



QUARTERLY STATEMENT

AS OF JUNE 30, 2002

OF THE CONDITION AND AFFAIRS OF THE

CENTRAL MUTUAL INSURANCE COMPANY

NAIC Group Code 0036 (Current Period) 0036 (Prior Period) NAIC Company Code 20230 Employer's ID Number 34-4202560

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

Country of Domicile US

Incorporated April 17, 1876 Commenced Business October 2, 1876

Statutory Home Office 800 South Washington Street, Van Wert, Ohio 45891 (Street and Number, City or Town, State and Zip Code)

Main Administrative Office 800 South Washington Street, Van Wert, Ohio 45891 (Street and Number, City or Town, State and Zip Code) 419-238-5551 -2295 (Area Code) (Telephone Number)

Mail Address 800 South Washington Street, Van Wert, Ohio 45891 (Street and Number, City or Town, State and Zip Code)

Primary Location of Books and Records 800 South Washington Street, Van Wert, Ohio 45891 (Street and Number, City or Town, State and Zip Code) 419-238-5551 -2295 (Area Code) (Telephone Number)

Internet Website Address www.central-insurance.com

Statement Contact Karl Alan Waite (Name) 419-238-5551 -2295 (Area Code) (Telephone Number) (Extension) kwaite@central-insurance.com (E-Mail Address) 419-238-7626 (Fax Number)

Policyowner Relations Contact 800 South Washington Street, Van Wert, Ohio 45891 (Street and Number, City or Town, State and Zip Code) 419-238-5551 -2350 (Area Code) (Telephone Number) (Extension)

OFFICERS

President Francis Walworth Purmort, III
Secretary Edward Ray Buhl
Treasurer Karl Alan Waite

VICE PRESIDENTS

Dana Don Andjus
Michael Patrick Guth
Stephen Keith Moore
Michael Edward Thompson
Paul Charles Woitrol

Edward Ray Buhl
Jeffrey Lee Hanson
Jon Allen Rhoades
Karl Alan Waite

George Joseph Gress
Wayne Norris Kilton
John Ewing White
Charles Wahl Wassberg

DIRECTORS OR TRUSTEES

Harry Allen Bancroft
Francis Walworth Purmort, III
Gerald Dean Thatcher
Drew Pennington Maconachy

Ronald J Kutella
Paul Walworth Purmort, Jr
Roger Kennedy Thompson, Jr

Edward Ray Buhl
Charles Allan Runser
Jeffrey Lee Hanson

State of Ohio SS
County of Van Wert

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.

Francis Walworth Purmort, III
President

Edward Ray Buhl
Secretary

Karl Alan Waite
Treasurer

Subscribed and sworn to before me this
day of 2002

ASSETS

	Current Statement Date			December 31, Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	369,433,503	173,572	369,259,931	360,222,065
2. Stocks:				
2.1 Preferred stocks	23,298,265	1,239,536	22,058,729	18,942,060
2.2 Common stocks	103,757,882	1,875,537	101,882,345	105,287,930
3. Mortgage loans on real estate:				
3.1 First liens	0	0	0	0
3.2 Other than first liens	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ 0 encumbrances)	3,747,909	0	3,747,909	3,680,394
4.2 Properties held for the production of income (less \$ 0 encumbrances)	107,707	0	107,707	144,159
4.3 Properties held for sale (less \$ 0 encumbrances)	0	0	0	0
5. Cash (\$ (8,726,515)) and short-term investments (\$ 18,036,053)	9,309,538	0	9,309,538	7,969,652
6. Other invested assets	0	0	0	0
7. Receivable for securities	0	0	0	235,701
8. Aggregate write-ins for invested assets	0	0	0	0
9. Subtotals, cash and invested assets (Lines 1 to 8)	509,654,804	3,288,645	506,366,159	496,481,961
10. Agents' balances or uncollected premiums :				
10.1 Premiums and agents' balances in course of collection	21,546,173	1,310,800	20,235,373	20,823,871
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$ 2,062,783 earned but unbilled premiums)	67,429,975	248,528	67,181,447	54,098,174
10.3 Accrued retrospective premiums	0	0	0	0
11. Funds held by or deposited with reinsured companies	0	0	0	0
12. Bills receivable, taken for premiums	0	0	0	0
13. Amounts billed and receivable under high deductible policies	0	0	0	0
14. Reinsurance recoverables on loss and loss adjustment expense payments	5,356,782	0	5,356,782	(309,511)
15. Federal and foreign income tax recoverable and interest thereon (including \$ 15,673,045 net deferred tax asset)	18,264,520	0	18,264,520	14,627,693
16. Guaranty funds receivable or on deposit	0	0	0	0
17. Electronic data processing equipment and software	1,048,926	211,270	837,656	936,594
18. Interest, dividends and real estate income due and accrued	6,574,516	0	6,574,516	6,550,348
19. Net adjustments in assets and liabilities due to foreign exchange rates	0	0	0	0
20. Receivable from parent, subsidiaries and affiliates	0	0	0	0
21. Amounts due from/to protected cells	0	0	0	0
22. Equities and deposits in pools and associations	1,298,231	0	1,298,231	1,162,663
23. Amounts receivable relating to uninsured accident and health plans	0	0	0	0
24. Other assets nonadmitted	1,264,891	1,264,891	0	0
25. Aggregate write-ins for other than invested assets	2,554,746	1,795,627	759,119	736,629
26. Total assets excluding protected cell assets (Lines 9 through 25)	634,993,564	8,119,761	626,873,803	595,108,422
27. Protected cell assets	0	0	0	0
28. TOTALS (Lines 26 and 27)	634,993,564	8,119,761	626,873,803	595,108,422
DETAILS OF WRITE-INS				
0801.	0	0	0	0
0802.	0	0	0	0
0803.	0	0	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0
0899. Totals (Lines 0801 through 0803 plus 0898) (Line 8 above)	0	0	0	0
2501. EMPLOYEE BENEFITS TRUST FUND	1,795,627	1,795,627	0	0
2502. POLICY SURCHARGES WITHHELD FROM INSUREDS	32,407	0	32,407	6,058
2503. RECOVERIES FOR GUARANTY FUND ASSESSMENT	726,712	0	726,712	730,571
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	2,554,746	1,795,627	759,119	736,629

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 37,056,956)	156,202,556	145,107,823
2. Reinsurance payable on paid losses and loss adjustment expenses	0	0
3. Loss adjustment expenses	47,992,594	43,686,268
4. Commissions payable, contingent commissions and other similar charges	2,657,400	4,280,073
5. Other expenses (excluding taxes, licenses and fees)	2,499,300	3,360,967
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	3,004,819	3,402,024
7. Federal and foreign income taxes, including \$ (10,610) on realized capital gains (losses) (including \$ 0 net deferred tax liability)	0	0
8. Borrowed money \$ 0 and interest thereon \$ 0	0	0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 34,509,374 and including warranty reserves of \$ 0)	146,832,370	126,232,788
10. Advance premium	2,481,635	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	343,695	254,490
12. Ceded reinsurance premiums payable (net of ceding commissions)	8,718,581	11,978,359
13. Funds held by company under reinsurance treaties	0	0
14. Amounts withheld or retained by company for account of others	7,580,046	6,478,124
15. Remittances and items not allocated	0	0
16. Provision for reinsurance	81,873	81,873
17. Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	227,208	209,708
19. Payable to parent, subsidiaries and affiliates	1,721,828	586,547
20. Payable for securities	1,571,357	0
21. Liability for amounts held under uninsured accident and health plans	0	0
22. Capital notes \$ 0 and interest thereon \$ 0	0	0
23. Aggregate write-ins for liabilities	699,357	1,968,374
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	382,614,619	347,627,418
25. Protected cell liabilities	0	0
26. Total liabilities (Lines 24 and 25)	382,614,619	347,627,418
27. Aggregate write-ins for special surplus funds	0	0
28. Common capital stock	0	0
29. Preferred capital stock	0	0
30. Aggregate write-ins for other than special surplus funds	0	0
31. Surplus notes	0	0
32. Gross paid in and contributed surplus	0	0
33. Unassigned funds (surplus)	244,259,185	247,481,006
34. Less treasury stock, at cost:		
34.1 0 shares common (value included in Line 28 \$ 0)	0	0
34.2 0 shares preferred (value included in Line 29 \$ 0)	0	0
35. Surplus as regards policyholders (Lines 27 to 33, less 34)	244,259,185	247,481,006
36. TOTALS	626,873,804	595,108,424
DETAILS OF WRITE-INS		
2301. RESERVE FOR BAD FAITH CLAIMS	100,000	100,000
2302. RESERVE FOR ESCHEATS	441,956	480,578
2303. ADVANCE PREMIUMS	0	1,387,796
2398. Summary of remaining write-ins for Line 23 from overflow page	157,401	0
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	699,357	1,968,374
2701.	0	0
2702.	0	0
2703.	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	0	0
3001.	0	0
3002.	0	0
3003.	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page	0	0
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 114,607,575)	87,374,761	64,243,862	136,078,599
1.2 Assumed (written \$ 81,728,157)	82,712,952	82,490,141	166,336,111
1.3 Ceded (written \$ 42,485,008)	36,609,211	29,874,396	62,144,313
1.4 Net (written \$ 153,850,724)	133,478,502	116,859,607	240,270,397
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 73,786,529):			
2.1 Direct	41,796,146	40,774,799	77,785,753
2.2 Assumed	61,416,135	53,403,462	100,115,583
2.3 Ceded	21,915,305	19,128,421	34,835,549
2.4 Net	81,296,976	75,049,840	143,065,787
3. Loss expenses incurred	15,078,228	12,908,662	27,081,745
4. Other underwriting expenses incurred	44,291,851	35,443,028	74,696,484
5. Aggregate write-ins for underwriting deductions	157,401	0	0
6. Total underwriting deductions (Lines 2 through 5)	140,824,456	123,401,530	244,844,016
7. Net income of protected cells	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(7,345,954)	(6,541,923)	(4,573,619)
INVESTMENT INCOME			
9. Net investment income earned	10,929,352	10,448,015	21,729,614
10. Net realized capital gains (losses)	(30,315)	629,126	(643,559)
11. Net investment gain (loss) (Lines 9 plus 10)	10,899,037	11,077,141	21,086,055
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 1,239 amount charged off \$ 237,471)	(236,233)	(158,001)	(301,519)
13. Finance and service charges not included in premiums	815,602	654,855	1,431,398
14. Aggregate write-ins for miscellaneous income	66,968	79,711	108,931
15. Total other income (Lines 12 through 14)	646,337	576,565	1,238,810
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 plus 11 plus 15)	4,199,420	5,111,783	17,751,246
17. Dividends to policyholders	859,065	656,205	1,191,299
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	3,340,355	4,455,578	16,559,947
19. Federal and foreign income taxes incurred	1,784,943	1,443,848	3,909,327
20. Net income (Line 18 minus Line 19) (to Line 22)	1,555,412	3,011,730	12,650,620
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	247,480,999	220,929,106	220,929,125
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20)	1,555,412	3,011,730	12,650,620
23. Net unrealized capital gains or losses	(5,557,062)	(1,122,246)	144,577
24. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
25. Change in net deferred income tax	1,765,479	2,721,256	3,553,931
26. Change in nonadmitted assets	28,474	20,598	(1,022,976)
27. Change in provision for reinsurance	0	0	(5,023)
28. Change in surplus notes	0	0	0
29. Surplus (contributed to) withdrawn from protected cells	0	0	0
30. Cumulative effect of changes in accounting principles	0	11,230,745	11,230,745
31. Capital changes:			
31.1 Paid in	0	0	0
31.2 Transferred from surplus (Stock Dividend)	0	0	0
31.3 Transferred to surplus	0	0	0
32. Surplus adjustments:			
32.1 Paid in	0	0	0
32.2 Transferred to capital (Stock Dividend)	0	0	0
32.3 Transferred from capital	0	0	0
33. Net remittances from or (to) Home Office	0	0	0
34. Dividends to stockholders	0	0	0
35. Change in treasury stock	0	0	0
36. Aggregate write-ins for gains and losses in surplus	(1,014,102)	0	0
37. Change in surplus as regards policyholders (Lines 22 through 36)	(3,221,799)	15,862,083	26,551,874
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	244,259,200	236,791,189	247,480,999
DETAILS OF WRITE-INS			
0501. 2002 PRIVATE PASSENGER AUTO ESCROW	157,401	0	0
0502.	0	0	0
0503.	0	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	157,401	0	0
1401. MISCELLANEOUS INCOME			
1402.	66,968	79,711	108,931
1403.	0	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	66,968	79,711	108,931
3601. CORRECTION OF LIABILITY FOR POST RETIREMENT BENEFITS			
3602.	(1,014,102)	0	0
3603.	0	0	0
3698. Summary of remaining write-ins for Line 36 from overflow page	0	0	0
3699. TOTALS (Lines 3601 through 3603 plus 3698) (Line 36 above)	(1,014,102)	0	0

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance	139,372,425	240,614,203
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)	86,962,860	146,805,399
3. Underwriting expenses paid	47,095,777	73,596,249
4. Other underwriting income (expenses)	(22,490)	(483,959)
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	5,291,298	19,728,596
6. Net investment income	11,322,842	21,745,690
7. Other income (expenses):		
7.1 Agents' balances charged off	(236,233)	(301,519)
7.2 Net funds held under reinsurance treaties	0	0
7.3 Net amount withheld or retained for account of others	308,769	123,210
7.4 Aggregate write-ins for miscellaneous items	747,002	1,249,802
7.5 Total other income (Lines 7.1 to 7.4)	819,538	1,071,493
8. Dividends to policyholders on direct business, less \$ (575,679) dividends on reinsurance assumed or ceded (net)	769,860	1,097,459
9. Federal and foreign income taxes (paid) recovered	(3,537,318)	(6,474,711)
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	13,126,500	34,973,609
Cash from Investments		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds	27,247,805	36,086,337
11.2 Stocks	5,225,903	19,045,871
11.3 Mortgage loans	0	0
11.4 Real estate	0	0
11.5 Other invested assets	0	0
11.6 Net gains or (losses) on cash and short-term investments	0	0
11.7 Miscellaneous proceeds	0	0
11.8 Total investment proceeds (Lines 11.1 to 11.7)	32,473,708	55,132,208
12. Cost of investments acquired (long-term only):		
12.1 Bonds	35,414,220	61,223,245
12.2 Stocks	9,956,484	25,316,912
12.3 Mortgage loans	0	0
12.4 Real estate	92,083	392,257
12.5 Other invested assets	0	0
12.6 Miscellaneous applications	0	0
12.7 Total investments acquired (Lines 12.1 to 12.6)	45,462,787	86,932,414
13. Net cash from investments (Line 11.8 minus Line 12.7)	(12,989,079)	(31,800,206)
Cash from Financing and Miscellaneous Sources		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in	0	0
14.2 Capital notes \$ 0 less amounts repaid \$ 0	0	0
14.3 Net transfers from affiliates	1,135,281	0
14.4 Borrowed funds received	0	0
14.5 Other cash provided	67,182	0
14.6 Total (Lines 14.1 to 14.5)	1,202,463	0
15. Cash applied:		
15.1 Dividends to stockholders paid	0	0
15.2 Net transfers to affiliates	0	201,890
15.3 Borrowed funds repaid	0	0
15.4 Other applications	0	619,833
15.5 Total (Lines 15.1 to 15.4)	0	821,723
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	1,202,463	(821,723)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	1,339,884	2,351,680
18. Cash and short-term investments:		
18.1 Beginning of year	7,969,652	5,617,974
18.2 End of period (Line 17 plus Line 18.1)	9,309,536	7,969,654
DETAILS OF WRITE-INS		
7.401 FINANCE & SERVICE CHARGES/SCH T, COL 8 TOTAL	815,602	1,431,398
7.402 AGGREGATE WRITE INS - PAGE 4, LINE 12	66,968	108,931
7.403 PAGE 2, LINE 17 - EQUITIES & DEPOSITS	(135,568)	(290,527)
7.498 Summary of remaining write-ins for Line 7.4 from overflow page	0	0
7.499 Totals (Lines 7.401 through 7.403 plus 7.498) (Line 7.4 above)	747,002	1,249,802

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of Central Mutual Insurance Company are presented on the basis of accounting practices prescribed or permitted by the Ohio Insurance Department.

The Ohio Insurance Department recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio. The Commissioner of Insurance has the right to permit specific practices that deviate from prescribed practices.

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

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

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

In addition, Central Mutual Insurance Company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are stated at amortized cost using the interest method.
- (3) Common stocks are stated at market value except investments in stocks of uncombined subsidiaries and affiliates in which Central Mutual Insurance Company has an interest of 20% or more are carried on the equity basis.
- (4) Preferred stocks are stated at market value except qualified sinking fund preferreds which are stated at amortized cost.
- (5) Central Mutual Insurance Company has no mortgage loans on real estate.
- (6) Loan-backed securities are stated at amortized cost. Prepayment assumptions for loan-backed bonds and structured securities are obtained from dealer surveys. These assumptions are consistent with the current interest rate and economic environment. The prospective adjustment method is used to value these securities.
- (7) Central Mutual Insurance Company owns 100% of the common stock of All America Insurance Company, a property and casualty insurance company. Central Mutual Insurance Company owns 100% of Security Central, a holding company. Stocks held in all subsidiaries are carried at their Admitted Asset Equivalent.
- (8) Central Mutual Insurance Company has no investments in joint ventures, partnerships or limited liability companies.
- (9) Central Mutual Insurance Company owns no derivatives.
- (10) Central Mutual Insurance Company anticipates investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53, Property-Casualty Contracts - Premiums.
- (11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.

2. Accounting Changes and Correction of Errors

A. During the second quarter of 2002, the company recognized that the claim history being used for the calculation of the company's liability for post retirement health care benefits has not included the Part B Medicare premium reimbursement paid to retirees. These payments have been missing from the claim history for this calculation since these reserves were first established in 1992. For 2001, it is estimated that Net Income was overstated by \$192,607, Liabilities were understated by \$1,133,075, and Surplus was overstated by \$1,014,102. In the second quarter of 2002, the company increased its liability for these

NOTES TO FINANCIAL STATEMENTS

postretirement benefits by \$1,133,075 (divided between Liabilities, Line 3 and Line 14) and decreased by \$1,014,102 (Gains and Losses in Surplus, Line 36) to adjust for the impact of this missed data past ten years. Surplus
over the

20. Other Items

J. Segregated Funds - A private passenger automobile rate filing in the state of North Carolina effective on April 1, 2002 is being disputed. The amount of additional premium charged insureds as a result of this rate increase is charged against Underwriting Income (Aggregate Write-In for Underwriting Deductions, and correspondingly increased Liabilities (Aggregate Write-in for Liabilities, Line 23). An escrow account has been established with Bank One, NA to be used for refunding premium to insureds if required after this rate dispute is settled. Line 5)
account
after this

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 has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
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- 6. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes () No (X) N/A ()
 If yes, attach an explanation.
- 7.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/1998
- 7.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/1998
- 7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 05/18/2000
- 7.4 By what department or departments?
 OHIO

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

GENERAL INTERROGATORIES (continued)

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

INVESTMENT

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

9.2 If yes, explain

.....

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

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

.....

11. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 0

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

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

13.2 If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds	\$ 0	\$ 0
13.22 Preferred Stock	\$ 0	\$ 0
13.23 Common Stock	\$ 52,318,307	\$ 53,485,595
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)	\$ 52,318,307	\$ 53,485,595
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 ONE TRUST CO NA	1111 POLARIS PARKWAY, COLUMBUS OH 43240
.....
.....

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 brokers/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 AND 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 reporting 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 cancelled? 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 Discount Schedule.

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	3,824,553	3,853,987	0	3,633,881
2. Increase (decrease) by adjustment	(29,835)	(30,163)	0	392,257
3. Cost of acquired	59,268	31,793	0	0
4. Cost of additions to and permanent improvements	0	0	0	0
5. Total profit (loss) on sales	0	0	0	0
6. Increase (decrease) by foreign exchange adjustment	0	0	0	(201,585)
7. Amount received on sales	0	0	0	0
8. Book/adjusted carrying value at end of current period	3,853,986	3,855,617	0	3,824,553
9. Total valuation allowance	0	0	0	0
10. Subtotal (Line 8 plus Line 9)	3,853,986	3,855,617	0	3,824,553
11. Total nonadmitted amounts	0	0	0	0
12. Statement value, current period (Page 2, real estate lines, current period)	3,853,986	3,855,617	0	3,824,553

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

Description	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 investments		0	0	0
2. Cost of acquisitions during period:				
2.1 Actual cost at time of acquisitions		0	0	0
2.2 Additional investment made after acquisition		0	0	0
3. Accrual of discount		0	0	0
4. Increase (decrease) by adjustment		0	0	0
5. Total profit (loss) on sale		0	0	0
6. Amounts paid on account or in full during the period		0	0	0
7. Amortization of premium		0	0	0
8. Increase (decrease) by foreign exchange adjustment	0	0	0	0
9. Book/adjusted carrying value of long-term invested assets at end of current period	0	0	0	0
10. Total valuation allowance	0	0	0	0
11. Subtotal (Line 9 plus Line 10)	0	0	0	0
12. Total nonadmitted amounts	0	0	0	0
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	343,194,625	19,011,889	11,428,665	1,308,464	343,194,625	352,086,313	0	338,275,913
2. Class 2	18,174,567	511,055	1,321,337	(515,667)	18,174,567	16,848,618	0	21,946,152
3. Class 3	0	0	0	0	0	0	0	0
4. Class 4	0	0	0	325,000	0	325,000	0	0
5. Class 5	0	0	0	0	0	0	0	0
6. Class 6	0	0	0	0	0	0	0	0
7. Total Bonds	361,369,192	19,522,944	12,750,002	1,117,797	361,369,192	369,259,931	0	360,222,065
PREFERRED STOCK								
8. Class 1	8,028,533	1,779,314	0	(1,436)	8,028,533	9,806,411	0	8,029,966
9. Class 2	11,931,176	568,675	0	(11,027)	11,931,176	12,488,824	0	10,912,094
10. Class 3	0	0	0	0	0	0	0	0
11. Class 4	0	0	0	0	0	0	0	0
12. Class 5	0	0	0	0	0	0	0	0
13. Class 6	0	0	0	0	0	0	0	0
14. Total Preferred Stock	19,959,709	2,347,989	0	(12,463)	19,959,709	22,295,235	0	18,942,060
15. Total Bonds and Preferred Stock	381,328,901	21,870,933	12,750,002	1,105,334	381,328,901	391,555,166	0	379,164,125

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Amount of Interest Received Current Quarter	Paid for Accrued Interest
8099999 Totals	18,036,053	X X X	18,036,053	76,313	0

SCHEDULE DA - PART 2 - VERIFICATION

Short-Term Investments Owned

	1	2	3	4
	First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1. Book / adjusted carrying value, beginning of period	13,359,707	21,161,406	0	13,612,284
2. Cost of short-term investments acquired	36,970,582	39,332,518	0	114,728,154
3. Increase (decrease) by adjustment	0	0	0	0
4. Increase (decrease) by foreign exchange adjustment	0	0	0	0
5. Total profit (loss) on disposal of short-term investments	0	0	0	0
6. Consideration received on disposal of short-term investments	29,168,883	42,457,871	0	114,980,731
7. Book / adjusted carrying value, current period	21,161,406	18,036,053	0	13,359,707
8. Total valuation allowance	0	0	0	0
9. Subtotal (Line 7 plus Line 8)	21,161,406	18,036,053	0	13,359,707
10. Total nonadmitted amounts	0	0	0	0
11. Statement value (Line 9 minus Line 10)	21,161,406	18,036,053	0	13,359,707
12. Income collected during period	78,478	76,313	0	613,089
13. Income earned during period	82,303	69,589	0	566,063

Page 13

Sch. DB, Pt. F, Sn. 1, Summary Replicated (Syn.) Assets Open
NONE

Page 14

Sch. DB, Pt. F, Sn. 2, Reconciliation Replicated (Syn.) Assets
NONE

Page 15

Schedule F - Ceded Reinsurance
NONE

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

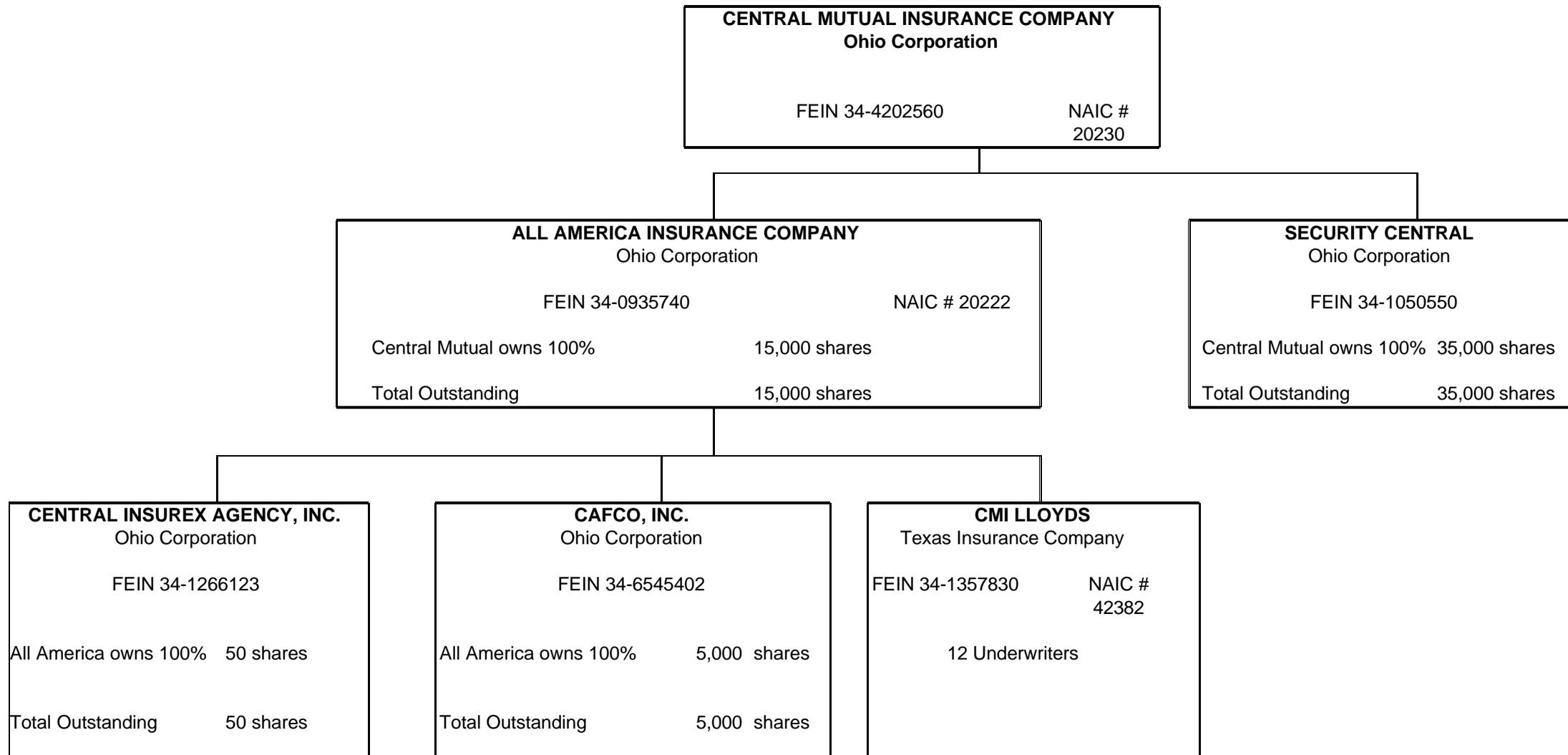
States, etc.	1 Is Insurer Licensed? (Yes or No)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama	AL	No	0	0	0	0	0
2. Alaska	AK	No	0	0	0	0	0
3. Arizona	AZ	Yes	4,597,444	1,751,146	879,768	587,288	1,948,453
4. Arkansas	AR	No	0	0	0	0	0
5. California	CA	Yes	0	0	201,575	38,513	6,927,039
6. Colorado	CO	No	0	0	0	0	0
7. Connecticut	CT	Yes	5,472,159	3,300,276	1,407,846	1,106,715	5,885,510
8. Delaware	DE	Yes	0	0	0	0	0
9. District of Columbia	DC	No	0	0	0	0	0
10. Florida	FL	No	0	0	(4,662)	27,147	118,892
11. Georgia	GA	Yes	16,371,370	9,718,129	4,037,660	4,019,664	11,210,246
12. Hawaii	HI	No	0	0	0	0	0
13. Idaho	ID	No	0	0	0	0	0
14. Illinois	IL	Yes	9,144,151	5,766,209	2,947,978	2,325,550	11,030,026
15. Indiana	IN	Yes	5,063,858	3,060,341	1,840,588	1,520,345	6,715,129
16. Iowa	IA	Yes	0	0	0	0	0
17. Kansas	KS	No	0	0	0	0	0
18. Kentucky	KY	Yes	116,816	82,673	10,400	577	56,387
19. Louisiana	LA	No	0	0	0	(25)	32,132
20. Maine	ME	No	0	0	0	0	0
21. Maryland	MD	No	0	0	155	152	0
22. Massachusetts	MA	Yes	5,904,939	4,308,422	1,523,482	775,349	6,483,603
23. Michigan	MI	Yes	26,668	21,979	94,870	130,971	645,375
24. Minnesota	MN	No	0	0	0	0	0
25. Mississippi	MS	No	0	0	0	0	0
26. Missouri	MO	No	0	0	0	0	0
27. Montana	MT	No	0	0	0	0	0
28. Nebraska	NE	No	0	0	0	0	0
29. Nevada	NV	Yes	0	0	(60)	(20)	0
30. New Hampshire	NH	Yes	79,042	34,560	370	2,151	735,910
31. New Jersey	NJ	Yes	5,493,948	4,751,492	3,309,700	2,424,947	15,935,903
32. New Mexico	NM	Yes	2,947,656	2,190,887	575,504	886,847	2,034,076
33. New York	NY	Yes	7,147,355	5,857,500	1,975,391	2,472,135	9,743,403
34. North Carolina	NC	Yes	18,093,552	12,704,625	5,638,605	6,124,563	12,054,052
35. North Dakota	ND	No	0	0	0	0	0
36. Ohio	OH	Yes	12,923,121	8,746,367	5,436,918	3,765,158	16,278,838
37. Oklahoma	OK	Yes	2,555,368	1,412,000	569,750	569,039	1,381,797
38. Oregon	OR	No	0	0	0	0	0
39. Pennsylvania	PA	Yes	0	0	0	0	0
40. Rhode Island	RI	No	0	0	0	0	0
41. South Carolina	SC	Yes	161,765	135,553	51,000	5,233	44,758
42. South Dakota	SD	No	0	20,754	0	0	0
43. Tennessee	TN	Yes	8,629,704	3,249,896	2,852,427	1,141,481	4,434,641
44. Texas	TX	Yes	5,166,534	3,048,505	1,675,251	821,283	4,507,826
45. Utah	UT	No	0	0	0	0	0
46. Vermont	VT	No	0	0	0	0	0
47. Virginia	VA	Yes	4,712,126	3,300,927	1,869,761	847,430	2,815,421
48. Washington	WA	No	0	0	0	0	0
49. West Virginia	WV	Yes	0	0	0	0	0
50. Wisconsin	WI	Yes	0	0	0	0	0
51. Wyoming	WY	No	0	0	0	0	0
52. American Samoa	AS	No	0	0	0	0	0
53. Guam	GU	No	0	0	0	0	0
54. Puerto Rico	PR	No	0	0	0	0	0
55. U.S. Virgin Islands	VI	No	0	0	0	0	0
56. Canada	ON	No	0	0	0	0	0
57. Aggregate Other Alien	OT	X X X	0	0	0	0	0
58. Totals	(a)	26	114,607,576	73,462,241	36,894,277	29,592,493	121,019,417
DETAILS OF WRITE-INS							
5701.	X X X		0	0	0	0	0
5702.	X X X		0	0	0	0	0
5703.	X X X		0	0	0	0	0
5798. Summary of remaining write-ins for Line 57 from overflow page	X X X		0	0	0	0	0
5799. TOTALS (Lines 5701 through 5703 plus Line 5798)(Line 57 above)	X X X		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

6/30/2002



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	1,605,413	1,198,318	74.6	101.6
2. Allied lines	1,007,814	412,985	41.0	37.9
3. Farmowners multiple peril	2,218	0	0.0	0.0
4. Homeowners multiple peril	10,845,027	6,098,989	56.2	62.6
5. Commercial multiple peril	18,377,692	5,993,402	32.6	55.6
6. Mortgage guaranty	0	0	0.0	0.0
8. Ocean marine	0	0	0.0	0.0
9. Inland marine	1,709,191	790,977	46.3	47.0
10. Financial guaranty	0	0	0.0	0.0
11.1 Medical malpractice-occurrence	0	0	0.0	0.0
11.2 Medical malpractice-claims made	0	0	0.0	0.0
12. Earthquake	63,514	17,256	27.2	0.0
13. Group accident and health	0	0	0.0	0.0
14. Credit accident and health	0	0	0.0	0.0
15. Other accident and health	0	0	0.0	0.0
16. Workers' compensation	11,933,396	9,077,257	76.1	70.2
17.1 Other liability-occurrence	5,713,462	1,144,430	20.0	23.3
17.2 Other liability-claims made	0	0	0.0	0.0
18.1 Products liability-occurrence	2,961,703	1,453,795	49.1	209.9
18.2 Products liability-claims made	0	0	0.0	0.0
19.1, 19.2 Private passenger auto liability	12,365,003	6,509,787	52.6	69.3
19.3, 19.4 Commercial auto liability	8,846,052	2,898,476	32.8	49.3
21. Auto physical damage	11,870,821	6,192,063	52.2	59.4
22. Aircraft (all perils)	0	0	0.0	0.0
23. Fidelity	11,319	(3,973)	(35.1)	31.2
24. Surety	1,087	0	0.0	0.0
26. Burglary and theft	7,509	0	0.0	(2.6)
27. Boiler and machinery	53,543	12,384	23.1	18.1
28. Credit	0	0	0.0	0.0
29. International	0	0	0.0	0.0
30. Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X	X X X
31. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X	X X X
33. Aggregate write-ins for other lines of business	0	0	0.0	0.0
34. TOTALS	87,374,764	41,796,146	47.8	63.5
DETAILS OF WRITE-INS				
3301.	0	0	0.0	0.0
3302.	0	0	0.0	0.0
3303.	0	0	0.0	0.0
3398. Summary of remaining write-ins for Line 33 from overflow page	0	0	0.0	0.0
3399. Totals (Lines 3301 through 3303 plus Line 3398) (Line 33)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire	980,243	1,762,813	1,374,567
2. Allied lines	666,502	1,230,409	909,892
3. Farmowners multiple peril	347	742	77
4. Homeowners multiple peril	9,595,844	16,821,727	6,657,015
5. Commercial multiple peril	11,690,146	23,806,498	16,672,970
6. Mortgage guaranty	0	0	0
8. Ocean marine	0	0	0
9. Inland marine	1,253,225	2,220,256	1,400,427
10. Financial guaranty	0	0	0
11.1 Medical malpractice-occurrence	0	0	0
11.2 Medical malpractice-claims made	0	0	0
12. Earthquake	50,151	88,104	36,253
13. Group accident and health	0	0	0
14. Credit accident and health	0	0	0
15. Other accident and health	0	0	0
16. Workers' compensation	7,755,872	15,232,047	9,682,105
17.1 Other liability-occurrence	3,576,623	7,034,496	5,188,652
17.2 Other liability-claims made	0	0	0
18.1 Products liability-occurrence	1,935,332	4,031,978	2,521,666
18.2 Products liability-claims made	0	0	0
19.1, 19.2 Private passenger auto liability	8,220,670	15,245,899	10,812,443
19.3, 19.4 Commercial auto liability	6,327,373	11,959,275	7,980,802
21. Auto physical damage	8,116,579	15,106,988	10,167,167
22. Aircraft (all perils)	0	0	0
23. Fidelity	6,422	13,145	8,920
24. Surety	415	1,538	1,772
26. Burglary and theft	(318)	9,583	7,180
27. Boiler and machinery	15,347	42,075	40,329
28. Credit	0	0	0
29. International	0	0	0
30. Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X
31. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X
33. Aggregate write-ins for other lines of business	0	0	0
34. TOTALS	60,190,773	114,607,573	73,462,237
DETAILS OF WRITE-INS			
3301.	0	0	0
3302.	0	0	0
3303.	0	0	0
3398. Summary of remaining write-ins for Line 33 from overflow page	0	0	0
3399. Totals (Lines 3301 through 3303 plus Line 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 plus 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 plus 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 plus 8 plus 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 plus 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 plus 8 plus 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency(c) (Cols. 11 plus 12)
1. 1999 + Prior	44,645	23,441	68,086	2,202	227	2,429	43,527	6,923	17,485	67,935	1,084	1,194	2,278
2. 2000	29,249	14,984	44,233	8,389	574	8,963	23,088	4,904	7,959	35,951	2,228	(1,547)	681
3. Subtotals 2000 + prior	73,894	38,425	112,319	10,591	801	11,392	66,615	11,827	25,444	103,886	3,312	(353)	2,959
4. 2001	49,042	27,432	76,474	20,726	7,592	28,318	30,993	11,650	11,218	53,861	2,677	3,028	5,705
5. Subtotals 2001 + prior	122,936	65,857	188,793	31,317	8,393	39,710	97,608	23,477	36,662	157,747	5,989	2,675	8,664
6. 2002	X X X	X X X	X X X	X X X	41,603	41,603	X X X	29,331	17,117	46,448	X X X	X X X	X X X
7. Totals	122,936	65,857	188,793	31,317	49,996	81,313	97,608	52,808	53,779	204,195	5,989	2,675	8,664
8. Prior Year-End's Surplus As Regards Policy-holders	247,481,006										Col. 11, Line 7 As % of Col. 1 Line 7	Col. 12, Line 7 As % of Col. 2 Line 7	Col. 13, Line 7 As % of Col. 3 Line 7
											1. 4.9 %	2. 4.1 %	3. 4.6 %
													Col. 13, Line 7 Line 8
													4. 0.0 %

(a) Should Equal Prior Year-End Annual Statement; Page 3, Column 1, Lines 1 plus 3
 (b) Should Equal Quarterly Statement Page 3, Column 1, Lines 1 and 3
 (c) Should Also Equal Columns 6 plus 10 less Column 3 for Lines A through E 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.

RESPONSES

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

Yes

EXPLANATION:

.....

BARCODE:

Document Identifier 470:

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

No

EXPLANATION:

.....

BARCODE:

2. Document Identifier 490:



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

No

EXPLANATION:

.....

BARCODE:

3. Document Identifier 450:



OVERFLOW PAGE FOR WRITE-INS

OVERFLOW WRITE-INS FOR Page 3, Liabilities

	1 Current Statement Date	2 December 31, Prior Year
AGGREGATED AT Line 23, Liabilities		
PRIVATE PASSENGER AUTO ESCROW	157,401	0
2398 Line 23, Liabilities	157,401	0

SCHEDULE A - PART 2

Showing all Real Estate ACQUIRED During the Current Quarter

1 Description of Property	Location		4 Date Acquired	5 Name of Vendor	6 Actual Cost	7 Amount of Encumbrances	8 Book / Adjusted Carrying Value Less Encumbrances	9 Expended for Additions and Permanent Improvements
	2 City	3 State						
Acquired by purchase								
HO SERVICES REMODELING	VAN WERT	OH	04/25/2002	JENNE	173	0	0	0
HO SERVICES REMODELING	VAN WERT	OH	04/22/2002	ACCU-TECH	529	0	0	0
HO SERVICES REMODELING	VAN WERT	OH	04/03/2002	FLAT LANDS SUPPLY	23	0	0	0
HO SERVICES REMODELING	VAN WERT	OH	04/03/2002	FLAT LANDS SUPPLY	117	0	0	0
HO SERVICES REMODELING	VAN WERT	OH	04/03/2002	GRAYBAR	156	0	0	0
HO SERVICES REMODELING	VAN WERT	OH	04/03/2002	GRAYBAR	211	0	0	0
HO SERVICES REMODELING	VAN WERT	OH	04/03/2002	GRAYBAR	71	0	0	0
ISOLATION SYSTEM	VAN WERT	OH	04/18/2002	SMITH-BOUGHAN	3,659	0	0	0
RECOVER SEAMS - ANNEX ROOF	VAN WERT	OH	05/03/2002	BEBOUT & HOUG	15,252	0	0	0
HO SERVICES REMODELING	VAN WERT	OH	05/07/2002	GRAYBAR	183	0	0	0
HO SERVICES REMODELING	VAN WERT	OH	05/10/2002	ALEXANDER & BEBOUT	11,288	0	0	0
HO SERVICES REMODELING	VAN WERT	OH	05/03/2002	FLATLANDS SUPPLY	106	0	0	0
HO SERVICES REMODELING	VAN WERT	OH	05/03/2002	FLATLANDS SUPPLY	24	0	0	0
0199999 Acquired by purchase					31,792	0	0	0
9999999 TOTALS					31,792	0	0	0

SCHEDULE A - PART 3

Showing all Real Estate SOLD during the Quarter, including Payments during the Final Year on "Sales under Contract"

1 Description of Property	Location		4 Disposal Date	5 Name of Purchaser	6 Actual Cost	7 Increase (Decrease) by Adjustment	8 Increase (Decrease) by Foreign Exchange Adjustment	9 Expended for Additions, Permanent Improvements and Changes in Encumbrances	10 Book/Adjusted Carrying Value Less Encumbrances	11 Amounts Received	12 Foreign Exchange Profit (Loss) on Sale	13 Realized Profit (Loss) on Sale	14 Total Profit (Loss) on Sale	15 Gross Income Earned Less Interest Incurred on Encumbrances	16 Taxes, Repairs and Expenses Incurred
	2 City	3 State													
NONE															

Page E02

Schedule B, Part 1, Mortgage Loans Acquired

NONE

Schedule B, Part 2, Mortgage Loans Sold

NONE

Page E03

Sch. BA, Pt. 1, Other Long-Term Invested Assets Acquired

NONE

Sch. BA, Pt. 2, Other Long-Term Invested Assets Sold

NONE

SCHEDULE D - PART 3

Show All Long-term Bonds and Stock Acquired by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation (a)
Bonds - U.S. Governments								
	US GOVERNMENT OBLIGATIONS - U.S.							
912827-4F-6	U.S. TREASURY NOTES	05/08/2002	McDonald & Company		1,150,188	1,100,000	29,912	1PE
	COUNTRY TOTAL - U.S.				1,150,188	1,100,000	29,912	
0399999	Subtotal - Bonds - U.S. Governments				1,150,188	1,100,000	29,912	
Bonds - Political Subdivisions of States, Territories and Possessions								
	POLITICAL SUBDIVISIONS - U.S.							
	NEW MEXICO							
013518-P6-6	ALBUQUERQUE NM STORM SEWER B	06/19/2002	Hutchinson, Shockey, Erley		511,370	500,000	10,512	1PE
	STATE TOTAL				511,370	500,000	10,512	
	UTAH							
639557-HB-6	NEBO UTAH SCH DIST	06/25/2002	Paine Webber - New Jersey		522,225	500,000	11,800	1PE
	STATE TOTAL				522,225	500,000	11,800	
	WISCONSIN							
408172-BZ-6	HAMILTON WI SCH DIST	06/25/2002	Paine Webber - New Jersey		1,031,105	1,000,000	10,861	1PE
	STATE TOTAL				1,031,105	1,000,000	10,861	
	COUNTRY TOTAL - U.S.				0	0	0	
2499999	Subtotal - Bonds - Political Subdivisions of States, Territories and Possessions				2,064,700	2,000,000	33,173	
Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions								
	SPECIAL REVENUE AND ASSESSMENTS - U.S.							
	ALABAMA							
090929-DQ-0	BIRMINGHAM AL CHILDREN HOSPITAL	06/24/2002	Morgan Keegan		532,860	500,000	3,194	1PE
	STATE TOTAL				532,860	500,000	3,194	
	TEXAS							
880166-LV-3	TEMPLE TEX WRT & SWR REV	06/25/2002	Dain Rauscher		515,275	500,000	1,938	1PE
882756-KY-4	TEXAS ST PUB FIN AUTH AUSTIN UNIV	06/26/2002	Wachovia Bank		516,590	500,000	1,500	1PE
	STATE TOTAL				1,031,865	1,000,000	3,438	
	U.S.GOV'T. - AGENCIES							
31331L-K4-9	FEDERAL FARM CREDIT BANK	04/24/2002	First Union		905,403	900,000	1,094	1PE
31331R-KN-4	FEDERAL FARM CREDIT BK NOTES	05/07/2002	Griffin Kubik Stephens		1,047,441	1,000,000	27,211	1PE
3133MN-3P-4	FHLB MTN	04/23/2002	Mesirow Capital Markets		1,005,000	1,000,000	1,428	1PE
3133MN-7B-1	FEDERAL HOME LOAN BANK	04/17/2002	First Union		515,000	515,000	0	1PE
3133MN-LE-9	FEDERAL HOME LOAN BANK	05/01/2002	Prudential Securities		500,000	500,000	0	1PE
3133MN-X6-3	FEDERAL HOME LOAN BANK	05/21/2002	Prudential Securities		500,000	500,000	0	1PE
31364K-2Y-5	FNMA MTN	05/28/2002	VAR		2,026,920	2,000,000	19,440	1PE
31364K-J2-7	FNMA MTN	04/02/2002	Griffin Kubik Stephens		498,125	500,000	7,172	1PE
3136F1-H3-7	FNMA MTN	04/30/2002	Griffin Kubik Stephens		500,000	500,000	0	1PE
	STATE TOTAL				7,497,889	7,415,000	56,345	
	COUNTRY TOTAL - U.S.				0	0	0	
3199999	Subtotal - Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				9,062,614	8,915,000	62,977	
Bonds - Public Utilities								
	PUBLIC UTILITIES - U.S.							
455434-BD-1	INDIANAPOLIS POWER & LIGHT	04/16/2002	Dain Rauscher		540,045	500,000	7,990	1PE
	COUNTRY TOTAL - U.S.				540,045	500,000	7,990	
3899999	Subtotal - Bonds - Public Utilities				540,045	500,000	7,990	

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

SCHEDULE D - PART 3

Show All Long-term Bonds and Stock Acquired by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation (a)
Bonds - Industrial and Miscellaneous								
INDUSTRIAL & MISCELLANEOUS - U.S.								
000770-AB-6	ABN - AMRO BK NV	05/07/2002	Dain Rauscher		537,010	500,000	3,792	1PE
053373-AB-2	AVALONBAY COMMUNITIES	04/02/2002	Dain Rauscher		511,055	500,000	7,556	2PE
065913-AE-5	BANKBOSTON, NA	04/30/2002	First Union		523,555	500,000	12,097	1
381416-AA-2	GOLDMAN SACHS GROUP INC	04/30/2002	Morgan Stanley/Dean Witte		511,795	500,000	15,517	1PE
552845-AF-6	MGIC INVESTMENT CORP SR NOTES	04/16/2002	Robert W. Baird		1,017,875	1,000,000	4,917	1PE
587342-AF-3	MERCANTILE BANCORP	04/02/2002	Robert W. Baird		546,863	515,000	11,487	1PE
616880-BM-1	J P MORGAN & CO	04/09/2002	Dain Rauscher		519,880	500,000	14,982	1PE
617446-HB-8	MORGAN STANLEY DEAN WITTER NOTES	05/07/2002	Morgan Stanley/Dean Witte		505,470	500,000	2,981	1PE
8447HB-AE-2	SOUTHTRUST BANK SUB NOTES	05/22/2002	BB&T Capital		1,019,130	1,000,000	23,649	1PE
908064-AA-6	UNION PLANTERS BANK SUB NOTES	05/22/2002	Morgan Keegan		516,425	500,000	6,590	1PE
939322-AG-8	WASHINGTON MUTUAL INC SR NOTES	04/03/2002	Prudential Securities		496,340	500,000	6,797	1PE
	COUNTRY TOTAL - U.S.				6,705,398	6,515,000	110,365	
4599999	Subtotal - Bonds - Industrial and Miscellaneous				6,705,398	6,515,000	110,365	
6099997	Subtotal - Bonds - Part 3				19,522,945	19,030,000	244,417	
6099999	Subtotal - Bonds				19,522,945	19,030,000	244,417	
Preferred Stock - Public Utilities								
PUBLIC UTILITIES - U.S.								
264399-64-3	DUKE ENERGY CORP 7.04%	05/07/2002	Kiley, Bloemers	5,416.000	573,554	100	0	PIU
264399-66-8	DUKE ENERGY CORP 7.00%	05/07/2002	Kiley, Bloemers	11,429.000	1,205,760	100	0	PIU
976826-87-5	WISCONSIN POWER & LIGHT 6.20%	05/02/2002	Kiley, Bloemers	5,750.000	568,675	100	0	P2U
	COUNTRY TOTAL - U.S.				2,347,989	300	0	
6199999	Subtotal - Preferred Stock - Public Utilities				2,347,989		0	
6599997	Subtotal - Preferred Stock - Part 3				2,347,989		0	
6599999	Subtotal - Preferred Stock				2,347,989		0	
Common Stock - Public Utilities								
PUBLIC UTILITIES - U.S.								
018802-10-8	ALLIANT ENERGY CORP	05/24/2002	Paine Webber-stocks	12,500.000	350,005		0	L
872375-10-0	TECO ENERGY INC	05/24/2002	Paine Webber-stocks	13,250.000	350,998		0	L
873168-10-8	TXU CORP	06/20/2002	Morgan Stanley/Dean Witte	6,750.000	351,170		0	L
	COUNTRY TOTAL - U.S.				1,052,173		0	
6699999	Subtotal - Common Stock - Public Utilities				1,052,173		0	
Common Stock - Industrial and Miscellaneous								
INDUSTRIAL & MISCELLANEOUS - U.S.								
038222-10-5	APPLIED MATERIALS, INC.	04/17/2002	STOCK DIVIDEND/SPLIT	7,000.000	0		0	L
053015-10-3	AUTOMATIC DATA PROCESSING	04/24/2002	First Union	2,000.000	103,928		0	L
172967-10-1	CITIGROUP, INC.	06/20/2002	Edward D. Jones & Company	2,450.000	101,082		0	L
343412-10-2	FLUOR CORPORATION	05/29/2002	Paine Webber-stocks	10,750.000	399,519		0	L
362398-10-9	GABELLI GROWTH FUND	04/01/2002	Gabelli Funds	8,970.219	250,000		0	L
369604-10-3	GENERAL ELECTRIC COMPANY	06/20/2002	Wachovia Bank	2,500.000	75,608		0	L
411511-50-4	HARBOR CAPITAL APPRECIATION	04/01/2002	Harbor Funds	8,778.090	250,000		0	L
458140-10-0	INTEL CORP	06/20/2002	Paine Webber-stocks	5,000.000	100,945		0	L
471023-20-0	JANUS GROWTH & INCOME FUND	04/01/2002	Janus Worldwide	64.542	1,928		0	L
589331-10-7	MERCK & CO	06/20/2002	Wachovia Bank	6,700.000	350,284		0	L
	(continues)							

SCHEDULE D - PART 3

Show All Long-term Bonds and Stock Acquired by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation (a)
Common Stock - Industrial and Miscellaneous (continued)								
832696-40-5	SMUCKERS (J.M.) CO	06/03/2002	Paine Webber-stocks	98.000	2,260		0	L
867363-10-3	SUNGARD DATA SYSTEMS	06/11/2002	First Union	14,600.000	402,977		0	L
922908-66-0	VANGUARD GROWTH INDEX ADMIRAL SHRS	06/21/2002	The Vanguard Group	64.184	1,397		0	L
922908-71-0	VANGUARD 500 INDEX ADMIRAL SHRS	06/21/2002	The Vanguard Group	91.548	8,351		0	L
948741-10-3	WEINGARTEN REALTY INVESTORS	04/15/2002	STOCK DIVIDEND/SPLIT	4,875.000	0		0	L
	COUNTRY TOTAL - U.S.				2,048,279		0	
6899999	Subtotal - Common Stock - Industrial and Miscellaneous				2,048,279		0	
7099997	Subtotal - Common Stock - Part 3				3,100,452		0	
7099998	Summary Item - Common Stock Acquired and fully Disposed of this quarter				355,805		0	
7099999	Subtotal - Common Stock				3,456,257		0	
7199999	Subtotal - Preferred and Common Stock				5,804,246		0	
7299999	TOTALS				25,327,191		244,417	

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identif-ication	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. Governments																
US GOVERNMENT OBLIGATIONS - U.S.																
36202A-4E-4	GNMA PASS THRU #2 - POOL 821	06/20/2002	PRINCIPAL RECEIPT	749	749.00	749.00	680	749	9	0	0	0	0	43		1PE
36202B-GY-5	GNMA II, POOL 1115	06/20/2002	PRINCIPAL RECEIPT	902	902.00	902.00	911	902	0	0	0	0	0	55		1PE
362099-LV-3	GNMA PROJECT LOAN #66040	06/15/2002	PRINCIPAL RECEIPT	187,351	187,351.00	187,351.00	184,306	187,351	2,024	0	0	0	0	4,905		1PE
	COUNTRY TOTAL - U.S.			189,002	189,002.00	189,002.00	185,897	189,002	2,033	0	0	0	0	5,003		
0399999	Subtotal - Bonds - U.S. Governments			189,002	189,002.00	189,002.00	185,897	189,002	2,033	0	0	0	0	5,003		
Bonds - States, Territories and Possessions																
STATES, TERRITORIES, POSSESSIONS - U.S.																
ILLINOIS																
452149-RF-6	IL ST VARIOUS PURPOSE	06/01/2002	MATURITY	500,000	500,000.00	500,000.00	511,010	500,000	(652)	0	0	0	0	12,500		1PE
	STATE TOTAL			500,000	500,000.00	500,000.00	511,010	500,000	(652)	0	0	0	0	12,500		
PENNSYLVANIA																
709139-H3-6	PA COMMONWEALTH RFDG & PROJECTS	05/01/2002	MATURITY	1,000,000	1,000,000.00	1,000,000.00	982,140	1,000,000	902	0	0	0	0	24,375		1PE
	STATE TOTAL			1,000,000	1,000,000.00	1,000,000.00	982,140	1,000,000	902	0	0	0	0	24,375		
	COUNTRY TOTAL - U.S.			0	0.00	0.00	0	0	0	0	0	0	0	0		
1799999	Subtotal - Bonds - States, Territories and Possessions			1,500,000	1,500,000.00	1,500,000.00	1,493,150	1,500,000	250	0	0	0	0	36,875		
Bonds - Political Subdivisions of States, Territories and Possessions																
POLITICAL SUBDIVISIONS - U.S.																
ALABAMA																
057849-EA-5	BALDWIN CO AL BD ED WARRANTS LTGO	06/01/2002	MATURITY	400,000	400,000.00	400,000.00	406,012	400,000	(492)	0	0	0	0	10,250		1PE
	STATE TOTAL			400,000	400,000.00	400,000.00	406,012	400,000	(492)	0	0	0	0	10,250		
IOWA																
829472-DC-0	SIoux CITY IA COMM SCH DISTRICT	06/01/2002	CALLED @ 100.0000000	745,000	745,000.00	745,000.00	754,164	745,000	(549)	0	0	0	0	18,625		1PE
	STATE TOTAL			745,000	745,000.00	745,000.00	754,164	745,000	(549)	0	0	0	0	18,625		
MISSOURI																
787641-BW-8	ST CHARLES CO MO COMM COLL DIST	05/02/2002	CALLED	505,000	500,000.00	500,000.00	500,000	503,955	3,955	0	0	1,045	1,045	19,275		1PE
	STATE TOTAL			505,000	500,000.00	500,000.00	500,000	503,955	3,955	0	0	1,045	1,045	19,275		
SOUTH CAROLINA																
084167-DW-2	BERKELEY CO SC RFDG & IMPROVEMENT	05/01/2002	MATURITY	500,000	500,000.00	500,000.00	500,000	500,000	0	0	0	0	0	12,750		1PE
	STATE TOTAL			500,000	500,000.00	500,000.00	500,000	500,000	0	0	0	0	0	12,750		
WISCONSIN																
489818-US-1	KENOSHA WI SERIES 94B	04/01/2002	CALLED @ 100.0000000	500,000	500,000.00	500,000.00	500,000	500,000	0	0	0	0	0	13,750		1PE
	STATE TOTAL			500,000	500,000.00	500,000.00	500,000	500,000	0	0	0	0	0	13,750		
	COUNTRY TOTAL - U.S.			0	0.00	0.00	0	0	0	0	0	0	0	0		
2499999	Subtotal - Bonds - Political Subdivisions of States, Territories and Possessions			2,650,000	2,645,000.00	2,645,000.00	2,660,176	2,648,955	2,914	0	0	1,045	1,045	74,650		
Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																
SPECIAL REVENUE AND ASSESSMENTS - U.S.																
ALASKA																
011832-GR-7	AK HOUSING FIN CORP	06/01/2002	CALLED	15,000	15,000.00	15,000.00	15,000	15,000	0	0	0	0	0	428		1PE
011832-GS-5	AK HOUSING FIN CORP	06/01/2002	CALLED	15,000	15,000.00	15,000.00	15,000	15,000	0	0	0	0	0	431		1PE
	STATE TOTAL			30,000	30,000.00	30,000.00	30,000	30,000	0	0	0	0	0	859		
COLORADO																
038660-A*-7	ARAPAHOE CO CO MUNC SOFTWARE LEASE	05/22/2002	PRINCIPAL RECEIPT	137,606	137,606.00	137,606.00	137,606	137,606	0	0	0	0	0	6,939		1
10146R-AE-4	BOULDER CO CO OPEN SPACE CAP IMPRT	06/15/2002	MATURITY	500,000	500,000.00	500,000.00	502,720	500,000	(222)	0	0	0	0	11,375		1PE
	STATE TOTAL			637,606	637,606.00	637,606.00	640,326	637,606	(222)	0	0	0	0	18,314		
FLORIDA																

(continues)

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identif- ication	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 Designa- tion (a)
Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions (continued)																
405813-AT-3	HALIFAX FL HOSP MED CTR	04/01/2002	MATURITY		500,000	500,000.00	494,040	500,000	1,046	0	0	0	0	16,250		1PE
	STATE TOTAL				500,000	500,000.00	494,040	500,000	1,046	0	0	0	0	16,250		
KENTUCKY																
546587-BX-3	LOUISVILLE KY JEFFERSON CO SEW DR	05/15/2002	MATURITY		500,000	500,000.00	508,900	500,000	(457)	0	0	0	0	12,500		1PE
914391-SF-5	UNIV OF LOUISVILLE KY CONS ED BLDG	05/01/2002	MATURITY		500,000	500,000.00	493,285	500,000	331	0	0	0	0	11,250		1PE
	STATE TOTAL				1,000,000	1,000,000.00	1,002,185	1,000,000	(126)	0	0	0	0	23,750		
MASSACHUSETTS																
12058#-AA-0	BUNKER HILL COMM COLLEGE LEASE	06/10/2002	PRINCIPAL RECEIPT		14,832	14,832.00	14,832	14,832	0	0	0	0	0	414		1
	STATE TOTAL				14,832	14,832.00	14,832	14,832	0	0	0	0	0	414		
NEVADA																
641460-A*-1	NEVADA ST LEASE #M00219	05/31/2002	PRINCIPAL RECEIPT		17,333	17,333.00	17,333	17,333	0	0	0	0	0	604		1
	STATE TOTAL				17,333	17,333.00	17,333	17,333	0	0	0	0	0	604		
NORTH DAKOTA																
120906-CB-6	BURLEIGH ND HEALTHCARE FAC	05/01/2002	MATURITY		500,000	500,000.00	501,640	500,000	(163)	0	0	0	0	10,500		1PE
	STATE TOTAL				500,000	500,000.00	501,640	500,000	(163)	0	0	0	0	10,500		
OREGON																
68608R-UP-6	OR HSG & COMM SVS DEPT SER J	04/01/2002	CALLED		5,000	5,000.00	5,000	5,000	0	0	0	0	0	184		1PE
	STATE TOTAL				5,000	5,000.00	5,000	5,000	0	0	0	0	0	184		
PENNSYLVANIA																
717842-FM-5	PHILADELPHIA PA PARKING AUTH 1999A	06/01/2002	CALLED		290,000	290,000.00	289,417	289,571	23	0	0	429	429	10,655		1PE
	STATE TOTAL				290,000	290,000.00	289,417	289,571	23	0	0	429	429	10,655		
TENNESSEE																
821686-A*-3	SHELBY CO TN LEASE (JOHNSON CONTL)	06/01/2002	PRINCIPAL RECEIPT		15,812	15,812.00	15,812	15,812	0	0	0	0	0	495		1
	STATE TOTAL				15,812	15,812.00	15,812	15,812	0	0	0	0	0	495		
TEXAS																
235416-GD-0	DALLAS TX WATERWORKS & SEWER SYS	04/01/2002	MATURITY		500,000	500,000.00	496,380	500,000	125	0	0	0	0	11,750		1PE
235416-HV-9	DALLAS TX WATERWORKS & SEWER SYST	04/01/2002	MATURITY		500,000	500,000.00	500,000	500,000	0	0	0	0	0	13,000		1PE
	STATE TOTAL				1,000,000	1,000,000.00	996,380	1,000,000	125	0	0	0	0	24,750		
U.S. GOVT. - AGENCIES																
312902-YT-0	FHLMC	06/01/2002	CALLED @ 100.0000000		500,000	500,000.00	506,585	500,000	(1,606)	0	0	0	0	20,222		1PE
312908-FC-5	FHLMC 1192-I	06/15/2002	PRINCIPAL RECEIPT		34,017	34,017.00	32,880	34,017	429	0	0	0	0	1,598		1PE
312911-4W-7	FHLMC 1364-I	06/15/2002	PRINCIPAL RECEIPT		38,424	38,424.00	38,593	38,424	90	0	0	0	0	1,581		1PE
313401-S9-3	FHLMC POOL 380063	05/15/2002	PRINCIPAL RECEIPT		1,100	1,100.00	1,099	1,100	1	0	0	0	0	58		1PE
31359A-PG-8	FNMA 1993-85-G	04/25/2002	PRINCIPAL RECEIPT		7,013	7,013.00	7,108	7,013	25	0	0	0	0	408		1PE
	STATE TOTAL				580,554	580,554.00	586,265	580,554	(1,061)	0	0	0	0	23,867		
	COUNTRY TOTAL - U.S.				0	0.00	0	0	0	0	0	0	0	0		
3199999	Subtotal - Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				4,591,137	4,591,137.00	4,593,230	4,590,708	(378)	0	0	429	429	130,642		
Bonds - Industrial and Miscellaneous																
INDUSTRIAL & MISCELLANEOUS - U.S.																
055625-AN-7	BRITISH PETROLEUM AMERICA SR NOTES	05/15/2002	MATURITY		500,000	500,000.00	497,200	500,000	149	0	0	0	0	19,688		1PE
066365-BN-6	BANKERS TRUST NY SUB NOTES	04/01/2002	MATURITY		500,000	500,000.00	532,440	500,000	(2,522)	0	0	0	0	20,313		1PE
345397-GN-7	FORD MOTOR CR NOTES	06/15/2002	MATURITY		500,000	500,000.00	521,745	500,000	(1,993)	0	0	0	0	20,000		1PE
37033L-CP-9	GENERAL MILLS, INC. MTN	06/03/2002	MATURED		500,000	500,000.00	500,000	500,000	0	0	0	0	0	27,843		1PE
428040-BF-5	HERTZ CORP SR NOTES	06/05/2002	MDB Capital Group LLC		25,031	25,000.00	24,805	24,846	13	0	0	185	185	2,041		2PE
571900-AL-3	MARRIOTT, INC.	04/02/2002	MDB Capital Group LLC		304,500	300,000.00	293,592	296,491	515	0	0	8,009	8,009	11,741		2PE
578592-AC-1	MAYTAG CORP DEBS	05/15/2002	MATURITY		1,000,000	1,000,000.00	1,038,670	1,000,000	(10,425)	0	0	0	0	48,750		2PE
812404-AU-5	SEARS ROEBUCK CO NOTES	05/15/2002	MATURITY		500,000	500,000.00	502,055	500,000	(570)	0	0	0	0	17,375		1PE
	COUNTRY TOTAL - U.S.				3,829,531	3,825,000.00	3,910,507	3,821,337	(14,833)	0	0	8,194	8,194	167,751		
4599999	Subtotal - Bonds - Industrial and Miscellaneous				3,829,531	3,825,000.00	3,910,507	3,821,337	(14,833)	0	0	8,194	8,194	167,751		

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identif- ication	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 Designa- tion (a)
6099997	Subtotal - Bonds - Part 4				12,759,670	12,750,139.00	12,842,960	12,750,002	(10,014)	0	0	9,668	9,668	414,921		
6099999	Subtotal - Bonds				12,759,670	12,750,139.00	12,842,960	12,750,002	(10,014)	0	0	9,668	9,668	414,921		
Common Stock - Industrial and Miscellaneous																
INDUSTRIAL & MISCELLANEOUS - U.S.																
002824-10-0	ABBOTT LABORATORIES	06/11/2002	First Union	4,000.000	155,428		58,200	58,200	(164,800)	0	0	97,228	97,228		840	L
032511-10-7	ANADARKO PETROLEUM CORP	04/18/2002	First Union	4,000.000	220,706		183,735	183,735	(43,665)	0	0	36,971	36,971		300	L
053484-10-1	AVALONBAY COMMUNITIES INC	05/24/2002	Edward D. Jones & Company	2,200.000	101,035		99,517	99,517	0	0	0	1,518	1,518		1,540	L
208251-50-4	CONOCO, INC.	04/18/2002	First Union	4,400.000	122,397		49,908	49,908	(74,612)	0	0	72,489	72,489		836	L
225756-10-5	CRESCENT REAL ESTATE EQUITIES CO	05/24/2002	VAR	16,750.000	316,005		403,677	403,677	100,335	0	0	(87,672)	(87,672)		9,442	L
264411-50-5	DUKE REALTY INVESTMENTS INC	05/24/2002	Edward D. Jones & Company	5,600.000	147,772		132,114	132,114	(4,134)	0	0	15,659	15,659		5,040	L
277276-10-1	EASTGROUP PROPERTIES	05/24/2002	Morgan Stanley/Dean Witte	6,300.000	149,804		130,737	130,737	(14,604)	0	0	19,067	19,067		2,961	L
293561-10-6	ENRON CORP	04/02/2002	First Union	7,100.000	1,732		4,260	4,260	0	0	0	(2,528)	(2,528)		0	L
294741-10-3	EQUITY OFFICE PROPERTIES TRUST	04/15/2002	ROC	0.000	2,469		2,469	2,469	0	0	0	0	0		0	L
302182-10-0	EXPRESS SCRIPTS INC	06/07/2002	First Union	4,600.000	223,080		52,918	52,918	(162,178)	0	0	170,161	170,161		0	L
362418-10-5	GABLES RESIDENTIAL TRUST	06/29/2002	ROC	0.000	6,010		6,010	6,010	0	0	0	0	0		0	L
421915-10-9	HEALTH CARE PROPERTY INVEST	05/19/2002	ROC	0.000	7,695		7,695	7,695	0	0	0	0	0		0	L
42217K-10-6	HEALTH CARE REIT, INC.	05/19/2002	ROC	0.000	5,488		5,488	5,488	0	0	0	0	0		0	L
44107P-10-4	HOST MARRIOTT CORP	05/24/2002	Morgan Stanley/Dean Witte	8,000.000	90,988		105,201	105,201	33,201	0	0	(14,212)	(14,212)		0	L
49446R-10-9	KIMCO REALTY CORP	05/24/2002	VAR	4,650.000	149,882		124,025	124,025	(28,977)	0	0	25,857	25,857		4,390	L
729251-10-8	PLUM CREEK TIMBER CO	05/24/2002	VAR	9,000.000	273,582		253,352	253,352	(1,798)	0	0	20,230	20,230		14,717	L
740706-10-6	PRENTISS PROPERTIES FUND	05/24/2002	VAR	4,800.000	150,084		126,720	126,720	(6,826)	0	0	23,364	23,364		4,572	L
742718-10-9	PROCTER & GAMBLE CO.	06/03/2002	ROC	0.000	2,260		2,260	2,260	0	0	0	0	0		0	L
806605-10-1	SCHERING-PLOUGH CORP	05/16/2002	Paine Webber-stocks	7,000.000	174,359		316,265	316,265	65,595	0	0	(141,905)	(141,905)		2,310	L
828806-10-9	SIMON PROPERTY GROUP	05/24/2002	VAR	4,500.000	156,031		135,945	135,945	(921)	0	0	20,086	20,086		3,246	L
948741-10-3	WEINGARTEN REALTY INVESTORS	06/15/2002	ROC	0.000	1,668		1,668	1,668	0	0	0	0	0		0	L
98157D-10-6	WORLDCOM, INC. - WORLDCOM GROUP	04/24/2002	Paine Webber-stocks	11,500.000	38,059		161,920	161,920	0	0	0	(123,861)	(123,861)		0	L
98157D-30-4	WORLDCOM, INC. - MCI GROUP	04/24/2002	Paine Webber-stocks	460.000	1,806		5,842	5,842	0	0	0	(4,036)	(4,036)		552	L
	COUNTRY TOTAL - U.S.				2,498,340		2,369,926	2,369,926	(303,384)	0	0	128,416	128,416		50,746	
6899999	Subtotal - Common Stock - Industrial and Miscellaneous				2,498,340		2,369,926	2,369,926	(303,384)	0	0	128,416	128,416		50,746	
7099997	Subtotal - Common Stock - Part 4				2,498,340		2,369,926	2,369,926	(303,384)	0	0	128,416	128,416		50,746	
7099998	Summary Item - Common Stock Acquired and fully Disposed this quarter				300,390		355,805	355,805	0	0	0	(55,416)	(55,416)		0	
7099999	Subtotal - Common Stock				2,798,730		2,725,731	2,725,731	(303,384)	0	0	73,000	73,000		50,746	
7199999	Subtotal - Preferred and Common Stock				2,798,730		2,725,731	2,725,731	(303,384)	0	0	73,000	73,000		50,746	
7299999	TOTALS				15,558,400		15,568,691	15,475,733	(313,398)	0	0	82,668	82,668	414,921	50,746	

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Schedule DB, Part A, Section 1

NONE

Schedule DB, Part B, Section 1

NONE

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Schedule DB, Part C, Section 1

NONE

Schedule DB, Part D, Section 1

NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository		2	3	4	Book Balance at End of Each Month During Current Quarter			8 *
					5	6	7	
Name	Location and Supplemental Information	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	
Open Depositories								
BANK ONE	DAYTON, OH	0.000	6,107	187	(9,978,905)	(12,060,512)	(10,872,917)	
FIRSTAR BANK	VAN WERT, OH	0.000	2,320	0	1,570,841	3,029,760	1,897,308	
0199998	Deposits in 3 depositories which do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories		77	25	16,870	38,936	248,569	
0199999	TOTAL - Open Depositories		8,504	212	(8,391,194)	(8,991,816)	(8,727,040)	
0399999	TOTAL Cash on Deposit		8,504	212	(8,391,194)	(8,991,816)	(8,727,040)	
0499999	Cash in Company's Office				525	525	525	
0599999	TOTALS		8,504	212	(8,390,669)	(8,991,291)	(8,726,515)	