



QUARTERLY STATEMENT

AS OF JUNE 30, 2002

OF THE CONDITION AND AFFAIRS OF THE

THE OHIO CASUALTY INSURANCE COMPANY

NAIC Group Code 0148 0148 NAIC Company Code 24074 Employer's ID Number 31-0396250
(Current Period) (Prior Period)

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

Country of Domicile US

Incorporated November 6, 1919 Commenced Business March 1, 1920

Statutory Home Office 9450 Seward Road, Fairfield, Ohio 45014
(Street and Number, City or Town, State and Zip Code)

Main Administrative Office 9450 Seward Road, Fairfield, Ohio 45014 513-603-2400
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 9450 Seward Road, Fairfield, Ohio 45014
(Street and Number, City or Town, State and Zip Code)

Primary Location of Books and Records 9450 Seward Road, Fairfield, Ohio 45014
(Street and Number, City or Town, State and Zip Code)
513-603-2245
(Area Code) (Telephone Number)

Internet Website Address http://www.ocas.com

Statement Contact Dennis E. McDaniel 513-603-2245
(Name) (Area Code) (Telephone Number) (Extension)
finance@ocas.com 513-603-3179
(E-Mail Address) (Fax Number)

Policyowner Relations Contact _____
(Street and Number, City or Town, State and Zip Code)
(Area Code) (Telephone Number) (Extension)

OFFICERS

Chairman	Stanley Neal Pontius
President/CEO	Dan Roy Carmichael
Exec. VP/COO	John Stanley Busby
Exec. VP/COO	Jeffery Linn Haniewicz
Sr. Vice President	John Edward Bade, Jr.
Sr. Vice President	Ralph Glass Goode
Sr. Vice President	Howard Leslie Stoneker III
VP/Treasurer	#Arthur Larry Sisk
Exec. VP/COO	Elizabeth Margaret Riczko
Sr. VP/Secretary	#Debra Kay Crane
Sr. Vice President	Richard Brendan Kelly
Chief Finl Officer	Donald Floyd McKee

VICE PRESIDENTS

Michael Len Akin	Daniel Fred Henke	Philip Russell Lucca
Phillip Michael Boyd	Richard Paul Hildbold	Dennis Eugene McDaniel
Lloyd Edwin Geary	Harry Elvin Hunter	Bruce Arthur Rutherford
Harold Michael Good	Russell Francis Kelly	Michael Eugene Sullivan
David Jary Hasler	George Richard Kesl	Richard Calvin Todd
George Edwin Henehan 2	Kurt Frederick Krueger	Stephen Thomas Williams

DIRECTORS OR TRUSTEES

Terrence James Baehr	#Philip George Heasley	Edward Theodore Roeding
Jack Elliott Brown	Stephen Stoneker Marcum	Howard Leslie Stoneker III
Dan Roy Carmichael	#Ralph Seefred Michael, III	#Jan Henry Suwinski
Catherine Elizabeth Dolan	Stanley Neal Pontius	

State of Ohio SS
 County of Butler

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.

Donald F. McKee
 Chief Financial Officer

Dennis E. McDaniel
 Vice President and Controller

Howard L. Stoneker III
 Sr. Vice President

Subscribed and sworn to before me this
 7th day of August, 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	976,386,562	3,414,689	972,971,873	878,527,408
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	815,267,599		815,267,599	855,921,791
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ 4,858,608 encumbrances)	19,940,737		19,940,737	20,007,910
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)	11,628,119		11,628,119	11,513,576
5. Cash (\$... (22,113,091)) and short-term investments (\$)	(22,113,091)		(22,113,091)	6,468,664
6. Other invested assets	264,484		264,484	733,097
7. Receivable for securities				4,222,167
8. Aggregate write-ins for invested assets				
9. Subtotals, cash and invested assets (Lines 1 to 8)	1,801,374,410	3,414,689	1,797,959,721	1,777,394,613
10. Agents' balances or uncollected premiums :				
10.1 Premiums and agents' balances in course of collection	169,675,647	7,826,800	161,848,847	133,790,796
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)				936,762
10.3 Accrued retrospective premiums				
11. Funds held by or deposited with reinsured companies				
12. Bills receivable, taken for premiums				
13. Amounts billed and receivable under high deductible policies				
14. Reinsurance recoverables on loss and loss adjustment expense payments	62,247,766		62,247,766	87,378,244
15. Federal and foreign income tax recoverable and interest thereon (including \$ 18,377,646 net deferred tax asset)	36,557,227		36,557,227	23,495,379
16. Guaranty funds receivable or on deposit	511,498		511,498	511,498
17. Electronic data processing equipment and software	6,847,835		6,847,835	6,217,152
18. Interest, dividends and real estate income due and accrued	13,683,124		13,683,124	15,392,933
19. Net adjustments in assets and liabilities due to foreign exchange rates				
20. Receivable from parent, subsidiaries and affiliates	2,507,161		2,507,161	
21. Amounts due from/to protected cells				
22. Equities and deposits in pools and associations	176,776	172,119	4,657	4,657
23. Amounts receivable relating to uninsured accident and health plans				
24. Other assets nonadmitted	58,215,393	58,215,393		
25. Aggregate write-ins for other than invested assets	10,755,585	4,550,071	6,205,514	5,862,847
26. Total assets excluding protected cell assets (Lines 9 through 25)	2,162,552,422	74,179,072	2,088,373,350	2,050,984,881
27. Protected cell assets				
28. TOTALS (Lines 26 and 27)	2,162,552,422	74,179,072	2,088,373,350	2,050,984,881
DETAILS OF WRITE-INS				
0801.				
0802.				
0803.				
0898. Summary of remaining write-ins for Line 8 from overflow page				
0899. Totals (Lines 0801 through 0803 plus 0898) (Line 8 above)				
2501. Other Assets	10,755,585	4,550,071	6,205,514	5,862,847
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	10,755,585	4,550,071	6,205,514	5,862,847

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 123,810,531)	595,618,965	584,455,812
2. Reinsurance payable on paid losses and loss adjustment expenses	3,890,961	3,840,666
3. Loss adjustment expenses	140,826,098	135,386,105
4. Commissions payable, contingent commissions and other similar charges	6,860,719	10,549,465
5. Other expenses (excluding taxes, licenses and fees)	22,258,435	21,953,500
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	8,842,937	12,309,327
7. Federal and foreign income taxes, including \$ on realized capital gains (losses) (including \$ net deferred tax liability)		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 362,544,467 and including warranty reserves of \$)	293,532,770	269,536,692
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders	4,726,659	5,965,815
12. Ceded reinsurance premiums payable (net of ceding commissions)	14,544,515	4,773,755
13. Funds held by company under reinsurance treaties	111,569,460	106,899,973
14. Amounts withheld or retained by company for account of others	2,667,056	2,604,307
15. Remittances and items not allocated		
16. Provision for reinsurance	1,253,295	1,253,295
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding	19,109,855	16,711,209
19. Payable to parent, subsidiaries and affiliates		1,261,094
20. Payable for securities	5,008,930	
21. Liability for amounts held under uninsured accident and health plans		
22. Capital notes \$ and interest thereon \$		
23. Aggregate write-ins for liabilities	94,707,690	105,980,885
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	1,325,418,345	1,283,481,900
25. Protected cell liabilities		
26. Total liabilities (Lines 24 and 25)	1,325,418,345	1,283,481,900
27. Aggregate write-ins for special surplus funds		
28. Common capital stock	4,500,000	4,500,000
29. Preferred capital stock		
30. Aggregate write-ins for other than special surplus funds		
31. Surplus notes		
32. Gross paid in and contributed surplus	230,507,439	230,507,439
33. Unassigned funds (surplus)	527,947,567	532,495,541
34. Less treasury stock, at cost:		
34.1 shares common (value included in Line 28 \$)		
34.2 shares preferred (value included in Line 29 \$)		
35. Surplus as regards policyholders (Lines 27 to 33, less 34)	762,955,006	767,502,980
36. TOTALS	2,088,373,351	2,050,984,880
DETAILS OF WRITE-INS		
2301. Accounts Payable		(6,491)
2302. Reserve for Deferred Compensation	118,975	144,325
2303. 2002 Private Passenger Auto Escrow	280,600	
2398. Summary of remaining write-ins for Line 23 from overflow page	94,308,115	105,843,051
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	94,707,690	105,980,885
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)		
3001.		
3002.		
3003.		
3098. Summary of remaining write-ins for Line 30 from overflow page		
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)		

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 \$ 341,034,967)	288,231,263	226,497,961	485,805,758
1.2 Assumed (written \$ 417,573,013)	420,167,490	505,074,814	956,428,929
1.3 Ceded (written \$ 420,183,759)	393,970,610	401,464,085	793,003,629
1.4 Net (written \$ 338,424,220)	314,428,143	330,108,689	649,231,058
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 186,904,137):			
2.1 Direct	182,331,995	128,843,029	280,426,027
2.2 Assumed	284,655,224	387,455,406	693,343,657
2.3 Ceded	285,483,100	296,611,591	560,792,331
2.4 Net	181,504,118	219,686,845	412,977,353
3. Loss expenses incurred	43,380,359	38,438,488	82,181,837
4. Other underwriting expenses incurred	111,925,469	105,946,771	209,995,365
5. Aggregate write-ins for underwriting deductions	280,600		
6. Total underwriting deductions (Lines 2 through 5)	337,090,547	364,072,104	705,154,554
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(22,662,404)	(33,963,415)	(55,923,497)
INVESTMENT INCOME			
9. Net investment income earned	64,275,694	46,332,458	145,182,377
10. Net realized capital gains (losses)	15,759,868	26,118,319	67,294,335
11. Net investment gain (loss) (Lines 9 plus 10)	80,035,562	72,450,777	212,476,712
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 37,094 amount charged off \$ 1,390,373)	(1,353,279)	(1,821,805)	(3,040,615)
13. Finance and service charges not included in premiums			6,714
14. Aggregate write-ins for miscellaneous income	(1,561,104)	(9,121,168)	(14,974,668)
15. Total other income (Lines 12 through 14)	(2,914,383)	(10,942,973)	(18,008,569)
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 plus 11 plus 15)	54,458,775	27,544,389	138,544,645
17. Dividends to policyholders	95,102	477,355	(334,864)
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	54,363,673	27,067,033	138,879,510
19. Federal and foreign income taxes incurred	6,972,759	98,732	(17,600,853)
20. Net income (Line 18 minus Line 19) (to Line 22)	47,390,914	26,968,301	156,480,363
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	767,502,976	812,132,785	812,132,785
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20)	47,390,914	26,968,301	156,480,363
23. Net unrealized capital gains or losses	(34,307,604)	(63,521,970)	(212,024,184)
24. Change in net unrealized foreign exchange capital gain (loss)			
25. Change in net deferred income tax	7,755,526	4,376,451	2,503,652
26. Change in nonadmitted assets	(708,579)	125,228	353,779
27. Change in provision for reinsurance			(855,796)
28. Change in surplus notes			
29. Surplus (contributed to) withdrawn from protected cells			
30. Cumulative effect of changes in accounting principles		14,474,341	14,474,341
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	(24,993,000)		(5,000,000)
35. Change in treasury stock			
36. Aggregate write-ins for gains and losses in surplus	314,768	(875,161)	(561,962)
37. Change in surplus as regards policyholders (Lines 22 through 36)	(4,547,975)	(18,452,810)	(44,629,808)
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	762,955,002	793,679,975	767,502,976
DETAILS OF WRITE-INS			
0501. 2002 Private Passenger Auto Escrow	280,600		
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	280,600		
1401. Miscellaneous Income	(1,265,446)	(665,048)	(1,939,899)
1402. Gain on Sale or Disposal of Equipment	48,303	341,981	382,018
1403. Retroactive Losses Incurred	501,967	(8,120,827)	(9,043,462)
1498. Summary of remaining write-ins for Line 14 from overflow page	(845,928)	(677,274)	(4,373,325)
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	(1,561,104)	(9,121,168)	(14,974,668)
3601. California Proposition 103		(1,186,798)	(1,186,798)
3602. Acquisition Expenses for Block of Business Purchased	314,768	311,637	624,836
3603.			
3698. Summary of remaining write-ins for Line 36 from overflow page			
3699. TOTALS (Lines 3601 through 3603 plus 3698) (Line 36 above)	314,768	(875,161)	(561,962)

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance	323,422,748	633,552,448
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)	180,701,912	507,362,891
3. Underwriting expenses paid	119,206,911	209,121,470
4. Other underwriting income (expenses)		
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	23,513,925	(82,931,913)
6. Net investment income	66,287,417	141,920,015
7. Other income (expenses):		
7.1 Agents' balances charged off	(1,353,279)	(3,040,615)
7.2 Net funds held under reinsurance treaties	4,669,487	96,358,690
7.3 Net amount withheld or retained for account of others	62,749	(9,670,055)
7.4 Aggregate write-ins for miscellaneous items	(13,433,781)	(30,048,383)
7.5 Total other income (Lines 7.1 to 7.4)	(10,054,824)	53,599,637
8. Dividends to policyholders on direct business, less \$ (1,302,920) dividends on reinsurance assumed or ceded (net)	1,334,258	4,110,546
9. Federal and foreign income taxes (paid) recovered	(12,279,081)	17,411,692
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	66,133,179	125,888,885
Cash from Investments		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds	139,884,299	336,204,281
11.2 Stocks	25,485,891	79,772,437
11.3 Mortgage loans		
11.4 Real estate		
11.5 Other invested assets	99,000	2,320,485
11.6 Net gains or (losses) on cash and short-term investments		
11.7 Miscellaneous proceeds	9,231,097	
11.8 Total investment proceeds (Lines 11.1 to 11.7)	174,700,287	418,297,203
12. Cost of investments acquired (long-term only):		
12.1 Bonds	236,843,162	436,799,637
12.2 Stocks		50,199,563
12.3 Mortgage loans		
12.4 Real estate	461,477	92,953
12.5 Other invested assets		
12.6 Miscellaneous applications		5,060,499
12.7 Total investments acquired (Lines 12.1 to 12.6)	237,304,639	492,152,652
13. Net cash from investments (Line 11.8 minus Line 12.7)	(62,604,352)	(73,855,449)
Cash from Financing and Miscellaneous Sources		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in		
14.2 Capital notes \$		
less amounts repaid \$		
14.3 Net transfers from affiliates		
14.4 Borrowed funds received		
14.5 Other cash provided		
14.6 Total (Lines 14.1 to 14.5)		
15. Cash applied:		
15.1 Dividends to stockholders paid	24,993,000	5,000,000
15.2 Net transfers to affiliates	3,768,255	77,943,584
15.3 Borrowed funds repaid		
15.4 Other applications	3,349,328	4,464,599
15.5 Total (Lines 15.1 to 15.4)	32,110,583	87,408,183
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	(32,110,583)	(87,408,183)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	(28,581,756)	(35,374,747)
18. Cash and short-term investments:		
18.1 Beginning of year	6,468,664	41,843,410
18.2 End of period (Line 17 plus Line 18.1)	(22,113,092)	6,468,663
DETAILS OF WRITE-INS		
7.401 Miscellaneous Income	(1,265,446)	(1,939,899)
7.402 Other Interest	(7,372)	(22,869)
7.403 Retroactive Losses Paid	(10,158,027)	(21,696,173)
7.498 Summary of remaining write-ins for Line 7.4 from overflow page	(2,002,936)	(6,389,442)
7.499 Totals (Lines 7.401 through 7.403 plus 7.498) (Line 7.4 above)	(13,433,781)	(30,048,383)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of The Ohio Casualty Insurance Company (Ohio Casualty) have been prepared 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 and for determining its solvency under Ohio Insurance Law. The National Association of Insurance Commissioners (NAIC) Accounting Practices and Procedures manual, version effective January 1, 2001, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

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

The preparation of financial statements in conformity with Statutory Accounting Principles 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 revenues and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policies

Property and casualty insurance premiums are earned principally on a monthly pro rata basis over the term of the policy; the premiums applicable to the unexpired terms of the policies are included in the unearned premium reserve.

Acquisition costs incurred at policy issuance, such as commissions, are charged to operations in the year in which they are incurred.

In addition, Ohio Casualty uses the following accounting policies:

- (1) Not applicable
- (2) Bonds are generally carried at amortized cost or prescribed NAIC values. Bonds are amortized using the effective interest method.
- (3) Common stocks are stated at market value as prescribed by the NAIC.
- (4) Redeemable preferred stocks, having qualified sinking funds, are carried at cost or amortized cost; all other preferred stocks are carried at fair values as prescribed by the NAIC.
- (5) Not applicable.
- (6) Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair market value. The retrospective adjustment method is used to value all securities.
- (7) Investments in stocks of uncombined subsidiaries are carried on the equity basis.
- (8) Ohio Casualty has minor ownership interest in joint ventures. Ohio Casualty carries these interests based on the underlying audited GAAP equity of the investee.
- (9) Not applicable.
- (10) Ohio Casualty anticipates investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53, Property - Casualty Contracts - Premiums.
- (11) Reserves for unpaid losses and loss adjustment expenses are based on estimates of ultimate claim costs without discounting, including claims incurred but not reported, salvage and subrogation and inflation. Such liabilities are based on assumptions and estimates which management believes are adequate, but the ultimate liability may differ from the amount provided. The methods of making such estimates are continually reviewed and updated, any resulting adjustments are reflected in current earnings.

2. Accounting Changes and Corrections of Errors

Certain prior year amounts have been reclassified to conform to the current year presentation.

9. Income Taxes

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

	6/30/2002	12/31/2001
(1) Total of all deferred tax assets (admitted and nonadmitted)	\$74,871,909	\$72,328,913
(2) Total of all deferred tax liabilities	(56,494,263)	(61,706,793)
(3) Total deferred tax assets nonadmitted in accordance with SSAP No. 10, Income Taxes	\$ 0	\$ 0
(4) Increase (decrease) in deferred tax assets nonadmitted	\$ N/A	\$ 0

B. Deferred tax liabilities are not recognized for the following amounts:

- (1) As of June 30, Ohio Casualty had a balance of \$N/A in its Policyholder Surplus account under the provisions of the Internal Revenue Code. This amount could become taxable to the extent that future shareholder dividends are paid from this account.
- (2) As of June 30, Ohio Casualty had investments in certain foreign subsidiaries whose reporting basis exceeded tax basis by \$N/A. This amount could become taxable in the event of a sale or dissolution of one or more subsidiaries.

C. Current income taxes incurred consist of the following major components:

	6/30/2002	12/31/2001
1. Current year tax expense	6,972,759	(12,747,959)
2. Tax credits	0	0
3. Current year equity tax	0	0
4. Prior Year overaccrual of tax reserves	0	(4,852,904)
5. Current income taxes incurred	6,972,759	(17,600,863)

NOTES TO FINANCIAL STATEMENTS

The changes in main components of DTAs and DTLs are as follows:

	<u>6/30/2002</u>	<u>12/31/2001</u>	<u>Change</u>
DTAs resulting from book/tax differences in			
15. Reserves-Loss Res., UPR,S&S	43,525,901	41,568,255	1,957,646
16. Employee Benefits	18,477,295	17,253,715	1,223,580
17. VEBA	2,085,160	1,882,894	202,266
18. Tax Credits	2,228,360	3,020,119	(791,759)
20. Basis Difference on InvestedAssets	3,572,498	3,554,487	18,011
21. Other Non-deductible Accruals	2,454,897	2,277,296	177,601
22. State Assessments	1,497,304	1,497,304	0
23. Basis Difference on DepreciableAssets	473,701	872,198	(398,497)
24. Replacement Carrier Fee	0	0	0
25. Tax Benefit on NOLC/F	0	0	0
26. Other DTAs	556,793	402,645	154,148
27. Total DTAs	74,871,909	72,328,913	2,542,996
28. DTAs nonadmitted	0	0	0
DTLs resulting from book/tax differences in			
29. Bonds & Stocks-Unrealized Gain/Loss	35,303,789	41,957,598	(6,653,809)
30. Amortization	15,422,586	14,211,158	1,211,428
31. Basis Difference on InvestedAssets	1,518,376	1,215,366	303,010
34. Other Deductible Accruals	3,883,650	3,956,810	(73,160)
35. Other DTLs	365,862	365,861	1
36. Total DTLs	56,494,263	61,706,793	(5,212,530)

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

	<u>Amount</u>	<u>Tax Effect</u>
1. Income before taxes	54,363,675	19,027,286
2. Tax exempt interest	(793,802)	(277,831)
3. Dividends received deduction	(33,357,434)	(11,675,102)
4. Proration	100,907	35,317
5. Goodwill Amortization	(5,158,167)	(1,805,358)
6. Capital Loss on Subsidiary Stock	0	0
7. Book over Tax Reserves	7,129,348	2,495,272
8. Tax over Book Capital Gain	(241,199)	(84,420)
9. Basis Difference in Invested Assets	(573,086)	(200,580)
10. Workers' Compensation Dividends	(1,510,558)	(528,695)
11. Employee Benefits	4,073,846	1,425,846
12. Depreciation/Amortization	(3,489,981)	(1,221,493)
13. Replacement Carrier Fee	0	0
14. Non-deductible Accruals	666,850	233,398
15. Other Deductions/Income	973,939	340,879
16. AMT Credit Generated	0	(791,759)
17. NOL Carryforward	0	0
18. Other	0	0
19. Taxable Income	0	6,972,759

E. (1) At June 30,2002, Ohio Casualtyhas \$0 ofoperating loss carryforwards originating in 2001 which expire, if unused, in years 2001 through 2020.

(2) The following are income taxes incurred in the current andprior years that will be available for recoupment in the event of future net losses:

2002	\$6,972,759
2001	\$ 0
2000	\$ 0
1999	\$ 0
1998	\$ 0
1997	\$1,561,572

F. (1) Ohio Casualty's Federal income tax return is consolidated with the following entities:

Ohio Casualty Corporation
Hamilton Graphics
Ocasco Budget, Inc.
Ocasco Securities Corporation
Ohio Life Brokerage Services, Inc.
Ohio Casualty Insurance Company
West American Insurance Company
Ohio Security Insurance Company
American Fire and Casualty Company
Avomark Insurance Company
Ohio Casualty of New Jersey, Inc.

(2) The method of allocation between the companies is subject to written agreement approved by the Board of Directors. Allocation is based upon separate return calculations with current credit for net losses providing those losses are utilized on consolidated basis. Intercompany tax balances are settled within 90 days after the payment of each estimated deposit of consolidated tax liability (or Alternative Minimum Tax).

14. Contingencies

D. All Other Contingencies

The potential interest payable to policyholders for the escrowed amount (See Note 20) will be calculated pursuant to N. C. Gen. Stat. §58-36-25. The estimated amount is not recorded in the financial statements.

20. Other Items

C. Other Disclosures

Escrowed assets are on deposit for the payment of potential refunds relating to rate discrepancies on North Carolina private passenger auto policies effective April 1, 2002 until the effective date of the next rate change.

NOTES TO FINANCIAL STATEMENTS

21. Events Subsequent

In order to comply with the Parental Financial Guarantee with its subsidiary, Ohio Casualty of New Jersey, the Company will infuse capital in the amount of \$13,493,198 in the third quarter.

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
.....
.....
.....

- 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. 12/31/2000
- 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. 12/31/2000
- 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). 03/15/2002
- 7.4 By what department or departments?
 Indiana and 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: \$

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	\$	\$
13.22 Preferred Stock	\$	\$
13.23 Common Stock	\$ 652,303,348	\$ 637,488,684
13.24 Short-Term Investments	\$	\$
13.25 Mortgages, Loans or Real Estate	\$	\$
13.26 All Other	\$	\$
13.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 13.21 to 13.26)	\$ 652,303,348	\$ 637,488,684
13.28 Total Investment in Parent included in Lines 13.21 to 13.26 above	\$	\$
13.29 Receivable from Parent not included in Lines 13.21 to 13.26 above	\$	\$ 2,507,161

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
.....
.....
.....

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	31,521,486	31,648,597		32,261,625
2. Increase (decrease) by adjustment	(206,542)	(207,565)		(1,457,925)
3. Cost of acquired				
4. Cost of additions to and permanent improvements	333,653	127,824		717,786
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	31,648,597	31,568,856		31,521,486
9. Total valuation allowance				
10. Subtotal (Line 8 plus Line 9)	31,648,597	31,568,856		31,521,486
11. Total nonadmitted amounts				
12. Statement value, current period (Page 2, real estate lines, current period)	31,648,597	31,568,856		31,521,486

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				
2. Amount loaned during period:				
2.1 Actual cost at time of acquisitions				
2.2 Additional investment made after acquisition				
3. Accrual of discount and mortgage interest paid				
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				
10. Total valuation allowance				
11. Subtotal (Line 9 plus Line 10)				
12. Total nonadmitted amounts				
13. Statement value of mortgages owned at end of current period				

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 invested assets owned, beginning of period	733,097	292,987		3,159,654
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	3,090	(343)		(2,066,157)
5. Total profit (loss) on sale	(443,200)	70,840		1,960,086
6. Amounts paid on account or in full during the period		99,000		2,320,486
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	292,987	264,484		733,097
10. Total valuation allowance				
11. Subtotal (Line 9 plus Line 10)	292,987	264,484		733,097
12. Total nonadmitted amounts				
13. Statement value of long term invested assets at end of current period	292,987	264,484		733,097

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	618,209,470	125,152,149	61,883,105	28,422,309	618,209,470	709,900,823		616,376,793
2. Class 2	256,173,255	10,620,213	4,255,518	(20,960,654)	256,173,255	241,577,296		234,556,620
3. Class 3	21,443,930	2,492,125	2,096,212	(6,181,754)	21,443,930	15,658,089		21,003,561
4. Class 4	6,337,188		1,282,760	(2,119,428)	6,337,188	2,935,000		4,051,944
5. Class 5	3,278,515		68,769	(309,081)	3,278,515	2,900,665		2,538,475
6. Class 6								
7. Total Bonds	905,442,358	138,264,487	69,586,364	(1,148,608)	905,442,358	972,971,873		878,527,393
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock								
15. Total Bonds and Preferred Stock	905,442,358	138,264,487	69,586,364	(1,148,608)	905,442,358	972,971,873		878,527,393

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Schedule DA, Part 1

NONE

Schedule DA, Part 2

NONE

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

SCHEDULE F - CEDED REINSURANCE

Showing all new reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Location	5 Is Insurer Authorized? (Yes or No)
All Other Insurers 00000	AA-3190002	Ace Tempest Re	Bermuda	No
0499999	All Other Insurers			

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, etc.	1 Is Insurer Licensed? (Yes or No)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid		
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date	
1. Alabama	AL	Yes	4,819,987	5,707,120	1,618,497	4,593,030	13,009,035	9,811,518
2. Alaska	AK	Yes	2,116,323	1,427,740	157,157	93,775	1,278,141	544,531
3. Arizona	AZ	Yes	4,619,928	3,114,528	1,094,903	1,268,809	4,636,869	5,823,061
4. Arkansas	AR	Yes	2,251,783	1,453,288	451,774	1,013,760	2,190,571	1,811,246
5. California	CA	No						
6. Colorado	CO	Yes	4,779,581	5,226,310	1,403,184	1,529,632	7,737,848	5,218,174
7. Connecticut	CT	Yes	9,965,803	6,276,752	1,117,936	847,079	8,298,385	4,596,836
8. Delaware	DE	Yes	913,262	553,300	347,790	251,166	880,652	585,723
9. District of Columbia	DC	Yes	1,312,092	1,072,472	312,451	381,732	1,323,423	694,416
10. Florida	FL	Yes	15,335,288	13,007,233	4,075,153	2,327,342	20,112,861	13,258,384
11. Georgia	GA	Yes	6,915,365	6,244,990	1,969,280	1,745,280	11,396,244	7,171,573
12. Hawaii	HI	Yes	2,871	2,871			14,418	310
13. Idaho	ID	Yes	587,849	578,860	344,762	163,523	566,440	562,925
14. Illinois	IL	Yes	14,539,686	12,455,700	7,409,295	4,501,779	28,983,924	26,188,119
15. Indiana	IN	Yes	9,117,965	8,545,557	4,005,714	3,918,903	10,930,301	8,884,127
16. Iowa	IA	Yes	975,455	932,264	392,949	798,951	2,539,401	1,707,088
17. Kansas	KS	Yes	3,410,385	2,808,171	777,052	944,393	5,028,866	2,685,498
18. Kentucky	KY	Yes	16,579,696	15,402,615	6,224,367	6,267,673	26,911,607	20,310,238
19. Louisiana	LA	Yes	6,181,162	4,670,706	2,599,072	1,329,784	6,949,229	5,523,535
20. Maine	ME	Yes	389,373	330,818	1,900		407,109	46,581
21. Maryland	MD	Yes	14,341,458	11,435,814	4,697,952	3,786,675	17,864,172	13,187,587
22. Massachusetts	MA	Yes	7,639,648	4,166,516	294,979	483,600	5,339,986	1,103,277
23. Michigan	MI	Yes	7,979,609	6,625,246	2,463,214	2,254,951	10,485,668	8,948,753
24. Minnesota	MN	Yes	2,369,694	1,881,239	576,805	747,388	3,620,269	2,885,649
25. Mississippi	MS	Yes	2,368,250	1,700,468	354,864	271,316	2,433,820	2,915,707
26. Missouri	MO	Yes	7,784,782	7,793,678	2,579,926	4,668,700	13,245,608	12,537,540
27. Montana	MT	Yes	77,530	87,617	182,121	172,943	573,250	613,979
28. Nebraska	NE	Yes	1,619,267	1,402,623	442,036	833,685	1,684,053	1,570,243
29. Nevada	NV	Yes	302,579	131,443	23,429		150,025	19,388
30. New Hampshire	NH	Yes	594,178	286,313	10,737		412,019	45,692
31. New Jersey	NJ	Yes	35,752,153	27,453,973	16,227,888	17,592,907	98,289,362	78,013,777
32. New Mexico	NM	Yes	2,168,547	1,799,063	691,406	672,968	2,679,678	1,800,553
33. New York	NY	Yes	20,214,113	12,344,897	383,105	146,143	22,175,864	2,195,490
34. North Carolina	NC	Yes	22,618,606	19,979,166	6,919,660	7,323,682	21,426,335	16,224,308
35. North Dakota	ND	Yes	801,485	469,247	46,161	46,297	783,212	718,053
36. Ohio	OH	Yes	18,922,598	17,276,105	5,348,615	4,600,558	23,092,629	11,926,487
37. Oklahoma	OK	Yes	11,504,442	9,710,192	4,387,464	4,547,479	11,557,142	11,435,927
38. Oregon	OR	Yes	2,962,744	2,028,711	428,679	526,837	2,155,335	1,020,410
39. Pennsylvania	PA	Yes	18,666,589	14,540,443	5,591,874	5,683,988	47,039,820	41,499,728
40. Rhode Island	RI	Yes	700,868	337,474	1,283	8,098	521,078	57,796
41. South Carolina	SC	Yes	7,119,346	4,922,912	2,777,711	1,619,920	8,805,178	7,242,836
42. South Dakota	SD	Yes	352,172	398,741	38,556	46,293	257,651	167,156
43. Tennessee	TN	Yes	7,016,509	6,298,062	1,824,029	1,960,536	10,327,864	7,475,122
44. Texas	TX	Yes	16,120,359	12,895,627	5,915,400	3,039,169	21,348,023	18,456,350
45. Utah	UT	Yes	3,145,776	2,087,970	727,985	432,020	2,338,088	1,215,390
46. Vermont	VT	Yes	62,290	55,885			54,082	8,532
47. Virginia	VA	Yes	7,185,683	5,242,729	1,059,319	1,228,886	7,525,248	6,043,934
48. Washington	WA	Yes	11,128,859	7,324,076	1,776,926	1,663,447	8,728,197	5,664,804
49. West Virginia	WV	Yes	337,518	236,191	6,387	10,797	222,917	73,496
50. Wisconsin	WI	Yes	2,783,255	2,631,074	568,014	2,684,724	5,388,272	4,806,617
51. Wyoming	WY	Yes	1,583,078	1,231,997	157,687	314,166	602,315	315,666
52. American Samoa	AS	No						
53. Guam	GU	No						
54. Puerto Rico	PR	No						
55. U.S. Virgin Islands	VI	No						
56. Canada	ON	No						
57. Aggregate Other Alien	OT	X X X						
58. Totals	(a)	50	341,034,967	274,586,784	100,807,448	99,344,781	504,322,485	375,614,133
DETAILS OF WRITE-INS								
5701.	X X X							
5702.	X X X							
5703.	X X X							
5798. Summary of remaining write-ins for Line 57 from overflow page	X X X							
5799. TOTALS (Lines 5701 through 5703 plus Line 5798)(Line 57 above)	X X X							

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

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	3,756,844	1,761,793	46.9	63.3
2. Allied lines	3,975,130	2,589,567	65.1	193.3
3. Farmowners multiple peril	2,508,262	1,759,186	70.1	78.2
4. Homeowners multiple peril	9,819,496	6,360,599	64.8	61.2
5. Commercial multiple peril	35,030,526	13,050,222	37.3	47.2
6. Mortgage guaranty				
8. Ocean marine	54,503	(1,728)	(3.2)	3.5
9. Inland marine	15,153,043	4,338,192	28.6	40.3
10. Financial guaranty				
11.1 Medical malpractice-occurrence				
11.2 Medical malpractice-claims made				
12. Earthquake	109,016	(6,166)	(5.7)	(1.7)
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health	36,363	32,354	89.0	191.7
16. Workers' compensation	36,424,586	27,102,005	74.4	83.4
17.1 Other liability-occurrence	102,962,880	72,156,280	70.1	39.5
17.2 Other liability-claims made	829,864	83,439	10.1	2.0
18.1 Products liability-occurrence	1,762,906	1,760,861	99.9	15.0
18.2 Products liability-claims made	32	8	25.0	14.2
19.1, 19.2 Private passenger auto liability	12,346,139	28,001,744	226.8	98.7
19.3, 19.4 Commercial auto liability	27,087,596	9,235,780	34.1	74.2
21. Auto physical damage	18,219,881	10,193,669	55.9	62.3
22. Aircraft (all perils)				
23. Fidelity	2,834,468	2,552,038	90.0	23.2
24. Surety	15,108,754	1,361,414	9.0	8.4
26. Burglary and theft	32,014	(6,578)	(20.5)	59.5
27. Boiler and machinery	178,960	7,315	4.1	33.7
28. Credit				
29. International				
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				
34. TOTALS	288,231,263	182,331,994	63.3	56.9
DETAILS OF WRITE-INS				
3301.				
3302.				
3303.				
3398. Summary of remaining write-ins for Line 33 from overflow page				
3399. Totals (Lines 3301 through 3303 plus Line 3398) (Line 33)				

PART 2 - DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire	1,701,925	3,379,416	3,883,344
2. Allied lines	1,688,051	3,670,421	4,164,984
3. Farmowners multiple peril	257,360	1,708,272	3,190,324
4. Homeowners multiple peril	4,821,567	9,177,870	9,662,229
5. Commercial multiple peril	25,423,779	47,920,276	29,645,692
6. Mortgage guaranty			
8. Ocean marine	(1,190)	(1,635)	240,268
9. Inland marine	9,926,792	18,084,445	16,080,799
10. Financial guaranty			
11.1 Medical malpractice-occurrence			
11.2 Medical malpractice-claims made			
12. Earthquake	44,821	82,481	109,247
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health		34,552	45,460
16. Workers' compensation	23,220,633	43,621,423	35,673,431
17.1 Other liability-occurrence	66,966,025	123,337,680	94,653,501
17.2 Other liability-claims made	463,340	847,952	644,321
18.1 Products liability-occurrence	1,376,972	2,313,454	1,741,901
18.2 Products liability-claims made	(27)	(27)	469
19.1, 19.2 Private passenger auto liability	5,847,125	12,159,410	12,861,001
19.3, 19.4 Commercial auto liability	18,550,019	34,752,520	24,953,365
21. Auto physical damage	10,737,426	21,009,749	18,140,425
22. Aircraft (all perils)			
23. Fidelity	1,390,794	3,017,777	2,753,120
24. Surety	8,203,856	15,676,111	15,959,890
26. Burglary and theft	37,422	46,982	25,990
27. Boiler and machinery	86,561	195,839	157,022
28. Credit			
29. International			
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			
34. TOTALS	180,743,251	341,034,968	274,586,783
DETAILS OF WRITE-INS			
3301.			
3302.			
3303.			
3398. Summary of remaining write-ins for Line 33 from overflow page			
3399. Totals (Lines 3301 through 3303 plus Line 3398) (Line 33)			

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	182,506	105,655	288,161	47,825	406	48,231	147,841	2,075	114,742	264,658	13,160	11,568	24,728
2. 2000	89,969	84,832	174,801	25,289	1,003	26,292	65,008	2,199	73,454	140,661	328	(8,176)	(7,848)
3. Subtotals 2000 + prior	272,475	190,487	462,962	73,114	1,409	74,523	212,849	4,274	188,196	405,319	13,488	3,392	16,880
4. 2001	112,710	144,360	257,070	52,843	5,930	58,773	71,224	6,262	106,242	183,728	11,357	(25,926)	(14,569)
5. Subtotals 2001 + prior	385,185	334,847	720,032	125,957	7,339	133,296	284,073	10,536	294,438	589,047	24,845	(22,534)	2,311
6. 2002	X X X	X X X	X X X	X X X	75,107	75,107	X X X	56,547	90,851	147,398	X X X	X X X	X X X
7. Totals	385,185	334,847	720,032	125,957	82,446	208,403	284,073	67,083	385,289	736,445	24,845	(22,534)	2,311
8. Prior Year-End's Surplus As Regards Policy-holders	767,503										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. 6.5 %	2. (6.7)%	3. 0.3 %
													Col. 13, Line 7 Line 8
													4. 0.3 %

(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		
Reserve for California Proposition 103	3,637,315	3,654,031
Retroactive Loss Reserves	74,138,026	84,798,020
Retroactive LAE Reserves	16,362,500	17,391,000
GAT Payable	170,274	
2398 Line 23, Liabilities	94,308,115	105,843,051

OVERFLOW WRITE-INS FOR Page 4. Statement of Income

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
AGGREGATED AT Line 14, Miscellaneous Income			
Retroactive LAE Incurred	(787,728)	(675,968)	(4,388,102)
Other Interest Expense	(7,372)	(68)	(22,869)
Fines and Penalties	(23)	(1,238)	(2,275)
Increase in Cash Value - Life Insurance Policies on Officials	(50,805)		39,920
1498 Line 14, Miscellaneous Income	(845,928)	(677,274)	(4,373,325)

OVERFLOW WRITE-INS FOR Page 5. Cash Flow

	1 Current Year To Date	2 Prior Year Ended December 31
AGGREGATED AT Line 7.4, Miscellaneous Items		
Retroactive LAE Paid	(1,816,228)	(3,733,368)
California Proposition 103	(12,064)	(3,389,362)
Fines and Penalties	(23)	(2,275)
Equities and Deposits	(172,119)	306,911
Increase Cash Value - Life Insurance Policies on Officials	(50,805)	39,920
Gain on Sale or Disposal of Equipment	48,303	382,018
Finance and Service Charges		6,714
07.498 Line 7.4, Miscellaneous Items	(2,002,936)	(6,389,442)

Page E01

Sch. A, Pt. 2, Real Estate Acquired
NONE

Sch. A, Pt. 3, Real Estate Sold
NONE

Page E02

Schedule B, Part 1, Mortgage Loans Acquired
NONE

Schedule B, Part 2, Mortgage Loans Sold
NONE

SCHEDULE BA - PART 1

Showing Other Long-Term Invested Assets ACQUIRED During the Current Quarter

1 Number of Units and Description	Location		4 Name of Vendor	5 Date Acquired	6 Actual Cost	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Increase (Decrease) by Adjustment	10 Increase (Decrease) by Foreign Exchange Adjustment
	2 City	3 State							

NONE

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets SOLD, transferred or paid in full during the Current Quarter

1 Number of Units and Description	Location		4 Name of Purchaser or Nature of Disposition	5 Date Acquired	6 Book/Adjusted Carrying Value Less Encumbrances Prior Year	7 Increase (Decrease) by Adjustment	8 Increase (Decrease) by Foreign Exchange Adjustment	9 Book/Adjusted Carrying Value less Encumbrances at Disposition	10 Consideration Received	11 Foreign Exchange Profit (Loss) on Sale	12 Realized Profit (Loss) on Sale	13 Total Profit (Loss) on Sale
	2 City	3 State										

Any Other Class of Admitted Assets												
12129*-10-1	Conning CT Insurance	Wilmington	Delaware	Direct	01/14/2000	28,160		28,160	99,000		70,840	70,840
1499999	Subtotal - Any Other Class of Admitted Assets					28,160		28,160	99,000		70,840	70,840
9999999	TOTALS					28,160		28,160	99,000		70,840	70,840

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 - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions								
31287Q-KT-7	FGLMC PL C64806	05/01/2002	SBC WARBURG DILLON READ		1,974,084	1,989,941	1,658	1PE
3133TT-K3-4	FHR 2313 JA	04/16/2002	SBC WARBURG DILLON READ		723,516	750,000	2,250	1PE
3133TT-NV-9	FHR 2314 PC	05/30/2002	FIRST TENNESSEE		1,012,656	1,000,000	542	1PE
313398-FA-2	FHR 2333 ZD	04/15/2002	CAPITALIZED INTEREST		92,203	92,203		1PE
38373W-VV-7	GNR 2002-36 AH	05/13/2002	BANK OF AMERICA		4,961,719	5,000,000	26,181	1PE
888809-AA-8	TOB SETTLE RI-A-ASSET-RI	06/24/2002	PAINÉ WEBBER INC.		4,941,050	5,000,000		1PE
056559-AK-3	BADGER TOB ASSET SEC - WI	06/21/2002	BEAR, STEARNS & CO. INC.		1,787,382	1,800,000	10,106	1PE
31359M-NE-9	FANNIE MAE	05/30/2002	CS FIRST BOSTON		5,000,000	5,000,000		1PE
31339G-LA-7	FHR 2370 PC	05/09/2002	GOLDMAN, SACHS & CO.		1,958,125	2,000,000	4,333	1PE
31359U-M8-5	FNR 1998-62 DC	06/21/2002	TRANSFER TO MARKET		1,900,481	1,674,894	8,374	1
313921-B5-6	FNR 2001-59 Z	04/25/2002	CAPITALIZED INTEREST		181,217	181,217		1PE
3199999	Subtotal - Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				24,532,433	24,488,255	53,445	
Bonds - Industrial and Miscellaneous								
045424-DD-7	ASC 1996-MD6 A5	05/16/2002	TRANSFER TO MARKET		8,503,125	8,000,000	7,955	1
110122-AG-3	BRISTOL-MYER SQ8	05/24/2002	TRANSFER TO MARKET		4,935,000	5,000,000	42,326	1PE
126440-BL-8	HEWITT ASSOC CTL 2002-8	04/22/2002	EVEREN SECURITIES		5,000,000	5,000,000		1Z
12669B-QE-5	RAST 2000-A3 A4	05/16/2002	TRANSFER TO MARKET		10,471,875	10,000,000	33,333	1PE
126690-DK-9	CWFC 1993-3 B1	05/16/2002	TRANSFER TO MARKET		1,727,312	1,685,568	4,916	2Z
14040H-AA-3	CAPITAL ONE FINL	06/18/2002	FIRST ALBANY CAPITAL MARKETS		3,009,960	3,000,000	12,083	2
15132E-AQ-1	CDMC 2002-3 A6	05/31/2002	CS FIRST BOSTON		5,012,500	5,000,000	3,611	1PE
16162T-J5-6	CHASE 2002-S1 A4	06/21/2002	TRANSFER TO MARKET		5,050,000	5,000,000	18,056	1PE
172953-D8-1	CMSI 2001-6 A4	05/01/2002	JP MORGAN SECURITIES, INC.		2,015,000	2,000,000	1,806	1PE
172953-5V-9	CMSI 2002-3 1A5	06/07/2002	BANK OF AMERICA		695,188	700,000	1,944	1PE
239753-DJ-2	DAYTON HUDSON	06/28/2002	FIRST ALBANY CAPITAL MARKETS		2,022,180	2,000,000	750	1PE
31392P-B2-0	FHR 2456 BC	06/28/2002	BANK OF AMERICA		2,985,000	3,000,000	1,000	1PE
369626-YY-4	GEN ELEC CAP CRP	05/31/2002	GOLDMAN, SACHS & CO.		4,991,350	5,000,000		1PE
45254T-DR-2	IWSA 2000-3 A10	06/21/2002	TRANSFER TO MARKET		1,063,125	1,000,000	4,306	1PE
45660N-DW-2	RAST 2002-A5 A4	05/14/2002	BEAR, STEARNS & CO. INC.		999,416	1,000,000	5,289	1PE
524901-AH-8	LEGG MASON INC	04/18/2002	MORGAN KEEGAN & CO		815,128	800,000	16,650	2
53688P-AA-0	LSMFT 2002-5A A	06/14/2002	DEUTSCHE		3,461,029	3,520,000		1Z
61744X-AH-3	BBMN 1997-2 B	06/10/2002	TRANSFER TO MARKET		1,067,813	1,000,000	1,795	2PE
617445-CR-0	MSC 1996-C1 C	05/16/2002	TRANSFER TO MARKET		1,068,750	1,000,000	3,092	1
69348H-BK-3	PNCMA 2000-C1 A2	06/10/2002	TRANSFER TO MARKET		3,330,234	3,000,000	5,708	1
69348L-UJ-6	PNCMS 1998-2 5A3	06/10/2002	TRANSFER TO MARKET		11,545,195	11,176,712	18,511	1PE
69348R-LW-4	PNCMS 1999-5 2A6	06/21/2002	TRANSFER TO MARKET		808,964	792,434	2,972	1PE
74434R-R8-6	CMO PHMS 92-37 A10	06/10/2002	TRANSFER TO MARKET		2,056,017	1,975,011	3,703	1PE
760985-BW-0	RAMP 2000-RS4 A14	06/10/2002	TRANSFER TO MARKET		6,758,984	6,500,000	11,733	1PE
85590A-AE-4	STARWOOD HOTELS	04/12/2002	LEHMAN BROTHERS		2,492,125	2,500,000		3
863572-4S-9	SASC 2001-2 3A3	06/10/2002	TRANSFER TO MARKET		7,260,313	7,000,000	12,250	1PE
92178P-AD-9	VALT 2002-1 A4	05/31/2002	SUN TRUST		2,998,890	3,000,000	10,950	1PE
939335-PP-4	WAMU 2001-S8 2A16	06/06/2002	LEHMAN		4,515,552	4,522,618	22,896	1PE
08505#-AA-9	SIMPLOR AUSTRALIA TR A SR NTS	04/03/2002	BANK OF AMERICA		4,000,000	4,000,000		2Z
76126C-LH-3	RACERS 02-15-PT	05/31/2002	LEHMAN		3,072,031	3,072,031	5,699	1Z
4599999	Subtotal - Bonds - Industrial and Miscellaneous				113,732,054	111,244,375	253,333	
6099997	Subtotal - Bonds - Part 3				138,264,487	135,732,630	306,778	
6099999	Subtotal - Bonds				138,264,487	135,732,630	306,778	
(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues								

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)
Common Stock - Industrial and Miscellaneous								
465810-10-8	IVANS, INC.	05/21/2002	TRANSFER TO MARKET	21,355.000		1		A
6899999	Subtotal - Common Stock - Industrial and Miscellaneous					1		
7099997	Subtotal - Common Stock - Part 3					1		
7099999	Subtotal - Common Stock					1		
7199999	Subtotal - Preferred and Common Stock					1		
7299999	TOTALS					138,264,488		306,778

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																
362028-N3-2	GN3110		PRINCIPAL PAYDOWN		802	802.08	813	802								1
36218U-PS-8	GN232733		PRINCIPAL PAYDOWN		181	180.55	189		(20)					3		1
36219U-J3-9	GN259582		PRINCIPAL PAYDOWN		5,236	5,236.15	5,433	5,236	(80)							1
362207-NU-2	GN299303		PRINCIPAL PAYDOWN		416	415.83	437	416	(28)							1
36223A-ZN-5	GN302349		PRINCIPAL PAYDOWN		6,938	6,938.30	7,042	6,938	(94)							1
0399999	Subtotal - Bonds - U.S. Governments				13,573	13,572.91	13,913	13,573	(222)					3		
Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																
31287Q-KT-7	FGLMC PL C64806	06/15/2002	PRINCIPAL PAYDOWN		2,156	2,156.20	2,139	2,156	17							1PE
312906-RN-2	FHR 1118 Z		PRINCIPAL PAYDOWN		74,962	74,961.60	75,010	74,962	(12,378)							1
31292H-NH-3	FGLMC PL C01292		PRINCIPAL PAYDOWN		10,903	10,902.80	10,823	10,903	80							1PE
31298T-G6-3	FGLMC PL C56521		PRINCIPAL PAYDOWN		28,776	28,776.10	28,848	28,776	(73)							1PE
3133TP-FX-2	FHR 2247 D		VARIOUS		2,438,609	2,438,608.50	2,426,415	2,438,609	1,332					20,953		1PE
3133TT-UQ-2	FHR 2328 KT		PRINCIPAL PAYDOWN		248,649	248,649.20	246,736	248,649	1,643							1PE
31358F-6B-0	FNR 6-6 Z		PRINCIPAL PAYDOWN		27,389	27,389.30	26,819	27,389	(2,743)							1
31359A-TH-2	FNR 1993 - 86 M		PRINCIPAL PAYDOWN		52,267	52,267.13	52,136	52,267	19					567		1PE
313603-F8-0	FNR 1990-21 Z		PRINCIPAL PAYDOWN		32,110	32,110.01	33,566	32,110	(14,336)							1PE
31387N-JT-5	FNCL PL 588974		PRINCIPAL PAYDOWN		2,822	2,822.40	2,808	2,822	14							1PE
31388K-MR-0	FNCL PL 607068		PRINCIPAL PAYDOWN		99,118	99,117.90	99,257	99,118	(140)							1PE
677565-3F-8	OH DEV FIN COMM	05/05/2002	MATURITY		270,000	270,000.00	270,000	270,000						21,600		1
31341L-R4-0	FH259507		PRINCIPAL PAYDOWN		17,063	17,063.32	17,575	17,063	(450)							1
31345Q-PH-8	FH501324		PRINCIPAL PAYDOWN		1,649	1,649.45	1,700	1,649	(18)							1
31363T-FR-8	FN98276		PRINCIPAL PAYDOWN		321	320.77	325	321	(8)							1
31388J-RU-1	FNCL PL 606299		PRINCIPAL PAYDOWN		36,123	36,122.54	36,128	36,123	(6)							1PE
312916-M4-8	FHR 1558 A		PRINCIPAL PAYDOWN		40,606	40,605.80	39,248	40,606	123					431		1
3133TJ-Z9-7	FHR 2134 JA		PRINCIPAL PAYDOWN		303,863	303,863.04	293,608	303,863	3,558							1PE
3133TP-UY-3	FHR 2248 D		PRINCIPAL PAYDOWN		1,898,466	1,898,466.00	1,894,906	1,898,466	1,439					65,032		1PE
31340Y-RU-5	FHR 49 G		PRINCIPAL PAYDOWN		27,878	27,878.40	28,802	27,878	(246)							1PE
31358H-Y2-5	FNR 1991-107 P		PRINCIPAL PAYDOWN		135,605	135,605.34	136,538	135,605	(293)							1
31358P-XD-4	FNR 1992 - 147 PM		PRINCIPAL PAYDOWN		47,733	47,732.82	48,419	47,733	(70)					556		1PE
31359R-UW-0	FNR 1998-2 G		PRINCIPAL PAYDOWN		644,728	644,728.11	664,473	644,728	(5,982)							1PE
313602-6J-8	FNR 1989-72 E		PRINCIPAL PAYDOWN		4,171,988	3,879,583.38	4,015,369	3,909,826	(6,967)			262,162	262,162	72,442		1
3199999	Subtotal - Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				10,613,785	10,321,380.11	10,451,649	10,351,623	(35,485)			262,162	262,162	181,580		
Bonds - Public Utilities																
74913E-AE-0	QWEST CAP FDG INC GTD NT	04/05/2002	LEHMAN BROTHERS		1,530,000	2,000,000.00	1,995,700	1,996,155	90			(466,155)	(466,155)	103,139		2
3899999	Subtotal - Bonds - Public Utilities				1,530,000	2,000,000.00	1,995,700	1,996,155	90			(466,155)	(466,155)	103,139		
Bonds - Industrial and Miscellaneous																
023771-P8-5	AMR ETC 90-Z	05/07/2002	PRINCIPAL PAYDOWN		152,127	152,127.45	171,279	152,127	(2,358)							3Z
060506-MG-4	BANK AMERICA MTG 2000-2 A14	04/25/2002	PRINCIPAL PAYDOWN		710,959	710,959.44	690,075	710,959	2,898					4,418		1PE
124890-AB-9	CIRCUIT CITY/CC INV 95-IB-1		PRINCIPAL PAYDOWN		3,066	3,065.54	3,066	3,066						41		2
12490*-AB-8	CIRCUIT CITY/CC INV 95-IIIB-1		PRINCIPAL PAYDOWN		2,181	2,181.27	2,181	2,181						30		2
12490#-AB-4	CIRCUIT CITY/CC INV 95-IIB-1		PRINCIPAL PAYDOWN		2,708	2,708.37	2,708	2,708						37		2
124900-AB-6	CIRCUIT CITY/CC INV 95-IVB-1		PRINCIPAL PAYDOWN		6,925	6,925.07	6,925	6,925						94		2
12491#-AB-3	CIRCUIT CITY/CC INV 95-VB-1		PRINCIPAL PAYDOWN		2,796	2,796.21	2,796	2,796						38		2
124910-AB-5	CIRCUIT CITY/CC INV 95-VI-B-1		PRINCIPAL PAYDOWN		14,480	14,480.02	14,480	14,480						196		2
126440-BL-8	HEWITT ASSOC CTL 2002-8		PRINCIPAL PAYDOWN		21,073	21,073.30	21,073	21,073						120		1Z
(continues)																

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

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 Identifi- cation	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 - Industrial and Miscellaneous (continued)																
12669A-6J-8	RAST 1999-A4 M3		PRINCIPAL PAYDOWN		434,008	434,007.55	384,097	434,008	13,475							2Z
12669B-PP-1	CWHL 2000-2-A3		PRINCIPAL PAYDOWN		5,407,397	5,407,397.45	5,311,923	5,407,397	10,079							1PE
126690-DK-9	CWFC 1993-3 B1	06/25/2002	PRINCIPAL PAYDOWN		23,438	23,437.74	24,018	23,438	(580)							2Z
126690-DX-1	CWMB 1993-B A5		PRINCIPAL PAYDOWN		660,028	660,027.60	659,203	660,028	56					8,386		1PE
126690-R7-3	CWMB 1994-J A5		PRINCIPAL PAYDOWN		272,925	272,924.98	263,863	272,925	237							1PE
126690-R8-1	CWMB 1994-J A5A		PRINCIPAL PAYDOWN		665,481	665,480.50	658,826	665,481	173							1PE
126691-HX-5	INMC 1995 - M A4		PRINCIPAL PAYDOWN		435,434	435,433.99	431,080	435,434	160					15,256		1PE
158510-AG-2	CHAMP 1996-2 A4		PRINCIPAL PAYDOWN		247,230	247,229.55	258,200	247,230	(2,161)					8,065		1PE
16162R-AJ-9	CHASE 1998-S4 A9		PRINCIPAL PAYDOWN		1,301,506	1,301,505.58	1,234,315	1,301,506	8,210							1
161626-YD-3	CHASE 1993-L 2A2		PRINCIPAL PAYDOWN		866,454	866,453.71	881,685	866,454	(1,805)							1PE
161626-ZP-4	CHASE 1994-B A1		PRINCIPAL PAYDOWN		30,773	30,773.47	30,543	30,773	7					242		1PE
225304-AT-1	CDMC 1998-9 A4		PRINCIPAL PAYDOWN		3,128	3,128.33	3,043	3,128	73							1PE
227573-AD-4	CROSS TIMBERS SR SUB NTS	06/03/2002	DIRECT		1,360,125	1,300,000.00	1,274,000	1,282,760	1,177			77,365	77,365	80,835		4
24763L-GQ-7	DELHE 2000-2 A3F		PRINCIPAL PAYDOWN		148,866	148,865.92	148,866	148,866								1PE
301936-AH-3	FDICR 1994-C1 II D		PRINCIPAL PAYDOWN		63,131	63,130.93	61,868	63,131	352							1
31331F-AA-9	FEDERAL EXP PTC 93-A1	05/22/2002	PRINCIPAL PAYDOWN		124,873	124,873.27	124,873	124,873								2PE
31331F-AE-1	FEDERAL EXP C1	03/28/2002	PRINCIPAL PAYDOWN		55,984	55,983.51	55,984	55,984						128		2PE
33736X-BZ-1	FUNBC 2001-C2 A2	05/15/2002	LEHMAN		3,117,188	3,000,000.00	3,165,820	3,146,279	(12,726)			(29,091)	(29,091)	98,835		1
36157N-KP-8	GECMS 2000-10 A4	04/03/2002	TRANSFER FROM MARKET		5,100,000	5,000,000.00	4,996,754	4,998,069	304			101,933	101,933	130,574		1PE
36157R-BY-0	GECMS 1997-12 A6		PRINCIPAL PAYDOWN		5,710	5,710.36	5,525	5,710	85							1PE
36157R-5L-5	GECMS 99-17 A10		PRINCIPAL PAYDOWN		7,584,977	7,584,977.25	7,376,390	7,584,977	21,427							1PE
36185N-EW-6	GMACM 2000-J3 A42	04/25/2002	PRINCIPAL PAYDOWN		1,412,704	1,412,704.21	1,393,721	1,412,704	5,493					9,124		1PE
423003-AA-0	HMT 1998-1A A		PRINCIPAL PAYDOWN		60,358	60,357.60	2,092	3,696				56,662	56,662	525		1
437609-AB-6	HSMS 1998-1 A2		PRINCIPAL PAYDOWN		759,679	759,679.02	729,292	759,679	6,556							1
441812-JW-5	HOUSEHOLD FIN	05/20/2002	SALOMON BROTHERS INC		4,813,600	5,000,000.00	4,999,350	4,999,279	(41)			(185,679)	(185,679)	185,937		1
450912-AB-6	ITT CORP NOTE	05/10/2002	BEAR, STEARNS & CO. INC		2,000,000	2,000,000.00	1,879,540	1,944,085	5,139			55,915	55,915	67,500		3
501044-AJ-0	KROGER CO LEASE CERT OID	04/01/2002	PRINCIPAL PAYDOWN		672,000	672,000.00	534,181	672,000	(127,744)							2PE
50181Q-AA-6	LCOR ALEXANDRIA	06/10/2002	TRANSFER FROM MARKET		2,572,275	2,500,000.00	2,493,875	2,493,636	(206)			78,639	78,639	78,212		1PE
52518R-BE-5	(SC)LSSC 2002-GE1 A		PRINCIPAL PAYDOWN		139,254	139,253.91	134,880	139,254	4,373							1PE
56468#-AA-1	MANUCO INC FIRST MTG NTS	06/01/2002	PRINCIPAL PAYDOWN		33,882	33,881.68	33,882	33,882						867		2
66937N-RP-5	NSCOR 1997-13 B1		PRINCIPAL PAYDOWN		10,792	10,792.40	10,839	10,792	(55)							1PE
670670-AJ-7	NYCTL 99-R B	05/10/2002	PRINCIPAL PAYDOWN		853,654	853,653.76	853,654	853,654								2
695927-D#-7	PMAC 1993-6 B1		PRINCIPAL PAYDOWN		93,150	93,150.20	92,335	93,150	111					965		1
743946-AQ-8	(SC) PHMS 1993-K 2B		PRINCIPAL PAYDOWN		156,145	156,144.99	152,184	156,145	915					1,300		1
74434T-HB-6	(SC) PHMS 1993-B 1B1		PRINCIPAL PAYDOWN		176,303	176,302.50	174,319	176,303	457					2,443		1PE
74434U-AJ-3	PHMS 1994-17 AX		PRINCIPAL PAYDOWN		44,913	44,912.86	43,718	44,913	549							1PE
74434U-BQ-6	PHMS 1994-18 A2		PRINCIPAL PAYDOWN		807,308	807,308.22	818,271	807,308	(425)					10,339		1PE
74436J-BQ-9	PSSF 1993-5 B4A		PRINCIPAL PAYDOWN		209,972	209,971.83	210,234	209,972	(15)							1PE
760947-WR-8	RFMSI 1996-S9 A12	04/25/2002	PRINCIPAL PAYDOWN		477	476.63	479	477						3		1PE
760985-CM-1	RAMP 2001-RS1 A14	04/03/2002	TRANSFER FROM MARKET		2,040,000	2,000,000.00	1,973,125	1,973,396	71			66,604	66,604	35,824		1PE
76110F-ZE-6	RALI 1998-QS16 MI		PRINCIPAL PAYDOWN		41,269	41,268.88	41,142	41,269	(117)							1
76126C-DE-9	CBBC-CCE-1998-1	05/15/2002	PRINCIPAL PAYDOWN		76,027	76,027.34	75,909	76,027	42							1
79548K-PG-7	SBM7 1994-18 B1		PRINCIPAL PAYDOWN		3,722	3,722.31	3,705	3,722	5							1
86358R-JF-5	SASC 2001-12 1A5	06/10/2002	TRANSFER FROM MARKET		3,582,852	3,500,000.00	3,465,000	3,473,805	8,742			109,046	109,046	124,031		1PE
867651-AA-9	SUNPORT PROPERTY CO SEC NTS	05/15/2002	PRINCIPAL PAYDOWN		29,368	29,367.77	29,305	29,368	62							2
94976N-AD-4	WFMS 2001-4 A4	06/10/2002	TRANSFER FROM MARKET		8,311,875	8,000,000.00	7,991,250	7,997,821	2,071			314,054	314,054	294,000		1PE
97180*-FV-5	WILMINGTON TR/AMER AIR SEC LN	06/14/2002	PRINCIPAL PAYDOWN		37,571	37,571.26	37,571	37,571								1
97180*-FW-3	WILMINGTON TR/AMER AIR SEC LN	06/14/2002	PRINCIPAL PAYDOWN		37,571	37,571.26	37,571	37,571								1
317928-AA-7	FINOVA GROUP	06/30/2002	LOSS DUE TO PERMANENT IMPAIRMENT				68,769	68,769				(68,769)	(68,769)			5
4599999	Subtotal - Bonds - Industrial and Miscellaneous				57,801,691	57,203,776.99	56,545,653	57,225,013	(53,530)			576,680	576,680	1,158,363		

SCHEDULE D - PART 4Show 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				69,959,049	69,538,730.01	69,006,915	69,586,364	(89,148)			372,687	372,687	1,443,085		
6099999	Subtotal - Bonds				69,959,049	69,538,730.01	69,006,915	69,586,364	(89,148)			372,687	372,687	1,443,085		
Common Stock - Banks, Trust and Insurance Companies																
320209-10-9	FIRST FINL BANCORP		MCDONALD & COMPANY	194,000.000	3,705,302		67,806	67,806				3,637,497	3,637,497		29,100	L
552848-10-3	MGIC INVT CORP	04/09/2002	MERRILL LYNCH	10,000.000	714,099		85,625	85,625				628,474	628,474		250	L
6799999	Subtotal - Common Stock - Banks, Trust and Insurance Companies				4,419,402		153,431	153,431				4,265,971	4,265,971		29,350	
Common Stock - Industrial and Miscellaneous																
053611-10-9	AVERY DENNISON CORP	05/29/2002	ALEX BROWN & SONS	14,800.000	990,419		824,508	824,508				165,911	165,911		4,884	L
313586-10-9	FEDERAL NATL MTG ASSN		PAINE WEBBER INC.	36,900.000	3,007,295		79,012	79,012				2,928,283	2,928,283		4,191	L
6899999	Subtotal - Common Stock - Industrial and Miscellaneous				3,997,713		903,520	903,520				3,094,193	3,094,193		9,075	
7099997	Subtotal - Common Stock - Part 4				8,417,115		1,056,951	1,056,951				7,360,164	7,360,164		38,425	
7099999	Subtotal - Common Stock				8,417,115		1,056,951	1,056,951				7,360,164	7,360,164		38,425	
7199999	Subtotal - Preferred and Common Stock				8,417,115		1,056,951	1,056,951				7,360,164	7,360,164		38,425	
7299999	TOTALS				78,376,164		70,063,865	70,643,315	(89,148)			7,732,851	7,732,851	1,443,085	38,425	

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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								
1st National Bank of SW Ohio	Hamilton, OH				223,556	1,485,297	1,595,338	
Firstar-OL Escrow-CA Fair Plan	Hamilton, OH				703,984	703,984	705,817	
State Street Bank-OC Secure	Boston, MA				(19,311,062)	(20,261,361)	(19,275,300)	
Bank of America	Los Angeles, CA				5,962	130,366	64,125	
Bank One	Columbus, OH		45,760		35,172,019	42,921,939	4,366,007	
Chase Manhattan	New York, NY				4,894,487	5,726,681	(1,903,115)	
1st Union National Bank	Morristown, NJ				(9,882,195)	(8,773,148)	(7,858,854)	
Mellon Bank	Pittsburgh, PA				31,298	131,711	173,349	
0199998	Deposits in	3 depositories which do not exceed the allowable limit in any one	3		4,657	12,243	19,543	
	depository (See Instructions) - Open Depositories							
0199999	TOTAL - Open Depositories		45,763		11,842,706	22,077,712	(22,113,091)	
0399999	TOTAL Cash on Deposit		45,763		11,842,706	22,077,712	(22,113,091)	
0599999	TOTALS		45,763		11,842,706	22,077,712	(22,113,091)	