	288,548						9,014		1PE.....
670768-AA-8....	NYNEX CORP 9.55 5-1-10 AL 01-15-06.....	05/01/2002	SINKING FUND PAYMENT.....		67,166	67,166	76,261	73,082	(173)			(5,916)	(5,916)	3,207		1PE.....
909283-AA-1....	UTD AIRLINE 9.20 3-22-08 AL 092105.....	06/28/2002	GREAT AMERICAN INS CO.....		239,433	273,248	273,248	239,434	17,971			(33,814)	(33,814)	18,597		4.....
949740-BV-5....	WELLS FARGO & CO 8.375 5-15-02 NC.....	05/15/2002	REDEEMED.....		125,000	125,000	134,844	125,000	(1,080)					5,234		1PE.....
	United States.....				5,552,842	5,518,962	5,353,727	5,333,204	72,816	0	0	178,477	178,477	247,061	0	XXX..
4599999.	Total - Bonds - Industrial & Miscellaneous.....				5,552,842	5,518,962	5,353,727	5,333,204	72,816	0	0	178,477	178,477	247,061	0	XXX..
6099997.	Total - Bonds - Part 4.....				7,152,842	7,118,962	6,960,597	6,934,071	72,926	0	0	177,610	177,610	317,313	0	XXX..
6099999.	Total - Bonds.....				7,152,842	7,118,962	6,960,597	6,934,071	72,926	0	0	177,610	177,610	317,313	0	XXX..
7299999.	Total - Bonds, Preferred and Common Stocks.....				7,152,842	7,118,962	6,960,597	6,934,071	72,926	0	0	177,610	177,610	317,313	0	XXX..

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

E05

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	
Open Depositories							
Bank of New York..... New York, NY.....	0.600	59		544	534	429	
JPMorgan Chase Bank..... Dallas, TX.....				1,645,728	1,203,078	1,256,206	
Keybank, NA..... Cleveland, OH.....	1.200	551		(405,992)	(217,151)	(332,245)	
0199999. Total Open Depositories.....	XXX	610	0	1,240,280	986,461	924,390	XXX
0399999. Total Cash on Deposit.....	XXX	610	0	1,240,280	986,461	924,390	XXX
0499999. Cash in Company's Office.....	XXX	XXX	XXX	820	1,100	1,000	XXX
0599999. Total Cash.....	XXX	610	0	1,241,100	987,561	925,390	XXX

Overflow Page for Write-Ins

Overflow Page for Write-Ins