



QUARTERLY STATEMENT

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

THE HAMILTON MUTUAL INSURANCE COMPANY OF CINCINNATI, OHIO

NAIC Group Code..... 0062, 0062 (Current Period) (Prior Period) NAIC Company Code..... 14125 Employer's ID Number..... 31-0308480

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

Country of Domicile US

Incorporated..... March 15, 1858

Commenced Business..... May 10, 1858

Statutory Home Office 1520 MADISON ROAD CINCINNATI OH 45206-1787
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 717 MULBERRY STREET DES MOINES IA 50309-3872 515-280-2511
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address PO BOX 712 DES MOINES IA 50303-0712
(Street and Number or P. O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 717 MULBERRY STREET DES MOINES IA 50309-3872 515-280-2511
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address WWW.EMCINSURANCE.COM

Statement Contact CARLA A. PRATHER 515-280-2789
(Name) (Area Code) (Telephone Number) (Extension)

Carla.A.Prather@EMCIns.com 515-237-2152
(E-Mail Address) (Fax Number)

Policyowner Relations Contact 717 MULBERRY STREET DES MOINES IA 50309-3872 515-362-7589
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

OFFICERS

President Jeffrey Edwin Felts

Treasurer Jeffrey Edwin Felts

Secretary Robert Lynn Link

VICE PRESIDENTS

Ronald Warner Jean (Executive V.P.)
David L. Hixenbaugh

William Allan Murray (Executive V.P.)
Steven Charles Peck

Raymond Wesley Davis (Senior V.P.)
Mark Edward Reese

Philip Andrew Goedde
William Gormley Rhoads

DIRECTORS OR TRUSTEES

Philip Theodore Van Ekeren (Chairman)
Jeffrey Edwin Felts

Bruce Gunn Kelley (Vice Chairman)
George William Kochheiser

Margaret Ann Ball #
Michael Brent Rouse

Shirley Jane Cook
Fredrick Arnold Schiek

State of..... Iowa
County of..... Polk

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)
William A. Murray
(Printed Name)
Executive Vice President

(Signature)
Robert L. Link
(Printed Name)
Secretary

(Signature)
Carla A. Prather
(Printed Name)
Controller

Subscribed and sworn to before me this

.....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.....	69,229,193		69,229,193	72,358,075
2. Stocks:				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	8,543,424		8,543,424	8,659,538
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).....	2,073,932		2,073,932	2,109,843
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....	625,000		625,000	625,000
5. Cash (\$.....0) and short-term investments (\$.....5,083,726).....	5,083,726		5,083,726	1,835,441
6. Other invested assets.....	199,962		199,962	199,962
7. Receivable for securities.....			0	27,185
8. Aggregate write-ins for invested assets.....	0	0	0	0
9. Subtotals, cash and invested assets (Lines 1 to 8).....	85,755,237	0	85,755,237	85,815,044
10. Agents' balances or uncollected premiums:				
10.1 Premiums and agents' balances in course of collection.....	11,373,630	44,607	11,329,023	8,304,178
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$.....340,323 earned but unbilled premiums).....	378,137	37,814	340,323	443,704
10.3 Accrued retrospective premiums.....	157,030	15,703	141,327	155,912
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.....			0	
15. Federal and foreign income tax recoverable and interest thereon (including \$.....0 net deferred tax asset).....	4,991,876	4,808,073	183,803	
16. Guaranty funds receivable or on deposit.....	211,086		211,086	178,096
17. Electronic data processing equipment and software.....	490		490	765
18. Interest, dividends and real estate income due and accrued.....	1,354,824		1,354,824	1,369,162
19. Net adjustments in assets and liabilities due to foreign exchange rates.....			0	
20. Receivable from parent, subsidiaries and affiliates.....			0	
21. Amounts due from/to protected cells.....			0	
22. Equities and deposits in pools and associations.....			0	
23. Amounts receivable relating to uninsured accident and health plans.....			0	
24. Other assets nonadmitted.....	4,623	4,623	0	
25. Aggregate write-ins for other than invested assets.....	239,777	239,777	0	0
26. Total assets excluding protected cell assets (Lines 9 through 25).....	104,466,710	5,150,597	99,316,113	96,266,861
27. Protected cell assets.....			0	
28. TOTALS (Lines 26 and 27).....	104,466,710	5,150,597	99,316,113	96,266,861

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 prepaid expenses.....	214,257	214,257	0	
2502. Defined contribution plan prepaid expenses.....	25,520	25,520	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).....	239,777	239,777	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$.....9,452,408).....	37,466,210	36,868,440
2. Reinsurance payable on paid losses and loss adjustment expenses.....	7,226,986	7,488,399
3. Loss adjustment expenses.....	8,791,517	8,577,507
4. Commissions payable, contingent commissions and other similar charges.....	384,996	672,393
5. Other expenses (excluding taxes, licenses and fees).....	1,066,212	964,810
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	576,492	931,906
7. Federal and foreign income taxes (including \$.....0 on realized capital gains (losses) (including \$.....0 net deferred tax liability).....		
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$....14,003,790 and including warranty reserves of \$.....0).....	19,808,692	17,926,993
10. Advance premium.....		
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....		
13. Funds held by company under reinsurance treaties.....		
14. Amounts withheld or retained by company for account of others.....		
15. Remittances and items not allocated.....		
16. Provision for reinsurance.....		
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	2,847,034	2,189,760
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.....	225,478	255,898
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23).....	78,393,617	75,876,106
25. Protected cell liabilities.....		
26. Total liabilities (Lines 24 and 25).....	78,393,617	75,876,106
27. Aggregate write-ins for special surplus funds.....	0	0
28. Common capital stock.....		
29. Preferred capital stock.....		
30. Aggregate write-ins for other than special surplus funds.....	0	0
31. Surplus notes.....	16,500,000	16,500,000
32. Gross paid in and contributed surplus.....		
33. Unassigned funds (surplus).....	4,422,496	3,890,755
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).....	20,922,496	20,390,755
36. TOTALS.....	99,316,113	96,266,861

DETAILS OF WRITE-INS

2301. Accrued return retrospective premium.....	140,531	168,815
2302. Abandoned property - checks and claim drafts.....	47,699	47,699
2303. Accrued interest on deferred compensation.....	37,248	39,384
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).....	225,478	255,898
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 \$.....18,019,208).....	17,617,186	16,604,074	33,755,966
1.2 Assumed..... (written \$.....24,923,067).....	22,938,579	21,025,672	43,274,530
1.3 Ceded..... (written \$.....18,019,208).....	17,617,186	16,604,074	33,755,966
1.4 Net..... (written \$.....24,923,067).....	22,938,579	21,025,672	43,274,530
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....13,575,016):			
2.1 Direct.....	12,890,635	8,266,316	18,703,482
2.2 Assumed.....	13,174,660	15,104,807	29,950,581
2.3 Ceded.....	12,890,635	8,266,316	18,703,482
2.4 Net.....	13,174,660	15,104,807	29,950,581
3. Loss expenses incurred.....	2,906,399	2,744,039	5,984,965
4. Other underwriting expenses incurred.....	7,284,865	6,341,993	13,093,144
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	23,365,924	24,190,839	49,028,690
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(427,345)	(3,165,167)	(5,754,160)
INVESTMENT INCOME			
9. Net investment income earned.....	2,736,599	2,432,547	5,035,660
10. Net realized capital gains (losses).....	(647,330)	(62,039)	(86,303)
11. Net investment gain (loss) (Lines 9 + 10).....	2,089,269	2,370,508	4,949,357
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....29,602).....	(29,602)	(40,349)	(62,205)
13. Finance and service charges not included in premiums.....	20,026	23,581	27,982
14. Aggregate write-ins for miscellaneous income.....	0	0	(940)
15. Total other income (Lines 12 through 14).....	(9,576)	(16,768)	(35,163)
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15).....	1,652,348	(811,427)	(839,966)
17. Dividends to policyholders.....	242,332	202,507	442,483
18. Net income after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17).....	1,410,016	(1,013,934)	(1,282,449)
19. Federal and foreign income taxes incurred.....	236,287	10	13,452
20. Net income (Line 18 minus Line 19) (to Line 22).....	1,173,729	(1,013,944)	(1,295,901)
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 previous year.....	20,390,755	20,799,813	20,799,813
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20).....	1,173,729	(1,013,944)	(1,295,901)
23. Net unrealized capital gains or losses.....	(374,030)	82,643	717,050
24. Change in net unrealized foreign exchange capital gain (loss).....			
25. Change in net deferred income taxes.....	(353,498)	534,988	727,997
26. Change in nonadmitted assets.....	85,540	(549,110)	(498,873)
27. Change in provision for reinsurance.....			
28. Change in surplus notes.....			
29. Surplus (contributed to) withdrawn from protected cells.....			
30. Cumulative effect of changes in accounting principles.....		(59,331)	(59,331)
31. Capital changes:			
31.1 Paid in.....			
31.2 Transferred from surplus (Stock Dividend).....			
31.3 Transferred to surplus.....			
32. Surplus adjustments:			
32.1 Paid in.....			
32.2 Transferred to capital (Stock Dividend).....			
32.3 Transferred from capital.....			
33. Net remittances from or (to) Home Office.....			
34. Dividends to stockholders.....			
35. Change in treasury stock.....			
36. Aggregate write-ins for gains and losses in surplus.....	0	0	0
37. Change in surplus as regards policyholders (Lines 22 through 36).....	531,741	(1,004,754)	(409,058)
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37).....	20,922,496	19,795,059	20,390,755

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. Miscellaneous income.....			(940)
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	0	(940)
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.....	21,898,222	46,752,258
2. Loss and loss adjustment expenses paid (net of salvage and subrogation).....	15,530,692	32,395,861
3. Underwriting expenses paid.....	7,807,709	12,798,210
4. Other underwriting income (expenses).....		
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4).....	(1,440,179)	1,558,187
6. Net investment income.....	2,716,715	4,797,305
7. Other income (expenses):		
7.1 Agents' balances charged off.....	(29,602)	(62,205)
7.2 Net funds held under reinsurance treaties.....		
7.3 Net amount withheld or retained for account of others.....		
7.4 Aggregate write-ins for miscellaneous items.....	20,026	11,334
7.5 Total other income (Lines 7.1 to 7.4).....	(9,576)	(50,871)
8. Dividends to policyholders on direct business, less \$.....(242,332) dividends on reinsurance assumed or ceded (net).....	242,332	442,483
9. Federal and foreign income taxes (paid) recovered.....	(420,090)	61,548
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9).....	604,538	5,923,686
CASH FROM INVESTMENTS		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds.....	9,526,077	15,376,539
11.2 Stocks.....	45,774	
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.....	27,185	
11.8 Total investment proceeds (Lines 11.1 to 11.7).....	9,599,036	15,376,539
12. Cost of investments acquired (long-term only):		
12.1 Bonds.....	7,482,276	24,035,755
12.2 Stocks.....		
12.3 Mortgage loans.....		
12.4 Real estate.....	3,180	
12.5 Other invested assets.....		
12.6 Miscellaneous applications.....		27,185
12.7 Total investments acquired (Lines 12.1 to 12.6).....	7,485,456	24,062,940
13. Net cash from investments (Line 11.8 minus Line 12.7).....	2,113,580	(8,686,401)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in.....		
14.2 Capital notes \$.....0 less amounts repaid \$.....0.....		
14.3 Net transfers from affiliates.....	657,274	
14.4 Borrowed funds received.....		
14.5 Other cash provided.....	32,490	7,094
14.6 Total (Lines 14.1 to 14.5).....	689,764	7,094
15. Cash applied:		
15.1 Dividends to stockholders paid.....		
15.2 Net transfers to affiliates.....		104,073
15.3 Borrowed funds repaid.....		
15.4 Other applications.....	159,597	14,997
15.5 Total (Lines 15.1 to 15.4).....	159,597	119,070
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5).....	530,167	(111,976)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16).....	3,248,285	(2,874,691)
18. Cash and short-term investments:		
18.1 Beginning of year.....	1,835,441	4,710,132
18.2 End of period (Line 17 plus Line 18.1).....	5,083,726	1,835,441
DETAILS OF WRITE-INS		
07.401 Premium finance and service charges received.....	20,026	27,982
07.402 Abandoned property - checks and claim drafts.....		(15,708)
07.403 Miscellaneous expense.....		(940)
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).....	20,026	11,334

STATEMENT AS OF JUNE 30, 2002 OF THE THE HAMILTON MUTUAL INSURANCE COMPANY OF CINCINNATI, OHIO
NOTES TO THE FINANCIAL STATEMENTS

9. Income Taxes

a. The components of the net deferred tax asset/(liability) at June 30 are as follows:

	06/30/02
Total of all deferred tax assets	\$ 5,046,503
Total of all deferred tax liabilities	\$ 238,430
Total deferred tax assets non-admitted in accordance with SSAP No. 10, Income Taxes	\$ 4,808,073
Decrease in deferred tax assets non-admitted	\$ (199,815)

c. The changes in the main components of deferred tax assets and deferred tax liabilities are as follows:

	06/30/02	12/31/01	Change
Deferred tax assets resulting from book/tax differences in:			
Loss and LAE reserves	\$ 2,024,624	\$ 1,983,000	\$ 41,624
Accrued deferred compensation	\$ 99,068	\$ 101,738	\$ (2,670)
Postretirement benefits	\$ 141,622	\$ 137,792	\$ 3,830
Unearned premiums	\$ 1,302,764	\$ 1,161,816	\$ 140,948
Other deferred tax assets	\$ 529,681	\$ 110,673	\$ 419,008
Net operating loss carryforward	\$ 471,537	\$ 1,440,582	\$ (969,045)
Minimum tax credits	\$ 477,207	\$ 241,010	\$ 236,197
Gross deferred tax assets	\$ 5,046,503	\$ 5,176,611	\$ (130,108)
Non-admitted deferred tax assets	\$ 4,808,073	\$ 5,007,888	\$ (199,815)
Deferred tax liabilities resulting from book/tax differences in:			
Common and preferred stocks	\$ 24,320	\$ 30,274	\$ (5,954)
Change in accounting methods	\$ 54,005	\$ 72,007	\$ (18,002)
Other deferred tax liabilities	\$ 160,105	\$ 66,442	\$ 93,663
Gross deferred tax liabilities	\$ 238,430	\$ 168,723	\$ 69,707

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

	Amount	Tax Effect
Income before taxes	\$ 1,410,016	\$ 479,404
Book over tax reserves	\$ 110,427	\$ 37,545
Impaired losses not deductible for tax	\$ 670,210	\$ 227,871
Unearned premiums	\$ 366,787	\$ 124,708
Tax exempt interest	\$ (52,161)	\$ (17,735)
Net operating loss carryforward	\$ (4,083,065)	\$ (1,388,242)
Other	\$ 190,913	\$ 64,910
Taxable income	\$ (1,386,873)	\$ -
State income tax	\$ -	\$ 90
Alternative minimum tax	\$ -	\$ 236,197
Current year expense	\$ -	\$ 236,287

f. (1) The Company's federal income tax return is not consolidated with any other entity.

(2) Not applicable.

17. c. Wash Sales – 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	2	3
Name of Entity	NAIC Company Code	State of Domicile

6. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [] No [] N/A [X]

If yes, attach an explanation.

7.1 State as of what date the latest financial examination of the reporting entity was made or is being made.12/31/1999.....

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).10/09/2001.....

7.4 By what department or departments?..... Ohio _____

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

8.2 If yes, give full information:

GENERAL INTERROGATORIES (continued)

INVESTMENT

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

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

9.2 If yes, explain:.....

10.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] No [X]

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

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

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

13.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [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.....	\$.....8,517,601	\$.....8,441,897
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).....	\$.....8,517,601	\$.....8,441,897
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
Mellon Bank, N.A.	One Mellon Bank Center, Room 1035, Pittsburgh PA 15258-0001

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)

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.

2. Has the reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [] No [X]
 If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [] No [X]

3.2 If yes, give full and complete information thereto:

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation liabilities tabular reserves (see annual statement instructions pertaining to disclosure of discounting for definition of "tabular reserves") discounted at a rate of interest greater than zero? Yes [] No [X]

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Disc. Rate	Total Discount				Discount Taken During Period			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 Total	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 Total
.....	.....	.....	.....	.....	.....	.....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.....	2,734,843	2,715,298	0	2,500,030
2. Increase (decrease) by adjustment.....	(19,545)	(19,546)		234,813
3. Cost of acquired.....				
4. Cost of additions to and permanent improvements.....		3,180		
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.....	2,715,298	2,698,932	0	2,734,843
9. Total valuation allowance.....				
10. Subtotal (Lines 8 plus 9).....	2,715,298	2,698,932	0	2,734,843
11. Total nonadmitted amounts.....				
12. Statement value, current period (Page 2, real estate lines, current period).....	2,715,298	2,698,932	0	2,734,843

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.....	199,962	199,962	0	165,222
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.....				34,740
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.....	199,962	199,962	0	199,962
10. Total valuation allowance.....				
11. Subtotal (Lines 9 plus 10).....	199,962	199,962	0	199,962
12. Total nonadmitted amounts.....				
13. Statement value of long-term invested assets at end of current period.....	199,962	199,962	0	199,962

SCHEDULE D - PART 1B

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

	1 Statement Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Statement Value End of First Quarter	6 Statement Value End of Second Quarter	7 Statement Value End of Third Quarter	8 Statement Value December 31 Prior Year
BONDS								
1. Class 1.....	54,288,158	2,492,340	3,079,525	(1,258,996)	54,288,158	52,441,977		55,181,955
2. Class 2.....	14,771,826		42,373	(977,737)	14,771,826	13,751,716		15,275,093
3. Class 3.....	1,357,577			1,125,423	1,357,577	2,483,000		1,666,027
4. Class 4.....				242,500		242,500		
5. Class 5.....								
6. Class 6.....	237,500			72,500	237,500	310,000		235,000
7. Total Bonds.....	70,655,061	2,492,340	3,121,898	(796,310)	70,655,061	69,229,193	0	72,358,075
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.....	70,655,061	2,492,340	3,121,898	(796,310)	70,655,061	69,229,193	0	72,358,075

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.....	5,083,726	XXX	5,083,726	16,239	

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.....	1,835,441	4,801,310	0	4,710,016
2. Cost of short-term investments acquired.....	6,884,536	3,331,300		19,999,859
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.....	3,918,667	3,048,884		22,874,434
7. Book/adjusted carrying value, current period.....	4,801,310	5,083,726	0	1,835,441
8. Total valuation allowance.....				
9. Subtotal (Lines 7 plus 8).....	4,801,310	5,083,726	0	1,835,441
10. Total nonadmitted amounts.....				
11. Statement value (Lines 9 minus 10).....	4,801,310	5,083,726	0	1,835,441
12. Income collected during period.....	14,597	20,066		193,832
13. Income earned during period.....	14,597	20,066		193,474

**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	NO						
2. Alaska.....AK	NO						
3. Arizona.....AZ	NO						
4. Arkansas.....AR	NO						
5. California.....CA	NO						
6. Colorado.....CO	NO						
7. Connecticut.....CT	NO						
8. Delaware.....DE	NO						
9. District of Columbia.....DC	NO						
10. Florida.....FL	NO						
11. Georgia.....GA	NO						
12. Hawaii.....HI	NO						
13. Idaho.....ID	NO						
14. Illinois.....IL	NO						
15. Indiana.....IN	YES	1,019,645	865,454	773,020	418,185	1,272,205	1,084,622
16. Iowa.....IA	YES						
17. Kansas.....KS	NO						
18. Kentucky.....KY	YES	6,257,723	5,489,864	4,426,365	3,345,044	7,219,162	6,165,074
19. Louisiana.....LA	NO						
20. Maine.....ME	NO						
21. Maryland.....MD	NO						
22. Massachusetts.....MA	NO						
23. Michigan.....MI	YES	2,563,602	2,561,229	1,359,116	1,993,308	2,244,178	2,110,052
24. Minnesota.....MN	NO						
25. Mississippi.....MS	NO						
26. Missouri.....MO	NO						
27. Montana.....MT	NO						
28. Nebraska.....NE	NO						
29. Nevada.....NV	NO						
30. New Hampshire.....NH	NO						
31. New Jersey.....NJ	NO						
32. New Mexico.....NM	NO						
33. New York.....NY	NO						
34. North Carolina.....NC	NO						
35. North Dakota.....ND	NO						
36. Ohio.....OH	YES	8,178,238	7,519,122	5,117,453	3,712,442	8,501,802	6,974,421
37. Oklahoma.....OK	NO						
38. Oregon.....OR	NO						
39. Pennsylvania.....PA	NO						
40. Rhode Island.....RI	NO						
41. South Carolina.....SC	NO						
42. South Dakota.....SD	NO						
43. Tennessee.....TN	YES						
44. Texas.....TX	NO						
45. Utah.....UT	NO						
46. Vermont.....VT	NO						
47. Virginia.....VA	NO						
48. Washington.....WA	NO						
49. West Virginia.....WV	NO						
50. Wisconsin.....WI	NO						
51. Wyoming.....WY	NO						
52. American Samoa.....AS							
53. Guam.....GU							
54. Puerto Rico.....PR							
55. US Virgin Islands.....VI							
56. Canada.....CN							
57. Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0
58. Totals.....	(a) 6	18,019,208	16,435,669	11,675,954	9,468,979	19,237,347	16,334,169

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 GROUP

PART 1 – ORGANIZATIONAL CHART

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.....	1,095,229	519,832	47.5	(2.4)
2. Allied lines.....	517,526	701,298	135.5	91.2
3. Farmowners multiple peril.....			0.0	
4. Homeowners multiple peril.....	3,704,769	3,874,500	104.6	60.7
5. Commercial multiple peril.....	1,492,705	1,546,905	103.6	21.2
6. Mortgage guaranty.....			0.0	
8. Ocean marine.....			0.0	
9. Inland marine.....	494,638	170,070	34.4	41.5
10. Financial guaranty.....			0.0	
11.1. Medical malpractice-occurrence.....			0.0	
11.2. Medical malpractice-claims made.....			0.0	
12. Earthquake.....	129,068		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.....	1,763,646	697,299	39.5	18.4
17.2. Other liability-claims made.....	12,102	423	3.5	4.1
18.1. Products liability-occurrence.....	131,508	15,944	12.1	8.3
18.2. Products liability-claims made.....			0.0	
19.1, 19.2 Private passenger auto liability.....	3,688,382	2,862,309	77.6	61.9
19.3, 19.4 Commercial auto liability.....	1,065,742	391,255	36.7	69.0
21. Auto physical damage.....	3,330,847	2,084,556	62.6	63.5
22. Aircraft (all perils).....			0.0	
23. Fidelity.....	39,996	170	0.4	0.5
24. Surety.....	125,064	20,160	16.1	(1.2)
26. Burglary and theft.....	10,380	5,906	56.9	4.6
27. Boiler and machinery.....	15,584	8	0.1	4.7
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.....	17,617,186	12,890,635	73.2	49.8
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

Lines of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....	572,775	1,094,177	1,024,201
2. Allied lines.....	277,234	538,285	490,549
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....	2,100,514	3,493,495	3,179,916
5. Commercial multiple peril.....	844,651	1,622,283	1,426,425
6. Mortgage guaranty.....			
8. Ocean marine.....			
9. Inland marine.....	287,637	539,197	455,586
10. Financial guaranty.....			
11.1. Medical malpractice-occurrence.....			
11.2. Medical malpractice-claims made.....			
12. Earthquake.....	74,791	125,577	121,212
13. Group accident and health.....			
14. Credit accident and health.....			
15. Other accident and health.....			
16. Workers' compensation.....			
17.1. Other liability-occurrence.....	1,041,254	2,026,629	1,706,790
17.2. Other liability-claims made.....	6,420	15,128	9,742
18.1. Products liability-occurrence.....	65,736	126,278	121,976
18.2. Products liability-claims made.....			
19.1, 19.2 Private passenger auto liability.....	1,739,231	3,646,194	3,638,497
19.3, 19.4 Commercial auto liability.....	572,293	1,211,485	976,362
21. Auto physical damage.....	1,601,357	3,385,348	3,083,151
22. Aircraft (all perils).....			
23. Fidelity.....	17,063	34,106	37,167
24. Surety.....	61,618	138,364	141,323
26. Burglary and theft.....	4,970	9,536	11,880
27. Boiler and machinery.....	9,762	13,126	10,892
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.....	9,277,306	18,019,208	16,435,669
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)	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)	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)
1. 1999 + Prior	15,926	1,643	17,569	3,260	143	3,403	12,384	607	1,291	14,282	(282)	398	116
2. 2000	7,929	1,537	9,466	1,634	136	1,770	6,190	594	1,235	8,019	(105)	428	323
3. Subtotals 2000 + Prior	23,855	3,180	27,035	4,894	279	5,173	18,574	1,201	2,526	22,301	(387)	826	439
4. 2001	12,964	5,446	18,410	3,581	1,226	4,807	8,389	1,478	2,597	12,464	(994)	(145)	(1,139)
5. Subtotals 2001 + Prior	36,819	8,626	45,445	8,475	1,505	9,980	26,963	2,679	5,123	34,765	(1,381)	681	(700)
6. 2002	XXX	XXX	XXX	XXX	5,289	5,289	XXX	7,071	4,422	11,493	XXX	XXX	XXX
7. Totals	36,819	8,626	45,445	8,475	6,794	15,269	26,963	9,750	9,545	46,258	(1,381)	681	(700)
8. Prior Year-End's Surplus As Regards Policyholders	20,391										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. (3.8)%	2. 7.9 %	3. (1.5)%
													Col. 13, Line 7 Line 8
													4. (3.4)%

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								
441812-JV-7.....	Household Finance 6.750% 05/15/11.....	.....06/25/2002.....	Paine Webber.....	.....	.....1,492,740	.....1,500,000	.....12,094	1PE.....
50075N-AH-7.....	Kraft Foods Inc 6.250% 06/01/12.....	.....05/15/2002.....	Smith Barney Harris Upham.....	.....	.....999,600	.....1,000,000	.....	1PE.....
4599999	Total - Bonds - Industrial & Miscellaneous.....				.....2,492,340	.....2,500,000	.....12,094	.....XXX.....
6099997	Total - Bonds - Part 3.....				.....2,492,340	.....2,500,000	.....12,094	.....XXX.....
6099999	Total - Bonds.....				.....2,492,340	.....2,500,000	.....12,094	.....XXX.....
7299999	Total - Bonds, Preferred and Common Stocks.....				.....2,492,340	.....XXX.....	.....12,094	.....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 - U.S. Government																
3133MK-MV-6..	Federal Home Loan Bank 7.000% 12/28/16.....	06/28/2002	Call 100.0000.....		2,000,000	2,000,000	2,000,000	2,000,000					0	70,000		1.....
36209F-Y9-4....	GNMA SF I Pool# 470636 7.000% 07/15/29.....	06/03/2002	Paydown.....		428,843	428,843	421,405	428,843	7,099				0	4,259		1.....
36220B-PW-7..	GNMA SF I Pool# 273237 9.000% 08/15/19.....	06/03/2002	Paydown.....		6,663	6,663	5,937	6,663	551				0	50		1.....
0399999.	Total - Bonds - U.S. Government.....				2,435,506	2,435,506	2,427,342	2,435,506	7,650	0	0	0	0	74,309	0	XXX..
Bonds - Special Revenue and Special Assessment																
United States																
312914-VD-3..	FHLMC Remic 7.000% 12/15/07.....	06/03/2002	Paydown.....		27,108	27,108	27,354	27,108	(65)				0	314		1.....
312916-AH-2..	FHLMC Remic 6.750% 12/15/21.....	06/03/2002	Paydown.....		70,809	70,809	73,243	70,809	(1,843)				0	769		1.....
312916-UD-9..	FHLMC Remic 6.000% 05/15/22.....	06/03/2002	Paydown.....		13,808	13,808	13,687	13,808	101				0	202		1.....
313370-AL-8..	FHLMC Remic 6.250% 05/15/19.....	06/03/2002	Paydown.....		53,971	53,971	54,510	53,971	(361)				0	561		1.....
31359E-T4-3..	FNMA Remic 6.500% 06/25/04.....	06/03/2002	Paydown.....		23,495	23,495	23,781	23,495	11				0	255		1.....
313602-HM-9..	FNMA Remic 9.050% 12/25/18.....	06/03/2002	Paydown.....		4,830	4,830	4,893	4,830	(44)				0	74		1.....
	U.S.....				194,021	194,021	197,468	194,021	(2,201)	0	0	0	0	2,175	0	XXX..
	United States.....				194,021	194,021	197,468	194,021	(2,201)	0	0	0	0	2,175	0	XXX..
3199999.	Total - Bonds - Special Revenue & Assessment.....				194,021	194,021	197,468	194,021	(2,201)	0	0	0	0	2,175	0	XXX..
Bonds - Industrial and Miscellaneous																
United States																
02378J-AT-5..	American Airlines 7.377% 05/23/19.....	05/23/2002	Redemption 100.0000.....		42,373	42,373	42,373	42,373					0	1,563		2PE.....
63858S-BA-6..	Nations Bank Corp 7.375% 11/15/11.....	05/15/2002	Call 100.0000.....		250,000	250,000	248,750	250,000	948				0	3,073		1PE.....
695629-AS-4..	Paine Webber Grp 8.250% 05/01/02.....	05/01/2002	Maturity.....		200,000	200,000	206,234	200,000	(54)				0	8,250		1PE.....
	United States.....				492,373	492,373	497,357	492,373	894	0	0	0	0	12,886	0	XXX..
4599999.	Total - Bonds - Industrial & Miscellaneous.....				492,373	492,373	497,357	492,373	894	0	0	0	0	12,886	0	XXX..
6099997.	Total - Bonds - Part 4.....				3,121,900	3,121,900	3,122,167	3,121,900	6,343	0	0	0	0	89,370	0	XXX..
6099999.	Total - Bonds.....				3,121,900	3,121,900	3,122,167	3,121,900	6,343	0	0	0	0	89,370	0	XXX..
Common Stocks - Banks, Trust and Insurance Companies																
United States																
677240-10-3...	Ohio Cas Corp Com.....	05/16/2002	Paine Webber.....	1,000,000	20,500		16,114	18,940	(2,826)			4,385	4,385			L.....
855707-10-5...	State Auto Finl Corp Co.....	05/16/2002	Paine Webber.....	1,500,000	25,274		6,780	21,825	(15,045)			18,494	18,494			L.....
	United States.....				45,774	XXX	22,894	40,765	(17,871)	0	0	22,879	22,879	0	0	XXX..
6799999.	Total - Common Stocks - Banks, Trust & Insurance Companies.....				45,774	XXX	22,894	40,765	(17,871)	0	0	22,879	22,879	0	0	XXX..
7099997.	Total - Common Stocks - Part 4.....				45,774	XXX	22,894	40,765	(17,871)	0	0	22,879	22,879	0	0	XXX..
7099999.	Total - Common Stocks.....				45,774	XXX	22,894	40,765	(17,871)	0	0	22,879	22,879	0	0	XXX..
7199999.	Total - Preferred and Common Stocks.....				45,774	XXX	22,894	40,765	(17,871)	0	0	22,879	22,879	0	0	XXX..
7299999.	Total - Bonds, Preferred and Common Stocks.....				3,167,674	XXX	3,145,061	3,162,665	(11,528)	0	0	22,879	22,879	89,370	0	XXX..

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

EOS

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

Overflow Page for Write-Ins

Overflow Page for Write-Ins